

# CONDENSED CONSOLIDATED Statements of operations

106 ► for the year ended 30 June 2004

(Derived from financial statements prepared in accordance with US GAAP)

	2004	2003	2002
	\$'000	\$'000	\$'000
<b>Revenues</b>			
Product sales	317 696	265 944	303 858
<b>Costs and expenses</b>	(284 352)	(242 626)	(217 571)
Production costs	(281 897)	(239 961)	(218 056)
Movement in gold in process	1 000	(1 251)	(289)
Movement in rehabilitation provision, reclamation and closure cost	(3 455)	(1 414)	774
<b>Gross profit</b>	<b>33 344</b>	<b>23 318</b>	<b>86 287</b>
<b>Other operating expenses</b>			
Depreciation and amortization	(30 135)	(10 602)	(13 933)
Employment termination costs	(7 963)	(1 501)	(388)
Impairment of assets	(3 501)	–	(2 167)
Management and consulting fees	(2 448)	(1 650)	(1 888)
Post retirement medical benefits	–	–	(1 786)
(Loss)/profit on derivative instruments	(1 166)	43 821	(147 153)
Profit/(loss) on sale of mining assets	(55)	1 729	331
Profit on disposal of subsidiary	–	5 302	–
Write off of investments and loans	–	–	(86)
<b>Selling, administration and general charges</b> (including stock based compensation costs of \$2 309 546 (2003: \$ 4 312 759 and 2002: \$2 503 271))	<b>(24 575)</b>	<b>(10 828)</b>	<b>(13 254)</b>
<b>Net operating (loss)/income</b>	<b>(36 499)</b>	<b>49 589</b>	<b>(94 037)</b>
<b>Non-operating income</b>			
Interest and dividends	990	8 703	2 219
Unrealized foreign exchange gains	10 672	11 229	567
Profit/(loss) on sale of other assets and listed investments	63	152	(937)
<b>Finance costs</b>			
Interest expense	(7 912)	(6 909)	(2 385)
<b>(Loss)/profit before tax and other items</b>	<b>(32 686)</b>	<b>62 764</b>	<b>(94 573)</b>
<b>Income and mining tax (expense)/benefit</b>	<b>(14 230)</b>	<b>(41 765)</b>	<b>42 864</b>
Equity in loss from associates	(8 827)	(9 452)	–
<b>Net (loss)/profit after tax</b>	<b>(55 743)</b>	<b>11 547</b>	<b>(51 709)</b>
Minority interest	(7)	–	–
<b>Net (loss)/profit before cumulative effect of accounting change</b>	<b>(55 750)</b>	<b>11 547</b>	<b>(51 709)</b>
Cumulative effect of accounting change (net of income taxes of \$ Nil in 2003)	–	(173)	–
<b>Net (loss)/profit applicable to common stockholders</b>	<b>(55 750)</b>	<b>11 374</b>	<b>(51 709)</b>
<b>Basic (loss)/profit per share (cents) before cumulative effect of change in accounting policy</b>	<b>(26)</b>	<b>6</b>	<b>(32)</b>
<b>Cumulative effect of change in accounting policy (cents)</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Basic (loss)/profit per share (cents)</b>	<b>(26)</b>	<b>6</b>	<b>(32)</b>
<b>Weighted average number of shares used in computation</b>	<b>216 509 843</b>	<b>183 300 665</b>	<b>161 664 648</b>
<b>Diluted (loss)/profit per share (cents) before cumulative effect of change in accounting policy</b>	<b>(26)</b>	<b>4</b>	<b>(32)</b>
<b>Cumulative effect of change in accounting policy (cents)</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Diluted (loss)/profit per share (cents)</b>	<b>(26)</b>	<b>4</b>	<b>(32)</b>
<b>Diluted weighted average number of shares used in computation</b>	<b>234 731 556</b>	<b>201 071 734</b>	<b>168 214 804</b>

These condensed financial statements should be read in conjunction with the Company's financial statements and footnotes filed on Form 20-F with the United States Securities and Exchange Commission on or about 30 September 2004.