

17 October 2016

NEWS RELEASE

AngloGold Ashanti Australia Ltd signs Farm-in Agreement with Saracen Mineral Holdings Ltd

(PERTH) – AngloGold Ashanti Australia Ltd (ASX:AGG) has signed a Farm-in Agreement (the Agreement) with Saracen Mineral Holdings Ltd (ASX:SAR) subsidiary, Saracen Gold Mines Pty Ltd (Saracen), under which AngloGold Ashanti Australia (AGAA) can earn up to a 70% interest in Saracen’s Butcher Well and Lake Carey tenements in Western Australia.

The tenements are located along the western side of Lake Carey, west of AGAA’s 100% owned Sunrise Dam gold mine, and complementary to AGAA’s existing large tenement package (see *Figure 1*).

Under the terms of the Agreement, AGAA can earn a 51% participating interest in the tenements by funding project expenditure of not less than A\$15 million, of which at least A\$6 million must be spent on the Lake Carey tenements, within four years (48 months).

AGAA can earn an additional 19% participating interest by spending a further A\$10 million within 24 months of the first farm-in period expiring.

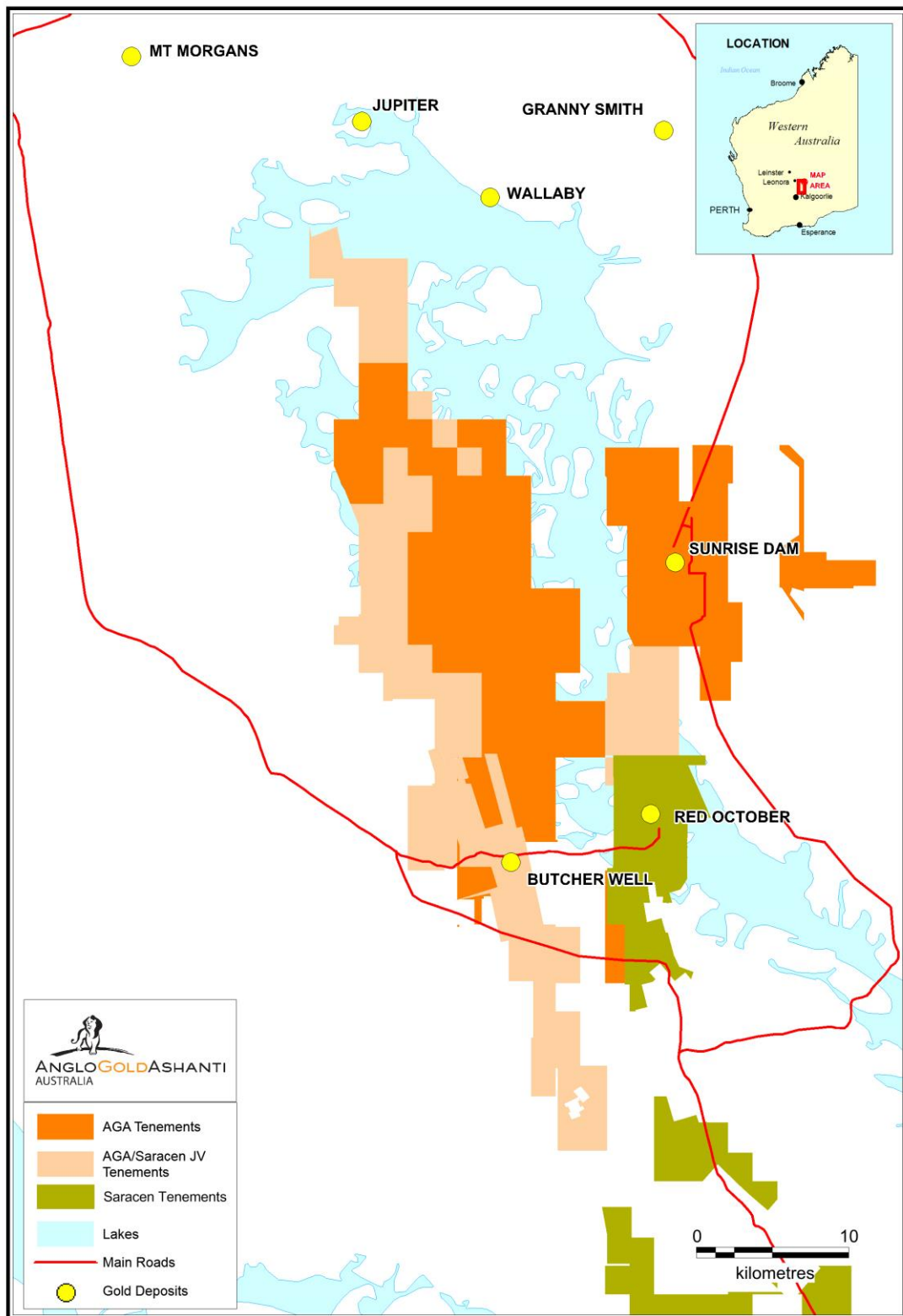
AGAA may withdraw from the project and the Agreement at any time during the farm-in period, and before satisfying the first earning requirement.

Conditions precedent include the receipt of any necessary consent or approval by the Foreign Investment Review Board.

AngloGold Ashanti Senior Vice President Greenfields Exploration, Rex Brommecker, said “We are very pleased to be able to work with Saracen to explore this large, highly prospective land package so close to our Sunrise Dam operation.

“This package, when combined with our own package of tenements on and around Lake Carey, gives us an opportunity to build on and integrate our extensive knowledge of the geology of the district to be uniquely positioned to make the next big discovery in the area”.

Figure 1: Locality Map of Tenement Area



ENDS

Contacts

Media

Andrea Maxey

+61 (0) 8 9425 4603/+61 (0) 400 072 199

amaxey@anglogoldashanti.com.au

Certain statements contained in this document, other than statements of historical fact, including, without limitation, those concerning the economic outlook for the gold mining industry, expectations regarding gold prices, production, total cash costs, all-in sustaining costs, all-in costs, cost savings and other operating results, productivity improvements, growth prospects and outlook of AngloGold Ashanti's operations, individually or in the aggregate, including the achievement of project milestones, commencement and completion of commercial operations of certain of AngloGold Ashanti's exploration and production projects and the completion of acquisitions, dispositions or joint venture transactions, AngloGold Ashanti's liquidity and capital resources and capital expenditures and the outcome and consequence of any potential or pending litigation or regulatory proceedings or environmental health and safety issues, are forward-looking statements regarding AngloGold Ashanti's operations, economic performance and financial condition.

These forward-looking statements or forecasts involve known and unknown risks, uncertainties and other factors that may cause AngloGold Ashanti's actual results, performance or achievements to differ materially from the anticipated results, performance or achievements expressed or implied in these forward-looking statements. Although AngloGold Ashanti believes that the expectations reflected in such forward-looking statements and forecasts are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic, social and political and market conditions, the success of business and operating initiatives, changes in the regulatory environment and other government actions, including environmental approvals, fluctuations in gold prices and exchange rates, the outcome of pending or future litigation proceedings, and business and operational risk management.

For a discussion of such risk factors, refer to AngloGold Ashanti's annual report on Form 20-F for the year ended 31 December 2015, which was filed with the United States Securities and Exchange Commission ("SEC"). These factors are not necessarily all of the important factors that could cause AngloGold Ashanti's actual results to differ materially from those expressed in any forward-looking statements. Other unknown or unpredictable factors could also have material adverse effects on future results. Consequently, readers are cautioned not to place undue reliance on forward-looking statements. AngloGold Ashanti undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events, except to the extent required by applicable law. All subsequent written or oral forward-looking statements attributable to AngloGold Ashanti or any person acting on its behalf are qualified by the cautionary statements herein.

The financial information contained in this news release has not been reviewed or reported on by the Company's external auditors.

This communication may contain certain "Non-GAAP" financial measures. AngloGold Ashanti utilises certain Non-GAAP performance measures and ratios in managing its business. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the reported operating results or cash flow from operations or any other measures of performance prepared in accordance with IFRS. In addition, the presentation of these measures may not be comparable to similarly titled measures other companies may use. AngloGold Ashanti posts information that is important to investors on the main page of its website at www.anglogoldashanti.com and under the "Investors" tab on the main page. This information is updated regularly. Investors should visit this website to obtain important information about AngloGold Ashanti.