



GROUP FINANCIAL RESULTS

for the 12 - month period ended 31 December 2008

Presentation

 **AGENDA**

- Overview
- Operational review
- Financial results
- Business focus and outlook
- Question and answer session



OVERVIEW

Sipho Nkosi - Chief Executive Officer

OVERVIEW

Exxaro's performance

- Disappointing safety performance
- Strong financial results
 - Record coal financial results
 - Significant maiden profit contribution from Namakwa Sands
 - Challenging Base Metals environment
- Headline earnings of 1 058 cents per share
- Final dividend of 200 cents per share

Milestones

- 14,6Mtpa power station coal agreement for Medupi concluded
- Mafube JV coal mine fully ramped-up
- Inyanda coal mine production above capacity at 1,8Mt
- Namakwa Sands successfully integrated from 1 October 2008
- Good progress on conversion and new mining rights applications

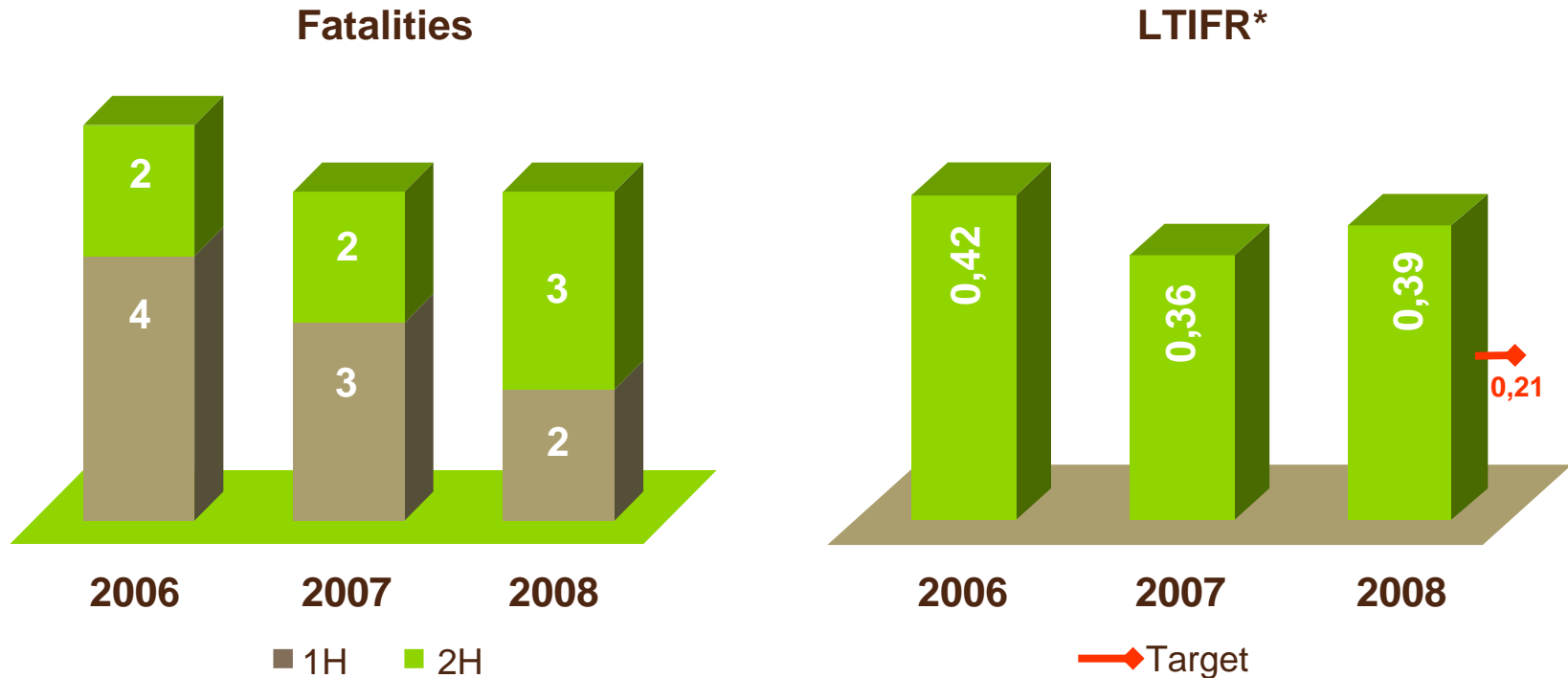


OPERATIONAL REVIEW

Sipho Nkosi - Chief Executive Officer

COMPARABLE SAFETY STATISTICS AND OPERATING RESULTS
ASSUME BOTH THE ACQUISITION OF NAMAKWA SANDS AND THE
26% INTEREST IN BLACK MOUNTAIN FROM 1 JANUARY 2007

XX SAFETY



- Any loss of life unacceptable
- Unsatisfactory LTIFR of 0.39 against a target of 0.21
- Five sites have had zero lost time injuries
- Average score of 73% for Presidential safety audits exceeds average DME scores of 70% for coal and 66% for all mines

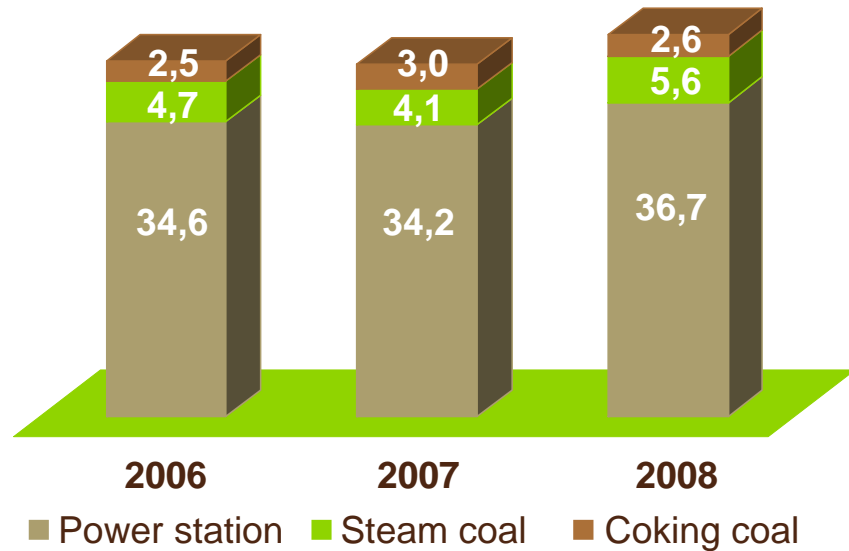
* Lost time injury frequency rate per 200 000 man hours



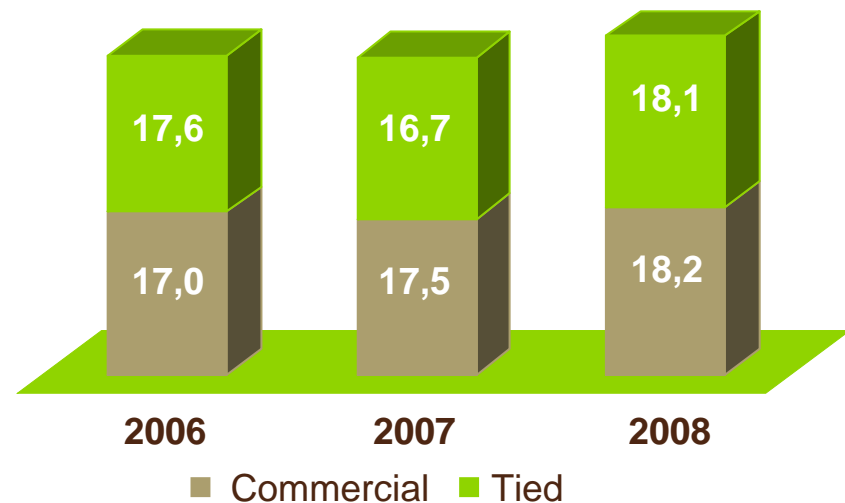
COAL PRODUCTION

- Total coal production 44,8Mt
- Power station coal 36,7Mt
 - Operational turnaround at Arnot
 - Increased Eskom requirement met from NBC and Leeuwpan
- Additional production from new mines Inyanda and Mafube JV
- 1,5Mt increase in steam coal
- Decrease in coking coal production
 - Difficult mining conditions at Tshikondeni
 - Reduced market demand

Production volumes (Mt)



Eskom volumes (Mt)

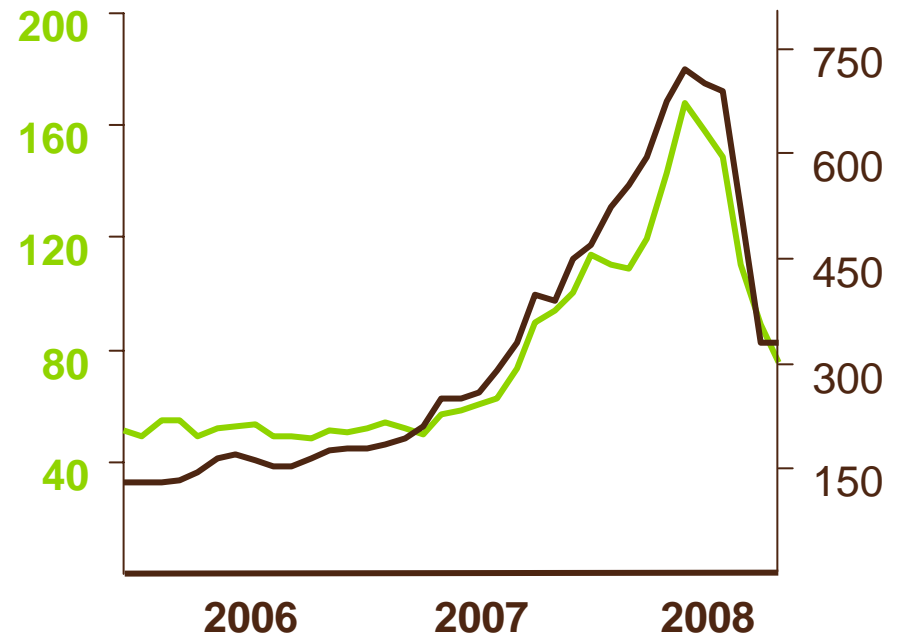




COAL MARKETS

- Firm Eskom demand
- Reduced demand from metals market in 4Q08
- Record seaborne steam coal prices retracted to 2007 levels
- Coke prices declined by more than 50% in 4Q08 from historical highs
- Strong reduction in spot hard coking coal prices at year-end

Steam coal and coke prices* (USD/t)



* Sources: SA Coal Report, CRU

- RBCT steam coal FOB
- Chinese market coke exports



MINERAL SANDS PRODUCTION

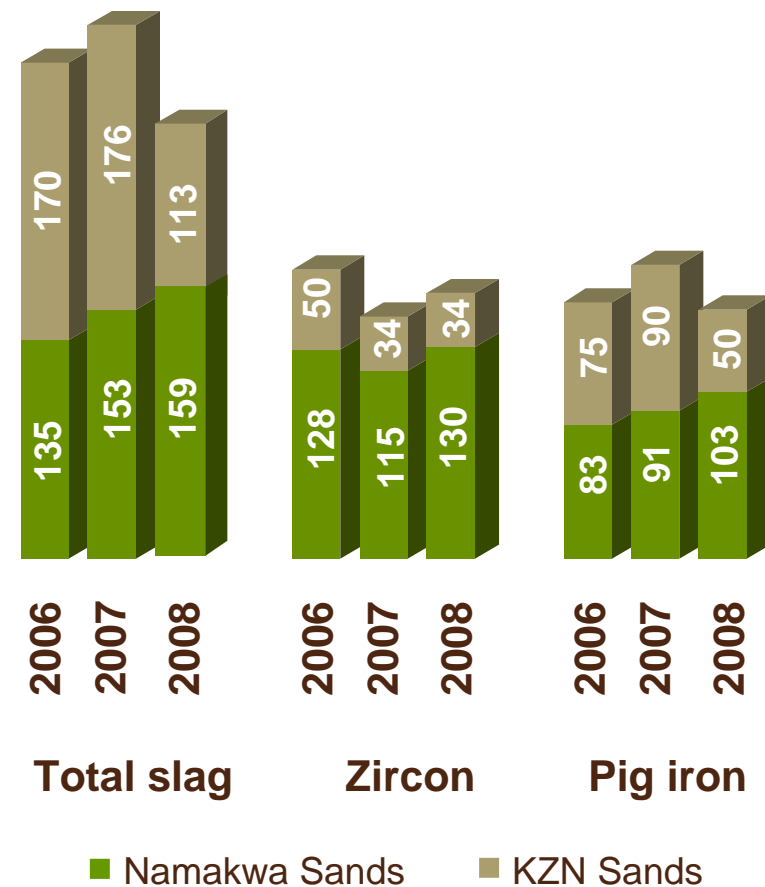
KZN Sands

- Record production from Furnace 1
- Chloride slag (CP) affected by Furnace 2 outage
- Successful design improvements to both furnaces

Namakwa Sands

- New zircon record due to higher mineral grades and breakthrough initiatives
- Record slag production

Production (kt)

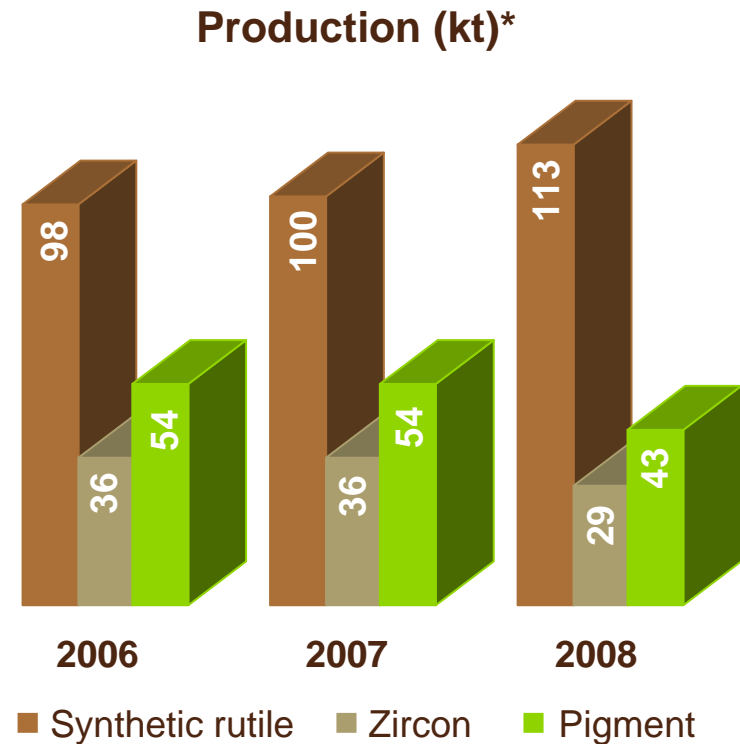




MINERAL SANDS PRODUCTION

Australia Sands

- Record synthetic rutile production
- Pigment production affected by shut and rebuild of all four chlorinators
- Gas outage in Western Australia affected costs and production
- Zircon and rutile impacted by lower in-situ grades and dredge availability



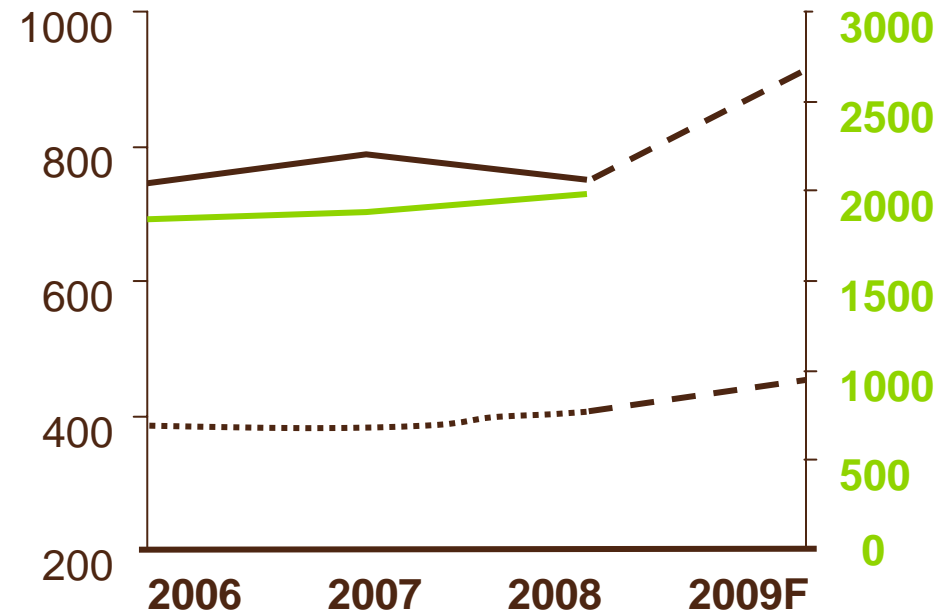
* Exxaro's attributable 50% production



MINERAL SANDS MARKETS

- Continued strong zircon demand
- Stable feedstock demand
- Consistent pigment demand from Asia-Pacific and China
- Low Manganese Pig Iron (LMPI) prices eased considerably in 4Q08 in line with steel prices

Prices (USD/t – FOB)*



* Source: TZMI Jan 2009

..... CP Slag — Zircon — Pigment
- - - Forecast



BASE METALS PRODUCTION

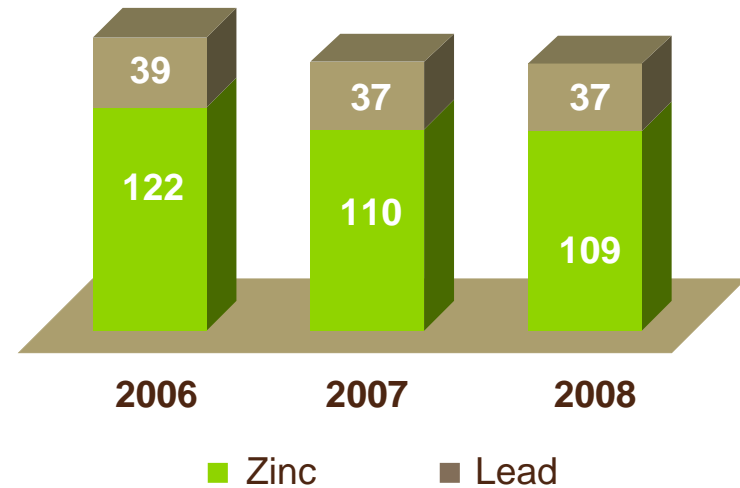
Zinc and lead concentrate

- Volumes down due to plant availability
- Focus on asset management programme

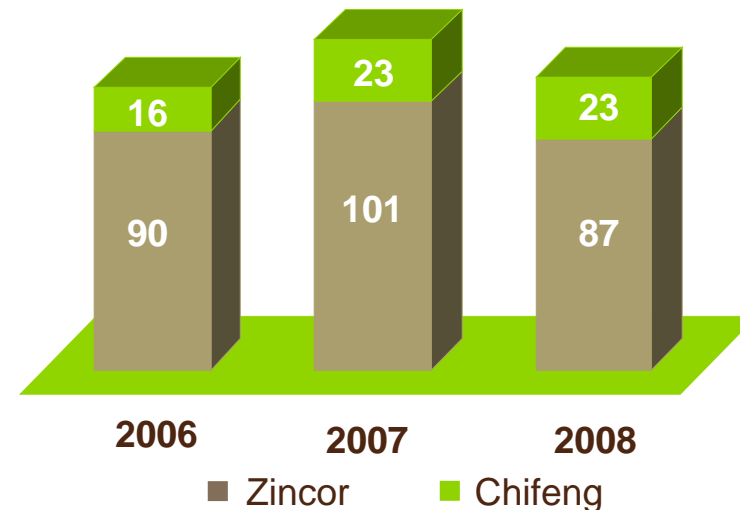
Zinc metal

- Zinc recovery increased to 91,8% in 4Q08
- Zincor production lower due to:
 - Rebuild of No.1 and No.2 roasters
 - Acid plant availability and major shut in 2H08
 - Electricity restrictions during 1Q08 and transformer failure in 2H08

Concentrate production (kt)



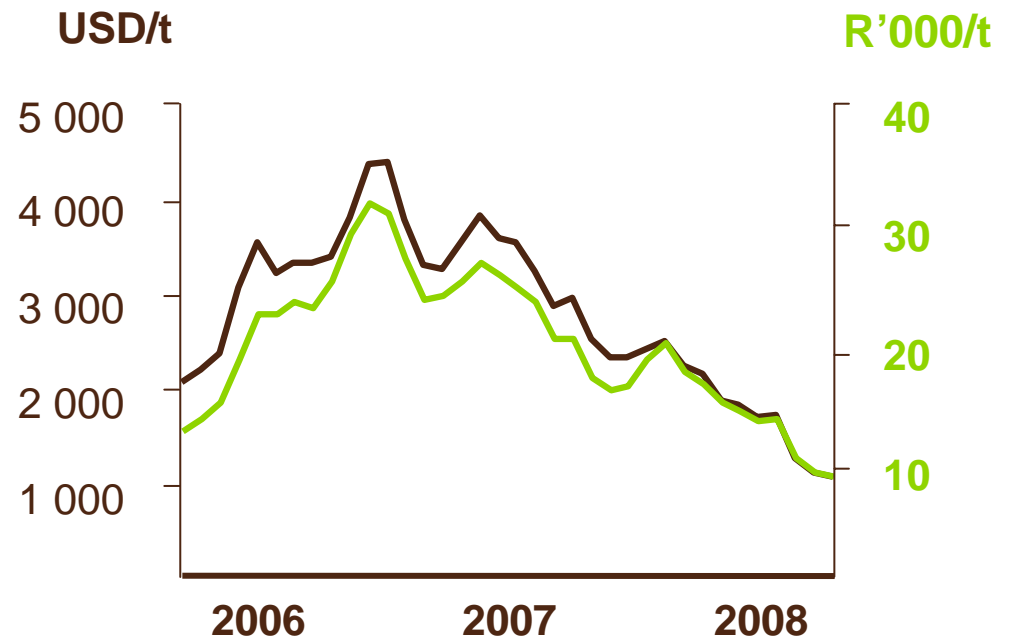
Zinc metal production (kt)



XX ZINC MARKETS

- Realised zinc price declined by 42%
- Market oversupply
- Local demand for zinc metal weaker due to economic downturn
- Treatment charges at stronger levels due to global concentrate supply

Zinc metal price



* Source: LME



FINANCIAL REVIEW

Dirk van Staden - Financial Director

COMPARABLE FINANCIAL RESULTS ASSUME BOTH THE ACQUISITION OF NAMAKWA SANDS AND THE 26% INTEREST IN BLACK MOUNTAIN FROM 1 JANUARY 2007 EXCEPT WHERE OTHERWISE INDICATED

COMPARABLE FINANCIAL OVERVIEW

<i>R million</i>	FY08	FY07	% Change
Revenue	15 209	11 449	33
Operating expenses	12 398	9 809	26
Earnings before interest and taxation (EBIT)	2 811	1 640	71
Operating margin (%)	19	14	36
Post-tax equity accounted income	1 601	683	134
Effective tax rate (%)⁽¹⁾	14	27	
Headline earnings	3 663	1 374	167
Dividend declared	375	160	134
– interim (cents per share)	175	60	192
– final (cents per share)	200	100	100

(1) Including post-tax equity accounted income

COMPARABLE REVENUE

R million

	FY08	FY07	% Change
Coal	9 040	5 087	78
- Tied operations	2 492	1 768	41
- Commercial operations	6 548	3 319	97
Mineral Sands	4 142	3 464	20
- KZN Sands	974	984	(1)
- Australia Sands	1 311	1 188	10
- Namakwa Sands	1 857	1 292	44
Base Metals	1 829	2 732	(33)
- Rosh Pinah	436	941	(54)
- Zincor	1 733	2 558	(32)
- Inter-segmental	(340)	(767)	
Other	198	166	19
Total	15 209	11 449	33
Realised ZAR/USD rate	8.10	7.26	
Realised USD/AUD rate	0.84	0.83	

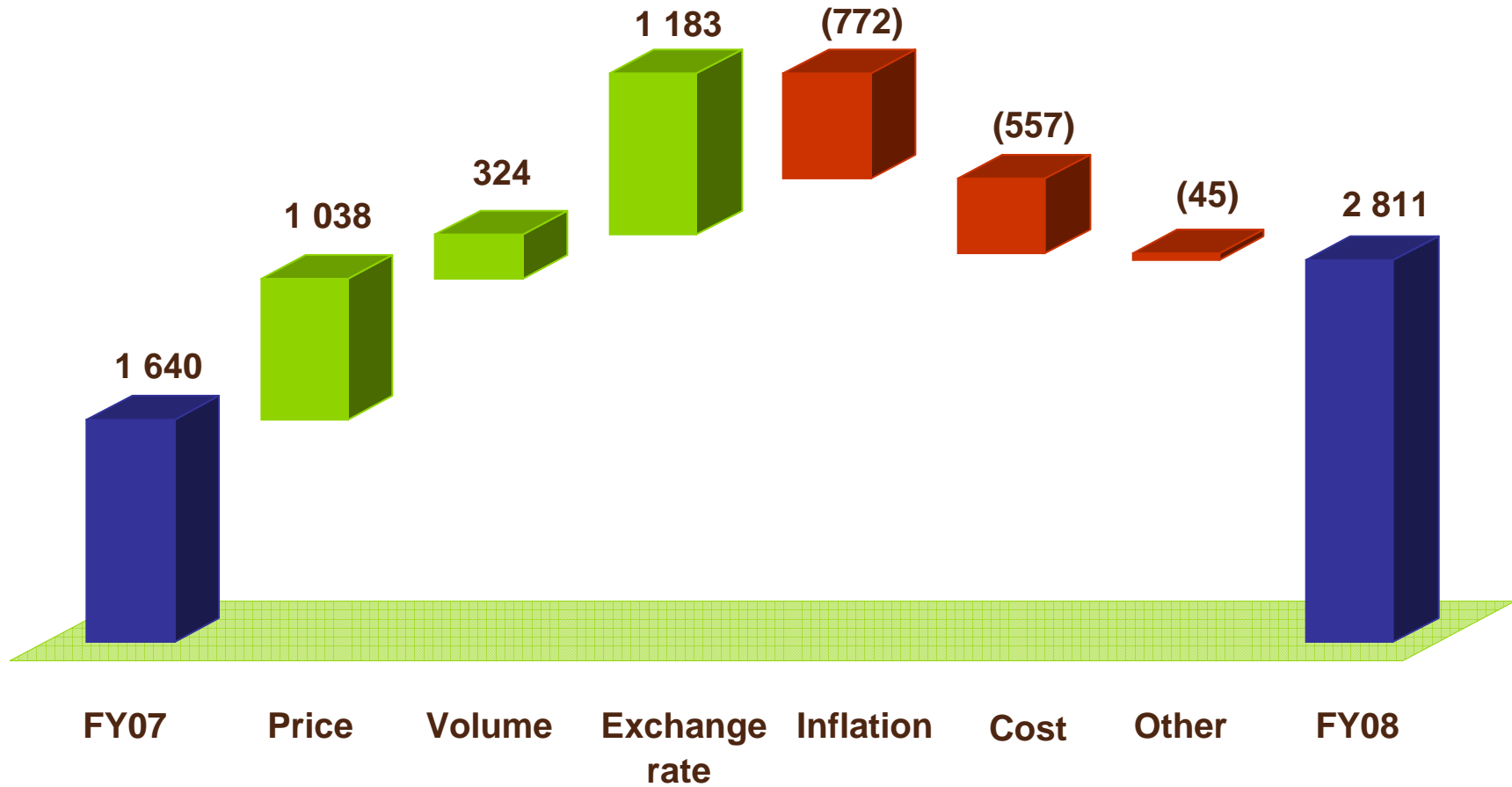
COMPARABLE EBIT AND MARGINS (%)

<i>R million</i>	FY08	(%)	FY07	(%)	% change in EBIT
Coal	2 654	29	885	17	200
- Tied operations	83	3	88	5	(6)
- Commercial operations	2 571	39	797	24	223
Mineral Sands	448	11	99	3	353
- KZN Sands	31	3	(157)		
- Australia Sands	(82)		60	5	
- Namakwa Sands	499	27	196	15	155
Base Metals	(172)		688	25	
- Rosh Pinah	(14)		457	49	
- Zincor	(95)		298	12	
- Other	(63)		(67)		
Other	(119)		(32)		
EBIT	2 811	19	1 640	14	71
Non-cash costs	1 093		919		19
EBITDA	3 904	26	2 559	22	53



COMPARABLE EBIT FY07 vs FY08

R million



COMPARABLE EARNINGS

<i>R million</i>	FY08	FY07	% Change
EBIT	2 811	1 640	71
Net financing costs	(457)	(453)	
Income from investments	2	2	
Post-tax equity income	1 601	683	134
- Sishen Iron Ore Company	1 856	746	149
- Black Mountain	(251)	(45)	(458)
- Chifeng	(4)	(18)	78
Taxation	(546)	(500)	(9)
Profit after taxation	3 411	1 372	149
Minority interest	24	(20)	
Attributable earnings	3 435	1 352	154
Attributable earnings per share (cents)	1 002	396	153

COMPARABLE HEADLINE EARNINGS

R million

Attributable earnings

Adjustments:

- Net impairment of property, plant and equipment (PPE)
- Share of associates' impairment and adjustments
- Gains or losses on disposal of PPE and subsidiaries
- Taxation effect

Headline earnings

Headline earnings per share (cents)

Shares (million)

- In issue
- Weighted average

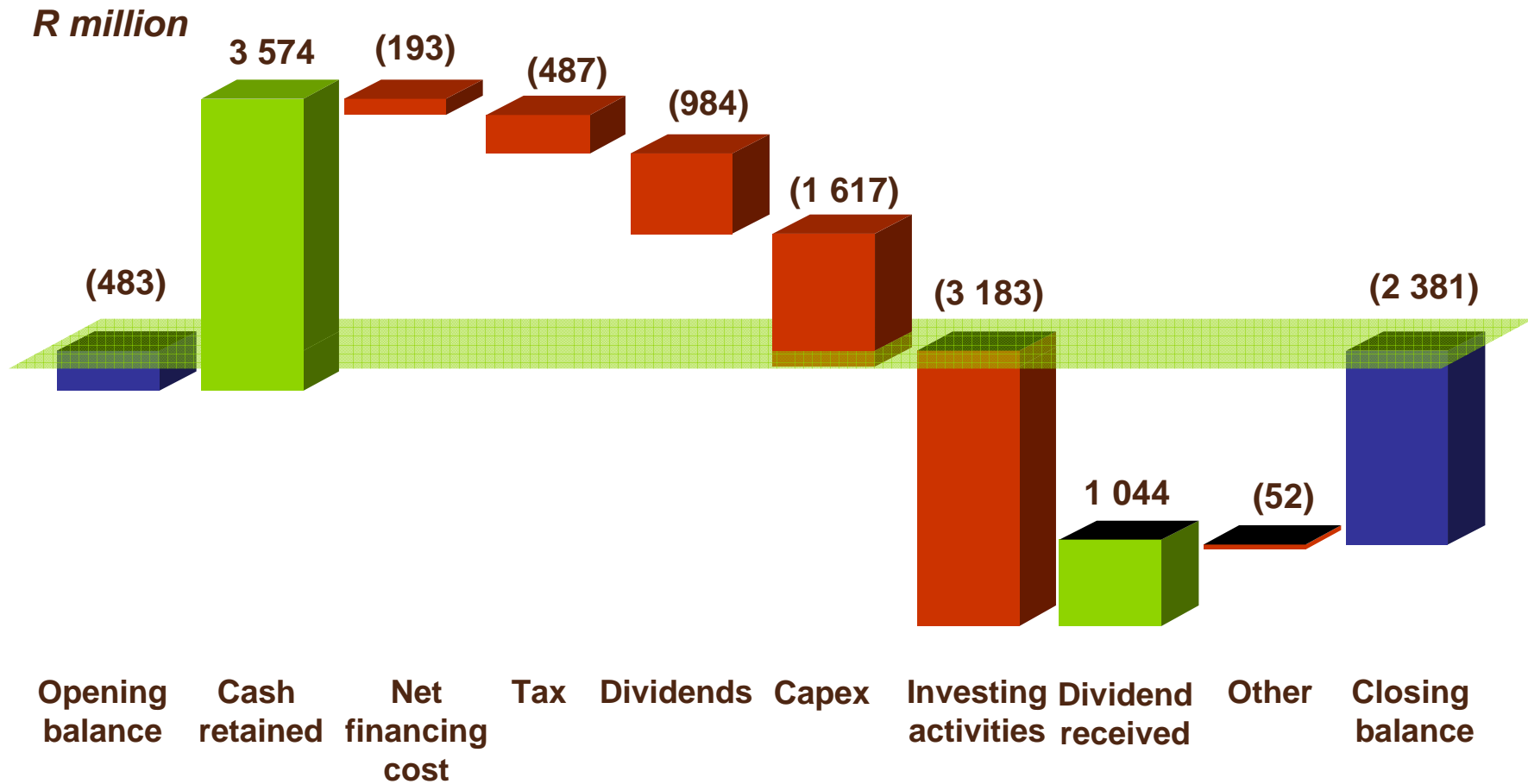
	FY08	FY07
	3 435	1 352
	20	18
	169	(10)
	59	17
	(20)	(3)
	3 663	1 374
	1 068	403
	355	353
	343	341

XX CASH FLOW (Actual as reported)

R million

	FY08	FY07
Cash retained from operations	3 574	2 308
Net financing costs	(193)	(116)
Taxation	(487)	(462)
Dividends	(984)	(223)
Cash available	1 910	1 507
Capital expenditure	(1 617)	(1 296)
Acquisition of investments and operations	(3 157)	(257)
Dividend income from equity investments	1 044	379
Proceeds from sale of non-core assets & investments	29	50
Other	(55)	5
Net cash (outflow)/inflow	(1 846)	388

XX NET DEBT VARIANCE : FY08 (Actual)



DIVIDEND

<i>R million</i>	Total dividend 2008	Final dividend 31 Dec 2008	Interim dividend 30 Jun 2008
Dividend declared (cps)	375	200	175
Dividend declared (Rm)	1 330	710	620
BEE Holdco	699	373	326
Public	460	246	214
Anglo	131	70	61
Exxaro empowerment scheme (MPower)	40	21	19

Dividend cover 2.6 times (attributable earnings)

CAPITAL STRUCTURE

Ratios (Actual):

Net financing cost cover (times) - EBITDA

Return on equity - attributable income (%)

Return on capital employed (%)

FY08

FY07

14

9

30

15

36

24

Debt structure:

R million

Drawn

Available

Repayment profile

Long term

4 150

1 761

500

2009

- Corporate

3 588

1 200

328

2010

- Australia Sands

562

561

419

2011

794

2012

Cash and cash equivalents

(1 769)

2 109

After 2012

Net debt

2 381

4 150

Short - term facilities

1 100



BUSINESS FOCUS AND OUTLOOK

Sipho Nkosi - Chief Executive Officer

BUSINESS FOCUS

- Commitment to zero harm
- Project pipeline and capital expenditure under review
- Focus on committed expansions
 - Medupi
 - Power station currently under construction
 - First coal supply anticipated in 4Q11
 - Full production from 2014
 - Char plant
 - Commissioning of first retort in 1Q09
 - All four retorts commissioned by 3Q09
 - Accessing Diepspruit reserves at NCC
 - Construction on track with production to ramp-up during 2009
 - Kwinana pigment plant
 - Construction underway
 - Commissioning targeted for 1Q10

BUSINESS FOCUS

- Cash flow preservation
- Continuous business improvement
- Coal
 - Major reliable supplier to Eskom
 - Growing steam coal exporter
- Sands
 - Increased production
 - Consolidated marketing strategy
- Zinc
 - Asset management programme and plant efficiency
 - Explore alternative markets
 - Review strategic alternatives

OUTLOOK

- Coal
 - Strong demand for local power station coal
 - Lower coking coal sales at softer prices
 - Steam coal exports should increase but at lower international prices
- Sands
 - Increased production levels at all operations
 - Sustainability of current market demand and stable prices uncertain
- Zinc
 - Depressed market conditions
- Weaker iron ore market outlook
- Overall, consolidated results for 2009:
 - largely driven by impact of global recessionary conditions on demand and prices; and
 - trading levels of the Rand and Australian dollar
- Uncertain market outlook a key factor but longer term fundamentals remain sound



ADDITIONAL SLIDES

NAMAKWA SANDS PRICE ADJUSTMENTS

Cash consideration

Price adjustments

- Working capital

- MSP Project 1 000

- Tax recoupment – paid in Jan ‘09

Rm
2 015
199
448
121
2 783



BLACK MOUNTAIN MINING (PTY) LTD PRICE ADJUSTMENTS

Cash consideration

Working capital adjustment

Gamsberg exploration expenditure

Rm
180
37
4
221



COMPARABLE NET FINANCING COST

R million

	FY08	FY07	% Change
Interest expense and loan costs	499	391	(28)
Finance leases	63	59	(7)
Interest income	(153)	(96)	59
Net interest expense	409	354	(15)
Interest adjustment on non-current provisions	48	99	52
Net financing cost as per income statement	457	453	



COMPARABLE DEPRECIATION AND AMORTISATION

<i>R million</i>	FY08	FY07	% Change
Coal	412	384	7
- Tied operations	42	45	(7)
- Commercial operations	370	339	9
Mineral Sands	488	418	17
- KZN Sands	170	162	5
- Australia Sands	168	134	25
- Namakwa Sands	150	122	23
Base Metals	87	64	36
- Rosh Pinah	45	34	32
- Zincor	42	30	40
Other	31	17	82
Total depreciation and amortisation	1 018	883	15

COMPARABLE EBITDA

<i>R million</i>	FY08	FY07	% Change
Coal	3 084	1 290	139
- Tied operations	126	133	(5)
- Commercial operations	2 958	1 157	156
Mineral Sands	998	528	89
- KZN Sands	253	6	
- Australia Sands	99	205	(52)
- Namakwa Sands	646	317	104
Base Metals	(94)	756	
- Rosh Pinah	32	492	(94)
- Zincor	(52)	329	
- Other	(74)	(65)	(14)
Other	(84)	(14)	
Total EBITDA	3 904	2 560	53



CAPITAL EXPENDITURE

<i>R million</i>	FY09 ⁽²⁾	FY08 ⁽¹⁾	FY07
Sustaining and environmental	805	1 147	569
Expansion	2 222	470	727
-Coal	1 312	337	678
-Mineral Sands	811	104	16
-Base Metals	75	26	21
-Other	24	3	12
Total capex	3 027	1 617	1 296

Major cash flow commitment for investments not included in capex:

- Mafube Coal Joint Venture (50%)	713
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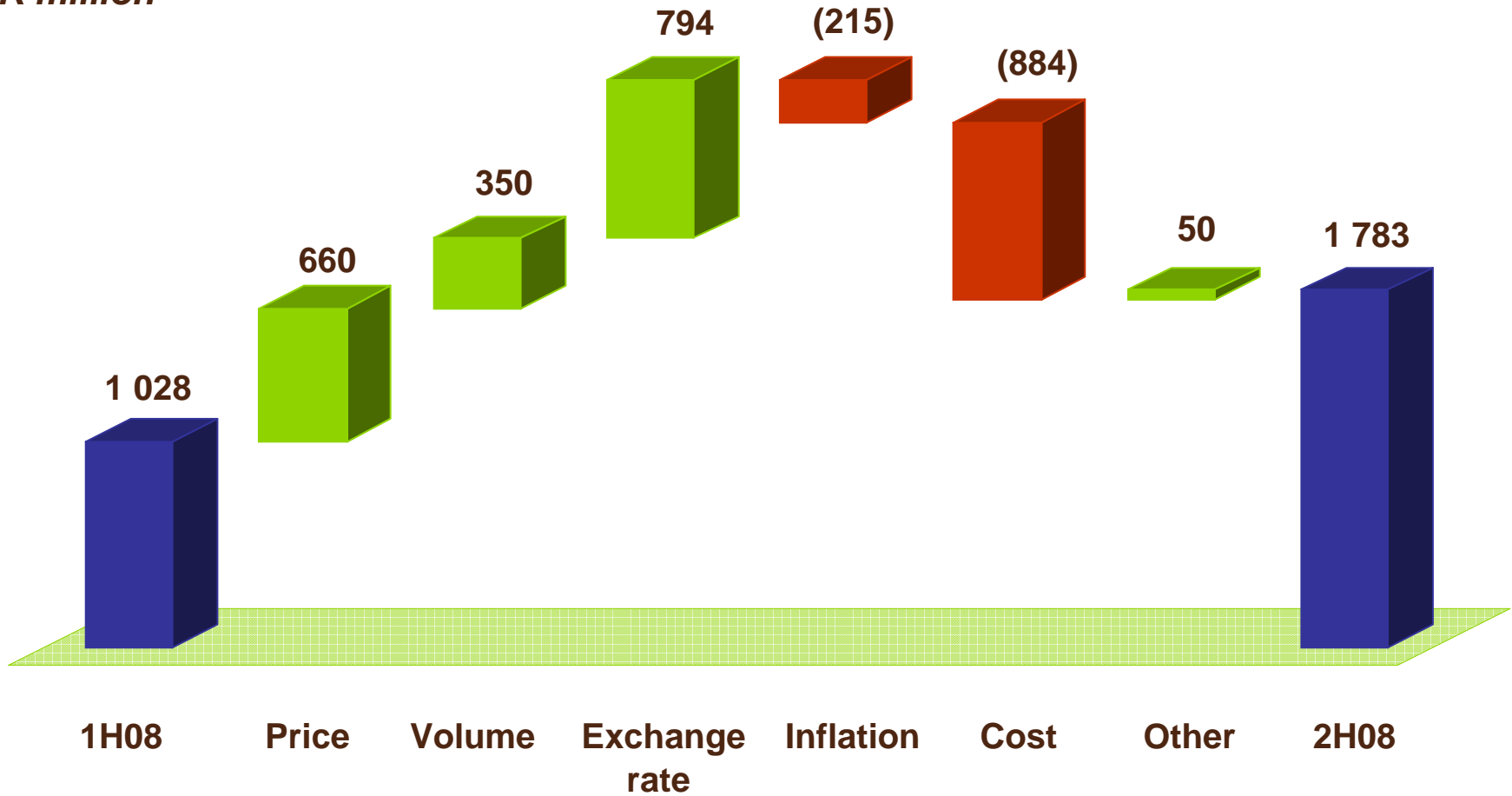
(1) Including Namakwa Sands for 3 months from 1 October 2008

(2) Estimates



COMPARABLE EBIT 1H08 vs 2H08

R million



	As at 31 December 2008
Number of beneficiaries	9 158
	<u>R '000</u>
Share of total dividends paid or declared to date	
– Paid on 10 September 2007	3 186
– Paid on 17 March 2008	5 310
– Paid on 22 September 2008	9 292
– Declared on 23 February 2009	10 619



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

COKING COAL

Production

- Grootegeluk

- Tshikondeni

Sales

- ArcelorMittal

- Export

- Other

	FY08	FY07	FY06	FY05
Production	2 560	2 962	2 496	2 273
- Grootegeluk	2 233	2 499	2 132	1 859
- Tshikondeni	327	463	364	414
Sales	2 524	2 997	2 554	2 277
- ArcelorMittal	2 116	2 307	1 817	1 590
- Export	316	592	660	628
- Other	92	98	77	59



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

POWER STATION COAL

Production

- Grootegeluk

- Leeuwpan

- Matla

- Arnot

- NCC

- NBC

	FY08	FY07	FY06	FY05
	36 700	34 246	34 599	34 164
	14 581	14 510	14 268	14 060
	1 188	956	921	513
	13 230	13 030	13 613	12 470
	4 865	3 702	3 985	4 976
	115	156	331	361
	2 721	1 892	1 481	1 784



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

POWER STATION COAL

Sales

- Grootegeluk

- Leeuwpan

- Matla

- Arnot

- NCC

- NBC

	FY08	FY07	FY06	FY05
	36 255	34 226	34 665	34 508
	14 374	14 587	14 416	14 163
	1 216	965	915	540
	13 189	12 997	13 613	12 427
	4 865	3 702	3 985	4 976
	184	120	255	618
	2 427	1 855	1 481	1 784



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

STEAM COAL

Production

- Grootegeluk

- Leeuwpan

- NCC

- NBC

- Inyanda⁽¹⁾

Sales

- Domestic

- Export

	FY08	FY07	FY06	FY05
Production	5 574	4 111	4 665	5 523
- Grootegeluk	1 387	1 485	1 585	1 551
- Leeuwpan	1 801	1 421	1 504	1 442
- NCC	984	814	1 107	996
- NBC	561	391	469	1 534
- Inyanda ⁽¹⁾	841			
Sales	6 139	4 061	4 772	5 794
- Domestic	3 179	2 832	2 998	4 251
- Export	2 960	1 229	1 774	1 543

(1) Excludes inter-group tonnages



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

MINERAL SANDS

KZN SANDS

Production

	FY08	FY07	FY06	FY05
- Ilmenite	229	367	319	356
- Zircon	34	34	50	47
- Rutile	19	17	25	23
- Pig iron	50	90	75	89
- Scrap iron	16	20	10	8
- Chloride slag	95	150	134	134
- Sulphate slag	18	26	36	30



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

MINERAL SANDS

KZN SANDS

Sales

	FY08	FY07	FY06	FY05
- Ilmenite (external sales)	40	50	50	60
- Zircon	36	27	48	47
- Rutile	14	18	31	18
- Pig iron	64	91	60	79
- Scrap iron	7	8	9	11
- Chloride slag	101	163	104	150
- Sulphate slag	17	29	30	41



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

MINERAL SANDS

NAMAKWA SANDS

Production

	FY08	FY07	FY06	FY05
- Ilmenite	315	300	272	316
- Zircon	130	115	128	129
- Rutile	27	24	28	29
- Pig iron	103	91	83	99
- Scrap iron	6	11	8	
- Chloride slag	135	126	112	130
- Sulphate slag	24	27	23	25



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

MINERAL SANDS

NAMAKWA SANDS

Sales

	FY08	FY07	FY06	FY05
- Zircon	135	115	120	125
- Rutile	27	26	24	30
- Pig iron	82	86	89	90
- Scrap iron	1	1		1
- Chloride slag	145	124	126	126
- Sulphate slag	26	30	37	40



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	FY08	FY07	FY06	FY05
MINERAL SANDS				
AUSTRALIA SANDS⁽¹⁾				
Production				
- Ilmenite	174	216	227	220
- Zircon	29	36	36	35
- Rutile	13	17	18	16
- Synthetic rutile	113	100	98	111
- Leucoxene	16	16	14	12
- Pigment	43	54	54	53

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

COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	FY08	FY07	FY06	FY05
MINERAL SANDS				
AUSTRALIA SANDS⁽¹⁾				
Sales				
- Zircon	35	29	32	36
- Rutile	14	16	18	18
- Synthetic rutile	62	57	27	59
- Leucoxene	17	17	10	14

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



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	FY08	FY07	FY06	FY05
ZINC CONCENTRATE (ROSH PINAH)				
- Production	94	95	104	126
- Sales: inter company	86	97	108	119
LEAD CONCENTRATE (ROSH PINAH)				
- Production	20	22	21	25
- Sales: export	22	19	32	35
ZINC METAL (ZINCOR)				
- Production	87	101	90	102
- Sales	98	99	99	104



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	FY08	FY07	FY06	FY05
ZINC METAL (CHIFENG) ⁽¹⁾				
- Production	23	23	16	15
- Sales	28	23	16	15
ZINC CONCENTRATE (BLACK MOUNTAIN)⁽²⁾				
- Production	15	15	18	17
LEAD CONCENTRATE (BLACK MOUNTAIN)⁽²⁾				
- Production	17	15	18	16

(1) Exxaro's effective interest in Chifeng

(2) Pro formas to include 26% of Black Mountain/Gamsberg from 1 January 2005, for comparable purposes



BASE METAL HEDGING: 01 JULY 2008 - 31 DECEMBER 2011

Year	Tonnes hedged	Average USD price	Average ZAR price
Zinc			
2008	13 500	2 256	17 854
2009	26 400	2 251	18 939
2010	26 400	2 216	19 944
2011	26 700	2 061	19 976
	93 000	2 187	19 365
Lead			
2008	2 750	1 814	14 625
2009	6 675	1 591	13 509
2010	5 175	1 713	15 692
2011	5 500	1 967	19 066
	20 100	1 756	15 744

XX PROJECT DETAILS

	Ownership (100% unless indicated otherwise)	Approval	Scope	Estimated Capex	Status	Estimated start-up
Committed	Char project - Grootegeluk	Aug 2005	160ktpa	R389m	Ramp-up	2Q09
	Diepspruit	Nov 2007	1.3Mtpa	R136m	Construction	2Q09
	Eerstelingsfontein	Oct 2007	1.0Mtpa	R10m	*	2Q09
	Medupi	May 2006	14.6Mtpa	R9bn	Awarded	4Q11
	Kwinana expansion (Australia 100%)	Feb 2008	40ktpa	AUD100m	Construction	1Q10
Under review	Belfast		3Mtpa	R600m	Pre-feasibility	Delayed
	GGWest		16Mtpa	TBD	Pre-Feasibility	2013
	Moranbah South (Australia 50%)		3.5Mtpa	TBD	Pre-feasibility	2012
	Fairbreeze		300ktpa	R780m	Feasibility	2011
	Dongara (Australia 100%)		200ktpa	TBD	Pre-feasibility	2011
	Port Durnford (51%)		550ktpa	TBD	Pre-feasibility	2012
	AlloyStream - Furnace 1		20ktpa	TBD	Pre-feasibility	2010

* Pending regulatory approvals

 **SALIENT DATES**

Last day to trade cum dividend	20 March 2009
Shares trade ex dividend	23 March 2009
Record date	27 March 2009
Payment date	30 March 2009

The logo for Exxaro features the word "exxaro" in a stylized, rounded font. The letters "e", "a", "r", and "o" are dark brown, while the two "x"s are white. Each "x" is composed of two vertical bars that meet at the top, with a small white circle above each bar, resembling two stylized human figures standing side-by-side.

exxaro

POWERING POSSIBILITY