

Anglo American Capital plc

Directors' responsibilities statement

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent auditor's report to the members of Anglo American Capital plc

We have audited the financial statements of Anglo American Capital plc for the year ended 31 December 2011 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes 1 to 16. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent auditor's report to the members of Anglo American Capital plc

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Manbinder Rana F.C.A (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditor
London, UK

7 March 2012

Anglo American Capital plc

Profit and loss account For the year ended 31 December 2011

US\$ '000	Note	2011	2010
Administrative expenses	3	(4,774)	(1,561)
Operating loss		(4,774)	(1,561)
Interest receivable and similar income	4	1,253,446	862,207
Interest payable and similar charges	4	(516,445)	(480,696)
Profit on ordinary activities before taxation		732,227	379,950
Tax charge on profit on ordinary activities	5	(11,910)	(10,116)
Profit on ordinary activities after taxation and retained profit for the financial year		720,317	369,834

All results derive from continuing operations.


There are no recognised gains and losses for the year other than the profit shown above and therefore no separate statement of total recognised gains and losses has been present

Anglo American Capital plc

Balance sheet 31 December 2011

US\$ '000	Note	2011	2010
Non-current assets			
Other financial assets (derivatives)	7	515,234	282,256
		515,234	282,256
Current assets			
Debtors – due within one year	8	26,428,262	23,461,776
Investments	9	6,552,249	1,246,402
Other financial assets due within one year	7	48,960	26,882
		33,029,471	24,735,060
Creditors: amounts falling due within one year			
Short-term borrowings	6	(24,063,485)	(15,741,434)
Other creditors	6	(152,882)	(157,554)
Other financial liabilities (derivatives)	6,7	(7,943)	(29,630)
		(24,224,310)	(15,928,618)
Net current assets		8,805,161	8,806,442
Total assets less current liabilities		9,320,395	9,088,698
Creditors: amounts falling due after more than one year			
Medium and long-term borrowings	6	(7,575,369)	(7,594,541)
Other financial liabilities (derivatives)	6,7	(749,983)	(719,431)
Preference shares	6,10	(79)	(79)
		(8,325,431)	(8,314,051)
Net assets		994,964	774,647
Capital and reserves			
Called-up share capital	11	1	1
Share premium account	12	20,000	20,000
Capital contribution	14	1,000	1,000
Profit and loss account	12	973,963	753,646
Total shareholders' funds	13	994,964	774,647

The financial statements of Anglo American Capital plc were approved by the board of directors and authorised for issue on 7 March 2012. They were signed on its behalf by:


A W Hodges
Director

Company Registration No. 04658814

Anglo American Capital plc

Notes to the accounts Year ended 31 December 2011

1. Accounting policies

The financial statements have been prepared in accordance with applicable United Kingdom law and Accounting Standards (UK GAAP). The financial information has been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments. The particular accounting policies adopted have been applied consistently throughout the current and prior year.

Going concern

The financial statements have been prepared on a going concern basis. The Company's ability to continue as a going concern is assessed in conjunction with the Group, as its viability is dependent on the ability of other group companies to settle their intercompany balances with the Company. The Group's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Group will be able to operate within the level of its current facilities for the foreseeable future. The directors of the company are satisfied after appropriate consultation with the directors of Anglo American plc that the Group has adequate resources to continue in operational existence for foreseeable future.

Preference shares

Under FRS 25 "Financial Instruments: Presentation", where the terms of issuance require the issuer to redeem preference shares for a fixed or determinable amount at a fixed or determinable future date, or where the holder has the option of redemption, these shares are classified as liabilities and the dividends paid on these shares classified as a finance cost. When preference shares are non-redeemable, the appropriate classification is determined by the other rights that attach to them which are not at the discretion of the directors. The Company's preference shares entitle the holders to a fixed cumulative dividend of 3% per annum and these shares are, therefore, considered financial liabilities.

Foreign currency

Foreign currency transactions during the year have been translated and included in the financial statements at the rates of exchange prevailing at the time those transactions were executed. Monetary assets and liabilities denominated in foreign currencies have been translated at the rates of exchange prevailing at the balance sheet date. Profits and losses arising on foreign currency transactions and balances are recognised in the profit and loss account.

Taxation

Current tax, including UK Corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date. Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that they are regarded, as more likely than not, to be recovered. Deferred tax assets and liabilities are not discounted.

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Notes to the accounts Year ended 31 December 2011

1. Accounting policies (continued)

Derivative financial instruments and hedge accounting

In order to manage its exposure to foreign exchange and interest rate risks, the Company enters into foreign exchange forward, interest rate, and cross currency interest rate swap contracts. Net income or expense associated with interest rate swap agreements is recognised on an accruals basis over the life of the swap agreements as a component of interest.

All derivatives are held at fair value on the balance sheet within other financial assets (derivatives) or other financial liabilities (derivatives) and, are classified as current or non-current depending on the maturity of the derivative.

For an effective hedge of an exposure to changes in fair value, the hedged item is adjusted for changes in the fair value attributable to the risk being hedged with the corresponding entry in the profit and loss account. Gains or losses from revaluing the associated derivative are also recognised in the profit and loss account, resulting in an offset.

Where, during the life of the hedge relationship the hedge becomes ineffective, hedge accounting is discontinued and the future fair value changes on the hedge instrument are recorded in the profit and loss account but are no longer offset with the fair value changes of the underlying hedged item.

Changes in fair value of any derivative instruments that are not hedge accounted are recognised immediately in the profit and loss account and are classified within net finance costs.

Segmental Analysis

The company operates in one geographical region, being the UK and has therefore not performed an analysis of results by geographical region or operating income.

Bank borrowings

Interest bearing bank loans and overdrafts are recorded net of direct transaction costs. Finance charges, including premiums payable on settlement or redemption and direct issue costs, are accounted for on an accrual basis and charged to the profit and loss account using the effective interest method. They are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise.

Cash flows

As the Company is a wholly owned subsidiary of Anglo American plc ("parent undertaking"), the cash flows of the Company are included in the consolidated cash flow statement of its parent undertaking. Consequently the Company is exempt, under the provisions of Financial Reporting Standard 1 (Revised 1996) – "Cash flow statements", from publishing a separate cash flow statement.

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Notes to the accounts Year ended 31 December 2011

1. Accounting policies (continued)

Investments

Investments comprise short term, highly liquid investments that are readily convertible to a known amount of cash and that are subject to an insignificant risk of changes in value.

Reporting currency

As permitted by UK Company law, the Company reports in US dollars, the currency in which most of its business is conducted.

2. Information regarding directors and employees

The Company has no employees (2010: Nil). The directors received no remuneration in respect of their services to the Company (2010: \$Nil).

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Notes to the accounts Year ended 31 December 2011

3. Operating loss

Operating loss is stated after charging:

US\$ '000	2011	2010
Auditors' remuneration for audit of Anglo American Capital plc	15	15
Anglo American Services (UK) Ltd management fees	4,759	1,546
	4,774	1,561

4. Net finance costs

US\$ '000	2011	2010
Interest receivable and similar income		
Interest income	2,275	2,130
Interest receivable from group companies:	1,184,755	860,077
Fair value gains on derivatives	66,416	-
Interest receivable and similar income	1,253,446	862,207
Interest payable and similar charges		
Bank loans and overdrafts	(286,828)	(310,569)
Interest payable to group companies		
Anglo American plc	(148,647)	(138,641)
Other group companies	(62,473)	(14,173)
Foreign Exchange Losses	(18,497)	(7,678)
Fair value losses on derivatives	-	(9,635)
Interest payable and similar charges	(516,445)	(480,696)
Net finance income	737,001	381,511

Fair value gains and losses on derivatives, presented above, include the mark-to-market value of changes of interest rate derivatives and currency derivatives designated as fair value hedges, net of fair value changes in the associated hedged risk.

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Notes to the accounts Year ended 31 December 2011

5(a). Tax charge on profit on ordinary activities

US\$ '000	2011	2010
Current tax		
UK corporation tax on profits for the year (26.5%, (2010: 28%))	(11,910)	(10,116)
Double tax relief	11,910	10,116
Overseas tax - Withholding tax	(11,910)	(10,116)
Total tax on profit on ordinary activities	(11,910)	(10,116)

5(b). Factors affecting tax charge for year

US\$ '000	2011	2010
Profit on ordinary activities before tax	732,227	379,950
Estimated amount of tax on ordinary activities (calculated at standard rate of corporation tax in the UK of 26.5% (2010: 28%))	194,040	106,386
Expenses not deductible for tax purposes	-	983
Interest on preference shares	1	1
Group relief received for nil consideration	(182,131)	(97,254)
Current tax charge for the year	11,910	10,116

6. Financial liabilities

The Company did not issue any new external debt during 2011.

All notes are guaranteed by Anglo American plc. Any bonds issued in currencies other than US Dollar are hedged to US Dollar, and any fixed interest rates are swapped to result in floating interest rates being paid. Hedge accounting is undertaken for all outstanding US Dollar, Euro and Sterling bonds and the related interest rate swaps.

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Notes to the accounts Year ended 31 December 2011

6. Financial Liabilities (continued)

Fair values of financial liabilities

The carrying value and fair value of financial liabilities are as follows:

US\$ '000	2011		2010	
	Fair values	Carrying Values	Fair values	Carrying Values
Other creditors (interest accruals)	152,882	152,882	157,554	157,554
Other financial liabilities (derivatives)	757,926	757,926	749,061	749,061
Current external borrowings	256,122	256,122	1,412,247	1,412,247
Current borrowings from group companies	10,517,061	10,517,061	7,275,830	7,275,830
Anglo American plc	13,290,302	13,290,302	7,053,357	7,053,357
Preference shares	79	79	79	79
Non-current external borrowings	8,372,577	7,575,369	8,227,794	7,594,541
Total financial liabilities	33,346,949	32,549,741	24,875,922	24,242,669

Fair value is determined by reference to quoted market prices for similar issues, where applicable; in all other cases, the directors consider that the carrying value is a good approximation to fair value.

In accordance with FRS 25 "Financial Instruments: Presentation" and FRS 26 "Financial Instruments: Recognition and Measurement", the borrowings are presented on an unhedged basis. The fair value of associated derivatives is recorded separately within 'Other financial assets' and 'Other financial liabilities' (see note 7).

In accordance with exemptions under FRS 29 'Financial Instruments: Disclosures', the Company has not presented the financial instruments disclosures required by the standard, as disclosures which are equivalent to the standard are included in the Group's consolidated financial statements, hence exempts the Company from this disclosure.

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Notes to the accounts Year ended 31 December 2011

6. Financial Liabilities (continued)

Maturity profile

All liabilities are unsecured. The maturity profile of the Company's borrowings at 31 December 2011 was as follows.

US\$ '000	Within 1 year or on demand	Between 1-2 years	Between 2-5 years	After 5 years	Total
At 31 December 2011					
Bank loans and overdrafts	93,211	-	-	-	93,211
Bond issues	162,911	1,747,125	3,720,860	2,107,385	7,738,281
Preference shares	-	-	-	79	79
Intercompany borrowings	23,807,363	-	-	-	23,807,363
Total borrowings (excluding hedges)	24,063,485	1,747,125	3,720,860	2,107,464	31,638,934

US\$ '000	Within 1 year or on demand	Between 1-2 years	Between 2-5 years	After 5 years	Total
At 31 December 2010					
Bank loans and overdrafts	1,412,247	-	-	-	1,412,247
Bond issues	-	162,299	4,485,495	2,946,747	7,594,541
Preference shares	-	-	-	79	79
Intercompany borrowings	14,329,187	-	-	-	14,329,187
Total borrowings (excluding hedges)	15,741,434	162,299	4,485,495	2,946,826	23,336,054

The effect of derivatives used to hedge interest and currency risk is as follows:

US\$ '000	Within 1 year or on demand	Between 1-2 years	Between 2-5 years	After 5 years	Total
At 31 December 2011					
Total borrowings ⁽¹⁾	256,122	1,747,125	3,720,860	2,107,464	7,831,571
Effect of interest rate swaps	-	(24,221)	(221,766)	(269,247)	(515,234)
Effect of currency derivatives	(3,829)	133,131	420,612	196,240	746,154
Total hedged borrowings	252,293	1,856,035	3,919,706	2,034,457	8,062,491

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6. Financial Liabilities (continued)

US\$ '000	Within 1 year or on demand	Between 1-2 years	Between 2-5 years	After 5 years	Total
At 31 December 2010					
Total borrowings	1,412,247	162,299	4,485,495	2,946,826	9,006,867
Effect of interest rate swaps	-	-	(156,592)	(78,558)	(235,150)
Effect of currency derivatives	(13,330)	(3,251)	347,616	327,961	658,996
Total hedged borrowings	1,398,917	159,048	4,676,519	3,196,229	9,430,713

Currency and interest rate profile

The exposure of the Company to interest rate and currency risk with respect to financial liabilities is as follows:

US\$ '000	Total	Floating rate borrowings	Fixed rate borrowings	Effective interest rate %	Weighted average for which rate is fixed in years
At 31 December 2011					
US\$	3,651,757	243,203	3,408,554	7.01	4.39
Sterling	740,347	-	740,347	6.68	6.34
Euro	3,426,547	-	3,426,547	4.95	3.34
Other currencies	12,920	12,920	-	-	-
Gross borrowings (excluding hedges)	7,831,571	256,123	7,575,448	6.07	4.10
Impact of Interest Rate Swaps	-	7,575,448	(7,575,448)		
Gross borrowings (after hedges)	7,831,571	7,831,571	-	6.07	4.10
Derivatives	757,926				
Total financial liabilities⁽¹⁾	8,589,497				

⁽¹⁾ Excludes other creditors and amounts payable to group companies

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Notes to the accounts Year ended 31 December 2011

6. Financial Liabilities (continued)

US\$ '000	Total	Floating rate borrowings	Fixed rate borrowings	Effective interest rate %	Weighted average for which rate is fixed in years
At 31 December 2010					
US\$	3,655,898	407,087	3,248,811	7.01	5.25
Sterling	1,796,292	1,093,540	702,752	3.38	2.89
Euro	3,480,759	-	3,480,759	4.96	4.32
Other currencies	73,919	73,919	-	-	-
Gross borrowings (excluding hedges)	9,006,868	1,574,546	7,432,322	5.41	4.37
Impact of Interest Rate Swaps	-	7,432,322	(7,432,322)		
Gross borrowings (after hedges)	9,006,868	9,006,868	-	5.41	4.37
Derivatives	749,061				
Total financial liabilities⁽¹⁾	9,755,929				

Undrawn committed borrowing facilities

The Company is a borrower under a \$3.5 billion facility due to mature in July 2015. As at 31 December 2011 there were no outstanding amounts drawn under this facility (2010: \$Nil).

In February 2011 the Company retired a \$2.25 billion revolving credit facility that had been due to mature in June 2011.

7. Other financial assets/liabilities

In accordance with FRS 25 and 26, the fair values of all derivatives and financial assets and liabilities designated as fair value through P&L are separately recorded on the balance sheet within 'Other financial assets' and 'Other financial liabilities'. Derivatives are classified as current or non-current depending on their maturity. Derivatives are only used to hedge fluctuations in foreign exchange rates and interest rates. They are not used for speculative purposes.

Foreign exchange risk

The Company uses currency swaps to limit the effects of movements in exchange rates on foreign currency denominated liabilities.

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Notes to the accounts Year ended 31 December 2011

7. Other financial assets/liabilities (continued)

Interest rate risk

The Company uses interest rate swap contracts to manage its exposure to interest rate movements on a portion of its existing debt.

Liquidity risk

The Company ensures that there are sufficient committed loan facilities in order to meet short term business requirements, after taking into account cash flows from operations and its holdings of cash and cash equivalents, as well as any distribution restrictions that exist.

Fair value hedges

The Company policy is to borrow funds at floating rates of interest. The Company uses interest rate swaps to manage its exposure to interest rate movements and the majority are designated as fair value hedges. The respective carrying values of the hedged debt are adjusted to reflect the fair value of the interest rate risk being hedged. Subsequent changes in the fair value of the hedged risk are offset against fair value changes in the interest rate swap and classified within financing costs in the profit and loss account.

Non-hedge transactions

Where the Company has chosen not to designate derivatives as hedges, fair value changes are recognised through the profit and loss account and are classified within finance costs.

The fair values of the open derivative positions as at 31 December 2011 are as follows:

US\$ '000	Asset	Liability
Current		
Non hedge		
Cross currency swaps	3,829	-
Foreign currency forwards	40,969	(3,781)
Commodity forwards	4,162	(4,162)
Total current derivatives	48,960	(7,943)
Non current		
Fair value hedge		
Interest rate swaps	515,234	-
Non hedge		
Cross currency swaps	-	(749,983)
Total non-current derivatives	515,234	(749,983)

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Notes to the accounts Year ended 31 December 2011

7. Other financial assets/liabilities (continued)

The fair values of the open derivative positions as at 31 December 2010 were as follows:

US\$ '000	Asset	Liability
Current		
Fair value hedge		
Interest rate swaps	-	-
Non hedge		
Cross currency swaps	13,330	-
Interest rate swaps	-	-
Foreign currency forwards	12,350	(29,630)
Commodity forwards	1,202	-
Total current derivatives	26,882	(29,630)
Non current		
Fair value hedge		
Interest rate swaps	279,005	(43,854)
Non hedge		
Cross currency swaps	3,251	(675,577)
Total non current derivatives	282,256	(719,431)

8. Debtors

US\$ '000	2011	2010
Amounts due from fellow group undertakings:		
Anglo American plc	5,686	5,564
Other group companies	26,317,822	23,347,786
Interest receivable	104,754	108,426
	26,428,262	23,461,776

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Notes to the accounts Year ended 31 December 2011

9. Financial assets

The carrying amount and fair values of financial assets are as follows:

US\$ '000	2011		2010	
	Estimated fair value	Carrying value	Estimated fair value	Carrying value
Debtors	26,428,262	26,428,262	23,461,776	23,461,776
Investments	6,552,249	6,552,249	1,246,402	1,246,402
Other financial assets (derivatives)	560,032	560,032	309,138	309,138
Financial Assets designated at FV through P&L	-	-	-	-
Total financial assets	33,540,543	33,540,543	25,017,316	25,017,316

Currency and interest rate profile

The exposure of the Company to interest rate and currency risk is in respect of financial assets as follows:

Floating rate financial assets

US\$ '000	Total	
	2011	2010
US\$	6,496,619	1,240,422
Sterling	55,630	5,980
Total (excluding derivatives)	6,552,249	1,246,402
Other Financial Assets	-	-
Derivatives	560,032	309,138
Total financial assets (excluding debtors)	7,112,281	1,555,540

Financial assets include loans to and deposits from other group companies which are denominated in a variety of currencies. Therefore entities may have both loans and deposits in different currencies which are set-off on conversion to US Dollar. Interest on floating rate assets is based on the relevant national inter-bank rates.

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Notes to the accounts Year ended 31 December 2011

The following methods were used to estimate the fair value of the financial assets and liabilities:

Short and long-term debt

Fair value is determined by reference to quoted market prices for similar issues, where applicable, otherwise carrying value is used as an approximation to fair value.

Derivative instruments

Fair value is determined by reference to market prices where available, otherwise pricing or valuation models are applied to current market information to estimate their value.

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Notes to the accounts Year ended 31 December 2011

10. Preference shares

US\$'000	2011	2010
Authorised:		
50,000 3% cumulative preference shares of £1 each	79	79
Called up, allotted and fully paid:		
50,000 3% cumulative preference shares of £1 each	79	79

The 3% preference shares of £1 each entitle the holders to receive a cumulative preferential dividend at the rate of 3% per annum, on the paid up capital. On a return of capital on winding up, the holders of preference shares have the right to the repayment of a sum equal to the nominal capital and any premiums paid up or credited as paid up on the preference shares held by them, and accruals, if any, of the preferential dividend whether accrued or not up to the date of commencement of winding up.

11. Called-up share capital

US\$'000	2011	2010
Authorised:		
1,000,000,000 ordinary shares of US\$1 each	1,000,000	1,000,000
	1,000,000	1,000,000
Called up, allotted and fully paid:		
1,200 ordinary shares of US\$1 each	1	1
	1	1

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Notes to the accounts Year ended 31 December 2011

12. Profit and Loss account & Share Premium

Profit and Loss account:

US\$ '000	2011	2010
At 1 January	753,646	383,812
Profit for financial year	720,317	369,834
Dividend Paid	(500,000)	-
At 31 December	973,963	753,646

Share Premium:

US\$ '000	2011	2010
At 1 January	20,000	20,000
At 31 December	20,000	20,000

13. Reconciliation of movements in shareholders' funds

US\$'000	2011	2010
Opening shareholders' funds	774,647	404,813
Profit for the financial year	720,317	369,834
Dividend Paid	(500,000)	-
Closing shareholders' funds	994,964	774,647

14. Capital Contribution

US\$'000	2011	2010
Capital Contribution	1,000	1,000
At 31 December	1,000	1,000

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Notes to the accounts Year ended 31 December 2011

15. Related party transactions

At 31 December 2011, as identified in note 16, Anglo American plc is the Company's ultimate parent Company. The Company has taken advantage of the exemption granted by paragraph 3(c) of Financial Reporting Standard 8 – 'Related Party Disclosures' not to disclose related party transactions with Anglo American group companies. There were no other related party transactions.

16. Ultimate parent company

The immediate and ultimate parent company and controlling entity is Anglo American plc, a company incorporated in Great Britain and registered in England and Wales.

Anglo American plc is head of the largest and smallest group of undertakings of which the Company is a member and for which group accounts are prepared.

Copies of the Group accounts of Anglo American plc, which include the results of the Company, are available from Anglo American plc at 20 Carlton House Terrace, London, SW1Y 5AN.