

## Minsur S.A. and Subsidiaries

### Interim consolidated statements of financial position

As of September 30, 2018 (unaudited) and December 31, 2017 (audited)

	Note	As of September 30, 2018 US\$(000)	As of December 31, 2017 US\$(000)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	102,067	240,481
Trade and other receivables, net	4	170,016	103,910
Inventory, net	5	112,929	110,078
Other financial assets	7	441,214	200,811
Income tax prepayments		29,785	345
Other assets		10,986	1,965
Available-for-sale financial assets		2,618	3,168
		<u>869,615</u>	<u>660,758</u>
<b>Non-current assets</b>			
Other financial assets	6	82,487	131,713
Trade and other receivables, net	4	101,715	62,706
Investments in associates	8	301,265	303,307
Property, plant and equipment, net	9	627,983	506,410
Intangible assets, net	10	465,152	465,901
Deferred income tax asset, net		126,134	137,023
Other assets	11	30,720	27,122
		<u>1,735,456</u>	<u>1,634,182</u>
<b>Total asset</b>		<b><u>2,605,071</u></b>	<b><u>2,294,940</u></b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	12	145,845	128,212
Financial obligations	13	94,688	74,393
Provision for employees benefits	12	21,815	23,865
Provisions	14	17,039	23,690
Income tax		-	4,354
		<u>279,387</u>	<u>254,514</u>
<b>Non-current liabilities</b>			
Trade and other payables	12	30,224	31,641
Financial obligations	13	528,714	541,285
Provisions	14	146,654	160,948
Deferred income tax liability, net		106,762	102,202
		<u>812,354</u>	<u>836,076</u>
<b>Total liabilities</b>		<b><u>1,091,741</u></b>	<b><u>1,090,590</u></b>
<b>Equity</b>			
Capital stock		601,269	601,269
Investment shares		300,634	300,634
Other reserves		214,017	174,357
Other equity items		(200,584)	(166,233)
Retained earnings		390,983	294,153
<b>Equity attributable to equity holders of the parent</b>		<b><u>1,306,319</u></b>	<b><u>1,204,180</u></b>
Non-controlling interests	1	207,011	170
<b>Total equity</b>		<b><u>1,513,330</u></b>	<b><u>1,204,350</u></b>
<b>Total liabilities and equity</b>		<b><u>2,605,071</u></b>	<b><u>2,294,940</u></b>

## Minsur S.A. and Subsidiaries

### Interim consolidated income statements

As of September 30, 2018 and 2017 (unaudited)

	Note	For the specific quarter from July 1, to September 30,		For the nine months period ended September 30,	
		2018	2017	2018	2017
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	15	164,666	177,372	514,557	503,613
Cost of sales	16	(97,380)	(104,739)	(299,776)	(306,813)
<b>Gross margin</b>		<b>67,286</b>	<b>72,633</b>	<b>214,781</b>	<b>196,800</b>
<b>Operating expenses</b>					
Administrative expenses		(12,476)	(13,210)	(40,996)	(35,268)
Selling expenses		(1,813)	(1,540)	(5,568)	(3,830)
Other operating income		11,025	65,636	21,657	70,335
Other operating expenses		(17,948)	(55,005)	(50,543)	(82,209)
<b>Total operating expenses</b>		<b>(21,212)</b>	<b>(4,119)</b>	<b>(75,450)</b>	<b>(50,972)</b>
<b>Operating income</b>		<b>46,074</b>	<b>68,514</b>	<b>139,331</b>	<b>145,828</b>
<b>Other income (expenses)</b>					
Finance income	17	46,607	2,525	51,485	6,595
Finance costs	17	(13,968)	(11,650)	(36,870)	(33,365)
Exchange difference, net		(3,403)	5,361	(23,691)	635
Gain (loss) from investments in associates, net	8	671	16,262	10,099	8,525
Gain (loss) from financial assets at fair value through profit or loss		1,057	815	1,158	2,811
<b>Total other income (expenses)</b>		<b>30,964</b>	<b>13,313</b>	<b>2,181</b>	<b>(14,799)</b>
<b>Profit before income tax</b>		<b>77,038</b>	<b>81,827</b>	<b>141,512</b>	<b>131,029</b>
Income tax expense	18	4,164	(21,150)	(47,366)	(46,750)
<b>Profit or loss for the period</b>		<b>81,202</b>	<b>60,677</b>	<b>94,146</b>	<b>84,279</b>
<b>Attributable to :</b>					
Owners of the parent		83,308	60,677	97,651	84,281
Non-controlling interests	1	(2,106)	-	(3,505)	(2)
<b>Profit or loss for the period</b>		<b>81,202</b>	<b>60,677</b>	<b>94,146</b>	<b>84,279</b>
<b>Earnings per share stated in U.S. dollar (basic and diluted) attributable to:</b>					
Common shares	20	2.890	2.100	3.390	2.920
Investment shares	20	0.030	0.020	0.030	0.030

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

As of September 30, 2018 and 2017 (unaudited)

	For the specific quarter from July 1, to September 30,		For the nine months period ended September 30,	
	2018 US\$(000)	2017 US\$(000)	2018 US\$(000)	2017 US\$(000)
<b>(Loss) Profit for the period</b>	<b>81,202</b>	<b>60,677</b>	<b>94,146</b>	<b>84,279</b>
<b>Other comprehensive income</b>				
Net Change in Cash Flow Hedges	4,268	1,910	(4,062)	3,949
Gains (Losses) on Investments in Equity Instruments at fair value	(3,820)	5,976	(5,948)	6,968
Exchange difference on traslation of foreing operations	(18,860)	26,585	(23,270)	26,036
Participation in other comprehensive income of associates and joint ventures accounted for using the equity method	(919)	(11,147)	(1,071)	(204)
<b>Net comprehensive income</b>	<b>(19,331)</b>	<b>23,324</b>	<b>(34,351)</b>	<b>36,749</b>
<b>Total comprehensive income</b>	<b>61,871</b>	<b>84,001</b>	<b>59,795</b>	<b>121,028</b>
<b>Attributable to:</b>				
Equity holders of the parents	63,977	84,001	63,300	121,030
Non-controlling interests	(2,106)	-	(3,505)	(2)
	<b>61,871</b>	<b>84,001</b>	<b>59,795</b>	<b>121,028</b>

## Minsur S.A. And Subsidiaries

### Interim consolidated statements of changes in equity

As of September 30, 2018 and 2017 (unaudited)

	<u>Capital Stock</u>	<u>Investment Shares</u>	<u>Others Reserves</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)
<b>Balance as of January 1, 2017</b>	601,269	300,634	157,166	39,985	- 174,543	- 9,250	280,050	1,195,311	191	1,195,502
Profit of the period	-	-	-	-	-	-	84,281	84,281	(2)	84,279
Other comprehensive income	-	-	551	-	26,036	10,713	279	37,021	(6)	37,015
<b>Total other comprehensive income</b>	-	-	551	-	26,036	10,713	84,002	121,302	(8)	121,294
Other adjustments	-	-	-	-	-	-	-	-	-	-
<b>Balance as of September 30, 2017</b>	<b>601,269</b>	<b>300,634</b>	<b>157,717</b>	<b>39,985</b>	<b>(148,507)</b>	<b>1,463</b>	<b>364,052</b>	<b>1,316,613</b>	<b>183</b>	<b>1,316,796</b>
<b>Balance as of January 1, 2018</b>	601,269	300,634	134,372	39,985	(166,977)	744	294,153	1,204,180	170	1,204,350
Profit or loss of the period	-	-	-	-	-	-	97,651	97,651	(3,505)	94,146
Other comprehensive income	-	-	-	-	23,270	11,081	-	(34,351)	-	(34,351)
<b>Total other comprehensive income</b>	-	-	-	-	(23,270)	(11,081)	97,651	63,300	(3,505)	59,795
Increase due to changes in subsidiaries' shares that do not imply loss of control	-	-	39,660	-	-	-	-	39,660	181,276	220,936
Contribution of non-controlling interest, note 1	-	-	-	-	-	0	-	-	29,000	29,000
Other adjustments	-	-	-	-	-	-	821	(821)	70	(751)
<b>Balance as of September 30, 2018</b>	<b>601,269</b>	<b>300,634</b>	<b>174,032</b>	<b>39,985</b>	<b>(190,247)</b>	<b>(10,337)</b>	<b>390,983</b>	<b>1,306,319</b>	<b>207,011</b>	<b>1,513,330</b>

## Minsur S.A. and Subsidiaries

### Interim consolidated statements of cash flows

As of September 30, 2018 and 2017 (unaudited)

	Note	As of September 30, 2018 US\$(000)	As of September 30, 2017 US\$(000)
<b>Operating activities</b>			
Collection from customers		530,344	525,001
Interest received		6,162	2,366
Payments to suppliers		(246,149)	(270,617)
Payroll and social benefit payments		(108,739)	(108,371)
Tax payments and other taxes		(56,670)	(75,716)
Interest paid		(33,804)	(37,165)
Other (payments) receipts related to the activity, net		(34,796)	1,786
<b>Net cash flows (used in) provided by operating activities</b>		<b>56,348</b>	<b>37,284</b>
<b>Investing activities</b>			
Sale of Financial Instruments of Patrimony or Debt of Other Entities		477,809	61,139
Proceeds from sale of property, plant and equipment		563	610
Purchase of Financial Instruments of Patrimony or Debt of Other Entities		(487,505)	-
Purchase of property, plant and equipment		(153,588)	(45,781)
Purchase of intangibles		(15,018)	(25,453)
Others		307	(23,431)
<b>Net cash flows used in investing activities</b>		<b>(177,432)</b>	<b>(32,916)</b>
<b>Financing activities</b>			
Contribution of non-controlling interest	1	29,000	-
Proceeds from borrowings	13	43,320	132,897
Repayment of borrowings	13	(89,922)	(78,238)
Dividends paid		-	(12)
Others		-	2
<b>Net cash flows provided by financing activities</b>		<b>(17,602)</b>	<b>54,649</b>
Net (decrease) increase in cash and cash equivalents		(138,686)	59,017
Net exchange difference		272	1,053
<b>Cash and cash equivalents as of January 1</b>	3	<b>240,481</b>	<b>353,343</b>
<b>Cash and cash equivalents as of September 30</b>	3	<b>102,067</b>	<b>413,413</b>