

SCOPE OF REPORT

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This annual report for the financial year ended 30 June 2006 is made available to the company's shareholders and other stakeholders in print and in electronic format on the company's website, www.northam.co.za. Included in this review of the company's operational and financial performance is a report on Northam's sustainable development initiatives, which covers also the company's response to the Broad-based Socio-economic Empowerment Charter for the South

African Mining Industry (the Mining Charter). A Mining Charter scorecard and a Global Reporting Initiative (GRI) index are available on page 55 and 56.

Northam's audited mineral reserve and ore resource statement, which conforms to the reporting standards of the South African Resource Committee Code (SAMREC) is included in this annual report.

Operating and financial data provided in this report is compared with that of financial year 2005

(F2005). In providing information with regard to trends this is provided graphically over a five year period, with additional statistical information covering a 10-year period.

The annual financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board and the South African Companies Act.

Throughout this report references to \$ signify United States dollars.

Bushveld Complex, South Africa

