

NEWMONT MINING CORP /DE/  
Form 11-K  
June 27, 2003

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 11-K**

**(Mark One)**

- ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 [FEE REQUIRED]**

For the fiscal year ended December 31, 2002

or

- TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934 [NO FEE REQUIRED]**

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

Commission file number 001-31240

A. Full title of the plan and the address of the plan, if different from that of the issuer named below:

**NEWMONT RETIREMENT SAVINGS PLAN (NON-UNION)**

(Title of Plan)

B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office:

**NEWMONT MINING CORPORATION**

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(Issuer of Securities)

**1700 Lincoln Street**

**Denver, Colorado 80203**

(Principal Executive Office)

## **Newmont**

### **Retirement Savings Plan (Non-Union)**

**Financial Statements as of December 31, 2002 and 2001 and for the  
year ended December 31, 2002 and Supplemental Schedule as of  
December 31, 2002**

**Report of Independent Accountants**

To the Participants and Administrative Committee of

Newmont Retirement Savings Plan (Non-Union):

In our opinion, the accompanying statement of net assets available for plan benefits and the related statement of changes in net assets available for plan benefits present fairly, in all material respects, the net assets available for plan benefits of Newmont Retirement Savings Plan (Non-Union) (the Plan) at December 31, 2002, and the changes in net assets available for plan benefits for the year ended December 31, 2002, in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Plan's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit of these statements in accordance with auditing standards generally accepted in the United States of America which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. The financial statements of the Plan as of December 31, 2001 and for the year then ended were audited by other independent accountants whose report, dated June 26, 2002, expressed an unqualified opinion on those statements.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of assets (held at end of year) as of December 31, 2002, is presented for the purpose of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ PricewaterhouseCoopers LLC

June 17, 2003

Denver, CO

**Newmont**

**Retirement Savings Plan (Non-Union)**

**Statements of Net Assets Available for Plan Benefits**

|   | As of                 |                       |
|---|-----------------------|-----------------------|
|   | December 31,          |                       |
|   | 2002                  | 2001                  |
| <b>Assets</b>                                 |                       |                       |
| Investments, at fair value                    | \$ 143,204,369        | \$ 145,832,211        |
| Participant loans                             | 7,275,367             | 7,281,119             |
| <b>Net assets available for plan benefits</b> | <b>\$ 150,479,736</b> | <b>\$ 153,113,330</b> |

The accompanying notes are an integral part of these financial statements.

**Newmont****Retirement Savings Plan (Non-Union)****Statements of Changes in Net Assets Available for Plan Benefits**

|   | <b>Year Ended</b>        |
|---|--------------------------|
|   | <b>December 31, 2002</b> |
| <b>Additions</b>  |                          |
| Investment income (loss):   |                          |
| Dividends and interest income   | \$ 2,939,445             |
| Net depreciation in the fair value of investments (Notes 2 and 3)                         | (7,415,126)              |
| Other additions (loss)  | 2,694                    |
| <b>Net investment loss</b>  | <b>(4,472,987)</b>       |
| <b>Contributions:</b>   |                          |
| Employer, net of forfeitures applied (Note 1)   | 6,835,381                |
| Participant   | 11,062,602               |
| Rollover  | 389,298                  |
| <b>Total contributions</b>  | <b>18,287,281</b>        |
| <b>Transfers from Newmont Retirement Savings Plan for Hourly-Rated Employees (Note 1)</b> | <b>270,818</b>           |
| <b>Total Additions</b>  | <b>14,085,112</b>        |
| <b>Deductions</b>   |                          |
| Payment of benefits   | (16,703,266)             |
| Administrative expenses   | (15,440)                 |
| <b>Total deductions</b>   | <b>(16,718,706)</b>      |
| <b>Decrease in net assets</b>   | <b>(2,633,594)</b>       |
| <b>Net assets available for plan benefits:</b>  |                          |
| Beginning of year   | 153,113,330              |
| <b>End of year</b>  | <b>\$ 150,479,736</b>    |

The accompanying notes are an integral part of these financial statements.

## 1. Description of the Plan

The following description of the Newmont Retirement Savings Plan (Non-Union) (the Plan) (formerly known as Newmont Gold Company Retirement Savings Plan) is provided for general information purposes only. Participants should refer to the Plan document for more complete information.

The Plan was established effective July 1, 1973 by Newmont Mining Corporation (the Company) to qualify as a defined contribution, profit sharing plan under Section 401(k) of the Internal Revenue Code, for the benefit of eligible employees of the Company. Effective January 1, 1998, the Plan was amended and restated. The Plan is a defined contribution plan subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA). Benefits under the plan are not subject to guarantee by the Pension Benefit Guaranty Corporation.

### Plan Merger

On January 10, 2001, a merger was finalized between the Company and Battle Mountain Gold Company (Battle Mountain) in which Battle Mountain merged with and became a wholly-owned subsidiary of the Company.

On February 1, 2001, participants in the Battle Mountain Gold Company Savings Plan and the Battle Mountain Gold Company Savings Plan for Hourly Rated Employees (collectively, the BMG Plans) became participants in the Plan and became 100% vested in all previous and future employer contributions. The BMG Plans and related net assets of \$6,873,396 merged into the Plan effective April 30, 2001.

### Administration

Trustee, record keeping and investment management services are performed by the Vanguard Group, Inc. (Vanguard or Trustee).

The Plan is administered by the Administrative Committee (the Committee), which consists of not less than three nor more than five members appointed by the Company's Board of Directors. The Committee evaluates the performances of Vanguard and Milliman, may retain independent advisors and consultants, and selects the investment fund options offered under the Plan. Further, the Committee is responsible for executing the provisions of the Plan and for managing the Plan's activities.

### Eligibility and Contributions

Full-time employees are eligible to participate in the Plan after performing one hour of service. Part-time employees are eligible to participate in the Plan after one year of service in which they complete 1,000 hours of service, as defined by the Plan document. Participants may elect to contribute to the Plan, on a pre-tax or after-tax basis or combination thereof, up to 50% of the Plan eligible compensation to a maximum of \$11,000 on a pre-tax basis for the 2002 Plan year.

The Company's contribution for each eligible active participant shall not exceed 6% of their compensation. Participants' contributions are matched by the Company in Company common stock. The number of Company shares contributed is based on the market price at the date of contribution. Total matching contributions are limited to \$12,000 annually per participant. Hourly participants also receive an additional retirement contribution in cash from the Company of 2% of compensation as defined.

In addition, the maximum contributions and other additions (including all other plans sponsored by the Company) for the plan year of a participant under the Plan may not exceed the lesser of \$35,000 (as adjusted for cost of living increases) or 25% of the eligible compensation paid to the participant by the Company in such plan year. Annual additions are defined as the participants contributions and the Company's matching and retirement contributions

The Plan also allows rollover contributions of part or all of an eligible rollover distribution received by a participant from a qualified plan of a previous employer.

### **Vesting**

Participants are fully vested in their contributions, and are vested in employer matching contributions 20% after one year of service, 40% after two years of service, 60% after three years of service and 100% after four



years of service. Employees who were participants under the BMG Plans are vested in matching contributions 100% of such contributions as of February 1, 2001 and 100% for all subsequent contributions. A participant whose employment commencement date was on or after January 1, 1998 has a vested and nonforfeitable interest in his or her employer contributions account upon completion of five years of service. A participant whose employment commencement date was on or prior to December 31, 1997 vest in retirement contributions from the Company 20% for each year of service completed and fully after four years of service. Additionally, participants become fully vested in Company contributions upon death, disability or retirement.

Nonvested balances of employees who terminate are forfeited and shall be used to reduce future contributions due from the Company.

### **Transfers**

During 2002, certain participants in the Newmont Retirement Savings Plan for Hourly-Rate Employees ( Union Plan ) had a change in employment status and were no longer Union employees covered by a collective bargaining agreement. Consequently, they became eligible to participate in the Plan and their account balances totaling \$270,818 were transferred in 2002.

### **Participant Accounts**

Separate accounts are maintained for each participant and are credited with the participant's contributions, the Company's contributions and rollover contributions, if any, including the allocations of earnings and losses to these accounts calculated daily based on participant account balances. Participants direct their investments by electing the percentages of their accounts and contributions to be allocated between investment fund alternatives. Participants may make unlimited changes in their future investment allocations or make transfers of existing balances between investment fund alternatives.

### **Payment of Benefits and Withdrawals**

At the time of a participant's retirement, death or disability, the vested balances in all of his or her accounts will be paid in a lump sum. Upon termination of employment for reasons other than retirement, death or disability, participants are entitled to receive a lump sum payment for the value of the nonforfeitable portion of their account. Such lump sum payments may result in adverse tax consequences for the participant. Participants may also choose to leave their account in the Plan or roll it over into an IRA rollover account or another qualified benefit plan. Participants with vested account balances less than \$5,000 are required to roll their account balances into an IRA rollover account or another qualified benefit plan or receive a lump sum distribution. Participants with account balances of \$5,000 or more may choose to leave their account balances in the Plan.

### **Loans**

Loans may be made to participants from their individual plan account, with a minimum loan amount of \$1,000 and a maximum amount equal to the lesser of (a) 50% of such participant's vested balance or (b) \$50,000. The interest rate on such loans is determined by the Trustee based on commercial lending rates at the date of the loan, and is fixed over the term of the loan. The term/repayment period may be up to five years, or up to 15 years if loan proceeds are used for the purchase of a principal residence.

### **Plan Termination**

Although the Company expects to continue the Plan indefinitely, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan ( full termination ) subject to the provisions of ERISA. In the event of full termination, termination with respect to a group or class of participants ( partial termination ) or a partial discontinuance of contributions, the unvested portion of Company contributions for participants subject to such full termination, partial termination or partial discontinuance will become fully vested and nonforfeitable.

**2. Significant Accounting Principles**

**Basis of Accounting**

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America on the accrual basis of accounting. Trades are recorded on the trade date. Interest and dividend income is accrued.

### **Valuation of Investments**

All of the Plan's investments are maintained in mutual funds, Company stock or collective trusts which are valued using quoted market prices from the securities' principal active exchange. The net appreciation (depreciation) in the fair value of investments for the period is included in the determination of net investment income as reflected in the Statement of Changes in Net Assets Available for Plan Benefits.

### **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the Committee to make estimates and assumptions that affect the reported amounts of assets, liabilities, and changes therein and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

### **Risks and Uncertainties**

The Plan provides for various investment options in a combination of mutual funds and Employer stock. Investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in the values of investments will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the Statements of Net Assets Available for Plan Benefits and the Statement of Changes in Net Assets Available for Plan Benefits.

### **Payment of Benefits**

Payment of benefits are recorded on the accrual basis of accounting.

### **Plan Expenses**

The Company pays administrative expenses on behalf of the Plan through the use of forfeitures and other payments.

## **3. Investments**

Plan participants have the following investment options: AIM Constellation Fund, A Shares, Templeton Developing Markets Trust - Class I Shares, Vanguard 500 Index Fund Investor Shares, Vanguard Extended Market Index Fund Investor Shares, Vanguard International Growth Fund, Vanguard LifeStrategy Conservative Growth Fund, Vanguard LifeStrategy Growth Fund, Vanguard LifeStrategy Income Fund, Vanguard LifeStrategy Moderate Growth Fund, Vanguard Prime Money Market Fund, Vanguard Total Bond Market Fund, Vanguard U.S. Growth Fund, Vanguard Wellington Fund Investor Shares, Vanguard Windsor II Fund Investor Shares and Newmont Mining Stock Fund. All investments are participant directed.

The fair value of individual investments that represented 5% or more of the Plan's net assets as of December 31, were as follows:

2002

2001

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|  | Shares     | Fair Value   | Shares     | Fair Value    |
|--|------------|--------------|------------|---------------|
| AIM Constellation Fund, A Shares           | 512,737    | \$ 8,526,817 | 552,096    | \$ 12,201,314 |
| Vanguard 500 Index Fund Investor Shares    | 333,426    | 27,057,525   | 346,931    | 36,736,566    |
| Vanguard LifeStrategy Moderate Growth Fund | 800,822    | 11,107,406   | 842,218    | 13,416,526    |
| Vanguard Prime Money Market Fund           | 33,116,448 | 33,116,448   | 32,449,419 | 32,449,419    |
| Vanguard U.S. Growth Fund                  | 777,460    | 8,070,034    | 523,498    | 5,308,272     |
| Newmont Mining Stock Fund                  | 3,938,964  | 31,039,039   | 3,862,625  | 20,008,399    |

Participants are able to allocate and reallocate account balances among these funds on a daily basis.

The reconciliation of net depreciation in fair value of the Plan's net assets as of December 31, 2002 was as follows:

|  | <u>2002</u>                 |
|--|-----------------------------|
| Net realized gain on sale of common stock and loans          | \$ 2,516,444                |
| Net realized loss on sale of registered investment companies | (2,442,239)                 |
| Unrealized appreciation of common stock and loans            | 8,034,294                   |
| Unrealized depreciation of registered investment companies   | (15,523,625)                |
|  | <u>                    </u> |
| Net depreciation in fair value of the Plan's net assets      | <u>\$ (7,415,126)</u>       |

#### 4. Tax Status of the Plan

The Plan received a favorable determination letter from the Internal Revenue Service as to the qualified status of the Plan on December 5, 2002. Although the Plan has been amended since receipt of the determination letter, the Plan remains a qualified plan and is not subject to tax. Accordingly, no provision for federal or state income taxes has been recorded.

#### 5. Related Party Transactions

Certain Plan investments are shares of collective trusts managed by Vanguard Fiduciary Trust Company ( VFTC ). VFTC acts as trustee for only those investments as defined in the Plan. Also, certain Plan assets are also invested in shares of Company stock. Transactions in such investments qualify as party-in-interest transactions that are exempt from prohibited transaction rules as defined by ERISA. Fees paid by the Company for these services amounted to \$15,440 for the year ended December 31, 2002.

Plan-related expenses of \$229,295 were paid by the Company for the years ended December 31, 2002.

#### 6. Plan Amendment

Effective for compensation received on and after June 2, 2003, the Company shall make, on behalf of each participant, a contribution equal to 4.5% of such participant's compensation for each pay period as a retirement contribution to each participant's account. Prior to this date, this contribution was 2% of the participant's compensation, as previously indicated in Footnote 1.

## Newmont

## Retirement Savings Plan (Non-Union)

## Schedule of Assets (Held at End of Year)

| Identity of Issue,<br>Borrower, Lessor, or<br>Similar Party | Description of Investment                             | Shares     | Current Value                   |
|---|---|------------|---------------------------------|
|   |   |            | Year Ended<br>December 31, 2002 |
| <b>Vanguard Fiduciary</b>                                   |   |            |                                 |
| Trust Company:  | Registered Investment Companies:                      |            |                                 |
|   | AIM Constellation Fund, A Shares                      | 512,737    | \$ 8,526,817                    |
|   | Templeton Developing Markets, Trust-Class I Shares    | 70,883     | 708,829                         |
|   | *Vanguard 500 Index Fund Investor Shares              | 333,426    | 27,057,525                      |
|   | *Vanguard Extended Market Index Fund, Investor Shares | 67,596     | 1,266,745                       |
|   | *Vanguard International Growth Fund                   | 365,153    | 4,440,266                       |
|   | *Vanguard LifeStrategy Conservative Growth Fund       | 311,728    | 3,996,354                       |
|   | *Vanguard LifeStrategy Growth Fund                    | 197,392    | 2,834,549                       |
|   | *Vanguard LifeStrategy Income Fund                    | 164,186    | 2,022,770                       |
|   | *Vanguard LifeStrategy Moderate Growth Fund           | 800,822    | 11,107,406                      |
|   | *Vanguard Prime Money Market Fund                     | 33,116,448 | 33,116,448                      |
|   | *Vanguard Total Bond Market Index Fund                | 777,460    | 8,070,034                       |
|   | *Vanguard U.S. Growth Fund                            | 224,126    | 2,702,962                       |
|   | *Vanguard Wellington Fund Investor Shares             | 156,195    | 3,836,140                       |
|   | *Vanguard Windsor II Fund Investor Shares             | 119,158    | 2,478,485                       |
|   |   |            | <u>\$ 112,165,330</u>           |
|   | Employer Stock:                                       |            |                                 |
|   | *Newmont Mining Stock                                 | 3,938,964  | 31,039,039                      |
|   | Participant Loans (a)                                 |            |                                 |
|   | Interest rates ranging from 5.75 %-10.5%              |            | 7,275,367                       |
|   | <b>Total</b>  |            | <u><u>\$ 150,479,736</u></u>    |

\* Represents a party-in-interest.

(a) The interest rate on loans is determined by the Trustee based on commercial lending rates at the date of the loan.

**SIGNATURES**

*The Plan.* Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

Newmont Retirement Savings Plan (Non-Union)

(Name of Plan)

/s/ Darla Wolcott

Date June 27, 2003

Darla Wolcott

Administrative Committee Member

EXHIBIT INDEX

| <u>Exhibit No.</u> | <u>Exhibit</u>                    |
|--------------------|-----------------------------------|
| 23                 | Consent of PricewaterhouseCoopers |
| 99.2               | Section 906 Certification         |