

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of financial position

For the Six-months period ended June 30, 2017 (unaudited) and December 31, 2016 (audited)

	Note	As of June 30, 2017 US\$(000)	As of December 31, 2016 US\$(000)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	259,185	353,343
Trade and other receivables, net	6	95,841	98,937
Inventory, net	7	113,468	100,215
Other financial assets	5,8,9,31	176,042	73,529
Income tax prepayments		316	338
Other assets		3,786	2,140
Available-for-sale financial assets		3,247	3,270
		<u>651,885</u>	<u>631,772</u>
<b>Non-current assets</b>			
Other financial assets	9	130,806	128,810
Trade and other receivables, net	6	55,963	53,664
Investments in associates	10	346,955	345,523
Property, plant and equipment, net	11	545,703	525,934
Intangible assets, net	12	400,935	390,688
Deferred income tax asset, net	16	91,742	85,795
Income tax prepayments		-	182
Other assets		-	1
		<u>1,572,104</u>	<u>1,530,597</u>
<b>Total asset</b>		<b><u>2,223,989</u></b>	<b><u>2,162,369</u></b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	13	131,238	141,798
Financial obligations	14, 31	153,572	112,433
Provisions	15	29,384	33,959
Income tax		654	9,319
		<u>314,848</u>	<u>297,509</u>
<b>Non-current liabilities</b>			
Trade and other payables	13	40,925	39,450
Financial obligations	14	445,014	444,730
Provisions	15	151,184	146,470
Deferred income tax liability, net	16	38,906	38,272
		<u>676,029</u>	<u>668,922</u>
<b>Total liabilities</b>		<b><u>990,877</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		150,820	150,820
Other equity items		(176,136)	(189,877)
Retained earnings		356,328	332,901
<b>Equity attributable to equity holders of the parent</b>		<b><u>1,232,915</u></b>	<b><u>1,195,747</u></b>
Non-controlling interests		197	191
<b>Total equity</b>		<b><u>1,233,112</u></b>	<b><u>1,195,938</u></b>
<b>Total liabilities and equity</b>		<b><u>2,223,989</u></b>	<b><u>2,162,369</u></b>

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated income statements

For the Six-months period ended June 30, 2017 (unaudited) and December 31, 2016 (audited)

	Note	For the specific quarter from January 1, to June 30,		For the three months period ended June 30,	
		2017	2016	2017	2016
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	19	170,674	154,772	326,789	281,799
Cost of sales	20	(99,817)	(99,739)	(202,104)	(173,595)
<b>Gross margin</b>		<b>70,857</b>	<b>55,033</b>	<b>124,685</b>	<b>108,204</b>
<b>Operating expenses</b>					
Administrative expenses	21	(10,737)	(11,855)	(22,239)	(20,844)
Selling expenses	22	(1,504)	(1,590)	(2,855)	(3,123)
Other operating income	23	2,590	3,588	4,699	5,641
Other operating expenses	24	(14,559)	(14,916)	(27,206)	(30,494)
<b>Total operating expenses</b>		<b>(24,210)</b>	<b>(24,773)</b>	<b>(47,601)</b>	<b>(48,820)</b>
<b>Operating income</b>		<b>46,647</b>	<b>30,260</b>	<b>77,084</b>	<b>59,384</b>
<b>Other income (expenses)</b>					
Finance income	25	1,649	1,501	4,208	3,122
Finance costs	25	(11,113)	(10,681)	(21,279)	(19,625)
Exchange difference, net		(6,590)	7,025	(4,658)	14,219
Gain (loss) from investments in associates, net	10	(5,758)	(2,085)	(7,737)	(4,410)
Gain (loss) from financial assets at fair value through profit or loss		262	(753)	1,283	(1,342)
<b>Total other income (expenses)</b>		<b>(21,550)</b>	<b>(4,993)</b>	<b>(28,183)</b>	<b>(8,036)</b>
<b>Profit before income tax</b>		<b>25,097</b>	<b>25,267</b>	<b>48,901</b>	<b>51,348</b>
Income tax expense	16	(15,284)	(5,398)	(25,476)	(12,602)
<b>Profit for the period</b>		<b>9,813</b>	<b>19,869</b>	<b>23,425</b>	<b>38,746</b>
<b>Attributable to :</b>					
Owners of the parent		9,814	21,009	23,427	40,370
Non-controlling interests		(1)	(1,140)	(2)	(1,624)
<b>Profit or loss for the period</b>		<b>9,813</b>	<b>19,869</b>	<b>23,425</b>	<b>38,746</b>
<b>Earnings per share stated in U.S. dollar (basic and diluted) attributable to:</b>					
Common shares	26	0.340	0.689	0.813	1.344
Investment shares	26	0.003	0.007	0.008	0.013

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of comprehensive income

For the Six-months period ended June 30, 2017 (unaudited) and December 31, 2016 (audited)

	For the specific quarter from January 1, to June 30,		For the three months period ended June 30,	
	2017 US\$(000)	2016 US\$(000)	2017 US\$(000)	2016 US\$(000)
<b>(Loss) Profit for the period</b>	<b>9,813</b>	<b>19,869</b>	<b>23,425</b>	<b>38,746</b>
<b>Other comprehensive income</b>				
Net Change in Cash Flow Hedges	(1,843)	(41)	2,039	(41)
Gains (Losses) on Investments in Equity Instruments at fair value	632	1,247	1,308	2,253
Exchange difference on traslation of foreing operations	(19,922)	18,124	(549)	52,408
Participation in other comprehensive income of associates and joint ventures accounted for using the equity method	6,771	13,358	10,943	13,960
<b>Net comprehensive income</b>	<b>(14,362)</b>	<b>32,688</b>	<b>13,741</b>	<b>68,580</b>
<b>Total comprehensive income</b>	<b>(4,549)</b>	<b>52,557</b>	<b>37,166</b>	<b>107,326</b>
<b>Attributable to:</b>				
Equity holders of the parents	(4,548)	53,697	37,168	108,950
Non-controlling interests	(1)	(1,140)	(2)	(1,624)
	<u>(4,549)</u>	<u>52,557</u>	<u>37,166</u>	<u>107,326</u>

## Minsur S.A. And Subsidiaries

### Interim condensed consolidated statements of changes in equity

For the Six-months period ended June 30, 2017 (unaudited) and December 31, 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	-	2,382	39,985	(245,427)	(12,310)	244,830	1,052,048	62,868	1,114,916
Profit of the period	-	-	-	-	-	-	-	-	40,370	40,370	(1,624)	38,746
Other comprehensive income	-	-	-	-	-	-	52,408	16,172	-	68,580	-	68,580
<b>Total other comprehensive income</b>	-	-	-	-	-	-	52,408	16,172	40,370	108,950	(1,624)	107,326
Capital Contributions	-	-	-	-	-	-	-	-	-	-	5,280	5,280
Other adjustments	-	-	-	-	-	-	-	-	-	-	128	128
<b>Balance as of June 30, 2016</b>	<b>601,269</b>	<b>300,634</b>	<b>120,685</b>	-	<b>2,382</b>	<b>39,985</b>	<b>(193,019)</b>	<b>3,862</b>	<b>285,200</b>	<b>1,160,998</b>	<b>66,652</b>	<b>1,227,650</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	-	-	-	-	-	-	-	-	23,427	23,427	(2)	23,425
Other comprehensive income	-	-	-	-	-	-	(549)	14,290	-	13,741	-	13,741
<b>Total other comprehensive income</b>	-	-	-	-	-	-	(549)	14,290	23,427	37,168	(2)	37,166
Capital Contributions	-	-	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-	-	8	8
<b>Balance as of June 30, 2017</b>	<b>601,269</b>	<b>300,634</b>	<b>110,835</b>	-	-	<b>39,985</b>	<b>(196,066)</b>	<b>19,930</b>	<b>356,328</b>	<b>1,232,915</b>	<b>197</b>	<b>1,233,112</b>

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of cash flows

For the Six-months period ended June 30, 2017 (unaudited) and December 31, 2016 (audited)

	Note	As of June 30, 2017 US\$(000)	As of June 30, 2016 US\$(000)
<b>Operating activities</b>			
Collection from customers		338,606	294,619
Interest received		1,734	2
Payments to suppliers		(136,587)	(122,332)
Payroll and social benefit payments		(77,285)	(59,915)
Tax payments and other taxes		(49,444)	(28,152)
Interest paid		(20,335)	(18,360)
Other (payments) receipts related to the activity, net		(54,085)	(650)
<b>Net cash flows (used in) provided by operating activities</b>		<b>2,604</b>	<b>65,212</b>
<b>Investing activities</b>			
Sale of Financial Instruments of Patrimony or Debt of Other Entities		30,173	-
Proceeds from sale of property, plant and equipment		45	57
Purchase of Financial Instruments of Patrimony or Debt of Other Entities		(130,426)	-
Purchase of property, plant and equipment		(19,732)	(22,210)
Purchase of intangibles		(15,982)	(2,354)
Others		(26,397)	(22,376)
<b>Net cash flows used in investing activities</b>		<b>(162,319)</b>	<b>(46,883)</b>
<b>Financing activities</b>			
Proceeds from borrowings		63,754	-
Changes in Ownership Shares of Subsidiaries that Do Not Result in Loss of Control		-	3,000
Dividends paid		(12)	(14)
Others		293	(28,099)
<b>Net cash flows provided by financing activities</b>		<b>64,035</b>	<b>(25,113)</b>
Net (decrease) increase in cash and cash equivalents		(95,680)	(6,784)
Net exchange difference		1,522	2,617
<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 June 30</b>	5	<b>259,185</b>	<b>386,688</b>