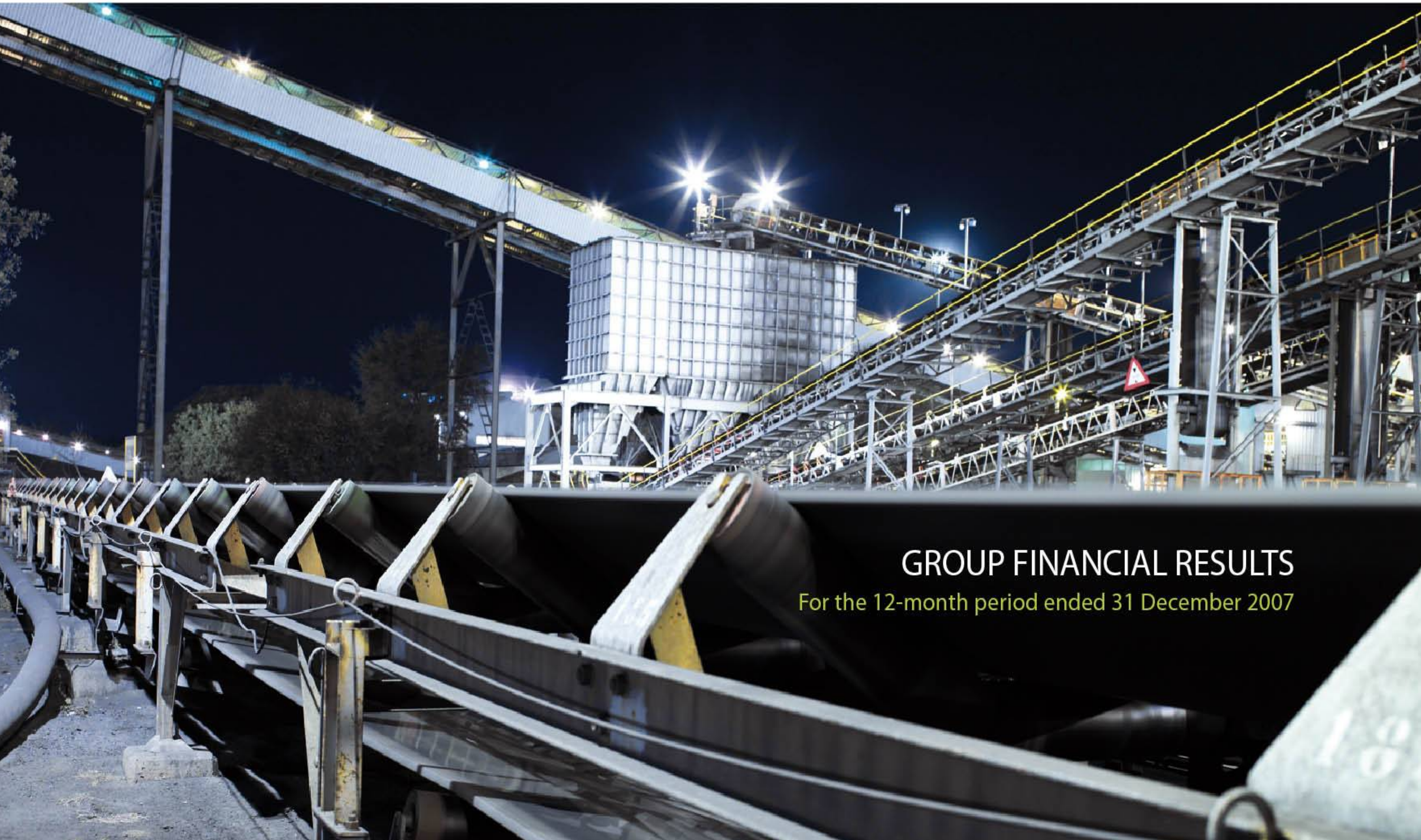
exxaro

POWERING POSSIBILITY



GROUP FINANCIAL RESULTS

For the 12-month period ended 31 December 2007

SIPHO NKOSI

CHIEF EXECUTIVE OFFICER

OVERVIEW

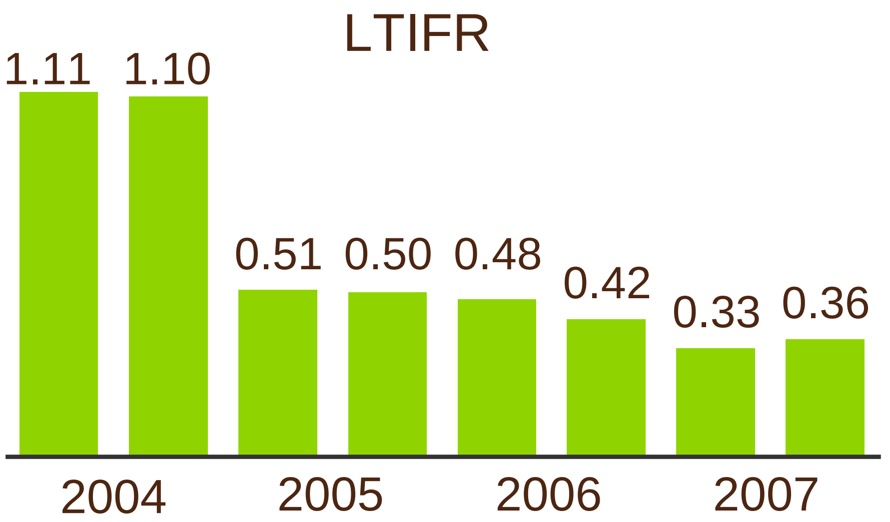
- **Safety focus**
  - – impact on mining industry
- **Exxaro's performance**
  - – successful integration
  - – improved production in 2H07
  - – revenue exceeds R10 billion
  - – headline earnings 425cps
  - – total dividend 160cps
- **Mining rights**
  - – conversion status
  - – new applications
  - – Namakwa Sands, Mafube and Igoda acquisitions
- **Skills shortage**

MIKE KILBRIDE

CHIEF OPERATING OFFICER

SAFETY

- Overall improvement in safety performance
- Regrettably four mine-related and one public road fatality
- Some notable achievements in 2007
  - improvement in LTIFR to 0.36
  - five business units were LTI free
  - focused drive for improvement



Visible Felt Leadership is key to our SHE performance

HEALTH AND ENVIRONMENT

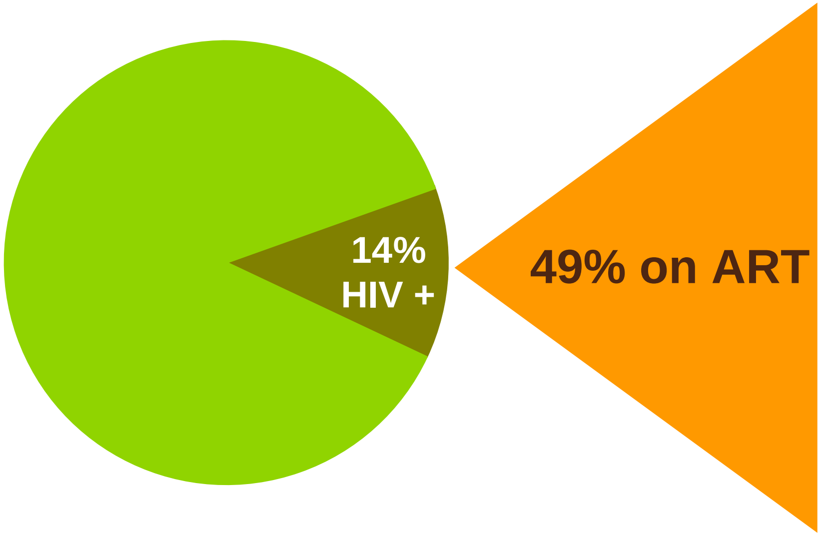
Health

- Noise and dust programmes review
- Reduction in number of confirmed occupational diseases
- HIV/Aids programme:
  - encourage participation in VCT
  - facilitation to enrol in ART
  - strong peer educator programme drive

Environment

- Ongoing rehabilitation focus
- Clean energy strategy approved to mitigate climate change
- International certification target -100% by end 2008 (ISO & OHSAS)

HIV/Aids programme



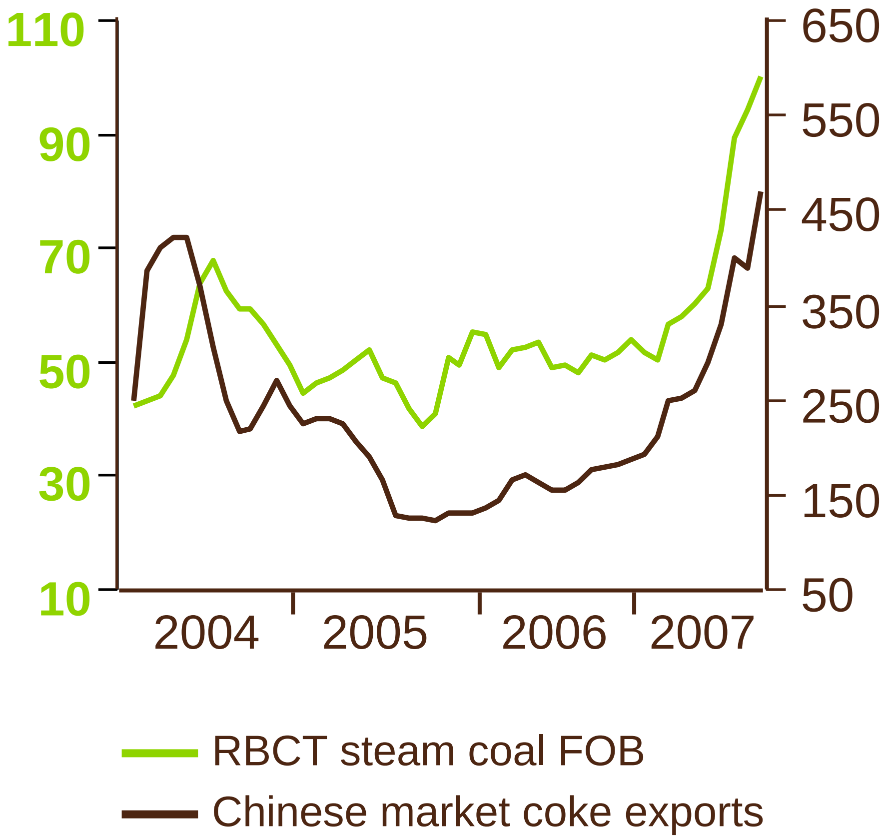
VCT participation (30%)

COAL MARKETS

- Very strong domestic and international demand with tight supply
- Steam (thermal) coal prices

  > $100 and remain at record high levels
- Coking coal prices recovered from 2Q06

Steam coal and coke prices (US$/t)

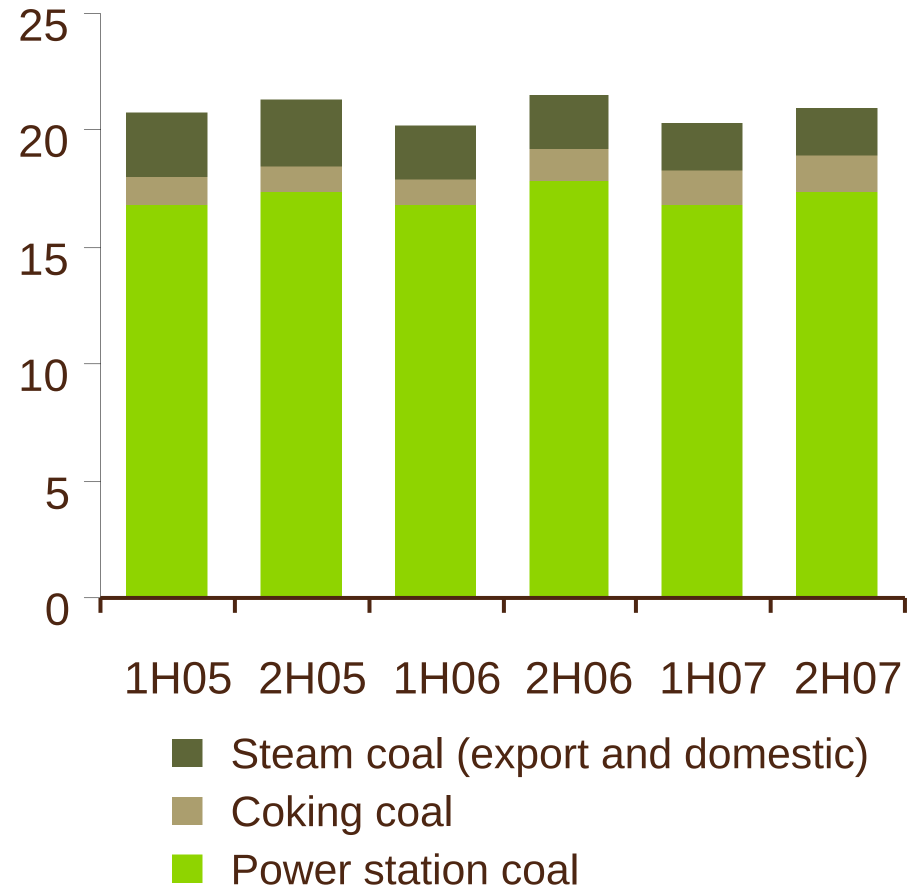


Sources: SA Coal Report, CRU

COAL OPERATIONS

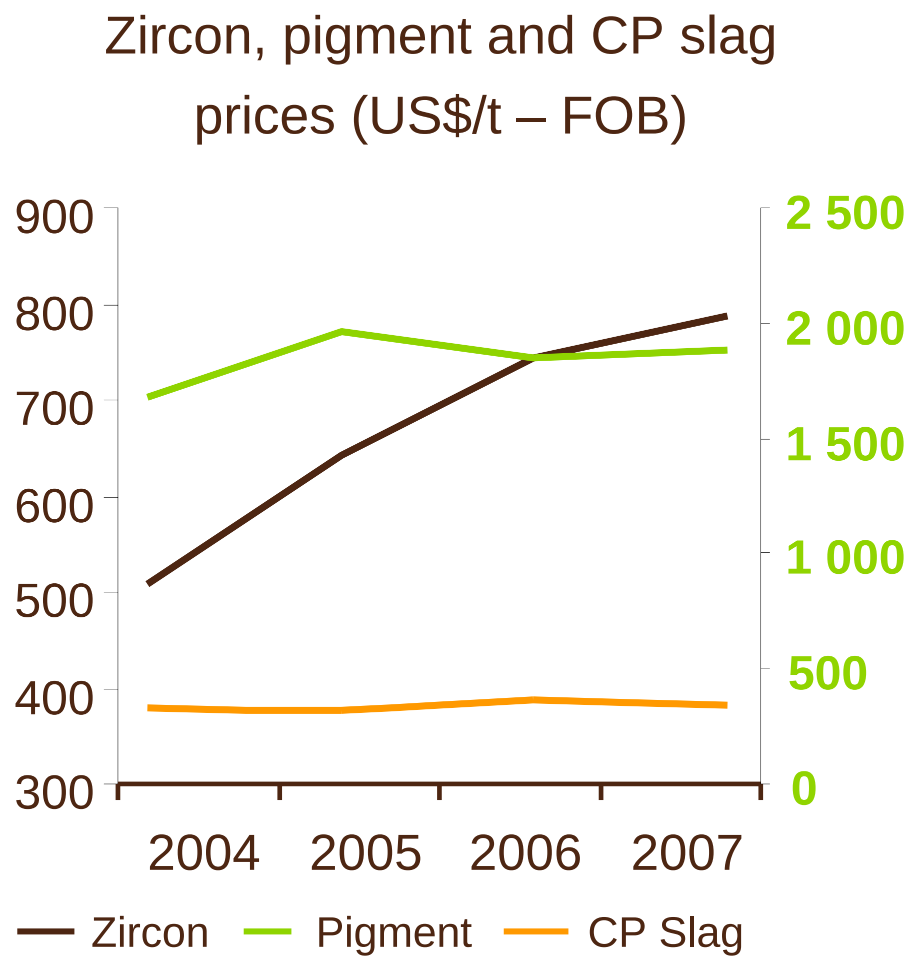
- Improved 2H07 resulting in 41.3Mt
- Power station coal (Eskom):
  – sales 34.2Mt
  – Matla and Arnot experienced difficult mining conditions
  – increased sales from Grootegeluk
  – NBC turnaround
- Coking coal production:
  – record due to GG6 ramp-up and Tshikondeni performance
- Export steam coal:
  – NCC underground closure
  – fast tracked Inyanda mine
  – failure of Leeuwpan reclaimer

Production volumes (Mt)



MINERAL SANDS MARKETS

- Strong demand for pigment from Asia-Pacific and China
- Demand for zircon remains strong, additional supply resulted in downward price pressure
- Modest recovery in chloride process slag (CP slag) prices
- Buoyant low manganese pig iron prices
- Strength of AUD impacts on results



Source: TZMI

Tight market conditions impacting the business

MINERAL SANDS OPERATIONS

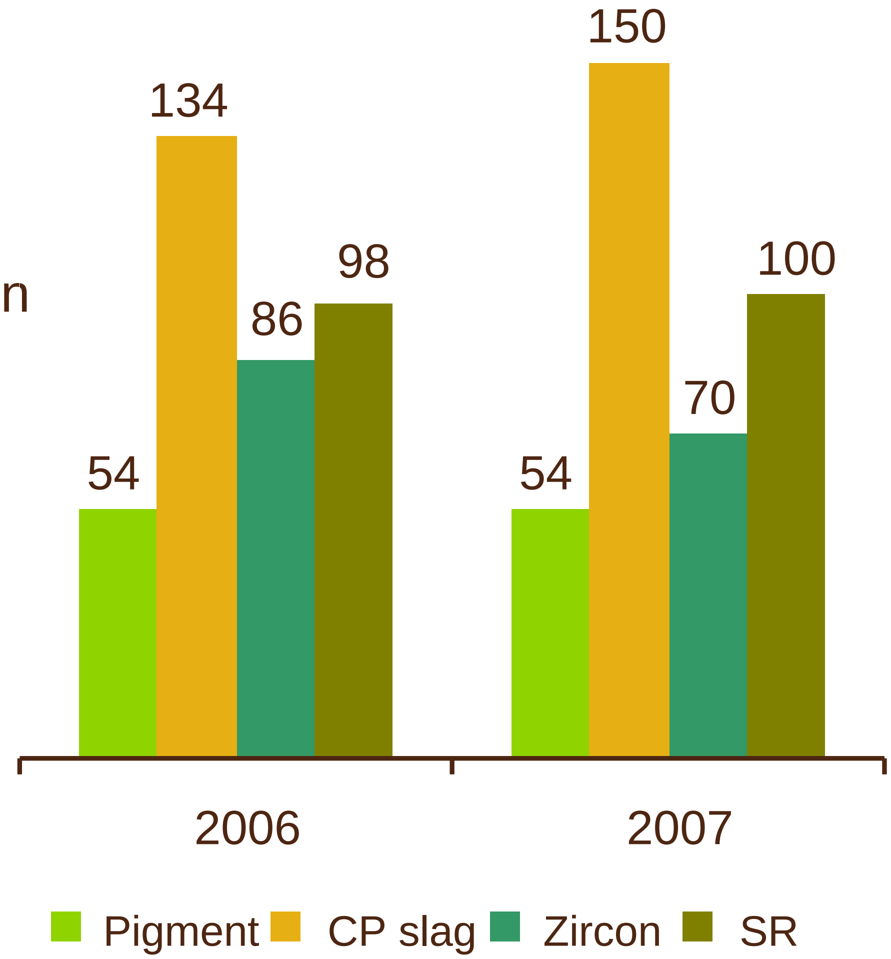
Australia Sands

- Improved production:
  - good synthetic rutile (SR) plant performance
  - processed ilmenite stockpile
- Maintained record pigment production
- Zircon and rutile impacted by lower in-situ grades

KZN Sands

- Improved furnace performance:
  - record CP slag
  - improved pig iron production
- Zircon and rutile impacted by lower in-situ grades

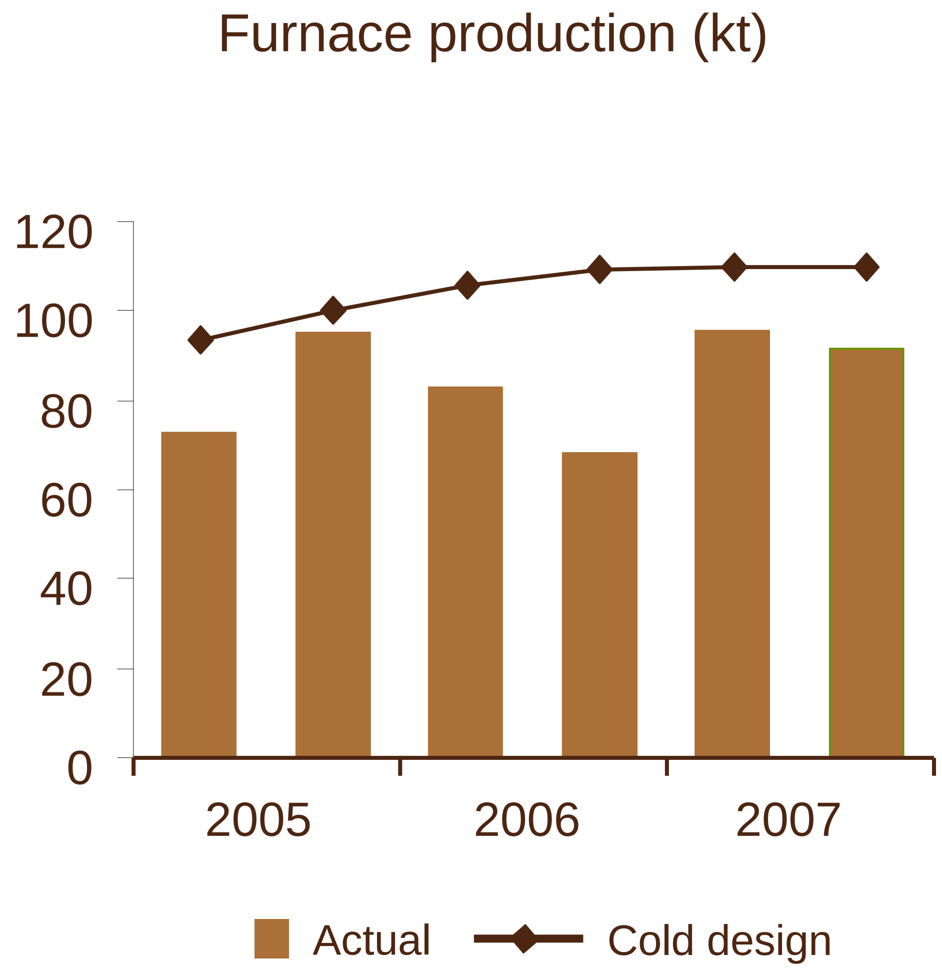
Attributable production (kt)



Mining rights and grades impact on production

KZN SANDS FURNACE RAMP-UP

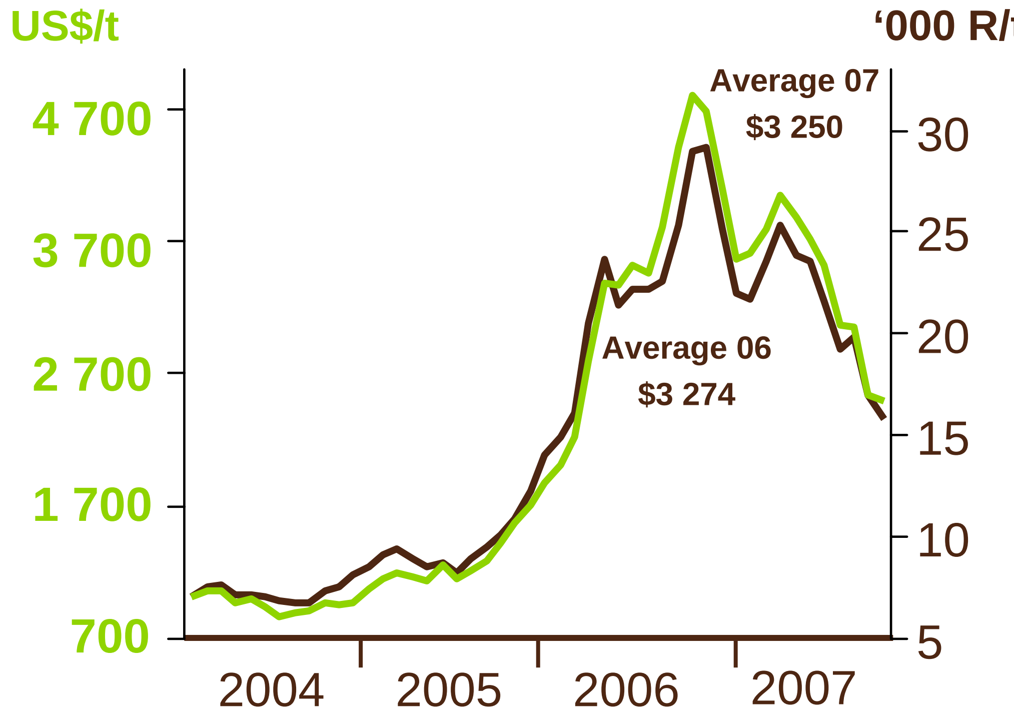
- Current furnace output at 85% of cold-design capacity of 220ktpa
- Focus to achieve 250ktpa:
  – stable operating conditions
  – commission pre-heater
  – extend centre piece life
- Furnace reline schedule:
  – 4 yearly, 4 month outage
  – Furnace 2 in 2008
  – Furnace 1 in 2010
- Reviewing furnace technology



ZINC MARKETS

- Sharp decline in USD price in the last quarter
- Local demand weaker due to downtime at continuous galvanising plants
- Strong international growth in refined zinc supply
- Treatment charges improved due to global oversupply of concentrate

Zinc metal price



Source: I-Net

BASE METALS OPERATIONS

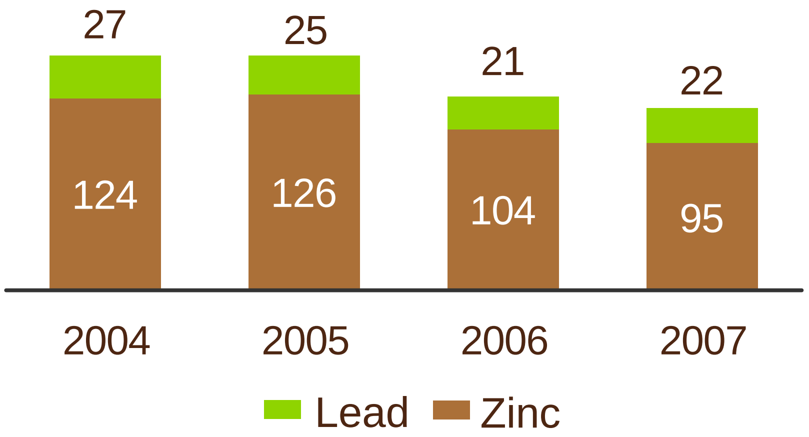
Zinc concentrate (kt)

- Decline in production at Rosh Pinah due to floods, industrial action and plant performance

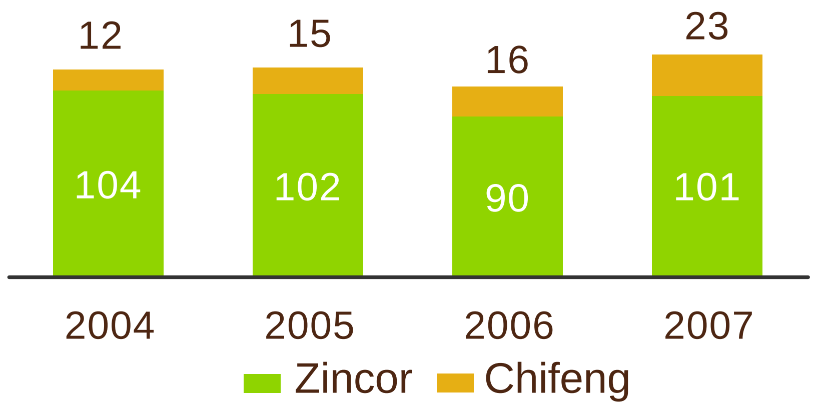
Zinc metal (kt)

- Good improvement at Zincor due to better concentrate quality and stable plant performance
- Zincor Roaster No.4 rebuilt during 2H07
- Ramp-up of Chifeng Phase 3 capacity expansion

Concentrate production (kt)



Zinc metal production (kt)



INDUSTRIAL MINERALS OPERATIONS

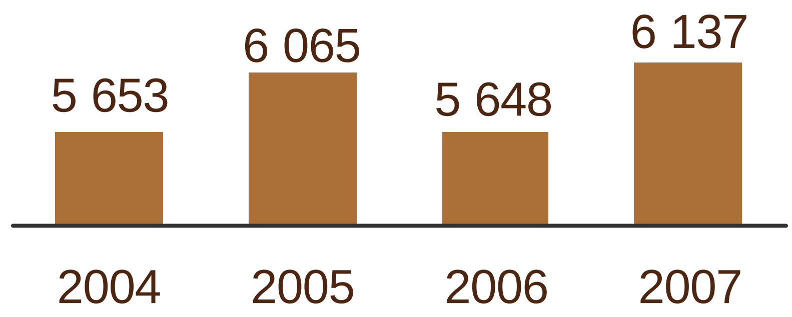
Ferrosilicon

- Sustained production performance
- High off-take from iron ore mines

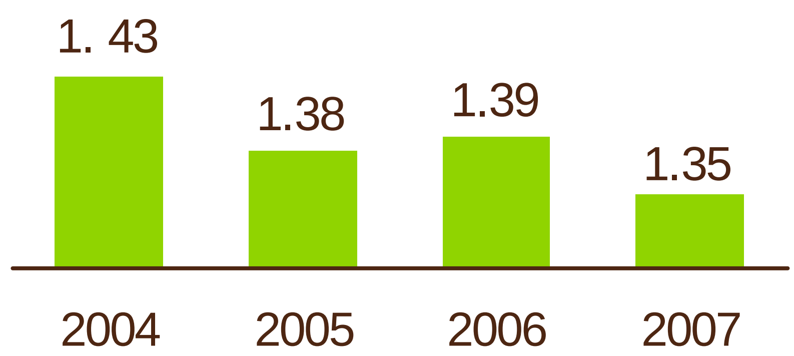
Dolomite production

- Output negatively influenced by lower demand for metallurgical dolomite and plant breakdowns

Ferrosilicon production (t)



Dolomite production (Mt)

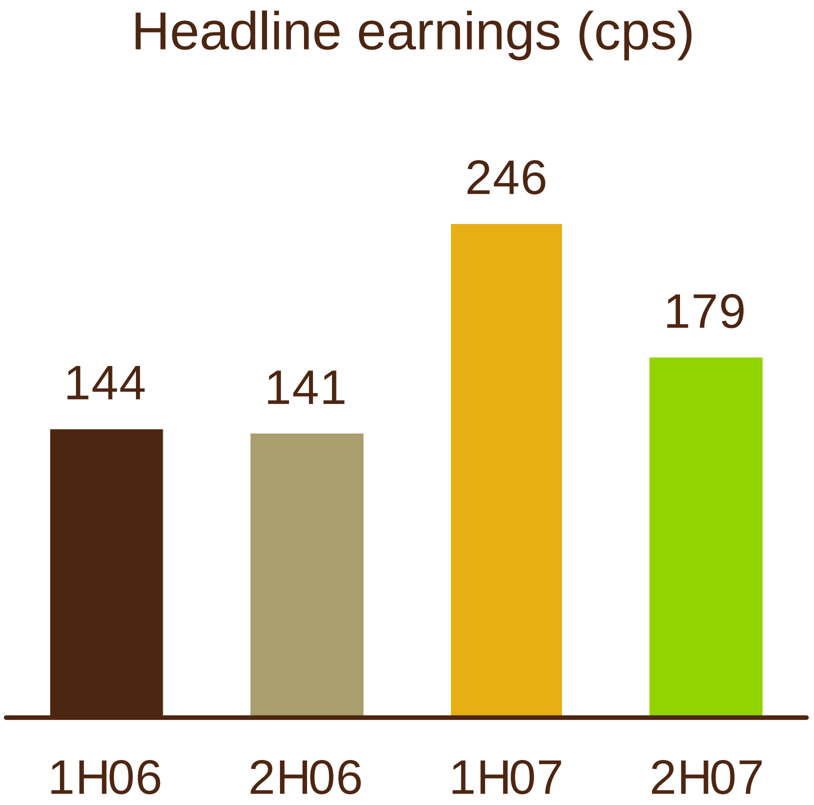


DIRK VAN STADEN

CHIEF FINANCIAL OFFICER

KEY FINANCIALS

Revenue	R10 157
Net operating profit (EBIT)	R1 444
Headline earnings	R1 448
Headline earnings (cps)	425
Total dividend (cps)	160
– Interim	60
– Final	100



Dividend cover 2.5 times

COMPARABLE REVENUE

(R million)	FY07	FY06[1]	% Change
Coal	5 087	4 433	15
- Tied operations	1 768	1 625	9
- Commercial operations	3 319	2 808	18
Mineral Sands	2 172	1 859	17
- KZN Sands	984	817	20
- Australia Sands	1 188	1 042	14
Base Metals	2 732	2 379	15
- Rosh Pinah	941	888	6
- Zincor	2 558	2 234	15
- Inter group elimination	(767)	(743)	
Industrial Minerals	159	122	30
Other	7	21	
Total	10 157	8 814	15
Realised ZAR/USD rate	7.26	6.76	
Realised USD/AUD rate	0.83	0.75	

(1) Pro forma including Eyesizwe for 12 months, for comparative purposes

Comparable revenue up 15%

COMPARABLE EBIT AND MARGINS (%)

(R million)	**FY07**	(%)	FY06[1]	(%)	% change in EBIT
Coal	**885**	17	620	14	43
- Tied operations	**88**	5	105	6	(16)
- Commercial operations	**797**	24	515	18	55
Mineral Sands	**(97)**	(4)	86	5	
- KZN Sands[2]	**(157)**	(16)	(114)	(14)	(38)
- Australia Sands	**60**	5	200	19	(70)
Base Metals	**688**	25	609	26	13
- Rosh Pinah	**457**	49	404	45	13
- Zincor	**298**	12	238	11	25
- Consolidation entries	**(67)**		(33)		
Industrial Minerals	**(3)**	(2)	(1)	(1)	
Other[3]	**(29)**		(53)		45
EBIT	**1 444**	14	1 261	14	15
Non-cash costs	**798**		620		29
EBITDA	**2 242**	22	1 881	21	19

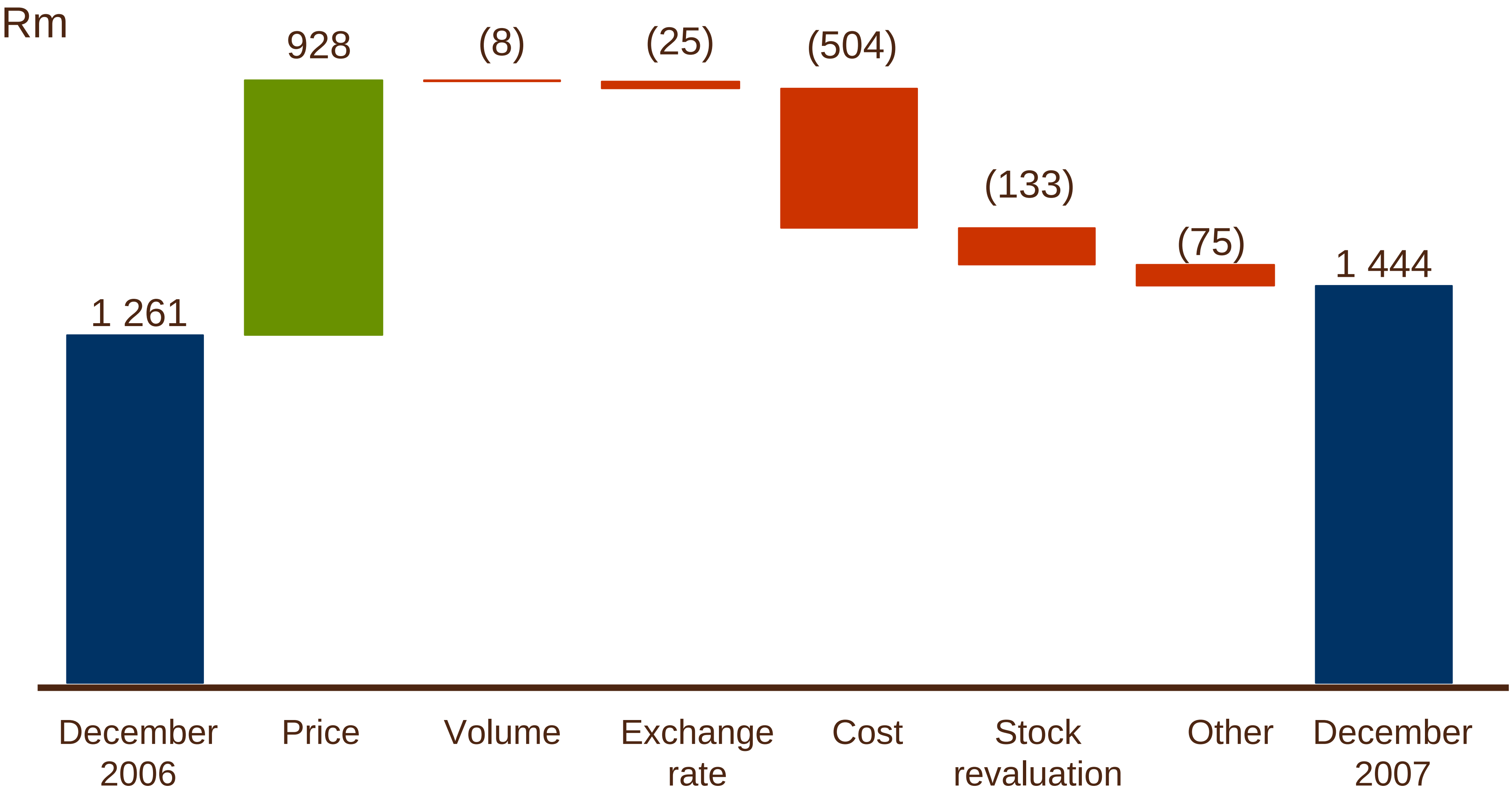
(1) Pro forma including Eyesizwe for 12 months, for comparative purposes

(2) Excludes the R784 million pre-tax impairment of the carrying value of assets in FY06

(3) Excludes all non-recurring entries associated with the empowerment transformation transaction in FY06

EBITDA margin of 22%

COMPARABLE EBIT FY06 vs FY07



COMPARABLE EARNINGS

(R million)	**FY07**	FY06(1)	% Change
EBIT	**1 444**	1 261	15
Net financing costs	**(215)**	(315)	(32)
Income from investments	**2**		
Post-tax equity income(2)	**728**	638	14
Taxation	**(512)**	(595)	(14)
Profit after taxation	**1 447**	989	46
Minority Interest	**(20)**	(27)	(26)
Attributable earnings	**1 427**	962	48
Attributable earnings per share (cents)	**418**	307	36
Headline earnings	**1 448**	893	62
HEPS (cents)	**425**	285	49
Weighted average number of share in issue (million)	**341**	313	
Effective tax rate(%)(3)	**26**	38	

(1) Pro forma including Eyesizwe for 12 months, for comparative purposes

(2) Sishen Iron Ore (SIOC) equity accounted for 12 months in FY06, for comparative purposes

(3) Including post-tax equity accounted income

HEPS up 49%

COMPARABLE CASH FLOW

(R million)	**FY07**	FY06
Cash retained from operations	**2 308**	1 980
Net financing costs	**(116)**	(263)
Taxation	**(462)**	(501)
Dividends	**(223)**	(2 219)
Cash available	**1 507**	(1 003)
Fixed assets	**(1 296)**	(923)
Investments acquired	**(257)**	(211)
Dividend income from equity investments	**379**	
Proceeds from sale of non-core assets & investments	**50**	239
Other	**5**	165
Net cash inflow/(outflow)	**388**	(1 733)

CAPITAL STRUCTURE

Ratios:	**FY07**	FY06
Net financing cost cover (times) - EBITDA	**9**	6
Return on equity - attributable income (%)	**15**	11
Return on capital employed (%)	**24**	21

Debt structure: ***R million***	**Drawn**	**Undrawn**	**Repayment profile**	
Long term	1 333	2 858	74	2008
- Corporate	923	2 450	100	2009
- Australia Sands	410	408	44	2010
Short term	-		43	2011
Total debt	1 333		1 072	After 2011
Cash and cash equivalents	(850)		1 333	
Net debt	483			

Debt equity ratio 5% before committed acquisitions

PROJECT DEVELOPMENTS

- Inyanda plant to be commissioned in 1H08
- Mafube ramp-up over seven months
- Sintel char to be commissioned in 1H08
- Additional coal tonnages from Blesbok, Eerstelingsfontein and NCC projects: await regulatory approvals
- Fairbreeze construction targeted for 4Q08
- Feasibility studies:
  - Medupi Phase 2
  - Market coke
- Investment decision on Kwinana pigment expansion planned for 1H08
- Completion of Rosh Pinah partial divestment in 1H08

OUTLOOK

- Impact of power supply constraints
- Skills shortage a challenge
- Strong local and export demand at higher coal prices
- Increased coal volumes from new projects
- Mineral Sands results influenced by lower grades, furnace reline and strong AUD
- Softer zinc prices
- A weaker rand will benefit earnings

Improved results expected for 2008

ADDITIONAL SLIDES

COMPARABLE NET FINANCING COST

(R million)	**FY07**	FY06 (1)	% Change
Interest expense and loan costs	**153**	241	(36)
Finance leases	**59**	39	51
Interest income	**(96)**	(12)	
Net interest expense	**116**	268	(57)
Interest adjustment on non-current provisions	**99**	47	111
Net financing cost as per income statement	**215**	315	(32)

(1) Pro forma including Eyesizwe for 12 months, for comparative purposes

COMPARABLE HEADLINE EARNINGS

(R million)	**FY07**	FY06 [(1)]
Attributable earnings	**1 427**	962
Adjustments:		
- Excess of acquirer's interest in net fair value of acquiree's identifiable assets, liabilities and contingent liabilities over cost		(36)
- Impairment of property peant and Equipment (PPE)	23	
- Gains or losses on disposal of PPE	17	(3)
- Share of associate's gains or losses on disposal of PPE	(3)	(1)
- Share of associate's recycling of re-measurements from equity to the income statement	(7)	
- Gains or losses on the disposal of associates or joint ventures		(39)
- Reversal of impairment of investment	(6)	
- Taxation effect of adjustments	(3)	10
Headline earnings	**1 448**	893
Headline earnings per share (cents)	**425**	285
Weighted average number of shares in issue (million)	**341**	313

(1) Pro forma including Eyesizwe for 12 months, for comparative purposes

COMPARABLE DEPRECIATION AND AMORTISATION PER SEGMENT

(R million)	**FY07**	FY06 [1]
Coal	**384**	318
Mineral Sands	**296**	267
Base Metals	**66**	60
Industrial Minerals	**6**	6
Corporate	**11**	11
Total	**763**	662

(1) Pro forma including Eyesizwe for 12 months, for comparative purposes

COMPARABLE CAPITAL EXPENDITURE

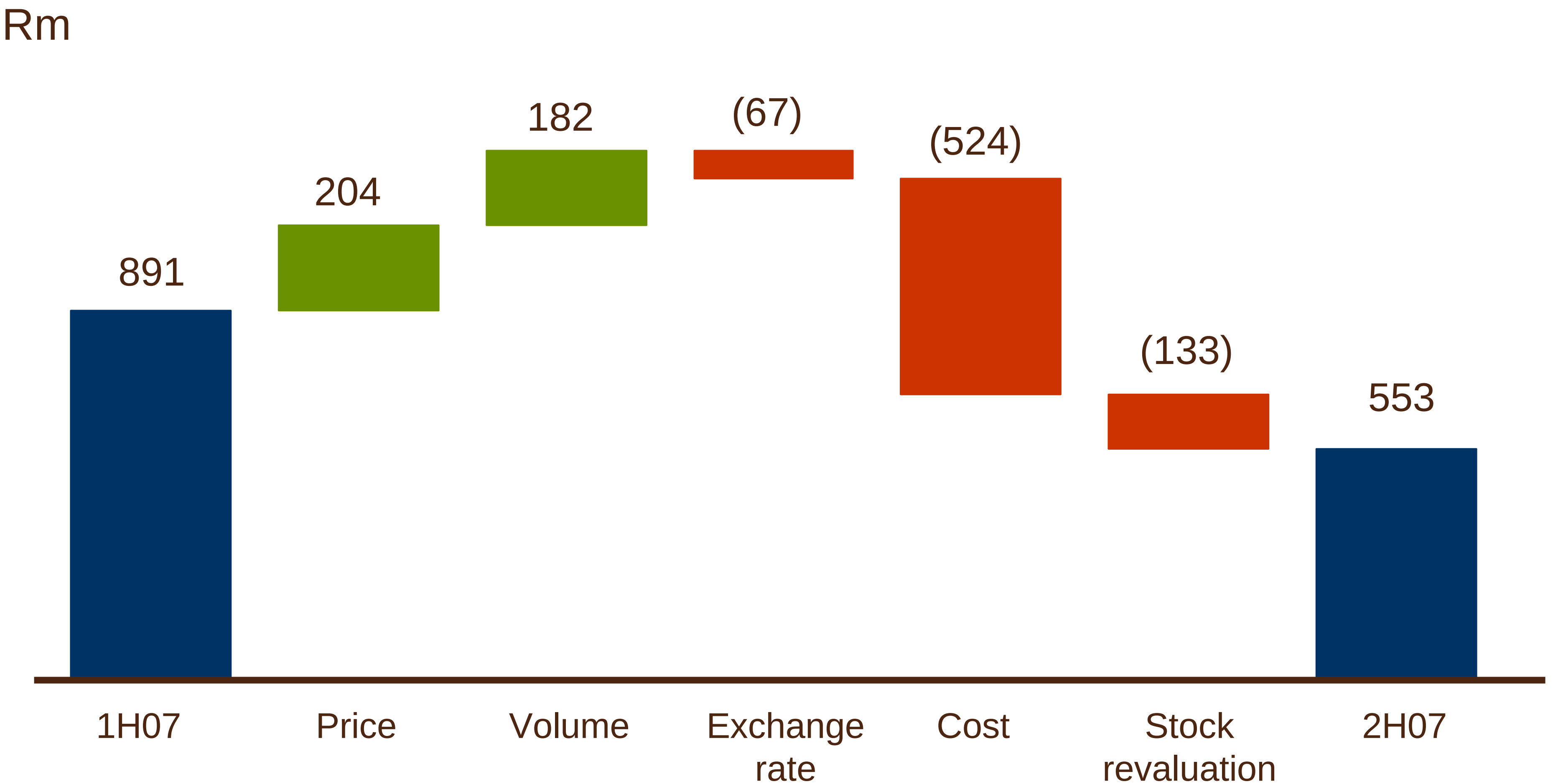
(R million)	FY08 (2)(3)	**FY07**	FY06 (1)
Sustaining and environmental	**1 168**	**569**	640
Expansion			
- Coal	**1 179**	**679**	235
- Mineral Sands	**63**	**16**	29
- Base Metals	**40**	**25**	8
- Industrial Minerals and other	**20**	**7**	11
Total capex	**2 470**	**1 296**	923

(1) Pro forma including Eyesizwe for 12 months, for comparative purposes
(2) Estimates
(3) FY08 excludes Namakwa Sands

DIVIDEND – CASH FLOWS

(R million)	**Total Dividend 2007**	Final Dividend 31 Dec 2007	Interim Dividend 30 Jun 2007
Dividend declared (cps)	**160**	100	60
Dividend declared (Rm)	**564**	353	211
STC			
Gross dividend declared	**564**	535	211
BEE Holdco	**297**	185	112
Anglo	**58**	37	21
Public	**192**	120	72
Exxaro empowerment scheme (MPower)	**17**	11	6

COMPARABLE EBIT 1H07 vs 2H07



COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
COKING COAL				
Production	**2 962**	2 496	2 273	2 409
- Grootegeluk	**2 499**	2 132	1 859	1 972
- Tshikondeni	**463**	364	414	437
Sales	**2 997**	2 554	2 277	2 425
- ArcelorMittal	**2 307**	1 817	1 590	1 775
- Export	**592**	660	628	602
- Other	**98**	77	59	48

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
POWER STATION COAL				
Production	**34 246**	34 599	34 164	38 394
- Grootegeluk	**14 510**	14 268	14 060	14 017
- Leeuwpan	**956**	921	513	366
- Matla	**13 030**	13 613	12 470	15 584
- Arnot	**3 702**	3 985	4 976	6,020
- NCC	**156**	311	361	822
- NBC	**1 892**	1 481	1 784	1 585

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
POWER STATION COAL				
Sales	**34 226**	34 665	34 508	37 698
- Grootegeluk	**14 587**	14 416	14 163	13 926
- Leeuwpan	**965**	915	540	430
- Matla	**12 997**	13 613	12 427	15 530
- Arnot	**3 702**	3 985	4 976	6 020
- NCC	**120**	255	618	207
- NBC	**1 855**	1 481	1 784	1 585

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
STEAM COAL				
Production	**4 111**	4 665	5 523	4 903
- Grootegeluk	**1 485**	1 585	1 551	1 403
- Leeuwpan	**1 421**	1 504	1 442	1 249
- NCC	**814**	1 107	996	1 186
- NBC	**391**	469	1 534	1 065
Sales	**4 061**	4 772	5 794	5 012
- Domestic	**2 832**	2 998	4 251	3 597
- Export	**1 229**	1 774	1 543	1 415

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
ZINC CONCENTRATE (ROSH PINAH)				
- Production	**95**	104	126	124
- Sales: inter company	**97**	108	119	119
LEAD CONCENTRATE (ROSH PINAH)				
- Production	**22**	21	25	27
- Sales: export	**19**	32	35	12
ZINC METAL (ZINCOR)				
- Production	**101**	90	102	104
- Sales	**99**	99	104	119

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
ZINC METAL (CHIFENG) [(1)]				
- Production	**23**	16	15	12
- Sales	**23**	16	15	12

(1) Exxaro's effective interest in Chifeng

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
MINERAL SANDS				
KZN SANDS				
Production				
- Ilmenite	**367**	319	356	262
- Zircon	**34**	50	47	49
- Rutile	**17**	25	23	20
- Pig iron (LMPI)	**90**	75	89	63
- Scrap iron	**20**	10	8	5
- Chloride slag	**150**	134	134	96
- Sulphate slag	**26**	36	30	40

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
MINERAL SANDS				
KZN SANDS				
Sales				
- Ilmenite (external sales)	**50**	50	60	27
- Zircon	**27**	48	47	48
- Rutile	**18**	31	18	17
- Pig iron (LMPI)	**91**	60	79	58
- Scrap iron	**8**	9	11	8
- Chloride slag	**163**	104	150	84
- Sulphate slag	**29**	30	41	24

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
MINERAL SANDS				
AUSTRALIA SANDS[1]				
Production				
- Ilmenite	**216**	227	220	236
- Zircon	**36**	36	35	38
- Rutile	**17**	18	16	18
- Synthetic rutile	**100**	98	111	112
- Leucoxene	**16**	14	12	11
- Pigment	**54**	54	53	53

(1) Exxaro's effective 50% interest in Tiwest joint venture with Tronox Inc.

COMPARABLE PHYSICAL INFORMATION

'000 tonnes	**FY07**	FY06	FY05	FY04
MINERAL SANDS				
AUSTRALIA SANDS(1)				
Sales				
- Ilmenite	**20**	30	13	30
- Zircon	**29**	32	36	38
- Rutile	**16**	18	18	21
- Synthetic rutile	**57**	27	59	50
- Leucoxene	**17**	10	14	17

(1) Exxaro's effective 50% interest in Tiwest joint venture with Tronox Inc.

PROJECT DETAILS

Ownership (100% unless indicated otherwise)	Board approval	Scope	Estimated Capex	Status	Estimated start-up
Mafube Coal JV (50%)	Nov 2006	5Mtpa	R1.96bn	Construction	1Q08
Inyanda	Nov 2006	1.5Mtpa	R269m	Construction	2Q08
Blesbok expansion		2.4Mtpa	-	In progress	2008
Eerstelingsfontein		1.1Mtpa	R10m	Feasibility study	2008
Char project - Grootegeluk	Aug 2005	160ktpa	R340m	Construction	2Q08
Diepspruit	Nov 2007	1.3Mtpa	R136m	Feasibility study	3Q08
Belfast		1.8Mtpa	R350m	Pre-feasibility	3Q09
Market coke		380ktpa	R1.9bn	Feasibility study	2011
Medupi Phase 1	May 2006	8.5Mtpa	TBD	Awarded	2011
Medupi Phase 2		6.1Mtpa	TBD	Feasibility study	2013
Moranbah South (Australia)		3.5Mtpa	TBD	Pre-feasibility	2012
Kwinana (100% - 50% attributable)		40ktpa	US$90m	Feasibility study	3Q09
Fairbreeze - Sands	May 2006	300ktpa	R734m	Planned 4Q08	3Q10
Toliara Sands (Madagascar)		560ktpa	TBD	Pre-feasibility	2014
Dongara (Australia 100%)		200ktpa	TBD	Pre-feasibility	2011
Port Durnford (51%)		TBD	TBD	Pre-feasibility	1Q12
AlloyStream - Furnace 1		20ktpa	TBD	Feasibility study	2010

Coal Mineral Sands Base Metals and Industrial Minerals

Project details subject to study completion