

Provisional results for the year ended
30 June 2006

Thursday, 31 August 2006



Forward looking statements

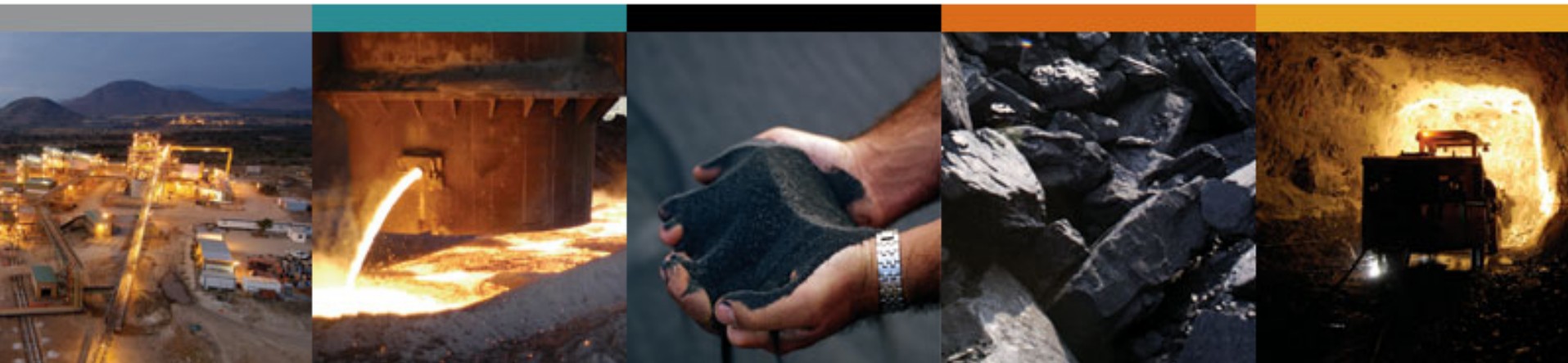
Certain statements in this presentation constitute “forward looking statements” within the meaning of section 27A of the US Securities Act of 1933 and section 21E of the US Securities Exchange Act of 1934. Such forward looking statements involve known and unknown risks, uncertainties and other important factors that could cause the actual results, performance or achievements of the company to be materially different from the future results, performance or achievements expressed or implied by such forward looking statements. Such risks, uncertainties and other important factors include among others: economic, business and political conditions in South Africa; decreases in the market price of commodities; hazards associated with underground and surface mining; labour disruptions; changes in government regulations, particularly environmental regulations; changes in exchange rates; currency devaluations; inflation and other macro-economic factors; and the impact of AIDS in South Africa. These forward looking statements speak only as of the date of publication of these pages.

The company undertakes no obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after the date of publication of these pages or to reflect the occurrence of unanticipated events.

Overview and strategy

Patrice Motsepe

Executive Chairman



- Headline earnings increased by 36% to R462 million from R339 million
- Record product sales achieved by:

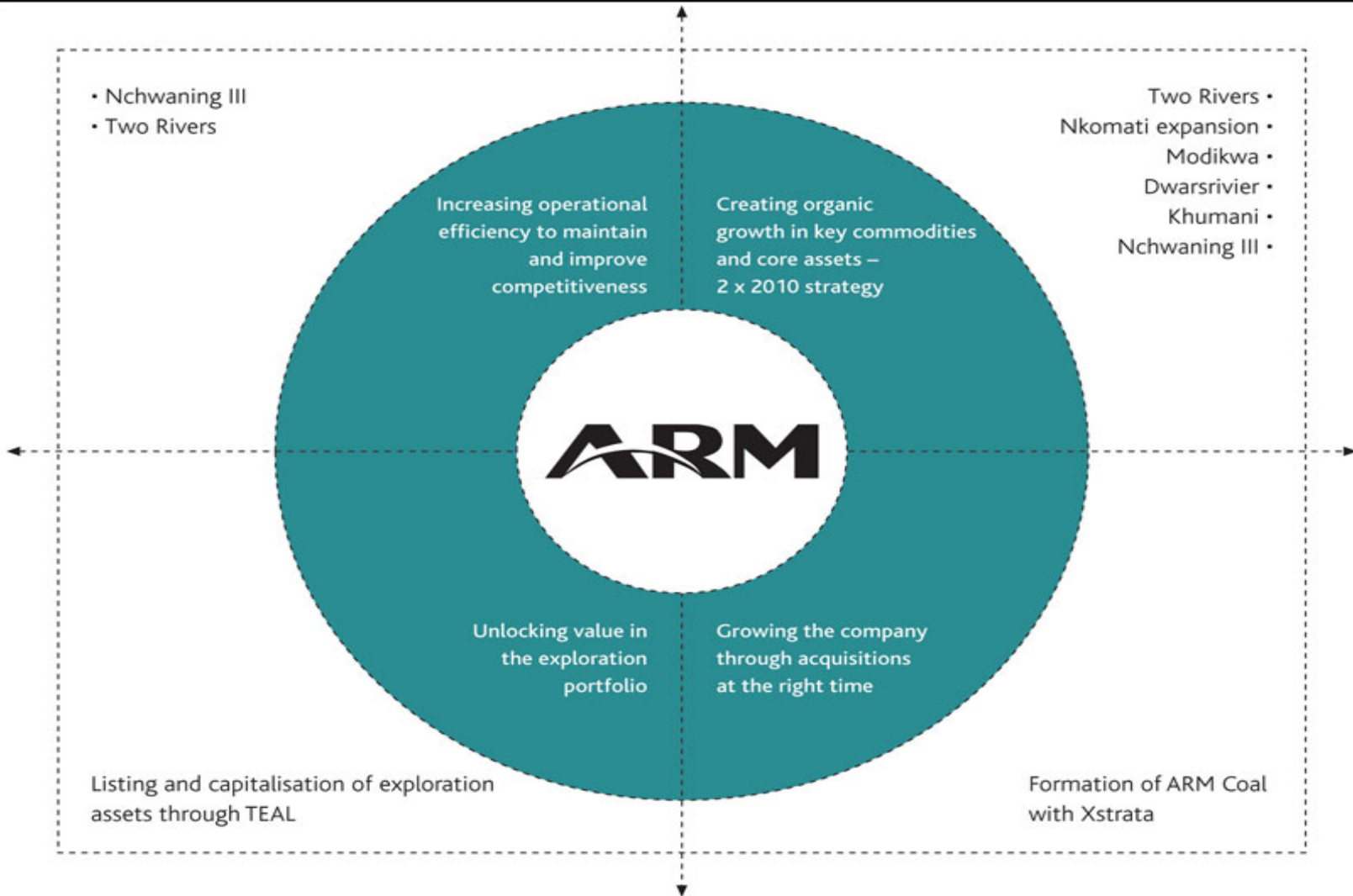
▪ Iron ore	↑	3% to 5.9 million tonnes
▪ Ferromanganese	↑	32% to 260 thousand tonnes
▪ Nickel	↑	6% to 5 616 tonnes
▪ PGMs	↑	4% to 293 thousand ounces

- ARM Coal successfully established with Xstrata
 - Option on 10% directly into Xstrata SA Coal have been approved by our Board

- Modikwa reported annual operating profits of R153 million compared to the loss of R83 million
- ARM Broad-based Economic Empowerment Trust now registered and beneficiaries include trade unions and church groups as well as five provincial rural upliftment trusts and a women upliftment trust
- Two Rivers Platinum Project has completed the concentrator ahead of schedule – project within budget

- We will continue investing capital in our organic growth programme to double production in key commodities in South Africa by 2010
- Significant exploration investment through the capitalisation of TEAL (through the listing), focused on Africa
- We expect volume demand and commodity prices to remain strong
- Growth will be underpinned in the medium term by the favourable prices we experience on certain key commodities
 - iron ore, PGMs, nickel and gold to remain strong
 - ferromanganese and ferrochrome have stabilised
- Good progress on our projects will continue to set a strong base for ARM to achieve its growth strategy

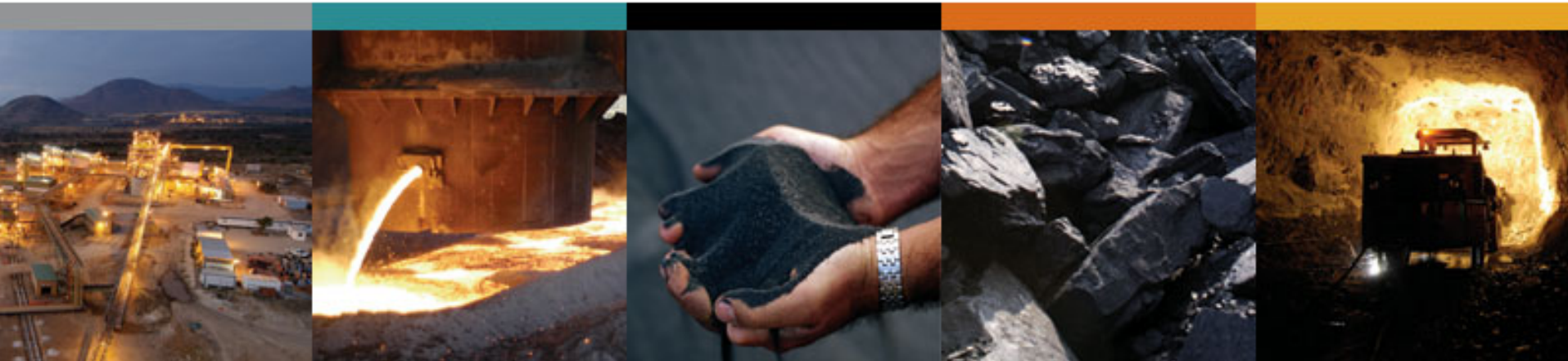
We do it better



Business review

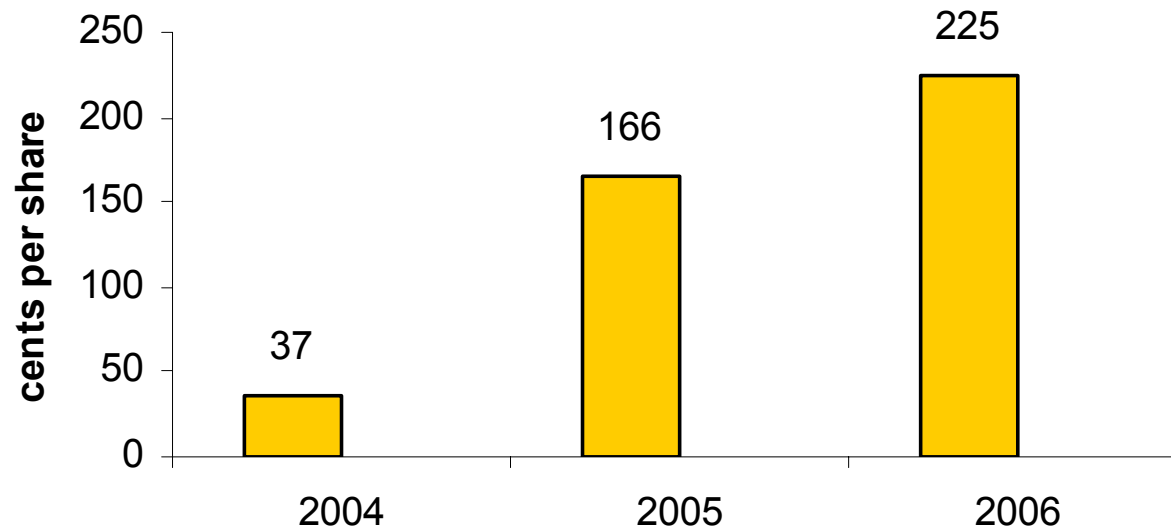
André Wilkens

Chief Executive Officer



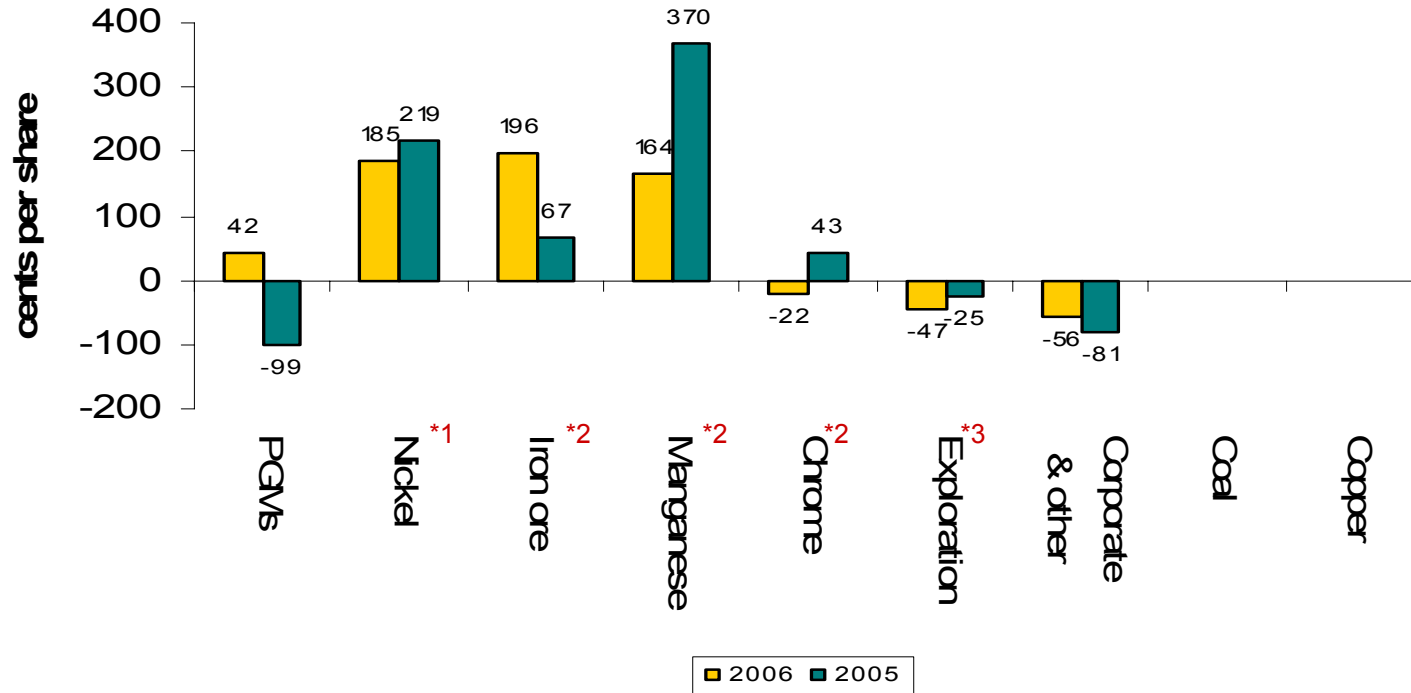
Headline earnings per share over 3 years

Year ended 30 June:



More balanced and diversified

- Good progress in achieving a balanced diversified earnings portfolio through the implementation of our growth strategy



*1 - 2006 - only 50% of Nkomati

*2 - 2006 – consolidated up to February 2006 and thereafter proportionately consolidated

*3 - Listed during November 2005, previously accounted for in Corporate and other

ARM is in the process of building new mines and further upgrading operations

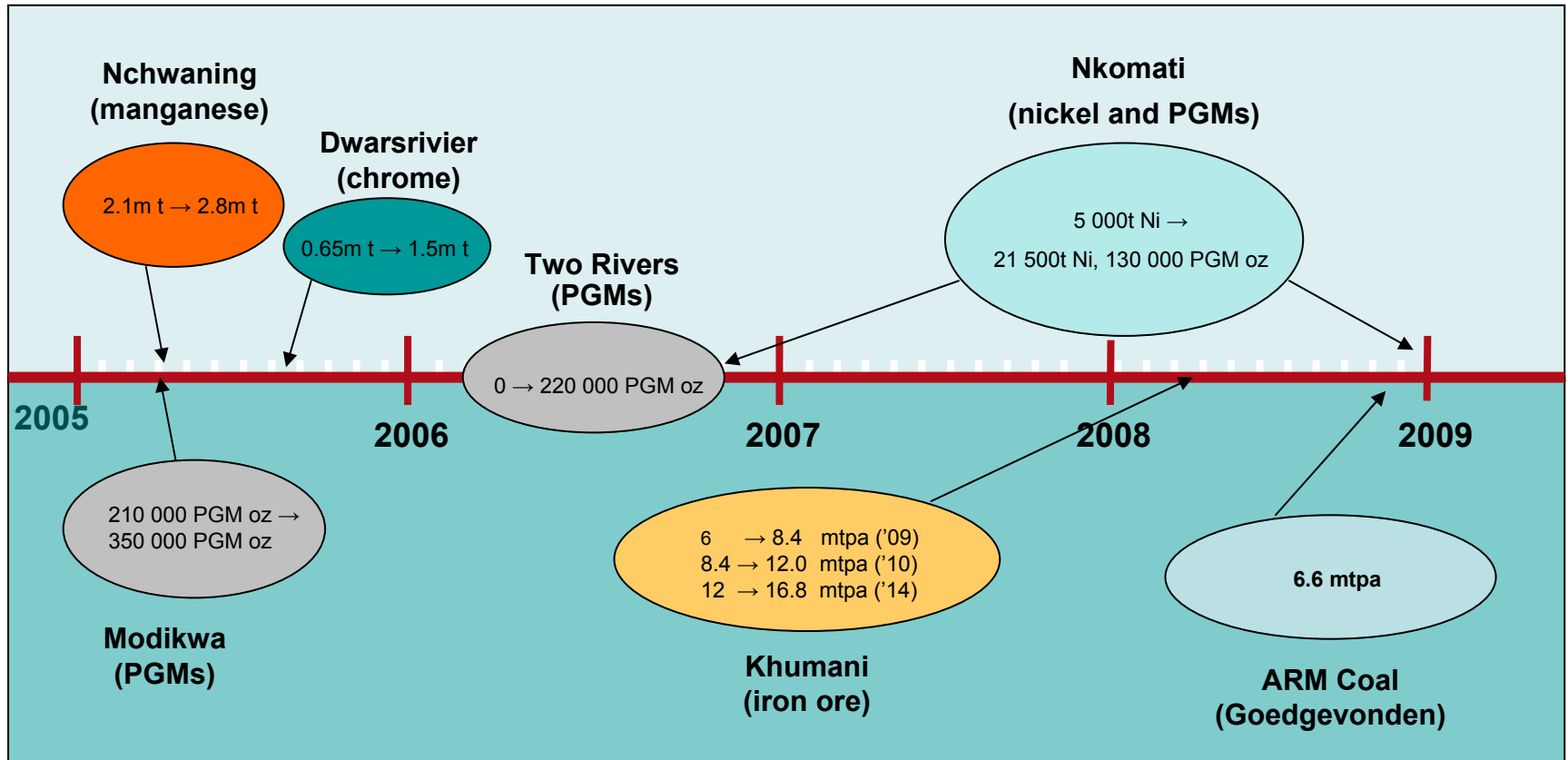
	From (2005)	To	Status
Two Rivers – PGMs	–	220 000 PGM oz	Ahead of schedule
Modikwa – PGMs	210 000 PGM oz	350 000 PGM oz	Near full production
Nkomati – PGMs	5 000 t Ni	21 500 t Ni 130 000 PGM oz	Expansion plan approved
Nkomati Chrome Mine	-	720 000 tpa	Recently released
ARM Coal	-	7,3 Mtpa	Goedgevonden Project
TEAL	-	-	Copper production opportunity

ARM is in the process of building new mines and further upgrading operations

	From (2005)	To	Status
Dwarsrivier – chrome	0,65 mt	1,5 mt	1,2 mt completed
Nchwaning 3 – manganese	2,1 mt	2,8 mt	Fully operational
Gloria* – manganese	190 000 t	280 000 t/ 700 000 t	Blue sky opportunity
Beeshoek and Khumani – iron ore	6,1 mt	16 mt	Building of 8.4 Mtpa Khumani mine in progress

* Upgrading / feasibility

Project pipeline

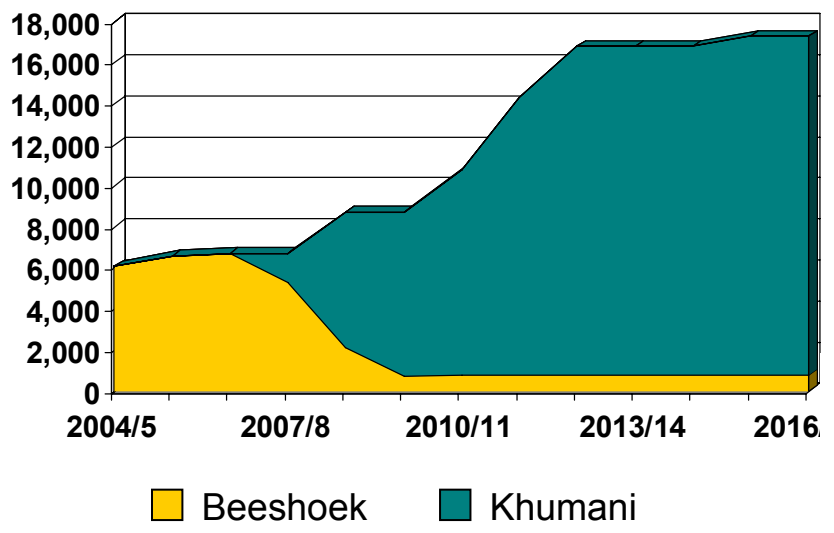


- TEAL – copper production opportunity
- Large resource base in key commodity sectors
- Long-life, high quality resources

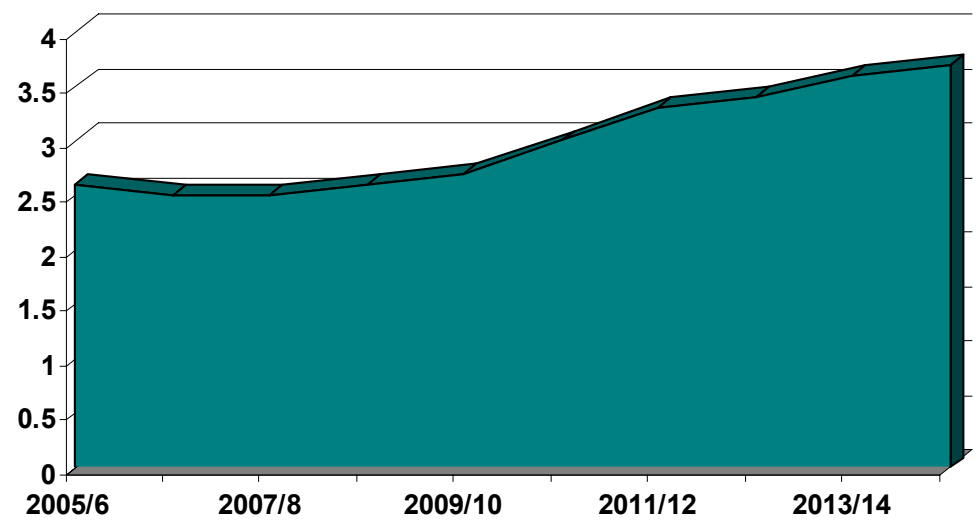


ARM Ferrous – production growth

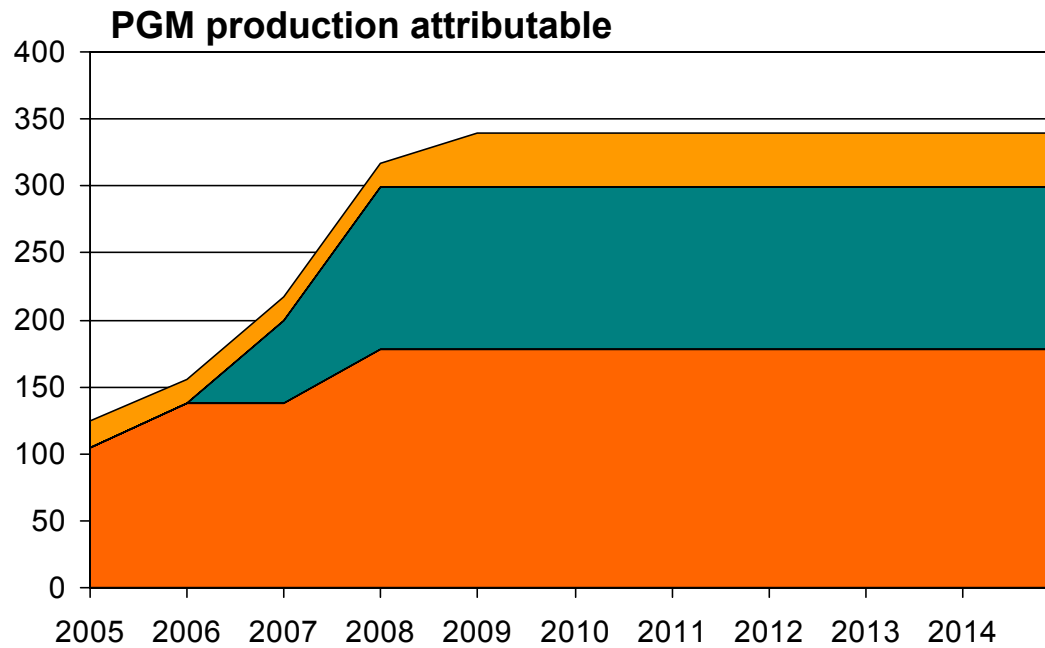
Iron ore build-up – Beeshoek and Khumani



Manganese ore build-up – Gloria and Nchwaning



ARM Platinum – PGM production growth



■ Modikwa ■ Two Rivers ■ Nkomati

Capital expenditure by division

R million	Actual		Estimate	
	June 2006	June 2007	June 2008	June 2009
ARM Platinum	1 114	820	355	257
• Modikwa	107	184	171	161
• Nkomati	50	213	54	-
• Two Rivers	957	422	130	96
ARM Ferrous	554	907	920	583
ARM Coal	-	177	293	102
TEAL	2	73	1	1
ARM company	1	1	1	1
TOTAL	1 671	1 978	1 571	943

* Excluding Nkomati Expansion and Modikwa Expansion (currently in feasibility)

ARM Ferrous – 50% stake in Assmang

- Revenue flat for the year at R4.4 billion
 - increased iron ore and ferromanganese volumes
 - lower manganese ore and charge chrome volumes
 - weaker \$ prices for manganese (ore and alloys) and ferrochrome
- Continued success in increased efficiencies and lower costs
 - manganese mines reduced average unit costs by 12,1%
 - manganese alloy unit costs reduced by 2,1%
 - record manganese ore and alloy production
 - record manganese alloy sales
 - record iron ore sales

Assmang product volume sales – 100% basis

Year ended 30 June

	2006 '000 metric tonnes	2005 '000 metric tonnes	Percentage change
Iron ore	5 926	5 776	3
Manganese ore	1 678	1 811	(7)
Manganese alloys	260	197	32
Charge chrome	210	262	(20)
Chrome ore*	178	35	409

* Excluding intra-group sales

- Modikwa Platinum Mine
 - Modikwa reported attributable earnings of R42 million, up from a R99 million loss for the prior year
 - PGM in concentrate up by 4%
 - Cash costs rose by 8% mainly due to increased mineable ore reserves – now 13 months
 - Ramp-up substantially complete and change in mining method (to breast mining on strike) sufficiently advanced
 - Opportunity to focus more aggressively on cost targets

Modikwa – 100% basis

Year ended 30 June

Operational statistics		Year ended 30 June		
		2006	2005	Percentage change
Cash operating profit	R million	360	(173)	308
Tons milled	Million tonnes	2.51	2.46	2
Head grade (4E)	g/t	4.28	4.23	2
PGMs in concentrate	ounces	293,313	281,177	4
Cash cost	R/tonne	398	367	(8)
Cash cost	R/PGM oz	3,394	3,136	(8)
Capex	R million	128	104	23

- Two Rivers Platinum Project
 - Excellent progress in building of concentrator plant and the mine
 - Wet commissioning of concentrator plant in July 2006 with ore processing in August 2006 – well ahead of schedule



- Two Rivers Platinum Project
 - Concentrator plant to be at full capacity Q4 of 2006 calendar year and full production from mine in Q4 of 2007
 - Current stock pile of 1.1 million tonnes will enhance initial ramp-up and related returns
 - Project comfortably within budget



Nkomati – 100% basis

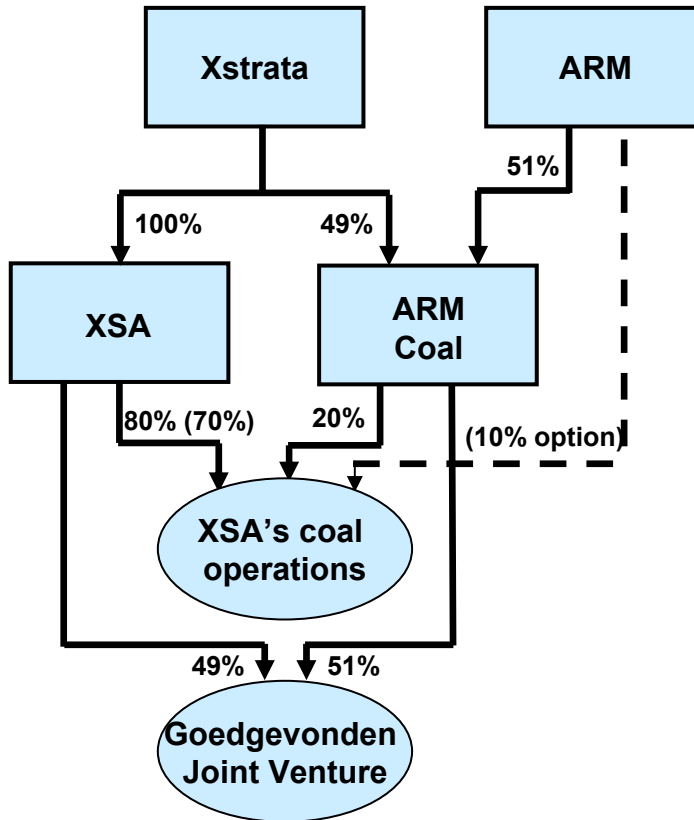
Year ended 30 June

Operational statistics		Year ended 30 June		Percentage change
		2006	2005	
Cash operating profit	R million	547	349	57
Tonnes milled	'000	373	346	8
Head grade	% nickel	1,89	2,01	(6)
On-mine cash cost per tonnes treated	R/tonne	392	369	(6)
Cash cost (net of by-products)	US\$/lb.	(0,36)	1,49	125
Market sales				
Nickel	tonnes	5,616	5,291	6
Copper	tonnes	3,398	3,260	4
Cobalt	tonnes	257	97	165
PGMs	ounces	49,437	39,370	26

- **Konkola North Copper Project - Zambia**
 - Management expects to announce an update on the resource base before December 2006
- **Mwambashi Copper Project - Zambia**
 - feasibility study for a 12,000 tonnes per annum copper producer remain positive
 - would require a favourable off-take arrangement with a third-party Zambian company
 - build-up to full production is expected toward the end of the 2007 calendar year
- **Otjikoto Gold Project - Namibia**
 - continuing the resource expansion drilling
- **Kalumines Copper-Cobalt Project - DRC**
 - TEAL has acquired an electric arc furnace with a capacity to produce approximately 5,000 tonnes per annum of 'black copper' ingots with a grading of 85% to 95% copper
- **Zambia** - exploration drilling continues within TEAL's Copperbelt Joint Venture and its Kafue Joint Venture with objective of upgrading and re-classifying current geological data.

- Formation of ARM Coal implemented
 - R400 million funded through debt facilities
 - respective committees and management teams established and active
- Goedgevonden Project (12 Mtpa ROM) to be taken to respective boards for consideration in Q4 of 2006 calendar year
 - RBCT expansion project announced
- The option to acquire a further 10% participating share (for R400 million) directly into the existing Xstrata Coal South Africa business has been approved by the Board
- We expect good growth from ARM Coal (organic, new projects and acquisitive)

Structure



Transaction Steps

- ❶ ARM Coal is established and ARM and Xstrata subscribe for their interests through respective contributions of R400 million and R384 million
- ❷ ARM Coal subscribes for a 20% interest in Xstrata Coal SA in the form of participating preference shares, giving ARM Coal the right to participate in Xstrata's existing South African coal business
- ❸ ARM Coal acquires a 51% controlling stake in the Goedgevonden (unincorporated) Joint Venture
- ❹ ARM has an option to acquire a further 10% directly in Xstrata's existing South African coal business

ARM Coal: A compelling rationale for ARM

- Further diversification of asset portfolio with the addition of quality coal assets
- Establishment of a strategic relationship with a major international metal and mining group and leading thermal coal producer
- The partners have agreed to pursue opportunities in a range of other commodities in Africa
- ARM will be the controlling shareholder of ARM Coal. ARM Coal:
 - is a significant, empowered coal participant in South Africa
 - has a balanced exposure to export and domestic sales
 - has sufficient access to capital to further develop existing opportunities (e.g. Goedgevonden project)
 - is well positioned to seek new targets and growth opportunities
- The transaction structure enables ARM to secure:
 - A meaningful exposure to one of South Africa's leading exporters of thermal coal
 - Immediate access to cash flows, enhanced by vendor facilitation

Summarised income statement

R'million	Year ended 30 June	
	Reviewed**	Restated
	2006	2005
Revenue	4 622	5 485
Profit from operations	1 112	1 588
Income from investments	24	22
Finance costs	(134)	(172)
Loss from associate	-	(150)
Exceptional items	139	155
Taxation	(377)	(530)
Minority interest	(163)	(451)
Profit after tax and minorities	601	462
Headline earnings	462	339

** Assmang proportionately consolidated with effect from 1 March 2006

Summarised balance sheet

R'million	Reviewed**	Restated
	2006	2005
ASSETS		
Non-current assets	12 305	8 806
Current assets	2 306	2 960
	14 611	11 766
EQUITY AND LIABILITIES		
Capital and reserves	10 250	6 511
Minority interest	143	1 461
Total shareholders' interest	10 393	7 972
Non-current liabilities	2 606	1 966
Current liabilities	1 612	1 828
	14 611	11 766
Net debt	1 813	1 286

- Balance sheet strong with total assets of R14.6 bn and net gearing at end of June 2006 of R1.8 billion, or 17%, is at reasonable levels

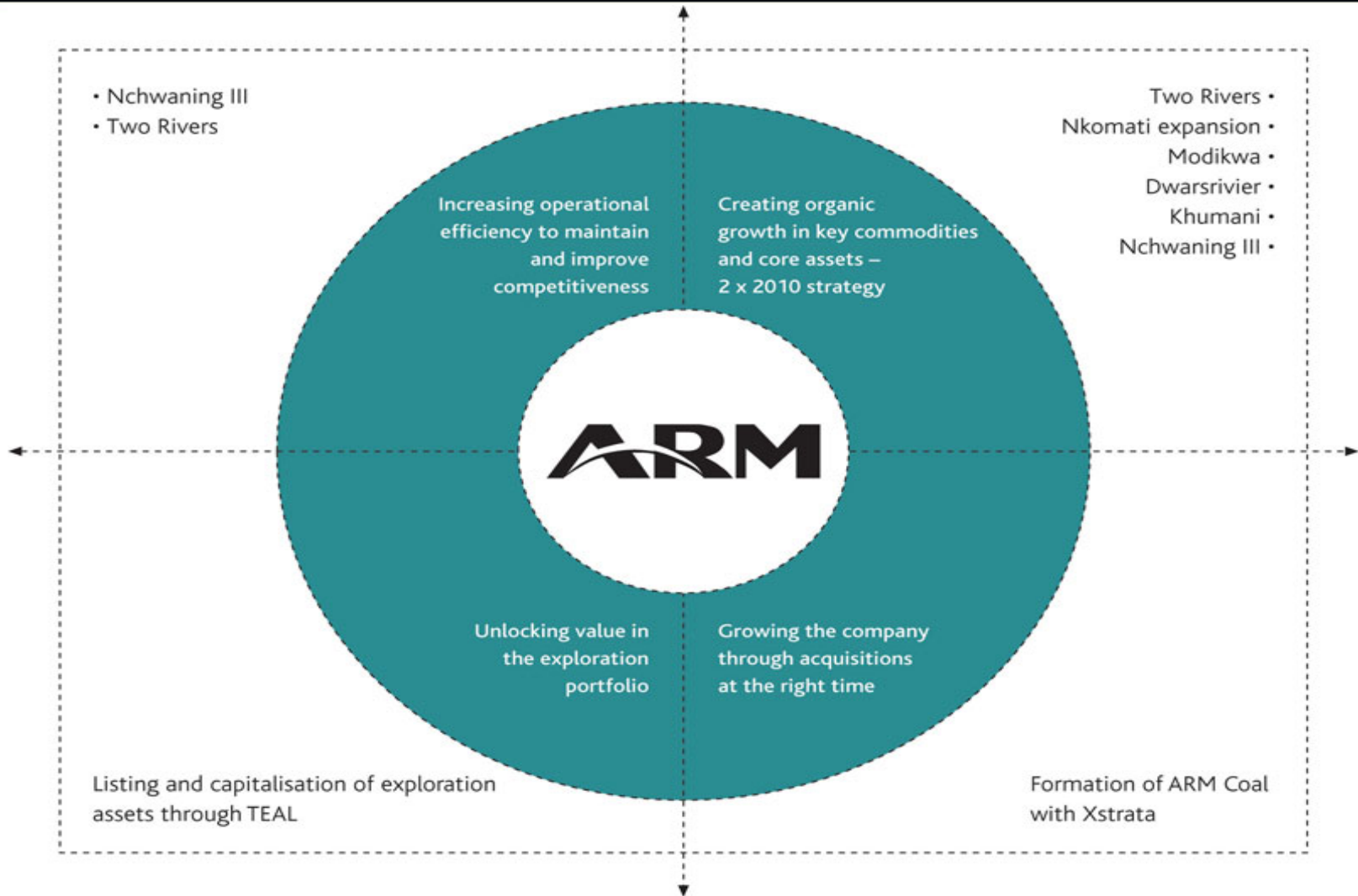
** Assmang proportionately consolidated with effect from 1 March 2006

Breakdown of total debt

Long and short term debt at 30 June 2006

	R million
Assmang – 50%	51
ARM Company	614
Modikwa	536
Two Rivers - Banks	545
- Impala	506
	2 252

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Questions?

