

ANGLOVAAL MINING LIMITED
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12 September 2003

The Office of International Corporate Finance
Securities and Exchange Commission
450 Fifth Street NW
Mail Stop 3-2
Washington DC 20549
United States of America

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THOMSON
FINANCIAL

SUPPL

Dear Sirs

82-4579

12(g) 3 EXEMPTION : (82-44282)

Enclosed please find a copy of this Company's "Reviewed Group Results for the year ended 30 June 2003" published in the press today (12 September 2003).

We wish to inform you that a search of shareholders was undertaken and can confirm that the Company has less than 300 American shareholders (your telefax dated 15 August 2002 refers).

Yours faithfully
For and on behalf of
Anglovaal Mining Limited

dlw 10/6

BALANCE SHEET
at 30 June

	Reviewed 2003 Rm	Audited 2002 Rm
ASSETS		
Non-current assets		
Tangible assets	4,656	5,586
Intangible assets	12	39
Deferred tax assets	45	64
Environmental rehabilitation trust funds	215	175
Investments	5,084	5,971
Current assets		
Inventories	858	978
Trade and other receivables	936	1,050
Deposits and cash	265	779
	2,059	2,815
Total assets	7,161	8,785
EQUITY AND LIABILITIES		
Capital and reserves		
Ordinary share capital	76	76
Share premium	79	82
Non-distributable reserves	2,718	1,10
Distributable reserves	2,208	2,401
Shareholders' interest in capital and reserves	2,511	2,579
Minority interest	2,457	2,012
Total shareholders' interest	4,968	4,591
Non-current liabilities		
Long-term borrowings	119	181
Deferred tax liabilities	519	493
Long-term provisions	153	215
Non-hedge derivatives	103	-
	775	1,889
Current liabilities		
Trade and other payables	511	52
Provisions	42	62
Taxation	88	47
Derivative instruments	122	1,516
Overdrafts and short-term borrowings	1,424	2,306
	1,787	3,785
Total equity and liabilities	7,161	8,785

INCOME STATEMENT
for the year ended 30 June

	Reviewed 2003 Rm	Audited 2002 Rm
Revenue	4,896	4,047
Cost of sales	(3,832)	(2,855)
Gross profit	1,064	1,192
Other operating income	424	215
Other operating expenses	(14)	(478)
Unrealised loss on non-hedge derivatives	(103)	-
Profit from operations	921	799
Income from investments	63	35
Finance costs	(158)	(150)
Profit before taxation and exceptional items	826	684
Exceptional items	(42)	(1,581)
- Loss on disposal of discontinued operations	(46)	-
- Other exceptional items	4	(1,581)
Profit before taxation	784	(797)
Income tax	(38)	(293)
Profit after taxation	746	(1,090)
Loss from ordinary activities	(111)	(703)
Minority interest	(6)	(83)
Loss	(117)	(786)
Additional information		
Headline earnings	197	204
Headline earnings before unrealised non-hedge derivatives	241	204
Headline earnings per share (cents)	116	114
Headline earnings per share before unrealised non-hedge derivatives (cents)	215	184
Attributable loss per share (cents)	(170)	(750)
Fully diluted attributable loss per share (cents)	(169)	(771)
Number of shares in issue at end of year (thousands)	11,882	14,444
Weighted average number of shares in issue (thousands)	11,246	11,977
Discontinued operations included above		
Revenue	614	546
Cost of sales	(574)	(581)
Other operating income	52	107
Other operating expenses	(207)	(118)
Loss from operations	(46)	(73)
Finance costs	(30)	(219)
Exceptional items	(24)	(2,019)
Taxation	(149)	(2,210)

STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June

Rm	Share capital and premium	Foreign currency translation	Revaluation surplus	Other	Distributable reserves	Total
Balance at 30 June 2001	62	6	638	35	3,267	4,008
Earnings	-	-	-	-	(856)	(856)
Revaluation of listed investments	-	-	65	-	-	65
Disposal of listed investments	-	-	(562)	-	-	(562)
Translation of foreign subsidiary	-	(148)	-	-	-	(148)
Unrealised loss on currency derivative contracts	-	-	-	(26)	-	(26)
Share options exercised	6	-	-	-	2	8
Other	-	-	-	-	-	-
Balance at 30 June 2002	68	(142)	141	11	2,401	(191)
Earnings	-	-	39	-	-	39
Revaluation of listed investments	-	-	24	-	-	24
Translation of foreign subsidiary	-	18	-	-	-	18
Realisation of reserve on disposal of Chambishi	-	-	-	26	-	26
Realisation of loss on derivative instruments	-	-	-	-	17	17
Share options exercised	17	-	-	-	(2)	15
Transfer to insurance contingency reserve	-	-	-	12	-	12
Other	-	-	-	-	-	-
Balance at 30 June 2003	85	-	181	37	2,208	2,511

SEGMENTAL INFORMATION

Rm	Precious metals	Cobalt/Copper	Nickel	Ferrous metals	Corporate and other	Total
YEAR ENDED 30 JUNE 2003						
Revenue	1,000	614	377	2,965	-	4,956
External revenue	(863)	(574)	(136)	(2,247)	-	(3,820)
Cost of sales	28	(140)	158	152	(338)	(130)
Contribution to earnings	29	(95)	108	152	6	197
Contribution to headline earnings	21	(221)	122	270	12	204
Other information	2,683	-	227	3,627	624	7,141
Consolidated total assets	385	-	34	1,338	422	2,399
Capital expenditure	154	29	30	338	1	552

The financial information set out in the results has been reviewed by the Company's auditors Ernst & Young. Their unqualified reviewed opinion is available for inspection at the Company's registered office.

Anglovaal Mining Limited ("Anglovaal" or "the Company"), Registration No 1933/004580/06, incorporated in the Republic of South Africa. JSE Securities Exchange, South Africa Share code: AIN. ISIN: ZA65000174141 and London Stock Exchange: AGM
Executive directors: R P Menell (chairman), J C Steenkamp (chief executive officer), D N Campbell. Non-executive directors: D E Jewell, K W Maxwell, J R McAlpine, PT Mosepe, D N Murray, M Z Nkomo, P C Pienaar, Z B Swanepoel. Group company secretary: R H Phillips
Registered Office: 56 Main Street, Johannesburg 2001, PO Box 62379, Marshalltown 2107, South Africa
For further information: Ebrahim Takole, General Manager Investor Relations, Tel: 011 634 0333, e-mail ebahram@avmin.co.za, www.avmin.co.za

Highlights

- **Headline earnings* up 18% to R241 million**
 - **After tax operating cash flow up 113% to R630 million**
 - **Net gearing reduced to 11% from 42%**
 - **US\$ borrowings fully repaid by 31 August 2003**
 - **Sale of Chambishi and ETC reduces Group risk profile**
- * before unrealised non-hedge derivatives

INTRODUCTION

Revenue for the year ended 30 June 2003 rose nearly R850 million to R4,896 million, largely as a result of the inclusion of Anglovaal Limited's ("Anglovaal") Target gold mine for its first full year of operation. Operating income decreased by 35 per cent to R521 million from R799 million. This decrease, notwithstanding higher outputs of our products and increased US dollar prices, was largely as a result of the impact of the 11 per cent strengthening in the year-on-year average rand/US dollar exchange rate, as well as the R103 million charge for unrealised non-hedge derivatives.

The Group's results were adversely affected by Chambishi Metals plc's performance and a weak cobalt price. Avmin sold its 90 per cent ownership of Chambishi at year-end.

The Group's headline earnings before unrealised non-hedge derivatives increased to R241 million (30 June 2002: R204 million), which equates to 215 cents a share (184 cents a share).

KEY ISSUES:

• **Chambishi:** Avmin repaid Chambishi Metals plc's outside borrowings and sold Chambishi Metals plc and Chambishi Marketing (Proprietary) Limited ("Chambishi") to the Swiss incorporated J&W Holding AG's subsidiary ENYA Holdings BV effectively at year-end, for a cash consideration of US\$6.5 million, equivalent to R46 million. Additional sums of up to US\$25 million are payable to Avmin over the next six years, as well as the resolution of Chambishi's tax position. These additional sums have not been accrued. In addition, the purchasers will assume responsibility for approximately US\$25 million, equating to R188 million, of infrastructural contingent liabilities.

The decision to dispose of Chambishi was made to reduce the overall risk profile of the Group and enable the repayment of related US\$170 million debt at a time of rand strength. The disposal resulted in a consolidated Group loss of R649 million (R1 619 million Impairment). Avmin has no material remaining liabilities, or obligations relating to Chambishi.

• **Avmin's 56 per cent shareholding in Anglovaal** was reduced to 42 per cent following the sale of 90 shares through an international private placement. The US\$72 million proceeds were used to repay Chambishi's debt guaranteed by Avmin.

• **Anglovaal continues to be consolidated in Avmin's accounts** as the latter controls the board of directors.

• **Anglovaal concluded the sale of its ETC division to a Metorex Limited led consortium during June 2003** for R255 million resulting in a gain of R1 million. These funds were utilised to redeem part of the syndicated loan raised for the development of Target mine. This allowed Anglovaal to refinance the remaining debt facility and remove its US dollar debt exposure. Anglovaal's year-end gearing was 5.8 per cent.

• **The proceeds from the sale of Chambishi and Anglovaal shares** were applied in reducing the Group's debt, with the net debt to equity ratio being reduced to 11 per cent at year-end (42 per cent).

• **Avmin now has a portfolio comprising low-cost, high-margin mining and smelting operations** in the precious, ferrous and base metals sectors.

• **Harmony Gold Mining Company Limited and Anglovaal Rainbow Minerals Gold Limited ("ARMinco")**, collectively "Harmony", purchased a 34.5 per cent shareholding in Avmin from Anglo American Corporation of South Africa Limited ("Anglo") and Arctic Resources Limited.

• **Nkomati nickel expansion** and the Two Rivers platinum expansion projects await final approval. In addition, a pre-feasibility study is being undertaken for a potential major new gold project immediately to the north of Anglovaal's Target mine.

• **During the year Avmin streamlined its head office**, which resulted in a non-recurring R35 million restructuring charge. It is anticipated that in excess of R30 million will be saved annually following the restructuring.

REVIEW OF OPERATIONS

Asamang's revenue rose 3.4 per cent to R2 905 million through a strong operating performance, while headline earnings decreased by 54 per cent to R204 million (R443 million), primarily as a result of the strengthening of the rand/US dollar exchange rate.

Headline earnings by the three divisions, before deducting STC, amounted to R285 million (R351 million) from the manganese division, R59 million (R135 million) from the iron ore division, and a loss of R134 million (R40 million loss) from the chrome division.

	2003	2002
Asamang		
Product sales	000 metric tons	
Iron ore	5 263	4 775
Manganese ore (excluding deliveries to the Gato Ridge alloy operation)	1 171	999
Manganese alloys	206	187
Chrome chrome	244	190
Chrome ore (excluding deliveries to Machadopoort alloy operation)	20	39
Capital expenditure	R million	
	338	372

Anglovaal's Target mine was commissioned in May 2002. The ETC division was sold in June 2003. Revenue increased significantly to R1 000 million (R364 million) following the commissioning of Target. Headline earnings declined to R25 million (R36 million) after the R103 million charge to income following the restructuring of the rand-gold hedge book into US dollar denominated gold hedges. Headline earnings before the unrealised hedge derivative adjustment were R128 million (R36 million).

Anglovaal

Operating results	2003	2002
Operating profit	R million	
Gold sold	kg	
Yield	g/t	
Cash costs	R/kg	
	US\$/oz	
Capital expenditure	R million	
	109.9	17.3
	11 899	4 179
	8.57	6.56
	56 500	64 277
	193	188
	122.9	437.5

Target mined 1 068 376 tonnes of ore at a yield of 8.57g/t. Gold sold amounted to 9 155kg, at a cash cost of R51 327/kg, or US\$175/oz. Target's life of mine plan was updated during the year extending the life of mine by five years to 18 years. The revised proven and probable underground reserves increased from 2.52 million ounces to 3.66 million ounces.

During the period to 15 June 2003, the date of sale, ore mined at ETC rose to 320 388 tonnes (315 529 tonnes) at a yield of 8.56g/t (8.89g/t). Total gold sold decreased slightly to 2 744kg (2 805kg) at a cash cost of R73 774/kg (R59 805/kg), or US\$252/oz (US\$215/oz).

The surface exploration drilling programme in the Paradise area, immediately north of Target mine was completed. This, together with the previous underground exploration drilling resulted in 5.66 million ounces being upgraded from an inferred to an indicated resource category. The pre-feasibility study on a possible mine design for the Paradise area is to be presented to the Anglovaal board by 30 September 2003.

Nkomati: This 75 per cent owned mine performed well as a result of increased production and the strong performance of the US dollar nickel price during 2003. The mine treated a total of 302 000 tons (255 000 tons) of ore, producing 55 000 tons (46 000 tons) of concentrate at an average nickel grade in concentrate of 9.96 per cent (9.33 per cent).

	2003	2002
Nickel	tons	
Cobalt	tons	
Cobalt	tons	
PGMs	ounces	
	4 900	3 300
	3 300	3 000
	82	52
	39 000	35 000

Excluding nickel, other metals contributed 35 per cent (42 per cent) of the mine's total revenue. The nickel price averaged US\$3,487b (US\$3,681b) during the year and the mine's cash cost to produce nickel, net of by-products, was US\$80,577/b (US\$80,322/b).

Operating profit increased to R236 million (R209 million) and profit before tax was lower at R203 million (R221 million).

Two Rivers' mining licence and Environmental Management Programme Report were, respectively, granted and approved by the Department of Minerals and Energy in March 2003. Exploration of R29 million was incurred during the year. An additional R47 million has been approved by the shareholders for the continuation of the project. Avmin presently holds 55 per cent of the equity and Impala Platinum Holdings Limited the balance. A memorandum of understanding was signed with TISO Capital (Proprietary) Limited to acquire up to 25 per cent of Two Rivers' equity.

SAFETY, HEALTH AND SUSTAINABLE DEVELOPMENT

The board reports, with regret, six fatal accidents that occurred during the year at Group operations and extends its condolences to the bereaved families and friends. Three fatalities occurred at the manganese mines, two at the iron ore mine, and one at ETC. These deaths are viewed as a tragedy, and steps to reinforce the Group's commitment to safety have been taken.

Avmin is gathering information on the extent to which it is exposed to business risks that stem from HIV/AIDS. Avmin's HIV/AIDS strategy seeks to adopt a proactive and caring approach while maintaining the impact the pandemic may have on its business.

Avmin's sustainable development initiatives continue to contribute meaningfully to the social and economic landscape in South Africa. Details on the Group's activities are contained in the sustainable development report, which will be posted to shareholders with the annual report.

MINING CHARTER

President Mbeki signed the Minerals and Petroleum Resources Development Act on 3 October 2002. Avmin is supportive of the Act and accompanying broad based economic imperatives, and has embarked on initiatives aimed at meeting these requirements. Avmin will derive some Black Economic Empowerment benefits from ARMinco's involvement in the newly merged Harmony as well as Anglovaal's sale of ETC. The Group is also exploring other empowerment opportunities.

DIVIDEND

In light of the Company's financial performance, the board does not consider it appropriate to declare a dividend for the year ended 30 June 2003, but recognises the importance to shareholders of the payment of regular dividends.

STRATEGIC REVIEW

Avmin is currently well advanced in the process of reviewing the strategic direction and future structure of the Group, *inter alia*, to support the scale of planned growth and to position Avmin as the leading black empowered company.

To that end, Deutsche Bank have been retained to assist the board with the evaluation of alternatives. We expect to announce our strategic intentions by early 2004.

DIRECTORATE

Following the change of major shareholder from Anglo to Harmony, David Barber, Philip Baum, and Barry Davison resigned as directors on 11 April and on 5 May 2003 Petrus Mosepe, Pines Pienaar, and Bernard Swanepoel joined the board. Frank Frank, Nir Lymat, Brian Menell and Roy Cronk tendered their resignations during the year. Jan Steenkamp and Doug Campbell were appointed executive directors on 12 May 2003.

David Murray retired as the Group's chief executive officer on 30 June 2003 and was succeeded by Jan Steenkamp. David retains his seat on the board as a non-executive director.

R P Menell	J C Steenkamp
Chairman	Chief executive officer
Johannesburg	
10 September 2003	