

ANGLO AMERICAN FUNDING FACTSHEET

5 August 2019

This factsheet provides a high level overview of the Group's main financing arrangements as at 30 June 2019.

1. Net debt management

The Group's policy is to hold the majority of its cash and borrowings at the corporate centre. Business units may from time to time raise borrowings in connection with specific capital projects, and subsidiaries with non-controlling interests have borrowings which are without recourse to the Group. Other than the impact of South African exchange controls, there are no significant restrictions over the Group's ability to access these cash balances or repay these borrowings.

As the Group operates in South Africa the existence of exchange controls may restrict the use of certain cash balances. The Group therefore monitors the cash and debt associated with these operations separately. These restrictions are not expected to have a material effect on the Group's ability to meet its ongoing obligations.

For more detail on Financial Risk Management please see the notes to the Consolidated Financial Statements.

2. Access to cash

The majority of the Group's cash is held at the London or South African Corporate Centres. It is company policy for excess cash balances to be repatriated to the Corporate Centres by way of dividends or deposits. The remaining cash balances are held by the businesses for local working capital purposes.

Cash held at the London Corporate Centre and by the Copper and Coal Australia businesses is primarily invested in highly rated, instant access USD denominated money market funds. Cash held in South Africa is first applied inter-group and any residual cash is invested in similar highly secured funds, bank deposits as well as Government bonds through repo funds.

South Africa operates exchange controls which restrict the use of cash balances outside the country. Under the terms of its listing in 1999, the Group is able to remit cash earned from operating activities in South Africa to the London Corporate Centre, with the amount capped at the level of the Anglo American plc dividend to shareholders. The remittance of any cash balances outside of these parameters would require South African Reserve Bank approval. These restrictions do not have a material impact on the Group's ability to meet its ongoing obligations.

At 30 June 2019 the Group maintained a conservative liquidity position of \$16.1bn comprised of \$7.1bn of cash and \$9.1bn of undrawn committed bank facilities. As part of the Group cash pooling arrangement cash that is legally owned by South African companies is managed outside of South Africa. The below breakdown of net cash represents cash managed in Rest of the World and South Africa.

US\$ bn	Cash	Total committed bank facilities	Drawings under committed facilities	Undrawn committed facilities	Total available liquidity
Rest of World	5.6	6.6	0.3	6.4	12.0
SA	1.4	2.7	0.0	2.7	4.1
Group	7.1	9.4	0.3	9.1	16.1

Of the following committed bank facilities, only Anglo American Capital's Revolving Credit Facility is guaranteed by Anglo American plc. In March 2018 the Group replaced a number of credit facilities maturing between March 2019 and March 2020 with a total value of \$5.4 billion, with a \$4.5 billion credit facility maturing in March 2023. On 8 February 2019, the Group extended the maturity of \$4.3 billion of its revolving credit facility by one year from March 2023 to March 2024. On 1 January 2019, a committed shareholder loan facility of \$1.8 billion from Mitsubishi Corporation became available to Anglo American Quellaveco SA to meet Mitsubishi's commitment to fund 40% of remaining capital expenditure on the Quellaveco copper project in Peru. As at 30 June 2019 the material committed bank facilities comprised of the following.

	Currency	Total committed bank facilities (bn)	Drawings under committed facilities (bn)	Undrawn committed facilities (bn)	Maturity	Financial Covenants
Anglo American Capital	USD	6.3	0.1	6.2 ⁽¹⁾	2023-24	None
Anglo American South Africa	ZAR	15.2	-	15.2 ⁽²⁾	2020 –21	Yes ⁽³⁾
Anglo American Platinum	ZAR	11.5	0.3	11.1 ⁽⁴⁾	2020 - 2024	Yes ⁽³⁾
Kumba Iron Ore	ZAR	12.0	-	12.0	2020	Yes ⁽⁵⁾
Anglo American Quellaveco S.A.	USD	1.8	0.1	1.7	2028	None

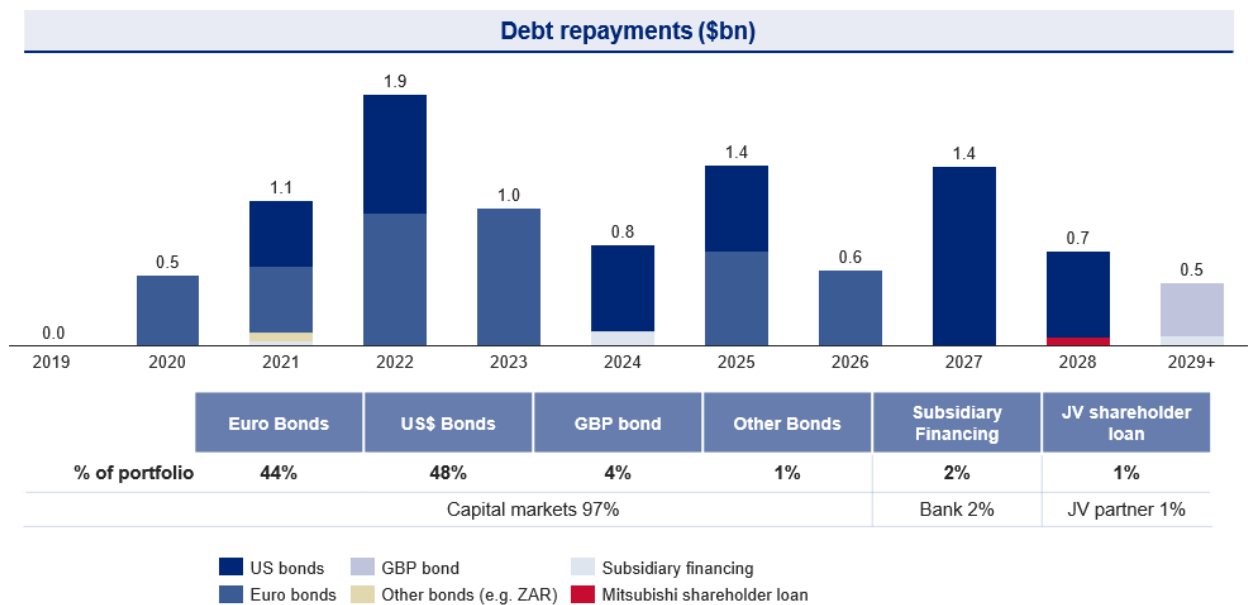
- (1) Pricing on the Core Credit facility is subject to a credit rating margin grid with a floor at BB+ (S&P) and Ba1 (Moody's).
- (2) Includes ZAR2.2billion in respect of facilities with 364 day maturity and ZAR1.7 billion in respect of facilities with 18 month maturity which roll automatically on a daily basis, unless notice is served.
- (3) Financial covenants are based on maximum net debt to tangible net worth ratios and minimum tangible net worth values.

- (4) Includes ZAR1.0 billion in respect of facilities with 364 day maturity and ZAR2.3 billion in respect of facilities with 18 month maturity which roll automatically on a daily basis, unless notice is served.
- (5) Financial covenants are based on net debt to EBITDA and EBITDA to interest expense ratios.

3. Drawn Debt Maturity Profile

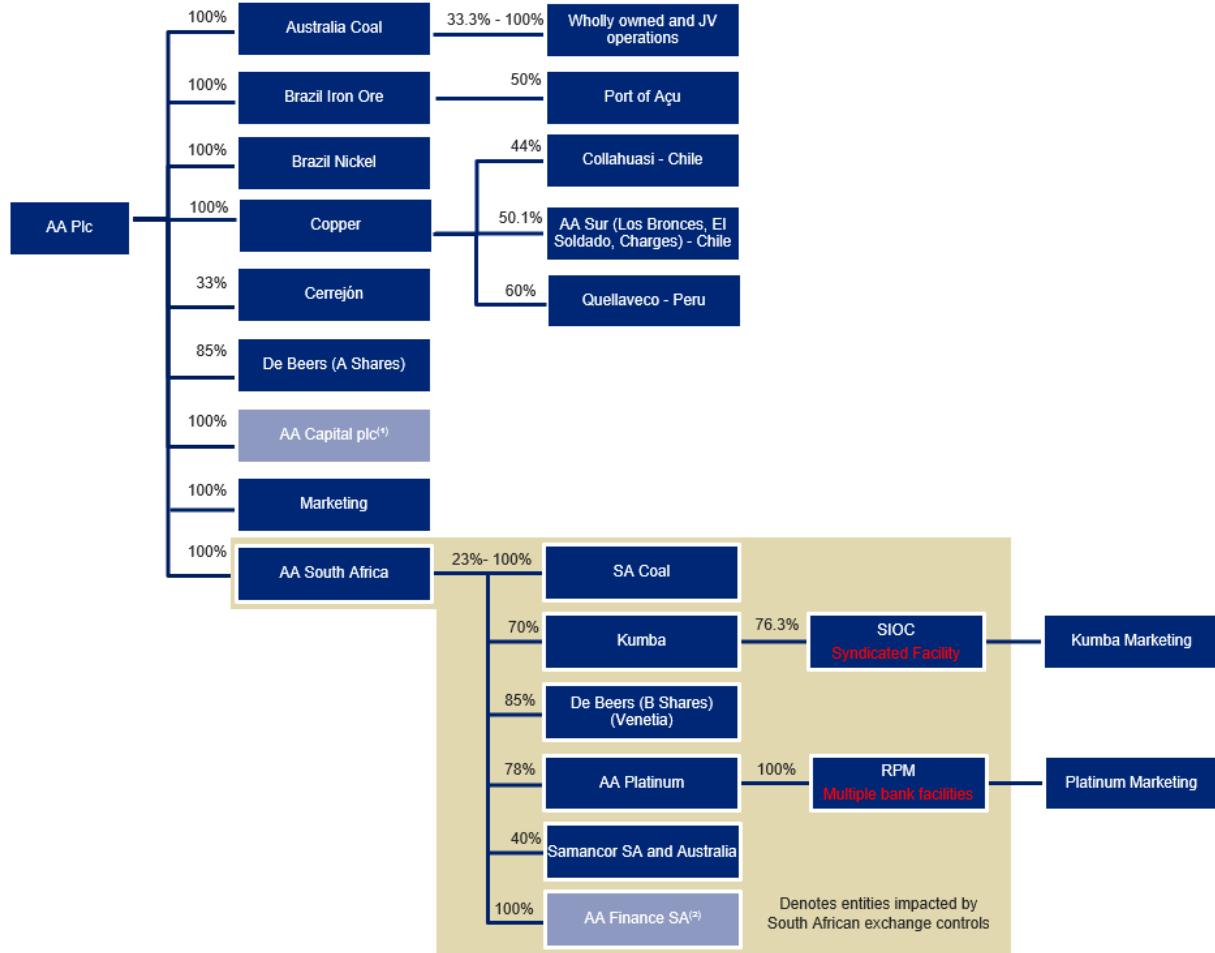
At 30 June 2019, the group had \$9.5bn of senior unsecured bonds outstanding in the European EMTN, US144a, and South African DMTN markets. The bonds have a balanced maturity profile through to 2029. All the Group's bonds in issuance are guaranteed by Anglo American plc. None are subject to financial covenants or coupon step ups.

The debt maturity profile is stated based on contractual repayment obligations including derivative mark to markets and excluding accrued interest.



All bonds, other than the South African DMTN, have been swapped to US\$ Libor at or around the time of issuance through the use of interest rate and cross currency swaps with Group relationship banks. These swaps are guaranteed by Anglo American plc and are not subject to any further credit support such as Credit Support Annex or collateral arrangements.

4. Group simplified corporate structure



- (1) Issuer under EMTN and US 144a transactions – guaranteed by Anglo American plc, borrower under US\$5.4bn Revolving Credit Facilities – guaranteed by Anglo American plc, principal financing vehicle outside of South Africa.
- (2) Issuer under the South African DMTN programme guaranteed by AA plc, Borrower under a number of bank facilities - guaranteed by AASA, principal financing vehicle for South African companies.