

# Consolidated statement of changes in equity

For the year ended 30 June 2010

US\$ million	Share		Foreign		Share			Sub	Non-	Total
	capital	premium	currency	Hedging	payment	Other	Retained			
	account	reserve	reserve	reserve	reserves	losses	total	interest		
At 1 July 2008	33.5	212.9	9.5	(0.1)	3.1	4.0	(109.7)	153.2	9.2	162.4
Total comprehensive income	–	–	(16.4)	0.1	(0.5)	–	(90.9)	(107.7)	1.4	(106.3)
Non-controlling interest share of dividend paid to subsidiary	–	–	–	–	–	–	–	–	(1.1)	(1.1)
Equity settled share-based payments transferred between reserves	–	–	–	–	(3.1)	–	3.1	–	–	–
Equity settled share-based payments	–	–	–	–	2.3	–	–	2.3	–	2.3
<b>At 30 June 2009</b>	<b>33.5</b>	<b>212.9</b>	<b>(6.9)</b>	<b>–</b>	<b>1.8</b>	<b>4.0</b>	<b>(197.5)</b>	<b>47.8</b>	<b>9.5</b>	<b>57.3</b>
At 1 July 2009	33.5	212.9	(6.9)	–	1.8	4.0	(197.5)	47.8	9.5	57.3
Total comprehensive income	–	–	(19.2)	–	(0.5)	(0.1)	63.5	43.7	6.7	50.4
Non-controlling interest acquired	–	–	–	–	–	–	–	–	17.4	17.4
Equity settled share-based payments	–	–	–	–	1.7	–	–	1.7	–	1.7
Transfer of equity portion of convertible bond	–	–	–	–	–	(4.0)	4.0	–	–	–
Allotments during the year:										
– Fund raising	20.0	99.9	–	–	–	–	–	119.9	–	119.9
– Settlement of loans and borrowings	1.9	9.0	–	–	–	–	–	10.9	–	10.9
– Acquisition of second 50% of CIHL – Note 3(b)	6.0	33.8	–	–	–	–	–	39.8	–	39.8
– Share options exercised	–	0.1	–	–	–	–	–	0.1	–	0.1
Share issue costs	–	(8.2)	–	–	1.6	–	–	(6.6)	–	(6.6)
<b>At 30 June 2010</b>	<b>61.4</b>	<b>347.5</b>	<b>(26.1)</b>	<b>–</b>	<b>4.6</b>	<b>(0.1)</b>	<b>(130.0)</b>	<b>257.3</b>	<b>33.6</b>	<b>290.9</b>

The notes on pages 43 to 99 form part of the financial statements.

## Share capital

The share capital comprises the issued ordinary shares of the Company at par.

## Share premium reserve

The share premium reserve comprises the excess value recognised from the issue of ordinary shares at par.

## Foreign currency translation reserve

The foreign currency translation reserve comprises all foreign exchange differences arising from the translation of foreign entities and foreign exchange differences on net investments in foreign operations.

## Hedging reserve

The hedging reserve comprises the change in the fair value of derivative contracts which qualify as effective and are designated cash flow hedges.

## Share-based payment reserve

The share-based payment reserve comprises the fair value of employee options as measured at grant date and spread over the period during which the employees become unconditionally entitled to the options.

## Other reserves

The other reserves comprise the equity portion of the interest free convertible bond US\$nil (2009: US\$4 million) and the fair value of the 2,000,000 warrants issued with the convertible bond, as well as gains or losses arising from available for sale financial assets of US\$0.1 million (2009: US\$nil).

## Retained losses

The accumulated loss comprises the Group's cumulative accounting losses incurred since incorporation.

## Non-controlling interest

Non-controlling interest comprise amounts attributable to third party shareholders in the Cullinan, Kimberley Underground, Koffiefontein and Sedibeng mines. The non-controlling interest of total comprehensive income includes US\$6.7 million (30 June 2009: US\$1.4 million) of profit for the year.