

Minsur S.A. and Subsidiaries

Interim condensed consolidated statements of financial position

As of March 31, 2016 (unaudited) and December 31, 2015 (audited)

	Note	As of March 31, 2016 US\$(000)	As of December 31, 2015 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	6	352,342	390,855
Trade and other receivables, net	7	76,652	78,754
Inventory, net	8	99,332	89,639
Financial assets at fair value through profit or loss	9	5,821	6,412
Income tax prepayments		674	3,589
Prepaid expenses		2,316	615
Available-for-sale financial assets		2,984	2,711
Other assets		306	-
		<u>540,427</u>	<u>572,575</u>
Non-current assets			
Other financial assets	10	194,162	192,498
Trade and other receivables, net	7	53,023	51,469
Investments in associates	11	304,519	292,130
Property, plant and equipment, net	12	457,108	435,499
Intangible assets, net	13	358,890	346,979
Deferred income tax asset, net		56,644	48,684
Income tax prepayments		-	945
Other assets		1	2
		<u>1,424,347</u>	<u>1,368,206</u>
Total asset		<u>1,964,774</u>	<u>1,940,781</u>
Liabilities			
Current liabilities			
Trade and other payables	14	77,711	103,638
Financial obligations	15	80,336	93,793
Provisions	16	24,845	27,628
Other Liabilities		-	298
		<u>182,892</u>	<u>225,357</u>
Non-current liabilities			
Trade and other payables	14	10,000	10,000
Financial obligations	15	454,521	452,484
Provisions	16	121,813	114,027
Deferred income tax liability, net		22,731	23,997
		<u>609,065</u>	<u>600,508</u>
Total liabilities		<u>791,957</u>	<u>825,865</u>
Equity			
Capital stock	17	601,269	601,269
Investment shares	17	300,634	300,634
Other reserves	17	160,670	160,670
Other equity items	17	(215,459)	(255,355)
Retained earnings	17	260,187	244,830
Equity attributable to equity holders of the parent		<u>1,107,301</u>	<u>1,052,048</u>
Non-controlling interests	17	65,516	62,868
Total equity		<u>1,172,817</u>	<u>1,114,916</u>
Total liabilities and equity		<u>1,964,774</u>	<u>1,940,781</u>

Minsur S.A. and Subsidiaries

Interim condensed consolidated income statements

For Three-months period ended March 31, 2016 and 2015 (unaudited)

	Note	For the specific quarter from January 1, to March 31,		For the Three months period ended March 31,	
		2016	2015	2016	2015
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	20	127,027	170,247	127,027	170,247
Cost of sales	21	(73,856)	(104,308)	(73,856)	(104,308)
Gross margin		53,171	65,939	53,171	65,939
Operating expenses					
Administrative expenses	22	(8,989)	(11,001)	(8,989)	(11,001)
Selling expenses	23	(1,533)	(2,139)	(1,533)	(2,139)
Other operating income	24	2,053	2,633	2,053	2,633
Other operating expenses	25	(15,578)	(17,560)	(15,578)	(17,560)
Total operating expenses		(24,047)	(28,067)	(24,047)	(28,067)
Operating income		29,124	37,872	29,124	37,872
Other income (expenses)					
Finance income	26	1,621	874	1,621	874
Finance costs	26	(8,944)	(10,779)	(8,944)	(10,779)
Gain (loss) from investments in associates, net	10	(2,324)	2,505	(2,324)	2,505
Gain (loss) from financial assets at fair value through profit or loss		(590)	431	(590)	431
Exchange difference, net		7,194	(26,740)	7,194	(26,740)
Total other income (expenses)		(3,043)	(33,709)	(3,043)	(33,709)
Profit before income tax		26,081	4,163	26,081	4,163
Income tax expense	17	(7,204)	(19,288)	(7,204)	(19,288)
Profit for the period		18,877	(15,125)	18,877	(15,125)
Attributable to :					
Owners of the parent		19,361	(12,772)	19,361	(12,772)
Non-controlling interests		(484)	(2,353)	(484)	(2,353)
Profit or loss for the period		18,877	(15,125)	18,877	(15,125)
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	18 (g)	0.672	-0.443	0.672	-0.443
Investment shares	18 (g)	0.007	-0.004	0.007	-0.004

Minsur S.A. and Subsidiaries**Interim condensed consolidated statements of comprehensive income**

For the Three-months period ended March 31, 2016 and 2015 (unaudited)

	For the specific quarter from January 1, to March 31,		For the Three-months periods ended March 31,	
	2016	2015	2016	2015
	US\$(000)	US\$(000)	US\$(000)	US\$(000)
(Loss) Profit for the period	18,877	(15,125)	18,877	(15,125)
Other comprehensive income				
Exchange difference on traslation of foreing operations	34,284	(48,793)	34,284	(48,793)
Unrealized gain (loss) related to investment in associate	5,612	(2,588)	5,612	(2,588)
Other comprehensive income	-	1,262	-	1,262
Net comprehensive income	<u>39,896</u>	<u>(50,119)</u>	<u>39,896</u>	<u>(50,119)</u>
Total comprehensive income	<u><u>58,773</u></u>	<u><u>(65,244)</u></u>	<u><u>58,773</u></u>	<u><u>(65,244)</u></u>
Attributable to:				
Equity holders of the parents	59,257	(62,891)	59,257	(62,891)
Non-controlling interests	<u>(484)</u>	<u>(2,353)</u>	<u>(484)</u>	<u>(2,353)</u>
	<u><u>58,773</u></u>	<u><u>(65,244)</u></u>	<u><u>58,773</u></u>	<u><u>(65,244)</u></u>

Minsur S.A. And Subsidiaries

Interim condensed consolidated statements of changes in equity

As of March 31, 2016 and 2015 (unaudited)

	<u>Capital Stock</u>	<u>Investment shares</u>	<u>Others Reserves</u>	<u>Other equity items</u>	<u>Reinvested earnings</u>	<u>Cumulative translation reserve</u>	<u>Unrealized Gain (loss)</u>	<u>Retained earnings</u>	<u>Total attributable to equity holders of the parent</u>	<u>Non - controlling interests</u>	<u>Total equity</u>
	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)
Balance as of January 1, 2015	601,269	300,634	120,685	2,382	39,985	(109,489)	5,503	717,207	1,678,176	173,965	1,852,141
Profit of the period	-	-	-	-	-	-	-	(12,772)	(12,772)	(2,353)	(15,125)
Other comprehensive income	-	-	-	1,262	-	(48,793)	(2,588)	-	(50,119)	-	(50,119)
Total other comprehensive income	-	-	-	1,262	-	(48,793)	(2,588)	(12,772)	(62,891)	(2,353)	(65,244)
Dividends declared	-	-	-	-	-	-	-	(50,000)	(50,000)	-	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-	1,770	1,770
Other adjustments	-	-	-	-	-	-	-	1,909	1,909	(267)	1,642
Balance as of March 31, 2015	601,269	300,634	120,685	3,644	39,985	(158,282)	2,915	656,344	1,567,194	173,115	1,740,309
Balance as of January 1, 2016	601,269	300,634	120,685	2,382	39,985	(245,427)	(12,310)	244,830	1,052,048	62,868	1,114,916
Profit or loss of the period	-	-	-	-	-	-	-	19,361	19,361	(484)	18,877
Other comprehensive income	-	-	-	-	-	34,284	5,612	-	39,896	-	39,896
Total other comprehensive income	-	-	-	-	-	34,284	5,612	19,361	59,257	(484)	58,773
Dividends declared	-	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	3,000	3,000
Other adjustments	-	-	-	-	-	-	-	(4,004)	(4,004)	132	(3,872)
Balance as of March 31, 2016	601,269	300,634	120,685	2,382	39,985	(211,143)	(6,698)	260,187	1,107,301	65,516	1,172,817

Minsur S.A. and Subsidiaries

Interim condensed consolidated statements of cash flows

For the Three-months period ended March 31, 2016 and 2015

(unaudited)

	Note	As of March 31, 2016 US\$(000)	As of March 31, 2015 US\$(000)
Operating activities			
Collection from customers		133,038	167,535
Interest received		2	228
Payments to suppliers		(75,882)	(100,008)
Payroll and social benefit payments		(37,940)	(54,477)
Tax payments and other taxes		(12,824)	(19,054)
Interest paid		(1,238)	(17,420)
Other (payments) receipts related to the activity, net		(4,134)	(9,400)
Net cash flows (used in) provided by operating activities		1,022	(32,596)
Investing activities			
Loss of control of subsidiaries or other businesses		-	-
Proceeds from sale of property, plant and equipment		-	-
Dividends received		-	-
Purchase of property, plant and equipment		(10,268)	(7,118)
Purchase of intangibles		(898)	-
Others		(9,464)	-
Net cash flows used in investing activities		(20,630)	(7,118)
Financing activities			
Proceeds from borrowings		-	14,995
Dividends paid			
New contributions of minority		1,080	1,770
Repayment of borrowings		-	(405)
Others		(21,263)	(7,343)
Net cash flows provided by financing activities		(20,183)	9,017
Net (decrease) increase in cash and cash equivalents		(39,791)	(30,697)
Net exchange difference		1,278	(655)
Cash and cash equivalents as of January 1	6	390,855	407,882
Cash and cash equivalents as of March 31	6	352,342	376,530