



# Market Release

Newcrest Mining  
17 December 2015



## Change in Reporting Currency

Newcrest today announced that its reporting currency is to change from Australian dollars to US dollars, commencing with the 2016 financial year.

The Company believes that the change in reporting currency to US dollars will enhance comparability with Newcrest's industry peer group, the majority of which report in US dollars.

The quarterly report for the quarter ending 31 December 2015 and the half-year financial report for the six months ending 31 December 2015 (Appendix 4D) will be presented in US dollars.

Historical financial information presented in US dollars is provided on the following pages.

For further information, please contact:

**Investor Enquiries**

Christopher Maitland

T: +61 3 9522 5717

E: [Chris.Maitland@newcrest.com.au](mailto:Chris.Maitland@newcrest.com.au)

Jon Gourlay

T: +61 3 9522 5448

E: [Jon.Gourlay@newcrest.com.au](mailto:Jon.Gourlay@newcrest.com.au)

**Media Enquiries**

Anna Freeman

T: +61 3 9522 5548

E: [Anna.Freeman@newcrest.com.au](mailto:Anna.Freeman@newcrest.com.au)

This information is available on our website at [www.newcrest.com.au](http://www.newcrest.com.au)

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## EXPLANATION OF CHANGE

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Newcrest has changed its reporting (presentation) currency from Australian dollars to US dollars in the current financial year. The Company believes that the change in reporting currency to US dollars will enhance comparability with Newcrest's industry peer group, the majority of which report in US dollars.

The change in reporting currency represents a voluntary change in accounting policy which is accounted for retrospectively. All other accounting policies are the same as those adopted in the annual financial report for the year ended 30 June 2015.

The financial information set out on page 2 to 8 has been translated into US dollars using the procedures outlined below:

1. The Income Statements and Statements of Cash Flows have been translated to US dollars using average exchange rates for the relevant period.
2. Assets and Liabilities in the Statement of Financial Position have been translated to US dollars using the exchange rate as at the relevant balance dates. The exchange rates were as follows:

As at:

30 June 2015	0.7680
30 June 2014	0.9420
30 June 2013	0.9275

3. The Equity section of the Statement of Financial Position has been converted to US dollars using approximate historical exchange rates.

The financial information has not been audited.

**CONSOLIDATED INCOME STATEMENT**  
**THREE YEAR SUMMARY PRESENTED IN US DOLLARS**

	FY2015 US\$m	FY2014 US\$m	FY2013 US\$m
Operating sales revenue	3,604	3,707	3,859
Cost of sales	(2,752)	(2,844)	(2,986)
<b>Gross profit</b>	<b>852</b>	<b>863</b>	<b>873</b>
Exploration expenses	(30)	(34)	(66)
Corporate administration expenses	(96)	(123)	(137)
Other income/(expenses)	36	(11)	(82)
Share of profit/(loss) of associate	15	20	(100)
Loss on disposal of associate	(57)	-	-
Restructure costs	-	(43)	(67)
Write-down of non-current assets	-	(164)	(155)
Impairment reversal/(loss)	160	(2,944)	(5,701)
Impairment reversal/(charge) in associate	-	10	(140)
<b>Profit/(loss) before interest and income tax</b>	<b>880</b>	<b>(2,426)</b>	<b>(5,575)</b>
Finance income	1	1	1
Finance costs	(159)	(161)	(112)
<b>Profit/(loss) before income tax</b>	<b>722</b>	<b>(2,586)</b>	<b>(5,686)</b>
Income tax (expense)/benefit	(335)	486	373
<b>Profit/(loss) after income tax</b>	<b>387</b>	<b>(2,100)</b>	<b>(5,313)</b>
<b>Profit/(loss) after tax attributable to:</b>			
Non-controlling interests	11	5	6
Owners of the parent	376	(2,105)	(5,319)
	<b>387</b>	<b>(2,100)</b>	<b>(5,313)</b>
<b>Profit/(loss) after tax attributable to owners of the parent comprises:</b>			
Profit/(loss) after tax attributable to owners of the parent	<b>376</b>	<b>(2,105)</b>	<b>(5,319)</b>
Impairment reversal/(loss)	43	(2,225)	(5,153)
Impairment reversal/(loss) of associate	-	10	(140)
Write-down of non-current assets	-	(115)	(109)
Write-down of inventory	(34)	(23)	(119)
Share of associate's impairment	-	-	(113)
Loss on disposal of associate	(57)	-	-
Restructure costs	-	(32)	(47)
De-recognition of deferred tax asset	-	-	(97)
Research and development tax claim amendment	-	(113)	-
<b>Total of significant items after tax</b>	<b>(48)</b>	<b>(2,498)</b>	<b>(5,778)</b>
<b>Underlying profit</b>	<b>424</b>	<b>393</b>	<b>459</b>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**THREE YEAR SUMMARY PRESENTED IN US DOLLARS**

	30 June 15 US\$m	30 June 14 US\$m	30 June 13 US\$m
<b>Current assets</b>			
Cash and cash equivalents	198	133	64
Trade and other receivables	158	160	166
Inventories	619	754	877
Other financial assets	13	13	17
Current tax asset	14	60	54
Other assets	61	73	111
<b>Total current assets</b>	<b>1,063</b>	<b>1,193</b>	<b>1,289</b>
<b>Non-current assets</b>			
Inventories	1,115	1,091	1,158
Other financial assets	97	10	10
Property, plant and equipment	4,067	4,411	5,142
Exploration, evaluation and development	5,160	5,538	7,292
Other intangible assets	61	83	106
Goodwill	-	-	404
Deferred tax assets	140	270	303
Investment in associate	-	152	122
Other assets	100	51	10
<b>Total non-current assets</b>	<b>10,740</b>	<b>11,606</b>	<b>14,547</b>
<b>Total assets</b>	<b>11,803</b>	<b>12,799</b>	<b>15,836</b>
<b>Current liabilities</b>			
Trade and other payables	327	301	576
Borrowings	-	105	1
Provisions	168	203	223
Current tax liability	3	-	-
Other financial liabilities	11	9	66
<b>Total current liabilities</b>	<b>509</b>	<b>618</b>	<b>866</b>
<b>Non-current liabilities</b>			
Borrowings	3,087	3,734	3,905
Provisions	353	338	327
Deferred tax liabilities	897	849	1,461
<b>Total non-current liabilities</b>	<b>4,337</b>	<b>4,921</b>	<b>5,693</b>
<b>Total liabilities</b>	<b>4,846</b>	<b>5,539</b>	<b>6,559</b>
<b>Net assets</b>	<b>6,957</b>	<b>7,260</b>	<b>9,277</b>
<b>Equity</b>			
Issued capital	11,673	11,679	11,678
Accumulated losses	(4,679)	(5,055)	(2,950)
Reserves	(145)	517	420
<b>Equity attributable to owners of the parent</b>	<b>6,849</b>	<b>7,141</b>	<b>9,148</b>
Non-controlling interests	108	119	129
<b>Total equity</b>	<b>6,957</b>	<b>7,260</b>	<b>9,277</b>

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**THREE YEAR SUMMARY PRESENTED IN US DOLLARS**

	FY2015 US\$m	FY2014 US\$m	FY2013 US\$m
<b>Cash flows from operating activities</b>			
Receipts from customers	3,509	3,683	3,919
Payments to suppliers and employees	(2,067)	(2,448)	(2,505)
Interest received	1	1	1
Interest paid	(144)	(150)	(100)
Income taxes paid	(23)	(125)	(167)
Dividends received	4	4	-
<b>Net cash provided by operating activities</b>	<b>1,280</b>	<b>965</b>	<b>1,148</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment	(182)	(265)	(483)
Mine under construction, development and feasibility expenditure	(225)	(326)	(1,474)
Exploration and evaluation expenditure	(38)	(57)	(156)
Production stripping expenditure	(63)	(175)	(451)
Information systems development	(1)	(7)	(41)
Interest capitalised to development projects	(5)	(6)	(36)
Proceeds from sale of assets	88	7	9
<b>Net cash used in investing activities</b>	<b>(426)</b>	<b>(829)</b>	<b>(2,632)</b>
<b>Free cash flow</b>	<b>854</b>	<b>136</b>	<b>(1,484)</b>
<b>Cash flows from financing activities</b>			
Net proceeds from/(repayment of) borrowings:			
• US dollar bilateral bank debt	(655)	(45)	455
• US dollar corporate bonds	-	-	992
• US dollar private placement debt	(105)	-	-
• Finance lease	-	(1)	(3)
Payment for treasury shares	(7)	(6)	(1)
Proceeds from partial sale of shares in subsidiary to non-controlling interest, net of withholding tax	-	-	122
Dividends paid:			
• Members of the parent entity	-	-	(237)
• Non-controlling interests	(22)	(15)	(27)
<b>Net cash (used in)/ provided by financing activities</b>	<b>(789)</b>	<b>(67)</b>	<b>1,301</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>65</b>	<b>69</b>	<b>(183)</b>
Cash and cash equivalents at the beginning of the year	133	64	247
<b>Cash and cash equivalents at the end of the year</b>	<b>198</b>	<b>133</b>	<b>64</b>

**SEGMENT INFORMATION**  
**THREE YEAR SUMMARY PRESENTED IN US DOLLARS**

	<b>Cadia Valley US\$m</b>	<b>Telfer US\$m</b>	<b>Lihir US\$m</b>	<b>Gosowong US\$m</b>	<b>Hidden Valley US\$m</b>	<b>West Africa US\$m</b>	<b>Total Operations US\$m</b>	<b>Exploration &amp; Other US\$m</b>	<b>Corporate<sup>(1)</sup> US\$m</b>	<b>Total Group US\$m</b>
<b>FY2015</b>										
External sales revenue	1,278	794	844	414	136	138	3,604	-	-	3,604
EBITDA	733	278	135	214	13	62	1,435	(30)	(20)	1,385
Depreciation and amortisation	(191)	(44)	(160)	(98)	(27)	(29)	(549)	-	(25)	(574)
<b>EBIT (Segment result)</b>	<b>542</b>	<b>234</b>	<b>(25)</b>	<b>116</b>	<b>(14)</b>	<b>33</b>	<b>886</b>	<b>(30)</b>	<b>(45)</b>	<b>811</b>
<b>Capital Expenditure <sup>(2)</sup></b>	<b>233</b>	<b>43</b>	<b>87</b>	<b>34</b>	<b>31</b>	<b>15</b>	<b>443</b>	<b>23</b>	<b>5</b>	<b>471</b>
Segment assets <sup>(3)</sup>	3,505	889	5,805	567	71	200	11,037	516	250	11,803
Segment liabilities	591	192	854	156	52	38	1,883	9	2,954	4,846
<b>Net assets</b>	<b>2,914</b>	<b>697</b>	<b>4,951</b>	<b>411</b>	<b>19</b>	<b>162</b>	<b>9,154</b>	<b>507</b>	<b>(2,704)</b>	<b>6,957</b>
<b>FY2014</b>										
External sales revenue	1,132	871	968	445	156	135	3,707	-	-	3,707
EBITDA	609	277	323	238	26	34	1,507	(34)	(87)	1,386
Depreciation and amortisation	(159)	(69)	(205)	(101)	(36)	(41)	(611)	-	(27)	(638)
<b>EBIT (Segment result)</b>	<b>450</b>	<b>208</b>	<b>118</b>	<b>137</b>	<b>(10)</b>	<b>(7)</b>	<b>896</b>	<b>(34)</b>	<b>(114)</b>	<b>748</b>
<b>Capital Expenditure <sup>(2)</sup></b>	<b>344</b>	<b>70</b>	<b>231</b>	<b>53</b>	<b>25</b>	<b>11</b>	<b>734</b>	<b>27</b>	<b>12</b>	<b>773</b>
Segment assets <sup>(3)</sup>	4,223	699	5,953	560	306	281	12,022	495	282	12,799
Segment liabilities	647	188	874	127	62	34	1,932	10	3,597	5,539
<b>Net assets</b>	<b>3,576</b>	<b>511</b>	<b>5,079</b>	<b>433</b>	<b>244</b>	<b>247</b>	<b>10,090</b>	<b>485</b>	<b>(3,315)</b>	<b>7,260</b>

**SEGMENT INFORMATION**  
**THREE YEAR SUMMARY PRESENTED IN US DOLLARS**

	<b>Cadia Valley US\$m</b>	<b>Telfer US\$m</b>	<b>Lihir US\$m</b>	<b>Gosowong US\$m</b>	<b>Hidden Valley US\$m</b>	<b>West Africa US\$m</b>	<b>Total Operations US\$m</b>	<b>Exploration &amp; Other US\$m</b>	<b>Corporate<sup>(1)</sup> US\$m</b>	<b>Total Group US\$m</b>
<b>FY2013</b>										
External sales revenue	1,077	1,004	985	494	160	139	3,859	-	-	3,859
EBITDA	501	294	581	314	3	64	1,757	(66)	(184)	1,507
Depreciation and amortisation	(136)	(255)	(154)	(100)	(48)	(27)	(720)	-	(22)	(742)
<b>EBIT (Segment result)</b>	<b>365</b>	<b>39</b>	<b>427</b>	<b>214</b>	<b>(45)</b>	<b>37</b>	<b>1,037</b>	<b>(66)</b>	<b>(206)</b>	<b>765</b>
<b>Capital Expenditure <sup>(2)</sup></b>	<b>661</b>	<b>421</b>	<b>892</b>	<b>112</b>	<b>87</b>	<b>102</b>	<b>2,275</b>	<b>94</b>	<b>80</b>	<b>2,449</b>
Segment assets <sup>(3)</sup>	3,986	900	8,691	554	363	500	14,994	430	412	15,836
Segment liabilities	573	255	1,657	145	76	74	2,780	27	3,752	6,559
<b>Net assets</b>	<b>3,413</b>	<b>645</b>	<b>7,034</b>	<b>409</b>	<b>287</b>	<b>426</b>	<b>12,214</b>	<b>403</b>	<b>(3,340)</b>	<b>9,277</b>

(1) Includes investment in associate and eliminations.

(2) Represents additions to property, plant and equipment, production stripping expenditure, mine under construction, development and feasibility expenditure and information systems development.

(3) Segment assets are net of write-downs and impairments.



**ALL-IN SUSTAINING COST PER OUNCE  
Q1 FY2016 AND FY2015 PRESENTED IN US DOLLARS**

	3 months to 30 September 2015 US\$/oz								12 months to 30 June 2015 US\$/oz							
	Cadia <sup>(1)</sup>	Telfer	Lihir	Gosowong	Hidden Valley	Bonikro	Corporate/Other <sup>(2)</sup>	Group	Cadia <sup>(1)</sup>	Telfer	Lihir	Gosowong	Hidden Valley	Bonikro	Corporate/Other <sup>(2)</sup>	Group
Gold Sales (oz)	145,230	97,526	183,558	99,707	11,331	36,049		573,400	679,077	518,163	691,660	332,007	98,103	114,051		2,433,060
On site operating costs (including adjustments to inventory)	494	998	864	481	2,009	538	3	732	619	836	994	536	1,189	626	-	785
Royalties	55	41	25	49	39	35	-	40	55	41	27	55	32	40	-	42
Third party smelting, refining and transport costs	126	92	3	11	39	2	-	51	155	118	3	11	33	4	-	72
By-product credits	(572)	(227)	-	(18)	(159)	(2)	-	(189)	(720)	(311)	(0)	(22)	(160)	(3)	-	(273)
<b>Adjusted operating costs</b>	<b>102</b>	<b>905</b>	<b>892</b>	<b>522</b>	<b>1,929</b>	<b>574</b>	<b>3</b>	<b>634</b>	<b>109</b>	<b>685</b>	<b>1,024</b>	<b>580</b>	<b>1,093</b>	<b>667</b>	<b>-</b>	<b>626</b>
Corporate general & administrative costs <sup>(2)</sup>	-	-	0	-	-	-	22	22	-	-	0	-	-	-	29	29
Reclamation and remediation costs	4	20	5	31	23	1	-	12	4	10	5	5	15	3	-	6
Production stripping & underground mine development	-	88	26	-	159	0	-	26	-	9	59	-	211	-	-	27
Capital expenditure (sustaining)	71	85	71	110	111	79	2	83	88	81	66	103	106	58	2	84
Exploration (sustaining)	4	9	1	16	-	19	0	7	2	5	2	31	0	10	0	7
<b>All-In Sustaining Cost</b>	<b>181</b>	<b>1,108</b>	<b>996</b>	<b>679</b>	<b>2,222</b>	<b>674</b>	<b>27</b>	<b>785</b>	<b>203</b>	<b>791</b>	<b>1,156</b>	<b>719</b>	<b>1,424</b>	<b>738</b>	<b>31</b>	<b>780</b>

**Note:**  
<sup>(1)</sup> Cadia includes pre-commissioning and development sales from the Cadia East project of 549 ounces of gold and 89 tonnes of copper in the September 2015 quarter, and 21,060 ounces of gold and 2,102 tonnes of copper in the twelve months ended 30 June 2015. Costs associated with these sales are capitalised and are not included in the operating cost calculations throughout this report.  
<sup>(2)</sup> Corporate general & administrative costs include share-based remuneration and non-cash inventory write-downs.

All figures shown represent 100% (regardless of Newcrest's percentage ownership interest), other than Hidden Valley sales which are shown at 50%. All-In Sustaining Cost metrics are as per the World Gold Council Guidance Note on Non-GAAP Metrics, released 27 June 2013.

AISC in US\$/ounce is derived from Newcrest's restated US\$ financial statements and in some periods and for some assets varies slightly from previously reported US\$/ounce AISC outcomes.

## OTHER FINANCIAL INFORMATION

		For the year ended		
		30 June 2015	30 June 2014	30 June 2013
EBITDA	US\$m	1,385	1,386	1,507
EBIT	US\$m	811	748	765
Net Debt	US\$m	2,889	3,706	3,842
Gearing	%	29.3	33.8	29.3
Net Debt to EBITDA	times	2.09	2.67	2.55
ROCE	%	7.8	6.2	5.0
Earnings/(loss) per share - basic	US cents/share	49.1	(274.6)	(694.5)
Closing exchange rate	A\$:US\$	0.7680	0.9420	0.9275

### Notes

- All figures in this report relate to the businesses of the Newcrest Mining Limited Group ('Newcrest' or 'the Group'). All references to 'the Company' are to Newcrest Mining Limited.
- Newcrest's results are reported under International Financial Reporting Standards ('IFRS'). This report also includes certain non-IFRS financial information, including the following:
  - 'Underlying profit' is profit or loss after tax before significant items attributable to owners of the Company.
  - 'EBITDA' is Earnings before interest, tax, depreciation and amortisation, and significant items. 'EBIT' is Earnings before interest, tax and significant items.
  - 'AISC' is All-In Sustaining Cost as per World Gold Council Guidance Note on Non-GAAP Metrics released June 2013. AISC will vary from period to period as a result of various factors including production performance, timing of sales, and the level of sustaining capital and the relative contribution of each asset.
  - Net debt to EBITDA is calculated as net debt divided by EBITDA.
  - 'ROCE' is Return on Capital Employed and is calculated as EBIT expressed as a percentage of average total capital employed (net debt and total equity).
  - 'Free Cash Flow' is calculated as cash flow from operating activities less cash flow related to investing activities.

Underlying profit, EBIT, EBITDA, Free Cash Flow, AISC, ROCE and Net Debt to EBITDA are non-IFRS financial measures which Newcrest employs in managing the business. They are used by management to assess the performance of the business and make decisions on the allocation of resources and have been included in this report to provide greater understanding of the underlying financial performance of Newcrest's operations. When reviewing business performance this non-IFRS information should be used in addition to, and not as a replacement of, measures prepared in accordance with IFRS. These measures have not been subject to audit by Newcrest's external auditor. These measures do not have any standard definition under IFRS and may be calculated differently by other companies.