

Management Strategies for 'Transformational' M&A

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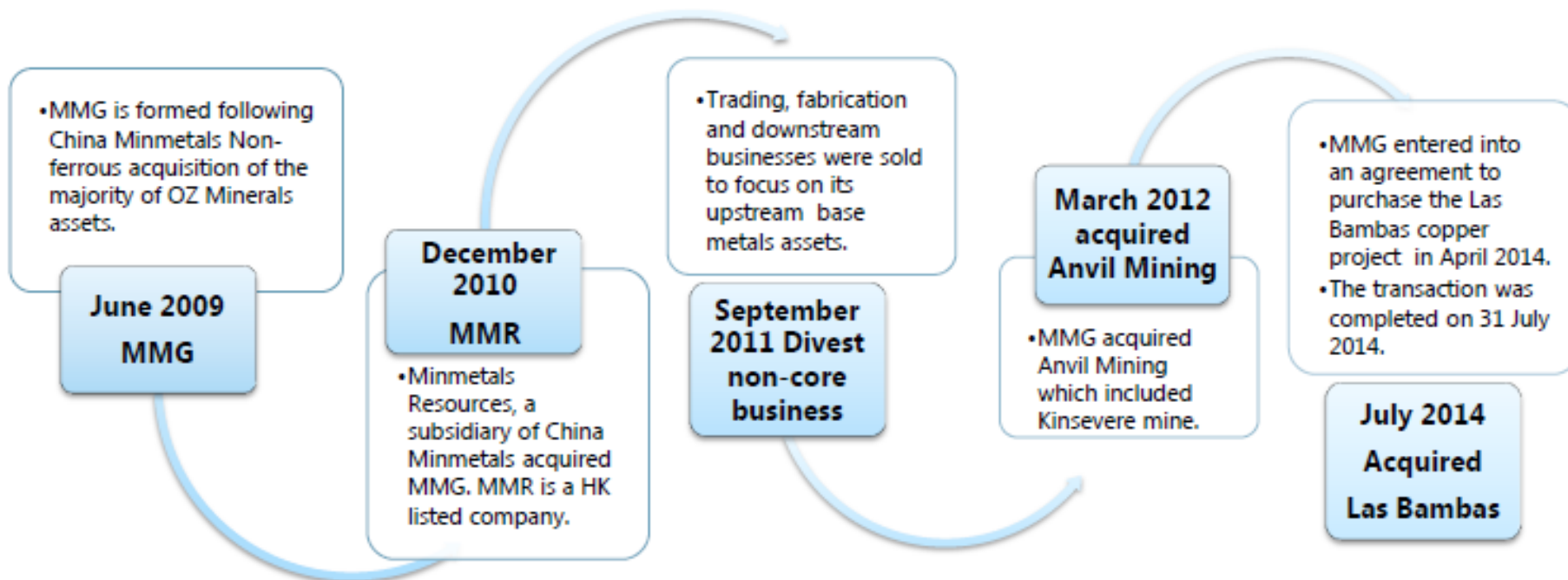
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This presentation should be read in conjunction with MMG Limited's interim results announcement for the half year ending 30 June 2014 issued to the Hong Kong Stock Exchange on 20 August 2014.

MMG – the story so far



Our vision - Building the next generation's leading global diversified minerals and metals company

Formation – a unique model

EAST

- **Insights on the largest metals market**
- **Access to long term patient capital**
- **Outward looking culture**

WEST

- **International management team**
- **Aiming for best practice operations**
- **ICMM membership**

Mandate

- Vehicle for CMN offshore base metals
- A leading mid-tier within 3-5 years
- Eventually a major resources house

Method

- Best out of existing assets
- Exploration and project development
- Transformational M&A

MMG's growth strategy (from 2009)

Our growth strategy is focused on:

- Identifying opportunities to extract potential from our existing assets.
- Pursuing organic growth opportunities through our projects and exploration pipelines.
- Pursuing external growth such as targeting value-focused acquisitions.

Commodity	Primary targets: copper and zinc. Secondary targets: nickel (sulphides) and bauxite.
Scale	Meaningful in size
Stage	Producing asset or advanced stage construction project.
Geography	Stable jurisdiction, supportive of mining investment, safe for our employees.

Success factors

- **Strategy**
- **Targeting/ideas**
- **Team (internal and external)**

Transaction Types

- **Proactive**
- **Event driven**
- **Opportunistic**

2011 Bid for Equinox – did not succeed

Proactive

- Targeted since 2009
- Built stake over one year
- Catalyst of market activity

Lessons

- Dangers of unwelcome bid
- Importance of price discipline
- \$150m profit

Kinsevere – Event Driven



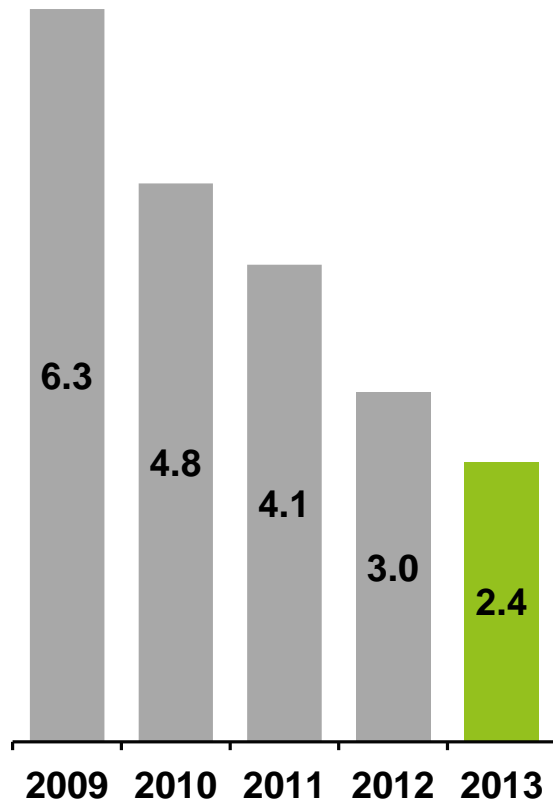
Las Bambas - Opportunistic



Earning the right to grow

Safety

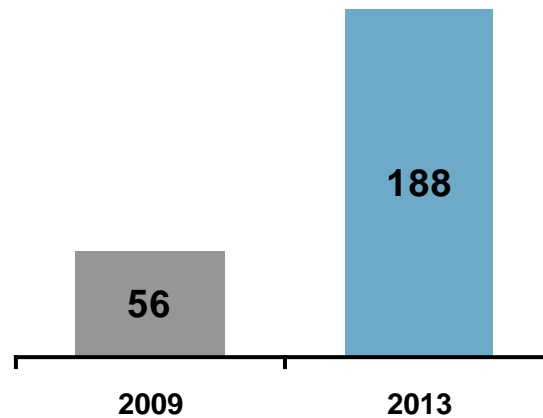
TRIFR
per one million hours



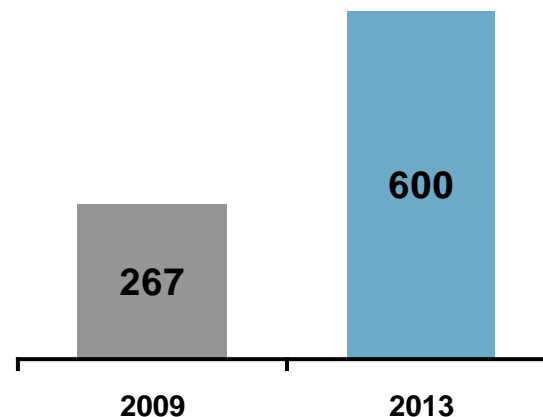
TRIFR is total recordable injury frequency rate.

Production

Copper production
'000 tonnes

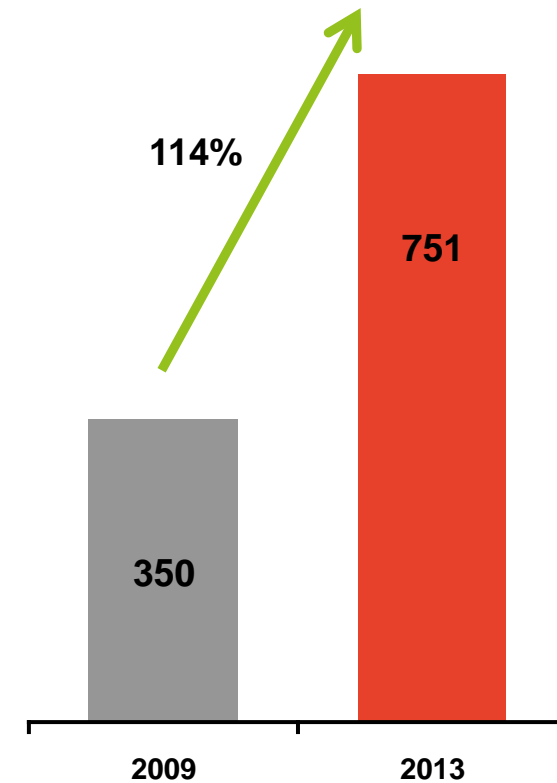


Zinc production
'000 tonnes



Results

EBITDA US\$





**WE MINE FOR
PROGRESS**