

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of financial position

As of June 30, 2015 (unaudited) and December 31, 2014 (audited)

|  | Note  | As of June<br>30, 2015<br>US\$(000) | As of<br>December<br>31, 2014<br>US\$(000) |
|--|-------|-------------------------------------|--|
| <b>Assets</b>  |       |                                     |  |
| <b>Current assets</b>                                      |       |                                     |  |
| Cash and cash equivalents                                  | 3     | 349,121                             | 407,882                                    |
| Trade and other receivables, net                           | 4     | 91,347                              | 88,711                                     |
| Related parties  | 4,22  | 448                                 | 466  |
| Inventory, net   | 5     | 101,670                             | 119,872                                    |
| Financial assets at fair value through profit or loss      | 6     | 8,379                               | 8,155                                      |
| Income tax prepayments                                     |       | 13,688                              | 9,708                                      |
| Prepaid expenses   |       | 1,433                               | 915  |
| Available-for-sale financial assets                        |       | 3,632                               | 4,134                                      |
|  |       | <u>569,718</u>                      | <u>639,843</u>                             |
| <b>Non-current assets</b>                                  |       |                                     |  |
| Other financial assets                                     | 6     | 192,162                             | 189,576                                    |
| Trade and other receivables, net                           | 4     | 43,645                              | 51,007                                     |
| Investments in associates                                  | 7     | 331,214                             | 345,595                                    |
| Property, plant and equipment, net                         | 8     | 487,540                             | 510,409                                    |
| Intangible assets, net                                     | 9     | 1,024,878                           | 1,055,769                                  |
| Deferred income tax asset, net                             |       | 49,955                              | 52,494                                     |
| Other assets   |       | 2,365                               | 4,637                                      |
|  |       | <u>2,131,759</u>                    | <u>2,209,487</u>                           |
| <b>Total asset</b>   |       | <b><u>2,701,477</u></b>             | <b><u>2,849,330</u></b>                    |
| <b>Liabilities</b>   |       |                                     |  |
| <b>Current liabilities</b>                                 |       |                                     |  |
| Trade and other payables                                   | 10    | 51,208                              | 87,287                                     |
| Related parties  | 10,22 | 5,224                               | 11,101                                     |
| Financial obligations                                      | 11    | 91,227                              | 68,440                                     |
| Provision for employees benefits                           | 10    | 22,132                              | 41,704                                     |
| Provisions   | 12    | 11,032                              | 10,786                                     |
|  |       | <u>180,823</u>                      | <u>219,318</u>                             |
| <b>Non-current liabilities</b>                             |       |                                     |  |
| Trade and other payables                                   | 10    | 10,000                              | 10,000                                     |
| Financial obligations                                      | 11    | 455,420                             | 466,851                                    |
| Provision for employees benefits                           | 10    | 570                                 | 453  |
| Provisions   | 12    | 134,041                             | 122,546                                    |
| Deferred income tax liability, net                         |       | 186,583                             | 178,021                                    |
|  |       | <u>786,614</u>                      | <u>777,871</u>                             |
| <b>Total liabilities</b>                                   |       | <b><u>967,437</u></b>               | <b><u>997,189</u></b>                      |
| <b>Equity</b>  |       |                                     |  |
| Capital stock  | 14    | 601,269                             | 601,269                                    |
| Investment shares  |       | 300,634                             | 300,634                                    |
| Other reserves   |       | 160,670                             | 160,670                                    |
| Other equity items   |       | (164,696)                           | (101,604)                                  |
| Retained earnings  |       | 665,763                             | 717,207                                    |
| <b>Equity attributable to equity holders of the parent</b> |       | <b><u>1,563,640</u></b>             | <b><u>1,678,176</u></b>                    |
| Non-controlling interests                                  |       | 170,400                             | 173,965                                    |
| <b>Total equity</b>  |       | <b><u>1,734,040</u></b>             | <b><u>1,852,141</u></b>                    |
| <b>Total liabilities and equity</b>                        |       | <b><u>2,701,477</u></b>             | <b><u>2,849,330</u></b>                    |

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated income statements

For Six-months period ended June 30, 2015 and 2014 (unaudited)

|  | Note | For the specific quarter from April<br>1, to June 30, |                 | For the Six months period ended<br>June 30, |                 |
|--|------|---|-----------------|---|-----------------|
|  |      | 2015  | 2014            | 2015  | 2014            |
|  |      | US\$(000)   | US\$(000)       | US\$(000)                                   | US\$(000)       |
| Net sales  | 15   | 156,353   | 240,585         | 326,600                                     | 485,112         |
| Cost of sales  | 16   | (109,755)   | (135,771)       | (214,063)                                   | (254,452)       |
| <b>Gross margin</b>  |      | <u>46,598</u>   | <u>104,814</u>  | <u>112,537</u>                              | <u>230,660</u>  |
| <b>Operating expenses</b>  |      |   |                 |   |                 |
| Selling expenses   | 17   | (2,185)   | (3,330)         | (4,324)                                     | (5,474)         |
| Administrative expenses  | 18   | (13,974)  | (12,274)        | (24,975)                                    | (24,865)        |
| Exploration and project expenses   | 19   | (23,892)  | (31,923)        | (35,859)                                    | (50,026)        |
| Other, net   |      | 8,268   | 12,898          | 5,308                                       | 9,302           |
| <b>Total operating expenses</b>  |      | <u>(31,783)</u>                                       | <u>(34,629)</u> | <u>(59,850)</u>                             | <u>(71,063)</u> |
| <b>Operating income</b>  |      | <u>14,815</u>   | <u>70,185</u>   | <u>52,687</u>                               | <u>159,597</u>  |
| <b>Other income (expenses)</b>   |      |   |                 |   |                 |
| Finance income   |      | 1,273   | 1,568           | 2,147                                       | 2,766           |
| Finance costs  |      | (11,770)  | (12,139)        | (22,549)                                    | (20,958)        |
| Gain (loss) from investments in associates, net  |      | 9,497   | 3,710           | 12,002                                      | 3,334           |
| Gain (loss) from financial assets at fair value<br>through profit or loss                |      | (208)   | 603             | 223   | 475             |
| Exchange difference, net   |      | 10,958  | 2,624           | (15,782)                                    | 6,562           |
| <b>Total other income (expenses)</b>   |      | <u>9,750</u>  | <u>(3,634)</u>  | <u>(23,959)</u>                             | <u>(7,821)</u>  |
| <b>Profit before income tax</b>  |      | 24,565  | 66,551          | 28,728                                      | 151,776         |
| Income tax expense   | 13   | (12,823)  | (28,689)        | (32,111)                                    | (64,990)        |
| <b>Profit for the period</b>   |      | <u>11,742</u>   | <u>37,862</u>   | <u>(3,383)</u>                              | <u>86,786</u>   |
| <b>Attributable to :</b>   |      |   |                 |   |                 |
| Owners of the parent   | 21   | 13,864  | 39,549          | 1,092                                       | 91,467          |
| Non-controlling interests  |      | (2,122)   | (1,687)         | (4,475)                                     | (4,681)         |
| <b>Profit or loss for the period</b>   |      | <u>11,742</u>   | <u>37,862</u>   | <u>(3,383)</u>                              | <u>86,786</u>   |
| <b>Earnings per share stated in U.S. dollar<br/>(basic and diluted) attributable to:</b> |      |   |                 |   |                 |
| Common shares  | 21   | 0.481   | 1.373           | 0.038                                       | 3.173           |
| Investment shares  | 21   | 0.004   | 0.014           | 0.000                                       | 0.032           |

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of comprehensive income

For the Six-months period ended June 30, 2015 and June 30,2014 (unaudited)

|   | For the specific quarter from April<br>1, to June 30, |                      | For the Six-months periods ended<br>June 30, |                      |
|---|---|----------------------|--|----------------------|
|   | 2015<br>US\$(000)                                     | 2014<br>US\$(000)    | 2015<br>US\$(000)                            | 2014<br>US\$(000)    |
| <b>(Loss) Profit for the period</b>                       | 11,742  | 37,862               | (3,383)                                      | 86,786               |
| <b>Other comprehensive income</b>                         |   |                      |  |                      |
| Exchange difference on traslation of foreing operations   | (7,605)   | 4,791                | (56,398)                                     | 5,638                |
| Unrealized gain (loss) related to investment in associate | 602   | -                    | 1,864  | -                    |
| Other comprehensive income                                | <u>(5,970)</u>  | <u>3,599</u>         | <u>(8,558)</u>                               | <u>3,583</u>         |
| <b>Net comprehensive income</b>                           | <u>(12,973)</u>                                       | <u>8,390</u>         | <u>(63,092)</u>                              | <u>9,221</u>         |
| <b>Total comprehensive income</b>                         | <u><u>(1,231)</u></u>                                 | <u><u>46,252</u></u> | <u><u>(66,475)</u></u>                       | <u><u>96,007</u></u> |
| <b>Attributable to:</b>                                   |   |                      |  |                      |
| Equity holders of the parents                             | 891   | 47,939               | (62,000)                                     | 100,688              |
| Non-controlling interests                                 | <u>(2,122)</u>  | <u>(1,687)</u>       | <u>(4,475)</u>                               | <u>(4,681)</u>       |
|   | <u><u>(1,231)</u></u>                                 | <u><u>46,252</u></u> | <u><u>(66,475)</u></u>                       | <u><u>96,007</u></u> |

## Minsur S.A. And Subsidiaries

### Interim condensed consolidated statements of changes in equity

As of June 30, 2015 and 2014 (unaudited)

|   | <u>Capital<br/>Stock</u> | <u>Investment<br/>shares</u> | <u>Others<br/>Reserves</u> | <u>Other equity<br/>items</u> | <u>Reinvested<br/>earnings</u> | <u>Cumulative<br/>translation<br/>reserve</u> | <u>Unrealized<br/>Gain (loss)</u> | <u>Retained<br/>earnings</u> | <u>Total<br/>attributable to<br/>equity<br/>holders of the<br/>parent</u> | <u>Non -<br/>controlling<br/>interests</u> | <u>Total<br/>equity</u> |
|---|--------------------------|------------------------------|----------------------------|-------------------------------|--------------------------------|---|-----------------------------------|------------------------------|---|--|-------------------------|
|   | US\$(000)                | US\$(000)                    | US\$(000)                  | US\$(000)                     | US\$(000)                      | US\$(000)                                     | US\$(000)                         | US\$(000)                    | US\$(000)   | US\$(000)                                  | US\$(000)               |
| <b>Balance as of January 1, 2014</b>    | 601,269                  | 300,634                      | 120,685                    | (642)                         | 39,985                         | (30,283)                                      | 3,375                             | 682,171                      | 1,717,194   | 169,160                                    | 1,886,354               |
| Profit of the period                    | -                        | -                            | -                          | -                             | -                              | -   | -                                 | 91,467                       | 91,467  | (4,681)                                    | 86,786                  |
| Other comprehensive income              | -                        | -                            | -                          | -                             | -                              | 5,638   | 3,583                             | -                            | 9,221   | -  | 9,221                   |
| <b>Total other comprehensive income</b> | -                        | -                            | -                          | -                             | -                              | 5,638   | 3,583                             | 91,467                       | 100,688   | (4,681)                                    | 96,007                  |
| Dividends declared                      | -                        | -                            | -                          | -                             | -                              | -   | -                                 | (50,000)                     | (50,000)  | -  | (50,000)                |
| Capital Contributions                   | -                        | -                            | -                          | -                             | -                              | -   | -                                 | -                            | -   | 7,740                                      | 7,740                   |
| Other adjustments                       | -                        | -                            | -                          | -                             | -                              | -   | -                                 | (1,778)                      | (1,778)   | (553)                                      | (2,331)                 |
| <b>Balance as of June 30, 2014</b>      | 601,269                  | 300,634                      | 120,685                    | (642)                         | 39,985                         | (24,645)                                      | 6,958                             | 721,860                      | 1,766,104   | 171,666                                    | 1,937,770               |
| <b>Balance as of January 1, 2015</b>    | 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 or loss of the period            | -                        | -                            | -                          | -                             | -                              | -   | -                                 | 1,092                        | 1,092   | (4,475)                                    | (3,383)                 |
| Other comprehensive income              | -                        | -                            | -                          | -                             | -                              | (56,398)                                      | (6,694)                           | -                            | (63,092)  | -  | (63,092)                |
| <b>Total other comprehensive income</b> | -                        | -                            | -                          | -                             | -                              | (56,398)                                      | (6,694)                           | 1,092                        | (62,000)  | (4,475)                                    | (66,475)                |
| Dividends declared                      | -                        | -                            | -                          | -                             | -                              | -   | -                                 | (50,000)                     | (50,000)  | -  | (50,000)                |
| Capital Contributions                   | -                        | -                            | -                          | -                             | -                              | -   | -                                 | -                            | -   | 3,120                                      | 3,120                   |
| Other adjustments                       | -                        | -                            | -                          | -                             | -                              | -   | -                                 | (2,536)                      | (2,536)   | (2,210)                                    | (4,746)                 |
| <b>Balance as of June 30, 2015</b>      | 601,269                  | 300,634                      | 120,685                    | 2,382                         | 39,985                         | (165,887)                                     | (1,191)                           | 665,763                      | 1,563,640   | 170,400                                    | 1,734,040               |

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of cash flows

For the Six-months period ended June 30, 2015 and 2014 (unaudited)

|  | Note   | As of June<br>30, 2015<br>US\$(000) | As of June<br>30, 2014<br>US\$(000) |
|--|--------|-------------------------------------|-------------------------------------|
| <b>Operating activities</b>                                      |        |                                     |                                     |
| Collection from customers  |        | 325,892                             | 504,101                             |
| Interest received  |        | 6,430                               | 536                                 |
| Payments to suppliers  |        | (181,261)                           | (194,231)                           |
| Payroll and social benefit payments                              |        | (83,397)                            | (92,386)                            |
| Interest paid  |        | (20,275)                            | (19,318)                            |
| Other (payments) receipts related to the activity, net           |        | <u>(45,584)</u>                     | <u>(102,460)</u>                    |
| <b>Net cash flows (used in) provided by operating activities</b> |        | <u>1,805</u>                        | <u>96,242</u>                       |
| <b>Investing activities</b>                                      |        |                                     |                                     |
| Proceeds from sale of property, plant and equipment              |        | 25                                  | 145                                 |
| Repayment of investments in associates                           |        | -                                   | 11,871                              |
| Purchase of property, plant and equipment                        |        | (24,947)                            | (31,483)                            |
| Purchase of intangibles  |        | (429)                               | -                                   |
| Others   |        | <u>2,543</u>                        | <u>3,508</u>                        |
| <b>Net cash flows used in investing activities</b>               |        | <u>(22,808)</u>                     | <u>(15,959)</u>                     |
| <b>Financing activities</b>                                      |        |                                     |                                     |
| Proceeds from borrowings   |        | 23,954                              | 459,734                             |
| Dividends paid   |        | (49,973)                            | (49,996)                            |
| New contributions of minority                                    | 14 (d) | 3,120                               | 7,740                               |
| Repayment of borrowings  |        | (677)                               | (200,000)                           |
| Others   |        | <u>(11,718)</u>                     | <u>(8,921)</u>                      |
| <b>Net cash flows provided by financing activities</b>           |        | <u>(35,294)</u>                     | <u>208,557</u>                      |
| Net (decrease) increase in cash and cash equivalents             |        | (56,297)                            | 288,840                             |
| Net exchange difference  |        | (2,464)                             | (56)                                |
| <b>Cash and cash equivalents as of January 1</b>                 | 3      | <u>407,882</u>                      | <u>221,326</u>                      |
| <b>Cash and cash equivalents as of June 30</b>                   | 3      | <u>349,121</u>                      | <u>510,110</u>                      |