

Share the excitement

WRTRP

INVESTOR ROADSHOW

Niël Pretorius, Chief Executive Officer

Riaan Davel, Chief Financial Officer

Jaco Schoeman, Chief Operating Officer

March 2018



TRANSACTION DETAILS

Selected surface assets in exchange for holding in DRDGOLD	<ul style="list-style-type: none"> Sibanye-Stillwater to exchange selected surface assets for 265 million newly issued shares (38% holding) in DRDGOLD with a current value of R941 million¹
Selected surface assets	<ul style="list-style-type: none"> The selected surface assets comprise part of the WRTRP², a large-scale, long-life project to reclaim gold and uranium from historical tailings deposits situated in the greater Carletonville/Randfontein area The selected assets include the following: <ul style="list-style-type: none"> operating surface gold processing plants (DP2, DP3 and WRTRP pilot plant) an active tailings storage facility (TSF), Driefontein 4 land required for future development of WRTRP, Central Processing Plant (CPP) and Regional Tailings Storage Facility (RTSF) TSFs as indicated on page 4
Conditions precedent	<ul style="list-style-type: none"> DRDGOLD shareholders resolution, including a waiver for Sibanye-Stillwater to make a mandatory offer All necessary approvals from the JSE and New York Stock Exchange to the extent required Approval of the Transaction by the competition authorities of the Republic of South Africa (obtained 7 February 2018)
Sibanye-Stillwater option to own majority in DRDGOLD	<ul style="list-style-type: none"> Sibanye-Stillwater has an option to subscribe for such number of shares in DRDGOLD to get to 50.1%, for 24 months post competition authorities approval Issued at a 10% discount to 30-day VWAP on the day prior to the date of exercise of the option
Board appointment	<ul style="list-style-type: none"> DRDGOLD will support the nomination of a Sibanye-Stillwater representative, including an alternate, to the DRDGOLD Board

¹ DRDGOLD's closing share price of R3.55 on 8 February 2018, multiplied by the 265 million shares to be issued to Sibanye-Stillwater

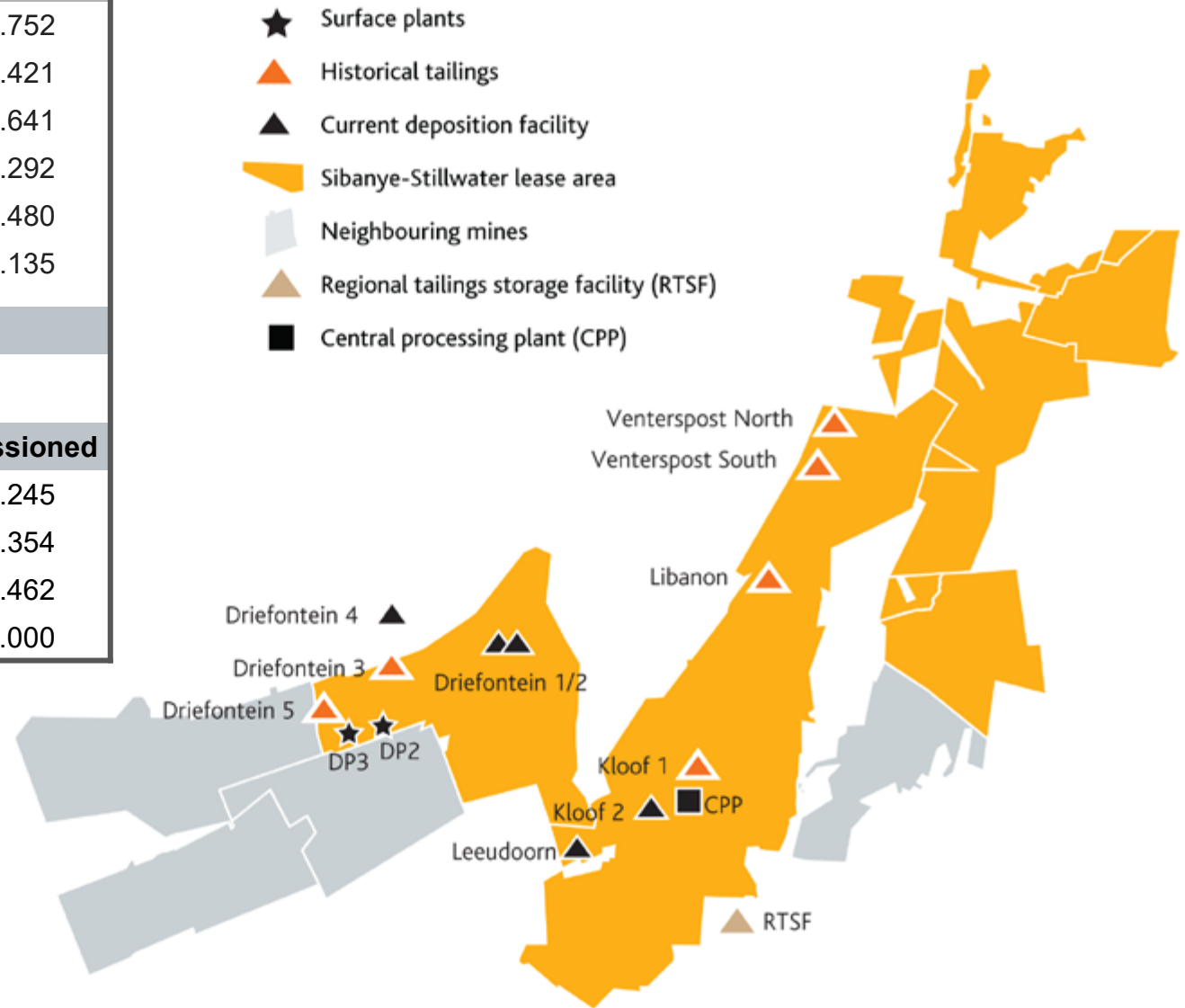
² WRTRP: West Rand Tailings Retreatment Project

THE RATIONALE

- Increase of about 91% in gold reserves: 2.99Moz to 5.71Moz
- Acquisition of surface assets capable of providing cash flows in short term
 - low initial capital expenditure
 - to support future growth and development of the project
- Potential to increase production, revenue
- Increase DRDGOLD's reserve base which extends life of mine
- Reduction in overhead unit costs through increased production
- RTSF large enough to receive most of Regional West Rand tailings
 - providing competitive advantage in region
- Securing significant long-term growth in a new operating region
- Strategically positions the company for further growth
- Opportunity to leverage proven experience to optimally develop the WRTRP
- Introduction of shareholder with proven transactional capacity and international footprint
 - enhances potential further corporate development and growth
- Addressing the Company's single asset risk

THE ASSETS

Asset	Mt	g/t	Moz
TSFs			
Driefontein 3	49.8	0.470	0.752
Driefontein 5	27.9	0.469	0.421
Libanon	73.3	0.272	0.641
Kloof 1	27.9	0.325	0.292
Venterspost North	54.5	0.274	0.480
Venterspost South	12.7	0.331	0.135
Active TSF			
Driefontein 4			
Active TSFs: to be transferred once decommissioned			
Driefontein 1	38.2	0.200	0.245
Driefontein 2	48.0	0.229	0.354
Kloof 2	61.0	0.235	0.462
Leeudoorn	0.00	0.000	0.000





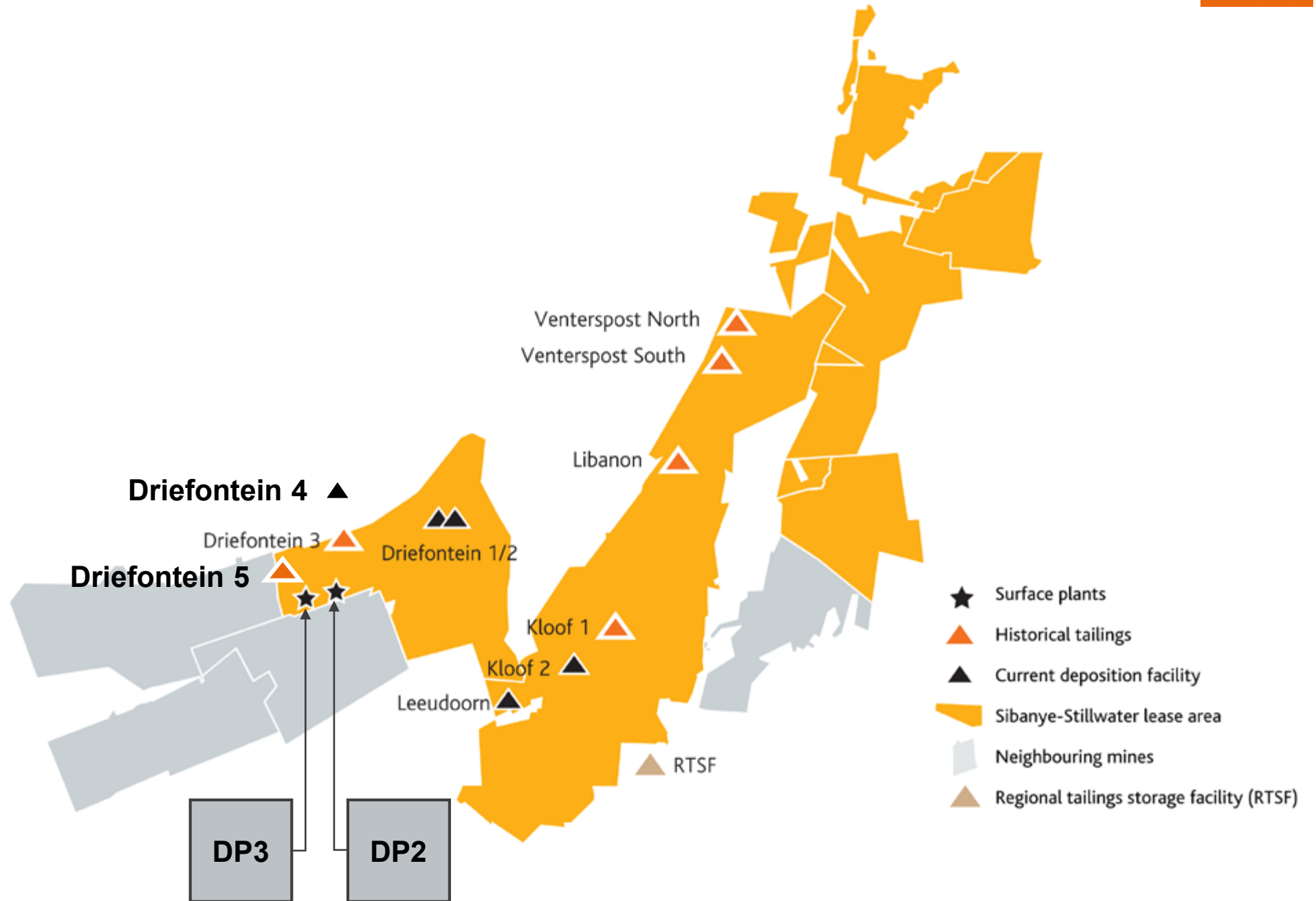
91%

increase in gold
reserves to
5.71Moz

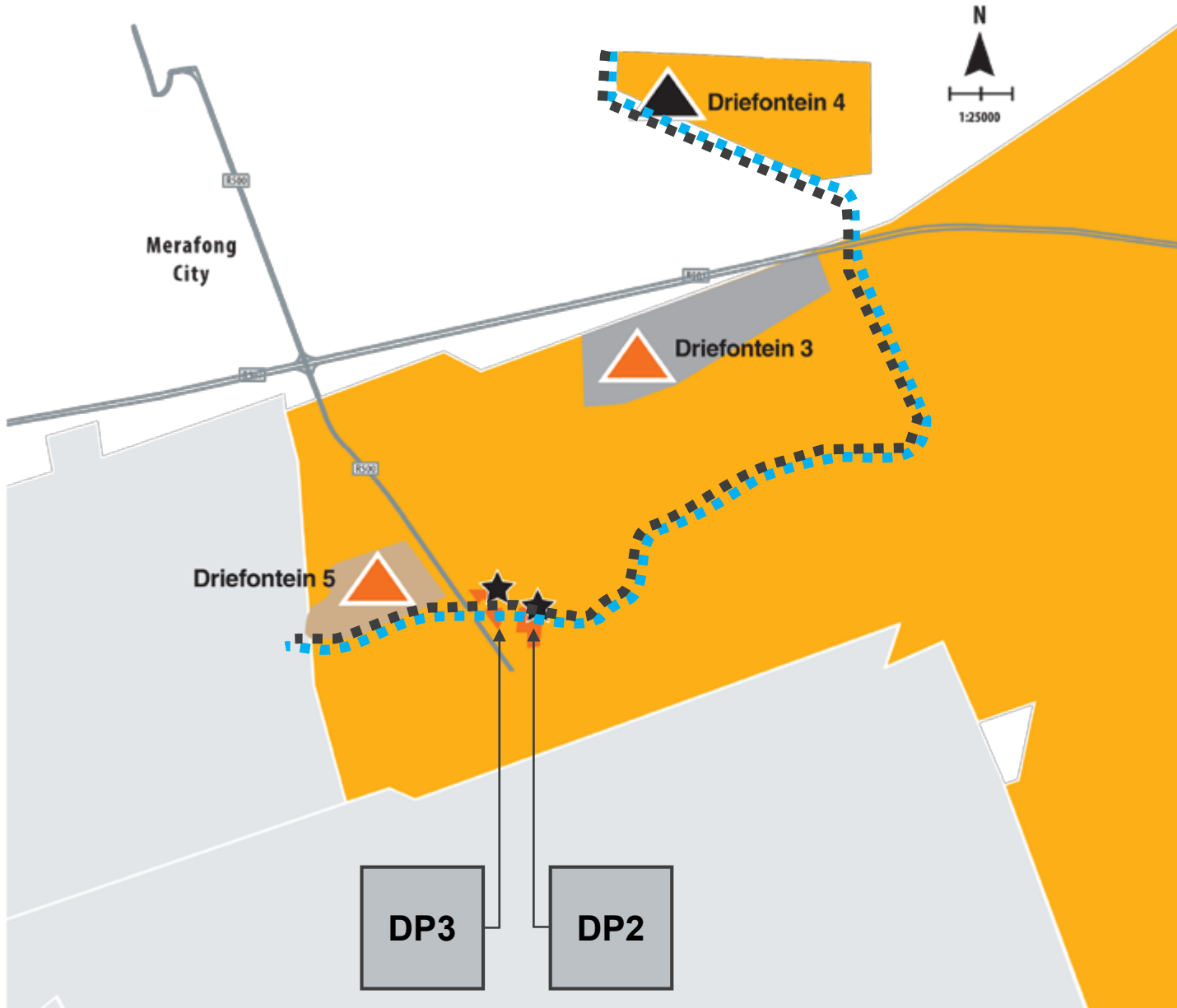
PHASE 1

Driefontein 5 processed through DP2 and DP3

PHASE 1



PHASE 1



- ★ Surface plants
- ▲ Historical tailings
- ▲ Current deposition facility
- Sibanye-Stillwater lease area
- Neighbouring mines
- Return water pipeline
- Tailings pipeline

PHASE 1: RECLAMATION



PHASE 1: DP2 AND DP3 PROCESSING PLANTS



PHASE 1: DRIEFONTEIN 4



PHASE 1



RECLAMATION
Driefontein 5 dump



PROCESSING
Upgraded
DP2 and DP3 plants
(500 000tpm)



DEPOSITION
Driefontein 4 tailings dam

Early-stage production +
design/planning

Commissioning within
12 months of acquisition

Cash-generative

Modest upfront capex:
R288 million

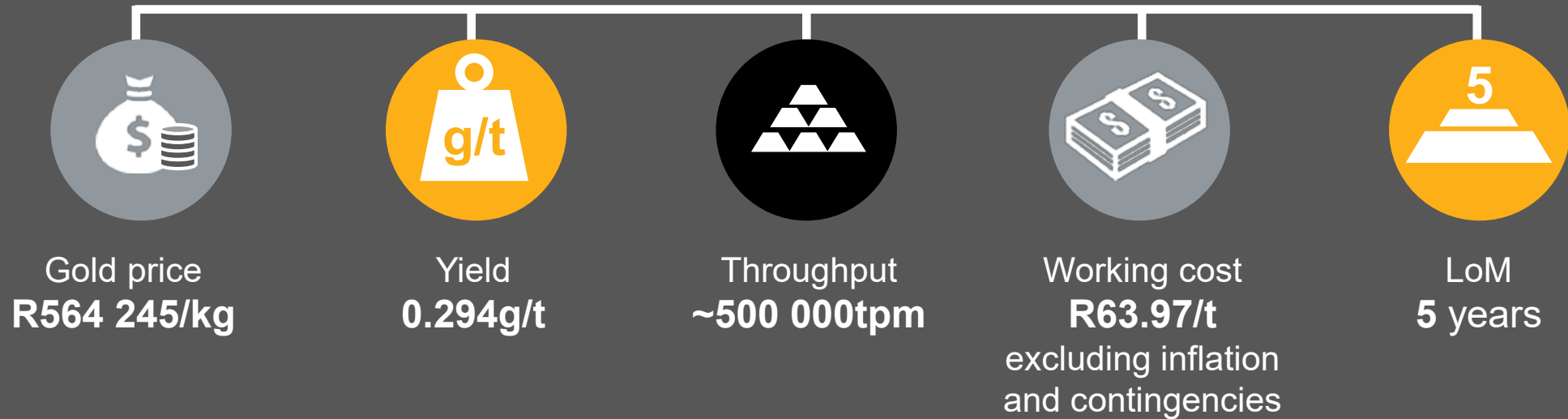
R1.3 billion NPV

- Test work to refine:
- Phase 2 DFS process/engineering design
 - Optimal mix for blending

24 months post commissioning: bulk sampling
to evaluate remaining resource

WRTRP PHASE 1 FORECAST INFORMATION

KEY ASSUMPTIONS



Note: Key assumptions have been extracted from the Competent Person's Report (CPR), a summary of which is included in the circular

R million	Year ending 31 December 2019
Revenue	1 010.7
Gross profit from operating activities	389.8
Profit before tax	379.6
Profit for the year	229.4

DRDGOLD STATEMENT OF PROFIT OR LOSS

FOR THE PERIOD ENDED 31 DECEMBER 2017 (HY2018) AND
WRTRP FORECAST FINANCIAL INFORMATION FOR
THE SIX MONTHS ENDED 30 JUNE 2019 (HY2019)

R million	DRDGOLD HY2018	WRTRP forecast HY2019
Revenue	1 254.8	508.7
Gross profit from operating activities	115.2	196.7
Profit before tax	77.2	185.2
Profit for the year	60.6	111.9
Weighted average number of ordinary shares in issue adjusted for treasury shares ('000)	422 069	265 000
Basic earnings per share (cps)	14.4	42.2
Operating margin (%)	17.5	53.4

KEY PERFORMANCE INDICATORS

FOR DRDGOLD HY2018 AND WRTRP FORECAST HY2019

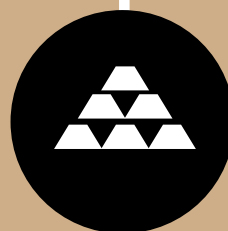
If WRTRP were included in DRDGOLD's HY2018 results:



Operating margin
17.5%
for DRDGOLD
compared to
53.4% for WRTRP



Significant
increase in
earnings per share



39%
increase
in production



11%
increase
in yield



12%
lower cash costs
per kilogram

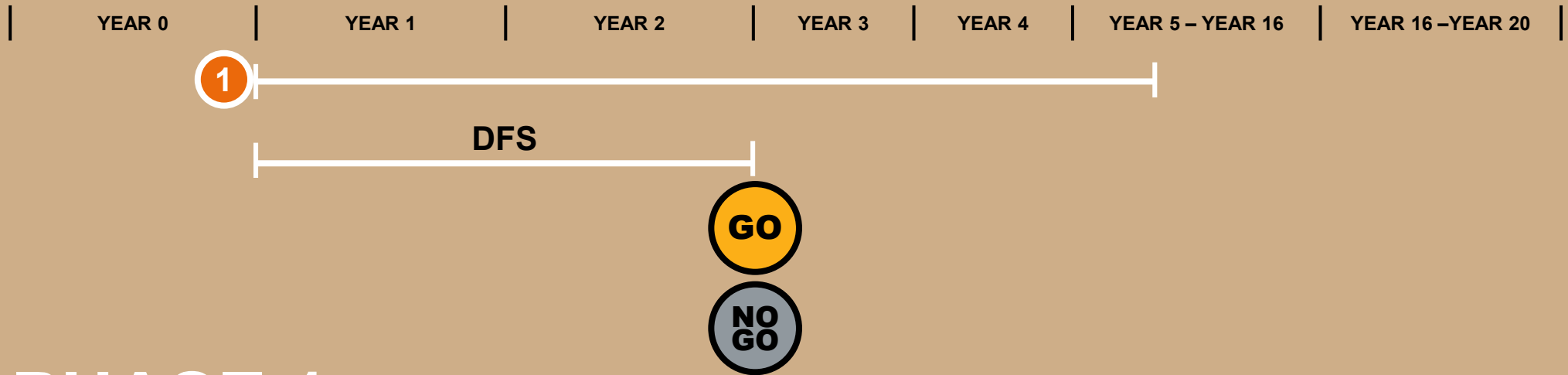
Key performance indicators		DRDGOLD HY2018	WRTRP forecast HY2019	DRDGOLD & WRTRP
Gold production	kg	2 341	902	3 243
Tonnes	000't	12 253	3 064	15 317
Yield	g/t	0.191	0.294	0.212
Average gold price	R/kg	547 653	564 245	
Cash operating cost	R/kg	451 689	263 095	398 434
	R/t	87	77	86

PHASE 1: QUALITY OF RESERVE MARGIN MULTIPLE

		DRDGOLD HY2018	WRTRP forecast HY2019
Cash operating costs	R/t	87	77
Breakeven yield	g/t	0.160	0.141
Yield	g/t	0.191	0.294
Margin (gold)	g/t	0.031	0.153



PHASE 1: PROJECT TIMELINE



PHASE 1

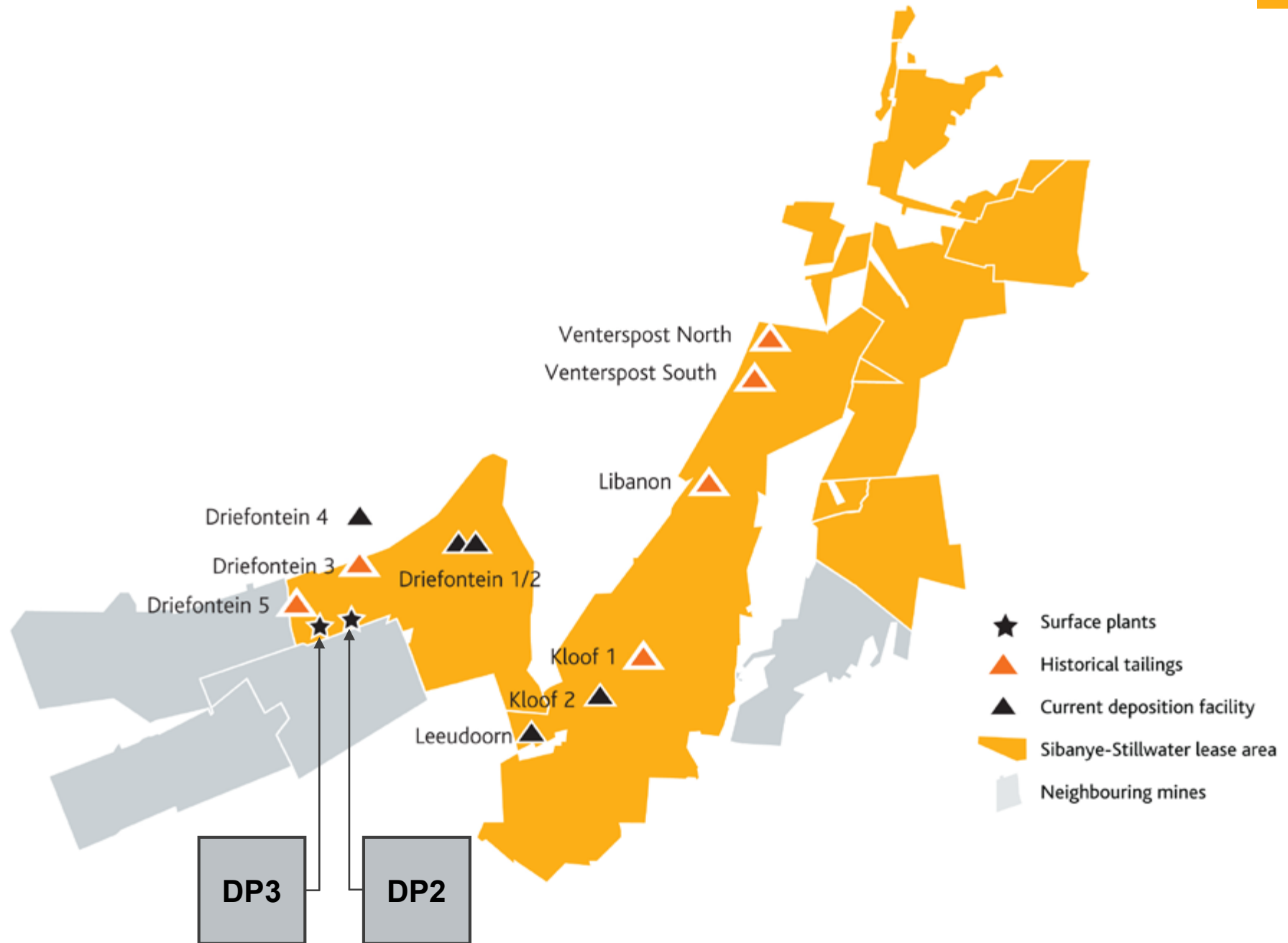
5 years production from Driefontein 5 through DP2 and DP3

@500 000tpm

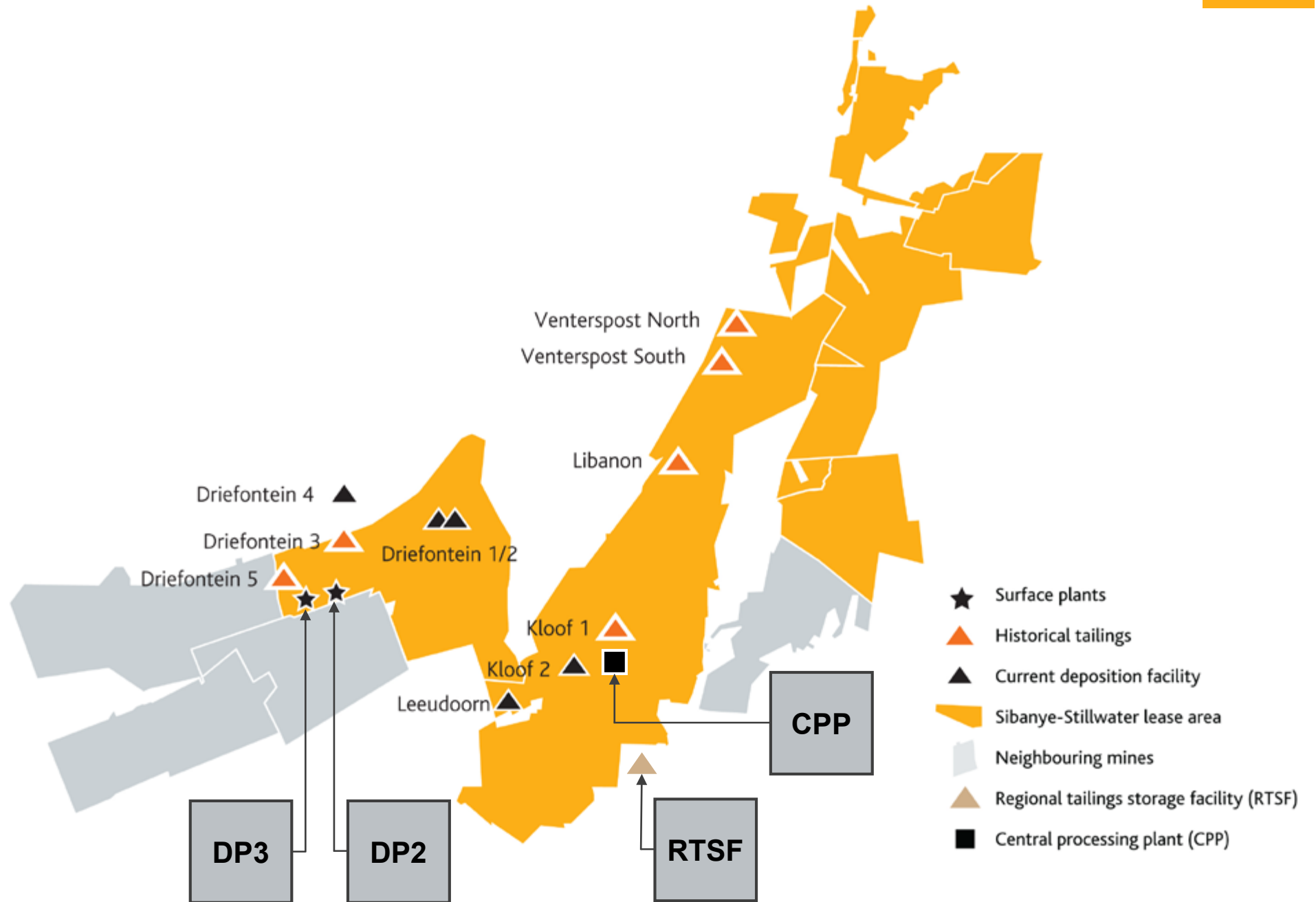
2018	2018	2019	2020
Approvals for the transaction	Construction and commissioning	1 year	1 year
	Refurbish DP2 + DP3	Pilot plant testwork for the DFS	Complete DFS
	Install all pipelines and pumps		Go / no-go decision
	Upgrade Driefontein 4 for Phase 1		

PHASE 2

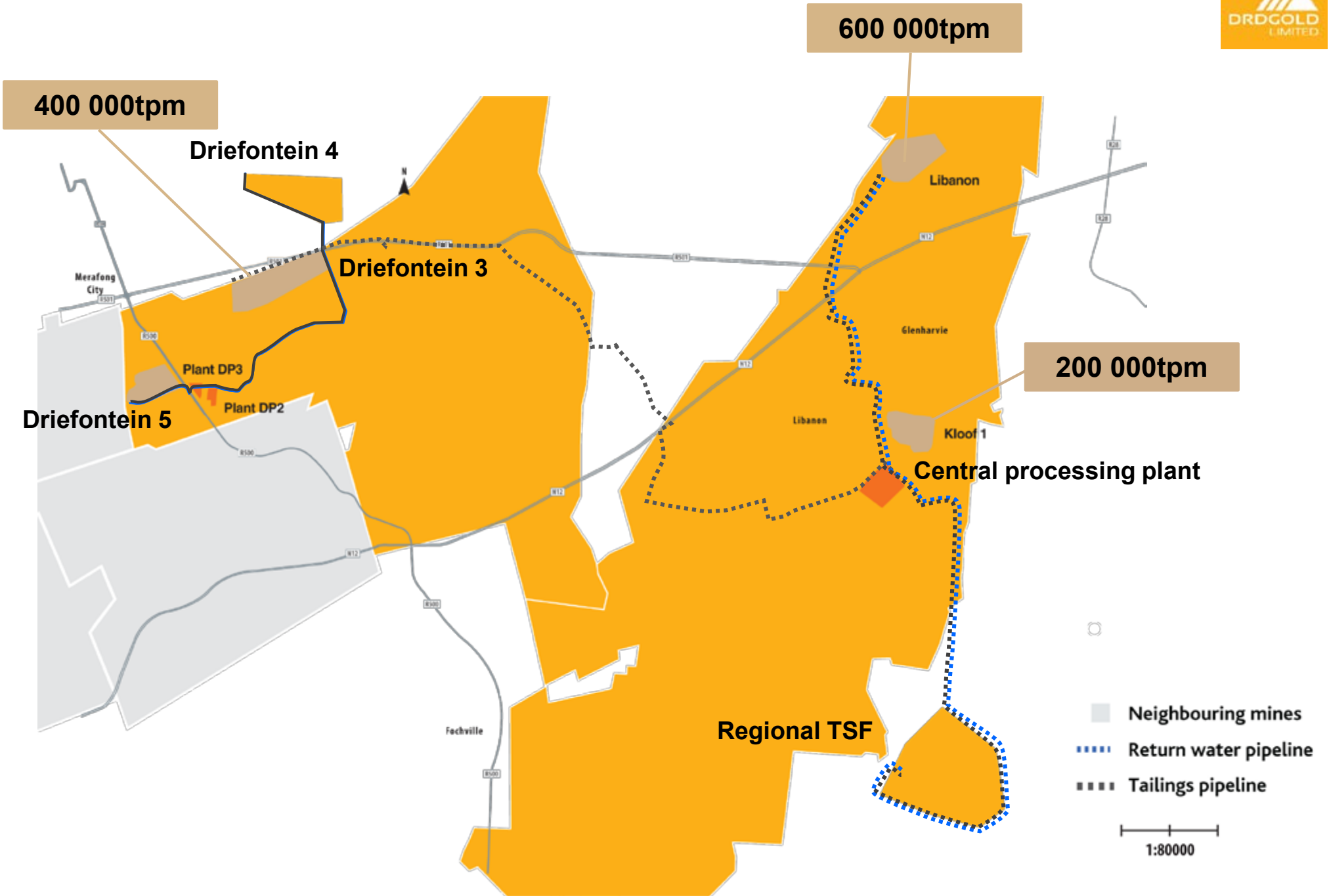
Driefontein 3, Libanon and Kloof 1



PHASE 2



PHASE 2



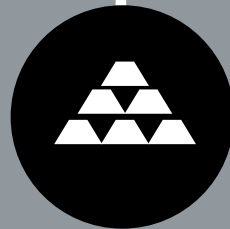
PHASE 2

NPV: R2.1 billion

KEY ASSUMPTIONS



Gold price
R564 245/kg



Throughput
1.2Mtpm



Working cost
R48.49/t
excluding inflation
and contingencies



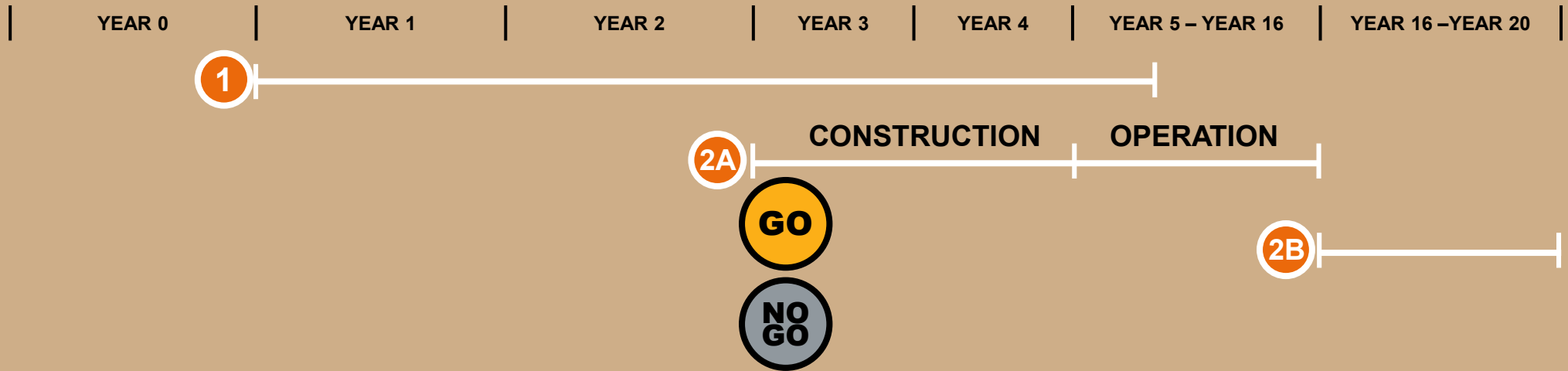
LoM
20 years

Capital expenditure	R million
Lower compartment of RTSF	1 229
Construction of CPP	984
Pipelines, pump stations and equipping of reclamation sites	778
Direct capex for Phase 2*	2 991

* Excluding contingencies and project services



PHASE 2: PROJECT TIMELINE — GO



PHASE 1

5 years production from Driefontein 5 through DP2 and DP3

@500 000tpm

PHASE 2A

12 years production from Driefontein 3, Kloof 1 and Libanon on RTSF

@1.2Mtpm

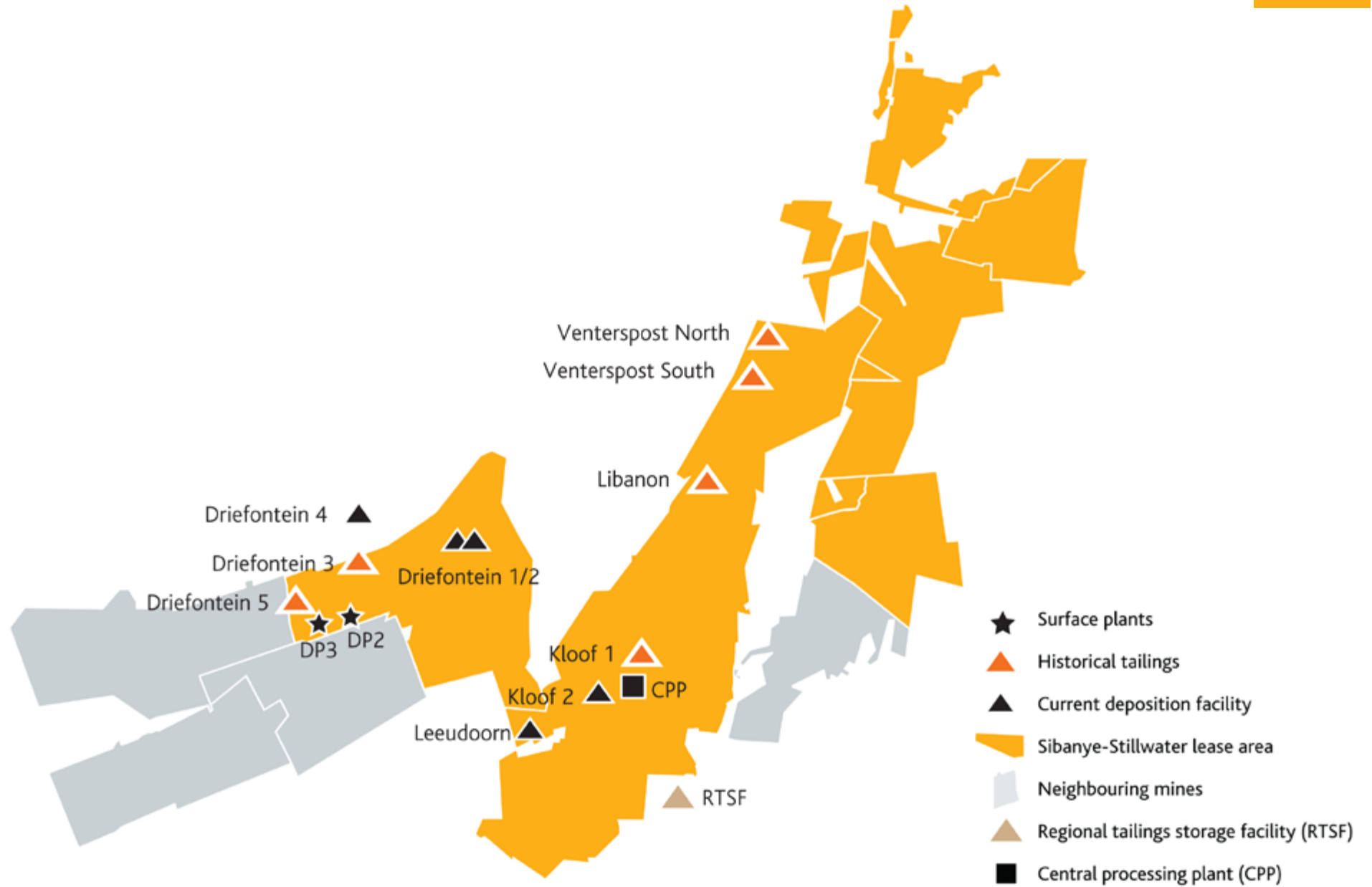
PHASE 2B

5 years production from Venterspost North and South

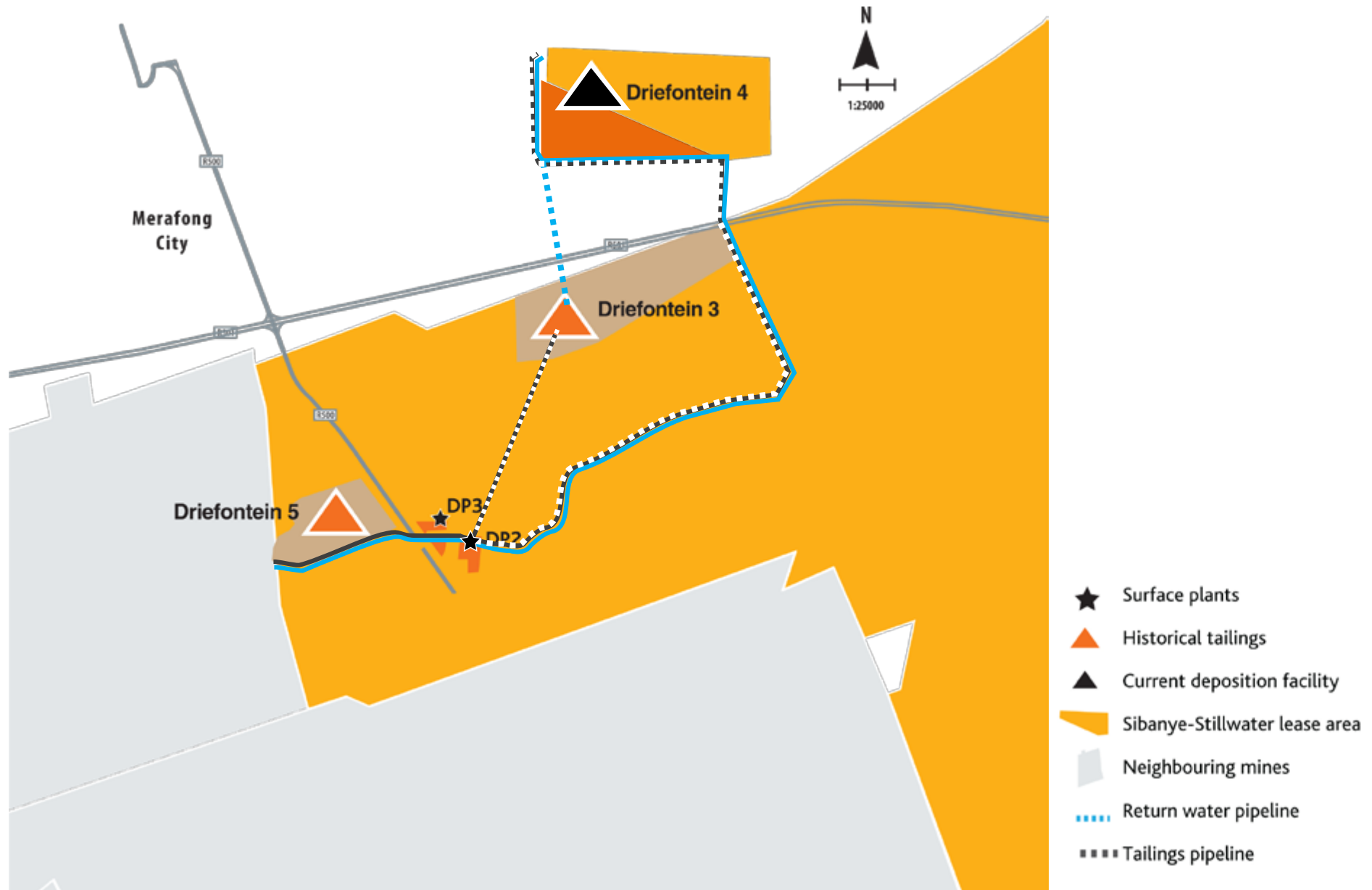
@1.2Mtpm

2018	2018	2019	2020	2022	2034	2039
	6 months	1 year	1 year	2 years	12 years	5 years
Approvals for the transaction	Refurbish DP2 + DP3	Pilot plant testwork for the DFS	Complete DFS	Construction of CPP	Production	Production
	Install all pipelines and pumps		Go / no-go decision	Transfer piping and pumps	Construction of pipelines for Phase 2B	Rehabilitation
	Upgrade Driefontein 4 for Phase 1			Construction of RTSF		

Rehabilitation through mining



ALTERNATIVE OPTION



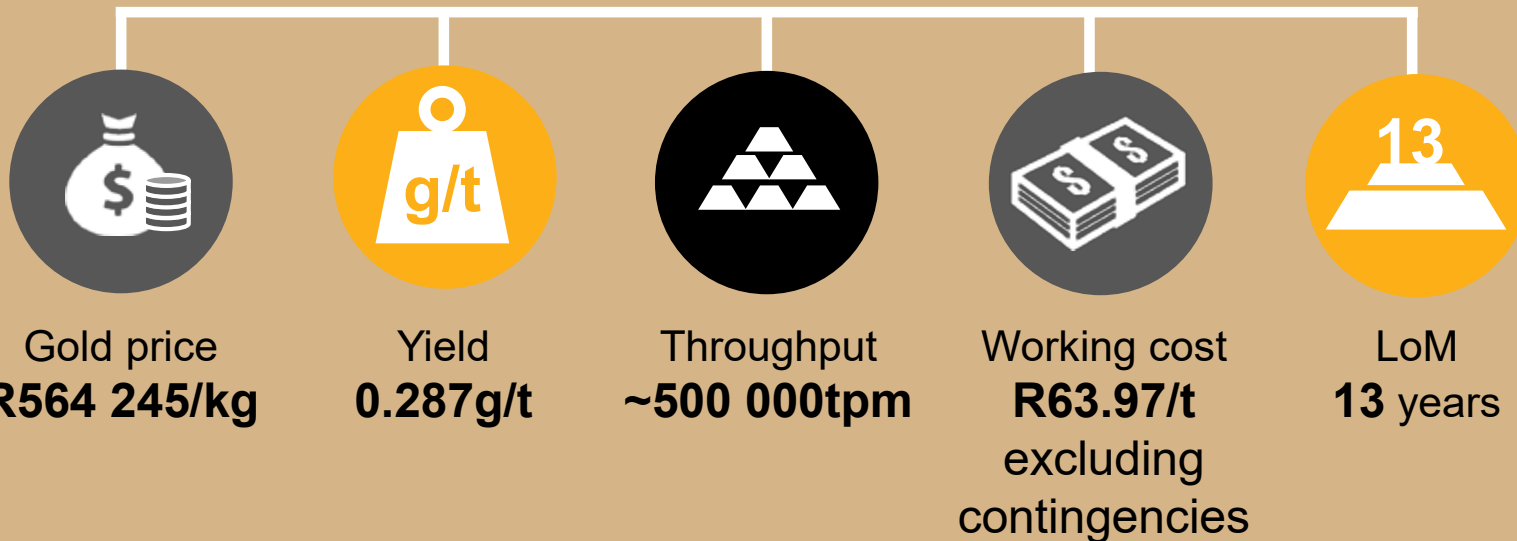
ALTERNATIVE OPTION: DRIEFONTEIN 4



ALTERNATIVE OPTION

NPV: R2.7 billion

KEY ASSUMPTIONS



Capital expenditure	R million
Upgrading of Driefontein 4 TSF	318
Pipelines, pump stations and equipping of reclamation site	79
Direct capex for alternative option	397

* Excluding contingencies and project services

VALUE PER SHARE

	DRDGOLD group per F&R opinion	WRTRP Phase 1	WRTRP Phase 1 & 2	Alternative option
NPV (R million)	1 618	1 286	2 121	2 696
Number of ordinary shares	431 429 767	431 429 767	431 429 767	431 429 767
Shares issued - WRTRP		265 000 000	265 000 000	265 000 000
Option shares (if exercised) ¹		167 733 616	167 733 616	167 733 616
Total number of issued shares	431 429 767	864 163 383	864 163 383	864 163 383
NPV per share (R/share)	3.75	4.17	5.37	6.19
Illustrative NPV per share assuming that at the time Sibanye-Stillwater exercised the option ¹ , the 30-day VWAP equalled R3.83 per share minus 10%		4.03	5.00	5.66

¹ Sibanye-Stillwater shall be entitled, subject to Sibanye-Stillwater not having disposed of all or any of the Consideration Shares, to exercise the Option during the Option Period, being any time during the period commencing on the Delivery Date and expiring 24 months thereafter. The Option must be exercised in whole anytime within the Option Period. The issue price shall be the 30-day VWAP at the time of the exercise of the Option less 10%.

APPROVALS



Shareholder

Category 1 transaction requiring shareholder approval

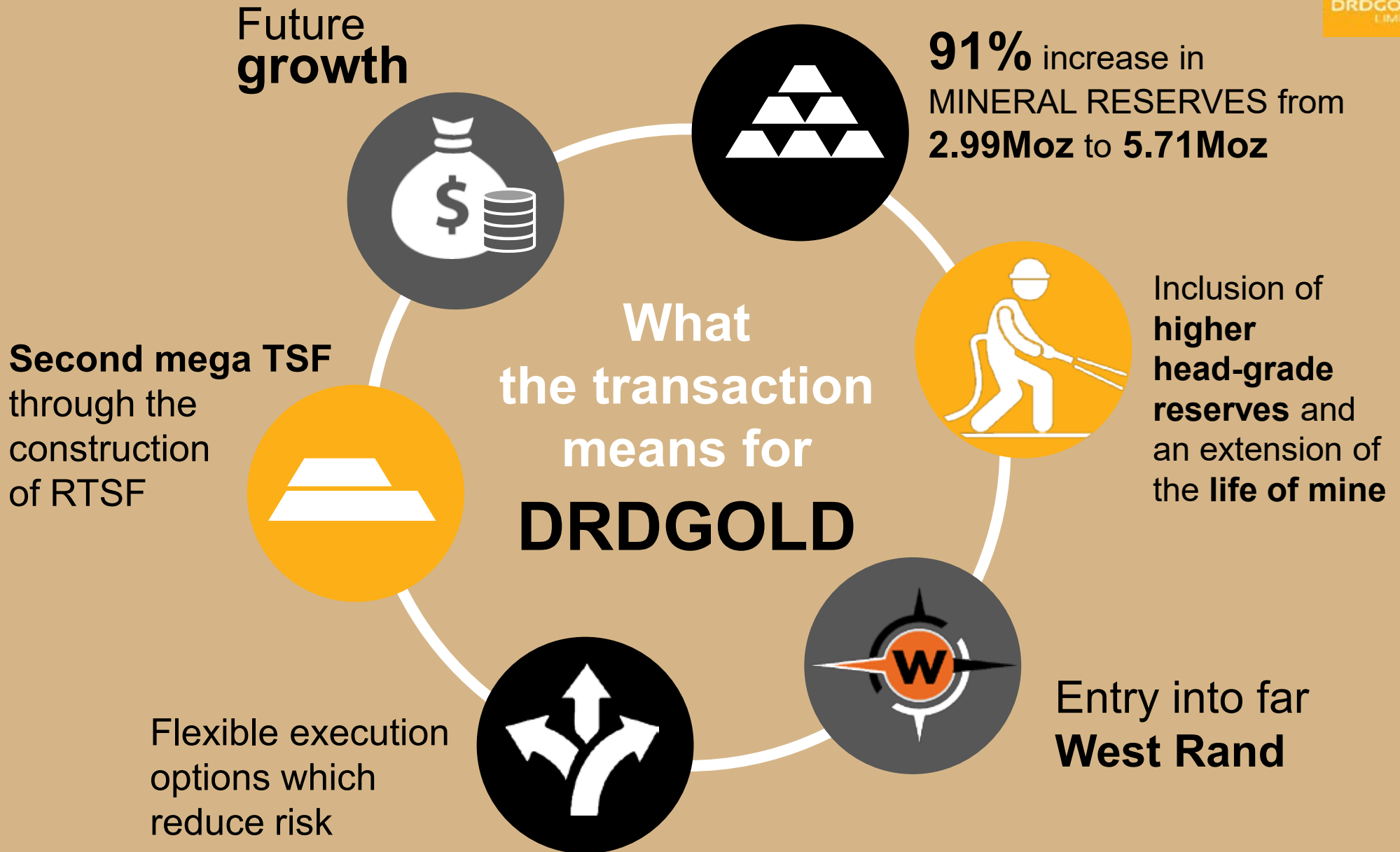
Circular distributed: 26 February 2018

General meeting scheduled for 28 March 2018

Regulatory

Approval obtained from the Competition Authorities







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.

CONTACT DETAILS



Registered office

1 Sixty Jan Smuts Building
2nd Floor - North Tower
160 Jan Smuts Avenue
Rosebank
2196

PO Box 390
Maraisburg 1700
South Africa

Contact details

Niël Pretorius, CEO

Riaan Davel, CFO

Jaco Schoeman, COO

Tel: +27 (0) 11 470 2600

Fax: +27 (0) 11 470 2618

Email: niel.pretorius@drdgold.com

riaan.davel@drdgold.com

jaco.schoeman@drdgold.com

James Duncan, investor relations

Email: james@rasc.co.za

Website: www.drdgold.com

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