

HARMONY GOLD MINING CO LTD

Form 6-K

February 09, 2015

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 9 February 2015

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 X

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 X

**RESULTS
FOR THE SECOND
QUARTER AND
SIX MONTHS ENDED**

31 DECEMBER 2014

Q2 FY15

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

KEY FEATURES

Quarter on quarter

South African operations record a fatal-free quarter

Restructuring for safe, profitable ounces continues

Gold production decreased by 10% quarter on quarter due to stoppages at Kusasalethu and Hidden Valley

Majority of operations perform in line with plans, with grade remaining consistent

Production profit of R618 million

Headline loss of R496 million, due to lower production and restructuring

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 and the Form 20-F filed with the United States' Securities and Exchange Commission for the financial year ended 30 June 2014 are available on our website at

<http://www.harmony.co.za/investors/reporting/annual-reports>.

RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2014

Quarter

Dec-14

Quarter

Sep-14

Q-on-Q

variance

%

Six months

Ended

Dec-14

Six months

Ended

Dec-13

Variance

%

Gold produced

– kg

8 459

9 435

(10)

17 894

19 150

(7)

– oz

271 963

303 341

(10)

575 304

615 686

(7)

Cash operating costs

– R/kg

357 111

355 693

–

356 364

316 517

(13)

– US\$/oz

990

1 028

4

1 008

981
(3)
Gold sold
– kg
8 580
9 987
(14)
18 567
19 151
(3)
– oz
275 851
321 089
(14)
596 940
615 717
(3)
Underground grade
– g/t
4.78
4.84
(1)
4.81
4.69
3
Total costs and capital
– R/kg
437 708
418 910
(4)
427 797
382 407
(12)
– US\$/oz
1 213
1 210
–
1 210
1 185
(2)
All-in sustaining costs
– R/kg
455 202
431 063
(6)
442 218
401 021
(10)
– US\$/oz
1 262
1 245

(1)
1 251
1 242
(1)
Gold price received
– R/kg
432 963
443 690
(2)
438 733
422 386
4
– US\$/oz
1 200
1 282
(6)
1 241
1 309
(5)
Production profit
– R million
618
913
(32)
1 532
2 022
(24)
– US\$ million
55
85
(35)
138
201
(31)
Basic loss per share
– SAc/s
(197)
(61)
>(100)
(258)
(18)
>(100)
– USc/s
(18)
(6)
>(100)
(23)
(2)
>(100)
Headline loss
– Rm

(496)

(266)

(86)

(763)

(71)

>(100)

– US\$m

(44)

(25)

(76)

(69)

(7)

>(100)

Headline loss per share

– SAc/s

(114)

(61)

(87)

(175)

(16)

>(100)

– USc/s

(10)

(6)

(67)

(16)

(2)

>(100)

1

CONTACT DETAILS

Corporate Office

Randfontein Office Park
PO Box 2, Randfontein, 1760, South Africa
Corner Main Reef Road/Ward Avenue
Randfontein, 1759, South Africa
Telephone: +27 11 411 2000
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 S Lushaba*[^],
C Markus*[^], M Msimang*[^], K T Nondumo*[^],
V P Pillay *[^], J L Wetton*[^], A J Wilkens*

* Non-executive

[^] Independent

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Mozambican

Investor relations team

Email: HarmonyIR@harmony.co.za
Marian van der Walt
Executive: Corporate and Investor Relations
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Mobile: +27 (0)82 888 1242
Email: marian@harmony.co.za
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Investor Relations
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Company Secretary

Riana Bisschoff
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Mobile: +27 (0)83 629 4706
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South African Share Transfer Secretaries

Link Market Services South Africa (Proprietary) Limited
(Registration number 2000/007239/07)
13th Floor, Rennie House
19 Ameshoff Street
Braamfontein, 2001
PO Box 4844, Johannesburg, 2000, South Africa
Telephone: +27 86 154 6572
Fax: +27 86 674 2450
Email: meetfax@linkmarketservices.co.za

ADR

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Depository

Deutsche Bank Trust Company Americas
c/o American Stock Transfer and Trust Company
Peck Slip Station
PO Box 2050, New York, NY 10272-2050
Email queries: db@amstock.com
Toll Free: +1-800-937-5449
Intl: +1-718-921-8137
Fax: +1-718-921-8334

2

ADR: American Depository Receipts

Sponsor

J.P. Morgan Equities South Africa (Pty) Ltd
1 Fricker Road, corner Hurlingham Road
Illovo
Johannesburg, 2196
Private Bag X9936, Sandton, 2146, South Africa
Telephone: +27 11 507 0300
Fax: +27 11 507 0503

Trading Symbols

JSE Limited: HAR
New York Stock Exchange, Inc: HMY
Berlin Stock Exchange: HAM1

Registration number

1950/038232/06
Incorporated in the Republic of South Africa

ISIN

ZAE000015228

COMPETENT PERSON'S DECLARATION

Harmony reports in terms of the South African Code for the Reporting of Exploration results, Mineral Resources and Ore Reserves (SAMREC). In

South Africa Harmony appoints an ore reserve manager at each of its operations who takes responsibility for the compilation and reporting of mineral resources and mineral reserves at their operations. In Papua New Guinea, competent persons are appointed for the mineral resources and mineral reserves for specific projects and operations.

The mineral resources and mineral reserves in this report are based on information compiled by the following competent persons:

Resources and Reserves South Africa: Jaco Boshoff, BSc (Hons), MSc, MBA, Pr. Sci. Nat., who has 19 years' relevant experience and is registered with the South African Council for Natural Scientific Professions (SACNASP) and a member of the South African Institute of Mining and Metallurgy (SAIMM).

Resources and Reserves Papua New Guinea: Gregory Job, BSc, MSc, who has 26 years relevant experience and is a member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Job has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code").

Mr Boshoff and Mr Job are full-time employees of Harmony Gold Mining Company Limited. These competent persons consent to the inclusion in

the report of the matters based on the information in the form and context in which it appears.

Mineral Resource and Reserve information as at 30 June 2014 has not changed.

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

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SHAREHOLDER INFORMATION

Issued ordinary share capital at 31 December 2014

436 094 323

Issued ordinary share capital at 30 September 2014

435 825 447

Market capitalisation

At 31 December 2014 (ZARm)

9 424

At 31 December 2014 (US\$m)

815

At 30 September 2014 (ZARm)

10 765

At 30 September 2014 (US\$m)

953

Harmony ordinary shares and ADR prices

12-month high (1 January 2014 –
31 December 2014) for ordinary shares

40.32

12-month low (1 January 2014 –
31 December 2014) for ordinary shares

17.00

12-month high (1 January 2014 –
31 December 2014) for ADRs

3.77

12-month low (1 January 2014 –
31 December 2014) for ADRs

1.56

Free float

100%

ADR ratio

1:1

JSE Limited

HAR

Range for quarter (1 October–
31 December 2014 closing prices)

R17.00 – R24.15

Average daily volume for the quarter (1 October –
31 December 2014)

2 977 951 shares

Range for quarter (1 July – 30 September 2014
closing prices)

R24.70 – R35.21

Average daily volume for the quarter
(1 July – 30 September 2014)

706 279 shares

New york stock exchange including other

US trading platforms

HMY

Range for quarter (1 October– 31 December 2014
closing prices)

US\$1.56 – US\$2.20

Average daily volume for the quarter
(1 October – 31 December 2014)

4 492 693

Range for quarter (1 July – 30 September 2014
closing prices)

US\$2.16 – US\$3.29

Average daily volume for the quarter

(1 July – 30 September 2014)

1 771 208

Investors' calendar

2015

Q3 FY15 presentation (webcast and conference calls only)

8 May 2015

Q4 FY15 live presentation from Johannesburg

18 August 2015

Q1 FY15 presentation (webcast and conference calls only)

5 November 2015

Annual General Meeting

20 November 2015

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MESSAGE FROM THE CHIEF EXECUTIVE OFFICER

1. SAFETY

Harmony recorded a fatal-free quarter in South Africa – a major achievement for a deep level underground gold mining company. Management and employees are commended for their efforts and commitment to achieving zero harm.

There was one fatality at Hidden Valley in Papua New Guinea (PNG). An employee was fatally injured when struck by a reversing loader in the milling area. The matter was investigated and safety standards were reinforced.

2. GOLPU – A GAME CHANGER

The results of the updated Golpu prefeasibility study (PFS) were announced on the 15th of December 2014. Please refer to our website for more details: www.harmony.co.za.

The updated PFS supports our view that Golpu is a spectacular ore body with a large copper component, affordable and mineable. Our emphasis in preparing the PFS was to create flexibility to allow the size of the project to adapt to different levels of gold and copper prices, allowing Golpu to grow over time.

Key objectives of the study have been achieved by reducing the capital of the project, lowering operating costs and improving the rate of return. Harmony intends to fund the earlier stages of the project from internal cash flows, and reviewing other funding options for the latter stages.

Our application for an environmental permit has been submitted to the Papua New Guinean Department of Environment and Conservation. The permit relates to advanced exploration and feasibility support activities, comprising development of access roads, decline development to the ore body and associated works. The Stage 2 Concept Study was completed and demonstrated a technically feasible and economically viable plan to mine and process the remaining portion of the Golpu copper-gold reserve after depletion of Stage 1.

The Golpu project is a significant value accretive game-changer for Harmony.

3. OPERATIONAL RESULTS

Most of the South African operations delivered in line with their operational plans. Tshepong had an exceptional performance, beating its production plan by 16%. Masimong and Unisel delivered a consistent performance quarter on quarter, with Bambanani being our most profitable mine at a cash operating cost of R253 000/kg. Target 3 was placed on care and maintenance as planned.

On 2 December 2014, Harmony announced that a new plan would be implemented to return Kusasalethu to profitability. The new plan will entail mining lower volumes at higher grades at a reduced cost. Kusasalethu has not returned to profitability after various setbacks. The underperformance of the mine was further exacerbated by four fires and associated illegal mining activities during the past quarter. Harmony's intention is to restore

Kusasaletu to profitability by the end of the fourth quarter of the current financial year and we have commenced with a Section 189 process in terms of the Labour Relations Act to restructure the mine.

Hidden Valley also contributed to the quarter's lower production, due to a fatality and a belt tear on the overland conveyor (OLC). Both resulted in production stoppages at the mine. There was no structural damage to the OLC, but belt replacement work was not completed until January 2015. Maintenance scheduled for the OLC and the metallurgical plant in the first half of 2015 was brought forward and conducted while the belt was being replaced. Ore was hauled to the mill by truck during this period, adversely impacting costs.

Gold production during the March 2015 quarter is expected to be higher once Kusasaletu's restructuring is finalised and Hidden Valley returns to full production, positioning our operations to benefit from higher gold prices.

Lower gold production quarter on quarter and a lower gold price resulted in a decrease in production profit to R618 million in the December 2014 quarter, compared to R913 million in the previous quarter.

Cash operating cost for the December 2014 quarter improved (decreased) by 10% when compared to the previous quarter.

The decrease is due to lower electricity tariffs for the summer months, amounting to R200 million. Labour cost also decreased by R63 million in the December 2014 quarter. Capital expenditure for the December 2014 quarter increased by 14% to R682 million, compared to R596 million in the September 2014 quarter, due to major capital being spent at Phakisa and maintenance capital expenditure at most of the operations. However, we are still below the planned capital expenditure for FY15.

4. FINANCIAL RESULTS

Revenue

Revenue decreased by R716 million (16%) to R3 715 million as a result of the 14% decrease in gold sold to 8 580kg and a 2% decrease in the Rand gold price received to R432 963/kg in the December 2014 quarter.

Production costs

The decrease in production costs in the December 2014 quarter is mainly a result of the decrease in the electricity cost of R200 million due to the decrease in the electricity price tariffs and Target 3 having been placed on care and maintenance at the end of the September 2014 quarter.

Other items

Other items included in cost of sales increased to R272 million in the December 2014 quarter, mainly as a result of employment termination and restructuring costs of R182 million which include the retrenchments of management in service areas and employees at Kusasaletu, Target 3 and Ernest Oppenheimer Hospital.

Scrapping of property, plant and equipment

We embarked on a life-of-mine optimisation process which was completed during the December 2014 quarter. The optimisation resulted in a greater focus on mining profitable and higher grade areas at our South African operations. It also resulted in removing lower grade and unprofitable areas from the mine plan for most of the operations. In the case of Kusasalethu and Masimong the optimisation lead to the abandonment of levels and areas with a carrying value and such areas were accordingly identified for scrapping.

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

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Other expenses – net

The decrease to R52 million in expenses in the December 2014 quarter is mainly due to a reduced foreign exchange translation loss recorded on the US\$ syndicated loan of R69 million compared to R192 million in the September 2014 quarter. The Rand weakened from US\$/R11.32 at 30 September 2014 to US\$/R11.57 at 31 December 2014.

Loan to associate

During the December 2014 quarter, Rand Refinery Proprietary Limited drew down on the shareholders loan, of which Harmony's portion is R120 million.

Borrowings

The increase in the amount recorded on the balance sheet is due to the translation effect on the drawn amount of US\$ 270 million. Harmony secured a new revolving credit facility of up to US\$250 million with a three year duration. The facility matures in February 2018.

5. GOLD MARKET

During the December 2014 quarter the average US dollar gold price received decreased by 6% to US\$1 200/oz, in comparison to US\$1 282/oz in the previous quarter. The decrease was partially offset by the weakening of the rand dollar exchange rate to R11.22/US\$, compared to R10.77/US\$ in the September 2014 quarter. As a result, the rand gold price received decreased quarter on quarter from R443 690/kg to R432 963/kg.

The company is positioned to remain competitive in times of low gold prices and benefit from higher gold prices.

6. RESTRUCTURING FOR PROFITABILITY

6.1 Closure of Target 3

The restructuring process, which began in August 2014, was concluded during the December 2014 quarter following the signing of the agreement with all representative trade unions. The majority of the affected employees were absorbed at other operations.

6.2 Closure of Ernest Oppenheimer Hospital (EOH)

Our employees have access to medical hubs at our operations, which provide medical care and wellness advice to our employees. This strategy was implemented some two years ago. Keeping our employees healthy as well as our improved safety, resulted in EOH having fewer and fewer patients.

The hospital was licensed for 450 patients. Occupancy had, however dropped to below 100. The unit was therefore economically inefficient. As a result, we decided to close EOH. Most of the functions that EOH rendered have been moved to other hospitals in the Welkom area.

Discussions with the Department of Health as new potential owners of EOH are advanced. Should the transaction be concluded, it will enhance the ability of the province to supply healthcare to the

community.

6.3 Restructuring of Kusasalethu

On 2 December 2014, notice was given to all representative trade unions of our intention to restructure Kusasalethu. Agreement was reached on the establishment of a task team to oversee the fair implementation of any mitigating alternatives to retrenchment, which includes transfers to other operations, voluntary separations, early retirements and re-skilling.

6.4 Voluntary separations for management

There were 59 management employees who opted for voluntary retrenchment or early retirement packages as part of the central services management restructuring process.

6.5 Financial effects of the restructuring

Our decision to restructure and optimise our operations, will contribute to a more profitable Harmony in the future. Unprofitable areas have been scrapped to the value of R214 million at Kusasalethu and R216 million at Masimong. Refer to financial results above. Retrenchment costs of R182 million have been recorded for the quarter.

7. WAGE NEGOTIATIONS 2015

Preparations for this year's wage negotiations are under way, with the Gold Wage Caucus meeting regularly, both under the auspices of the Chamber of Mines and independently.

Harmony is engaging with all union shop stewards on the fundamentals of gold mining, Harmony's cost structures and the marginality of our operations. We have also increased our internal communication efforts to ensure that employees are aware of the importance of being at work, being productive and earning their salaries and bonuses.

8. POWER SUPPLY

Since November 2014, the electricity supply in South Africa has been under pressure, with load shedding occurring at short notice. The power supplier, Eskom, announced that this will continue in the medium term. Load shedding has resulted in production losses during the quarter.

To ensure that our employees remain safe, especially while a shift is underground and that production continues, electricity needs to be managed efficiently, thus we have implemented the following mitigating measures:

- We are focusing our efforts on the reduction and optimisation of the use of electricity at each operation. Our emphasis is on reducing our electricity demand especially during peak times.
- We continue to look for and implement opportunities for load shifting where an opportunity presents itself and can be implemented with the least disruption to the operation and employees.
- Remaining industrial geysers are being replaced with heat pumps which will be finalised in March 2015.
- We have commissioned a study to identify direct purchase opportunities from Independent Power Producers and other opportunities to source electricity outside of Eskom. The study

also focuses on bringing renewable energy into our energy portfolio.

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• Harmony is a member of the EIUG (Energy Intensive User Group of Southern Africa), who are collaborating with the Minister of Energy to implement plans in an attempt to stabilise the electricity supply risks in South Africa.

9. SILICOSIS

Harmony, Anglo American South Africa, AngloGold Ashanti, Gold Fields and Sibanye Gold announced in November 2014, that they have formed an industry working group to address issues relating to compensation and medical care for occupational lung disease in the gold mining industry in South Africa.

The companies have begun to engage all stakeholders on these matters, including government, organised labour, other mining companies and legal representatives of claimants who have filed legal suits against the companies. These legal proceedings are being defended.

Essentially, the companies are seeking a comprehensive solution which deals both with the legacy compensation issues and future legal frameworks and which, while being fair to employees, also ensure the future sustainability of companies in the industry.

10. MORE EXCITEMENT FROM PNG

(Harmony's 100% owned exploration area)

Drilling at Kili Teke is currently in progress with 732m completed by quarter end. At this very early stage of the drilling program, the broad zones of anomalism and their associated alteration styles and intensity are highly encouraging.

Post quarter end, drill results included 255m @ 0.24% Cu, 0.15 g/t Au from 146m. The entire drillhole is mineralised below the overthrust limestone. The intercept contains solid intervals of higher grade including 55m @ 0.45% Cu, 0.32 g/t Au from 160m, and some smaller intervals assaying in excess of 1% copper. From the outset, the drilling has outlined a sequence of highly altered and mineralized diorite porphyry together with narrower zones of copper-gold skarn mineralization. This greenfield project has the potential to develop into a major new copper gold find. Drilling continues.

11. CONCLUSION

In the current environment of volatile gold prices and possible deflationary trends, we are focussed – more than ever – on cost control and cash generation at existing operations. In addition, shareholder value is created through investing in Golpu, securing a sustainable, profitable future for Harmony.

Graham Briggs

Chief Executive Officer

THE INVESTMENT CASE FOR HARMONY

Firstly, we are the most efficient South African gold miner, by focusing on ways to improve our safety, production and cash operating costs. In addition, we are a company that's focused on the future. An investment in us is not just for short-term gain – we aim to provide increasing long-term benefits. We are able to do this primarily by funding our own capital, which puts us in

control of our business and enables us to make decisions that have a real impact on our profitability.

Secondly, we produce more than one million ounces of gold and being a leveraged gold company means that should the gold price rise our margins would improve dramatically in percentage terms. Management clearly understands this and we continue to make tough decisions in loss-making operations when the gold price softens. However, Harmony has a huge potential upside when the gold price strengthens, as we believe it will in the medium to long term.

One of our key strengths at Harmony is our understanding of where we operate – on both an economic and a social level.

The countries in which we operate and have experience, South Africa and Papua New Guinea, are both emerging economies.

They are developing countries and we are able to contribute to local communities in a way that can make a lasting difference.

For this reason, we wholeheartedly embrace our social licences to mine and endeavour to go beyond compliance.

The final reason to invest in Harmony is Golpu. It's a resource that we're sure will develop into a world-class copper gold mine, and will allow us to sustain our business well into the future.

Extract from the Integrated Report for the financial year 2014

“Chief executive officer discusses the major issues of FY14 and beyond”

www.harmony.co.za

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

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RAND RESULTS

FOR THE SECOND QUARTER

AND SIX MONTHS ENDED

31 DECEMBER 2014

Q2 FY15

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

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OPERATING RESULTS (RAND/METRIC) (US\$/IMPERIAL)

South Africa

Total

Harmony

Three

months

Ended

Underground production

Surface production

Total

South

Africa

Hidden

Valley

Kusasa-

lethu

Doornkop

Phakisa

Tshepong

Masimong

Target 1 Bambanani

Joel

Unisel

Target 3

Total

Underground

Phoenix

Dumps

Kalgold

Total

Surface

Ore milled

- t'000

Dec-14

186

162

142

269

188

203

56

139

111

9

1 465

1 555

666

366

2 587

4 052

384

4 436

Sep-14

290

136

158

259

185

183

59

146

114

81

1 611

1 609

636

393

2 638

4 249

521

4 770

Gold produced

- kg

Dec-14

775

727

773

1 210

705

1 010

664

629

471

41

7 005

223

218

343

784

7 789

670

8 459

Sep-14

1 334

619

855
1 078
698
1 042
727
533
477
442
7 805
233
222
326
781
8 586
849
9 435
Gold produced
- oz
Dec-14
24 917
23 374
24 852
38 902
22 666
32 472
21 348
20 223
15 143
1 318
225 215
7 170
7 009
11 028
25 207
250 422
21 541
271 963
Sep-14
42 889
19 901
27 489
34 658
22 441
33 501
23 374
17 136
15 336
14 211
250 936
7 491
7 137

10 481

25 109

276 045

27 296

303 341

Yield

- g/tonne

Dec-14

4,17

4,49

5,44

4,50

3,75

4,98

11,86

4,53

4,24

4,56

4,78

0,14

0,33

0,94

0,30

1,92

1,74

1,91

Sep-14

4,60

4,55

5,41

4,16

3,77

5,69

12,32

3,65

4,18

5,46

4,84

0,14

0,35

0,83

0,30

2,02

1,63

1,98

Cash operating

costs

- R/kg

Dec-14

590 241

360 688

369 639
327 527
351 210
283 716
252 893
294 693
346 295
386 049
352 329
317 238
376 101
362 942
353 601
352 457
411 216
357 111
Sep-14
414 573
440 977
346 363
369 139
367 828
285 610
242 113
369 818
371 111
349 385
356 054
328 605
385 590
373 819
363 676
356 748
345 028
355 693
**Cash operating
costs**
– \$/oz
Dec-14
1 636
1 000
1 025
908
973
786
701
817
960
1 071
977
879

1 042

1 006

980

977

1 140

990

Sep-14

1 198

1 274

1 001

1 067

1 063

825

699

1 069

1 072

1 009

1 029

949

1 114

1 080

1 051

1 031

997

1 028

Cash operating

costs

– R/tonne

Dec-14

2 459

1 619

2 012

1 473

1 317

1 412

2 999

1 334

1 469

1 759

1 685

45

123

340

107

678

717

681

Sep-14

1 907

2 007

1 874

1 536
1 388
1 626
2 983
1 350
1 553
1 907
1 725
48
135
310
108
721
562
704
Gold sold
- Kg
Dec-14
844
716
774
1 211
705
992
665
655
472
40
7 074
221
215
324
760
7 834
746
8 580
Sep-14
1 433
697
868
1 096
709
1 090
739
630
485
462
8 209
258
239
358

855
9 064
923
9 987
Gold sold
- oz
Dec-14
27 135
23 020
24 885
38 934
22 666
31 893
21 380
21 059
15 175
1 286
227 433
7 105
6 912
10 417
24 434
251 867
23 984
275 851
Sep-14
46 072
22 409
27 907
35 237
22 795
35 044
23 759
20 255
15 593
14 854
263 925
8 295
7 684
11 510
27 489
291 414
29 675
321 089
Revenue
(R'000)
Dec-14
368 922
310 710
334 833
523 472

305 679
428 602
288 451
283 735
204 258
17 519
3 066 181
95 610
92 441
139 917
327 968 **3 394 149**
320 670 **3 714 819**

Sep-14

635 948

309 439

385 455

486 350

314 566

483 669

328 079

279 430

215 453

204 975

3 643 364

114 586

106 905

158 640

380 131 4 023 495

407 641 4 431 136

Cash operating

costs

(R'000)

Dec-14

457 437

262 220

285 731

396 308

247 603

286 553

167 921

185 362

163 105

15 828

2 468 068

70 744

81 990

124 489

277 223 **2 745 291**

275 515 **3 020 806**

Sep-14

553 041

272 965
 296 140
 397 932
 256 744
 297 606
 176 016
 197 113
 177 020
 154 428
 2 779 005
 76 565
 85 601
 121 865
 284 031 3 063 036
 292 929 3 355 965

**Inventory
 movement**

(R'000)

Dec-14

24 957

(5 034)

5 278

1 831

2 797

(2 277)

4 359

11 097

2 143

(321)

44 830

(319)

(393)

(4 271)

(4 983)

39 847

35 755

75 602

Sep-14

29 247

35 654

1 826

9 085

1 274

13 923

(1 481)

25 540

(11)

7 238

122 295

9 620

6 603

| | |
|----------------------------------|------------------|
| 9 954 | |
| 26 177 | |
| 148 472 | |
| 13 517 | |
| 161 989 | |
| Operating costs | |
| (R'000) | |
| Dec-14 | |
| 482 394 | |
| 257 186 | |
| 291 009 | |
| 398 139 | |
| 250 400 | |
| 284 276 | |
| 172 280 | |
| 196 459 | |
| 165 248 | |
| 15 507 | |
| 2 512 898 | |
| 70 425 | |
| 81 597 | |
| 120 218 | |
| 272 240 | 2 785 138 |
| 311 270 | 3 096 408 |
| Sep-14 | |
| 582 288 | |
| 308 619 | |
| 297 966 | |
| 407 017 | |
| 258 018 | |
| 311 529 | |
| 174 535 | |
| 222 653 | |
| 177 009 | |
| 161 666 | |
| 2 901 300 | |
| 86 185 | |
| 92 204 | |
| 131 819 | |
| 310 208 | 3 211 508 |
| 306 446 | 3 517 954 |
| Production profit (R'000) | |
| Dec-14 | |
| (113 472) | |
| 53 524 | |
| 43 824 | |
| 125 333 | |
| 55 279 | |
| 144 326 | |
| 116 171 | |
| 87 276 | |

39 010
2 012
553 283
25 185
10 844
19 699
55 728
609 011
9 400
618 411
Sep-14
53 660
820
87 489
79 333
56 548
172 140
153 544
56 777
38 444
43 309
742 064
28 401
14 701
26 821
69 923
811 987
101 195
913 182
Production profit (\$'000)
Dec-14
(10 112)
4 770
3 905
11 170
4 927
12 862
10 353
7 777
3 476
179
49 307
2 244
967
1 756
4 967
54 274
838
55 112
Sep-14
4 984

76
8 127
7 370
5 253
15 991
14 264
5 275
3 571
4 023
68 934
2 638
1 366
2 490
6 494
75 428
9 400
84 828
**Capital
expenditure
(R'000)**
Dec-14
122 185
73 259
127 836
87 070
48 441
69 120
39 338
59 654
31 380
—
658 283
414
2 487
8 770
11 671
669 954
11 814
681 768
Sep-14
124 368
55 554
85 185
83 513
40 526
73 614
24 540
30 778
29 229
20 437
567 744

634
 503
 6 420
 7 557
 575 301
 21 153
 596 454
**Capital
 expenditure
 (\$'000)**
Dec-14
10 888
6 528
11 392
7 759
4 317
6 160
3 506
5 316
2 796
 -
58 662
37
222
782
1 041
59 703
1 053
60 756
 Sep-14
 11 553
 5 160
 7 913
 7 758
 3 765
 6 838
 2 280
 2 859
 2 715
 1 898
 52 739
 59
 47
 596
 702
 53 441
 1 965
 55 406
**Cash operating
 cost and capital
 - R/kg**

Dec-14

747 899

461 457

535 016

399 486

419 921

352 151

312 137

389 533

412 919

386 049

446 303

319 094

387 509

388 510

368 487

438 470

428 849

437 708

Sep-14

507 803

530 725

445 994

446 609

425 888

356 257

275 868

427 563

432 388

395 622

428 796

331 326

387 856

393 512

373 352

423 752

369 943

418 910

**Cash operating
cost and capital**

- \$/oz

Dec-14

2 073

1 279

1 483

1 107

1 164

976

865

1 080

1 144

1 071

1 237

884

1 074

1 077

1 021

1 215

1 189

1 213

Sep-14

1 467

1 533

1 289

1 290

1 231

1 029

797

1 235

1 249

1 143

1 239

957

1 121

1 137

1 079

1 224

1 069

1 210

All-in sustaining

costs

– R/kg

Dec-14

743 336

470 383

503 210

416 470

443 880

374 820

303 254

376 107

435 600

405 170

454 139

320 538

404 276

414 402

384 243

447 513

535 921

455 202

Sep-14

516 475
542 644
455 711
467 277
443 372
369 043
271 532
402 722
446 757
410 359
438 942
336 607
398 180
404 573
382 277
433 919
403 002
431 063

All-in sustaining

costs

– \$/oz

Dec-14

2 060

1 304

1 395

1 154

1 230

1 039

841

1 042

1 207

1 123

1 259

889

1 121

1 149

1 065

1 240

1 486

1 262

Sep-14

1 492

1 568

1 317

1 350

1 281

1 066

785

1 164

1 291

1 186

1 268
973
1 150
1 169
1 104
1 254
1 163
1 245

9

CONDENSED CONSOLIDATED INCOME STATEMENTS (RAND)

Figures in million

Note

Quarter ended

Six months ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

Revenue

3 715

4 431

4 071

8 146

8 089

15 682

Cost of sales

2

(3 970)

(4 319)

(3 817)

(8 289)

(7 552)

(16 088)

Production costs

(3 096)

(3 518)

(3 086)

(6 614)

(6 067)

(11 888)

Amortisation and depreciation

(602)

(650)

(565)

(1 252)

(1 142)

(2 143)

Impairment of assets

-

-

-

-

-

(1 439)

Other items

(272)

(151)

(166)

(423)

(343)

(618)

Gross (loss)/profit

(255)

112

254

(143)

537

(406)

Corporate, administration and other
expenditure

(83)

(111)

(102)

(194)

(210)

(430)

Social investment expenditure

(15)

(24)

(21)

(39)

(59)

(88)

Exploration expenditure

(95)

(85)

(112)

(180)

(254)

(458)

Profit on sale of property, plant and
equipment

1

-

-

1

| | |
|--|--|
| - | |
| 30 | |
| Loss on scrapping of property, plant and equipment | |
| 4 | |
| (430) | |
| - | |
| - | |
| (430) | |
| - | |
| - | |
| Other expenses (net) | |
| 6 | |
| (52) | |
| (187) | |
| (140) | |
| (239) | |
| (139) | |
| (208) | |
| Operating loss | |
| (929) | |
| (295) | |
| (121) | |
| (1 224) | |
| (125) | |
| (1 560) | |
| Profit/(loss) from associates | |
| 5 | |
| - | |
| - | |
| 4 | |
| - | |
| 7 | |
| (109) | |
| (Impairment)/profit on disposal of investments | |
| - | |
| - | |
| - | |
| - | |
| (7) | |
| 7 | |
| Net gain on financial instruments | |
| 8 | |
| 7 | |
| 39 | |
| 15 | |
| 113 | |
| 170 | |
| Investment income | |
| 59 | |

51
50
110
95
220
Finance cost
(67)
(65)
(57)
(132)
(117)
(277)
Loss before taxation
(929)
(302)
(85)
(1 231)
(34)
(1 549)
Taxation
73
36
(6)
109
(44)
279
Normal taxation
(4)
1
—
(3)
(49)
(24)
Deferred taxation
77
35
(6)
112
5
303
Net loss for the period
(856)
(266)
(91)
(1 122)
(78)
(1 270)
Attributable to:
Owners of the parent
(856)
(266)

(91)

(1 122)

(78)

(1 270)

Loss per ordinary share (cents)

3

Basic loss

(197)

(61)

(21)

(258)

(18)

(293)

Diluted loss

(197)

(61)

(21)

(258)

(18)

(293)

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

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

10

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(RAND)

The unaudited condensed consolidated financial statements for the six months ended 31 December 2014 have been prepared by

Harmony Gold Mining Company Limited's corporate reporting team headed by Herman Perry. This process was supervised by the

financial director, Frank Abbott and approved by the board of Harmony Gold Mining Company Limited. These financial statements have

not been audited or independently reviewed.

Figures in million

Quarter ended

Six months ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

Net loss for the period

(856)

(266)

(91)

(1 122)

(78)

(1 270)

Other comprehensive (loss)/income for the period, net of income tax

(114)

179

378

65

(317)

(140)

Items that may be reclassified subsequently to profit or loss:

(114)

179
378
65
(317)
(109)
Foreign exchange translation
(114)
179
370
65
(324)
(108)
Movements on investments
—
—
8
—
7
(1)
Items that will be reclassified
to profit or loss:
—
—
—
—
(31)
Actuarial loss recognised during the year
—
—
—
—
(38)
Deferred tax thereon
—
—
—
—
7
**Total comprehensive
(loss)/income for the period
(970)**
(87)
287
(1 057)
(395)
(1 410)
Attributable to:
Owners of the parent

(970)
 (87)
 287
(1 057)
 (395)
(1 410)

The accompanying notes are an integral part of these condensed consolidated financial statements.
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (RAND)
 for the six months ended 31 December 2014 (unaudited)

Figures in million

**Share
 capital**

**Other
 reserves**

**(Accumulated
 loss)/**

**retained
 earnings**

Total

Balance – 30 June 2014

28 325

3 539

(822)

31 042

Share-based payments

–

129

–

129

Net loss for the period

–

–

(1 122)

(1 122)

Other comprehensive income for the period

–

65

–

65

Balance – 31 December 2014

28 325

3 733

(1 944)

30 114

Balance – 30 June 2013

28 325

3 442

448

32 215

Share-based payments

–

145

–

145

Net loss for the period

–

–

(78)

(78)

Other comprehensive loss for the period

–

(317)

–

(317)

Balance – 31 December 2013

28 325

3 270

370

31 965

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

The condensed consolidated statement of changes in equity for the six months ended 31 December 2013 has been reviewed.

11

CONDENSED CONSOLIDATED BALANCE SHEETS (RAND)

Figures in million

Note

At

31 Dec

2014

(Unaudited)

At

30 Sep

2014

(Unaudited)

At

30 June

2014

(Audited)

At

31 Dec

2013

(Reviewed)

ASSETS

Non-current assets

Property, plant and equipment

4

32 843

33 232

33 069

32 663

Intangible assets

883

885

886

2 193

Restricted cash

42

38

42

38

Restricted investments

2 366

2 329

2 299

2 180

Deferred tax assets

71

76

81

91

Investments in associates

5

-

| | |
|---------------------------------|--|
| - | |
| - | |
| 115 | |
| Loan to associate | |
| 5 | |
| 120 | |
| - | |
| - | |
| - | |
| Investments in financial assets | |
| 5 | |
| 4 | |
| 4 | |
| 4 | |
| Inventories | |
| 50 | |
| 50 | |
| 50 | |
| 57 | |
| Total non-current assets | |
| 36 380 | |
| 36 614 | |
| 36 431 | |
| 37 341 | |
| Current assets | |
| Inventories | |
| 1 337 | |
| 1 390 | |
| 1 534 | |
| 1 423 | |
| Trade and other receivables | |
| 822 | |
| 693 | |
| 951 | |
| 1 149 | |
| Income and mining taxes | |
| 43 | |
| 94 | |
| 110 | |
| 106 | |
| Restricted cash | |
| 15 | |
| 15 | |
| 15 | |
| 15 | |
| Cash and cash equivalents | |
| 1 374 | |
| 2 281 | |
| 1 829 | |
| 2 323 | |
| 3 591 | |

4 473

4 439

5 016

Non-current assets and assets of disposal groups classified as held for sale

—

—

—

46

Total current assets

3 591

4 473

4 439

5 062

Total assets

39 971

41 087

40 870

42 403

EQUITY AND LIABILITIES

Share capital and reserves

Share capital

28 325

28 325

28 325

28 325

Other reserves

3 733

3 787

3 539

3 270

(Accumulated loss)/retained earnings

(1 944)

(1 088)

(822)

370

Total equity

30 114

31 024

31 042

31 965

Non-current liabilities

Deferred tax liabilities

2 562

2 640

2 680

3 000

Provision for environmental rehabilitation

2 170

2 148

2 098

2 016

Retirement benefit obligation

255

251

247

201

Other non-current liabilities

7

42

40

95

71

Borrowings

6

—

—

2 860

3 280

Total non-current liabilities

5 029

5 079

7 980

8 568

Current liabilities

Borrowings

6

3 121

3 052

—

—

Income and mining taxes

—

9

—

—

Trade and other payables

1 707

1 923

1 848

1 870

Total current liabilities

4 828

4 984

1 848

1 870

Total equity and liabilities

39 971

41 087

40 870

42 403

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

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

12

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (RAND)

Figures in million

Quarter ended

Six months ended

Year ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

Restated*

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

Restated

#

Cash flow from operating activities

Cash (utilised)/generated by operations

(64)

1 071

727

1 007

1 031

2 247

Interest and dividends received

30

25

32

55

58

139

Interest paid

(23)

(23)

(21)

(46)

(50)

(121)

Income and mining taxes refunded/(paid)

39

25

(28)

64

(28)

3

Cash (utilised)/generated by operating activities

(18)

1 098

710

1 080

1 011

2 268

Cash flow from investing activities

(Increase)/decrease in restricted cash

(4)

4

-

-

-

(6)

Decrease/(increase) in restricted investments

-

1

-

1

-

(24)

Proceeds on disposal of investments

-

-

-

-

-

51

Loan to associate

(120)

-

-

(120)

-

-

Other investing activities

-

-

(1)

-

(10)

-

Net additions to property, plant and
equipment

1

(748)

(651)

(651)

(1 399)

(1 335)

(2 661)

Cash utilised by investing activities

(872)

(646)

(652)

(1 518)

(1 345)

(2 640)

Cash flow from financing activities

Borrowings raised

–

–

–

–

612

612

Borrowings repaid

–

–

(3)

–

(6)

(468)

**Cash (utilised)/generated by financing
activities**

–

–

(3)

–

606

144

Foreign currency translation adjustments

(17)

–

(20)

(17)

(38)

(32)

Net (decrease)/increase in cash and cash
equivalents

(907)

452

35

(455)

234

(260)

Cash and cash equivalents – beginning of period

2 281

1 829

2 288

1 829

2 089

2 089

Cash and cash equivalents – end of period

1 374

2 281

2 323

1 374

2 323

1 829

1

Includes capital expenditure for Wafi-Golpu and other international projects of R1 million in the December 2014 quarter (September 2014 quarter: R15 million)

(December 2013 quarter: Rnil) and R12 million in the year ended 30 June 2014.

** Cash generated by operating activities and cash utilised by investing activities previously reported as R683 million and (R625 million) restated to R710 million and (R652 million) respectively in the December 2013 quarter. This is mainly related to the change in accounting policy for IFRIC 20.*

#

Cash generated by operating activities and cash utilised by investing activities previously reported as R918 million and (R1 252 million) restated to R1 011 million and

(R1 345 million) respectively in the six months ended 31 December 2013. This is mainly related to the change in accounting policy for IFRIC 20.

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

13

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2014 (Rand)

1.

Accounting policies

Basis of accounting

The condensed consolidated financial statements for the six months ended 31 December 2014 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 Financial Pronouncements as issued by the Financial Reporting Standards Council, 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 2014, 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.

The following accounting standards, amendments to standards and new interpretations have been adopted with effect from

1 July 2014 and had no impact on the financial results of the group:

IFRSs

Annual Improvements 2010 – 2012 Cycle

IAS 32

Amendment – Presentation – Offsetting Financial Assets and Financial Liabilities

IAS 36

Amendment – Impairment of Assets – Recoverable amount disclosures for non-financial assets

IFRIC 21

Levies

2.

Cost of sales

Figures in million

Quarter ended

Six months ended

Year ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

Production costs – excluding royalty

3 074

3 486

3 047

6 560

5 990

11 761

Royalty expense

22

32

39

54

77

127

Amortisation and depreciation

602

650

565

1 252

1 142

2 143

Impairment of assets

–

–

–

–

–

1 439

Rehabilitation expenditure/(credit)

1

5

14

(15)

19

–

8

Care and maintenance cost of
restructured shafts

20

17

18

37

35

66

Employment termination and
restructuring costs

| |
|----------------------------|
| 2 |
| 182 |
| 48 |
| 50 |
| 230 |
| 144 |
| 274 |
| Share-based payments |
| 66 |
| 73 |
| 113 |
| 139 |
| 164 |
| 270 |
| Other |
| (1) |
| (1) |
| – |
| (2) |
| – |
| – |
| Total cost of sales |
| 3 970 |
| 4 319 |
| 3 817 |
| 8 289 |
| 7 552 |
| 16 088 |

1

Included in the December 2014 quarter is a credit of R11 million as a result of work performed in the Free State and at Deelkraal, resulting in a reduction in the rehabilitation liability.

2

The September 2014 quarter total includes amounts provided for employees of Target 3. The December 2014 quarter total includes amounts relating to management retrenchments and retrenchment of employees at Target 3, Ernest Oppenheimer Hospital and a provision for Kusasaletu.

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

14

3.

(Loss)/earnings per share

Quarter ended

Six months ended

Year ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

Weighted average number of shares

(million)

434.2

434.1

432.9

434.1

432.8

433.2

Weighted average number of diluted

shares (million)

435.2

435.4

433.4

436.1

433.8

434.7

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

Basic loss

(197)

(61)

(21)

(258)

(18)

(293)

Diluted loss

(197)

(61)

(21)

(258)

(18)

(293)

Headline (loss)/earnings

(114)

(61)

(21)

(175)

(16)

26

Diluted headline (loss)/earnings

(114)

(61)

(21)

(175)

(16)

26

Figures in million

**Reconciliation of headline (loss)/
earnings:**

Net loss

(856)

(266)

(91)

(1 122)

(78)

(1 270)

Adjusted for:

Impairment/(profit on disposal) of
investments

1

—

—

—

—

7

(7)

Impairment of assets

—

—

—

—

—

1 439

Taxation effect on impairment of assets

—

—

—

| |
|---|
| - |
| - |
| (24) |
| Profit on sale of property, plant and equipment |
| (1) |
| - |
| - |
| (1) |
| - |
| (30) |
| Taxation effect of profit on sale of property, plant and equipment |
| - |
| - |
| - |
| - |
| 6 |
| Loss on scrapping of property, plant and equipment |
| 430 |
| - |
| - |
| 430 |
| - |
| - |
| Taxation effect on loss of scrapping of property, plant and equipment |
| (69) |
| - |
| - |
| (69) |
| - |
| - |
| Headline (loss)/earnings |
| (496) |
| (266) |
| (91) |
| (763) |
| (71) |
| 114 |

There is no taxation effect on these items.

4. Loss on scrapping of property, plant and equipment

During the financial year, management and the South African operations embarked on a life-of-mine optimisation process which was finalised at the end of the December 2014 quarter. The optimisation ensured greater focus on mining profitable and higher grade areas at our operations and therefore resulted in the abandonment of lower grade and unprofitable areas from the

life-of-
mine plan for most of the operations.

In the case of Kusasalethu and Masimong, the optimisation lead to the abandonment of levels and areas with a carrying value. The abandonment of these areas, resulted in the derecognition of property, plant and equipment as no future economic benefits are expected from its use or disposal and a loss on scrapping of property, plant and equipment of R214 million on Kusasalethu and R216 million on Masimong was recorded in the December 2014 quarter.

5.

Investment in associate

Harmony holds a 10.38% share in Rand Refinery Proprietary Limited (Rand Refinery). Due to the issues experienced at Rand Refinery

following the implementation of a new Enterprise Resource Planning (ERP) system on 1 April 2013, Harmony provided for its full

share of loss for the inventory discrepancy and recognised a R127 million loss in the June 2014 quarter.

As a precautionary measure following the challenges experienced by the implementation of the software system, Rand Refinery's

shareholders have extended Rand Refinery an irrevocable, subordinated loan facility of up to R1.2 billion. The facility is convertible

to equity after a period of two years. The agreements relating to the facility were signed on 23 July 2014.

During the December 2014 quarter, Rand Refinery Proprietary Limited drew down R1.02 billion on the shareholders loan. Harmony's

portion of the shareholders' loan was R120 million. Interest on the facility is JIBAR plus a margin of 3.5%.

15

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS CONTINUED

for the six months ended 31 December 2014 (Rand)

6. Borrowings

The drawn level on the US\$ syndicated revolving credit facility remains at US\$270 million. The weakening of the Rand against the

US\$ resulted in a foreign exchange translation loss of R69 million being recorded in the December 2014 quarter (September 2014

quarter: R192 million), increasing the borrowings balance and Other expenses (net). The facility is repayable by September 2015. As

a result, the borrowings balance was reclassified to current liabilities.

Harmony secured a new revolving credit facility of up to US\$250 million with a three-year duration. The facility matures in

February 2018.

The debt covenants on all facilities are as follows:

At 31 December 2014, the full amount was available on the Nedbank revolving credit facility of R1.3 billion. The facility is available

until December 2016.

7.

Other non-current liabilities

During the September 2014 quarter, negotiations were entered into with the claimants in the matter relating to the pumping and

treatment cost of fissure water in the Klerksdorp, Orkney, Stilfontein and Hartbeesfontein (KOSH) Basin. Payment of R24 million was

made to Simmer and Jack Investments (Pty) Limited as full and final settlement during the September 2014 quarter.

The amount

owing to AngloGold Ashanti Limited was reclassified to trade and other payables at 30 September 2014 and the full and final

settlement of R30 million was made in October 2014.

8.

Financial risk management activities

Fair value determination

The following table presents the group's assets and liabilities that are measured at fair value by level within the fair value hierarchy:

Level 1: Quoted prices (unadjusted) in active markets for identical assets;

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset, either directly or indirectly (that

is, as prices) or indirectly (that is derived from prices);

Level 3: Inputs for the asset that are not based on observable market data (that is unobservable inputs).

Figures in million

At

31 Dec

2014

(Unaudited)

At

30 Sep

2014

(Unaudited)

At

30 June

2014

(Audited)

At

31 Dec

2013

(Reviewed)

Available-for-sale financial assets

1

Level 1

–

–

–

46

Level 2

–

–

–

–

Level 3

5

4

4

4

Fair value through profit or loss

2

Level 1

–

–

–

–

Level 2

375

632

798

934

Level 3

–

–

–

–

1

Level 1 fair values are directly derived from actively traded shares on the JSE.

Level 3 fair values have been valued by the directors by performing independent valuations on an annual basis.

2

The majority of the level 2 fair values are directly derived from the Shareholders Weighted Top 40 index (SWIX 40) on the JSE, and are discounted at market interest rate.

9.

Commitments and contingencies

Figures in million

At

31 Dec

2014

(Unaudited)

At

30 Sep

2014

(Unaudited)

At

30 June

2014

(Audited)

At

31 Dec

2013

(Reviewed)

Capital expenditure commitments:

Contracts for capital expenditure

172

206

157

322

Authorised by the directors but not contracted for

1 646

2 359

519

1 152

1 818

2 565

676

1 474

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

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

16

Contingent liabilities

For a detailed disclosure on contingent liabilities refer to Harmony's annual financial statements for the financial year ended

30 June 2014, available on the group's website (www.harmony.co.za). There were no significant changes in contingencies since

30 June 2014.

10. 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.

There have been

no transactions with related parties during the six months ended 31 December 2014.

11. Subsequent events

There were no subsequent events to report.

12. Segment report

The segment report follows on page 17.

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

Figures in million

Six months ended

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

The "Reconciliation of segment information to condensed 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 financial statements and segment report:

Reconciliation of production profit to gross (loss)/profit

Total segment revenue

8 146

8 089

Total segment production costs

(6 614)

(6 067)

Production profit per segment report

1 532

2 022

Depreciation

(1 252)

(1 142)

Other cost of sales items

(423)

(343)

Gross (loss)/profit as per income statements

1

(143)

537

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

At

31 Dec

2014

(Unaudited)

At

31 Dec

2013

(Reviewed)

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

Property, plant and equipment not allocated to a segment

Mining assets

791

1 133

Undeveloped property

5 139

5 139

Other non-mining assets

162

89

Wafi-Golpu assets

1 105

1 069

7 197

7 430

17

SEGMENT REPORT (RAND/METRIC)

for the six months ended 31 December 2014 (unaudited)

Revenue

31 Dec

Production cost

31 Dec

Production

(loss)/profit

31 Dec

Mining assets

31 Dec

Capital

expenditure

#

31 Dec

Kilograms

produced

31 Dec

Tonnes milled

31 Dec

2014

2013

2014

2013

2014

2013

2014

2013

2014

2013

2014

2013

2014

2013

R million

R million

R million

R million

R million

kg

†'000

South Africa

Underground

Kusasaletu

1 005

965

1 065

867

(60)

98

3 526

3 502

247

250

2 109

2 412

476

631

Doornkop

620

707

566

581

54

126

3 332

3 380

129

124

1 346

1 637

298

474

Phakisa

720

625

589

546

131

79

4 625

4 530

213

189

1 628

1 461

300

293

Tshepong

1 010

861

805

707

205

154

3 997

3 986

171

146

2 288

2 011

528
468
Masimong
620
617
508
516
112
101
879
1 021
89
78
1 403
1 442
373
350
Target 1
912
999
596
525
316
474
2 799
2 690
143
126
2 052
2 322
386
384
Bambanani
(a)
617
691
347
356
270
335
842
881
64
62
1 391
1 613
115
129
Joel
563
580

419

349

144

231

513

354

90

80

1 162

1 371

285

308

Unisel

420

423

342

311

78

112

625

347

61

42

948

988

225

215

Target 3

222

316

177

289

45

27

546

508

20

72

483

742

90

157

Surface

All other surface operations

709

652

582

485

127

167

475

472
19
25
1 565
1 604
5 225
5 382
Total South Africa
7 418
7 436
5 996
5 532
1 422
1 904
22 159
21 671
1 246
1 194
16 375
17 603
8 301
8 791
International
Hidden Valley
728
653
618
535
110
118
3 487
3 562
33
68
1 519
1 547
905
1 009
Total international
728
653
618
535
110
118
3 487
3 562
33
68
1 519
1 547

905

1 009

Total operations

8 146

8 089

6 614

6 067

1 532

2 022

25 646

25 233

1 279

1 262

17 894

19 150

9 206

9 800

Reconciliation of the segment
information to the condensed
consolidated financial statements
(refer to note 13)

7 197

7 430

8 146

8 089

6 614

6 067

32 843

32 663

#

Capital expenditure for international operations excludes expenditure spend on Wafi-Golpu of R16 million (2013: Rnil).

(a)

Includes Steyn 2 for the December 2013 amounts.

The segment report for the six months ended 31 December 2013 has been reviewed, except for production statistics.

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

18

US\$ RESULTS

FOR THE SECOND QUARTER

AND SIX MONTHS ENDED

31 DECEMBER 2014

Q2 FY15

19

CONDENSED CONSOLIDATED INCOME STATEMENTS (US\$)

(Convenience translation)

Figures in million

Quarter ended

Six months ended

Year ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

31 Dec

2014

(Unaudited)

31 Dec

2013

(Unaudited)

Revenue

327

412

402

739

805

1 515

Cost of sales

(354)

(401)

(377)

(753)

(752)

(1 549)

Production costs

(276)

(327)

(305)

(601)

(604)

(1 148)

Amortisation and depreciation

(54)

(60)

(56)

(114)

(114)

(207)

Impairment of assets

-

-

-

-

-

(135)

Other items

(24)

(14)

(16)

(38)

(34)

(59)

Gross (loss)/profit

(27)

11

25

(14)

53

(34)

Corporate, administration and other
expenditure

(8)

(10)

(10)

(18)

(21)

(42)

Social investment expenditure

(1)

(2)

(2)

(3)

(6)

(9)

Exploration expenditure

(8)

(8)

(11)

(16)

(25)

(44)

Profit on sale of property, plant and equipment

-

-

-

-

-

| | |
|--|--|
| 3 | |
| Loss on scrapping of property, plant and equipment | |
| (38) | |
| – | |
| – | |
| (38) | |
| – | |
| – | |
| Other expenses (net) | |
| (5) | |
| (18) | |
| (14) | |
| (23) | |
| (14) | |
| (20) | |
| Operating loss | |
| (87) | |
| (27) | |
| (12) | |
| (112) | |
| (13) | |
| (146) | |
| Profit/(loss) from associates | |
| – | |
| – | |
| – | |
| – | |
| 1 | |
| (10) | |
| (Impairment)/profit on disposal of investments | |
| – | |
| – | |
| – | |
| – | |
| (1) | |
| 1 | |
| Net gain on financial instruments | |
| 1 | |
| 1 | |
| 4 | |
| 2 | |
| 12 | |
| 16 | |
| Investment income | |
| 6 | |
| 4 | |
| 5 | |
| 10 | |
| 10 | |
| 21 | |

Finance cost

(6)

(6)

(6)

(12)

(12)

(27)

Loss before taxation

(86)

(28)

(9)

(112)

(3)

(145)

Taxation

7

3

(1)

10

(5)

27

Normal taxation

—

—

—

—

(5)

(2)

Deferred taxation

7

3

(1)

10

—

29

Net loss for the period

(79)

(25)

(10)

(102)

(8)

(118)

Attributable to:

Owners of the parent

(79)

(25)

(10)

(102)

(8)

(118)

Loss per ordinary share (cents)

Basic loss

(18)

(6)

(2)

(23)

(2)

(27)

Diluted loss

(18)

(6)

(2)

(23)

(2)

(27)

The currency conversion average rates for the quarter ended: December 2014: US\$1 = R11.22 (September 2014: US\$1 = R10.77,

December 2013: US\$1 = R10.12). For year ended: June 2014: US\$1 = R10.35. Six months ended: December 2014: US\$1 = R10.99

(December 2013: US\$1 = R10.04).

The income statement for the year ended 30 June 2014 has been extracted from the 2014 annual financial statements.

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

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CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (US\$)

(Convenience translation)

Note on convenience translations

Except where specific statements have been extracted from 2014 annual financial statements, 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 page 19 to 23.

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

for the six months ended 31 December 2014 (Convenience translation) (unaudited)

Figures in million

Quarter ended

Six months ended

Year ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

31 Dec

2014

(Unaudited)

31 Dec

2013

(Unaudited)

Net loss for the period

(79)

(25)

(10)

(102)

(8)

(118)

Other comprehensive (loss)/income for the period, net of income tax

(11)

17

38

6

(31)

(209)

Items that may be reclassified subsequently to
profit or loss:

(11)

17

38

6

(31)

(206)

Foreign exchange translation

(11)

17

37

6

(32)

(206)

Movements on investments

-

-

1

-

1

-

Items that will not be reclassified to profit or
loss:

-

-

-

-

-

(3)

Actuarial loss recognised during the year

-

-

-

-

-

(4)

Deferred taxation thereon

-

-

-

-

-

1

Total comprehensive

(loss)/income for the period

(90)

(8)

28

(96)

(39)

(327)

Attributable to:

Owners of the parent

(90)

(8)

28

(96)

(39)

(327)

The currency conversion average rates for the quarter ended: December 2014: US\$1 = R11.22 (September 2014: US\$1 = R10.77,

December 2013: US\$1 = R10.12). For year ended: June 2014: US\$1 = R10.35. Six months ended: December 2014: US\$1 = R10.99

(December 2013: US\$1 = R10.04).

The statement of comprehensive income for the year ended 30 June 2014 has been extracted from the 2014 annual financial statements.

Figures in million

Share

capital

Other

reserves

(Accumulated

loss)/

retained

earnings

Total

Balance – 30 June 2014

2 448

306

(71)

2 683

Share-based payments

–

11

–

11

Net loss for the period

–

–

(97)

(97)

Other comprehensive income for the period

–

6

–

6

Balance – 31 December 2014

2 448

323

(168)

2 603

Balance – 30 June 2013

2 708

329

43

3 080

Share-based payments

–

14

–

14

Net loss for the period

–

–

(7)

(7)

Other comprehensive loss for the period

–

(30)

–

(30)

Balance – 31 December 2013

2 708

313

36

3 057

The currency conversion closing rates for the six months ended 31 December 2014: US\$1 = R11.57 (December 2013: US\$1 = R10.46).

21

CONDENSED CONSOLIDATED BALANCE SHEETS (US\$)

(Convenience translation)

Figures in million

At

31 Dec

2014

(Unaudited)

At

30 Sep

2014

(Unaudited)

At

30 June

2014

(Audited)

At

31 Dec

2013

(Unaudited)

ASSETS

Non-current assets

Property, plant and equipment

2 839

2 937

3 116

3 123

Intangible assets

76

78

84

210

Restricted cash

4

3

4

4

Restricted investments

205

206

217

209

Deferred tax assets

6

7

8

9

Investments in associates

—

—

—

11

Loan to associate

10

—

—

—

Inventories

4

4

5

6

Total non-current assets

3 144

3 235

3 434

3 572

Current assets

Inventories

116

123

145

136

Trade and other receivables

71

61

90

110

Income and mining taxes

4

8

10

10

Restricted cash

1

1

1

1

Cash and cash equivalents

119

202

172

222

311

395

418

479

Non-current assets and assets of disposal groups classified as held for sale

—

—

—

4

Total current assets

311

395

418

483

Total assets

3 455

3 630

3 852

4 055

EQUITY AND LIABILITIES

Share capital and reserves

Share capital

2 448

2 503

4 035

2 708

Other reserves

323

335

(887)

313

(Accumulated loss)/retained earnings

(168)

(96)

(223)

36

Total equity

2 603

2 742

2 925

3 057

Non-current liabilities

Deferred tax liabilities

221

233

253

287

Provision for environmental rehabilitation

188

190

198

193

Retirement benefit obligation

22

22

23

19

Other non-current liabilities

4

4

| |
|--------------------------------------|
| 9 |
| 7 |
| Borrowings |
| – |
| – |
| 270 |
| 313 |
| Total non-current liabilities |
| 435 |
| 449 |
| 753 |
| 819 |
| Current liabilities |
| Borrowings |
| 270 |
| 270 |
| – |
| – |
| Income and mining taxes |
| – |
| 1 |
| – |
| – |
| Trade and other payables |
| 147 |
| 168 |
| 174 |
| 179 |
| Total current liabilities |
| 417 |
| 439 |
| 174 |
| 179 |
| Total equity and liabilities |
| 3 455 |
| 3 630 |
| 3 852 |
| 4 055 |

The balance sheet for December 2014 converted at a conversion rate of US\$1 = R11.57 (September 2014 : US\$1 = R11.32, June 2014:

US\$1 = R10.61, December 2013 : US\$1 = R10.46).

The balance sheet at 30 June 2014 has been extracted from the 2014 annual financial statements.

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (US\$)

(Convenience translation)

Figures in million

Quarter ended

Six months ended

Year ended

30 June

2014

(Audited)

31 Dec

2014

(Unaudited)

30 Sep

2014

(Unaudited)

31 Dec

2013

(Unaudited)

Restated*

31 Dec

2014

(Unaudited)

31 Dec

2013

(Reviewed)

Restated

#

Cash flow from operating activities

Cash (utilised)/generated by operations

(6)

99

72

92

102

218

Interest and dividends received

3

2

3

5

6

13

Interest paid

(2)

(2)

(2)

(4)

(5)

(12)

Income and mining taxes refunded/(paid)

3

2

(3)

6

(3)

-

Cash (utilised)/generated by operating activities

(2)

101

70

99

100

219

Cash flow from investing activities

Increase in restricted cash

-

-

-

-

-

(1)

Increase in restricted investments

-

-

-

-

-

(2)

Proceeds on disposal of investments

-

-

-

-

-

5

Loan to associate

(11)

-

-

(11)

-

-

Other investing activities

-

-

-

-

(1)

| |
|--|
| - |
| Net additions to property, plant and equipment |
| 1 |
| (67) |
| (60) |
| (65) |
| (127) |
| (133) |
| (257) |
| Cash utilised by investing activities |
| (78) |
| (60) |
| (65) |
| (138) |
| (134) |
| (255) |
| Cash flow from financing activities |
| Borrowings raised |
| - |
| - |
| - |
| - |
| 61 |
| 60 |
| Borrowings repaid |
| - |
| - |
| - |
| - |
| (1) |
| (44) |
| Cash generated by financing activities |
| - |
| - |
| - |
| - |
| 60 |
| 16 |
| Foreign currency translation adjustments |
| (3) |
| (11) |
| (11) |
| (14) |
| (13) |
| (17) |
| Net (decrease)/increase in cash and cash equivalents |
| (83) |
| 30 |
| (6) |

(53)

13

(37)

Cash and cash equivalents – beginning of period

202

172

228

172

209

209

Cash and cash equivalents – end of period

119

202

222

119

222

172

1

Includes capital expenditure for Wafi-Golpu and other international projects of US\$nil million in the December 2014 quarter (September 2014 quarter: US\$1 million)

(December 2013 quarter: US\$nil) and US\$1 million in the year ended 30 June 2014.

** Cash generated by operating activities and cash utilised by investing activities previously reported as US\$67 million and (US\$62 million) restated to US\$70 million and (US\$65 million) respectively in the December 2013 quarter. This is mainly related to the change in accounting policy for IFRIC 20.*

Cash generated by operating activities and cash utilised by investing activities previously reported as US\$91 million and (US\$125 million) restated to US\$100 million and (US\$134 million) respectively in the six months ended 31 December 2013. This is mainly related to the change in accounting policy for IFRIC 20.

The currency conversion average rates for the quarter ended: December 2014: US\$1 = R11.22 (September 2014: US\$1 = R10.77,

December 2013: US\$1 = R10.12). For year ended: June 2014: US\$1 = R10.35. Six months ended: December 2014: US\$1 = R10.99

(December 2013: US\$1 = R10.04).

Closing balance translated at closing rates of: December 2014: US\$1 = R11.57 (September 2014: US\$1 = R11.32, June 2014: US\$1 =

R10.61, December 2013: US\$1 = R10.46).

The cash flow statement for the year ended 30 June 2014 has been extracted from the 2014 annual financial statements.

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SEGMENT REPORT (US\$/IMPERIAL)

for the six months ended 31 December 2014 (unaudited)

Revenue

31 Dec

Production cost

31 Dec

Production

(loss)/profit

31 Dec

Mining assets

31 Dec

Capital

expenditure

#

31 Dec

Ounces produced

31 Dec

Tons milled

31 Dec

2014

2013

2014

2013

2014

2013

2014

2013

2014

2013

2014

2013

2014

2013

US\$ million

US\$ million

US\$ million

US\$ million

US\$ million

oz

t'000

South Africa

Underground

Kusasaletu

91

96

97

86

(6)

10

305

335

21

25

67 806

77 548

525

696

Doornkop

56

70

51

58

5

12

288

323

12

12

43 275

52 630

329

522

Phakisa

66

62

54

54

12

8

400

433

19

19

52 341

46 972

331

323

Tshepong

92

86

73

70

19

16

346

381

15

15

73 560

64 655

583

516
Masimong
56
61
46
51
10
10
76
98
8
8
45 107
46 361
411
386
Target 1
83
100
54
52
29
48
242
257
13
13
65 973
74 654
426
424
Bambanani
(a)
56
69
32
35
24
34
73
84
6
6
44 722
51 859
127
142
Joel
51
58
38

35

13

23

44

34

8

8

37 359

44 079

314

339

Unisel

38

42

31

31

7

11

54

33

6

4

30 479

31 765

248

237

Target 3

20

31

16

29

4

2

47

49

2

7

15 529

23 856

99

173

Surface

All other surface operations

64

65

53

50

11

15

41

45

2
2
50 316
51 570
5 761
5 935
Total South Africa
673
740
545
551
128
189
1 916
2 072
112
119 **526 467** 565 949
9 154
9 693
International
Hidden Valley
66
65
56
53
10
12
301
341
3
7
48 837
49 737
998
1 113
Total international
66
65
56
53
10
12
301
341
3
7
48 837
49 737
998
1 113
Total operations

| | | |
|--|----------------|---------|
| 739 | | |
| 805 | | |
| 601 | | |
| 604 | | |
| 138 | | |
| 201 | | |
| 2 217 | | |
| 2 413 | | |
| 115 | | |
| 126 | 575 304 | 615 686 |
| 10 152 | | |
| 10 806 | | |
| # | | |
| <i>Capital expenditure for international operations excludes expenditure spend on Wafi-Golpu of US\$1 million (2013: US\$nil).</i> | | |
| <i>(a)</i> | | |
| <i>Includes Steyn 2 for the December 2013 amounts.</i> | | |

Harmony Gold Mining Company Limited

Results for the second quarter FY15 and six months ended 31 December 2014

24

DEVELOPMENT RESULTS (METRIC)

Quarter ending December 2014

DEVELOPMENT RESULTS (IMPERIAL)

Quarter ending December 2014

Channel

Reef

Meters

Sampled

Meters

Width

(Cm's)

Value

(g/t)

Gold

(Cmg/t)

Tshepong

Basal

221

212

7,17

131,56

943

B Reef

114

98

160,20

3,56

570

All Reefs

335

310

55,55

14,85

825

Phakisa

Basal

334

348

55,26

19,16

1 059

All Reefs

334

348

55,26

19,16

1 059

Doornkop

South Reef

344

384

56,69

16,00

907

All Reefs

344

384

56,69

16,00

907

Kusasaletu

Vcr Reef

596

348

99,00

10,09

999

All Reefs

596

348

99,00

10,09

999

Total Target

(incl. Target 1 & Target 3)

Elsburg

77

96

266,00

2,46

654

All Reefs

77

96

266,00

2,46

654

Masimong 5

Basal

591

552

46,56

18,50

861

B Reef

202

198

59,36

21,81

1 295

All Reefs

792

750

49,94

19,54

976

Unisel

Basal

273

216

170,15

3,31

563

Leader

498

402

231,82

6,31

1 463

All Reefs

771

618

210,27

5,46

1 149

Joel

Beatrix

222

291

93,00

11,61

1 080

All Reefs

222

291

93,00

11,61

1 080

Total Harmony

Basal

1419

1328

62,65

14,01

878

Beatrix

222

291

93,00

11,61

1 080
 Leader
 498
 402
 231,82
 6,31
 1 463
 B Reef
 316
 296
 92,75
 11,37
 1 055
 Elsburg
 77
 96
 266,00
 2,46
 654
 South Reef
 344
 384
 56,69
 16,00
 907
 Vcr
 596
 348
 99,00
 10,09
 999
All Reefs
3472
3145
99,42
10,04
998
Channel
Reef
Feet
Sampled
Feet
Width
(Inch)
Value
(oz/t)
Gold
(In.oz/t)
 Tshepong
 Basal
 723

696
3,00
3,61
11
B Reef
374
322
63,00
0,10
7
All Reefs
1097
1017
22,00
0,43
9
Phakisa
Basal
1097
1142
22,00
0,55
12
All Reefs
1097
1142
22,00
0,55
12
Doornkop
South Reef
1129
1260
22,00
0,47
10
All Reefs
1129
1260
22,00
0,47
10
Kusasaletu
Vcr Reef
1955
1142
39,00
0,29
11
All Reefs
1955

1142

39,00

0,29

11

Total Target

(incl. Target 1 & Target 3)

Elsburg

253

315

105,00

0,07

8

All Reefs

253

315

105,00

0,07

8

Masimong 5

Basal

1938

1811

18,00

0,55

10

B Reef

662

650

23,00

0,65

15

All Reefs

2599

2461

20,00

0,56

11

Unisel

Basal

896

709

67,00

0,10

6

Leader

1634

1319

91,00

0,18

17

All Reefs

2529

2028

83,00

0,16

13

Joel

Beatrix

730

955

37,00

0,34

12

All Reefs

730

955

37,00

0,34

12

Total Harmony

Basal

4654

4357

25,00

0,40

10

Beatrix

730

955

37,00

0,34

12

Leader

1634

1319

91,00

0,18

17

B Reef

1036

971

37,00

0,33

12

Elsburg

253

315

105,00

0,07

8

South Reef

1129

1260

22,00

0,47

10

Vcr

1955

1142

39,00

0,29

11

All Reefs

11390

10318

39,00

0,29

11

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: February 9, 2015

Harmony Gold Mining Company Limited

By:

/s/ Frank Abbott

Name: Frank Abbott

Title: Financial Director