



# RESULTS

for the six months ended  
**31 December 2020**

**NIËL PRETORIUS**  
*CHIEF EXECUTIVE OFFICER*

**RIAAN DAVEL**  
*CHIEF FINANCIAL OFFICER*

16 FEBRUARY 2021

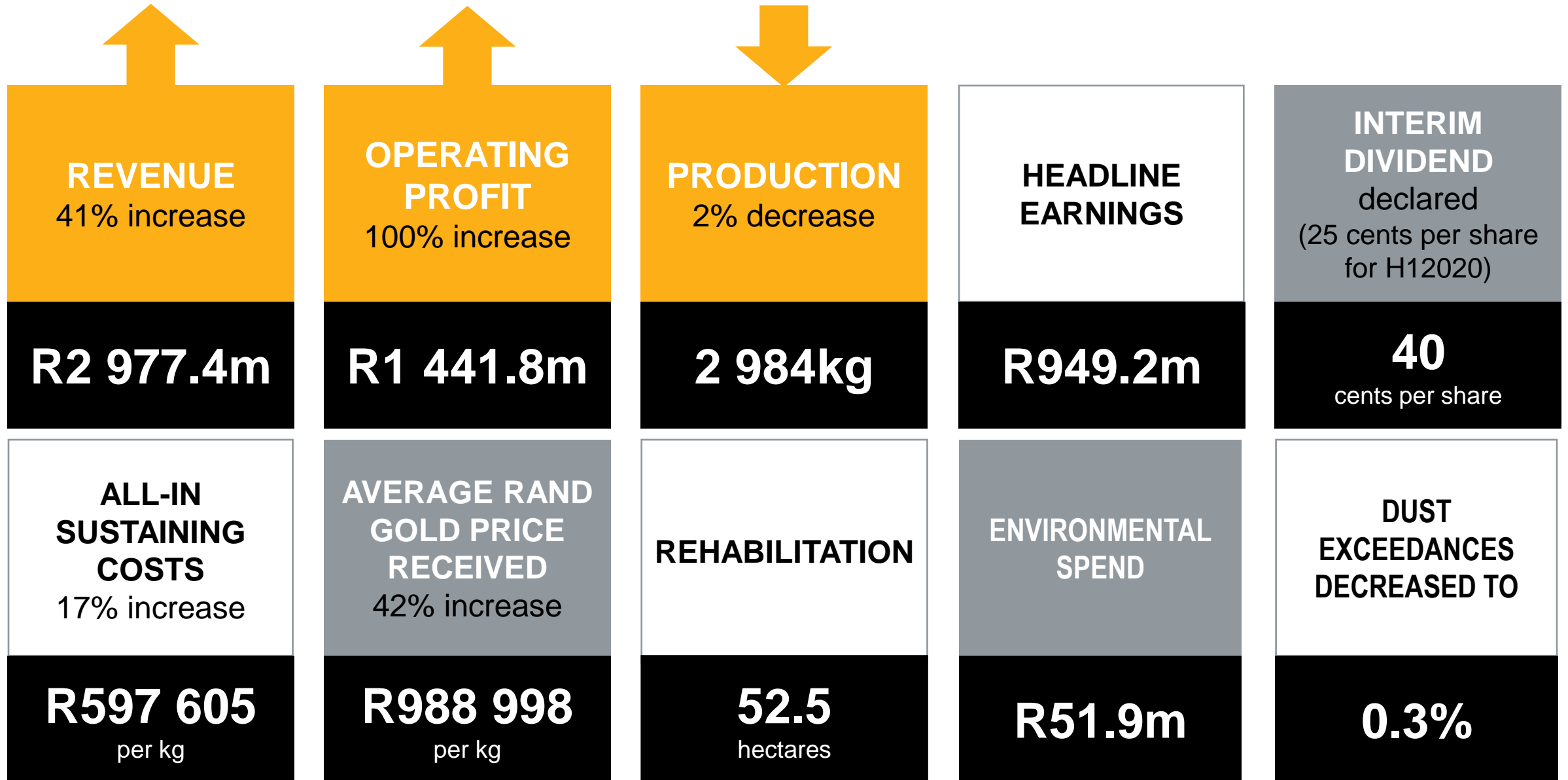


# DISCLAIMER

Many factors could cause the actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements, including, among others, adverse changes or uncertainties in general economic conditions in the markets we serve, a drop in the gold price, a sustained strengthening of the Rand against the Dollar, regulatory developments adverse to DRDGOLD or difficulties in maintaining necessary licenses or other governmental approvals, changes in DRDGOLD's competitive position, changes in business strategy, any major disruption in production at key facilities or adverse changes in foreign exchange rates and various other factors. These risks include, without limitation, those described in the section entitled "Risk Factors" included in our annual report for the fiscal year ended 30 June 2020, which we filed with the United States Securities and Exchange Commission on 29 October 2020 on Form 20-F. You should not place undue reliance on these forward-looking statements, which speak only as of the date thereof. We do not undertake any obligation to publicly update or revise these forward-looking statements to reflect events or circumstances after the date of this report or to the occurrence of unanticipated events. Any forward-looking statements included in this release have not been reviewed and reported on by DRDGOLD's auditors.



# GROUP KEY FEATURES



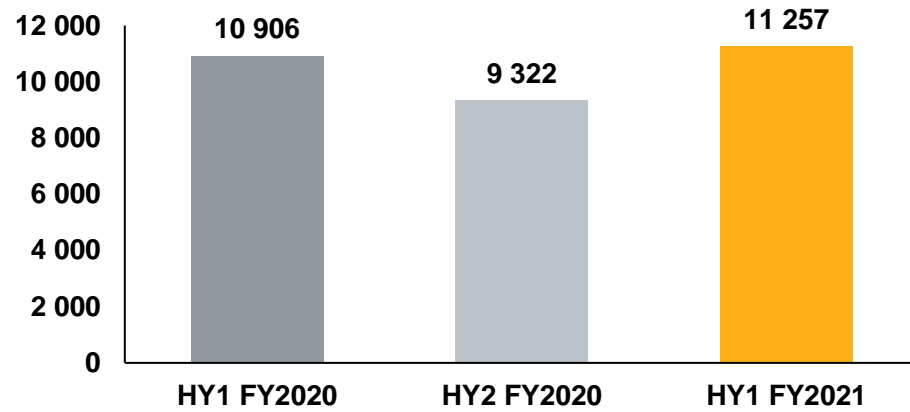
# OPERATIONAL TRENDS



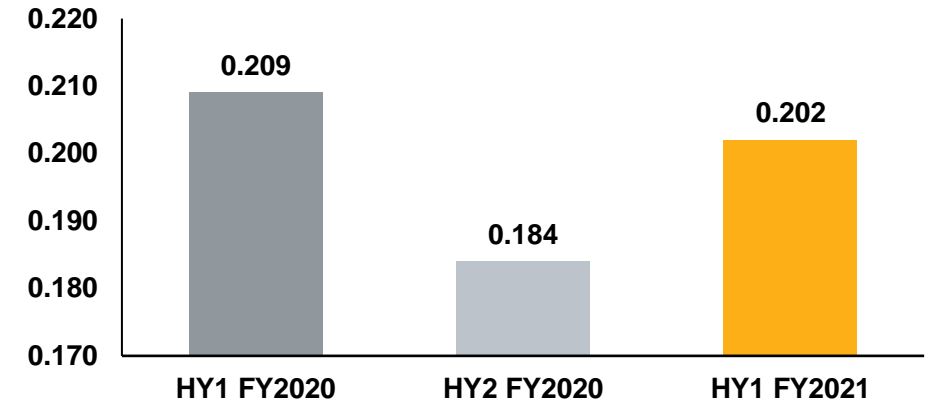
“ We have managed – in particular with FWGR – to continue our growth trajectory ”

# ERGO OPERATING RESULTS

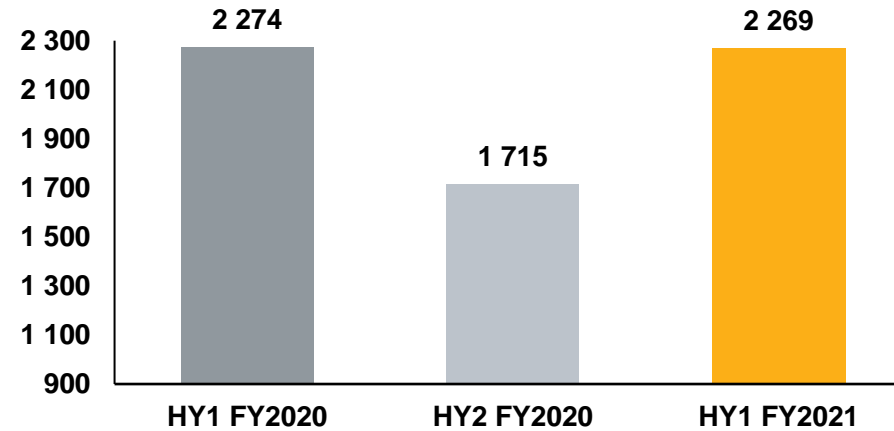
### Volume (000t)



### Yield (g/t)

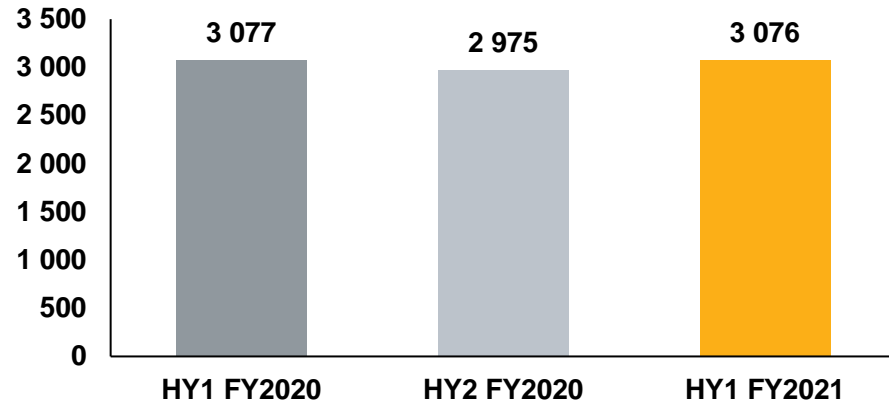


### Production (kg)

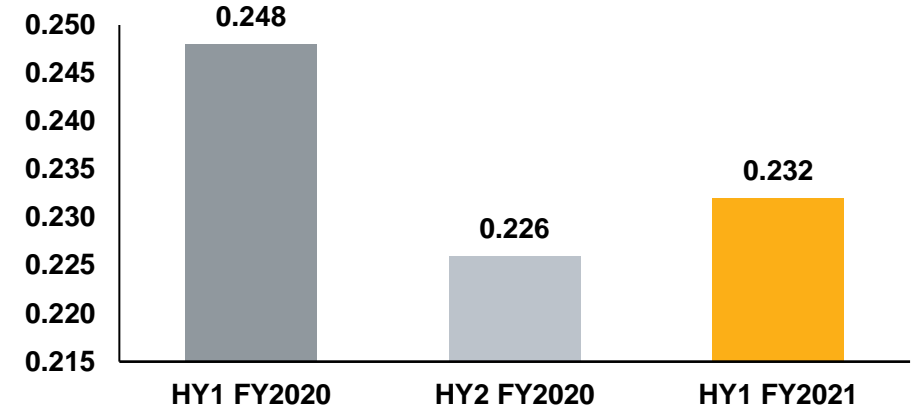


# FWGR OPERATING TRENDS

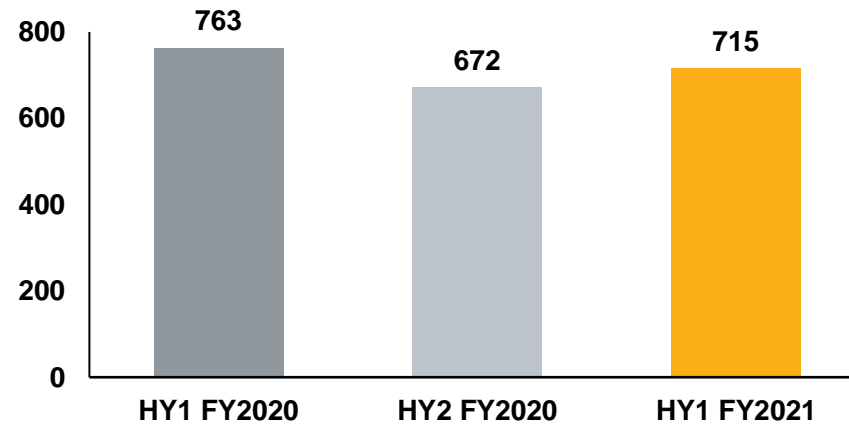
Volume (000t)



Yield (g/t)

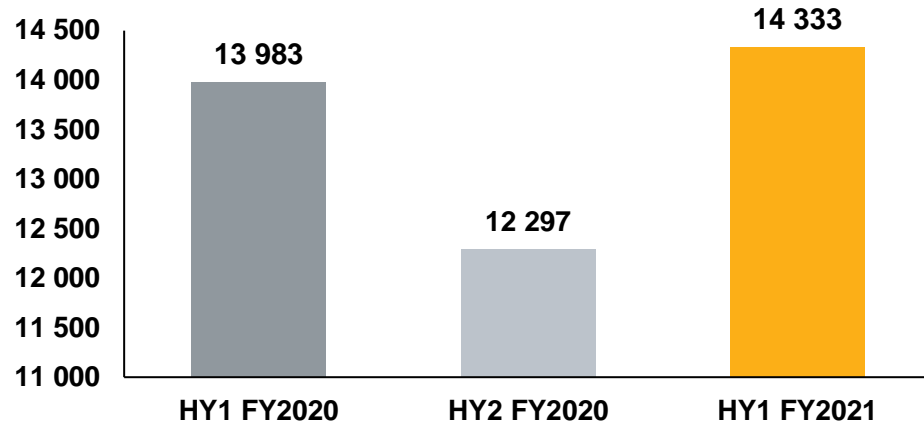


Production (kg)

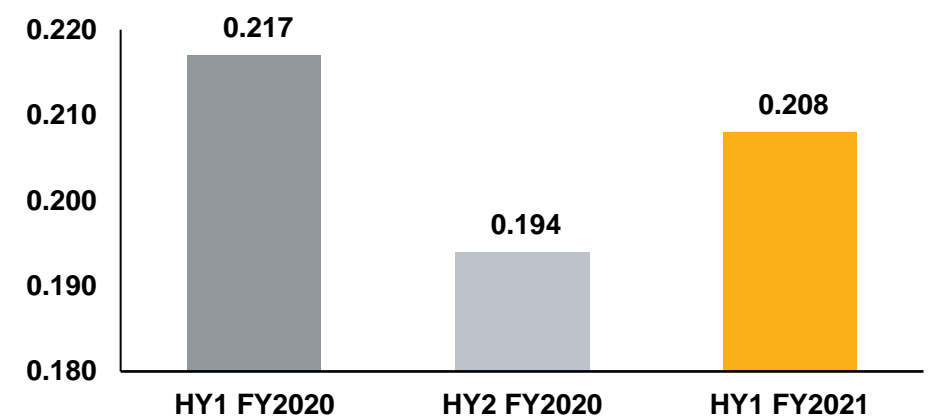


# GROUP OPERATING TRENDS

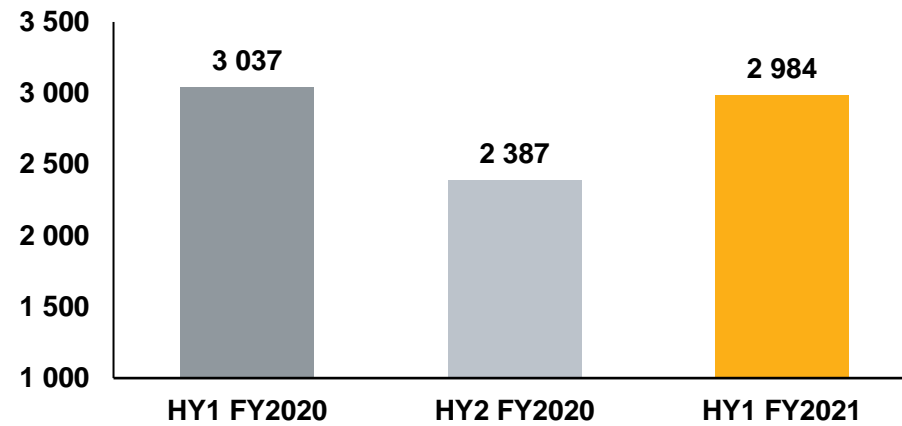
### Volume (000t)



### Yield (g/t)



### Production (kg)



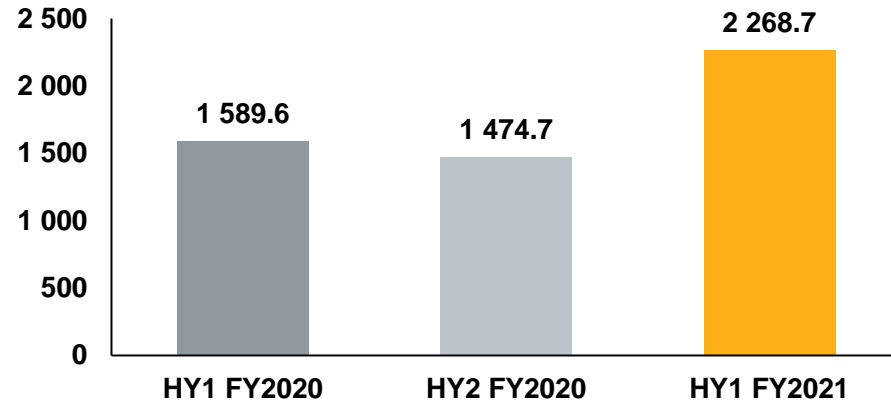
# FINANCIAL REVIEW



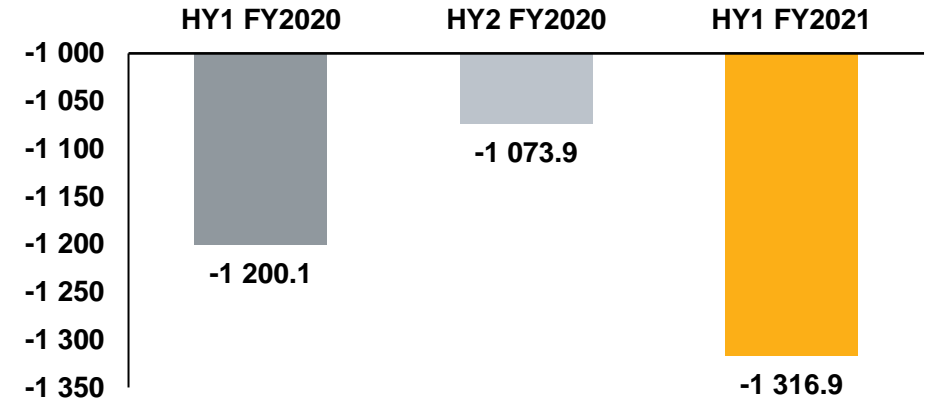


# ERGO FINANCIAL RESULTS

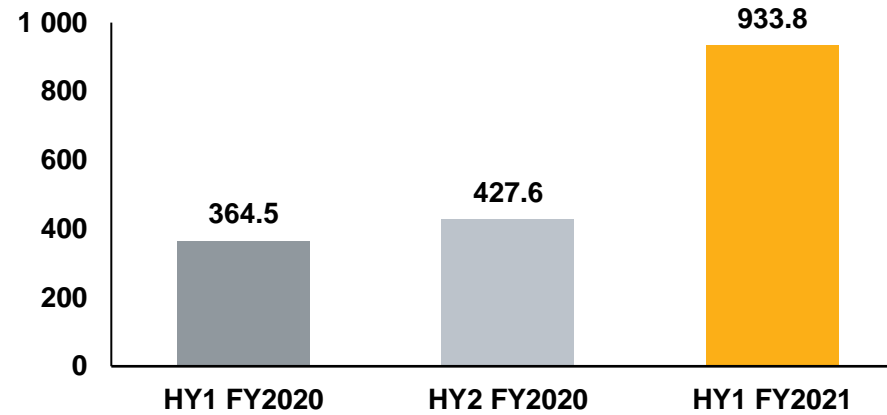
### Revenue (Rm)



### Cash operating costs (Rm)

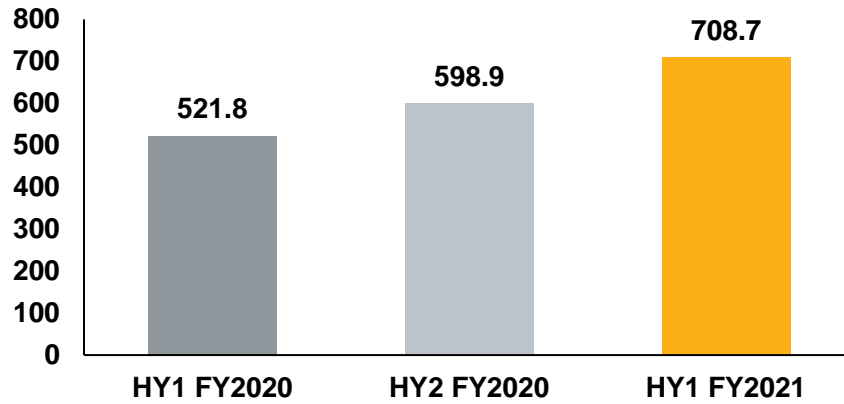


### Operating profit (Rm)

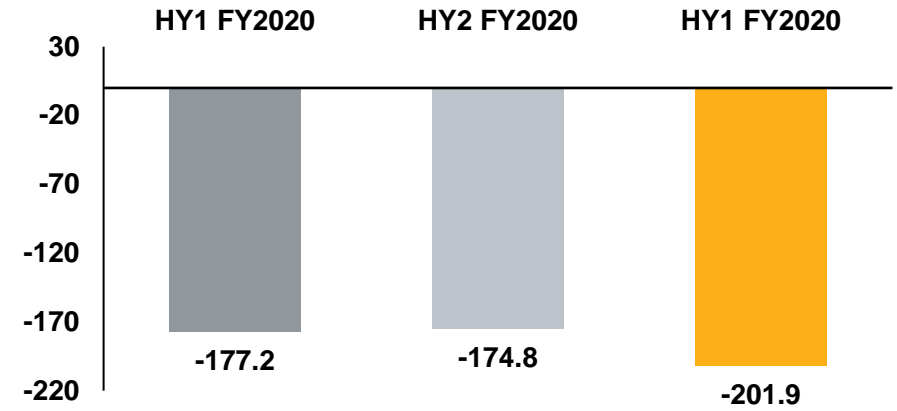


# FWGR FINANCIAL RESULTS

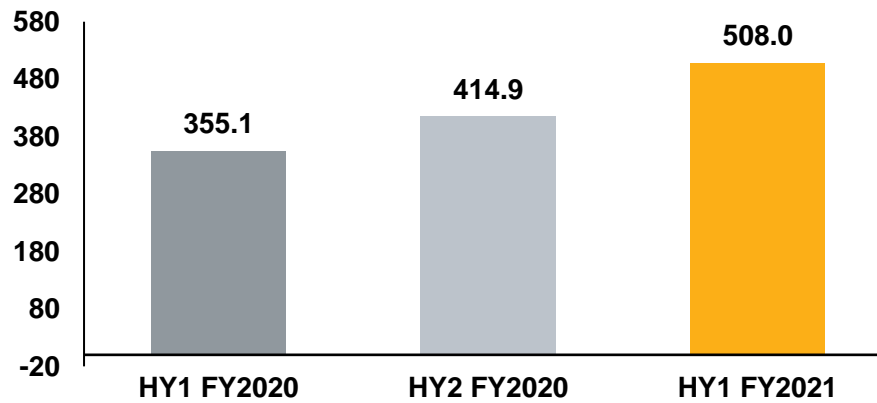
### Revenue (Rm)



### Cash operating costs (Rm)

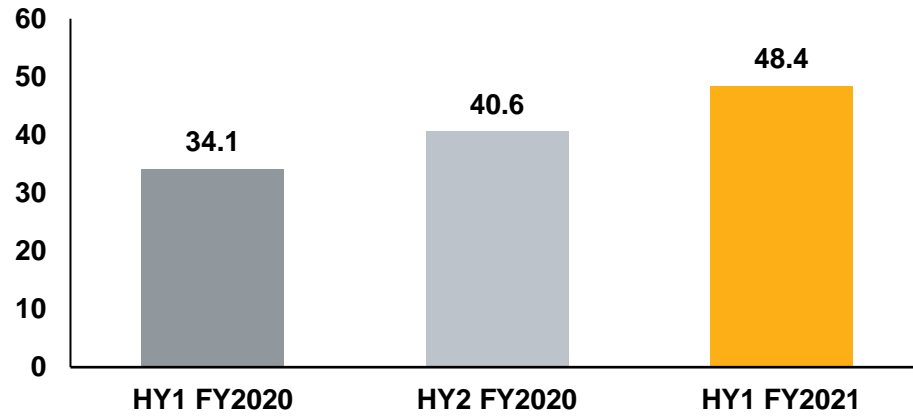


### Operating profit (Rm)

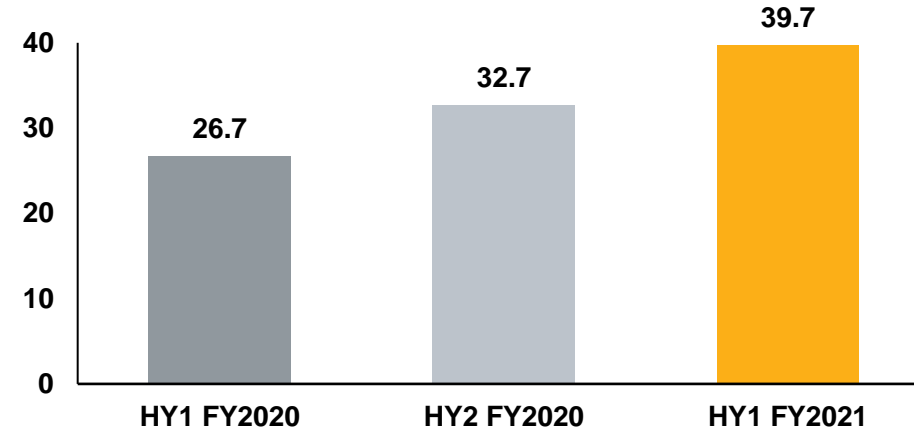


# GROUP FINANCIAL TRENDS

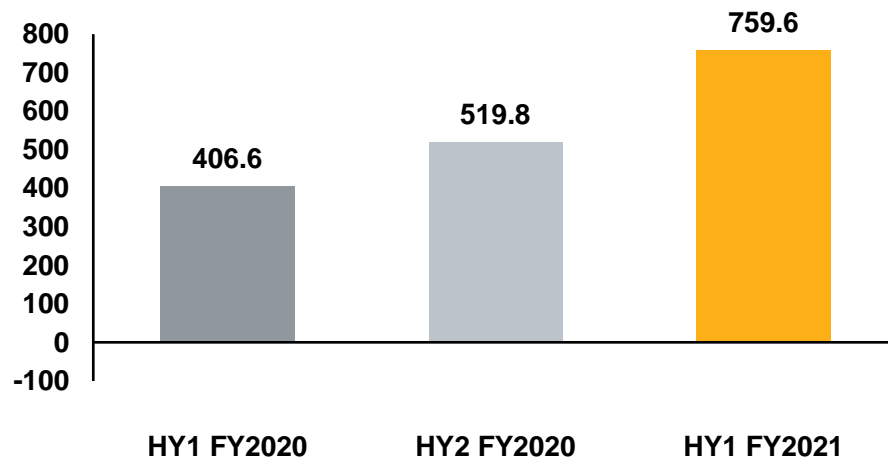
### Operating margin (%)



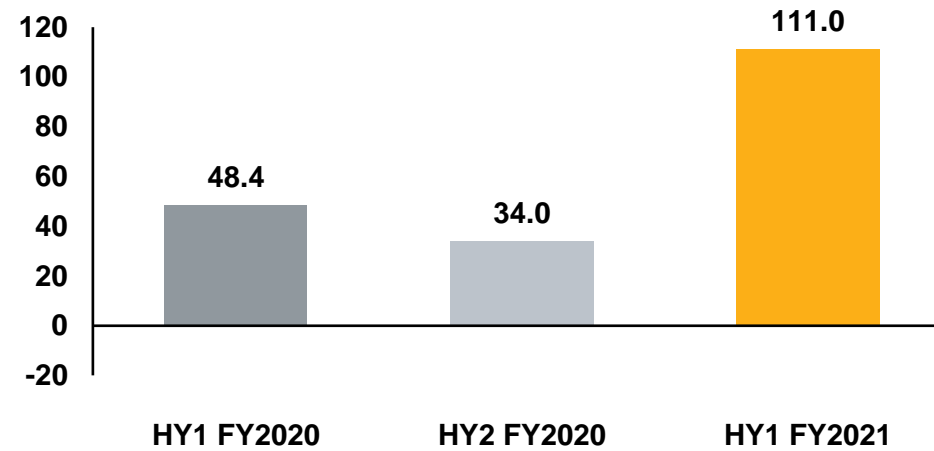
### All-in sustaining costs margin (%)



### Free cash flow (Rm)



### HEPS (cents per share)



# FINANCIAL REVIEW: STATEMENT OF PROFIT OR LOSS

for the six months ended 31 December 2020

	Six months to 31 Dec 2020 Rm	Six months to 31 Dec 2019 Rm
Revenue	2 977.4	2 111.4
Cost of sales	(1 701.7)	(1 544.2)
<b>Gross profit from operating activities</b>	<b>1 275.7</b>	567.2
Other income	0.2	0.2
Administration expenses and other costs	(19.8)	(85.1)
<b>Results from operating activities</b>	<b>1 256.1</b>	482.3
Finance income	102.8	34.4
Finance expenses	(30.1)	(32.2)
<b>Profit before tax</b>	<b>1 328.8</b>	484.5
Income tax	(379.4)	(151.6)
<b>Profit for the period</b>	<b>949.4</b>	332.9



# FINANCIAL REVIEW: STATEMENT OF FINANCIAL POSITION

as at 31 December 2020

	As at 31 Dec 2020 Rm	As at 31 Dec 2019 Rm
Property, plant and equipment	2 697.1	2 738.0
Non-current investments and other assets	910.3	646.0
Deferred tax assets	8.3	9.3
Cash and cash equivalents	2 169.4	543.4
Other current assets	501.9	428.9
<b>Total assets</b>	<b>6 287.0</b>	4 365.6
Equity	4 726.9	2 884.9
Provision for environmental rehabilitation	567.9	695.7
Deferred tax liability	355.7	270.1
Other non-current liabilities	43.8	52.3
Current liabilities	592.7	462.6
<b>Total equity and liabilities</b>	<b>6 287.0</b>	4 365.6
<b>Current ratio</b>	<b>4.5</b>	2.1

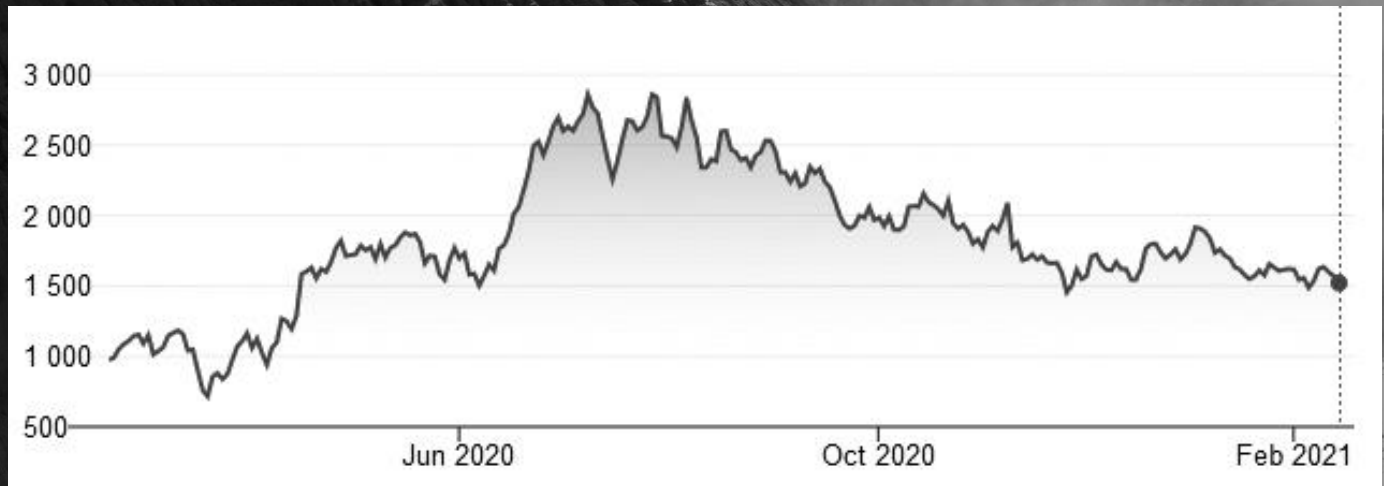
# FINANCIAL REVIEW: STATEMENT OF CASH FLOWS

for the six months ended 31 December 2020

	Six months to 31 Dec 2020 Rm	Six months to 31 Dec 2019 Rm
Net cash inflow from operating activities	982.3	452.9
Cash generated by operations	1 085.0	500.4
Interest and dividends received	85.7	13.1
Interest paid	(3.8)	(3.0)
Income tax paid	(184.6)	(57.6)
Net cash outflow from investing activities	(222.7)	(46.3)
Acquisition of property, plant and equipment	(202.1)	(37.3)
Proceeds on disposal of property, plant and equipment	0.2	0.2
Environmental rehabilitation payments	(20.8)	(9.2)
Net cash outflow from financing activities	(305.3)	(142.7)
Initial fees incurred on borrowings	(1.0)	-
Dividends paid on ordinary share capital	(299.1)	(136.8)
Repayment of lease liabilities	(5.2)	(5.9)
Increase in cash and cash equivalents	454.3	263.9
Opening cash and cash equivalents	1 715.1	279.5
<b>Closing cash and cash equivalents</b>	<b>2 169.4</b>	<b>543.4</b>

# SHARE PRICE

**ZAR cents 1 519.00**  
12 February 2021





# ESG – ENVIRONMENT

## TAILINGS MANAGEMENT

Independent  
**Tailings Review Board**  
in place since 2018

Internal Tailings Performance Management System (TPMS) implemented for dedicated data collection, storage and processing. Ensures integrity of data for day-to-day management and oversight

Review of Historical Interferometric Synthetic Aperture Radar (InSAR) imagery for mapping ground deformation over large areas

**Quarterly drone surveillance**

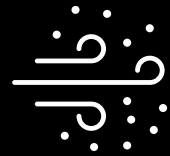


## NATURAL CAPITAL



**8%**

increase in  
externally sourced  
potable water



**0.3%**

dust emissions  
exceedances



**R51.9m**

spent on  
rehabilitation



**52.5ha**

tailings deposition  
facilities vegetated



**26.6ha**

lodged with NNR  
and awaiting approval



# ESG – SOCIAL

HUMAN CAPITAL

# R19.6m

Spent on socio-economic development, including through Broad-Based Livelihoods Programme and Merafong / Soweto / Ekurhuleni (MSE) initiative delivering COVID-19 relief to communities (R14.1 million spent in H12020)



# RESPONSE TO COVID-19

## South Africa declares State of Disaster

operations continue

## South Africa eases lockdown regulations

- underground mining resumes at 50% of capacity
- health and safety precautions remain in place
- strong balance sheet allows for continued caution

## South Africa moves to lockdown level 1

- operations back at full production
- health and safety precautions remain in place
- 2.1% of workforce tested positive
- 4 cases out of 54 still active
- no fatalities

15 March  
2020

26 March  
2020

16 April  
2020

1 June  
2020

18 August  
2020

21 September  
2020

28 December  
2020

## South Africa declares 21-day National Lockdown

- operations temporarily halted
- dispensation for surface mining operations – regulators, unions engaged on work resumption
- Ergo resumes with 34% of staff, FWGR with 60% of staff
- screening, hygiene, social distancing, personal protective equipment measures prioritised

## South Africa moves to lockdown level 3

- underground mining resumes at 100% of capacity
- health and safety precautions remain in place
- strong balance sheet allows for continued caution

## South Africa moves to lockdown level 2

- health and safety precautions remain in place
- 1.9% of workforce tested positive
- 3 cases out of 52 still active
- no fatalities

## South Africa returns to adjusted level 3 lockdown

Operations proceed with continued caution  
Total 237 COVID-19 tests conducted to 31 December 2020

# LOOKING AHEAD

The first half of 2021 saw a structured, orderly and safe recovery from the COVID-19 related lockdown, to take us well within the cash operating cost guidance for FY2021. DRDGOLD remains poised to take positive action in the face of ongoing uncertainty around COVID-19.

**~R535 000/kg**  
Cash operating cost

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## ERGO

Adjusted level 3 lockdown regulations with priority on good practices supporting health and safety of staff and the business. Planning work on increasing deposition capacity to continue.

## FAR WEST GOLD RECOVERIES

Work on Phase 2 to continue with feasibility study for plant, reclamation sites and infrastructure.

## GROUP PRODUCTION, COST GUIDANCE

More than halfway to achieving the upper range of gold production target of between 165 000 and 185 000 ounces.

# CONTACT DETAILS



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South Africa

## **Shareholder data**

(Incorporated in the Republic of South Africa)  
Registration No.1895/000926/06  
JSE share code: DRD  
ISIN: ZAE 000058723  
NYSE share code: DRD