

---

# AngloGold Limited

*Focus on value and growth*

Denver Mining Investment Forum 2002

Bobby Godsell, CEO, AngloGold.

# Disclaimer

---

Except for the historical information contained herein, there are matters discussed in this presentation that are forward-looking statements. Such statements are only predictions and actual events or results may differ materially. For a discussion of important factors including, but not limited to, development of the Company's business, the economic outlook in the gold mining industry, expectations regarding gold prices and production, and other factors, which could cause actual results to differ materially from such forward-looking statements, refer to the Company's annual report for the year ended 31 December 2001, which was filed with the Securities and Exchange Commission on March 18, 2002.

Mineral Resources and Ore Reserves are reported in accordance with the Australasian Code for Reporting of Mineral Resources and Ore Reserves (the JORC Code) and the South African Code for the Reporting of Mineral Resources and Mineral Reserves (the SAMREC Code).

# AngloGold : delivering on shareholders' value expectations

---

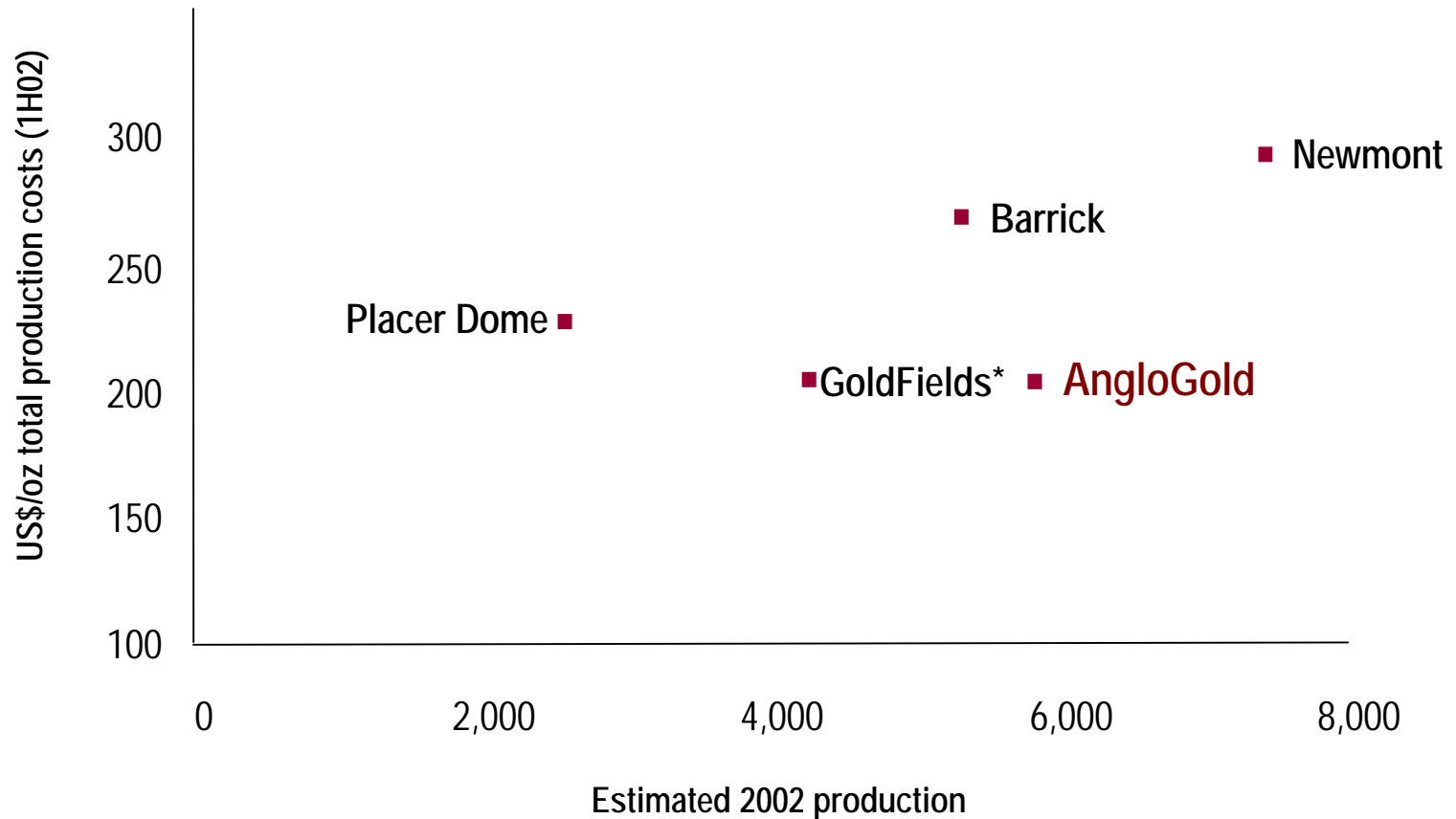
## Since 2000:

- ✓ Excellent track record, with growth in earnings, dividends, margins and returns on equity and capital and substantial decrease in cash operating costs.

## For the six months ended June 2002

- ✓ Headline earnings up 44% to \$176m or \$1.59 per share, with just over half of our earnings coming from outside South Africa, and the lowest cash and total costs of the majors
- ✓ Significant cash generation capability, reinvestment in our future, and substantial shareholder reward today are the defining characteristic of this company. In the past six months, we:
  - ✓ generated \$304 million from operations
  - ✓ reinvested \$118 in organic growth
  - ✓ paid out \$109 million in dividends
- ✓ Return on capital employed of 16% and return on equity of 21%
- ✓ Net debt is currently at \$507 million with debt:equity at 27% - a level we are comfortable with
- ✓ Have steadily reduced our hedge book through last four quarters with the book currently representing 35% of the next five years forecast production or just below 17% of reserves
- ✓ Will continue to use forward sales to manage price risk

# AngloGold : size and total production costs



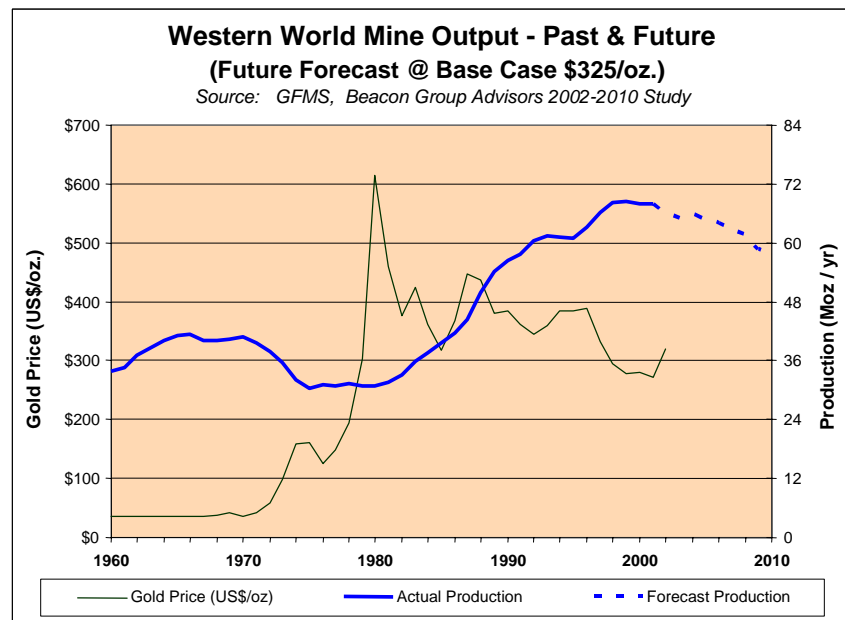
Source: Company Reports, Broker Estimates

\*Total costs are for the year to June 30, 2002



# The Challenge: Growing size and value in a maturing market

- Weight of opinion suggests a significant reduction in production going forward – rate of decline may slow with stronger price, but decline is inevitable.
- Forecasts for 2010 using \$325/oz:
  - Beacon Group Advisors: 56Moz
  - Goldman Sachs: 67Moz (includes “non-Western world” production)
- Step change in demand-supply relationship with positive likely effect on price, against backdrop of assumed continued orderly Central Bank sales
- This means growing pressure on producers to sustain growth patterns of the late 90s in order to maintain their “growth premium” to underlying asset value.
- Companies that can grow reserves for value in this environment will generate real rewards.



# AngloGold's strategic objectives – now the focus is on growth

---

## 1. Leveraging assets

- **Driving the company down the cost curve** through workplace restructuring, literacy training in South Africa and productivity improvements.

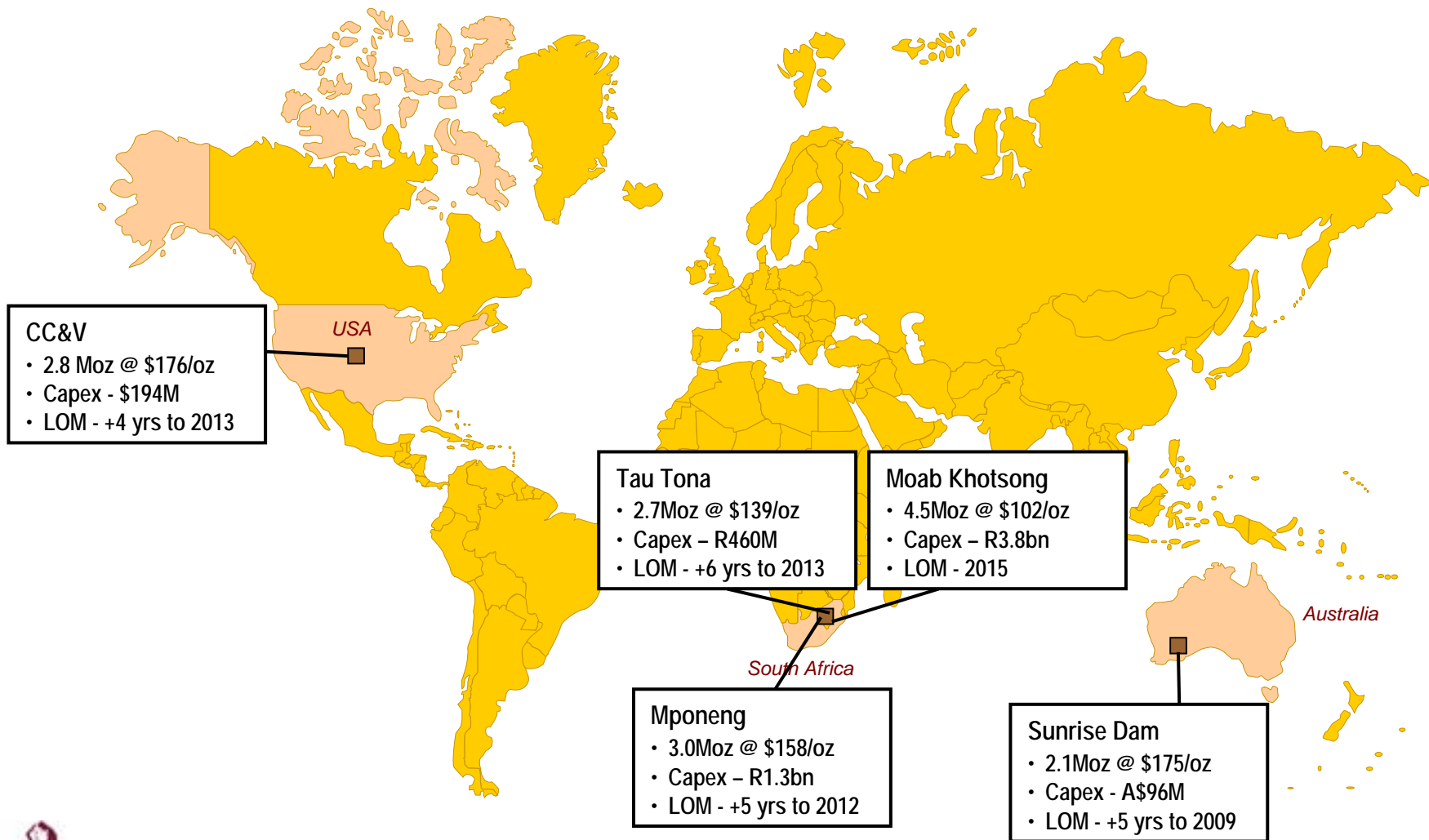
## 2. Growth

- **Value-adding organic growth** via the completion of five major capital projects in SA, Australia and the US and, if feasible, two additional projects in Brazil and Western Australia.
- Continued reserve growth from **brownfields exploration** around existing operations at below \$9/oz.
- Some 13 million new production ounces targeted by 2015 from **greenfields exploration** at below \$30/oz.
- Continuation of AngloGold's **disciplined acquisition strategy**, which has so far delivered 2.3 million low-cost ounces.

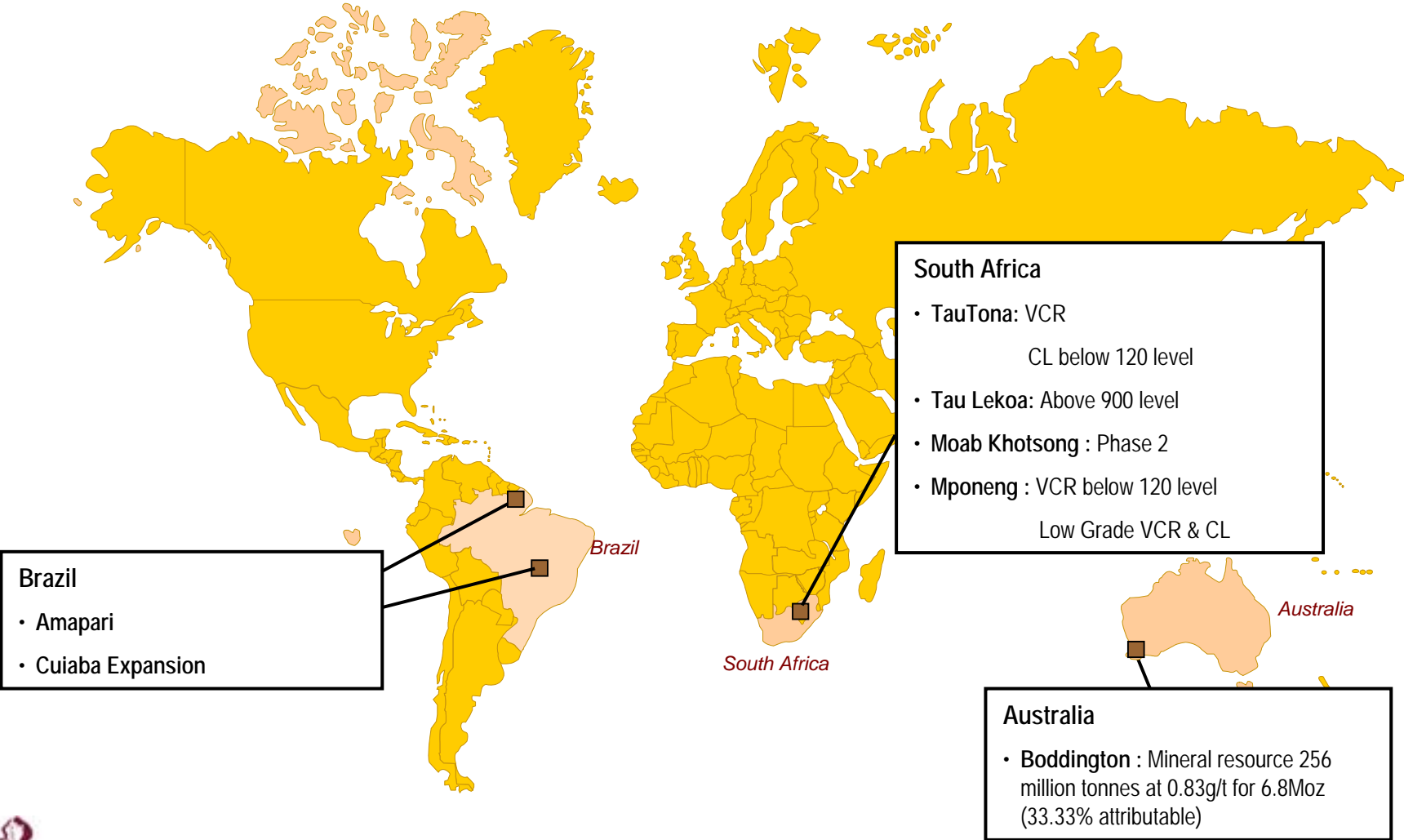
## 3. Modernizing downstream

- Focusing on active market support with a view to modernizing the industry downstream to ensure a healthy customer base.
- Taking advantage of downstream opportunities for potential value capture.

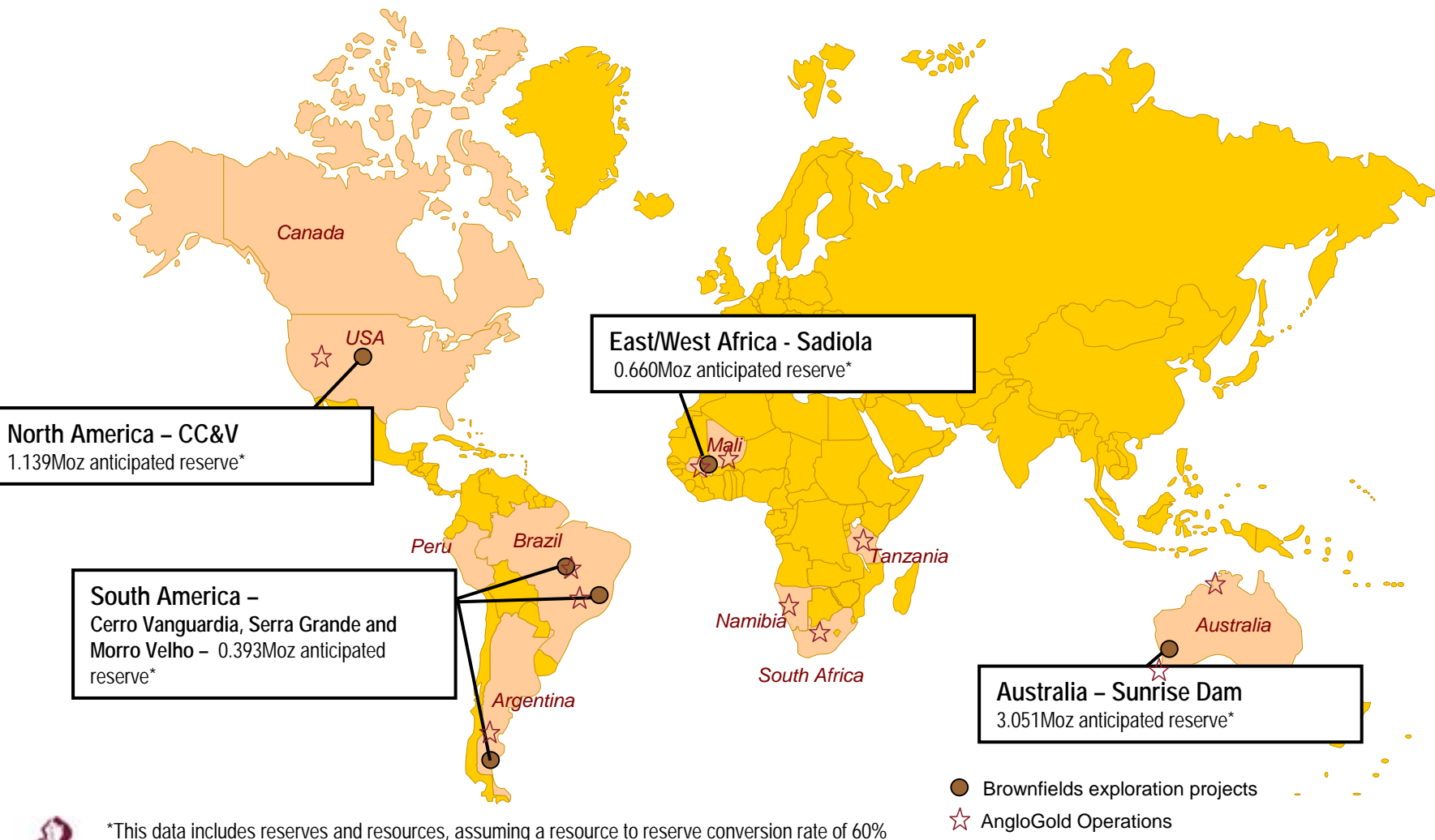
# Organic growth – 5 current capital projects yield 15 million ounces



# Organic growth – projects under consideration



# Growth through brownfields exploration – solid track record of low cost reserve conversion and resource discovery



\*This data includes reserves and resources, assuming a resource to reserve conversion rate of 60%

# Growth through greenfields exploration – Targeting 1Moz a year, on average, going forward



# Size, with value and growth profile

---

Our growth strategy and a gold price consistently above \$300/oz make AngloGold a bigger, better investment proposition, with strong cash flows and a compelling project pipeline

## In South Africa

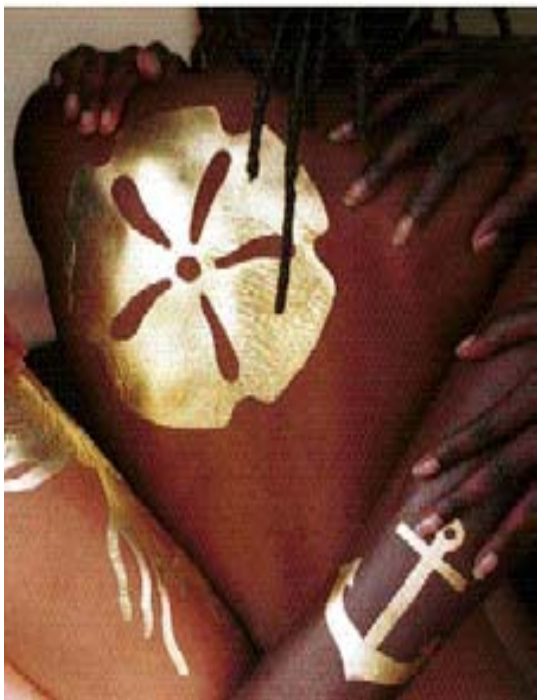
- Six new brownfield projects, in the context of currency devaluation, should increase reserves by some 30% by the end of this year

## Globally

- Expansions and new projects in Tanzania, Namibia, Argentina and Brazil combined with South African growth, provisionally, likely to increase the reserve base by around 20% by year end.

# Modernizing the gold market

---



- AngloGold cares about the physical market for gold because this is where the gold we produce goes and where support for the floor price lies.
- This approach is not in conflict with our commitment to collaborative efforts to promote investment demand for gold.
- Over the last four years, we've become more convinced that this dual strategy is right.

Afridesia



# Modernizing the gold market – jewelry

---



- Because jewelry is the largest consumer of gold, this is where we've focused our effort.
- The design projects we've led have shown the need for innovation to re-awaken interest in gold.
- Our investment in the manufacturing business has confirmed the value of moving away from repetitive product.
- The GoldAvenue retail business has shown how e-retailing can't be all things to all people – it needs to offer uniqueness, with strong support from conventional outlets.

Afridesia



# Modernising the gold market – bullion trading

---



- GoldAvenue's bullion trading business now has customers in Italy, the UAE, Saudi Arabia, India and Malaysia.
- Expect dramatic increase in trade with full functionality
- Experience has shown that internet-based bullion trade can deliver more cost-effectively than the existing system.

Afridesia



# Contacts

---

## South Africa

### Steve Lenahan

11 Diagonal Street  
Johannesburg 2001  
(PO Box 62117, Marshalltown 2107)  
South Africa

Telephone: 27 11 637 6248  
Fax: 27 11 637 6107  
E-mail: slenahan@anglogold.com

### Peta Baldwin

Telephone: 27 11 637 6647  
Fax: 27 11 637 6399  
E-mail: pbaldwin@anglogold.com

## North America

### Charles Carter

509 Madison Avenue, Suite 1914  
New York, NY 10022  
United States of America  
Telephone: 1 800 417 9255  
Telephone: 1 212 750 7999  
Fax: 1 212 750 5626  
E-mail: cecarter@anglogold.com

## Europe

### Tomasz Nadrowski

67 rue du Rhone  
1204 Geneva  
Switzerland  
Telephone: 41 22 718 3312  
Fax: 41 22 718 3334  
E-mail: tnadrowski@anglogold.com

## Australia

### Andrea Maxey

Level 13 & 14  
St Martins Tower  
44 St. Georges Terrace  
Perth, WA 6000 Australia  
Telephone: 61 8 9425 4604  
Fax: 61 8 9425 4662  
E-mail: amaxey@anglogold.com.au

[www.anglogold.com](http://www.anglogold.com)