

Minsur S.A.

Interim condensed separated statements of financial position

As of December 31, 2018 (unaudited) and December 31, 2017 (restructured)

	Notes	As of December 31, 2018 US\$(000)	As of December 31, 2017 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	6	198,843	202,882
Financial assets at fair value through profit or loss	6, 9	430,724	200,496
Trade receivables, net	7	51,984	44,769
Related parties	7, 28	3,667	3,491
Other receivables, net	7	28,036	12,565
Payments in advances	7	1,732	1,857
Inventory, net	8	73,752	65,909
Income tax prepayments		17,335	-
Other Non-Financial assets		1,618	900
		<u>807,691</u>	<u>532,869</u>
Non-current assets			
Other financial assets	9, 10	4,899	131,713
Investments in associates	11	698,264	804,293
Property, plant and equipment, net	12	370,686	302,570
Intangible assets, net	13	31,059	33,402
Deferred income tax asset, net	18	30,024	24,981
Other assets	14	11,109	8,934
		<u>1,146,041</u>	<u>1,305,893</u>
Total asset		<u>1,953,732</u>	<u>1,838,762</u>
Liabilities			
Current liabilities			
Financial obligations	16	12,920	7,505
Trade payables	15	67,498	51,731
Related parties	15, 28	12,882	7,035
Other payables	15	22,440	23,717
Provision for employees benefits	15	14,617	18,676
Provisions	17	11,313	10,642
Liability for income tax		-	4,354
		<u>141,670</u>	<u>123,660</u>
Non-current liabilities			
Financial obligations	16	448,979	445,520
Provisions	17	59,222	59,018
		<u>508,201</u>	<u>504,538</u>
Total liabilities		<u>649,871</u>	<u>628,198</u>
Equity			
Capital stock	19	601,269	601,269
Investment shares	19	300,634	300,634
Other reserves	19	174,357	174,357
Other equity items	19	(217,209)	(166,240)
Retained earnings	19	444,810	300,344
Equity attributable to equity holders of the parent		<u>1,303,861</u>	<u>1,210,364</u>
Total equity		<u>1,303,861</u>	<u>1,210,364</u>
Total liabilities and equity		<u>1,953,732</u>	<u>1,838,562</u>

Minsur S.A.**Interim condensed separated income statements**

As of December 31, 2018 (unaudited) and December 31, 2017 (restructured)

	Notes	For the specific quarter from October 1, to December 31		For the twelve months period ended December 31	
		2018	2017	2018	2017
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	21	128,859	116,348	491,447	489,071
Cost of sales	22	(68,291)	(59,989)	(244,306)	(236,455)
Gross margin		60,568	56,359	247,141	252,616
Operating expenses					
Administrative expenses	23	(10,589)	(8,864)	(34,935)	(31,735)
Selling expenses	24	(304)	(1,239)	(3,772)	(3,150)
Other operating income	26	11,029	8,567	208,061	77,441
Other operating expenses	25, 26	(23,517)	(18,937)	(241,505)	(92,702)
Other income					
Other expenses		-	-	-	-
Total operating expenses		(23,381)	(20,473)	(72,151)	(50,146)
Operating income		37,187	35,886	174,990	202,470
Other income (expenses)					
Finance income	27	17,019	5,221	67,113	9,185
Finance costs	27	(6,920)	(8,527)	(30,516)	(31,699)
Exchange difference, net	5	(3,302)	1,003	(3,638)	(816)
Gain (loss) from investments in subsidiaries and associates, net	11(b)	(17,114)	(21,339)	(44,076)	(38,674)
Gain (loss) from financial assets at fair value through profit or loss	11(d) y (e)	(669)	(47)	489	2,765
Result on sales of assets		-	-	-	-
Dividends		-	-	-	-
Loss from derivative financial instruments, net		-	-	-	-
Total other income (expenses)		(10,986)	(23,689)	(10,628)	(59,239)
Profit before income tax		26,201	12,197	164,362	143,231
Income tax expense	18(d)	(19,398)	(17,333)	(20,247)	(64,088)
Profit for the period		6,803	(5,136)	144,115	79,143
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares		0.236	(0.178)	4.999	2.745
Investment shares		0.002	(0.002)	0.050	0.027

Minsur S.A.**Interim condensed separated statements of comprehensive income**

As of December 31, 2018 (unaudited) and December 31, 2017 (restructured)

	Notes	For the specific quarter from October 1, to December 31		For the twelve months period ended December 31	
		2018	2017	2018	2017
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
(Loss) Profit for the period	17	6,803	(5,136)	144,115	79,143
Other comprehensive income					
Net Change by Cash Flow Hedges					
Unrealized gain (loss) related to investment in associate		(6,408)	(754)	(11,541)	2,991
Exchange difference on traslation of foreing operations		(8,075)	(18,470)	(31,345)	7,566
Net change in non-current assets or groups of assets held for sale		(2,335)	35	(8,283)	7,003
Other comprehensive income		-	-	-	-
Net comprehensive income		<u>(16,818)</u>	<u>(19,189)</u>	<u>(51,169)</u>	<u>17,560</u>
Total comprehensive income		<u>(10,015)</u>	<u>(24,325)</u>	<u>92,946</u>	<u>96,703</u>

Minsur S.A.

Interim condensed separated statements of changes in equity

As of December 31, 2018 (unaudited) and December 31, 2017 (restructured)

	<u>Capital stock</u>	<u>Investment shares</u>	<u>Other equity items</u>	<u>Reinvested earnings</u>	<u>Investments in equity measured at fair value</u>	<u>Cumulative translation reserve</u>	<u>Retained earnings</u>	<u>Total equity</u>
	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)
Balance as of January 1, 2017	601,269	300,634	197,151	(9,255)	8,875	(174,543)	271,616	1,195,747
Profit of the period	-	-	-	-	-	-	79,143	79,143
	-	-	-	6,354	(15,031)	-	10,779	2,102
	-	-	(22,794)	-	-	-	(56)	(22,850)
Other comprehensive income	-	-	-	2,991	7,003	7,566	-	17,560
Total other comprehensive income	-	-	(22,794)	9,345	(8,028)	7,566	89,866	75,955
Dividends declared	-	-	-	-	-	-	(61,138)	(61,138)
Capital Contributions	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-
Balance as of December 31, 2017	601,269	300,634	174,357	90	847	(166,977)	300,344	1,210,564
Balance as of January 1, 2018	601,269	300,634	174,357	90	847	(166,977)	300,344	1,210,564
Profit or loss of the period	-	-	-	-	-	-	144,115	144,115
	-	-	-	-	-	-	351	351
Other comprehensive income	-	-	-	(11,541)	(8,283)	(31,345)	-	(51,169)
Total other comprehensive income	-	-	-	(11,541)	(8,283)	(31,345)	144,466	93,297
Dividends declared	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-
Balance as of December 31, 2018	601,269	300,634	174,357	(11,451)	(7,436)	(198,322)	444,810	1,303,861

Minsur S.A.**Interim condensed separated statements of cash flows**

As of December 31, 2018 (unaudited) and 2017 (restructured)

	Notes	As of December 31, 2018	As of December 31, 2017
		US\$(000)	US\$(000)
Operating activities			
Collection from customers		483,940	498,477
Other Cash Collections Relating to Operating Activities		4,899	-
Interest received		3,586	7,890
Payments to suppliers		(181,013)	(165,060)
Payroll and social benefit payments		(79,600)	(73,487)
Tax payments and other taxes		28,428	(87,134)
Interest paid		(26,177)	(28,124)
Dividends received not included in investment activity		-	-
Other Cash Collections (Payments)		(3)	262
Other (payments) receipts related to the activity, net		(30,307)	(1,238)
Net cash flows (used in) provided by operating activities		<u>203,753</u>	<u>151,586</u>
Investing activities			
Repayment of loan to subsidiary		35,000	8,000
Loss of Control of Subsidiaries or Other Businesses		-	63,714
Sale of Financial Instruments of Equity or Debt of Other Entities		559,577	37,557
Dividends received		417	2,566
Proceeds from sale of property, plant and equipment		546	398
Proceeds from sale of intangibles		-	
Income from financial assets		-	
Purchase of Financial Instruments of Equity or Debt of Other Entities		(490,327)	(160,444)
Purchase of property, plant and equipment		(122,751)	(62,704)
Purchase of intangibles		(1,860)	(10,017)
Acquisition of available-for-sale financial investments			
Purchase of financial investments			
Loan to subsidiary			
Obtain Control of Subsidiaries or Other Businesses			
Capital contribution to subsidiaries and associates		(153,955)	(97,550)
Interests Received		7,494	
Loan to subsidiary		(35,000)	
Others			78,051
Net cash flows used in investing activities		<u>(200,859)</u>	<u>(140,429)</u>
Financing activities			
Proceeds from borrowings		-	-
Liabilities for financial leasing	14c	(6,043)	(7,284)
Interest paid			
Dividends paid		-	(61,138)
Repayment of borrowings			
Others		-	-
Net cash flows provided by financing activities		<u>(6,043)</u>	<u>(68,422)</u>
Net (decrease) increase in cash and cash equivalents		(3,149)	(57,265)
Net exchange difference		(890)	(6)
Cash and cash equivalents as of January 1	4	<u>202,882</u>	<u>260,153</u>
Cash and cash equivalents as of December 31	4	<u>198,843</u>	<u>202,882</u>