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FINANCIAL SUMMARY AND STATISTICS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

			Unaudited Half-year ended 31 December		Audited Year ended 30 June
			2001 Rm	2000 Rm	2001 Rm
BALANCE SHEET					
Total assets			**8 332**	7 311	9 114
Total interest bearing borrowings			**2 883**	1 649	2 475
Shareholders' equity			**4 146**	4 664	5 491
INCOME STATEMENT					
Revenue			**1 663**	1 224	2 806
Earnings/(loss)			**(1 125)**	146	281
Headline earnings			**31**	134	281
Earnings/(loss) per share		(cents)	**(1 017)**	135	259
Headline earnings per share		(cents)	**28**	124	259
CASH FLOW STATEMENT					
Cash generated from operations			**160**	205	526
Cash and cash equivalents			**472**	923	439
Cash generated from operations per share		(cents)	**145**	190	485

JSE SECURITIES EXCHANGE PERFORMANCE

Ordinary shares					
– high		(cents)	**4 280**	2 700	4 200
– low		(cents)	**3 200**	2 280	2 280
– period end		(cents)	**4 080**	2 300	3 950
Volume of shares traded		(thousands)	**11 104**	28 198	38 285
Number of ordinary shares in issue		(thousands)	**111 159**	108 409	110 105
FINANCIAL STATISTICS	Definition				
Effective taxation rate	1	(per cent)	**–**	32	29
Interest cover	2	(times)	**3,40**	5,70	5,30
Debt: Equity ratio	3		**0,58**	0,26	0,45
Net asset value per share	4	(cents)	**2 062**	2 995	3 640
Market capitalisation	5	(R million)	**4 535**	2 493	4 349

Definitions

1. **Effective taxation rate (per cent)**
   Taxation charge per income statement less Secondary Tax on Companies divided by profit before taxation.
2. **Interest cover (times)**
   Profit before exceptional items, finance costs and taxation divided by finance costs.
3. **Debt: Equity ratio**
   Total debt divided by total equity. Total debt comprises long-term borrowings, overdrafts and short-term borrowings less cash and cash equivalents. Total equity comprises total shareholders' interest.
4. **Net asset value per share (cents)**
   Ordinary shareholders' interest in capital and reserves divided by number of shares in issue.
5. **Market capitalisation (R million)**
   Number of ordinary shares in issue multiplied by market value of shares at reporting date.

**Note: The Group results for 2000 include Hartebeestfontein gold mine to date of disposal on 16 August 2000.*

COMMENTARY

INTRODUCTION

Despite achieving good profitability in most of the Company's operations, headline earnings were detrimentally affected by the significant operating loss incurred at Chambishi Metals plc (Chambishi). This was further exacerbated by the decision not to account for exchange gains on the United States dollar advances made to Chambishi via the income statement. In addition, corporate interest received reduced significantly as a result of lower average cash balances for the period due to investements in Iscor Limited (Iscor) and Avgold Limited (Avgold) as well as loans to Chambishi. Overall, Avmin's headline earnings for the six months ended 31 December 2001 decreased to R31 million compared with R134 million in the six months ended 31 December 2000. In terms of headline earnings this equates to 28 cents (124 cents) per share.

The contributions to earnings by the South African operations improved primarily as a result of the weaker SA rand/US dollar exchange rate. However, the Chambishi cobalt and copper operation in Zambia experienced significant technical difficulties as well as an unexpectedly large decline in the cobalt price. The price reduced from US$10/lb to US$7/lb over the reporting period. These two factors were the main reason for the decision on 29 January 2002 to partially write-down the investment in Chambishi by approximately R1,5 billion. The residual value of approximately R800 million, or US$70 million, is deemed reasonable and has been endorsed by the Company's independent auditors.

Following a decision to boost the Group's liquidity an agreement was entered into in terms of which Avmin sold its entire Iscor shareholding to Stimela Mining Limited (Stimela) and entered into a joint venture with Stimela to pursue opportunities in iron ore. Stimela paid Avmin an amount of R24,00 per share for its shareholding of 31 093 300 Iscor shares, which represented a total consideration of R746 239 200 for Avmin. Stimela also granted Avmin a call option on between 10 and 25 per cent of Stimela's shares in Kumba Resources Limited. It was announced on 16 January 2002 that an agreement had been concluded in terms of which Avmin had sold this option right to Stimela for R75 million. The joint venture, formed between Avmin and Stimela, remains intact.

In addition, Avmin made various other disposals during the period, which included half (2,5 milllion shares) of the Company's shareholding in Assore Limited (Assore) for R95 million. Assore is Avmin's partner in Assmang Limited (Assmang). Avmin also sold 28 million Avgold shares, which raised R139 million. The Company's holding in Avgold is now 56 per cent.

The Avmin Group's total capital expenditure for the period amounted to R843 million, made up as follows: precious metals – R369 million; ferrous metals – R186 million; nickel – R14 million; and cobalt/copper – R274 million.

FERROUS METALS

Avmin's 50,3 per cent held manganese, chrome and iron ore producer, **Assmang**, increased headline earnings by 14 per cent from R106 million to R121 million for the six months. This was mainly as a result of the weaker SA rand/US dollar exchange rate as the majority of Assmang's products are sold in US dollars.

Sales volumes of manganese ore were unchanged at 0,6 million tons and iron ore sales, following the commissioning of the jig plant at the end of the last financial year, rose 22 per cent to 2,2 million tons (1,8 million tons). Sales of ferro-manganese were slightly lower at 82 400 tons (85 700 tons), while ferro-chrome sales increased significantly to 88 900 tons (44 700 tons).

During the period under review, Assmang's capital expenditure to maintain and improve operations amounted to R186 million (R229 million). This expenditure was primarily incurred on Assmang's new chrome furnace and the new shaft at its existing manganese mine. Details of these projects follow:

- The R375 million chrome expansion at the Machadodorp works consisting of a closed 54 MVA furnace and a 350 000 tons per annum pelletising plant was completed and commissioned within budget. The new furnace increases capacity to over 300 000 tons of chrome alloy annually. Assmang's investment in its chrome expansions over the last few years amounts to approximately R750 million, including the acquisition of the Dwarsrivier chrome resources and property, the construction and commissioning of the Dwarsrivier chrome ore mine, upgrades to existing furnaces at the ferro-chrome facility and the latest expansion of the new furnace and pelletising plant.
- The sinking and establishment of the R517 million shaft complex at the Nchwaning manganese mine is on schedule and within budget. By January 2002 the decline shaft had advanced 1 102 metres of the required 2 200 metres total length, while the vertical, man and material shaft reached a final depth at 421 metres. Shaft equipping has now commenced on schedule. It is expected that the shaft complex will be completed during the latter half of the calendar year 2003 and will have an annual mine capacity of about two million tons of high grade manganese ore.

NICKEL

The **Nkomati nickel mine**, 75 per cent owned by Avmin, has had another pleasing half year. Ore milled was only slightly lower at 135 000 tons (137 000 tons), which produced 23 700 tons (21 400 tons) of concentrates with average grades of 9,34 per cent (10,43 per cent) for nickel and 6,81 per cent (6,40 per cent) for copper. The nickel feed grade was over 2 per cent. Sales achieved were 1 880 tons (2 290 tons) of nickel, 1 380 tons (1 280 tons) of copper, 26 tons (31 tons) of cobalt and 16 900 ounces (18 670 ounces) of Platinum Group Metals (PGMs).

The mine remains cost competitive with a nickel production cost, net of by-product credits, of US$0,58/lb, while the average nickel price achieved over the period amounted to US$2,40/lb (US$3,56/lb).

As a result of the lower production, the reduced nickel price and despite the weaker SA rand, which started its significant devaluation towards the end of the six months, Nkomati's profit before taxation decreased to R109 million (R137 million). During the review period R14 million was expended on capital projects.

The feasibility study on the major expansion at Nkomati will be presented to the joint venture partners this quarter. The partners will then assess the project, its funding and project release date.

COBALT AND COPPER

Chambishi, owned 90 per cent by Avmin, has experienced a difficult half-year as a result of the receipt of substandard concentrate with a lower percentage of contained metal. The plant treated a total of 64 500 tons (43 200 tons) of concentrate during the period. The existing refinery produced an unchanged 1 500 tons of cobalt of which 300 tons were for Chambishi's own account. It also produced 6 400 tons (5 840 tons) of copper of which 240 tons was Chambishi's own metal. The average cobalt price received was significantly down on the last six months at US$8,00/lb (US$11,50/lb). In addition, operating costs for Chambishi's new smelter and downstream facilities have been included from 1 November 2001. This all resulted in Chambishi reporting an operating loss of R69 million (R21 million-loss) for the six months.

Various technical difficulties at the new Chambishi expansion project have caused a serious delay in bringing this plant to full production. The furnace at this new plant had to be shut down for the second time during the calendar year 2001 in order to replace a small section of the refractory brick lining. The furnace is in the process of being recommissioned and it will have to be shut down in August/September 2002 to install a redesigned cooling system.

The reduced output prior to the refurbishment in August/September 2002 from this plant, coupled with the lower than planned prevailing cobalt price, will result in a negative contribution from Chambishi towards Avmin's earnings for the financial year.

The capital investment to date in Chambishi was US$266 million. US$24 million capital expenditure was incurred during the half year to 31 December 2001.

PRECIOUS METALS

Avmin's 56 per cent held gold producer, **Avgold,** increased revenue to R128 million (R105 million), while costs and expenses were higher at R114 million (R96 million). This led to an improved operating profit of R14 million (R9 million). After investment income, the headline earnings rose to R15 million (R12 million). Capital expenditure rose significantly to R369 million, from R267 million, as Target started building-up to its full production level. This includes an amount of R113 million of capitalised exchange losses on the US dollar borrowings related to Target.

Avgold's shareholders were informed that the company had considered the merits of the disposal of the ETC gold mining complex at Barberton, Mpumalanga Province. Prospective buyers were invited to participate in a formal process and numerous offers were received. However, in view of a change in the mine's value following recent weakness of the SA rand, the Avgold board decided to discontinue the sale process and review its future strategic plans for ETC.

ETC's total milled tonnages rose to 169 800 tonnes (144 600 tonnes) at the mine's full capacity; the average yield was lower at 8,47g/t (9,90g/t), which resulted in gold sales being only slightly higher at 1 438kg (1 432kg). Cash costs increased to R68 140/kg (R57 911/kg), but in dollar terms reduced to US$233/oz (US$249/oz).

The Target mine's completion test for full production capacity from underground, being 3 500 tons hoisted on five consecutive days, was achieved on 19 December 2001, two months ahead of schedule. The commissioning of the new metallurgical plant has been completed and full performance testing is underway. The three massive stopes, required to achieve the planned stoping tonnage, were brought into production during the last quarter of 2001 and work on the remaining underground infrastructure and facilities is progressing satisfactorily.

Draw-downs on the five-year term loan arranged to complete Target totals R534 million of the R700 million facility. Including exchange losses, the total amount owing is R647 million. It is expected that neither the full primary facility of R650 million nor the cost overrun facility of R50 million will be required.

The exploration drilling programme in the northern Free State, immediately north of the Target mine – within the Paradise area – is continuing. The drilling of the two boreholes, ERO 5 and ERO 6, are ahead of schedule. Both holes have now confirmed the position of the EA Zone and deflections are being drilled to explore the extent of the reef package. It is anticipated that the first set of results will be available early in the next financial year.

Avmin's 55 per cent held PGMs company, **Two Rivers Platinum (Pty) Limited** (Two Rivers), is continuing its exploration drilling programme on the PGM property recently acquired from Assmang. Impala Platinum Holdings Limited (Implats) owns the balance of this company. Seven exploration drill rigs are operating on the property and assay results are expected by the end of the financial year. A bulk sample was removed for assessment purposes during January 2002. A full feasibility study is being undertaken in tandem with the drilling programme and, when completed, will be submitted to the Two Rivers board. This is expected to occur during the first half of the next financial year. Pending the outcome of the study, a decision could be made to proceed with a mine capable of producing between 160-170 000 ounces of PGMs annually. The estimated total capital expenditure for the new mine will be approximately R500 million. The mine will produce a concentrate that will be sent to Implats' refinery to generate the finished product.

PROSPECTS FOR THE REMAINDER OF THE FINANCIAL YEAR 2002

Headline earnings for the remaining half of the year ending 30 June 2002 from the South African operations, are expected to comfortably exceed those of the last six months provided the SA rand/US dollar exchange rate and commodity prices are maintained at current levels. In addition, earnings over this period will benefit from good cost containment at all operations. However, these positive effects will not offset the expected loss from Chambishi. Therefore, the board remains of the opinion that Avmin's headline earnings for the full year, which excludes the Chambishi write-down and the profit on the sales of investments, will be significantly lower than those of the 2001 financial year.

For and on behalf of the Board:

Kennedy W Maxwell	Richard P Menell
Chairman	*Deputy Chairman and CEO*

Johannesburg
1 March 2002

GROUP BALANCE SHEET

AT 31 DECEMBER 2001

	Unaudited Half-year ended 31 December		Audited Year ended 30 June
	2001	2000	2001
	Rm	Rm	Rm
ASSETS			
Non-current assets			
Tangible assets	**5 520**	4 867	5 987
Intangible assets	**8**	–	9
Loans and long-term receivables	**–**	3	–
Deferred tax assets	**39**	13	47
Environmental rehabilitation trust funds	**59**	51	59
Investments	**104**	252	1 186
	5 730	5 186	7 288
Current assets			
Inventories	**867**	746	722
Trade and other receivables	**1 263**	449	664
Taxation	**–**	7	1
Deposits and cash	**472**	923	439
	2 602	2 125	1 826
Total assets	**8 332**	7 311	9 114
EQUITY AND LIABILITIES			
Capital and reserves			
Ordinary share capital	**6**	5	6
Preference share capital	**–**	4	–
Share premium	**59**	51	56
Non-distributable reserves	**85**	73	679
Distributable reserves	**2 142**	3 118	3 267
Shareholders' interest in capital and reserves	**2 292**	3 251	4 008
Minority interest	**1 854**	1 413	1 483
Total shareholders' interest	**4 146**	4 664	5 491
Non-current liabilities			
Long-term borrowings – interest bearing	**1 478**	955	921
– non-interest bearing	**–**	5	–
Deferred tax liabilities	**369**	297	360
Long-term provisions	**212**	201	196
	2 059	1 458	1 477
Current liabilities			
Trade and other payables	**591**	291	387
Provisions	**63**	101	116
Taxation	**68**	103	78
Derivative instruments	**–**	–	11
Overdrafts and short-term borrowings	**1 405**	694	1 554
	2 127	1 189	2 146
Total equity and liabilities	**8 332**	7 311	9 114

GROUP INCOME STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

		Unaudited Half-year ended 31 December 2001 Rm	2000 Rm	Increase/ (Decrease) %	Audited Year ended 30 June 2001 Rm
Revenue		**1 663**	1 224	36	2 806
Cost of sales		**1 271**	891	43	2 083
Gross profit		**392**	333	18	723
Other operating income		**153**	70		211
Other operating expenses		**322**	149		338
Profit from operations		**223**	254	(12)	596
Income from investments		**27**	89		108
Finance costs		**74**	60		132
Profit before taxation and exceptional items		**176**	283	(38)	572
Exceptional items		**(1 157)**	12		–
Profit/(loss) before taxation		**(981)**	295	(433)	572
Taxation		**134**	94		167
Profit/(loss) after taxation		**(1 115)**	201	(655)	405
Minority interest		**10**	55	(82)	124
Earnings		**(1 125)**	146	(871)	281
Headline earnings		**31**	134	(77)	281
Earnings/(loss) per share	(cents)	**(1 017)**	135		259
Headline earnings per share	(cents)	**28**	124		259
Fully diluted earnings/(loss) per share	(cents)	**(1 002)**	131		251
Fully diluted headline earnings per share	(cents)	**28**	121		251
Number of shares in issue at end of period	(thousands)	**111 159**	108 409		110 105
Weighted average number of shares in issue	(thousands)	**110 661**	108 050		108 379
Weighted average number of shares used in calculating fully diluted earnings per share	(thousands)	**112 246**	111 071		112 073

Note: The Group results for 2000 include Hartebeestfontein gold mine to date of disposal on 16 August 2000.

GROUP CASH FLOW STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

	Unaudited Half-year ended 31 December		Audited Year ended 30 June
	2001 Rm	2000 Rm	2001 Rm
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from customers	**1 651**	1 514	2 967
Cash paid to suppliers and employees	**1 491**	1 309	2 441
Cash generated from operations	**160**	205	526
Interest received	**25**	88	106
Interest paid	**(74)**	(60)	(132)
Dividends received	**1**	1	2
Dividends paid	**(9)**	(1 217)	(1 222)
Capital distribution	**–**	(1 697)	(1 697)
Taxation paid	**(116)**	(178)	(237)
Net cash outflow from operating activities	**(13)**	(2 858)	(2 654)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of joint venture	**–**	16	6
Additions to fixed assets to maintain operations	**(144)**	(198)	(291)
Additions to fixed assets to expand operations	**(599)**	(732)	(1 793)
Proceeds on disposal of fixed assets	**1**	1	2
Proceeds on disposal of investments	**712**	5	12
Decrease/(increase) in investment loans and receivables	**–**		4
Other investments acquired	**–**	(197)	(497)
Net cash outflow from investing activities	**(30)**	(1 105)	(2 557)
CASH FLOW FROM FINANCING ACTIVITIES			
Funding received from shareholders	**3**	176	182
Funding received from minority shareholders	**248**		
Long-term borrowings raised	**312**	376	726
Long-term borrowings repaid	**–**	(3)	(4)
Increase/(decrease) in short-term borrowings	**(487)**	178	599
(Increase) in treasury liabilities	**–**	(1)	(13)
Net cash inflow from financing activities	**76**	726	1 490
Net increase/(decrease) in cash and cash equivalents	**33**	(3 237)	(3 721)
Effects of exchange rate changes			
Cash and cash equivalents at beginning of period	**439**	4 160	4 160
Cash and cash equivalents at end of period	**472**	923	439
Cash generated form operations per share (cents)	**145**	190	485

STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

	Share capital and premium Rm	Foreign currency translation Rm	Revaluation surplus Rm	Other Rm	Retained earnings Rm	Total Rm
Half-year ended 31 December 2001						
Balance at 30 June 2001	**62**	**6**	**638**	**35**	**3 267**	**4 008**
Earnings	–	–	–	–	(1 125)	**(1 125)**
Foreign currency translation	–	(24)	–	–	–	**(24)**
Revaluation and disposal of listed investments	–	–	(570)	–	–	**(570)**
Share options exercised	3	–	–	–	–	**3**
Other movements	–	–	3	(3)	–	**–**
Balance at 31 December 2001	**65**	**(18)**	**71**	**32**	**2 142**	**2 292**
Half-year ended 31 December 2000						
Balance at 30 June 2000	**60**	**6**	**3**	**47**	**2 971**	**3 087**
Earnings	–	–	–	–	146	**146**
Foreign currency translation	–	17	–	–	–	**17**
Other movements	–	–	–	–	1	**1**
Balance at 31 December 2000	**60**	**23**	**3**	**47**	**3 118**	**3 251**
Year ended 30 June 2001						
Balance at 30 June 2000	**60**	**6**	**3**	**47**	**2 971**	**3 087**
Earnings	–	–	–	–	281	**281**
Revaluation of listed investments	–	–	635	–	–	**635**
Share options exercised	2	–	–	–	–	**2**
Reallocation of reserves	–	–	–	(12)	12	**–**
Other	–	–	–	–	3	**3**
Balance at 30 June 2001	**62**	**6**	**638**	**35**	**3 267**	**4 008**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

1. BASIS OF PREPARATION

The financial information for the half-year ended 31 December 2001 has been prepared adopting the same accounting policies used in the most recent annual financial statements. The annual financial statements are prepared on the historical cost basis as adjusted for the revaluation of certain freehold land and buildings, and the fair value revaluation of derivatives, trading and available for sale investment securities and are in accordance with South African Statements of Generally Accepted Accounting Practice and International Accounting Standards.

	Unaudited Half-year ended 31 December 2001 Rm	Unaudited Half-year ended 31 December 2000 Rm	Audited Year ended 30 June 2001 Rm
2. INVESTMENTS			
Listed			
Original cost	**31**	249	546
Revaluation surplus	**68**	–	635
Closing carrying amount	**99**	249	1 181
Unlisted – book value	**5**	3	5
Total carrying amount of investments	**104**	252	1 186
Market value of listed investments	**99**	394	1 181
3. BORROWINGS			
Long-term borrowings comprise:			
– Anglovaal Mining Limited	**–**	469	–
– Assmang Limited	**4**	4	3
– Anglovaal Air (Pty) Limited	**–**	35	–
– Avgold Limited	**657**	–	302
– Chambishi Metals plc	**812**	452	616
– Two Rivers Platinum (Pty) Limited	**5**	–	–
	1 478	960	921
Overdrafts and short-term borrowings comprise:			
– Anglovaal Mining Limited	**712**	26	501
– Assmang Limited	**424**	620	910
– Anglovaal Air (Pty) Limited	**12**	14	23
– Avgold Limited	**3**	5	5
– Chambishi Metals plc	**254**	29	115
	1 405	694	1 554
Total borrowings	**2 883**	1 654	2 475

3. BORROWINGS (continued)

Group borrowings increased by R408 million during the period to R2 883 million (R2 475 million). Avgold Limited drew down R353 million against facilities to enable its developing Target mine to be brought into production.

Interest capitalised for the half-year ended 31 December 2001 amounted to R53 million (2000: R30 million).
Interest capitalised for the year ended 30 June 2001 amounted to R94 million.

	Unaudited Half-year ended 31 December 2001 Rm	Unaudited Half-year ended 31 December 2000 Rm	Audited Year ended 30 June 2001 Rm
4. EXCEPTIONAL ITEMS			
Surplus on disposal of Iscor Limited investment	**342**	–	–
Surplus on disposal of other investments	**124**	12	–
Impairment of assets – Chambishi Metals plc	**(1 619)**	–	–
Provision for guarantees	**(4)**	–	–
Exceptional items per income statement	**(1 157)**	12	–
Taxation	**(55)**	–	–
Minority interest	**56**	–	–
Net exceptional items	**(1 156)**	12	–
5. HEADLINE EARNINGS			
Earnings per income statement	**(1 125)**	146	281
Impairment of assets – Chambishi Metals plc	**1 619**	–	–
Provisions for guarantees	**4**	–	–
Surplus on disposal of investments	**(466)**	(12)	–
	32	134	281
Taxation	**55**	–	–
Minority interest	**(56)**	–	–
Headline earnings	**31**	134	281

	Unaudited Half-year ended 31 December 2001 Rm	Unaudited Half-year ended 31 December 2000 Rm	Audited Year ended 30 June 2001 Rm
6. COMMITMENTS AND CONTINGENT LIABILITIES			
Commitments in respect of capital expenditure:			
Approved by directors			
– contracted for	**523**	643	272
– not contracted for	**512**	1 079	988
Total commitments	**1 035**	1 722	1 260
Contingent liabilities			
– Back-to-back guarantees	**180**	180	180
– Guarantee of Chambishi Metals plc loan in favour of Rand Merchant Bank and Industrial Development Corporation of South Africa Limited	**1 012**	452	540
Total contingent liabilities	**1 192**	632	720
Total commitments and contingent liabilities	**2 227**	2 354	1 980

The Company has a contingent liability for tax relating to the Anglovaal Limited loan stock redemption premium that the South African Revenue Service disallowed in 1998. The potential liability for tax is R107 million plus interest.

The back-to-back guarantee is a guarantee to Assore Limited (Assore) in respect of guarantees issued to bankers by Assore to secure a short-term export finance agreement facility of R180 million (2000: R180 million). Short-term export finance loans negotiated in terms of the above facility in the ordinary course of business at 31 December 2001 were R105 million (2000: R73 million).

Anglovaal Mining Limited has provided an irrevocable and unconditional guarantee to Copperbelt Energy Corporation plc (CEC) and The Development Bank of Southern Africa Limited (DBSA) for the due and punctual payment by Chambishi Metals plc (Chambishi) of the capital charge component of the power supply assets installed and owned by CEC for which financing was obtained by CEC from DBSA. The total capital charge obligation commenced at US$11 500 000 and will reduce over 10,5 years ending June 2012 as capital charge payments are made by Chambishi.

A contingent liability exists, arising from an agreement with LTA Process Engineering whereunder Avgold Limited is liable for the erection costs of a tailings dam, should a dump reclamation project at the latter's ETC mining complex be cancelled.

Rm	Precious metals	Cobalt/ Copper	Ferrous metals	Nickel	Corporate and Other	Total
7. SEGMENTAL INFORMATION						
Primary segmental information						
Half year ended 31 December 2001						
Revenue						
External revenue	128	232	1 162	141	–	**1 663**
Cost of sales	(109)	(233)	(850)	(79)	–	**(1 271)**
Other operating income	–	–	26	28	99	**153**
Other operating expenses	(7)	(52)	(106)	(10)	(147)	**(322)**
Reallocated corporate expenditure	–	(10)	23	3	(16)	**–**
Profit from operations	12	(63)	255	83	(64)	**223**

Rm	Precious metals	Cobalt/ Copper	Ferrous metals	Nickel	Corporate and Other	Total
7. SEGMENTAL INFORMATION (continued)						
Balance brought forward	12	(63)	255	83	(64)	**223**
Income from investments	–	–	1	1	25	**27**
Finance cost	–	(19)	(43)	–	(12)	**(74)**
Exceptional items –						
– Chambishi Metals plc	–	(1 619)	–	–	–	**(1 619)**
– other	–	–	–	–	462	**462**
Taxation	–	1	(68)	(27)	(40)	**(134)**
Minority interest	(6)	56	(60)	–	–	**(10)**
Contribution to earnings	6	(1 644)	85	57	371	**(1 125)**
Contribution to headline earnings	6	(82)	85	57	(35)	**31**
Other information						
Consolidated total operating assets	2 992	1 226	2 652	243	890	**8 003**
Intangibles and mineral rights	141	–	184	–	4	**329**
Consolidated total assets	3 133	1 226	2 836	243	894	**8 332**
Consolidated total liabilities	937	1 236	1 000	68	945	**4 186**
Capital expenditure	369	274	186	14	–	**843**
Depreciation	14	34	51	7	2	**108**
Half year ended 31 December 2000						
Revenue						
External revenue	105	162	786	171	–	**1 224**
Cost of sales	(91)	(170)	(558)	(72)	–	**(891)**
Other operating income	1	6	3	4	56	**70**
Other operating expenses	4	(24)	(41)	(2)	(86)	**(149)**
Reallocated corporate expenditure	–	(2)	13	–	(11)	**–**
Segment result	19	(28)	203	101	(41)	**254**
Income from investments	1	1	2	2	83	**89**
Finance cost	–	(7)	(31)	–	(22)	**(60)**
Exceptional items	–	–	–	–	12	**12**
Taxation	–	11	(55)	(31)	(19)	**(94)**
Minority interest	(4)	2	(53)	–	–	**(55)**
Contribution to earnings	16	(21)	66	72	13	**146**
Contribution to headline earnings	16	(21)	66	72	1	**134**

Precious Rm	Precious metals	Cobalt/ Copper	Ferrous metals	Nickel	Corporate and Other	Total
7. SEGMENTAL INFORMATION (continued)						
Other information						
Consolidated total assets	2 306	1 535	2 092	271	1 107	**7 311**
Consolidated total liabilities	177	1 113	1 016	110	231	**2 647**
Capital expenditure	267	424	229	8	2	**930**
Depreciation	1	15	42	11	2	**71**
Year ended 30 June 2001						
Revenue						
External revenue	218	326	1 926	327	9	**2 806**
Cost of sales	(181)	(353)	(1 402)	(140)	(7)	**(2 083)**
Other operating income	9	–	2	6	194	**211**
Other operating expenses	7	(54)	(112)	(10)	(169)	**(338)**
Reallocated corporate expenditure	–	(8)	39	–	(31)	**–**
Segment result	53	(89)	453	183	(4)	**596**
Income from investments	1	2	2	4	99	**108**
Finance cost	–	(12)	(68)	–	(52)	**(132)**
Taxation	–	29	(119)	(57)	(20)	**(167)**
Minority interest	(15)	6	(115)	–	–	**(124)**
Contribution to earnings	39	(64)	153	130	23	**281**
Contribution to headline earnings	39	(64)	153	130	23	**281**
Other information						
Consolidated total operating assets	2 545	2 080	2 405	206	1 546	**8 782**
Intangibles and mineral rights	143	–	184	–	5	**332**
Consolidated total assets	2 688	2 080	2 589	206	1 551	**9 114**
Consolidated total liabilities	517	1 704	1 400	58	(56)	**3 623**
Capital expenditure	600	834	626	21	3	**2 084**
Depreciation	4	31	90	22	4	**151**

US$ REPORTING

AT 31 DECEMBER 2001

For the benefit of international investors, the balance sheet, income statement, cash flow statement of the Group and the statement of changes in equity, presented in South African rand and set out on pages 7 to 10, have been translated into United States dollars and are presented on pages 16 to 19. The balance sheet is translated at the rate of exchange ruling at the close of business at 31 December 2001 and the income statement and cash flow statement are translated at the average exchange rates for the periods reported. These schedules do not form part of the financial statements.

The exchange rates were as follows:	**Half-year ended 31 December 2001 R/US$**	**Half-year ended 31 December 2000 R/US$**	**Year ended 30 June 2001 R/US$**
Balance sheet	**R11,50**	R7,57	R8,08
Income statement and cash flow statement	**R9,29**	R7,30	R7,61

US$ GROUP BALANCE SHEET

AT 31 DECEMBER 2001

	US$m	**US$m**	**US$m**
ASSETS			
Non-current assets			
Tangible assets	**480**	643	741
Intangible assets			1
Deferred tax assets	**3**	2	6
Environmental rehabilitation trust funds	**5**	7	7
Investments	**9**	33	147
	497	685	902
Current assets			
Inventories	**75**	99	89
Trade and other receivables	**110**	59	83
Taxation	**–**	1	–
Deposits and cash	**41**	122	54
	226	281	226
Total assets	**723**	966	1 128
EQUITY AND LIABILITIES			
Capital and reserves			
Ordinary share capital	**1**	1	1
Preference share capital	**–**	1	–
Share premium	**5**	7	7
Non-distributable reserves	**7**	10	84
Distributable reserves	**186**	412	405
Shareholders' interest in capital and reserves	**199**	431	497
Minority interest	**161**	187	183
Total shareholders' interest	**360**	618	680
Non-current liabilities			
Long-term borrowings – interest bearing	**129**	126	114
– non-interest bearing	**–**	1	–
Deferred tax liabilities	**32**	38	45
Long-term provisions	**18**	27	24
	179	192	183
Current liabilities			
Trade and other payables	**51**	38	48
Provisions	**5**	13	14
Taxation	**6**	14	10
Derivative instruments	**–**	–	1
Overdrafts and short-term borrowings	**122**	91	192
	184	156	265
Total equity and liabilities	**723**	966	1 128

US$ GROUP INCOME STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

		Half-year ended 31 December		Year ended 30 June
		2001	2000	2001
		US$m	US$m	US$m
Revenue		**179**	168	369
Cost of sales		**137**	122	274
Gross profit		**42**	46	95
Other operating income		**16**	10	27
Other operating expenses		**35**	20	44
Profit from operations		**23**	36	78
Income from investments		**3**	12	14
Finance costs		**8**	8	17
Profit before taxation and exceptional items		**18**	40	75
Exceptional items		**(125)**	2	–
Profit/(loss) before taxation		**(107)**	42	75
Taxation		**14**	13	22
Profit/(loss) after taxation		**(121)**	29	53
Minority interest		**1**	8	16
Earnings		**(122)**	21	37
Headline earnings		**4**	19	37
Earnings/(loss) per share	(cents)	**(110)**	19	34
Headline earnings per share	(cents)	**4**	18	34
Fully diluted earnings/(loss) per share	(cents)	**(109)**	19	33
Fully diluted headline earnings per share	(cents)	**4**	17	33
Number of shares in issue at end of period	(thousands)	**111 159**	108 409	110 105
Weighted average number of shares in issue	(thousands)	**110 661**	108 050	108 379
Weighted average number of shares used in calculating fully diluted earnings per share	(thousands)	**112 246**	111 071	112 073

US$ GROUP CASH FLOW STATEMENT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

	Half-year ended 31 December 2001 US$m	Half-year ended 31 December 2000 US$m	Year ended 30 June 2001 US$m
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from customers	**178**	207	390
Cash paid to suppliers and employees	**160**	179	321
Cash generated from operations	**18**	28	69
Translation adjustment	**(59)**	(48)	(69)
Interest received	**3**	12	14
Interest paid	**(8)**	(8)	(17)
Dividends received	**(1)**	(167)	(161)
Capital distribution	**–**	(232)	(223)
Taxation paid	**(12)**	(24)	(31)
Net cash outflow from operating activities	**(59)**	(439)	(418)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of joint venture	**–**	2	1
Additions to fixed assets to maintain operations	**(16)**	(27)	(38)
Additions to fixed assets to expand operations	**(64)**	(100)	(236)
Proceeds on disposal of investments	**117**	1	2
Decrease /(increase) in investment loans and receivables	**–**	–	1
Other investments acquired	**–**	(27)	(65)
Net cash outflow from investing activities	**37**	(151)	(335)
CASH FLOW FROM FINANCING ACTIVITIES			
Funding received from shareholders	**27**	24	24
Long-term borrowings raised	**34**	52	95
Long-term borrowings repaid	**–**	–	(1)
Increase/(decrease) in short-term borrowings	**(52)**	24	79
(Increase) in treasury liabilities	**–**	–	(2)
Net cash inflow from financing activities	**9**	100	195
Net (decrease) in cash and cash equivalents	**(13)**	(490)	(558)
Cash and cash equivalents at beginning of period	**54**	612	612
Cash and cash equivalents at end of period	**41**	122	54
Cash generated from operations per share (cents)	**16**	26	64

US$ STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2001

	Share capital and premium US$m	Foreign currency translation US$m	Revaluation surplus US$m	Other US$m	Retained earnings US$m	Total US$m
Half-year ended 31 December 2001						
Balance at 30 June 2001	**8**	**1**	**80**	**3**	**405**	**497**
Earnings	–	–	–	–	(122)	**(122)**
Foreign currency translation	(2)	–	(25)	–	(97)	**(124)**
Revaluation and disposal of listed investments			(52)			**(52)**
Other movements	–	–	–	–	–	**–**
Balance at 31 December 2001	**6**	**1**	**3**	**3**	**186**	**199**
Half-year ended 31 December 2000						
Balance at 30 June 2000 previously reported	**9**	**1**	**1**	**6**	**437**	**454**
Earnings	–	–	–	–	21	**21**
Foreign currency translation	–	3	–	–	–	**3**
Other movements	–	–	–	(1)	(46)	**(47)**
Balance at 31 December 2000	**9**	**4**	**1**	**5**	**412**	**431**
Year ended 30 June 2001						
Balance at 30 June 2000	**9**	**1**	**1**	**6**	**437**	**454**
Earnings	–	–	–	–	37	**37**
Foreign currency translation	(1)	–	–	(1)	(71)	**(73)**
Revaluation of listed investments	–	–	79	–	–	**79**
Reallocation of reserves	–	–	–	(2)	2	**–**
Balance at 30 June 2001	**8**	**1**	**80**	**3**	**405**	**497**