

HARMONY GOLD MINING CO LTD

Form 6-K

October 31, 2007

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 the Month of October 2007

Harmony Gold Mining Company

Limited

PO Box 2

Randfontein, 1760

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

QUARTERLY HIGHLIGHTS

Cash operating costs down by 12.5%

Underground grades improved by 7.1%

Gold production up by 12.8%

Internal due diligence of assets complete

FINANCIAL SUMMARY FOR THE FIRST QUARTER ENDING 30 SEPTEMBER 2007

All results exclude Discontinued Operations unless indicated otherwise.

Quarter*

Quarter

Q-on-Q

Quarter*

Financial year

June 2007 September 2007

% change September 2006

2007

Gold produced

– kg

14 126

15 940

12.8

16 519

61 879

– oz

454 159

512 480

12.8

531 095

1 989 445

Cash costs

– R/kg

148 993

130 416

12.5

96 192

110 964

– \$/oz

654

572

12.5

419

479

Cash operating profit

– Rm

34

411

1 108.8

791

2 282
 – US\$m
 5
 58
 1 060.0
 110
 319
 Cash earnings
 – SA c/s
 8
 103
 1 187.5
 199
 574
 – US c/s
 1
 15
 1 400.0
 28
 80
 Basic profit/(loss)
 – SA c/s
 (34)
 (120)
 (252.9)
 68
 238
 – US c/s
 (5)
 (17)
 (240.0)
 9
 33
 Headline profit/(loss)
 – SA c/s
 (72)
 (21)
 70.8
 66
 129
 – US c/s
 (10)
 (3)
 70.0
 9
 18
 Fully diluted earnings/(loss) – SA c/s
 (34)
 (120)
 (252.9)
 67

235

– US c/s

(5)

(17)

(240.0)

9

33

* Restated.

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FINANCIAL REVIEW FOR THE FIRST QUARTER ENDING
30 SEPTEMBER 2007

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ACTING CHIEF EXECUTIVE'S REVIEW

Our short-term back to basics approach of disciplined mining, cost control, ore reserve management and efficiencies is beginning to deliver benefits. During the quarter under review, management throughout the group worked as a team to apply

the stringent measures required to restore the company to profitability. I am sufficiently pleased with our progress to date.

In our June quarter, shareholders were assured that a due diligence on the core areas of all our operations would be undertaken

in order to provide a better understanding of their immediate needs and appropriate action required at each mine. I am pleased

to report that we have completed the due diligence.

We now have a better understanding of our operations and their individual needs. We have identified mines with potential for

improved production and mines with potential challenges, such as an over-complement of labour. The results of the due

diligence has further enabled us to identify areas of quick cost cutting, such as reducing the services of consultants and contractors and the benefits of these will become evident in future quarters.

A great deal of emphasis is being placed on meeting production targets and optimising the orebody through disciplined mining

to reduce costs and increase productivity. In addition, we now have mine plans, which we believe are achievable and we are in

a much better position to forecast the next quarter's performance.

Feedback to shareholders

I can safely report that, besides the due diligence, we have accomplished most of the undertakings made to shareholders in

the previous quarter:

We said that we would strengthen management and this we have done.

Tom Smith was appointed as Chief Operating Officer (COO) of the South Region. Since, and as a result of, the appointments

of Tom Smith and Mashego Mashego, Human Resources Executive, other changes have been made at general manager and

executive level. Consequently, both Tom Smith and Alwyn Pretorius, COO for the North Region, now have senior management capacity in core areas of financial resources, human resources management and ore reserve management to

support them. This has helped them with completing due diligences as well as assisting with mine planning.

We said we would review Harmony's capital expenditure. We have done this.

Capital expenditure has been marginally reduced year-on-year, but this should not affect the company's production build-up,

except at Hidden Valley where the reduction in capital has delayed the project's first production by four months to March

2009. This delay has, to a large extent, also been caused by the SAG mill at Hidden Valley being delayed in the production

line.

We said we would conduct an independent review of our accounting system in order to understand the underlying issues.

This has been done.

We have now advanced to the stage where anomalies in the system are being corrected. We also said we would do stock-

taking at the end of the quarter. We are confident that our financial figures are accurate.

Operational performance

Identifying our operational challenges has also lead us to understand the mining and ore reserve management and we are

confident that operations will, going forward, begin to produce in line with their mining plans. Subsequently, we have in this

quarter produced more gold and better grades.

Harmony reported an improved performance for the quarter ending 30 September 2007. The group's operating cash costs

decreased by 12.5% to R130 416/kg from R148 993/kg and Rand per tonne cost decreased from R476/t to R386/t.

Tonnes

milled increased by 3.5% for underground operations and 52.3% for surface operations mainly from the treatment of dumps.

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Gold production for the group increased by 12.8% compared with the previous quarter. Tonnes from the underground operations increased to 2.8Mt from 2.7Mt and recovery grade improved by 7.1% to 5.1g/t from 4.8g/t. The increase in gold

production is the result of higher underground grades, more tonnes milled and lower costs largely due to Bambanani operating

for two months of the quarter.

The company's production will be negatively affected in the December 2007 quarter, following the safety incident at Elandsrand

(covered in more detail under Safety) on 3 October 2007. Most of the mine's employees have been placed on paid leave.

Considerable time and skilled resources from within Harmony are being applied to re-equip the shaft and bring it to production.

Although repairs at the mine should be completed by 12 November 2007, it is anticipated that the 48 days of loss of production

or about 1 000kg of gold will negatively impact Harmony's overall production in the second quarter. Production should

commence on 19 November 2007 once all precautionary safety measures have been complied with.

Costs

Contributions to cost increases during this quarter were mainly due to salary increases, effectively a 9% increase (or approximately 4.5% of total costs). Salary increases also brought about increases in cost of all leave liabilities.

Our reviews of operations and services have also focused on cost control and cost reduction. It is our view that operational

costs will reduce in the forthcoming quarters as a result of measures being introduced.

Disposal strategy

The disposal of South Kal to Dioro Exploration NL remains on track and it is expected to be finalised in early November 2007.

Conditions precedent on the nickel disposals are being met.

The disposal process of Mt Magnet is on track and final offers will be received in November 2007.

Our transaction with Pamodzi Gold for the sale of our Orkney operations is still at the stage of meeting conditions precedent.

The mine management agreement came into effect on 24 September 2007 and Pamodzi has since been managing the Orkney

operations.

Uranium Strategy

Our exclusivity agreement with an interested party for the sale of our Cooke uranium dump expired at the end of September 2007. These discussions did not prove successful.

Harmony has engaged corporate advisors to assist in the process of evaluating various uranium specific strategic alternatives,

in order to maximise value for our shareholders. We have also entered discussions with a number of interested parties and a

decision on how to optimise value from our Randfontein uranium assets is expected during the next quarter.

A techno-economic cash flow valuation for the Cooke Slimes Dam (Cooke Dump) has just been completed. The valuation

enabled the conversion of the 39.45 million pounds of U

3

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mineral resources in Cooke Dump into mineral reserves in order to

enhance the value proportion of the resource. This enables Harmony management to evaluate the commercial and strategic

alternatives for the Cooke Dump and the potential for the other dumps at the Randfontein operations. This study has

demonstrated that at the pre-feasibility level the mineral resources can be converted to probable reserves. Harmony has also recently completed a study to independently audit the uranium estimation methodology and process used to evaluate the uranium resource classification for the underground operations at Cooke 3. The mineral resources in the measured category is 6.6 million pounds, 4 million pounds in the indicated category and 30 million pounds in the inferred category – a total of 40.7 million pounds. The mineral resources and reserves detailed were for the UE1a and a1 reefs only. It is clear from the study that significant additional uranium potential exists in the other reefs at Cooke 3. We are embarking on more extensive grade modeling exercises to determine the full uranium potential.

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Exploration

As stated in our previous quarter, all exploration expenditure and activities have been suspended, with the exception of

exploration in Papua New Guinea where we have had some spectacular results.

The exploration strategy at Wafi/Golpu is two-fold. Firstly, the objective is to replace depleting resources and secondly to attract

a reputable partner and use the proceeds of the transaction for Harmony's international growth in the South East Asian region.

We have completed the pre-feasibility study at Wafi/Golpu and this is an ideal time to bring in a partner. The partnership can

bring a number of benefits for Harmony Gold Mine, including:

reduce the financial risk for Harmony;

the right partner can enhance project credibility and value;

add complementary mining skill;

moderate the cash drain on South African assets;

ensure more sustainable growth; and

reposition Harmony for further international growth.

We have retained the services of an international bank and, together, we are considering a deal with a partner that would allow

Harmony to retain 50% of all PNG assets.

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SAFETY AND HEALTH REPORT

Two of Harmony's quality mines achieved 500 000 fatality free shifts

Target achieved one million fatality free shifts

Fatality injury rate (per million hours worked)

Group Safety

Harmony's Fatality Injury Frequency Rate (FIFR) for the first quarter ended September 2007 showed a marked improvement of

55%. Pleasingly two of Harmony's quality mines, Evander and Tshepong, achieved half-a-million fatality free shifts while Target

achieved one million fatality free shifts.

The Lost Time Injury Frequency Rate (LTIF) rate for the South African operations improved slightly during the quarter from a

rate of 15.27, for the corresponding period in FY 2007, to 14.26, an improvement of 6.6%. The Reportable Injury Frequency

Rate (RIFR) also improved from 7.53 in 2007 to 6.63 for the first quarter of 2008, showing an improvement of 12%.

Regrettably three employees lost their lives during the course of work on our South African mines.

No LTI occurred at our Hidden Valley project in Papua New Guinea.

St Helena No. 2 shaft

During the quarter on 18 September 2007, Harmony's St Helena Mine experienced a fire at its disused No. 2 shaft. The day and

night shift was withdrawn at St Helena's 4 and 8 shafts due to smoke and gas.

The cause of the fire is not yet known and no injuries or fatalities were reported. However, one person was taken to hospital

due to gas inhalation but was later discharged.

On Sunday, 7 October 2007, management was informed by a representative of illegal miners that they had brought the bodies

of 25 illegal miners, who had succumb in the fire, closer to the St Helena No. 2 mine shaft. The South African Police were on

hand to transport the bodies to the State mortuary.

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Elandsrand Gold Mine

Subsequent to the end of the quarter, a mining incident occurred at Elandsrand Gold Mine when a 15-metre compressed air

pipe column broke off below the shaft surface bank and fell down to the shaft bottom.

Extensive damage was caused to the shaft steel-work and the electrical feeder cords to the man-and-material shaft were

severed. Although no one was injured, it took a rescue operation 21 hours to bring everyone to surface.

A task team has been appointed to conduct a thorough investigation and analysis of the events that led to and resulted in the

incident. The team comprises individuals from various disciplines: the Health and Safety committee of Elandsrand and

representatives from DME. They will also cover all aspects and systems related to the incident. The team will appoint independent consultants to assist in the analysis of the material and mode of failure of the compressed air column.

A mass counselling session was held on Tuesday, 9 October 2007 at Elandsrand for all employees affected by the incident.

Employees were also encouraged to attend individual trauma counselling sessions with social workers at the Medical Station

on the shaft for as long as required.

Employees whose jobs were affected by the incident and not part of the re-equipping of the shaft, were sent on paid leave

from 12 to 29 October 2007. Upon return all employees will participate in refresher safety training to comply with legislation.

An intensive company-wide safety audit commenced in August 2007. This audit should cover all safety systems as well as the

implementation thereof and is conducted by the company's central safety function. In addition to normal weekly shaft examinations, specific instructions were given to all shaft engineers to conduct an audit of the condition and suspension of

pipes and electrical cables in vertical shafts at all our operations.

I would like to express my thanks and appreciation to everyone for their support, especially the Minister of Mineral and Energy

Affairs, her staff, our Chairman Patrice Motsepe for their advice and support and the mine team for their hard work in bringing

everyone safely to surface.

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THE FIRST QUARTER ENDING SEPTEMBER 2007 UNDER REVIEW

Gold production from the South African underground operations increased and resulted in higher grades, as well as a slight

decrease in costs. Tonnes milled increased due to Bambanani's return to production.

Tonnes Milled

Tonnes milled increased by 3.5% to 2 844 000 tonnes compared with 2 748 000 tonnes for the June quarter. Increased tonnages at Bambanani mitigated Target's reduction in tonnes due to negative working conditions.

Recovery Grades

Gold production increased by 10.8% compared with the previous quarter on the back of increased tonnes and higher grades

recovered. The grade from underground operations improved by 7.1% to 5.1g/t from 4.8g/t.

Cost Control

Rand per tonne cost decreased from R733/t to R686/t and the Rand per kilogram cost decreased by 12.6% from R152 672/kg

to R133 500/kg for the quarter.

Despite electricity's winter tariff increases, the additional increase in annual wages and leave liabilities, working costs showed

a slight reduction of R25.9 million.

Development

Q - o n - Q

Total Metres '000

June 2007	September 2007
-----------	----------------

% Variance

Quality

22.5

23.1

2.7

Growth

6.4

5.4

(15.6)

Leverage

11.2

10.8

(3.6)

40.1

39.3

(2.0)

The overall performance of the company is best highlighted in the following table:

Q-on-Q

June 2007	September 2007
-----------	----------------

% Variance	September 2006
------------	----------------

Production

- kg

14 126

15 940

12.8

16 519

Production

- oz

454 159

512 480
 12.8
 531 095
 Revenue
 – R/kg
 151 383
 156 176
 3.2
 144 067
 Revenue
 – US\$/oz
 664
 684
 3.0
 628
 Cash cost
 – R/kg
 148 993
 130 416
 12.5
 96 192
 Cash cost
 – US\$/oz
 654
 572
 12.5
 419
 Exchange rate
 – USD/ZAR
 7.09
 7.10
 (0.1)
 7.14
 Cash Operating Profit and Margin
 Q-on-Q
 June 2007 September 2007
 % Variance September 2006
 Cash operating profit (Rm)
 34
 411
 1 108.8
 791
 Cash operating profit margin (%)
 1.6
 16.5
 931.3
 33.2
 P
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Quarter-on-quarter cash operating profit variance analysis

Cash operating profit – June 2007

R33.8 million

– volume change

R131.4 million

– working cost change

R25.9 million

– recovery grade change

R143.4 million

– gold price change

R76.1 million

– net variance

R376.8 million

Cash operating profit – September 2007

R410.6 million

Analysis of earnings per share (SA cents)

Quarter ended

Quarter ended

Quarter ended

Earnings per share (SA cents)

June 2007	September 2007	September 2006
-----------	----------------	----------------

Cash earnings

8

103

199

Basic (loss)/earnings

(34)

(120)

68

Headline (loss)/earnings

(72)

(21)

66

Fully diluted (loss)/earnings

(34)

(120)

67

Reconciliation between basic earnings and headline loss

Quarter ended

Quarter ended

Headline earnings per share (SA cents)

June 2007	September 2007
-----------	----------------

Basic earnings

(34)

(120)

Profit on sale of property, plant and equipment

(17)

1

Profit on disposal of investment in Gold Fields Limited

8

98

Profit on sale of Australian investment

—

—

Profit on sale of subsidiaries

—

—

Impairment of assets

(29)

—

Headline earnings

(72)

(21)

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CAPITAL EXPENDITURE (Continued operations)

In line with the company's review, expenditure for the quarter was marginally lower at R721 million in the September quarter

compared with R810 million in the June 2007 quarter. The reduction in capital expenditure should not affect the company's

production build-up.

Actual

Actual

June 2007 September 2007

Operational Capex

Rm

Rm

South African Operations

353

366

Capital

invested

Project Capex

to date

Rm

Doornkop South Reef

82

71

659

Elandsrand New Mine

18

44

609

Tshepong North Decline

24

21

279

Phakisa Shaft

54

58

622

Hidden Valley, PNG

279

161

782

Total Project Capex

457

355

2 951

Total Capex

810

721

Quarterly profit comparison for operations

Operation

Working profit (Rm)

Variances (Rm)

June	September
2007	
2007	
Variance	
Volume	
Grade	
Price	
Costs	
South African operations	
Quality ounces	
72.6	
313.4	
240.8	
(49.6)	
139.8	
40.2	
110.4	
Growth ounces	
62.1	
39.8	
(22.3)	
29.7	
(0.5)	
11.2	
(62.7)	
Leverage ounces	
(152.1)	
(20.5)	
131.6	
77.5	
19.3	
20.0	
14.8	
Surface operations	
51.2	
77.9	
26.7	
73.8	
(15.2)	
4.7	
(36.6)	
Total Harmony	
33.8	
410.6	
376.8	
131.4	
143.4	
76.1	
25.9	
P	
10	

Quality operations

Includes the following shafts: Target, Tshepong, Masimong, Evander and Randfontein's Cooke Shafts

Q-on-Q

June 2007 September 2007

% Variance September 2006

U/g tonnes milled

('000)

1 535

1 470

(4.2)

1 665

U/g recovery grade

(g/t)

5.05

5.67

12.3

5.64

U/g kilograms produced

(kg)

7 745

8 341

7.7

9 392

U/g working costs

(R/kg)

141 949

118 568

16.5

81 992

U/g working costs

(R/tonne)

716

673

6.0

463

Tshepong Mine

Tshepong recorded a 12.2% improvement in recovered grade quarter-on-quarter, exceeding plans for the quarter.

Tonnes

milled were flat at 386 000 tonnes compared with the previous quarter.

Cost increased to R634/t from R538/t and Rand per kilogram costs increased by 5.1% from R99 267/kg to R104 352/kg. Stores,

salaries and electricity were the highest cost contributors.

This quarter's underperformance was again affected by two fires and a seismic event that caused serious damage and affected

production during July and September, respectively.

Target Mine

Grade was affected by lower volumes and incorrect mix from massive stopes. Tonnes milled dropped by 33.0% from 224 000

tonnes to 150 000 tonnes, leading to a drop of 11% in recovery grade from 5.1g/t to 4.6g/t.

Rand per tonne costs were lower at R607/t from R829/t, and unit cost was also lower at R131 930/kg from R161 038/kg.

Target had to contend with numerous poor working conditions. Work at the Narrow Reef Mining section was stopped for a month to rectify working conditions after a fall of ground incident, drill availability and flooding of ends due to water handling problems and fragmentation in two of the massive stopes; all impacting on loading rates.

Target should experience improved availability in the third quarter of FY08 when the first new Load Haul Dumper (LHD) arrives in February 2008.

Masimong Mine

Volumes at Masimong were 3.6% lower at 241 000 tonnes from 250 000 tonnes for the previous quarter. However, moving to

higher grade panels and the subsequent mining of better grade resulted in a 3.7% improvement in grade.

Costs were well contained with Rand per tonne decreasing by 15.6% to R790/t from R936/t, while Rand per kilogram costs

were 18.6% lower for the quarter at R173 881/kg from R213 509/kg.

The shaft has started with a cost restructuring process which should deliver further benefits in the following quarters.

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Evander

Evander posted an excellent overall performance from its mines, with improved grades, more gold produced and lower costs.

This performance is despite the challenges experienced with a service water pipe incident in the shaft which caused a two-day production loss for the September quarter.

On Evander 7 Shaft the extensive sill breakthrough area has only limited stoping remaining and will be depleted during the

next quarter. An extensive drilling programme has commenced to test the viability of further development.

Evander improved gold output by 16.6% to 2 244kg from 1 925kg, as a result of 16.6% higher recovery grades (mainly

from 8 Shaft) and unchanged volumes of 372 tonnes.

All costs were well-contained but Rand per tonne was up 2.9%, being the exception. Rand per kilogram for these operations

decreased by 11.8% from R125 677/kg to R110 840/kg.

Randfontein Operations

Randfontein's Cooke shafts reported an improved performance with more tonnes milled, increased production and lower costs

underpinned by an increase in square metres blasted, better grades from the VCR reef and improved cost control.

Grades recovered were 25.4% higher at 6.1g/t from 4.9g/t and 5.3% higher volumes at 321 tonnes resulted in an improved

gold production of 32.3% from 1 488 kg to 1 968 kg. R/tonne costs were lower at R667/t and R/kg costs were much improved

with a 29.9% decrease from R155 273/kg to R108 806/kg.

During the quarter, special attention was given to costs from stores and contractors.

Leveraged operations (Continued operations)

Shafts included under this section are Bambanani, Joel, St Helena, Harmony, Merriespruit, Unisel and Brand.

Q-on-Q

	June 2007	September 2007
% Variance		September 2006
U/g tonnes milled		
(‘000)		
835		
959		
14.9		
1 063		
U/g recovery grade		
(g/t)		
4.12		
4.25		
3.2		
4.32		
U/g kilograms produced		
(kg)		
3 438		
4 076		
18.6		
4 593		
U/g working costs		
(R/kg)		
196 076		

161 780

17.5

114 368

U/g working costs

(R/tonne)

807

688

14.8

494

Leverage operations showed an overall improvement compared with the June quarter. Gold produced improved by 18.6% due

to a 14.9% improvement in tonnes milled as well as a 3.2% improvement in recovery grade. Tonnes milled increased revenue

by R77.5 million whilst the increased recovered grade contributed an additional R19.3 million compared with the June quarter.

Operating costs showed a savings of R14.8 million. Lower costs and the improved production translated into lower Rand per

kilogram costs of R161 780/kg for the current quarter.

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SA Surface operations (includes Kalgold)

Q-on-Q

June 2007 September 2007

% Variance September 2006

Surface tonnes milled

('000)

1 673

2548

52.3

905

Surface recovery grade

(g/t)

0.56

0.52

(7.1)

0.76

Kilograms produced

(kg)

930

1 316

41.5

692

Working costs

(R/kg)

96 785

96 142

0.7

95 750

Working costs

(R/tonne)

54

50

7.4

73

Surface operations improved tonnes milled by 52.3%, this was mainly due to an increase in production from the waste dumps.

The increase in tonnes was, however, at a slightly lower recovery grade of 0.52g/t.

Rand per kilogram for these operations remained almost unchanged at R96 142/kg for the September quarter compared with

R96 785/kg for the June quarter.

Kalgold

Volumes increased by 22.6% due to availability of water from new boreholes. Gold production was higher at 663kg, grade

recovery improving by 25.5% to 1.97g/t from 1.57g/t and lower Rand per kilogram costs of R109 582/kg.

Kalgold's costs for the quarter were mainly higher due to increased tonnes milled.

Project Phoenix

Slime reclamation tonnage throughput increased steadily and is now averaging ± 525 000 tonnes per month. Focus has been

placed on improving efficiency, recovery and ultimately the profitability of the project.

Most of the projects milestones have been achieved and completed and the project is now running at full capacity.

Excavation

for tower crane installation has commenced.

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DISCONTINUED OPERATIONS

Australian Operations

The Australian discontinued operations reported gold production down by 12.9% at 1 260kg from 1 447kg for the June quarter.

This was mainly due to a lower recovery grade of 1.88g/t compared with 2.09g/t previously. Notwithstanding the loss in

revenue from the lower recovery grade, the Australian operations recorded a profit of R6.7 million for the quarter under review.

Rand per kilogram cost for the September quarter reduced by 8.1% to R146 588/kg compared with R159 417/kg in the June quarter.

Q-on-Q

June 2007 September 2007

% Variance September 2006

Tonnes milled

('000)

691

672

(2.8)

799

Recovery grade

(g/t)

2.09

1.88

(10.1)

2.56

Kilograms produced

(kg)

1 447

1 260

(12.9)

2 049

Working costs

(R/kg)

159 417

146 588

8.1

91 914

Working costs

(R/tonne)

334

275

17.7

236

Orkney Operations

Q-on-Q

June 2007 September 2007

% Variance September 2006

Tonnes milled

('000)

196

198

1.0
226
Recovery grade
(g/t)
4.2
3.7
(11.9)
4.0
Kilograms produced
(kg)
822
736
(10.5)
904
Working costs
(R/kg)
134 490
197 094
(46.6)
134 840
Working costs
(R/tonne)
564
730
(29.4)
540
P
14

P

15

GROWTH PROJECTS

Phakisa's rail-veyor improves cycle times

Gold production increased by 9.6%

Tshepong's 69 level in production build-up phase

Growth projects production performance from Doornkop and Elandsrand old mines

Q-on-Q

June 2007 September 2007

% Variance September 2006

U/g tonnes milled

('000)

378

415

9.8

398

U/g recovery grade

(g/t)

5.33

5.32

(0.2)

4.63

U/g kilograms produced

(kg)

2 013

2 207

9.6

1 842

U/g working costs

(R/kg)

119 800

137 703

(14.9)

123 439

U/g working costs

(R/tonne)

638

732

(14.7)

571

Growth projects improved their gold output by 9.6% on the back of improved tonnes milled and a flat recovery grade.

The improvement in milled tonnes increased revenue by R29.7 million. Operating costs however, increased by 26.0% for the quarter

under review and negatively influenced the Rand per kilogram costs. Rand per kilogram costs for these operations increased

to R137 703/kg from R119 800/kg.

Doornkop South Reef Capital Project

Project overview

Station development on 202, 205, 207 and 212 levels continues. Access development also continued on 192 and 197 levels with

418m excavated. Secondary development is also underway on 192 level with 320m achieved.

The total shaft has been excavated and during the quarter 105 metres of shaft has been lined and equipped, in addition, station

equipping was completed on 192 level while station equipping is underway on 197, 202 and 205 levels. The dual-purpose

winder compartment has also being equipped from 132 to 192 levels.

The updated schedule provides for the main shaft to be partially commissioned by December 2007. The first South Reef was

mined during the quarter and will increase quarterly until full production anticipated in March 2010.

Annual Capital expenditure profile

Table (Rm)

2003

2004

2005

2006

2007

2008

2009

2010

2011

Total

Actual Sunk

13

98

114

147

256

67

695

Forecast

227

290

91

69

677

Total

13

98

114

147

256

304

290

91

69

1 372

P

16

1st production

July 2007

Full production

March 2010

Future milestones

Rock winder engineering commissioned

– December 2007

Shaft lined and equipped

– November 2007

Main shaft partially commissioned

– March 2008

Rock winder hoisting

– June 2008

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Elandsrand Capital Project

Project overview

Elandsrand's No. 2 Service Shaft was put on care and maintenance in September and the 400mm chilled water feed column

was installed from 105 level to 95 level. Work on the supporting and lining of the centre hole of 92 level Turbine Dam progressed well with 60 metres completed at the end of the quarter.

The installation of the 400mm chilled water return column from the shaft to the settlers on 98 level and the equipping of the

No. 2 Settler progressed well during the quarter. The installation of the 600mm chilled water feed and return columns, connecting the No. 2 and No. 3 Service Shafts on 105 level, progressed slowly.

All the services cables telephones, fire detection, fiber optics, seismicity, lock bells, etc were terminated on levels 102,105,109,

113 and 115 and the rock loading and lock-bell systems were switched over from their temporary arrangement to permanent installation.

Annual Capital expenditure profile

Table (Rm)

2001

2002

2003

2004

2005

2006

2007

2008

2009

2010

Total

Actual Sunk

35.6

107.0

106.2

105.5

96.1

119.6

113.7

34.4

718.1

Forecast

101.2

141.0

29.1

271.3

Total

35.6

107.0

106.2

105.5

96.1

119.6
113.7
135.6
141.0
29.1
989.4
Project Production
Tonnes milled
% Split
Kilograms
% Split
Old Mine
176 269
61
795
45
New Mine
112 602
39
957
55
Total Mine
288 871
1 752
1st production
October 2003
Full production
June 2012

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Future milestones

Commission 100 level 22 kV sub-station

– November 2007

115 level pump station commissioned

– December 2007

Access development on 113 level completed

– May 2008

No. 3 Service Shaft sub-bank, headgear and winder installation completed

– May 2008

Updated schematic picture of product

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Phakisa Capital Project

Access development completed on 69, 71, 73 and 75 levels. Excellent progress was made with BAC and Fridge plant excavation

as well as civil construction.

Settler's design was changed due to adverse ground conditions. Blasting on No. 2 Settler progressed to 7.3m. Phase One's

surface infrastructure was completed and civil construction and erection of main building have commenced.

Rail-veyor commissioned and cycle-times improving. Second train scheduled for commissioning in January 2008.

Annual Capital expenditure profile

Table (Rm)

2004

2005

2006

2007

2008

2009

2010

Total

Actual Sunk

117

116

147

227

58

665

Forecast

129

105

35

269

Total

117

116

147

227

187

105

35

1 034

1st production

June 2008

Full production

August 2010

P

20

Future milestones

Final Commissioning of 77 level Crusher

– December 2007

Commissioning of 55 level Bulk Air Cooler

– February 2008

Commissioning of 2nd Rail-veyor train

– January 2008

69 Level 1st raise-line completion

– April 2008

Full Production

– August 2010

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21
Tshepong – Sub 66 Decline Capital Project
The capital scope of work for 69 level and the sinking of the material/chairlift decline haulages are completed. This level is now in production build-up phase.
The majority of remaining development is on 71 level which is 75% complete and where the access development and raise lines have to be completed by June 2008.
The total project is 93% on budget and no budget overruns are foreseen for the next year.

Annual Capital expenditure profile

Table (Rm)

2003

2004

2005

2006

2007

2008

2009

Total

Actual Sunk

32.8

66.6

40.6

52.9

57.8

13.1

–

263.8

Forecast

16.5

–

16.5

Total

32.8

66.6

40.6

52.9

57.80

29.6

280.3

1st production

April 2007

Full production

July 2009

Future milestones

Extension of conveyor and monorail to end of decline

– December 2007

Equipping of ore passes and 72 belt cross cut

– March 2008

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22
Hidden Valley Project
Highlights

Work on the tailings storage facility proceeding to plan

Waste movement using mining fleets 1 and 2 has exceeded plan by 20%

Fifty landowners employed as mining equipment operators; 9 trainees assessed as fully competent to operate haul trucks

Kaveroi resource drilling results continue to confirm known mineralisation

Project Overview

The project experienced heavy rainfall in both August and September. Despite the heavy rain reasonable progress continues to

be made. Excavation has concentrated on the (RL2035) pad and the haul road from this location is being improved. There have been several issues causing delays with the project schedule such as manufacturing delays with the SAG mill and

a revised construction schedule for the overland conveyor are the main causes. Thus, engineering is behind plan but should

not impact on the overall schedule.

A preliminary route for the overland conveyor from the eastern ROM pad has been established and will be finalised following

survey of the route and preliminary conveyor design. Four construction drawings were issued for plant earthworks, grinding

area civils and leach tanks.

At the end of the quarter, 62 contract services and procurement packages were awarded. About 95% of process equipment has

been awarded while contracted services and major fabrication supply items are in progress. Major packages such as the regrind

mill, conveyors, electro-winning cells, SAG mill feed chute transporter, UMW workshop, transformers, switchgear, motor control

centres and high voltage cable were awarded.

Construction of the permanent camp is now well underway. Thirty transportable units capable of housing 140 persons have

been handed over. Large 40-man units are now under construction with seven units in various stages of completion. Fifty trainee equipment operators have been employed on the project and of these nine have been assessed as fully

competent

to operate haul trucks. Confirmation was received from the Department of Labour and Industrial Relations (DLIR) that women

could be employed as equipment operators working continuous 12 hour shifts.

Site Geological Update

Stage 1 of the Kaveroi resource definition drilling programme was completed during the quarter. Progress was slow with only

3 242 m drilled against a plan of 5 283 m. Plans are in place to address weather conditions in Stage 2 of the programme.

The drilling continues to confirm known mineralisation at depth with positive results for logging and vein intensity studies and

has identified a new zone of mineralisation at the meta-sediment/granodiorite contact. Assay results continue to support

previously modelled gold grades and indicate higher than expected levels of silver. Intercepts received to date include 18m @ 9.42 g/t Au, 511 g/t Ag and 7.5m @ 31.84 g/t Au, 1 740 g/t Ag.

Further work has been completed on the Hamata Pit design identifying the potential to access an additional 223 000 ounces

of indicated and inferred material.

Annual Capital expenditure profile

Table (A\$m)

2006

2007

2008

2009

2010

2011

2012

2013

Total

Actual Sunk

20

90

12

123

Forecast

239*

128

366

Total

20

90

251

128

489**

**Includes A\$28m for Rio Tinto Royalty buy-out ** Increased by A\$14 m due to project delays*

1st production

March 2009

Full production

June 2009

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Wafi/Golpu

Project Overview

The Wafi/Golpu pre-feasibility study (PFS) was completed during this quarter. Infrastructure studies were advanced to a

PFS level and capital and operating estimates were found to be similar to scoping level estimates which were included in the

Golpu Stand Alone PFS. Golpu (copper/gold) is the primary driver for the Wafi site, with the gold projects (Link Zone and NRG1)

having potential to add value to the overall site plan when Golpu carries major infrastructure costs. The gold projects are found

to be marginal at the present time, however it is expected that additional work at the feasibility stage will identify cost savings

has not currently been included in the study, which should improve project economics. Expansion of the resources is the most

effective way to improve the gold project economics and, as such, planned exploration programmes at Wafi will continue with

a focus on expansion of the mineable resource.

The Golpu stand-alone project has undergone a stage gate review by Harmony project specialists. The review has found the PFS to

be adequate and generally in compliance with Harmony's project standards. A recommendation to accept the PFS report will be

made to the Harmony Investment Committee during the December quarter, once the final reviews are compiled and report issued.

The project review will continue for much of the coming quarter, with direction of the forward work programme expected by

the end of calendar 2007. During the review period work will continue on the Wafi project in the following areas:

Alkaline Sulphide Leaching test work for the removal of arsenic from concentrate;

Community Affairs work to establish access to areas not yet allowed by landowners; and

Exploration drilling and interpretation with a view to increasing the resource base at Wafi.

The project spend for the quarter was 5.6 million Kina (A\$2.5 million), with overall project to date expenditure of 42.2 million

Kina (A\$19.2 million). Only minor expenditure (less than A\$400 000) is expected in the coming quarter as final reviews are

completed for the project.

Exploration results and programme

A new tenement application encompassing some 184 square kilometres was lodged over the area directly east of the Biamena

Prospect. The area is highly perspective for Cu-Au mineralisation and includes several limestone occurrences.

Highlights from

the work completed during first quarter FY08 are outlined below:

Wafi Near Mine (Brownfields)

At *Western zone* three holes were drilled to confirm high grade lodes interpreted to dip to the northwest. Results have been

highly encouraging with significant intercepts received for two of the three holes to date. This prospect may add to the Link

Zone resource and ultimately Wafi feasibility.

WR252: 17m @ 6.9 g/t Au from 250m
7m
@ 4.6 g/t Au from 271m

WR257: 6.1m @ 2.2 g/t from 10m
16m @ 5.4 g/t from 196m
6m
@ 3.3 g/t from 407m

Assays for the third hole (WR261) are pending.

The drilling was undertaken to test below significant intercepts in WR219 (26m @ 7.04 g/t Au) and WR204 (21m @ 10 g/t Au).

Results now suggest three separate parallel lodes trending north-east and dipping west. Assays for WR261 should extend the

strike of the main lode through the grid, and confirm this interpretation.

Drilling to advance this prospect to inferred resources is planned.

Nambonga North

The *Nambonga North* prospect represents a porphyry Cu-Au target located approximately 2 km northwest of the Golpu

Cu-Au deposit. Drilling during the quarter encountered a major new zone of mineralisation with an intercept of:

WR258: 74m @ 4.3 % Zn, 1.2% Pb, 54 g/t Ag, 5.6 g/t Au from 125m (intercept based on a 1% Zn cut-off and a maximum internal waste interval of 3m)

This was the first of two drill holes designed to test an electromagnetic (EM) conductor coincident with a magnetic high and

anomalous surface Cu – Au geochemistry. The mineralised interval in the drill hole correlates with a zone of brecciated massive

sulphide, dominated by Pyrite/Marcasite, Sphalerite and Galena.

A second hole WR262, collared 50m in front of WR258, was in progress at 460m at quarter-end. Geology encountered in this

latest hole is extremely encouraging with chalcopyrite, magnetite, hematite and lesser pyrite disseminated in porphyry and

silica cap type material.

Mineralisation encountered in WR258 is currently interpreted as a base metal lode peripheral to a mineralised porphyry stock.

Planned follow-up drilling includes step-out drilling to the north, into the core of the magnetic high and where data also

suggests that the EM conductor is better developed.

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OPERATING AND FINANCIAL RESULTS (Rand/metric) (unaudited) (Continued operations)

Underground production – South Africa

South

Quality

Growth Leveraged

Total

Other

Kalgold

Total

Africa

Harmony

Ounces

Projects

Ounces Underground

Surface

Surface

Surface

Total

Australia

PNG

Total

Ore milled

– t'000

Sep-07

1 470

415

959

2 844

2 212

336

2 548

5 392

–

–

5 392

Jun-07

1 535

378

835

2 748

1 399

274

1 673

4 421

–

–

4 421

Gold Produced

– kg

Sep-07

8 341
 2 207
 4 076
 14 624
 653
 663
 1 316
 15 940
 –
 –
 15 940
 Jun-07
 7 745
 2 013
 3 438
 13 196
 500
 430
 930
 14 126
 –
 –
 14 126
 Yield – g/tonne
 Sep-07
 5.67
 5.32
 4.25
 5.14
 0.30
 1.97
 0.52
 2.96
 –
 –
 2.96
 Jun-07
 5.05
 5.33
 4.12
 4.80
 0.36
 1.57
 0.56
 3.20
 –
 –
 3.20
 Cash Operating Costs
 – R/kg
 Sep-07

118 568
137 703
161 780
133 500
82 496
109 582
96 142
130 416
–
–
130 416
Jun-07
141 949
119 800
196 076
152 672
81 284
114 809
96 785
148 993
–
–
148 993
Cash Operating Costs
– R/tonne
Sep-07
673
732
688
686
24
216
50
386
–
–
386
Jun-07
716
638
807
733
29
180
54
476
–
–
476
Working Revenue
(R'000)

Sep-07

1 302 472

343 686

638 866

2 285 024

101 235

103 184

204 419

2 489 443

–

– 2 489 443

Jun-07

1 172 037

303 275

521 961

1 997 273

76 128

65 035

141 163

2 138 436

–

– 2 138 436

Cash Operating Costs

(R'000)

Sep-07

988 979

303 911

659 415

1 952 305

53 870

72 653

126 523

2 078 828

–

– 2 078 828

Jun-07

1 099 395

241 158

674 110

2 014 663

40 642

49 368

90 010

2 104 673

–

– 2 104 673

Cash Operating Profit (R'000)

Sep-07

313 493

39 775

(20 549)

332 719
 47 365
 30 531
 77 896
 410 615

–
 –
 410 615

Jun-07
 72 642
 62 117
 (152 149)
 (17 390)

35 486
 15 667
 51 153
 33 763

–
 –
 33 763

Capital Expenditure
 (R'000)

Sep-07
 236 892
 238 086
 82 793
 557 771

–
 2 031
 2 031
 559 802
 – 160 704

720 506
 Jun-07

243 918
 210 280
 76 217
 530 415

–
 390
 390
 530 805

–
 279 341
 810 146

Quality Ounces - Evander Shafts, Randfontein Cooke Shafts, Target, Tshepong, Masimong.

Growth Projects - Doornkop shaft and South Reef Project, Elandsrand shaft and New Mine Project, Phakisa shaft, Tshepong Decline Project.

Leveraged Ounces - Bambanani, Joel, St Helena 8, Harmony 2, Merriespruit 1 and 3, Unisel and Brand 3.

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TOTAL OPERATIONS – QUARTERLY FINANCIAL RESULTS (Rand/metric) (unaudited)	
For the quarter ended	
30 September	
30 June	
2007	2007
Continuing operations	
Ore milled	
– t'000	
5 392	
4 421	
Gold produced	
– kg	
15 940	
14 126	
Gold price received	
– R/kg	
156 176	
151 383	
Cash operating costs	
– R/kg	
130 416	
148 993	
Discontinuing operations	
Ore milled	
– t'000	
870	
887	
Gold produced	
– kg	
1 996	
2 270	
Gold price received	
– R/kg	
153 177	
152 600	
Cash operating costs	
– R/kg	
165 442	
150 342	
R million	
R million	
Continuing operations	
Revenue	
2 489	
2 139	
Cash operating costs	
(2 078)	
(2 105)	
Cash operating profit	

411	
34	
Amortisation and depreciation of mining properties, mine development costs and mine plant facilities	
(224)	
(225)	
Corporate expenditure	
(72)	
(89)	
Reversal of provision for rehabilitation costs	
–	
20	
Operating profit/(loss)	
115	
(260)	
Amortisation and depreciation other than mining properties, mine development costs and mine plant facilities	
(12)	
(11)	
Care and maintenance costs of restructured shafts	
(9)	
(10)	
Share based compensation	
(10)	
(3)	
Exploration expenditure	
(44)	
(61)	
Impairment of assets	
–	
123	
Loss from associates	
–	
(1)	
Gain on financial instruments	
4	
29	
(Loss)/profit on sale of property, plant and equipment	
(2)	
93	
Other expenses – net	
(19)	
(49)	
Provision for former employees’ post retirement benefits	
–	
13	
Mark-to-market of listed investments	
34	
31	
Loss on sale of listed investment	
(459)	
(37)	

Investment income	
67	
85	
Finance cost	
(133)	
(216)	
Loss before taxation	
(468)	
(274)	
Taxation	
(10)	
138	
Net loss from continuing operation	
(478)	
(136)	
Discontinued operations	
Loss from discontinued operations	
(92)	
(243)	
Loss from measurement to fair value less cost to sell	
(7)	
(274)	
(577)	
(653)	
Loss per share from continued operations attributable to the equity holders of the Company during the year (cents)	
– Basic loss *	
(120)	
(34)	
– Headline loss *	
(21)	
(72)	
– Fully diluted loss ** ***	
(120)	
(34)	
Loss per share from discontinued operations attributable to the equity holders of the Company during the year (cents)	
– Basic loss *	
(24)	
(129)	
– Headline loss *	
(22)	
(61)	
– Fully diluted loss ** ***	
(24)	
(129)	

Prepared in accordance with International Financial Reporting Standards

* Calculated on weighted average number of shares in issue at quarter end 30 September 2007: 399.5 million (30 June 2007: 398.6 million).

** Calculated on weighted average number of diluted shares in issue at quarter end 30 September 2007: 402.8 million

(30 June 2007: 403.1 million).

*** The effect of the share options is anti-dilutive.

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CONDENSED CONSOLIDATED INCOME STATEMENT (Rand)

For the period ended

30 September

30 September

2007

2006

Notes

(restated)*

R million

R million

Continuing operations

Revenue

2 489

2 380

Production cost (exclusive of amortisation and depreciation of mining properties, mine development costs and mine plant facilities)

2

(2 078)

(1 589)

Amortisation and depreciation of mining properties, mine development costs and mine plant facilities

(224)

(233)

Amortisation and depreciation other than mining properties, mine development costs and mine plant facilities

(12)

(17)

Corporate expenditure

(72)

(56)

Exploration expenditure

(44)

(34)

Care and maintenance costs of restructured shafts

(9)

(17)

Share-based compensation

(10)

(11)

Reversal of provision for rehabilitation costs

–

(2)

(Loss)/profit on sale of property, plant and equipment

(2)

13

Gain on financial instruments

3

4

19

Other (expenses)/income – net	
(19)	
19	
Operating profit	
23	
472	
Loss from associates	
4	
–	
(48)	
Loss on sale of listed investment	
5	
(459)	
–	
Mark-to-market of listed investments	
34	
24	
Investment income	
67	
37	
Finance cost	
(133)	
(93)	
(Loss)/profit before tax	
(468)	
392	
Taxation	
(10)	
(123)	
Net (loss)/profit from continuing operations	
(478)	
269	
Discontinued operations	
(Loss)/profit from discontinued operations	
6	
(92)	
8	
Loss from measurement to fair value less cost to sell	
6	
(7)	
–	
Net (loss)/profit	
(577)	
277	
(Loss)/earnings per share for profit from continued operations attributable	
7	
to the equity holders of the Company during the year (cents)	
– Basic (loss)/earnings	
(120)	
68	
– Fully diluted (loss)/earnings	

(120)

67

(Loss)/earnings per share for profit from discontinued operations attributable

7

to the equity holders of the Company during the year (cents)

– Basic (loss)/earnings

(24)

2

– Fully diluted (loss)/earnings

(24)

2

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

* The comparative figures for 2006 were adjusted to exclude the discontinued operations.

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CONDENSED CONSOLIDATED BALANCE SHEET (Rand)

At

At

At

30 September

30 June

30 September

2007

2007

2006

Notes

(Unaudited)

(Audited)

(Unaudited)

R million

R million

R million

ASSETS

Non-current assets

Property, plant and equipment

24 899

24 398

23 849

Intangible assets

2 308

2 307

2 270

Restricted cash

5

5

286

Investments in financial assets

1 461

1 387

2 306

Investments in associates

5

7

7

1 860

Deferred income tax

1 914

2 321

1 643

Trade and other receivables

100

95

82

30 694

	30 520
	32 296
Current assets	
Inventories	
	790
	742
	730
Investments in financial assets	
	—
	2 484
	—
Trade and other receivables	
	778
	918
	871
Income and mining taxes	
	26
	16
	25
Restricted cash	
	—
	274
	—
Cash and cash equivalents	
	1 567
	711
	582
	3 161
	5 145
	2 208
Non-current assets classified as held for sale	
	6
	1 279
	1 284
	—
	4 440
	6 429
	2 208
Total assets	
	35 134
	36 949
	34 504
EQUITY AND LIABILITIES	
Share capital and reserves	
Share capital	
	25 652
	25 636
	25 521
Other reserves	
	20
	(349)

(88)
 Accumulated loss
 (2 258)
 (1 681)
 (1 738)
 23 414
 23 606
 23 695
 Non-current liabilities
 Borrowings
 8
 3 842
 1 743
 2 637
 Deferred income tax
 4 602
 5 000
 4 092
 Derivative financial instruments
 9
 –
 –
 609
 Provisions for other liabilities and charges
 1 231
 1 216
 1 009
 9 675
 7 959
 8 347
 Current liabilities
 Trade and other payables
 1 421
 1 755
 1 448
 Borrowings
 15
 2 855
 1 006
 Bank overdraft
 –
 220
 –
 Shareholders for dividends
 7
 7
 8
 1 443
 4 837
 2 462

Liabilities directly associated with non-current
assets classified as held for sale

6

602

547

—

2 045

5 384

2 462

Total equity and liabilities

35 134

36 949

34 504

Number of ordinary shares in issue

400 011 182

399 608 384

397 549 945

Net asset value per share (cents)

5 853

5 902

5 960

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

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD	
ENDING 30 SEPTEMBER 2007 (Rand)	
Issued share	
Other	
Retained	
capital	
reserves	
earnings	
Total	
R million	
R million	
R million	
R million	
Balance as 1 July 2007	
25 636	
(370)	
(1 681)	
23 585	
Issue of share capital	
16	
–	
–	
16	
Currency translation adjustment and other	
–	
390	
–	
390	
Net earnings	
–	
–	
(577)	
(577)	
Balance as at 30 September 2007	
25 652	
20	
(2 258)	
23 414	
Balance as 1 July 2006	
25 489	
(271)	
(2 015)	
23 203	
Issue of share capital	
32	
–	
–	
32	
Currency translation adjustment and other	

-
183
-
183
Net loss
-
-
277
277
Balance as at 30 September 2006
25 521
(88)
(1 738)
23 695

P	
30	
SUMMARISED CASH FLOW STATEMENT FOR THE PERIOD ENDING 30 SEPTEMBER 2007	
(Rand)(unaudited)	
Three months	
Three months	
Three months	
ended	
ended	
ended	
30 September	
30 September	
30 June	
2007	
2006	
2007	
R million	
R million	
R million	
Cash flow from operating activities	
Cash generated/(utilised) by operations	
54	
471	
(248)	
Interest and dividends received	
69	
39	
87	
Interest paid	
(59)	
(45)	
(83)	
Income and mining taxes paid	
(12)	
–	
(11)	
Cash generated/(utilised) by operating activities	
52	
465	
(255)	
Cash flow from investing activities	
Decrease/(increase) in restricted cash	
274	
(30)	
225	
Net proceeds on disposal of listed investments	
1 310	
30	
166	
Acquisition of investment in associate	
–	

–
 –
 Net additions to property, plant and equipment
 (833)
 (562)
 (784)
 Other investing activities
 (51)
 –
 (10)
 Cash generated/(utilised) by investing activities
 700
 (562)
 (401)
 Cash flow from financing activities
 Long-term loans raised
 286
 –
 651
 Ordinary shares issued – net of expenses
 19
 32
 37
 Dividends paid
 –
 –
 (7)
 Cash generated by financing activities
 305
 32
 681
 Foreign currency translation adjustments
 20
 (4)
 (7)
 Net increase/(decrease) in cash and equivalents
 1 077
 (69)
 18
 Cash and equivalents – beginning of period
 494
 651
 476
 Cash and equivalents – end of period
 1 571
 582
 494

P

31

RECONCILIATION BETWEEN CASH OPERATING PROFIT AND CASH GENERATED/(UTILISED) BY OPERATIONS FOR THE PERIOD ENDING 30 SEPTEMBER 2007 (Rand)

Three months

Three months

Three months

ended

ended

ended

30 September

30 September

30 June

2007	2006	2007
------	------	------

R million

R million

R million

Cash operating profit

386

891

39

Other cash items per income statement:

Other income (Including interest received and profit on sale of mining assets)

41

67

138

Employment termination, restructuring and care and maintenance costs

(12)

(20)

(14)

Corporate, administration and other expenditure

(77)

(59)

(87)

Exploration expenditure

(55)

(41)

(70)

Provision for rehabilitation costs

–

(2)

(1)

Cash flow statement adjustments:

Cost of close out of hedges

–

(55)

(367)

Profit on sale of mining assets

3

(13)

(93)

Interest and dividends received

(69)

(39)

(87)

Other non-cash items

(22)

(34)

(9)

Effect of changes in operating working capital items:

Receivables

59

(150)

241

Inventories

(54)

(64)

(143)

Accounts payable

276

66

244

Accrued liabilities

(422)

(76)

(39)

Cash generated/(utilised) by operations

54

471

(248)

P

32

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD
ENDING 30 SEPTEMBER 2007

1.

Basis of accounting

The condensed consolidated financial statements for the period ending 30 September 2007 have been prepared using accounting policies that comply with International Financial Reporting Standards (IFRS), which are consistent with the accounting policies used in the audited annual financial statements for the year ended 30 June 2007. These condensed consolidated financial statements are prepared in accordance with IAS 34, Interim Financial Reporting and should be read

in conjunction with the financial statement as at and for the year ended 30 June 2007.

New accounting standards and IFRIC interpretations

Certain new accounting standards and IFRIC interpretations have been published that are mandatory for accounting periods beginning on or after 1 January 2008. These new standards and interpretations have not been early adopted by the Group and a reliable estimate of the impact of the adoption thereof for the Group cannot yet be determined for all of

them, as management are still in the process of determining the impact thereof on future financial statements.

At the date of finalising of these financial statements, the following Standards and Interpretations were in issue but not yet effective:

Title

Effective date

New Statement

- IFRS 8 Operating segments

Financial year commencing on or after

1 January 2009

Amendments

- IAS 23 (Revised) Borrowings Costs(Revised March 2007)

Financial year commencing on or after

1 January 2009

New Interpretation

- IFRIC 12 – Service Concession Arrangements

Financial year commencing on or after

1 January 2008

Not yet assessed

2.

Cash operating profit

The format of the income statement is now presented ‘by nature’ as per the requirements of IFRS 5. The major differences

is that ‘cash operating costs’ and ‘cash operating profit’ are not reflected on the face of the income statement anymore. ‘Cash operating costs’ are now included under ‘Production costs’.

If no change was effected, the cash operating profit would have been as following:

30 September

30 September

2007 2006

R million

R million

Revenue

2 489

2 380

Cash operating costs

(2 078)

(1 589)

Cash operating profit

411

791

3.

Gain/(loss) on financial instruments

The Australian gold hedge book was closed out during the June 2007 quarter, leaving only the Abelle Limited forward exchange contract that resulted in a marked-to-market gain of R4.4 million.

P

33

4.

Investment in associate

Harmony accounted for its 29.2% stake in Western Areas Limited through its subsidiary, ARMgold/Harmony Joint Investment Company Pty Ltd, on the equity basis for accounting until 1 December 2006. On this date Harmony excepted

Gold Fields Limited's (GFI) offer of 35 GFI shares for every 100 Western Area Limited shares held. The remaining investment

in the Goldfields shares were sold during the September 2007 quarter for a loss of R459 million, refer to note 5.

30 September

30 September

2007 2006

R million

R million

5.

Loss on sale of listed investments

Loss on sale of investment in Gold Fields Limited

459

–

459

–

6.

Non-current assets held for sale and discontinued operations

The assets and liabilities related to Mt Magnet and South Kal (operations in Australia), ARMgold Welkom and Orkney operations (operations in the Free State and Northwest areas), and Kudu and Sable (operations in the Free State area), which have been presented as held for sale following the approval of the Group's management and the Board of Directors on 20 April 2007.

Operating cash flows

(46)

86

Investing cash flows

18

(418)

Financing cash flows

–

–

Foreign exchange translation adjustment

(3)

6

Total cash flows

(31)

(326)

(a) Non-current assets classified as held for sale

Property, plant and equipment

970

–

Restricted cash

5

–	
Investment financial assets	
67	
–	
Deferred income tax	
47	
–	
Inventories	
127	
–	
Trade and other receivables	
47	
–	
Income and mining taxes	
12	
Cash and cash equivalents	
4	
–	
1 279	
–	
<i>(b) Liabilities directly associated with non-current assets classified as held for sale</i>	
Borrowings	
1	
–	
Deferred income tax	
23	
–	
Provisions for other liabilities and charges	
312	
–	
Trade and other payables	
266	
–	
602	
–	
<i>(c) Analysis of the results of discontinued operations, and the results recognised on the re-measurement of assets or disposal group</i>	
Revenue	
306	
410	
Expenses	
(401)	
(403)	
(Loss)/profit from discontinued operations before tax	
(95)	
7	
Taxation	
3	
1	
(Loss)/profit from discontinued operations after tax	
(92)	

8
Pre-tax loss recognised on the re-measurement of assets of disposal
(10)
—
Taxation
3
—
Profit for the year from discontinued operations
(99)
8

P

34

7.

(Loss)/earnings per share

(Loss)/earnings per share is calculated on the weighted average number of shares in issue for the quarter ended

30 September 2007: 399.5 million (30 June 2007: 398.6 million; 30 September 2006: 396.8 million)

The fully diluted (loss)/earnings per share is calculated on weighted average number of diluted shares in issue for the quarter ended 30 September 2007: 402.8 million (30 June 2007: 403.1 million; 30 September 2006: 402.9 million).

The effect of the share options is anti-dilutive.

30 September

30 June

30 September

2007

2007

2006

R million

R million

R million

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

– Basic (loss)/earnings

(143)

(163)

70

– Headline (loss)/earnings

(43)

(133)

66

– Fully diluted (loss)/earnings

(143)

(163)

69

Reconciliation of headline earnings/(loss)

Continued operations

Net (loss)/profit

(478)

(136)

269

Adjusted for:

Loss/(profit) on sale of property, plant and equipment

1

(66)

(14)

Loss on sale of listed investment

392

31

–

Reversal of impairment of assets

–

(117)

–

Headline profit/(loss)

(84)
(288)
255
Discontinued operations
Net (loss)/profit
(99)
(517)
8
Adjusted for:
Impairment of assets
7
274
—
Headline (loss)/profit
(92)
(243)
8
30 September
30 September
2007 2006
R million
R million
8.
Borrowings
Unsecured long-term borrowings
Convertible unsecured fixed rate bonds
1 562
1 482
Rand Merchant Bank term loan facility
—
1 000
Africa Vanguard Resources (Proprietary) Limited
32
32
1 594
2 514
Less: Short term portion
—
(1 000)
Total unsecured long-term borrowings
1 594
1 514
Secured long-term borrowings
Gold Fields Limited
—
5
Westpac Bank Limited
88
—
Africa Vanguard Resources (Doornkop) (Pty) Limited (Nedbank Limited)
175

159
ARM Empowerment Trust 1 (Nedbank Limited)
—
412
ARM Empowerment Trust 2 (Nedbank Limited)
—
552
Auriel Alloys
—
1
Nedbank Limited
2 000
—
2 263
1 129
Less: Short term portion
(15)
(6)
Total unsecured long-term borrowings
2 248
1 123
Total long-term borrowings
3 842
2 637

P

35

30 September

30 September

2007 2006

R million

R million

9.

Derivative financial instruments

Forward exchange commitment

Abelle Limited an indirect subsidiary, has a forward exchange contract in place for the purchase of the mining fleet used on the Hidden Valley project. The forward exchange contract is classified as speculative and the mark-to-market movement, R4.4 million, is reflected in the income statement.

10. Commitments and Contingencies

Capital expenditure commitments

Contracts for capital expenditure

462

117

Authorised by the directors but not contracted for

1 870

2 071

2 332

2 188

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

Contingent liabilities

Guarantees and suretyships

18

18

Environmental guarantees

129

129

147

147

11. Subsequent events

On 25 September 2007, Harmony Gold Mining Company Limited announced that it had entered into an agreement with

Pamodzi Gold Limited (Pamodzi), where Pamodzi will render management services to ARMgold, with respect to the Orkney

shafts. The commencement date was 25 September 2007 and the termination date is the earliest of the effective date (where the Orkney assets are sold to Pamodzi) or the date on which the sale of shares agreement fails to become of any force.

In consideration for rendering the management services, ARMgold shall pay Pamodzi an amount equal to the aggregate

of the net smelter revenues for each production month, less the aggregate of the business expenses for that production month plus value-added tax.

P

36

12. GEOGRAPHICAL AND SEGEMENT INFORMATION QUARTER ENDING 30 SEPTEMBER 2007 SOUTH AFRICA (Rand/metric)

Cash

Cash

operating

operating

Capital

Kilograms

Tons

Operating

Revenue

cost

profit/(loss)

expenditure

gold

milled Grade

Cost

Rm

Rm

Rm

Rm

T'000

R/kg

Quality ounces

Masimong

171

189

(18)

30

1 096

241

4.55

173 881

Leveraged ounces

Harmony 2

68

71

(3)

10

438

126

3.44

162 244

Merriespruit 1

49

60

(11)

9

314

94
 3.35
 192 605
 Merriespruit 3
 57
 60
 (3)
 9
 363
 107
 3.41
 164 878
 Unisel
 98
 85
 13
 9
 628
 139
 4.53
 134 873
 Brand 3
 70
 62
 8
 5
 445
 108
 4.13
 138 914
 Brand
 5
 – 4
 (4)
 – – –
 – –
 Saaiplaas 3
 –
 –
 Surface
 46
 22
 24
 5
 297
 1 577
 0.19
 73 267
 Other
 –
 –

-					
-					
-					
-					
-					
-					
Total Freestate					
559					
553					
6					
77					
3 581					
2 392					
1.50					
154 865					
Evander operations					
Quality ounces					
Evander 5					
75					
66					
9					
10					
477					
82					
5.82					
137 615					
Evander 7					
103					
76					
27					
35					
663					
106					
6.26					
114 018					
Evander 8					
173					
107					
66					
25					
1 104					
184					
6.00					
97 365					
Evander 9					
9					
-	-	-	-	-	-
-	-				
Surface					
-	-	-	1		
-	-				

— —
Other
Total Evander
351
249
102
71
2 244
372
6.03
110 840
Randfontein operations
Quality ounces
Cooke 1
84
65
19
3
537
82
6.56
120 404
Cooke 2
84
59
25
10
541
90
6.00
108 687
Cooke 3
139
90
49
30
890
149
5.96
101 880
Growth projects
Doornkop
71
63
8
71
454
126
3.61
139 057
Surface

42
22
20
13
272
513
0.53
80 306
Other
—
Total Randfontein
420
299
121
127
2 694
960
2.81
111 032
Elandsrand operations
Growth projects
Elandsrand
273
241
32
84
1 753
289
6.07
137 345
Surface
— —
Other
—
Total Elandsrand
273
241
32
84
1 753
289
6.07
137 345

P
 37
 Cash
 Cash
 operating
 operating
 Capital
 Kilograms
 Tons
 Operating
 Revenue
 cost
 profit/(loss)
 expenditure
 gold
 milled Grade
 Cost
 Rm
 Rm
 Rm
 Rm
 T'000
 R/kg
 Freegold operations
 Quality operations
 Tshepong
 367
 245
 122
 52
 2 345
 386
 6.08
 104 352
 Growth projects
 Phakisa
 – – – 62
 – –
 – –
 Leveraged ounces
 Bambanani
 203
 202
 1
 25
 1 275
 238
 5.35
 158 764
 Joel
 65

69					
(4)					
11					
419					
81					
5.15					
163 915					
Eland					
-	-	-	-	-	-
-	-				
Kudu/Sable					
-	-	-	-	-	-
-	-				
West shaft					
-	-	-	-	-	-
-	-				
Nyala					
-	-	-	-	-	-
-	-				
St Helena					
27					
46					
(19)					
3					
176					
53					
3.30					
259 032					
AMF					
3					
-	3				
-					
18					
13					
1.41					
25					
140					
Surface					
6					
5					
1					
6					
43					
64					
0.67					
118 844					
Other					
-					
Total Freegold					
671					

567
 104
 159
 4 276
 835
 5.12
 132 688
 ARMgold operations
 Leveraged ounces
 Orkney 2
 53
 58
 (5)
 6
 339
 60
 5.65
 171 302
 Orkney 4
 41
 56
 (15)
 9
 267
 80
 3.33
 208 703
 Orkney 7
 20
 31
 (11)
 11
 130
 58
 2.23
 240 669
 Surface
 - - - - -
 - -
 Other
 -
 Total ARMgold
 114
 145
 (31)
 26
 736
 198
 3.71
 197 094

Avgold operations
Quality ounces
Target
106
91
15
34
688
150
4.60
131 930
Surface
6
5
1
5
41
58
0.70
127 341
Other
—
Total Avgold
112
96
16
39
729
208
3.51
131 674
Kalgold operations
Surface
103
73
30
2
663
336
1.97
109 547
Other
—
Total Kalgold
103
73
30
2
663
336
1.97

109 547

Other entities

-
-
-
-
-
-
-
-

Total South Africa

2 603

2 223

380

585

16 676

5 590

2.96

130 417

Australia

Mt Magent

104

114

(10)

40

738

398

1.85

154 648

South Kal

87

71

16

51

522

274

1.90

135 186

Papua New Guinea

-
-
-
161
-
-
-

Other entities

-
-
-

-
-
-
-
-

Total Australia

191

185

6

252

1 260

672

1.88

146 588

Total Harmony

2 794

2 408

386

837

17 936

6 262

2.86

134 304

P
38
Cash
Cash
operating
operating
Capital
Kilograms
Tons
Operating
Revenue
cost
profit/(loss)
expenditure
gold
milled Grade
Cost
Rm
Rm
Rm
Rm
T'000
R/kg
*Included in the above
are the following
discontinued
operations:*
South Africa
Orkney 2
53
58
(5)
6
339
60
5.65
171 302
Orkney 4
41
56
(15)
9
267
80
3.33
208 703
Orkney 7
20
31
(11)
11

130					
58					
2.23					
240 669					
ARM					
surface					
-	-	-	-	-	-
-	-				
Kudu/Sable					
-	-	-	-	-	-
-	-				
Total SA					
114					
145					
(31)					
26					
736					
198					
3.71					
197 094					
Australia					
Mt Magent					
104					
114					
(10)					
40					
738					
398					
1.85					
154 648					
South Kal					
87					
71					
16					
51					
522					
274					
1.90					
135 186					
Total Australia					
191					
185					
6					
91					
1 260					
672					
1.88					
146 589					
Total Harmony					
- discontinued					
operations					

305
330
(25)
117
1 996
870
2.29
165 442
Total Harmony
– continuing
operations
2 489
2 078
411
720
15 940
5 392
2.96
130 416

P

39

GEOGRAPHICAL AND SEGEMENT INFORMATION QUARTER ENDING 30 SEPTEMBER 2006 SOUTH AFRICA (Rand/metric)

Cash

Cash

operating

operating

Capital

Kilograms

Tons

Operating

Revenue

cost

profit/(loss)

expenditure

gold

milled Grade

Cost

Rm

Rm

Rm

Rm

T'000

R/kg

Freestate operations

Quality ounces

Masimong

189

126

63

25

1 301

249

5.22

96 209

Leveraged ounces

Harmony 2

41

51

(10)

6

288

86

3.34

172 665

Merriespruit 1

52

40

12

5

362
107
3.39
111 333
Merriespruit 3
53
41
12
5
367
103
3.56
112 972
Unisel
94
55
39
9
653
136
4.79
84 321
Brand 3
56
43
13
2
387
108
3.57
111 866
Brand
5
1
3
(2)
- 6
1
- -
Saaiplaas 3
-
-
Surface
22
16
6
5
149
307
0.49
108 229

Other

—

Total Freestate

508

375

133

57

3 513

1 097

3.20

106 471

Evander operations

Quality ounces

Evander 5

60

56

4

10

418

101

4.15

134 868

Evander 7

71

58

13

21

490

100

4.92

119 180

Evander 8

136

83

53

20

943

201

4.68

87 722

Evander

9

— — — — — —

— —

Surface

— — — 1

— —

— —

Other

Total Evander

267

197
70
52
1 851
402
4.61
106 696
Randfontein operations
Quality ounces
Cooke 1
81
63
18
5
565
103
5.51
111 398
Cooke 2
83
50
33
7
578
95
6.09
86 922
Cooke 3
134
89
45
18
931
147
6.32
95 878
Growth projects
Doornkop
64
52
12
58
443
127
3.48
116 686
Surface
10
3
7
12

71
46
1.54
42 884
Other
—
Total Randfontein
372
257
115
100
2 588
518
4.99
99 364
Elandsrand operations
Growth projects
Elandsrand
201
176
25
64
1 399
271
5.18
125 548
Surface
—
—
—
2
—
—
—
—
Other
—
—
—
—
—
—
—
Total Elandsrand
201
176
25
66
1 399
271

5.18
125 548

P
 40
 Cash
 Cash
 operating
 operating
 Capital
 Kilograms
 Tons
 Operating
 Revenue
 cost
 profit/(loss)
 expenditure
 gold
 milled Grade
 Cost
 Rm
 Rm
 Rm
 Rm
 T'000
 R/kg
 Freegold operations
 Quality operations
 Tshepong
 434
 199
 235
 48
 3 037
 459
 6.61
 65 656
 Growth projects
 Phakisa
 – – – 53
 – –
 – –
 Leveraged ounces
 Bambanani
 210
 176
 34
 25
 1 472
 283
 5.20
 119 870
 Joel
 109

62					
47					
5					
760					
145					
5.26					
81 602					
Eland					
6					
-	6				
-					
42					
4					
-					
-					
Kudu/Sable					
-	-	-	-	-	-
-	-				
West shaft					
17					
23					
(6)					
2					
121					
43					
2.80					
188 825					
Nyala					
-	-	-	-	-	-
-	-				
St Helena					
19					
31					
(12)					
1					
135					
46					
2.91					
231 275					
AMF					
-	-	-	-	-	-
-	-				
Surface					
6					
-	6				
2					
7					
42					
0.17					
65					
698					

Other

—

Total Freegold

801

491

310

136

5 574

1 022

5.45

88 355

ARMgold operations

Leveraged ounces

Orkney 2

49

51

(2)

7

345

79

4.38

147 768

Orkney 4

66

54

12

10

461

108

4.29

116 979

Orkney 7

14

17

(3)

14

98

39

2.49

173 280

Surface

—

—

—

—

—

—

—

—

Other

—

Total ARMgold

129

122

7

31

904

226
 4.00
 134 840
 Avgold operations
 Quality ounces
 Target
 164
 46
 118
 22
 1 129
 210
 5.39
 40 350
 Surface
 1
 3
 (2)
 - 4
 32
 0.11
 802
 588
 Other
 -
 Total Avgold
 165
 49
 116
 22
 1 133
 242
 4.68
 42 741
 Kalgold operations
 Surface
 66
 44
 22
 1
 461
 478
 0.97
 94 882
 Other
 -
 Total Kalgold
 66
 44
 22
 1

461
 478
 0.97
 94 882
 Other entities
 –
 Total South Africa
 2 509
 1 711
 798
 465
 17 423
 4 256
 4.09
 98 199
 Australia
 Mt Magent
 198
 122
 76
 20
 1 438
 436
 3.30
 84 935
 South Kal
 83
 66
 17
 19
 611
 363
 1.68
 108 384
 Papua New Guinea
 – 73
 Other entities
 – –
 Total Australia
 281
 188
 93
 112
 2 049
 799
 2.56
 91 914
 Total Harmony
 2 790
 1 899
 891

577
19 472
5 055
3.85
97 538

P
41
Cash
Cash
operating
operating
Capital
Kilograms
Tons
Operating
Revenue
cost
profit/(loss)
expenditure
gold
milled Grade
Cost
Rm
Rm
Rm
Rm
T'000
R/kg

*Included in the above
are the following
discontinued
operations:*

South Africa
Orkney 2
49
51
(2)
7
345
79
4.38
147 768
Orkney 4
66
54
12
10
461
108
4.29
116 979
Orkney 7
14
17
(3)
14

98					
39					
2.49					
173 280					
ARM					
surface					
-	-	-	-	-	-
-	-				
Kudu/Sable					
-	-	-	-	-	-
-	-				
Total SA					
129					
122					
7					
31					
904					
226					
4.00					
134 840					
Australia					
Mt Magent					
198					
122					
76					
20					
1 438					
436					
3.30					
84 935					
South Kal					
83					
66					
17					
19					
611					
363					
1.68					
108 384					
Total Australia					
281					
188					
93					
39					
2 049					
799					
2.56					
91 914					
Total Harmony					
- discontinued					
operations					

410
310
100
70
2 953
1 025
2.88
165 359
Total Harmony
– continuing
operations
2 380
1 589
791
507
16 519
4 030
4.10
96 192
Quarter average exchange rate:
7.0977
7.0885

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OPERATING AND FINANCIAL RESULTS (US\$/imperial)(unaudited) (Continued operations)

Underground production – South Africa

South

Quality

Growth Leveraged

Total

Other

Kalgold

Total

Africa

Harmony

Ounces

Projects

Ounces Underground

Surface

Surface

Surface

Total

Australia

PNG

Total

Ore milled

– t'000

Sep-07

1 621

458

1 058

3 137

2 439

371

2 810

5 947

–

–

5 947

Jun-07

1 693

417

921

3 031

1 543

302

1 845

4 876

–

–

4 876

Gold Produced

– oz

Sep-07

268 168
 70 956
 131 046
 470 170
 20 994
 21 316
 42 310
 512 480
 –
 –
 512 480
 Jun-07
 249 006
 64 719
 110 534
 424 259
 16 075
 13 825
 29 900
 454 159
 –
 –
 454 159
 Yield – oz/t
 Sep-07
 0.17
 0.15
 0.12
 0.15
 0.01
 0.06
 0.02
 0.09
 –
 –
 0.09
 Jun-07
 0.15
 0.16
 0.12
 0.14
 0.01
 0.05
 0.02
 0.09
 –
 –
 0.09
 Cash Operating Costs
 – \$/oz
 Sep-07

520
603
709
585
362
480
421
572
—
—
572
Jun-07
623
526
860
670
357
504
425
654
—
—
654
Cash Operating Costs
— \$/t
Sep-07
86
93
88
88
3
28
6
49
—
—
49
Jun-07
92
82
103
94
4
23
7
61
—
—
61
Working Revenue
(\$'000)

Sep-07
 183 506
 48 422
 90 010
 321 938
 14 263
 14 538
 28 801
 350 739

—
 —
 350 739

Jun-07
 165 345
 42 784
 73 635
 281 764
 10 740
 9 175
 19 915
 301 679

—
 —
 301 679

Cash Operating Costs
 (\$'000)

Sep-07
 139 338
 42 818
 92 905
 275 061
 7 590
 10 236
 17 826
 292 887

—
 —
 292 887

Jun-07
 155 097
 34 021
 95 100
 284 218
 5 734
 6 965
 12 699
 296 917

—
 —
 296 917

Cash Operating Profit (\$'000)

Sep-07
 44 168
 5 604
 (2 895)
 46 877
 6 673
 4 302
 10 975
 57 852

—
 —
 57 852

Jun-07
 10 248
 8 763
 (21 465)
 (2 454)
 5 006
 2 210
 7 216
 4 762

—
 —
 4 762

Capital Expenditure
 (\$'000)

Sep-07
 33 376
 33 544
 11 665
 78 585

—
 286
 286
 78 871

—
 22 642
 101 513

Jun-07
 34 411
 29 665
 10 752
 74 828

—
 55
 55
 74 883

—
 39 408
 114 291

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Quality Ounces - Evander Shafts, Randfontein Cooke Shafts, Target, Tshepong, Masimong.

Growth Projects - Doornkop shaft and South Reef Project, Elandsrand shaft and New Mine Project, Phakisa shaft, Tshepong Decline Project.

Leveraged Ounces - Bambanani, Joel, St Helena 8, Harmony 2, Merriespruit 1 and 3, Unisel and Brand 3.

P
 43
 TOTAL OPERATIONS – QUARTERLY FINANCIAL RESULTS (US\$/imperial)(unaudited)
 For the quarter ended
 30 September
 30 June
 2007
 2007
 Continuing operations
 Ore milled
 – t'000
 5 947
 4 876
 Gold produced
 – oz
 512 480
 454 159
 Gold price received
 – \$/oz
 684
 664
 Cash operating costs
 – \$/oz
 572
 654
 Discontinuing operations
 Ore milled
 – t'000
 959
 978
 Gold produced
 – oz
 64 173
 72 981
 Gold price received
 – \$/oz
 671
 670
 Cash operating costs
 – \$/oz
 725
 660
 \$ million
 \$ million
 Continuing operations
 Revenue
 351
 302
 Cash operating costs
 (293)
 (297)

Cash operating profit	58
	5
Amortisation and depreciation of mining properties, mine development costs and mine plant facilities	(32)
	(32)
Corporate expenditure	(10)
	(13)
Reversal of provision for rehabilitation costs	–
	3
Operating profit/(loss)	16
	(37)
Amortisation and depreciation other than mining properties, mine development costs and mine plant facilities	(2)
	(2)
Care and maintenance costs of restructured shafts	(1)
	(1)
Share based compensation	(1)
	–
Exploration expenditure	(6)
	(9)
Impairment of assets	–
	17
Loss from associates	–
	–
Gain on financial instruments	1
	4
Profit on sale of property, plant and equipment	–
	13
Other expenses – net	(3)
	(7)
Provision for former employees’ post retirement benefits	–
	2
Mark-to-market of listed investments	5
	4
Loss on sale of listed investment	

(65)	
(5)	
Investment income	
9	
12	
Finance cost	
(19)	
(30)	
Loss before taxation	
(66)	
(39)	
Taxation	
(1)	
19	
Net loss from continuing operations	
(67)	
(20)	
Discontinued operations	
Loss from discontinued operations	
(13)	
(34)	
Loss from measurement to fair value less cost to sell	
(1)	
(39)	
(81)	
(93)	
Loss per share from continued operations attributable to the equity holders of the Company during the year (cents)	
– Basic loss *	
(17)	
(5)	
– Headline loss *	
(3)	
(10)	
– Fully diluted loss ** ***	
(17)	
(5)	
Loss per share from discontinued operations attributable to the equity holders of the Company during the year (cents)	
– Basic loss *	
(3)	
(18)	
– Headline loss *	
(3)	
(9)	
– Fully diluted loss ** ***	
(3)	
(18)	
The currency conversion rates average for the quarter: September 2007: US\$1 = R7.10 (June 2007: US\$1 = R7.09)	
Prepared in accordance with International Financial Reporting Standards	

* Calculated on weighted average number of shares in issue at quarter end 30 September 2007: 399.5 million (30 June 2007:

398.6 million).

** Calculated on weighted average number of diluted shares in issue at quarter end 30 September 2007: 402.8 million (30 June 2007: 403.1 million).

*** The effect of the share options is anti-dilutive.

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CONDENSED CONSOLIDATED INCOME STATEMENT (US\$)

For the period ended

30 September

30 September

2007

2006

*(restated)**

\$ million

\$ million

Continuing operations

Revenue

351

333

Production cost (exclusive of amortisation and depreciation of mining properties, mine development costs and mine plant facilities)

(293)

(223)

Amortisation and depreciation of mining properties, mine development costs and mine plant facilities

(32)

(33)

Amortisation and depreciation other than mining properties, mine development costs and mine plant facilities

(2)

(2)

Corporate expenditure

(10)

(8)

Exploration expenditure

(6)

(5)

Care and maintenance costs of restructured shafts

(1)

(2)

Share-based compensation

(1)

(2)

Reversal of provision for rehabilitation costs

–

–

Profit on sale of property, plant and equipment

–

2

Gain on financial instruments

1

3

Other (expenses)/income – net

(3)

3

Operating profit	
4	
66	
Loss from associates	
–	
(7)	
Loss on sale of listed investment	
(65)	
–	
Mark-to-market of listed investments	
5	
3	
Investment income	
9	
5	
Finance cost	
(19)	
(13)	
(Loss)/profit before tax	
(66)	
54	
Taxation	
(1)	
(17)	
Net (loss)/profit from continuing operations	
(67)	
37	
Discontinued operations	
(Loss)/profit from discontinued operations	
(13)	
1	
Loss from measurement to fair value less cost to sell	
(1)	
–	
Net (loss)/profit	
(81)	
38	
(Loss)/earnings per share for profit from continued operations attributable to the equity holders of the Company during the year (cents)	
– Basic (loss)/earnings	
(17)	
9	
– Fully diluted (loss)/earnings	
(17)	
9	
(Loss)/earnings per share for profit from discontinued operations attributable to the equity holders of the Company during the year (cents)	
– Basic (loss)/earnings	
(3)	
–	
– Fully diluted (loss)/earnings	

(3)

—

The currency conversion rates average for the three months ended: September 2007: US\$1 = R7.10 (September 2006: US\$1 = R7.14)

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

* The comparative figures for 2006 were adjusted to exclude the discontinued operations.

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CONDENSED CONSOLIDATED BALANCE SHEET (US\$)

At

At

At

30 September

30 June

30 September

2007

2007

2006

\$ million

\$ million

\$ million

ASSETS

Non-current assets

Property, plant and equipment

3 619

3 464

3 074

Intangible assets

335

328

293

Restricted cash

1

1

37

Investments financial assets

212

197

297

Investments in associates

1

1

240

Deferred income tax

278

330

211

Trade and other receivables

15

13

11

4 461

4 334

4 163

Current assets

Inventories

115

105
94
Investments in financial assets
—
353
—
Trade and other receivables
113
129
112
Income and mining taxes
4
2
3
Restricted cash
—
39
—
Cash and cash equivalents
228
101
75
460
729
284
Non-current assets classified as held for sale
186
182
—
646
911
321
Total assets
5 107
5 245
4 447
EQUITY AND LIABILITIES
Share capital and reserves
Share capital
3 728
3 639
3 289
Other reserves
3
(50)
(11)
Accumulated loss
(328)
(239)
(224)
3 403

	3 350
	3 054
Non-current liabilities	
Borrowings	
	558
	247
	340
Net deferred taxation liabilities	
	669
	710
	527
Deferred financial instruments	
	—
	—
	78
Provisions for other liabilities and charges	
	179
	173
	130
	1 406
	1 130
	1 075
Current liabilities	
Trade and other payables	
	208
	250
	187
Borrowings	
	2
	405
	130
Cash and cash equivalents	
	—
	31
	—
Shareholders for dividends	
	1
	1
	1
	211
	687
	318
Liabilities directly associated with non-current assets classified as held for sale	
	87
	78
	—
	298
	765
	318
Total equity and liabilities	
	5 107

5 245

4 447

Number of ordinary shares in issue

400 011 182

399 608 384

397 549 945

Net asset value per share (cents)

851

838

768

Balance sheet converted at conversion rate of US\$1 = R6.88 (30 June 2007: R7.04) (30 September 2006: R7.76)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD
ENDING 30 SEPTEMBER 2007 (US\$)

Issued share

Other

Retained

capital

reserves

earnings

Total

US\$ million

US\$ million

US\$ million

US\$ million

Balance as 1 July 2007

3 726

(54)

(245)

3 427

Issue of share capital

2

–

–

2

Currency translation adjustment and other

–

57

–

57

Net earnings

–

–

(83)

(83)

Balance as at 30 September 2007

3 728

3

(328)

3 403

Balance as 1 July 2006

3 285

(35)

(260)

2 990

Issue of share capital

4

–

–

4

Currency translation adjustment and other

-	
24	
-	
24	
Net earnings	
-	
-	
36	
36	
Balance as at 30 September 2006	
3 289	
(11)	
(224)	
3 054	
Balances translated at closing rates of: September 2007: US\$1 = R6.88 (September 2006: US\$1 = R7.76)	

P	
47	
SUMMARISED CASH FLOW STATEMENT FOR THE PERIOD ENDING 30 SEPTEMBER 2007	
(US\$) (unaudited)	
Three months	
Three months	
Three months	
ended	
ended	
ended	
30 September	
30 September	
30 June	
2007	
2006	
2007	
US\$ million	
US\$ million	
US\$ million	
Cash flow from operating activities	
Cash generated/(utilised) by operations	
8	
66	
(35)	
Interest and dividends received	
10	
5	
12	
Interest paid	
(8)	
(6)	
(12)	
Income and mining taxes paid	
(2)	
–	
(2)	
Cash generated/(utilised) by operating activities	
8	
65	
(37)	
Cash flow from investing activities	
Decrease/(increase) in restricted cash	
39	
(4)	
31	
Net proceeds on disposal of listed investments	
183	
4	
23	
Acquisition of investment in associate	
–	

-	
-	
Net additions to property, plant and equipment	
(117)	
(79)	
(110)	
Other investing activities	
(7)	
-	
(1)	
Cash generated/(utilised) by investing activities	
98	
(79)	
(57)	
Cash flow from financing activities	
Long-term loans raised	
49	
-	
91	
Ordinary shares issued – net of expenses	
3	
4	
5	
Dividends paid	
-	
-	
(1)	
Cash generated by financing activities	
52	
4	
95	
Foreign currency translation adjustments	
-	
(6)	
4	
Net increase/(decrease) in cash and equivalents	
158	
(16)	
5	
Cash and equivalents – beginning of period	
70	
91	
65	
Cash and equivalents – end of period	
228	
75	
70	
Operating activities translated at average rates of: Three months ended 30 September 2007: US\$1 = R7.10 (Three months ended 30 September 2006: US\$1 = R7.14) (Quarter ended 30 June 2007: US\$1 = R7.09)	
Closing balance translated at closing rates of: 30 September 2007: US\$1 = R6.88 (30 September 2006: US\$1 = R7.76)	

(30 June 2007: US\$1 = R7.04)

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GEOGRAPHICAL AND SEGEMENT INFORMATION QUARTER ENDING 30 SEPTEMBER 2007 SOUTH AFRICA (\$/imperial)

Cash

Cash

operating

operating

Capital

Gold

Tons

Operating

Revenue

cost

profit/(loss)

expenditure

Produces

milled Grade

Cost

\$m

\$m

\$m

\$m

Ounces

(imperial)

\$/ounce

Freestate operations

Quality ounces

Masimong

23

27

(4)

4

35 236

266

0.133

762

Leveraged ounces

Harmony 2

9

9

—

1

14 082

140

0.100

711

Merriespriut 1

7

9

(2)

1
 10 095
 103
 0.098
 844
 Merriespruit 3
 8
 8
 -
 1
 11 671
 118
 0.099
 723
 Unisel
 14
 12
 2
 1
 20 191
 153
 0.132
 591
 Brand 3
 10
 9
 1
 1
 14 307
 119
 0.121
 609
 Brand
 5
 - 1
 (1)
 - -
 0.417
 191
 302
 Saaiplaas
 3
 - - - - -
 - -
 Surface
 6
 3
 3
 1
 9 549
 1 739

-					
-					
Other					
-	-	-	-	-	-
-					
-					
Total Freestate					
77					
78					
(1)					
10					
115 131					
2 638	0.044				
679					
Evander operations					
Quality ounces					
Evander 5					
11					
9					
2					
2					
15 336					
90					
0.170					
603					
Evander 7					
15					
11					
4					
5					
21 316					
117					
0.183					
500					
Evander 8					
24					
15					
9					
3					
35 494					
203					
0.175					
427					
Evander					
9					
-	-	-	-	-	-
-	-				
Surface					
-	-	-	-	-	-
-	-				
Other					

Total Evander

50

35

15

10

72 146

410 0.176

486

Randfontein operations

Quality ounces

Cooke 1

12

9

3

1

17 265

90

0.191

528

Cooke 2

12

8

4

1

17 393

99

0.175

476

Cooke 3

20

13

7

4

28 614

165

0.174

446

Growth projects

Doornkop

10

9

1

10

14 596

139

0.105

609

Surface

6

3

3

2						
8 745						
566						
0.015						
352						
Other						
Total Randfontein						
60						
42						
18						
18						
86 613						
1 059	0.082					
487						
Elandsrand operations						
Growth projects						
Elandsrand						
38						
34						
4						
12						
56 360						
319						
0.177						
602						
Surface						
-	-	-	-	-	-	-
-	-					
Other						
Total Elandsrand						
38						
34						
4						
12						
56 360						
319	0.177					
602						

P
 49
 Cash
 Cash
 operating
 operating
 Capital
 Gold
 Tons
 Operating
 Revenue
 cost
 profit/(loss)
 expenditure
 Produces
 milled Grade
 Cost
 \$m
 \$m
 \$m
 \$m
 Ounces
 (imperial)
 \$/ounce
 Freegold operations
 Quality operations
 Tshepong
 52
 34
 18
 7
 75 393
 425
 0.177
 457
 Growth projects
 Phakisa
 – – – 9
 – –
 – –
 Leveraged ounces
 Bambanani
 29
 29
 – 4
 40
 992
 263
 0.156
 696
 Joel

9					
10					
(1)					
2					
13 471					
90					
0.150					
718					
Eland					
-	-	-	-	-	-
-	-				
Kudu/Sable					
-	-	-	-	-	-
-	-				
West shaft					
-	-	-	-	-	-
-	-				
Nyala					
-	-	-	-	-	-
-	-				
St Helena					
4					
6					
(2)					
-					
5 659					
59					
0.096					
-					
AMF					
-	-	-			
-					
579					
14					
0.041					
110					
Surface					
1					
1					
-	1				
1					
382					
70					
0.020					
521					
Other					
Total Freegold					
95					
80					
15					

23
137 476
921 0.149
581
ARMgold operations
Leveraged ounces
Orkney 2
7
8
(1)
1
10 899
66
0.165
751
Orkney 4
6
8
(2)
1
8 584
88
0.097
915
Orkney 6
3
4
(1)
2
4 180
64
0.065
1 055
Surface
Other
Total ARMgold
16
20
(4)
4
23 663
218
0.108
864
Avgold operations
Quality ounces
Target
15
13
2
5

22 120	
165	
0.134	
578	
Surface	
1	
1	
-	1
1	
318	
64	
0.020	
558	
Other	
Total Avgold	
16	
14	
2	
6	
23 438	
229	
0.102	
577	
Kalgold operations	
Surface	
15	
10	
5	
-	21 316
371	
0.058	
480	
Other	
Total Kalgold	
15	
10	
5	
-	
21 316	
371	0.058
480	
Other entities	
-	-
-	-
Total South Africa	
367	
313	
54	
83	
536 143	
6 165	0.087

584

Australia

Mt Magent

15

16

(1)

6

23 727

439

0.054

678

South Kal

12

10

2

7

16 783

302

0.056

592

Papua New Guinea

— — — 23

— —

— —

Other entities

— — — — — —

— —

Total Australia

27

26

1

36

40 510

741 0.055

642

Total Harmony

394

339

55

119

576 653

6 907 0.084

589

P
50
Cash
Cash
operating
operating
Capital
Gold
Tons
Operating
Revenue
cost
profit/(loss)
expenditure
Produces
milled Grade

Cost
\$m
\$m
\$m
\$m
Ounces
(imperial)
\$/ounce

*Included in the above
are the following
discontinued
operations:*

South Africa
Orkney 2

7
8
(1)
1
10 899
66
0.165
751

Orkney 4

6
8
(2)
1
8 584
88
0.097
915

Orkney 7

3
4
(1)

2					
4 180					
64					
0.065					
1 055					
ARM					
surface					
-	-	-	-	-	-
-	-				
Kudu/Sable					
-	-	-	-	-	-
-	-				
Total SA					
16					
20					
(4)					
4					
23 663					
218					
0.108					
864					
Australia					
Mt Magent					
15					
16					
(1)					
6					
23 727					
439					
0.054					
678					
South Kal					
12					
10					
2					
7					
16 783					
302					
0.056					
592					
Total Australia					
27					
26					
1					
13					
40 510					
741 0.055					
642					
Total Harmony					
- discontinued					
operations					

43
46
(3)
17
64 173
959 0.067
725
Total Harmony
– continuing
operations
351
293
58
102
512 480
5 947 0.086
572

P

51

GEOGRAPHICAL AND SEGEMENT INFORMATION QUARTER ENDING 30 SEPTEMBER 2006 SOUTH AFRICA (\$/imperial)

Cash

Cash

operating

operating

Capital

Gold

Tons

Operating

Revenue

cost

profit/(loss)

expenditure

Produces

milled Grade

Cost

\$m

\$m

\$m

\$m

Ounces

(imperial)

\$/ounce

Freestate operations

Quality ounces

Masimong

26

18

8

3

41 828

276

0.152

419

Leveraged ounces

Harmony 2

7

7

—

1

9 261

93

0.097

752

Merriespriut 1

7

6

1

1
11 639
118
0.099
485
Merriespruit 3
7
6
1
1
11 799
114
0.104
492
Unisel
13
8
5
1
20 994
150
0.140
367
Brand 3
8
6
2
—
12 442
119
0.104
487
Brand 5
—
—
—
—
193
1
0.133
2 209
Saaiplaas
3
— — — — — —
— —
Surface
4
3
1
1
4 790

337					
-					
-					
Other					
-	-	-	-	-	-
-					
-					
Total Freestate					
72					
54					
18					
8					
112 946					
1 208	0.093				
464					
Evander operations					
Quality ounces					
Evander 5					
8					
8					
-					
1					
13 439					
111					
0.121					
587					
Evander 7					
10					
8					
2					
3					
15 754					
110					
0.143					
519					
Evander 8					
19					
12					
7					
3					
30 318					
222					
0.136					
382					
Evander					
9					
-	-	-	-	-	-
-	-				
Surface					
-	-	-	-	-	-
-	-				

Other

Total Evander

37

28

9

7

59 511

443 0.134

464

Randfontein operations

Quality ounces

Cooke 1

11

9

2

2

18 165

113

0.161

485

Cooke 2

12

7

5

1

18 583

105

0.177

378

Cooke 3

19

12

7

2

29 932

162

0.184

417

Growth projects

Doornkop

9

7

2

8

14 243

140

0.101

508

Surface

1

-

1

2						
2						
283						
51						
0.045						
187						
Other						
Total Randfontein						
52						
35						
17						
15						
83 206						
571 0.146						
433						
Elandsrand operations						
Growth projects						
Elandsrand						
28						
25						
3						
9						
44 978						
299						
0.151						
547						
Surface						
-	-	-	-	-	-	-
-	-					
Other						
Total Elandsrand						
28						
25						
3						
9						
44 978						
298						
0.151						
547						

P
 52
 Cash
 Cash
 operating
 operating
 Capital
 Gold
 Tons
 Operating
 Revenue
 cost
 profit/(loss)
 expenditure
 Produces
 milled Grade
 Cost
 \$m
 \$m
 \$m
 \$m
 Ounces
 (imperial)
 \$/ounce
 Freegold operations
 Quality operations
 Tshepong
 61
 28
 33
 7
 97 641
 506
 0.193
 286
 Growth projects
 Phakisa
 – – – 7
 – –
 – –
 Leveraged ounces
 Bambanani
 29
 25
 4
 3
 47 326
 312
 0.152
 522
 Joel

15
 9
 6
 1
 24 434
 160
 0.153
 355
 Eland
 1
 - 1
 -
 1
 350
 4
 -
 -
 Kudu/Sable
 - - - - -
 - -
 West shaft
 2
 3
 (1)
 -
 3 890
 48
 -
 -
 Nyala
 - - - - -
 - -
 St Helena
 3
 4
 (1)
 -
 4 340
 51
 0.085
 -
 AMF
 - - - - -
 - -
 Surface
 1
 - 1
 -
 225
 47
 0.005

286
Other
Total Freegold
112
69
43
18
179 206
1 128 0.159
385
ARMgold operations
Leveraged ounces
Orkney 2
7
7
—
1
11 092
87
0.128
643
Orkney 4
9
8
1
1
14 821
119
0.125
509
Orkney 6
2
2
—
3
3 151
44
0.073
754
Surface
Other
Total ARMgold
18
17
1
5
29 064
250
0.117
587

Avgold operations					
Quality ounces					
Target					
23					
6					
17					
3					
36 298					
231					
0.157					
176					
Surface					
–	–	–			
–					
129					
36					
0.003					
3					
494					
Other					
Total Avgold					
23					
6					
17					
3					
36 427					
267	0.136				
186					
Kalgold operations					
Surface					
9					
6					
3					
–	14 821				
527					
0.028					
413					
Other					
Total Kalgold					
9					
6					
3					
–					
14 821					
527					
0.028					
413					
Other entities					
–	–	–	–	–	–
–	–				
Total South Africa					

351						
240						
111						
65						
560 159						
4 692						
0.119						
428						
Australia						
Mt Magent						
28						
17						
11						
3						
46 233						
481						
0.096						
370						
South Kal						
12						
9						
3						
3						
19 644						
400						
0.049						
472						
Papua New Guinea						
-	-	-	10			
-	-					
-	-					
Other entities						
-	-	-	-	-	-	-
-	-					
Total Australia						
40						
26						
14						
16						
65 877						
881						
0.075						
400						
Total Harmony						
391						
266						
125						
81						
626 036						
5 574						
0.112						

P
53
Cash
Cash
operating
operating
Capital
Gold
Tons
Operating
Revenue
cost
profit/(loss)
expenditure
Produces
milled Grade
Cost
\$m
\$m
\$m
\$m
Ounces
(imperial)
\$/ounce
*Included in the above
are the following
discontinued
operations:*
South Africa
Orkney 2
7
7
—
1
11 092
87
0.128
643
Orkney 4
9
8
1
1
14 821
119
0.125
509
Orkney 7
2
2
—

3					
3 151					
44					
0.073					
754					
ARM					
surface					
-	-	-	-	-	-
-	-				
Kudu/Sable					
-	-	-	-	-	-
-	-				
Total SA					
18					
17					
1					
5					
29 064					
250					
0.117					
587					
Australia					
Mt Magent					
28					
17					
11					
3					
46 233					
481					
0.096					
370					
South Kal					
12					
9					
3					
3					
19 644					
400					
0.049					
472					
Total Australia					
40					
26					
14					
6					
65 877					
881					
0.075					
400					
Total Harmony					
- discontinued					

operations

58

43

15

11

94 941

1 131 0.084

457

Total Harmony

– continuing

operations

333

223

110

70

531 095

4 442 0.120

419

P
 54
 DEVELOPMENT RESULTS Metric)
 Quarter ended September 2007
 Channel Channel
 Reef Sampled
 Width
 Value
 Gold
 Meters
 Meters
 (Cm's)
 (g/t) (Cmg/t)
 Randfontein
 VCR Reef
 1,245
 1,017
 33
 21.36
 713
 UE1A
 1,470
 1,202
 132
 5.88
 775
 E8 Reef
 153
 147
 143
 5.41
 771
 Kimberley Reef
 442
 404
 158
 5.14
 812
 E9GB Reef
 171
 137
 121
 6.00
 723
 All Reefs
 3,482
 2,907
 101
 7.48
 756
 Free State

Basal
1,865
1,584
79
12.23
963
Leader
1,670
1,454
156
7.32
1,143
A Reef
431
376
115
5.74
659
Middle
203
190
251
3.01
753
B Reef
367
359
58
15.84
919
All Reefs
4,535
3,963
117
8.43
986
Evander
Kimberley Reef 2,124
1,854
90.5
12.38
1,120
Elandskraal
VCR Reef
488
366
63
19.80
1,243
Orkney
Vaal Reef

110
93
107
14.60
1,564
VCR
—
—
—
—
—
All Reefs
110
93
107
14.60
1,564
Target
Elsburg
594
413
257
5.87
1,507
Freegold JV
Basal
1,212
1,086
35
35.59
1,235
Beatrix
243
273
79
6.88
540
Leader
—
—
—
—
—
B Reef
73
20
78
26.67
2,080
All Reefs
1,527

1,379

44

25.22

1,109

DEVELOPMENT RESULTS (Imperial)

Quarter ended September 2007

Channel Channel

Reef Sampled

Width

Value

Gold

Feet

Feet

(inches)

(oz/t) (in.ozt)

Randfontein

VCR Reef

4,085

3,337

13

0.63

8

UE1A

4,824

3,944

52

0.17

9

E8 Reef

501

482

56

0.16

9

Kimberley Reef 1,450

1,324

62

0.15

9

E9GB Reef

562

451

47

0.17

8

All Reefs

11,422

9,538

40

0.23

9

Free State

Basal

6,119

5,197

31

0.36

11

Leader

5,478

4,770

62

0.21

13

A Reef

1,413

1,234

45

0.17

8

Middle

665

623

99

0.09

9

B Reef

1,202

1,178

23

0.46

11

All Reefs

14,877

13,002

46

0.25

11

Evander

Kimberley Reef 6,969

6,083

36

0.36

13

Elandskraal

VCR Reef

1,602

1,201

25

0.57

14

Orkney

Vaal Reef

360

305

42

0.43

18

VCR

—

—

—

—

—

All Reefs

360

305

42

0.43

18

Target

Elsburg

1,948

1,355

101

0.17

17

Freegold JV

Basal

3,975

3,563

14

1.01

14

Beatrix

797

896

31

0.20

6

Leader

—

—

—

—

—

B Reef

238

66

31

0.77

24

All Reefs

5,010

4,524

17

0.75

13

P

55

CONTACT DETAILS

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South Africa

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Website: <http://www.harmony.co.za>

Directors

P T Motsepe (Chairman)*

G Briggs (Acting Chief Executive)

F Abbott*, J A Chissano*

†

,

F T De Buck*, Dr D S Lushaba*, C Markus*,

M Motloba*, C M L Savage*, A J Wilkens*

(*non-executive) (

†

Mozambique)

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E-mail:

marian.vanderwalt@harmony.co.za

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(Registration number 2000/007239/07)

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South Africa

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South Africa

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Capita Registrars

The Registry

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New York, NY 10286

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+1 212 571 3050

Trading Symbols

JSE Limited

HAR

New York Stock Exchange, Inc.

HMY

NASDAQ

HMY

London Stock Exchange plc

HRM

Euronext Paris

HG

Euronext Brussels

HMY

Berlin Stock Exchange

HAM1

Issuer code

HAPS

Registration number 1950/038232/06

Incorporated in the Republic of South Africa

ISIN: ZAE000015228

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NOTES

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REF W2CF04133

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: 31 October, 2007

Harmony Gold Mining Company Limited

By:

/s/ Nomfundo Qangule

Name: Nomfundo Qangule

Title: Chief Financial Officer