

NEWCREST

FY19 Half Year Results

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Managing Director and Chief Executive Officer / Finance Director and Chief Financial Officer



Disclaimer

Forward Looking Statements

This presentation includes forward looking statements. Forward looking statements can generally be identified by the use of words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, “outlook” and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs. The Company continues to distinguish between outlook and guidance. Guidance statements relate to the current financial year. Outlook statements relate to years subsequent to the current financial year.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company’s actual results, performance and achievements to differ materially from statements in this presentation. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the Company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company’s good faith assumptions as to the financial, market, regulatory and other relevant environments that will exist and affect the Company’s business and operations in the future. The Company does not give any assurance that the assumptions will prove to be correct. There may be other factors that could cause actual results or events not to be as anticipated, and many events are beyond the reasonable control of the Company. Readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Except as required by applicable laws or regulations, the Company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in assumptions on which any such statement is based.

Non-IFRS Financial Information

Newcrest results are reported under International Financial Reporting Standards (IFRS) including EBIT and EBITDA. This presentation also includes non-IFRS information including Underlying profit (profit after tax before significant items attributable to owners of the parent company), All-In Sustaining Cost (determined in accordance with the World Gold Council Guidance Note on Non-GAAP Metrics released June 2013), AISC Margin (realised gold price less AISC per ounce sold (where expressed as USD), or realised gold price less AISC per ounce sold divided by realised gold price (where expressed as a %)), Interest Coverage Ratio (EBITDA/Interest payable for the relevant period), Free cash flow (cash flow from operating activities less cash flow related to investing activities), EBITDA margin (EBITDA expressed as a percentage of revenue) and EBIT margin (EBIT expressed as a percentage of revenue). These measures are used internally by Management to assess the performance of the business and make decisions on the allocation of resources and are included in this presentation to provide greater understanding of the underlying performance of Newcrest’s operations. The non-IFRS information has not been subject to audit or review by Newcrest’s external auditor and should be used in addition to IFRS information.

Reliance on Third Party Information

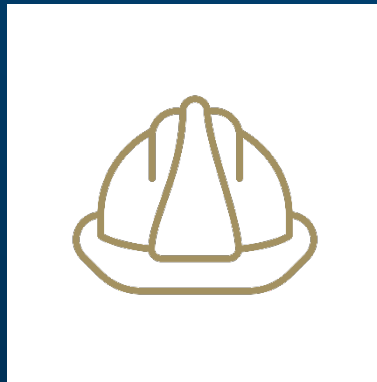
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Newcrest Mining Limited



Safety



Overview of
HY19

Site Results



Financials

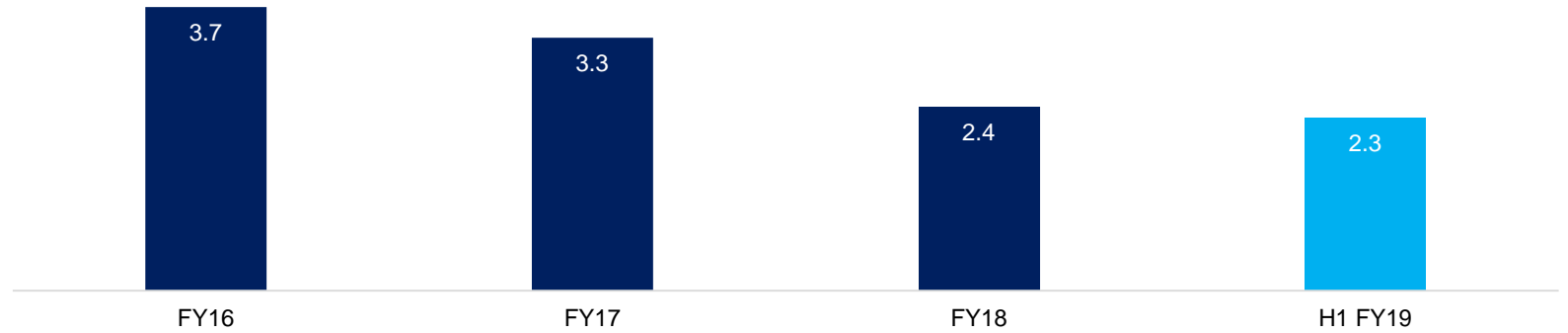
Approach to growth



Summary

Safety

Continued improvement in TRIFR



Safety Transformation

Maintaining relentless focus

Lihir Mine Department Achievement

5 years since the last lost-time injury

Zero Fatalities
~3.5 years fatality free

Safety



Overview of
HY19

Site Results



Financials

Approach to growth



Summary

Half Year Highlights

Gold production
1.2moz

AISC \$747/oz

Statutory &
Underlying Profit

\$237m

Free Cash Flow
\$176m

Net debt \$959m

Interim dividend of
US 7.5 cents per
share, fully franked

Safety



Half year highlights



Site Results



Financials



Approach to growth



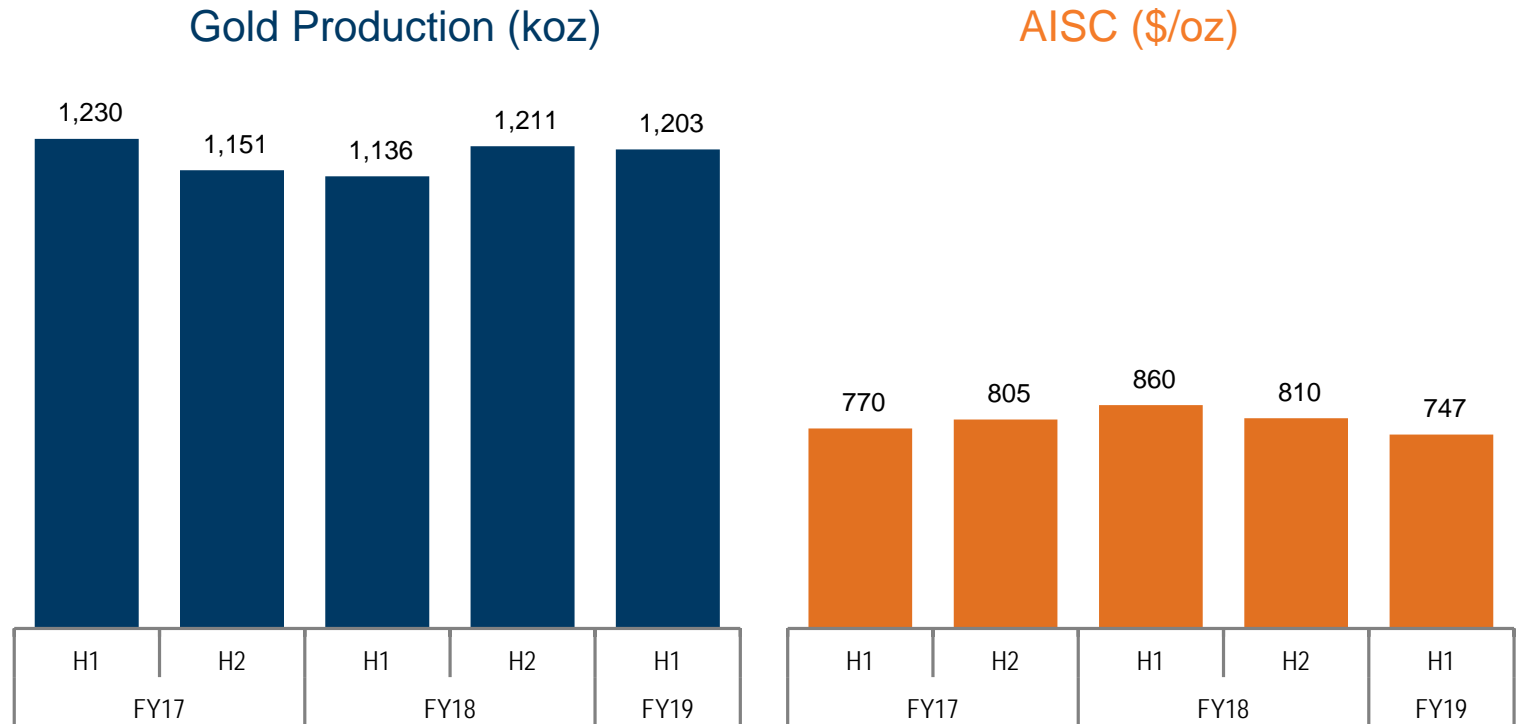
Summary



Production summary

Group

Increased gold production compared to H1 FY18
Lowest ever AISC/oz for a half year



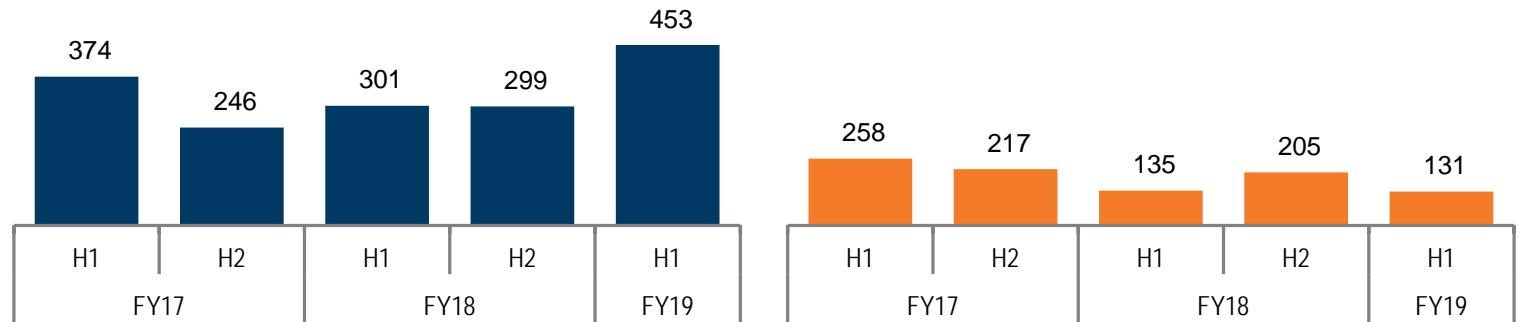
Record breaking half

Cadia

Record gold & copper production for a half year
Record low AISC for a half year

Gold Production (koz)

AISC (\$/oz)



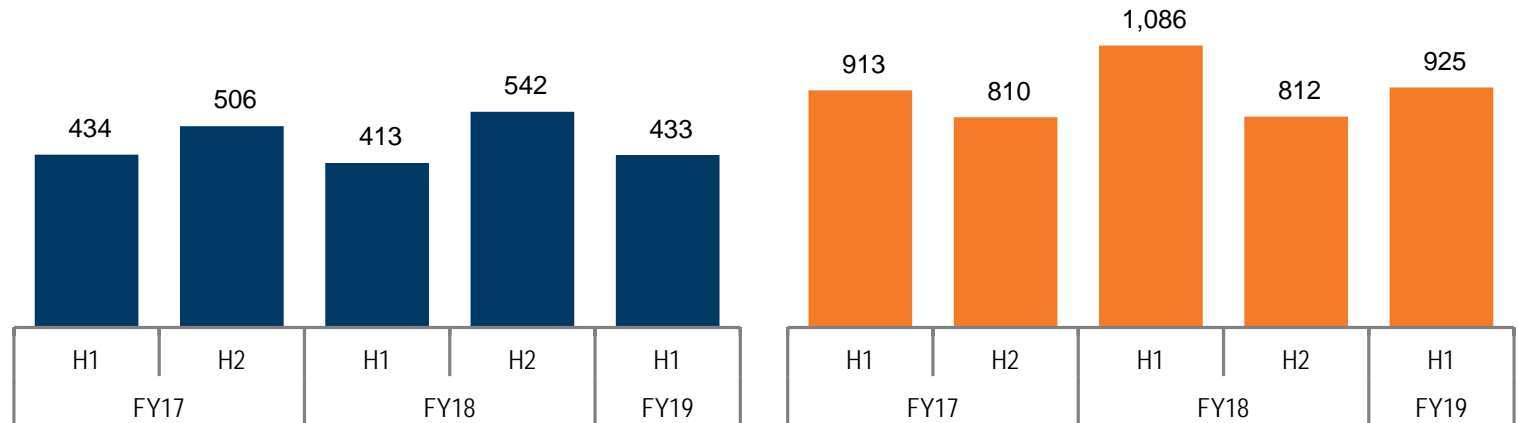
Optimising throughput for variable ore

Lihir

Expected to achieve 15mtpa sustainable milling rate target by end of June 2019¹

Gold Production (koz)

AISC (\$/oz)



¹ Subject to market and operating conditions and no unforeseen circumstances occurring. This should not be construed as production guidance from the Company now or in the future. Potential production and throughput rates are subject to a range of contingencies which may affect performance

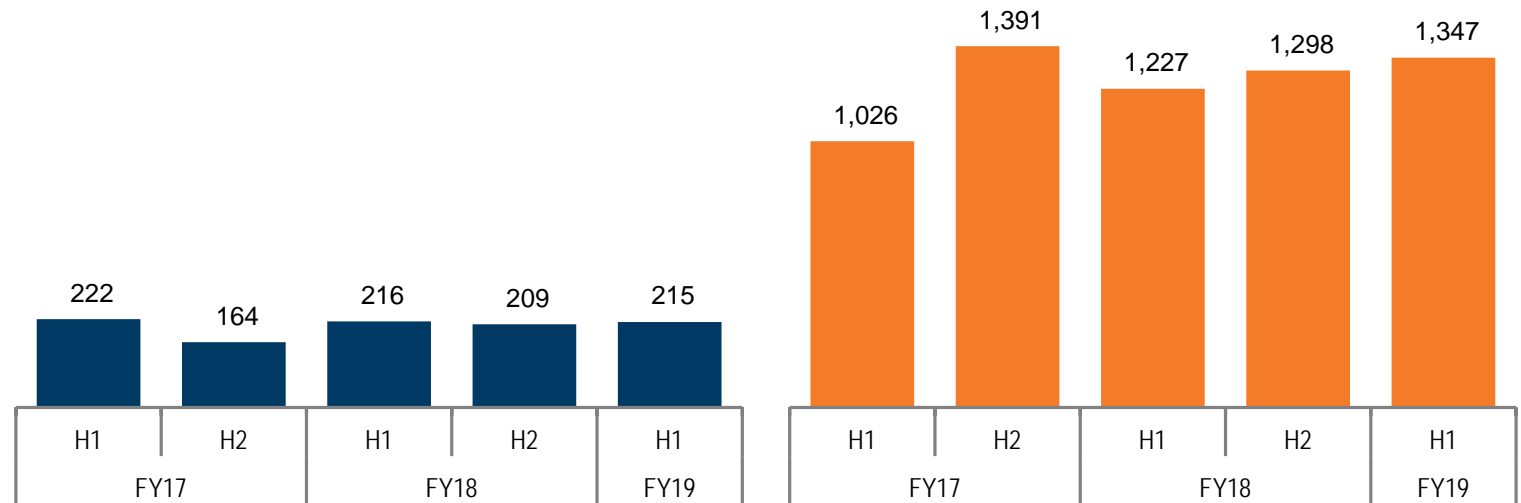
Focused on
improving
performance
and costs

Telfer

Promising preliminary results from installed ore sorting technology

Gold Production (koz)

AISC (\$/oz)



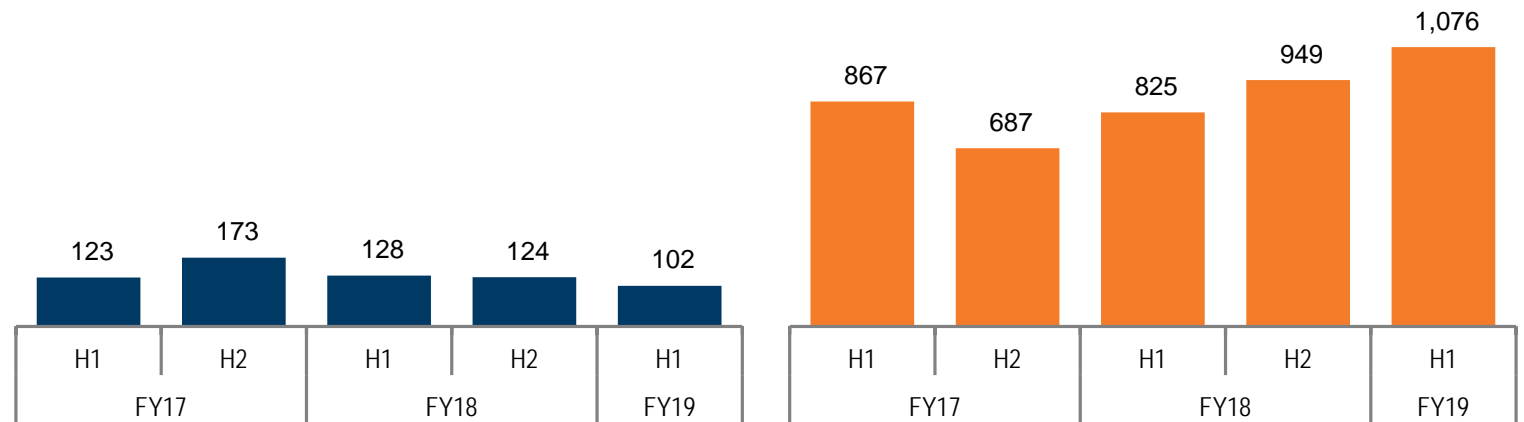
Lower gold head grades impact production

Gosowong

Compared to H1 FY18 lower production from lower head grades

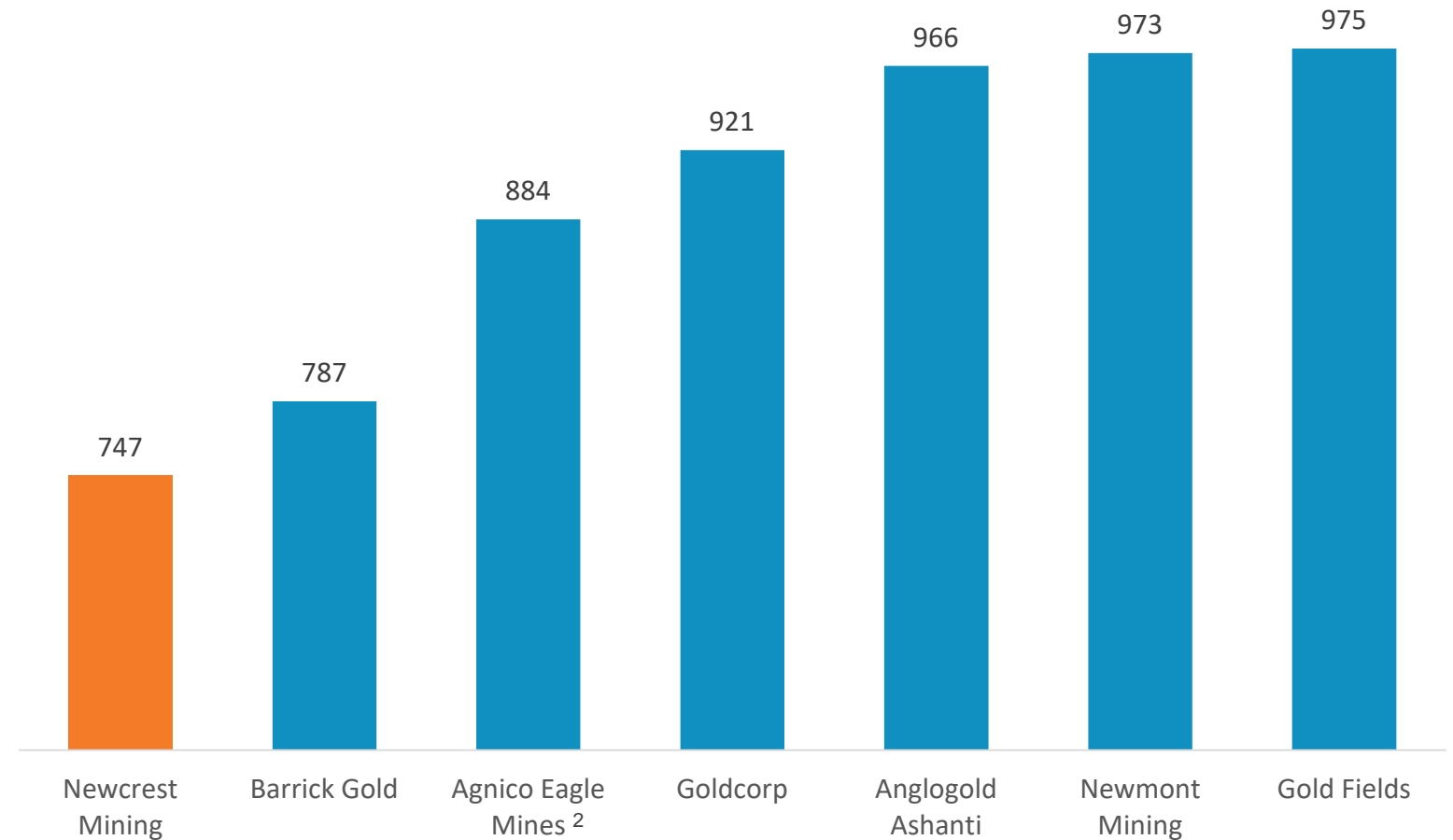
Gold Production (koz)

AISC (\$/oz)



Lowest cost major gold producer

AISC/oz for the most recently reported six months¹



¹ AISC/oz calculated for the 6 months ending 30 September 2018 using gold sold (or attributable gold produced when gold sold not available) and AISC/oz from company reports, except for Newcrest and Barrick which is for the 6 months ending 31 December 2018. Newcrest's AISC for the 6 months ending 30 September 2018 is \$787/oz. Barrick's AISC for the 6 months ending 30 September 2018 is \$818/oz.

² Agnico Eagle Mines report AISC/oz produced

Safety



Half year highlights



Site Results



Financials



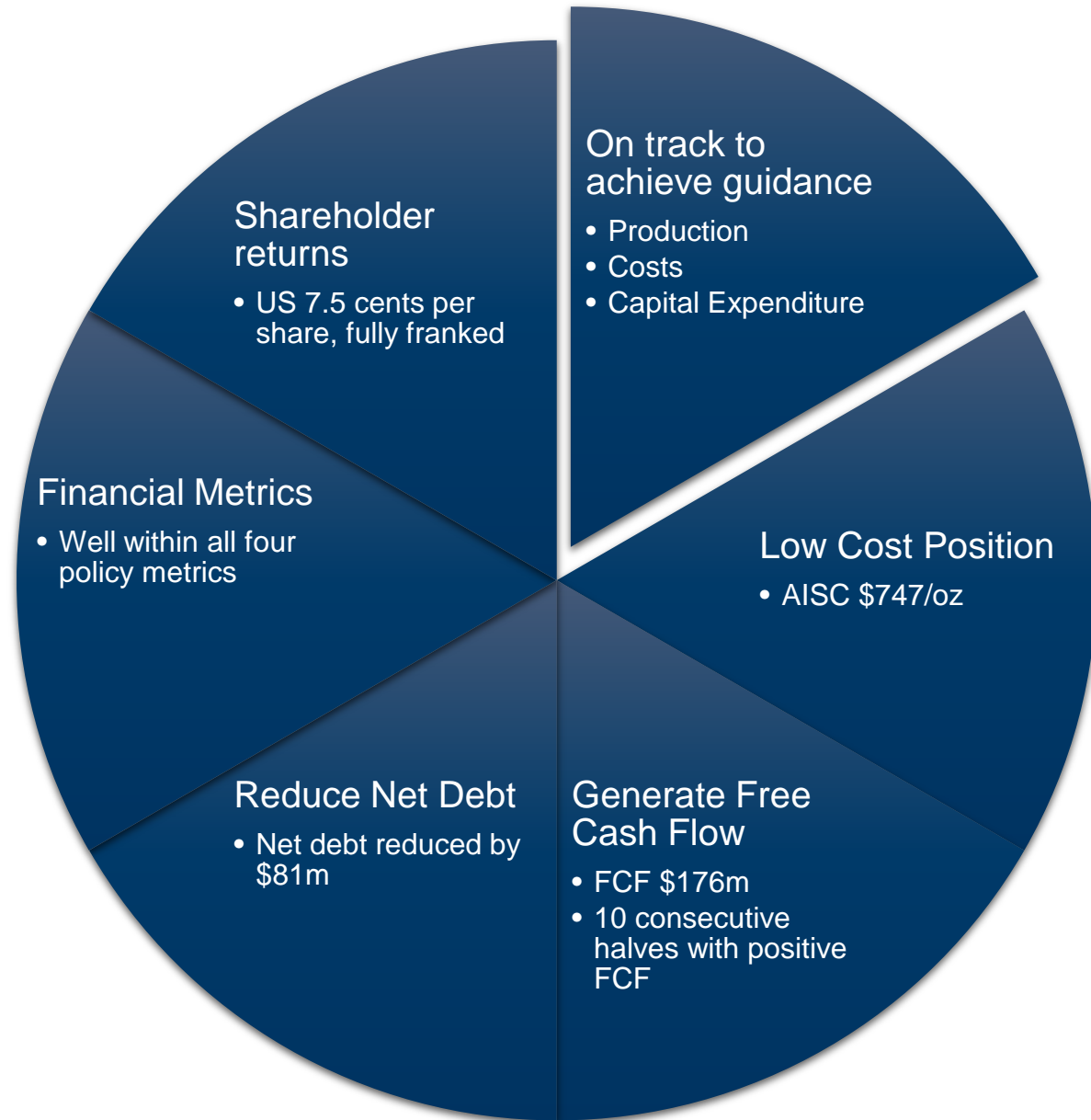
Approach to growth



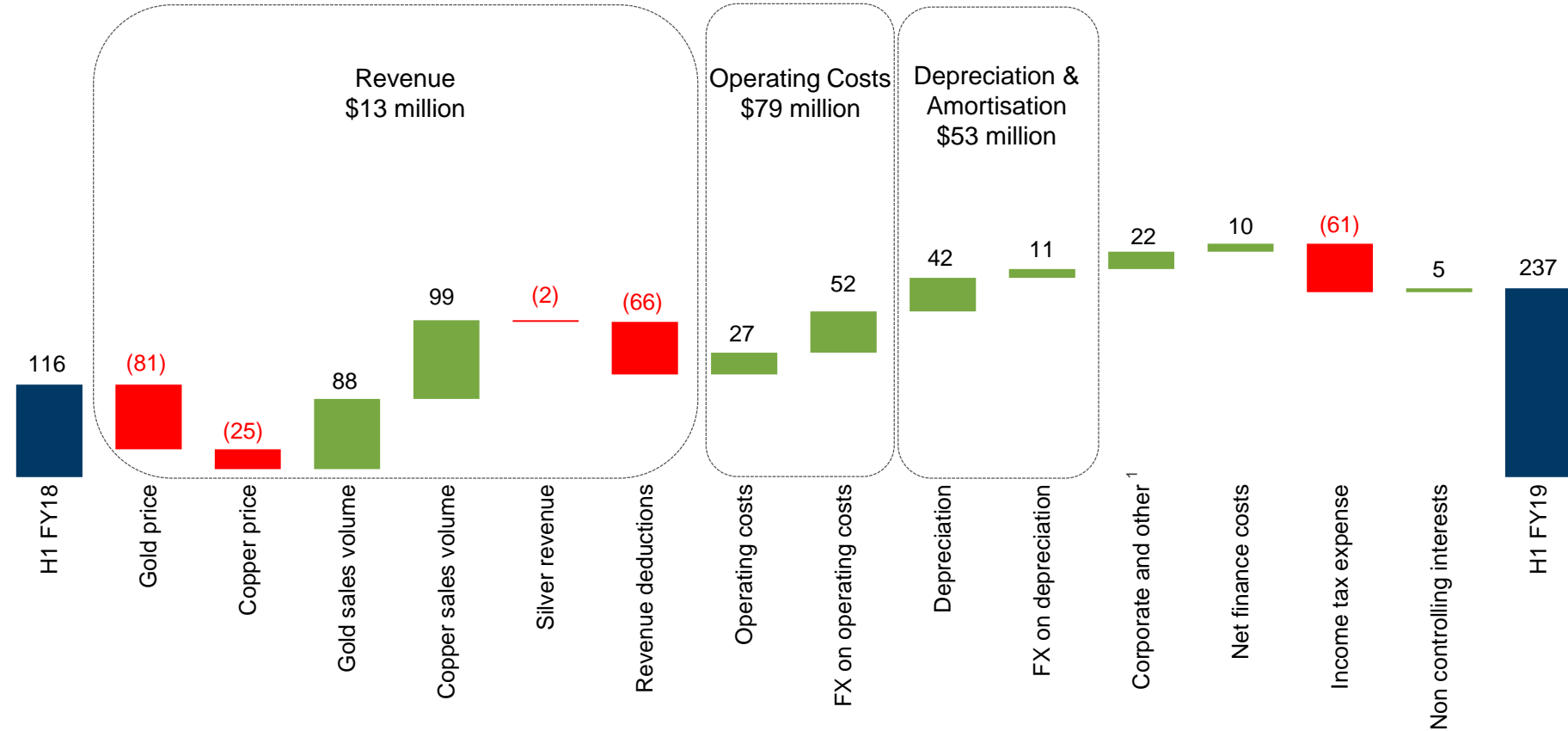
Summary



Delivering on financial commitments



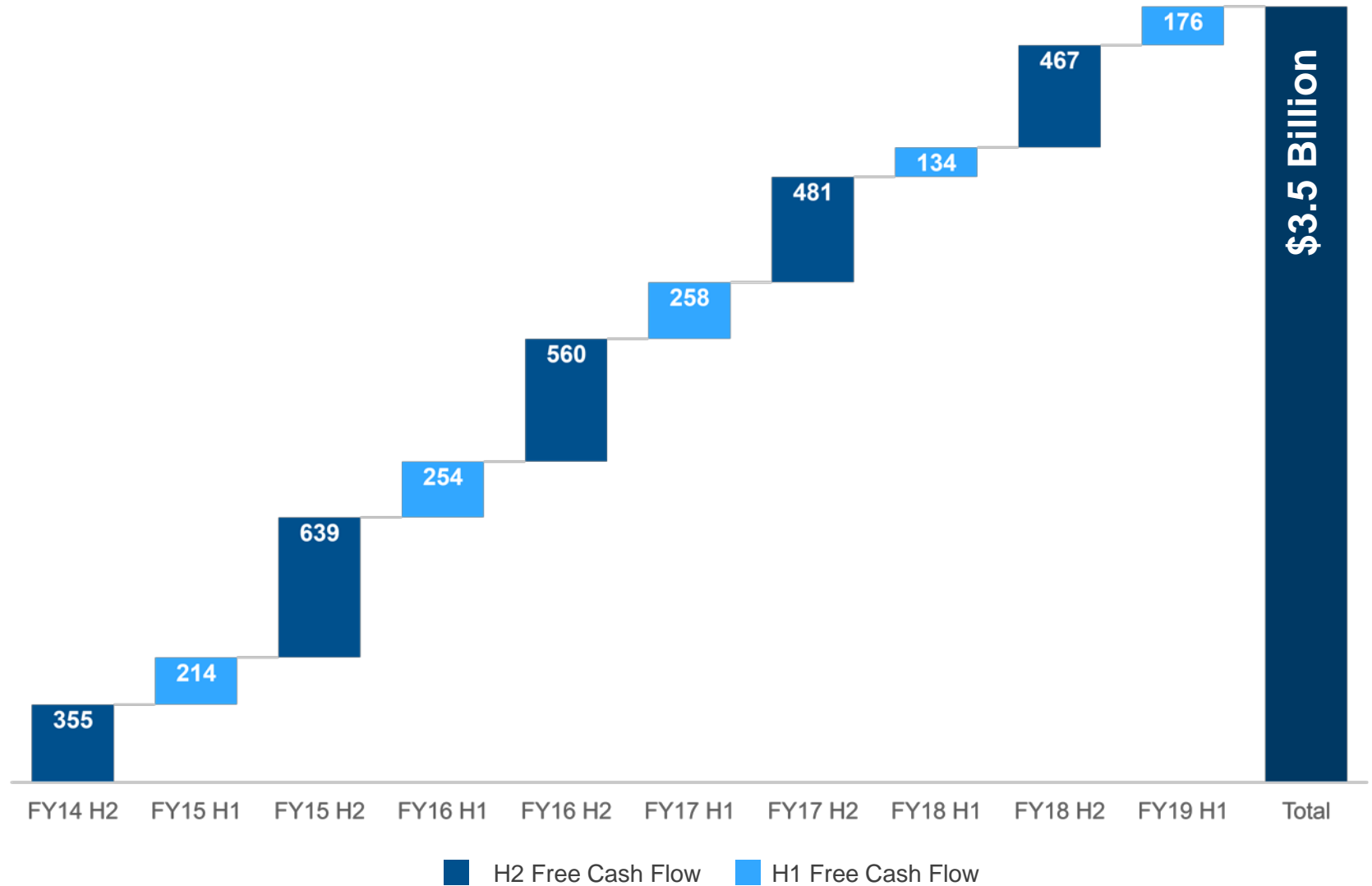
Doubled Underlying Profit (\$m)



¹ Corporate and other includes Corporate administration expenses, Exploration expenses, Other income/(expense) and Share of profit of associates

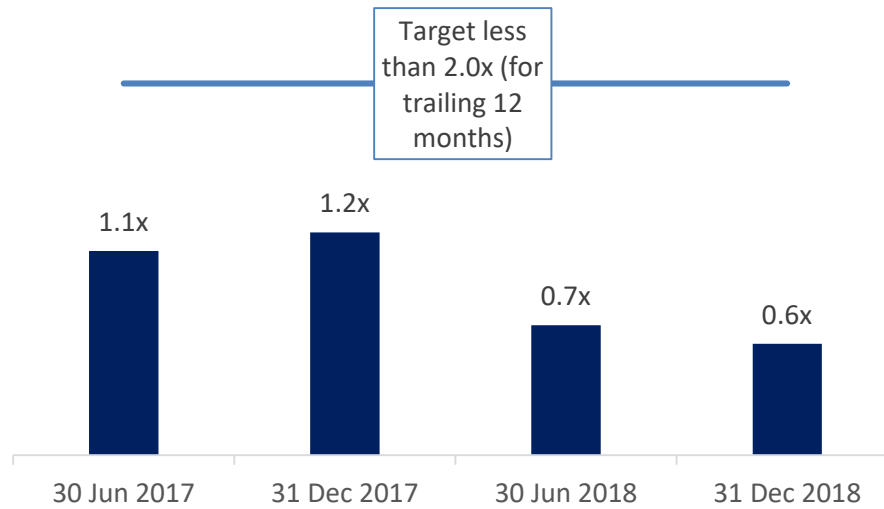
\$3.5bn of
free cash
flow since
1 January
2014

Cumulative free cash flow (\$m)

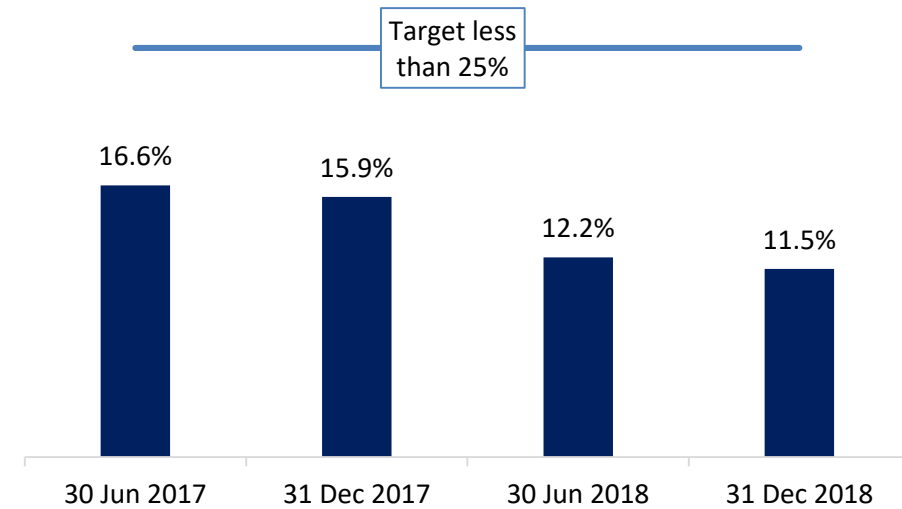


Comfortably within all four financial policy targets

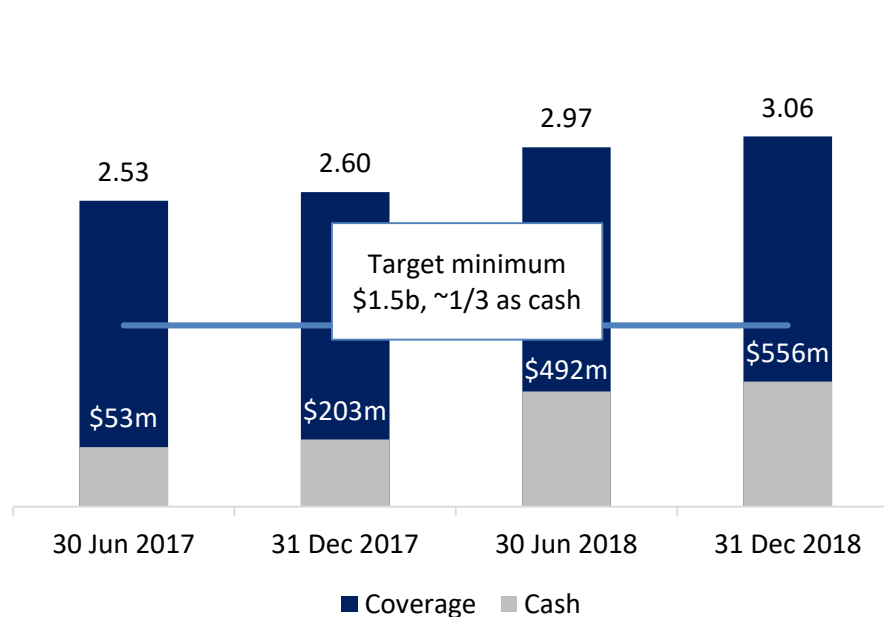
Leverage Ratio (Net Debt / EBITDA)



Gearing Ratio



Coverage (\$b)



Investment Grade Credit Rating



Credit rating upgraded by S&P & Moody's
BBB / Baa2

Safety



Half year highlights

Site Results



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Approach to growth



Summary

Our approach to growth

1

Organic growth

2

Greenfield exploration

3

Early entry partnerships with explorers

4

M&A, when we see the opportunity to create value through application of our strong & unique technical capabilities

Organic growth opportunities

Cadia Expansion

PFS findings suggested a plant expansion to 33mtpa for capex of ~\$58m¹
Feasibility study expected to be completed in H1 FY20

Lihir

Expecting a sustainable milling rate of 15mtpa by end of June 2019²

Wafi-Golpu

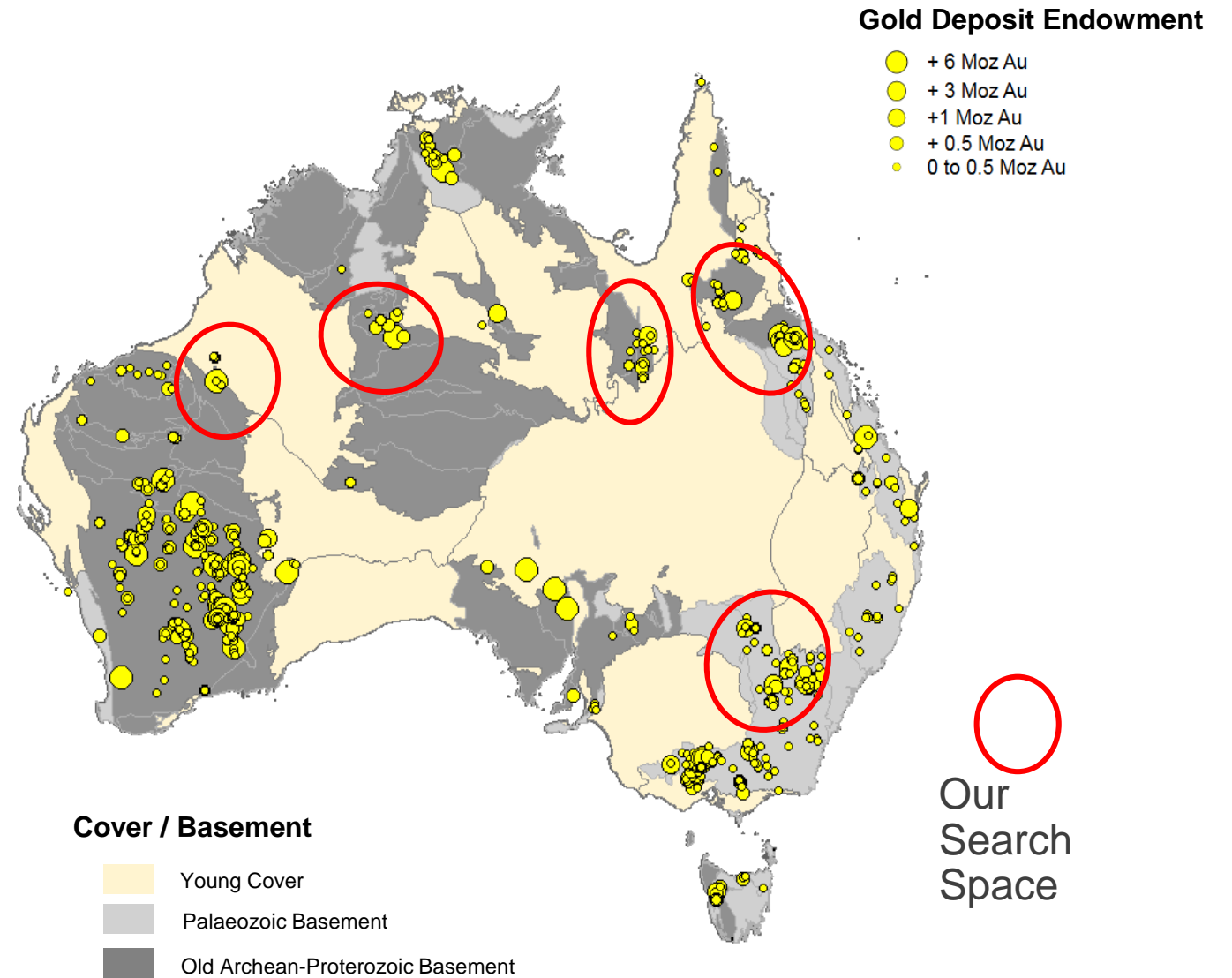
Memorandum of Understanding (MOU) signed with PNG government

Intention of the parties is to complete the permitting process & achieve grant of a Special Mining Lease (SML) by 30 June 2019

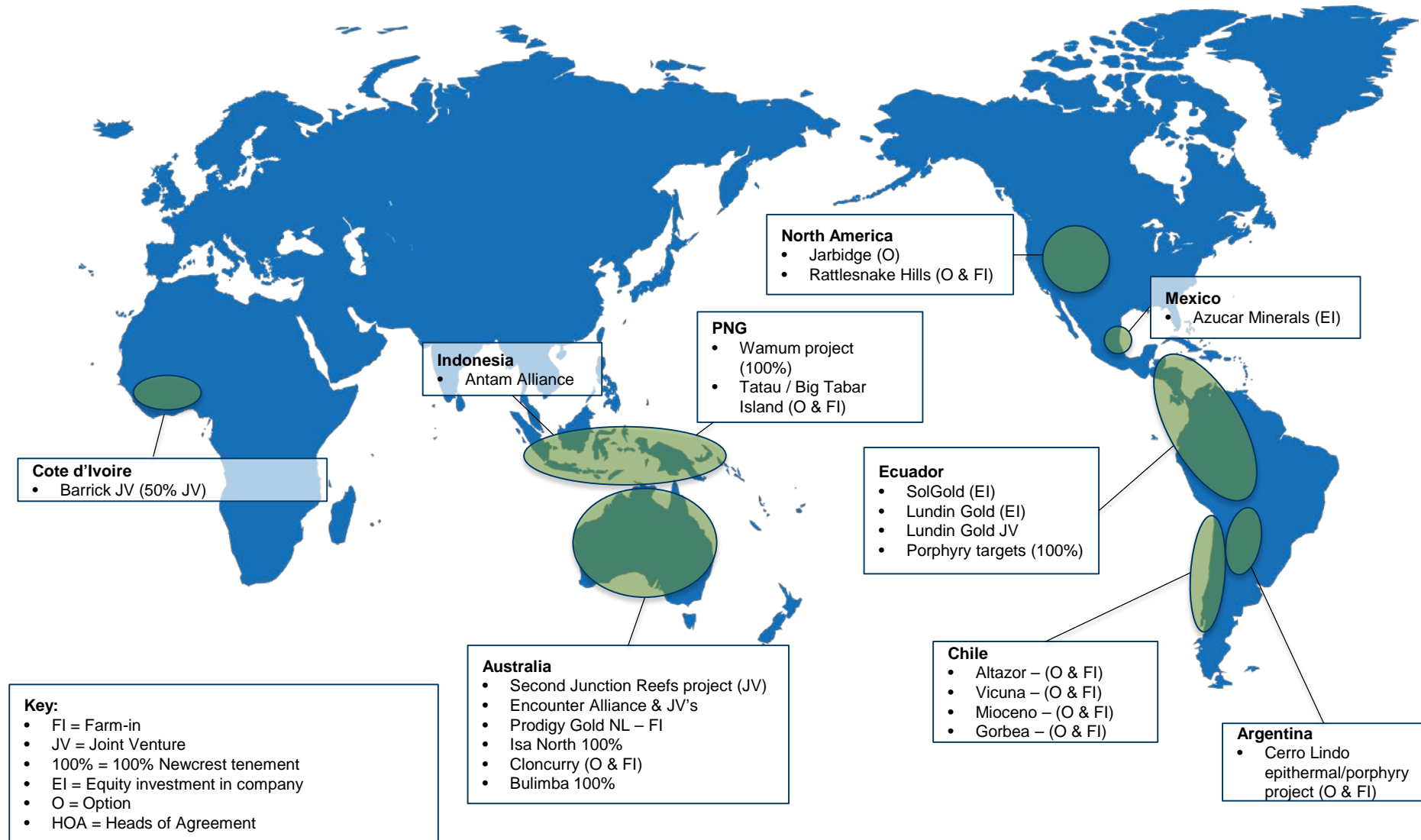
¹ Subject to all necessary permits, regulatory requirements and Board approval. Estimates were prepared to a Prefeasibility Study level with the objective of being subject to an accuracy range of ±25%. The estimates are indicative only and should not be construed as guidance. Potential production and throughput rates are subject to a range of contingencies which may affect performance.

² Subject to market and operating conditions and no unforeseen circumstances occurring. This should not be construed as production guidance from the Company now or in the future. Potential production and throughput rates are subject to a range of contingencies which may affect performance

Greenfield exploration – Undercover search space

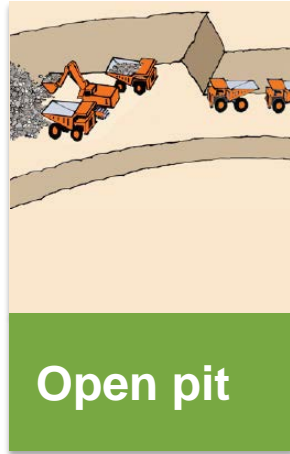


Active early entry arrangements



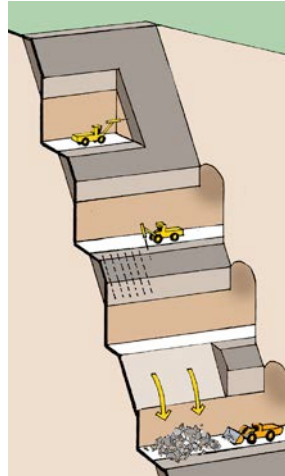
Unique suite of capabilities in the gold industry

Lihir, Telfer



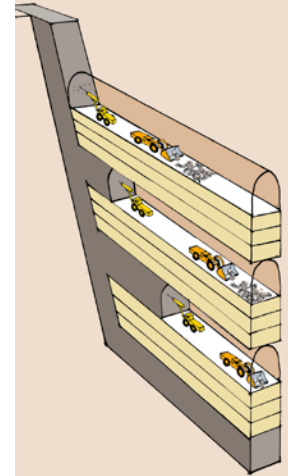
Open pit

Telfer



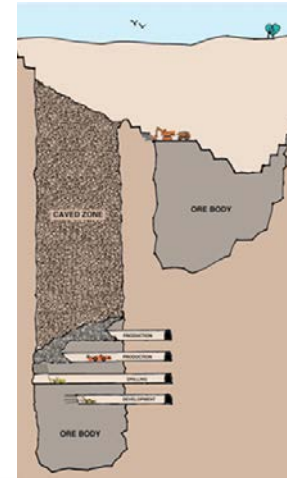
Reef

Gosowong



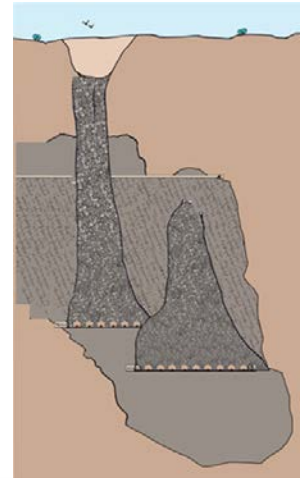
Narrow Vein

Telfer



Sublevel Caving

Cadia



Block Caving

Selective Underground

Bulk Underground

Processing

*Large scale comminution
Copper-gold flotation*

*Pressure oxidation
Cyanide & carbon in leach*

Safety



Half year highlights

Site Results



Financials

Approach to growth



Summary

What makes Newcrest different



Long
reserve life



Low cost
production



Do what
we say



Organic growth
options
*(at Cadia, Lihir
and Wafi Golpu)*



Strong exploration
& technical
capabilities



Financially robust



Miner of choice™

Careers at Newcrest

Home About us Investors Careers Our business Sustainability Resources and reserves News

Announcements

December 2017 Quarterly Report
30 January 2018

December 2017 Exploration Report
30 January 2018

Newcrest agrees to divest Bonikro for \$81m
13 December 2017

Extension to electricity contract for Cadia

Profile

Newcrest is one of the world's largest gold mining companies and operates mines in four countries.

We focus on long-term value creation with an emphasis on three key value drivers: maintaining low costs, growing reserves and production and using capital efficiently.

Newcrest's mission is to deliver superior returns from finding, developing and operating gold/copper mines. Our vision is to be the Miner of choice™. We will lead the way in safe, responsible, efficient

Share price

AU\$22.64 as at 31/1/2018 14:25

Open AU\$22.60 High AU\$22.86

Close AU\$22.64 Low AU\$22.46

Change ▲ \$0.05 / 0.20%

Volume 1,207,086

MacBook Air



Find out more:
www.newcrest.com.au



Engage with us



+613 9522 5717

NEWCREST

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