

NOTES TO THE INTERIM REPORT

1. This interim report complies with International Accounting Standard 34 – Interim Financial Reporting and South African Statement of Generally Accepted Accounting Practice, AC127, with the same title, as well as with Schedule 4 of the South African Companies Act and the disclosure requirements of the JSE Limited's listings requirements.

2. The interim report has been prepared using accounting policies that comply with International Financial Reporting Standards and South African Statements of Generally Accepted Accounting Practice. The accounting policies are consistent with those applied in the financial statements for the year ended 31 December 2008, except for the changes which are described in Note 3.

3. New accounting policies adopted**IFRS 8 – Operating Segments**

The Group has adopted IFRS 8 Operating Segments with effect from 1 January 2009. The adoption of IFRS 8 did not have any impact on the financial results of the Group as it is a disclosure standard which has resulted in a change to the Group's reportable segments.

IFRS 8 requires operating segments to be identified on the basis of internal reports about operations of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

Under the previous Standard (IAS 14 Segment Reporting), an entity was required to identify two sets of segments (business and geographical), using a risks and rewards approach. This approach involved using the Group's organisational structure and internal financial reporting systems to identify the business and geographical systems.

As a result, following the adoption of IFRS 8, the identification of the Group's reportable segments has changed.

In prior years, segment information reported externally was analysed on the basis of business segments. Two segments were identified viz firstly, the mining, extraction and production of Platinum Group Metals (PGMs) and secondly, the purchase of metals for further treatment and refining.

However, information reported to the Group's Operating Committee for the purposes of resource allocation and assessment of segment performance is based on the Group's different mining operations. Therefore, the Group's reportable segments under IFRS 8 are included in Note 4.

Net sales revenue reported in each segment represents revenue generated from external customers. There were no inter-segment sales in the current and prior year. The accounting policies of the reportable segments are consistent with the Group's accounting policies as included in the annual financial statements for the year ended 31 December 2008.

Operating contribution represents the operating profit earned by each segment without the allocation of other costs, other net income or expenditure, market development and promotional expenditure, investment revenue and finance costs, share of profits of associates and the income tax expense. This is the measure reported to the Group's Operating Committee for the purposes of resource allocation and assessment of segment performance.

Improvements to IFRS

The Group adopted all the amendments to accounting standards and interpretations arising from the Annual Improvements to IFRSs published in May 2008 and April 2009. None of these amendments had any impact on the financial results of the Group.

Accounting interpretations

The Group also adopted the following accounting interpretations:

- IFRIC 15 – Agreements for the construction of real estate;
- IFRIC 16 – Hedges of a net investment in a foreign operation;
- IFRIC 17 – Distribution of non-cash assets to owners; and
- IFRIC 18 – Transfers of assets from customers.

The adoption of these accounting interpretations had no impact on the financial results of the Group for the period ended 30 June 2009.

R millions	Net sales revenue			Operating contribution		
	Reviewed	Reviewed	Audited	Reviewed	Reviewed	Audited
	Six months ended 30 June 2009	Six months ended 30 June 2008	Year ended 31 December 2008	Six months ended 30 June 2009	Six months ended 30 June 2008	Year ended 31 December 2008
4. Segmental information						
Operations						
Khomanani Mine [#]	675	911	1,657	59	429	497
Bathopele Mine [#]	887	1,223	2,346	167	806	1,177
Siphumelele Mine [#]	827	1,154	2,337	(112)	357	452
Thembelani Mine [#]	492	838	1,476	(2)	420	460
Khuseleka Mine [#]	1,149	1,788	3,385	113	987	1,363
Tumela Mine [†]	1,898	3,443	6,212	591	2,135	3,557
Dishaba Mine [†]	920	1,601	2,772	202	935	1,427
Union Mine	1,925	3,512	6,171	495	2,084	3,063
Mogalakwena Mine	2,080	1,756	3,755	335	976	1,070
Lebowa	403	921	1,519	(124)	547	481
Bafokeng-Rasimone (BRPM joint venture)	541	994	1,587	88	535	728
Modikwa joint venture	444	869	1,530	(92)	358	451
Kroondal pooling-and-sharing agreement	753	1,266	2,191	193	900	1,277
Twickenham	59	114	220	(43)	(13)	(92)
Marikana pooling-and-sharing agreement	345	512	678	101	250	83
Mototolo joint venture	307	508	873	82	314	463
	13,705	21,410	38,709	2,053	12,020	16,457
Western Limb Tailings Retreatment (WLTR)	234	434	725	26	247	313
MASA Chrome	92	164	467	84	159	452
Total – mined	14,031	22,008	39,901	2,163	12,426	17,222
Purchased metals	3,035	5,362	10,864	(491)	(58)	1,695
	17,066	27,370	50,765	1,672	12,368	18,917
Other costs				(995)	(1,079)	(1,834)
Gross profit on metal sales				677	11,289	17,083

[#] Previously part of Rustenburg Section

[†] Previously part of Amandelbult Section

INTERIM FINANCIAL RESULTS (continued)

NOTES TO THE INTERIM REPORT (continued)

	Reviewed Six months ended 30 June 2009 Rm	Reviewed Six months ended 30 June 2008 Rm	Audited Year ended 31 December 2008 Rm
5. Gross sales revenue			
Sales revenue emanated from the following principal regions:			
Precious metals	15,971	25,309	47,321
Asia	6,928	11,966	22,737
Europe	7,487	6,813	13,989
Africa	187	4,850	7,007
North America	1,369	1,680	3,588
Base metals	1,074	2,045	3,220
Africa	970	1,775	2,447
Rest of the world	104	270	773
Other			
Africa	137	205	577
	17,182	27,559	51,118
Gross sales revenue by metal:			
Platinum	12,105	16,766	28,636
Palladium	1,323	2,217	4,258
Rhodium	2,147	5,625	13,091
Nickel	918	1,719	2,615
Other	689	1,232	2,518
Gross sales revenue	17,182	27,559	51,118
6. Gross profit on metal sales			
Gross sales revenue	17,182	27,559	51,118
Commissions paid	(116)	(189)	(353)
Net sales revenue	17,066	27,370	50,765
Sales of refined metal	16,810	26,678	50,033
Sales of metals in concentrate*	256	692	732
Cost of sales	(16,389)	(16,081)	(33,682)
On-mine	(11,307)	(9,842)	(22,654)
Cash operating costs	(9,873)	(8,812)	(20,238)
Depreciation	(1,434)	(1,030)	(2,416)
Purchase of metals	(3,040)	(6,118)	(8,999)
Smelting	(1,220)	(922)	(2,239)
Cash operating costs	(876)	(625)	(1,625)
Depreciation	(344)	(297)	(614)
Treatment and refining	(804)	(656)	(1,434)
Cash operating costs	(681)	(516)	(1,151)
Depreciation	(123)	(140)	(283)
Increase in metal inventories	977	2,536	3,478
Other costs	(995)	(1,079)	(1,834)
Gross profit on metal sales	677	11,289	17,083
Gross profit margin (%)	4.0	41.2	33.7
Cost of sales per Pt ounce sold (R)	13,289	14,247	14,922

* Sale of metal in concentrate attributable to Anglo Platinum from the Marikana Pooling and Sharing Agreement. In the prior year, sale of concentrate for the first quarter from the Kroondal Pooling and Sharing agreement was also included. The metal was sold to Impala in terms of off-take agreements that were in place when the pooling and sharing agreements commenced. Metal in concentrate surplus to the volumes stipulated in the off-take agreement is refined by Anglo Platinum.

	Reviewed Six months ended 30 June 2009 Rm	Reviewed Six months ended 30 June 2008 Rm	Audited Year ended 31 December 2008 Rm
7. Depreciation of property, plant and equipment			
Depreciation of plant and equipment consists of the following categories:			
Operating assets	1,901	1,467	3,313
Mining	1,434	1,030	2,416
Smelting	344	297	614
Treatment and refining	123	140	283
Depreciation included in other costs	13	9	16
Depreciation - non-mining assets	32	29	61
	1,946	1,505	3,390
8. Other costs			
Other costs include:			
Share-based payments - other share schemes	31	263	(33)
Share-based payments - The Kotula Trust (Group ESOP)	167	55	221
	198	318	188
9. Other net income			
Other net income/(expenditure) consists of the following principal categories:			
Amandelbult insurance claim payout	488	—	—
Net realised and unrealised foreign exchange (losses)/gains	(449)	482	1,356
Loss on commodity sales contracts at fair value	(27)	—	(188)
Project maintenance costs*	(29)	(5)	(223)
Restructuring costs**	(3)	(110)	(104)
(Loss)/profit on disposal/scrapping of property, plant and equipment	—	(47)	4
Other - net	47	45	104
	27	365	949
*Project maintenance costs comprise assets scrapped as a result of the slow-down of capital projects, costs incurred to maintain land held for future projects and costs to keep projects on care and maintenance.			
**Restructuring costs comprise consultant fees for turnaround projects at certain operations.			
10. Interest expensed			
Interest expensed	(126)	(30)	(82)
Interest paid	(1,147)	(475)	(1,391)
Less: capitalised	1,021	445	1,309
Time value of money adjustment to environmental obligations	(44)	(37)	(77)
Decommissioning	(39)	(33)	(67)
Restoration	(5)	(4)	(10)
	(170)	(67)	(159)

INTERIM FINANCIAL RESULTS (continued)

NOTES TO THE INTERIM REPORT (continued)

	Reviewed Six months ended 30 June 2009 %	Reviewed Six months ended 30 June 2008 %	Audited Year ended 31 December 2008 %
11. Taxation			
A reconciliation of the standard rate of South African normal taxation compared with that charged in profit for the period is set out in the following table:			
South African normal tax rate	28.0	28.0	28.0
STC	0.4	0.9	1.0
	28.4	28.9	29.0
Group relief	(5.6)	—	—
Foreign income	—	(3.3)	(3.2)
Capital profits	(23.2)	—	(0.9)
Exempt income	(0.7)	(0.2)	—
Prior year overprovision	0.1	—	(0.1)
State's share of profits	0.1	0.5	—
Change in corporate tax rate	—	(2.8)	(1.7)
Other	1.1	0.6	0.3
Effective tax rate	0.2	23.7	23.4
12. Dividends			
Dividends per ordinary share (cents)	—	3,500	3,500
– Interim	—	3,500	3,500
– Final	—	—	—
Dividends per preference share (cents)	318	320	638
Dividend cover per ordinary share (headline earnings)	—	1.0	1.6

	Reviewed Six months ended 30 June 2009 Rm	Reviewed Six months ended 30 June 2008 Rm	Audited Year ended 31 December 2008 Rm
13. Reconciliation between profit attributable to owners of the Company and headline earnings			
Profit attributable to owners of the company	2,726	8,400	14,243
<i>Less:</i> Deemed dividend to preference shareholders	—	(5)	(5)
<i>Less:</i> Declared and undeclared cumulative preference share dividends and related STC	(3)	(4)	(7)
Basic earnings attributable to ordinary shareholders	2,723	8,391	14,231
Adjustments			
Profit on disposal of investment in Northam Platinum Limited	—	—	(1,141)
Profit on disposal of investment in Booyendal joint venture	(1,982)	—	—
Profit on disposal of 51% of Lebowa Platinum Mines	(336)	—	—
Net (profit)/loss on disposal and scrapping of property, plant and equipment	(2)	54	70
Profit on disposal of mineral rights	(2)	—	—
Tax effect of adjustments	1	(15)	120
Headline earnings attributable to ordinary shareholders	402	8,430	13,280
<i>Add:</i> Deemed dividend to preference shareholders	—	5	5
<i>Add:</i> Declared and undeclared cumulative preference share dividends and related STC	3	4	7
Headline earnings	405	8,439	13,292
Attributable headline earnings per ordinary share (cents)			
– Headline	169	3,563	5,609
– Diluted	169	3,548	5,586
14. Investment in associates			
Listed investment (Market value: R811 million)			
Investment in Anooraq Resources Corporation	811	—	—
Unlisted (Directors' valuation: R1,746 million (30 June 2008: R463 million; 31 December 2008: R530 million))	1,557	463	530
Investment in Richtrau 179 (Proprietary) Limited (Lebowa Platinum Mines)			
Ordinary shares	—	—	—
"A" preference shares	605	—	—
Loan to associate	480	—	—
Investment in Johnson Matthey Fuel cells			
Ordinary shares	(16)	6	(13)
Cumulative redeemable preference shares	88	109	94
Loan to associate (subordinated to third party debt)	58	57	61
Unincorporated associate - Pandora			
Investment	342	291	388
	2,368	463	530

INTERIM FINANCIAL RESULTS *(continued)*NOTES TO THE INTERIM REPORT *(continued)*

	Reviewed Six months ended 30 June 2009 Rm	Reviewed Six months ended 30 June 2008 Rm	Audited Year ended 31 December 2008 Rm
15. Inventories			
Refined metals	1,977	1,112	3,304
At cost	1,658	961	1,496
At net realisable values	319	151	1,808
Work-in-process	8,260	7,206	5,956
At cost	6,486	7,114	2,569
At net realisable values	1,774	92	3,387
Total metal inventories	10,237	8,318	9,260
Stores and materials at cost less obsolescence provision	914	678	804
	11,151	8,996	10,064
16. Cash and cash equivalents			
Cash on deposit and on hand	905	3,835	2,141
Cash investments held by environmental trusts	423	318	394
Cash held by insurance captives	275	313	335
	1,603	4,466	2,870
17. Interest-bearing borrowings			
The Group has the following borrowing facilities:			
Committed facilities	26,417	16,407	18,907
Uncommitted facilities	4,587	2,092	2,165
Total facilities	31,004	18,499	21,072
Less: Facilities utilised	(19,556)	(9,875)	(15,820)
Interest bearing borrowings	(15,176)	(3,505)	(10,313)
Current interest bearing borrowings	(4,380)	(6,370)	(5,507)
Available	11,448	8,624	5,252
Weighted average borrowing rate (%)	9.2149	12.9595	12.4150
<p>Subsequent to 30 June 2009, Anglo American plc has increased its committed facility to the Group by R7.1 billion to R20.6 billion. The Group's forecasts and projections, taking into account reasonable possible changes in the expected trading performance, indicate that the Group should be able to operate within the level of its facilities for the next twelve months. The Group is currently reviewing its funding needs and facilities with the aim of restructuring its existing borrowings. Anglo American plc has indicated its support for this process.</p> <p>The Board is satisfied that the Group and Company will have adequate resources to continue in operational existence for the next twelve months. For this reason, the Group continues to adopt the going concern basis in preparing its financial statements.</p>			

	Reviewed Six months ended 30 June 2009 Rm	Reviewed Six months ended 30 June 2008 Rm	Audited Year ended 31 December 2008 Rm
18. Commitments			
Mining and process property, plant and equipment			
Contracted for	3,585	5,042	5,062
Not yet contracted for	33,932	19,991	33,451
Authorised by the directors	37,517	25,033	38,513
Allocated for:			
Expansion of capacity	14,934	14,800	15,309
– within remainder of year/one year	3,854	6,275	3,536
– thereafter	11,080	8,525	11,773
Maintenance of capacity	22,583	10,233	23,204
– within remainder of year/one year	6,102	6,836	5,577
– thereafter	16,481	3,397	17,627
Capital commitments relating to the group's share in associates			
Contracted for	80	—	—
Not yet contracted for	778	—	—
Authorised by the directors	858	—	—
Other			
Operating lease rentals – buildings and equipment	637	604	647
– within remainder of year/one year	125	87	95
– within two to five years	267	252	238
– thereafter	245	265	314
Information Technology Service Providers	522	500	679
– within remainder of year/one year	101	93	174
– thereafter	421	407	505
These commitments will be funded from existing cash resources, future operating cash flows, borrowings and any other funding strategies embarked on by the Group.			
The Group has provided Plateau Resources (Proprietary) Limited ("Plateau"), a company owned by Anooraq Resources Corporation ("Anooraq"), with a facility that covers their senior debt repayments should Plateau not be able to meet its repayments. The facility is limited to 29% of 49% of Lebowa Platinum Mine's free cash flows, and call on this facility is considered a remote possibility.			
The Group has also provided Plateau, with a facility to enable it to meet its obligations in respect of operating and capital expenditure for Lebowa Platinum Mines. The facility is limited up to R778 million excluding interest and fees, and is available to Plateau for a period of three years from the closing date.			
The Group has provided Lexshell 36 General Trading (Proprietary) Limited, a company owned by the Bakgatla-Ba-Kgafela traditional community, with a facility that covers their outstanding hedge exposure. The facility is limited to Union Section's cash flows, and call on this facility is considered a remote possibility.			
Rustenburg Platinum Mines Limited ("RPM") has granted a R1,790 billion loan facility to Royal Bafokeng Resources (Proprietary) Limited ("RBR") for the purpose of funding its contributions to the BRPM joint venture. The loan is repayable in full on 11 August 2012. The RBR has ceded and pledged its interest in the BRPM joint venture to RPM as security for the loan. RPM also has the right to register a notarial bond and a mortgage bond over RBR's undivided share of the assets of the BRPM joint venture.			

NOTES TO THE INTERIM REPORT *(continued)***19. Contingent liabilities**

Letters of comfort have been issued to financial institutions to cover certain banking facilities. There are no encumbrances over Group assets. Aquarius Platinum (South Africa) (Proprietary) Limited holds an option to put its interest in the Kroondal pooling and sharing arrangement to the Group in the case of termination of that relationship. The probability of the option being exercised is considered remote. The amount of such an obligation is dependent on a discounted cash flow valuation of its interest at that point in time.

The Group has, in the case of some of its mines, provided the Department of Minerals and Energy with guarantees that cover the difference between the closure costs and amounts held in the environmental trusts. At 30 June 2009, these guarantees amounted to R2,360 million (30 June 2008 : R1,990 million, 31 December 2008: R2,030 million).

The Group is the subject of various claims, the expected outcomes of which are varied, but on a probability weighting the amount is estimated at R81 million (30 June 2008 : R76 million, 31 December 2008 : R82 million).

20. Contingent assets**Amandelbult insurance claim**

During the period under review the company received a payment of R588 million, from a combination of group captive insurers as well as market re-insurance, in respect of the Amandelbult flood material damage and business interruption claims. Final settlement of the claim is imminent.

Polokwane insurance claim

On 13 February 2008, a slag and matte run-out occurred at the Polokwane Smelter, resulting in damage to both the furnace itself and ancillary equipment. After a successful repair, the furnace resumed operation and processed the majority of concentrate stocks that had accumulated during the repair period. Insurers were notified of the incident and a material damage and business interruption claim is in preparation and in discussion with insurers. This claim is subject to a 24 month indemnity period, which is scheduled to end on 4 February 2010.

Current indications are that the Group will, during the indemnity period, mitigate the financial impact of this event using internal resources to the extent that no insurance claim will materialise. This is however subject to external factors like metal prices and exchange rates, and may also be impacted should any further events occur that affect the ability of the Group to make up the losses stemming from the 13 February event.

On 5 November 2008, a subsequent run-out (with a distinct failure mechanism) resulted in a second shut-down of the smelter. Repairs were successfully concluded and the smelter resumed operation. Following internal investigations into the cause of this run-out event and the cover granted by the Group's insurance policies, an insurance claim was not submitted to the Group's insurers in respect of this event. The strategy followed by the company to make up losses from the smelter run-out event in February 2008 also applies to the effects on production of this 5 November event.

21. Assets held for sale (BEE transactions)

Disposal of investment in associate - Northam and disposal of 50% interest in Booyensdal joint venture

In September 2007, the Board approved the disposal of Anglo Platinum's 22.4% interest in Northam and 50% of the Booyensdal joint venture and a portion of the Der Brochen project in a BEE transaction with Mvelaphanda Resources Limited (Mvela) for a net consideration of R3.7 billion. The parties implemented the Northam part of the transaction on 20 August 2008 and the Booyensdal part on 24 June 2009. Consequently, the R1.6 billion invested in the rights to the preference shares in relation to the Booyensdal part was released on 30 June 2009 and the profit on the sale of Booyensdal was recognised in profit for the period. Anglo Platinum has received R3.2 billion of a total of R3.7 billion in proceeds to date. R542 million remains in escrow until the registration and transfer of the rights on the portion of Der Brochen.

Disposal of 51% in Lebowa Platinum Mines ("LPM") and 1% interest in Ga-Phasha, Boikgantsho and Kwanda joint ventures

In September 2007, the Board approved the disposal of an effective 51% of LPM (Richtrau 177 (Proprietary) Limited), a wholly owned subsidiary of Anglo Platinum and an additional 1% of its interest in the Ga-Phasha, Boikgantsho and Kwanda joint venture (50:50) projects, to Anooraq for a cash purchase consideration of R3.6 billion. In April 2008, a suite of definitive legal agreements was entered into, which remained subject to various suspensive conditions, including the raising of debt and equity finance by Anooraq to fund the purchase consideration. During the third quarter of 2008, the significant deterioration in global market conditions, coupled with a material decline in platinum group metal prices and constrained debt and equity capital markets, limited the availability of funds. Due to this deterioration of market conditions, a complete review of the Lebowa long term plan and project pipeline, including the key commercial terms of the transaction, was initiated jointly by the parties in the fourth quarter of 2008.

On 14 May 2009, the revised terms of the transaction were announced. To ensure the sustainability of the transaction, the renegotiated transaction consideration was reduced from R3.6 billion to R2.6 billion, with Anglo Platinum agreeing to re-invest a portion of the consideration (R1.1 billion), through the subscription for a convertible preference share instrument, which once converted, gives Anglo Platinum full equity upside on 115.8 million Anooraq shares. In addition, Anglo Platinum subscribed for R1.2 billion of preference shares in Plateau. The purchase consideration received of R2.6 billion was accounted for at the fair value of the consideration received which amounted to R1.7 billion. The fair value of the "A" preference shares was determined by discounting the anticipated cash flows using a market related rate of interest. Anglo Platinum also advanced funds of R149 million to assist the Anooraq Community Participation Trust and the Lebowa Employee Share Option Trust in acquiring Anooraq shares. The transaction agreements entered into in April 2008 were amended to incorporate the revised terms and the funding agreements were concluded in June 2009. All the significant conditions precedent were fulfilled on 30 June 2009. Consequently, the transaction was accounted for on this effective date.

22. Acquisition of Unki Mines Zimbabwe

On 7 December 2008, the Group concluded an agreement with Anglo Operations (International) S.A to acquire the entire issued share capital of Erabas BV, a Netherlands based company, for an amount of US\$22.5 million. Erabas BV is the holding company for the Zimbabwean group of companies. This agreement was effective on 27 January 2009. Subsequently, on 13 March 2009, the Group acquired an 11% interest in Southridge Limited, the Zimbabwean PGM mineral rights holding company, from Anglo Corporate Enterprises (Proprietary) Limited for the Rand equivalent of US\$2.75 million. As a result of these acquisitions, Anglo Platinum currently owns an effective 100% of Unki Mines in Zimbabwe and an effective 97% of the Zimbabwean PGM mineral rights. The excess of the net asset value over the purchase consideration of R69 million has been reflected directly in equity. This is due to fact that this was a transaction between fellow subsidiaries in the Anglo American Group.

23. Comparative figures

The interest bearing borrowings at 30 June 2008 have been reclassified between current and non-current. As a result, the long term portion of R3,505 million has been reclassified to non-current liabilities.

In addition, an amount of R271 million has been reclassified from liabilities directly related to assets held for sale to current interest bearing borrowings at 30 June 2008. As a result of both reclassifications, current interest bearing borrowings are currently reflected at R6,370 million.

R487 million of accruals has been reallocated from other liabilities to trade and other payables.