

Glossary of terms and abbreviations

A\$	Australian dollars
ABET	Adult Basic Education and Training
Adjusted headline earnings	Headline earnings excluding unrealised non-hedge derivatives and marked-to-market of debt financial instruments
Adjusted operating profit	Operating profit excluding unrealised non-hedge derivatives
ADS	American Depositary Share
AHR	Aurum Health Research, a wholly owned subsidiary of AngloGold that undertakes research into HIV/AIDS and TB
AHS	AngloGold Health Service, a wholly-owned subsidiary of AngloGold
AMREF	African Medical and Research Foundation – an independent non-profit, non-governmental organization whose mission is to improve the health of disadvantaged people in Africa as means for them to escape poverty and improve the quality of their lives
ART	Anti-retroviral therapy – Treatment regimen for the treatment of HIV/AIDS with anti-retroviral drugs
ASERNI	Association d’Etude et de Mise en Valeur des Ressources Naturelles et des Institutions
BEE	Black Economic Empowerment, referring specifically to the empowerment of Historically Disadvantaged South Africans (HDSAs)
bn	Billion
BSI	British Standards International
By-products	Any products that arise from the core process of producing gold, including silver, uranium and sulphuric acid
capex	Capital expenditure
Capital employed	Equity plus minority interests, interest-bearing debt, less long-term loans. Where average capital employed is referred to, this is the average of the figures at the beginning and the end of the financial year
Capital expenditure	Total capital expenditure on mining assets to both maintain and expand operations
Cash operating profit	Adjusted operating profit plus amortisation of mining assets
CBO	Community-based organisation
CC&V	Cripple Creek and Victor mine in North America
CHCBC Centre	Carletonville Home and Community Based Care Centre
CHF	Swiss Francs

Glossary of terms and abbreviations

continued

CITES	The Convention on International Trade in Endangered Species of Wild Fauna and Flora is an international agreement between governments. Its aim is to ensure that international trade in species of wild animals and plants does not threaten their survival. Today, it accords varying degrees of protection to more than 30,000 species of animals and plants, whether they are traded as live specimens, fur coats, or dried herbs. It was put into force in 1975 and has 150 voluntary parties
CLR	Carbon Leader Reef
CMS	Survey using specialised equipment to assess the extent of historic mining activity
CREATE	Consortium to respond effectively to the AIDS/TB epidemic
DBIRD	Department of Business, Industry and Resource Development (Australia)
Debt	Borrowings including short-term portion
Decent work	Productive work in which rights (specifically those contained in the ILO Declaration of Fundamental Rights at Work) are protected, which generates an adequate income, with adequate social protection. It also means sufficient work, in the sense that all should have full access to income-earning opportunities
Dick Fisher Global Safety Award	An internal AngloGold award intended as an incentive for outstanding safety performance, that recognises both actual safety performance as well as improvements year-on-year
Dividend cover	Adjusted headline earnings per ordinary share divided by dividends per ordinary share
DME	Department of Minerals and Energy (South Africa)
DOIR	Department of Industry and Resources (Australia)
DWAF	Department of Water Affairs and Forestry (South Africa)
EBITDA	Profit before exceptional items and before net interest, growth in the Environmental Rehabilitation Trust Fund, amortisation of mining assets, foreign exchange gain (loss) on transactions other than sales, unwinding of the decommissioning obligation, unrealised non-hedge derivatives and marked-to-market of debt financial instruments
EDP	Executive Development Programme
Effective tax rate	Current and deferred taxation as a percentage of profit on ordinary activities before taxation
EIA	Environmental Impact Assessment
EMP	Environmental Management Plan
EMPR	Environmental Management Programme Report
EMS	Environmental Management System
Equity	Shareholders' equity adjusted for other comprehensive income and deferred taxation. Where average equity is referred to, this is calculated by averaging the figures at the beginning and the end of the financial year
FCFA	Communauté Financière Africaine Francs
FIFR	Fatal Injury Frequency Rate per million hours worked
FOGM	Fall of ground management system

Free cash flow	Net cash inflow from operating activities less capital expenditure to maintain operations
Fundamental Human Rights Conventions of the ILO	International Labour Standards covered in the Declaration on Fundamental Principles and Rights at Work (adopted by the International Labour Conference at its 86th session, Geneva 1998): Convention Nr. 29: Forced Labour, 1930 Convention Nr. 87: Freedom of Association and Protection of the Right to Organise, 1948 Convention Nr. 98: Right to Organise and Collective Bargaining, 1949 Convention Nr. 100: Equal Remuneration, 1951 Convention Nr. 105: Abolition of Forced Labour, 1957 Convention Nr. 111: Discrimination (Employment and Occupation), 1958 Convention Nr. 138: Minimum Age, 1973 Convention Nr. 182: Worst Forms of Child Labour, 2000
FWC	Functional work capacity
g	Grams
g/t	Grams per tonne
g/TEC	Grams per total employee costed
GDP	Gross domestic product
Grade	The quantity of gold contained within a unit weight of gold-bearing material generally expressed in ounces per short ton of ore (oz/t), or grams per metric tonne (g/t)
Greenhouse gas emissions	Gaseous pollutants released into the atmosphere through the burning of fossil fuels and through other avenues, that amplify the greenhouse effect. The greenhouse effect is widely accepted as the cause of global climate change. Gases include CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , and other CO ₂ equivalents
GRI	Global Reporting Initiative
HAART	Highly Active Anti-retroviral Therapy – treatment of HIV/AIDS with a cocktail of three or more drugs
Hay system	Well known job classification system used at a number of AngloGold operations
HDSAs	Historically Disadvantaged South Africans which refer to any persons or communities disadvantaged by unfair discrimination before the new South African Constitution came into effect
HPDs	Hearing protection devices
ICMM	International Council on Mining and Metals
IFC	International Finance Corporation
ILO	International Labour Organization, a UN agency for the promotion of social justice and human and labour rights
IMDP	Intermediate Management Development Programme
INPS	Institute Nationale Prevention Société
INSS	National Social Security Institute (Brazil)
Interest cover	EBITDA divided by finance costs

Glossary of terms and abbreviations

continued

International Labour Organization	The UN specialised agency that seeks the promotion of social justice and internationally-recognised human and labour rights. It was founded in 1919
ISO	International Standards Organisation
ISSI	Subsidiary of AngloGold that develops and implements seismic monitoring management systems
kg	Kilograms
King Report	The King Committee on Corporate Governance in South Africa was formed in 1992 (under the auspices of the Institute of Directors in Southern Africa and chaired by Mervyn King) to promote the highest standards of corporate governance in South Africa. Corporate Governance in South Africa was institutionalised by the publication of the King Report on Corporate Governance in 1994, and more recently by the release of an updated version (“King 2”) in 2002. The King Report is recognised internationally by many as the most comprehensive publication on the subject, embracing the “inclusive” or “stakeholder” approach to corporate governance. The King Report features a Code of Corporate Practices and Conduct, which the Johannesburg Stock Exchange stipulates all listed companies must follow. GRI is referenced in this code
KPA	Key performance area
KPI	Key performance indicator
LIBOR	London interbank offer rate
Life-of-mine (LOM)	Number of years that the operation is planning to mine and treat ore, and is taken from the current mine plan
LOM	Life-of-mine
LSHTM	London School of Hygiene and Tropical Medicine
LTIFR	Lost Time Injury Frequency Rate per million hours worked. Note that AngloGold utilises the strictest definition in reporting Lost Time Injuries in that it includes all Disabling Injuries (where an individual is unable to return to his place of regular work the next calendar day after the injury) and Restricted Work Cases (where the individual may be at work, but unable to perform full or regular duties on the next calendar day after the injury) within this definition
m	Metre or million, depending on the context
m ² /TEC	Square metres per total employee costed
MAED	AngloGold’s Medically Affected Employees’ Policy
Market capitalisation	Number of ordinary shares in issue at close of business on 31 December multiplied by the closing share price as quoted on the JSE Securities Exchange South Africa
Masufunde Fund	(means “Let us learn” in Zulu and Xhosa). A fund established by AngloGold in 1999 to fund the education for the children of those who have died in mine-related accidents on the South African operations
MBA	Masters in Business Administration, a post-graduate qualification
MBOD	Medical Bureau for Occupational Diseases
MDP	Management Development Programme

Mine Health and Safety Council (South Africa)	A tri-partite body comprising government, labour and business
Mineral resource	A mineral resource is a concentration or occurrence of material of economic interest in or on the earth's crust in such form, quality and quantity that there are reasonable and realistic prospects for eventual economic extraction. The location, quantity, grade, continuity and other geological characteristics of a mineral resource are known, estimated from specific geological evidence and knowledge, or interpreted from a well-constrained and portrayed geological model. Mineral resources are sub-divided, in order of increasing geological confidence, into Inferred, Indicated and Measured categories. The mineral resources are inclusive of those resources which have been modified to produce ore reserves
Mining Charter or the Charter	Broad-based Socio-Economic Empowerment Charter
MMV	Medicines for Malaria Venture
Moz	Million ounces
MQA	Mine Qualifications Authority
MSHA	Mines Safety and Health Act (North America)
Mt	Million tonnes or tons
Mtpa	Million tonnes/tons per annum
MUN	Mineworkers Union of Namibia
N\$	Namibian dollars
Net debt	Debt less cash and cash equivalents
Net operating assets	Mining assets, inventories, trade and other receivables, less trade and other payables
NGO	Non-governmental organisation
NIHL	Noise-induced hearing loss
NIMR (Tanzania)	National Institute of Medical Research
NOSA	The National Occupational Safety Association that provides auditing and certification services
NUM	National Union of Mineworkers (South Africa)
ODMWA	Occupational Diseases in Mines and Works Act of 1973 (South Africa)
OLD	Occupational lung disease
Operating margin %	Adjusted operating profit as a percentage of gold income including realised non-hedge derivatives
Ore reserves	An ore reserve is the economically mineable material derived from a measured and/or indicated mineral resource. It is inclusive of diluting materials and allows for losses that may occur when the material is mined. Appropriate assessments have been carried out, including consideration of, and modification by, realistically assumed mining, metallurgical, economic, marketing, legal, environmental, social and governmental factors. These assessments demonstrate at the time of reporting that extraction is reasonably justified. Ore reserves are sub-divided in order of increasing confidence into probable ore reserves and proved ore reserves

Glossary of terms and abbreviations

continued

Ounces (oz) (troy)	Used in imperial statistics. A kilogram is equal to 32.1507 ounces
oz	Ounces (troy)
oz/t	Ounces per ton
Price received (\$/oz and R/kg)	Attributable gold income including realised non-hedge derivatives divided by attributable ounces/kilograms sold
R or ZAR	South African rands
RAP	Resettlement Action Plan
RBM	Roll Back Malaria campaign
Region	Defines the operational management divisions within AngloGold and these are South Africa, East and West Africa, Australia, North America and South America
Rehabilitation	The process of restoring mined land to allow an appropriate post-mining use. Rehabilitation standards are determined, amongst others, by the South African Department of Minerals and Energy, the US Bureau of Land Management, the US Environmental Protection Agency, and the Australian Minerals Industry Code for Environmental Management, and address ground and surface water, topsoil, final slope gradient, waste handling and re-vegetation issues
Return on capital	Adjusted headline earnings before finance costs expressed as a percentage of average capital employed, adjusted for the timing of acquisitions and disposals
Return on equity	Adjusted headline earnings expressed as a percentage of the average equity, adjusted for the timing of acquisitions and disposals
RIFR	Reportable Injury Frequency Rate per million hours worked
Rockburst	A seismic release of energy, similar to an earthquake, that results in obvious damage to mining excavations
RPL	Recognition of prior learning
SACU	South African Customs Union
SAQA	South African Qualifications Authority
SETA	Sector Education Training Authorities
SIMRAC	Safety in Mines Research Advisory Council
SMAT	Safety Management Auditing Technique
SMEDI	Small and Medium Enterprise Development Initiative
SRH	Sexual and reproductive health
STI	Sexually transmitted infection
STOP	Safety Training and Observation Programme
t	Tons (short) or tonnes (metric)
TB	Tuberculosis
TEBA	An institution owned by the South African mining industry, through which the industry has historically recruited labour but which now fulfills a broader social role in addition to its recruitment function

Total cash costs	Total cash costs include site costs for all mining, processing and administration, as well as contributions from by-products and are inclusive of royalties and production taxes. Amortisation, rehabilitation, corporate administration, retrenchment, capital and exploration costs are excluded. Total cash costs per ounce is the attributable total cash costs divided by the attributable ounces of gold produced
Total production costs	Total cash costs including amortisation, retrenchment, rehabilitation and other non-cash costs. Corporate administration, capital and exploration costs are excluded. Total production costs per ounce is the attributable total production costs divided by the attributable ounces of gold produced
tpa	Tonnes per annum
tpd	Tonnes per day
tpm	Tonnes per month
TSI	Tshikululu Social Investments – managers of the AnloGold Fund
UNDP	United Nations Development Programme
Unicef	United Nations Children’s Fund
US\$ or \$	United States dollars
VCR	Ventersdorp Contact Reef
VCT	Voluntary Counselling and Testing
Weighted average number of ordinary shares in issue	The number of ordinary shares in issue at the beginning of the year, increased by shares issued during the year, weighted on a time basis for the period during which they have participated in the income of the group. Ordinary shares were sub-divided at close of business on 24 December 2002 on a 2:1 basis. All references to ordinary shares, and related calculations have been restated to take cognisance of this sub-division
WHO	World Health Organisation
WRAC	Workplace Risk Assessment and Control