

Minsur S.A.**Interim condensed separated statements of financial position**

As of June 30, 2017 (unaudited) and December 31, 2016 (audited)

	Notes	2017 US\$(000)	2016 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	6	369,572	341,139
Financial assets at fair value through profit or loss	9,10,31	44,940	43,356
Trade receivables, net	7	47,246	54,345
Trade receivables from related parties	7,27	8,835	8,559
Other receivables, net	7	11,102	11,273
Inventory, net	8	63,302	60,094
Prepayments		1,886	1,062
		<u>546,883</u>	<u>519,828</u>
Non-current assets			
Other financial assets	10	130,806	128,810
Investments in subsidiaries and associates	11	810,198	824,172
Property, plant and equipment, net	12	272,566	276,687
Intangible assets, net	13	30,330	27,128
Deferred income tax asset, net	17	22,505	19,270
Other assets		-	1
		<u>1,266,405</u>	<u>1,276,068</u>
Total assets		<u>1,813,288</u>	<u>1,795,896</u>
Liabilities			
Current liabilities			
Financial obligations	31	-	1,679
Trade payables	15	35,553	38,959
Trade payables from related parties	15,27	8,881	9,777
Other payables	15	20,824	23,684
Provision for employees benefits	15	12,320	19,747
Provisions	16	8,674	8,472
Liability for income tax	17 (a)	654	9,319
		<u>86,906</u>	<u>111,637</u>
Non-current liabilities			
Financial obligations	14	440,463	440,106
Provisions	16	53,004	48,406
		<u>493,467</u>	<u>488,512</u>
Total liabilities		<u>580,373</u>	<u>600,149</u>
Equity	18		
Capital stock		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
Equity attributable to equity holders of the parent		<u>1,232,915</u>	<u>1,195,747</u>
Total equity		<u>1,232,915</u>	<u>1,195,747</u>
Total liabilities and equity		<u>1,813,288</u>	<u>1,795,896</u>

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

As of June 30, 2017 (unaudited) and June 30, 2016 (unaudited)

	Notes	For the specific quarter from April 1, to June 30,		For the six months period ended June 30,	
		2017 US\$(000)	2016 US\$(000)	2017 US\$(000)	2016 US\$(000)
Net sales	20	121,859	120,736	243,257	228,053
Cost of sales	21	(56,975)	(62,323)	(117,882)	(115,974)
Gross margin		64,884	58,413	125,375	112,079
Operating expenses					
Administrative expenses	22	(6,629)	(8,285)	(14,375)	(14,105)
Selling expenses	23	(918)	(1,097)	(1,803)	(876)
Other operating income	24	2,327	2,558	4,250	2,330
Other operating expenses	25	(11,692)	(6,858)	(21,342)	(12,548)
Total operating expenses		(16,912)	(13,682)	(33,270)	(25,199)
Operating income		47,972	44,731	92,105	86,880
Other income (expenses)					
Finance income	26	1,392	2,728	2,592	1,631
Finance costs	26	(7,636)	(8,201)	(15,111)	(15,795)
Exchange difference, net		63	(129)	(1,053)	330
Loss (gain) from investments in subsidiaries and associates, net	11	(17,140)	(9,600)	(28,617)	(13,621)
Gain (loss) from financial assets at fair value through profit or loss	9	262	(752)	1,283	(1,343)
Total other income (expenses)		(23,059)	(15,954)	(40,906)	(28,798)
Profit before income tax		24,913	28,777	51,199	58,082
Income tax	17	(15,099)	(7,768)	(27,772)	(17,712)
Profit (loss) for the period		9,814	21,009	23,427	40,370
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	18 (g)	0.340	0.729	0.813	1.400
Investment shares	18 (g)	0.003	0.007	0.008	0.014

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

As of June 30, 2017 (unaudited) and June 30, 2016 (unaudited)

	For the specific quarter from April 1, to June 30,		For the six months period ended June 30,	
	2017	2016	2017	2016
	US\$(000)	US\$(000)	US\$(000)	US\$(000)
(Loss) Profit for the period	9,814	21,009	23,427	40,370
Other comprehensive income				
Net Change by Cash Flow Hedges	(1,843)	(41)	2,039	(41)
Unrealized gain (loss) related to investment in subsidiaries and associate	6,771	13,399	10,943	13,960
Exchange difference on traslation of foreing operations	(19,922)	18,124	(549)	52,408
Unrealized gain (loss) through fair value of assets hel for sale	632	1,247	1,308	2,253
Net comprehensive income	<u>(14,362)</u>	<u>32,729</u>	<u>13,741</u>	<u>68,580</u>
Total comprehensive income	<u>(4,548)</u>	<u>53,738</u>	<u>37,168</u>	<u>108,950</u>

Minsur S.A.
Interim condensed separated statements of changes in equity

As of June 30, 2017 (unaudited) and June 30, 2016 (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, 2016	601,269	300,634	120,261	424	39,985	6,578	(245,427)	(16,506)	244,830	1,052,048
Profit (loss) of the period	-	-	-	-	-	-	-	-	40,370	40,370
Other comprehensive income	-	-	-	-	-	2,253	52,408	13,919	-	68,580
Total other comprehensive income	601,269	-	-	-	-	2,253	52,408	13,919	40,370	108,950
Dividends declared	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-	-
Balance as of June 30, 2016	1,202,538	300,634	120,261	424	39,985	8,831	(193,019)	(2,587)	285,200	1,160,998
Balance as of January 1, 2017	601,269	300,634	120,261	(9,426)	39,985	8,875	(195,517)	(3,235)	332,901	1,195,747
Profit (loss) of the period	-	-	-	-	-	-	-	-	23,427	23,427
Other comprehensive income	-	-	-	-	-	1,308	(549)	12,982	-	13,741
Total other comprehensive income	-	-	-	-	-	1,308	(549)	12,982	23,427	37,168
Dividends declared	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-	-
Balance as of June 30, 2017	601,269	300,634	120,261	(9,426)	39,985	10,183	(196,066)	9,747	356,328	1,232,915

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

As of June 30, 2017 (unaudited) and 30 June 2016 (unaudited)

	Notes	2017	2016
		US\$(000)	US\$(000)
Operating activities			
Collection from customers		254,823	240,873
Interest received		1,715	-
Payments to suppliers		(102,801)	(91,385)
Payroll and social benefit payments		(45,720)	(38,688)
Tax payments and other taxes		(44,870)	(26,192)
Interest paid		(14,762)	(14,760)
Other (payments) receipts related to the activity, net		(18)	(219)
Net cash flows (used in) provided by operating activities		48,367	69,629
Investing activities			
Dividends received	9,11	2,466	1,981
Proceeds from sale of property, plant and equipment	24	22	-
Purchase of property, plant and equipment	12	(12,402)	(20,985)
Purchase of intangibles	13	(5,953)	(2,143)
Capital contribution to subsidiaries and associates	11	(4,600)	(107,520)
Net cash flows used in investing activities		(20,467)	(128,667)
Financing activities			
Dividends paid		(12)	(14)
Others		280	-
Net cash flows provided by financing activities		268	(14)
Net (decrease) increase in cash and cash equivalents		28,168	(59,052)
Net exchange difference		265	(215)
Cash and cash equivalents as of January 1		341,139	383,001
Cash and cash equivalents as of June 30	6	369,572	323,734