



## Gold Fields – H1 2021 results



CHRIS GRIFFITH  
Chief Executive Officer  
19 August 2021

# Forward looking statement

Certain statements in this document constitute “forward looking statements” within the meaning of Section 27A of the US Securities Act of 1933 and Section 21E of the US Securities Exchange Act of 1934.

In particular, the forward looking statements in this document include among others those relating to the Damang Exploration Target Statement; the Far Southeast Exploration Target Statement; commodity prices; demand for gold and other metals and minerals; interest rate expectations; exploration and production costs; levels of expected production; Gold Fields’ growth pipeline; levels and expected benefits of current and planned capital expenditures; future reserve, resource and other mineralisation levels; and the extent of cost efficiencies and savings to be achieved. Such forward looking statements involve known and unknown risks, uncertainties and other important factors that could cause the actual results, performance or achievements of the company to be materially different from the future results, performance or achievements expressed or implied by such forward looking statements. Such risks, uncertainties and other important factors include among others: economic, business and political conditions in South Africa, Ghana, Australia, Peru and elsewhere; the ability to achieve anticipated efficiencies and other cost savings in connection with past and future acquisitions or joint ventures, exploration and development activities; decreases in the market price of gold and/or copper; hazards associated with underground and surface gold mining; labour disruptions; availability terms and deployment of capital or credit; changes in government regulations, particularly taxation and environmental regulations; and new legislation affecting mining and mineral rights; changes in exchange rates; currency devaluations; the availability and cost of raw and finished materials; the cost of energy and water; inflation and other macro-economic factors, industrial action, temporary stoppages of mines for safety and unplanned maintenance reasons; and the impact of the AIDS and other occupational health risks experienced by Gold Fields’ employees.

These forward looking statements speak only as of the date of this document. Gold Fields undertakes no obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after the date of this document or to reflect the occurrence of unanticipated events.

Further details of potential risks and uncertainties affecting Gold Fields are described in Gold Fields’ filings with the Johannesburg Securities Exchange and the US Securities and Exchange Commission, including in Gold Fields’ Annual Report on Form-20F for the year ended 31 December 2017, Gold Fields’ Integrated Annual Report 2017 and Gold Fields’ Annual Financial Report 2017



GOLD FIELDS

## 2021 interim results agenda



H1 2021 highlights

Chris Griffith

Safety and sustainability

Chris Griffith

Operations

Chris Griffith

Financials

Paul Schmidt

Salares Norte update

Chris Griffith

Conclusion

Chris Griffith

# Highlights for H1 2021

	Key developments
Safety	<ul style="list-style-type: none"> <li>• Fatality: 1 fatality at South Deep during Q2, Vumile Mgcine</li> <li>• TRIFR: 1.81 in H1 2021 vs. 2.58 for H1 2020 (-30% YoY)</li> </ul>
ESG	<ul style="list-style-type: none"> <li>• Renewable energy: Construction of 40MW solar plant has commenced at South Deep</li> <li>• Shared value: US\$1.9bn in value created for stakeholders in H1 2021</li> </ul>
Operational performance	<ul style="list-style-type: none"> <li>• Attributable gold equivalent production increased by 2% YoY to 1,104koz</li> </ul>
Cash generation	<ul style="list-style-type: none"> <li>• Funded all capex and FY 2020 final dividend from internal cash flow</li> <li>• Free cash flow of US\$180m – after spending on Salares Norte</li> </ul>
Balance sheet	<ul style="list-style-type: none"> <li>• Net debt to EBITDA decreased to 0.49x (End-December 2020: 0.56x)</li> </ul>
Earnings & dividends	<ul style="list-style-type: none"> <li>• 33% YoY increase in normalised earnings in H1 2021 to US\$431m or US\$0.49 per share</li> <li>• Interim dividend of R2.10/share declared</li> </ul>

# A globally diversified gold miner

H1 2021 snapshot

## Gold Fields Group

**Mines: 9**  
**Projects: 1**  
**Countries: 5**  
**Att. production: 1,104koz**  
**AIC: US\$1,274/oz**  
**Mine net cash flow: US\$399m inflow**  
**Free cash flow\*\*: US\$180m inflow**

## West Africa region

**Mines: Tarkwa, Damang and Asanko**  
**Att. production: 401koz**  
**AIC: US\$1,114/oz**  
**Mine cash flow\*: US\$182m inflow**

## Americas region

**Mine: Cerro Corona (Peru)**  
**Att. production: 99koz (Au eq)**  
**AIC: US\$1,162/eq oz**  
**Mine cash flow\*: US\$28m inflow**  
**Project: Salares Norte (Chile)**

## South Africa region

**Mine: South Deep**  
**Att. production: 123koz**  
**AIC: US\$1,444/oz**  
**Mine cash flow\*: US\$28m inflow**

## Australia region

**Mines: St Ives, Granny Smith, Agnew and Gruyere**  
**Att. production: 481koz**  
**AIC: US\$1,189/oz**  
**Mine cash flow\*: US\$160m inflow**

\*Mine cash flow = Cash flow from operating activities less net capital expenditure and environmental payments and lease payments

\*\*Free cash flow = Cash flow from operating activities less net capital expenditure, environmental payments, lease payments and redemption of Asanko preference shares

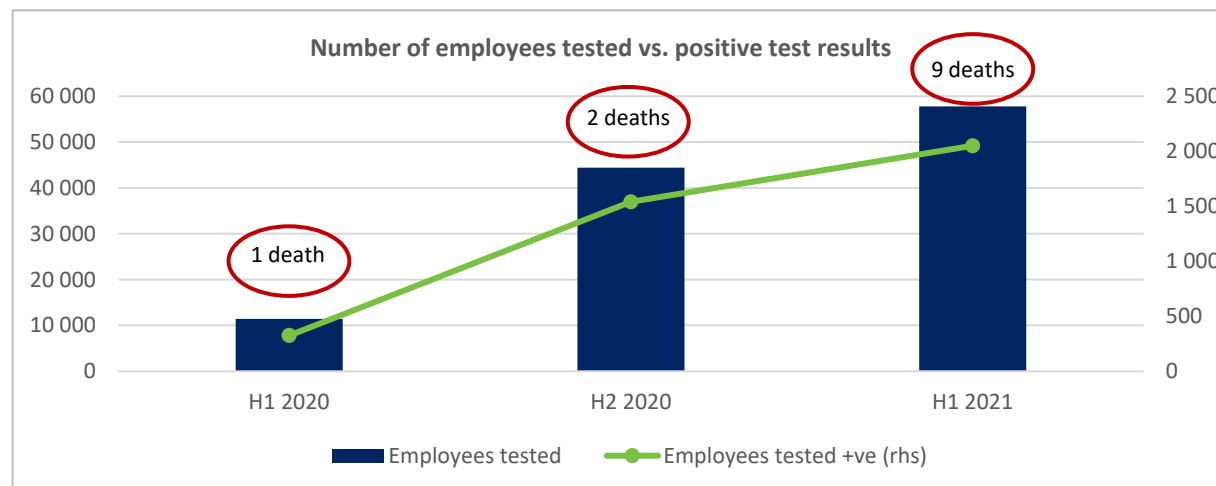
*Wind turbines at Agnew*

# Safety and Sustainability ESG

Chris Griffith

# Covid-19 Update (as at 6 Aug 2021)

	Americas	Australia	South Africa	West Africa	Group
<b>Tested</b>	94 849	62	23 829	7 660	126 390
<b>Positive</b>	1 942	-	1 757	801	4 500
<b>Negative</b>	92 907	62	22 006	6 859	121 834
<b>Awaiting results</b>	-	-	56	-	56
<b>Active cases</b>	10	-	37	45	92
<b>In hospital</b>	3	-	-	2	5
<b>Recovered</b>	1 929	-	1 705	756	4 390
<b>Died</b>	3	-	15	-	18



*There have been 7 deaths due to Covid since end-June, with one occurring after 6 August*

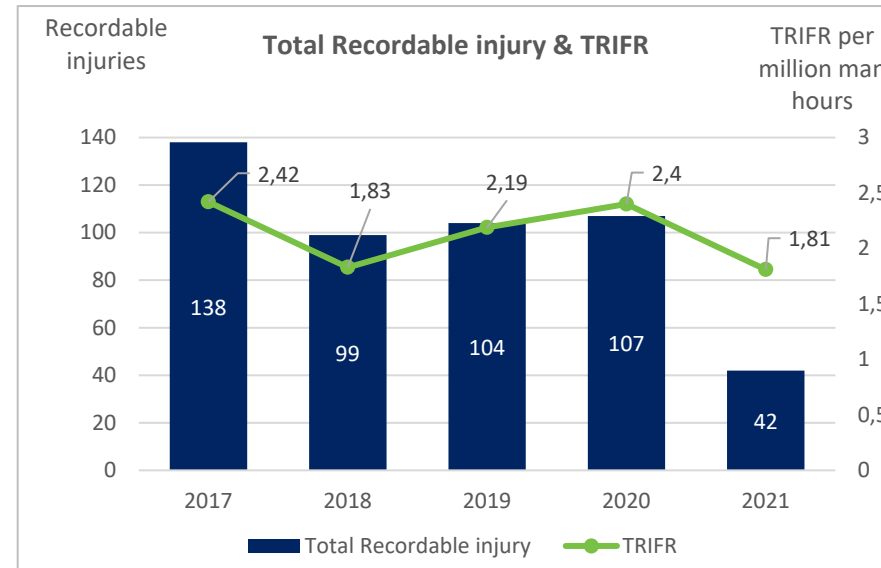
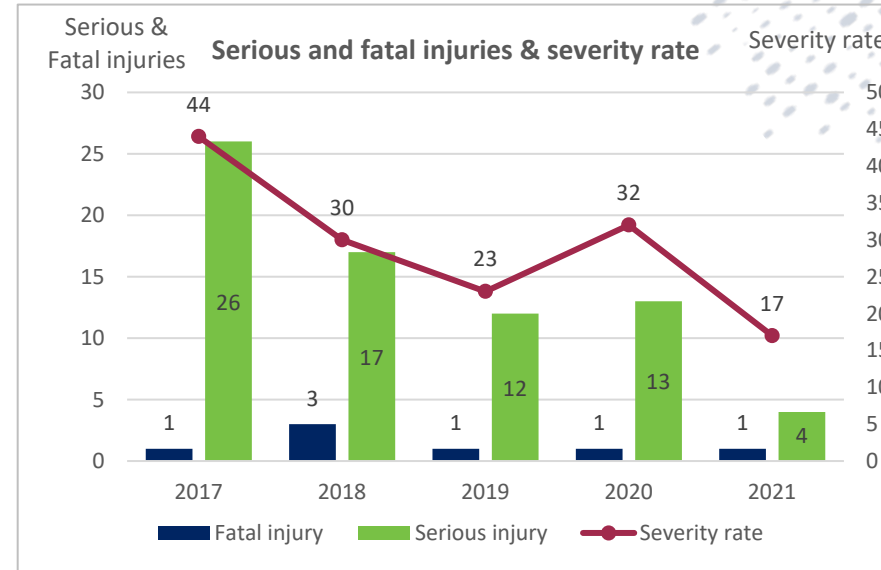
# Improving safety performance

## Safety

- 1 fatality – Vumile Mgcine, a shaft timberman, died from injuries at South Deep
- 4 serious injuries during H1 2021
- TRIFR for H1 2021: 1.81 per million hours worked vs. 2.58 in H1 2020 (30% improvement YoY)

## Health and Covid-19

- 19 Covid-19 related fatalities among employees and contractors to date
- Supporting employees, communities and governments through various Covid-19 programmes
- Have commenced vaccination programme among employees and contractors
  - Both South Deep and Salares Norte have to date vaccinated >80% of workforce





# Making good progress on ESG

## ESG Charter

- Work continuing on the development of our ESG strategic priorities with 2030 targets to be released before year-end

## Renewable energy

- Renewable energy sources at Agnew (16MW wind, 4MW Solar, 18MW gas) and Granny Smith (8MW solar, 35MW gas) now fully implemented
- Tarkwa and Damang fully converted from LPG to natural gas
- 12MW Solar plant at Gruyere – operational end 2021
- 40MW solar plant at South Deep – operational by Q2 2022

## Environment

- Recycle/reuse 74% of our water
- Fresh water usage down by 12% in H1
- No Level 3 environmental incidents

## Shared value

- US\$1.9bn in value created for stakeholders in H1 2021



Agnew solar plant and wind turbines



Granny Smith solar plant

# Recognition of our ESG achievements



2021: 3<sup>rd</sup> / 70 mining companies



2021: 13<sup>th</sup> / 114 precious metals companies



2021: BBB rating



2021: E 1, S 1, G 1



2021: Constituent of the FTSE4Good Index



Top 30 Responsible Investment Index



2020: Mining and Resources sector award (4<sup>th</sup> year running)



2020: “Good performance” in IAR Awards



2020: WDP A



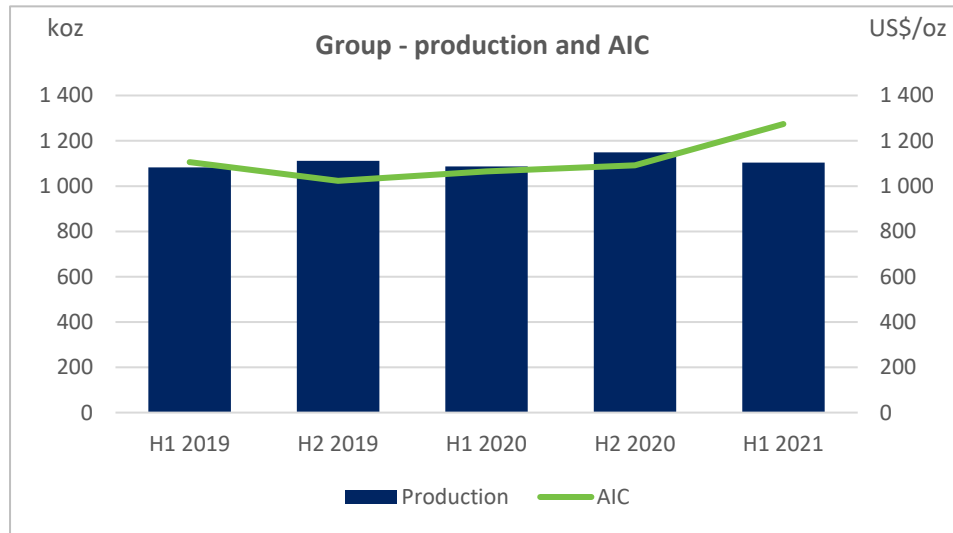
2021: Top 100 Best Emerging Market Performers



# Operations

Chris Griffith

## Group – Solid performance in H1 2021



		H1 2021	H1 2020
Attributable production	koz	1,104	1,087
AISC	US\$/oz	1,093	987
AIC	US\$/oz	1,274	1,065
Free cash flow*	US\$m	180	320

Production increased

**2% YoY**

1,104koz despite c.5% less  
production days

Free cash flow margin

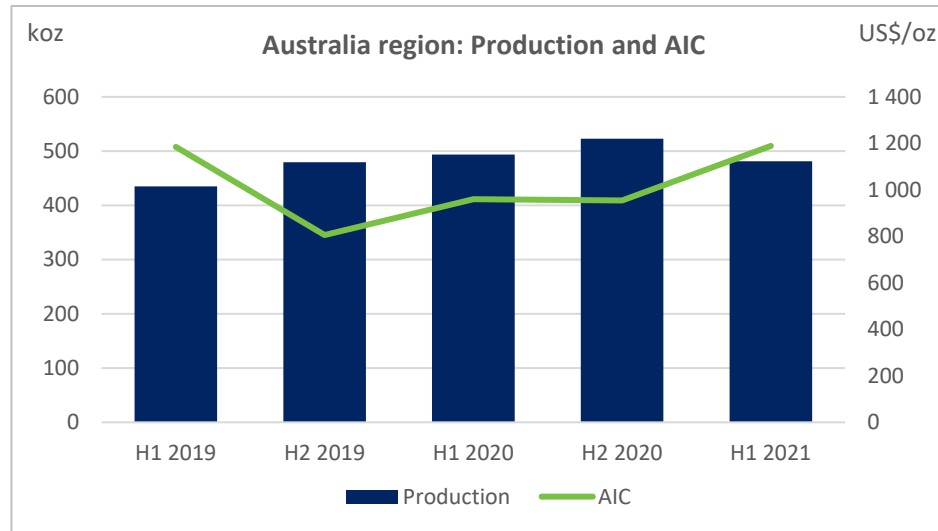
**21%**

H1 2021 free cash flow

**US\$180m**

at AIC of US\$1,274/oz

## Australia - steady operational performance



Production decreased

**3%**

driven by 5% less production days

Free cash flow margin

**22%**

		H1 2021	H1 2020
Att. Production	koz	481	494
AISC	US\$/oz	1,116	919
	A\$/oz	1,447	1,400
AIC	US\$/oz	1,189	960
	A\$/oz	1,542	1,463
Free cash flow from ops.	US\$m	160	208

H1 2021 mine cash flow

**US\$160m**

at AIC of US\$1,189/oz

## Australia – LOM visibility greater than 10 years

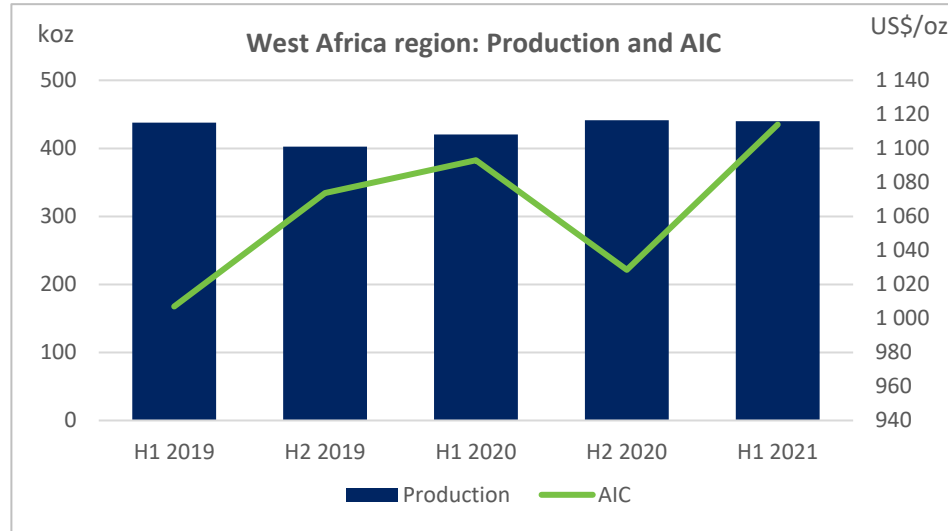
Mine	Initial Reserve (Moz)*	Production Since Purchase (Moz)**	Reserve 2020 (Moz)***	Reserve Multiplier****
St Ives	2.7	9.1	2.7	4.1x
Agnew	0.6	3.9	0.9	7.0x
Granny Smith	0.8	2.6	2.2	5.0x

Mine	Reserve 2020 Moz	Annual Production (mined) Koz	Reserve LOM Years	Resource 2020 Moz
St Ives	2.665	415	8	4.964
Agnew	0.917	246	4.5	3.178
Granny Smith	2.167	290	10	7.936
Gruyere*	3.476	279	9	6.712

- St Ives & Agnew purchased 2002; Lawlers (added to Agnew) and Granny Smith purchased 2013
- \*\* Refer to previous reference
- \*\*\* 2020 Mineral Reserves and Resources Supplement (IAR)
- \*\*\*\* Reserve Multiplier – (Production since purchase + 2020 Reserve – Initial Reserve) / Initial Reserve  
Gruyere JV not included as exploration only in play in 2021

- Re-investing A\$80-100m/per year in exploration
- replaced and grown reserves
- Conversion cost at c.A\$62/oz (good business, value creation)
- Strong +8 years LOM at St. Ives, Granny Smith, and Gruyere on current reserves
- Greater Agnew Project – sustainable reserve growth outlook from resource conversion and exploration pipeline
- Resources Upside. Visibility on long life (+10 years) at all mines with resource conversion and extensional targets

## West Africa - strong cash generation



		H1 2021	H1 2020
Managed production	koz	440	420
AISC	US\$/oz	1,081	1,060
AIC	US\$/oz	1,114	1,093
Free cash flow from ops.	US\$m	182	139

Production increased

**5%**

driven by increase at Damang

Free cash flow margin

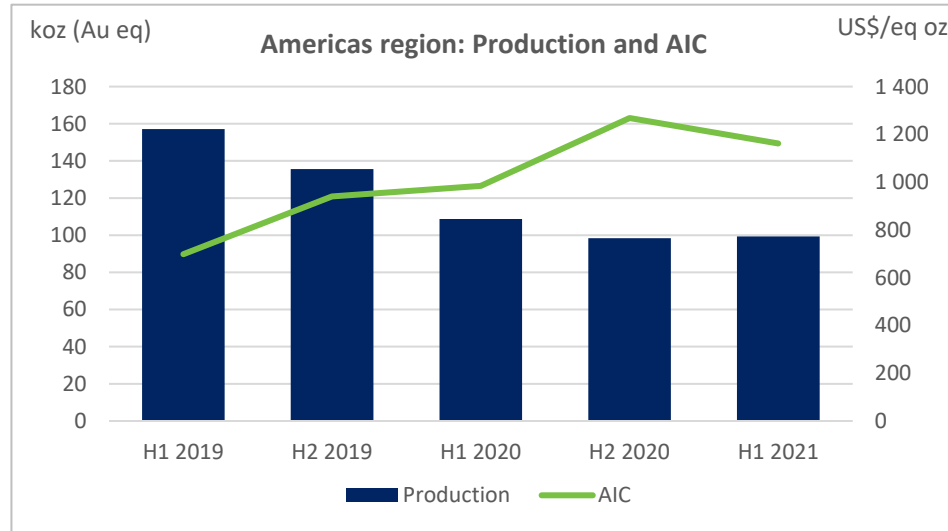
**32%**

H1 2021 mine cash flow

**US\$182m**

at AIC of US\$1,114/oz

## Americas – cash positive despite Covid challenges



		H1 2021	H1 2020
Au Eq production	koz	99	109
Au Eq AISC	US\$/eq oz	1,041	887
Au Eq AIC	US\$/eq oz	1,162	984
Au only production	koz	43	64
Cu only production	kt	11	13
AISC	US\$/oz	31	547
AIC	US\$/oz	321	709
Free cash flow from ops.	US\$m	28	49

Production decreased

**9%**

Impacted by Covid and slope instability

Free cash flow margin

**20%**

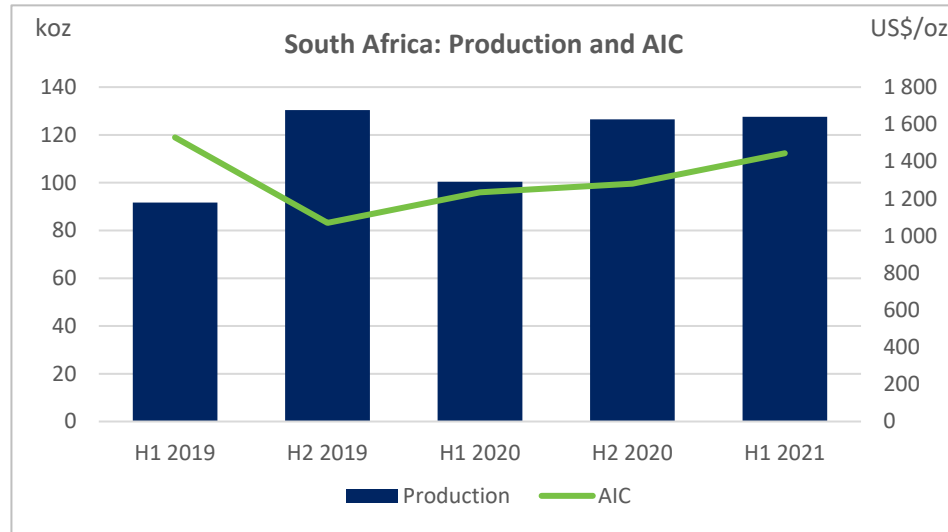
H1 2021 mine cash flow

**US\$28m**

at AIC of US\$1,162/eq. oz



## South Africa - continued operational improvements



Production increased

**27%**

Notwithstanding Covid challenges

Free cash flow margin

**19%**

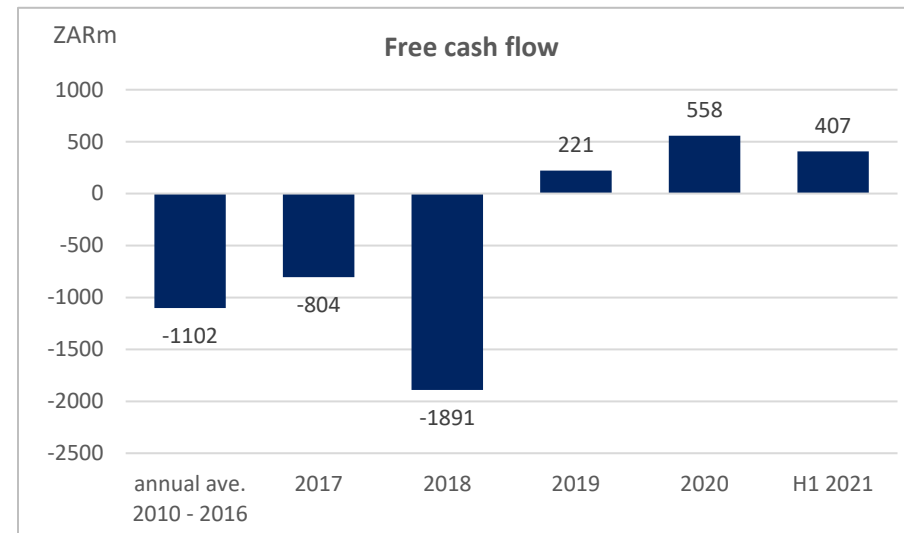
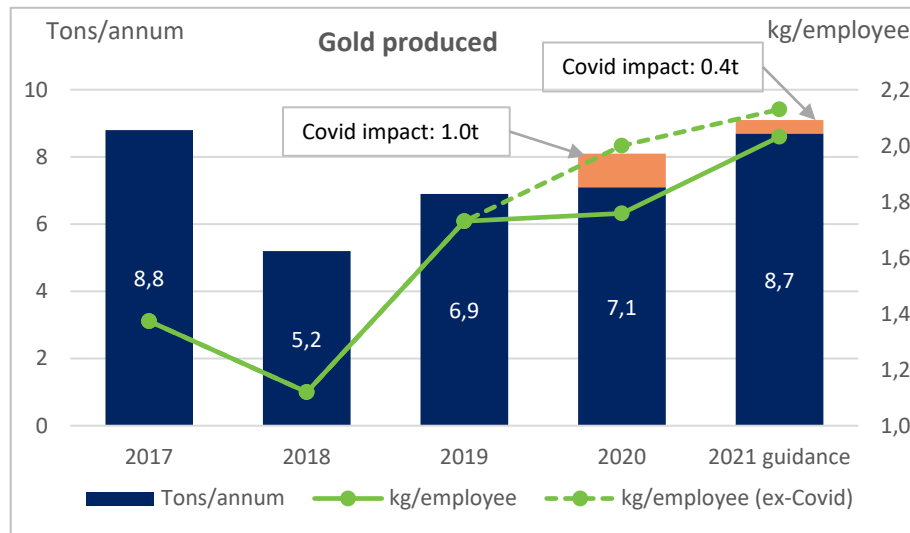
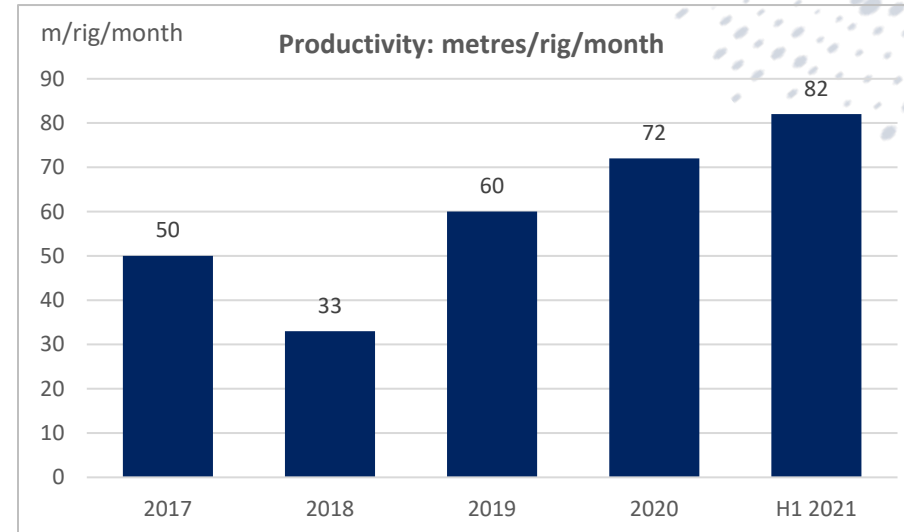
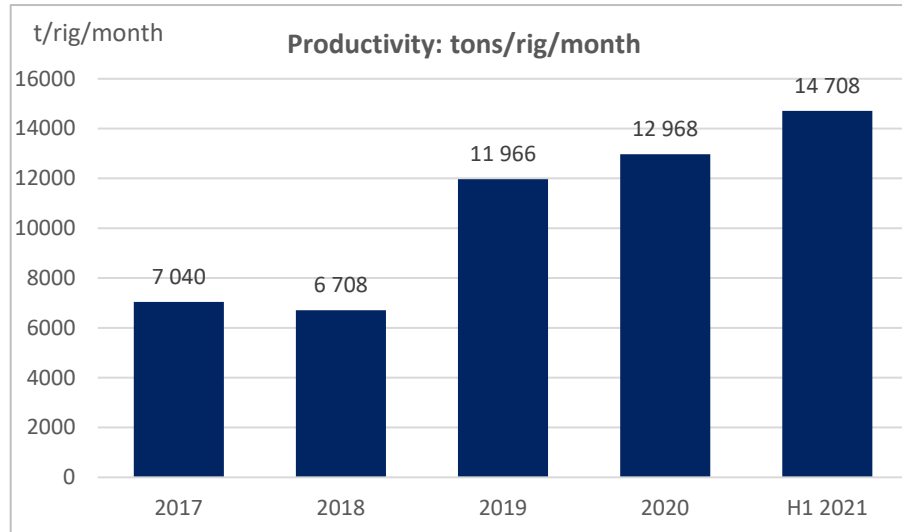
H1 2021 mine cash flow

**US\$28m**

at AIC of US\$1,444/oz

		H1 2021	H1 2020
Att. Production	koz	128	100
AISC	US\$/oz	1,368	1,227
	R/kg	639,288	650,972
AIC	US\$/oz	1,444	1,234
	R/kg	674,965	654,537
Free cash flow from ops.	US\$m	28	5

# South Deep – encouraging productivity trends



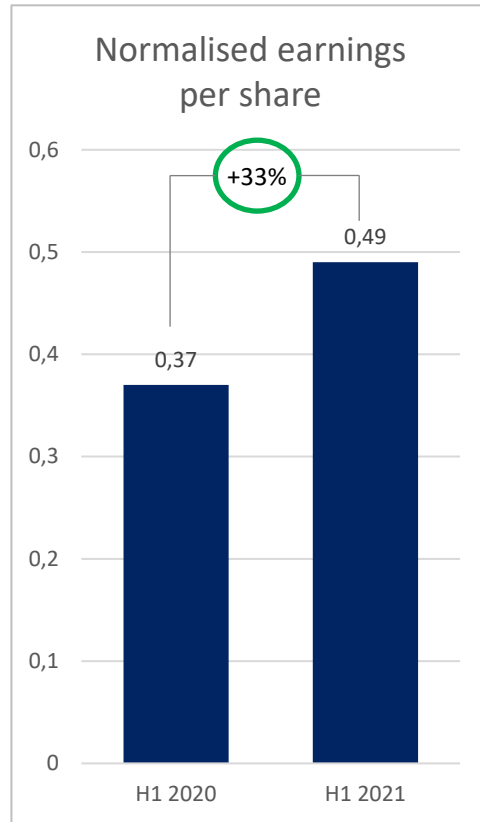
*Gold bars from the first gold pour at Gruyere*



**Finance**

**Paul Schmidt**

# Solid Financial performance



Normalised earnings

**US\$431m**

+33% YoY

Free cash flow margin

**21%**

Interim dividend

**R2.10/share**

+31% YoY

Net debt

**US\$1,097m**

Net debt to EBITDA 0.49x

# Strong internal cash generation

	H1 2021
South Deep	28.8
Tarkwa	115.1
Damang	66.8
Cerro Corona	27.9
St Ives	134.9
Agnew	60.5
Granny Smith	50.5
Gruyere	28.4
GFA	(114.2)
<b>Free cash flow from operations</b>	<b>398.7</b>
Salares Norte	(148.2)
<b>Free cash flow from operations after projects</b>	<b>250.5</b>
Interest paid	(32.9)
Ghana/Peru withholding tax	(15.3)
Other	(21.9)
<b>Free cash flow</b>	<b>180.4</b>

Free Cash flow

**US\$180m**

After spending on Salares Norte

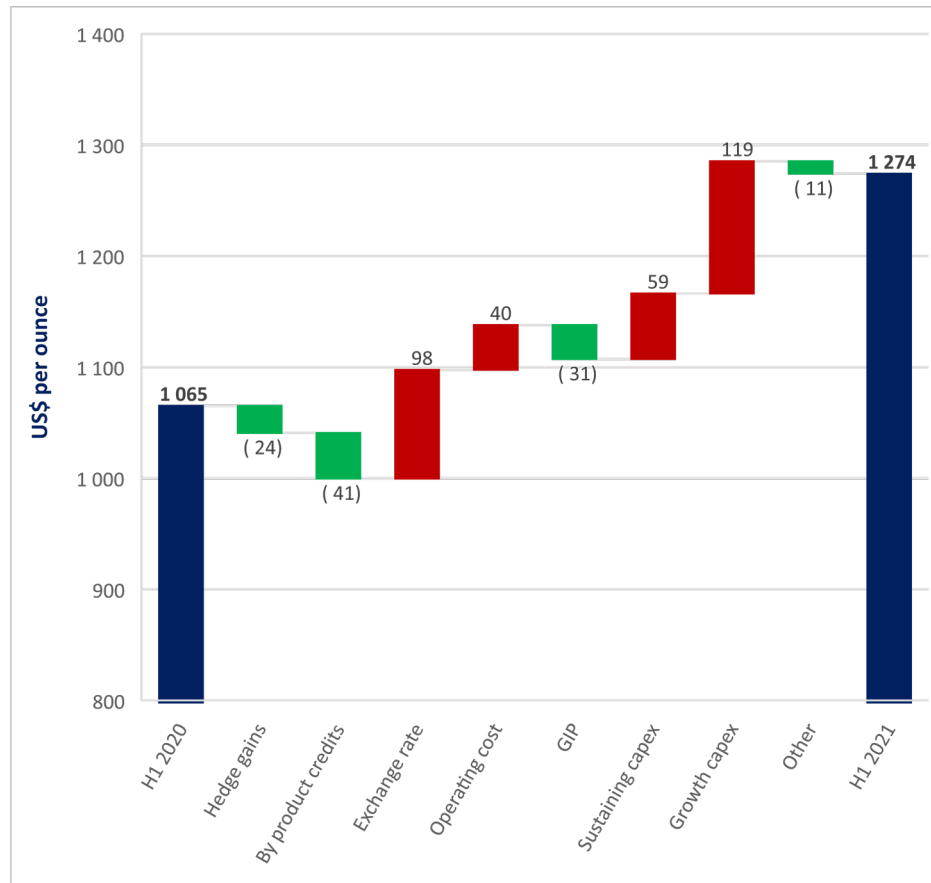
Mine net cash flow

**US\$399m**

Despite higher tax payments

\* Cash flow from operating activities less net capital expenditure, environmental payments, lease payments and redemption of Asanko preference shares

## AIC increase due to capex and exchange rates



AISC +11% YoY

**US\$1,093/oz**

At 2020 exchange rates: US\$1,002/oz (+2% YoY)

AIC +20% YoY

**US\$1,274/oz**

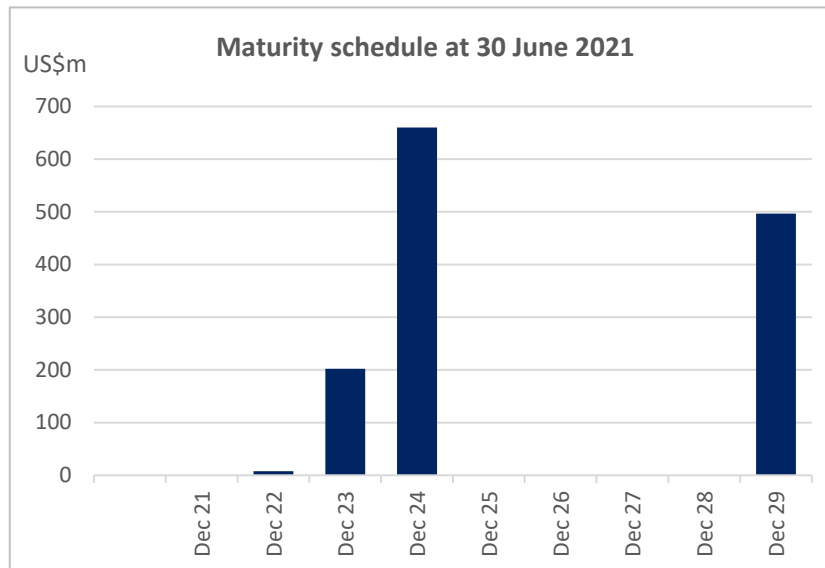
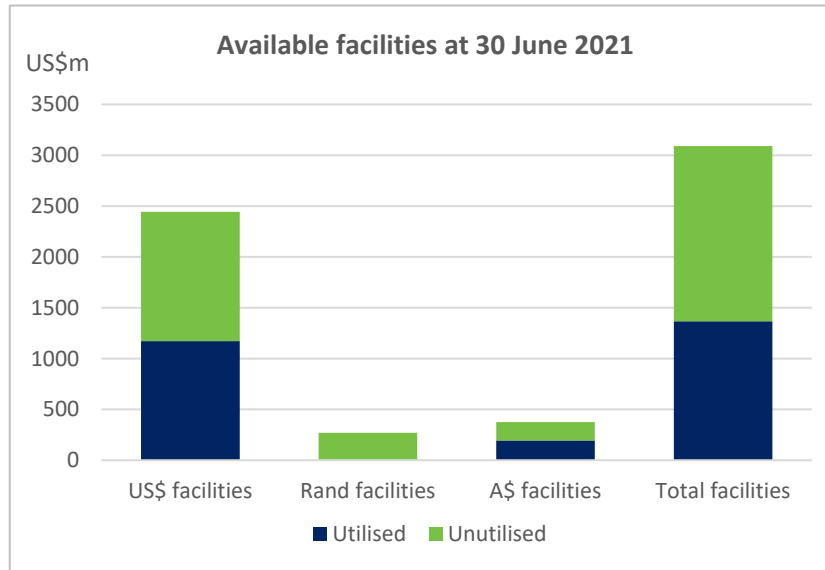
At 2020 exchange rates: US\$1,164/oz (+9% YoY)

FY 2021 guidance

**US\$1,310-1,350/oz**

Unchanged

# Strong cash flow leads to a healthy Balance Sheet



Net debt to EBITDA

**0.49x**

down from 0.56x at Dec 2020

Net debt

**US\$1,097m**

marginally higher from Dec 2020

US\$ revolving credit facility  
extended post quarter-end

*Salares Norte plant and camp*

# Salares Norte update

Chris Griffith



## Salares Norte – very much on track

	Key developments
Total project	<ul style="list-style-type: none"> <li>• <b>Progress: 41.9% at end-June vs. plan of 41.4%</b></li> <li>• Total project capital to date of US\$230m with US\$133m spent in H1 2021</li> <li>• Increased Covid cases and severe weather in June impacted project schedule</li> <li>• Project on track for first production in Q1 2023</li> </ul>
Construction	<ul style="list-style-type: none"> <li>• <b>Progress: 30.8% at end-June vs. plan of 31.1%</b></li> <li>• Process plant construction continued to plan during H1 2021</li> </ul>
Plant	<ul style="list-style-type: none"> <li>• <b>Progress: 8.1% vs. plan of 8.3%</b></li> <li>• Leach and CIP tank installation progressed during H1 2021</li> <li>• Sag mill, Ball mill and thickener foundation works progressed</li> <li>• Structural steel installation progressed</li> </ul>
Mining	<ul style="list-style-type: none"> <li>• <b>6.1Mt moved to date vs. plan of 4.1Mt</b></li> <li>• 4.3Mt of pre-strip moved in Q2 2021 vs. plan of 4.9Mt – severe weather in June main reason for shortfall</li> </ul>
Exploration	<ul style="list-style-type: none"> <li>• <b>District exploration: 12,470 metres drilled during H1 2021 vs. plan of 10,100 metres</b></li> <li>• US\$13m spent in H1 2021 (in line with budget)</li> </ul>

## Salares Norte: progress in pictures





## Salares Norte: progress in pictures



*Sunset over lake Lefroy, St Ives*

# Conclusion

**Chris Griffith**

## Gold Fields investment case

- The Gold Fields investment case is compelling for our current shareholders and for new investors looking for exposure to a high quality, cash generative gold business
  - Simple, pure play gold focus
  - A well balanced portfolio – stable operations with growth
  - Geographic diversification in attractive jurisdictions
- The reinvestment programme over the past four years has placed Gold Fields in a position where it can maintain and even grow its production profile over the next decade
- Near-term development of Salares Norte (a world class gold asset) offers meaningful growth and significant future cash flow potential
- Group production will grow to c.2.7Moz in 2024 with the ramp up of Salares Norte – we will look at ways of preserving the value we have created beyond this point

# 2021 outlook and guidance

## On the back of a solid H1 2021...

### FY 2021 Group guidance unchanged

- Attributable equivalent gold production: 2.30Moz – 2.35Moz
- AISC: US\$1,020/oz – US\$1,060/oz
- AIC: US\$1,310/oz – US\$1,350/oz
- AIC (excl. Salares Norte): US\$1,090/oz – US\$1,130/oz

### Focus areas for H2 2021

- Continue to navigate Covid-19
- Deliver to construction schedule at Salares Norte
- Maintain focus on capital discipline and capital allocation
- Provide detail on ESG priorities and targets

*Damang Pit*

**Thank You**

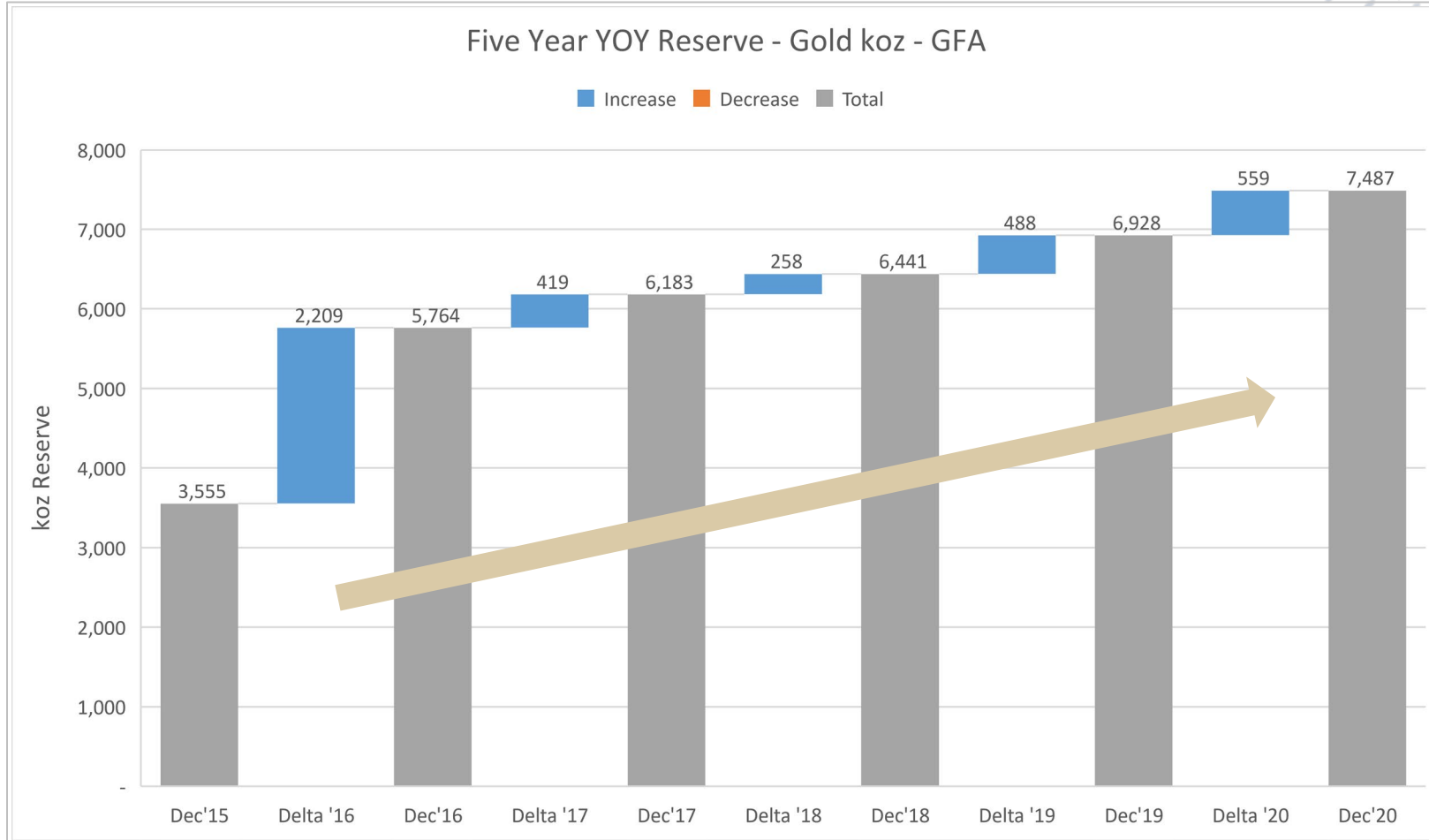


## Appendix 1: Cost breakdown per region – H1 2021

	Australia	Ghana	Peru	South Africa	Group
Salaries & wages	21%	16%	19%	36%	22%
Mine contractors	33%	47%	41%	13%	35%
Consumable stores	12%	20%	15%	28%	18%
Utilities	7%	6%	6%	12%	8%
Other	26%	11%	19%	11%	18%



## Appendix 2: 5-year Reserve growth in Australia



*Note: Gold Fields acquired 50% of Gruyere in 2016*