

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of financial position

For the Three-months period ended March 31, 2017 (unaudited) and December 31, 2016 (audited)

	Note	As of March 31, 2017 US\$(000)	As of December 31, 2016 US\$(000)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	128,642	353,343
Trade and other receivables, net	6	82,518	98,937
Inventory, net	7	111,264	100,215
Other financial assets	5, 8, 9	293,104	73,529
Income tax prepayments		231	338
Other assets		1,465	2,140
Available-for-sale financial assets		3,406	3,270
		<u>620,630</u>	<u>631,772</u>
<b>Non-current assets</b>			
Other financial assets	9	129,808	128,810
Trade and other receivables, net	6	55,418	53,664
Investments in associates	10	357,367	345,523
Property, plant and equipment, net	11	545,516	525,934
Intangible assets, net	12	404,117	390,688
Deferred income tax asset, net		93,166	85,795
Income tax prepayments		-	182
Other assets		-	1
		<u>1,585,392</u>	<u>1,530,597</u>
<b>Total asset</b>		<b><u>2,206,022</u></b>	<b><u>2,162,369</u></b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	13	122,461	141,798
Financial obligations	14	128,382	112,433
Provisions	15	30,861	33,959
Income tax		8,396	9,319
		<u>290,100</u>	<u>297,509</u>
<b>Non-current liabilities</b>			
Trade and other payables	13	40,545	39,450
Financial obligations	14	445,069	444,730
Provisions	15	154,301	146,470
Deferred income tax liability, net		38,350	38,272
		<u>678,265</u>	<u>668,922</u>
<b>Total liabilities</b>		<b><u>968,365</u></b>	<b><u>966,431</u></b>
<b>Equity</b>			
Capital stock	18	601,269	601,269
Investment shares	18	300,634	300,634
Other reserves	18	150,820	150,820
Other equity items	18	(161,774)	(189,877)
Retained earnings	18	346,514	332,901
<b>Equity attributable to equity holders of the parent</b>		<b><u>1,237,463</u></b>	<b><u>1,195,747</u></b>
Non-controlling interests	18	194	191
<b>Total equity</b>		<b><u>1,237,657</u></b>	<b><u>1,195,938</u></b>
<b>Total liabilities and equity</b>		<b><u>2,206,022</u></b>	<b><u>2,162,369</u></b>

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated income statements

For the Three-months period ended March 31, 2017 (unaudited) and December 31, 2016 (audited)

	Note	For the specific quarter from January 1, to March 31,		For the three months period ended March 31,	
		2017	2016	2017	2016
		US\$(000)	US\$(000)	US\$(000)	US\$(000)
Net sales	19	156,115	127,027	156,115	127,027
Cost of sales	20	(102,287)	(73,856)	(102,287)	(73,856)
<b>Gross margin</b>		<b>53,828</b>	<b>53,171</b>	<b>53,828</b>	<b>53,171</b>
<b>Operating expenses</b>					
Administrative expenses	21	(11,502)	(8,989)	(11,502)	(8,989)
Selling expenses	22	(1,351)	(1,533)	(1,351)	(1,533)
Other operating income	23	2,109	2,053	2,109	2,053
Other operating expenses	24	(12,647)	(15,578)	(12,647)	(15,578)
<b>Total operating expenses</b>		<b>(23,391)</b>	<b>(24,047)</b>	<b>(23,391)</b>	<b>(24,047)</b>
<b>Operating income</b>		<b>30,437</b>	<b>29,124</b>	<b>30,437</b>	<b>29,124</b>
<b>Other income (expenses)</b>					
Finance income	25	2,559	1,621	2,559	1,621
Finance costs	25	(10,166)	(8,944)	(10,166)	(8,944)
Exchange difference, net		1,932	7,195	1,932	7,195
Gain (loss) from investments in associates, net	10	(1,979)	(2,324)	(1,979)	(2,324)
Gain (loss) from financial assets at fair value through profit or loss		1,021	(591)	1,021	(591)
<b>Total other income (expenses)</b>		<b>(6,633)</b>	<b>(3,043)</b>	<b>(6,633)</b>	<b>(3,043)</b>
<b>Profit before income tax</b>		<b>23,804</b>	<b>26,081</b>	<b>23,804</b>	<b>26,081</b>
Income tax expense	16	(10,192)	(7,204)	(10,192)	(7,204)
<b>Profit for the period</b>		<b>13,612</b>	<b>18,877</b>	<b>13,612</b>	<b>18,877</b>
<b>Attributable to :</b>					
Owners of the parent		13,613	19,361	13,613	19,361
Non-controlling interests		(1)	(484)	(1)	(484)
<b>Profit or loss for the period</b>		<b>13,612</b>	<b>18,877</b>	<b>13,612</b>	<b>18,877</b>
<b>Earnings per share stated in U.S. dollar (basic and diluted) attributable to:</b>					
Common shares	26	0.472	0.655	0.472	0.655
Investment shares	26	0.005	0.007	0.005	0.007

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of comprehensive income

For the Three-months period ended March 31, 2017 (unaudited) and December 31, 2016 (audited)

	For the specific quarter from January 1, to March 31,		For the three months period ended March 31,	
	2017 US\$(000)	2016 US\$(000)	2017 US\$(000)	2016 US\$(000)
<b>(Loss) Profit for the period</b>	<b>13,612</b>	<b>18,877</b>	<b>13,612</b>	<b>18,877</b>
<b>Other comprehensive income</b>				
Net Change in Cash Flow Hedges	3,882	-	3,882	-
Gains (Losses) on Investments in Equity Instruments at fair value	676	1,006	676	1,006
Exchange difference on traslation of foreing operations	19,373	34,284	19,373	34,284
Participation in other comprehensive income of associates and joint ventures accounted for using the equity method	4,172	602	4,172	602
Other comprehensive income	-	-	-	-
<b>Net comprehensive income</b>	<b>28,103</b>	<b>35,892</b>	<b>28,103</b>	<b>35,892</b>
<b>Total comprehensive income</b>	<b>41,715</b>	<b>54,769</b>	<b>41,715</b>	<b>54,769</b>
<b>Attributable to:</b>				
Equity holders of the parents	41,716	55,253	41,716	55,253
Non-controlling interests	(1)	(484)	(1)	(484)
	<b>41,715</b>	<b>54,769</b>	<b>41,715</b>	<b>54,769</b>

## Minsur S.A. And Subsidiaries

### Interim condensed consolidated statements of changes in equity

For the Three-months period ended March 31, 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	-	-	-	-	-	-	-	-	19,361	19,361	(484)	18,877
Other comprehensive income	-	-	-	-	-	-	34,284	1,608	-	35,892	-	35,892
<b>Total other comprehensive income</b>	-	-	-	-	-	-	34,284	1,608	19,361	55,253	(484)	54,769
Dividends declared	-	-	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	-	3,000	3,000
Other adjustments	-	-	-	-	-	-	-	-	-	-	132	132
<b>Balance as of March 31, 2016</b>	<b>601,269</b>	<b>300,634</b>	<b>120,685</b>	-	<b>2,382</b>	<b>39,985</b>	<b>(211,143)</b>	<b>(10,702)</b>	<b>264,191</b>	<b>1,107,301</b>	<b>65,516</b>	<b>1,172,817</b>
<b>Balance as of January 1, 2017</b>	601,269	300,634	110,835	-	0	39,985	(195,517)	5,640	332,901	1,195,747	191	1,195,938
Profit or loss of the period	-	-	-	-	-	-	-	-	13,613	13,613	(1)	13,612
Other comprehensive income	-	-	-	-	-	-	19,373	8,730	-	28,103	-	28,103
<b>Total other comprehensive income</b>	-	-	-	-	-	-	19,373	8,730	13,613	41,716	(1)	41,715
Dividends declared	-	-	-	-	-	-	-	-	-	-	-	-
Capital Contributions	-	-	-	-	-	-	-	-	-	-	-	-
Increase (Decrease) due to changes in the interests of subsidiaries that do not involve loss of control	-	-	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-	-	4	4
<b>Balance as of March 31, 2017</b>	<b>601,269</b>	<b>300,634</b>	<b>110,835</b>	-	-	<b>39,985</b>	<b>(176,144)</b>	<b>14,370</b>	<b>346,514</b>	<b>1,237,463</b>	<b>194</b>	<b>1,237,657</b>

## Minsur S.A. and Subsidiaries

### Interim condensed consolidated statements of cash flows

For the Three-months period ended March 31, 2017 (unaudited) and December 31, 2016 (audited)

	Note	As of March 31, 2017 US\$(000)	As of March 31, 2016 US\$(000)
<b>Operating activities</b>			
Collection from customers		166,859	133,038
Interest received		826	2
Payments to suppliers		(73,139)	(75,882)
Payroll and social benefit payments		(49,274)	(37,940)
Tax payments and other taxes		(16,555)	(12,824)
Interest paid		(16,603)	(1,238)
Other (payments) receipts related to the activity, net		(9,483)	(4,134)
<b>Net cash flows (used in) provided by operating activities</b>		<b>2,631</b>	<b>1,022</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		4	-
Purchase of Financial Instruments of Patrimony or Debt of Other Entities		(247,060)	-
Purchase of property, plant and equipment		(8,727)	(10,268)
Purchase of intangibles		(9,387)	(898)
Others		(19,642)	(9,464)
<b>Net cash flows used in investing activities</b>		<b>(254,639)</b>	<b>(20,630)</b>
<b>Financing activities</b>			
Changes in Ownership Shares of Subsidiaries that Do Not Result in Loss of Control		-	1,080
Dividends paid		(12)	-
Others		25,226	(21,263)
<b>Net cash flows provided by financing activities</b>		<b>25,214</b>	<b>(20,183)</b>
Net (decrease) increase in cash and cash equivalents		(226,794)	(39,791)
Net exchange difference		2,093	1,278
<b>Cash and cash equivalents as of January 1</b>	6	<b>353,343</b>	<b>390,855</b>
<b>Cash and cash equivalents as of March 31</b>	6	<b>128,642</b>	<b>352,342</b>