

Minsur S.A.

Interim condensed separated statements of financial position

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

	Note	As of December 31, 2015 US\$(000)	As of December 31, 2014 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	6	383,001	388,712
Financial assets at fair value through profit or loss	9	6,412	8,155
Trade receivables, net	7	57,942	54,346
Related parties	7, 27	625	576
Inventory, net	8	61,432	68,542
Income tax prepayments	17 a	3,330	8,849
		<u>512,742</u>	<u>529,180</u>
Non-current assets			
Other financial assets	10	192,499	189,576
Investments in associates	11 a	609,722	1,132,382
Related parties	7, 27	-	81,938
Property, plant and equipment, net	12	289,130	320,024
Intangible assets, net	13	24,153	28,074
Deferred income tax asset, net	17 b	5,092	-
Other assets		183	2,286
		<u>1,120,779</u>	<u>1,754,280</u>
Total asset		<u>1,633,521</u>	<u>2,283,460</u>
Liabilities			
Current liabilities			
Financial obligations	14	11,160	12,249
Trade payables	15	37,898	51,242
Related parties	15	14,930	11,397
Provision for employees benefits		20,534	34,931
Provisions	16	6,899	3,620
Other Liabilities	31	263	558
		<u>91,684</u>	<u>113,997</u>
Non-current liabilities			
Financial obligations	14	439,379	438,212
Provisions	16	50,411	50,804
Deferred income tax liability, net	17 b	-	2,271
		<u>489,790</u>	<u>491,287</u>
Total liabilities		<u>581,474</u>	<u>605,284</u>
Equity			
Capital stock	18	601,269	601,269
Investment shares	18	300,634	300,634
Other reserves		160,670	160,670
Other equity items		(255,355)	(101,604)
Retained earnings		244,829	717,207
Equity attributable to equity holders of the parent		<u>1,052,047</u>	<u>1,678,176</u>
Total equity		<u>1,052,047</u>	<u>1,678,176</u>
Total liabilities and equity		<u>1,633,521</u>	<u>2,283,460</u>

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

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

	Note	As of December 31, 2015		For the period ended December 31,	
		2015 US\$(000)	2014 US\$(000)	2015 US\$(000)	2014 US\$(000)
Net sales	20	122,652	168,218	487,330	760,160
Cost of sales	21	(71,449)	(89,662)	(278,679)	(354,374)
Gross margin		<u>51,203</u>	<u>78,556</u>	<u>208,651</u>	<u>405,786</u>
Operating expenses					
Administrative expenses	22	(6,605)	(10,072)	(28,868)	(34,997)
Selling expenses	23	(1,507)	(3,749)	(6,299)	(10,454)
Other operating income	24	2,203	2,266	7,170	11,218
Other operating expenses	25	(12,313)	(18,645)	(38,318)	(50,007)
Total operating expenses		<u>(18,222)</u>	<u>(30,200)</u>	<u>(66,315)</u>	<u>(84,240)</u>
Operating income		<u>32,981</u>	<u>48,356</u>	<u>142,336</u>	<u>321,546</u>
Other income (expenses)					
Finance income	26	605	1,563	4,575	5,263
Finance costs	26	(7,697)	(9,626)	(30,604)	(30,818)
Exchange difference, net		(2,133)	(3,567)	(2,409)	(5,986)
Gain (loss) from investments in subsidiaries and associates, net	11 b	(416,804)	(37,569)	(484,325)	(84,359)
Gain (loss) from financial assets at fair value through profit or loss		(966)	(2,056)	(1,743)	(1,974)
Total other income (expenses)		<u>(426,995)</u>	<u>(51,255)</u>	<u>(514,506)</u>	<u>(117,874)</u>
Profit before income tax		<u>(394,014)</u>	<u>(2,899)</u>	<u>(372,170)</u>	<u>203,672</u>
Income tax expense	17 c	(3,707)	(14,616)	(49,660)	(118,774)
Profit for the period		<u>(397,721)</u>	<u>(17,515)</u>	<u>(421,830)</u>	<u>84,898</u>
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	18 e	-13.795	-0.608	-14.632	2.945
Investment shares	18 e	-0.138	-0.006	-0.146	0.029

Minsur S.A.

Interim condensed separated statements of comprehensive income

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

	As of December 31, 2015		For the period ended December 31,	
	2015 US\$(000)	2014 US\$(000)	2015 US\$(000)	2014 US\$(000)
(Loss) Profit for the period	(397,721)	(17,515)	(421,830)	84,898
Other comprehensive income				
	2,424	-	2,424	-
Unrealized gain (loss) related to investment in associate	(1,217)	(655)	6	(655)
Exchange difference on traslation of foreing operations	(6,850)	(29,253)	(135,941)	(79,206)
Net change in non-current assets or groups of assets held for sale	1,398	10,543	(20,240)	5,165
Net comprehensive income	<u>(4,245)</u>	<u>(19,365)</u>	<u>(153,751)</u>	<u>(74,696)</u>
Total comprehensive income	<u><u>(401,966)</u></u>	<u><u>(36,880)</u></u>	<u><u>(575,581)</u></u>	<u><u>10,202</u></u>

Minsur S.A.

Interim condensed separated statements of changes in equity

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

	<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 equity</u>
	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
Profit of the period	-	-	-	-	-	-	-	84,898	84,898
Other comprehensive income	-	-	-	(655)	-	(79,206)	5,165	-	(74,696)
Total other comprehensive income	-	-	-	(655)	-	(79,206)	5,165	84,898	10,202
Dividends declared	-	-	-	-	-	-	-	(50,000)	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	780	780
Balance as of December 31, 2014	601,269	300,634	120,685	(1,297)	39,985	(109,489)	8,540	717,849	1,678,176
Balance as of January 1, 2015	601,269	300,634	120,685	(1,297)	39,985	(109,489)	8,540	717,849	1,678,176
Profit or loss of the period	-	-	-	-	-	-	-	(421,830)	(421,830)
Other comprehensive income	-	-	-	2,430	-	(135,941)	(20,240)	-	(153,751)
Total other comprehensive income	-	-	-	2,430	-	(135,941)	(20,240)	(421,830)	(575,581)
Dividends declared	-	-	-	-	-	-	-	(50,000)	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	(548)	(548)
Balance as of December 31, 2015	601,269	300,634	120,685	1,133	39,985	(245,430)	(11,700)	245,471	1,052,047

Minsur S.A.

Interim condensed separated statements of cash flows

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

	Note	As of December 31, 2015 US\$(000)	As of December 31, 2014 US\$(000)
Operating activities			
Collection from customers		490,801	766,348
Interest received		5,883	4,766
Payments to suppliers		(201,732)	(214,932)
Payroll and social benefit payments		(84,854)	(94,005)
Tax payments and other taxes		(63,393)	(135,328)
Interest paid		(29,545)	(17,682)
Other (payments) receipts related to the activity, net		(853)	(19,242)
Net cash flows (used in) provided by operating activities		<u>116,307</u>	<u>289,925</u>
Investing activities			
Repayment of Loan to subsidiary		-	(39,000)
Dividends from investment in associate		2,620	1,436
Proceeds from sale of property, plant and equipment	24	51	241
Proceeds from sale of intangibles	24	-	2,525
Purchase of property, plant and equipment		(30,264)	(34,659)
Purchase of intangibles	13	(1,072)	(1,132)
Acquisition of available-for-sale financial investments		-	(190,000)
Purchase of financial investments		-	11,370
Capital contribution to subsidiaries and associates		(119,186)	(38,310)
Loan to subsidiary		77,400	-
Net cash flows used in investing activities		<u>(70,451)</u>	<u>(287,529)</u>
Financing activities			
Proceeds from borrowings	14	-	437,942
Dividends paid		(50,019)	(50,000)
Repayment of borrowings	14	(1,109)	(201,192)
Net cash flows provided by financing activities		<u>(51,128)</u>	<u>186,750</u>
Net (decrease) increase in cash and cash equivalents		(5,272)	189,146
Net exchange difference		(439)	30
Cash and cash equivalents as of January 1	3	<u>388,712</u>	<u>199,536</u>
Cash and cash equivalents as of December 31	3	<u>383,001</u>	<u>388,712</u>