



GROUP INTERIM RESULTS (Reviewed) for the six-month period ended 30 June 2008





INTRODUCTION

SIPHO NKOSI

CHIEF EXECUTIVE OFFICER

 **OVERVIEW**

- Safety commitment to zero harm
- Status of mining rights conversion
- Good increase in coal production
- Coal expansion on track
- Mineral Sands business challenging
- Headline earnings up 54%
- Interim dividend 175 cps



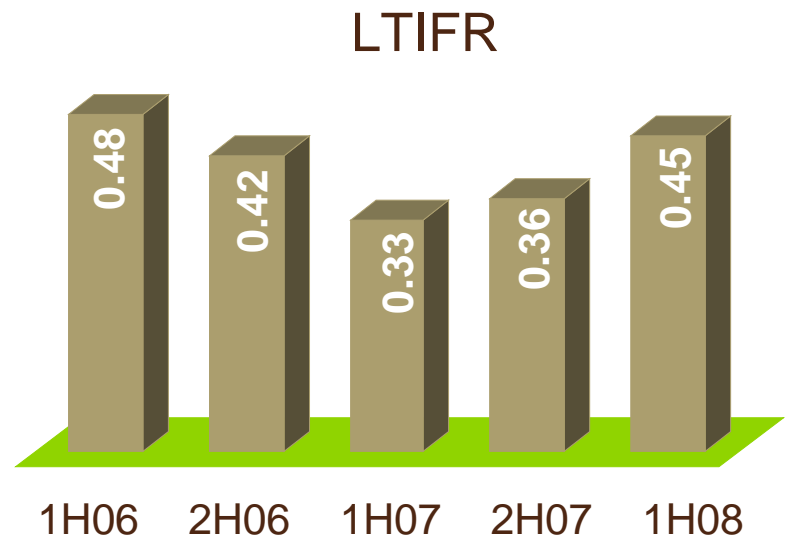
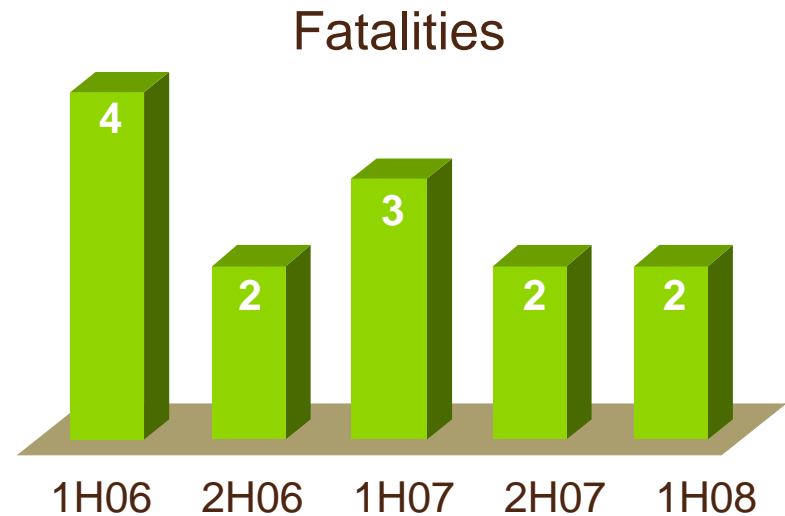
OPERATIONAL REVIEW

MIKE KILBRIDE

CHIEF OPERATING OFFICER

XX SAFETY

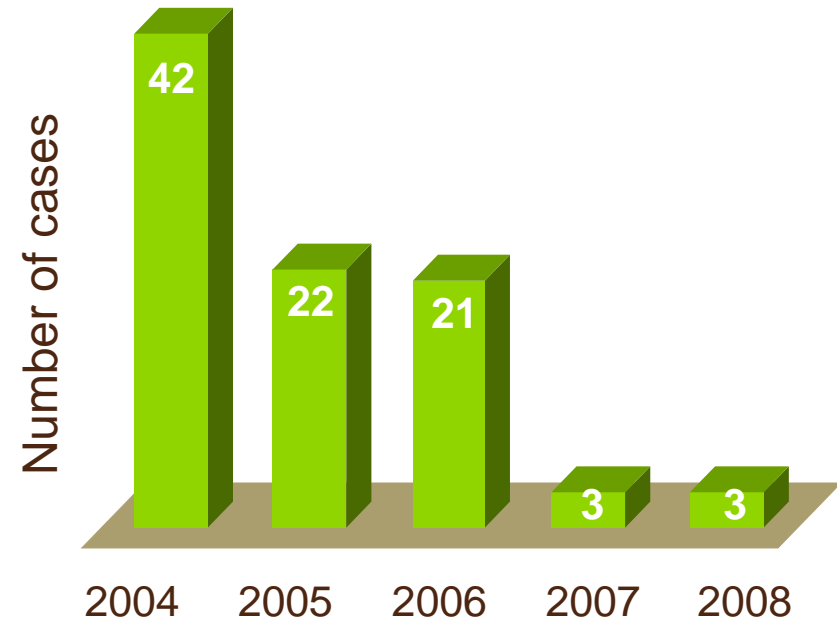
- Regrettably two fatalities
- 2Q08 fatality free
- LTIFR* increased from 0.36 to 0.45
- Seven units have had zero lost time injuries for the year to date
- Management focus areas:
 - improving risk awareness
 - executive SHE audits
 - Visible Felt Leadership
- Nine Presidential audits completed by DME



* Lost time injury frequency rate per 200 000 man hours

- Programmes implemented to reduce employee exposure to noise and dust
- Committed to achieve mining sector targets
- Focus to increase participation in HIV/Aids prevention, detection and treatment programmes

Focus on noise reduction

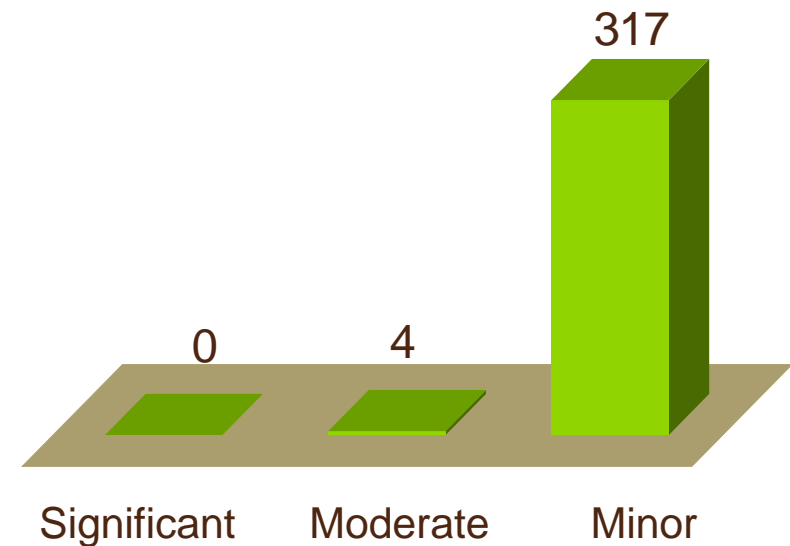




ENVIRONMENT

- Each business unit has plans to mitigate environmental impact
- Exxaro's carbon footprint baseline assessment completed - target setting to follow
- ISO & OHSAS certification:
 - 71% completed
 - 100% target by December 2008
- Integrated SHE audits initiated

Environmental incidents (1H08)

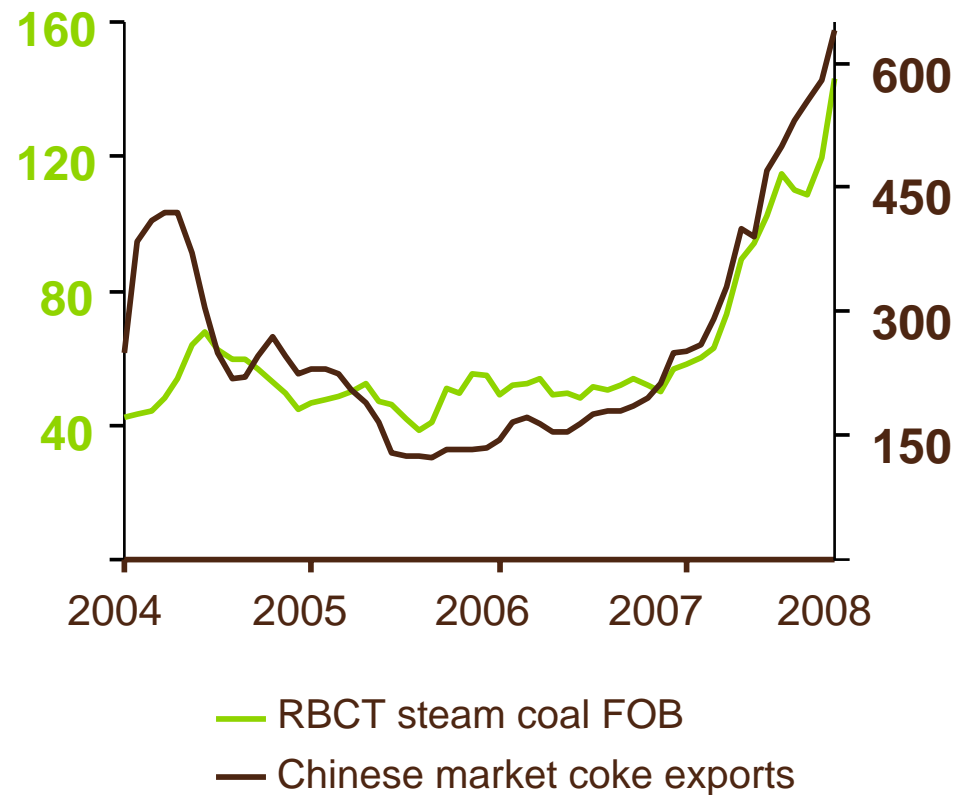


Significant:	Widespread irreversible impact, permanent loss of ecological value
Moderate:	Reversible impact with temporary loss of ecological value
Minor:	Reversible impact within 48 hours with no loss of ecological value

XX COAL MARKETS

- Very strong domestic and international demand
- Steam coal prices are at record highs
- Coke prices showed significant upward movement
- Hard coking coal prices have more than doubled

Steam coal and coke prices* (USD/t)

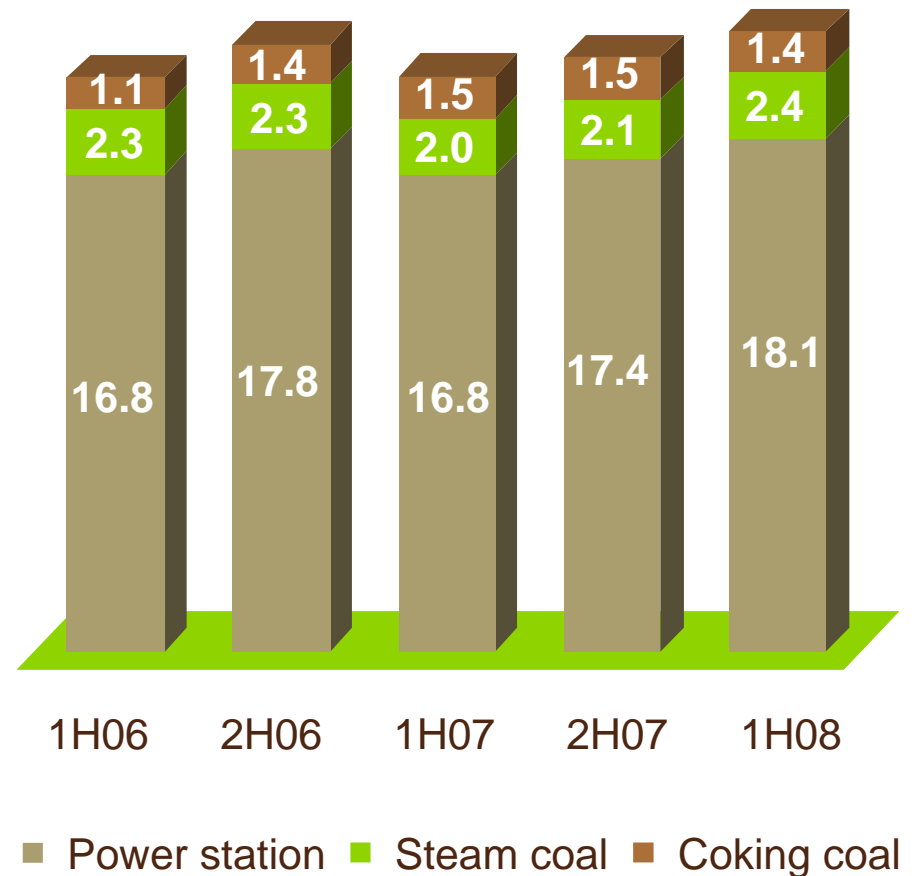


* Sources: SA Coal Report, CRU

XX COAL OPERATIONS

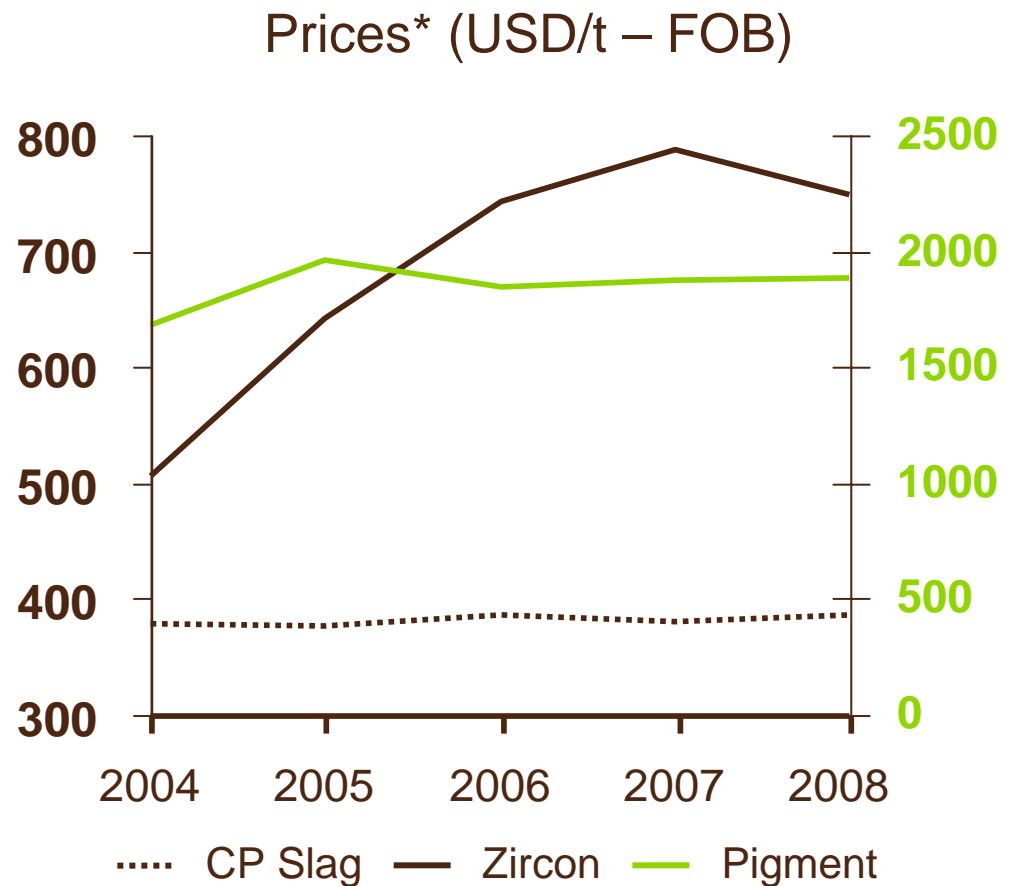
- Total production at 21.9Mt
 - excellent results in 2Q08
 - 1.3Mt additional sales to Eskom
- Record output at Grootegeluk and Leeuwpan
- Power station coal at 18.1Mt
 - improved performance at Matla and Arnot
- Increased production at North Block Complex and Inyanda

Production volumes (Mt)



MINERAL SANDS MARKETS

- Increased demand:
 - mainly from Asia-Pacific and China
 - for pigment from developing countries
 - for feedstocks from titanium sponge and welding rod industries
 - for LMPI
- Improved pricing outlook



* Source: TZMI



MINERAL SANDS OPERATIONS

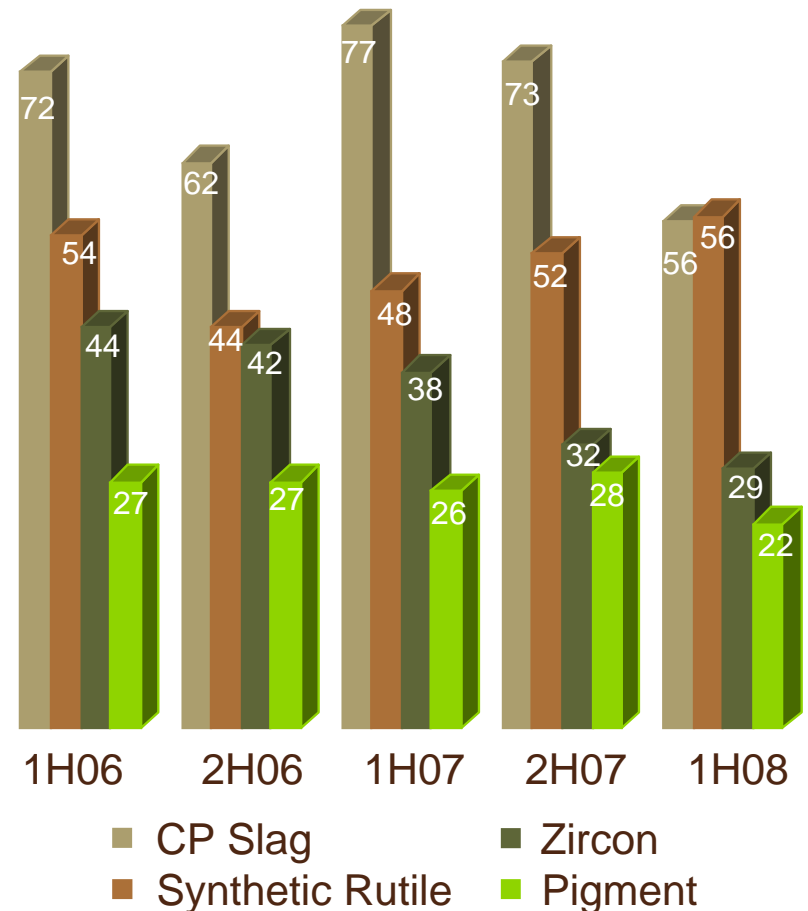
Australia Sands

- Improved synthetic rutile plant performance
- Pigment production lower due to rebuild of four chlorinators
- Power supply affected by gas outages
- Zircon and rutile impacted by lower in-situ grades

KZN Sands

- CP Slag affected by Furnace 2 outage
- Zircon and rutile impacted by declining mineral grades

Attributable production (kt)





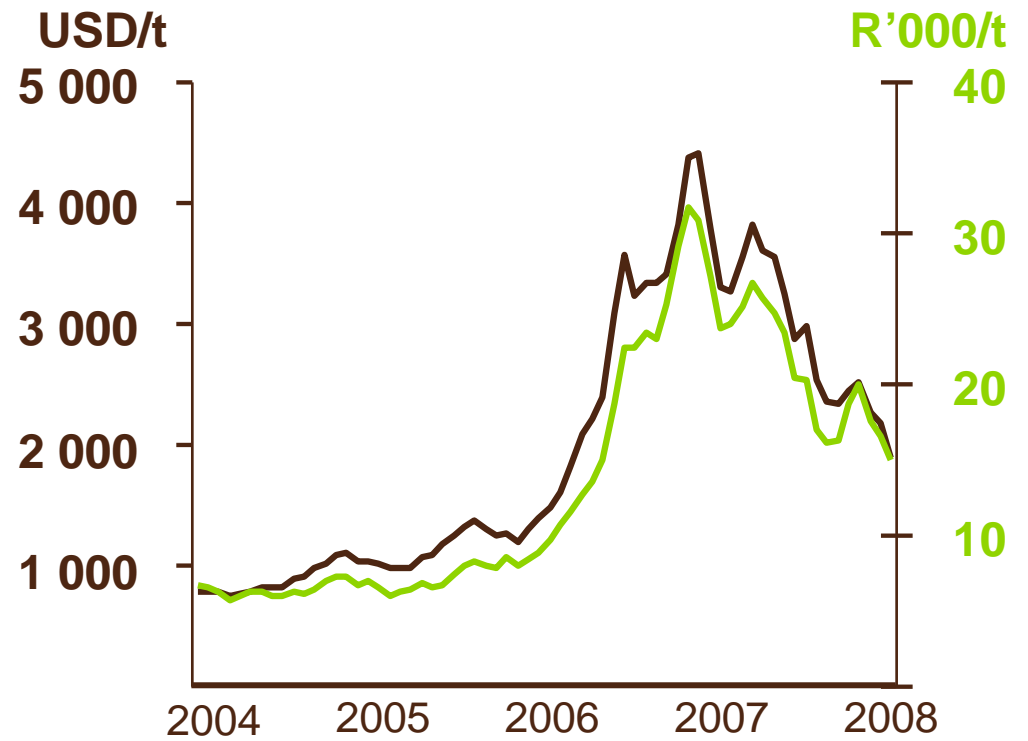
KZN SANDS FURNACE PERFORMANCE

- Furnace 1 performance:
 - Operation has been stable
 - Current output 93% of cold-design capacity of 110ktpa
 - Initiatives to further improve performance
 - Significant improvement on centre piece life
- Furnace 2 rebuild:
 - To be completed by year end
 - First tap expected in January 2009
 - Insurance claim in process
- Feasibility study of furnace hearth technology to be completed by year-end

XX ZINC MARKETS

- Realised zinc price declined by 36%
- Oversupply expected with further downward pressure on prices
- Strong local demand for zinc metal
- Treatment charges at a strong level due to global concentrate surplus

Zinc metal price

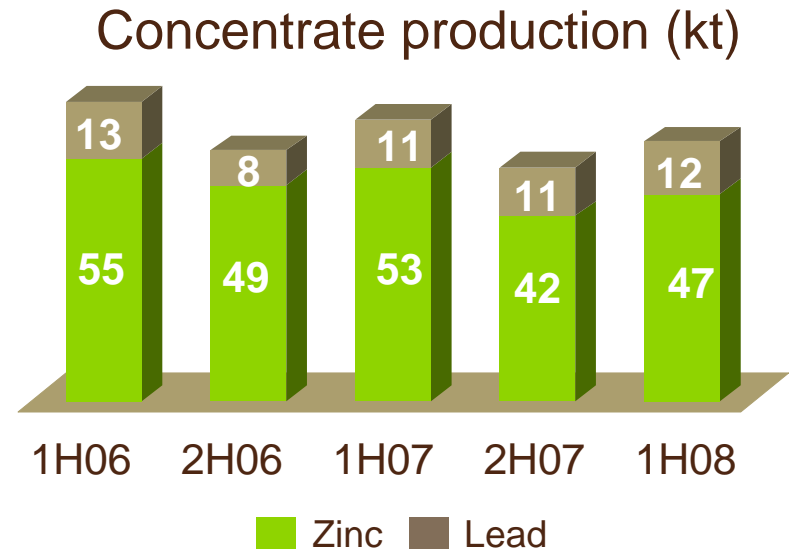




BASE METALS OPERATING RESULTS

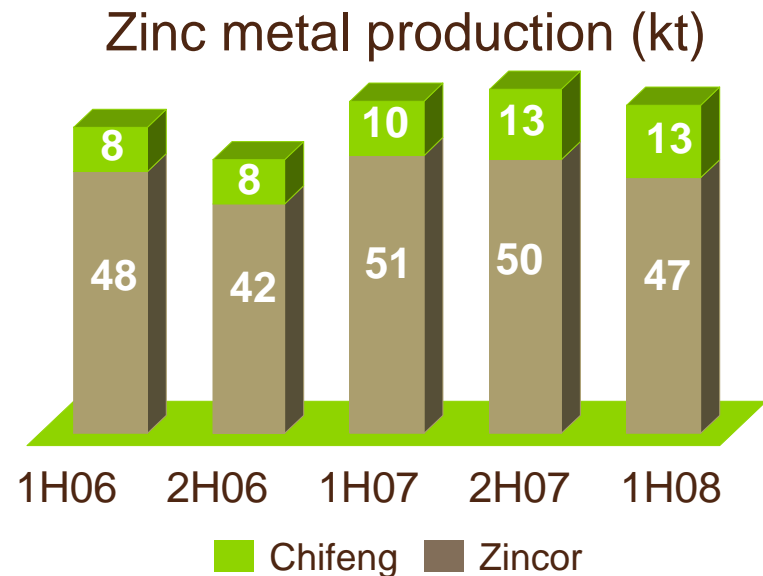
Zinc concentrate (kt)

- Volumes down at Rosh Pinah due to plant breakdowns
- Focus on asset management programme



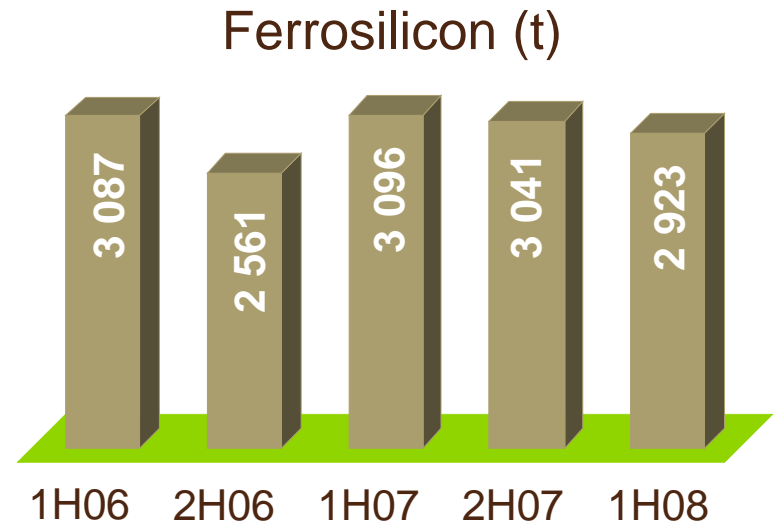
Zinc metal (kt)

- Production lower at Zincor due to acid plant and load shedding
- Planned maintenance shut 2H08
- Chifeng Phase 3 expansion fully ramped-up



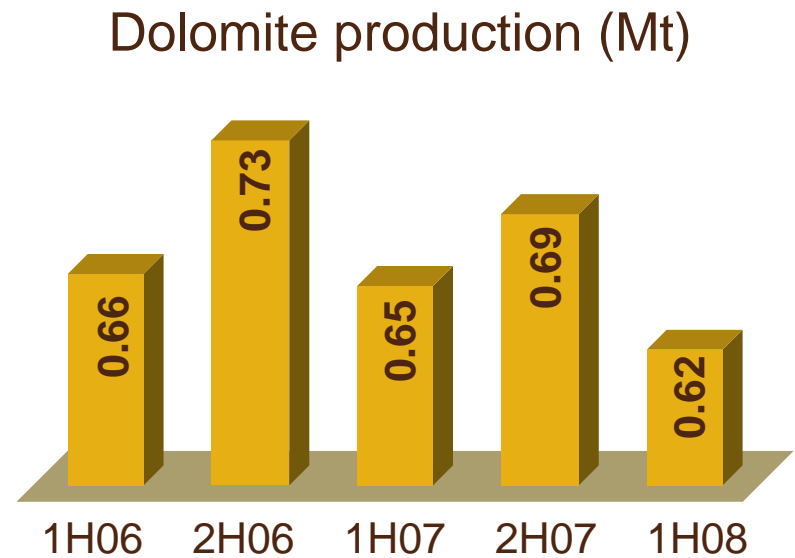
Ferrosilicon (t)

- Stable production
- High off-take from iron ore industry



Dolomite production (Mt)

- Lower demand from steel sector
- Crusher breakdowns impacted on performance





FINANCIAL REVIEW

DIRK VAN STADEN

CHIEF FINANCIAL OFFICER



FINANCIAL OVERVIEW

<i>R million</i>	1H08	1H07	% Change	FY07
Revenue	5 782	4 852	19	10 157
Operating expenses	(4 976)	(3 961)	26	(8 713)
EBIT	806	891	(10)	1 444
Operating margin (%)	14	18		14
Post-tax equity accounted income	753	401	88	728
Effective tax rate (%) ⁽¹⁾	15	28		26
Cash retained from operations	1 523	1 199	27	2 308
Capital expenditure incurred	(465)	(396)	17	(1 296)

(1) Including post-tax equity accounted income

XX REVENUE

R million

Coal

- Tied operations
- Commercial operations

Mineral Sands

- KZN Sands
- Australia Sands

Base Metals

- Rosh Pinah
- Zincor
- Inter-segmental

Other

Total

Realised ZAR/USD rate

Realised USD/AUD rate

	1H08	1H07	FY07
Coal	3 597	2 319	5 087
– Tied operations	1 106	838	1 768
– Commercial operations	2 491	1 481	3 319
Mineral Sands	1 035	1 040	2 172
– KZN Sands	460	480	984
– Australia Sands	575	560	1 188
Base Metals	1 063	1 416	2 732
– Rosh Pinah	244	577	941
– Zincor	1 032	1 358	2 558
– Inter-segmental	(213)	(519)	(767)
Other	87	77	166
Total	5 782	4 852	10 157
Realised ZAR/USD rate	7.54	7.33	7.26
Realised USD/AUD rate	0.93	0.81	0.83

Coal revenue up 55%

EBIT AND MARGINS (%)

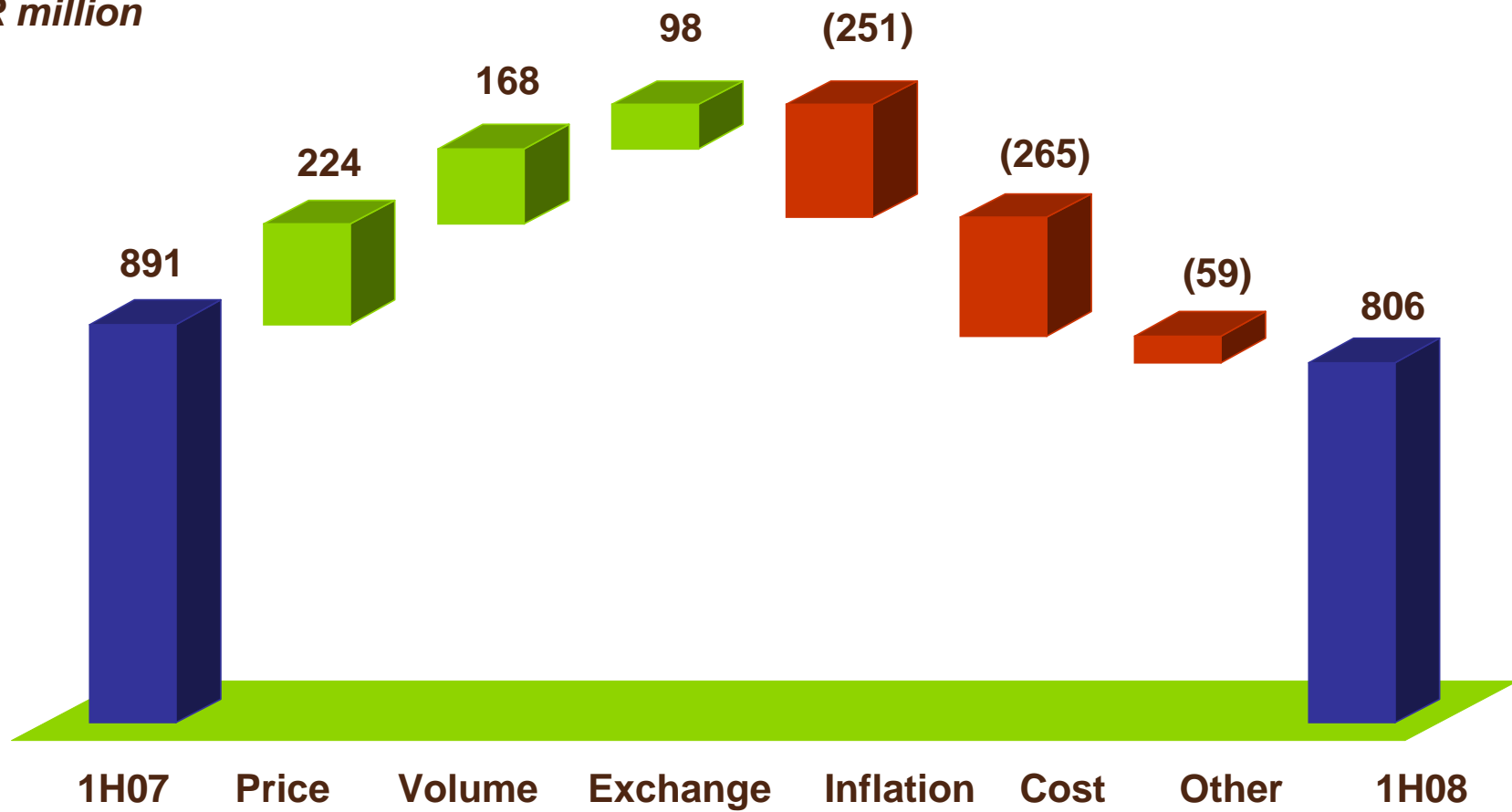
<i>R million</i>	1H08	(%)	1H07	(%)	FY07
Coal	935	26	393	17	885
– Tied operations	72	7	50	6	88
– Commercial operations	863	35	343	23	797
Mineral Sands	(166)		8	1	(97)
– KZN Sands	(27)		(28)		(157)
– Australia Sands	(139)		36	6	60
Base Metals	89	8	502	35	688
– Rosh Pinah	57	23	330	57	457
– Zincor	69	7	192	14	298
– Other	(37)		(20)		(67)
Other	(52)		(12)		(32)
Total EBIT	806	14	891	18	1 444
Total EBITDA	1 286	22	1 261	26	2 242

Coal commercial margin 35%



NET OPERATING PROFIT: 1H07 vs 1H08

R million



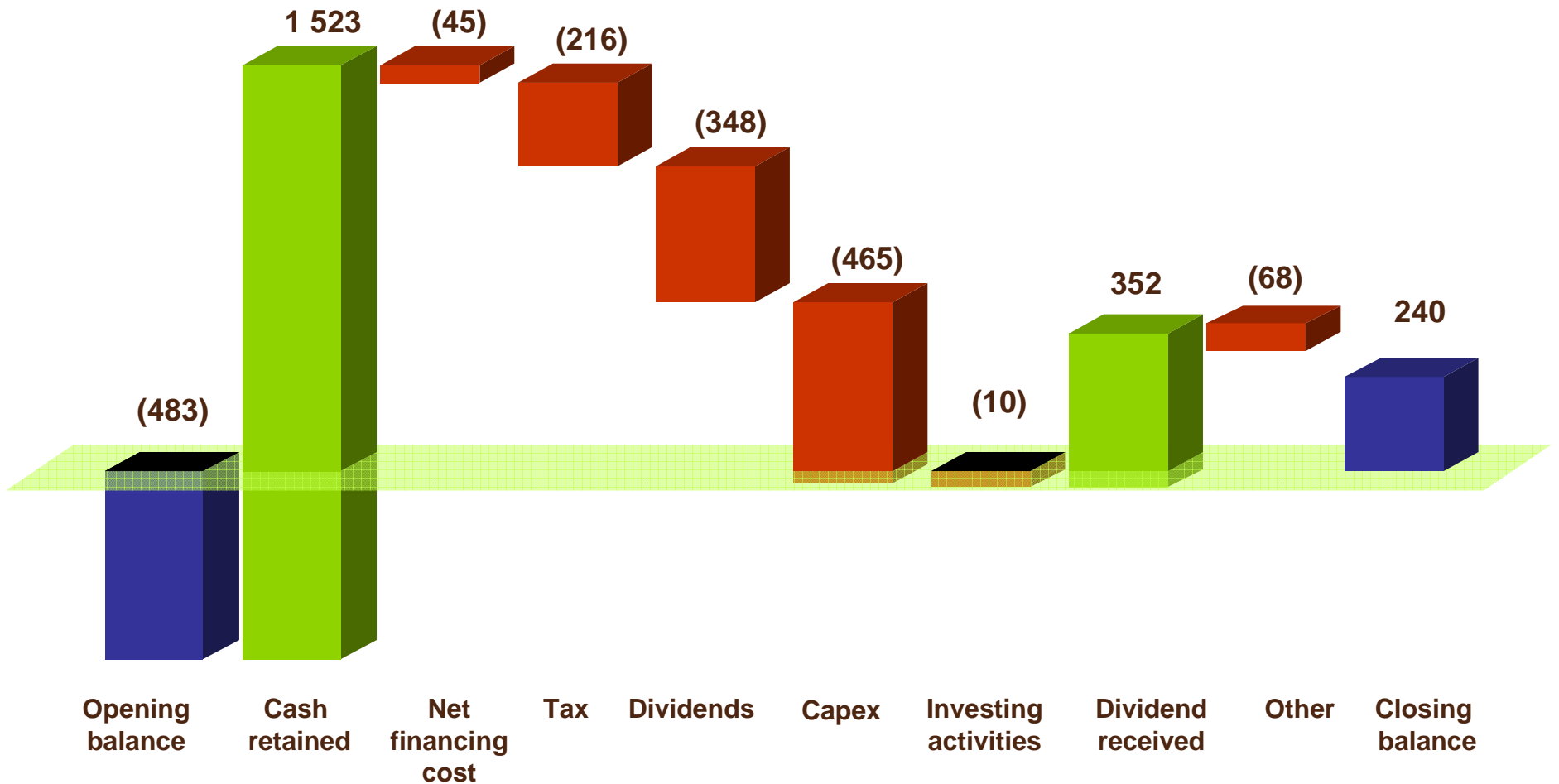
EARNINGS

<i>R million</i>	1H08	1H07	% Change	FY07
EBIT	806	891	(10)	1 444
Net financing cost	(87)	(109)	20	(215)
Income from investments	-	-		2
Post-tax equity accounted income	753	401	88	728
Taxation	(226)	(330)	32	(512)
Profit after taxation	1 246	853	46	1 447
Minority interest	(2)	(14)		(20)
Attributable earnings	1 244	839	48	1 427
Attributable earnings per share (cents)	363	246	48	418
Headline earnings	1 292	839	54	1 448
Headline earnings per share (cents)	377	246	53	425
Dividend per share (cents)	175	60		160
Dividend cover (times attributable earnings)	2.0	4.0		2.5



NET DEBT VARIANCE: 1H08

R million



DIVIDEND – CASH FLOWS

	Interim dividend 1H08	Interim dividend 1H07	Total dividend FY07
Headline earnings per share (cents)	377	246	425
Dividend declared (cents per share)	175	60	160
Dividend cover (times attributable earnings)	2.0	4.0	2.5
Dividend declared (Rm)	620	211	564
– BEE Holdco	326	112	297
– Anglo	61	21	58
– Public	214	72	192
– Employee share participation scheme (MPower)	19	6	17

CAPITAL STRUCTURE

Ratios for 6-month periods:

Net financing cost cover (times) - EBITDA
 Return on equity - attributable income (%)
 Return on capital employed (%)

1H08	1H07
15	12
12	10
16	15

R million

	Drawn	Undrawn	Maturity profile	
Long term	1 424	3 925	141	2008
– Corporate	947	3 450	32	2009
– Australia Sands	477	475	45	2010
Short term	-		346	2011
Total debt	1 424		860	After 2011
Cash and cash equivalents	1 664		1 424	
Net cash	240			

Healthy financial metrics



GROWTH AND OUTLOOK

SIPHONKOSI

CHIEF EXECUTIVE OFFICER



EXXARO'S 2008 HIGH LEVEL STRATEGIC FOCUS

Short term:
consolidate

- operational excellence
- optimise cash flow
- implement new organisational structure

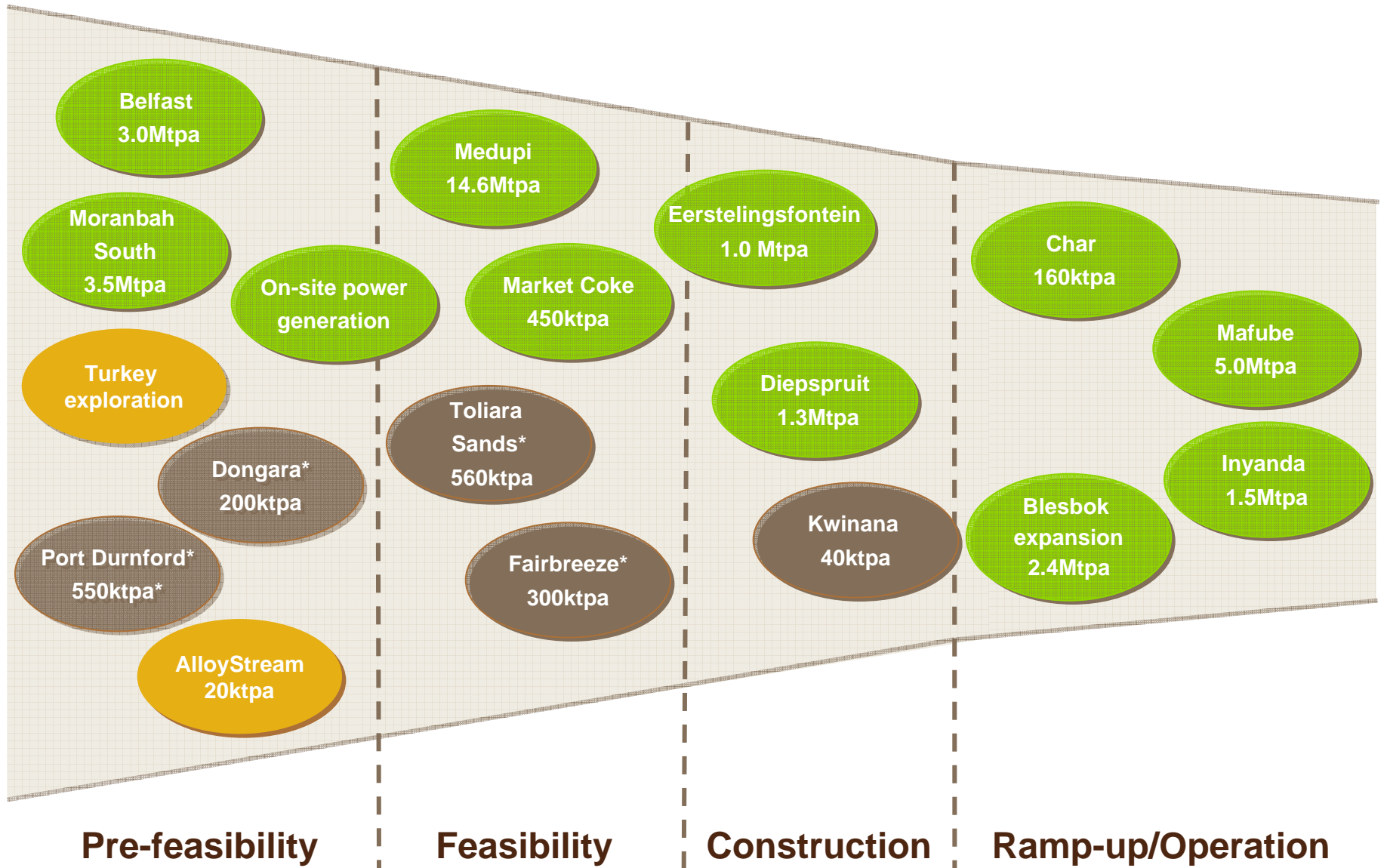
Medium term:
optimise

- deliver on growth aspirations
- enter high yielding commodities
- develop current project pipeline

Longer term:
innovate

- build capacity
- innovative growth
- top quartile performer
- leading company in mining sector

XX GROWTH PROJECTS



* Replacements

■ Coal
 ■ Mineral Sands
 ■ Base Metals

OUTLOOK

- Coal
 - higher volumes
 - strong prices
 - improved results in 2H08 expected
- Sands
 - adverse impact of KZN Furnace 2 rebuild
 - expected positive contribution from Namakwa
 - negative effect of strong AUD
- Lower prices will affect zinc results
- Challenging cost environment
- Favourable coal and iron ore market conditions expected to result in significantly improved earnings
- Strengthening Rand will impact on earnings

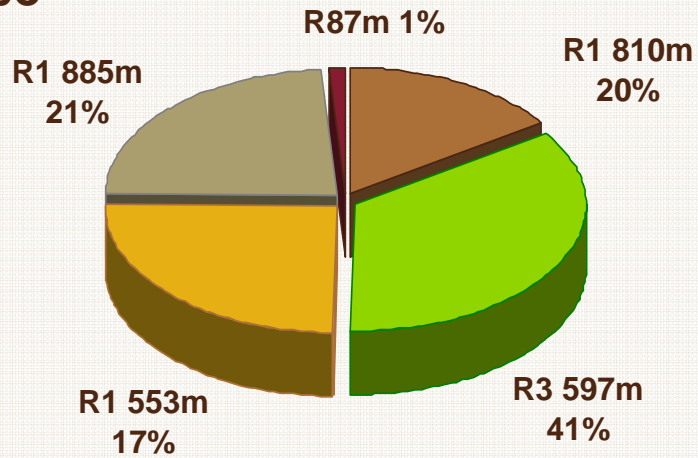


ADDITIONAL SLIDES

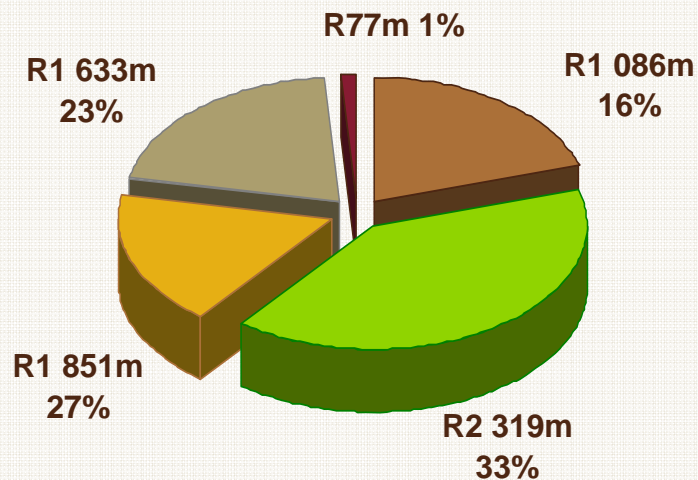


PRO FORMA REVENUE CONTRIBUTION*

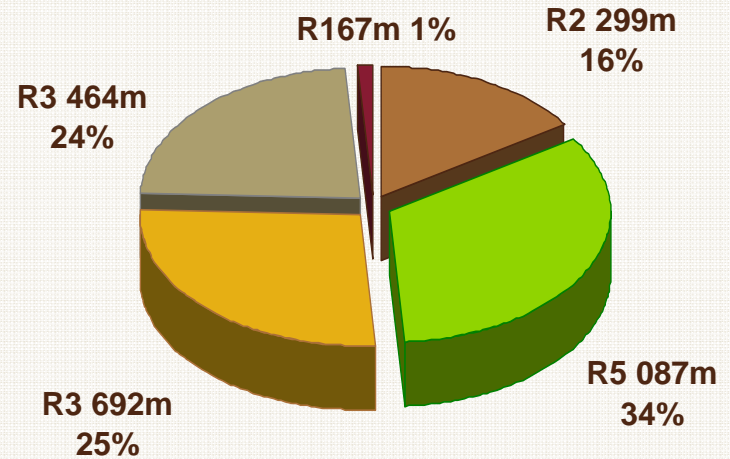
1H08



1H07



FY07



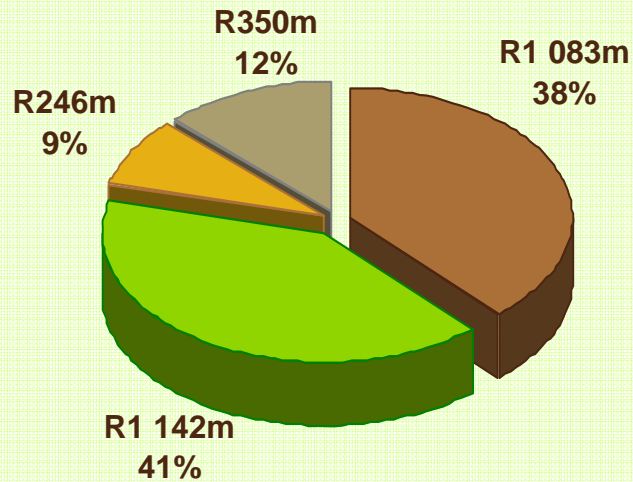
- Iron Ore
- Coal
- Base Metals
- Mineral Sands
- Other

* Includes Namakwa Sands, 26% of Black Mountain/Gamsberg, 20% of Sishen Iron Ore Company and the effective interest in Chifeng
Not comparable with revenue as per generally accepted accounting practice

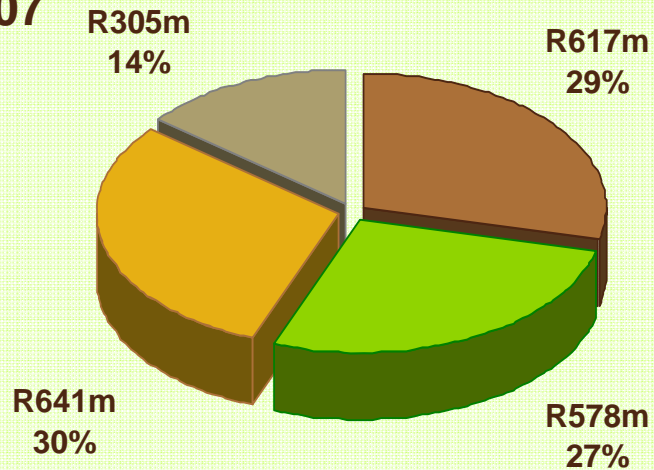


PRO FORMA EBITDA CONTRIBUTION*

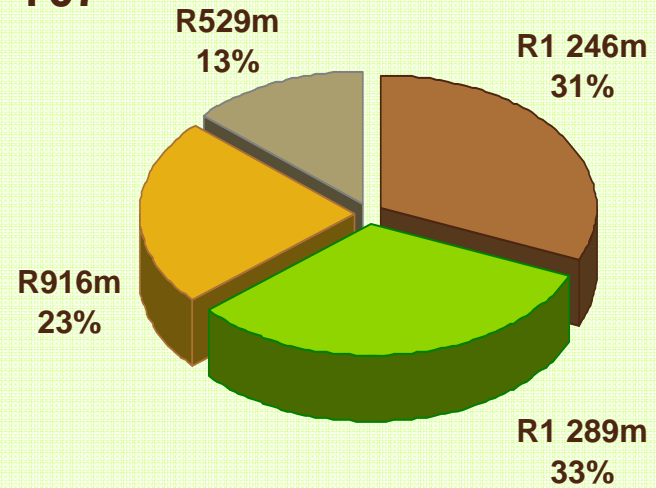
1H08



1H07



FY07



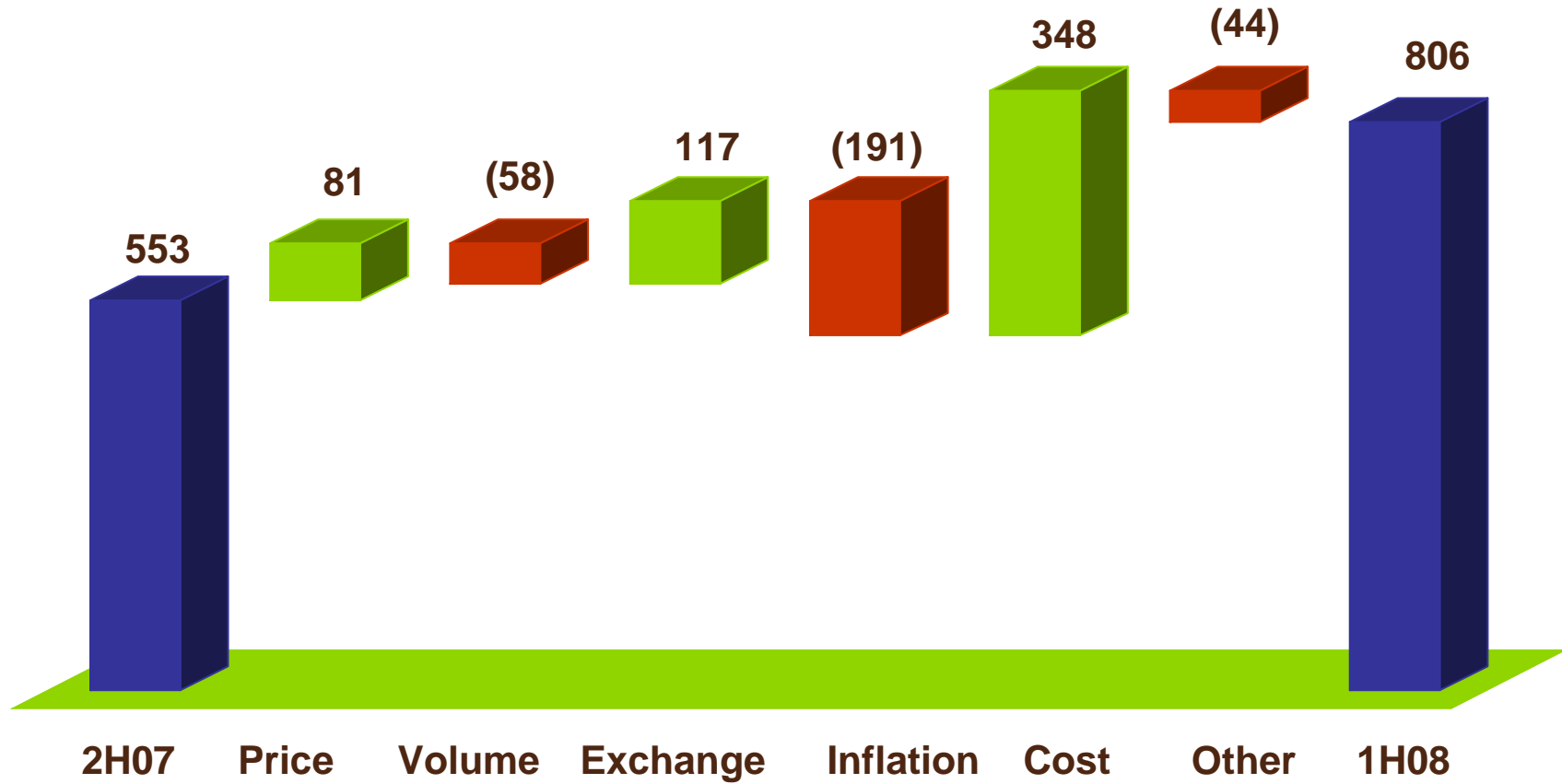
- Iron Ore
- Coal
- Base Metals
- Mineral Sands

* Includes Namakwa Sands, 26% of Black Mountain/Gamsberg, 20% of Sishen Iron Ore Company and the effective interest in Chifeng
Not comparable with revenue as per generally accepted accounting practice



NET OPERATING PROFIT: 2H07 vs 1H08

R million



HEADLINE EARNINGS

R million

Attributable earnings

Adjustments:

- Impairment of Property, Plant and Equipment (PPE)
- Gains or losses on disposal of PPE
- Share of associate's gains on disposal of PPE
- Share of associate's recycling of re-measurements from equity to the income statement
- Reversal of impairment of PPE
- Reversal of impairment of assets
- Taxation effect of adjustments

Headline earnings

Headline earnings per share (cents)

Weighted average number of shares in issue (million)

	1H08	1H07	FY07
Attributable earnings	1 244	839	1 427
Adjustments:			
– Impairment of Property, Plant and Equipment (PPE)	7	6	23
– Gains or losses on disposal of PPE	58	2	17
– Share of associate's gains on disposal of PPE	-	(1)	(3)
– Share of associate's recycling of re-measurements from equity to the income statement	-	-	(7)
– Reversal of impairment of PPE	(1)	-	-
– Reversal of impairment of assets	-	(6)	(6)
– Taxation effect of adjustments	(16)	(1)	(3)
Headline earnings	1 292	839	1 448
Headline earnings per share (cents)	377	246	425
Weighted average number of shares in issue (million)	343	341	341



DEPRECIATION AND AMORTISATION PER SEGMENT

R million

Coal

– Tied operations

– Commercial operations

Mineral Sands

– KZN Sands

– Australia Sands

Base Metals

– Rosh Pinah

– Zincor

Other

Total

1H08	1H07	FY07
198	184	384
22	24	46
176	160	338
168	142	296
86	78	162
82	64	134
40	33	66
22	16	35
18	17	31
10	9	17
416	368	763



CAPITAL EXPENDITURE AND COMMITMENTS

Capex:

R million

Sustaining and environmental

Expansion

– Coal

– Mineral Sands

– Base Metals

– Other

Total capex

	ESTIMATE*		ACTUAL		
	FY09	2H08	1H08	2H07	1H07
Sustaining and environmental	860	609	244	363	206
Expansion	4 294	884	221	537	190
– Coal	2 600	532	205	499	180
– Mineral Sands	1 310	321	1	11	5
– Base Metals	372	17	14	17	4
– Other	12	14	1	10	1
Total capex	5 154	1 493	465	900	396

Major cash flow commitments for investments not included in capex:

– Namakwa Sands acquisition**	2 173
– Mafube Coal Joint Venture (50%)	680
– Black Mountain/Gamsberg (26% interest)	180
– Igoda Coal Joint Venture net outflow	85

* Excludes capital expenditure of Namakwa Sands

** Subject to disclosed price adjustments for acquisition of Namakwa Sands



R million

Coal

– Tied operations

– Commercial operations

Mineral Sands

– KZN Sands

– Australia Sands

Base Metals

– Rosh Pinah

– Zincor

– Other

Other

Total EBITDA

	1H08	1H07	FY07
	1 142	578	1 290
	94	73	133
	1 048	505	1 157
	56	150	238
	59	(6)	(48)
	(3)	156	286
	130	536	756
	79	346	492
	86	210	329
	(35)	(20)	(65)
	(42)	(3)	(42)
	1 286	1 261	2 242

CASH FLOW

R million

Cash retained from operations

Net financing costs

Taxation

Dividends

Cash available

Fixed assets

Investments acquired

Dividend income from equity investments

Proceeds from sale of non-core assets & investments

Other

Net cash inflow

	1H08	1H07	FY07
	1 523	1 199	2 308
	(45)	(64)	(116)
	(216)	(309)	(462)
	(348)	(4)	(223)
	914	822	1 507
	(465)	(396)	(1 296)
	(99)	(192)	(257)
	352	71	379
	3	10	50
	86	(5)	5
	791	310	388

NET FINANCING COST

R million

Interest expense and loan costs

Finance leases

Interest income

Net interest expense

Interest adjustment on non-current provisions

Net financing cost as per income statement

	1H08	1H07	FY07
Interest expense and loan costs	67	78	153
Finance leases	31	30	59
Interest income	(54)	(44)	(96)
Net interest expense	44	64	116
Interest adjustment on non-current provisions	43	45	99
Net financing cost as per income statement	87	109	215

	As at 30 June 2008
Number of beneficiaries	8 015
	<u>R '000</u>
Share of total dividends paid or declared to date	17 788
– Paid on 10 September 2007	3 186
– Paid on 17 March 2008	5 310
– Declared on 13 August 2008	9 292

Substantial value accretion since inception



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

COKING COAL

Production

– Grootegeluk

– Tshikondeni

Sales

– ArcelorMittal

– Export

– Other

1H08	1H07	1H06	1H05	FY07	FY06	FY05
1 370	1 479	1 109	1 174	2 962	2 496	2 273
1 199	1 237	929	969	2 499	2 132	1 859
171	242	180	205	463	364	414
1 405	1 423	1 096	1 162	2 997	2 554	2 277
1 131	1 113	814	754	2 307	1 817	1 590
228	262	246	381	592	660	628
46	48	36	27	98	77	59



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
POWER STATION COAL							
Production	18 118	16 830	16 849	16 751	34 246	34 599	34 164
– Grootegeluk	7 435	7 128	7 108	7 137	14 510	14 268	14 060
– Leeuwanpan	584	417	442	194	956	921	513
– Matla	6 846	6 547	6 759	5 748	13 030	13 613	12 470
– Arnot	2 116	1 805	1 879	2 550	3 702	3 985	4 976
– NCC	45	92	211	268	156	331	361
– NBC	1 092	841	450	854	1 892	1 481	1 784



COMPARABLE PHYSICAL INFORMATION

'000 tonnes

POWER STATION COAL

Sales

– Grootegeluk

– Leeuwpan

– Matla

– Arnot

– NCC

– NBC

1H08	1H07	1H06	1H05	FY07	FY06	FY05
17 880	16 604	16 554	16 924	34 226	34 665	34 508
7 248	6 904	7 007	7 214	14 587	14 416	14 163
608	447	450	222	965	915	540
6 826	6 532	6 744	5 716	12 997	13 613	12 427
2 116	1 805	1 879	2 550	3 702	3 985	4 976
35	48	86	368	120	255	618
1 047	868	388	854	1 855	1 481	1 784



COMPARABLE PHYSICAL INFORMATION

<i>'000 tons</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
STEAM COAL							
Production	2 427	2 016	2 339	2 767	4 111	4 665	5 523
– Grootegeluk	762	766	804	765	1 485	1 585	1 551
– Leeuwpan	778	680	672	676	1 421	1 504	1 442
– NCC	539	324	537	559	814	1 107	996
– NBC	223	246	326	767	391	469	1 534
– Inyanda	125	-	-	-	-	-	-
Sales	2 484	1 961	2 445	2 865	4 061	4 772	5 794
– Domestic	1 428	1 411	1 599	2 163	2 832	2 998	4 251
– Export	1 056	550	846	702	1 229	1 774	1 543



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
ZINC CONCENTRATE (ROSH PINAH)							
– Production	47	53	55	64	95	104	126
– Sales: inter company	45	55	61	60	97	108	119
LEAD CONCENTRATE (ROSH PINAH)							
– Production	12	11	13	13	22	21	25
– Sales: export	7	7	12	11	19	32	35
ZINC METAL (ZINCOR)							
– Production	47	51	48	53	101	90	102
– Sales	53	48	52	53	99	99	104

COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
ZINC METAL (CHIFENG*)							
– Production	13	10	8	7	23	16	15
– Sales	12	9	8	7	23	16	15
ZINC CONCENTRATE (BLACK MOUNTAIN**)							
– Production	4	8	8	9	7	18	17
LEAD CONCENTRATE (BLACK MOUNTAIN**)							
– Production	6	8	8	7	11	18	16

* Exxaro's effective interest in Chifeng

** Pro formas to include 26% of Black Mountain/Gamsberg



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
MINERAL SANDS							
KZN SANDS							
Production							
– Ilmenite	133	187	160	153	367	319	356
– Zircon	16	19	26	24	34	50	47
– Rutile	7	9	12	12	17	25	23
– Pig Iron (LMPI)	29	48	41	37	90	75	89
– Scrap Iron	8	9	5	5	20	10	8
– Chloride slag	56	77	72	56	150	134	134
– Sulphate slag	10	14	18	12	26	36	30



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
MINERAL SANDS							
KZN SANDS							
Sales							
– Ilmenite (external sales)	20	30	30	30	50	50	60
– Zircon	22	14	23	26	27	48	47
– Rutile	7	9	9	9	18	31	18
– Pig Iron (LMPI)	39	45	29	29	91	60	79
– Scrap Iron	6	4	5	6	8	9	11
– Chloride slag	49	81	64	65	163	104	150
– Sulphate slag	6	8	10	20	29	30	41



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
MINERAL SANDS							
NAMAKWA SANDS*							
Production							
– Ilmenite	162	140	165	163	300	272	316
– Zircon	64	48	64	63	115	128	129
– Rutile	13	10	14	15	24	28	29
– Iron tapped	57	51	53	53	102	89	105
– Slag tapped	86	74	81	84	151	134	164

* Pro formas to include Namakwa Sands



COMPARABLE PHYSICAL INFORMATION

<i>'000 tonnes</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
MINERAL SANDS							
AUSTRALIA SANDS*							
Production							
– Ilmenite	85	111	116	105	216	227	220
– Zircon	13	19	18	17	36	36	35
– Rutile	6	8	9	8	17	18	16
– Synthetic Rutile	56	48	54	55	100	98	111
– Leucoxene	6	8	7	5	16	14	12
– Pigment	22	26	27	26	54	54	53

* Exxaro's effective interest in Tiwest joint venture with Tronox Inc.



COMPARABLE PHYSICAL INFORMATION

<i>'000 tons</i>	1H08	1H07	1H06	1H05	FY07	FY06	FY05
MINERAL SANDS							
AUSTRALIA SANDS*							
Sales							
– Ilmenite	-	10	-	10	20	30	13
– Zircon	14	16	16	17	29	32	36
– Rutile	5	2	8	8	16	18	18
– Synthetic Rutile	27	21	19	27	57	27	59
– Leucoxene	8	7	4	4	17	10	14

* Exxaro's effective interest in Tiwest joint venture with Tronox Inc.



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)	Board approval	Scope	Estimated Capex	Status	Estimated start-up
Mafube Coal (50%)	Nov 2006	5Mtpa	R1.96bn	Operation	1Q08
Inyanda	Nov 2006	1.5Mtpa	R269m	Operation	2Q08
Blesbok expansion		2.4Mtpa	R10m	Operation	2008
Char project - Grootegeeluk	Aug 2005	160ktpa	R389m	Ramp-up	3Q08
Eerstelingsfontein		1.0Mtpa	R10m	Construction	4Q08
Diepspruit	Nov 2007	1.3Mtpa	R136m	Construction	4Q08
Belfast		3Mtpa	R600m	Pre-feasibility	2010
Market coke		450ktpa	R1.9bn	Feasibility study	2011
Medupi	May 2006	14.6Mtpa	R9bn	Awarded	2011
Moranbah South (Australia 50%)		3.5Mtpa	TBD	Pre-feasibility	2012
Kwinana expansion (Australia 100%)	Feb 2008	40ktpa	AUD100m	Construction	1Q10
Fairbreeze	May 2006	300ktpa	R780m	Planned 4Q08	3Q10
Toliara Sands (Madagascar)		560ktpa	TBD	Pre-feasibility	2014
Dongara (Australia 100%)		200ktpa	TBD	Pre-feasibility	2011
Port Durnford (51%)		550ktpa	TBD	Pre-feasibility	1Q12
AlloyStream - Furnace 1		20ktpa	TBD	Pre feasibility	2010

■ Coal
 ■ Mineral Sands
 ■ Base Metals



SALIENT DATES

Last day to trade cum dividend	12 September 2008
Shares trade ex dividend	15 September 2008
Record date	19 September 2008
Payment date	22 September 2008