CONDENSED FINANCIAL STATEMENTS

for the year ended 31 December 2009

Consolidated income statement
for the year ended 31 December 2009

US$ million	Note	2009 Before special items and remeasurements	2009 Special items and remeasurements (note 6)	2009 Total	2008 Before special items and remeasurements	2008 Special items and remeasurements (note 6)	2008 Total
Group revenue	3	**20,858**	**–**	**20,858**	26,311	–	26,311
Total operating costs		**(16,481)**	**(1,637)**	**(18,118)**	(18,330)	(1,131)	(19,461)
Operating profit from subsidiaries and joint ventures	3	**4,377**	**(1,637)**	**2,740**	7,981	(1,131)	6,850
Net profit on disposals	6	**–**	**1,612**	**1,612**	–	1,009	1,009
Share of net income from associates	3	**318**	**(234)**	**84**	1,303	(190)	1,113
Total profit from operations and associates		**4,695**	**(259)**	**4,436**	9,284	(312)	8,972
Investment income		**514**	**–**	**514**	589	–	589
Interest expense		**(780)**	**–**	**(780)**	(850)	–	(850)
Other financing losses		**(7)**	**(134)**	**(141)**	(191)	51	(140)
Net finance costs	7	**(273)**	**(134)**	**(407)**	(452)	51	(401)
Profit before tax		**4,422**	**(393)**	**4,029**	8,832	(261)	8,571
Income tax expense	8	**(1,305)**	**188**	**(1,117)**	(2,545)	94	(2,451)
Profit for the financial year		**3,117**	**(205)**	**2,912**	6,287	(167)	6,120
Attributable to:							
Minority interests		**548**	**(61)**	**487**	1,050	(145)	905
Equity shareholders of the Company	4	**2,569**	**(144)**	**2,425**	5,237	(22)	5,215
Earnings per share (US$)							
Basic	9			**2.02**			4.34
Diluted	9			**1.98**			4.29

Underlying earnings and underlying earnings per share are set out in note 9.

Consolidated statement of comprehensive income
for the year ended 31 December 2009

US$ million	Note	2009	2008
Profit for the financial year		**2,912**	6,120
Net gain/(loss) on revaluation of available for sale investments		**741**	(888)
Net gain/(loss) on cash flow hedges		**122**	(874)
Net (loss)/gain on cash flow hedges – associates		**(2)**	4
Net exchange gain/(loss) on translation of foreign operations		**3,819**	(4,514)
Actuarial net loss on post retirement benefit schemes		**(217)**	(129)
Actuarial net loss on post retirement benefit schemes – associates		**(5)**	(7)
Deferred tax	10	**(74)**	167
Net income/(expense) recognised directly in equity		**4,384**	(6,241)
Transferred to income statement: sale of available for sale investments		**(1,554)**	(476)
Transferred to income statement: cash flow hedges		**162**	380
Transferred to initial carrying amount of hedged items: cash flow hedges		**30**	637
Transferred to income statement: exchange differences on disposal of foreign operations		**(2)**	2
Tax on items transferred from equity	10	**77**	(94)
Total transferred from equity		**(1,287)**	449
Total comprehensive income for the financial year		**6,009**	328
Attributable to:			
Minority interests		**783**	487
Equity shareholders of the Company		**5,226**	(159)

Consolidated balance sheet
as at 31 December 2009

US$ million	Note	**2009**	2008	2007
Intangible assets		**2,776**	3,006	1,556
Tangible assets		**35,198**	29,545	23,534
Environmental rehabilitation trusts		**342**	244	252
Investments in associates		**3,312**	3,612	3,341
Financial asset investments		**2,726**	3,115	4,780
Trade and other receivables		**206**	94	159
Deferred tax assets		**288**	258	474
Other financial assets (derivatives)[1]		**238**	117	160
Other non-current assets		**191**	167	105
Total non-current assets		**45,277**	40,158	34,361
Inventories		**3,212**	2,702	2,344
Trade and other receivables		**3,348**	2,929	3,572
Current tax assets		**214**	471	223
Other financial assets (derivatives)[1]		**365**	259	375
Financial asset investments	11b	**3**	173	–
Cash and cash equivalents	11b	**3,269**	2,771	3,129
Total current assets		**10,411**	9,305	9,643
Assets classified as held for sale	16	**620**	275	758
Total assets		**56,308**	49,738	44,762
Trade and other payables		**(4,395)**	(4,770)	(3,950)
Short term borrowings	11b, 12	**(1,499)**	(6,784)	(5,895)
Short term provisions		**(209)**	(168)	(142)
Current tax liabilities		**(566)**	(804)	(992)
Other financial liabilities (derivatives)[1]		**(76)**	(598)	(375)
Total current liabilities		**(6,745)**	(13,124)	(11,354)
Medium and long term borrowings	11b, 12	**(12,816)**	(7,211)	(2,404)
Retirement benefit obligations		**(706)**	(401)	(444)
Other financial liabilities (derivatives)[1]		**(583)**	(899)	(211)
Deferred tax liabilities		**(5,192)**	(4,555)	(4,650)
Provisions for liabilities and charges		**(1,583)**	(1,317)	(1,082)
Other non-current liabilities		**(423)**	(395)	–
Total non-current liabilities		**(21,303)**	(14,778)	(8,791)
Liabilities directly associated with assets classified as held for sale	16	**(191)**	(80)	(287)
Total liabilities		**(28,239)**	(27,982)	(20,432)
Net assets		**28,069**	21,756	24,330
Equity				
Called-up share capital		**738**	738	738
Share premium account		**2,713**	2,713	2,713
Other reserves		**1,379**	(2,057)	3,155
Retained earnings		**21,291**	18,827	15,855
Equity attributable to equity shareholders of the Company		**26,121**	20,221	22,461
Minority interests		**1,948**	1,535	1,869
Total equity		**28,069**	21,756	24,330

[1] Comparatives have been adjusted in accordance with IAS 1 *Presentation of Financial Statements – Improvements*, as described in note 2.

The financial statements of Anglo American plc, registered number 3564138, were approved by the Board of directors on 18 February 2010.

Cynthia Carroll
Chief executive

René Médori
Finance director

Consolidated cash flow statement
for the year ended 31 December 2009

US$ million	Note	2009	2008
Cash inflows from operations	11a	**4,904**	9,579
Dividends from associates		**616**	609
Dividends from financial asset investments		**23**	50
Income tax paid		**(1,456)**	(2,173)
Net cash inflows from operating activities		**4,087**	8,065
Cash flows from investing activities			
Acquisition of subsidiaries, net of cash and cash equivalents acquired[1]	14	**(79)**	(5,887)
Investment in joint ventures	14	**(5)**	(609)
Investment in associates		**(31)**	(9)
Cash flows from derivatives related to acquisitions		**–**	(661)
Purchase of tangible assets	3	**(4,607)**	(5,146)
Purchase of financial asset investments		**(269)**	(741)
Investment of advance received in anticipation of disposal[2]		**–**	(281)
Loans granted		**(134)**	(108)
Interest received and other investment income		**244**	291
Disposal of subsidiaries, net of cash and cash equivalents disposed	15	**69**	468
Sale of interests in associates		**662**	205
Repayment of loans and capital by associates		**–**	42
Proceeds from disposal of tangible assets		**46**	30
Proceeds from sale of financial asset investments		**2,041**	851
Cash flows from derivatives related to investing activities (excluding acquisitions)		**(150)**	(166)
Other investing activities		**(10)**	(29)
Net cash used in investing activities		**(2,223)**	(11,750)
Cash flows from financing activities			
Issue of shares by subsidiaries to minority interests		**96**	62
Sale of treasury shares to employees		**29**	40
Purchase of treasury shares		**(75)**	(710)
Interest paid		**(741)**	(741)
Dividends paid to minority interests		**(472)**	(796)
Dividends paid to Company shareholders		**–**	(1,550)
(Repayment)/receipt of short term borrowings		**(6,624)**	1,432
Net proceeds from issue of convertible bond		**1,685**	–
Net proceeds from issue of US bond		**1,992**	–
Net proceeds from bonds issued under EMTN programme		**2,215**	2,404
Receipt of other medium and long term borrowings		**361**	2,777
Cash flows from derivatives related to net debt		**(85)**	380
Advance received in anticipation of disposal[2]		**–**	307
Other financing activities		**14**	(63)
Net cash (used in)/inflows from financing activities		**(1,605)**	3,542
Net increase/(decrease) in cash and cash equivalents		**259**	(143)
Cash and cash equivalents at start of year	11c	**2,744**	3,074
Cash movements in the year		**259**	(143)
Effects of changes in foreign exchange rates		**316**	(187)
Cash and cash equivalents at end of year	11c	**3,319**	2,744

(1) Includes amounts paid to acquire minority interests in subsidiaries.
(2) Advance received in the year ended 31 December 2008 in respect of anticipated disposal of the Group's 50% interest in the Booysendal joint venture, invested in unlisted preference shares and an escrow account, pending completion of the transaction which occurred in June 2009. Following completion of the transaction the preference shares were sold and the proceeds are shown within 'Proceeds from sale of financial asset investments'. At 31 December 2009 a further amount of $72 million remains in an escrow account pending completion of documentation.

Consolidated statement of changes in equity
for the year ended 31 December 2009

US$ million	Total share capital[1]	Retained earnings	Share-based payment reserve	Cumulative translation adjustment reserve	Fair value and other reserves (note 10)	Total equity attributable to equity shareholders of the Company	Minority interests	Total equity
Balance at 1 January 2008	3,451	15,855	262	20	2,873	22,461	1,869	24,330
Total comprehensive income	–	5,113	–	(4,097)	(1,175)	(159)	487	328
Dividends paid	–	(1,538)	–	–	–	(1,538)	–	(1,538)
Dividends paid to minority interests	–	–	–	–	–	–	(796)	(796)
Acquisition and disposal of businesses (including issue of shares to minority interests)	–	6	–	–	–	6	(45)	(39)
Minority conversion of Anglo Platinum's preference shares	–	6	–	–	–	6	(6)	–
Share buybacks	–	(595)	–	–	–	(595)	–	(595)
Purchase of shares for share schemes	–	(88)	–	–	–	(88)	–	(88)
Share-based payment charges on equity settled schemes	–	–	146	–	–	146	11	157
Issue of shares under employee share schemes	–	97	(70)	–	–	27	–	27
Current tax on exercised employee share schemes	–	10	–	–	–	10	–	10
Issue/purchase of treasury shares in subsidiary entities	–	6	–	–	–	6	–	6
Other	–	(45)	(50)	–	34	(61)	15	(46)
Balance at 1 January 2009	3,451	18,827	288	(4,077)	1,732	20,221	1,535	21,756
Total comprehensive income	–	2,257	–	3,526	(557)	5,226	783	6,009
Dividends paid to minority interests	–	–	–	–	–	–	(472)	(472)
Acquisition and disposal of businesses (including issue of shares to minority interests)	–	–	(14)	–	(1)	(15)	57	42
Purchase of shares for share schemes	–	(32)	–	–	–	(32)	–	(32)
Share-based payment charges on equity settled schemes	–	–	194	–	–	194	16	210
Issue of shares under employee share schemes	–	108	(87)	–	–	21	–	21
Current tax on exercised employee share schemes	–	(1)	–	–	–	(1)	–	(1)
Issue/purchase of treasury shares in subsidiary entities	–	(11)	–	–	–	(11)	15	4
Issue of convertible bond	–	–	–	–	355	355	–	355
Other	–	143	20	–	–	163	14	177
Balance at 31 December 2009	**3,451**	**21,291**	**401**	**(551)**	**1,529**	**26,121**	**1,948**	**28,069**

[1] Total share capital comprises called-up share capital of $738 million (2008: $738 million) and the share premium account of $2,713 million (2008: $2,713 million).

Dividends

	2009	2008
Proposed ordinary dividend per share (US cents)	**–**	–
Proposed ordinary dividend (US$ million)	**–**	–
Ordinary dividends paid during the year per share (US cents)	**–**	130
Ordinary dividends paid during the year (US$ million)	**–**	1,538

Notes to the Condensed financial statements

1. General information

Investors should consider non-GAAP financial measures in addition to, and not as a substitute for or as superior to, measures of financial performance reported in accordance with International Financial Reporting Standards (IFRS). The IFRS results reflect all items that affect reported performance and therefore it is important to consider the IFRS measures alongside the non-GAAP measures. Reconciliations of key non-GAAP data to directly comparable IFRS financial measures are presented in notes 3, 4, 9 and 13 to these consolidated financial statements (the Condensed financial statements).

The financial information for the year ended 31 December 2009 does not constitute statutory accounts as defined in sections 435 (1) and (2) of the Companies Act 2006. Statutory accounts for the year ended 31 December 2008 have been delivered to the Registrar of Companies and those for 2009 will be delivered following the Company's annual general meeting convened for 22 April 2010. The auditors have reported on these accounts; their reports were unqualified, did not include a reference to any matters to which the auditors drew attention by way of emphasis of matter and did not contain a statement under section 498 (2) or (3) of the Companies Act 2006.

2. Basis of preparation

Condensed financial statements and accounting policies

Whilst the preliminary announcement (the Condensed financial statements) has been prepared in accordance with IFRS and International Financial Reporting Interpretation Committee (IFRIC) interpretations adopted for use by the European Union, with those parts of the Companies Act 2006 applicable to companies reporting under IFRS and with the requirements of the United Kingdom Listing Authority (UKLA) Listing rules, these Condensed financial statements do not contain sufficient information to comply with IFRS. The Group will publish full financial statements that comply with IFRS in March 2010.

The Condensed financial statements have been prepared under the historical cost convention as modified by the revaluation of pension assets and liabilities and certain financial instruments.

The accounting policies applied are consistent with those adopted and disclosed in the Group's financial statements for the year ended 31 December 2008, with the exception of the adoption of IFRS 8 *Operating Segments*, IAS 1 *Presentation of Financial Statements – Revised*, IAS 1 *Presentation of Financial Statements – Improvements* and IFRS 7 *Financial Instruments: Disclosures – Amendment.*

The adoption of IFRS 8 has resulted in the segmental disclosures previously required by IAS 14 *Segment Reporting* being replaced by those required under IFRS 8. The segments identified in accordance with IFRS 8 are aligned to the Group's structure of Business Units based around core commodities. In addition assets identified for divestment are managed as a separate Business Unit, Other Mining and Industrial.

The adoption of the revision to IAS 1 has resulted in the Consolidated statement of changes in equity being presented as a primary statement (previously disclosed as a note titled 'Reconciliation of changes in equity') and disclosure of the tax impact of individual items in the Consolidated statement of comprehensive income (by way of note). In addition, the Group has elected to continue to present a separate income statement and statement of comprehensive income.

The adoption of the improvements to IAS 1 has resulted in non-hedge derivatives whose expected settlement date is more than one year from the period end being reclassified from current to non-current and therefore the comparative information in the Consolidated balance sheet has been adjusted as follows:

2. Basis of preparation (continued)

US$ million	2008 Current	2008 Non-current	2007 Current	2007 Non-current
Other financial assets (derivatives)				
As previously reported	372	4	535	–
Reclassification	(113)	113	(160)	160
As reported	259	117	375	160
Other financial liabilities (derivatives)				
As previously reported	(1,436)	(61)	(501)	(85)
Reclassification	838	(838)	126	(126)
As reported	(598)	(899)	(375)	(211)
Assets				
As previously reported	9,418	40,045	9,803	34,201
Reclassification	(113)	113	(160)	160
As reported	9,305	40,158	9,643	34,361
Liabilities				
As previously reported	(13,962)	(13,940)	(11,480)	(8,665)
Reclassification	838	(838)	126	(126)
As reported	(13,124)	(14,778)	(11,354)	(8,791)

Due to the adoption of the revision and improvements to IAS 1, certain 2007 information has been included in the 2009 Condensed financial statements.

IFRS 7 *Financial Instruments: Disclosures – Amendment* has resulted in additional disclosures in relation to financial assets and liabilities which are carried at fair value on the balance sheet. The amendment also reinforces existing principles for disclosure about liquidity risk. Comparative information is not required in relation to additional disclosures required by the amendment.

A number of other amendments to accounting standards and new interpretations issued by the International Accounting Standards Board were applicable from 1 January 2009. They have not had a material impact on the accounting policies, methods of computation or presentation applied by the Group.

3. Segmental information

The Group's segments are aligned to the structure of Business Units based around core commodities. In addition assets identified for divestment are managed as a separate Business Unit, Other Mining and Industrial. The Kumba Iron Ore, Iron Ore Brazil and Samancor Business Units have been aggregated as the Iron Ore and Manganese segment on the basis of the ultimate product produced (ferrous metals). Each Business Unit has a management team that is accountable to the Chief executive.

The Group's Executive Committee evaluates the financial performance of the Group and its segments principally with reference to operating profit before special items and remeasurements which includes the Group's attributable share of associates' operating profit before special items and remeasurements.

Segments predominantly derive revenue as follows – Platinum: platinum group metals; Diamonds: rough and polished diamonds and diamond jewellery; Copper and Nickel: base metals; Iron Ore and Manganese: iron ore, manganese ore and alloys; Metallurgical Coal: metallurgical coal; Thermal Coal: thermal coal; and Other Mining and Industrial: heavy building materials, zinc and steel products.

The segment results are stated after elimination of inter-segment transactions and include an allocation of corporate costs.

The Corporate Activities and Unallocated Costs segment includes insurance costs.

Due to the portfolio and management structure changes announced in October 2009, the segments have changed from those reported at 31 December 2008. Comparatives have been reclassified to align with current year presentation.

3. **Segmental information** (continued)

US$ million	Revenue[1] 2009	Revenue[1] 2008	Operating profit/(loss)[2] 2009	Operating profit/(loss)[2] 2008
Platinum	**4,535**	6,327	**32**	2,169
Diamonds	**1,728**	3,096	**64**	508
Copper	**3,967**	3,907	**2,010**	1,892
Nickel	**348**	408	**2**	123
Iron Ore and Manganese	**3,419**	4,099	**1,489**	2,554
Metallurgical Coal	**2,239**	3,119	**451**	1,110
Thermal Coal	**2,490**	3,051	**721**	1,078
Other Mining and Industrial	**5,908**	8,951	**506**	1,082
Exploration	**–**	–	**(172)**	(212)
Corporate Activities and Unallocated Costs	**3**	6	**(146)**	(219)
Segment measure	**24,637**	32,964	**4,957**	10,085
Reconciliation:				
Less: Associates	**(3,779)**	(6,653)	**(580)**	(2,104)
Operating special items and remeasurements	**–**	–	**(1,637)**	(1,131)
Statutory measure	**20,858**	26,311	**2,740**	6,850

(1) Segment revenue includes the Group's attributable share of associates' revenue. This is reconciled to Group revenue from subsidiaries and joint ventures as presented in the Consolidated income statement.
(2) Segment operating profit is revenue less operating costs before special items and remeasurements, and includes the Group's attributable share of associates' operating profit. This is reconciled to Operating profit from subsidiaries and joint ventures after special items and remeasurements as presented in the Consolidated income statement.

Associates' revenue and operating profit are as follows:

US$ million	Associates' revenue 2009	Associates' revenue 2008	Associates' operating profit/(loss)[1] 2009	Associates' operating profit/(loss)[1] 2008
Platinum	**47**	39	**(26)**	20
Diamonds	**1,728**	3,096	**64**	508
Iron Ore and Manganese	**603**	1,526	**143**	980
Metallurgical Coal	**164**	170	**48**	102
Thermal Coal	**742**	841	**303**	375
Other Mining and Industrial	**495**	981	**48**	119
	3,779	6,653	**580**	2,104
Reconciliation:				
Associates' net finance costs (before special items and remeasurements)			**(28)**	(147)
Associates' income tax expense (before special items and remeasurements)			**(235)**	(623)
Associates' minority interests (before special items and remeasurements)			**1**	(31)
Share of net income from associates (before special items and remeasurements)			**318**	1,303
Associates' special items and remeasurements			**(184)**	(223)
Associate's tax special item			**(45)**	–
Associates' tax on special items and remeasurements			**(6)**	17
Associates' minority interests on special items and remeasurements			**1**	16
Share of net income from associates			**84**	1,113

(1) Associates' operating profit is the Group's attributable share of associates' revenue less operating costs before special items and remeasurements.

3. **Segmental information** (continued)

Significant non-cash items included within operating profit are as follows:

US$ million	Depreciation and amortisation[1]		Other non-cash expenses[2]	
	2009	2008	**2009**	2008
Platinum	**636**	507	**92**	7
Copper	**244**	212	**71**	50
Nickel	**26**	27	**9**	4
Iron Ore and Manganese	**81**	52	**4**	51
Metallurgical Coal	**249**	205	**26**	43
Thermal Coal	**107**	78	**13**	61
Other Mining and Industrial	**360**	404	**94**	108
Exploration	**–**	–	**4**	–
Corporate Activities and Unallocated Costs	**22**	24	**79**	67
	1,725	1,509	**392**	391

[1] The Group's attributable share of depreciation and amortisation in associates is $248 million (2008: $253 million) and is split by segment as follows: Platinum $9 million (2008: $2 million), Diamonds $151 million (2008: $157 million), Iron Ore and Manganese $23 million (2008: $19 million), Metallurgical Coal $6 million (2008: $4 million), Thermal Coal $47 million (2008: $44 million) and Other Mining and Industrial $12 million (2008: $27 million).
[2] Other non-cash expenses include equity settled share-based payment charges and amounts included in operating costs in respect of provisions.

Balance sheet measures are as follows:

US$ million	Capital expenditure[1]		Net debt[2]	
	2009	2008	**2009**	2008
Platinum	**1,150**	1,563	**196**	995
Copper	**1,068**	808	**(187)**	(622)
Nickel	**554**	530	**380**	(66)
Iron Ore and Manganese	**1,044**	783	**874**	698
Metallurgical Coal	**96**	467	**(9)**	(18)
Thermal Coal	**400**	365	**23**	(139)
Other Mining and Industrial	**268**	603	**341**	354
Exploration	**–**	1	**–**	–
Corporate Activities and Unallocated Costs	**27**	26	**9,425**	9,849
	4,607	5,146	**11,043**	11,051
Reconciliation:				
Interest capitalised	**246**	215		
Non-cash movements[3]	**379**	365		
Tangible asset additions	**5,232**	5,726		
Tangible assets acquired through business combinations	**28**	7,358		
Intangible asset additions	**50**	1,731		
Net debt in disposal groups			**(48)**	(8)
	5,310[4]	14,815[4]	**10,995**	11,043

[1] Capital expenditure is segmented on a cash basis and is reconciled to balance sheet additions. Cash capital expenditure excludes cash flows on related derivatives.
[2] Segment net debt excludes net debt in disposal groups and hedges. A reconciliation of net debt to the balance sheet is provided in note 11. At 31 December 2007 net debt of $5,170 million was split by segment as follows: Platinum $846 million, Copper $(298) million, Nickel $(233) million, Iron Ore and Manganese $(123) million, Metallurgical Coal $(3) million, Thermal Coal $(76) million, Other Mining and Industrial $182 million, Exploration $(1) million and Corporate Activities and Unallocated Costs $4,876 million. Group net debt of $5,239 million included a further $69 million of net debt in disposal groups.
[3] Includes movements on tangible asset accruals and the impact of cash flow hedge derivatives.
[4] Capital expenditure on an accruals basis and including additions resulting from acquisitions of interests in subsidiaries and joint ventures is split by segment as follows: Platinum $1,445 million (2008: $3,026 million), Copper $1,186 million (2008: $1,087 million), Nickel $570 million (2008: $597 million), Iron Ore and Manganese $1,157 million (2008: $7,569 million), Metallurgical Coal $173 million (2008: $1,222 million), Thermal Coal $409 million (2008: $383 million), Other Mining and Industrial $323 million (2008: $882 million), Exploration nil (2008: $1 million) and Corporate Activities and Unallocated Costs $47 million (2008: $48 million).

3. **Segmental information** (continued)

The following balance sheet segment measures are provided for information:

	Segment assets[(1)]		Segment liabilities[(2)]		Net segment assets	
US$ million	**2009**	2008	**2009**	2008	**2009**	2008
Platinum	**13,082**	9,713	**(941)**	(668)	**12,141**	9,045
Copper	**5,643**	4,134	**(880)**	(986)	**4,763**	3,148
Nickel	**1,888**	1,485	**(101)**	(84)	**1,787**	1,401
Iron Ore and Manganese	**10,758**	10,768	**(388)**	(311)	**10,370**	10,457
Metallurgical Coal	**4,176**	3,369	**(769)**	(700)	**3,407**	2,669
Thermal Coal	**2,343**	1,624	**(636)**	(606)	**1,707**	1,018
Other Mining and Industrial	**6,231**	6,435	**(1,202)**	(1,204)	**5,029**	5,231
Exploration	**4**	3	**(2)**	(7)	**2**	(4)
Corporate Activities and Unallocated Costs	**311**	251	**(409)**	(310)	**(98)**	(59)
	44,436	37,782	**(5,328)**	(4,876)	**39,108**	32,906
Other assets and liabilities						
Investments in associates[(3)]	**3,312**	3,612	**–**	–	**3,312**	3,612
Financial asset investments	**2,729**	3,288	**–**	–	**2,729**	3,288
Deferred tax assets/(liabilities)	**288**	258	**(5,192)**	(4,555)	**(4,904)**	(4,297)
Cash and cash equivalents	**3,269**	2,771	**–**	–	**3,269**	2,771
Other financial assets/(liabilities) – derivatives	**603**	376	**(659)**	(1,497)	**(56)**	(1,121)
Other non-operating assets/(liabilities)	**1,671**	1,651	**(2,128)**	(2,515)	**(457)**	(864)
Other provisions	**–**	–	**(617)**	(544)	**(617)**	(544)
Borrowings	**–**	–	**(14,315)**	(13,995)	**(14,315)**	(13,995)
Net assets	**56,308**	49,738	**(28,239)**	(27,982)	**28,069**	21,756

(1) Segment assets at 31 December 2009 are operating assets and consist of intangible assets of $2,776 million (2008: $3,006 million), tangible assets of $35,198 million (2008: $29,545 million), biological assets of $4 million (2008: $3 million), environmental rehabilitation trusts of $342 million (2008: $244 million), retirement benefit assets of $54 million (2008: $32 million), inventories of $3,212 million (2008: $2,702 million) and operating receivables of $2,850 million (2008: $2,250 million).
(2) Segment liabilities at 31 December 2009 are operating liabilities and consist of non-interest bearing current liabilities of $3,447 million (2008: $3,534 million), retirement benefit obligations of $706 million (2008: $401 million) and environmental restoration and decommissioning provisions of $1,175 million (2008: $941 million).
(3) Investments in associates is split by segment as follows: Platinum $447 million (2008: $57 million), Diamonds $1,353 million (2008: $1,623 million), Iron Ore and Manganese $658 million (2008: $784 million), Metallurgical Coal $146 million (2008: $111 million), Thermal Coal $689 million (2008: $678 million) and Other Mining and Industrial $19 million (2008: $359 million).

Entity wide information

The Group's analysis of segment revenue by product (including attributable share of revenue from associates) is as follows:

US$ million	**2009**	2008
Platinum	**3,101**	3,570
Palladium	**361**	531
Rhodium	**527**	1,632
Diamonds	**1,728**	3,096
Copper	**3,783**	3,639
Nickel	**625**	734
Iron ore	**2,330**	2,281
Manganese	**603**	1,526
Metallurgical coal	**1,693**	2,775
Thermal coal	**3,197**	3,637
Zinc	**445**	467
Steel products	**1,371**	1,927
Heavy building materials	**2,870**	4,399
Other	**2,003**	2,750
	24,637	32,964

3. **Segmental information** (continued)

The Group's geographical analysis of segment revenue (including attributable share of revenue from associates) allocated based on the country in which the customer is located, and non-current segment assets, allocated based on the country in which the assets are located, is as follows:

	Revenue		Non-current segment assets[1]	
US$ million	**2009**	2008	**2009**	2008
South Africa	**2,567**	3,951	**15,161**	11,040
Other Africa	**139**	322	**599**	309
United Kingdom (Anglo American plc's country of domicile)	**3,850**	4,672	**2,686**	2,491
Other Europe	**5,014**	7,279	**241**	712
US	**790**	1,294	**123**	92
Other North America	**507**	1,078	**575**	414
Brazil	**662**	1,423	**10,105**	10,468
Chile	**1,229**	1,398	**4,280**	3,448
Venezuela	**5**	8	**281**	462
Other South America	**185**	178	**293**	206
Australia	**427**	344	**3,584**	2,863
China	**3,469**	1,956	**4**	3
India	**1,222**	1,599	**–**	–
Japan	**2,697**	4,516	**–**	–
Other Asia	**1,874**	2,946	**46**	46
	24,637	32,964	**37,978**	32,554

[1] Non-current segment assets are non-current operating assets and consist of tangible assets, intangible assets and biological assets. Non-current segment assets at 31 December 2007 were $25,093 million.

Segment revenue and operating profit/(loss) before special items and remeasurements by origin (including attributable share of revenue and operating profit from associates) has been provided for information:

	Revenue		Operating profit/(loss) before special items and remeasurements	
US$ million	**2009**	2008	**2009**	2008
South Africa	**10,293**	13,786	**2,023**	5,107
Other Africa	**1,539**	2,530	**78**	467
Europe	**2,976**	4,805	**(54)**	(183)
North America	**510**	705	**(20)**	(29)
South America	**6,040**	6,743	**2,310**	2,985
Australia and Asia	**3,279**	4,395	**620**	1,738
	24,637	32,964	**4,957**	10,085

The Group's geographical analysis of segment assets and liabilities, allocated based on where assets and liabilities are located, has been provided for information:

	Segment assets[1]		Segment liabilities		Net segment assets	
US$ million	**2009**	2008	**2009**	2008	**2009**	2008
South Africa	**18,309**	13,540	**(2,148)**	(1,633)	**16,161**	11,907
Other Africa	**664**	364	**(66)**	(30)	**598**	334
Europe	**3,820**	4,045	**(907)**	(910)	**2,913**	3,135
North America	**805**	629	**(132)**	(119)	**673**	510
South America	**16,528**	15,688	**(1,262)**	(1,431)	**15,266**	14,257
Australia and Asia	**4,310**	3,516	**(813)**	(753)	**3,497**	2,763
	44,436	37,782	**(5,328)**	(4,876)	**39,108**	32,906

[1] Investments in associates are not included in segment assets. The geographical distribution of these investments, based on the location of the underlying assets, is as follows: South Africa $1,934 million (2008: $1,752 million), Other Africa $914 million (2008: $891 million), Europe $(957) million (2008: $(324) million), North America $320 million (2008: $98 million), South America $675 million (2008: $686 million) and Australia and Asia $426 million (2008: $509 million).

4. Reconciliation of Underlying earnings to Profit for the financial year attributable to equity shareholders of the Company

The table below analyses the contribution of each segment to the Group's operating profit (including attributable share of operating profit from associates) for the financial year and Underlying earnings, which the directors consider to be a useful additional measure of the Group's performance. A reconciliation from 'Profit for the financial year attributable to equity shareholders of the Company' to 'Underlying earnings for the financial year' is given in note 9.

Due to the portfolio and management structure changes announced in October 2009, the segments have changed from those reported at 31 December 2008. Comparatives have been reclassified to align with current year presentation.

Operating profit (including attributable share of operating profit from associates) is reconciled to 'Underlying earnings' and 'Profit for the financial year attributable to equity shareholders of the Company' in the table below:

							2009
US$ million	**Operating profit/(loss) before special items and remeasurements**[(1)]	**Operating profit/(loss) after special items and remeasurements**	**Operating special items and remeasurements**[(2)]	**Net profit on disposals**[(2)]	**Financing special items and remeasurements**[(2)]	**Net interest, tax and minority interests**	**Total**
By segment							
Platinum	**32**	**(72)**	**104**	**323**	**–**	**12**	**44**
Diamonds	**64**	**(139)**	**203**	**20**	**–**	**(154)**	**(90)**
Copper	**2,010**	**2,114**	**(104)**	**–**	**–**	**(809)**	**1,201**
Nickel	**2**	**(86)**	**88**	**–**	**–**	**(15)**	**(13)**
Iron Ore and Manganese	**1,489**	**350**	**1,139**	**6**	**–**	**(918)**	**571**
Metallurgical Coal	**451**	**423**	**28**	**33**	**–**	**(129)**	**322**
Thermal Coal	**721**	**715**	**6**	**21**	**–**	**(204)**	**517**
Exploration	**(172)**	**(172)**	**–**	**10**	**–**	**5**	**(167)**
Corporate Activities and Unallocated Costs	**(146)**	**(377)**	**231**	**–**	**–**	**(73)**	**(219)**
Core operations	**4,451**	**2,756**	**1,695**	**413**	**–**	**(2,285)**	**2,166**
Other Mining and Industrial	**506**	**361**	**145**	**1,219**	**–**	**(103)**	**403**
Total/Underlying earnings	**4,957**	**3,117**	**1,840**	**1,632**	**–**	**(2,388)**	**2,569**[(3)]
Underlying earnings adjustments			**(1,840)**	**1,632**	**(135)**	**199**	**(144)**
Profit for the financial year attributable to equity shareholders of the Company							**2,425**

							2008
US$ million	Operating profit/(loss) before special items and remeasurements[(1)]	Operating profit/(loss) after special items and remeasurements	Operating special items and remeasurements[(2)]	Net profit on disposals[(2)]	Financing special items and remeasurements[(2)]	Net interest, tax and minority interests	Total
By segment							
Platinum	2,169	2,150	19	106	–	(913)	1,256
Diamonds	508	282	226	18	–	(252)	256
Copper	1,892	1,825	67	142	–	(848)	1,044
Nickel	123	(7)	130	(1)	–	(158)	(35)
Iron Ore and Manganese	2,554	1,934	620	(4)	–	(1,404)	1,150
Metallurgical Coal	1,110	1,088	22	–	–	(346)	764
Thermal Coal	1,078	1,080	(2)	–	–	(324)	754
Exploration	(212)	(162)	(50)	–	–	12	(200)
Corporate Activities and Unallocated Costs	(219)	(305)	86	2	–	(267)	(486)
Core operations	9,003	7,885	1,118	263	–	(4,500)	4,503
Other Mining and Industrial	1,082	843	239	764	–	(348)	734
Total/Underlying earnings	10,085	8,728	1,357	1,027	–	(4,848)	5,237[(3)]
Underlying earnings adjustments			(1,357)	1,027	36	272	(22)
Profit for the financial year attributable to equity shareholders of the Company							5,215

(1) Operating profit includes attributable share of associates' operating profit which is reconciled to 'Share of net income from associates' in note 3.
(2) Special items and remeasurements are set out in note 6.
(3) This represents Underlying earnings for the financial year and is equal to profit for the financial year attributable to equity shareholders of the Company before special items and remeasurements.

5. Exploration expenditure

Exploration expenditure is stated before special items.

US$ million	**2009**	2008
By commodity[1]		
Platinum group metals	**17**	36
Copper	**43**	60
Nickel	**22**	20
Iron ore	**8**	18
Metallurgical coal	**10**	17
Thermal coal	**25**	18
Zinc	**10**	8
Central exploration activities	**37**	35
	172	212

[1] Following the portfolio and management structure changes announced in October 2009, exploration expenditure is presented by commodity. Comparatives have been reclassified to align with current year presentation.

6. Special items and remeasurements

'Special items' are those items of financial performance that the Group believes should be separately disclosed on the face of the income statement to assist in the understanding of the underlying financial performance achieved by the Group. Such items are material by nature or amount to the year's results and require separate disclosure in accordance with IAS 1 (revised 2007) paragraph 97. Special items that relate to the operating performance of the Group are classified as operating special items and include impairment charges and reversals and other exceptional items, including significant legal provisions. Non-operating special items include profits and losses on disposals of investments and businesses.

Remeasurements comprise other items which the Group believes should be reported separately to aid an understanding of the underlying financial performance of the Group. This category includes:

(i) unrealised gains and losses on 'non-hedge' derivative instruments open at year end (in respect of future transactions) and the reversal of the historical marked to market value of such instruments settled in the year. The full realised gains or losses are recorded in underlying earnings in the same year as the underlying transaction for which such instruments provide an economic, but not formally designated, hedge (if the underlying transaction is recorded in the balance sheet, e.g. capital expenditure, the realised amount remains in remeasurements on settlement of the derivative). Such amounts are classified in the income statement as financing when the underlying exposure is in respect of net debt and otherwise as operating.

(ii) foreign exchange gains and losses arising on the retranslation of dollar denominated De Beers preference shares held by a rand functional currency subsidiary of the Group. This is classified as financing.

(iii) foreign exchange impact arising in US dollar functional currency entities where tax calculations are generated based on local currency financial information (and hence deferred tax is susceptible to currency fluctuations). Such amounts are included within income tax expense.

6. Special items and remeasurements (continued)

Subsidiaries and joint ventures' special items and remeasurements

Operating special items

US$ million	**2009**	2008
Impairment of Amapá system	**(1,667)**	–
Costs associated with 'One Anglo' initiatives	**(148)**	(72)
Impairment of Loma de Níquel	**(114)**	–
Restructuring costs:		
Other Mining and Industrial	**(78)**	(20)
Corporate	**(47)**	–
Anglo Platinum	**(37)**	–
Metallurgical Coal and Thermal Coal	**(21)**	–
Impairment of Tarmac assets	**(50)**	(71)
Anglo Platinum assets written off	**(51)**	–
Bid defence costs	**(45)**	–
Impairment of Iron Ore Brazil transshipping vessel	**(27)**	–
Provisions for onerous contracts	**15**	(39)
Costs associated with proposed sale of Tarmac	**–**	(3)
Impairment of Lisheen	**–**	(78)
Impairment of Black Mountain	**–**	(62)
Impairment of Metallurgical Coal assets	**–**	(40)
Reversal of impairment of Silangan exploration asset	**–**	45
Other	**(5)**	(12)
Total operating special items	**(2,275)**	(352)
Tax	**107**	42
Minority interests	**107**	1
Net total attributable to equity shareholders of the Company	**(2,061)**	(309)

Amapá iron ore system (Amapá) was acquired in 2008 as an operating asset as part of the acquisition of the Minas Rio project. During 2009 Amapá has experienced significant operational challenges across its mine, plant and logistics chain, producing 2.7 million tonnes compared to the design capacity of 6.5 million tonnes per annum (Mtpa). Management's focus has been, and remains, on seeking to markedly improve performance from the existing operations, rather than investing to expand the operation. The Amapá system is currently believed to have capacity to increase production to 5 Mtpa without significant further capital expenditure. Due to the focus on improving operational performance and preserving cash, limited exploration drilling has been undertaken in 2009 and the anticipated growth potential of surrounding licence areas remains untested. Given these operational difficulties and delays in increasing production, the Group has recorded an impairment charge of $1,512 million (after tax and minority interest) against the carrying value of the asset. Of this charge, $342 million has been recorded against intangible assets (primarily goodwill), $1,325 million has been recorded against tangible assets (primarily mining properties) with associated deferred tax credit of $76 million and minority interest credit of $79 million. The impairment brings the carrying value of the Amapá system in line with fair value (less costs to sell) determined on a discounted cash flow basis.

In January 2008 the Venezuelan Ministry of Basic Industries and Mining (MIBAM) published a resolution cancelling 13 of Minera Loma de Níquel's (MLdN) 16 exploration and exploitation concessions due to MLdN's alleged failure to fulfil certain conditions of the concessions. The current mining and metallurgical facilities are located on the three concessions that have not been cancelled. MLdN believes that it has complied with the conditions of these concessions and has lodged administrative appeals against the notices of termination and is waiting for a response from MIBAM. MLdN may in the future undertake further appeals, including with Venezuela's Supreme Court, if the MIBAM's ruling does not adequately protect its interests.

An impairment and associated adjustments of $114 million has been recorded due to increased uncertainty over the renewal of the three concessions that have not been cancelled but that expire in 2012 and over the restoration of the 13 concessions that were cancelled. The charge is based on a value in use assessment of recoverable amount, includes the impact of recycling a related cash flow hedge reserve and an associated reduction in the related embedded derivative liability. Recoverable amount has been determined using discounted cash flows which use pre-tax discount rates equivalent to a real post tax discount rate of 6%.

Restructuring costs relate to retrenchment costs.

6. Special items and remeasurements (continued)

Subsidiaries and joint ventures' special items and remeasurements (continued)

Costs associated with 'One Anglo' initiatives principally comprise advisory costs and include costs associated with the corporate review, procurement, shared services and information systems.

Operating remeasurements

US$ million	2009	2008
Net gain/(loss) on non-hedge derivatives	**757**	(696)
Realised loss on derivatives relating to capital expenditure	**(105)**	(120)
Other remeasurements	**(14)**	37
Total operating remeasurements	**638**	(779)
Tax	**(207)**	252
Minority interests	**2**	135
Net total attributable to equity shareholders of the Company	**433**	(392)

The net gain on non-hedge derivatives principally includes net unrealised gains on derivatives relating to capital expenditure held by Iron Ore Brazil and Los Bronces and an unrealised gain on an embedded derivative at Minera Loma de Níquel. A net loss of $105 million was realised in the year in respect of the Iron Ore Brazil and Los Bronces capital expenditure derivative portfolios.

Profits and (losses) on disposals

US$ million	2009	2008
Disposal of interest in AngloGold Ashanti	**1,139**	–
Disposal of interest in Booysendal joint venture[(1)]	**247**	–
Disposal of interest in Lebowa Platinum Mines Limited[(1)]	**69**	–
Disposal of interest in Tongaat Hulett and Hulamin	**53**	–
Disposal of financial asset investments	**54**	–
Disposal of Tarmac fixed assets	**15**	–
Disposal of Silangan exploration asset	**10**	–
Disposal of interest in China Shenhua Energy	**–**	551
Disposal of interest in Minera Santa Rosa SCM	**–**	142
Disposal of Northam Platinum Limited	**–**	101
Copebrás property compensation	**–**	96
Disposal of Tarmac Iberia	**–**	65
Disposal of Namakwa Sands[(1)]	**–**	49
Other	**25**	5
Net profit on disposals	**1,612**	1,009
Tax	**(76)**	(47)
Minority interests	**(66)**	(43)
Net total attributable to equity shareholders of the Company	**1,470**	919

(1) See Disposals of subsidiaries and businesses note 15.

During 2009 the Group sold its remaining investment in AngloGold Ashanti for total proceeds of $1,770 million, generating a profit on disposal of $1,139 million.

Ministerial approval for the sale of Anglo Platinum's 50% interest in the Booysendal joint venture to Mvelaphanda Resources Limited (Mvela) was received in June 2009. Total consideration was $275 million (excluding transaction and deal facilitation costs), of which $270 million was received in advance in the prior year. At 31 December 2009 $72 million of this remains in an escrow account pending completion of documentation.

The sale of 51% of Anglo Platinum's holding in Lebowa Platinum Mines Limited (Lebowa) and 1% interest in the Ga Phasha, Boikgantsho and Kwanda joint ventures to Anooraq Resources Corporation (Anooraq) completed on 30 June 2009 for consideration of $363 million (excluding transaction and deal facilitation costs). The fair value of the consideration was $247 million (excluding transaction and deal facilitation costs). The profit on disposal of Lebowa has been revised since 30 June 2009 after finalisation of the valuations of financial instruments and loan commitments.

During 2009 the Group sold its remaining investments in Tongaat Hulett and Hulamin for total proceeds of $671 million (excluding transaction costs) generating a net profit on disposal of $53 million.

6. Special items and remeasurements (continued)

Subsidiaries and joint ventures' special items and remeasurements (continued)

Financing remeasurements

US$ million	2009	2008
Unrealised net (loss)/gain on non-hedge derivatives related to net debt	**(100)**	23
Foreign exchange (loss)/gain on De Beers preference shares	**(21)**	28
Other remeasurements	**(13)**	–
Total financing remeasurements	**(134)**	51
Tax	**2**	–
Minority interests	**(2)**	–
Net total attributable to equity shareholders of the Company	**(134)**	51

The unrealised net loss on non-hedge derivatives related to net debt principally comprises an unrealised loss on an embedded interest rate derivative.

Tax special item

US$ million	2009	2008
Write off of deferred tax asset related to Amapá system	**(107)**	–
Minority interests	**32**	–
Net total attributable to equity shareholders of the Company	**(75)**	–

Tax remeasurements

US$ million	2009	2008
Foreign currency translation of deferred tax balances	**469**	(153)
Minority interests	**(12)**	52
Net total attributable to equity shareholders of the Company	**457**	(101)

Total special items and remeasurements

US$ million	2009	2008
Total special items and remeasurements before tax and minority interests	**(159)**	(71)
Tax special item	**(107)**	–
Tax remeasurements	**469**	(153)
Tax on special items and remeasurements	**(174)**	247
Minority interests	**61**	145
Net total special items and remeasurements attributable to equity shareholders of the Company	**90**	168

Associates' special items and remeasurements

Associates' operating special items and remeasurements

US$ million	2009	2008
Impairment of De Beers' Canadian assets	**(267)**	–
Impairment of De Beers' businesses	**–**	(79)
Share of De Beers' restructuring costs	**(27)**	(37)
Unrealised net gain/(loss) on non-hedge derivatives	**96**	(101)
Share of De Beers' class action payment and related costs	**–**	(3)
Other impairments	**(5)**	(6)
Total associates' operating special items and remeasurements	**(203)**	(226)
Tax	**(6)**	17
Minority interests	**1**	16
Net total associates' operating special items and remeasurements	**(208)**	(193)

6. Special items and remeasurements (continued)

Associates' special items and remeasurements (continued)

Due to the nature of the assets, the effects of the strengthening Canadian dollar and the impact of the global recession on pricing and production levels, De Beers has recorded an impairment of $595 million (attributable share $267 million) in respect of its Canadian asset portfolio. The impairment brings the carrying value of the Canadian asset portfolio in line with fair value (less costs to sell), determined using discounted cash flow techniques.

Associates' profits and (losses) on disposals

US$ million	**2009**	2008
Disposal of AK06 diamond deposit	**22**	–
Disposal of interests in Williamson, Cullinan and Koffiefontein	**–**	15
Other	**(2)**	3
Associates' net profit on disposals	**20**	18

Associates' financing special items

US$ million	**2009**	2008
Costs associated with refinancing	**(7)**	–

Associates' financing remeasurements

US$ million	**2009**	2008
Unrealised net gain/(loss) on non-hedge derivatives related to net debt	**6**	(15)

Associate's tax special item

US$ million	**2009**	2008
Write off of deferred tax asset related to De Beers' Canadian assets	**(45)**	–

Total associates' special items and remeasurements

US$ million	**2009**	2008
Total associates' special items and remeasurements before tax and minority interests	**(184)**	(223)
Tax special item	**(45)**	–
Tax on special items and remeasurements	**(6)**	17
Minority interests	**1**	16
Net total associates' special items and remeasurements	**(234)**	(190)

Operating special items and remeasurements

US$ million	**2009**	2008
Operating special items	**(2,275)**	(352)
Operating remeasurements	**638**	(779)
Total operating special items and remeasurements (excluding associates)	**(1,637)**	(1,131)
Associates' operating special items	**(299)**	(125)
Associates' operating remeasurements	**96**	(101)
Total associates' operating special items and remeasurements	**(203)**	(226)
Total operating special items and remeasurements (including associates)	**(1,840)**	(1,357)
Operating special items (including associates)	**(2,574)**	(477)
Operating remeasurements (including associates)	**734**	(880)
Total operating special items and remeasurements (including associates)	**(1,840)**	(1,357)

7. Net finance costs

Finance costs and exchange gains/(losses) are presented net of effective cash flow hedges for respective interest bearing and foreign currency borrowings.

The weighted average capitalisation rate applied to qualifying capital expenditure was 6.5% (2008: 12.0%). Financing remeasurements are set out in note 6.

	2009		2008	
US$ million	**Before remeasurements**	**After remeasurements**	Before remeasurements	After remeasurements
Investment income				
Interest and other financial income	**334**	**334**	324	324
Expected return on defined benefit arrangements	**157**	**157**	215	215
Dividend income from financial asset investments	**23**	**23**	50	50
Total investment income	**514**	**514**	589	589
Interest expense				
Interest and other finance expense	**(724)**	**(724)**	(815)	(815)
Interest paid on convertible bond	**(44)**	**(44)**	–	–
Unwinding of discount on convertible bond	**(39)**	**(39)**	–	–
Interest on defined benefit arrangements	**(174)**	**(174)**	(201)	(201)
Amortisation of discount relating to provisions	**(45)**	**(45)**	(33)	(33)
Dividend on redeemable preference shares	**–**	**–**	(16)	(16)
	(1,026)	**(1,026)**	(1,065)	(1,065)
Less: interest capitalised	**246**	**246**	215	215
Total interest expense	**(780)**	**(780)**	(850)	(850)
Other financing (losses)/gains				
Net foreign exchange losses	**(24)**	**(45)**	(173)	(145)
Fair value gains/(losses) on derivatives	**29**	**(71)**	(2)	21
Net fair value gains on fair value hedges	**29**	**29**	2	2
Other net fair value losses	**(41)**	**(54)**	(18)	(18)
Total other financing losses	**(7)**	**(141)**	(191)	(140)
Net finance costs	**(273)**	**(407)**	(452)	(401)

8. Tax on profit on ordinary activities

a) Analysis of charge for the year

US$ million	**2009**	2008
United Kingdom corporation tax at 28%	**50**	–
United Kingdom corporation tax at 28.5%	**–**	18
South Africa tax	**567**	840
Other overseas tax	**700**	1,155
Prior year adjustments	**(45)**	(78)
Current tax (excluding special items and remeasurements tax)	**1,272**	1,935
Deferred tax (excluding special items and remeasurements tax)	**33**	610
Tax (excluding special items and remeasurements tax)	**1,305**	2,545
Special items and remeasurements tax	**(188)**	(94)
Income tax expense	**1,117**	2,451

8. Tax on profit on ordinary activities (continued)

b) Factors affecting tax charge for the year

The effective tax rate for the year of 27.7% (2008: 28.6%) is lower (2008: higher) than the applicable standard rate of corporation tax for 2009 in the United Kingdom (28%) (2008: 28.5%). The reconciling items are:

US$ million	2009	2008
Profit on ordinary activities before tax	**4,029**	8,571
Tax on profit on ordinary activities calculated at United Kingdom corporation tax rate of 28%	**1,128**	–
Tax on profit on ordinary activities calculated at United Kingdom corporation tax rate of 28.5%	**–**	2,443
Tax effect of share of net income from associates	**(24)**	(317)
Tax effects of:		
Special items and remeasurements		
Operating special items and remeasurements	**558**	28
Profits and losses on disposals and financing remeasurements	**(340)**	(255)
Tax special item	**107**	–
Tax remeasurements	**(469)**	153
Items not taxable/deductible for tax purposes		
Exploration expenditure	**22**	20
Non-deductible net foreign exchange loss	**6**	28
Non-taxable/deductible net interest (income)/expense	**(2)**	10
Other non-deductible expenses	**65**	127
Other non-taxable income	**(39)**	(78)
Temporary difference adjustments		
Changes in tax rates	**–**	(84)
Movements in tax losses	**5**	38
Enhanced tax depreciation	**–**	(26)
Other temporary differences	**(45)**	42
Other adjustments		
Secondary tax on companies and dividend withholding taxes	**356**	634
Effect of differences between local and United Kingdom rates	**(139)**	(181)
Prior year adjustments to current tax	**(45)**	(78)
Other adjustments	**(27)**	(53)
Income tax expense	**1,117**	2,451

IAS 1 requires income from associates to be presented net of tax on the face of the income statement. Associates' tax is therefore not included within the Group's income tax expense. Associates' tax included within 'Share of net income from associates' for the year ended 31 December 2009 is $286 million (2008: $606 million). Excluding special items and remeasurements this becomes $235 million (2008: $623 million).

The effective rate of tax before special items and remeasurements including attributable share of associates' tax for the year ended 31 December 2009 was 33.1%. This was broadly in line with the equivalent effective rate of 33.4% for the year ended 31 December 2008. In future periods it is expected that the effective tax rate, including associates' tax, will remain above the United Kingdom statutory tax rate.

9. Earnings per share

US$	2009	2008
Profit for the financial year attributable to equity shareholders of the Company		
Basic earnings per share	**2.02**	4.34
Diluted earnings per share	**1.98**	4.29
Headline earnings for the financial year[1]		
Basic earnings per share	**2.46**	3.78
Diluted earnings per share	**2.40**	3.74
Underlying earnings for the financial year[1]		
Basic earnings per share	**2.14**	4.36
Diluted earnings per share	**2.10**	4.31

[1] Basic and diluted earnings per share are shown based on Headline earnings, a Johannesburg stock exchange (JSE Limited) defined performance measure, and Underlying earnings, which the directors consider to be a useful additional measure of the Group's performance. Both earnings measures are further explained below.

The calculation of the basic and diluted earnings per share is based on the following data:

US$ million (unless otherwise stated)	2009	2008
Earnings		
Basic earnings, being profit for the financial year attributable to equity shareholders of the Company	**2,425**	5,215
Effect of dilutive potential ordinary shares		
Interest paid on convertible bond (net of tax)	**32**	–
Unwinding of discount on convertible bond (net of tax)	**28**	–
Diluted earnings	**2,485**	5,215
Number of shares (million)		
Basic number of ordinary shares outstanding[1]	**1,202**	1,202
Effect of dilutive potential ordinary shares[2]		
Share options and awards	**11**	13
Convertible bond	**40**	–
Diluted number of ordinary shares outstanding[1]	**1,253**	1,215

[1] Basic and diluted number of ordinary shares outstanding represent the weighted average for the year. The average number of ordinary shares in issue excludes the shares held by employee benefit trusts and Anglo American plc shares held by Group companies.
[2] Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares in issue on the assumption of conversion of all potentially dilutive ordinary shares.

In the year ended 31 December 2009 there were 231,351 share options which were potentially dilutive but have not been included in the calculation of diluted earnings per share because they were anti-dilutive. In the year ended 31 December 2008 no share options were anti-dilutive.

In the year ended 31 December 2008 share buybacks took place which had an impact on the weighted average number of ordinary shares at 31 December 2008.

In April 2009 the Group issued $1.7 billion of senior convertible notes. The senior convertible notes were issued with a coupon of 4%, a conversion price of £18.6370 and unless redeemed, converted or cancelled, will mature in 2014. The Group will have the option to call the senior convertible notes after three years from the issuance date subject to certain conditions.

Underlying earnings is an alternative earnings measure, which the directors believe provides a clearer picture of the underlying financial performance of the Group's operations. Underlying earnings is presented after minority interests and excludes special items and remeasurements (see note 6). Underlying earnings is distinct from 'Headline earnings', which is a JSE Limited defined performance measure.

9. Earnings per share (continued)

The calculation of basic and diluted earnings per share, based on Headline and Underlying earnings, uses the following earnings data:

	Earnings (US$ million)		Basic earnings per share (US$)	
	2009	2008	**2009**	2008
Profit for the financial year attributable to equity shareholders of the Company	**2,425**	5,215	**2.02**	4.34
Operating special items	**1,908**	209	**1.59**	0.17
Operating special items – tax	**(66)**	(27)	**(0.05)**	(0.02)
Operating special items – minority interests	**(100)**	(1)	**(0.08)**	–
Net profit on disposals	**(1,612)**	(1,009)	**(1.34)**	(0.84)
Net profit on disposals – tax	**76**	47	**0.06**	0.04
Net profit on disposals – minority interests	**66**	43	**0.05**	0.04
Associates' special items	**259**	67	**0.21**	0.05
Associates' special items – tax	**(1)**	(1)	**–**	–
Associates' special items – minority interests	**(2)**	(2)	**–**	–
Headline earnings for the financial year	**2,953**	4,541	**2.46**	3.78
Operating special items[(1)]	**367**	143	**0.30**	0.12
Operating special items – tax	**(41)**	(15)	**(0.03)**	(0.01)
Operating special items – minority interests	**(7)**	–	**(0.01)**	–
Operating remeasurements	**(638)**	779	**(0.53)**	0.65
Operating remeasurements – tax	**207**	(252)	**0.17**	(0.21)
Operating remeasurements – minority interests	**(2)**	(135)	**–**	(0.11)
Financing remeasurements	**134**	(51)	**0.11**	(0.04)
Financing remeasurements – tax	**(2)**	–	**–**	–
Financing remeasurements – minority interests	**2**	–	**–**	–
Tax special item	**107**	–	**0.09**	–
Tax special item – minority interests	**(32)**	–	**(0.03)**	–
Tax remeasurements	**(469)**	153	**(0.39)**	0.12
Tax remeasurements – minority interests	**12**	(52)	**0.01**	(0.04)
Associates' special items[(2)]	**72**	40	**0.06**	0.03
Associates' special items – tax	**(2)**	(7)	**–**	(0.01)
Associates' special items – minority interests	**(7)**	(5)	**(0.01)**	–
Associates' remeasurements	**(102)**	116	**(0.08)**	0.10
Associates' remeasurements – tax	**9**	(9)	**0.01**	(0.01)
Associates' remeasurements – minority interests	**8**	(9)	**0.01**	(0.01)
Underlying earnings for the financial year	**2,569**	5,237	**2.14**	4.36

(1) Year ended 31 December 2009 includes costs associated with 'One Anglo' initiatives, restructuring costs, bid defence costs and provisions for onerous contracts (2008: includes costs associated with 'One Anglo' initiatives, restructuring costs and costs associated with proposed sale of Tarmac and provisions for onerous contracts).
(2) Year ended 31 December 2009 includes restructuring costs and the tax special item (2008: includes restructuring costs and legal settlements).

10. Consolidated equity analysis

An analysis of Deferred tax and Tax on items transferred from equity by individual item presented in the Consolidated statement of comprehensive income is presented below:

US$ million	2009	2008
Deferred tax		
Revaluation of available for sale investments	**(105)**	79
Cash flow hedges	**(22)**	56
Actuarial net loss on post retirement benefit schemes	**53**	32
Net deferred tax recognised directly in equity	**(74)**	167
Tax on items transferred from equity		
Transferred to income statement: sale of available for sale investments	**135**	–
Transferred to income statement: cash flow hedges	**(51)**	(94)
Transferred to initial carrying amount of hedged items: cash flow hedges	**(7)**	–
Net tax on total transferred from equity	**77**	(94)

Fair value and other reserves comprise:

US$ million	Convertible debt reserve	Available for sale reserve	Cash flow hedge reserve	Other reserves[1]	Total fair value and other reserves
Balance at 1 January 2008	–	2,373	(304)	804	2,873
Total comprehensive income	–	(1,285)	110	–	(1,175)
Other	–	–	–	34	34
Balance at 1 January 2009	–	1,088	(194)	838	1,732
Total comprehensive income	–	(783)	226	–	(557)
Issue of convertible bond	355	–	–	–	355
Disposal of businesses	–	–	(1)	–	(1)
Balance at 31 December 2009	**355**	**305**	**31**	**838**	**1,529**

[1] Other reserves comprise a legal reserve of $689 million (2008: $689 million), a revaluation reserve of $34 million (2008: $34 million) and a capital redemption reserve of $115 million (2008: $115 million).

11. Consolidated cash flow analysis

a) Reconciliation of profit before tax to cash inflows from operations

US$ million	2009	2008
Profit before tax	**4,029**	8,571
Depreciation and amortisation	**1,725**	1,509
Share-based payment charges	**204**	155
Net profit on disposals	**(1,612)**	(1,009)
Operating and financing remeasurements	**(504)**	728
Non-cash element of operating special items	**1,981**	284
Net finance costs before remeasurements	**273**	452
Share of net income from associates	**(84)**	(1,113)
Provisions	**(46)**	46
Decrease/(increase) in inventories	**23**	(999)
(Increase)/decrease in operating receivables	**(360)**	80
(Decrease)/increase in operating payables	**(573)**	896
Deferred stripping	**(150)**	(89)
Other adjustments	**(2)**	68
Cash inflows from operations	**4,904**	9,579

b) Reconciliation to the balance sheet

	Cash and cash equivalents[(1)]		Short term borrowings		Medium and long term borrowings		Current financial asset investments	
US$ million	2009	2008	2009	2008	2009	2008	2009	2008
Balance sheet	**3,269**	2,771	**(1,499)**	(6,784)	**(12,816)**	(7,211)	**3**	173
Balance sheet – disposal groups[(2)]	**64**	8	**–**	–	**(3)**	–	**–**	–
Bank overdrafts	**(1)**	(35)	**1**	35	**–**	–	**–**	–
Bank overdrafts – disposal groups[(2)]	**(13)**	–	**–**	–	**–**	–	**–**	–
Net debt classifications	**3,319**	2,744	**(1,498)**	(6,749)	**(12,819)**	(7,211)	**3**	173

(1) 'Short term borrowings' on the balance sheet include overdrafts which are included within cash and cash equivalents in determining net debt.
(2) Disposal group balances are shown within 'Assets classified as held for sale' and 'Liabilities directly associated with assets classified as held for sale' on the balance sheet.

11. **Consolidated cash flow analysis** (continued)

c) Movement in net debt

US$ million	Cash and cash equivalents[(1)]	Debt due within one year	Debt due after one year	Current financial asset investments	Net debt excluding hedges	Hedges[(2)]	Total net debt including hedges
Balance at 1 January 2008	3,074	(5,909)	(2,404)	–	(5,239)	388	(4,851)
Cash flow	(143)	(1,432)	(5,181)	210	(6,546)	(380)	(6,926)
Acquisition of businesses	–	(209)	(461)	–	(670)	–	(670)
Reclassifications	–	190	(190)	–	–	–	–
Movement in fair value	–	(11)	(176)	–	(187)	(305)	(492)
Other non-cash movements	–	–	(15)	–	(15)	–	(15)
Currency movements	(187)	622	1,216	(37)	1,614	–	1,614
Balance at 1 January 2009	2,744	(6,749)	(7,211)	173[(3)]	(11,043)	(297)	(11,340)
Cash flow[(4)]	259	6,624	(6,253)	(200)	430	85	515
Unwinding of discount on convertible bond	–	–	(39)	–	(39)	–	(39)
Equity component of convertible bond[(4)]	–	–	355	–	355	–	355
Reclassifications	–	(917)	917	–	–	–	–
Movement in fair value	–	–	63	–	63	(73)	(10)
Other non-cash movements	–	(15)	(26)	3	(38)	–	(38)
Currency movements	316	(441)	(625)	27	(723)	–	(723)
Balance at 31 December 2009	**3,319**	**(1,498)**	**(12,819)**	**3**	**(10,995)**	**(285)**	**(11,280)**

(1) The Group operates in certain countries (principally South Africa and Venezuela) where the existence of exchange controls may restrict the use of certain cash balances. In addition, the use of cash balances of $111 million (2008: $91 million) are subject to certain legal restrictions. These restrictions are not expected to have a material effect on the Group's ability to meet its ongoing obligations.

(2) Derivative instruments that provide an economic hedge of assets and liabilities in net debt are included above to reflect the true net debt position of the Group at the year end. These consist of net current derivative assets of $41 million (2008: $437 million net liabilities) and net non-current derivative liabilities of $326 million (2008: $140 million net assets) which are classified within other financial assets and other financial liabilities respectively on the balance sheet.

(3) Relates to amounts invested in unlisted preference shares (guaranteed by Nedbank Limited and Nedbank Group Limited) pending completion of the disposal of the Group's 50% interest in the Booysendal joint venture. This amount was received upon completion of the transaction in June 2009.

(4) The issue of the convertible bond had a net impact on debt due after one year of $1,330 million due to the conversion feature of $355 million which is presented separately in equity.

12. Financial liabilities analysis

An analysis of borrowings is set out below:

US$ million	**2009** Due within one year[1]	**2009** Due after one year	**2009** Total	2008 Due within one year[1]	2008 Due after one year	2008 Total
Secured						
Bank loans and overdrafts	**416**	**413**	**829**	346	678	1,024
Obligations under finance leases	**8**	**11**	**19**	12	56	68
	424	**424**	**848**	358	734	1,092
Unsecured						
Bank loans and overdrafts	**351**	**3,982**	**4,333**	5,114	3,335	8,449
Bonds issued under EMTN programme[2]	**572**	**4,410**	**4,982**	154	2,679	2,833
US bond	**–**	**1,935**	**1,935**	–	–	–
Convertible bond[3]	**–**	**1,369**	**1,369**	–	–	–
Commercial paper	**67**	**–**	**67**	1,116	–	1,116
Obligations under finance leases	**–**	**–**	**–**	4	13	17
Other loans	**85**	**696**	**781**	38	450	488
	1,075	**12,392**	**13,467**	6,426	6,477	12,903
Total	**1,499**	**12,816**	**14,315**	6,784	7,211	13,995

(1) Bank loans and overdrafts due within one year include short term borrowings under long term committed facilities of $48 million (2008: $2.8 billion).
(2) In the year ended 31 December 2009 the Group issued $2,215 million of bonds under the EMTN programme (2008: $2,404 million). All notes are guaranteed by Anglo American plc.
(3) Represents the fair value of the debt component of the convertible bond at the date of issue of $1,330 million (net of fees) adjusted for unwinding of discount of $39 million. The fair value of the equity conversion feature was $355 million and is presented in equity (refer to the Consolidated statement of changes in equity).

The Group had the following undrawn committed borrowing facilities at 31 December:

US$ million	**2009**	2008
Expiry date		
Within one year[1]	**2,247**	2,994
Greater than one year, less than two years	**3,090**	5
Greater than two years, less than five years	**4,093**	3,081
Greater than five years	**90**	25
	9,520	6,105

(1) Includes undrawn rand facilities equivalent to $1.9 billion (2008: $0.9 billion) in respect of a series of facilities with 364 day maturities which roll automatically on a daily basis, unless notice is served.

In addition, the Group has a dedicated, committed financing facility for Minas Rio of $1.4 billion subject to certain disbursement conditions and the granting of the remaining Installation Environmental licence (regarded as likely to occur in 2010) (2008: for Minas Rio and Barro Alto totalling $1.6 billion).

The Group also had a $2 billion European Commercial Paper Programme established in October 2004. Drawings of nil were made at 31 December 2009 (2008: $304 million). The Group also had a Rand 20 billion South African Medium Term Note Programme, established in November 2007, on which total drawings of Rand 691 million ($94 million) were made at 31 December 2009 (2008: Rand 7,273 million ($782 million)). Of this drawing, Rand 491 million ($67 million) was issued as commercial paper (2008: Rand 7,074 million ($761 million)).

During 2009 the Group has raised $2 billion through the issuance of senior notes, $1.7 billion through the issuance of senior convertible notes and $2.2 billion through the issuance of bonds under the EMTN programme. The senior note offering comprised $1,250 million 9.375% senior notes due in 2014 and $750 million 9.375% senior notes due in 2019. The senior convertible notes were issued with a coupon of 4%, a conversion price of £18.6370 and unless redeemed, converted or cancelled, will mature in 2014. The Group will have the option to call the senior convertible note after three years from the issuance date subject to certain conditions. The issues under the EMTN programme in 2009 comprised a €750 million ($1.1 billion) 4.25% bond due in 2013 and a €750 million ($1.1 billion) 4.375% bond due in 2016. The proceeds from the sale of AngloGold Ashanti (refer to note 6), senior notes, senior convertible notes and bonds issued under the EMTN programme have been used to prepay the $3 billion revolving bank facility which was due to mature in December 2009, fund capital expenditure and repay other short term debt owing on Group facilities.

13. EBITDA by segment

US$ million	2009	2008
By segment[1]		
Platinum	**677**	2,675
Diamonds	**215**	665
Copper	**2,254**	2,104
Nickel	**28**	150
Iron Ore and Manganese	**1,593**	2,625
Metallurgical Coal	**706**	1,319
Thermal Coal	**875**	1,200
Other Mining and Industrial	**878**	1,513
Exploration	**(172)**	(212)
Corporate Activities and Unallocated Costs	**(124)**	(192)
EBITDA	**6,930**	11,847

[1] Due to the portfolio and management structure changes announced in October 2009, the segments have changed from those reported at 31 December 2008. Comparatives have been reclassified to align with current year presentation.

EBITDA is stated before special items and remeasurements and is reconciled to operating profit, including attributable share of associates, before special items and remeasurements and to 'Total profit from operations and associates' as follows:

US$ million	2009	2008
Total profit from operations and associates	**4,436**	8,972
Operating special items and remeasurements (including associates)	**1,840**	1,357
Net profit on disposals (including associates)	**(1,632)**	(1,027)
Associates' financing special items and remeasurements	**1**	15
Share of associates' interest, tax and minority interests	**312**	768
Operating profit, including associates, before special items and remeasurements	**4,957**	10,085
Depreciation and amortisation: subsidiaries and joint ventures	**1,725**	1,509
Depreciation and amortisation: associates	**248**	253
EBITDA	**6,930**	11,847

EBITDA is reconciled to 'Cash inflows from operations' as follows:

US$ million	2009	2008
EBITDA	**6,930**	11,847
Share of operating profit of associates before special items and remeasurements	**(580)**	(2,104)
Cash element of operating special items	**(294)**	(68)
Depreciation and amortisation in associates	**(248)**	(253)
Share-based payment charges	**204**	155
Provisions	**(46)**	46
Decrease/(increase) in inventories	**23**	(999)
(Increase)/decrease in operating receivables	**(360)**	80
(Decrease)/increase in operating payables	**(573)**	896
Deferred stripping	**(150)**	(89)
Other adjustments	**(2)**	68
Cash inflows from operations	**4,904**	9,579

14. Acquisitions

Acquisition of subsidiaries

The Group made no material acquisitions of subsidiaries in the year ended 31 December 2009.

In the year ended 31 December 2009 fair values shown principally include final adjustments to the fair value of assets acquired and liabilities assumed in the Anglo Ferrous Brazil SA acquisition, including the recognition of provisions in respect of certain power arrangements.

The carrying value and fair value of the net assets at the date of acquisition of a controlling interest and related net cash outflows are shown below:

		2009	2008
US$ million	Total carrying value	**Total fair value**	Total fair value
Net assets acquired			
Tangible assets	1	**(4)**	997
Other non-current assets	–	**–**	109
Current assets	2	**4**	457
Current liabilities	(1)	**(8)**	(314)
Non-current liabilities	–	**(11)**	(547)
Minority interests	–	**–**	(230)
	2	**(19)**	472
Add: Value attributable to reserves and resources acquired, net of deferred tax[1]		**21**	1,649
Fair value of net assets acquired		**2**	2,121
Goodwill arising on acquisitions		**2**	1,610
Total cost of acquisitions		**4**	3,731
Satisfied by			
Net cash acquired		**–**	255
Net cash paid[2]		**4**	3,476

[1] Represents the Group's share of value (implicit in the transaction) of reserves and resources, capitalised within tangible assets.
[2] Represents net cash paid to acquire a controlling interest and therefore excludes $75 million paid to acquire minority interests in existing subsidiaries (2008: $2,411 million). In the year ended 31 December 2009 this principally related to Anglo Ferrous Brazil SA (2008: Anglo Ferrous Brazil SA and Anglo Platinum Limited). When totalled with net cash paid to acquire control, the net cash paid for acquisition of subsidiaries in the year ended 31 December 2009 is $79 million (2008: $5,887 million).

In the year ended 31 December 2008 the Group purchased 7,941,964 shares in Anglo Platinum Limited for total consideration of $1,108 million. The cash paid in the year ended 31 December 2008 was $1,113 million. At 31 December 2009 the Group's shareholding in Anglo Platinum Limited was 79.7% (2008: 79.6%). The increase in the Group's shareholding since 31 December 2008 is due to treasury shares purchased by Anglo Platinum in the year.

On 5 August 2008 the Group acquired a 63.3% shareholding in Anglo Ferrous Brazil SA, which holds a 51% interest in the Minas Rio iron ore project (Minas Rio) and a 70% interest in Amapá at a price of R$28.147 ($18.056) per share. At that time the Group committed to extend the offer to the minority shareholders of Anglo Ferrous Brazil SA. This offer was formally made on 31 October 2008 and remained open through the first quarter of 2009, resulting in a Group shareholding in Anglo Ferrous Brazil SA at 31 December 2009 of 100% (2008: 98.9%). Total cash paid to acquire a controlling interest was $3.5 billion and a further $2.0 billion (including cash settlement of a related derivative instrument ($0.7 billion)) was paid to acquire minority interests. In the year ended 31 December 2009 $49 million was paid to acquire remaining minority interests. These transactions followed on from the acquisition in 2007 of a 49% interest in each of Minas Rio and LLX Minas Rio, which owns the Port of Açu. As a result of these transactions the Group's effective shareholding in each of the operating entities at 31 December 2009 was 100% in Minas Rio, 49% in LLX Minas Rio and 70% in Amapá (2008: 99.4% in Minas Rio, 49% in LLX Minas Rio and 69.2% in Amapá).

14. **Acquisitions** (continued)

Acquisition of material joint ventures

The Group made no material acquisitions of joint ventures in the year ended 31 December 2009 (2008: one).

The fair value of the net assets at the date of acquisition and related net cash outflow for the prior year material joint venture acquisition are shown below:

US$ million	2008[1]
Net assets acquired	
Tangible assets	
Value attributable to reserves and resources acquired	835
Other tangible assets	108
Current assets	41
Current liabilities	(37)
Non-current liabilities	(97)
Fair value of net assets acquired and total cost of acquisitions	850
Satisfied by	
Net cash acquired	1
Deferred consideration	242
Net cash paid[2]	607

[1] Relates to the acquisition of Foxleigh and fair value adjustments on the acquisition of a 49% interest in Minas Rio (which took place in 2007). During 2008 further consideration of $284 million (which is contingent on certain criteria being met) was recognised in respect of the acquisition of the 49% interest in Minas Rio. This was reduced from the $600 million recognised in the six months ended 30 June 2008, as a result of a change in the assumptions with regards to payment and purchase of an additional interest in Minas Rio, together with an adjustment to the net deferred tax liability recognised to reflect the future tax benefit from cash payments made on acquisition. These adjustments resulted in amendments to the 'Value attributable to reserves and resources acquired' and deferred tax in the acquisition balance sheet.

[2] In the year ended 31 December 2009 there was net cash paid of $5 million (2008: $2 million) for other joint venture acquisitions. This resulted in total net cash paid for investments in joint ventures in the year ended 31 December 2009 of $5 million (2008: $609 million).

On 29 February 2008 Metallurgical Coal completed the acquisition of a 70% interest in the Foxleigh joint venture in Queensland, Australia. The total cost of acquisition was $606 million. The Group has proportionately consolidated 70% of Foxleigh from 29 February 2008.

15. Disposals of subsidiaries and businesses

US$ million	**2009**	2008
Net assets disposed		
Tangible assets	**425**	479
Other non-current assets	**2**	43
Current assets	**48**	210
Current liabilities	**(34)**	(83)
Non-current liabilities	**(65)**	(113)
Net assets	**376**	536[1]
Minority interests	**(3)**	(116)
Group's share of net assets immediately prior to disposal	**373**	420
Less: Retained investments in associates	**(235)**	–
Net assets disposed	**138**	420
Cumulative translation differences recycled from reserves	**–**	(2)
Net gain on disposals	**316**	119
Net sale proceeds	**454**	537
Proceeds received in prior year	**(270)**	–
Non-cash consideration	**(212)**	–
Costs accrued	**6**	4
Deal facilitation charges	**41**	–
Deferred consideration	**–**	(56)
Net cash and cash equivalents disposed	**(10)**	(4)
Proceeds not yet received	**(4)**	–
Realised foreign exchange	**–**	(13)
Net cash inflow from disposals	**5**[2]	468

(1) Includes net assets of $79 million no longer consolidated following loss of control of a subsidiary.
(2) Net cash of $64 million has been received in the year ended 31 December 2009 in respect of deferred consideration for disposals in 2008. This resulted in a total net cash inflow of $69 million from disposals of subsidiaries and businesses in the year ended 31 December 2009.

Disposals of subsidiaries and businesses in the year ended 31 December 2009

The disposals of Lebowa and Booysendal were the only material disposals of a subsidiary or a joint venture in the year. The only material disposals of associates in the year related to the sale of the Group's remaining investments in Tongaat Hulett and Hulamin, which generated a combined net cash inflow of $662 million (net of transaction costs).

Lebowa and Booysendal

During the year ended 31 December 2009 the Group disposed of a 50% interest in the Booysendal joint venture and a 51% interest in Lebowa (and certain other joint venture projects). The disposal of Booysendal to Mvela took place on 24 June 2009. Total consideration was $275 million (excluding transaction and deal facilitation costs), of which $270 million was received in advance in the prior year (invested in unlisted preference shares and an escrow account). Upon completion of the transaction the preference shares were sold whilst $72 million remains in an escrow account pending completion of documentation. The disposal of Lebowa to Anooraq was completed on 30 June 2009 for total consideration of $363 million (excluding transaction and deal facilitation costs). The fair value of the consideration was $247 million (excluding transaction and deal facilitation costs). The Group commenced equity accounting its remaining 49% interest in Lebowa from 30 June 2009. At 31 December 2009 the Group held a 49% interest in Lebowa. These transactions were part of previously announced black economic empowerment deals.

15. Disposals of subsidiaries and businesses (continued)

The net asset position at the dates of disposal, together with the resulting profit on disposal and related net cash inflow is shown below:

US$ million	2009
Net assets disposed	
Tangible assets	**336**
Current assets	**11**
Current liabilities	**(24)**
Non-current liabilities	**(64)**
Group's share of net assets immediately prior to disposal	**259**
Less: Retained investments in associates	**(125)**
Net assets disposed	**134**
Net gain on disposals	**316**
Net sale proceeds	**450**
Proceeds received in prior year(1)	**(270)**
Non-cash consideration(2)	**(212)**
Costs accrued	**6**
Deal facilitation charges	**41**
Net cash and cash equivalents disposed	**(9)**
Net cash inflow from disposals of Lebowa and Booysendal	**6**

(1) A portion of the proceeds were invested in unlisted preference shares when received. Following completion of the transaction these were sold and $200 million is included in the Consolidated cash flow statement within 'Proceeds from sale of financial asset investments'.
(2) Represents ordinary shares in Anooraq and preference shares in Plateau Resources (Proprietary) Limited.

Disposals of businesses in the year ended 31 December 2008

In the year ended 31 December 2008 Namakwa Sands was the only material disposal of a business. On 1 October 2008 Namakwa Sands was sold to Exxaro Resources Limited for consideration of $330 million including deferred consideration. On 3 November 2008 as part of the same transaction, the Group completed the sale of a 26% interest in both the Black Mountain zinc, lead and copper operation and the Gamsberg zinc project for consideration of $23 million. For further details of the disposal of Namakwa Sands refer to the Group's financial statements for the year ended 31 December 2008.

16. Disposal groups and non-current assets held for sale

Platinum disposal groups (including Booysendal and Lebowa), which were previously classified as held for sale at 31 December 2008, were disposed of in June 2009. Refer to note 15 for more details on the Platinum disposals.

The following assets and liabilities relating to disposal groups were classified as held for sale. The Group expects to complete the sale of these businesses within 12 months of the year end.

	2009	2008
US$ million	Tarmac disposal groups[1]	Total[2]
Intangible assets	**13**	–
Tangible assets	**422**	257
Deferred tax assets	**5**	–
Other non-current assets	**2**	2
Total non-current assets	**442**	259
Inventories	**42**	–
Trade and other receivables	**72**	8
Cash and cash equivalents	**64**	8
Total current assets	**178**	16
Total assets	**620**	275
Trade and other payables	**(66)**	(21)
Short term borrowings	**(13)**	–
Short term provisions	**(4)**	–
Total current liabilities	**(83)**	(21)
Medium and long term borrowings	**(3)**	–
Retirement benefit obligations	**(1)**	–
Deferred tax liabilities	**(46)**	(56)
Provisions for liabilities and charges	**(55)**	(3)
Other non-current liabilities	**(3)**	–
Total non-current liabilities	**(108)**	(59)
Total liabilities	**(191)**	(80)
Net assets	**429**	195

[1] Tarmac disposal groups relate to certain of its European businesses. Tarmac is included in the Other Mining and Industrial segment.
[2] Relates to Platinum disposal groups.

The net carrying amount of assets and associated liabilities classified as held for sale during 2009 was written down by $46 million (2008: nil).

17. Contingent liabilities and contingent assets

i) Contingent liabilities

The Group is subject to various claims which arise in the ordinary course of business. Additionally, and as set out in the 2007 demerger agreement, Anglo American and Mondi have agreed to indemnify each other, subject to certain limitations, against certain liabilities. Having taken appropriate legal advice, the Group believes that the likelihood of a material liability arising is remote. At 31 December 2009 contingent liabilities in respect of the Group's subsidiaries comprise aggregate amounts of $704 million (2008: $548 million) in respect of loans and performance guarantees given to banks and other third parties and are primarily in respect of environmental restoration and decommissioning obligations.

No contingent liabilities were secured on the assets of the Group at 31 December 2009 or 31 December 2008.

ii) Contingent assets

There were no significant contingent assets in the Group at 31 December 2009 or 31 December 2008.

iii) Other

Anglo American Sur

Anglo American inherited a 1978 agreement with Codelco, the Chilean state mining company, when it acquired Disputada de Las Condes (since renamed Anglo American Sur) in 2002. The agreement grants Codelco the right, subject to certain conditions and limitations, to acquire up to a 49% minority interest in Anglo American Sur, the wholly owned Group company that owns the Los Bronces and El Soldado copper mines and the Chagres smelter. These conditions include limiting the window for exercising the right to once every three years in the month of January until January 2027. The right was not exercised in 2009. The calculations of the price at which Codelco can exercise its right are complex and confidential but do, inter alia, take account of company profitability over a five year period.

Anglo American South Africa Limited

Anglo American South Africa Limited (AASA), a wholly owned subsidiary of the Company, is a defendant in 25 separate lawsuits, each one on behalf of a former mineworker (or his dependents or survivors) who allegedly contracted silicosis working for gold mining companies in which AASA was a shareholder and to which AASA provided various technical and administrative services. The aggregate amount of the 25 claims is less than $5 million, although if these claims are determined adversely to AASA, there are a substantial number of additional former mineworkers who may seek to bring similar claims. The first trial of these claims is expected to be in 2011, but the arrangements have not yet been agreed.

18. Related party transactions

The Group has a related party relationship with its subsidiaries, associates and joint ventures.

The Company and its subsidiaries, in the ordinary course of business, enter into various sales, purchase and service transactions with joint ventures and associates and others in which the Group has a material interest. These transactions are under terms that are no less favourable than those arranged with third parties. These transactions are not considered to be significant.

Dividends received from associates during the year totalled $616 million (2008: $609 million), as disclosed in the Consolidated cash flow statement.

At 31 December 2009 the Group had provided loans to joint ventures of $93 million (2008: $20 million). These loans are included in financial asset investments.

At 31 December 2009 the directors of the Company and their immediate relatives controlled 3% (2008: 3%) of the voting shares of the Company.

18. Related party transactions (continued)

Related party transactions with De Beers

At 31 December 2009 the Group held $88 million (2008: $88 million) of 10% non-cumulative redeemable preference shares in DB Investments, the holding company of De Beers Société Anonyme.

Set out below are details of certain transactions and arrangements entered into by the Group with, or for the benefit of, certain related parties of the Company for the purposes of the UKLA Listing Rules, being Central Holdings Limited (and certain of its subsidiaries, together 'CHL') and DB Investments SA and De Beers SA (together, 'De Beers') which are related parties for the purposes of such rules by virtue of being companies in which Mr N.F. Oppenheimer, a director of the Company, has a relevant interest for the purposes of such rules.

It was agreed that the dividends declared by De Beers to the Group and the other shareholders in De Beers (including CHL) would be exchanged for loan obligations. The total amount of dividends exchanged amounted to $118 million in the year ended 31 December 2008. This total has increased during 2009 by $24 million. The loans are subordinated and are interest free for two years at which point they become interest bearing in line with market rates at the dates of the initial reinvestment.

In April 2009 the shareholders of De Beers provided an additional loan to De Beers, proportionate to their shareholdings, totalling $500 million. Anglo American holds a 45% interest and therefore provided a loan of $225 million. The loan is interest free for two years, at which point it reverts to a rate of interest equal to LIBOR plus 700 basis points until April 2016 and then, provided all interest payments are up to date, reduces to LIBOR plus 300 basis points. In the event of a rights issue or other share issue by De Beers, the Group would have the option to apply amounts outstanding under the loan in subscribing for ordinary shares in De Beers at the issue price applicable to the relevant share issue, which will be determined at the time of the relevant issue. The loan is subordinated in favour of third party banks/lenders and preference shareholders (including Anglo American) and is repayable after ten years. These loans are included in financial asset investments.

In February 2010 the shareholders of De Beers agreed, as part of the De Beers Group's refinancing, including third party debt refinancing, that additional equity was required by De Beers. The shareholders of De Beers (including CHL) have accordingly all agreed to subscribe, in proportion to their current shareholding, for $1 billion of additional equity in De Beers, subject to the fulfilment of certain conditions. The Group's share of such additional equity, in line with its equity holding in De Beers, amounts to $450 million. CHL's share of such additional equity, in line with its equity holding in De Beers, amounts to $400 million. The shareholders have further agreed that the subscription does not constitute a subscription event under the 2009 arrangements.

Pursuant to the refinancing of De Beers and to satisfy the requirements of the lenders to De Beers, the shareholders of De Beers, including the Group, have, as applicable, agreed to:

(i) defer the receipt of dividends or capital on their ordinary shares until certain financial tests ('Normalisation') are met and this is currently anticipated to be during 2011;

(ii) defer the receipt of dividends and mandatory redemption under the preference shares in De Beers SA until Normalisation. The total amount deferred by Anglo American is approximately $96.5 million. The dividends (or interest in respect of such dividends) will continue to accrue on the preference shares until they are paid and the preference shares redeemed; and

(iii) enter into an agreement which effectively formalises, in favour of the lenders to De Beers, the deferral of the rights to dividends or other distributions in respect of their respective ordinary shares, and, as applicable, preference shares and payments under the shareholder loans, until Normalisation; and the subordination thereof.

As part of the process of facilitating the agreed equity subscription by all the shareholders of De Beers, a temporary re-ranking of distribution rights was agreed which will result, following Normalisation, in a $20 million distribution to the shareholders of De Beers (including the Group and CHL), pro-rata to their individual equity subscriptions as referred to above, which will be paid in priority to existing preferences on distributions under the terms of the preference shares in De Beers. The net effect of this re-prioritisation on Anglo American, in the event of there being insufficient cash to pay all dividends then due, is a deferral of approximately $8 million of dividends, which will continue to accrue interest until paid.

19. Events occurring after end of year

In February 2010 the Group announced its commitment to take up its full allocation of shares under the rights offer announced by Anglo Platinum. Anglo Platinum expects to raise approximately $1.6 billion through the rights offer, of which the Group's share of 79.7% is approximately $1.3 billion. The Group has also agreed to underwrite the minority portion of the rights offer.

Subsequent to 31 December 2009 De Beers has announced a $1 billion rights issue. The Group has accordingly agreed to subscribe for additional equity in proportion to its current shareholding and will therefore contribute $450 million. Refer to note 18 for further details.

During the first quarter of 2010, Anglo American agreed the sales of Tarmac's aggregates businesses in France, Germany, Poland and the Czech Republic and its Polish concrete products business with expected total proceeds of approximately $400 million.

With the exception of the above there have been no material reportable events since 31 December 2009.

Production statistics

The figures below include the entire output of consolidated entities and the Group's attributable share of joint ventures, joint arrangements and associates where applicable, except for Collahuasi in Copper and De Beers which are quoted on a 100% basis.

Due to the portfolio and management structure changes announced in October 2009, the segments have changed from those reported at 31 December 2008. Comparatives have been reclassified to align with current year presentation.

			2009	2008
Platinum segment (troy ounces)[(1)(2)]				
Platinum			**2,451,600**	2,386,600
Palladium			**1,360,500**	1,318,800
Rhodium			**349,900**	299,300
			4,162,000	4,004,700
Nickel (tonnes)[(3)]			**19,500**	15,500
Copper (tonnes)[(3)]			**11,200**	8,800
Gold			**90,900**	78,500
Diamonds segment (De Beers) (diamonds recovered – carats)				
100% basis (Anglo American 45%)				
Debswana			**17,734,000**	32,276,000
Namdeb			**929,000**	2,122,000
De Beers Consolidated Mines			**4,797,000**	11,960,000
Williamson[(4)]			**–**	134,000
Canada			**1,140,000**	1,640,000
			24,600,000	48,132,000
Copper segment				
Collahuasi				
100% basis (Anglo American 44%)				
Ore mined		tonnes	**71,197,800**	57,699,800
Ore processed	Oxide	tonnes	**7,293,800**	7,317,400
	Sulphide	tonnes	**45,348,300**	42,377,400
Ore grade processed	Oxide	% Cu	**0.6**	0.6
	Sulphide	% Cu	**1.1**	1.1
Production	Copper concentrate	dry metric tonnes	**1,837,900**	1,574,000
	Copper cathode	tonnes	**43,100**	49,400
	Copper in concentrate	tonnes	**492,700**	415,000
Total copper production for Collahuasi		tonnes	**535,800**	464,400
Anglo American Sur				
Los Bronces mine				
Ore mined		tonnes	**21,115,900**	21,045,100
Marginal ore mined		tonnes	**19,368,700**	36,008,900
Las Tortolas concentrator	Ore processed	tonnes	**20,512,300**	20,012,700
	Ore grade processed	% Cu	**1.1**	1.1
	Average recovery	%	**86.3**	84.9
Production	Copper concentrate	dry metric tonnes	**676,100**	677,900
	Copper cathode	tonnes	**48,400**	45,800
	Copper in concentrate	tonnes	**190,000**	190,000
	Total	tonnes	**238,400**	235,800
El Soldado mine				
Ore mined	Open pit – ore mined	tonnes	**7,348,500**	5,305,800
	Open pit – marginal ore mined	tonnes	**505,600**	21,700
	Underground (sulphide)	tonnes	**1,501,000**	1,312,700
	Total	tonnes	**9,355,100**	6,640,200
Ore processed	Oxide	tonnes	**1,689,700**	821,800
	Sulphide	tonnes	**7,481,500**	7,179,700
Ore grade processed	Oxide	% Cu	**0.7**	1.3
	Sulphide	% Cu	**0.7**	0.8
Production	Copper concentrate	dry metric tonnes	**158,700**	174,100
	Copper cathode	tonnes	**4,200**	6,700
	Copper in concentrate	tonnes	**37,200**	43,100
	Total	tonnes	**41,400**	49,800

(1) See the published results of Anglo Platinum Limited for further analysis of production information.
(2) Northam Platinum Limited was transferred to a disposal group in September 2007. Production information excludes Northam Platinum Limited. Northam Platinum Limited was sold on 20 August 2008.
(3) Also disclosed within total attributable nickel and copper production.
(4) Williamson was disposed of on 10 November 2008.

Production statistics (continued)

			2009	2008
Copper segment (continued)				
Chagres Smelter				
	Copper concentrate smelted	tonnes	**140,900**	148,400
Production	Copper blister/anode	tonnes	**137,700**	146,100
	Copper blister/anode (third party)	tonnes	**2,500**	1,000
	Acid	tonnes	**457,600**	486,600
Total copper production for Anglo American Sur(1)		tonnes	**282,300**	286,600
Anglo American Norte				
Mantos Blancos mine				
Ore processed	Oxide	tonnes	**4,361,300**	4,694,800
	Sulphide	tonnes	**4,248,100**	4,311,100
	Marginal ore mined	tonnes	**3,360,000**	5,003,000
Ore grade processed	Oxide	% Cu (soluble)	**0.7**	0.7
	Sulphide	% Cu (insoluble)	**1.1**	1.2
	Marginal ore	% Cu (soluble)	**0.3**	0.3
Production	Copper concentrate	dry metric tonnes	**125,100**	132,300
	Copper cathode	tonnes	**37,600**	34,300
	Copper cathode (third party)	tonnes	**8,600**	5,300
	Copper in concentrate	tonnes	**44,000**	46,800
	Total	tonnes	**90,200**	86,400
Mantoverde mine				
Ore processed	Oxide	tonnes	**9,676,300**	9,556,900
	Marginal ore	tonnes	**4,058,000**	4,300,400
Ore grade processed	Oxide	% Cu (soluble)	**0.7**	0.7
	Marginal ore	% Cu (soluble)	**0.3**	0.4
Production	Copper cathode	tonnes	**61,500**	62,500
Total copper production for Anglo American Norte		tonnes	**151,700**	148,900
Total Copper segment copper production(1)		tonnes	**669,800**	639,800
Platinum copper production(2)		tonnes	**11,200**	8,800
Black Mountain copper production		tonnes	**2,200**	2,500
Total attributable copper production		tonnes	**683,200**	651,100
Nickel segment				
Codemin				
Ore mined		tonnes	**547,700**	498,400
Ore processed		tonnes	**512,000**	475,900
Ore grade processed		% Ni	**2.1**	2.1
Production		tonnes	**9,500**	9,100
Loma de Níquel				
Ore mined		tonnes	**822,700**	811,000
Ore processed		tonnes	**641,800**	676,800
Ore grade processed		% Ni	**1.6**	1.6
Production		tonnes	**10,400**	10,900
Total Nickel segment nickel production		tonnes	**19,900**	20,000
Platinum nickel production(2)		tonnes	**19,500**	15,500
Total attributable nickel production		tonnes	**39,400**	35,500
Iron Ore and Manganese segment				
Kumba Iron Ore				
Lump		tonnes	**25,300,000**	22,042,000
Fines		tonnes	**16,643,000**	14,657,000
Amapá(3)				
Sinter feed		tonnes	**576,100**	128,000
Pellet feed		tonnes	**2,077,100**	584,000
Total iron ore production		tonnes	**44,596,200**	37,411,000
Samancor(4)				
Manganese ore		tonnes	**1,570,000**	2,704,000
Manganese alloys(5)		tonnes	**129,000**	306,000

(1) Total copper production includes total concentrate and cathode production and blister/anode produced from third party purchased material.
(2) Northam Platinum Limited was transferred to a disposal group in September 2007. Production information excludes Northam Platinum Limited. Northam Platinum Limited was sold on 20 August 2008.
(3) Production from Amapá is included from 5 August 2008. Amapá production for full year 2008 was 1.2 Mt. At 31 December 2009 Amapá was not in commercial production and therefore to this date all revenue and related costs were capitalised. Commercial production commenced on 1 January 2010.
(4) Saleable production.
(5) Production includes Medium Carbon Ferro Manganese.

Production statistics (continued)

	2009	2008
Coal (tonnes)		
Metallurgical Coal segment		
Australia		
Metallurgical	**12,622,600**	13,144,900
Thermal	**14,051,800**	14,696,300
Total Metallurgical Coal segment coal production	**26,674,400**	27,841,200
Thermal Coal segment		
South Africa		
Trade – Metallurgical	**747,100**	971,900
Trade – Thermal	**22,185,900**[1]	22,286,800
Eskom	**36,225,100**	36,158,100
	59,158,100[1]	59,416,800
South America		
Thermal	**10,189,600**	10,410,300
Total Thermal Coal segment coal production	**69,347,700**[1]	69,827,100
Other Mining and Industrial segment		
South America		
Thermal	**750,700**	1,074,200
Canada		
Metallurgical	**645,300**	632,300
Thermal	**73,000**	140,100
	718,300	772,400
Total Other Mining and Industrial segment coal production	**1,469,000**	1,846,600
Total coal production	**97,491,100**[1]	99,514,900

Coal (tonnes)		
Metallurgical Coal segment		
Australia		
Callide	**8,766,400**	9,582,700
Drayton	**3,630,200**	3,711,500
Capcoal	**4,598,900**	5,621,900
Jellinbah East	**1,745,800**	1,033,900
Moranbah	**2,581,000**	3,181,500
Dawson Complex	**3,756,200**	3,537,200
Foxleigh	**1,595,900**	1,172,500
Total Metallurgical Coal segment coal production	**26,674,400**	27,841,200
Thermal Coal segment		
South Africa		
Greenside	**3,294,600**	3,401,100
Goedehoop	**6,905,000**	7,449,400
Isibonelo	**5,061,900**	5,152,100
Kriel	**11,161,700**	10,344,400
Kleinkopje	**4,414,000**	4,545,600
Landau	**4,231,500**	4,089,300
New Denmark	**3,728,900**	5,272,500
New Vaal	**17,553,700**	17,034,400
Nooitgedacht	**475,000**	454,600
Mafube	**2,212,800**	1,673,400
Zibulo	**119,000**	–
	59,158,100[1]	59,416,800
South America		
Carbones del Cerrejón	**10,189,600**	10,410,300
Total Thermal Coal segment coal production	**69,347,700**[1]	69,827,100
Other Mining and Industrial segment		
South America		
Carbones del Guasare	**750,700**	1,074,200
Canada		
Peace River Coal	**718,300**	772,400
Total Other Mining and Industrial segment coal production	**1,469,000**	1,846,600
Total coal production	**97,491,100**[1]	99,514,900

[1] Includes 119kt of capitalised production from Zibulo (previously Zondagsfontein).

Production statistics (continued)

	2009	2008
Coal (continued)		
Total coal production by commodity (tonnes)		
Metallurgical		
South Africa	**747,100**	971,900
Australia	**12,622,600**	13,144,900
Canada	**645,300**	632,300
Total metallurgical coal production	**14,015,000**	14,749,100
Thermal		
South Africa – Thermal	**22,185,900**[1]	22,286,800
South Africa – Eskom	**36,225,100**	36,158,100
Australia	**14,051,800**	14,696,300
South America	**10,940,300**	11,484,500
Canada	**73,000**	140,100
Total thermal coal production	**83,476,100**[1]	84,765,800
Total coal production	**97,491,100**[1]	99,514,900

[1] Includes 119kt of capitalised production from Zibulo (previously Zondagsfontein).

Production statistics (continued)

			2009	2008
Other Mining and Industrial segment[1]				
Tarmac				
Aggregates		tonnes	**70,437,100**	93,095,000
Lime products		tonnes	**1,214,400**	1,353,000
Concrete		m^3	**3,521,200**	6,312,000
Zinc and Lead				
Skorpion				
Ore mined		tonnes	**1,495,900**	1,390,400
Ore processed		tonnes	**1,426,800**	1,333,300
Ore grade processed	Zinc	% Zn	**11.5**	11.7
Production	Zinc	tonnes	**150,400**	145,400
Lisheen				
Ore mined		tonnes	**1,534,500**	1,561,900
Ore processed		tonnes	**1,526,200**	1,516,900
Ore grade processed	Zinc	% Zn	**12.4**	12.1
	Lead	% Pb	**1.8**	1.6
Production	Zinc in concentrate	tonnes	**171,800**	167,200
	Lead in concentrate	tonnes	**19,200**	15,900
Black Mountain				
Ore mined		tonnes	**1,249,700**	1,199,800
Ore processed		tonnes	**1,293,200**	1,204,800
Ore grade processed	Zinc	% Zn	**2.8**	3.0
	Lead	% Pb	**4.0**	4.2
	Copper	% Cu	**0.3**	0.4
Production	Zinc in concentrate	tonnes	**28,200**	27,900
	Lead in concentrate	tonnes	**49,100**	47,000
	Copper in concentrate	tonnes	**2,200**	2,500
Total attributable zinc production		tonnes	**350,400**	340,500
Total attributable lead production		tonnes	**68,300**	62,900
Scaw Metals				
South Africa Steel Products		tonnes	**693,000**	771,000
International Steel Products		tonnes	**718,000**	879,000
Niobium				
Catalão				
Ore mined		tonnes	**906,700**	768,100
Ore processed		tonnes	**873,500**	818,100
Ore grade processed		Kg Nb/tonne	**9.3**	11.1
Production		tonnes	**5,100**	4,600
Phosphates				
Copebrás				
Sodium tripolyphosphate		tonnes	**–**	10,200
Phosphates		tonnes	**829,000**	982,100
Mineral Sands				
Namakwa Sands[2]				
Ore mined		tonnes	**–**	13,418,600
Production	Ilmenite	tonnes	**–**	240,900
	Rutile	tonnes	**–**	19,100
	Zircon	tonnes	**–**	97,400
Smelter production	Slag tapped	tonnes	**–**	118,500
	Iron tapped	tonnes	**–**	78,800

(1) Production for Coal Americas is included in Coal production section.
(2) Production information included until date of disposal on 1 October 2008.

Production statistics (continued)

Quarterly production statistics[1]

	Quarter ended					% Change	
	December 2009	September 2009	June 2009	March 2009	December 2008	December Q09 v September Q09	December Q09 v December Q08
Platinum segment[2]							
Platinum (troy ounces)	**766,000**	629,200	652,400	404,000	842,300	22%	(9)%
Palladium (troy ounces)	**426,300**	337,500	361,600	235,100	450,500	26%	(5)%
Rhodium (troy ounces)	**93,900**	92,100	90,100	73,800	107,100	2%	(12)%
Nickel (tonnes)	**5,300**	5,500	5,400	3,300	4,100	(4)%	29%
De Beers segment (diamonds recovered – carats)							
100% basis (Anglo American 45%)							
Diamonds	**10,124,000**	7,885,000	5,509,000	1,082,000	10,795,000	28%	(6)%
Copper segment (tonnes)[3]	**185,900**	168,100	165,300	150,500	172,600	11%	8%
Nickel segment (tonnes)[4]	**4,900**	4,900	5,600	4,500	4,800	–	2%
Iron Ore and Manganese segment (tonnes)							
Iron ore[5]	**12,407,200**	11,861,000	10,336,000	9,992,000	10,098,000	5%	23%
Manganese ore[6]	**615,000**	462,000	200,000	293,000	565,000	33%	9%
Manganese alloys[6][7]	**52,000**	25,000	10,000	42,000	72,000	108%	(28)%
Metallurgical Coal segment (tonnes)							
Metallurgical	**3,805,500**	3,147,800	3,354,000	2,315,300	3,410,800	21%	12%
Thermal	**3,487,400**	3,614,300	3,738,600	3,211,500	4,051,200	(4)%	(14)%
Thermal Coal segment (tonnes)							
Metallurgical	**130,500**	224,300	172,300	220,000	408,300	(42)%	(68)%
Thermal	**7,785,400**[8]	8,431,600	8,429,300	7,729,200	7,961,800	(8)%	(2)%
Eskom	**8,448,400**	10,400,200	8,938,400	8,438,100	9,465,900	(19)%	(11)%
Other Mining and Industrial segment (tonnes)							
Metallurgical coal	**149,900**	164,900	152,600	177,900	136,100	(9)%	10%
Thermal coal	**310,200**	214,500	169,000	130,000	234,300	45%	32%
Zinc	**86,500**	94,000	87,100	82,800	82,900	(8)%	4%
Lead	**18,900**	18,400	16,400	14,600	14,400	3%	31%
South Africa Steel Products	**167,000**	183,000	164,000	179,000	167,000	(9)%	–
International Steel Products	**177,000**	164,000	158,000	219,000	215,000	8%	(18)%
Coal production by commodity (tonnes)							
Metallurgical	**4,085,900**	3,537,000	3,678,900	2,713,200	3,955,200	16%	3%
Thermal	**11,583,000**[8]	12,260,400	12,336,900	11,070,700	12,247,300	(6)%	(5)%
Eskom	**8,448,400**	10,400,200	8,938,400	8,438,100	9,465,900	(19)%	(11)%

(1) Excludes Tarmac.
(2) Northam Platinum Limited was transferred to a disposal group in September 2007. Production information excludes Northam Platinum Limited. Northam Platinum Limited was sold on 20 August 2008.
(3) Excludes Anglo Platinum and Black Mountain mine copper production.
(4) Excludes Anglo Platinum nickel production.
(5) Production from Amapá is included from 5 August 2008. Amapá production for full year 2008 was 1.2 Mt. At 31 December 2009 Amapá was not in commercial production and therefore to this date all revenue and related costs were capitalised. Commercial production commenced on 1 January 2010.
(6) Saleable production.
(7) Production includes Medium Carbon Ferro Manganese.
(8) Includes 119kt of capitalised production from Zibulo (previously Zondagsfontein).

Reconciliation of subsidiaries' and associate's reported earnings to the Underlying earnings included in the Condensed financial statements

For the year ended 31 December 2009
Note only key reported lines are reconciled

Anglo Platinum Limited

US$ million	2009	2008[(1)]
IFRS headline earnings (US$ equivalent of published)	**84**	1,607
Exploration	**17**	36
Exchange rate difference	**–**	64
Operating and financing remeasurements (net of tax)	**27**	17
Restructuring costs included in headline earnings	**27**	–
Other adjustments	**2**	(2)
	157	1,722
Minority interests	**(31)**	(376)
Elimination of intercompany interest	**47**	8
Depreciation on assets fair valued on acquisition (net of tax)	**(83)**	(41)
Corporate cost allocation	**(46)**	(57)
Contribution to Anglo American plc underlying earnings	**44**	1,256

DB Investments

US$ million	2009	2008
De Beers underlying earnings (100%)	**(220)**	515
Difference in IAS 19 accounting policy	**5**	18
De Beers underlying earnings – Anglo American plc basis (100%)	**(215)**	533
Anglo American plc's 45% ordinary share interest	**(97)**	240
Income from preference shares	**9**	13
Other	**(2)**	3
Contribution to Anglo American plc underlying earnings	**(90)**	256

Kumba Iron Ore Limited (Kumba)

US$ million	2009	2008[(1)]
IFRS headline earnings (US$ equivalent of published)[(2)]	**845**	872
Exploration	**3**	8
Other adjustments	**(2)**	12
	846	892
Minority interests	**(314)**	(328)
Elimination of intercompany interest	**(10)**	–
Depreciation on assets fair valued on acquisition (net of tax)	**(7)**	(6)
Corporate cost allocation	**(39)**	(35)
Other adjustments	**14**	–
Contribution to Anglo American plc underlying earnings	**490**	523

(1) Comparatives have been updated to include an allocation of corporate costs.
(2) Kumba's IFRS headline earnings for the year ended 31 December 2009 assume a minority interest of 20% in Kumba's underlying mining assets (2008: 20%).

Exchange rates and commodity prices

US$ exchange rates	2009	2008
Average prices for the year		
Rand	**8.41**	8.27
Sterling	**0.64**	0.54
Euro	**0.72**	0.68
Australian dollar	**1.26**	1.17
Chilean peso	**559**	524
Brazilian real	**2.00**	1.84
Closing spot prices		
Rand	**7.38**	9.30
Sterling	**0.62**	0.69
Euro	**0.70**	0.72
Australian dollar	**1.11**	1.44
Chilean peso	**507**	637
Brazilian real	**1.74**	2.33

Commodity prices		2009	2008
Average market prices for the year			
Platinum(1)	US$/oz	**1,211**	1,585
Palladium(1)	US$/oz	**266**	355
Rhodium(1)	US$/oz	**1,592**	6,564
Copper(2)	US cents/lb	**234**	315
Nickel(2)	US cents/lb	**667**	953
Zinc(2)	US cents/lb	**75**	85
Lead(2)	US cents/lb	**78**	95
31 December spot prices			
Platinum(1)	US$/oz	**1,475**	922
Palladium(1)	US$/oz	**402**	186
Rhodium(1)	US$/oz	**2,500**	1,250
Copper(2)	US cents/lb	**333**	132
Nickel(2)	US cents/lb	**838**	490
Zinc(2)	US cents/lb	**117**	51
Lead(2)	US cents/lb	**109**	43

(1) Source: Johnson Matthey.
(2) Source: LME daily prices.

Key financial data

US$ million (unless otherwise stated)	2009	2008	2007	2006[1]	2005[1]	2004[1]
Group revenue including associates	**24,637**	32,964	30,559	29,404	24,872	22,610
Less: Share of associates' revenue	**(3,779)**	(6,653)	(5,089)	(4,413)	(4,740)	(5,429)
Group revenue	**20,858**	26,311	25,470	24,991	20,132	17,181
Operating profit including associates before special items and remeasurements	**4,957**	10,085	9,590	8,888	5,549	3,832
Special items and remeasurements (excluding financing and tax special items and remeasurements)	**(208)**	(330)	(227)	24	16	556
Net finance costs (including financing special items and remeasurements), tax and minority interests of associates	**(313)**	(783)	(434)	(398)	(315)	(391)
Total profit from operations and associates	**4,436**	8,972	8,929	8,514	5,250	3,997
Net finance costs (including financing special items and remeasurements)	**(407)**	(401)	(108)	(71)	(220)	(385)
Profit before tax	**4,029**	8,571	8,821	8,443	5,030	3,612
Income tax expense (including special items and remeasurements)	**(1,117)**	(2,451)	(2,693)	(2,518)	(1,208)	(765)
Profit for the financial year – continuing operations	**2,912**	6,120	6,128	5,925	3,822	2,847
Profit for the financial year – discontinued operations	**–**	–	2,044	997	111	1,094
Profit for the financial year – total Group	**2,912**	6,120	8,172	6,922	3,933	3,941
Minority interests	**(487)**	(905)	(868)	(736)	(412)	(440)
Profit attributable to equity shareholders of the Company	**2,425**	5,215	7,304	6,186	3,521	3,501
Underlying earnings[2] – continuing operations	**2,569**	5,237	5,477	5,019	3,335	2,178
Underlying earnings[2] – discontinued operations	**–**	–	284	452	401	506
Underlying earnings[2] – total Group	**2,569**	5,237	5,761	5,471	3,736	2,684
Earnings per share ($) – continuing operations	**2.02**	4.34	4.04	3.51	2.35	1.84
Earnings per share ($) – discontinued operations	**–**	–	1.54	0.70	0.08	0.60
Earnings per share ($) – total Group	**2.02**	4.34	5.58	4.21	2.43	2.44
Underlying earnings per share ($) – continuing operations	**2.14**	4.36	4.18	3.42	2.30	1.52
Underlying earnings per share ($) – discontinued operations	**–**	–	0.22	0.31	0.28	0.35
Underlying earnings per share ($) – total Group	**2.14**	4.36	4.40	3.73	2.58	1.87
Ordinary dividend per share (US cents)	**–**	44.0	124.0	108.0	90.0	70.0
Special dividend per share (US cents)	**–**	–	–	67.0	33.0	–
Weighted average basic number of shares outstanding (million)	**1,202**	1,202	1,309	1,468	1,447	1,434
EBITDA[3] – continuing operations	**6,930**	11,847	11,171	10,431	7,172	5,359
EBITDA[3] – discontinued operations	**–**	–	961	1,766	1,787	1,672
EBITDA[3] – total Group	**6,930**	11,847	12,132	12,197	8,959	7,031
EBITDA interest cover[4] – total Group	**23.0**	28.3	42.0	45.5	20.0	18.5
Operating margin (before special items and remeasurements) – total Group	**20.1%**	30.6%	28.4%	25.4%	18.5%	14.7%
Ordinary dividend cover (based on underlying earnings per share) – total Group	**–**	9.9	3.5	3.5	2.9	2.7

See following page for footnotes.

Key financial data (continued)

US$ million (unless otherwise stated)	**2009**	2008	2007	2006[1]	2005[1]	2004[1]
Balance sheet						
Intangible and tangible assets	**37,974**	32,551	25,090	25,632	33,368	35,816
Other non-current assets and investments[5]	**7,303**	7,607	9,271	8,258	5,585	5,547
Working capital	**2,165**	861	1,966	3,096	3,538	3,543
Other net current liabilities[5]	**(272)**	(840)	(911)	(1,430)	(1,429)	(611)
Other non-current liabilities and obligations[5]	**(8,487)**	(7,567)	(6,387)	(5,826)	(8,491)	(8,339)
Cash and cash equivalents and borrowings[6]	**(11,043)**	(11,051)	(5,170)	(3,244)	(4,993)	(8,243)
Net assets classified as held for sale	**429**	195	471	641	–	–
Net assets	**28,069**	21,756	24,330	27,127	27,578	27,713
Minority interests	**(1,948)**	(1,535)	(1,869)	(2,856)	(3,957)	(4,588)
Equity attributable to equity shareholders of the Company	**26,121**	20,221	22,461	24,271	23,621	23,125
Total capital[7]	**39,064**	32,799	29,569	30,451	32,571	35,956
Cash inflows from operations – continuing operations	**4,904**	9,579	9,375	9,012	5,963	3,857
Cash inflows from operations – discontinued operations	**–**	–	470	1,045	1,302	1,434
Cash inflows from operations – total Group	**4,904**	9,579	9,845	10,057	7,265	5,291
Dividends received from associates and financial asset investments – continuing operations	**639**	659	311	251	468	380
Dividends received from associates and financial asset investments – discontinued operations	**–**	–	52	37	2	16
Dividends received from associates and financial asset investments – total Group	**639**	659	363	288	470	396
Return on capital employed[8] – total Group	**14.6%**	36.8%	37.8%	32.4%	19.2%	14.6%
EBITDA/average total capital[7] – total Group	**19.3%**	38.0%	40.4%	38.7%	26.1%	21.2%
Net debt to total capital (gearing)[9]	**30.8%**	37.8%	20.0%	12.9%	17.0%	25.4%

(1) Comparatives for 2006, 2005 and 2004 were adjusted in the 2007 Annual Report to reclassify amounts relating to discontinued operations where applicable.
(2) Underlying earnings is net profit attributable to equity shareholders, adjusted for the effect of special items and remeasurements and any related tax and minority interests.
(3) EBITDA is operating profit before special items, remeasurements, depreciation and amortisation in subsidiaries and joint ventures and includes attributable share of EBITDA of associates.
(4) EBITDA interest cover is EBITDA divided by net finance costs, excluding other net financial income, exchange gains and losses on monetary assets and liabilities, amortisation of discounts on provisions, special items and financial remeasurements, but including attributable share of associates' net interest expense.
(5) Comparatives for 2008, 2007, 2006 and 2005 have been adjusted in accordance with IAS 1 *Presentation of Financial Statements – Improvements* as described in note 2.
(6) This differs from the Group's measure of net debt as it excludes the net debt of disposal groups (2009: $48 million; 2008: $8 million; 2007: $(69) million; 2006: $(80) million; 2005: nil; 2004: nil), and excludes the impact of derivative instruments that provide an economic hedge of assets and liabilities in net debt (2009: liabilities of $285 million; 2008: liabilities of $297 million; 2007: assets of $388 million; 2006: assets of $193 million; 2005: nil; 2004: nil). For more detail see note 11 Consolidated cash flow analysis.
(7) Total capital is net assets excluding net debt (excluding the impact of derivative instruments).
(8) Return on capital employed is calculated as total operating profit before impairments for the year divided by the average of total capital less other investments and adjusted for impairments.
(9) Net debt to total capital is calculated as net debt (excluding the impact of derivative instruments) divided by total capital less investments in associates.

Summary by business operation[1]

US$ million	Revenue[2] 2009	Revenue[2] 2008	EBITDA[3] 2009	EBITDA[3] 2008	Operating profit/(loss)[4] 2009	Operating profit/(loss)[4] 2008	Underlying earnings 2009	Underlying earnings 2008
Platinum	**4,535**	6,327	**677**	2,675	**32**	2,169	**44**	1,256
Diamonds	**1,728**	3,096	**215**	665	**64**	508	**(90)**	256
Copper	**3,967**	3,907	**2,254**	2,104	**2,010**	1,892	**1,201**	1,044
Collahuasi	**1,411**	1,134	**952**	682	**880**	613	**663**	367
Anglo American Sur	**1,723**	1,965	**994**	1,265	**862**	1,157	**444**	699
Anglo American Norte	**833**	808	**408**	288	**369**	255	**197**	113
Projects and corporate	**–**	–	**(100)**	(131)	**(101)**	(133)	**(103)**	(135)
Nickel	**348**	408	**28**	150	**2**	123	**(13)**	(35)
Codemin	**157**	198	**49**	132	**41**	123	**24**	94
Loma de Níquel	**191**	210	**11**	48	**(7)**	30	**17**	(97)
Projects and corporate	**–**	–	**(32)**	(30)	**(32)**	(30)	**(54)**	(32)
Iron Ore and Manganese	**3,419**	4,099	**1,593**	2,625	**1,489**	2,554	**571**	1,150
Kumba Iron Ore	**2,816**	2,573	**1,562**	1,632	**1,487**	1,583	**490**	523
Iron Ore Brazil	**–**	–	**(135)**	(5)	**(141)**	(9)	**(119)**	(31)
Samancor	**603**	1,526	**166**	998	**143**	980	**200**	658
Metallurgical Coal	**2,239**	3,119	**706**	1,319	**451**	1,110	**322**	764
Australia	**2,239**	3,119	**729**	1,353	**474**	1,144	**345**	797
Projects and corporate	**–**	–	**(23)**	(34)	**(23)**	(34)	**(23)**	(33)
Thermal Coal	**2,490**	3,051	**875**	1,200	**721**	1,078	**517**	754
South Africa	**1,747**	2,210	**550**	814	**442**	736	**328**	543
South America	**743**	841	**352**	419	**305**	375	**215**	243
Projects and corporate	**–**	–	**(27)**	(33)	**(26)**	(33)	**(26)**	(32)
Other Mining and Industrial	**5,908**	8,951	**878**	1,513	**506**	1,082	**403**	734
Tarmac[5]	**2,870**	4,399	**313**	488	**101**	229	**81**	173
Skorpion	**236**	279	**100**	132	**43**	88	**40**	85
Lisheen	**208**	196	**74**	40	**73**	22	**67**	15
Black Mountain	**148**	115	**59**	37	**59**	26	**60**	28
Scaw Metals	**1,384**	1,927	**172**	309	**131**	274	**70**	165
Copebrás	**320**	655	**(9)**	244	**(40)**	217	**7**	105
Catalão	**184**	141	**111**	80	**106**	78	**77**	70
Coal Americas	**165**	245	**6**	42	**(8)**	29	**(12)**	25
Tongaat Hulett/Hulamin[6]	**393**	817	**73**	115	**62**	92	**31**	53
Namakwa Sands	**–**	177	**–**	59	**–**	59	**–**	46
Projects and corporate	**–**	–	**(21)**	(33)	**(21)**	(32)	**(18)**	(31)
Exploration	**–**	–	**(172)**	(212)	**(172)**	(212)	**(167)**	(200)
Corporate Activities and Unallocated Costs	**3**	6	**(124)**	(192)	**(146)**	(219)	**(219)**	(486)
	24,637	32,964	**6,930**	11,847	**4,957**	10,085	**2,569**	5,237

(1) Due to the portfolio and management structure changes announced in October 2009, the segments have changed from those reported at 31 December 2008. Comparatives have been reclassified to align with current year presentation. The segment results include an allocation of corporate costs. A reconciliation of operating profit and underlying earnings by segment as reported in the 2008 Annual Report to the amounts reflected above is shown in the 'Reconciliation of earnings by segment'.

(2) Revenue includes the Group's attributable share of revenue of joint ventures and associates. Revenue for copper and zinc operations is shown after deduction of treatment charges and refining charges (TC/RCs).

(3) EBITDA is operating profit before special items, remeasurements, depreciation and amortisation in subsidiaries and joint ventures and includes attributable share of EBITDA of associates.

(4) Operating profit includes operating profit before special items and remeasurements from subsidiaries and joint ventures and attributable share of operating profit (before interest, tax, minority interests, special items and remeasurements) of associates.

(5) Tarmac is made up of the former Industrial Minerals segment and Yang Quarry, which was previously included in the Coal segment.

(6) The Group's investments in Tongaat Hulett and Hulamin were disposed of in August 2009 and July 2009, respectively.

Reconciliation of earnings by segment

The following tables reconcile operating profit and underlying earnings by segment as reported in the 2008 Annual Report to the comparative amounts reported in notes 3 and 4 respectively. The adjustments reflect the portfolio and management changes announced in October 2009.

Operating profit

US$ million	Pre-restructuring	Structural changes	Divisional cost apportionment	Corporate cost allocation	As reported (note 3)	
2008						
Platinum	**2,226**	–	–	(57)	**2,169**	**Platinum**
Diamonds	**508**	–	–	–	**508**	**Diamonds**
Base Metals	**2,505**					
Copper	2,017	(67)	(5)	(53)	**1,892**	**Copper**
Codemin, Loma de Níquel	153	(19)	(5)	(6)	**123**	**Nickel**
Catalão, Namakwa Sands, Copebras, Zinc	490	(490)	–	–	**–**	
Other	(155)	90	65	–	**–**	
Ferrous Metals and Industries	**2,935**					
Kumba Iron Ore, Iron Ore Brazil, Samancor	2,590	–	–	(36)	**2,554**	**Iron Ore and Manganese**
Scaw, Tongaat Hulett/Hulamin	366	(366)	–	–	**–**	
Other	(21)	2	19	–	**–**	
Coal	**2,240**					
Australia	1,144	(5)	–	(29)	**1,110**	**Metallurgical Coal**
South Africa	736	372	(4)	(26)	**1,078**	**Thermal Coal**
South America	396	(396)	–	–	**–**	
Canada	8	(8)	–	–	**–**	
Projects and corporate	(44)	16	28	–	**–**	
Industrial Minerals	**228**	881	(6)	(21)	**1,082**	**Other Mining and Industrial**
Exploration	**(212)**	–	–	–	**(212)**	**Exploration**
Corporate Activities and Unallocated Costs	**(345)**	(10)	(92)	228	**(219)**	**Corporate Activities and Unallocated Costs**
	10,085	–	–	–	**10,085**	

Underlying earnings

US$ million	Pre-restructuring	Structural changes	Divisional cost apportionment	Corporate cost allocation	As reported (note 4)	
2008						
Platinum	**1,313**	–	–	(57)	**1,256**	**Platinum**
Diamonds	**256**	–	–	–	**256**	**Diamonds**
Base Metals	**1,369**					
Copper	1,171	(69)	(5)	(53)	**1,044**	**Copper**
Codemin, Loma de Níquel	(3)	(21)	(5)	(6)	**(35)**	**Nickel**
Catalão, Namakwa Sands, Copebrás, Zinc	349	(349)	–	–	**–**	
Other	(148)	83	65	–	**–**	
Ferrous Metals and Industries	**1,396**					
Kumba Iron Ore, Iron Ore Brazil, Samancor	1,186	–	–	(36)	**1,150**	**Iron Ore and Manganese**
Scaw, Tongaat Hulett/Hulamin	218	(218)	–	–	**–**	
Other	(8)	(11)	19	–	**–**	
Coal	**1,581**					
Australia	797	(4)	–	(29)	**764**	**Metallurgical Coal**
South Africa	543	241	(4)	(26)	**754**	**Thermal Coal**
South America	257	(257)	–	–	**–**	
Canada	11	(11)	–	–	**–**	
Projects and corporate	(27)	(1)	28	–	**–**	
Industrial Minerals	**173**	588	(6)	(21)	**734**	**Other Mining and Industrial**
Exploration	**(200)**	–	–	–	**(200)**	**Exploration**
Corporate Activities and Unallocated Costs	**(651)**	29	(92)	228	**(486)**	**Corporate Activities and Unallocated Costs**
	5,237	–	–	–	**5,237**	