2015 Results Presentation

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Past performance cannot be relied on as a guide to future performance.

Agenda

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1. 2015 Overview
2. Operations review and growth opportunities
3. Financial review
4. Investment case

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2015 Overview

Safety First Culture

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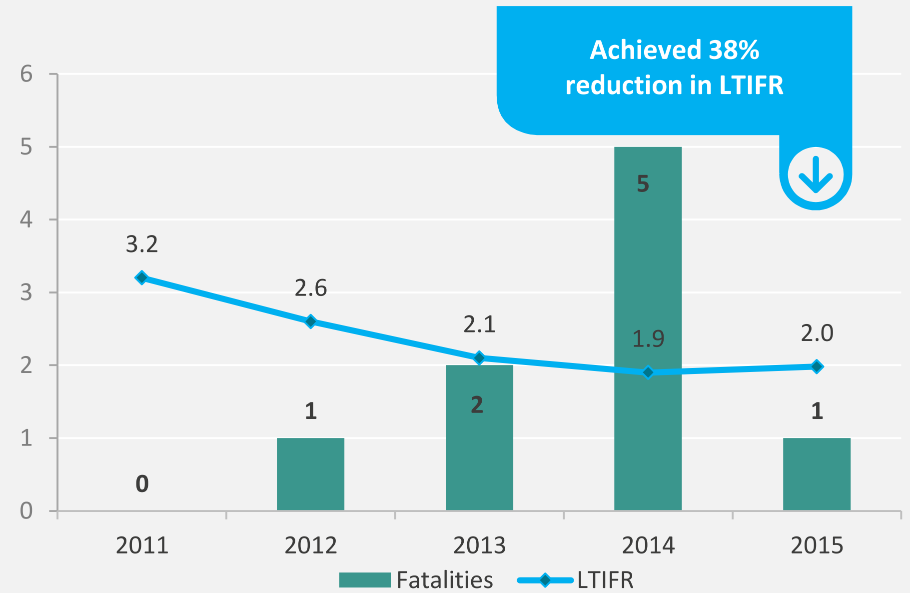
- Unacceptably, a fatality occurred at Michilla during the year
- Committed to zero fatalities
- 38% improvement in injury rate
- New safety and occupational health model being extended to contractors

Focus on:

  - Early identification of key fatality and serious injury risks
  - Reporting and investigating high-potential near misses
  - On-the-ground senior safety leadership

Safety Performance



2015 Year's Highlights

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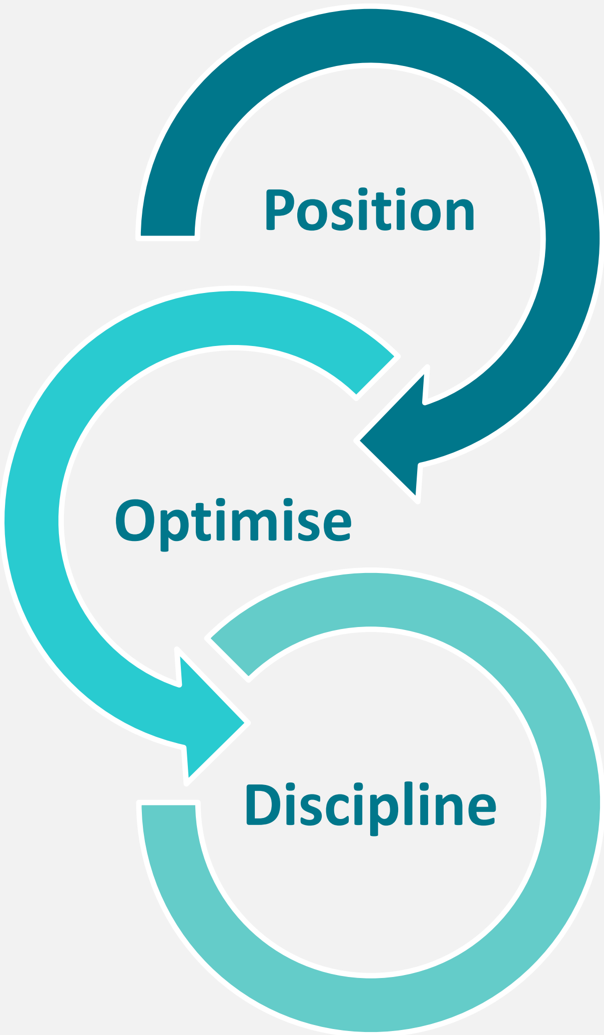

The Group's position in a challenging environment

- Strong balance sheet
- Competitive operating cost position
- Re-setting community engagement
- Preserving growth projects

Optimise our portfolio

- Sale of water division
- Bring Antucoya to full production
- Purchase of TMM and stake in Zaldívar
- Closure of Michilla

Maintain our discipline and flexibility

- Cost control without increasing risk
- Reduce development capital expenditure without compromising future growth

2015 overview
Reducing costs and building a platform for long-term growth

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	vs. 2014	2015[1]	
Revenue	(34.0)%	$3,394.6m	• Lower realised copper prices (24% decline), disruptions to production in Q1 and heavy rains in the Atacama Desert in Q2
EBITDA	(58.4)%	$890.7m	• Revenues declined and lower production lead to higher unit costs
Net earnings per share	(98.6)%	0.6c	• Lower realised copper price and sales, partly offset by lower tax payable
Operating cash flow	(65.8)%	$858.3m	• Operations continue to generate significant cash despite the fall in revenue
Copper production	(10.6)%	630.3kt	• Lower production at Los Pelambres due to disruptions in Q1 as well as lower grades. Lower production at Centinela and delayed ramp-up at Antucoya
Net cash costs	4.9%	$1.50/lb	• Lower gold production and lower realised molybdenum prices

1. *FY 2015 financials and comparatives for continuing operations*

Investment Case
Responding to uncertain times

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High quality assets

- Strong and growing production
- Large resource base
- Low costs and long-life assets
- Four mines in two 'world-class' mining districts in Chile

Cost control

- Focus on operating efficiencies through innovation and exploiting synergies
- Cost and Competitiveness Programme

Capital discipline

- Strong and flexible balance sheet
- Manageable debt levels
- Consistence pay-out ratio dividend policy

Robust platform

- Continuing to optimise mines
- Lowering cost base for future upturn
- Disciplined approach to capital allocation

Creating value for shareholders

Copper market outlook

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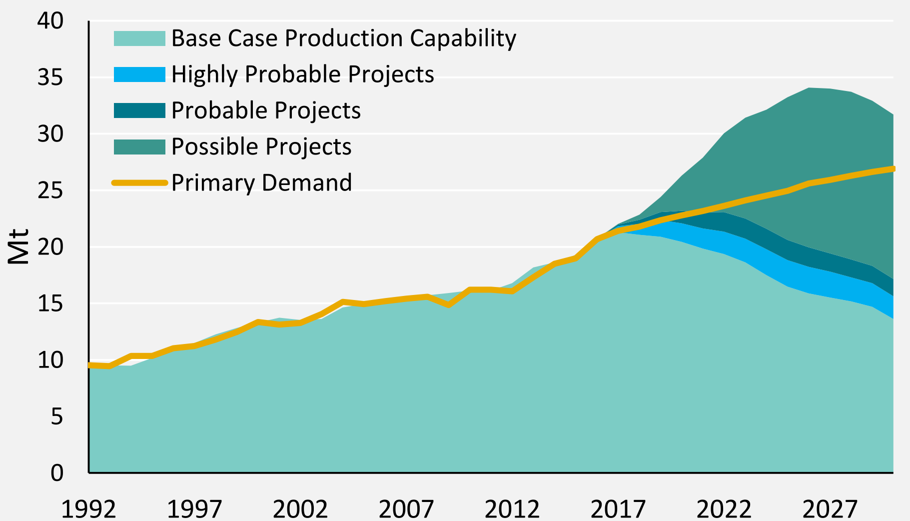
- LME copper price averaged $2.50/lb 2015 (2014: $3.11/lb)
- Price remains under pressure as mine supply grows modestly
  - Small surpluses expected in 2016 and 2017
  - Market tightens from 2018 onwards
- Cost curve pushed down and flattened as producers cut costs
  - external factors (FX and Oil) provide additional relief
- Benchmark TC/RCs set lower 9% than in 2015
- Optimistic in medium and long term, supported by copper fundamentals

Global Supply and Demand



Source: Wood Mackenzie Q4 2015 Copper Outlook

China

"New Normal" in China?

- Consumption led economy
- Slower sustained growth
- Investment in power grid
- Spending to support geopolitical ambitions
- One Belt, One Road
- Resources to prevent a hard landing
- 13th five-year plan – limited fiscal stimulus

Our Experience

First hand experience suggests China demand growth has slowed, but we still see meaningful increases of copper imports into China

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Operations review and growth opportunities

Strategy

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1 Existing core business

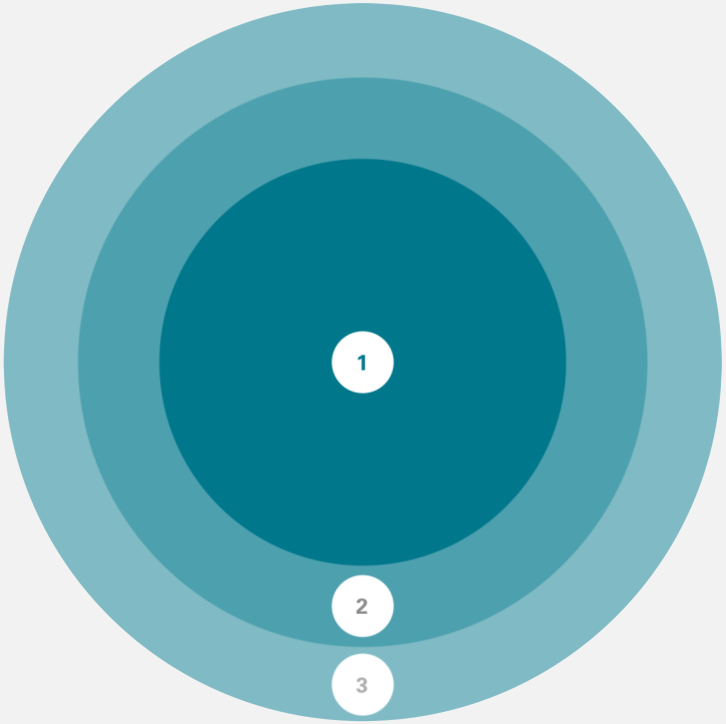
- Constant focus on cost management and compliance
- Delivery of production and cash cost guidance
- Continue to get the best possible performance from existing assets
- Proactive new approach with community and other stakeholders

2 Organic & sustainable growth of the core business

- Complete Antucoya on budget
- Complete Centinela 105 ktpd expansion
- Progress Encuentro Oxides
- Complete Centinela Second Concentrator and Los Pelambres Incremental Expansion feasibility studies and advance permitting

3 Growth beyond the core business

- Progress international exploration activities
- Continue optimisation of Twin Metals Minnesota pre-feasibility study
- Monitor potential acquisition opportunities



Operations overview

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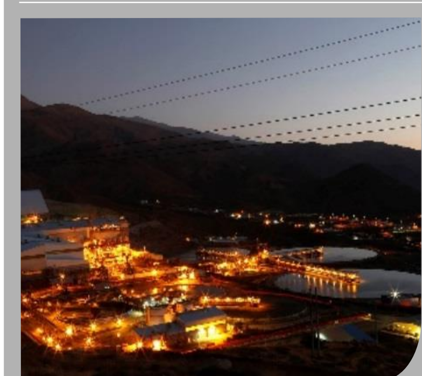
Los Pelambres



2014	2015
391,300t Cu	363,200t Cu
C1 $1.18/lb	C1 $1.23/lb

Lower throughput due to harder ore zone of the mine

Highest molybdenum production since 2012

Protests in Q1 2015

Centinela

2014	2015
266,600t Cu	221,100t Cu
C1 $1.63/lb	C1 $1.85/lb

Lower grade

Throughput expansions progressing

Michilla

2014	2015
47,000t Cu	29,400t Cu
C1 $2.38/lb	C1 $2.14/lb

Placed on care and maintenance at the end of 2015

Group

2014	2015
704,800t Cu	**630,300t Cu**[1]
C1 $1.43/lb	**C1 $1.50/lb**

Lower production at Los Pelambres and Centinela

Completed construction of Antucoya, with commissioning in Q2 2016

1. Includes 4.4kt from Zaldívar and 12.2kt from Antucoya

Growth opportunities

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Antucoya[1]	2016	Ramp-up	Cu: 85ktpa[2]	Capex:$1,900m
Centinela 105ktpd[1]	2016	Ramp-up	Cu: 10-12ktpa[2]	Capex:$110m
Encuentro Oxides[1]	2017	Construction	Cu: 50ktpa[2]	Capex:$636m
Centinela Moly Plant[1]	2017	Construction	Mo: 2,400tpa[2]	Capex:$125m
Centinela Second Concentrator[3]	2020+	Feasibility study	Cu: 140ktpa[2]	Capex:$2,700m
Los Pelambres Phase 1 Incremental Expansion[3]	2020+	Feasibility study	Cu: 60ktpa[2]	Capex:$1,100m[4]
Los Pelambres Phase 2 Incremental Expansion[3]	2020+	Feasibility study	Cu: 35ktpa[2]	Capex:$500m

2016 2017 2018 2019 2020+

Ramp-up
Construction
Feasibility study

1. Feasibility study figures
2. Estimated figures for the first five years
3. Pre-feasibility study figures
4. Including desalination plant

Zaldívar acquisition

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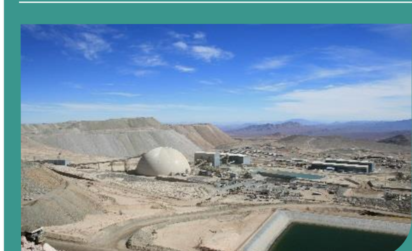
- 50% from Barrick for $1.0 billion closed in Q4 2015,
- Antofagasta operator of the mine
- Rare opportunity to acquire good-quality copper asset in familiar jurisdiction
- Production growth as grade increases
- $15-20 million of synergies and cost savings targeted
- Upside potential through exploration of mine's resources
- Capital intensity of $17,000/t annual production

Zaldívar



Start of operation:
1998

Remaining mine life:
14 years

Reserves (P+P) [(1)]:
455mt @ 0.55% Cu

	2015[(2)]	First 5 years[(2)]
Copper production (t)	103,300	100-150,000
Cash costs ($/lb)	1.74	1.30-1.70

Note: Attributable production for 2015 was 4,400 tonnes

1. *As of 31 December 2015*
2. *Full year figures. 100% of production.*

Antucoya – ramp-up

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Delivering growth on budget

- First cathode in Q3 2015
- Commissioning issues in the crushing circuits caused delay in ramp-up
- Approximately 7m tonnes of crushed material on the leach pads as at 31 December 2015
- Reach design capacity by mid-2016

Antucoya

Start of operation:
2015

Remaining mine life:
18 years

Reserves (P+P)[1]:
686.6mt @ 0.34% Cu

	2015	2016
Copper production (t)	12,200	65-75,000
Cash costs ($/lb)	*n/a*	1.65

1. As of 31 December 2015

Centinela Mining District
Under construction

Centinela debottlenecking

- Debottlenecking concentrates plant to increase throughput to 105 ktpd
- Front-end completed in 2015
- Installation of tailing thickeners in 2016

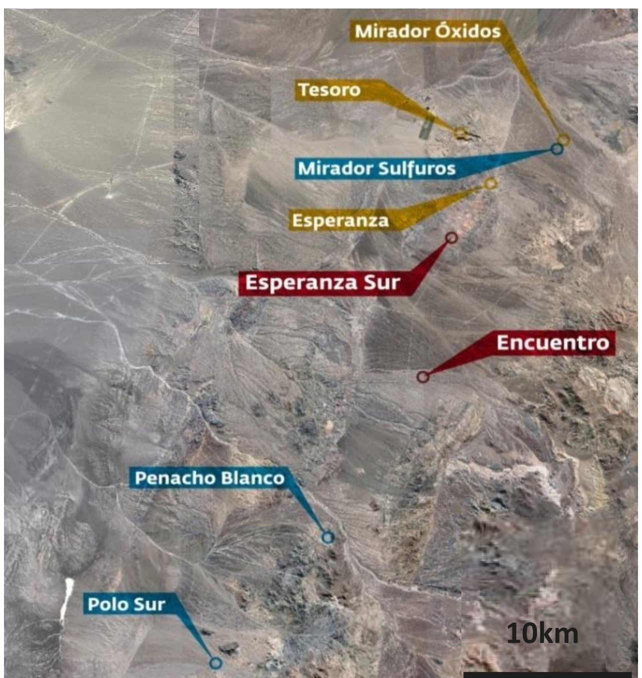
Molybdenum plant

- Construction underway
- Completion in 2017

Encuentro Oxides

- Next stage in development of Centinela District
- Revised construction time line to conserve cash
- Commence production in 2017
- 8-year mine life
- Provides feed for existing SX-EW plant
- Full production 50,000 tonnes of copper per annum
- Focusing on critical items in project development

Centinela Mining District
Future development



Centinela Second Concentrator

- Planned 2nd concentrator 7 km from current facilities
  - Throughput: 90 ktpd
  - Annual production:
    - 140 kt copper
    - 150 koz gold
    - 3.0 kt molybdenum
- Two-phase growth:
  - Phase 1 - 90 ktpd
  - Phase 2 - +50 ktpd
- EIA submitted to authorities in Q2 2015
- Slowed feasibility study, focusing on critical path items
- Earliest investment decision 2017

Los Pelambres Incremental Expansion
Phased development

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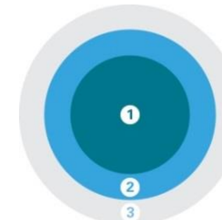

Phase 1

- Maximising throughput under existing permits
- Throughput capacity to 190 ktpd + desalination plant
- New grinding and flotation circuit to counter the increasing hardness of the ore
- Estimated capex of $1.1 billion including desalination plant and water pipeline
- Desalination and water pipeline EIA submission in 2016
- Earliest investment decision in late 2017

Phase 2

- Throughput expansion to 205 ktpd
- Mine life extension beyond 2037 with increases in capacity of tailings facility and waste rock dumps
- Repower conveyors from primary crusher to concentrator
- Estimated capex of $500 million
- EIA submission in 2018

Further growth opportunities
Beyond 2020

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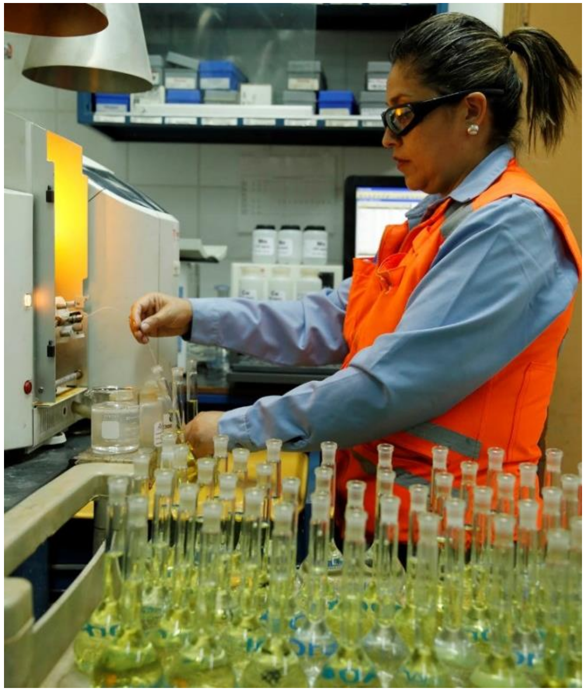

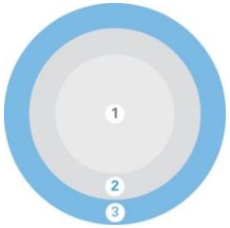

Twin Metals Minnesota Project

- 2.4 billion tonne resource containing copper, nickel and PGMs
- Optimising pre-feasibility study
- Consolidated ownership of project
- Advancing permitting process

Exploration and evaluation

- Chile and internationally
- Reduced exploration and evaluation as part of cost savings programme

2015 Performance and Guidance

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Production and cost improvements to offset another challenging year

Cu	Au	Mo	$/lb
2015 Production	**2015 Production**	**2015 Production**	**2015 Net Cash Cost**
630,300 t	213,900 oz	10,100 t	1.50/lb
2016 Guidance	**2016 Guidance**	**2016 Guidance**	**2016 Guidance**
710,000 - 740,000 t	245,000- 275,000 oz	8,000 – 9,000t	1.35/lb

Financial review

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Weaker commodity price environment

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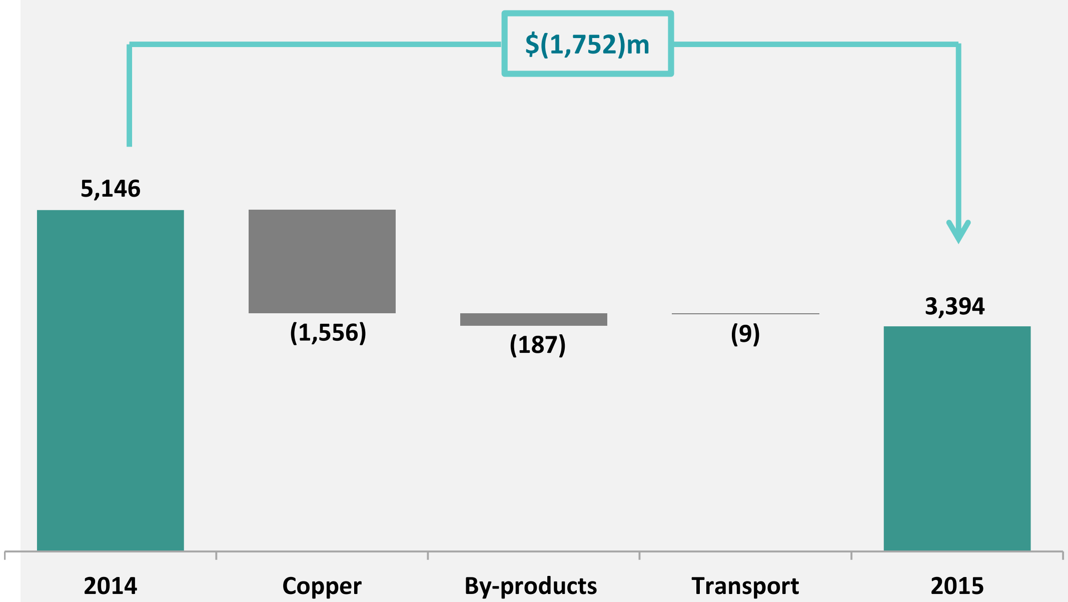
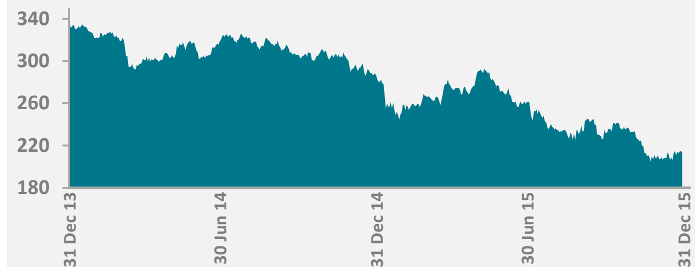
Revenue declined by 34.0%

- Mainly as a result of lower copper prices and sales volumes
- Lower gold price and volumes
- Lower realised moly price (> 50% lower), partly offset by higher volumes

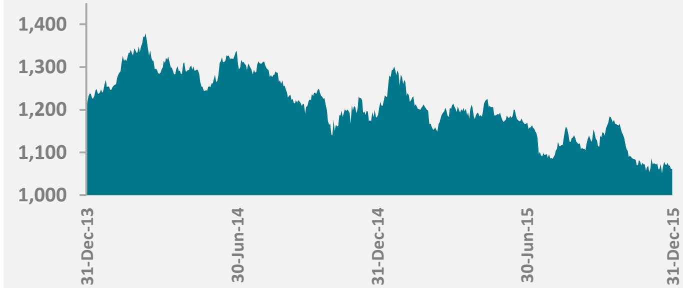
Turnover 2015 vs 2014 ($m)



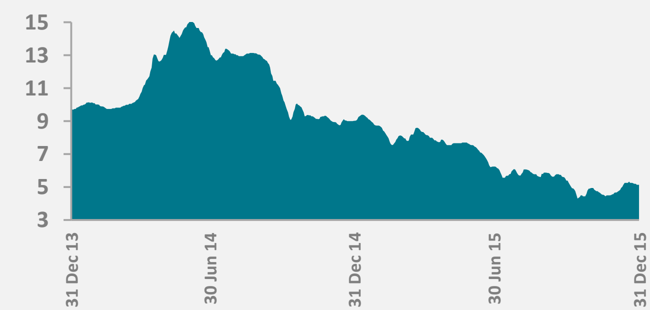
Copper price



Gold price



Molybdenum price



1. *Restated to include results of continuing operations only*

2015 Unit cash costs

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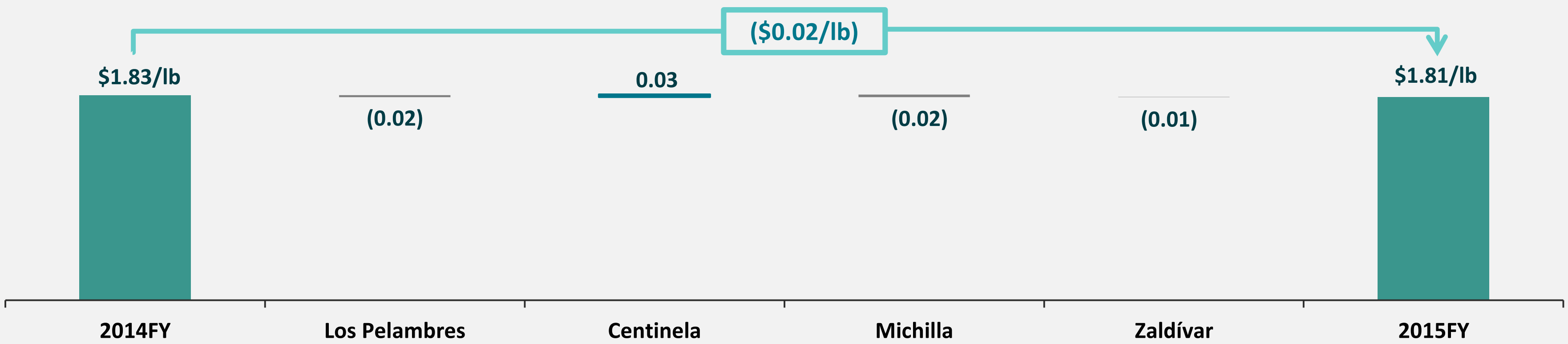
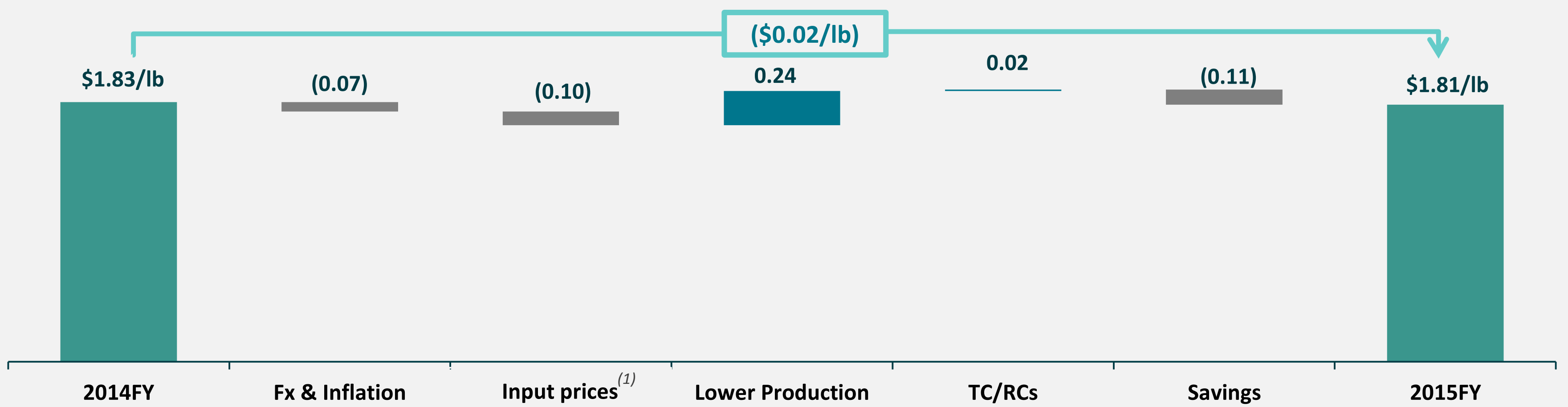
Cash costs before by-product credits ($/lb) - by operation



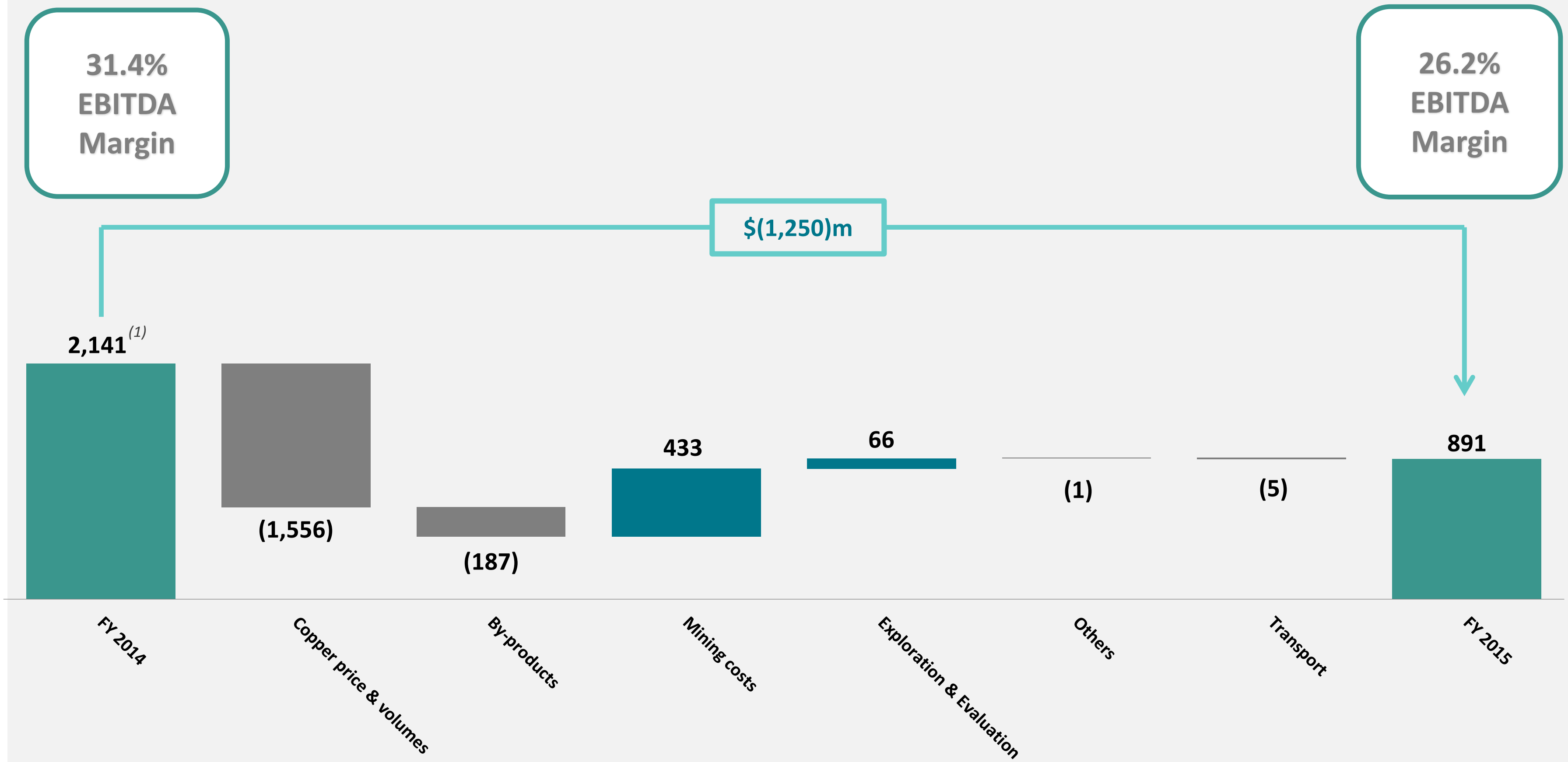
Cash costs before by-product credits ($/lb) - by cost type



1. *Energy, diesel and acid*

EBITDA

EBITDA FY 2015 vs FY 2014 ($m)



1. *Results of continuing operations only*

Net earnings

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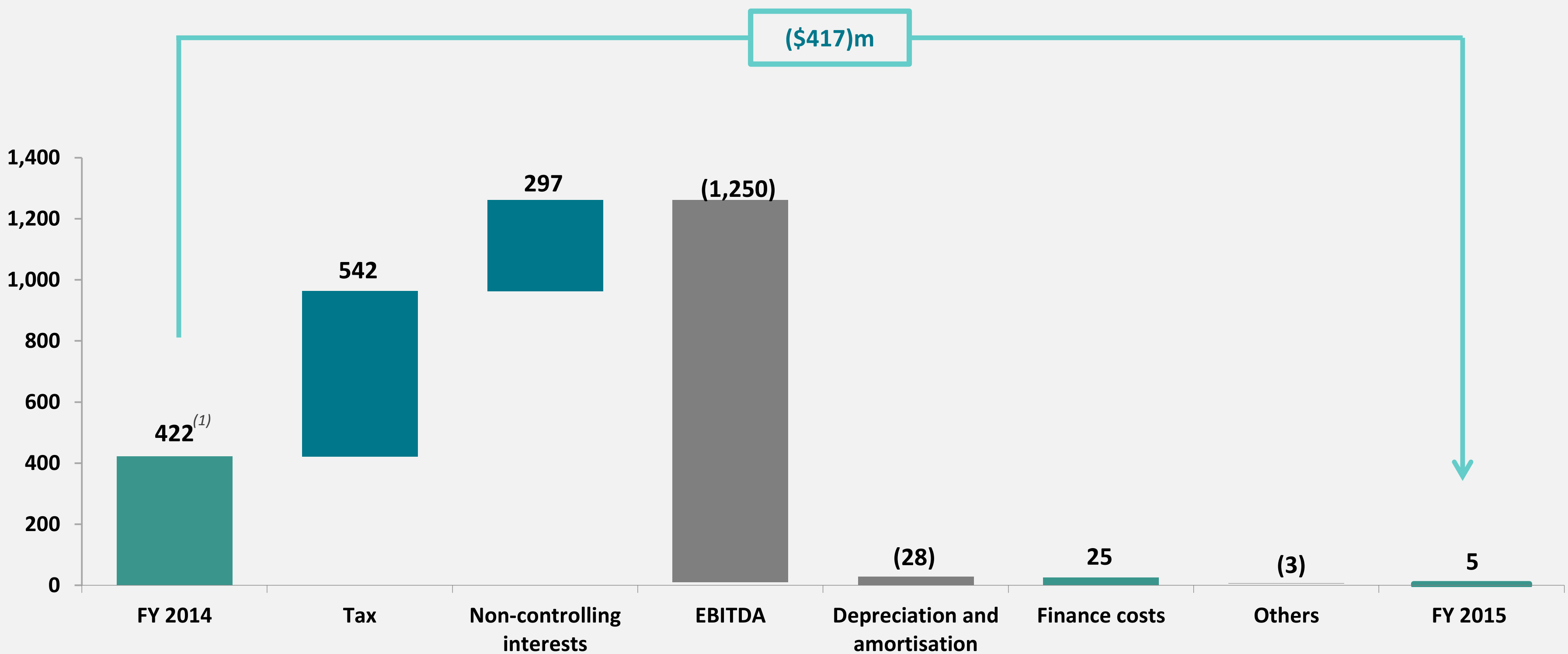
Net earnings FY 2015 vs FY 2014 ($m)



1. *Results of continuing operations only*

Operating cash flow

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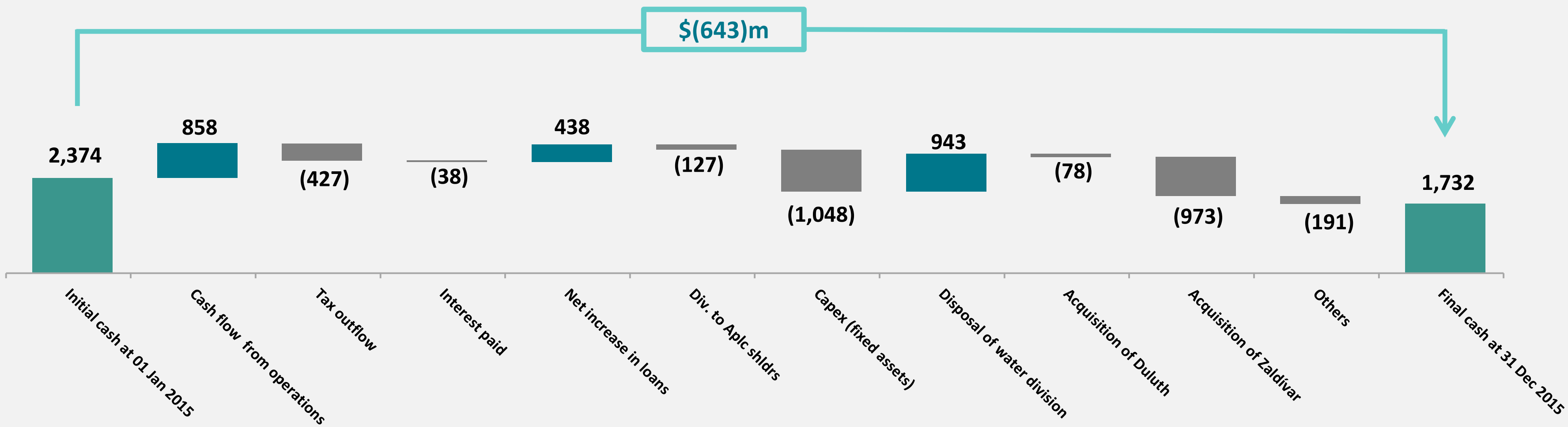
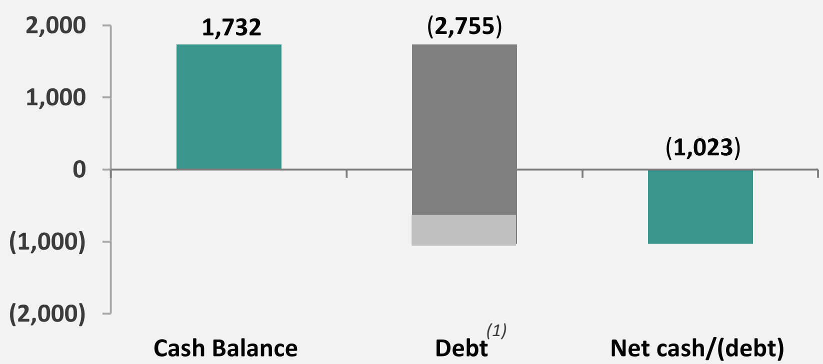
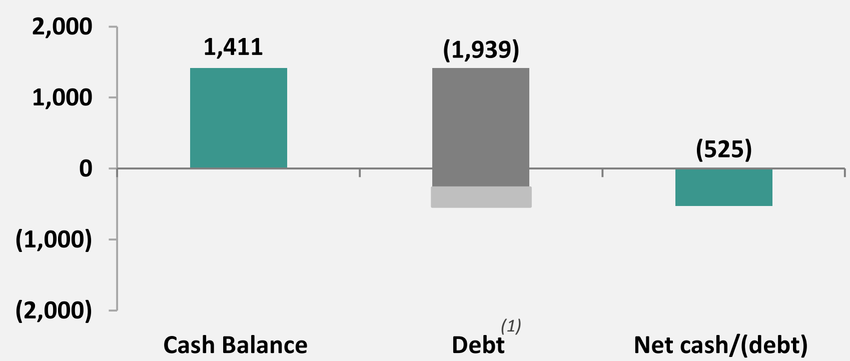
Cash flow in period ($m)



Net Cash/(Debt) Gross Basis 31 Dec 2015



Net Cash/(Debt) Attributable Basis 31 Dec 2015



1. *Subordinated debt of $483 million on a gross basis and $338 million on an attributable basis*

Operating cost savings

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2015
$246m of savings achieved

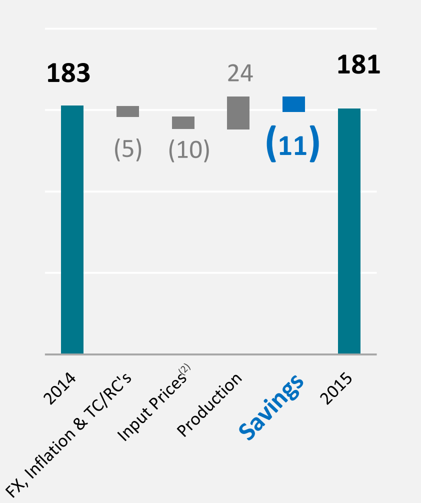
Mine Site Costs

- $152m ($0.11/lb) of savings
- Cumulative savings of $190m since start of CCP[1]

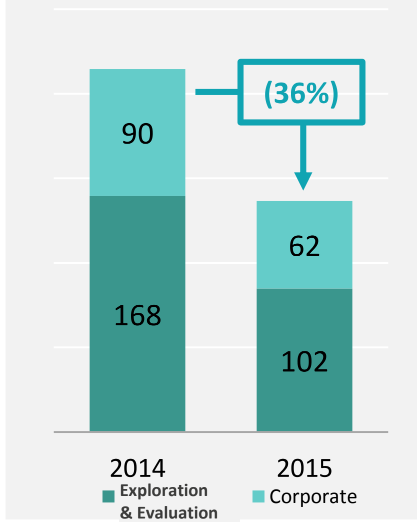
Corporate Costs

- $94m of Exploration & Evaluation, and Corporate costs savings
- Cost control without increasing risk

Gross Cash Costs (c/lb)



E&E and Corp Costs ($m)



2016
$160m of savings targeted

Target Areas

- Additional $160 million from mine site costs , +6% of 2015 costs, already included in 2016 guidance
- Target wider group of contractors for cost reduction
- Evaluating organisational structures and effectiveness

Services Productivity:
Improving productivity and quality of contracts while reducing costs

Operational & Maintenance Management
Improving performance of critical processes and standardising maintenance management

Corporate & Organisational Effectiveness
Reducing corporate costs and restructuring corporate functions

Energy Efficiency
Improving energy pricing and consumption efficiency

1. Cost and Competitiveness Programme
2. Energy, diesel and acid

Capital expenditures

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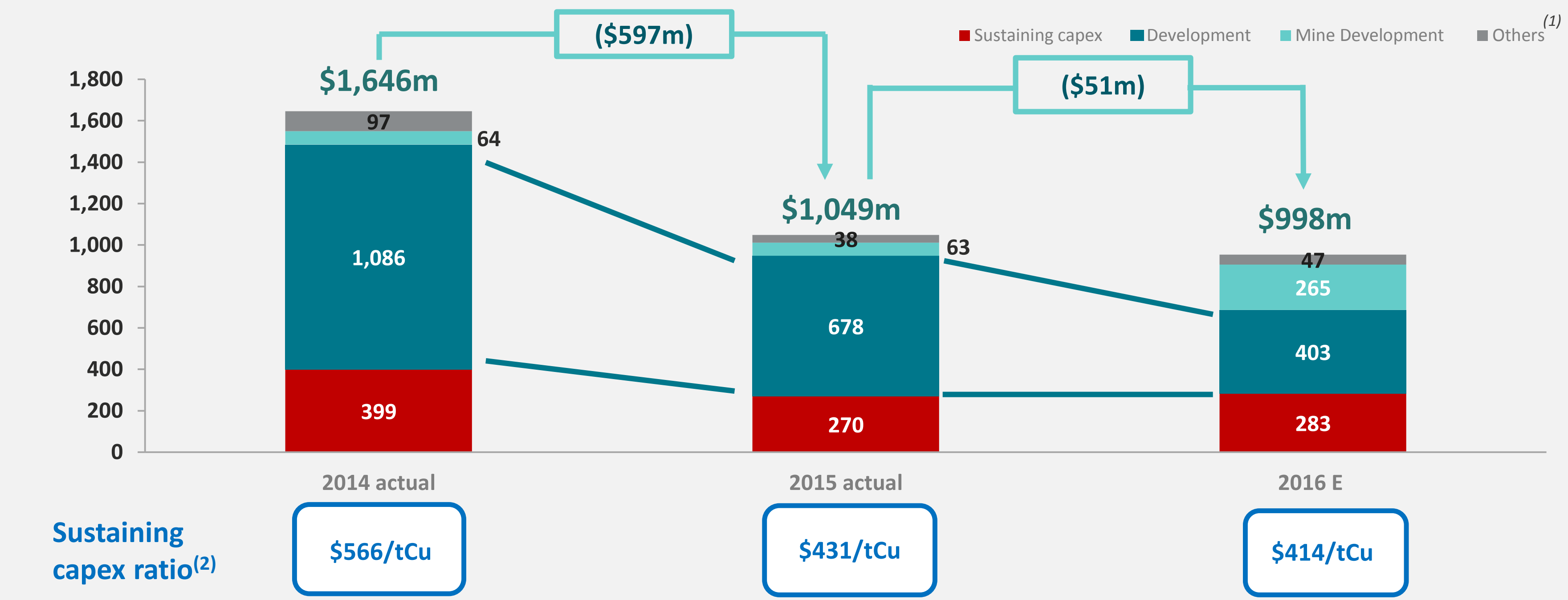
2014 -2016 ($m)



- Slowing development projects under construction: Encuentro Oxides and the Molybdenum Plant
- Sustaining capex ratio steadily decreasing: $566/t Cu to $414/ t Cu

Note: Figures are based on cash flow

1. Others include Transport Division, Water Division and Corporate

2. Sustaining Capex ratio does not include capex or production for Zaldívar

Investment case

Investment Case
Responding to uncertain times

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