

Kumba Iron Ore Limited  
Registration number: 2005/015852/06  
JSE share code: KIO  
ISIN: ZAE000085346  
Income tax number: 9586/481/15/3  
("Kumba" or "the Company" or "the group")

## HIGHLIGHTS FROM THE PROVISIONAL AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2022 AND CASH DIVIDEND DECLARATION

### KEY FEATURES

#### Safety and sustainability focus

- Over six years of fatality-free production to end of 2022
- Zero new cases of occupational diseases
- Over seven years without any level 3-5 environmental incidents
- R63.3 billion of shared value created

#### Resilient financial performance

- Average realised FOB export price of US\$113/wmt, 13% above benchmark
- Cost savings of R1.1 billion, R5.2 billion saved since 2018
- Resilient adjusted EBITDA<sup>^</sup> margin of 50%, down from 63%
- Closing net cash<sup>^</sup> of R9.3 billion

#### Balanced capital allocation

- Attributable free cash flow<sup>^</sup> of R10.4 billion, 66% lower
- Final cash dividend of R16.30 per share, total cash dividends of R45.00 per share
- ROCE of 76%, down from 147%

\* Adjusted EBITDA represents net operating profit before deducting interest, tax, depreciation, amortisation and impairment charges or reversals.

<sup>^</sup> This constitutes pro forma financial information in terms of the Listings Requirements of the JSE Limited and should be read in conjunction with basis of preparation report in the full annual results announcement.

MPUMI ZIKALALA, CHIEF EXECUTIVE OF KUMBA, SAID:

"Kumba delivered a resilient financial performance in a year characterised by a volatile macro environment, lower iron ore prices, and logistics, cost, and operational challenges. Despite market volatility, demand for our high-grade iron ore helped us realise an average price of US\$113 per wet metric tonnes (wmt), 13% above benchmark prices, while achieving an adjusted earnings before interest, tax, depreciation and amortisation\* (EBITDA) of R37.3 billion and headline earnings of R56.19 per share.

"There were no level 3-5 environmental incidents or fatalities in 2022, and we are committed to retaining a relentless focus on sustainability and safety.

"As ever, we are committed to creating enduring stakeholder value and paid over R8.9 billion in taxes to the fiscus while employing 79% of our staff from the Northern Cape.

"We are pleased to declare a final 2022 dividend of R5.2 billion bringing Kumba's total shareholder dividends to R14.5 billion, while our empowerment partners will also receive total dividends of R4.7 billion for the year."

REVENUE for the year ended 31 December

Rand million	2022	2021	% change
Revenue	74,032	102,092	(27)

EARNINGS PER SHARE for the year ended 31 December

Rand per share	2022	2021	% change
Earnings			
Basic	46.64	103.67	(55)
Diluted	46.54	103.37	(55)
Headline earnings			
Basic	56.19	103.65	(46)
Diluted	56.06	103.35	(46)
Dividend			
Interim	28.70	72.70	(61)
Final	16.30	30.50	(47)

SALIENT FEATURES AND OPERATING STATISTICS for the year ended 31 December

	2022	2021	% change
Market information			
Closing share price (Rand)	492	460	7
Market capitalisation (Rand million)	158,466	148,160	7
Net asset value attributable to owners of Kumba (Rand per share)	127.44	138.53	(8)
Operating statistics ('000 tonnes)			
Production	37,699	40,862	(8)
Sishen	27,017	28,014	(4)
Kolomela	10,682	12,848	(17)
Sales	36,621	40,261	(9)
Export sales	36,621	40,154	(9)
Domestic sales	-	107	(100)
Sishen mine FOR unit cost (Rand per tonne)			
Unit cost	595.50	555.24	7
Cash cost	479.27	432.01	11
Kolomela mine FOR unit cost (Rand per tonne)			
Unit cost	643.18	444.15	45
Cash cost	489.60	324.05	51

NOTICE OF FINAL CASH DIVIDEND

At its Board meeting on 20 February 2023, the directors approved a gross final cash dividend of 1,630 cents per share on the ordinary shares from profits accrued during the year ended 31 December 2022. This is comprised of a gross base dividend of 1,500 cents per share and a gross top-up dividend of 130 cents per share. The dividend has been declared from income reserves.

The dividend will be subject to a dividend withholding tax of 20% for all shareholders who are not exempt from or do not qualify for a reduced rate of withholding tax. The net dividend payable to shareholders, subject to

withholding tax at a rate of 20% amounts to 1,304 cents per share, comprised of a net base dividend of 1,200 cents per share and net top-up dividend of 104 cents per share.

The issued share capital at the declaration date is 322,085,974 ordinary shares.

The salient dates are as follows:

Publication of declaration data	Tuesday, 21 February 2023
Last day for trading to qualify and participate in the final dividend	Tuesday, 14 March 2023
Trading ex-dividend commences	Wednesday, 15 March 2023
Record date	Friday, 17 March 2023
Dividend payment date	Monday, 20 March 2023

Share certificates may not be dematerialised or rematerialised between Wednesday, 15 March 2023 and Friday, 17 March 2023, both days inclusive. Any change of address or dividend instructions must be provided by the last day for trading.

#### EXTRACTS FROM THE PROVISIONAL AUDITED ANNUAL RESULTS FOR THE PERIOD ENDED 31 DECEMBER 2022

This unaudited short form announcement is the responsibility of the directors of the Company. The information disclosed is only a summary of the information in the full audited announcement and does not contain full or complete details.

The full annual results announcement should be considered for any investment decisions. The full annual results announcement for Kumba has been released on SENS and is available for viewing at <https://senspdf.jse.co.za/documents/2023/JSE/ISSE/KIO/KumbaFY22.pdf> and is available on the Company's website [www.angloamericankumba.com/investors/financial-results-centre.aspx](http://www.angloamericankumba.com/investors/financial-results-centre.aspx).

The full results announcement is also available for inspection at the Company's registered office during normal business hours and is available at no charge. Alternatively, copies of the full announcement may be requested from the Company's investor relations department (<https://www.angloamericankumba.com/investors/shareholdercommunication>).

The consolidated and Company annual financial statements were audited by PricewaterhouseCoopers Inc. who issued an unmodified audit opinion on these financial statements. Their audit opinion, together with the accompanying financial statements, can be viewed on the Company's website [www.angloamericankumba.com/investors/financial-results-centre.aspx](http://www.angloamericankumba.com/investors/financial-results-centre.aspx) which also provides more details on the key audit matters on pages 15 to 17 of the annual financial statements, being the impairment assessment on the Kolomela asset and the valuation of inventories.

Any reference to future financial performance included in this announcement has not been audited or reported on by the Company's external auditors.

Kumba Iron Ore Limited is a member of the Anglo American plc group

#### Directors

Non-executive: TP Goodlace (British/South African) (Chairman), MS Bomela, SG French (Irish), A Jeawon, MA Jenkins, NB Langa-Royds, TM Mkhwanazi, SS Ntsaluba, BP Sonjica, MJ Tsele, DG Wanblad

Executive: ND Zikalala (Chief Executive), BA Mazarura (Zimbabwean) (Chief Financial Officer)

Registered office: 144 Oxford Road, Rosebank, Melrose, 2196, South Africa

Transfer Secretaries: Computershare Investor Services Proprietary Limited  
Rosebank Towers, 15 Biermann Avenue, Rosebank, 2196, South Africa  
Private Bag X9000, Saxonwold, 2132

Sponsor: RAND MERCHANT BANK (A division of FirstRand Bank Limited)

For more information please visit us at: [www.angloamericankumba.com](http://www.angloamericankumba.com)

21 February 2023