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MINMETALS RESOURCES LIMITED

2012 INTERIM RESULTS PRESENTATION



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This presentation should be read in conjunction with Minmetals Resources Limited's interim results announcement for the half year ending 30 June 2012 issued to the Hong Kong Stock Exchange on 29 August 2012.

Highlights

- Safety anchors our performance – TRIFR 3.6 down from 4.1 at 31/12/11.
- Robust production and higher sales volumes.
- All sites better or in line with annual production and cost guidance.
- Completed acquisition of Anvil.
- Continued progress on developing solid business foundations to assist in delivering future growth potential.
- Final environmental approval for Dugald River received.



Sepon, Laos

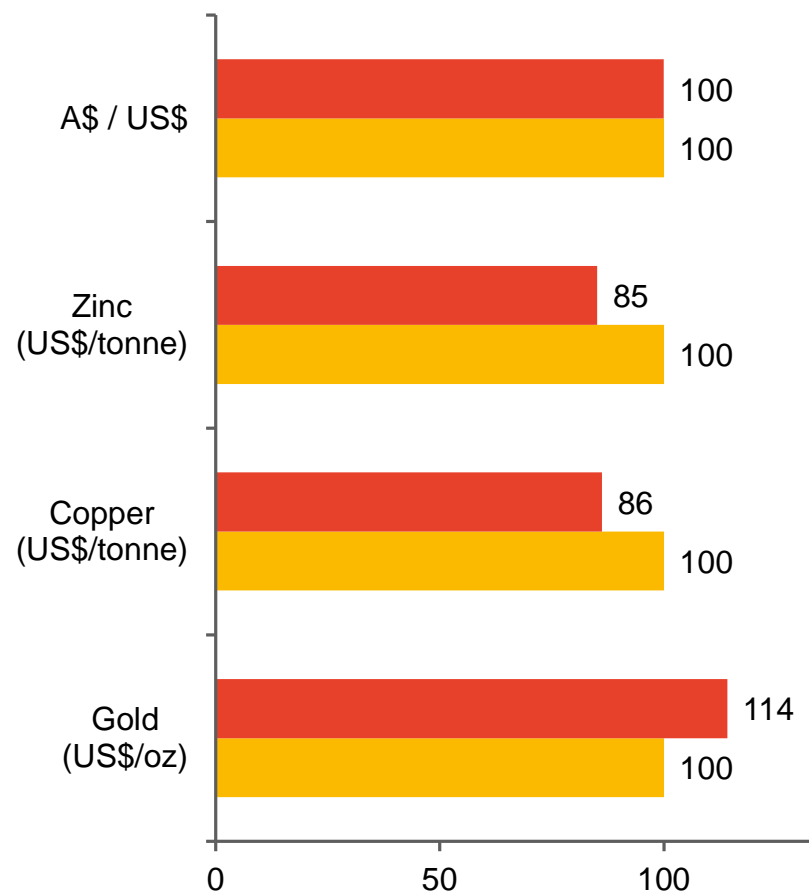
Financial highlights

- **EBITDA¹** of US\$444.5m (down 2%).
- **Operating profit (EBIT)¹** of US\$247.4m (down 29%).
- **Net Profit After Tax** attributable to equity holders of the Company of US\$122.4m.
- **Net cash generated** from continuing operations of US\$413.0m (down 10%).
- Diluted **earnings per share¹** of US2.31 cents (down 49%).
- **Gearing ratio** of 0.7 mainly due to the completion of the acquisition of Anvil.

Foreign exchange and commodity price performance

Indexed, 1H11=100

■ 1H12 ■ 1H11

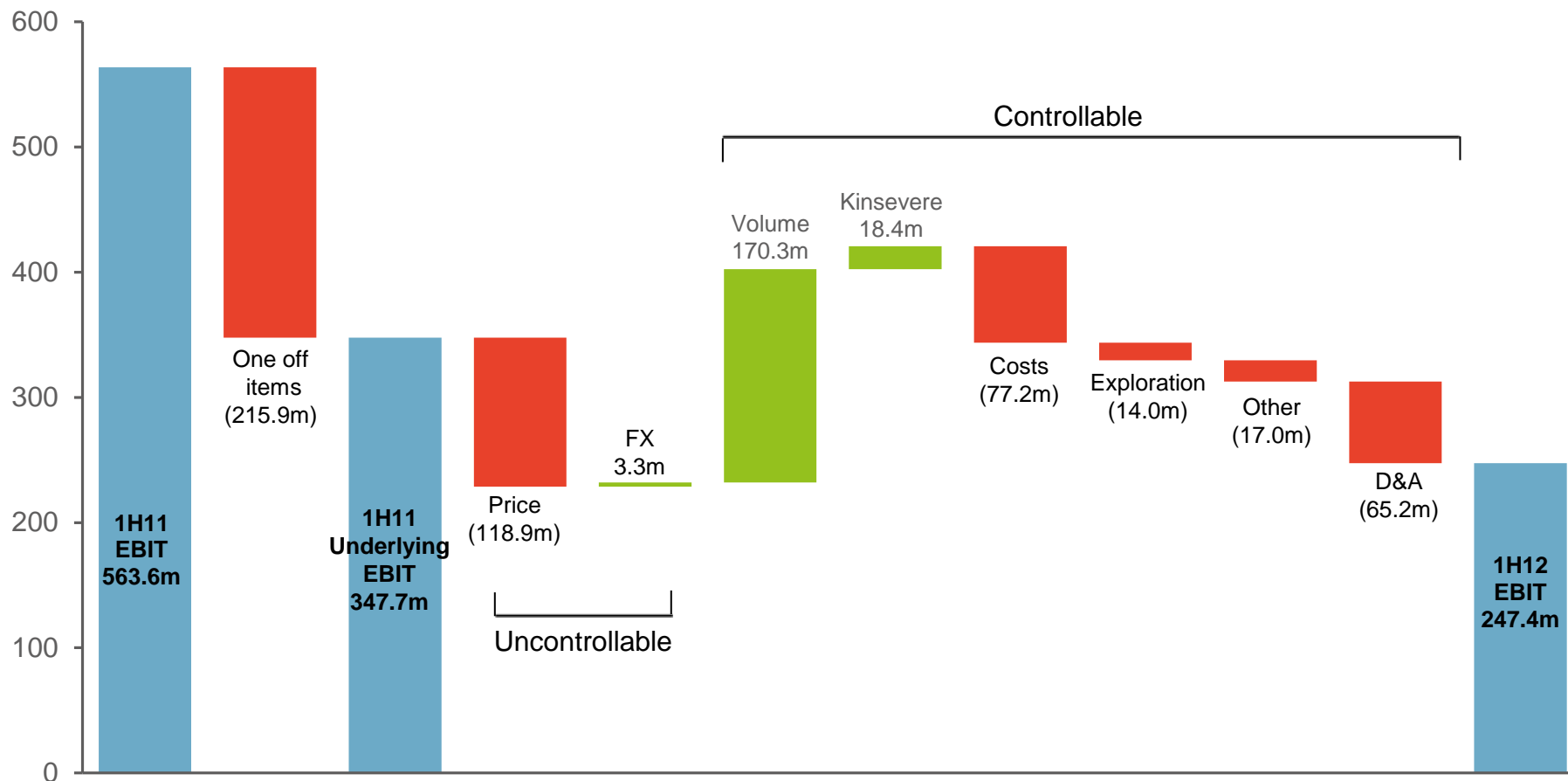


(1) EBITDA, EBIT and EPS based on continuing operations adjusted for one off items.

EBIT variance analysis

EBIT variance – continuing operations

US\$ million



- Cash generated from **operations** of US\$413m (down 10%).
- **Invested** US\$1,607m including US\$1,310m to purchase Anvil and capital expenditure of US\$321m.
- Anvil purchase financed by cash (US\$1,010m) and loan from major shareholder (US\$300m).
- **Net debt position** of US\$1,208m, representing cash (US\$155m) less total borrowings (US\$1,363m).

Capital expenditure

US\$ million	1H12	1H11
Growth & Mine Development		
Mine Development – Century	79.6	59.4
Mine Development – Sepon	23.3	12.0
Dugald River	92.1	11.0
Izok Corridor	13.9	-
Copper open pit – Golden Grove	15.5	-
Copper Expansion – Sepon	-	1.9
Total	224.4	84.3
Sustaining Capital	96.8	65.8
Total Capital Expenditure	321.2	150.1

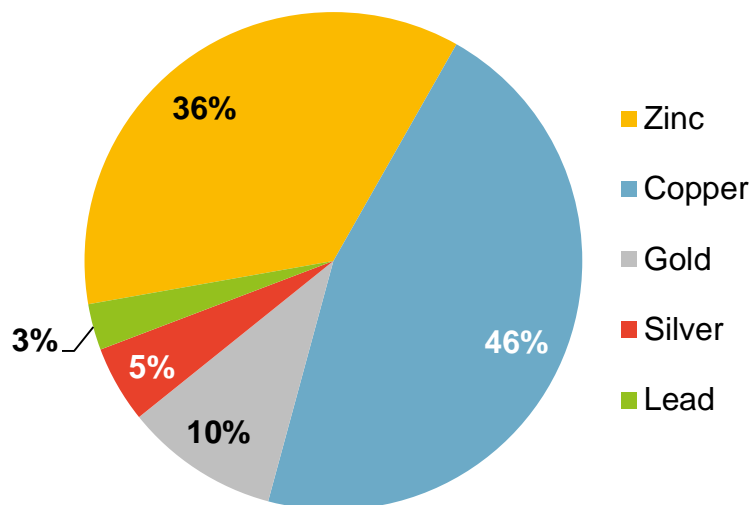
Financial resources and liquidity analysis

- Total assets up 21% to US\$4,180m following the acquisition of Anvil.
- Shareholders' equity up 9% to US\$1,558m.
- Total liabilities increased by 31% to US\$2,564m following a US\$300m loan to partly fund the acquisition of Anvil and the inclusion of Kinsevere liabilities.
- Refinanced US\$751m to a 5 year term and granted new debt facilities of US\$300m in August 2012.
- Healthy level of gearing at 0.7.

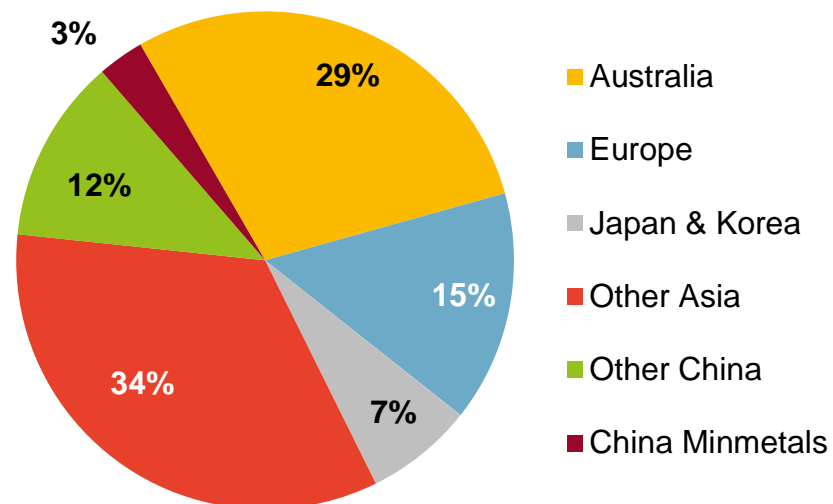
Gearing ratio

US\$ million	30 June 12	30 June 11
Cash and cash equivalents	155.3	1,096.5
Less: total borrowings	1,363.3	1,081.7
Net debt/(cash)	1,208.0	(14.8)
Total equity	1,615.7	1,494.4
Gearing ratio	0.7	N/A

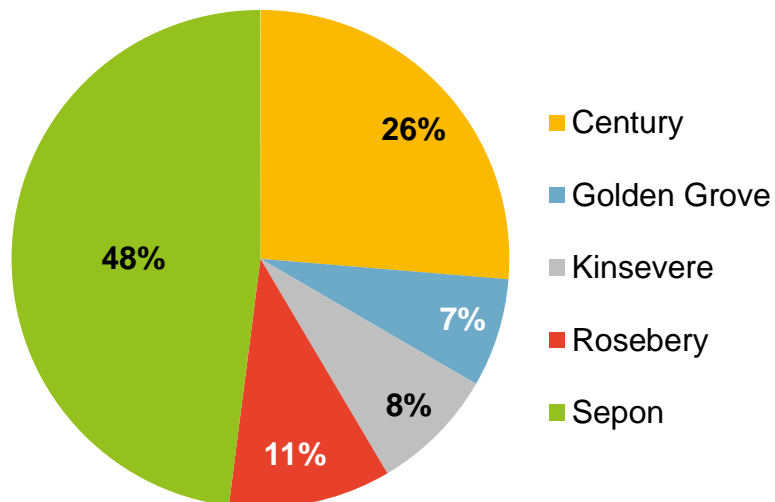
Revenue by commodity



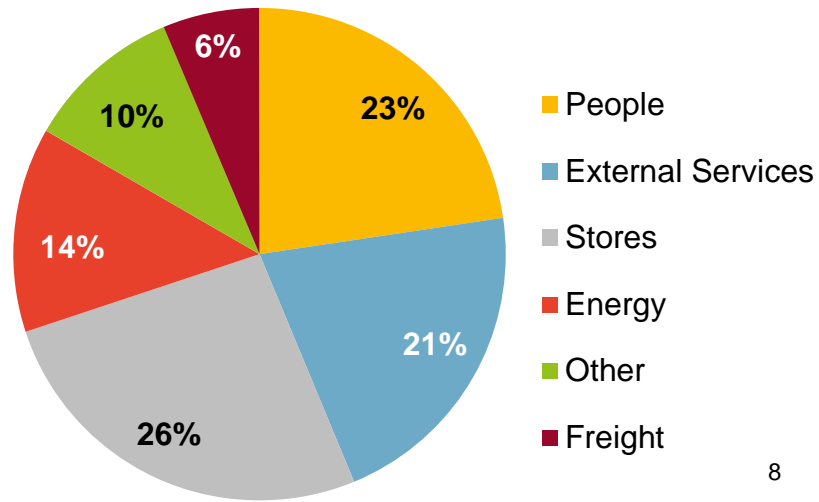
Revenue by customer location



EBITDA by operating segment



C1 operating costs

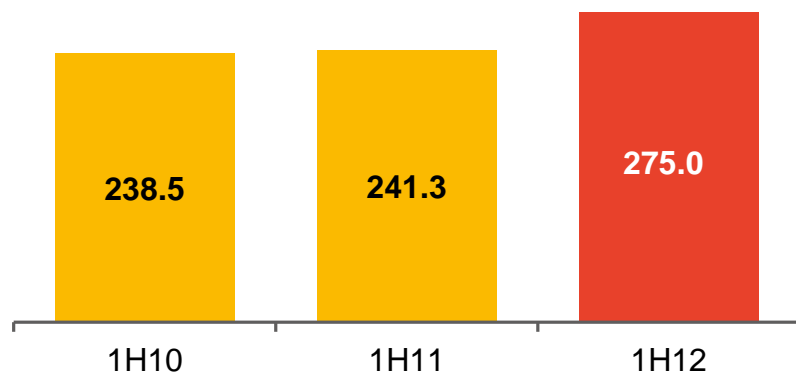


Highlights

- Strong performance compared to annual production and C1 unit cost guidance.
- Record quarterly zinc production achieved in 2Q12 – partly due to preparation for the planned plant/port shutdown and Pipeline Optimisation Project executed in 3Q12.
- D & A up due to higher ore movements and increase to environmental provisions in December 2011.
- Last production from the open pit expected in 2016.
- Production and C1 cost guidance is unchanged.

Zinc in zinc concentrate production

'000 tonnes

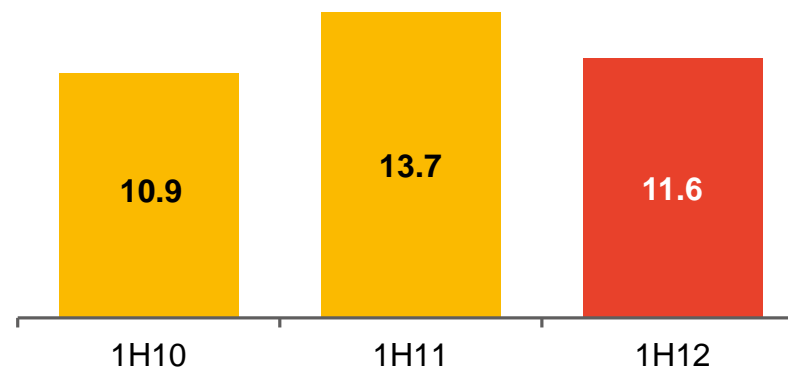


Financials

US\$ million	1H12	1H11	%
Revenue	377.0	374.4	1
EBITDA	145.2	153.6	(5)
EBIT	46.6	87.6	(47)
EBITDA margin (%)	39	41	
C1 costs (zinc, US\$/lb)	0.52	0.53	

Lead in lead concentrate production

'000 tonnes

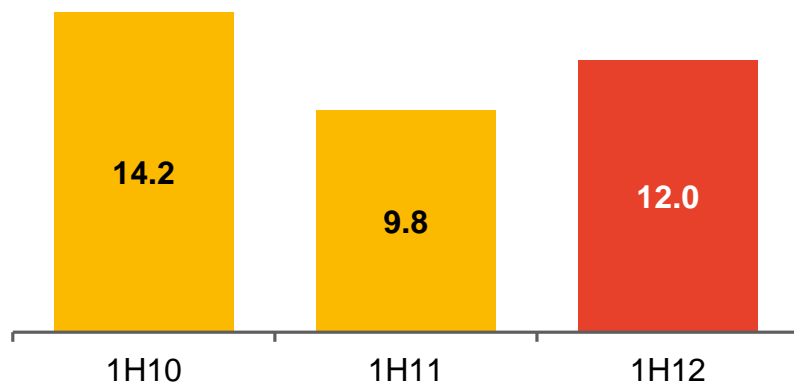


Highlights

- Zinc performing favourably and copper unfavourably compared to annual guidance - mine plan will favour copper in 2H12.
- First ore from new copper open pit expected to be delivered to the Run Of Mine Pad in 3Q12.
- Higher operating costs following the restart of the underground Scuddles mine in 2Q11.
- Production and C1 cost guidance is unchanged.

Copper in concentrate production

'000 tonnes

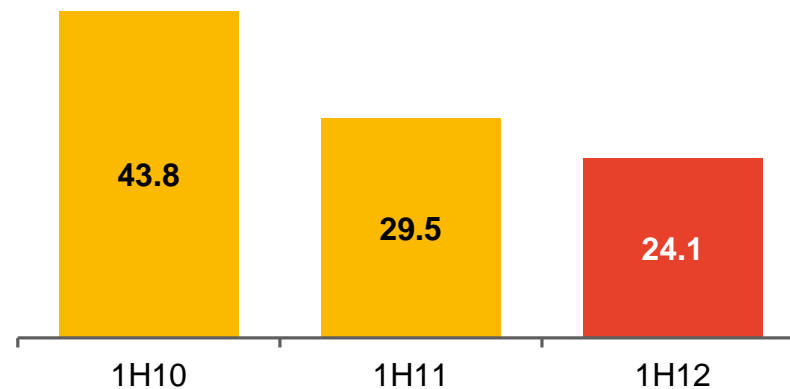


Financials

US\$ million	1H12	1H11	%
Revenue	165.2	152.2	9
EBITDA	38.9	41.5	(6)
EBIT	24.6	23.5	5
EBITDA margin (%)	24	27	
C1 costs (copper, US\$/lb)	3.59	2.99	
C1 costs (zinc, US\$/lb)	0.07	0.41	

Zinc in zinc concentrate production

'000 tonnes

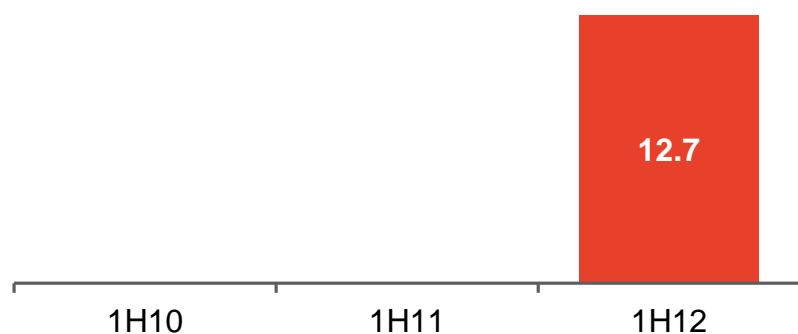


Highlights

- Performing favourably compared to annual production and C1 cost guidance.
- Sudden and unexpected network-wide power disruptions impacted production ramp up in 1H12.
- Temporary diesel generators were successfully commissioned in June.
- Combination of diesel and grid sourced power enabled continue ramp up to nameplate capacity.
- Improved production and C1 cost guidance.

Copper cathode production

'000 tonnes

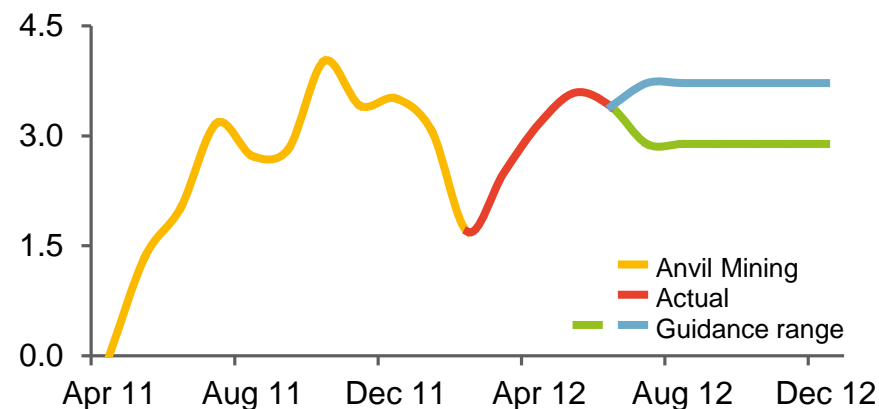


Financials

US\$ million	1H12	1H11	%
Revenue	96.6	-	N/A
EBITDA	44.9	-	N/A
EBIT	18.4	-	N/A
EBITDA margin (%)	46	-	
C1 costs (copper, US\$/lb)	1.74	-	

Monthly copper cathode production

'000 tonnes

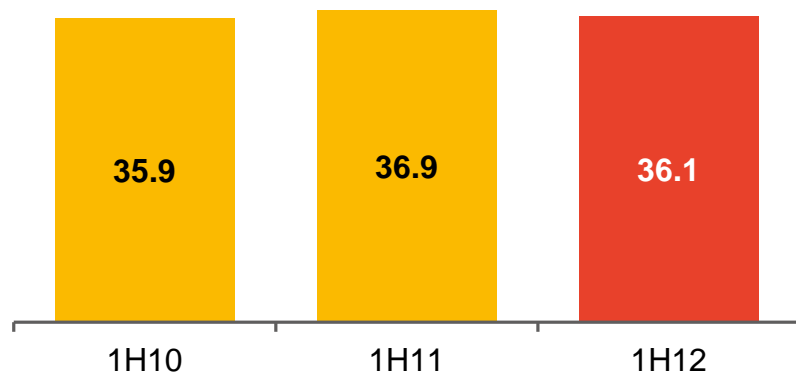


Highlights

- Performing in line with annual production and C1 cost guidance.
- Revenue up due to higher lead, gold and copper sales volumes.
- Ore mined increased following upgrades to the mobile fleet and ventilation system in 2011.
- Increased near mine exploration with continued focus on extending resources, reserves and ultimately mine life.
- Production and C1 cost guidance is unchanged.

Zinc in zinc concentrate production

'000 tonnes

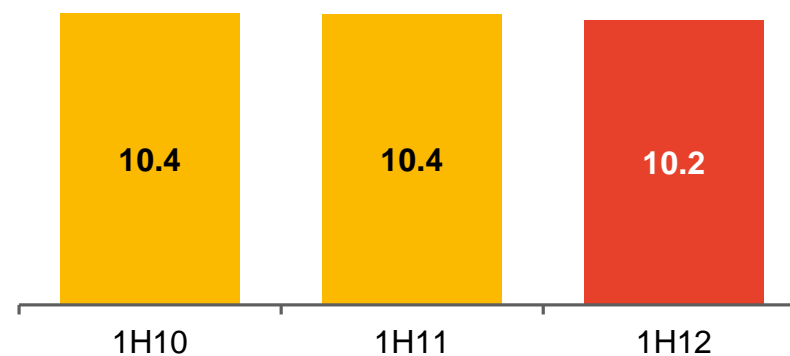


Financials

US\$ million	1H12	1H11	%
Revenue	150.0	126.5	19
EBITDA	58.1	43.4	34
EBIT	46.8	34.7	35
EBITDA margin (%)	39	34	
C1 costs (zinc, US\$/lb)	0.19	0.22	

Lead in lead concentrate production

'000 tonnes

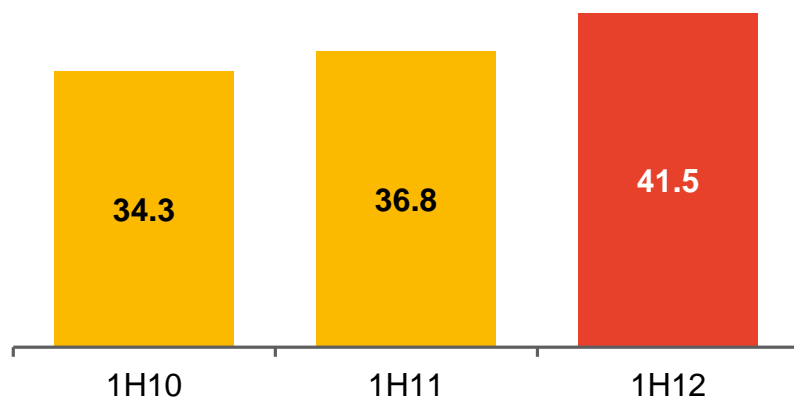


Highlights

- Favourable performance compared to annual production and C1 cost guidance.
- Record quarterly and half year copper cathode production records achieved.
- Focus on improving efficiencies and reducing bottlenecks with the aim of increasing nameplate capacity without capital expenditure.
- Pre-feasibility of primary gold underway with the current oxide ore to be exhausted in 2013.
- Production and C1 cost guidance is unchanged.

Copper cathode production

'000 tonnes

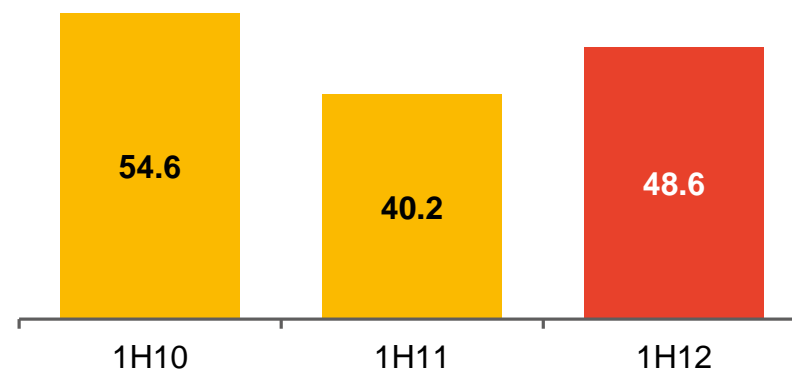


Financials

US\$ million	1H12	1H11	%
Revenue	429.9	417.6	3
EBITDA	264.7	272.1	(3)
EBIT	221.2	260.6	(15)
EBITDA margin (%)	62	65	
C1 costs (copper, US\$/lb)	0.98	0.99	
C1 costs (gold, US\$/oz)	666	826	

Gold production

'000 ounces



Strategic positioning for long-term success

Development projects

US\$224m towards growth projects:

- Dugald River (US\$92m),
- Mine development at Century and Sepon (US\$103m).

Annual total capital expenditure guidance revised to US\$820m – US\$900m (decreased from US\$920m – US\$1,000m).

Exploration

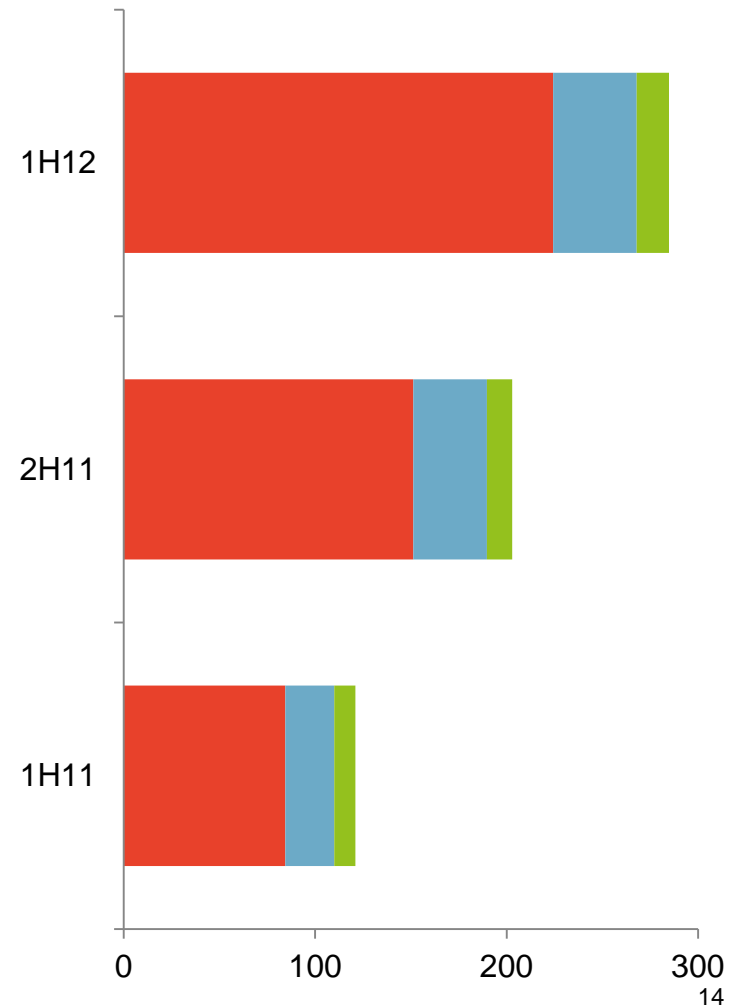
US\$44m towards exploration (US\$18m higher than 1H11) with approximately 70% of exploration expenditure focused on near mine developments.

Annual exploration expenditure guidance has increased to US\$74m mainly due to the inclusion of Kinsevere.

Business transformation

Growth related administration expenses of US\$17m includes development of a new Business Management System aimed at standardising and simplifying our operations, upgrades to IT infrastructure and expenditure related to the delivery of projects.

Growth expenditure US\$ million

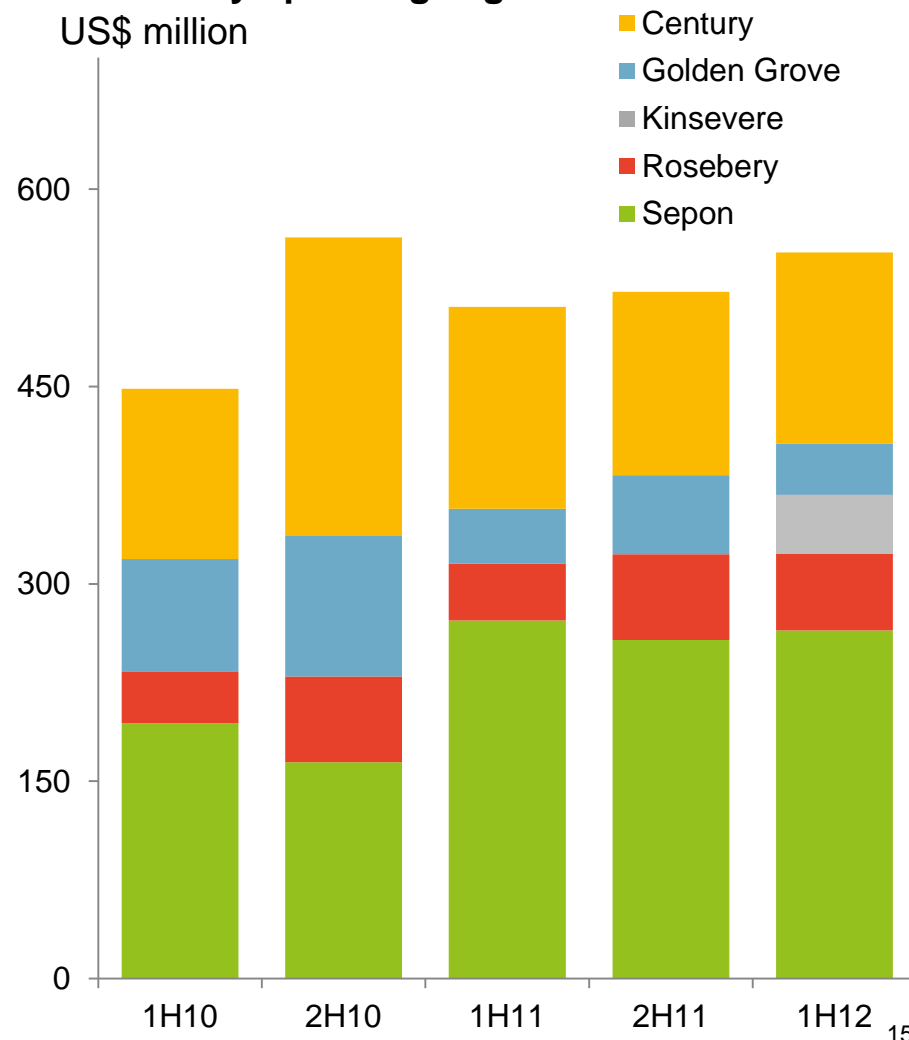


Operating assets provide solid foundation for growth

- Robust production with higher sales volumes reported in all commodities.
- Cost management remains a priority - C1 costs below the first half 2011 and inline with annual guidance, with the exception of Golden Grove.
- On track to deliver 601,000 – 620,000 tonnes of zinc and 137,000 – 149,000 tonnes of copper in 2012.
- Ongoing commitment to operate our assets in a safe, efficient and cost effective manner and provide shareholders with transparent feedback.
- Developing solid business foundations is essential to deliver long-term shareholder value.

EBITDA by operating segment

US\$ million



- Maximise value of existing assets through identification of bottlenecks and efficiency opportunities.
- Develop pipeline of internal growth projects.
- Class leading exploration - increase resource base and maximise asset life.
- Disciplined approach to M & A - focus on long-term shareholder value.



Copper Open Pit Project, Golden Grove, Western Australia

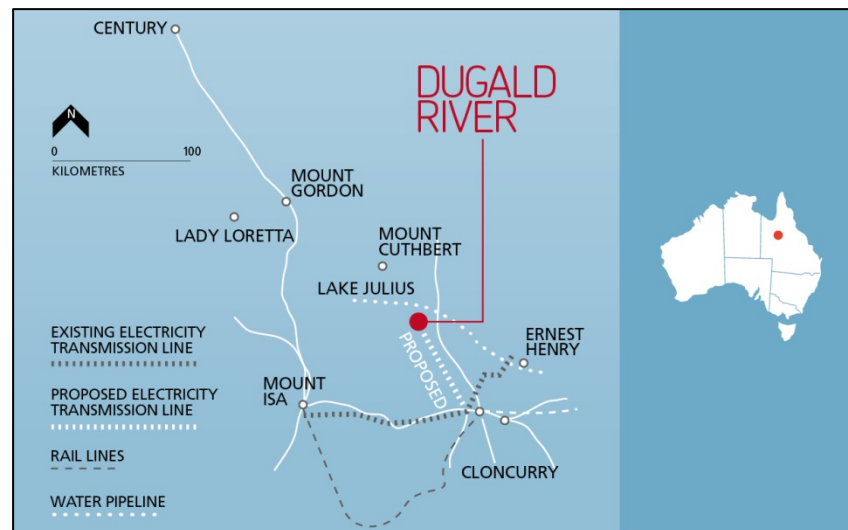
Development progress of our major growth projects

Dugald River

- Final environmental approval received in August 2012.
- Two exploration declines, now in excess of 1.6km, advancing on schedule, expecting to intersect main ore body in 4Q12.
- Due for Board consideration in 2012.
- Expected annual production of 200,000 tonnes of zinc, 25,000 tonnes of lead and 900,000 ounces of silver.
- Future project capital costs to complete the project are expected to be between US\$1.00 – US\$1.25 billion.
- Capital expenditure to date of US\$158m.

Izok Corridor

- Izok Corridor Project Proposal submitted to Nunavut Impact Review Board in August 2012.
- Pre-feasibility study concluded best option is to install a new concentrator at the Izok Lake deposit and develop capacity to ship concentrate from Gray's Bay from both Izok Lake and High Lake.
- Expected initial annual production of 180,000 tonnes of zinc, 50,000 tonnes of copper, 12,000 tonnes of lead, 2.8 million ounces of silver and 17,000 ounces of gold.
- Definitive feasibility study has commenced and is expected to take 18 – 24 months.

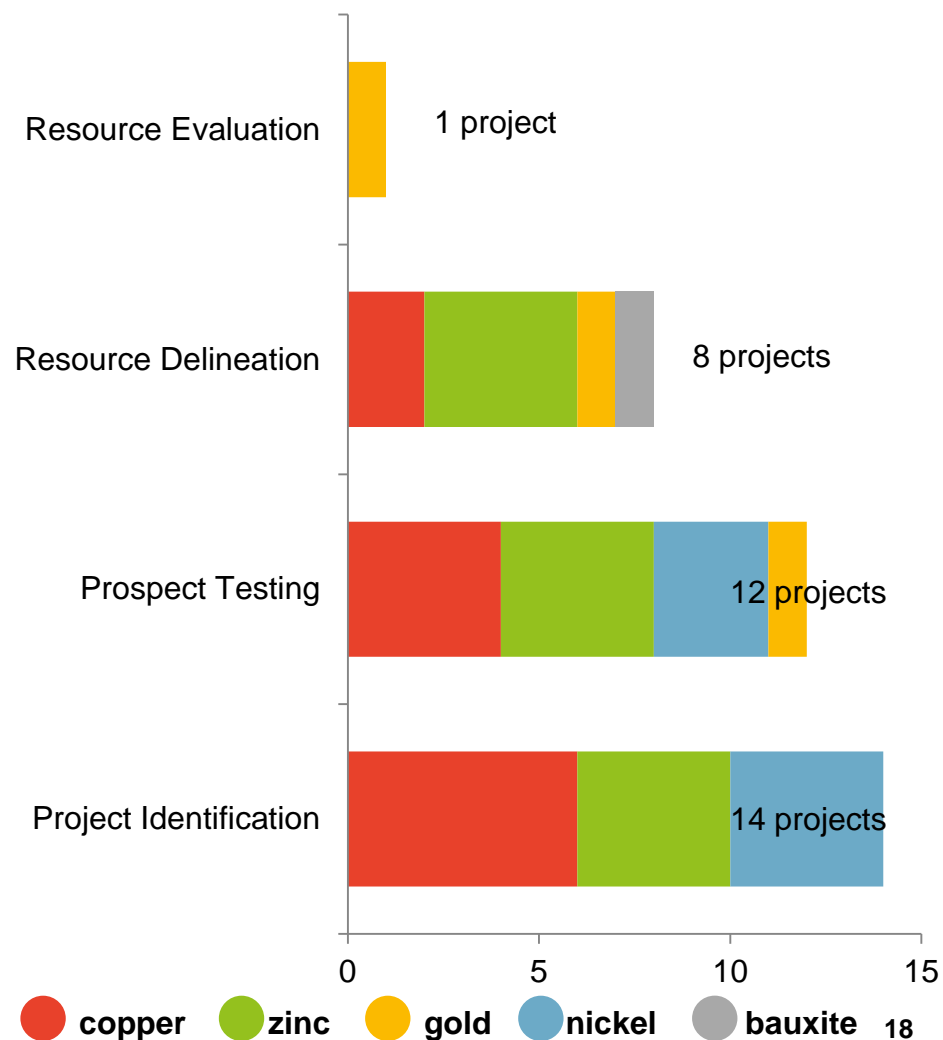


Exploration provides a platform for growth

- Exploration is diversified by commodity, geography and stage of development.
- Focus on mine district exploration enables life of asset planning for the long-term.
- New exploration hub established in Southern Africa.
- US\$44m exploration expenditure in 1H12 with increases to near mine activity at Rosebery and Golden Grove.
- Annual exploration expenditure guidance increased to US\$74m mainly due to the inclusion of Kinsevere (previously US\$65m).

2012 Exploration pipeline

Number of projects



Asset Utilisation

- Measures the how effectively we are using the ideal capacity of our assets.
- Helps identify causes of lost production and bottlenecks enabling opportunities to ultimately increase production and capacity without material capital expenditure.
- 2012 Improvement to date of 4.3%.

Operational Excellence

- Operational Excellence and Business Improvement is a focus at all assets.
- Opportunities can make a big difference with little or no capital investment.
- Best practice shared and adapted across sites – reducing complexity and cost.

Integrated Business Management (iBM)

- Foundation program to standardise, simplify and systematise common business processes across the Company.
- Delivers a set of globally defined processes and metrics supported by technology from SAP.
- Project due to be completed in 2014.

Safety, Health, Environment, Community

- Focus on alignment with ICMM Sustainable Development Principals.
- Company wide adaptation of Injury Prevention Principals and “Stop and Think” program.
- Rollout of improved, clearer safety and health standards and assurance processes to audit site performance.

We mine for progress

- Our existing assets provide a platform for future growth.
- We operate our assets in a safe, efficient and cost effective manner.
- We are investing to create a simple and scalable business.
- We seek value accretive growth opportunities – in our existing operations, development projects, exploration and acquisitions.
- We continue to pursue our long-term strategy and vision.

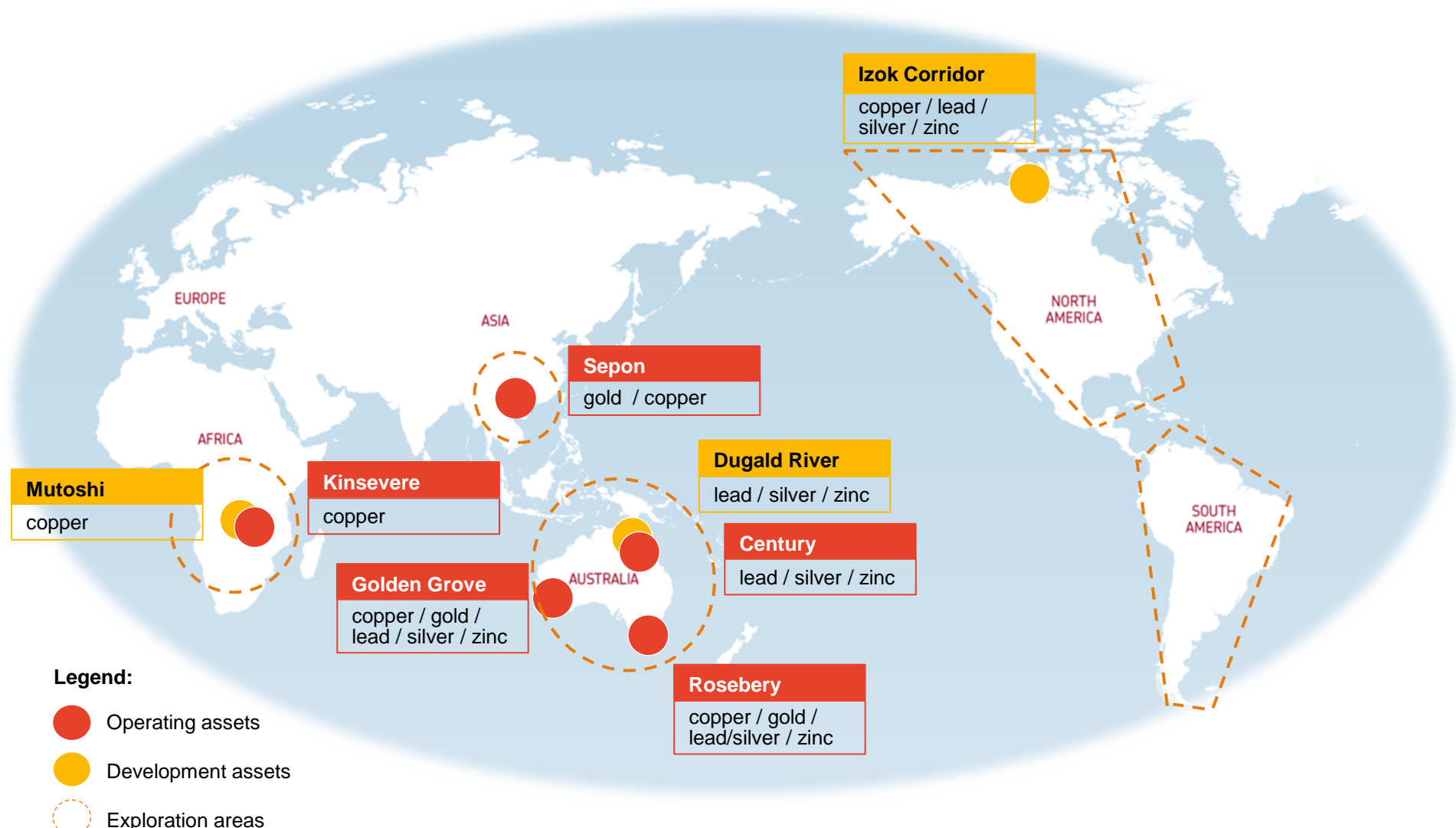


Century, Queensland, Australia

**WE MINE FOR
PROGRESS**



Overview of assets



Legend:

- Operating assets
- Development assets
- Exploration areas

Note: the Avebury operation is currently on care and maintenance.

2012 Production and C1 cost guidance



Century

Zinc – production	495,000 – 505,000 tonnes
Zinc – C1 costs	US\$0.58 – US\$0.62 / lb
Lead – production	22,000 – 25,000 tonnes

Golden Grove

Copper – production	29,000 – 32,000 tonnes
Copper – C1 costs	US\$2.85 – US\$3.00 / lb
Zinc – production	33,000 – 37,000 tonnes
Zinc – C1 costs	US\$0.15 – US\$0.20 / lb

Kinsevere¹

Copper – production	30,000 – 35,000 tonnes
Copper – C1 costs	US\$2.10 – US\$2.40 / lb

Rosebery

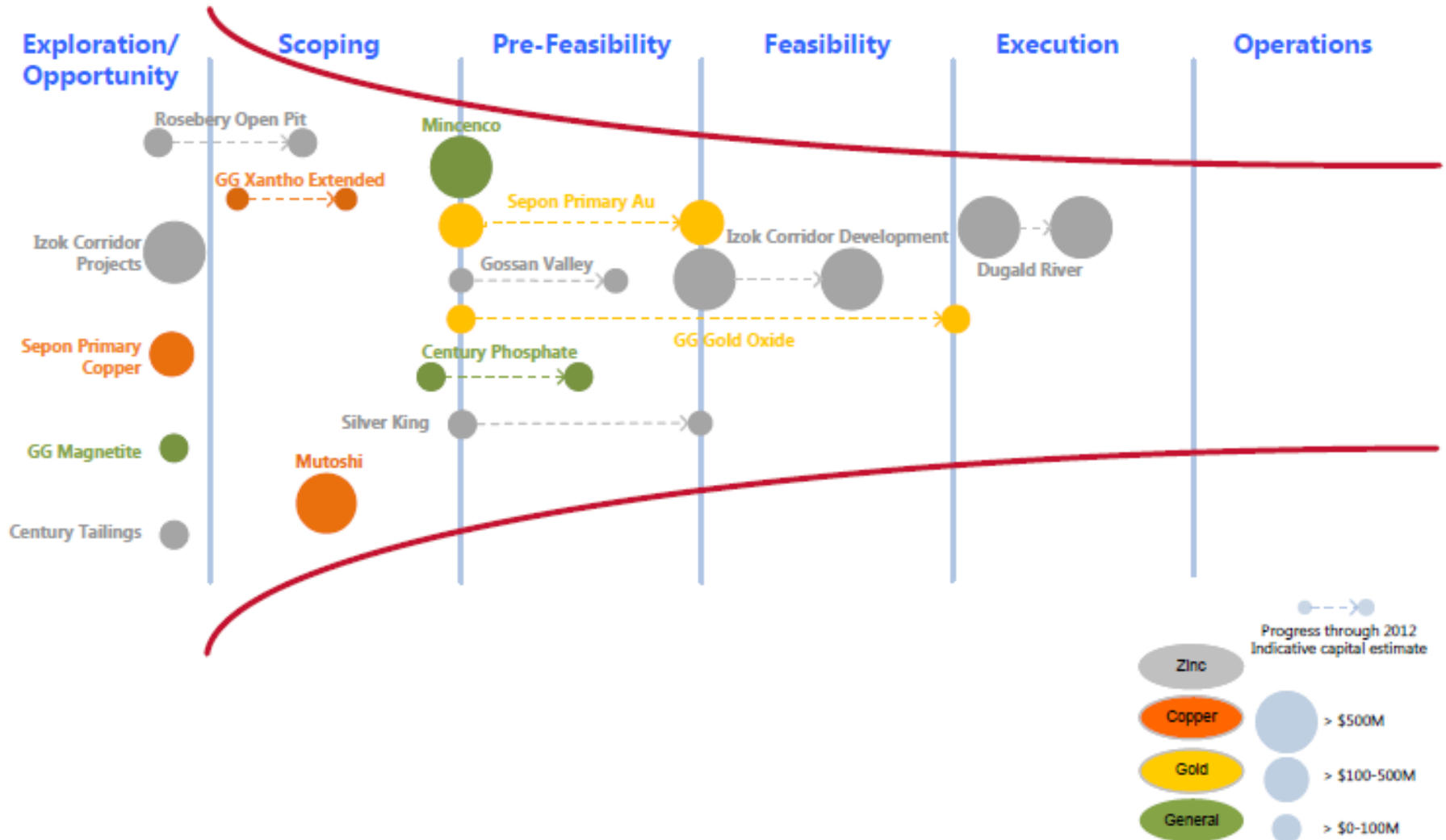
Zinc – production	73,000 – 78,000 tonnes
Zinc – C1 costs	US\$0.15 – US\$0.20 / lb
Lead – production	20,000 – 22,000 tonnes

Sepon

Copper – production	78,000 – 82,000 tonnes
Copper – C1 costs	US\$1.05 – US\$1.10 / lb
Gold – production	60,000 – 65,000 ounces
Gold – C1 costs	US\$1,110 – US\$1,120 / oz

(1) Minmetals Resources acquired Kinsevere following the acquisition of Anvil Mining Limited. Production and cost guidance is applicable from 1 March 2012.

Major growth projects



Underlying income statement – continuing operations



US\$ million	1H12	1H11 Underlying	Variance %
Revenue	1,218.7	1,070.7	14
EBITDA	444.5	453.1	(2)
Operating profit (EBIT)	247.4	347.7	(29)
Net finance costs	(39.7)	(26.2)	(52)
Profit before income tax	207.7	321.5	(35)
Income tax expense	(71.4)	(87.8)	(19)
Profit from continuing operations	136.3	233.7	(42)
Underlying profit attributable to equity holders of the Company	122.4	218.2	(44)
Underlying diluted earnings per share – (US cents):	2.31	4.54	(49)

Note: EBITDA, EBIT and EPS based on continuing operations adjusted for one off items.

Consolidated statement of financial position



US\$ million	30 June 2012	31 December 2011
Cash and cash equivalents	155.3	1,096.5
Property, plant and equipment	3,128.0	1,754.9
Intangible assets	211.4	-
Other assets	684.9	602.1
Total assets	4,179.6	3,453.5
Total equity	1,615.7	1,494.4
Total borrowings	1,363.3	1,081.7
Provisions	605.4	547.6
Other liabilities	895.2	329.8
Total liabilities	2,563.9	1959.1
Total equity and liabilities	4,179.6	3,453.5
Net current (liabilities) / assets	(118.4)	429.3
Total assets less current liabilities	3,395.1	2,285.5

Consolidated financial performance:

Cash flow statement

US\$ million	1H12	1H11
Net cash generated from operations	413.0	460.9
Income tax paid	(113.7)	(152.9)
Discontinued operations	-	(62.9)
Net cash generated from operating activities	299.3	245.1
Purchase of property, plant and equipment	(321.2)	(150.1)
Proceeds from disposal of property, plant and equipment	0.3	2.2
Proceeds from disposal of financial assets	-	311.3
Proceeds from disposal of investments	28.5	0.6
Acquisition of subsidiaries	(1,310.5)	-
Purchase of financial assets	(4.5)	(58.9)
Discontinued operations	-	(32.0)
Net cash generated from / (used in) investing activities	(1,607.4)	73.1
Net cash generated from / (used in) financing activities	293.1	(129.0)
Net increase / (decrease) in cash and cash equivalents	(1,015.0)	189.2