

HARMONY GOLD MINING CO LTD

Form 6-K

November 08, 2013

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO

RULE 13a-16 OR 15d-16 UNDER THE SECURITIES

EXCHANGE ACT OF 1934

For 8 November 2013

Harmony Gold Mining Company

Limited

Randfontein Office Park

Corner Main Reef Road and Ward Avenue

Randfontein, 1759

South Africa

(Address of principal executive offices)

(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.)

Form 20-F Form 40-F

(Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

Yes No

RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2013

Quarter
September
2013

Quarter*

June
2013

Q-on-Q
variance
%

Gold produced

– kg

9 635

8 588

12

– oz

309 773

276 109

12

Cash operating costs

– R/kg

324 272

347 456

7

– US\$/oz

1 013

1 144

11

Gold sold

– kg

9 353

8 146

15

– oz

300 703

261 901

15

Underground grade

– g/t

4.55

4.37

4

All-in sustaining costs

– R/kg

404 694

471 146

14

– US\$/oz

1 264

1 551

19

Gold price received

– R/kg

429 566

427 534

–

– US\$/oz

1 342

1 407

(5)

Operating profit ¹ *

– R million

1 037

671

55

– US\$ million

104

71

46

Basic earnings/(loss) per share*

– SAc/s

3

(808)

>100

– USc/s

–

(86)

>100

Headline profit/(loss)*

– Rm

20

(802)

>100

– US\$m

2

(85)

>100

Headline earnings/(loss) per share*

– SAc/s

5

(185)

>100

– USc/s

0.5

(20)

>100

Exchange rate

– R/US\$

9.96

9.45

5

¹ *Operating profit is comparable to the term production profit in the segment report in the financial statements and not to the operating profit line in the income statement*

** Comparative figures in these line items have been restated as a result of the adoption of IFRIC 20 Stripping Costs in the Production*

Phase of a Surface Mine

Shareholder information

Issued ordinary share capital at

30 September 2013

435 289 890

Issued ordinary share capital at

30 June 2013

435 289 890

Market capitalisation

At 30 September 2013 (ZARm)

15 083

At 30 September 2013 (US\$m)

1 499

At 30 June 2013 (ZARm)

15 562

At 30 June 2013 (US\$m)

1 568

Harmony ordinary share and ADR prices

12-month high (1 October 2012 –

30 September 2013) for ordinary shares

R75.64

12-month low (1 October 2012 –

30 September 2013) for ordinary shares

R32.74

12-month high (1 October 2012 –

30 September 2013) for ADRs

US\$8.96

12-month low (1 October 2012 –

30 September 2013) for ADRs

US\$3.30

Free float

100%

ADR ratio

1:1

JSE Limited

HAR

Range for quarter

(1 July – 30 September 2013 closing prices)

R32.74 – R42.47

Average daily volume for the quarter

(1 July – 30 September 2013)

1 680 746 shares

Range for quarter

(1 April – 30 June 2013 closing prices)

R33.47 – R59.11

Average daily volume for the quarter
(1 April – 30 June 2013)
2 099 857 shares

*New York Stock Exchange including
other US trading platforms*

HMY

Range for quarter
(1 July – 30 September 2013 closing prices)

US\$3.30 –

US\$4.33

Average daily volume for the quarter
(1 July – 30 September 2013)

3 824 973

Range for quarter

(1 April – 30 June 2013 closing prices)

US\$3.30 –

US\$6.38

Average daily volume for the quarter
(1 April – 30 June 2013)

3 302 649

Investors' calendar

2013/2014

Annual General Meeting

5 December 2013

Q2 and 6 months ended FY14 results
presentation

3 February 2014

Q1 FY14

Harmony Gold Mining Company Limited

("Harmony" or "Company")

Incorporated in the Republic of South Africa

Registration number 1950/038232/06

JSE share code: HAR

NYSE share code: HMY

ISIN: ZAE000015228

Results for the first quarter ended

30 September 2013

KEY FEATURES

Quarter on quarter

Significant increase in gold production for a second consecutive quarter

- 12% increase in gold production
- 6% increase in tonnes milled
- 4% increase in total underground recovered grade
- Kusasalethu close to normal production levels

Reduced unit costs quarter on quarter

- cash operating costs decreased by 7% to R324 272/kg (US\$1 013/oz)
- reduced all-in sustaining costs by 14% from R471 146/kg to R404 694/kg (19% reduction from US\$1 551/oz to US\$1 264/oz)

Operating profit¹ increased by 55% from R671 million to more than R1 billion (46% increase from US\$71 million to US\$104 million)

All figures represent continuing operations unless stated otherwise

- 1. Operating profit is comparable to the term production profit in the segment report in the financial statements and not to the operating profit line in the income statement*

2

CONTACT DETAILS

Corporate Office

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Corner Main Reef Road/Ward Avenue
Randfontein, 1759, South Africa
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Website: www.harmony.co.za

Directors

P T Motsepe* *Chairman*
M Motloba*[^] *Deputy Chairman*
G P Briggs *Chief Executive Officer*
F Abbott *Financial Director*
H E Mashego *Executive Director*
F F T De Buck*[^] *Lead independent director*
J A Chissano*^{1^}, K V Dicks*[^], Dr D S Lushaba*[^],
C Markus*[^], M Msimang*[^], K T Nondumo*[^],
V P Pillay *[^], J Wetton*[^], A J Wilkens*

* Non-executive

[^] Independent

1 Mozambican

Investor relations team

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Investor Relations Manager

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Marian van der Walt

Executive: Corporate and Investor Relations

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Company Secretary

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ADR Depositary

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c/o American Stock Transfer and Trust Company

Peck Slip Station

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Trading Symbols

JSE Limited: HAR

New York Stock Exchange, Inc: HMY

Euronext, Brussels: HMY

Berlin Stock Exchange: HAM1

Registration number

1950/038232/06

Incorporated in the Republic of South Africa

ISIN

ZAE000015228

3

FORWARD-LOOKING STATEMENTS

This quarterly report contains forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 with respect to Harmony's financial condition, results of operations, business strategies, operating efficiencies, competitive positions, growth opportunities for existing services, plans and objectives of management, markets for stock and other matters. Statements in this quarter that are not historical facts are "forward-looking statements" for the purpose of the safe harbour provided by Section 21E of the U.S. Securities Exchange Act of 1934, as amended, and Section 27A of the U.S. Securities Act of 1933, as amended. Forward-looking statements are statements that are not historical facts.

These statements include financial projections and estimates and their underlying assumptions, statements regarding plans, objectives and expectations with respect to future operations, products and services, and statements regarding future performance. Forward-looking statements are generally identified by the words "expect", "anticipates", "believes", "intends", "estimates" and similar expressions. These statements are only predictions. All forward-looking statements involve a number of risks, uncertainties and other factors and we cannot assure you that such statements will prove to be correct. Risks, uncertainties and other factors could cause actual events or results to differ from those expressed or implied by the forward-looking statements.

These forward-looking statements, including, among others, those relating to the future business prospects, revenues and income of Harmony, wherever they may occur in this quarterly report and the exhibits to this quarterly report, are necessarily estimates reflecting the best judgement of the senior management of Harmony and involve a number of risks and uncertainties that could cause actual results to differ materially from those suggested by the forward-looking statements. As a consequence, these forward-looking statements should be considered in light of various important factors, including those set forth in this quarterly report.

Important factors that could cause actual results to differ materially from estimates or projections contained in the forward-looking statements include, without limitation: overall economic and business conditions in the countries in which we operate; the ability to achieve anticipated efficiencies and other cost-savings in connection with past and future acquisitions; increases or decreases in the market price of gold; the occurrence of hazards associated with underground and surface gold mining; the occurrence of labour disruptions; availability, terms and deployment of capital; changes in government regulations, particularly mining rights and environmental regulations; fluctuations in exchange rates; currency devaluations and other macro-economic monetary policies; and socio-economic instability in the countries in which we operate.

Harmony's Integrated Annual Report, Notice of Annual General Meeting and its Annual Report filed on a Form 20F with the United States' Securities and Exchange Commission for the year ended 30 June 2013 were released on 25 October 2013.

www.harmony.co.za/investors

CONTENTS

2

Contact details

4

Chief executive officer's review

6

Operational results (Rand/Metric) (US\$/Imperial)

8

Commentary on operational results

10

Condensed consolidated income statements (Rand)

11

Condensed consolidated statements of comprehensive income (Rand)

11

Condensed consolidated statements of changes in equity (Rand)

12

Condensed consolidated balance sheets (Rand)

13

Condensed consolidated cash flow statements (Rand)

14

Notes to the condensed consolidated financial statements

19

Segment report (Rand/Metric)

20

Operating results (US\$/Imperial)

22

Condensed consolidated income statements (US\$)

23

Condensed consolidated statements of comprehensive income (US\$)

23

Condensed consolidated statements of changes in equity (US\$)

24

Condensed consolidated balance sheets (US\$)

25

Condensed consolidated cash flow statements (US\$)

26

Segment report (US\$/Imperial)

27

Development results – Metric and Imperial

4

Results for the first quarter ended 30 September 2013

Chief executive officer's review

Despite short-term gold price volatility, long-term fundamentals remain in place for continued growth in commodity demand. Since the financial crash of 2008, investment demand has been among the gold market's principal drivers. The R/kg gold price has been static in the past two quarters and we are expecting this trend to continue in the short term.

As gold prices have weakened, gold mines world-wide remain under pressure with their rising costs. Our only means of remaining profitable is to reduce costs, improve our productivity and produce more gold. We believe that Harmony is well placed to meet these challenges.

We have been an acquisitive company, known for reinvesting in our assets to improve their performance. Our strategic advantages include:

- increasing gold grades
- lowest rand/tonne South African producer
- free cash flow
- unhedged
- strong balance sheet – low debt
- geared to SA currency – 93% of our gold is mined in South Africa

1. SAFETY

The South African operations experienced a challenging safety quarter with a regression in safety performance.

It is with deep regret that I report that four people were fatality injured in four separate incidences. They were Tiodosio Munguambe (a team leader) and Mr Carlitos Uetela (development team member) – both from Doornkop; and Thembekile Mapeyi (development team member) and Oscar Madosi (an engineering assistant) both from Kusasaletu. My sincere condolences go to the families, friends and colleagues of these men.

Safety risk management is one of the main pillars in the Harmony safety strategy and is the main building block in the journey towards proactive safety management and ultimately to zero harm. Management and employees play an equally important role in the effective functioning of the safety risk management system and specifically with regards to issue-based risk management and continuous risk management.

During the past quarter management has paid a lot of attention to poor performing operations. In addition, all baseline risk assessments are currently part of a review process.

Due to the fatalities reported, the Fatality Injury Frequency Rate (FIFR) per million hours worked regressed year on year from 0.11 to 0.19 and quarter on quarter from 0.10 to 0.19.

During the quarter, the chief executive officer and various other executives continued high level safety audits at the operations.

Significant safety achievements during the quarter were:

- Unisel recorded 12 months of being fatality free
- Tshepong achieved more than 3 000 000 rail bound equipment fatality free shifts
- Tshepong achieved 2 000 000 fall of ground fatality free shifts
- Doornkop achieved 6 500 000 fall of ground fatality free shifts

2. OPERATIONAL RESULTS

Gold production for the September 2013 quarter increased by 12% to 9 635kg from 8 588kg in the June 2013 quarter. This was as a result of improved recovered grades at most of the underground operations and Kusasalethu building up to normal production after the temporary closure of the shaft earlier this year.

Operations that showed an improvement during the September 2013 quarter were Kusasalethu, Tshepong, Target 1, Phakisa, Hidden Valley and Unisel.

The 12% increase in production resulted in a significant increase in operating profit of 55% for the September 2013 quarter, increasing from R671 million in the June 2013 quarter to R1 037 million in the September 2013 quarter.

The rand gold price received remained steady with only a 0.4% increase to R429 566/kg (R427 534/kg in the June 2013 quarter). Quarter on quarter the US dollar gold price decreased by 5% from US\$1 407/oz in the June 2013 quarter to US\$1 342/oz in the September quarter.

The rand/dollar exchange rate weakened by 5% from R9.45/US\$ in the previous quarter to R9.96/US\$ in the September 2013 quarter.

Cash operating costs in the September 2013 quarter increased by R140 million compared to the June 2013 quarter. This was mainly as a result of a R38 million increase in wages (due to the annual wage increase), as well as a R147 million increase in electricity costs (due to winter tariffs). These increases in costs were partially offset by a R57 million saving at Hidden Valley.

Due to the increase in gold produced for the September 2013 quarter the rand per kilogram (cash cost) decreased by 7% from R347 456/kg in the June 2013 quarter to R324 272/kg in the quarter under review.

Total capital expenditure for the September 2013 quarter decreased by R183 million or 23% quarter on quarter to R622 million. Most operations recorded a decrease in capital expenditure with a major saving of R89 million at Hidden Valley.

3. FINANCIAL OVERVIEW

Revenue

Revenue improved from R3 483 million in the previous quarter to R4 018 million, driven by a 15% increase in gold sales and stable gold prices in rand terms at R429 566/kg.

Restructuring costs

Restructuring and employment termination costs of R94 million were recorded in the current quarter which should result in more long-term savings going forward.

Exploration costs

Due to the repositioning of the Wafi-Golpu project and other cost-saving initiatives in respect of the project, total exploration expenditure decreased from R219 million to R142 million for the quarter.

Gain on financial instruments

The gain on financial instruments is due to the increase in fair value of the investments in the various group rehabilitation trust funds.

A portion of these funds is invested in Equity Linked Deposits, which increased in value as the market rose. These gains can be attributed to an increase in the JSE shareholder weighted top 40 index (SWIX 40)

during the quarter.

Property, plant and equipment

Mining assets have decreased during the quarter as the Papua New Guinean currency (PGK) depreciated against all currencies towards the end of the quarter. Against the rand, it weakened from R4.49/PGK to R3.87/PGK resulting in lower rand equivalent balances reported on the balance sheet.

5

Borrowings and cash

The long-term portion of borrowings increased during the quarter as a further \$60 million was drawn against the US dollar syndicated revolving credit facility. During the same period cash and cash equivalents increased by R199 million to R2 288 million resulting in a net debt of R871 million.

4. ALL-IN SUSTAINING COSTS MEASURES (WORLD GOLD COUNCIL)

The World Gold Council (WGC) released a guidance note in June 2013 on the calculation of 'all-in sustaining costs' which was developed by members of the council to create a better understanding of the overall costs associated with producing gold.

The 'all-in sustaining costs' is an extension of the existing 'cash cost' metrics and incorporates costs related to sustaining production.

Harmony has decided to adopt the all-in sustaining costs method and we will apply it to our calculations as from the September 2013 quarter onwards. For comparison purposes, we will be reporting on both our cash operating cost (R/kg or US\$/oz) and the all-in sustaining costs in the future.

Harmony recorded an all-in sustaining cost of R404 694/kg for the September 2013 quarter, a 14% improvement compared to the R471 146/kg recorded in the June 2013 quarter, due to higher gold production.

5. EMPLOYEE RELATIONS

Two year wage agreement

A new two year wage agreement was signed on 10 September 2013.

In summary the agreement is as follows:

- Category 4 and 5 employees, and rock drill operators received an increase of 8% in basic wages as from 1 July 2013 and a CPI plus 1% increase as from 1 July 2014;
- Category 6 to 8 employees, miners and artisans, and officials, received an increase of 7.5% in basic wages as from 1 July 2013 and a CPI plus 0.5% increase as from 1 July 2014;
- the current monthly living out allowance increased to R1 820 per month on 1 September 2013 and will increase to R2 000 per month on 1 September 2014.

AMCU Recognition Agreement

On 4 October 2013, the recognition agreement with the Association of Mineworkers and Construction Union (AMCU), representing about 75% of the workforce at Kusasalethu, was signed at Kusasalethu. All the other recognised unions at the mine will continue to operate.

6. JOEL AND BEATRIX OPERATIONS EXCHANGE MINING RIGHT AREAS

Background

Harmony's Joel mining right is contiguous to Sibanye Gold Limited's (Sibanye) Beatrix mining right, which has resulted in a number of discussions between the parties over the last couple of years on the possibility of exchanging some mining right portions for the benefit of both parties. These discussions have finally culminated in agreed commercial terms during the quarter. As a result, an agreement was

finalised and signed by Harmony and Sibanye. The main condition precedent is the approval by the Department of Mineral Resources of the respective section 102 applications. These approvals are expected to be obtained before the end of June 2014.

Commercial terms

Joel will exchange two portions of its mining right for two portions of Beatrix's mining right, as well as acquiring two additional portions from Beatrix.

The exchange portions are to be transferred between the parties for the same value.

The purchase consideration of the further two portions to be acquired by Joel will be in the form of a royalty of 3% on gold revenue generated from these two portions.

Motivation for the exchange and acquisition

The areas that Joel will relinquish are difficult to access from Joel and have been deemed uneconomical, while the portions that Joel will be acquiring are accessible and will increase the current life of mine.

7. WAFI-GOLPU

Drilling during the quarter focused on brownfield drilling, Golpu resource definition, potential shaft location and infrastructure geotechnical drilling. The drill programme for derisking the lower mine blocks has been designed, scheduled and has commenced. This programme will address confidence levels in the lower mining block.

Golpu resource definition drilling of the upper and lower mining blocks during the quarter has confirmed porphyry and associated grade through the southern upper and lower mining blocks.

IN CONCLUSION

All the original, marginal Harmony assets have been closed. Harmony has built new mines, enabling it to access new and higher grade mining areas and reducing the time it takes crews to get to the face. Growing our margins are all about reducing our costs, improving productivity and increasing our gold production. Major capital expenditure has been spent; we have a strong balance sheet with low debt and look forward to the value that Golpu will add in future. We remain firm believers in gold's ability to preserve value.

We are confident that these strategic foundations will support sustainable growth for all stakeholders as we deliver on the full potential of our asset base.

Graham Briggs

Chief executive officer

6

7

Results for the first quarter

ended 30 September 2013

OPERATIONAL RESULTS (Rand/Metric) (US\$/Imperial)

South Africa

Hidden

Valley*

Total

Continuing

Operations

Underground production

Surface production

Total

South

Africa

Three

months

ended

Kusasa-

lethu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bamba-

nani

Joel

Unisel

Target 3

Steyn 2

Total

Under-

ground

Phoenix

Dumps

Kalgold*

Total

Surface

Ore milled

- t'000

Sep-13

329

236

156

249

189

191

51

159

108
82
12
1 762
1 544
873
364
2 781
4 543
503
5 046
Jun-13
212
242
133
211
210
179
55
151
114
73
12
1 592
1 471
879
367
2 717
4 309
457
4 766
Gold produced
– kg
Sep-13
1 272
765
755
1 049
758
1 081
623
697
476
392
146
8 014
225
297
324
846
8 860

775

9 635

Jun-13

688

859

583

815

839

897

614

699

427

419

121

6 961

202

346

357

905

7 866

722

8 588

Gold produced

- oz

Sep-13

40 896

24 595

24 274

33 726

24 370

34 755

20 030

22 409

15 304

12 603

4 694

257 656

7 234

9 549

10 417

27 200

284 856

24 917

309 773

Jun-13

22 120

27 617

18 744

26 203

26 974

28 839

19 741
22 473
13 728
13 471
3 890
223 800
6 494
11 124
11 478
29 096
252 896
23 213
276 109
Yield -
g/tonne
Sep-13
3.87
3.24
4.84
4.21
4.01
5.66
12.22
4.38
4.41
4.78
12.17
4.55
0.15
0.34
0.89
0.30
1.95
1.54
1.91
Jun-13
3.25
3.55
4.38
3.86
4.00
5.01
11.16
4.63
3.75
5.74
10.08
4.37
0.14
0.39
0.97

0.33
1.83
1.58
1.80

Cash operating costs

– R/kg

Sep-13
378 360
372 256
359 825
337 704
339 471
240 274
220 342
258 561
320 525
373 446
233 966
319 395
272 796
344 552
325 694
318 246
319 286
381 274
324 272

Jun-13

577 337
332 516
444 168
418 310
289 795
281 223
201 467
243 308
331 747
297 759
257 736
340 394
317 396
332 601
259 894
300 526
335 807
474 366
347 456

Cash operating costs

– \$/oz

Sep-13

1 182
1 163
1 124
1 055
1 060
750
688
808
1 001
1 166
731
998
852
1 076
1 017
994
997
1 191
1 013
Jun-13
1 900
1 094
1 462
1 377
954
926
663
801
1 092
980
848
1 120
1 045
1 095
855
989
1 105
1 561
1 144
**Cash operating
costs
– R/tonne**
Sep-13
1 463
1 207
1 741
1 423
1 361
1 360
2 692
1 133

1 413

1 785

2 847

1 453

40

117

290

97

623

587

619

Jun-13

1 874

1 180

1 947

1 616

1 158

1 409

2 249

1 126

1 243

1 709

2 599

1 488

44

131

253

100

613

749

626

Gold sold

- Kg

Sep-13

1 098

796

742

1 031

745

986

613

693

467

358

144

7 673

221

288

340

849

8 522

831

9 353

Jun-13

427

793

568

793

816

934

597

700

415

436

118

6 597

205

358

301

864

7 461

685

8 146

Gold sold

- oz

Sep-13

35 301

25 592

23 856

33 147

23 952

31 701

19 708

22 280

15 014

11 510

4 630

246 691

7 105

9 259

10 931

27 295

273 986

26 717

300 703

Jun-13

13 728

25 496

18 262

25 496

26 235

30 029

19 194
22 505
13 343
14 018
3 794
212 100
6 591
11 510
9 677
27 778
239 878
22 023
261 901

Revenue (R'000)

Sep-13
471 091
342 177
318 272
442 614
319 160
423 239
263 048
297 079
200 535
153 520
61 532
3 292 267
95 253
124 269
146 634
366 156
3 658 423
359 304
4 017 727
Jun-13
175 728
335 584
243 101
339 801
349 828
409 201
256 002
300 268
178 132
190 917
50 327
2 828 889
86 460
151 774
124 248
362 482

3 191 371

291 325

3 482 696

**Cash operating
costs**

(R'000)

Sep-13

481 274

284 776

271 668

354 251

257 319

259 736

137 273

180 217

152 570

146 391

34 159

2 559 634

61 379

102 332

105 525

269 236

2 828 870

295 487

3 124 357

Jun-13

397 208

285 631

258 950

340 923

243 138

252 257

123 701

170 072

141 656

124 761

31 186

2 369 483

64 114

115 080

92 782

271 976

2 641 459

342 492

2 983 951

**Inventory
movement**

(R'000)

Sep-13

(86 317)

3 625

(6 345)

(8 697)

476

(34 582)

(1 659)

(1 589)

(2 391)

(19 548)

(1 020)

(158 047)

(317)

(4 017)

2 559

(1 775)

(159 822)

16 283

(143 539)

Jun-13

(99 945)

(29 205)

(6 908)

(3 191)

(8 033)

9 755

(11 144)

(2 898)

(3 786)

4 827

(727)

(151 255)

(1 659)

7 156

(17 223)

(11 726)

(162 981)

(8 871)

(171 852)

Operating costs

(R'000)

Sep-13

394 957

288 401

265 323

345 554

257 795

225 154

135 614

178 628

150 179

126 843

33 139
2 401 587
61 062
98 315
108 084
267 461
2 669 048
311 770
2 980 818

Jun-13
297 263
256 426
252 042
337 732
235 105
262 012
112 557
167 174
137 870
129 588
30 459
2 218 228
62 455
122 236
75 559
260 250
2 478 478
333 621
2 812 099

Operating profit
(R'000)

Sep-13
76 134
53 776
52 949
97 060
61 365
198 085
127 434
118 451
50 356
26 677
28 393
890 680
34 191
25 954
38 550
98 695
989 375
47 534
1 036 909

Jun-13
(121 535)
79 158
(8 941)
2 069
114 723
147 189
143 445
133 094
40 262
61 329
19 868
610 661
24 005
29 538
48 689
102 232
712 893
(42 296)
670 597

Operating profit

(\$'000)

Sep-13

7 644
5 400
5 317
9 746
6 161
19 890
12 797
11 894
5 057
2 679
2 850
89 435
3 434
2 606
3 871
9 911
99 346
4 772
104 118

Jun-13
(12 861)
8 376
(946)
219
12 139
15 574
15 178
14 084

4 261

6 489

2 102

64 615

2 541

3 126

5 152

10 819

75 434

(4 474)

70 960

Capital

expenditure

(R'000)

Sep-13

120 048

60 100

90 762

67 598

37 819

61 509

31 922

42 056

17 228

35 411

562

565 015

-

129

8 023

8 152

573 167

48 478

621 645

Jun-13

147 930

63 733

95 553

83 853

46 164

69 279

26 381

43 495

20 999

41 158

921

639 466

12 746

1 865

12 369

26 980

666 446

137 986

804 432

**Capital
expenditure**

(\$'000)

Sep-13

12 055

6 035

9 114

6 788

3 798

6 176

3 205

4 223

1 730

3 556

56

56 736

-

13

806

819

57 555

4 868

62 423

Jun-13

15 653

6 744

10 111

8 873

4 885

7 331

2 791

4 602

2 222

4 355

97

67 664

1 349

197

1 309

2 855

70 519

14 601

85 120

**Adjusted
operating costs**

- R/kg

Sep-13

375 072

375 492
364 217
341 375
362 285
232 532
226 822
263 371
329 937
359 871
235 119
321 965
276 299
341 372
321 027
316 285
321 399
376 717
326 314
Jun-13
732 861
333 064
454 083
433 351
305 007
285 676
196 748
246 946
363 348
300 832
264 541
348 312
305 537
341 441
257 401
303 645
343 231
492 639
355 795
**Adjusted
operating costs**
– \$/oz
Sep-13
1 171
1 173
1 138
1 066
1 132
726
708
823
1 031

1 124

734

1 006

863

1 066

1 003

988

1 004

1 177

1 019

Jun-13

2 412

1 096

1 494

1 426

1 004

940

648

813

1 196

990

871

1 146

1 006

1 124

847

999

1 130

1 621

1 171

All-in sustaining

costs

– R/kg

Sep-13

499 528

453 515

497 604

418 042

428 681

306 233

248 992

299 968

380 985

470 106

253 014

400 649

276 299

352 628

359 453

335 492

393 978

514 593

404 694

Jun-13

1 102 726

416 276

622 482

551 053

383 178

369 164

229 074

299 834

431 788

404 417

293 966

452 606

309 922

361 909

316 771

333 849

438 528

826 415

471 146

All-in sustaining

costs

– \$/oz

Sep-13

1 560

1 416

1 554

1 306

1 339

956

778

937

1 190

1 468

790

1 251

863

1 101

1 123

1 048

1 230

1 607

1 264

Jun-13

3 629

1 370

2 049

1 814

1 261

1 215
754
987
1 421
1 331
967
1 490
1 020
1 191
1 043
1 099
1 443
2 720
1 551
**Gold price
received**
Sep-13
429 045
429 871
428 938
429 306
428 403
429 248
429 116
428 685
429 411
428 827
427 306
429 072
431 009
431 490
431 276
431 279
429 292
432 375
429 566
Jun-13
411 541
423 183
427 995
428 501
428 711
438 117
428 814
428 954
429 234
437 883
426 500
428 814
421 756
423 950

412 784

419 539

427 740

425 292

427 534

* Comparative figures for these operations have been restated as a result of the adoption of IFRIC 20 Stripping Costs in the Production Phase of a Surface Mine.

Refer to note 2 of the Financial Statements.

8

Results for the first quarter ended 30 September 2013

Commentary on operational results

Harmony's upward trend in its gold production continued for a second consecutive quarter. Gold production was 12% higher quarter-on-quarter at 9 635kg, largely due to an 11% increase in underground tonnes milled and a 4% increase in underground recovered grade to 4.55g/t. The quarter included five days of protected industrial action which affected all the South African operations, except for Kusasalethu. During the September quarter there were increases in labour costs (following the new two year wage agreement) and electricity costs (winter tariffs). These cost increases were more than offset by the increased production and savings in overall costs, resulting in our cash cost per kilogram being 7% lower at R324 272/kg quarter-on-quarter and a 14% reduction in all-in sustaining costs to R404 694/kg.

SOUTH AFRICAN OPERATIONS

Kusasalethu

The build-up at Kusasalethu continued during the quarter. Production was however hampered by two fatalities that occurred during the quarter in two separate incidents.

On 4 October 2013, the recognition agreement with the Association of Mineworkers and Construction Union (AMCU), representing about 75% of the workforce at Kusasalethu, was signed and management and the various unions are working together to ensure a sustainable future for the mine.

The previous quarter's loss was turned into an operating profit of R76 million in the September 2013 quarter – testimony of the efforts of management and the unions to turn around the mine's performance.

During the December 2013 quarter, management will continue to focus on building production at the mine.

Doornkop

Doornkop did not perform in line with its plan in the past quarter, mainly due to a 9% decrease in recovered grade to 3.24g/t and the impact of two fatalities at the mine, which resulted in a decline in gold production of 11% to 765kg. Tonnes milled decreased by 3% quarter on quarter to 236 000t. The decrease in grade is due to Doornkop not achieving the planned mining mix.

Focus in the next quarter will be to improve the recovered grade and the safety at the mine.

Phakisa

Phakisa continues to build up its production in line with its plan and recorded a second quarter of increased production, turning its operating loss recorded in the previous quarter into an operating profit.

An increase of 17% in tonnes milled (at 156 000t) and recovered grade of 11% (at 4.84g/t) during the quarter, resulted in a 30% increase in gold production at 755kg quarter on quarter. The improvements in temperatures in some of the working places attributed to the improvements in production.

During the December 2013 quarter, the remedial work at Freddie's No. 3 ventilation shaft, which will improve the ventilation constraints at the

mine, will continue.

Tshepong

Tshepong bounced back during the quarter and generated free cash flow after capital of R19 million as it increased tonnes milled by 18% at 249 000t and recovered grade by 9% at 4.21g/t, resulting in a 29% increase in gold production from 815kg in the previous quarter to 1 049kg in the September 2013 quarter.

The Tshepong team will continue their focus on improving stoping face length and reef development.

Masimong

Masimong had a challenging quarter as volumes decreased by 10% quarter on quarter to 189 000t while grade remained stable at 4.01g/t. This mine's underperformance resulted in a 10% decrease in gold production.

Our focus during the December 2013 quarter will be on managing the face length and focusing on clean mining in order to improve production.

Target 1

Target 1 generated free operational cash flow of R101 million, after capital during the September 2013 quarter. Gold production increased by 21% quarter on quarter to 1 081kg, due to increased volumes of 191 000t at a 13% improved recovered grade of 5.66g/t. The recovered grade is currently higher than the 5.13g/t average grade guided for financial year 2014 (FY14) and we expect this mine to continue its good performance in the next quarter.

Bambanani

Gold production increased by 2% due to a 10% increase in recovered grade at 12.22g/t. Bambanani is currently mining at a recovered grade higher than the average guidance given of 9.74g/t.

Improving safety and increasing square metres will be the focus of management at Bambanani during the December 2013 quarter.

Joel

Gold production remained stable quarter on quarter at 697kg, as the 5% decrease in recovered grade was offset by a 5% increase in tonnage. The recovered grade was lower due to mining a higher channel width than planned and therefore not achieving the planned face grade during the quarter.

During the next quarter, Joel will focus on monitoring and achieving the planned belt grade.

Unisel

Recovered grade at Unisel increased by 18% quarter on quarter, due to improved face grades, a decrease in stoping widths and a decrease in waste mining.

Target 3

A 6% decrease in gold production for the quarter is mainly due to lower recovered grade, as a result of a decrease in face grade during the quarter.

Increasing the amount of Basal reef panels and improving the environmental conditions in the sub-shaft of the mine will be the main focus areas at Target 3 during the next quarter.

9

Steyn 2

Due to a decrease in stoping widths and cleaner mining practices, Steyn 2 increased its recovered grade for the quarter by 21%, resulting in a 21% increase in gold production. Tonnes milled remained steady quarter-on-quarter.

Phoenix (tailings)

The 11% increase in gold production is mainly due to an increase in the plant head grade, while a 5% increase in tonnes milled supported the increase further.

Surface dumps

The decreases in gold production at the surface dumps are due to the improved reef deliveries from the underground operations. Volumes treated are dependent on available plant capacity after reef deliveries. Plant capacity was well utilised to maximise the gold output.

Kalgold

Kalgold's gold production decreased by 9% quarter on quarter due to challenges with the crushing system at the plant, such as the maintenance of conveyor belts, splicing of belts and refurbishment of conveyor belts chutes. Costs and capital were well controlled and are below the average guided for FY14.

In the next quarters, management will focus on delivering the planned plant infrastructure.

INTERNATIONAL OPERATIONS

Hidden Valley (held in Morobe Mining Joint Ventures – 50% of attributable production reflected)

Hidden Valley increased its gold production by 7% (775kg) quarter on quarter, due to a 10% increase in mill throughput and a 3% increase in gold recoveries, partly offset by a 3% reduction in gold grade.

The commissioning of the crusher is largely complete, configuration changes will be implemented during the December 2013 quarter and are expected to improve throughput and feed reliability to the mill.

An operating profit of R48 million was generated during the quarter.

During the December 2013 quarter, management aims to reduce costs further and increase the amount of tonnes crushed and conveyed.

10

**Results for the first quarter
ended 30 September 2013**

CONDENSED CONSOLIDATED INCOME STATEMENTS (Rand)

Figures in million

Note

Quarter ended

Year ended

30 September

2013

(Unaudited)

30 June

2013

(Unaudited)

(Restated)*

30 September

2012

(Unaudited)

(Restated)*

30 June

2013

(Audited)

(Restated)*

Continuing operations

Revenue

4 018

3 483

4 278

15 902

Cost of sales

3

(3 735)

(6 171)

(3 511)

(16 448)

Production costs

(2 981)

(2 812)

(2 878)

(11 321)

Amortisation and depreciation

(577)

(531)

(494)

(2 001)

Impairment of assets

–

(2 733)

–

(2 733)

Other items

(177)
(95)
(139)
(393)
Gross profit/(loss)
283
(2 688)
767
(546)
Corporate, administration and other expenditure
(108)
(127)
(106)
(465)
Social investment expenditure
(38)
(57)
(20)
(127)
Exploration expenditure
(142)
(219)
(136)
(673)
Profit on sale of property, plant and equipment
—
—
55
139
Other income/(expenses) – net
1
(169)
3
(350)
Operating (loss)/profit
(4)
(3 260)
563
(2 022)
Profit from associates
3
—
—
—
Impairment of investments
(7)
—
(48)
(88)
Net gain/(loss) on financial instruments
74

(8)
74
173
Investment income
45
67
33
185
Finance cost
(60)
(57)
(58)
(256)
Profit/(loss) before taxation
51
(3 258)
564
(2 008)
Taxation
(38)
(239)
(152)
(655)
Normal taxation
(49)
78
(111)
(271)
Deferred taxation
11
(317)
(41)
(384)
Net profit/(loss) from continuing operations
13
(3 497)
412
(2 663)
Discontinued operations
Profit from discontinued operations
—
—
89
314
Net profit/(loss) for the period
13
(3 497)
501
(2 349)
Attributable to:
Owners of the parent

13
(3 497)
501
(2 349)
Earnings/(loss) per ordinary share (cents)
5
Earnings/(loss) from continuing operations
3
(808)
95
(616)
Earnings from discontinued operations
–
–
21
73
Total earnings/(loss)
3
(808)
116
(543)
Diluted earnings/(loss) per ordinary share (cents)
5
Earnings/(loss) from continuing operations
3
(808)
95
(616)
Earnings from discontinued operations
–
–
21
73
Total diluted earnings/(loss)
3
(808)
116
(543)

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 for details.*
The accompanying notes are an integral part of these condensed consolidated financial statements.

11

The unaudited condensed consolidated financial statements for the three months ended 30 September 2013 have been prepared by Harmony Gold Mining Company Limited's corporate reporting team headed by Mr Herman Perry. This process

was supervised by the financial director, Mr Frank Abbott, and approved by the board of Harmony Gold Mining Company

Limited. These financial statements have not been audited or independently reviewed.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Rand)

Figures in million

Quarter ended

Year ended

30 September

2013

(Unaudited)

30 June

2013

(Unaudited)

(Restated)*

30 September

2012

(Unaudited)

(Restated)*

30 June

2013

(Audited)

(Restated)*

Net profit/(loss) for the period

13

(3 497)

501

(2 349)

Other comprehensive (loss)/income for the period,

net of income tax

(695)

25

25

737

Foreign exchange translation

(694)

26

25

742

Movements on investments

(1)

(1)

–

(5)

Total comprehensive (loss)/income for the period

(682)

(3 472)

526

(1 612)

Attributable to:

Owners of the parent

(682)

(3 472)

526

(1 612)

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 for details.*

The accompanying notes are an integral part of these condensed consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (Rand) (Unaudited)

for the three months ended 30 September 2013

Figures in million

Share

capital

Other

reserves

Retained

earnings

Total

Balance – 30 June 2013 as previously reported

28 325

3 464

522

32 311

Restatement for IFRIC 20

–

(22)

(74)

(96)

Restated balance – 30 June 2013

28 325

3 442

448

32 215

Share-based payments

–

43

–

43

Net profit for the period

–

–

13

13

Other comprehensive loss for the period

–

(695)

–

(695)

Balance – 30 September 2013

28 325

2 790
461
31 576
Balance – 30 June 2012 as previously reported
28 331
2 444
3 307
34 082
Restatement for IFRIC 20
–
(15)
(94)
(109)
Restated balance – 30 June 2012
28 331
2 429
3 213
33 973
Share-based payments
–
45
–
45
Net profit for the period
–
–
501
501
Other comprehensive income for the period
–
25
–
25
Dividends paid
–
–
(218)
(218)
Balance – 30 September 2012
28 331
2 499
3 496
34 326

The accompanying notes are an integral part of these condensed consolidated financial statements.

12

**Results for the first quarter
ended 30 September 2013**

CONDENSED CONSOLIDATED BALANCE SHEETS (Rand)

Figures in million

At
30 September
2013
(Unaudited)

At
30 June
2013
(Audited)
(Restated)*

At
30 September
2012
(Unaudited)
(Restated)*

ASSETS

Non-current assets

Property, plant and equipment

32 195

32 732

33 220

Intangible assets

2 191

2 191

2 194

Restricted cash

38

37

36

Restricted investments

2 143

2 054

1 919

Deferred tax assets

93

104

523

Investments in associates

112

109

–

Investments in financial assets

42

49

98

Inventories

57

57
58
Trade and other receivables
—
—
20
Total non-current assets
36 871
37 333
38 068
Current assets
Inventories
1 482
1 417
1 168
Trade and other receivables
1 238
1 162
1 165
Income and mining taxes
103
132
8
Cash and cash equivalents
2 288
2 089
2 266
5 111
4 800
4 607
Assets of disposal groups classified as held for sale
—
—
1 658
Total current assets
5 111
4 800
6 265
Total assets
41 982
42 133
44 333
EQUITY AND LIABILITIES
Share capital and reserves
Share capital
28 325
28 325
28 331
Other reserves
2 790
3 442

2 499

Retained earnings

461

448

3 496

Total equity

31 576

32 215

34 326

Non-current liabilities

Deferred tax liabilities

2 998

3 021

3 166

Provision for environmental rehabilitation

1 990

1 997

1 895

Retirement benefit obligation

198

194

181

Other provisions

63

55

87

Borrowings

6

2 868

2 252

1 840

Total non-current liabilities

8 117

7 519

7 169

Current liabilities

Borrowings

6

291

286

306

Income and mining taxes

24

4

110

Trade and other payables

1 974

2 109

1 982

2 289

2 399

2 398

Liabilities of disposal groups classified as held for sale

—

—

440

Total current liabilities

2 289

2 399

2 838

Total equity and liabilities

41 982

42 133

44 333

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 for details.*

The accompanying notes are an integral part of these condensed consolidated financial statements.

13

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (Rand)

Figures in million

Quarter ended

Year ended

30 September

2013

(Unaudited)

30 June

2013

(Unaudited)

30 September

2012

(Unaudited)

30 June

2013

(Audited)

Cash flow from operating activities

Cash generated by operations

238

221

1 337

3 154

Interest and dividends received

26

48

26

138

Interest paid

(29)

(40)

(29)

(125)

Income and mining taxes refunded/(paid)

–

(129)

108

(312)

Cash generated by operating activities

235

100

1 442

2 855

Cash flow from investing activities

Cash transferred to disposal group

–

–

(162)

–

Proceeds on disposal of investment in subsidiary

–

–
–
1 264
Purchase of investments
–
(14)
–
(86)
Other investing activities
(9)
(1)
–
(4)
Net additions to property, plant and equipment
1
(618)
(938)
(893)
(3 652)
Cash utilised by investing activities
(627)
(953)
(1 055)
(2 478)
Cash flow from financing activities
Borrowings raised
612
–
330
678
Borrowings repaid
(3)
(156)
(9)
(333)
Ordinary shares issued – net of expenses
–
1
–
1
Option premium on BEE transaction
–
2
–
2
Dividends paid
–
–
(218)
(435)
Cash generated/(utilised) by financing activities

609
(153)
103
(87)
Foreign currency translation adjustments
(18)
(4)
3
26
Net increase/(decrease) in cash and cash equivalents
199
(1 010)
493
316
Cash and cash equivalents – beginning of period
2 089
3 099
1 773
1 773
Cash and cash equivalents – end of period
2 288
2 089
2 266
2 089

1

Includes capital expenditure for Wafi-Golpu and other International projects of R0 million in the September 2013 quarter (June 2013: R133 million)(September 2012: R131 million) and R537 million in the 12 months ended 30 June 2013.

The accompanying notes are an integral part of these condensed consolidated financial statements.

14

**Results for the first quarter
ended 30 September 2013**

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the period ended 30 September 2013 (Rand)

1. Accounting policies

Basis of accounting

The condensed consolidated financial statements for the three months ended 30 September 2013 have been prepared in accordance with IAS 34, Interim Financial Reporting, JSE Listings Requirements, SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and in the manner required by the Companies Act of South Africa. They should be read in conjunction with the annual financial statements for the year ended 30 June 2013, which have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS). The accounting policies are consistent with those described in the annual financial statements, except for the adoption of applicable revised and/or new standards issued by the International Accounting Standards Board.

2.

Change in accounting standard

IFRIC 20 Stripping Costs in the Production Phase of a Surface Mine

IFRIC 20 – Stripping Costs in the Production Phase of a Surface Mine (IFRIC 20), which became effective on 1 January 2013, clarifies the

requirements for accounting for the costs of stripping activity in the production phase of surface mining when two benefits accrue: (i) usable ore that can be used to produce inventory, and (ii) improved access to further quantities of material that will be mined in future periods.

Harmony has applied IFRIC 20 on a retrospective basis in compliance with the transitional requirements of IFRIC 20 for the earliest prior period

presented, which for the year ended 30 June 2013 is 30 June 2012.

Harmony previously accounted for stripping costs incurred during the production phase to remove waste material by deferring these costs,

which were then charged to production costs on the basis of the average life-of-mine stripping ratio.

A stripping activity asset shall be recognised if all of the following are met:

(i) it is probable that the future economic benefit (improved access to the orebody) associated with the stripping activity will flow to the entity;

(ii) the entity can identify the component of the ore body for which access has been improved; and

(iii) the cost relating to the stripping activity associated with that component can be measured reliably.

The stripping asset shall be depreciated over the expected useful life of the identified component of the ore body based on the units of

production method.

If there is no identifiable component of the orebody to which the predecessor asset relates, the asset is written off to retained earnings at the

beginning of the earliest period presented.

The comparative periods presented have been restated. The restatement had no effect on the condensed consolidated cash flow statements.

The results for the year ended 30 June 2013 and the financial position at that date have been audited, but the restatement of the results and

balances affected by IFRIC 20 have not been audited.

Reconciliation of the effect of the change in accounting standard:

Condensed consolidated income statements

Figures in million

Quarter ended

Year ended

30 June

2013

(Unaudited)

30 September

2012

(Unaudited)

30 June

2013

(Unaudited)

Cost of sales

Production costs

As previously reported

(2 844)

(2 870)

(11 400)

IFRIC 20 adjustment

32

(8)

79

Restated

(2 812)

(2 878)

(11 321)

Amortisation and depreciation

As previously reported

(501)

(481)

(1 942)

IFRIC 20 adjustment

(30)

(13)

(59)

Restated

(531)

(494)

(2 001)

Increase/decrease in net profit or loss for the period*

2

(21)

20

* *There is no taxation effect on these items.*

15

Condensed consolidated statements of comprehensive income

Figures in million

Quarter ended

Year ended

30 June

2013

(Unaudited)

30 September

2012

(Unaudited)

30 June

2013

(Unaudited)

Increase/decrease in net profit or loss for the period*

2

(21)

20

Other comprehensive income or loss for the period, net of income tax

Foreign exchange translation

As previously reported

26

26

749

IFRIC 20 adjustment

–

(1)

(7)

Restated

26

25

742

Increase/decrease in total comprehensive income or loss for the period

2

(22)

13

** There is no taxation effect on these items.*

Condensed consolidated balance sheets

Figures in million

At

30 June

2013

(Unaudited)

At

30 September

2012

(Unaudited)

Non-current assets

Property, plant and equipment

As previously reported

32 820

33 334

IFRIC 20 adjustment

(88)

(114)

Restated

32 732

33 220

Current assets

Inventories

As previously reported

1 425

1 185

IFRIC 20 adjustment

(8)

(17)

Restated

1 417

1 168

Share capital and reserves

Other reserves

As previously reported

3 464

2 515

IFRIC 20 adjustment

1

(22)

(16)

Restated

3 442

2 499

Retained earnings

As previously report

522

3 611

IFRIC 20 adjustment

(74)

(115)

Restated

448

3 496

Decrease in total equity

(96)

(131)

1. Translation effect of the IFRIC 20 adjustments on foreign operations (Hidden Valley).

Earnings/(loss) and headline earnings/(loss) per share

Quarter ended

Year ended

30 June

2013

(Unaudited)

30 September

2012

(Unaudited)

30 June

2013

(Unaudited)

Total basic and diluted (loss)/earnings per share (cents)

As previously reported

(809)

121

(548)

IFRIC 20 adjustment

1

(5)

5

Restated

(808)

116

(543)

Total headline (loss)/earnings

Figures in million

As previously reported

(804)

529

204

IFRIC 20 adjustment

2

(21)

20

Restated

(802)

508

224

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS CONTINUED
for the period ended 30 September 2013 (Rand)

16

**Results for the first quarter
ended 30 September 2013**

Quarter ended

Year ended

30 June

2013

(Unaudited)

30 September

2012

(Unaudited)

30 June

2013

(Unaudited)

Total headline and diluted headline (loss)/earnings per share (cents)

As previously reported

(186)

123

47

IFRIC 20 adjustment

1

(5)

5

Restated

(185)

118

52

3.

Cost of sales

Figures in million

Quarter ended

Year ended

30 September

2013

(Unaudited)

30 June

2013

(Unaudited)

(Restated)*

30 September

2012

(Unaudited)

(Restated)*

30 June

2013

(Audited)

(Restated)*

Production costs – excluding royalty

2 943

2 767

2 822

11 104	
Royalty expense	
38	
45	
56	
217	
Amortisation and depreciation	
577	
531	
494	
2 001	
Impairment of assets	
1	
–	
2 733	
–	
2 733	
Rehabilitation expenditure/(credit)	
2	
15	
(40)	
7	
(24)	
Care and maintenance cost of restructured shafts	
17	
16	
20	
68	
Employment termination and restructuring costs	
3	
94	
39	
7	
46	
Share-based payments	
4	
51	
45	
105	
266	
Other	
–	
35	
–	
37	
Total cost of sales	
3 735	
6 171	
3 511	
16 448	

* The comparative financials have been restated following the adoption of IFRIC 20. Refer to note 2 for details.

1. The impairment in the June 2013 quarter consists of an impairment of R2.68 billion on Hidden Valley, R31 million on St Helena and R27 million on Steyn 2.

2. The credit in the June 2013 quarter relates to a change in estimate following the annual re-assessment.

3. Included in the September and June 2013 quarters are amounts relating to the restructuring at Hidden Valley and Wafi-Golpu and the introduction of voluntary retrenchment packages offered in South Africa.

4. This includes the cost relating to the Employee Share Ownership Plan (ESOP) awards that were granted in August 2012.

4. Deferred taxation

The net deferred taxation debit in the income statement in the June 2013 quarter is primarily due to the derecognition of the deferred tax asset amounting to R547 million previously recorded for the Hidden Valley operation.

5.

Earnings/(loss) and net asset value per share

Quarter ended

Year ended

30 September

2013

(Unaudited)

30 June

2013

(Unaudited)

(Restated)*

30 September

2012

(Unaudited)

(Restated)*

30 June

2013

(Audited)

(Restated)*

Weighted average number of shares (million)

432.6

432.6

431.5

431.9

Weighted average number of diluted shares (million)

433.0

433.1

432.3

432.7

Total earnings/(loss) per share (cents):

Basic earnings/(loss)

3

(808)

116

(543)

Diluted earnings/(loss)

3

(808)

116

(543)

Headline earnings/(loss)

5

(185)

118

52

– from continuing operations

5

(185)

97

3

– from discontinued operations

–

–

21

49

Diluted headline earnings/(loss)

5

(185)

118

52

– from continuing operations

5

(185)

97

3

– from discontinued operations

–

–

21

49

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS CONTINUED

for the period ended 30 September 2013 (Rand)

17

Quarter ended

Year ended

30 September

2013

(Unaudited)

30 June

2013

(Unaudited)

(Restated)*

30 September

2012

(Unaudited)

(Restated)*

30 June

2013

(Audited)

(Restated)*

Figures in million

Reconciliation of headline earnings/(loss):

Continuing operations

Net profit/(loss)

13

(3 497)

412

(2 663)

Adjusted for:

Impairment of investments

1

7

—

48

88

Impairment of assets

—

2 733

—

2 733

Taxation effect on impairment of assets

—

(38)

—

(38)

Profit on sale of property, plant and equipment

—

—

(55)

(139)

Taxation effect of profit on sale of property,
plant and equipment

—

–
14
31
Headline earnings/(loss)
20
(802)
419
12
Discontinued operations
Net profit
–
–
89
314
Adjusted for:
Profit on sale of investment in subsidiary
1
–
–
–
(102)
Headline earnings
–
–
89
212
Total headline earnings/(loss)
20
(802)
508
224
1. There is no taxation effect on these items.
Net asset value per share
At
30 September
2013
(Unaudited)
At
30 June
2013
(Audited)
(Restated)*
At
30 September
2012
(Unaudited)
(Restated)*
Number of shares in issue
435 289 890
435 289 890
435 064 236

Net asset value per share (cents)

7 254

7 405

7 904

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 for details.*

6. Borrowings

The Nedbank revolving credit facility was repaid in full during the December 2011 quarter and the full R850 million facility is available until

December 2013. The balance on Nedbank term facilities at 30 September 2013 is R458 million.

Two draw downs of US\$30 million each were made from the US\$300 million syndicated revolving credit facility during the September 2013

quarter. This takes the drawn level to US\$270 million. The facility is repayable by September 2015.

7.

Commitments and contingencies

Figures in million

At

30 September

2013

(Unaudited)

At

30 June

2013

(Audited)

At

30 September

2012

(Unaudited)

Capital expenditure commitments:

Contracts for capital expenditure

351

416

510

Authorised by the directors but not contracted for

1 835

1 545

2 263

2 186

1 961

2 773

This expenditure will be financed from existing resources and, where appropriate, borrowings.

Contingent liability

For a detailed disclosure on contingent liabilities refer to Harmony's annual report for the financial year ended 30 June 2013, available on the

group's website (www.harmony.co.za). There were no significant changes in contingencies since 30 June 2013.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS CONTINUED

for the period ended 30 September 2013 (Rand)

18

**Results for the first quarter
ended 30 September 2013**

8. Related parties

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the group, directly or indirectly, including any director (whether executive or otherwise) of the group. During the September 2013 quarter,

Frank Abbott purchased 65 600 shares.

9. Subsequent events

There were no subsequent events to report.

10. Segment report

The segment report follows on page 19.

11. Reconciliation of segment information to consolidated income statements and balance sheets

Figures in million

30 September

2013

(Unaudited)

30 September

2012

(Unaudited)

(Restated)*

The “Reconciliation of segment information to consolidated financial statements” line item in the segment report is broken down in the following elements, to give a better understanding of the differences between the income statement, balance sheet and segment report:

Reconciliation of production profit to gross profit

Total segment revenue

4 018

4 619

Total segment production costs

(2 981)

(3 078)

Production profit per segment report

1 037

1 541

Discontinued operations

–

(141)

Production profit from continuing operations

1 037

1 400

Cost of sales items, other than production costs and royalty expense

(754)

(633)

Gross profit as per income statements

1

283

767

¹ The reconciliation was done up to the first recognisable line item on the income statement. The reconciliation will follow the income statement after that.

Figures in million

30 September
2013

(Unaudited)

30 September
2012

(Unaudited)

(Restated)*

**Reconciliation of total segment mining assets to consolidated property,
plant and equipment**

Property, plant and equipment not allocated to a segment

Mining assets

1 155

720

Undeveloped property

5 139

5 139

Other non-mining assets

74

159

Wafi-Golpu assets

981

674

Less: Non-current assets previously classified as held-for-sale

—

(1 178)

7 349

5 514

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 for details.*

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

CONTINUED

for the period ended 30 September 2013 (Rand)

19

Segment report (Rand/Metric) (Unaudited)
for the three months ended 30 September 2013

Revenue

Production cost*

Production

profit*

Mining assets

*

Capital

expenditure

Kilograms

produced

Tonnes milled

30 September

30 September

30 September

30 September

30 September

30 September

30 September

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

R million

R million

R million

R million

R million

kg

t'000

Continuing operations

South Africa

Underground

Kusasaletu

471

684

395

434

76
250
3 457
3 326
120
116
1 272
1 601
329
328
Doornkop
342
374
288
249
54
125
3 375
3 283
60
78
765
871
236
245
Phakisa
318
298
265
251
53
47
4 534
4 390
91
78
755
679
156
142
Tshepong
443
509
346
383
97
126
3 918
3 837
68
75

1 049
1 159
249
313
Masimong
319
436
258
258
61
178
1 005
993
38
36
758
987
189
261
Target 1
423
443
225
224
198
219
2 704
2 667
62
87
1 081
1 071
191
178
Bambanani
325
194
169
148
156
46
886
32
769
438
63
43
Joel
297
375
179

959

33

162		
118		
213		
329	247	42
38		
697		
900		
159		
167		
Unisel		
201		
190		
150		
146		
51		
44		
344	674	17
16		
476		
430		
108		
116		
Target 3		
154		
151		
127		
124		
27		
27		
482		
367		
35		
28		
392		
367		
82		
87		
Surface		
All other surface operations		
366		
337		
267		
254		
99		
83		
465		
197		
8		
93		
846		
821		

2 781

2 390

Total South Africa

3 659

3 991

2 669

2 633

990

1 358

21 499

20 940

574

677

8 860

9 324

4 543

4 270

International

Hidden Valley

359

287

312

245

47

42

3 347

5 588

48

87

775

689

503

491

Total international

359

287

312

245

47

42

3 347

5 588

48

87

775

689

503

491

**Total continuing
operations**

4 018

4 278
2 981
2 878
1 037
1 400
24 846
26 528
622
764
9 635
10 013
5 046
4 761
Discontinued operations
Evander
—
341
—
200
—
141
—
1 178
—
53
—
817
—
159
Total discontinued operations
—
341
—
200
—
141
—
1 178
—
53
—
817
—
159
Total operations
4 018
4 619
2 981
3 078
1 037

1 541
24 846
27 706
622
817
9 635
10 830
5 046
4 920

Reconciliation of the segment
information to the
consolidated financial
statements (refer to note 11)

—
(341)
—
(200)
7 349
5 514
4 018
4 278
2 981
2 878
32 195
33 220

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 for details.*

Capital expenditure for international operations excludes expenditure spent on Wafi-Golpu of R0 million (2013: R131 million).

20

21

Results for the first quarter

ended 30 September 2013

Operating results (US\$/Imperial)

South Africa

Hidden

Valley*

Total

Harmony

Underground production

Surface production

Total

South

Africa

Three

months

ended

Kusasa-

lethu

Doornkop

Phakisa

Tshepong

Masimong

Target 1

Bamba-

nani

Joel

Unisel

Target 3

Steyn 2

Total

Under-

ground

Phoenix

Dumps

Kalgold*

Total

Surface

Ore milled

- t'000

Sep-13

363

260

172

275

208

211

56

175

119

90
13
1 942
1 703
963
401
3 067
5 009
555
5 564
Jun-13
234
267
147
233
232
197
61
167
126
80
13
1 757
1 622
969
405
2 996
4 753
504
5 257
Gold produced
– oz
Sep-13
40 896
24 595
24 274
33 726
24 370
34 755
20 030
22 409
15 304
12 603
4 694
257 656
7 234
9 549
10 417
27 200
284 856
24 917

309 773

Jun-13
22 120
27 617
18 744
26 203
26 974
28 839
19 741
22 473
13 728
13 471
3 890
223 800
6 494
11 124
11 478
29 096
252 896
23 213
276 109

Yield - oz/t

Sep-13

0.113
0.095
0.141
0.123
0.117
0.165
0.358
0.128
0.129
0.140
0.361
0.133
0.004
0.010
0.026
0.009
0.057
0.045
0.056

Jun-13
0.095
0.103
0.128
0.112
0.116
0.146
0.324
0.135

0.109
0.168
0.299
0.127
0.004
0.011
0.028
0.010
0.053
0.046
0.053

**Cash operating
costs**

– \$/oz

Sep-13

1 182

1 163

1 124

1 055

1 060

750

688

808

1 001

1 166

731

998

852

1 076

1 017

994

997

1 191

1 013

Jun-13

1 900

1 094

1 462

1 377

954

926

663

801

1 092

980

848

1 120

1 045

1 095

855

989

1 105

1 561

1 144

Cash operating

costs

– \$/t

Sep-13

133

110

159

129

124

124

246

103

129

163

264

132

4

11

26

9

57

53

56

Jun-13

180

113

186

155

111

135

215

108

119

165

254

143

4

13

24

10

59

72

60

Gold sold

– oz

Sep-13

35 301

25 592

23 856
33 147
23 952
31 701
19 708
22 280
15 014
11 510
4 630
246 691
7 105
9 259
10 931
27 295
273 986
26 717
300 703
Jun-13
13 728
25 496
18 262
25 496
26 235
30 029
19 194
22 505
13 343
14 018
3 794
212 100
6 591
11 510
9 677
27 778
239 878
22 023
261 901
Revenue (\$'000)
Sep-13
47 304
34 360
31 959
44 445
32 048
42 499
26 414
29 831
20 137
15 416
6 179
330 592

9 565
12 478
14 724
36 767
367 359
36 079
403 438
Jun-13
18 594
35 509
25 723
35 955
37 016
43 298
27 088
31 772
18 849
20 201
5 325
299 330
9 149
16 060
13 147
38 356
337 686
30 826
368 512
Cash operating
costs
(\$'000)
Sep-13
48 327
28 596
27 279
35 572
25 839
26 082
13 784
18 097
15 320
14 700
3 431
257 027
6 163
10 275
10 596
27 034
284 061
29 672
313 733
Jun-13

42 030
30 223
27 400
36 074
25 727
26 692
13 089
17 995
14 989
13 201
3 300
250 720
6 784
12 177
9 817
28 778
279 498
36 239
315 737
**Inventory
movement
(\$'000)**
Sep-13
(8 667)
364
(637)
(873)
48
(3 473)
(167)
(160)
(240)
(1 963)
(102)
(15 870)
(32)
(403)
257
(178)
(16 048)
1 635
(14 413)
Jun-13
(10 575)
(3 090)
(731)
(338)
(850)
1 032
(1 179)
(307)

(401)
511
(77)
(16 005)
(176)
757
(1 822)
(1 241)
(17 246)
(939)
(18 185)

Operating costs

(\$'000)

Sep-13

39 660

28 960

26 642

34 699

25 887

22 609

13 617

17 937

15 080

12 737

3 329

241 157

6 131

9 872

10 853

26 856

268 013

31 307

299 320

Jun-13

31 455

27 133

26 669

35 736

24 877

27 724

11 910

17 688

14 588

13 712

3 223

234 715

6 608

12 934

7 995

27 537

262 252

35 300

297 552

Operating profit

(\$'000)

Sep-13

7 644

5 400

5 317

9 746

6 161

19 890

12 797

11 894

5 057

2 679

2 850

89 435

3 434

2 606

3 871

9 911

99 346

4 772

104 118

Jun-13

(12 861)

8 376

(946)

219

12 139

15 574

15 178

14 084

4 261

6 489

2 102

64 615

2 541

3 126

5 152

10 819

75 434

(4 474)

70 960

Capital

expenditure

(\$'000)

Sep-13

12 055

6 035

9 114

6 788
3 798
6 176
3 205
4 223
1 730
3 556
56
56 736
-
13
806
819
57 555
4 868
62 423
Jun-13
15 653
6 744
10 111
8 873
4 885
7 331
2 791
4 602
2 222
4 355
97
67 664
1 349
197
1 309
2 855
70 519
14 601
85 120
Adjusted
operating costs
- \$/oz
Sep-13
1 171
1 173
1 138
1 066
1 132
726
708
823
1 031
1 124
734

1 006

863

1 066

1 003

988

1 004

1 177

1 019

Jun-13

2 412

1 096

1 494

1 426

1 004

940

648

813

1 196

990

871

1 146

1 006

1 124

847

999

1 130

1 621

1 171

All-in sustaining

costs

– \$/oz

Sep-13

1 560

1 416

1 554

1 306

1 339

956

778

937

1 190

1 468

790

1 251

863

1 101

1 123

1 048

1 230

1 607

1 264

Jun-13
3 629
1 370
2 049
1 814
1 261
1 215
754
987
1 421
1 331
967
1 490
1 020
1 191
1 043
1 099
1 443
2 720
1 551
**Gold Price
Received
- \$/oz**
Sep-13
1 340
1 343
1 340
1 341
1 338
1 341
1 340
1 339
1 341
1 339
1 335
1 340
1 346
1 348
1 347
1 347
1 341
1 350
1 342
Jun-13
1 354
1 393
1 409
1 410
1 411
1 442
1 411

1 412
1 413
1 441
1 404
1 411
1 388
1 395
1 359
1 381
1 408
1 400
1 407

* Comparative figures for these operations have been restated as a result of the adoption of IFRIC 20 Stripping Costs in the Production Phase of a Surface Mine.

Refer to note 2 of the Rand Financial Statements.

22

**Results for the first quarter
ended 30 September 2013**

CONDENSED CONSOLIDATED INCOME STATEMENTS (US\$) (Unaudited)

(Convenience translation)

Figures in million

Quarter ended

Year ended

30 September

2013

30 June

2013

(Restated)*

30 September

2012

(Restated)*

30 June

2013

(Restated)*

Continuing operations

Revenue

403

369

519

1 803

Cost of sales

(375)

(653)

(426)

(1 829)

Production costs

(299)

(298)

(349)

(1 283)

Amortisation and depreciation

(58)

(56)

(60)

(227)

Impairment of assets

—

(289)

—

(274)

Other items

(18)

(10)

(17)

(45)

Gross profit/(loss)

28

(284)

93

(26)

Corporate, administration and other expenditure

(11)

(13)

(13)

(53)

Social investment expenditure

(4)

(6)

(2)

(14)

Exploration expenditure

(14)

(23)

(16)

(76)

Profit on sale of property, plant and equipment

–

–

7

16

Other (expenses)/income – net

–

(18)

–

(40)

Operating (loss)/profit

(1)

(344)

69

(193)

Impairment of investments

(1)

–

(6)

(10)

Net gain/(loss) on financial instruments

8

(1)

9

20

Investment income

5

7

4

21

Finance cost

(6)

(6)
(7)
(29)
Profit/(loss) before taxation
5
(344)
69
(191)
Taxation
(4)
(26)
(18)
(69)
Normal taxation
(5)
8
(13)
(31)
Deferred taxation
1
(34)
(5)
(38)
Net profit/(loss) from continuing operations
1
(370)
51
(260)
Discontinued operations
Profit from discontinued operations
—
—
11
36
Net profit/(loss) for the period
1
(370)
62
(224)
<i>Attributable to:</i>
Owners of the parent
1
(370)
62
(224)
Earnings/(loss) per ordinary share (cents)
Earnings/(loss) from continuing operations
—
(86)
12
(60)

Earnings from discontinued operations

—

—

3

8

Total earnings/loss

—

(86)

15

(52)

Diluted earnings/(loss) per ordinary share (cents)

Earnings/(loss) from continuing operations

—

(86)

12

(60)

Earnings from discontinued operations

—

—

3

8

Total diluted earnings/(loss)

—

(86)

15

(52)

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 of the Rand financial statements for details.*

The currency conversion average rates for the quarter ended: September 2013: US\$1 = R9.96 (June 2013: US\$1 = R9.45, September 2012: US\$1 = R8.25).

For the year ended: June 2013: US\$1 = R8.82

23

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (US\$) (Unaudited)
(Convenience translation)

Figures in million

Quarter ended

Year ended

30 September

2013

30 June

2013

(Restated)*

30 September

2012

(Restated)*

30 June

2013

(Restated)*

Net profit/(loss) for the period

1

(370)

62

(224)

Other comprehensive (loss)/income for the period,

net of income tax

(70)

3

3

83

Foreign exchange translation

(70)

3

3

84

Movements on investments

–

–

–

(1)

Total comprehensive (loss)/income for the period

(69)

(367)

65

(141)

Attributable to:

Owners of the parent

(69)

(367)

65

(141)

* The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 of the Rand financial statements for details.

The currency conversion average rates for the quarter ended: September 2013: US\$1 = R9.96 (June 2013: US\$1 = R9.45, September 2012: US\$1 = R8.25).

For the year ended: June 2013 US\$1 = R8.82

Note on convenience translations

The requirements of IAS 21, *The Effects of the Changes in Foreign Exchange Rates*, have not necessarily been applied in the

translation of the US Dollar financial statements presented on pages 22 to 26.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (US\$) (Unaudited)

for the three months ended 30 September 2013 (Convenience translation)

Figures in million

Share

capital

Other

reserves

Retained

earnings

Total

Balance – 30 June 2013 as previously reported

2 820

345

52

3 217

Restatement for IFRIC 20

–

(2)

(7)

(9)

Restated balance – 30 June 2013

2 820

343

45

3 208

Share-based payments

–

4

–

4

Net profit for the period

–

–

1

1

Other comprehensive loss for the period

–

(69)

–

(69)

Balance – 30 September 2013

2 820

278

46

3 144
Balance – 30 June 2012
3 438
297
401
4 136
Restatement for IFRIC 20
–
(2)
(11)
(13)
Restated balance – 30 June 2012
3 438
295
390
4 123
Share-based payments
–
5
–
5
Net profit for the period
–
–
61.
61
Other comprehensive income for the period
–
3
–
3
Dividends paid
–
–
(26)
(26)
Balance – 30 September 2012
3 438
303
425
4 166

The currency conversion closing rates for the year ended 30 September 2013: US\$1 = R10.05 (September 2012: US\$1 = 8.24).

24

**Results for the first quarter
ended 30 September 2013**

CONDENSED CONSOLIDATED BALANCE SHEETS (US\$) (Unaudited)

(Convenience translation)

Figures in million

At

30 September

2013

At

30 June

2013

(Restated)*

At

30 September

2012

(Restated)*

ASSETS

Non-current assets

Property, plant and equipment

3 205

3 279

4 032

Intangible assets

218

220

266

Restricted cash

4

4

4

Restricted investments

213

206

233

Deferred tax assets

9

10

63

Investments in associates

11

11

—

Investments in financial assets

4

5

12

Inventories

6

6

7

Trade and other receivables

—

—

2

Total non-current assets

3 670

3 741

4 619

Current assets

Inventories

147

142

142

Trade and other receivables

123

116

141

Income and mining taxes

10

13

1

Cash and cash equivalents

228

209

275

508

480

559

Assets of disposal groups classified as held for sale

—

—

202

Total current assets

508

480

761

Total assets

4 178

4 221

5 380

EQUITY AND LIABILITIES

Share capital and reserves

Share capital

2 820

2 837

3 438

Other reserves

278

347

303

Retained earnings

46
45
425
Total equity
3 144
3 229
4 166
Non-current liabilities
Deferred tax liabilities
298
303
384
Provision for environmental rehabilitation
198
200
230
Retirement benefit obligation
20
19
22
Other provisions
6
5
11
Borrowings
285
226
223
Total non-current liabilities
807
753
870
Current liabilities
Borrowings
29
28
37
Income and mining taxes
2
–
13
Trade and other payables
196
211
241
227
239
291
Liabilities of disposal groups classified as held for sale
–
–

53

Total current liabilities

227

239

344

Total equity and liabilities

4 178

4 221

5 380

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 of the Rand financial statements for details.*

The balance sheet for September 2013 converted at a conversion rate of US\$1 = R10.05 (June 2013 US\$1 = R9.98, September 2012: US\$1 = R8.24)

25

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (US\$) (Unaudited)

(Convenience translation)

Figures in million

Quarter ended

Year ended

30 September

2013

30 June

2013

30 September

2012

30 June

2013

Cash flow from operating activities

Cash generated by operations

24

23

162

359

Interest and dividends received

3

5

3

16

Interest paid

(3)

(4)

(4)

(14)

Income and mining taxes (paid)/refunded

–

(14)

13

(33)

Cash generated by operating activities

24

10

174

328

Cash flow from investing activities

Cash transferred to disposal group

–

–

(20)

–

Proceeds on disposal of investment in subsidiary

–

–

–

139

Purchase of investments

—

(1)

—

(9)

Other investing activities

(1)

—

—

(1)

Net additions to property, plant and equipment

1

(62)

(99)

(108)

(414)

Cash utilised by investing activities

(63)

(100)

(128)

(285)

Cash flow from financing activities

Borrowings raised

61

—

40

80

Borrowings repaid

—

(17)

(1)

(35)

Dividends paid

—

—

(26)

(50)

Cash generated/(utilised) by financing activities

61

(17)

13

(5)

Foreign currency translation adjustments

(3)

(20)

—

(45)

Net increase/(decrease) in cash and cash equivalents

19

(127)

59

(7)

Cash and cash equivalents – beginning of period

209

336

216

216

Cash and cash equivalents – end of period

228

209

275

209

1

Includes capital expenditure for Wafi-Golpu and other International projects of US\$0 million in the September 2013 quarter (June 2013: US\$14 million)(September 2012:

US\$16 million) and US\$61 million in the 12 months ended 30 June 2013.

The currency conversation average rates for the quarter ended: September 2013: US\$1 = R9.96 (June 2013: US\$1 = R9.45, September 2012: US\$1 = R8.25)

Closing balance translated at closing rates of: September 2013: US\$1 = R10.05 (June 2013 US\$1 = R 9.98, September 2012 US\$1 = R8.24).

26

**Results for
the first
quarter ended
30 September 2013**

Segment report (US\$/Imperial) (Unaudited)

For the quarter ended 30 September 2013

Revenue

Production cost*

Production

profit*

Mining assets

*

**Capital
expenditure**

Ounces

produced

Tons milled

30 September

30 September

30 September

30 September

30 September

30 September

30 September

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

2013

2012

US\$ million

US\$ million

US\$ million

US\$ million

US\$ million

oz

t'000

Continuing operations

South Africa

Underground

Kusasaletu

47

83
39
53
8
30
344
404
12
14
40 896
51 473
363
362
Doornkop
34
45
29
30
5
15
336
398
6
9
24 595
28 003
260
270
Phakisa
32
36
27
30
5
6
451
533
9
10
24 274
21 830
172
157
Tshepong
45
62
35
46
10
16
390

466
7
8
33 726
37 263
275
345
Masimong
32
53
26
31
6
22
100
121
4
4
24 370
31 733
208
288
Target 1
43
54
23
27
20
27
269
324
6
11
34 755
34 433
211
196
Bambanani
32
23
16
18
16
5
88
116
3
4
24 724
14 082
69

47

Joel

30

45

18

20

12

25

33

30

4

5

22 409

28 936

175

184

Unisel

20

23

15

18

5

5

34

82

2

2

15 304

13 825

119

128

Target 3

15

18

13

15

2

3

48

45

4

3

12 603

11 799

90

96

Surface

All other surface operations

37

42

27

31
10
11
46
23
1
12
27 200
26 395
3 067
2 636
Total South Africa
367
484
268
319
99
165
2 139
2 542
58
82
284 856
299 772
5 009
4 709
International
Hidden Valley
36
35
31
30
5
5
333
678
5
11
24 917
22 152
555
541
Total international
36
35
31
30
5
5
333
678

5
11
24 917
22 152
555
541
Total continuing operations
403
519
299
349
104
170
2 472
3 220
63
93
309 773
321 924
5 564
5 250
Discontinued operations
Evander
—
41
—
24
—
17
—
143
—
6
—
26 267
—
175
Total discontinued operations
—
41
—
24
—
17
—
143
—
6
—
26 267

-
175
Total operations
403
560
299
373
104
187
2 472
3 363
63
99
309 773
348 191
5 564
5 425

** The comparative periods have been restated following the adoption of IFRIC 20. Refer to note 2 of the Rand financial statements for details.*

Capital expenditure for international operations excludes expenditure spend on Wafi-Golpu of US\$nil million (2013: US\$16 million)

27

DEVELOPMENT RESULTS (Metric)

Quarter ending September 2013

Channel

Reef

(meters)

Sampled

(meters)

Width

(Cm's)

Value

(g/t)

Gold

(Cmg/t)

Tshepong

Basal

391

360

8.92

176.34

1 573

B Reef

260

252

68.34

12.33

843

All Reefs

651

612

33.36

38.14

1 272

Phakisa

Basal

281

292

99.91

11.07

1 106

Leader

3

6

47.00

1.43

67

All Reefs

283

298

98.84

10.98

1 085

Bambanani

Basal

19

19

86.80

11.82

1 026

All Reefs

19

19

86.80

11.82

1 026

Doornkop

South Reef

361

358

45.63

15.56

710

All Reefs

361

358

45.63

15.56

710

Kusasaletu

VCR Reef

483

407

101.12

13.40

1 355

All Reefs

483

407

101.12

13.40

1 355

Target 1

Elsburg

131

71

258.80

6.45

1 668

All Reefs

131

71

258.80

6.45

1 668

Target 3

Elsburg

17

13

131.32

6.46

849

Basal

49

19

13.05

123.06

1 606

A Reef

62

28

124.04

12.96

1 608

B Reef

222

119

85.24

24.70

2 105

All Reefs

350

178

86.76

21.75

1 887

Masimong 5

Basal

403

360

47.26

17.05

806

B Reef

99

124

85.59

11.84

1 013

All Reefs

503

483

57.08

15.05

859

Unisel

Basal

375.7

277

189.61

9.07

1 721

Leader

469.4

388

207.36

5.75

1 193

Middle

37.2

29

215.39

9.34

2 012

All Reefs

882

693

200.60

7.17

1 437

Joel

Beatrix

254

247

188.99

9.67

1 828

All Reefs

254

247

188.99

9.67

1 828

Total Harmony

Basal

1 519

1 326

78.25

16.43

1 286

Beatrix

254

247

188.99

9.67

1 828
Leader
472
394
204.92
5.74
1 175
B Reef
582
494
76.73
15.50
1 189
A Reef
61.8
27.5
124.04
12.96
1 608
Middle
37.2
28.5
215.39
9.34
2 012
Elsburg
148.0
83.5
239.72
6.45
1 545
Kimberley
79.1
80.25
14.00
102.74
1 438
South Reef
361
357.75
45.63
15.56
710
VCR
483
407
101.12
13.40
1 355
All Reefs
3 997

3 445

103.66

12.20

1 265

DEVELOPMENT RESULTS (Imperial)

Quarter ending September 2013

Channel

Reef

(feet)

Sampled

(feet)

Width

(inch)

Value

(oz/t)

Gold

(In.oz/t)

Tshepong

Basal

1 284

1 181

4

4.52

18

B Reef

853

825

27

0.36

10

All Reefs

2 137

2 006

13

1.12

15

Phakisa

Basal

920

958

39

0.33

13

Leader

8

20

19

0.04

1

All Reefs

929

978
39
0.32
12
Bambanani
Basal
62
62
34
0.35
12
All Reefs
62
62
34
0.35
12
Doornkop
South Reef
1 183
1 174
18
0.45
8
All Reefs
1 183
1 174
18
0.45
8
Kusasaletu
VCR Reef
1 586
1 335
40
0.39
16
All Reefs
1 586
1 335
40
0.39
16
Target 1
Elsburg
430
233
102
0.19
19
All Reefs

430
233
102
0.19
19
Target 3
Elsburg
55
41
52
0.19
10
Basal
160
62
5
3.69
18
A Reef
203
90
49
0.38
18
B Reef
729
390
34
0.71
24
All Reefs
1 147
584
34
0.64
22
Masimong 5
Basal
1 323
1 179
19
0.49
9
B Reef
326
406
34
0.34
12
All Reefs
1 649

1 585

22

0.45

10

Unisel

Basal

1 232

909

75

0.26

20

Leader

1 540

1 271

82

0.17

14

Middle

122

94

85

0.27

23

All Reefs

2 895

2 274

79

0.21

17

Joel

Beatrix

835

810

74

0.28

21

All Reefs

835

810

74

0.28

21

Total Harmony

Basal

4 983

4 352

31.00

0.48

14.76

Beatrix

835

810
74.00
0.28
20.99
Leader
1 548
1 291
81.00
0.17
13.50
B Reef
1 908
1 622
30.00
0.46
13.66
A Reef
203
90
49.00
0.38
18.46
Middle
122
94
85.00
0.27
23.10
Elsburg
485
274
94.00
0.19
17.75
Kimberley
260
263
6.00
2.75
16.52
South Reef
1 183
1 174
18.00
0.45
8.15
VCR
1 586
1 335
40.00
0.39

15.56

All Reefs

13 113

11 304

41.00

0.35

15

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Dated: November 8, 2013

Harmony Gold Mining Company Limited

By: /s/ Frank Abbott

Name: Frank Abbott

Title: Financial Director