



RESULTS

FOR THE YEAR ENDED

30 JUNE 2018



Niël Pretorius Chief Executive Officer | Riaan Davel Chief Financial Officer | 5 September 2018



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 2017, which we filed with the United States Securities and Exchange Commission on 31 October 2017 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 and financial information included in this presentation have not been reviewed and reported on by DRDGOLD's auditors.

KEY FEATURES

Acquisition of West Rand Tailings Retreatment Project assets completed

10% rise in production to **4 679kg**

Free cash flow of **R93.4 million**

38% drop in externally sourced potable water usage



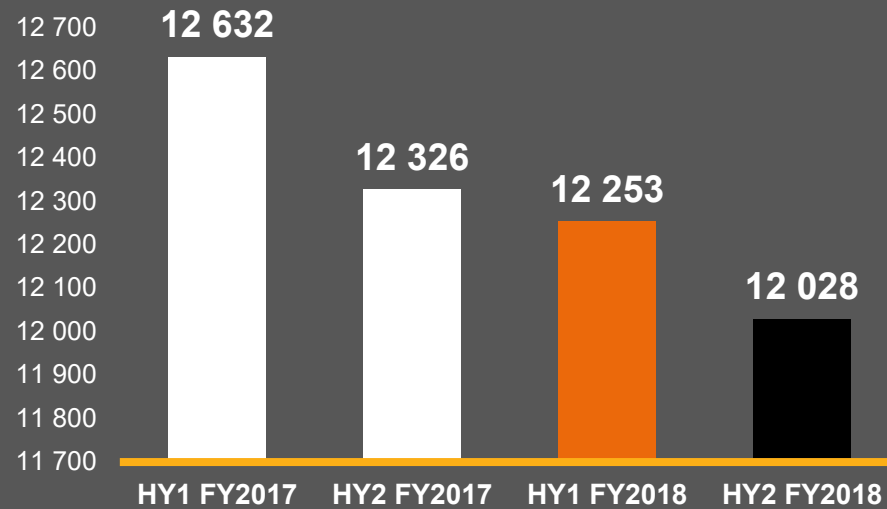
38% increase in operating profit to **R355.2 million**

Rise in all-in sustaining costs margin to **5.5%**

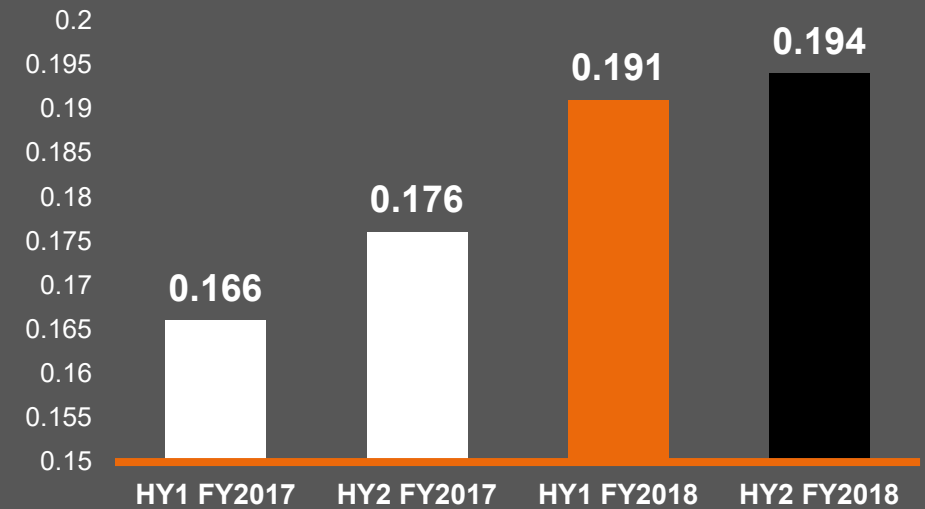
Dust exceedances stable at **0.58%**

OPERATING TRENDS

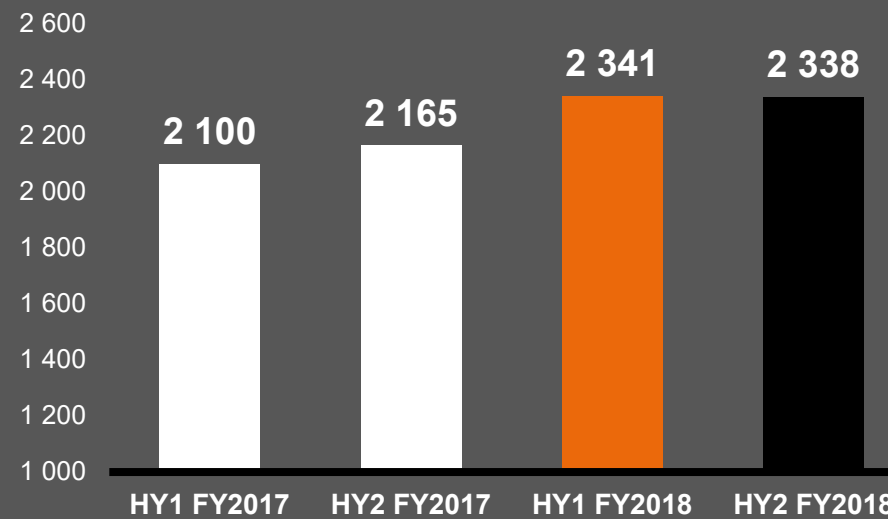
Volume (000t)



Yield (g/t)



Production (kg)

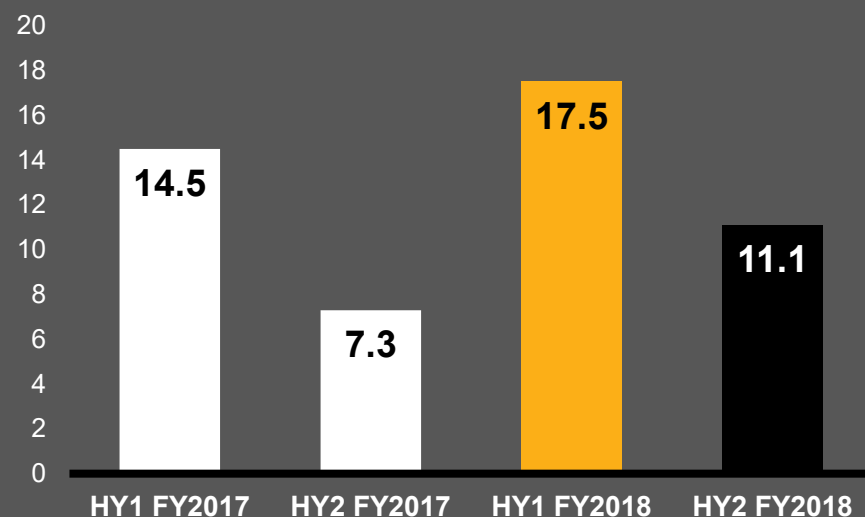




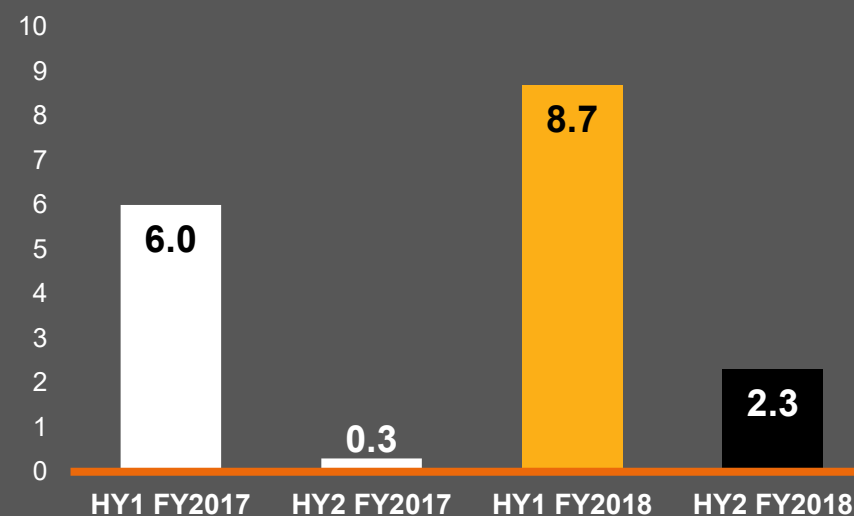
FINANCIAL REVIEW

FINANCIAL TRENDS

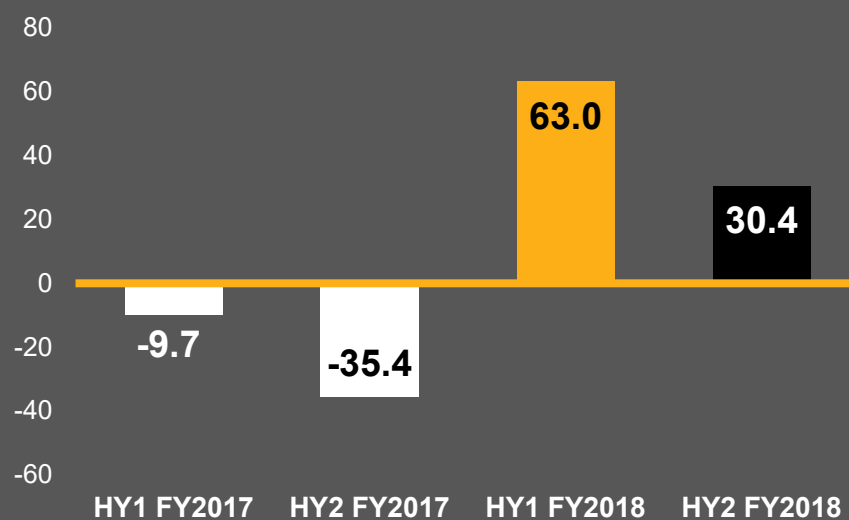
Operating margin (%)



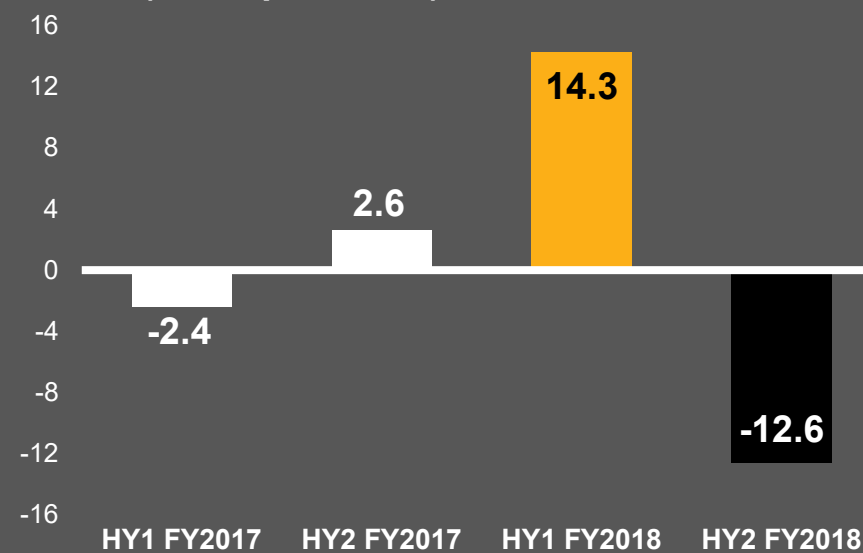
All-in sustaining costs margin (%)



Free cash flow (Rm)



HEPS (cents per share)



FINANCIAL REVIEW: STATEMENT OF PROFIT OR LOSS

for the year ended 30 June 2018

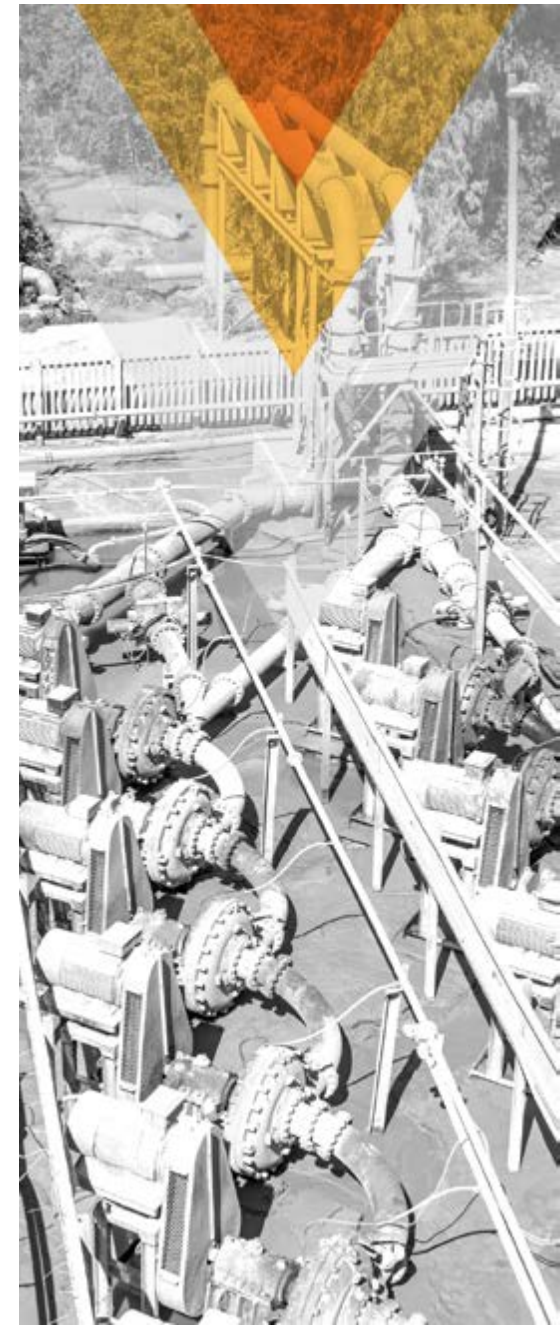
	Year to 30 June 2018 Rm	Year to 30 June 2017 Rm
Revenue	2 490.4	2 339.9
Cost of sales	(2 347.7)	(2 307.9)
Gross profit from operating activities	142.7	32.0
Administration expenses and general costs	(90.7)	(69.4)
Other income	–	12.9
Results from operating activities	52.0	(24.5)
Finance income	38.8	40.0
Finance expenses	(58.4)	(52.2)
Profit/(loss) before tax	32.4	(36.7)
Income tax	(25.9)	50.4
Profit for the year	6.5	13.7



FINANCIAL REVIEW: STATEMENT OF FINANCIAL POSITION

as at 30 June 2018

	As at 30 June 2018 Rm	As at 30 June 2017 Rm
Property, plant and equipment	1 452.7	1 497.6
Non-current investments and other assets	272.7	236.5
Deferred tax assets	8.7	5.0
Cash and cash equivalents	302.1	253.7
Other current assets	324.2	294.6
Total assets	2 360.4	2 287.4
Equity	1 267.3	1 302.4
Provision for environmental rehabilitation	553.5	531.8
Deferred tax liability	163.7	140.5
Other non-current liabilities	55.3	55.8
Current liabilities	320.6	256.9
Total equity and liabilities	2 360.4	2 287.4
Current ratio	2.0	2.1



FINANCIAL REVIEW: STATEMENT OF CASH FLOWS

for the year ended 30 June 2018

	Year to 30 June 2018 Rm	Year to 30 June 2017 Rm
Net cash inflow from operating activities	233.8	51.6
Cash generated by operations	222.9	21.5
Interest received	21.9	23.8
Interest paid	(3.5)	(3.7)
Income tax (paid)/received	(7.5)	10.0
Net cash outflow from investing activities	(140.4)	(96.7)
Acquisition of property, plant and equipment	(125.9)	(110.6)
Proceeds on disposal of property, plant and equipment	7.0	20.5
Environmental rehabilitation payments	(21.5)	(11.6)
Other	–	5.0
Net cash outflow from financing activities	(45.0)	(53.0)
Repayment of finance lease obligation	(2.8)	(2.4)
Dividends paid to owners of the parent	(42.2)	(50.6)
Increase/(decrease) in cash and cash equivalents	48.4	(98.1)
Opening cash and cash equivalents	253.7	351.8
Closing cash and cash equivalents	302.1	253.7





ERGO PROJECTS

WORKING TO KEEP THE
COST LINE
BELOW THE
REVENUE LINE



ERGO: PROJECTS

4L50
slimes dam
reclamation

- ramp-up to 450 000tpm
- 20.5Mt @ 0.256g/t
- four-year life
- greater plant stability, efficiency



WORKING TO KEEP THE
COST LINE
BELOW THE
REVENUE LINE

ERGO: PROJECTS

- conversion to **zinc precipitation**
- faster, cheaper than electro-winning
 - three hours v 18 hours
 - R2-2.5m/pm cost saving (less time, less caustic soda, cyanide)



WORKING TO KEEP THE
COST LINE
BELOW THE
REVENUE LINE

ERGO: PROJECTS

- Installation of **two 60 000tpm ball mills**
- reclaimed from Crown
 - R41m refurbishment
 - higher grade sands, better margins
 - 12-15Mt recoverable
 - 7.3Mt over next five years



WORKING TO KEEP THE
COST LINE
BELOW THE
REVENUE LINE

SUSTAINABLE DEVELOPMENT

SOCIAL CAPITAL

R14.5m
community spend

↑ 1%



SUSTAINABLE DEVELOPMENT

HUMAN CAPITAL



70% ↑ **4%**

HDSAs in management,
core and critical skills
positions

20% No change

women in mining

12% ↑ **1%**

women in core positions

1 546 ↑ **20%**

individual training
courses





SUSTAINABLE DEVELOPMENT

NATURAL CAPITAL

R51.6m **↑ 23%**
environmental rehabilitation spend

Dust

Exceedances
(as % of total measurements) 0.58%

Water

Externally sourced potable ↓ 38%

Land

Rehabilitated land lodged for
clearance for redevelopment 191ha





FAR WEST GOLD RECOVERIES UPDATE

UPDATE: FAR WEST GOLD RECOVERIES (FWGR; PREVIOUSLY WRTRP)



1 August 2018
acquisition concluded

82%
increase in gold reserves

R300 million
revolving credit
facility secured for
Phase 1

- reclamation from Driefontein 5 dump
- retreatment through upgraded Driefontein plant
 - 400 000-600 000tpm
- deposition of residue on Driefontein 4 tailings dam
- first production, first quarter CY2019



SHORT TERM PRICE PROTECTION



- Zero-cost collar
 - 50 000oz over nine months
 - 5 556oz per month
 - floor of R565 000/kg
 - ceiling of just under R609 000/kg
 - Mitigates liquidity risk from medium-term borrowings for FWGR Phase 1
 - While borrowings are in place, provides price protection against Rand gold price decrease
-





LOOKING AHEAD

PRODUCTION, COST GUIDANCE

- Ergo gold production of between 148 000 and 154 000 ounces
- cash operating cost of ~R490 000/kg

ERGO

- set for improved performance
 - as project benefits start to flow

FAR WEST GOLD RECOVERIES

- contributing to bottom line by second half of FY2019




DRDGOLD
LIMITED

CONTACT DETAILS



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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