

NEWMONT MINING CORP /DE/  
Form 10-Q  
July 24, 2008  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D. C. 20549

**Form 10-Q**

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the Quarterly Period Ended June 30, 2008

or

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 001-31240

**NEWMONT MINING CORPORATION**

(Exact name of registrant as specified in its charter)

<b>Delaware</b> (State or Other Jurisdiction of Incorporation or Organization)	<b>84-1611629</b> (I.R.S. Employer Identification No.)
<b>1700 Lincoln Street</b>  <b>Denver, Colorado</b> (Address of Principal Executive Offices)	<b>80203</b> (Zip Code)
<b>Registrant's telephone number, including area code (303) 863-7414</b>	

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.  Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

(Check one):

Large accelerated filer  Accelerated filer  Non-accelerated filer  Smaller reporting company   
(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  Yes  No

There were 439,229,312 shares of common stock outstanding on July 18, 2008 (and 14,854,461 exchangeable shares).

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**Table of Contents****PART I FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS.****NEWMONT MINING CORPORATION****CONDENSED CONSOLIDATED STATEMENTS OF INCOME (LOSS)****(unaudited, in millions except per share)**

	Three Months Ended June 30,		Six Months Ended June 30,	
	2008	2007	2008	2007
<b>Revenues</b>				
Sales gold, net	\$ 1,339	\$ 936	\$ 2,850	\$ 1,947
Sales copper, net	183	340	615	553
	1,522	1,276	3,465	2,500
<b>Costs and expenses</b>				
Costs applicable to sales gold <sup>(1)</sup>	655	586	1,296	1,216
Costs applicable to sales copper <sup>(1)</sup>	104	128	254	251
Loss on settlement of price-capped forward sales contracts (Note 3)		531		531
Amortization	184	186	366	365
Accretion (Note 20)	8	8	16	15
Exploration	59	46	98	85
Advanced projects, research and development	39	13	69	29
General and administrative	37	34	66	67
Write-down of investments	34		56	
Other expense, net (Note 4)	118	78	181	128
	1,238	1,610	2,402	2,687
<b>Other income (expense)</b>				
Other income, net (Note 5)	53	37	90	54
Interest expense, net of capitalized interest	(27)	(25)	(47)	(49)
	26	12	43	5
<b>Income (loss) from continuing operations before income tax, minority interest and equity loss of affiliates</b>	310	(322)	1,106	(182)
Income tax benefit (expense) (Note 8)	37	19	(198)	(25)
Minority interest in income of consolidated subsidiaries (Note 9)	(68)	(98)	(260)	(154)
Equity loss of affiliates			(5)	
<b>Income (loss) from continuing operations</b>	279	(401)	643	(361)
(Loss) income from discontinued operations (Note 10)	(2)	(1,661)	4	(1,633)
<b>Net income (loss)</b>	\$ 277	\$ (2,062)	\$ 647	\$ (1,994)
<b>Income (loss) per common share (Note 12)</b>				
<b>Basic:</b>				
Income (loss) from continuing operations	\$ 0.61	\$ (0.89)	\$ 1.42	\$ (0.80)

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Income (loss) from discontinued operations		(3.68)	0.01	(3.62)
Net income (loss)	\$ 0.61	\$ (4.57)	\$ 1.43	\$ (4.42)
Diluted:				
Income (loss) from continuing operations	\$ 0.61	\$ (0.89)	\$ 1.41	\$ (0.80)
Income (loss) from discontinued operations		(3.68)	0.01	(3.62)
Net income (loss)	\$ 0.61	\$ (4.57)	\$ 1.42	\$ (4.42)
Basic weighted-average common shares outstanding	454	451	454	451
Diluted weighted-average common shares outstanding	456	451	457	451
Cash dividends declared per common share	\$ 0.10	\$ 0.10	\$ 0.20	\$ 0.20

(1) Exclusive of Loss on settlement of price-capped forward sales contracts, Amortization and Accretion.  
The accompanying notes are an integral part of the condensed consolidated financial statements.

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**NEWMONT MINING CORPORATION**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**

(unaudited, in millions)

	At June 30, 2008	At December 31, 2007
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,036	\$ 1,231
Marketable securities and other short-term investments (Note 15)	72	61
Trade receivables	251	177
Accounts receivable	159	168
Inventories (Note 16)	454	463
Stockpiles and ore on leach pads (Note 17)	367	373
Deferred income tax assets	102	112
Other current assets	406	87
<b>Current assets</b>	<b>2,847</b>	<b>2,672</b>
Property, plant and mine development, net	10,032	9,140
Investments (Note 15)	1,933	1,527
Long-term stockpiles and ore on leach pads (Note 17)	901	788
Deferred income tax assets	1,070	1,027
Other long-term assets	271	234
Goodwill	186	186
Assets of operations held for sale (Note 10)	3	24
<b>Total assets</b>	<b>\$ 17,243</b>	<b>\$ 15,598</b>
<b>LIABILITIES</b>		
Current portion of long-term debt (Note 18)	\$ 261	\$ 255
Accounts payable	321	339
Employee-related benefits	147	153
Income and mining taxes	152	88
Other current liabilities (Note 19)	735	665
<b>Current liabilities</b>	<b>1,616</b>	<b>1,500</b>
Long-term debt (Note 18)	3,085	2,683
Reclamation and remediation liabilities (Note 20)	664	623
Deferred income tax liabilities	1,277	1,025
Employee-related benefits	212	226
Other long-term liabilities (Note 19)	153	150
Liabilities of operations held for sale (Note 10)	94	394
<b>Total liabilities</b>	<b>7,101</b>	<b>6,601</b>
Commitments and contingencies (Note 24)		
Minority interest in subsidiaries	1,547	1,449
<b>STOCKHOLDERS EQUITY</b>		
Common stock	703	696
Additional paid-in capital	6,651	6,696
Accumulated other comprehensive income	1,395	957
Retained deficit	(154)	(801)

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Total stockholders' equity	8,595	7,548
Total liabilities and stockholders' equity	\$ 17,243	\$ 15,598

The accompanying notes are an integral part of the condensed consolidated financial statements.

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**NEWMONT MINING CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(unaudited, in millions)**

	<b>Six Months Ended</b>	
	<b>June 30,</b>	
	<b>2008</b>	<b>2007</b>
Operating activities:		
Net income (loss)	\$ 647	\$ (1,994)
Adjustments to reconcile net income (loss) to net cash from continuing operations:		
Amortization	366	365
(Income) loss from discontinued operations	(4)	1,633
Accretion of accumulated reclamation obligations (Note 20)	21	19
Deferred income taxes	(203)	(143)
Write-down of investments	56	
Stock based compensation and other benefits	24	25
Minority interest in income of consolidated subsidiaries	260	154
Gain on asset sales, net	(13)	(4)
Other operating adjustments and write-downs	86	47
Net change in operating assets and liabilities (Note 21)	(264)	(726)

Net cash provided from (used in) con