

Half Year Financial Results For the 6 months ended Dec 2010



Ian Smith
CEO & Managing Director

Greg Robinson
Director Finance

www.newcrest.com.au



Disclaimer

Competent Persons Statement

The information in this presentation that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by C. Moorhead, EGM Minerals for Newcrest Mining Limited who is a Member of The Australasian Institute of Mining and Metallurgy, and a full-time employee of Newcrest Mining Limited. Mr Moorhead has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the “JORC Code”). Mr Moorhead consents to the inclusion in this presentation of the matters based on this information in the form and context in which it appears. For details of Exploration Results, Mineral Resources and Ore Reserves refer to the Newcrest website.

Forward Looking Statement

These materials include forward looking statements. Forward looking statements inherently involve subjective judgement and analysis and are subject to significant uncertainties, risks and contingencies, many of which are outside of the control of, and may be unknown to, the company. Actual results and developments may vary materially from those expressed in these materials. The types of uncertainties which are relevant to the company may include, but are not limited to, commodity prices, political uncertainty, changes to the regulatory framework which applies to the business of the company and general economic conditions. Given these uncertainties, readers are cautioned not to place undue reliance on such forward looking statements.

Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, the company does not in providing this information undertake any obligation to publicly update or revise any of the forward looking statements or any change in events, conditions or circumstances on which any such statement is based.

Ore Reserves and Mineral Resources Reporting Requirements

As an Australian company with securities listed on the Australian Securities Exchange (“ASX”), Newcrest is subject to Australian disclosure requirements and standards, including the requirements of the Corporations Act and the ASX. Investors should note that it is a requirement of the ASX listing rules that the reporting of Ore Reserves and Mineral Resources in Australia comply with the JORC Code and that Newcrest’s Ore Reserve and Mineral Resource estimates comply with the JORC Code.

Exploration Target

The potential quantity and grade related to Exploration Targets in this report is conceptual in nature as there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource. Refer to Newcrest’s detailed exploration summary on our website at www.newcrest.com.au

Financials

- 1. Underlying profit increased 96% to A\$523.1M**
- 2. Statutory profit increased 148% to A\$437.8M**
- 3. Cashflow from operations up 92% to A\$922.1M**
- 4. Increased profit margins (EBITDA 52%, EBIT 40%)**
- 5. Gearing at 1%**
- 6. Balance sheet remains strong post merger**
- 7. Interim unfranked dividend doubled to AUD 10 cents per share**

Production

1. **70% increase in gold output to 1,397,002 ounces**
2. **Pre-merger sites increased production by 8% (H1 2011 v H1 2010)**
3. **Ex-LGL sites produced 511kcozs in the half year & 336kcozs in the 4 months post merger**
4. **Mine production costs increased in line with inflation of 2.5% (excluding sites acquired/commissioned since Dec 2009)**
5. **Bonikro mining & milling operations have recommenced**
6. **Full year gold guidance reconfirmed at 2.85 to 2.95 Mozs with Q3 & Q4 having the following anticipated profile :-**
 - **March quarter production expected to be slightly under 700kcozs**
 - **June quarter production expected to be well over 750kcozs**

Post Merger (Change of Control 30 August 2010)

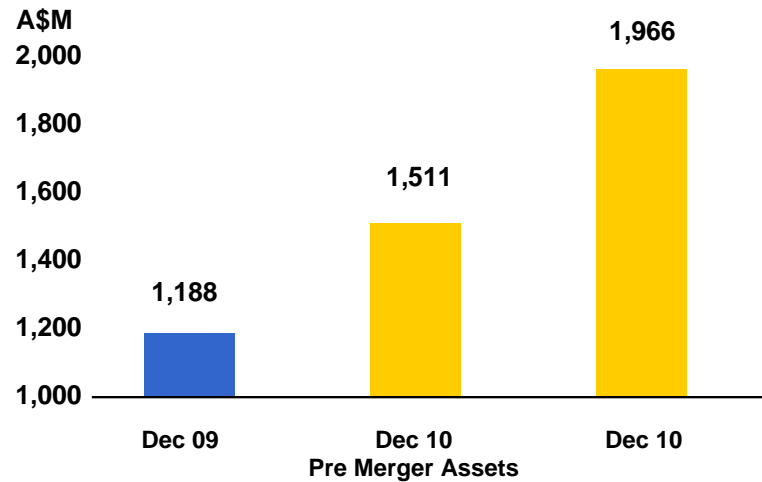
- 1. Synergies expected to exceed A\$85M, A\$54M to date (annualised)**
- 2. Lihir improved with extra 9Moz of gold produced over life of mine**
- 3. MOPU on track for ramp up during CY 2013**
- 4. Cadia East on track for start of ramp-up CY 2012**
- 5. Gosowong Expansion completed US\$25M under budget (US\$154M)**
- 6. Wafi-Golpu prefeasibility study underway, expected end CY 2011**
- 7. New project studies at Gosowong, Namosi & O'Callaghans**

Financials

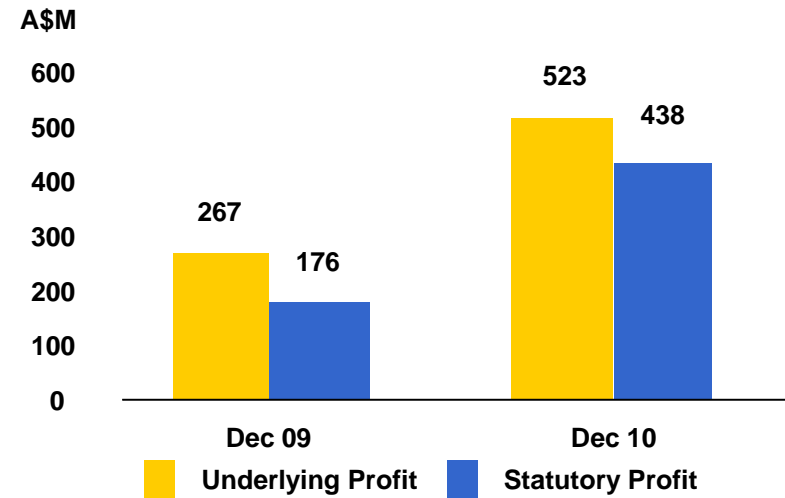


Financial Results Summary

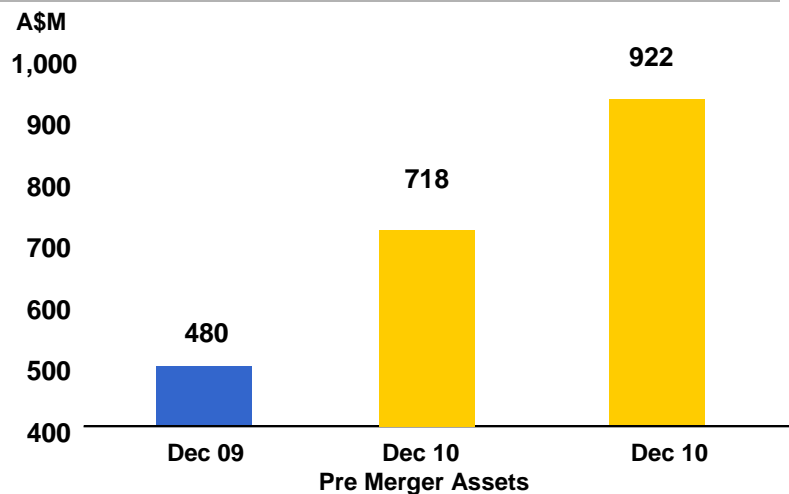
Sales Revenue Growth + 66%



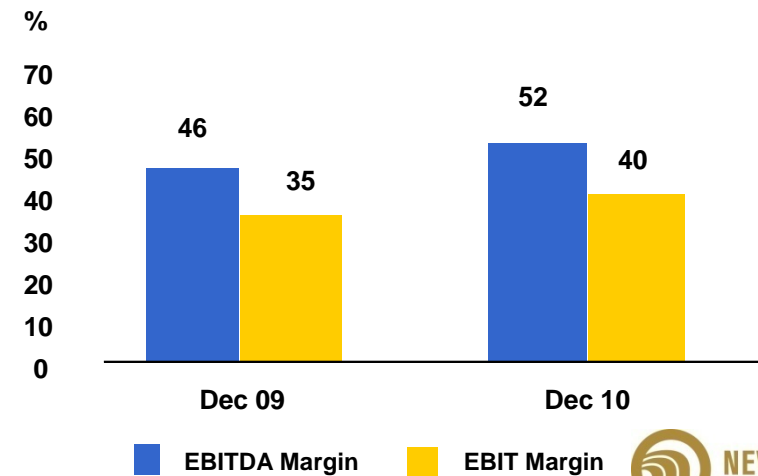
Record Profit



Cash Flow from Operations + 92%

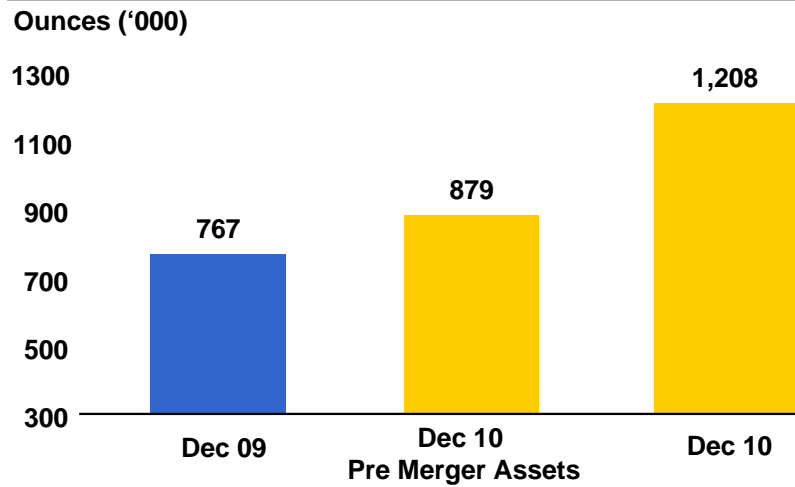


Increased Profit Margin

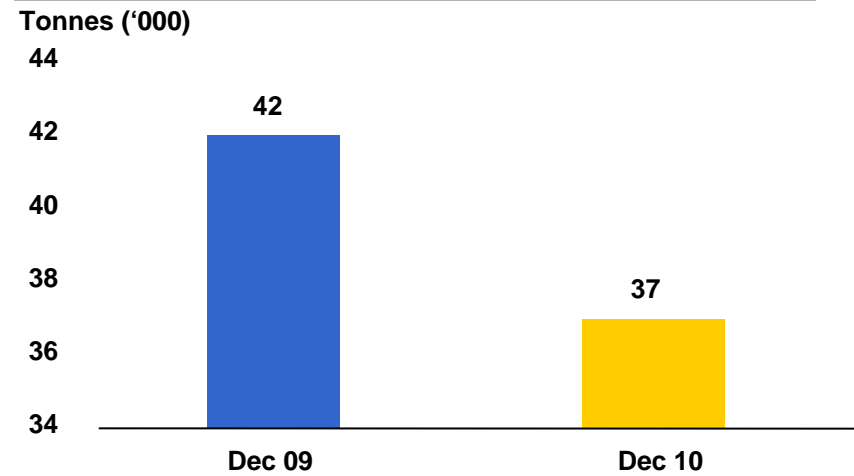


Revenue Growth

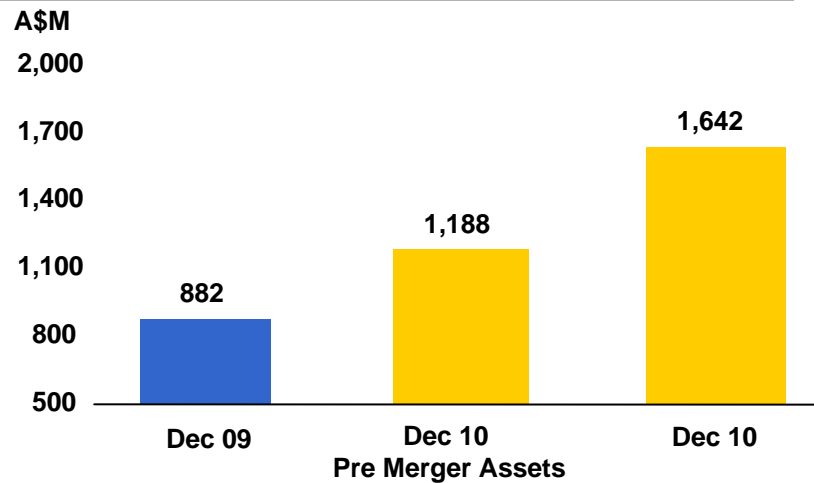
Gold Sales + 57%



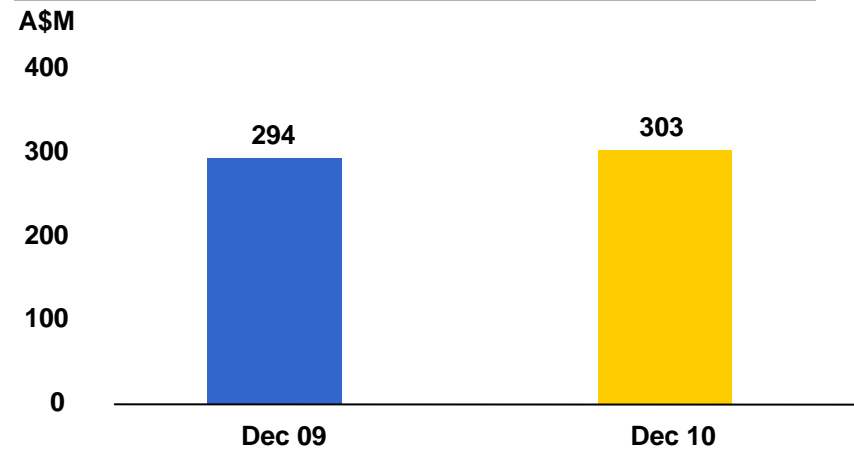
Copper Sales – 13%



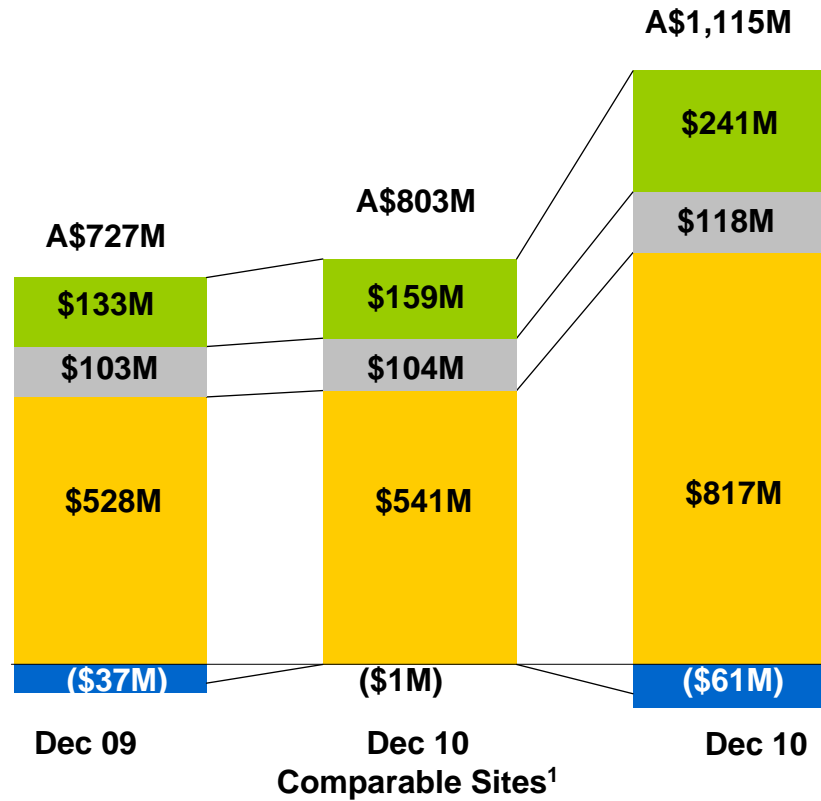
Gold Revenue + 86%



Copper Revenue + 3%



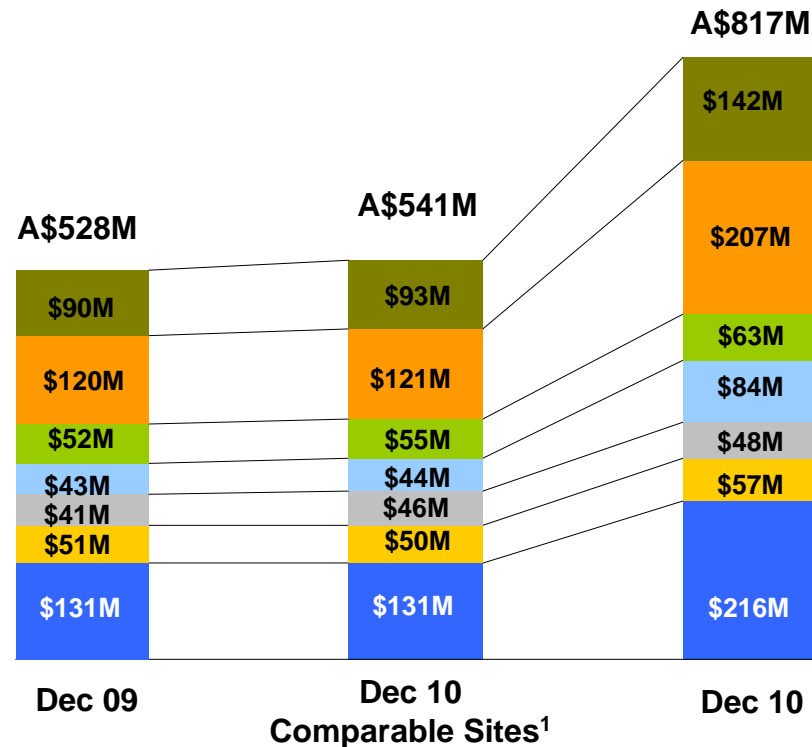
Total Cost of Sales



Cost of Sales	2009 to 2010 Change	
	Comparable Sites	All Sites
Depreciation	▲ 19%	▲ 80%
Realisation & Royalty	▲ 1%	▲ 16%
Mine Production Costs	▲ 2.5%	▲ 55%
Deferred Mining & Inventory Adjustments	▲ A\$36M	▼ A\$24M

¹ Comparable Sites exclude the operations acquired from LGL and Hidden Valley which completed commissioning in May 2010

Mine Production Costs

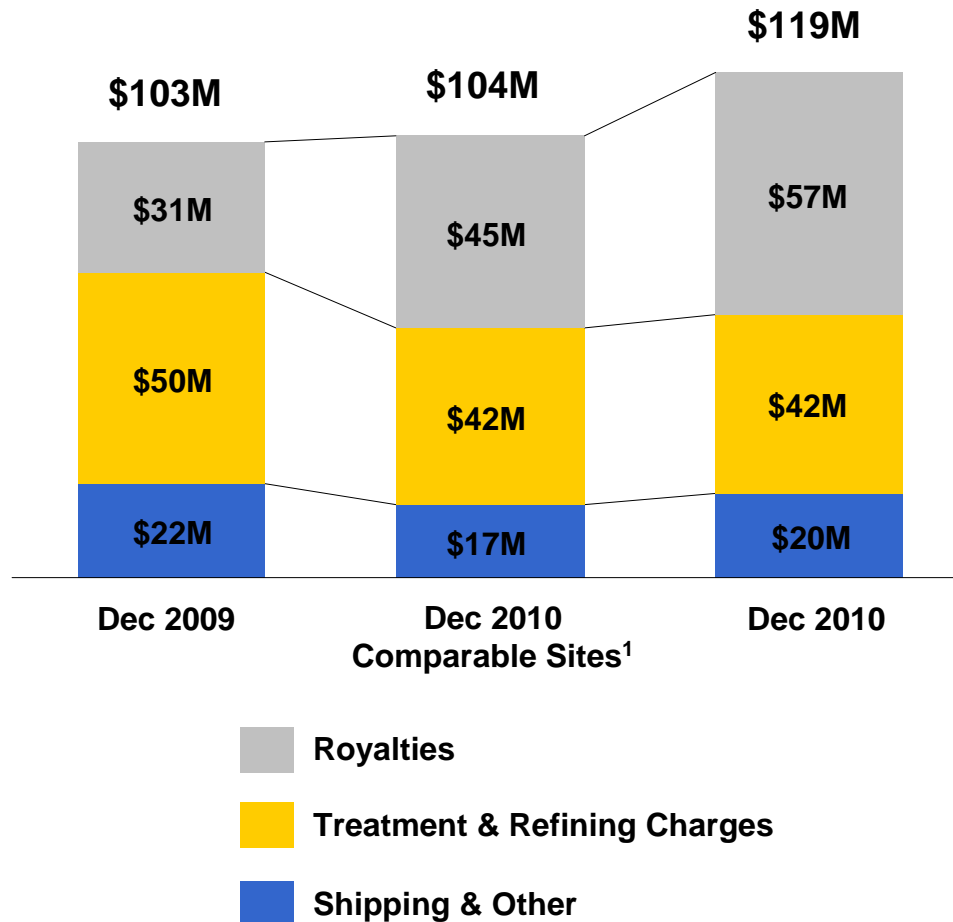


- Production cost increase of 2.5% at comparable sites
- US\$ input costs lower due to strong A\$
- Utilities and power increases with completion of lower cost Cadia contract

- Employee Salaries
- Maintenance incl Contract Labour
- Mining Contracts
- Fuel & Lubes
- Utilities & Power
- Liners & Grinding Media
- Other input costs

¹ Comparable Sites exclude the operations acquired from LGL and Hidden Valley which was commissioned post the December 09 Half

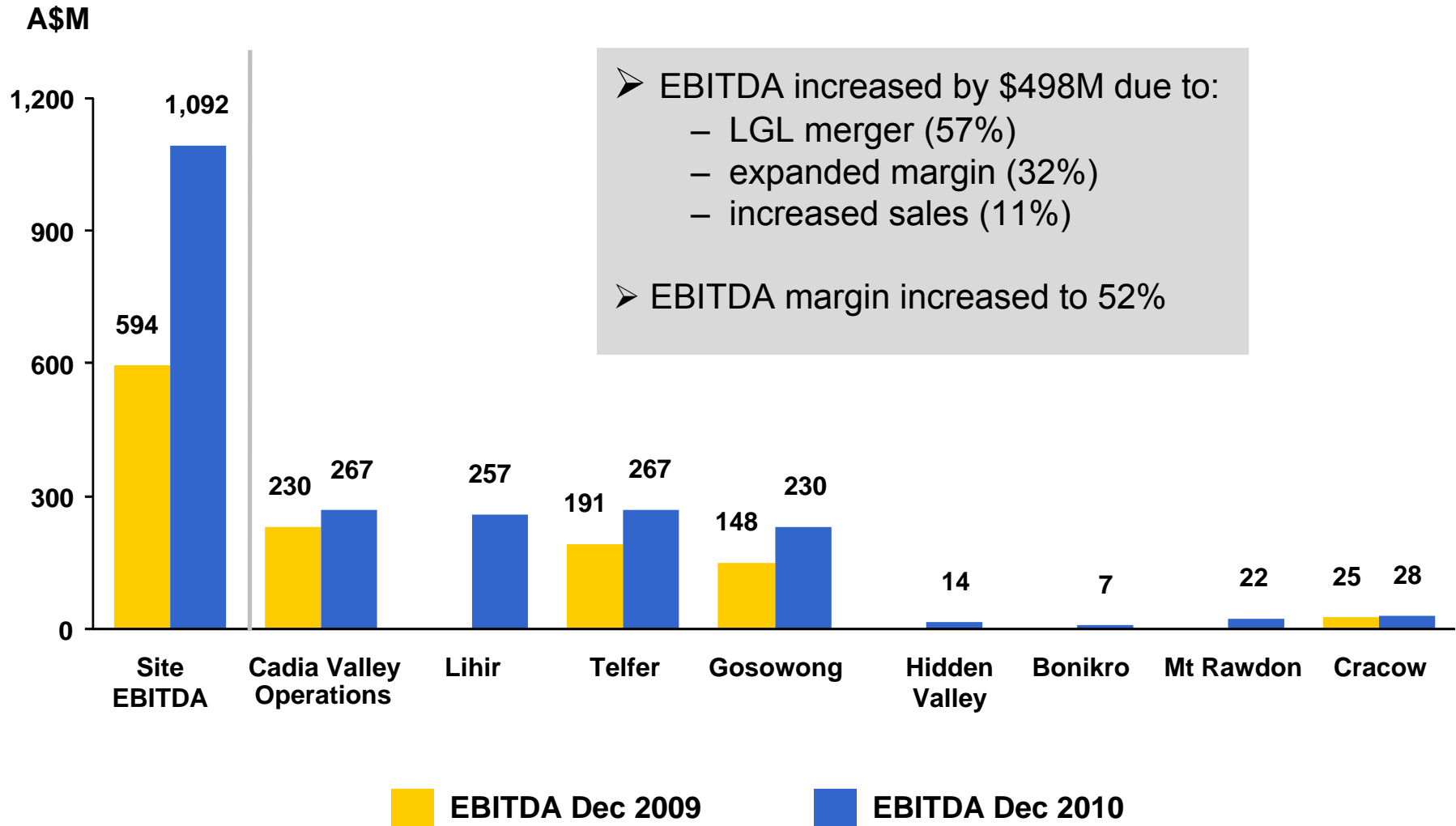
Royalties & Realisation Costs



- Royalties generally reflect higher metal prices
- Gosowong contribution to 3 year Regional Development Program (\$7.4M)
- Lower tonnages and weaker US\$ results in lower TCRC's
- Stable US\$ shipping costs and weaker US\$ results in lower costs

¹ Comparable Sites exclude the operations acquired from LGL and Hidden Valley which was commissioned post the December 09 Half

EBITDA by Operation



Deferred Mining and Inventory Movements

- Deferred Mining
 - \$16M net increase during the period
 - Deferral of waste movements at Telfer (\$37M), Mt Rawdon (\$10M) and Lihir (\$5M)
 - Amortisation of Cadia Hill deferred mining \$37M
 - Group deferred mining asset \$244M at 31 December 2010.

- Inventory movement
 - \$45M movement during the period associated with an inventory build
 - Small inventory reductions at Cadia and Telfer
 - Increase in ore inventory stockpile at Lihir \$51M

Other Items

- Underlying Profit
 - FX loss on USD denominated concentrate debtors \$20.2M (\$7.1M loss)
 - Cadia Valley royalty dispute resolved - \$10.9M provision reversed
 - Fair value gain on quotation period price movements \$7.9M (\$22.3M gain)
 - Interest revenue \$7.3M (\$4.7M)

- Statutory Profit
 - Hedge loss \$52.6 after tax (\$93.8)
 - Fair value loss on put options \$2.2M after tax (\$4.5M loss)
 - LGL merger transaction and integration costs \$31.2M after tax

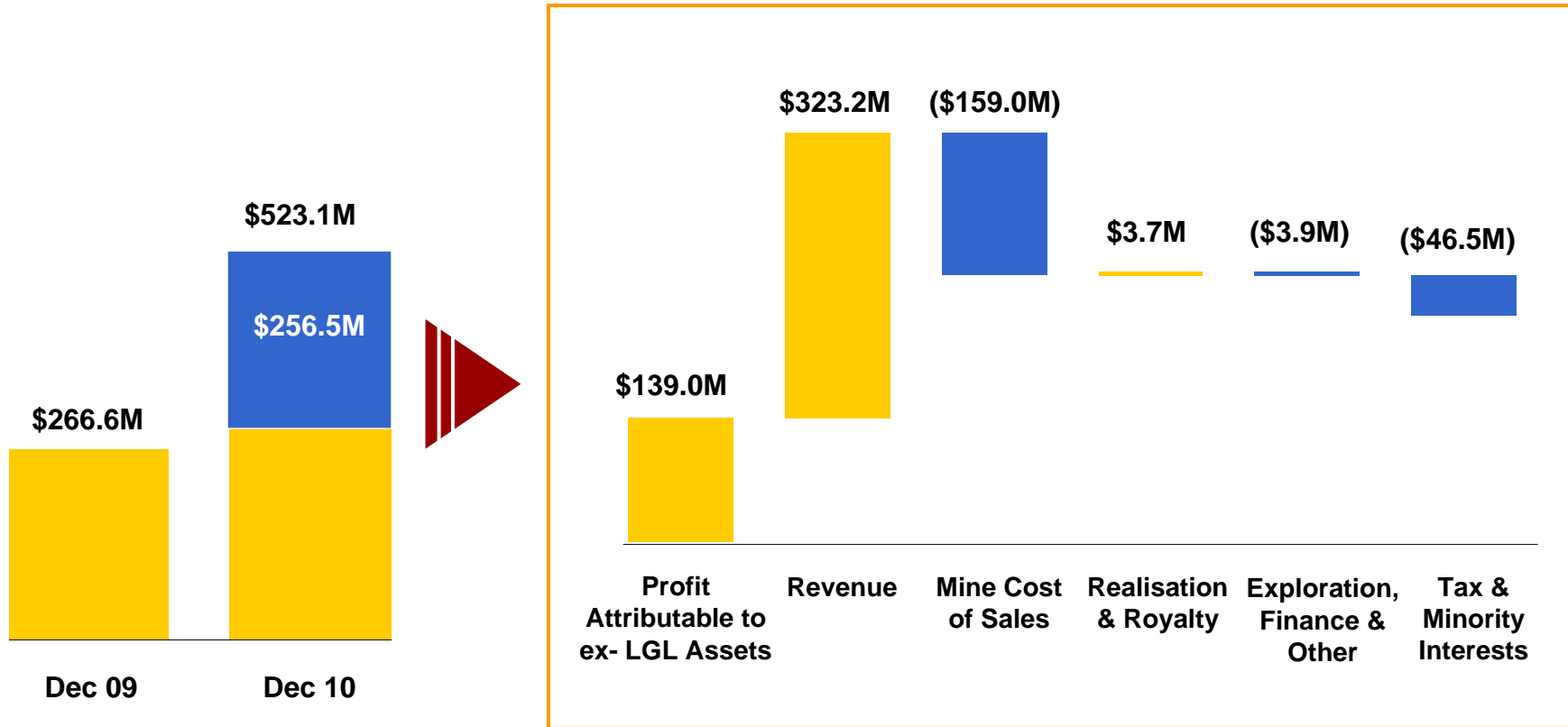
Figures in brackets represent impact in the six months ended 31 Dec 2009

Depreciation & Tax

- Depreciation
 - Group depreciation \$248M for period (\$136M in prior period)
 - Projects commissioned at Ridgeway, Hidden Valley and Gosowong since December 2009 increased depreciation by ~ \$40M
 - Depreciation of assets acquired from LGL \$35M
 - Amortisation of Mineral Rights associated with LGL merger \$29M

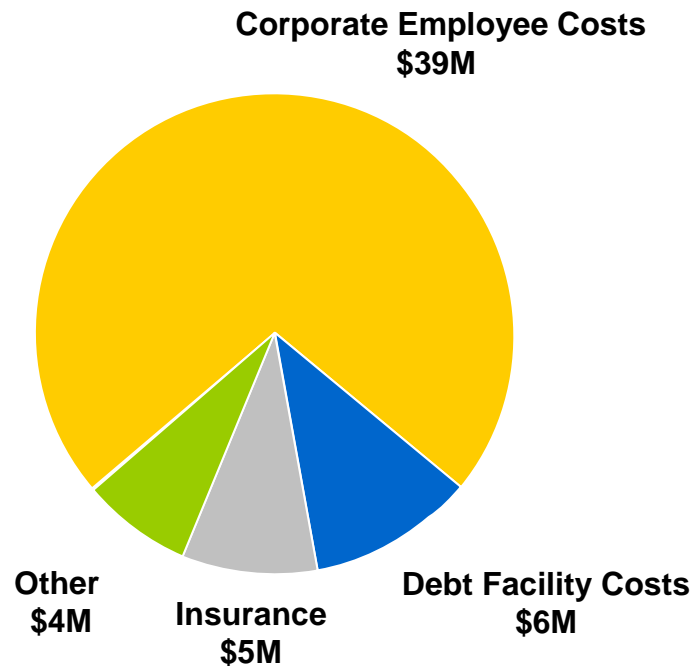
- Tax
 - Tax losses of A\$239M at 31 December 2010
 - Effective tax rate for period of 28.2%

Underlying Profit – Key Impacts

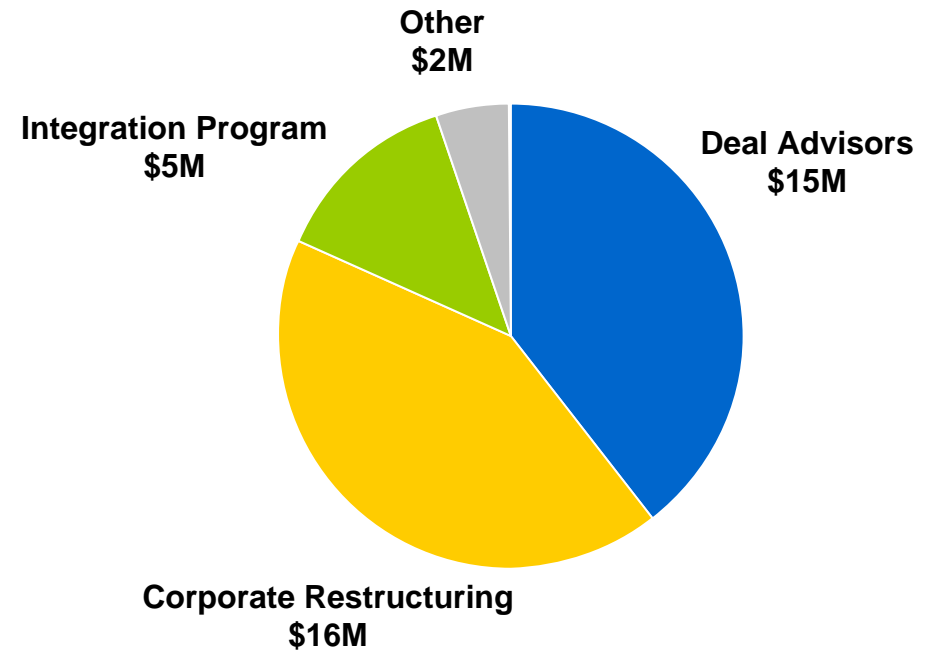


LGL Merger

Synergies Implemented A\$54M (Annualised)



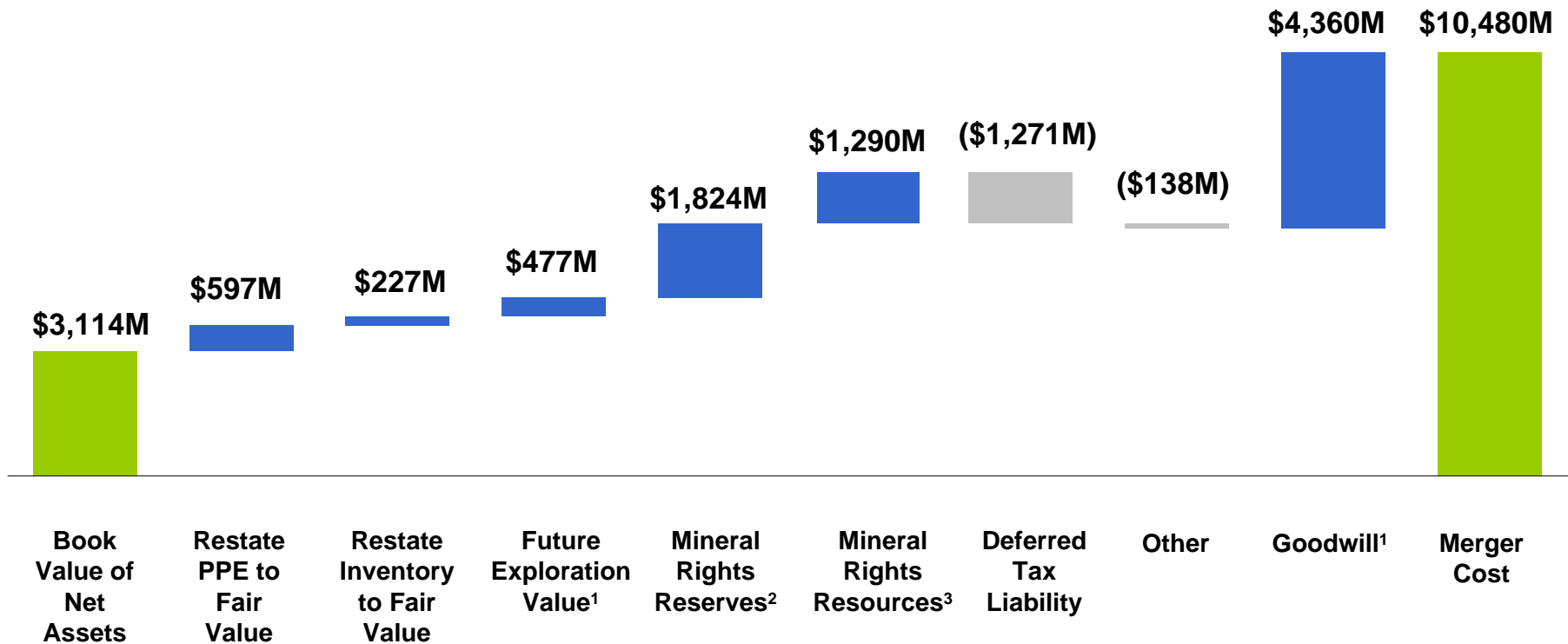
Integration Costs Pre-Tax A\$38M



Total Synergies are expected to exceed A\$85M (Pre-Tax)

LGL Merger

Provisional Allocation of Merger Cost (A\$10,480M)



Note: All Net Assets at Lihir and Bonikro are US\$ denominated and translated to A\$ each reporting period

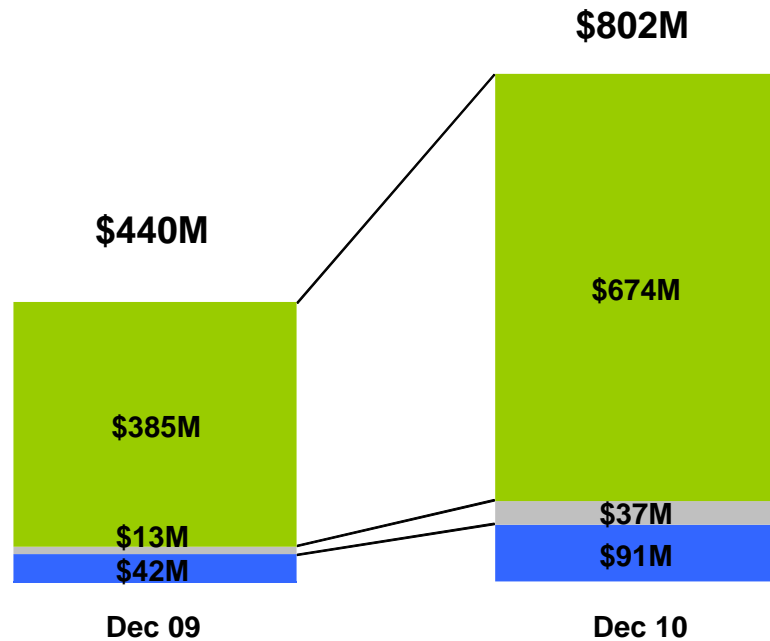
¹ Future Exploration Value and Goodwill are non-amortising assets subject to impairment testing

² Mineral Rights allocated to Reserves are amortised on a per ounce basis

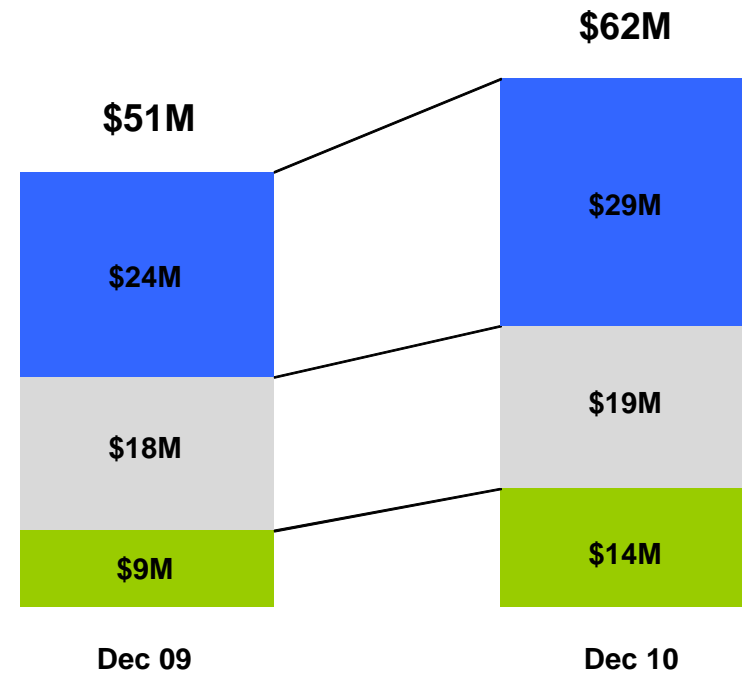
³ Mineral Rights allocated to Resources are non-amortising until the Resources are converted to Reserves

Increased Investment in Future Growth

Capital Expenditure

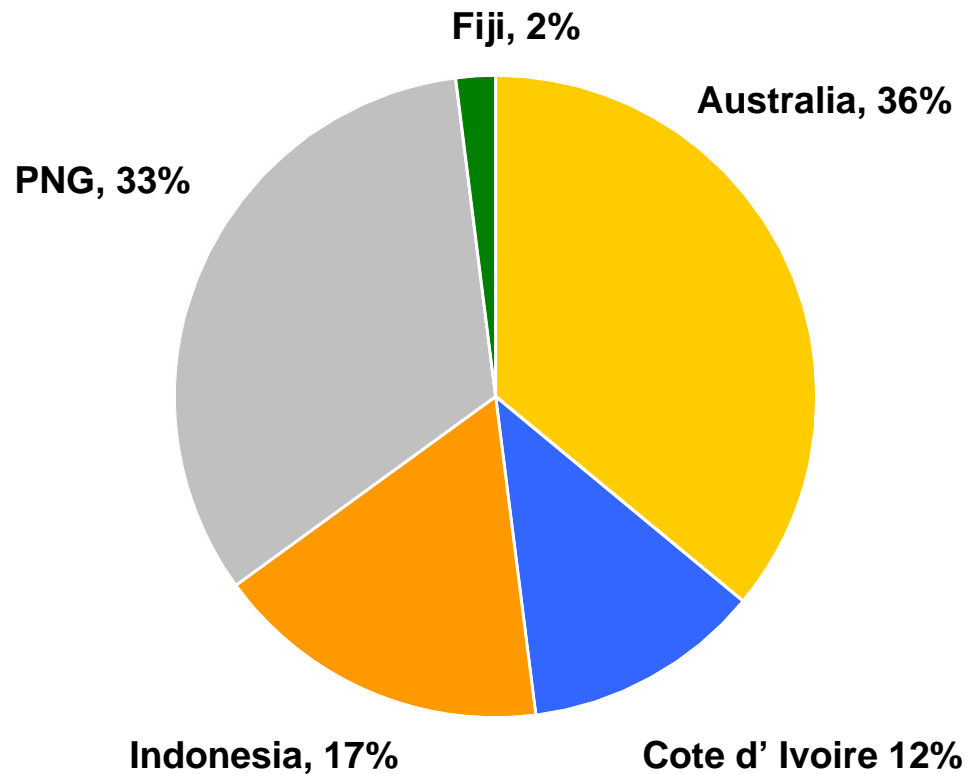


Exploration



Exploration Expenditure by Region

Total Expenditure A\$62M

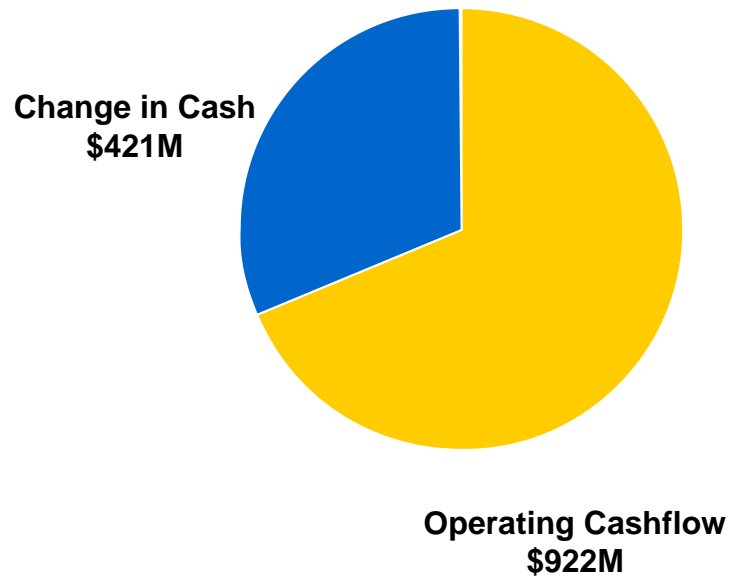


- Increased expenditure (22%) reflects inclusion of Còte d' Ivoire
- 54% of exploration expenditure capitalised
- Bonikro resource estimate increased from 1.2 to 2.0 Moz

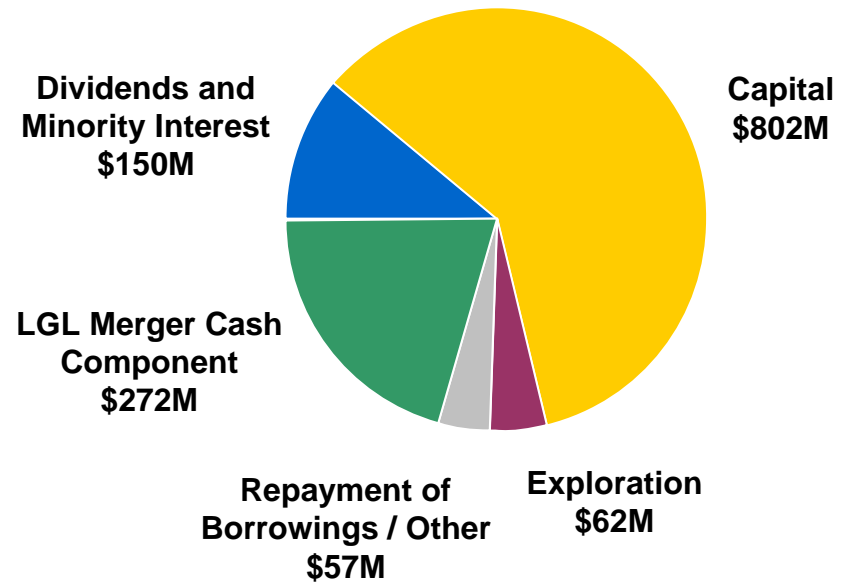
Strong Cashflow Funding Growth

For the 6 months ended 31 December 2010

Sources of Cash

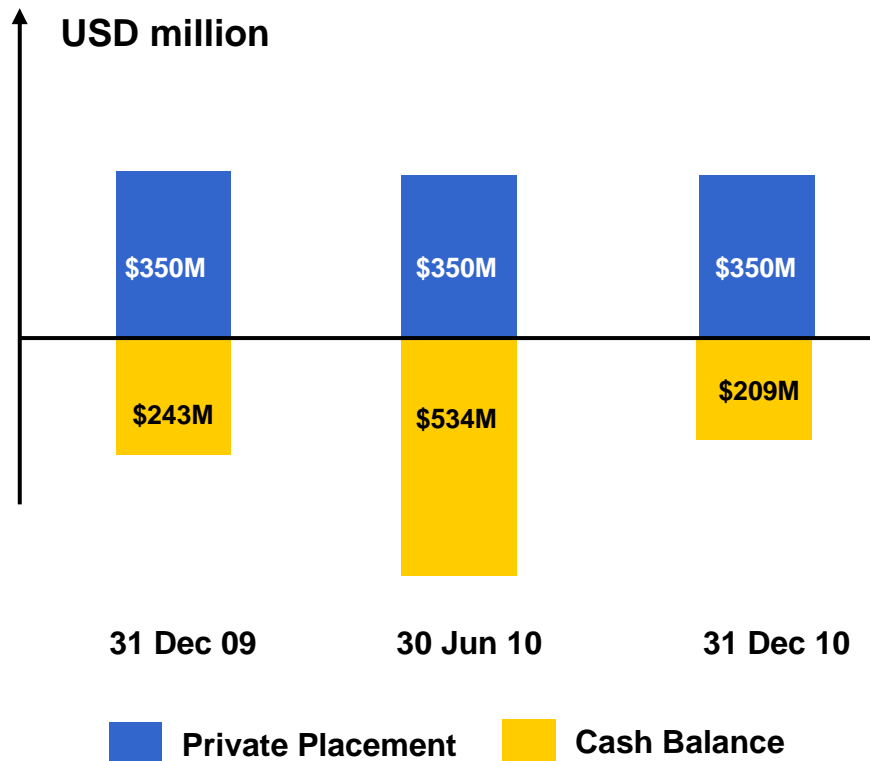


Uses of Cash



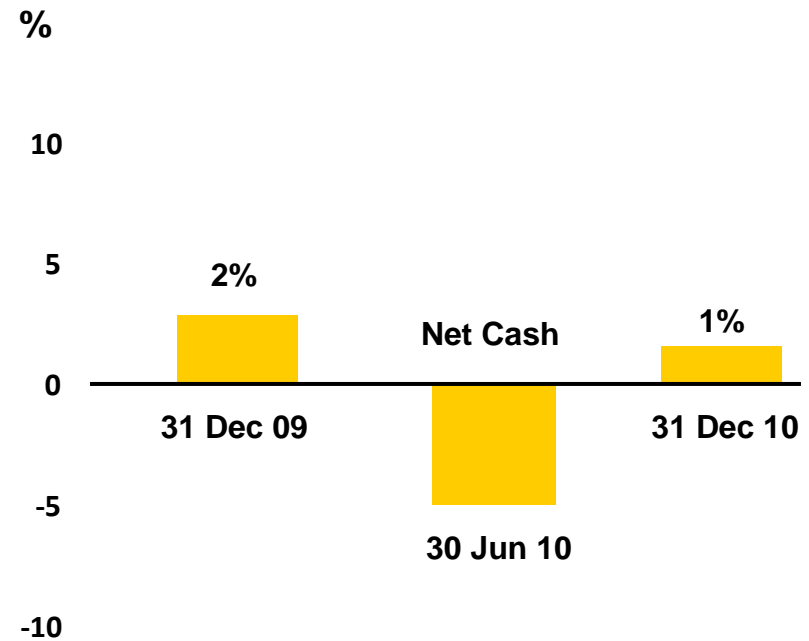
Balance Sheet remains strong post Merger

Outstanding Debt Position



Cash balances converted at period end exchange rates
Outstanding Debt Position excludes finance leases.

Gearing



US\$1.1B Bilateral loan facility remains undrawn

Profit Sensitivities FY11 – updated post Merger

Parameter	Movement	EBIT Impact*
Gold Price	↑ US\$10/oz	↑ A\$32M
Copper Price	↑ US\$0.05c/lb	↑ A\$10M
FX Rate	↑ US\$0.01	↓ A\$37M
Oil Price	↑ US\$10/barrel	↓ A\$2M

* EBIT impact is for 10 month period from commencement of merged organisation

Additional Guidance post LGL Merger – FY11

	Lihir	Bonikro	Mt Rawdon
Gold Production*	835 – 865 koz	65 – 75 koz	85 – 95 koz
Costs**	A\$M	A\$M	A\$M
Total site cash costs	380 – 410	85 – 95	70 – 80
Stripping & ore inventory	(110) – (120)	(20) – (25)	(20) – (25)
Third party smelting, refining & transporting	3 – 5	0 – 1	0 – 1
Royalty	18 – 23	3 – 5	3 – 5
Depreciation of PPE***	\$140 – 150/oz	\$145 – 150/oz	\$110 – 115/oz
Amortisation of Mineral Rights***	\$65 – 75/oz	\$145 – 155/oz	\$125 – 135/oz

* Production is for full year (12 month)

** Costs are only for the period September to June when part of Newcrest group

*** Based on provisional fair value determination

Additional Guidance – Capital & Exploration

	Pre-Merger Guidance A\$M	Merged Entity Guidance A\$M
Capital Expenditure		
Project Studies & Construction	1,100 – 1,200	1,700 – 1,800
Development	75 – 85	100 – 120
Sustaining	100 – 110	200 – 220
Total	1,275 – 1,395	2,000 – 2,140
Exploration, Discovery & Resource Definition Expenditure	95 – 105	135 – 145

Summary

- **50% increase in cashflow from pre-merger operations**
- **LGL merger completed and delivering synergies**
- **Enhanced production outlook for second half FY11**
- **Projects on track to deliver 5 year growth profile**