

Minsur S.A. and Subsidiaries

Interim consolidated statements of financial position

As of December 31, 2019 (unaudited) and December 31, 2018 (Audited)

	Note	As of December 31, 2019 US\$(000)	As of December 31, 2018 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	3	133,185	251,917
Other financial assets	3,6,26	324,247	433,407
Trade and other receivables, net	4	165,551	109,021
Related parties	22	3,334	1,633
Inventory, net	5	117,638	116,176
Income tax prepayments		3,420	20,729
Other non-financial assets		5,775	7,213
Non-financial assets available-for-sale		-	2,710
		<u>753,150</u>	<u>942,806</u>
Non-current assets			
Other financial assets	6,26	5,621	4,900
Trade and other receivables, net	4	80,611	96,830
Investments in associates	7	263,181	292,446
Inventory, net	5	13,384	-
Property, plant and equipment, net	8	1,568,219	800,500
Intangible assets, net	9	573,420	480,442
Deferred income tax asset, net		147,140	127,155
Other assets	10	54,694	62,716
		<u>2,706,270</u>	<u>1,864,989</u>
Total asset		<u>3,459,420</u>	<u>2,807,795</u>
Liabilities			
Current liabilities			
Trade and other payables	11	269,071	246,907
Related parties	22	11,265	11,683
Financial obligations	12,26	56,242	25,949
Provision for employees benefits	11	31,051	23,631
Provisions	14	35,137	26,476
Income tax		4,564	-
		<u>407,330</u>	<u>334,646</u>
Non-current liabilities			
Trade and other payables	11,13	56,341	55,484
Financial obligations	12,26	1,058,002	629,635
Provisions	14	197,692	144,262
Deferred income tax liability, net		102,367	105,445
		<u>1,414,402</u>	<u>934,826</u>
Total liabilities		<u>1,821,732</u>	<u>1,269,472</u>
Equity			
Capital stock	16	601,269	601,269
Investment shares	16	300,634	300,634
Other reserves	16	206,346	206,346
Other equity items	16	(235,572)	(217,209)
Retained earnings	16	411,272	412,821
Equity attributable to equity holders of the parent		<u>1,283,949</u>	<u>1,303,861</u>
Non-controlling interests		353,739	234,462
Total equity		<u>1,637,688</u>	<u>1,538,323</u>
Total liabilities and equity		<u>3,459,420</u>	<u>2,807,795</u>

Minsur S.A. and Subsidiaries

Interim consolidated income statements

As of December 31, 2019 (unaudited) and December 31, 2018 (Audited)

	Note	For the four quarter from October 1 to December 31		For the twelve months period ended December 31	
		2019	2018	2019	2018
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	18	180,780	179,216	711,488	693,773
Cost of sales	19	(113,416)	(111,832)	(446,018)	(411,608)
Gross margin		67,364	67,384	265,470	282,165
Operating expenses					
Administrative expenses		(16,472)	(10,164)	(54,872)	(51,160)
Selling expenses		(2,287)	(2,095)	(8,214)	(7,663)
Other operating income		17,660	17,677	46,999	39,334
Other operating expenses		(30,224)	(45,641)	(91,291)	(96,184)
Total operating expenses		(31,323)	(40,223)	(107,378)	(115,673)
Operating income		36,041	27,161	158,092	166,492
Other income (expenses)					
Finance income	20	4,715	19,324	23,269	70,808
Finance costs	20	(15,221)	(16,466)	(50,482)	(53,336)
Exchange difference, net		6,563	(11)	(2,602)	(23,701)
Gain (loss) from investments in associates, net		(8,751)	1,836	(8,218)	11,935
Gain (loss) from financial assets at fair value through profit or loss		(858)	(669)	-	489
Total other income (expenses)		(13,552)	4,014	(38,033)	6,195
Profit before income tax		22,489	31,175	120,059	172,687
Income tax expense		(8,754)	(17,142)	(57,224)	(64,508)
Profit or loss for the period		13,735	14,033	62,835	108,179
Attributable to :					
Owners of the parent	21	11,934	14,475	64,451	112,126
Non-controlling interests		1,801	(442)	(1,616)	(3,947)
Profit or loss for the period		13,735	14,033	62,835	108,179
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	21	0.414	0.502	2.236	3.889
Investment shares	21	0.004	0.005	0.022	0.039

Minsur S.A. and Subsidiaries

Interim consolidated statements of comprehensive income

As of December 31, 2019 (unaudited) and December 31, 2018 (Audited)

	For the four quarter from October 1 to December 31		For the twelve months period ended December 31	
	2019	2018	2019	2018
	US\$(000)	US\$(000)	US\$(000)	US\$(000)
Profit for the period	13,735	14,033	62,835	108,179
Other comprehensive income				
Net Change in Cash Flow Hedges	1,666	(9,449)	(417)	(13,511)
Gains (Losses) on Investments in Equity Instruments at fair value	(1,052)	(3,085)	1,949	(9,033)
Exchange difference on traslation of foreing operations	(7,748)	(8,075)	(22,685)	(31,345)
Participation in other comprehensive income of associates and joint ventures accounted for using the equity method	118	1,071	(32)	-
Net comprehensive income	(7,016)	(19,538)	(21,185)	(53,889)
Total comprehensive income	6,719	(5,505)	41,650	54,290
Attributable to:				
Equity holders of the parents	4,196	(2,343)	46,088	60,957
Non-controlling interests	2,523	(3,162)	(4,438)	(6,667)
	6,719	(5,505)	41,650	54,290

Minsur S.A. And Subsidiaries

Interim consolidated statements of changes in equity

As of December 31, 2019 (unaudited) and December 31, 2018 (Audited)

	<u>Capital Stock</u>	<u>Investment Shares</u>	<u>Others Reserves</u>	<u>Other equity items</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)		
Balance as of January 1, 2018	601,269	300,634	174,357	5,563	-	166,977	-	4,626	300,344	1,210,564	170	1,210,734
Profit of the period	-	-	-	-	-	-	-	112,126	112,126	(3,947)		108,179
Other comprehensive income	-	-		(8,327)	(31,345)	(11,497)	-	(51,169)	(2,720)			(53,889)
Total other comprehensive income	-	-	-	(8,327)	(31,345)	(11,497)	112,126	60,957	(6,667)			54,290
Capital Contributions	-	-	-	-	-	-	-	-	50,640			50,640
Other adjustments	-	-	31,989	-	-	-	351	32,340	190,319			222,659
Balance as of December 31, 2018	601,269	300,634	206,346	(2,764)	(198,322)	(16,123)	412,821	1,303,861	234,462			1,538,323
Balance as of January 1, 2019	601,269	300,634	206,346	(2,764)	(198,322)	(16,123)	412,821	1,303,861	234,462			1,538,323
Profit or loss of the period	-	-	-	-	-	-	64,451	64,451	(1,616)			62,835
Other comprehensive income	-	-	-	2,405	(22,685)	1,917	-	(18,363)	(2,822)			(21,185)
Total other comprehensive income	-	-	-	2,405	(22,685)	1,917	64,451	46,088	(4,438)			41,650
Increase by other Contributions from Owners	-	-	-	-	-	-	-	-	123,140			123,140
Other adjustments	-	-	-	-	-	-	-	-	575			575
Dividends declared	-	-	-	-	-	-	(66,000)	(66,000)	-			(66,000)
Balance as of December 31, 2019	601,269	300,634	206,346	(359)	(221,007)	(14,206)	411,272	1,283,949	353,739			1,637,688

Minsur S.A. and Subsidiaries

Interim consolidated statements of cash flows

As of December 31, 2019 (unaudited) and December 31, 2018 (Audited)

	Note	As of December 31, 2019 US\$(000)	As of December 31, 2018 US\$(000)
Operating activities			
Collection from customers		723,133	695,666
Interest received		17,032	67,409
Payments to suppliers		(367,049)	(302,224)
Payroll and social benefit payments		(131,033)	(134,198)
Tax payments and other taxes		(114,208)	(62,281)
Interest paid		(25,402)	(28,132)
Other (payments) receipts related to the activity, net		6,758	7,339
Net cash flows (used in) provided by operating activities		109,231	243,579
Investing activities			
Sale of Financial Instruments of Patrimony or Debt of Other Entities		679,351	559,577
Proceeds from sale of property, plant and equipment		303	624
Dividends received		1,026	416
Purchase of Financial Instruments of Patrimony or Debt of Other Entities		(563,854)	(490,056)
Purchase of property, plant and equipment		(792,205)	(333,200)
Purchase of intangibles		(65,010)	(26,139)
Net cash flows used in investing activities		(740,389)	(288,778)
Financing activities			
Non-controlling interest contributions			
Liabilities for Financial Leasing		(19,340)	(16,641)
Proceeds from borrowings		509,323	151,086
Acquisition of Other Equity		123,140	50,640
Repayment of borrowings and leases		(35,303)	(97,207)
Dividends paid		(66,012)	-
Others		(3,349)	(30,240)
Net cash flows provided by financing activities		508,459	57,638
Net (decrease) increase in cash and cash equivalents		(122,699)	12,439
Net exchange difference		3,967	(1,003)
Cash and cash equivalents as of January 1		251,917	240,481
Cash and cash equivalents as of December 31	3	133,185	251,917