

Minsur S.A.

Interim condensed separated statements of financial position

As of March 31, 2016 (unaudited) and December 31, 2015 (audited)

	Note	As of March 31, 2016 US\$(000)	As of December 31, 2015 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	6	280,638	383,001
Financial assets at fair value through profit or loss		5,821	6,412
Trade receivables, net	7	40,435	45,104
Other receivables, net	7	13,921	12,839
Related parties	7, 27	272	627
Inventory, net	8	60,098	61,432
Prepayments		1,767	181
Income tax prepayments	17	624	3,330
Other Non-Financial assets	31	306	-
		<u>403,882</u>	<u>512,926</u>
Non-current assets			
Other financial assets	10	194,162	192,498
Investments in associates	11	736,205	609,722
Property, plant and equipment, net	12	290,026	289,131
Intangible assets, net	13	23,987	24,153
Deferred income tax asset, net	17	9,662	5,092
Other assets		2	2
		<u>1,254,044</u>	<u>1,120,598</u>
Total asset		<u>1,657,926</u>	<u>1,633,524</u>
Liabilities			
Current liabilities			
Financial obligations	14	164	234
Trade payables	15	21,721	29,494
Other payables	15	13,490	19,559
Related parties	15, 27	6,380	14,932
Provision for employees benefits	15	8,050	16,470
Provisions	16	8,111	10,968
Other Liabilities	31	-	263
		<u>57,916</u>	<u>91,920</u>
Non-current liabilities			
Financial obligations	14	439,355	439,145
Provisions	16	53,354	50,411
		<u>492,709</u>	<u>489,556</u>
Total liabilities		<u>550,625</u>	<u>581,476</u>
Equity			
Capital stock	18	601,269	601,269
Investment shares	18	300,634	300,634
Other reserves	18	160,670	160,670
Other equity items		(219,463)	(255,355)
Retained earnings		264,191	244,830
Equity attributable to equity holders of the parent		<u>1,107,301</u>	<u>1,052,048</u>
Total equity		<u>1,107,301</u>	<u>1,052,048</u>
Total liabilities and equity		<u>1,657,926</u>	<u>1,633,524</u>

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

As of March 31, 2016 and 2015 (unaudited)

	Note	For the specific quarter from January 1, to March 31,		For the Three months period ended March 31,	
		2016	2015	2016	2015
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	20	107,317	133,541	107,317	133,541
Cost of sales	21	(53,651)	(73,333)	(53,651)	(73,333)
Gross margin		<u>53,666</u>	<u>60,208</u>	<u>53,666</u>	<u>60,208</u>
Operating expenses					
Administrative expenses	23	(1,156)	(1,682)	(1,156)	(1,682)
Selling expenses	22	(5,820)	(7,715)	(5,820)	(7,715)
Other operating income	24	1,149	2,007	1,149	2,007
Other operating expenses	25	(5,690)	(8,286)	(5,690)	(8,286)
Total operating expenses		<u>(11,517)</u>	<u>(15,676)</u>	<u>(11,517)</u>	<u>(15,676)</u>
Operating income		<u>42,149</u>	<u>44,532</u>	<u>42,149</u>	<u>44,532</u>
Other income (expenses)					
Finance income	26	806	1,410	806	1,410
Finance costs	26	(7,594)	(7,681)	(7,594)	(7,681)
Exchange difference, net		459	419	459	419
Gain (loss) from investments in subsidiaries and associates, net	11	(5,924)	(31,524)	(5,924)	(31,524)
Gain (loss) from financial assets at fair value through profit or loss		(591)	432	(591)	432
Total other income (expenses)		<u>(12,844)</u>	<u>(36,944)</u>	<u>(12,844)</u>	<u>(36,944)</u>
Profit before income tax		29,305	7,588	29,305	7,588
Income tax expense	17	(9,944)	(20,360)	(9,944)	(20,360)
Profit for the period		<u>19,361</u>	<u>(12,772)</u>	<u>19,361</u>	<u>(12,772)</u>
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	18 e	0.672	-0.443	0.672	-0.443
Investment shares	18 e	0.007	-0.004	0.007	-0.004

Minsur S.A.

Interim condensed separated statements of comprehensive income

As of March 31, 2016 and 2015 (unaudited)

	For the specific quarter from January 1, to March 31,		For the Three months period ended March 31,	
	2016 US\$(000)	2015 US\$(000)	2016 US\$(000)	2015 US\$(000)
(Loss) Profit for the period	19,361	(12,772)	19,361	(12,772)
Other comprehensive income				
Unrealized gain (loss) related to investment in associate	(4,004)	1,262	(4,004)	1,262
Exchange difference on traslation of foreing operations	34,284	(48,793)	34,284	(48,793)
Net change in non-current assets or groups of assets held for sale	5,612	(2,588)	5,612	(2,588)
Net comprehensive income	<u>35,892</u>	<u>(50,119)</u>	<u>35,892</u>	<u>(50,119)</u>
Total comprehensive income	<u><u>55,253</u></u>	<u><u>(62,891)</u></u>	<u><u>55,253</u></u>	<u><u>(62,891)</u></u>

Minsur S.A.

Interim condensed separated statements of changes in equity

As of March 31, 2016 and 2015 (unaudited)

	<u>Capital Stock</u>	<u>Investment Shares</u>	<u>Legal Reserve</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>Unrealized results</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)	US\$(000)	US\$(000)
Balance as of January 1, 2015	601,269	300,634	120,261	424	39,985	-	(109,489)	7,885	717,207	1,678,176
Profit of the period	-	-	-	-	-	-	-	-	(12,772)	(12,772)
Other comprehensive income	-	-	-	-	-	1,262	(48,793)	(2,588)	-	(50,119)
Total other comprehensive income	-	-	-	-	-	1,262	(48,793)	(2,588)	(12,772)	(62,891)
Dividends declared	-	-	-	-	-	-	-	-	(50,000)	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	1,909	1,909
Balance as of March 31, 2015	601,269	300,634	120,261	424	39,985	1,262	(158,282)	5,297	656,344	1,567,194
Balance as of January 1, 2015	601,269	300,634	120,261	424	39,985	(911)	(245,427)	(9,017)	244,830	1,052,048
Profit or loss of the period	-	-	-	-	-	-	-	-	19,361	19,361
Other comprehensive income	-	-	-	-	-	(4,004)	34,284	5,612	-	35,892
Total other comprehensive income	-	-	-	-	-	(4,004)	34,284	5,612	19,361	55,253
Dividends declared	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-	-
Balance as of March 31, 2016	601,269	300,634	120,261	424	39,985	(4,915)	(211,143)	(3,405)	264,191	1,107,301

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

As of March 31, 2016 and 2015 (unaudited)

	Note	As of March 31, 2016 US\$(000)	As of March 31, 2015 US\$(000)
Operating activities			
Collection from customers		113,329	130,829
Interest received		-	223
Payments to suppliers		(53,690)	(70,395)
Payroll and social benefit payments		(26,978)	(41,487)
Tax payments and other taxes		(11,932)	(17,526)
Interest paid		(14,409)	(13,654)
Other (payments) receipts related to the activity, net		-	(169)
Net cash flows (used in) provided by operating activities		<u>6,320</u>	<u>(12,179)</u>
Investing activities			
Purchase of property, plant and equipment		(10,331)	(1,605)
Purchase of intangibles		(763)	-
Capital contribution to subsidiaries and associates		(97,520)	(11,850)
Others		77	-
Net cash flows used in investing activities		<u>(108,537)</u>	<u>(13,455)</u>
Financing activities			
Others		1	(405)
Net cash flows provided by financing activities		<u>1</u>	<u>(405)</u>
Net (decrease) increase in cash and cash equivalents		(102,216)	(26,039)
Net exchange difference		(147)	-
Cash and cash equivalents as of January 1	6	<u>383,001</u>	<u>388,712</u>
Cash and cash equivalents as of March 31	6	<u>280,638</u>	<u>362,673</u>