

Cash flow statements for the year ended 30 June 2001

NOTES	GROUP		COMPANY	
	2001 R000	2000 R000	2001 R000	2000 R000
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from sales of precious metals	2 141 749	2 043 634	1 395	67 023
Cash paid to suppliers and employees	(2 194 785)	(2 017 956)	(15 040)	(127 484)
Cash (applied to)/generated by operations	A (53 036)	25 678	(13 645)	(60 461)
Investment Income	29 133	3 779	8 129	62 115
Interest paid	(42 414)	(28 560)	(1 209)	(11 556)
Taxation refunded	942	-	-	-
Net cash (outflow)/inflow from operating activities	(65 375)	897	(6 725)	(9 902)
CASH FLOWS FROM INVESTING ACTIVITIES				
Net (purchase)/proceeds on sale of investments	(7 473)	(44 204)	1 907	(83 958)
Expenditure on assets	(48 067)	(133 453)	(93)	(9 234)
Proceeds on disposal of mining assets	44 740	13 801	1 874	323
Decrease/(increase) in amounts owing to/from subsidiaries	-	-	(138 343)	13 170
Increase in investment in subsidiaries	C (2 583)	(204 153)	(40 300)	(200 841)
Forward purchase of shares in subsidiary	-	-	-	(94 875)
Net cash outflow from investing activities	(13 383)	(368 009)	(174 955)	(375 415)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from the issue of shares	195 920	213 060	195 920	213 060
(Repayment of)/increase in loans	(82 942)	154 654	10 786	134 971
Share issue expenses	(8 892)	(7 011)	(8 892)	(7 011)
Net cash inflow from financing activities	104 086	360 703	197 814	341 020
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	25 328	(6 409)	16 134	(44 297)
Cash resulting from acquisition of subsidiaries	-	22 649	-	-
Cash and cash equivalents at the beginning of the year	88 124	71 884	4 831	49 128
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	B 113 452	88 124	20 965	4 831

*dynamic
driven and
independent*



Notes to the cash flow statements

for the year ended 30 June 2001

	GROUP		COMPANY	
	2001 R000	2000 R000	2001 R000	2000 R000
A RECONCILIATION OF LOSS BEFORE TAXATION TO CASH (APPLIED TO)/GENERATED BY OPERATIONS				
Loss before taxation	(294 252)	(859 118)	(90 951)	(562 697)
<i>Adjusted for</i>				
Movement in provision for environmental rehabilitation	4 879	11 919	1 709	1 544
Movement in gold in process	111	11 085	-	-
Depreciation	110 627	124 062	158	26 977
Amortisation of royalty	-	5 500	-	5 500
Assets impaired and diminution in investments	(34 175)	589 689	31 293	525 000
Amortisation of restraint of trade payment	1 741	2 997	1 741	2 997
Profit on sale of mining assets	(430)	-	-	-
Expenses paid through issue of shares	2 450	-	2 450	-
Loss/(surplus) on sale of listed investments	(1 764)	18 933	(1 468)	(10 827)
Interest paid	42 414	28 560	21 135	11 556
Investment income	(35 341)	(14 227)	(22 300)	(62 115)
Unrealised hedging losses	81 022	-	-	-
Unrealised foreign exchange gain/(loss) on translation	19 021	(8 817)	-	-
Operating loss before working capital changes	(103 697)	(89 417)	(56 233)	(62 065)
Working capital changes	50 661	115 095	42 588	1 604
Accounts receivable	12 182	(22 796)	985	5 373
Inventories	6 874	31 220	1 717	623
Accounts payable and accrued liabilities	31 605	106 671	39 886	(4 392)
Cash (applied to)/generated by operations	(53 036)	25 678	(13 645)	(60 461)
B CASH AND CASH EQUIVALENTS				
Cash and cash equivalents consist of cash on hand and balances with banks, and metals on consignment. Cash equivalents included in the cash flow statement comprise the following balance sheet amounts:				
Cash and cash equivalents	113 814	102 107	21 174	11 598
Bank overdrafts	(362)	(13 983)	(209)	(6 767)
	113 452	88 124	20 965	4 831
C SUBSIDIARIES ACQUIRED				
In the current year the Company has completed the compulsory acquisition of 100% of Dome Resources NL.				

During 2000 the Group acquired all the shares in Duff Scott Hospital (Pty) Limited (16 August 1999), Hargraves (Pty) Limited (31 December 1999) and Dome Resources NL (1 April 2000). The Group also acquired all the assets and liabilities of "Harties", a division of Avgold Limited. The effective date of the transaction was 16 August 1999.

Notes to the cash flow statements

for the year ended 30 June 2001

	GROUP		COMPANY	
	2001 R000	2000 R000	2001 R000	2000 R000
C SUBSIDIARIES ACQUIRED (continued)				
The fair value of the assets acquired and liabilities assumed are set out below.				
<i>Acquisition of subsidiaries</i>				
Mining assets – net book value	–	259 405		
Mining assets – fair value adjustment	3 147	311 537		
Non-current investments	–	40 956		
Inventories	–	81 907		
Accounts receivable	–	54 835		
Cash and cash equivalents	–	22 649		
Rehabilitation Trust Fund	–	56 740		
Provision for environmental rehabilitation	–	(60 039)		
Long-term liability	–	(114 963)		
Accounts payable	–	(181 333)		
Deferred taxation	–	(20 785)		
Minority shareholders' interest	668	(2 146)		
Total purchase consideration	3 815	448 763	41 532	620 885
Acquired through issue of ordinary shares	(1 232)	(250 210)	(1 232)	(402 647)
Increase in amounts owing to subsidiaries	–	–	–	(22 997)
Net cash flow	2 583	198 553	40 300	195 241
Add: Increase in Crown consideration	–	5 600	–	5 600
	2 583	204 153	40 300	200 841
<i>Settlement of expenses</i>				
Corporate expenses incurred	–	5 407	–	5 407
Settlement through issue of ordinary shares	–	(5 407)	–	(5 407)
Net cash flow	–	–	–	–

*the 13th largest
gold producer in
the world*

