

Minsur S.A. and Subsidiaries

Interim condensed consolidated statements of financial position

As of March 31, 2015 (unaudited) and December 31, 2014 (audited)

	Note	As of March 31, 2015 US\$(000)	As of December 31, 2014 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	3	377,064	407,882
Trade and other receivables, net	4	96,939	88,711
Related parties	4,22	226	466
Inventory, net	5	110,417	119,872
Financial assets at fair value through profit or loss	6	8,587	8,155
Income tax prepayments		9,765	9,708
Prepaid expenses		2,181	915
Available-for-sale financial assets		3,515	4,134
		<u>608,694</u>	<u>639,843</u>
Non-current assets			
Other financial assets	6	191,198	189,576
Trade and other receivables, net	4	43,022	51,007
Investments in associates	7	333,453	345,595
Property, plant and equipment, net	8	463,148	510,409
Intangible assets, net	9	1,022,215	1,055,769
Deferred income tax asset, net		49,923	52,494
Other assets		2,444	4,637
		<u>2,105,403</u>	<u>2,209,487</u>
Total asset		<u>2,714,097</u>	<u>2,849,330</u>
Liabilities			
Current liabilities			
Trade and other payables		109,346	87,881
Related parties	22	5,639	11,001
Financial obligations	11	74,157	68,440
Provision for employees benefits		13,119	31,592
Provisions	12	16,734	20,404
		<u>218,995</u>	<u>219,318</u>
Non-current liabilities			
Trade and other payables		10,000	10,000
Financial obligations	11	453,700	466,851
Provisions	12	110,292	122,999
Deferred income tax liability, net		180,801	178,021
		<u>754,793</u>	<u>777,871</u>
Total liabilities		<u>973,788</u>	<u>997,189</u>
Equity			
Capital stock	19	601,269	601,269
Investment shares		300,634	300,634
Other reserves		160,670	160,670
Other equity items		(151,723)	(101,604)
Unrealized gain		4,176	5,503
Retained earnings		656,344	717,207
Equity attributable to equity holders of the parent		<u>1,567,194</u>	<u>1,678,176</u>
Non-controlling interests		173,115	173,965
Total equity		<u>1,740,309</u>	<u>1,852,141</u>
Total liabilities and equity		<u>2,714,097</u>	<u>2,849,330</u>

Minsur S.A. and Subsidiaries

Interim condensed consolidated income statements

For Three-months period ended March 31, 2015 and 2014 (unaudited)

	Note	For the specific quarter from January 1, to March 31,		For the Three months period ended March 31,	
		2015	2014	2015	2014
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	14	170,247	244,527	170,247	244,527
Cost of sales	15	(104,308)	(118,681)	(104,308)	(118,681)
Gross margin		<u>65,939</u>	<u>125,846</u>	<u>65,939</u>	<u>125,846</u>
Operating expenses					
Administrative expenses	17	(11,001)	(12,591)	(11,001)	(12,591)
Selling expenses	16	(2,139)	(2,144)	(2,139)	(2,144)
Exploration and project expenses	18	(11,967)	(18,103)	(11,967)	(18,103)
Other, net		(2,960)	(3,596)	(2,960)	(3,596)
Total operating expenses		<u>(28,067)</u>	<u>(36,434)</u>	<u>(28,067)</u>	<u>(36,434)</u>
Operating income		<u>37,872</u>	<u>89,412</u>	<u>37,872</u>	<u>89,412</u>
Other income (expenses)					
Finance income		874	1,198	874	1,198
Finance costs		(10,779)	(8,819)	(10,779)	(8,819)
Gain (loss) from investments in associates, net		2,505	(376)	2,505	(376)
Gain (loss) from financial assets at fair value through profit or loss		431	(128)	431	(128)
Exchange difference, net		(26,740)	3,938	(26,740)	3,938
Total other income (expenses)		<u>(33,709)</u>	<u>(4,187)</u>	<u>(33,709)</u>	<u>(4,187)</u>
Profit before income tax		4,163	85,225	4,163	85,225
Income tax expense	13	(19,288)	(36,301)	(19,288)	(36,301)
Profit for the period		<u>(15,125)</u>	<u>48,924</u>	<u>(15,125)</u>	<u>48,924</u>
Attributable to :					
Owners of the parent	21	(12,772)	51,918	(12,772)	51,918
Non-controlling interests		(2,353)	(2,994)	(2,353)	(2,994)
Profit or loss for the period		<u>(15,125)</u>	<u>48,924</u>	<u>(15,125)</u>	<u>48,924</u>
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	21	-0.443	1.800	-0.443	1.800
Investment shares	21	-0.004	0.018	-0.004	0.018

Minsur S.A. and Subsidiaries

Interim condensed consolidated statements of comprehensive income

For the Three-months period ended March 31, 2015 and March 31,2014 (unaudited)

	For the specific quarter from January 1, to March 31,		For the Three-months periods ended March 31,	
	2015	2014	2015	2014
	US\$(000)	US\$(000)	US\$(000)	US\$(000)
(Loss) Profit for the period	(15,125)	48,924	(15,125)	48,924
Other comprehensive income				
Exchange difference on traslation of foreing operations	(48,793)	847	(48,793)	847
Unrealized gain (loss) related to investment in associate	(2,588)	(16)	(2,588)	(16)
Other comprehensive income	1,262	-	1,262	-
Net comprehensive income	<u>(50,119)</u>	<u>831</u>	<u>(50,119)</u>	<u>831</u>
Total comprehensive income	<u><u>(65,244)</u></u>	<u><u>49,755</u></u>	<u><u>(65,244)</u></u>	<u><u>49,755</u></u>
Attributable to:				
Equity holders of the parents	(62,891)	52,749	(62,891)	52,749
Non-controlling interests	<u>(2,353)</u>	<u>(2,994)</u>	<u>(2,353)</u>	<u>(2,994)</u>
	<u><u>(65,244)</u></u>	<u><u>49,755</u></u>	<u><u>(65,244)</u></u>	<u><u>49,755</u></u>

Minsur S.A. And Subsidiaries

Interim condensed consolidated statements of changes in equity

As of March 31, 2015 and 2014 (unaudited)

	<u>Capital Stock</u>	<u>Investment shares</u>	<u>Others Reserves</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)	2015	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)
Balance as of January 1, 2014	601,269	300,634	120,685	(642)	39,985	(30,283)	3,375	682,171	1,717,194	169,160	1,886,354
Profit of the period	-	-	-	-	-	-	-	51,918	51,918	(2,994)	48,924
Other comprehensive income	-	-	-	-	-	847	(16)	-	831	-	831
Total other comprehensive income	-	-	-	-	-	847	(16)	51,918	52,749	(2,994)	49,755
Dividends declared	-	-	-	-	-	-	-	(50,000)	(50,000)	-	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-	5,940	5,940
Other adjustments	-	-	-	-	-	-	-	1,406	1,406	(557)	849
Balance as of March 31, 2014	601,269	300,634	120,685	(642)	39,985	(29,436)	3,359	685,495	1,721,349	171,549	1,892,898
Balance as of January 1, 2015	601,269	300,634	120,685	2,382	39,985	(109,489)	5,503	717,207	1,678,176	173,965	1,852,141
Profit or loss of the period	-	-	-	-	-	-	-	(12,772)	(12,772)	(2,353)	(15,125)
Other comprehensive income	-	-	-	-	-	(48,793)	(1,326)	-	(50,119)	-	(50,119)
Total other comprehensive income	-	-	-	-	-	(48,793)	(1,326)	(12,772)	(62,891)	(2,353)	(65,244)
Dividends declared	-	-	-	-	-	-	-	(50,000)	(50,000)	-	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-	1,770	1,770
Other adjustments	-	-	-	-	-	-	-	1,909	1,909	(267)	1,642
Balance as of March 31, 2015	601,269	300,634	120,685	2,382	39,985	(158,282)	4,177	656,344	1,567,194	173,115	1,740,309

Minsur S.A. and Subsidiaries

Interim condensed consolidated statements of cash flows

For the Three-months period ended March 31, 2015 and 2014
(unaudited)

	Note	As of March 31, 2015 US\$(000)	As of March 31, 2014 US\$(000)
Operating activities			
Collection from customers		167,535	243,648
Interest received		228	258
Payments to suppliers		(100,008)	(100,919)
Payroll and social benefit payments		(54,477)	(60,893)
Tax payments and other taxes		(19,054)	(47,380)
Interest paid		(17,420)	(11,643)
Other (payments) receipts related to the activity, net		(8,866)	(11,306)
Net cash flows (used in) provided by operating activities		<u>(32,062)</u>	<u>11,765</u>
Investing activities			
Proceeds from sale of property, plant and equipment		-	118
Proceeds from sale of intangibles		-	141
Purchase of property, plant and equipment		(7,118)	(11,592)
Others		-	(5)
Net cash flows used in investing activities		<u>(7,118)</u>	<u>(11,338)</u>
Financing activities			
Proceeds from borrowings		14,995	450,000
New contributions of minority	19 (d)	1,770	5,940
Repayment of borrowings		(405)	(200,609)
Others		(7,343)	(4,408)
Net cash flows provided by financing activities		<u>9,017</u>	<u>250,923</u>
Net (decrease) increase in cash and cash equivalents		(30,163)	251,350
Net exchange difference		(655)	(1,888)
Cash and cash equivalents as of January 1		<u>407,882</u>	<u>221,326</u>
Cash and cash equivalents as of March 31	3	<u>377,064</u>	<u>470,788</u>