

## **NEWS RELEASE**

24 April 2014

### **ANGLO AMERICAN PLATINUM LIMITED**

### **PRODUCTION REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

#### **OVERVIEW**

- Journey to zero harm continues – no fatalities in Q1 2014
- Rustenburg, Amandelbult and Union production severely impacted by industrial action which began on 23 January 2014 and is ongoing
- 185 koz of platinum production has been lost as a result of the strike
- The industrial action has not impacted production at Mogalakwena, Unki or the Joint Venture operations
- Record production performance from Mogalakwena and Joint Venture operations
- Equivalent refined platinum production of 167 koz from own mines representing a 57% decrease due to the on-going industrial action
- Joint Venture and associate mined and purchased production of 183 koz, a 5% increase, owing to operational efficiency improvements across the portfolio
- Processing operations were not affected by the industrial action and refined platinum production remained in line with Q1 2013, supplemented by a reduction in the pipeline stock
- Sales to customers continue at normal levels, supplemented by refined platinum stock
- In respect of the outlook for 2014 as a whole and taking into account the production lost to date, full year production is expected to reduce to approximately 2.1Moz, with potential for further downside revisions from the ongoing industrial action

## REVIEW OF THE QUARTER

### OPERATIONS

Tragically, post quarter-end, on 9 April 2014 a fatal injury occurred at Waterval Smelter. The journey to zero harm continues and improvements to safety performance were realised in Q1 2014 with zero fatalities. The Lost Time Injury Frequency Rate ("LTIFR") at managed operations also showed an improvement to 0.55 in Q1 2014 from 1.09 in Q1 2013 (per 200,000 hours worked).

Total equivalent refined platinum production (equivalent ounces are mined ounces expressed as refined ounces) decreased by 39% to 357 koz, compared to 583 koz in Q1 2013.

Production from own operations and the Western Limb Tailings Retreatment plant ("WLTR") was 167 koz, a 57% decrease. This was due to the industrial action from the Association of Mineworkers and Construction Union ("AMCU"), which commenced on 23 January 2014, and through placing mines on care and maintenance. The industrial action continued through the remainder of Q1 2014 and is on-going.

Rustenburg, Amandelbult and Union are the operations most affected by the industrial action and production decreased by 84%, 75% and 86% respectively. In Q1 2014, 185 koz of platinum production has been lost as a result of the strike from all operations. In addition, the impact of placing Khomanani Mine, Khuseleka 2 shaft and Union North Mine declines on long term care and maintenance in August 2013, resulted in a decrease in production of 43 koz.

The industrial action has not impacted production at Mogalakwena and Unki mines. Production at Mogalakwena increased by 3% due to higher achieved 4E<sup>(1)</sup> built-up head grade<sup>(2)</sup> and through the mining productivity improvement programs introduced during 2013. Unki improved production performance by 4% due to higher volumes delivered to the concentrator and throughput at the mills.

The Joint Venture ("JV") operations have also been largely unaffected by the industrial action, with the exception of Modikwa which experienced a one week strike before a new wage agreement was signed with the National Union of Mine Workers ("NUM"). Production from JVs and associates (mined and purchased) increased by 5% to 183 koz, with good performance from Kroondal due to operational efficiencies. Bokoni also performed well, with production up by 25% compared to Q1 2013 due to the commencement of the mining of the open-pit in June 2013.

Processing operations have not been affected by the industrial action. Refined platinum production totalled 435 koz, in line with production in Q1 2013. However as mined production reduced, total refined production was supplemented by a drawdown of pipeline inventory. As a result, sales to customers have continued at normal levels, supplemented by refined platinum stock.

<sup>(1)</sup> 4E grade is the grade measured as the combined content of the four most valuable precious metals: platinum, palladium, rhodium and gold

<sup>(2)</sup> Built-up head grade is the total 4E grams produced from the concentrating process from concentrate, metallic (where applicable) and tailings, divided by the total tonnes milled.

Refined production of rhodium increased by 7% whilst refined production of palladium decreased by 3%. This variance was due to a different source of feed as certain mines' supply was impacted by the industrial action and the different processing times of the metals. Nickel production increased by 48% as production in Q1 2013 was impacted by technical challenges, and good progress has been made in the ramp up of production in the nickel tank house.

In respect of the outlook for 2014 as a whole and taking into account the production lost to date, full year production is expected to reduce to approximately 2.1Moz, with potential for further downside revisions from the ongoing industrial action. Previous guidance for 2014 was 2.3 Moz to 2.4 Moz. Sales expectations are unchanged while cost indications will be reviewed only when the industrial action has been resolved.

**ANGLO AMERICAN PLATINUM  
FIRST QUARTER PRODUCTION REPORT  
PERIOD 01 JANUARY 2014 TO 31 MARCH 2014**

		Unaudited Quarter ended 31 March 2014	Unaudited Quarter ended 31 March 2013	Unaudited Quarter ended 31 December 2013
<b>Attributable equivalent refined Pt production<sup>1</sup></b>	<b>000 oz</b>	<b>357</b>	<b>583</b>	<b>520</b>
Own Mines and WLTR	000 oz	167	390	311
Joint ventures - mined	000 oz	60	57	60
Joint ventures and associates - purchased	000 oz	123	117	138
Third parties - purchased	000 oz	12	19	12
Sale of metal in concentrate	000 oz	-5	-	-
<b>Gross refined production</b>				
Platinum	000 oz	435	439	692
Palladium	000 oz	257	264	428
Rhodium	000 oz	61	57	84
Gold	000 oz	25	23	27
PGMs	000 oz	856	874	1,341
Nickel - Refined	000 tonne	4.9	3.3	5.2
Nickel - Matte <sup>2</sup>	000 tonne	1.4	-	0.1
Copper - Refined	000 tonne	3.2	2.0	1.8
Copper - Matte <sup>2</sup>	000 tonne	1.2	-	1.4
<b>Pt from:</b> Mining	000 oz	317	321	494
Purchase of concentrate	000 oz	119	115	198
Toll refining <sup>3</sup>	000 oz	-	3	-
<b>Total Operations</b>				
Tonnes Milled	000 tonne	6,702	10,072	8,816
Grade (4E)	g/t	2.86	3.25	3.19
Merensky milled	%	3	11	7
Equivalent refined production	000 oz	357	583	520
<b>Rustenburg Operations excl WLTR</b>				
Tonnes Milled	000 tonne	454	2,422	1,285
Grade (4E)	g/t	3.05	3.63	3.75
Merensky milled	%	20	35	32
Equivalent refined production	000 oz	22	142	78
<b>Union Mine</b>				
Tonnes Milled	000 tonne	166	1,043	762
Grade (4E)	g/t	2.87	3.39	3.24
Merensky milled	%	1	1	2
Equivalent refined production	000 oz	7	50	35
<b>Amandelbult Operations</b>				
Tonnes Milled	000 tonne	339	1,159	981
Grade (4E)	g/t	3.80	4.41	4.66
Merensky milled	%	16	18	15
Equivalent refined production	000 oz	20	81	73
<b>Mogalakwena Mine</b>				
Tonnes Milled	000 tonne	2,755	2,772	2,652
Grade (4E)	g/t	3.16	2.91	3.11
Equivalent refined production	000 oz	89	87	88
<b>Unki Platinum Mine</b>				
Tonnes Milled	000 tonne	378	362	414
Grade (4E)	g/t	3.17	3.44	3.41
Equivalent refined production	000 oz	15	14	17
<b>Joint Venture Operations - mined (excl POC)</b>				
Tonnes Milled	000 tonne	1,199	1,098	1,173
Grade (4E)	g/t	3.58	3.77	3.64
Merensky milled	%	3	-	-
Equivalent refined production	000 oz	60	57	60

<sup>1</sup> Mine's production converted to equivalent refined production using Amplats' standard smelting and refining recoveries

<sup>2</sup> Nickel and copper refined through 3rd parties is now shown as production of nickel matte and copper matte

<sup>3</sup> Toll refining represents metal refined in respect of the recycling project and it was returned to the third party

<sup>4</sup> Grades and production are reflected inclusive of low grade surface material at operations

Note: WLTR refers to Western Limb Tailings Retreatment plant. POC refers to Purchase of Concentrate

Note: 4E Grade is the grade measured as the combined content of the four most valuable precious metals: platinum, palladium, rhodium and gold

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**Notes to editors:**

Anglo American Platinum Limited is a member of the Anglo American plc Group and is the world's leading primary producer of platinum group metals. The company is listed on the Johannesburg Securities Exchange (JSE). Its mining, smelting and refining operations are based in South Africa. Elsewhere in the world, the Group owns Unki Platinum Mine in Zimbabwe and is actively exploring in Brazil. Anglo American Platinum has a number of joint ventures with several historically disadvantaged South African consortia as part of its commitment to the transformation of the mining industry. Anglo American Platinum is committed to the highest standards of safety and continues to make meaningful and sustainable difference in the development of the communities around its operations. [www.angloamericanplatinum.com](http://www.angloamericanplatinum.com)

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