

## Minsur S.A. and Subsidiaries

### Interim consolidated statements of financial position

For the Twelve-months period ended December 31, 2017 (unaudited) and 2016 (audited)

	Note	As of December 31, 2017 US\$(000)	As of December 31, 2016 US\$(000)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	240,480	353,343
Trade and other receivables, net	6	103,487	98,937
Inventory, net	7	110,078	100,215
Other financial assets	5,8,9,31,32	201,412	73,529
Income tax prepayments		283	338
Other assets		1,964	2,140
Available-for-sale financial assets		3,168	3,270
		<u>660,872</u>	<u>631,772</u>
<b>Non-current assets</b>			
Other financial assets	9	131,713	128,810
Trade and other receivables, net	7	62,706	53,664
Investments in associates	10	303,306	345,523
Property, plant and equipment, net	11	508,559	525,934
Intangible assets, net	12	465,901	390,688
Deferred income tax asset, net	16	137,667	85,795
Income tax prepayments		-	182
Other assets		-	1
		<u>1,609,852</u>	<u>1,530,597</u>
<b>Total asset</b>		<b><u>2,270,724</u></b>	<b><u>2,162,369</u></b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	13	152,134	141,798
Financial obligations	14,31,32	66,586	112,433
Provisions	15	23,689	33,959
Income tax		4,354	9,319
		<u>246,763</u>	<u>297,509</u>
<b>Non-current liabilities</b>			
Trade and other payables	13	34,641	39,450
Financial obligations	14	520,252	444,730
Provisions	15	160,947	146,470
Deferred income tax liability, net	16	101,798	38,272
		<u>817,638</u>	<u>668,922</u>
<b>Total liabilities</b>		<b><u>1,064,401</u></b>	<b><u>966,431</u></b>
<b>Equity</b>			
Capital stock	17	601,269	601,269
Investment shares		300,634	300,634
Other reserves		185,542	150,820
Other equity items		(171,311)	(189,877)
Retained earnings		290,019	332,901
<b>Equity attributable to equity holders of the parent</b>		<b><u>1,206,153</u></b>	<b><u>1,195,747</u></b>
Non-controlling interests		170	191
<b>Total equity</b>		<b><u>1,206,323</u></b>	<b><u>1,195,938</u></b>
<b>Total liabilities and equity</b>		<b><u>2,270,724</u></b>	<b><u>2,162,369</u></b>

## Minsur S.A. and Subsidiaries

### Interim consolidated income statements

For the Twelve-months period ended December 31, 2017 (unaudited) and 2016 (audited)

	Note	For the specific quarter from October 1, to December 31,		For the twelve months period ended December 31,	
		2017	2016	2017	2016
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	19	167,541	172,998	672,100	617,048
Cost of sales	20	(106,018)	(111,313)	(413,362)	(380,386)
<b>Gross margin</b>		<u>61,523</u>	<u>61,685</u>	<u>258,738</u>	<u>236,662</u>
<b>Operating expenses</b>					
Administrative expenses	21	(13,260)	(10,390)	(48,584)	(42,265)
Selling expenses	22	(2,257)	(1,301)	(7,002)	(4,646)
Other operating income	23	18,699	4,598	89,034	11,062
Other operating expenses	24	(29,406)	(20,149)	(111,615)	(56,187)
Other gains (losses)	11,12	(26,909)	-	(26,909)	-
<b>Total operating expenses</b>		<u>(53,133)</u>	<u>(27,242)</u>	<u>(105,076)</u>	<u>(92,036)</u>
<b>Operating income</b>		<u>8,390</u>	<u>34,443</u>	<u>153,662</u>	<u>144,626</u>
<b>Other income (expenses)</b>					
Finance income	25	9,839	1,320	16,572	5,225
Finance costs	25	(12,466)	(22,049)	(45,116)	(51,281)
Exchange difference, net		(4,956)	1,342	(4,156)	14,044
Gain (loss) from investments in associates, net	10(b)	4,476	42,369	13,001	29,559
Gain (loss) from financial assets at fair value through profit or loss		93	665	9,837	(358)
<b>Total other income (expenses)</b>		<u>(3,014)</u>	<u>23,647</u>	<u>(9,862)</u>	<u>(2,811)</u>
<b>Profit before income tax</b>		5,376	58,090	143,800	141,815
Income tax expense	16 (b)	(14,180)	(19,593)	(63,064)	(53,973)
<b>Profit for the period</b>		<u>(8,804)</u>	<u>38,497</u>	<u>80,736</u>	<u>87,842</u>
<b>Attributable to :</b>					
Owners of the parent		(8,805)	38,498	80,737	87,849
Non-controlling interests		1	(1)	(1)	(7)
<b>Profit or loss for the period</b>		<u>(8,804)</u>	<u>38,497</u>	<u>80,736</u>	<u>87,842</u>
<b>Earnings per share stated in U.S. dollar (basic and diluted) attributable to:</b>					
Common shares	26	(0.305)	1.335	2.800	3.047
Investment shares	26	(0.003)	0.013	0.028	0.030

## Minsur S.A. and Subsidiaries

### Interim consolidated statements of comprehensive income

For the Twelve-months period ended December 31, 2017 (unaudited) and 2016 (audited)

	For the specific quarter from October 1, to December 31,		For the twelve months period ended December 31,	
	2017 US\$(000)	2016 US\$(000)	2017 US\$(000)	2016 US\$(000)
<b>(Loss) Profit for the period</b>	<b>(8,804)</b>	<b>38,497</b>	<b>80,736</b>	<b>87,842</b>
<b>Other comprehensive income</b>				
Profits (Losses) of Investments in Equity Instruments at Fair Value, net of Taxes	-	911	-	911
Changes in the Fair Value of Financial Liabilities Attributable to Changes in the Credit Risk of Liabilities, net of Taxes	-	222	-	222
Net Change in Cash Flow Hedges	(1,290)	3,851	2,659	(2,904)
Gains (Losses) on Investments in Equity Instruments at fair value	130	(61)	2,017	2,297
Exchange difference on traslation of foreing operations	(12,396)	(909)	13,640	49,910
Participation in other comprehensive income of associates and joint ventures accounted for using the equity method	562	(14,118)	250	15,264
<b>Net comprehensive income</b>	<b>(12,994)</b>	<b>(10,104)</b>	<b>18,566</b>	<b>65,700</b>
<b>Total comprehensive income</b>	<b>(21,798)</b>	<b>28,393</b>	<b>99,302</b>	<b>153,542</b>
<b>Attributable to:</b>				
Equity holders of the parents	(21,799)	28,394	99,303	153,549
Non-controlling interests	1	(1)	(1)	(7)
	<u>(21,798)</u>	<u>28,393</u>	<u>99,302</u>	<u>153,542</u>

## Minsur S.A. And Subsidiaries

### Interim consolidated statements of changes in equity

For the Twelve-months period ended December 31, 2017 (unaudited) and 2016 (audited)

	<u>Capital Stock</u>	<u>Investment Shares</u>	<u>Others Reserves</u>	<u>Other equity items</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)	US\$(000)
<b>Balance as of January 1, 2016</b>	601,269	300,634	120,685	-	-	39,985	(245,427)	(9,928)	244,830	1,052,048	62,868	1,114,916
Profit of the period	-	-	-	-	-	-	-	-	87,849	87,849	(7)	87,842
Other comprehensive income	-	-	-	-	-	-	49,910	15,568	222	65,700	-	65,700
<b>Total other comprehensive income</b>	-	-	-	-	-	-	49,910	15,568	88,071	153,549	(7)	153,542
Other adjustments	-	-	(9,850)	-	-	-	-	-	-	(9,850)	(62,670)	(72,520)
<b>Balance as of December 31, 2016</b>	<b>601,269</b>	<b>300,634</b>	<b>110,835</b>	-	-	<b>39,985</b>	<b>(195,517)</b>	<b>5,640</b>	<b>332,901</b>	<b>1,195,747</b>	<b>191</b>	<b>1,195,938</b>
<b>Balance as of January 1, 2017</b>	601,269	300,634	110,835	-	-	39,985	(195,517)	5,640	332,901	1,195,747	191	1,195,938
Profit or loss of the period	-	-	-	-	-	-	-	-	80,737	80,737	(1)	80,736
Other comprehensive income	-	-	-	-	-	-	13,640	4,926	-	18,566	-	18,566
<b>Total other comprehensive income</b>	-	-	-	-	-	-	13,640	4,926	80,737	99,303	(1)	99,302
Dividends declared	-	-	-	-	-	-	-	-	(61,138)	(61,138)	-	(61,138)
Other adjustments	-	-	34,722	-	-	-	-	-	(62,481)	(27,759)	(20)	(27,779)
<b>Balance as of December 31, 2017</b>	<b>601,269</b>	<b>300,634</b>	<b>145,557</b>	-	-	<b>39,985</b>	<b>(181,877)</b>	<b>10,566</b>	<b>290,019</b>	<b>1,206,153</b>	<b>170</b>	<b>1,206,323</b>

## Minsur S.A. and Subsidiaries

### Interim consolidated statements of cash flows

For the Twelve-months period ended December 31, 2017 (unaudited) and 2016 (audited)

	Note	As of December 31, 2017 US\$(000)	As of December 31, 2016 US\$(000)
<b>Operating activities</b>			
Collection from customers		714,677	616,764
Interest received		6,446	2,460
Payments to suppliers		(376,241)	(277,342)
Payroll and social benefit payments		(141,571)	(104,005)
Tax payments and other taxes		(89,576)	(72,254)
Interest paid		(42,279)	(22,033)
Other (payments) receipts related to the activity, net		(2,307)	10,821
<b>Net cash flows (used in) provided by operating activities</b>		<b>69,149</b>	<b>154,411</b>
<b>Investing activities</b>			
Return of investment in associated		2,534	-
Sale of Financial Instruments of Patrimony or Debt of Other Entities		35,079	-
Sale of Participations in associate		61,139	-
Proceeds from sale of property, plant and equipment		801	793
Dividends received		-	2,062
Purchase of Financial Instruments of Patrimony or Debt of Other Entities		(130,270)	(30,173)
Purchase of property, plant and equipment	11	(111,688)	(103,788)
Purchase of intangibles	12	(31,503)	(23,940)
Others		178	31,256
<b>Net cash flows used in investing activities</b>		<b>(173,730)</b>	<b>(123,790)</b>
<b>Financing activities</b>			
Proceeds from borrowings		217,828	86,923
Acquisition of Other Equity		-	(60,000)
Repayment of borrowings		(166,616)	(98,268)
Dividends paid		(60,913)	-
Others		(280)	3,000
<b>Net cash flows provided by financing activities</b>		<b>(9,981)</b>	<b>(68,345)</b>
Net (decrease) increase in cash and cash equivalents		(114,562)	(37,724)
Net exchange difference		1,699	212
<b>Cash and cash equivalents as of January 1</b>	5	<b>353,343</b>	<b>390,855</b>
<b>Cash and cash equivalents as of December 31</b>	5	<b>240,480</b>	<b>353,343</b>