

Minsur S.A.

Interim separated statements of financial position

As of June 30, 2014 (unaudited) and December 31, 2013 (audited)

	Nota	2014 US\$(000)	2013 US\$(000)
Assets			
Current assets			
Cash and cash equivalents	3	498,186	199,536
Trade and other receivables, net	4	46,974	59,900
Related parties	20	410	898
Inventory, net	5	86,505	119,701
Financial assets at fair value through profit or loss		10,600	10,129
Income tax prepayments		2,551	7,483
Prepaid expenses		2,370	642
		<u>647,596</u>	<u>398,289</u>
Non-current assets			
Related parties	20	80,097	39,469
Investments in associates	6	1,737,545	1,730,056
Property, plant and equipment, net	7	335,869	348,480
Intangible assets, net		30,296	34,336
Other non financial assets		5,059	1,183
		<u>2,188,866</u>	<u>2,153,524</u>
Total asset		<u>2,836,462</u>	<u>2,551,813</u>
Liabilities			
Current liabilities			
Trade and other payables	9	51,515	44,116
Related parties	20	9,300	20,870
Financial obligations	8	-	26,154
Provisions	10	5,331	6,013
Other Liabilities		24,422	37,194
		<u>90,568</u>	<u>134,347</u>
Non-current liabilities			
Financial obligations	8	443,212	174,275
Provisions	10	52,057	52,910
Deferred income tax liability, net		3,943	7,930
		<u>499,212</u>	<u>235,115</u>
Total liabilities		<u>589,780</u>	<u>369,462</u>
Equity			
Capital stock	12	601,269	601,269
Investment shares		300,634	300,634
Other reserves		120,685	120,685
Reinvested earnings		39,985	39,985
Retained earnings		1,184,109	1,119,778
Total equity		<u>2,246,682</u>	<u>2,182,351</u>
Total liabilities and equity		<u>2,836,462</u>	<u>2,551,813</u>

Minsur S.A.

Interim separate income statements

For the six-month periods ended March 31, 2014 and 2013 (unaudited)

		For the specific quarter April 1, to June 30,		For the six-month periods ended June 30,	
	Note	2014 US\$(000)	2013 US\$(000)	2014 US\$(000)	2013 US\$(000)
Net sales	13	190,787	167,998	408,811	359,416
Cost of sales	14	<u>(84,482)</u>	<u>(69,220)</u>	<u>(176,908)</u>	<u>(133,000)</u>
Gross margin		<u>106,305</u>	<u>98,778</u>	<u>231,903</u>	<u>226,416</u>
Operating expenses					
Administrative expenses	15	(8,162)	(7,949)	(15,787)	(15,842)
Selling expenses	16	(2,829)	(2,563)	(4,759)	(4,611)
Other income		2,082	2,069	6,966	3,713
Other expenses	17	<u>(11,529)</u>	<u>(6,131)</u>	<u>(20,472)</u>	<u>(10,522)</u>
Total operating expenses		<u>(20,438)</u>	<u>(14,574)</u>	<u>(34,052)</u>	<u>(27,262)</u>
Operating income		<u>85,867</u>	<u>84,204</u>	<u>197,851</u>	<u>199,154</u>
Other income (expenses)					
Finance income		2,483	5,547	3,550	6,549
Finance costs		(7,696)	(601)	(13,230)	(1,607)
Gain (loss) from financial assets at fair value through profit or loss		600	(67)	471	(543)
Exchange difference, net		<u>(851)</u>	<u>(1,626)</u>	<u>(729)</u>	<u>(4,925)</u>
Total other income (expenses)		<u>(5,464)</u>	<u>3,253</u>	<u>(9,938)</u>	<u>(526)</u>
Profit before income tax		80,403	87,457	187,913	198,628
Income tax expense	11	<u>(32,455)</u>	<u>(40,634)</u>	<u>(73,580)</u>	<u>(81,194)</u>
Profit for the period		<u>47,948</u>	<u>46,823</u>	<u>114,333</u>	<u>117,434</u>
Earnings per share stated in U.S. dollar (basic and diluted) attributable to:					
Common shares	19	1.663	1.624	3.966	4.073
Investment shares	19	0.017	0.016	0.040	0.041

Minsur S.A.**Interim statements of comprehensive income**For the six-month periods ended June 30,
2014 and 2013 (unaudited)

	For the specific quarter April 1, to June 30,		For the six-month periods ended June 30,	
	2014	2013	2014	2013
	US\$(000)	US\$(000)	US\$(000)	US\$(000)
Profit for the period	47,948	46,823	114,333	117,434
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Exchange difference on traslation of foreing operations	-	-	-	-
Unrealized gain (loss) related to investment in associate				
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	-	-	-	-
Total comprehensive income	<u>47,948</u>	<u>46,823</u>	<u>114,333</u>	<u>117,434</u>

Minsur S.A.

Interim separated statements of changes in equity

As of June 30, 2014 (unaudited) and December 31, 2013 (audited)

	<u>Capital Stock</u>	<u>Investment</u>	<u>Reserves</u>	<u>Retained</u>	<u>Retained</u>	<u>Total</u>
	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)	US\$(000)
Balance as of January 1, 2013	601,269	300,634	120,685	39,985	934,823	1,997,396
Profit for the year	-	-	-	-	117,434	117,434
Total other comprehensive income	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>117,434</u>	<u>117,434</u>
Dividends declared	-	-	-	-	(50,000)	(50,000)
Balance as of June 30, 2013	<u>601,269</u>	<u>300,634</u>	<u>120,685</u>	<u>39,985</u>	<u>1,002,257</u>	<u>2,064,830</u>
Balance as of January 1, 2014	601,269	300,634	120,685	39,985	1,119,778	2,182,351
Profit for the year	-	-	-	-	114,333	114,333
Total other comprehensive income	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>114,333</u>	<u>114,333</u>
Dividends declared, note 21(e)	-	-	-	-	(50,000)	(50,000)
Other adjustments	-	-	0	-	(2)	(2)
Balance as of June 30, 2014	<u>601,269</u>	<u>300,634</u>	<u>120,685</u>	<u>39,985</u>	<u>1,184,109</u>	<u>2,246,682</u>

Minsur S.A.

Interim separated statements of cash flows

For the six-month periods ended June 30, 2014 and 2013 (unaudited)

	For the six-month periods ended June 30,	
	2014 US\$(000)	2013 US\$(000)
Operating activities		
Collection from customers	419,990	327,230
Interest received	483	1,371
Payments to suppliers	(113,203)	(99,697)
Payroll and social benefit payments	(61,799)	(58,376)
Tax payments and other taxes	(76,878)	(70,780)
Interest paid	(9,348)	(1,207)
Other receipts (payments) related to the activity, net	<u>(1,948)</u>	<u>(2,136)</u>
Net cash flows provided by operating activities	<u>157,297</u>	<u>96,405</u>
Investing activities		
Proceeds from sale of property, plant and equipment	109	-
Proceeds from sale of intangibles	2,525	-
Sale of equity financial instruments	11,871	-
Purchase of property, plant and equipment	(14,652)	(12,454)
Purchase of intangibles	-	(628)
Loan to subsidiary	(39,000)	(23,000)
Capital contribution to associate	(19,360)	-
Others	<u>-</u>	<u>6</u>
Net cash flows used in investing activities	<u>(58,507)</u>	<u>(36,076)</u>
Financing activities		
Proceeds from borrowings	450,000	200,000
Dividends paid	(49,996)	(49,544)
New contributions of minority	-	-
Repayment of borrowings	(200,000)	(200,000)
Others	<u>-</u>	<u>(900)</u>
Net cash flows provided by (used in) financing activities	<u>200,004</u>	<u>(50,444)</u>
Net (decrease) increase in cash and cash equivalents	<u>298,794</u>	<u>9,885</u>
Net exchange difference	(144)	4,711
Cash and cash equivalents as of January 1	<u>199,536</u>	<u>91,303</u>
Cash and cash equivalents as of Junio 30	<u>498,186</u>	<u>105,899</u>