

**Outlook:** Gold production in 2005 is forecast to mirror 2004 levels at about 330,000 ounces, at expected average total cash costs of \$219 per ounce. Decreased levels of capital expenditure are planned at \$10 million for 2005.

CC&V	2004	2003	2002
Pay limit (oz/t)	0.01	0.01	0.01
Pay limit (g/t)	0.34	0.34	0.34
Recovered grade (oz/t)	0.018	0.020	0.024
Recovered grade (g/t)	0.61	0.67	0.82
Gold production (000oz)	329	283	225
Total cash costs (\$/oz)	220	199	187
Total production costs (\$/oz)	300	310	306
Capital expenditure (\$ million)	16	24	66
Total number of employees	387	447	572
Employees	313	326	314
Contractors	74	121	258

### Jerritt Canyon

**Description:** AngloGold Ashanti (Nevada) Corp, formerly known as AngloGold (Jerritt Canyon) Corp., and its partner Meridian Gold, sold its stake in the Jerritt Canyon operation to Queenstake Resources with effect from 30 June 2003. Under this agreement, Queenstake paid the Jerritt Canyon Joint Venture partners \$1.5 million in cash and 32 million shares issued by a subsidiary, Queenstake Resources Limited, with \$6 million in deferred payments and \$4 million in future royalties. Queenstake accepted full closure and rehabilitation and other liabilities. Ore production was drawn from four underground mines, Murray, SSX, Smith and MCE.

Jerritt Canyon	*2003	2002
Pay limit (oz/t)	0.22	0.22
Pay limit (g/t)	7.55	7.55
Recovered grade (oz/t)	0.209	0.231
Recovered grade (g/t)	7.15	7.91
Gold production (000oz) 100%	153	338
Gold production (000oz) 70%	107	237
Total cash costs (\$/oz)	270	249
Total production costs (\$/oz)	366	348
Capital expenditure (\$ million) 100%	4	11
Capital expenditure (\$ million) 70%	2	8
Total number of employees	295	297
Employees	291	291
Contractors	4	6

\* To 30 June 2003

In 2004, Queenstake approached the Jerritt Canyon joint venture partners about the possibility of monetising all or the majority of the \$6 million in deferred payments and \$4 million in future royalty payments. On 25 August 2004 and based on an agreement reached between the parties, AngloGold Ashanti was paid approximately \$7 million for its portion of the deferred payments and future royalties, thereby monetising all outstanding obligations, except for minor potential royalties interest that AngloGold Ashanti retained.

**Location:** The Jerritt Canyon district is located in the north central Independence Mountains, north-west of Elko, Nevada in the USA.

**Operating performance and outlook:** The operation was sold with effect from 30 June 2003.

### Zimbabwe

For the purposes of reporting, the effective period for Freda-Rebecca, a former Ashanti operation, begins in May 2004. The mine was, however, sold (see below) and is thus reported on for only four months.

### Freda-Rebecca

**Description:** AngloGold Ashanti had a 100% interest in the Freda-Rebecca underground mine, which it sold to South Africa-based Mwana Africa Holdings for a consideration of \$2 million with effect from 1 September 2004.

**Location:** The mine is located at Bindura, north of Harare, in Zimbabwe.

**Operating performance:** Gold production for the period was 9,000 ounces, at a total cash cost of \$417 per ounce. Mining operations were severely hampered by the unavailability of trackless mining equipment and material resources. The operating loss for the year amounted to \$1 million, while capital expenditure was \$1 million.

Freda-Rebecca	*2004
Pay limit (oz/t)	
Pay limit (g/t)	
Recovered grade (oz/t)	0.048
Recovered grade (g/t)	1.66
Gold production (000oz)	9
Total cash costs (\$/oz)	417
Total production costs (\$/oz)	589
Capital expenditure (\$ million)	1
Total number of employees	745
Employees	687
Contractors	58

\* For the four months from May 2004 to August 2004.

**Outlook:** The mine was sold with effect from 1 September 2004.

