

# UNITED STATES

## COUNTRY FACT SHEET

2013



### ANGLOGOLD ASHANTI – A CORPORATE PROFILE

AngloGold Ashanti Limited (AngloGold Ashanti), a global gold mining and exploration company, has a diverse portfolio of 21 mining operations in 11 countries, on four continents. More than 96% of the company's revenue is derived from the sale of gold produced at its operations.

Working across the full spectrum of the mining value chain, safety and the sustainability of the company's operating activities remain core focuses for management.

Following a strategic review of its asset portfolio at the start of 2013, particularly that pertaining to its development and exploration projects, the company embarked on significant restructuring in response to current challenges in the gold sector, including increasing costs of production and sustained lower gold prices.

AngloGold Ashanti employed 66,434 people, including contractors, in 2013 and produced 4.11Moz of gold, generating \$5.5bn in gold income, excluding joint ventures. Group capital expenditure in 2013 amounted to \$1.6bn.

As at 31 December 2013, AngloGold Ashanti had a total inclusive attributable Mineral Resource of 233Moz and a total attributable Ore Reserve of 67.9Moz.

AngloGold Ashanti is headquartered in Johannesburg, South Africa, and has its primary listing on the Johannesburg Stock Exchange (JSE) with secondary listings on the New York, London, Australia and Ghana exchanges.

As at 31 December 2013, there were 403.3 million ordinary shares in issue and the company had a market capitalisation of \$4.73bn (2012: \$12.02bn). This had increased to \$7.65bn as at 18 March 2014. Shareholders are scattered around the world, with almost half in the United States.



### ANGLOGOLD ASHANTI IN THE UNITED STATES

AngloGold Ashanti holds a 100% interest in the Cripple Creek & Victor (CC&V) Gold Mining Company's Cresson mine, located in the state of Colorado. A surface mining operation provides ore to a crusher and valley leach facility, one of the largest in the world. Production from the mine life extension project (MLE1) is well underway and will continue until 2016 at current mining rates. A second life extension and production expansion project (MLE2) is in implementation phase and is expected to increase production significantly from 2015.

CC&V's production declined 6% to 231,000oz, equivalent to 6% of group production. CC&V employed an average of 832 people in 2013, of whom 508 were permanent employees and 324 contractors.

As at 31 December 2013, AngloGold Ashanti had an inclusive Mineral Resource of 10.84Moz of gold, of which the Ore Reserve amounted to 4.71Moz, equivalent to 5% and 7% respectively of group resources and reserves.

Attributable capital expenditure at CC&V totalled \$157m for the year, 57% more than that the previous year and bringing to \$484m the amount AngloGold Ashanti has invested in the United States over the past five years. Capital expenditure of \$178m - \$192m is forecast for 2014.

## PERFORMANCE IN 2013

### Operational performance

Production from the MLE1 project, which involved expanding capacity at the heap-leach pad, began in 2011 and is expected to continue until 2016 at current mining rates. Production at CC&V's Cresson mine has been affected by the severe drought since 2010, with the lack of water reducing percolation through the heap-leach pad; however, although the increased availability of fresh water during 2013 facilitated heap-leach pad production, output was down overall for the year. Higher costs were driven by lower recoverable grades, the longer haulage distances and increased prices of component parts.

### Growth and improvement

CC&V's expansion project (MLE2), a major capital project for AngloGold Ashanti, progressed according to plan and is expected to increase output significantly. The mill is scheduled to be commissioned by the end of 2014, with production due to begin in 2015.

The Mineral Resource development drilling programme continued and a total of 43,691m was completed in 2013. Infill drilling continued to improve definition of material within current mine designs to feed the mill facility currently under construction. Other drilling was directed at identifying expansion opportunities for the current open-pit operations through high-wall laybacks.

### Sustainability performance

#### Safety

Safety is our first value and at AngloGold Ashanti we place people first. The safety of people associated with our company, directly and indirectly, is a priority on which we will not compromise. While it is our responsibility to protect our people and our assets, we will seek to do no harm to people, by minimising conflict and confrontation.

No fatalities were reported in the United States and the all injury frequency rate (AIFR) for CC&V improved to 9.30 per million hours worked in 2013.

#### Health

Occupational health and medical surveillance systems across the Americas region, which includes the United States, continue to be effective, with only minor exposure non-conformances identified. There were no reported occurrences of occupational disease in the region; however the burden of non-occupational diseases is increasing.

Operations within the region continue to address their specific challenges, and the focus over the next year will be on the consistent application of guidelines in the execution of site-specific health plans. Beyond the regional consolidation of health data, each site continues to monitor and report on metrics relevant to its particular operations.

### Communities and stakeholder engagement

Our sustainability performance is underpinned by stakeholder engagement.

Engaging with communities throughout the life cycle of our operations is the first step in creating shared value and contributes to our ability to create a positive and enduring

legacy. To truly provide long-term community benefits we work in partnership with communities, governments and local NGOs.

We aim to create and share value with the communities in which we operate by addressing their needs and challenges, and by expanding, where possible, the pool of economic and social value. Community development programmes are conducted in partnership with communities and external parties wherever possible. We have developed a set of community standards (based on international best practice) which have been rolled out across the group for implementation. Work to assess the level of compliance at each operation with these standards will begin in 2014 and is expected to be completed in 2015.

### Human rights

During 2013, the board approved a human-rights policy for the company in terms of which we respect all internationally recognised human rights as expressed in the International Bill of Human Rights and the International Labour Organization's Declaration on Fundamental Principles and Rights at Work. The policy reaffirms our commitment to effective stakeholder engagement and to identifying and addressing all human rights which are salient to our business, including those which relate to labour, access to land, security, the environment, livelihoods, vulnerable persons, indigenous people and the values, traditions and cultures of local communities among others. The policy was communicated extensively internally and externally.

An online grievance mechanism is viable at CC&V in the United States since communications technology is readily available.

### Environment

Many issues facing us today relating to our environmental performance have been handed down to us from the past, are a function of broader societal, regulatory and systemic issues, or result from new knowledge and/or research that has influenced best practice. We recognise the need to address these issues – for our employees and our communities and are committed to continually improving our processes in order to prevent pollution, minimise waste, increase our carbon efficiency and make efficient use of natural resources. We will develop innovative solutions to mitigate environmental and climate risks.

There were no significant environmental incidents during the year. CC&V is ISO 14001 compliant and is certified as being in compliance with the International Cyanide Management Code.

### Water

Water security and water availability are critical at CC&V, given the extreme lack of water in the region. Competition for water is also a highly sensitive issue and there are complex historical water rights laws in Colorado and, at CC&V, water rights are held by many stakeholders in the region, including farmers hundreds of kilometres away.

Production at CC&V's Cresson mine has been affected by the severe drought since 2010, with the lack of water reducing percolation through the heap-leach pad. However, the increased availability of fresh water during 2013 positively impacted heap leach pad production.

## United States – key statistics

	Units	2013	2012	2011
<b>Operational and financial performance</b>				
Volume treated/milled	Mt	20.8	20.9	20.3
Gold production	000oz	231	247	267
Gold income	\$m	325	409	423
All-in sustaining costs	\$/oz sold	927	817	–
Capital expenditure	\$m	157	100	67
Productivity	oz/TEC	37.45	37.46	44.31
<b>Safety</b>				
No. of fatalities		0	0	0
All injury frequency rate (AIFR)	per million hours worked	9.30	12.75	19.80
<b>People</b>				
Total average no. of employees		832	692	581
– Permanent		508	485	454
– Contractors		324	207	127
<b>Environment</b>				
Total water usage	ML	3,042	1,860	2,207
Total water usage per tonne treated	kL/t	0.15	0.09	0.11
Total energy usage	PJ	2.42	2.46	2.14
Total energy usage per tonne treated	GJ/t	0.61	0.60	0.69
Total greenhouse gas (GHG) emissions	000t (CO <sub>2</sub> e)	233	235	207
Total GHG emissions per tonne treated	t CO <sub>2</sub> e/t	0.01	0.01	0.01
Cyanide used	t	4,431	4,124	3,476
No. of reportable environmental incidents		0	0	0
Total rehabilitation liabilities	\$m	78.7	91.1	81.1
<b>Community and government</b>				
Community investment	\$000	991	908	603
Payments to government	\$000	28,490	41,283	19,765
– Dividends	\$000	–	–	–
– Taxation	\$000	3,537	18,174	174
– Withholding tax (STC, royalties, etc)	\$000	299	394	926
– Other indirect taxes and duties	\$000	–	–	–
– Employee taxes and other contributions	\$000	17,304	16,870	12,822
– Property tax	\$000	1,339	1,120	1,136
– Other (includes tax on exports)	\$000	6,011	4,725	4,807
Local procurement spend within country	%	89	75	39

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### Forward-looking statements

Certain statements contained in this document, other than statements of historical fact, including, without limitation, those concerning the economic outlook for the gold mining industry, expectations regarding gold prices, production, cash costs, cost savings and other operating results, return on equity, productivity improvements, growth prospects and outlook of AngloGold Ashanti's operations, individually or in the aggregate, including the achievement of project milestones, commencement and completion of commercial operations of certain of AngloGold Ashanti's exploration and production projects and the completion of acquisitions and dispositions, AngloGold Ashanti's liquidity and capital resources and capital expenditures and the outcome and consequence of any potential or pending litigation or regulatory proceedings or environmental, health and safety issues, are forward-looking statements regarding AngloGold Ashanti's operations, economic performance and financial condition. These forward-looking statements or forecasts involve known and unknown risks, uncertainties and other factors that may cause AngloGold Ashanti's actual results, performance or achievements to differ materially from the anticipated results, performance or achievements expressed or implied in these forward-looking statements. Although AngloGold Ashanti believes that the expectations reflected in such forward-looking statements and forecasts are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic, social and political and market conditions, the success of business and operating initiatives, changes in the regulatory environment and other government actions, including environmental approvals and requirements, fluctuations in gold prices and exchange rates, the outcome of pending or future litigation proceedings, and business and operational risk management.

For a discussion of such risk factors, refer to the prospectus supplement to AngloGold Ashanti's prospectus dated 17 July 2012 that was filed with the United States SEC on 26 July 2013 and to our annual reports on Form 20-F and any prospectus supplement filed with the United States SEC subsequent to the date of this report. These factors are not necessarily all of the important factors that could cause AngloGold Ashanti's actual results to differ materially from those expressed in any forward-looking statements. Other unknown or unpredictable factors could also have material adverse effects on future results. Consequently, readers are cautioned not to place undue reliance on forward-looking statements. AngloGold Ashanti undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after the date of this Integrated Report or to reflect the occurrence of unanticipated events, except to the extent required by applicable law. All subsequent written or oral forward-looking statements attributable to AngloGold Ashanti or any person acting on its behalf are qualified by the cautionary statements herein. This communication may contain certain "Non-GAAP" financial measures. AngloGold Ashanti utilises certain Non-GAAP performance measures and ratios in managing its business. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the reported operating results or cash flow from operations or any other measures of performance prepared in accordance with IFRS. In addition, the presentation of these measures may not be comparable to similarly titled measures other companies may use. AngloGold Ashanti posts information that is important to investors on the main page of its website at [www.anglogoldashanti.com](http://www.anglogoldashanti.com) and under the "Investors & media" tab on the main page. This information is updated regularly. Investors should visit this website to obtain important information about AngloGold Ashanti.