ANGLO FOREST PRODUCTS

Mondi South Africa

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Chairman & CEO: Andrew Thompson

18 June 2003

ANGLO FOREST PRODUCTS

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Current Position

Competitive advantages

Relevant markets

Capacities

Financial Performance

Key uncertainties and future growth

MONDI SA'S CURRENT POSITION

- Businesses managed in three integrated value chains serving export and domestic markets

  - Eucalyptus fibre and woodfree papers
  - Packaging
  - Mechanical papers

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MONDI SA'S COMPETITIVE ADVANTAGES

- Established sustainable low cost pulpwood plantations
- Economies of scale and sharp productivity focus
- $2 million per year forestry research, pursuing higher fibre yield
- Logistics planning

MONDI SA'S COMPETITIVE ADVANTAGES

- World class facilities at Richards Bay and Durban
- Scale, energy costs, established skilled workforce
- Provide platform for uncoated woodfree paper business

MONDI SA'S COMPETITIVE ADVANTAGES

- Integrated corrugated packaging
- Leader in SA corrugated market
- Whitetop kraftliner from Richards Bay globally competitive in cost and quality

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RELEVANT MARKETS FOR MONDI SA

- BEKP
- Uncoated woodfree papers – Europe and SA
- Whitetop kraftliner in Europe
- Domestic cartonboard, corrugated packaging and publications papers

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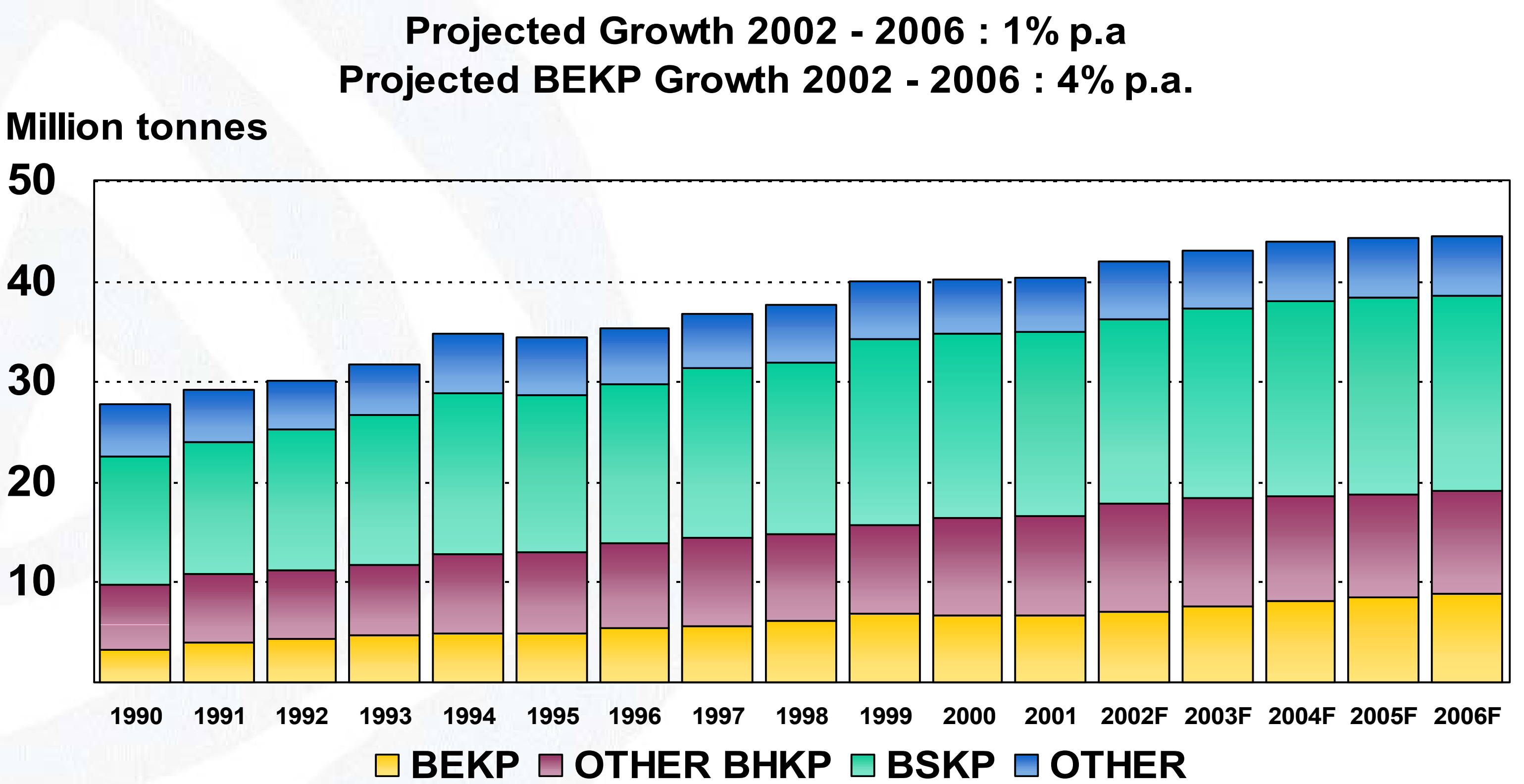
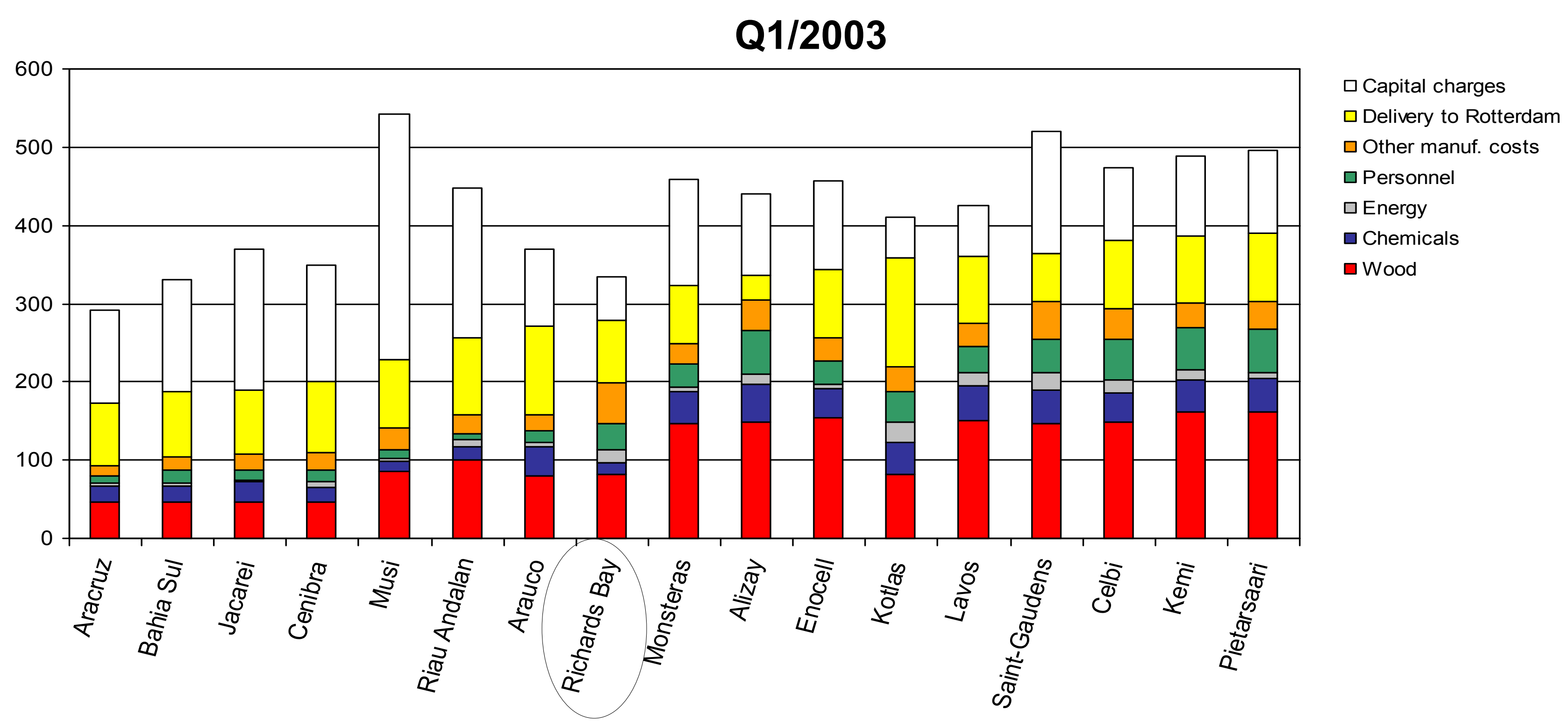
MARKET PULP DEMAND



Source: Hawkins Wright

BKP PULP COST CURVE



Source: JP

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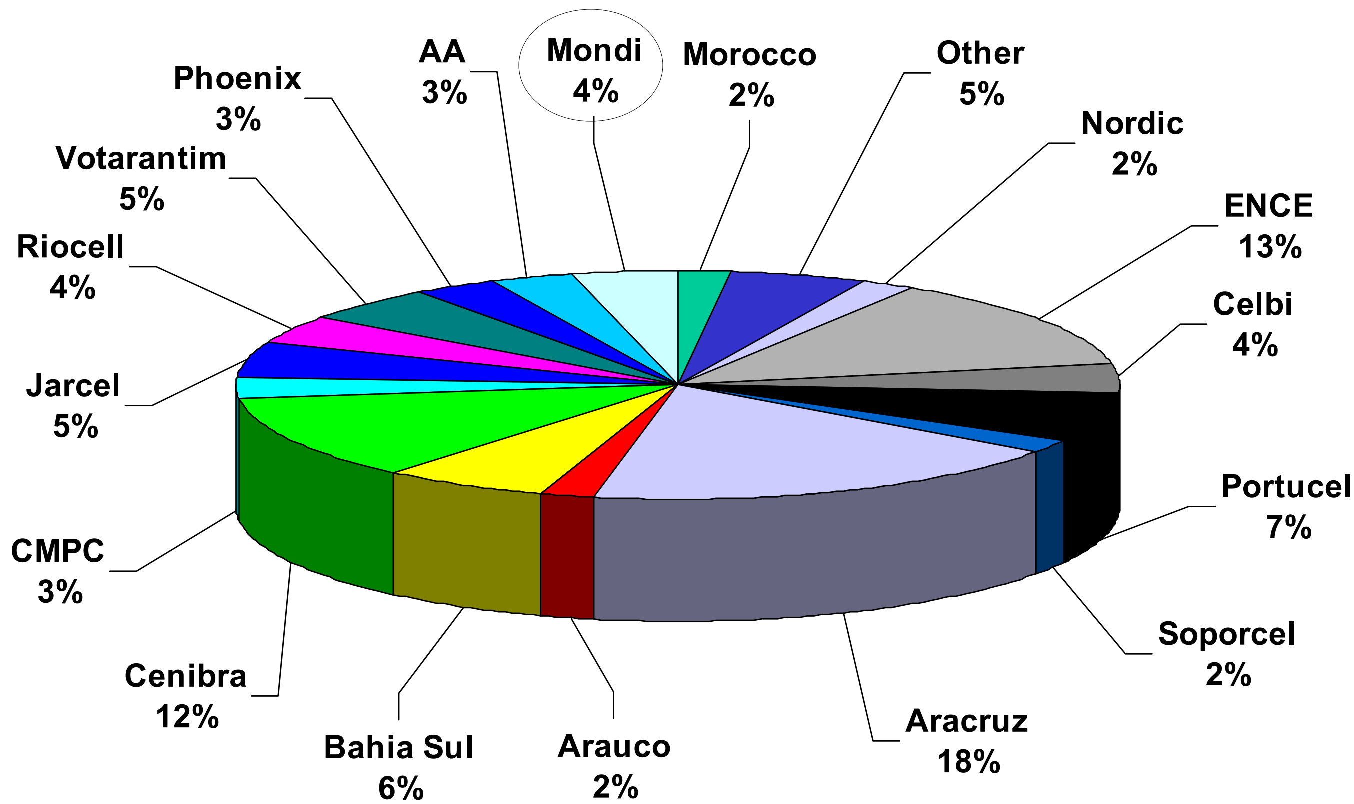
BEKP SUPPLIERS



BEKP 2002 - Capacity : 7140mt

Source: Hawkins Wright – Nov 2002

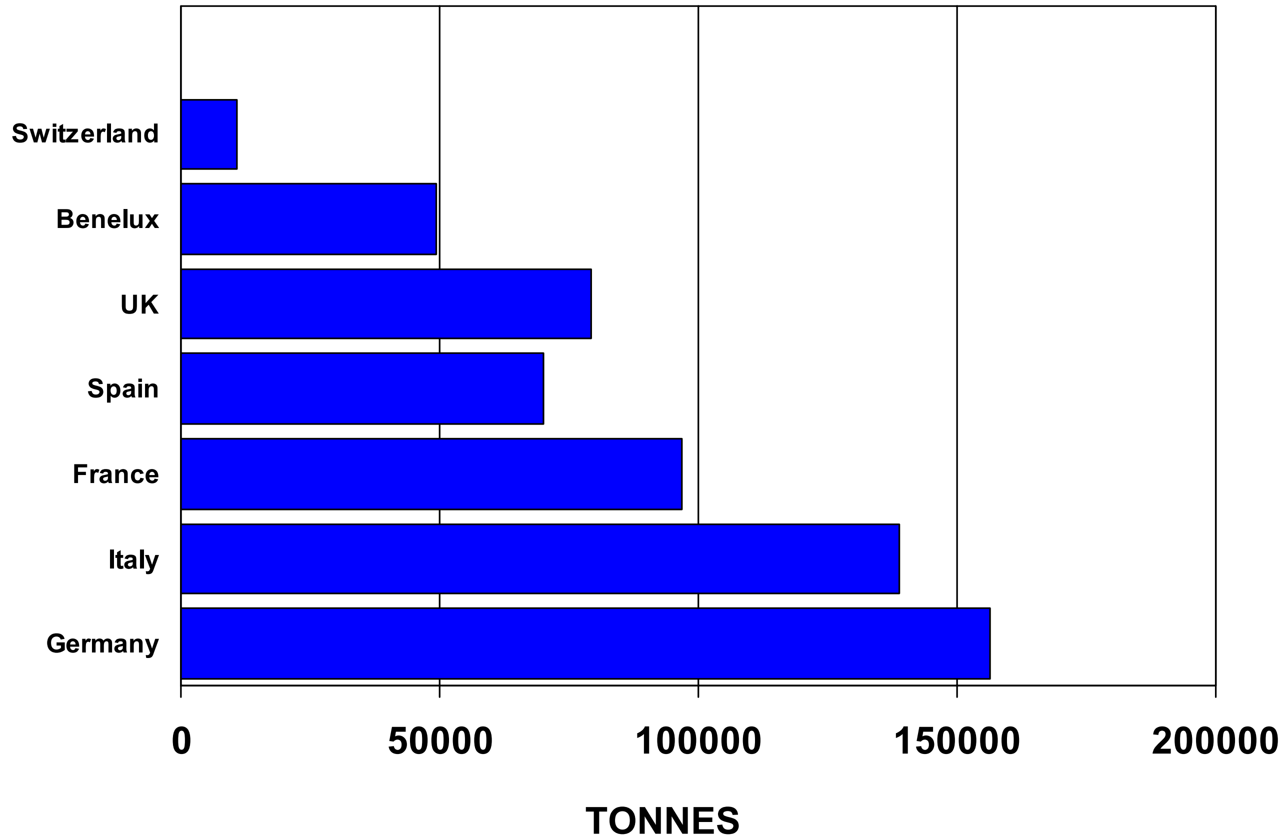
SA UNCOATED WOODFREE MARKET

- SA market some 290 000 tonnes
- Cut sheet market 130 000 tonnes
- Volume growth has been 8% per year

MONDI IN THE SA WOODFREE PAPER MARKET

- Largest market share
- Brand leader in Rotatrim
- Technologically superior
- Own distribution via Paperlink

EUROPEAN WHITETOP KRAFTLINER DEMAND



- **Total market 900 000 tonnes**

Source: ECO Report January 2003

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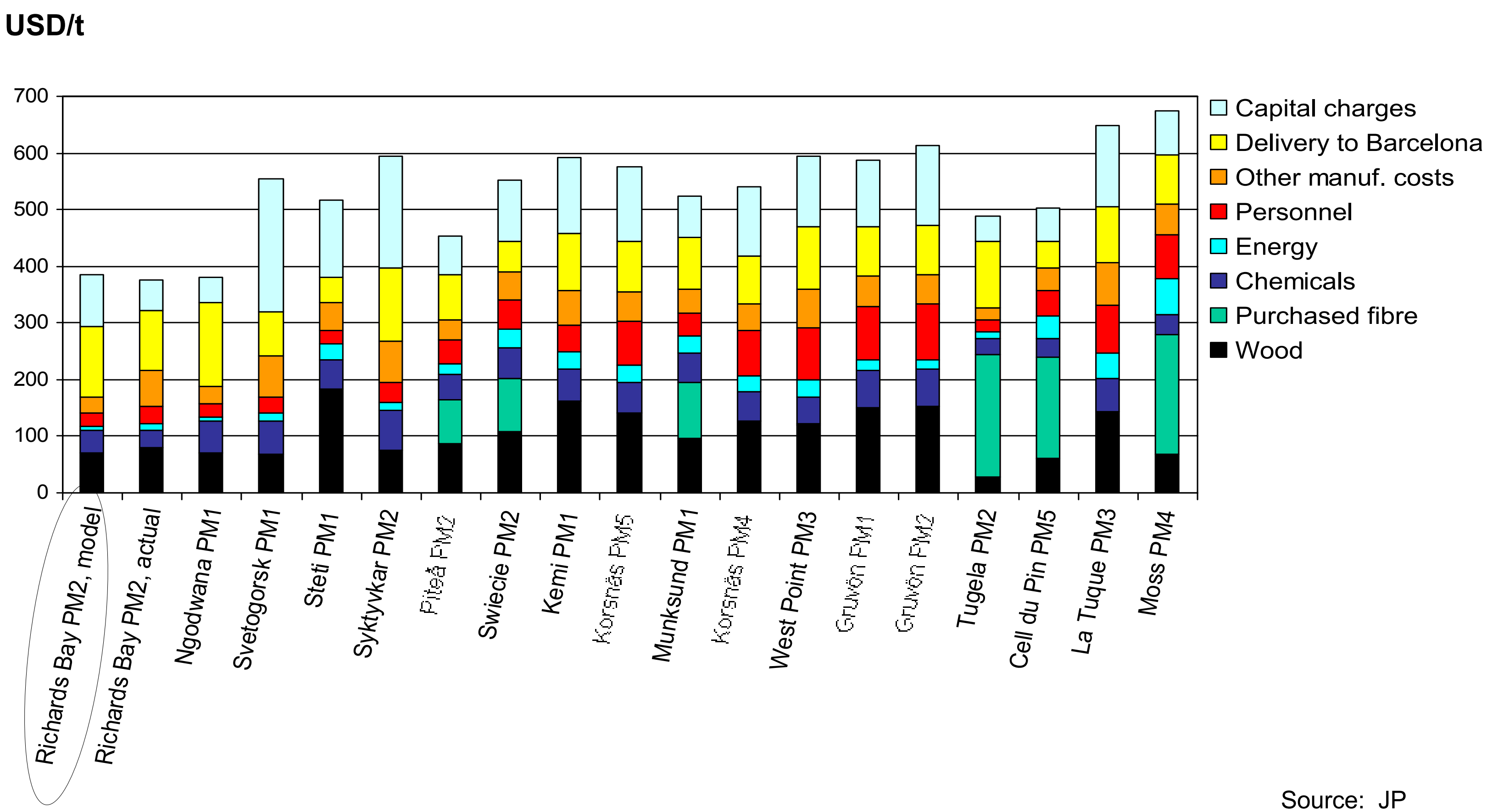
WHITETOP LINER COST CURVE



Source: JP

MONDI SALES OF BAYWHITE IN WESTERN EUROPE

- Up 13% in 2002 to 123 000 tonnes
- Market share reached 17%
- Spain the largest market with 36 000 tons of sales
- Good growth also in Italy, Germany, UK and Benelux

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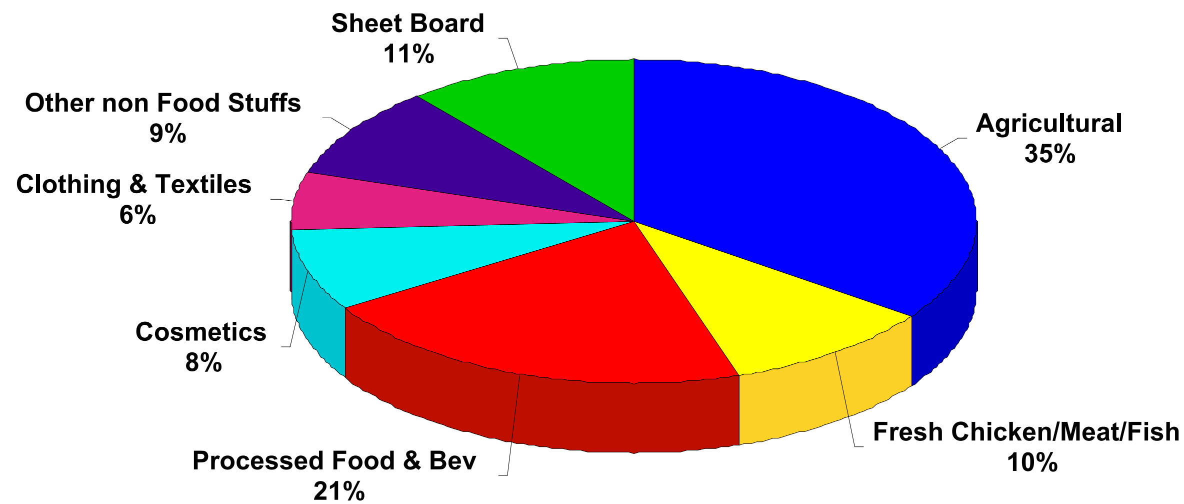
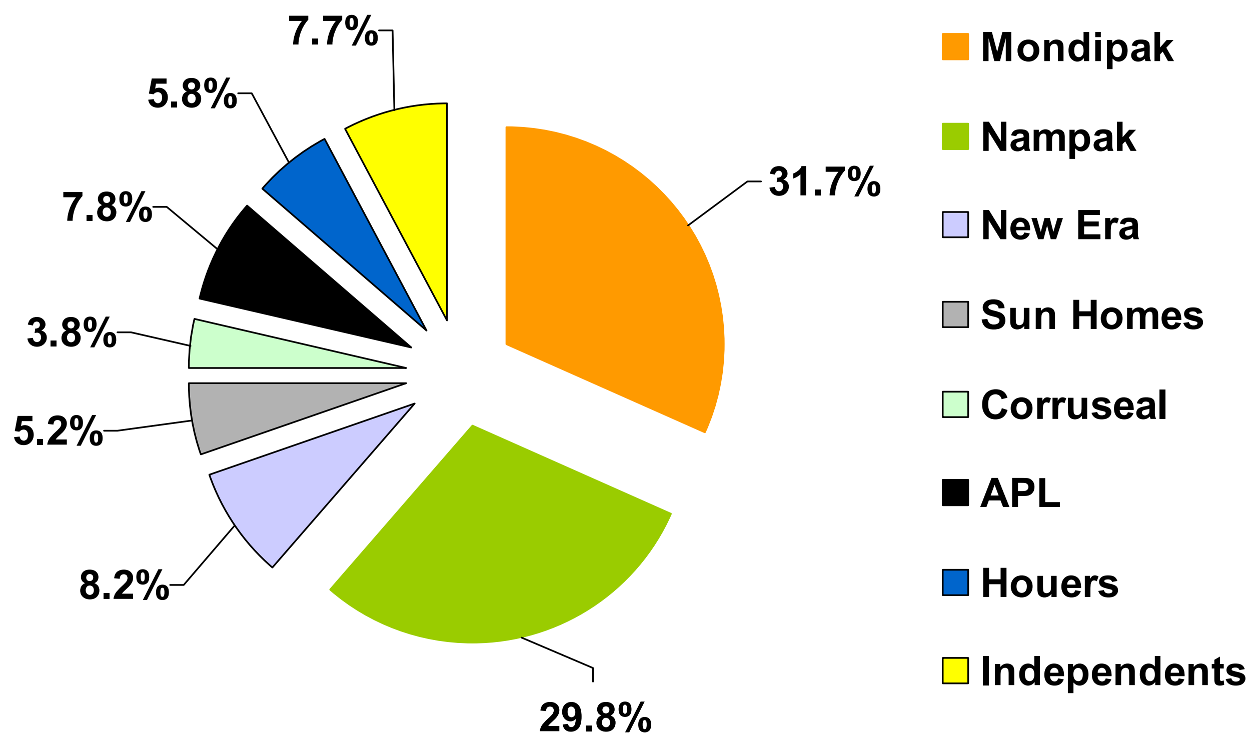
SA CORRUGATED MARKET



- Total market 571 110 tonnes
- Industrial packaging growth has slowed to less than GDP
- Fruit exports have provided a boost

SA CORRUGATED MARKET IN 2002



Total Market 571 110 tonnes

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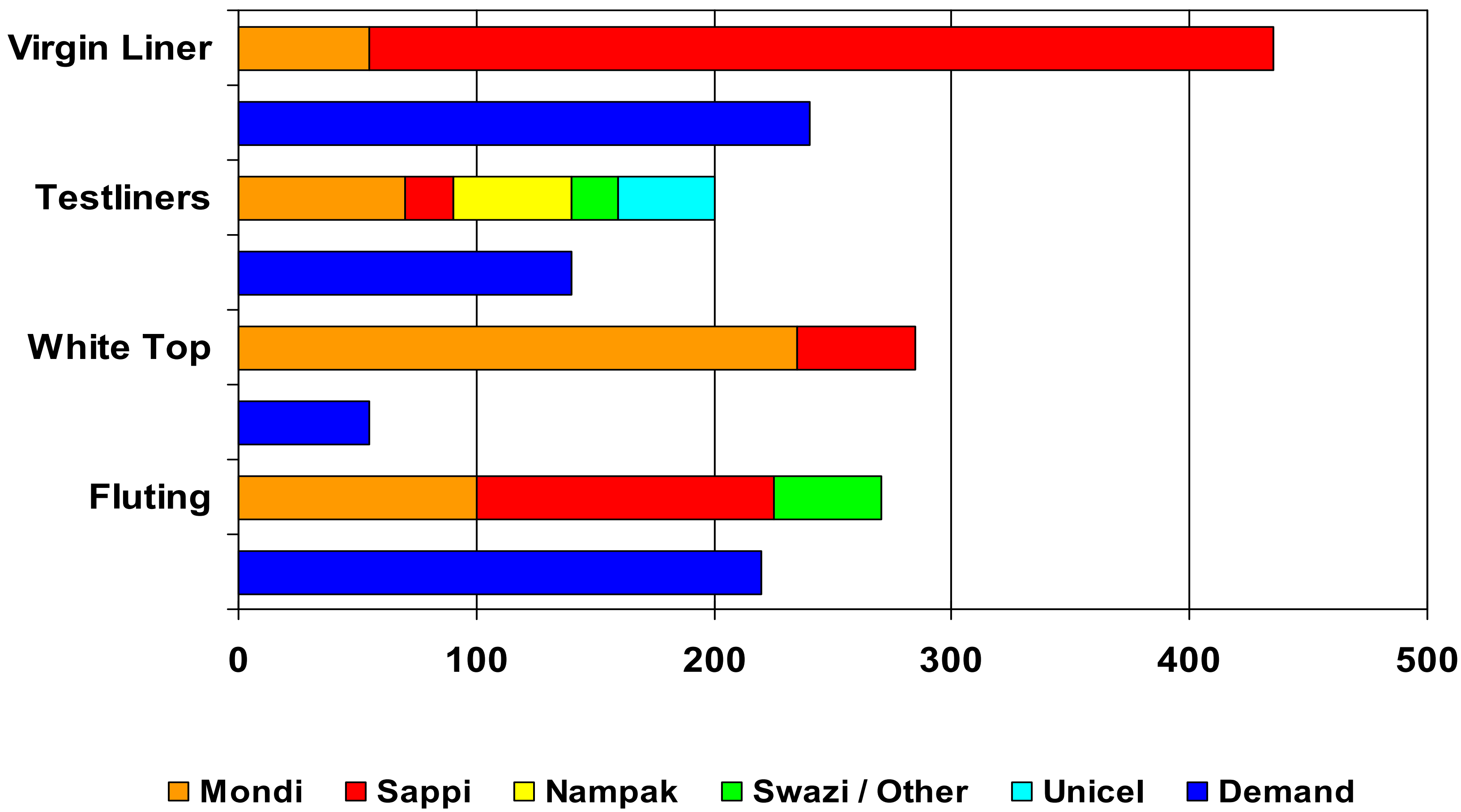
SA CCM CAPACITY VS DEMAND



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MONDI SA CAPACITIES

BEKP	440 000 tonnes
UKP	135 000 tonnes
WTKLB	225 000 tonnes
Brown liner	125 000 tonnes
Fluting	100 000 tonnes
Corrugated Board	400 million m^2
Woodfree papers	270 000 tonnes
Cut Paper Converting	262 000 tonnes

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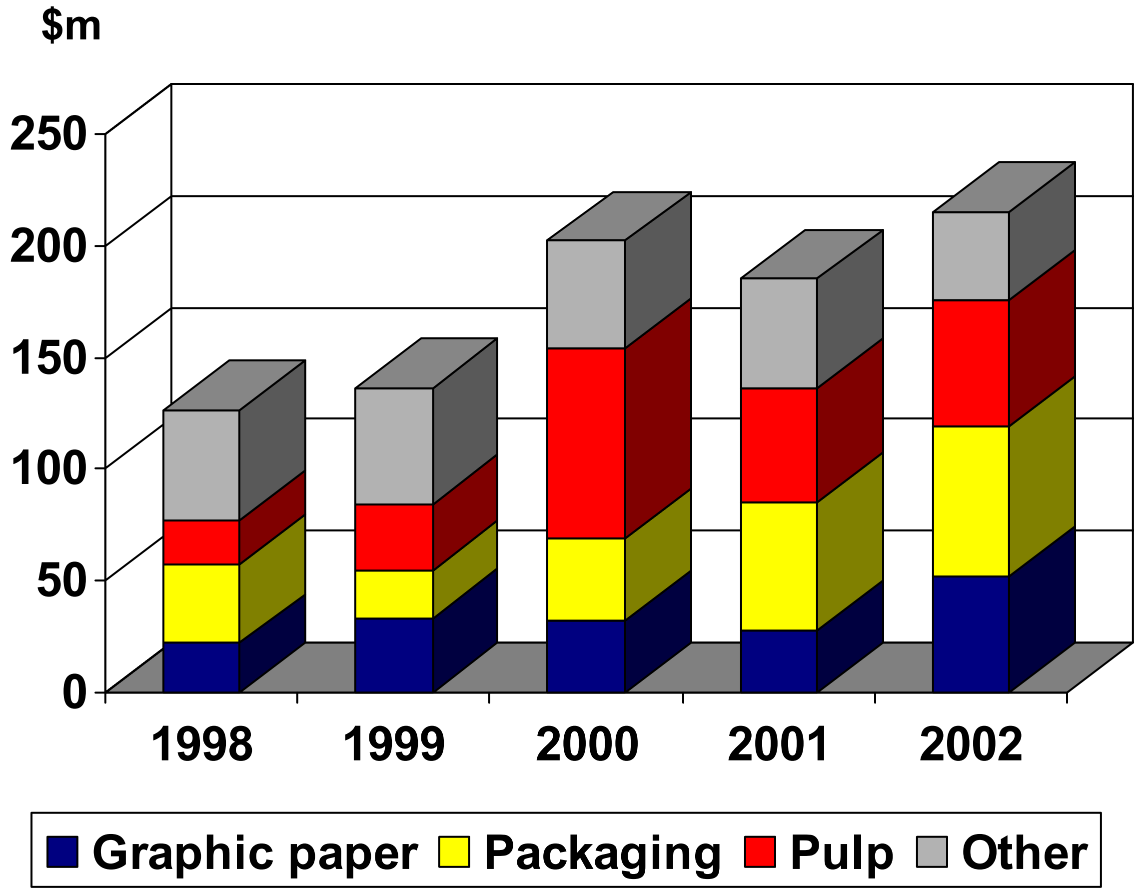
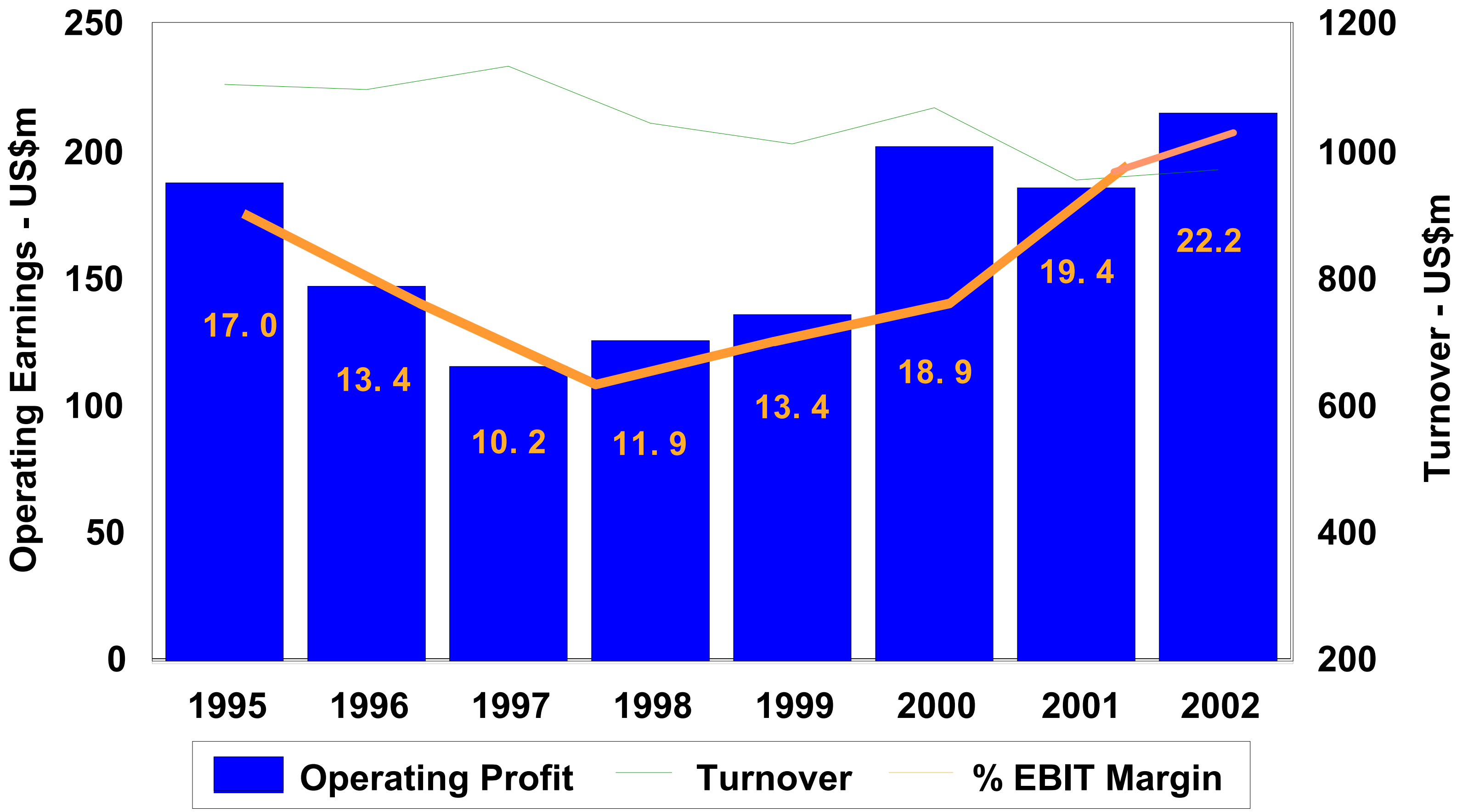
MONDI SA OPERATING PROFIT TREND



MONDI SA FIVE YEAR EBIT MARGIN TREND



COST REDUCTIONS

US$m	1998	1999	2000	2001	2002	Total
South Africa	13	27	24	10	10	84

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KEYS FOR THE FUTURE

- South African inflation
  - currently 9%
  - target 6%
- R/$ exchange rate
  - 60% of revenues; 80% of costs in Rand
- SA economic performance
  - 2003 GDP growth projected at 2.0%

KEYS FOR THE FUTURE

- Export projects
  - RB720
  - woodfree paper
  - packaging papers
- Empowerment
- Further efficiency gains

SUMMARY

- Highly competitive, sustainable FSC plantation base
- Low cost BEKP and uncoated woodfree paper production
- Leading global cost position for whitetop liner
- Substantial local and export market positions
- Record on expansionary capex and efficiency gains