

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

As of December 31, 2016 (unaudited) and 2015

	<b>Notes</b>	<b>As of December 31, 2016 US\$(000)</b>	<b>As of December 31, 2015 US\$(000)</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	341,140	383,001
Financial assets at fair value through profit or loss	9 (a), 31	6,466	6,412
Trade receivables, net	7	54,345	45,104
Other receivables, net	7	11,272	12,839
Related parties	7, 27	8,559	627
Inventory, net	8	60,094	61,432
Prepayments		1,062	181
Income tax prepayments	17 (a)	-	3,330
		<u>482,938</u>	<u>512,926</u>
<b>Non-current assets</b>			
Other financial assets	10	165,700	192,498
Investments in associates	11 (a)	825,829	609,722
Property, plant and equipment, net	12	276,687	289,131
Intangible assets, net	13	27,128	24,153
Deferred income tax asset, net	17 (b)	19,270	5,092
Other assets		1	2
		<u>1,314,615</u>	<u>1,120,598</u>
<b>Total asset</b>		<b><u>1,797,553</u></b>	<b><u>1,633,524</u></b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Financial obligations	9 (b), 14, 31	1,679	497
Trade payables	15	38,959	29,494
Other payables	15	23,683	19,559
Related parties	15, 27	9,777	14,932
Provision for employees benefits	15	19,748	16,470
Provisions	16	8,471	10,968
Liability for income tax	17 (a)	9,319	-
		<u>111,636</u>	<u>91,920</u>
<b>Non-current liabilities</b>			
Financial obligations	14	440,107	439,145
Provisions	16	48,406	50,411
		<u>488,513</u>	<u>489,556</u>
<b>Total liabilities</b>		<b><u>600,149</u></b>	<b><u>581,476</u></b>
<b>Equity</b>			
Capital stock	18	601,269	601,269
Investment shares	18	300,634	300,634
Other reserves	18	150,820	160,670
Other equity items		(189,951)	(255,355)
Retained earnings		334,632	244,830
<b>Equity attributable to equity holders of the parent</b>		<b><u>1,197,404</u></b>	<b><u>1,052,048</u></b>
<b>Total equity</b>		<b><u>1,197,404</u></b>	<b><u>1,052,048</u></b>
<b>Total liabilities and equity</b>		<b><u>1,797,553</u></b>	<b><u>1,633,524</u></b>

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

As of December 31, 2016 (unaudited) and 2015

	Notes	For the specific quarter from October 1, to December 31,		For the twelve months period ended December 31,	
		2016	2015	2016	2015
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	20	134,704	122,651	489,650	487,329
Cost of sales	21	(62,312)	(71,449)	(234,005)	(278,679)
<b>Gross margin</b>		<u>72,392</u>	<u>51,202</u>	<u>255,645</u>	<u>208,650</u>
<b>Operating expenses</b>					
Administrative expenses	22	(6,163)	(6,605)	(27,774)	(28,868)
Selling expenses	23	(784)	(1,507)	(4,055)	(6,299)
Other operating income	24	3,259	2,204	8,839	7,171
Other operating expenses	25	(11,404)	(12,314)	(29,121)	(38,319)
<b>Total operating expenses</b>		<u>(15,092)</u>	<u>(18,222)</u>	<u>(52,111)</u>	<u>(66,315)</u>
<b>Operating income</b>		<u>57,300</u>	<u>32,980</u>	<u>203,534</u>	<u>142,335</u>
<b>Other income (expenses)</b>					
Finance income	9 (c), 26	1,139	607	3,862	4,577
Finance costs	26	(7,543)	(7,697)	(30,910)	(30,604)
Exchange difference, net		601	(2,133)	213	(2,409)
Gain (loss) from investments in subsidiaries and associates, net	11 (b)	8,760	(416,804)	(28,071)	(484,325)
Gain (loss) from financial assets at fair value through profit or loss		665	(966)	(358)	(1,743)
<b>Total other income (expenses)</b>		<u>3,622</u>	<u>(426,993)</u>	<u>(55,264)</u>	<u>(514,504)</u>
<b>Profit before income tax</b>		60,922	(394,013)	148,270	(372,169)
Income tax expense	17 (d)	(20,774)	(3,708)	(58,771)	(49,661)
<b>Profit for the period</b>		<u><u>40,148</u></u>	<u><u>(397,721)</u></u>	<u><u>89,499</u></u>	<u><u>(421,830)</u></u>
<b>Earnings per share stated in U.S. dollar (basic and diluted) attributable to:</b>					
Common shares	18 (f)	1.393	-13.795	3.104	-14.632
Investment shares	18 (f)	0.014	-0.138	0.031	-0.146

**Minsur S.A.**

## Interim condensed separated statements of comprehensive income

As of December 31, 2016 (unaudited) and 2015

	For the specific quarter from October 1, to December 31,		For the twelve months period ended December 31,	
	2016 US\$(000)	2015 US\$(000)	2016 US\$(000)	2015 US\$(000)
<b>(Loss) Profit for the period</b>	40,148	(397,721)	89,499	(421,830)
<b>Other comprehensive income</b>				
Net Change by Cash Flow Hedges	3,851	-	(2,904)	-
Unrealized gain (loss) related to investment in associate	2,337	(2,134)	2,297	(911)
Exchange difference on traslation of foreing operations	(902)	(6,847)	49,917	(135,938)
Net change in non-current assets or groups of assets held for sale	(11,785)	4,736	16,094	(16,902)
<b>Net comprehensive income</b>	<u>(6,499)</u>	<u>(4,245)</u>	<u>65,404</u>	<u>(153,751)</u>
<b>Total comprehensive income</b>	<u><b>33,649</b></u>	<u><b>(401,966)</b></u>	<u><b>154,903</b></u>	<u><b>(575,581)</b></u>

## Minsur S.A.

### Interim condensed separated statements of changes in equity

As of December 31, 2016 (unaudited) and 2015

	<u>Notes</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)
<b>Balance as of January 1, 2015</b>	601,269	300,634	120,261	424	39,985	-	(109,489)	7,885	717,207	1,678,176
Profit of the period	-	-	-	-	-	-	-	-	(421,830)	(421,830)
Other comprehensive income	-	-	-	-	-	(911)	(135,938)	(16,902)	-	(153,751)
<b>Total other comprehensive income</b>	<b>601,269</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(911)</b>	<b>(135,938)</b>	<b>(16,902)</b>	<b>(421,830)</b>	<b>(575,581)</b>
Dividends declared	-	-	-	-	-	-	-	-	(50,000)	(50,000)
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	(547)	(547)
<b>Balance as of December 31, 2015</b>	<b>1,202,538</b>	<b>300,634</b>	<b>120,261</b>	<b>424</b>	<b>39,985</b>	<b>(911)</b>	<b>(245,427)</b>	<b>(9,017)</b>	<b>244,830</b>	<b>1,052,048</b>
<b>Balance as of January 1, 2015</b>	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	-	-	-	-	-	-	-	-	89,499	89,499
Other comprehensive income	-	-	-	-	-	2,297	49,917	13,190	-	65,404
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,297</b>	<b>49,917</b>	<b>13,190</b>	<b>89,499</b>	<b>154,903</b>
Dividends declared	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	(9,850)	-	-	-	-	303	(9,547)
<b>Balance as of December 31, 2016</b>	<b>601,269</b>	<b>300,634</b>	<b>120,261</b>	<b>(9,426)</b>	<b>39,985</b>	<b>1,386</b>	<b>(195,510)</b>	<b>4,173</b>	<b>334,632</b>	<b>1,197,404</b>

## Minsur S.A.

### Interim condensed separated statements of cash flows

As of December 31, 2016 (unaudited) and 2015

	<b>Notes</b>	<b>As of December 31, 2016 US\$(000)</b>	<b>As of December 31, 2015 US\$(000)</b>
<b>Operating activities</b>			
Collection from customers		490,939	484,209
Interest received		2,241	2,830
Payments to suppliers		(174,500)	(203,851)
Payroll and social benefit payments		(67,315)	(80,438)
Tax payments and other taxes		(60,209)	(60,666)
Interest paid		(29,530)	(29,273)
Other (payments) receipts related to the activity, net		(534)	(4,652)
<b>Net cash flows (used in) provided by operating activities</b>		<u>161,092</u>	<u>108,159</u>
<b>Investing activities</b>			
Repayment of loan to subsidiary		-	81,938
Dividends from investment in associate		2,080	2,621
Proceeds from sale of property, plant and equipment		469	50
Income from financial assets		31,653	-
Purchase of property, plant and equipment		(29,832)	(27,803)
Purchase of intangibles		(6,593)	(1,102)
Loan to subsidiary		(8,000)	-
Capital contribution to subsidiaries and associates		(192,520)	(119,582)
<b>Net cash flows used in investing activities</b>		<u>(202,743)</u>	<u>(63,878)</u>
<b>Financing activities</b>			
Dividends paid		(22)	(50,000)
Others		38	-
<b>Net cash flows provided by financing activities</b>		<u>16</u>	<u>(50,000)</u>
Net (decrease) increase in cash and cash equivalents		(41,635)	(5,719)
Net exchange difference		(226)	8
<b>Cash and cash equivalents as of January 1</b>	6	<u>383,001</u>	<u>388,712</u>
<b>Cash and cash equivalents as of December 31</b>	6	<u>341,140</u>	<u>383,001</u>