

# Group – Income statement

For the year ended 31 December

2010	2011	Figures in million	Notes	2011	2010
SA Rands				US Dollars	
40,135	<b>50,411</b>	<b>Revenue</b>	3	<b>6,925</b>	5,514
38,833	<b>47,849</b>	Gold income	2,3	<b>6,570</b>	5,334
(25,833)	<b>(28,745)</b>	Cost of sales	4	<b>(3,946)</b>	(3,550)
(5,136)	<b>(9)</b>	Loss on non-hedge derivatives and other commodity contracts	35	<b>(1)</b>	(702)
7,864	<b>19,095</b>	<b>Gross profit</b>		<b>2,623</b>	1,082
(1,589)	<b>(2,025)</b>	Corporate administration, marketing and other expenses		<b>(278)</b>	(220)
(1,446)	<b>(2,039)</b>	Exploration costs		<b>(279)</b>	(198)
(149)	<b>(187)</b>	Other operating expenses	5	<b>(27)</b>	(20)
(894)	<b>1,302</b>	Special items	6	<b>163</b>	(126)
3,786	<b>16,146</b>	<b>Operating profit</b>		<b>2,202</b>	518
311	<b>388</b>	Interest received	3	<b>52</b>	43
18	<b>18</b>	Exchange gain		<b>2</b>	3
39	<b>563</b>	Fair value adjustment on option component of convertible bonds		<b>84</b>	(1)
(382)	<b>731</b>	Fair value adjustment on mandatory convertible bonds		<b>104</b>	(55)
(1,203)	<b>(1,417)</b>	Finance costs and unwinding of obligations	7	<b>(196)</b>	(166)
467	<b>532</b>	Share of equity-accounted investments' profit	8	<b>73</b>	63
3,036	<b>16,961</b>	<b>Profit before taxation</b>	9	<b>2,321</b>	405
(2,018)	<b>(5,337)</b>	Taxation	12	<b>(723)</b>	(276)
1,018	<b>11,624</b>	<b>Profit for the year</b>		<b>1,598</b>	129
		<i>Allocated as follows</i>			
637	<b>11,282</b>	Equity shareholders		<b>1,552</b>	76
381	<b>342</b>	Non-controlling interests		<b>46</b>	53
1,018	<b>11,624</b>			<b>1,598</b>	129
171	<b>2,923</b>	<b>Basic earnings per ordinary share (cents)</b>	13	<b>402</b>	20
171	<b>2,533</b>	<b>Diluted earnings per ordinary share (cents)</b>	13	<b>346</b>	20

# Group – Statement of comprehensive income

For the year ended 31 December

2010		2011		Figures in million		2011		2010	
SA Rands				US Dollars					
1,018	11,624	<b>Profit for the year</b>		1,598	129				
(1,766)	4,292	Exchange differences on translation of foreign operations		(365)	213				
(1)	(6)	Share of equity-accounted investments' other comprehensive loss		(1)	–				
279	–	Net loss on cash flow hedges removed from equity and reported in gold income		–	38				
3	3	Realised gain on hedges of capital items		–	–				
(99)	(1)	Deferred taxation thereon		–	(13)				
183	2			–	25				
511	(590)	Net (loss) gain on available-for-sale financial assets		(81)	70				
(322)	6	Release on disposal of available-for-sale financial assets		1	(44)				
16	156	Release on impairment of available-for-sale financial assets (note 6)		21	2				
13	(58)	Deferred taxation thereon		(8)	2				
218	(486)			(67)	30				
(175)	(323)	Actuarial loss recognised		(39)	(24)				
47	117	Deferred taxation thereon		14	6				
(128)	(206)			(25)	(18)				
(1,494)	3,596	<b>Other comprehensive (loss) income for the year net of tax</b>		(458)	250				
(476)	15,220	<b>Total comprehensive income (loss) for the year net of tax</b>		1,140	379				
(857)	14,878	<i>Allocated as follows</i>		1,094	326				
381	342	Equity shareholders		46	53				
(476)	15,220	Non-controlling interests		1,140	379				

# Group – Statement of financial position

As at 31 December

2010	2011	Figures in million	Notes	2011	2010
SA Rands				US Dollars	
<b>ASSETS</b>					
<b>Non-current assets</b>					
40,600	52,462	Tangible assets	15	6,525	6,180
1,277	1,686	Intangible assets	16	210	194
4,087	5,647	Investments in associates and equity-accounted joint ventures	17	702	622
1,555	1,497	Other investments	18	186	237
2,268	3,295	Inventories	19	410	345
1,000	611	Trade and other receivables	21	76	152
131	632	Deferred taxation	29	79	20
214	186	Cash restricted for use	22	23	33
59	73	Other non-current assets	20	9	9
51,191	66,089			8,220	7,792
<b>Current assets</b>					
5,848	8,552	Inventories	19	1,064	890
1,625	2,823	Trade and other receivables	21	350	247
6	–	Derivatives	35	–	1
4	–	Current portion of other non-current assets	20	–	1
69	278	Cash restricted for use	22	35	10
3,776	8,944	Cash and cash equivalents	23	1,112	575
11,328	20,597			2,561	1,724
110	172	Non-current assets held for sale	24	21	16
11,438	20,769			2,582	1,740
62,629	86,858	<b>Total assets</b>		<b>10,802</b>	<b>9,532</b>
<b>EQUITY AND LIABILITIES</b>					
45,678	46,122	Share capital and premium	25	6,689	6,627
(19,470)	(5,690)	Retained earnings and other reserves		(1,660)	(2,638)
26,208	40,432	Shareholders' equity		5,029	3,989
815	1,106	Non-controlling interests		137	124
27,023	41,538	<b>Total equity</b>		<b>5,166</b>	<b>4,113</b>
<b>Non-current liabilities</b>					
16,877	19,750	Borrowings	26	2,456	2,569
3,873	6,288	Environmental rehabilitation and other provisions	27	782	589
1,258	1,565	Provision for pension and post-retirement benefits	28	195	191
110	116	Trade, other payables and deferred income	30	14	17
1,158	751	Derivatives	35	93	176
5,910	9,315	Deferred taxation	29	1,158	900
29,186	37,785			4,698	4,442
<b>Current liabilities</b>					
886	256	Current portion of borrowings	26	32	135
4,630	6,034	Trade, other payables and deferred income	30	751	705
882	1,245	Taxation	31	155	134
6,398	7,535			938	974
22	–	Non-current liabilities held for sale	24	–	3
6,420	7,535			938	977
35,606	45,320	<b>Total liabilities</b>		<b>5,636</b>	<b>5,419</b>
62,629	86,858	<b>Total equity and liabilities</b>		<b>10,802</b>	<b>9,532</b>

# Group – Statement of cash flows

For the year ended 31 December

2010	2011	Figures in million	Notes	2011	2010
SA Rands				US Dollars	
<b>Cash flows from operating activities</b>					
39,717	<b>49,375</b>	Receipts from customers		<b>6,796</b>	5,448
(26,682)	<b>(27,798)</b>	Payments to suppliers and employees		<b>(3,873)</b>	(3,734)
13,035	<b>21,577</b>	Cash generated from operations	32	<b>2,923</b>	1,714
939	<b>899</b>	Dividends received from equity-accounted investments		<b>111</b>	143
–	<b>670</b>	Taxation refund	31	<b>98</b>	–
(1,371)	<b>(3,559)</b>	Taxation paid	31	<b>(477)</b>	(188)
(18,333)	<b>–</b>	Cash utilised for hedge buy-back costs		<b>–</b>	(2,611)
<b>(5,730)</b>	<b>19,587</b>	Net cash inflow (outflow) from operating activities		<b>2,655</b>	(942)
<b>Cash flows from investing activities</b>					
Capital expenditure					
(1,829)	<b>(3,382)</b>	– project capital		<b>(459)</b>	(250)
(5,279)	<b>(6,856)</b>	– stay-in-business capital		<b>(934)</b>	(723)
500	<b>144</b>	Proceeds from disposal of tangible assets		<b>19</b>	69
(832)	<b>(1,038)</b>	Other investments acquired		<b>(147)</b>	(114)
1,039	<b>652</b>	Proceeds from disposal of investments		<b>91</b>	142
(319)	<b>(844)</b>	Investments in associates and equity-accounted joint ventures		<b>(115)</b>	(44)
4	<b>–</b>	Proceeds from disposal of associate		<b>–</b>	1
(22)	<b>(189)</b>	Loans advanced to associates and equity-accounted joint ventures		<b>(25)</b>	(3)
–	<b>62</b>	Proceeds from disposal of subsidiary		<b>9</b>	–
–	<b>(77)</b>	Cash in subsidiary disposed		<b>(11)</b>	–
–	<b>(128)</b>	Expenditure on intangible assets		<b>(16)</b>	–
182	<b>(124)</b>	(Increase) decrease in cash restricted for use		<b>(19)</b>	25
232	<b>280</b>	Interest received		<b>39</b>	32
(41)	<b>–</b>	Loans advanced		<b>–</b>	(6)
3	<b>27</b>	Repayment of loans advanced		<b>4</b>	–
<b>(6,362)</b>	<b>(11,473)</b>	Net cash outflow from investing activities		<b>(1,564)</b>	(871)
<b>Cash flows from financing activities</b>					
5,656	<b>70</b>	Proceeds from issue of share capital		<b>10</b>	798
(144)	<b>(4)</b>	Share issue expenses		<b>(1)</b>	(20)
16,666	<b>741</b>	Proceeds from borrowings		<b>109</b>	2,316
(12,326)	<b>(1,967)</b>	Repayment of borrowings		<b>(268)</b>	(1,642)
(821)	<b>(1,057)</b>	Finance costs paid		<b>(144)</b>	(115)
(184)	<b>–</b>	Mandatory convertible bond transaction costs		<b>–</b>	(26)
(846)	<b>(1,286)</b>	Dividends paid		<b>(169)</b>	(117)
<b>8,001</b>	<b>(3,503)</b>	Net cash (outflow) inflow from financing activities		<b>(463)</b>	1,194
(4,091)	<b>4,611</b>	Net increase (decrease) in cash and cash equivalents		<b>628</b>	(619)
(236)	<b>484</b>	Translation		<b>(102)</b>	105
8,176	<b>3,849</b>	Cash and cash equivalents at beginning of year		<b>586</b>	1,100
<b>3,849</b>	<b>8,944</b>	Cash and cash equivalents at end of year	23	<b>1,112</b>	586

# Group – Statement of changes in equity

Figures in million	Equity holders of the parent							Total	Non-controlling interests	Total equity
	Share capital and premium	Other capital reserves (1)	Retained earnings (2)	Cash flow hedge reserve (3)	Available-for-sale reserve (4)	Actuarial (losses) gains	Foreign currency translation reserve			
<b>US Dollars</b>										
<b>Balance at 31 December 2009</b>	5,805	161	(2,744)	(23)	56	(38)	(317)	2,900	130	3,030
Profit for the year			76					76	53	129
Other comprehensive income (loss)				25	30	(18)	213	250		250
Total comprehensive income (loss)	–	–	76	25	30	(18)	213	326	53	379
Shares issued	842							842		842
Share issue expenses	(20)							(20)		(20)
Share-based payment for share awards net of exercised		13						13		13
Dividends paid			(67)					(67)		(67)
Dividends of subsidiaries								–	(64)	(64)
Transfers to other reserves		3		(3)				–		–
Translation		17	(15)	(1)		(6)		(5)	5	–
<b>Balance at 31 December 2010</b>	<b>6,627</b>	<b>194</b>	<b>(2,750)</b>	<b>(2)</b>	<b>86</b>	<b>(62)</b>	<b>(104)</b>	<b>3,989</b>	<b>124</b>	<b>4,113</b>
Profit for the year			1,552					1,552	46	1,598
Other comprehensive loss		(1)			(67)	(25)	(365)	(458)		(458)
Total comprehensive (loss) income	–	(1)	1,552	–	(67)	(25)	(365)	1,094	46	1,140
Shares issued	63							63		63
Share issue expenses	(1)							(1)		(1)
Share-based payment for share awards net of exercised		9						9		9
Dividends paid			(131)					(131)		(131)
Dividends of subsidiaries								–	(27)	(27)
Translation		(31)	29		(1)	9		6	(6)	–
<b>Balance at 31 December 2011</b>	<b>6,689</b>	<b>171</b>	<b>(1,300)</b>	<b>(2)</b>	<b>18</b>	<b>(78)</b>	<b>(469)</b>	<b>5,029</b>	<b>137</b>	<b>5,166</b>

- (1) Other capital reserves comprise a surplus on disposal of company shares held by companies prior to the formation of AngloGold Ashanti Limited of \$18m, R141m (2010: \$21m, R141m), surplus on equity transaction of joint venture of \$37m, R298m (2010: \$37m, R240m), share of equity-accounted investments' other comprehensive loss of \$1m, R6m (2010: \$nil, R1m), equity items for share-based payments \$115m, R926m (2010: \$133m, R877m) and other transfers. The grant date fair values of share awards exercised are transferred from other capital reserves to share premium when the ordinary shares are issued.
- (2) Retained earnings totalling \$305m, R2,455m (2010: \$133m, R874m) arising at the joint venture operations and certain subsidiaries may not be remitted without third party consent.
- (3) Cash flow hedge reserve represents the effective portion of fair value gains or losses in respect of cash flow hedges.
- (4) Available-for-sale reserve represents fair value gains or losses on available-for-sale financial assets.

Figures in million	Equity holders of the parent							Non-controlling interests		
	Share capital and premium	Other capital reserves <sup>(1)</sup>	Retained earnings <sup>(2)</sup>	Cash flow hedge reserve <sup>(3)</sup>	Available-for-sale reserve <sup>(4)</sup>	Actuarial (losses) gains	Foreign currency translation reserve			
	Total	interests	Total equity							
<b>SA Rands</b>										
<b>Balance at 31 December 2009</b>	39,834	1,194	(25,739)	(174)	414	(285)	6,314	21,558	966	22,524
Profit for the year			637					637	381	1,018
Other comprehensive (loss) income		(1)		183	218	(128)	(1,766)	(1,494)		(1,494)
Total comprehensive (loss) income	–	(1)	637	183	218	(128)	(1,766)	(857)	381	(476)
Shares issued	5,988							5,988		5,988
Share issue expenses	(144)							(144)		(144)
Share-based payment for share awards net of exercised		92						92		92
Dividends paid			(492)					(492)		(492)
Dividends of subsidiaries								–	(469)	(469)
Transfer to other reserves		25		(25)				–		–
Translation		(35)	157	1	(64)	4		63	(63)	–
<b>Balance at 31 December 2010</b>	<b>45,678</b>	<b>1,275</b>	<b>(25,437)</b>	<b>(15)</b>	<b>568</b>	<b>(409)</b>	<b>4,548</b>	<b>26,208</b>	<b>815</b>	<b>27,023</b>
Profit for the year			11,282					11,282	342	11,624
Other comprehensive (loss) income		(6)		2	(486)	(206)	4,292	3,596		3,596
Total comprehensive (loss) income	–	(6)	11,282	2	(486)	(206)	4,292	14,878	342	15,220
Shares issued	448							448		448
Share issue expenses	(4)							(4)		(4)
Share-based payment for share awards net of exercised		51						51		51
Dividends paid			(996)					(996)		(996)
Dividends of subsidiaries								–	(204)	(204)
Translation		55	(263)	(2)	65	(8)		(153)	153	–
<b>Balance at 31 December 2011</b>	<b>46,122</b>	<b>1,375</b>	<b>(15,414)</b>	<b>(15)</b>	<b>147</b>	<b>(623)</b>	<b>8,840</b>	<b>40,432</b>	<b>1,106</b>	<b>41,538</b>