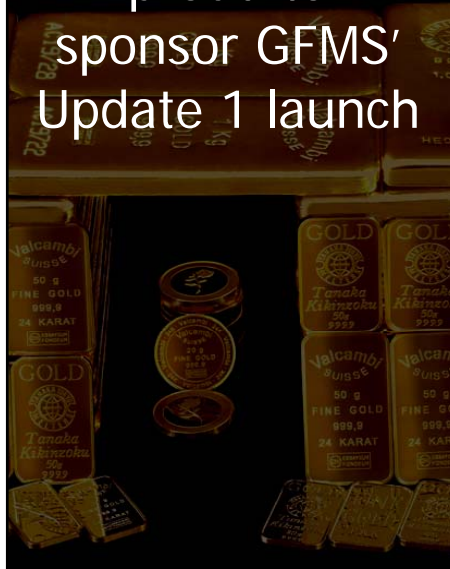


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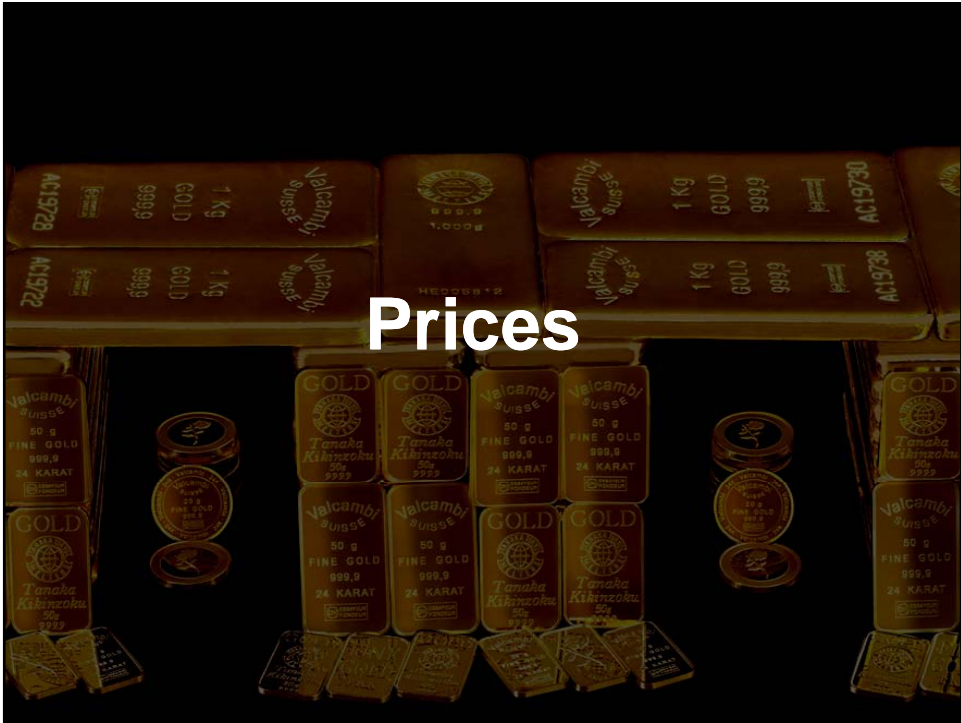
Presentation Outline

■ Prices

■ Supply

■ Demand

■ Summary and Price Outlook



Prices



Euro Gold Price Weekly Averages



Gold Prices in Different Currencies Indexed Daily Series



Gold Price Correlations

(based on log-returns on daily prices)

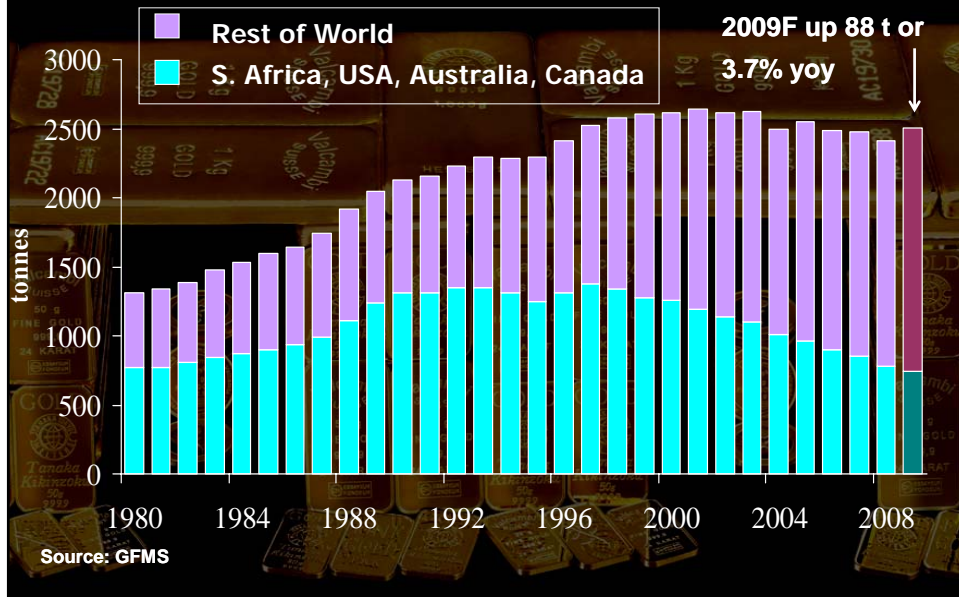
	08.Q2	08.Q3	08.Q4	09.Q1	09.Q2
US\$/Euro Rate	0.73	0.63	0.36	0.23	0.33
US\$/Yen Rate	0.58	0.28	0.03	0.33	0.32
Silver	0.48	0.70	0.58	0.57	0.57
Oil (WTI)	0.23	0.17	0.23	0.21	0.01
GSCI Index	0.27	0.23	0.26	0.20	0.04
CRB Index	0.22	0.17	0.21	0.15	0.27
S&P 500	-0.35	-0.20	-0.04	-0.03	0.01

Source: GFMS



Supply

Gold Mine Production



Mine Production Profile

Positives were widespread:

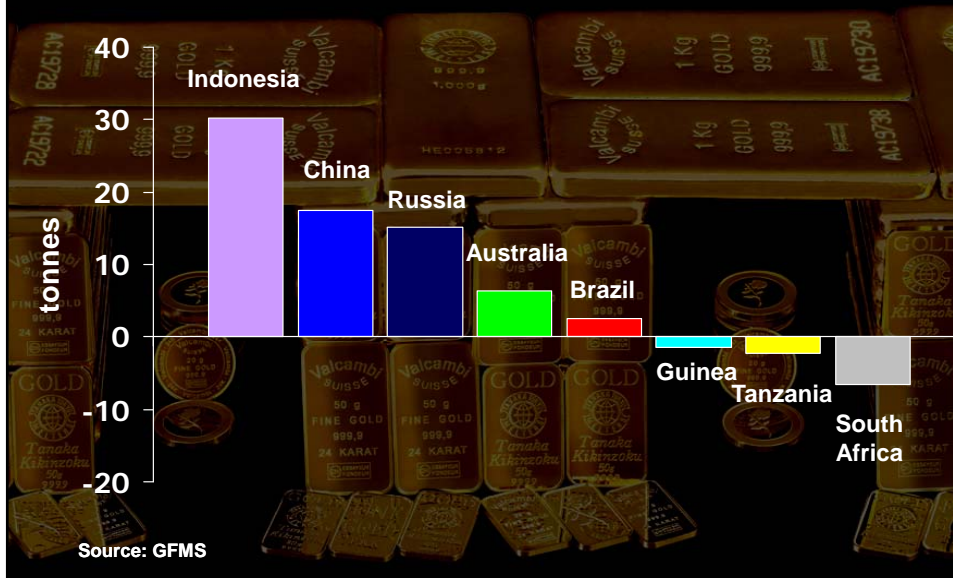
- Strong contribution from new or ramping up projects: Kupol, Cerro Corona, Pioneer, Bonikro, Higginsville, Goldex, Sabodala, Kettle River-Buckhorn, Mana, Leonora. (+34 tonnes collectively)
- Good performance at several existing operations: Grasberg, Lihir Island, Goldstrike, Bingham Canyon, La Coipa, Yanacocha, Paracatu. Batu Hijau. (+51 tonnes collectively)

Negatives were limited in impact:

- Losses were driven by South Africa and Tanzania. All other reductions at the country level were sub-two tonnes. At the mine level, the largest ten losses only totalled -31 tonnes, compared to the ten largest increases at +69 tonnes.

Mine Production: Winners and Losers

(Figures represent year-on-year change, i.e. H1.09 less H1.08)

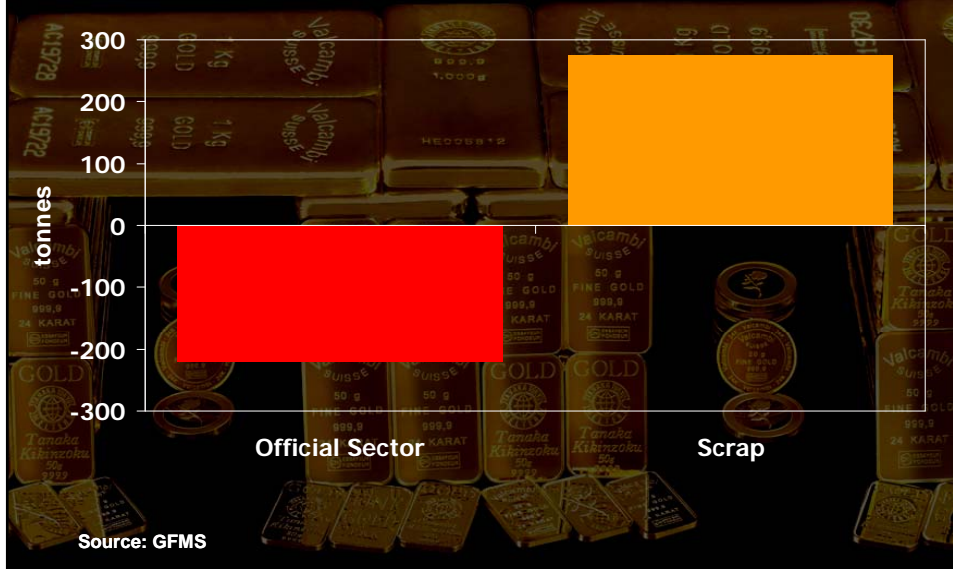


Major Western World Mines' Cash Costs

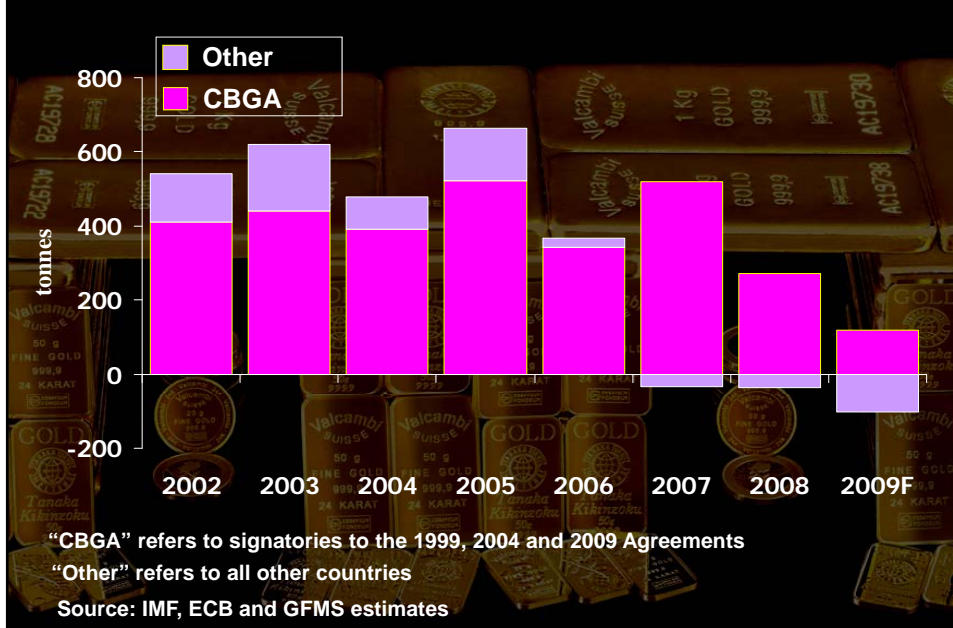
(in money-of-the-day terms)



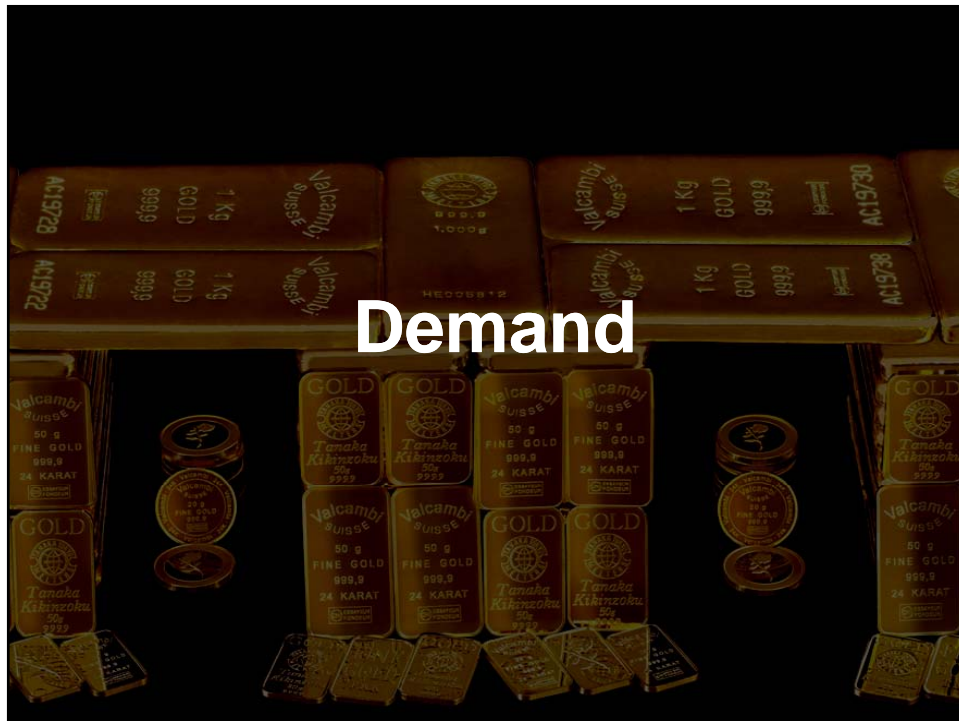
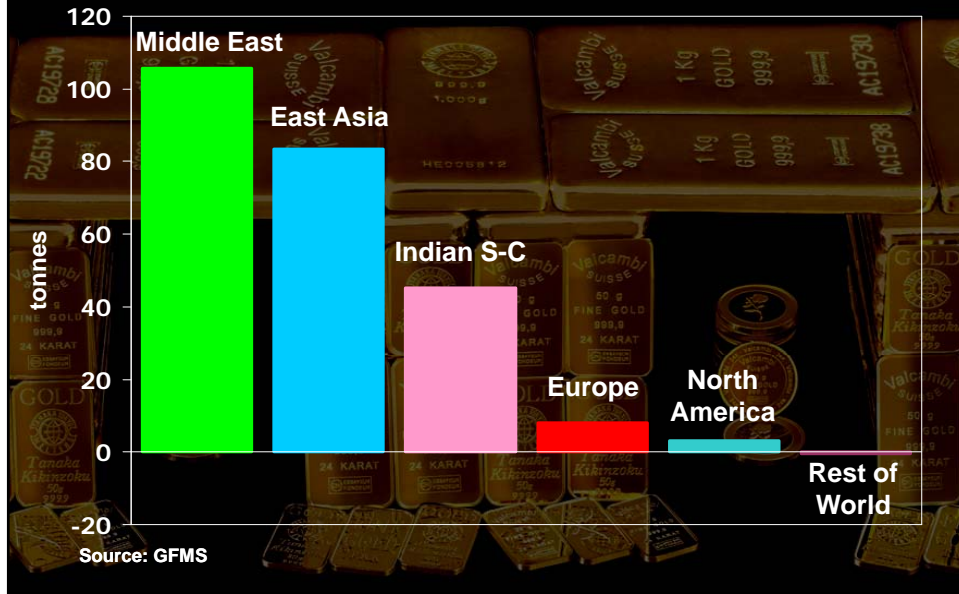
Change in Supply from Above-Ground Stocks 2009 (forecast) compared to 2008



CBGA and Other Gold Sales

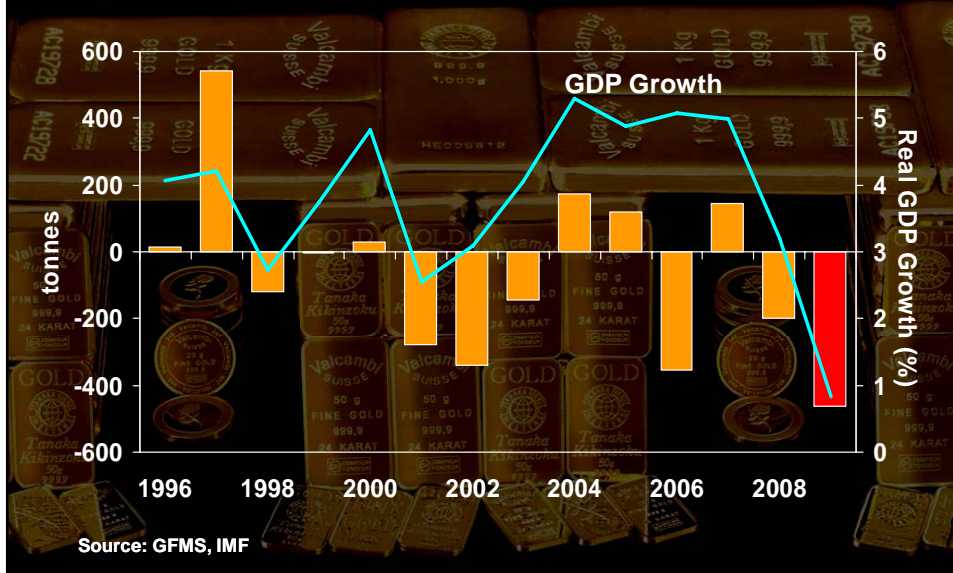


Regional Changes in Scrap Supply 2009.H1 compared to 2008.H1



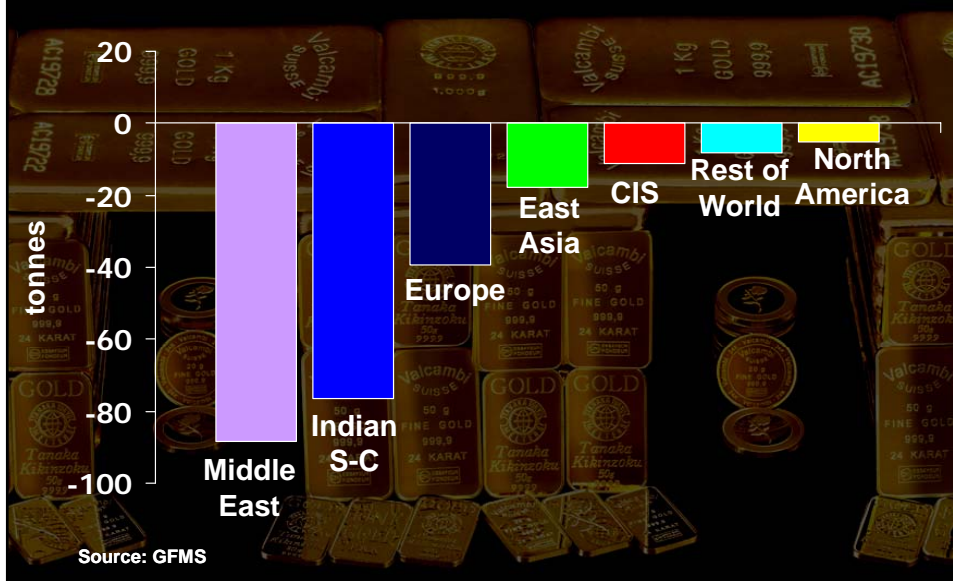
World Gold Fabrication

Annual year-on-year change, tonnes

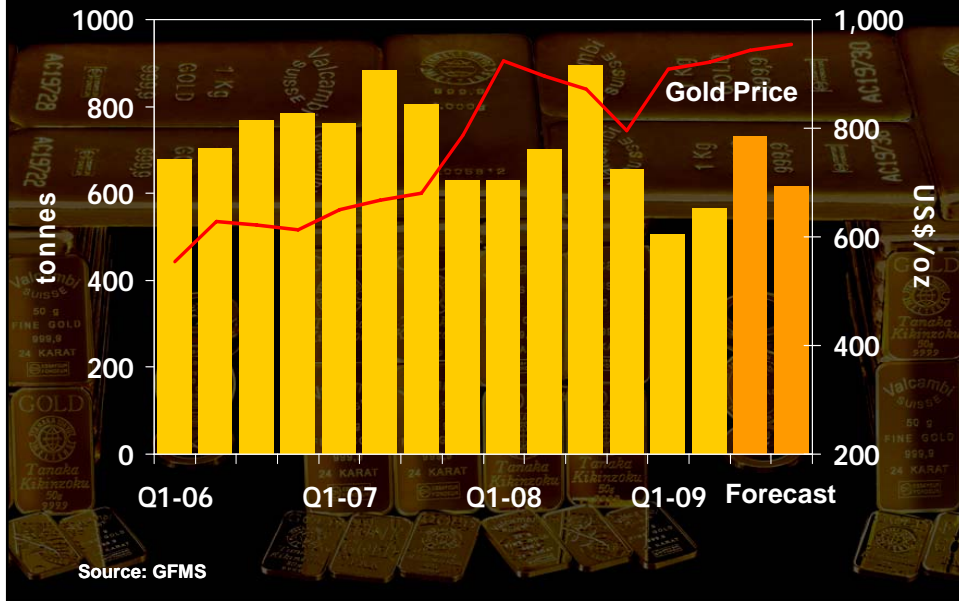


Jewellery Fabrication: Winners and Losers

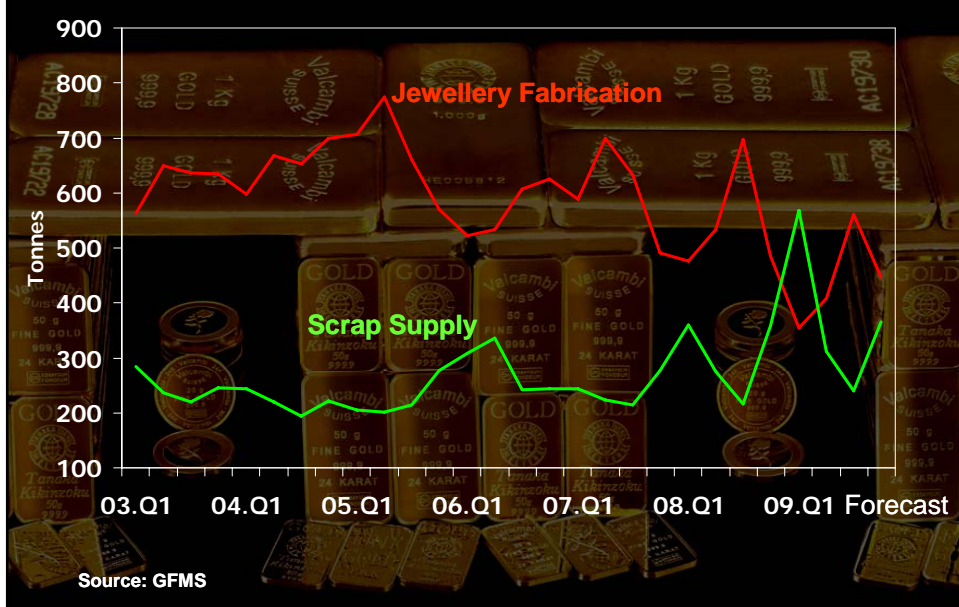
(Figures represent year-on-year change, i.e. H1.09 less H1.08)



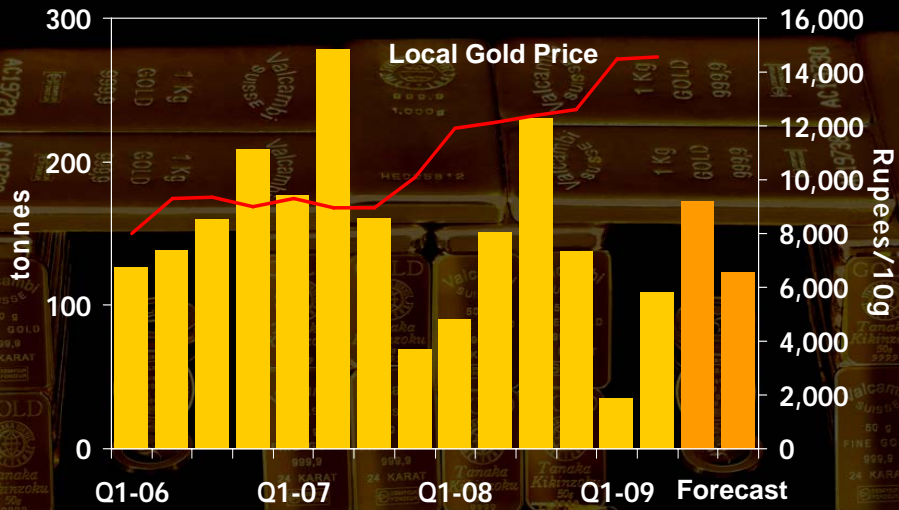
Global Fabrication Demand, Quarterly



Jewellery Fabrication & Scrap Supply

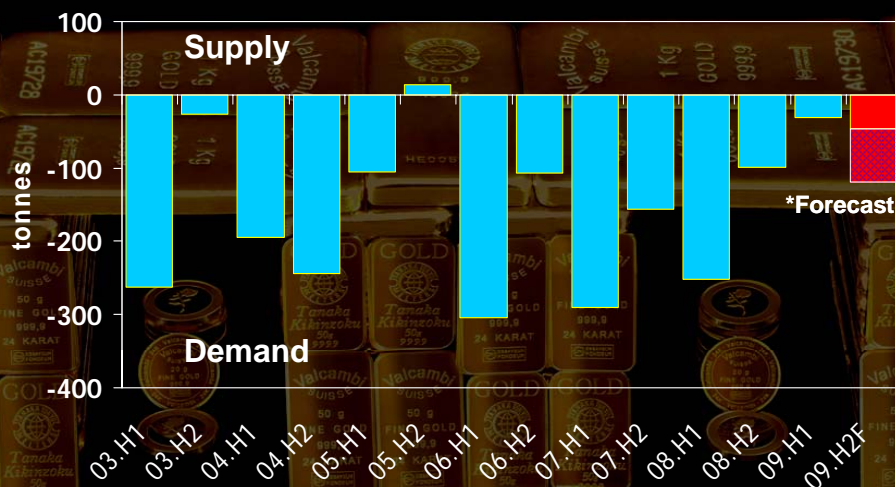


Indian Gold Fabrication



Source: GFMS

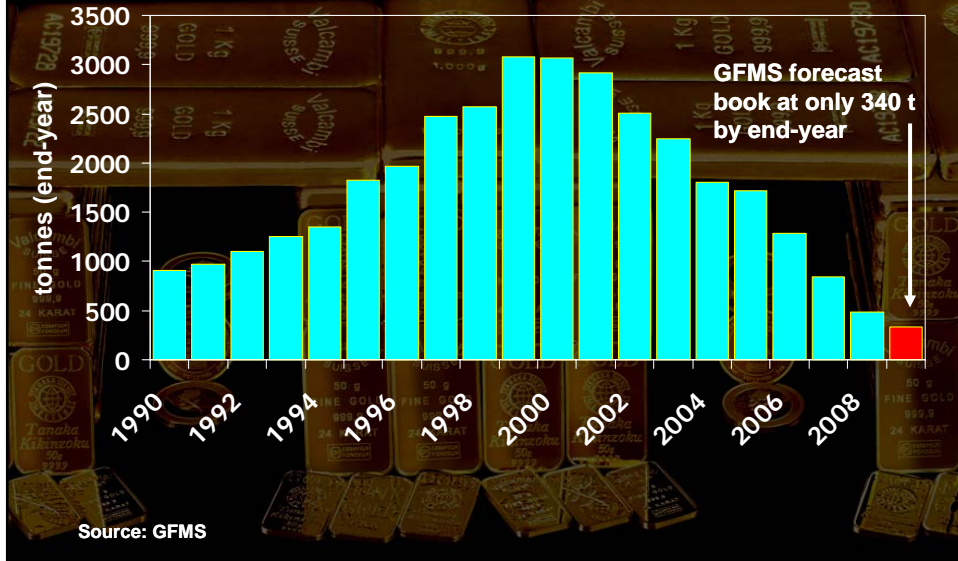
Net Market Impact of Producer Hedging



*Forecast: Original August 2009 + Post-Barrick announcement on 7/9/09

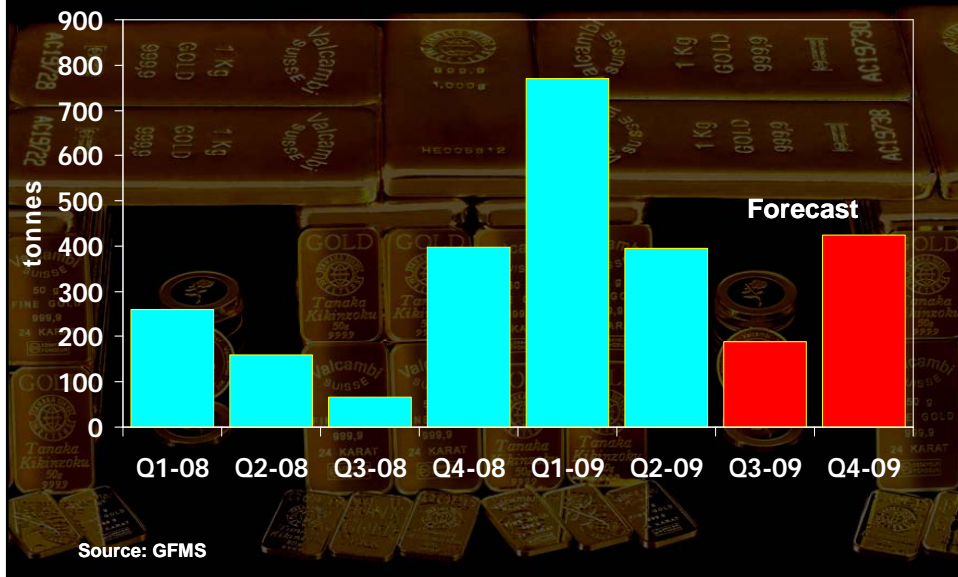
Source: GFMS

Outstanding Delta Adjusted Producer Hedge Positions

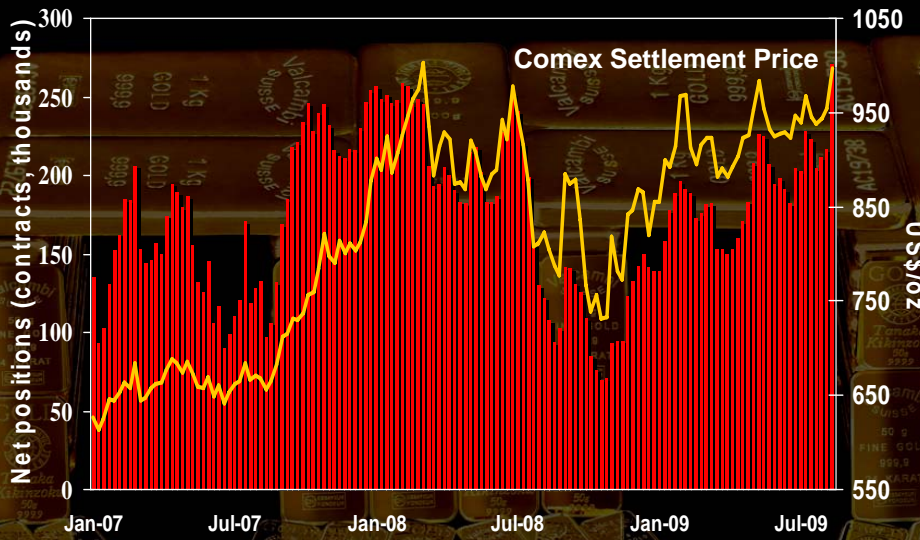


World Investment

World Investment: Bar Hoarding, Coins, Implied Net (Dis)Investment

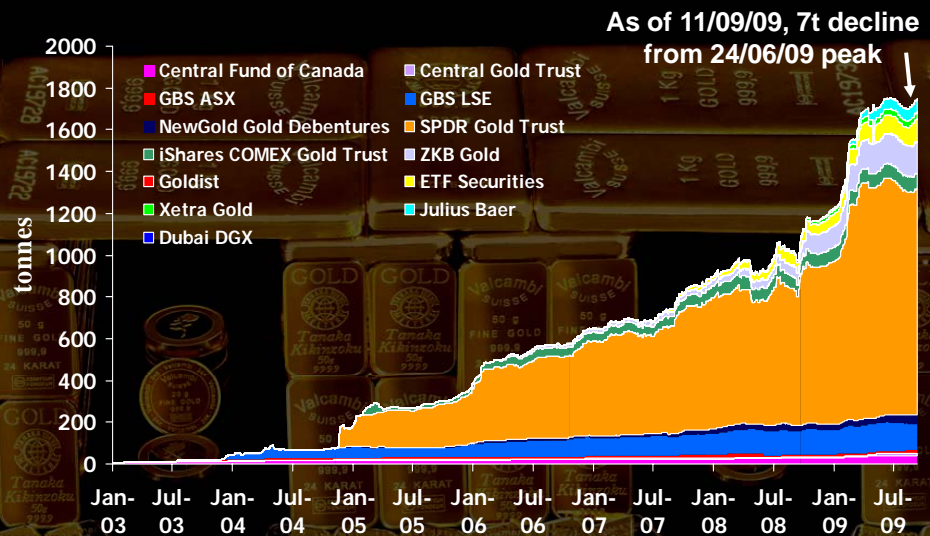


Investors' Net Positions on Comex and CBOT



Source: CFTC (non-commercial & non-reportable net positions in futures)

Gold Exchange Traded Funds



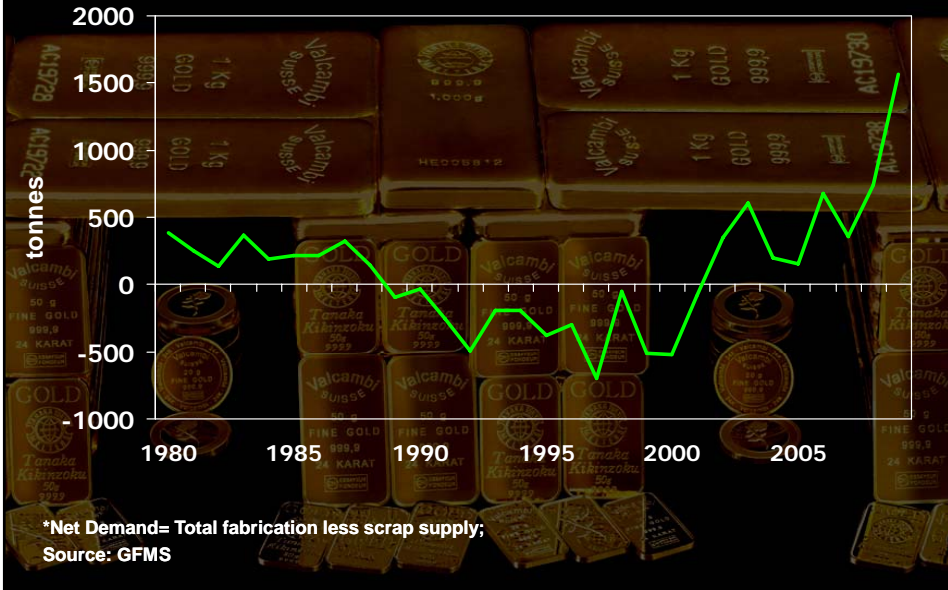
Source: Respective issuers

Investment in 2009

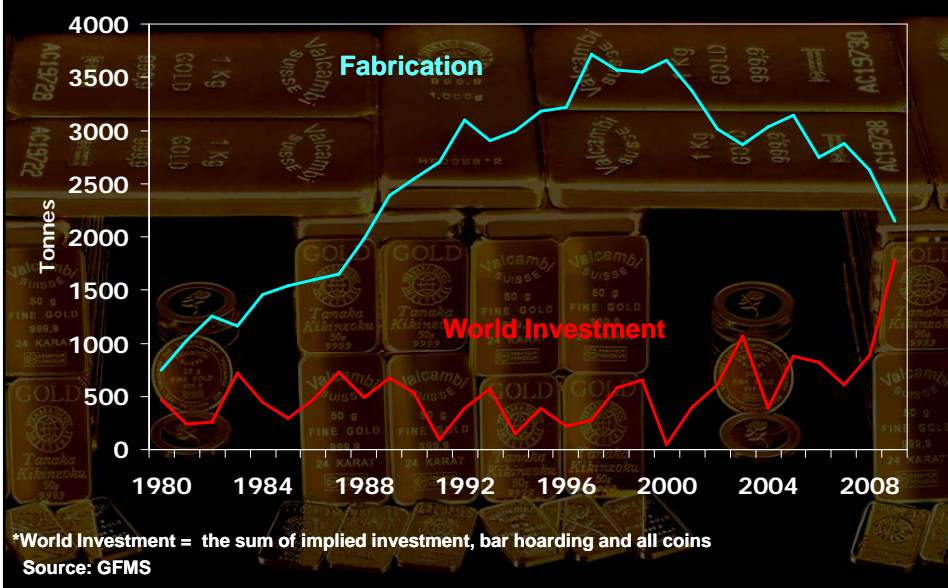
- Growth in investment demand has been the most important driver of higher prices.
 - 2009-to date has seen a renewed wave of demand. Investors' focus shifting from concerns over financial stability and security of bank deposits to potential consequences of governments' and central banks' ultra-loose fiscal and monetary policies for inflation and the US dollar.
- But, how long will this last? Economic recovery with low or moderate inflation and rising short term interest rates could eventually undermine the case for investment and result in a major drop in the gold price, especially if existing 'longs' sell-off aggressively.

Summary and Price Outlook

Mine Production Less Net Demand* (1980-2009F)



World Investment* & Fabrication (excluding all coins) (1980-2009F)



Price Outlook: Next Six Months

Positives:

- Central banks expected to remain net purchasers, albeit on a small scale.
- Good scope for growth in investment demand:
 - “Weight of money” argument is valid as global allocations are still very low.
 - Real interest rates in major currencies to remain low to negative.
 - Concerns over inflation and value of dollar should grow in coming months.

Negatives:

- Scrap supply at underlying high level and will respond to meaningful increases in local gold prices.
- De-hedging has almost run its course.
- Fabrication demand to remain ‘soft’ due to high local prices and ongoing economic weakness.

GFMS Price Forecast for Next Six Months



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