

Statement of consolidated cash flows

for the year ended 31 December 2006

US\$000	Notes	Group 31 Dec 2006	Group 31 Dec 2005 (Restated)~
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit after tax		50 876	47 856
Income tax expense		23 097	170
Profit before income tax		73 973	48 026~
Net interest received		(1 559)	(203)
Depreciation and amortisation		22 844	11 910
Other losses/(gains) - net		653	(45)
Effect of roll forward of hedges		4 413	-
Unwind of discount on provisions for environmental rehabilitation		541	254
Share-based payments		2 369	2 243
		103 234	62 185~
Effects of changes in operating working capital items:			
□ receivables		(9 640)	(12 101)
□ inventories and ore stockpiles		(19 428)	(34 569)~
□ accounts payable and accrued liabilities		9 469	14 408
Cash generated from operations before interest and tax		83 635	29 923
Interest received		7 384	2 064
Interest paid		(5 825)	(1 861)
Income tax paid		(14 784)	(390)
Net cash generated from operating activities		70 410	29 736
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment*		(61 508)	(73 217)
Repayments from/(financing of) contractors	24	105	(11 276)
Net cash used by investing activities		(61 403)	(84 493)
CASH FLOW FROM FINANCING ACTIVITIES			
Ordinary shares issued		3 653	105 248
Long term loans repaid		(21 756)	(1 156)
Long term loans received*		-	24 877
Cash (used by)/generated from financing activities		(18 103)	128 969
NET (DECREASE)/INCREASE IN CASH AND EQUIVALENTS		(9 096)	74 212
CASH AND EQUIVALENTS AT BEGINNING OF YEAR		152 452	78 240
CASH AND CASH EQUIVALENTS AT END OF YEAR		143 356	152 452
Cash at bank and in hand		10 948	15 353
Short term bank deposits		132 408	137 099
		143 356	152 452

The effective interest rate on short term bank deposits was 4.82% (2005: 2.77%). These deposits have an average maturity of 30 days.

* Excluded from the comparatives is the Loulo power plant acquired in 2005 under a finance lease agreement of US\$6.8 million.

~ Restated due to change in accounting policy relating to stripping costs. Refer note 6.

The notes on pages 66 to 86 are an integral part of these consolidated financial statements.