

# Operational reviews continued

## Harmony Gold Mining Company Limited



### Key features for F2024

**Headline earnings** per share increased by 132% to 1 852 cents per share.

**Final dividend** per share of 94 cents.

**F2024 production**, grade and cost guidance exceeded.

**Growing investment** in copper, a future-facing metal.



Mponeng Mine

	Unit	F2024	F2023
<b>Gold produced</b>	kg	<b>48 578</b>	45 651
	000oz	<b>1 561 815</b>	1 467 715
<b>Cash operating costs</b>	R/kg	<b>758 736</b>	735 634
	US\$/oz	<b>1 262</b>	1 288
<b>Financial performance</b>			
Revenue	R million	<b>61 379</b>	49 275
Costs of sales	R million	<b>(47 233)</b>	(39 535)
Impairment of assets	R million	<b>(2 793)</b>	–
Gross profit	R million	<b>14 146</b>	9 740
Net profit for the year	R million	<b>8 688</b>	4 883
Total headline earnings	Cents per share	<b>1 852</b>	800
Total capital expenditure	R million	<b>8 327</b>	7 598
<b>Market performance</b>			
Average gold price received	R/kg	<b>1 201 653</b>	1 032 646
	US\$/oz	<b>1 999</b>	1 808
Market capitalisation	R million	<b>106 314</b>	48 982

## Financial and operational performance

ARM's investment in Harmony was positively revalued by R6 630 million in F2024 (F2023: R2 037 million) as the Harmony share price increased by 112% from R79.25 at 30 June 2023 to R168.05 at 30 June 2024. The Harmony investment is therefore reflected on the ARM statement of financial position at R12 548 million (F2023: R5 918 million) based on its share price.

Gains and losses are accounted for, net of deferred capital gains tax, through the statement of comprehensive income. Dividends from Harmony are recognised in the ARM statement of profit or loss on the last day of registration following dividend declaration.

Copper is an important commodity, and ARM is seeking to grow and to acquire copper assets. ARM's strategic investment in Harmony aligns with ARM's copper objectives.

Harmony is currently in a strong financial position, with a net cash balance that places them in a favourable position to pursue their growth ambitions.

ARM will continue to consider and evaluate all options relating to its strategic investment in Harmony, with the objective of unlocking and creating value for ARM and its shareholders and stakeholders.

Based on information that has been released by Harmony and is in the public domain, at this stage, the ARM board believes it is in ARM's best interests to retain its equity interest in Harmony.

Subsequent to year end, Harmony declared a final dividend of 94 cents per share.

Harmony's financial performance in F2024 reflects an increase of 78% in net profit to R8 688 million compared to R4 883 million in F2023. Headline earnings per share increased by 132% to 1 852 cents for F2024 from 800 cents for F2023.

Harmony's revenue for the period increased by 25% to R61 379 million from R49 275 million in F2023 mainly a result of the higher recovered grades and a 16% increase in average gold price received to R1 201 653/kg (US\$1 999/oz) from R1 032 646/kg (US\$1 808/oz) in FY2023. Gold revenue increased by 23% to R58 269 million (US\$3 116 million) from R47 519 million (US\$2 675 million).

Harmony's operating free cash flows increased by 111% to R12 743 million (US\$681 million) from R6 031 million (US\$339 million). This is the highest operating free cash flow ever generated at Harmony. Operating free cash flow margins increased to 22% from 13% in the previous financial year. Harmony believes these improved margins are sustainable as a result of higher recovered grades and the increase in contribution from their high-margin surface source operations.

Harmony remains in a net cash position with excellent liquidity as it builds a war chest to fund its comprehensive project pipeline aimed at transforming Harmony into a global gold-copper company. With R12 649 million (US\$695 million) in available headroom through cash and undrawn facilities, Harmony is well positioned to execute on its project pipeline.

Harmony's results for the year ended 30 June 2024 can be found on its website: [www.harmony.co.za](http://www.harmony.co.za).

