

ANGLO AMERICAN FUNDING FACTSHEET

25 February 2021

This factsheet provides a high level overview of the Group's main financing arrangements as at 31 December 2020.

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, which framework is currently evolving, there are no significant restrictions over the ability of the Group to access these cash balances or repay these borrowings.

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

2. Access to cash

The majority of Group 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 and treasury funds. Cash held in South Africa is first applied inter-group and any residual cash is invested in rated money market funds, bank deposits as well as government bonds through repos.

As the Group operates in South Africa, the existence of exchange controls may restrict the use of certain cash balances outside of the country. These restrictions are not expected to have a material effect on the ability of the Group to meet its ongoing obligations.

On 26 February 2020, the South African Minister of Finance announced in his Budget Speech that the country would shift from a policy of exchange controls to a risk-based capital flow management system in line with international best practice.

Subsequently, on 24 February 2021, the South African Minister of Finance announced that from 1 March 2021, specific rules for companies with a primary listing offshore will be automatically aligned to current foreign direct investment rules. Therefore, separate disclosure of the South African cash and debt balances of the Group will no longer be relevant.

During 2021, the South African National Treasury and the Reserve Bank will continue to develop the legislative framework for the new capital flow management system announced in the 2020 Budget. This framework is expected to be substantively completed in 2021.

At 31 December 2020, the Group maintained a conservative liquidity position of \$17.5bn comprised of \$7.5bn of cash and \$10.0bn of undrawn committed bank facilities. As part of the Group cash pooling arrangement, certain 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	7.1	9.2	1.3	7.9	15.0
SA	0.4	2.6	0.5	2.1	2.5
Group	7.5	11.8	1.8	10.0	17.5

Of the following committed bank facilities, only the two Anglo American Capital plc Revolving Credit Facilities (\$4.5bn and \$2.0bn) and one bilateral facility (\$0.2bn) are guaranteed by Anglo American plc.

On 8 February 2019, the Group extended the maturity of \$4.3bn of its revolving credit facility by one year from March 2023 to March 2024. Subsequent to this the Group exercised its second extension option on 10 February 2020 extending the maturity of \$4.3bn of the facility by a further year and \$0.2bn by two years to March 2025.

In April 2020, the Group signed a new \$2.0bn revolving credit facility with an initial maturity date of April 2021. The Group has, at its sole discretion, two options to extend the facility for a further six months to October 2021 and April 2022.

As at 31 December 2020, the material committed bank facilities comprised the following:

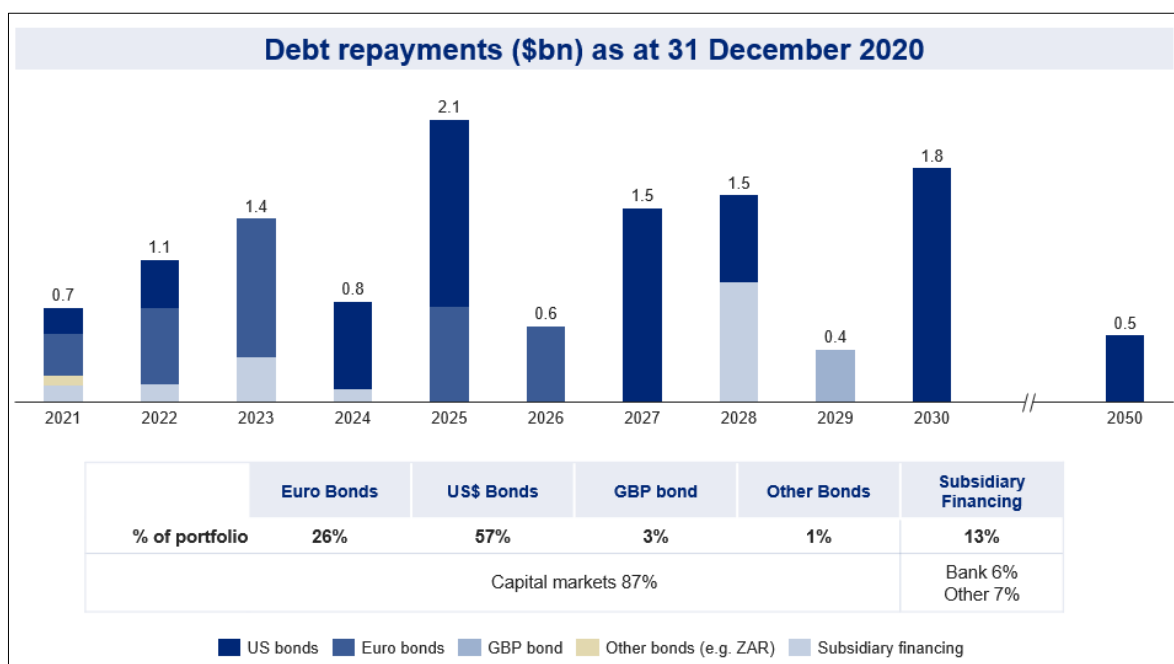
Borrower	Currency	Total committed bank facilities (bn)	Drawings under committed facilities (bn)	Undrawn committed facilities (bn)	Maturity	Financial Covenants
Anglo American Capital	USD	4.7	-	4.7 ⁽¹⁾	2025	None
Anglo American Capital	USD	2.0	-	2.0	2021 ⁽²⁾	None
Anglo American South Africa	ZAR	15.2	7.0	8.2 ⁽³⁾	2021 - 2023	Yes ⁽⁴⁾
Anglo American Platinum	ZAR	11.8	0.3	11.5 ⁽⁵⁾	2021 - 2024	Yes ⁽⁴⁾
Kumba Iron Ore	ZAR	8.0	-	8.0	2024	Yes ⁽⁴⁾

- (1) Pricing on this core credit facility is subject to a long term credit rating margin grid with a floor at BB+ (S&P) and Ba1 (Moody's).
- (2) The Group has, at its sole discretion, two options to extend the facility for a further six months to October 2021 and April 2022.
- (3) 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.
- (4) Financial covenants are based on maximum net debt to tangible net worth ratios and minimum tangible net worth values.

- (5) Includes ZAR1.0 billion in respect of facilities with 364 day maturity and ZAR2.8 billion in respect of facilities with 18 month maturity which roll automatically on a daily basis, unless notice is served.

3. Drawn Debt Maturity Profile

At 31 December 2020, the group had \$10.6bn of senior unsecured bonds outstanding in the European EMTN, US144a, and South African DMTN markets. The bonds have a relatively flat maturity profile through to 2030, along with a long term 2050 maturity. All the Group bonds in issuance, or the relevant programme, are guaranteed by Anglo American plc. None are subject to financial covenants or coupon step ups.

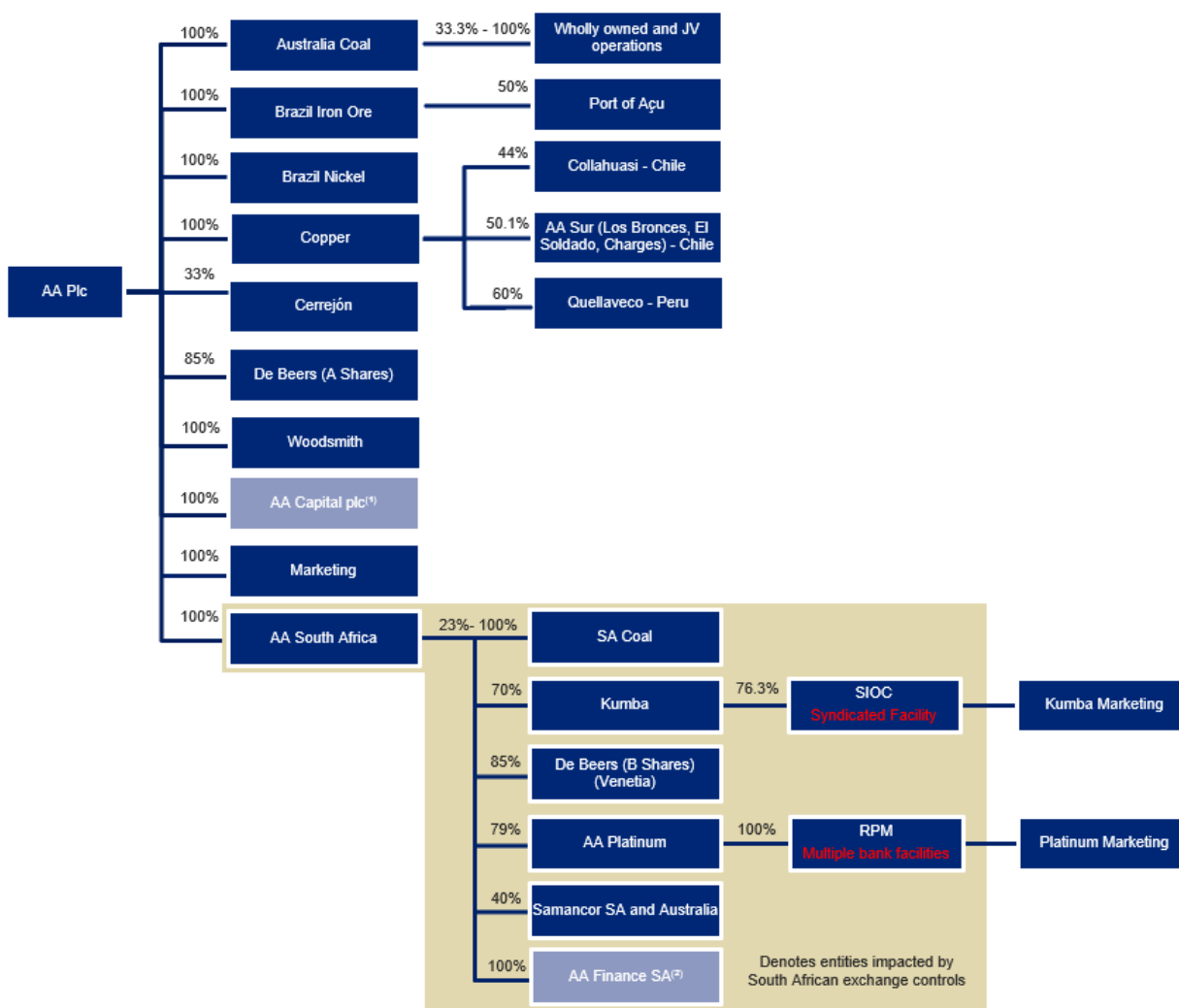


The debt maturity profile is stated based on contractual repayment obligations including derivative mark to markets and excluding accrued interest.

The Group uses interest rate and cross currency swaps to ensure that the majority of its borrowings are floating rate US dollar denominated. 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.

At 31 December 2020, the following bonds were retained as fixed rate exposures; \$750 million 5.375% due April 2025, \$750 million 5.635% due April 2030, \$500 million 3.95% due September 2050 and \$99 million 5% due May 2027. All other bonds at 31 December 2020, and all bonds at 31 December 2019 were swapped to floating rate exposures.

4. Group simplified corporate structure



- (1) Issuer under EMTN and US 144a transactions – guaranteed by Anglo American plc, borrower under US\$4.7bn & US\$2.0bn 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 Anglo American plc, borrower under a number of bank facilities - guaranteed by AASA, principal financing vehicle for South African companies.