# QUARTERLY REPORT

SOUTH32

**JUNE 2015**

South32 Limited
(Incorporated in Australia under the Corporations Act 2001)
(ACN 093 732 597)
ASX, LSE, JSE Share Code: S32
ISIN: AU000000S320

- **Four annual production records including saleable alumina at Brazil Aluminium, coal at Illawarra Metallurgical Coal, alloy at Australia Manganese and ore at South Africa Manganese.**
- **Substantial increase in annual exports from South Africa Energy Coal.**
- **Aluminium production at Hillside and Mozal broadly unchanged as efficiency gains offset a significant increase in load-shedding events during the year.**
- **Strong milling rates at Cannington mitigated the impact of declining silver grades.**
- **Record quarterly alumina hydrate production at Worsley as the input circuit operated at expanded capacity.**
- **Responded to challenging market conditions by temporarily suspending capacity at Metalloys and prioritising higher value manganese ore production.**
- **Cerro Matoso returned to nameplate processing capacity following a 17 day strike during the quarter.**
- **Appin Area 9 metallurgical coal project expected to be completed ahead of schedule and approximately 20% below budget.**
- **Notified by BHP Billiton that non-cash, pre-tax impairments of South32 assets totalling US$1.9 billion were recognised effective 6 May 2015. Largely offsets prior fair value uplift of US$2.1 billion recognised for Australia Manganese and South Africa Manganese.**
- **Increase in depreciation previously expected to accompany the uplift in fair value of the manganese assets will be reduced as a result of the aforementioned impairments.**

***"This was an historic period for our company as shareholders approved the demerger and we listed on the ASX, LSE and JSE.***

***"We are fast-tracking the implementation of our regional operating model and have established a strong foundation for our agile and entrepreneurial culture. The curtailment of aluminium production at Alumar and manganese alloy production at Metalloys demonstrates our commitment to maximise financial performance per share, rather than volume.***

***"Our high-quality assets, cash generating capacity and strong balance sheet underpins our confidence in the outlook for our business."***

**Graham Kerr, South32 CEO**

| Production summary | | | | | | | |
|---|---|---|---|---|---|---|---|
| South32's share | FY14 | **FY15** | YoY | 4Q14 | 3Q15 | **4Q15** | QoQ |
| Alumina production (kt) | 5,178 | **5,147** | -1% | 1,325 | 1,248 | **1,266** | 1% |
| Aluminium production (kt) | 1,174 | **1,004** | -14% | 276 | 245 | **242** | -1% |
| Energy coal production (kt) | 31,923 | **35,748** | 12% | 8,506 | 9,425 | **8,918** | -5% |
| Metallurgical coal production (kt) | 5,974 | **7,455** | 25% | 1,654 | 1,614 | **1,983** | 23% |
| Manganese ore production (kt) | 4,432 | **4,624** | 4% | 1,207 | 1,087 | **1,125** | 3% |
| Manganese alloy production (kt) | 387 | **413** | 7% | 109 | 109 | **81** | -26% |
| Nickel production (kt) | 44.3 | **40.4** | -9% | 10.2 | 10.6 | **8.6** | -19% |
| Silver production (koz) | 25,161 | **22,601** | -10% | 6,029 | 5,130 | **5,236** | 2% |
| Lead production (kt) | 187 | **183** | -2% | 46 | 40 | **44** | 10% |
| Zinc production (kt) | 58 | **72** | 24% | 16 | 16 | **19** | 19% |

Unless otherwise noted: variance relates to the relative performance during the 2015 financial year compared with the 2014 financial year (YoY) or the June 2015 quarter compared with the March 2015 quarter (QoQ); production and sales volumes are reported on an attributable basis; and project budgets and capacities are reported on a 100% basis.

# CORPORATE UPDATE

- South32 was demerged from BHP Billiton on 25 May 2015 with a strong balance sheet that included net cash of US$54 million, excluding finance leases and pre-funded set-up costs.
- Consistent with our commitment to maintain an investment grade credit rating, Standard and Poor's and Moody's assigned BBB+ and Baa1 credit ratings, respectively.
- The implementation of our regional operating model is being fast-tracked. In due course, we expect the associated cost savings to outweigh the additional US$60 million[1] per annum of costs that will be incurred by the corporate office.
- We have been notified by BHP Billiton that non-cash, pre-tax impairments of South32 assets of US$1.9 billion[2] were recognised effective 6 May 2015, including: US$445 million at Australia Manganese; US$882 million at South Africa Manganese; and US$539 million at the Wolvekrans Middelburg complex (WMC) within South Africa Energy Coal.
- The cumulative non-cash impairment of our manganese assets of US$1.3 billion largely offsets the previous fair value uplift of US$2.1 billion described in the South32 listing documents dated 16 March 2015. The associated reduction in book value will result in a lower depreciation charge for the manganese assets than previously indicated.
- As part of our year-end process we are assessing the fair value of our assets at 30 June 2015 and will keep the market informed should there be a material difference to those figures provided by BHP Billiton.
- We invested US$4 million in exploration in the months of May and June 2015 of which US$2 million was capitalised. This reflected activity in metallurgical coal and silver in Australia, and nickel in Colombia.
- South32's underlying effective tax rate (ETR) will reflect the relative contribution of each geography to the company's profitability. The corporate tax rates applicable to South32 include: Australia 30%; South Africa 28%; Colombia 39%; and Brazil 34%[3].

***"We have the right balance sheet for the times and intend to distribute a minimum 40% of underlying earnings to our shareholders from next year."***

**Graham Kerr, South32 CEO**

# WORSLEY ALUMINA

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Alumina production (kt) | 3,916 | **3,819** | -2% | 1,010 | 937 | **929** | -8% | -1% |
| Alumina sales (kt) | 3,864 | **3,857** | 0% | 1,020 | 866 | **1,048** | 3% | 21% |

Worsley Alumina saleable production declined by 2% (or 97 kt) to 3.8 Mt in the 2015 financial year as planned maintenance reduced calciner availability. Record quarterly alumina hydrate production was, however, achieved in the June 2015 quarter as the input circuit operated at expanded capacity of 4.6 Mtpa (100% basis). As a result, alumina hydrate stockpiles increased by 56 kt during the quarter.

## SOUTH AFRICA ALUMINIUM

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Aluminium production (kt) | 804 | **699** | -13% | 194 | 168 | **175** | -10% | 4% |
| Aluminium sales (kt) | 804 | **695** | -14% | 192 | 166 | **177** | -8% | 7% |

South Africa Aluminium saleable production declined by 13% (or 105 kt) to 699 kt in the 2015 financial year. The closure of the higher-cost Bayside smelter in June 2014 accounted for the majority (89 kt) of the YoY decline. In contrast, efficiency gains underpinned largely unchanged annual production at Hillside (-2%) despite a 104% increase in load-shedding events and an increase in pot relining activity (136 pots in FY15 versus 58 in FY14). A higher level of pot relining activity is expected in the 2016 financial year as part of the relining cycle.

South Africa Aluminium retains a strong working relationship with Eskom and load-shedding has remained within the allowable limits defined in our electricity supply contracts. Hillside sources power from Eskom under long-term contracts. The price of electricity supplied to potlines 1 and 2 is linked to the LME aluminium price and the South African rand/US dollar exchange rate. The price of electricity supplied to potline 3 is South African rand based and linked to South African and United States producer price indices. A separate and fully utilised 75 MW power supply arrangement not covered by a long-term contract is priced at the same tariff as other South African industrial power users.

The official transfer of ownership of the Bayside aluminium cast house to Isizinda Aluminium occurred on 30 June 2015. This transaction supports the economic transformation of Richards Bay and the development of South Africa's downstream aluminium industry.

## MOZAL ALUMINIUM

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Aluminium production (kt) | 266 | **265** | 0% | 67 | 65 | **65** | -3% | 0% |
| Aluminium sales (kt) | 276 | **273** | -1% | 62 | 66 | **70** | 13% | 6% |

Mozal Aluminium saleable production was effectively unchanged at 265 kt in the 2015 financial year, despite a 50% increase in load-shedding events reported during the period. This included a strong finish to the year (June 2015 quarterly production unchanged at 65 kt) even though load-shedding was skewed to the fourth quarter. Mozal Aluminium retains a strong working relationship with Eskom and load-shedding has remained within the allowable limits defined in its electricity supply contracts.

Mozal Aluminium utilises hydroelectric power under long-term contract that is generated by Hidroeléctric Cahora Bassa (HCB). HCB delivers power into the South African grid to Eskom and Mozal Aluminium sources the power via the Mozambique Transmission Company (Motraco).

## BRAZIL ALUMINIUM

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Alumina production (kt) | 1,262 | **1,328** | 5% | 315 | 311 | **337** | 7% | 8% |
| Alumina sales (kt) | 1,248 | **1,309** | 5% | 388 | 285 | **330** | -15% | 16% |
| Aluminium production (kt) | 104 | **40** | -62% | 15 | 12 | **2** | -87% | -83% |
| Aluminium sales (kt) | 104 | **41** | -61% | 17 | 13 | **3** | -82% | -77% |

Brazil Aluminium saleable alumina production increased by 5% (or 66 kt) to a record 1.3 Mt in the 2015 financial year as the refinery exceeded nameplate capacity. Conversely, saleable aluminium production declined by 62% (or 64 kt) to 40 kt following the decision to suspend production in the last of three potlines from April 2015.

All three potlines will continue to be subject to ongoing review, having regard to market conditions and our commitment to maximise financial performance per share, rather than volume. Excess power supplied by Eletronorte under long-term contract continues to be sold into the grid.

## SOUTH AFRICA ENERGY COAL

| South32's share[4] | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Energy coal production (kt) | 30,384 | **34,277** | 13% | 8,013 | 9,240 | **8,512** | 6% | -8% |
| Domestic sales (kt) | 16,330 | **18,416** | 13% | 4,498 | 4,921 | **4,358** | -3% | -11% |
| Export sales (kt) | 13,298 | **16,390** | 23% | 3,528 | 4,354 | **4,123** | 17% | -5% |

South Africa Energy Coal saleable production increased by 13% (or 3.9 Mt) to 34.3 Mt in the 2015 financial year. The continued optimisation of equipment availability and mine planning also underpinned a 23% and 13% increase in export and domestic sales, respectively. Saleable coal production in the June 2015 quarter declined by 8% (or 728 kt) following the curtailment of mining activity at the Khutala open cut mine. The Khutala open cut mine contributed 1.4 Mt of domestic coal production in the 2015 financial year.

## ILLAWARRA METALLURGICAL COAL

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Metallurgical coal production (kt) | 5,974 | **7,455** | 25% | 1,654 | 1,614 | **1,983** | 20% | 23% |
| Metallurgical coal sales (kt) | 5,921 | **7,324** | 24% | 1,761 | 1,810 | **2,067** | 17% | 14% |
| Energy coal production (kt) | 1,539 | **1,471** | -4% | 493 | 185 | **406** | -18% | 119% |
| Energy coal sales (kt) | 1,623 | **1,378** | -15% | 486 | 272 | **307** | -37% | 13% |

Illawarra Metallurgical Coal saleable production increased by 19% (or 1.4 Mt) to a record 8.9 Mt in the 2015 financial year. An improvement in longwall availability and utilisation, and a 22% increase in washed tonnes from the West Cliff coal processing plant, underpinned record metallurgical coal production. The 33% increase in June 2015 quarter coal production reflected an absence of longwall moves during the period. Three longwall moves are planned for the 2016 financial year (compared to two in the 2015 financial year), including one in the December 2015 half year.

The Appin Area 9 project is 86% complete and is now expected to be commissioned ahead of schedule in the second half of the 2016 financial year. The project, which sustains Illawarra Metallurgical Coal production capacity, is also expected to be approximately 20% below the original budget of US$845 million.

# AUSTRALIA MANGANESE

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Manganese ore production (kt) | 2,866 | **2,942** | 3% | 791 | 682 | **761** | -4% | 12% |
| Manganese ore sales (kt) | 3,038 | **2,845** | -6% | 773 | 686 | **700** | -9% | 2% |
| Manganese alloy production (kt) | 161 | **167** | 4% | 45 | 41 | **43** | -4% | 5% |
| Manganese alloy sales (kt) | 166 | **139** | -16% | 44 | 26 | **36** | -18% | 38% |

Australia Manganese saleable ore production increased by 3% (or 76 kt) to 2.9 Mt in the 2015 financial year as plant throughput and concentrator yields improved. Near record production at GEMCO was supported by an increase in total material movement as the waste-to-ore strip ratio increased to 3.0:1 (2.6:1 FY14). An increase in ore inventories was recorded over the course of the year as stockpiles returned to normalised levels. Record annual alloy production was achieved at TEMCO.

The Premium Concentrate Ore (PC02) project increases GEMCO production capacity by 0.5 Mt to 5.3 Mtpa (100% basis). The project is 48% complete and remains on schedule for completion in the second half of the 2016 financial year. The original budget of US$139 million (100% basis) remains unchanged.

# SOUTH AFRICA MANGANESE

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Manganese ore production (kt) | 1,566 | **1,682** | 7% | 416 | 405 | **364** | -13% | -10% |
| Manganese ore sales (kt) | 1,545 | **1,636** | 6% | 413 | 455 | **301** | -27% | -34% |
| Manganese alloy production (kt) | 226 | **246** | 9% | 64 | 68 | **38** | -41% | -44% |
| Manganese alloy sales (kt) | 240 | **251** | 5% | 67 | 70 | **47** | -30% | -33% |

South Africa Manganese saleable ore production increased by 7% (or 116 kt) to a record of 1.7 Mt in the 2015 financial year as equipment availability and recoveries continued to improve. Manganese ore production was affected by planned maintenance and industrial action at Hotazel in the June 2015 quarter. Inventories were rebuilt to normalised levels following this illegal strike.

South Africa Manganese alloy production increased by 9% (or 20 kt) to 246 kt in the 2015 financial year. Metalloys production declined substantially in the June 2015 quarter as a fatality led to the initial suspension of operations, before a decision was taken to restart only one of the four furnaces in response to challenging market conditions. We continue to engage with Transnet to secure additional rail capacity and will adjust higher value ore production to meet market demand.

The second phase of the Central Block project increases ROM production capacity at Wessels to 1.5 Mtpa (100% basis). The US$31 million (100% basis) project is 44% complete and remains on schedule and budget with first production expected in the first quarter of the 2017 financial year.

## CERRO MATOSO

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Payable nickel production (kt) | 44.3 | **40.4** | -9% | 10.2 | 10.6 | **8.6** | -16% | -19% |
| Payable nickel sales (kt) | 45.1 | **40.6** | -10% | 10.2 | 11.0 | **9.0** | -12% | -18% |

Cerro Matoso payable nickel production declined by 9% (or 3.9 kt) to 40 kt in the 2015 financial year as a result of an 11% reduction in the average ore grade and a 17 day strike in May 2015. While Cerro Matoso was operating at nameplate capacity at the end of the period, production is expected to decline by a similar amount in the 2016 financial year before stabilising the following year. If developed, the higher grade La Esmeralda deposit has the potential to deliver an uplift in ore grades during the 2018 to 2022 financial years. The application process for a new Social and Environmental licence to allow access to La Esmeralda has commenced.

## CANNINGTON

| South32's share | FY14 | FY15 | YoY | 4Q14 | 3Q15 | 4Q15 | 4Q14 vs 4Q15 | 3Q15 vs 4Q15 |
|---|---|---|---|---|---|---|---|---|
| Silver production (koz) | 25,161 | **22,601** | -10% | 6,029 | 5,130 | **5,236** | -13% | 2% |
| Silver sales (koz) | 26,160 | **23,831** | -9% | 5,641 | 4,972 | **6,144** | 9% | 24% |
| Lead production (kt) | 187 | **183** | -2% | 46 | 40 | **44** | -4% | 10% |
| Lead sales (kt) | 189 | **189** | 0% | 42 | 40 | **49** | 17% | 23% |
| Zinc production (kt) | 58 | **72** | 24% | 16 | 16 | **19** | 19% | 19% |
| Zinc sales (kt) | 62 | **66** | 6% | 16 | 17 | **16** | 0% | -6% |

Cannington contained silver production declined by 10% (or 2.6 Moz) to 22.6 Moz in the 2015 financial year as strong milling rates mitigated the impact of a 13% decline in the average silver ore grade. A modest reduction in the silver ore grade is expected in each of the next two years. With declining ore grades the paste plant will play a critical role in increasing mining rates. Annual paste fill production increased by 3% during the period.

Cannington's mineralogy and associated geochemistry dictates that the vast majority of silver production reports to the lead concentrate. In this regard, contained lead production declined, albeit by a lesser 2% (or 4 kt) in the 2015 financial year. Conversely, a significant increase in the average zinc ore grade and processing recoveries led to a 24% (or 14 kt) increase in contained zinc production.

Finalisation adjustments and the provisional pricing of Cannington concentrates will reduce Underlying EBIT[5] by US$43 million in the 2015 financial year (+US$29 million 2014 financial year; -US$40 million December 2014 half year). The outstanding concentrate sales (containing 8.6 Moz of silver, 7.0 kt of lead and 1.5 kt of zinc) were revalued at 30 June 2015. The final price of these sales will be determined in the 2016 financial year.

**Notes:**

1. Additional costs to operate South32's corporate centre are estimated to be US$60 million (pre-tax) per annum, as described in Section 11.2 of the listing documents (page 136). In accordance with UKLA prospectus rules, these costs were not included in the pro-forma financial statements.
2. The statutory results of the South32 Group for the 2015 financial year will not include all fair value adjustments and impairments due to the timing of the internal restructuring steps associated with the demerger.
3. A 5% dividend withholding tax applies in South Africa. The ETR in Colombia is comprised of: corporate income tax of 25%; CREE (income tax for equality) of 9%; and a CREE surcharge of 5%. The ETR in Brazil in comprised of: corporate income tax of 15%; a corporate income tax surcharge of 10%; and the CSLL (social contribution tax) of 9%.
4. 10% of South Africa Energy Coal is owned by an Employee Share Ownership Plan (ESOP) and a broad based black economic empowerment (BBBEE) consortium led by Pembani Group (Pty) Limited. The interests owned by the ESOP and BBBEE consortium were acquired using vendor finance, with the loans repayable to South32 via distributions attributable to these parties, pro rata to their share in South Africa Energy Coal. Until these loans are repaid, South32's interest in South Africa Energy Coal is accounted at 100%.
5. Underlying EBIT is earnings before net finance costs, taxation and any earnings adjustments. Underlying EBIT is reported net of South32's share of net finance costs and taxation of equity accounted investments. Underlying EBITDA is Underlying EBIT, before depreciation and amortisation.
6. The following abbreviations have been used throughout this report: grams per tonne (g/t); tonnes (t); thousand tonnes (kt); thousand tonnes per annum (ktpa); million tonnes (Mt); million tonnes per annum (Mtpa); thousand ounces (koz); million ounces (Moz); thousand wet metric tonnes (kwmt); thousand dry metric tonnes (kdmt); megawatt (MW); Australian Securities Exchange (ASX); London Stock Exchange (LSE); and Johannesburg Stock Exchange (JSE).

# OPERATING PERFORMANCE

| South32's share | FY14 | FY15 | 4Q14 | 1Q15 | 2Q15 | 3Q15 | 4Q15 |
|---|---|---|---|---|---|---|---|
| Worsley Alumina: | | | | | | | |
| Alumina hydrate production (kt) | 3,886 | **3,875** | 982 | 980 | 976 | 931 | **987** |
| Alumina production (kt) | 3,916 | **3,819** | 1,010 | 893 | 1,060 | 937 | **929** |
| Alumina sales (kt) | 3,864 | **3,857** | 1,020 | 875 | 1,068 | 866 | **1,048** |
| South Africa Aluminium: | | | | | | | |
| Aluminium production (kt) | 804 | **699** | 194 | 180 | 176 | 168 | **175** |
| Aluminium sales (kt) | 804 | **695** | 192 | 174 | 178 | 166 | **177** |
| Mozal Aluminium: | | | | | | | |
| Aluminium production (kt) | 266 | **265** | 67 | 68 | 67 | 65 | **65** |
| Aluminium sales (kt) | 276 | **273** | 62 | 64 | 73 | 66 | **70** |
| Brazil Aluminium: | | | | | | | |
| Alumina production (kt) | 1,262 | **1,328** | 315 | 342 | 338 | 311 | **337** |
| Alumina sales (kt) | 1,248 | **1,309** | 388 | 323 | 371 | 285 | **330** |
| Aluminium production (kt) | 104 | **40** | 15 | 13 | 13 | 12 | **2** |
| Aluminium sales (kt) | 104 | **41** | 17 | 12 | 13 | 13 | **3** |
| South Africa Energy Coal: | | | | | | | |
| Energy coal production (kt) | 30,384 | **34,277** | 8,013 | 8,026 | 8,499 | 9,240 | **8,512** |
| Domestic sales (kt) | 16,330 | **18,416** | 4,498 | 4,403 | 4,734 | 4,921 | **4,358** |
| Export sales (kt) | 13,298 | **16,390** | 3,528 | 3,739 | 4,174 | 4,354 | **4,123** |
| Illawarra Metallurgical Coal: | | | | | | | |
| Metallurgical coal production (kt) | 5,974 | **7,455** | 1,654 | 1,840 | 2,018 | 1,614 | **1,983** |
| Metallurgical coal sales (kt) | 5,921 | **7,324** | 1,761 | 1,617 | 1,830 | 1,810 | **2,067** |
| Energy coal production (kt) | 1,539 | **1,471** | 493 | 497 | 383 | 185 | **406** |
| Energy coal sales (kt) | 1,623 | **1,378** | 486 | 373 | 426 | 272 | **307** |
| Australia Manganese: | | | | | | | |
| Manganese ore production (kt) | 2,866 | **2,942** | 791 | 726 | 773 | 682 | **761** |
| Manganese ore sales (kt) | 3,038 | **2,845** | 773 | 734 | 725 | 686 | **700** |
| Manganese alloy production (kt) | 161 | **167** | 45 | 35 | 48 | 41 | **43** |
| Manganese alloy sales (kt) | 166 | **139** | 44 | 34 | 43 | 26 | **36** |
| South Africa Manganese: | | | | | | | |
| Manganese ore production (kt) | 1,566 | **1,682** | 416 | 466 | 447 | 405 | **364** |
| Manganese ore sales (kt) | 1,545 | **1,636** | 413 | 444 | 436 | 455 | **301** |
| Manganese alloy production (kt) | 226 | **246** | 64 | 67 | 73 | 68 | **38** |
| Manganese alloy sales (kt) | 240 | **251** | 67 | 69 | 65 | 70 | **47** |

| South32's share | FY14 | FY15 | 4Q14 | 1Q15 | 2Q15 | 3Q15 | 4Q15 |
|---|---|---|---|---|---|---|---|
| Cerro Matoso: | | | | | | | |
| Ore mined (kwmt) | 8,490 | **6,321** | 2,051 | 1,512 | 1,827 | 1,826 | **1,156** |
| Ore processed (kdmt) | 2,493 | **2,629** | 590 | 657 | 678 | 698 | **596** |
| Ore grade processed (%, Ni) | 1.9% | **1.7%** | 1.9% | 1.8% | 1.7% | 1.6% | **1.6%** |
| Nickel production (kt) | 44.3 | **40.4** | 10.2 | 10.7 | 10.5 | 10.6 | **8.6** |
| Nickel sales (kt) | 45.1 | **40.6** | 10.2 | 10.5 | 10.1 | 11.0 | **9.0** |
| Cannington: | | | | | | | |
| Ore mined (kt) | 3,446 | **3,418** | 806 | 823 | 925 | 813 | **857** |
| Ore processed (kt) | 3,202 | **3,289** | 821 | 819 | 850 | 791 | **829** |
| Silver ore grade processed (g/t, Ag) | 296 | **257** | 286 | 301 | 246 | 247 | **235** |
| Lead ore grade processed (%, Pb) | 7.1% | **6.7%** | 6.9% | 7.1% | 7.0% | 6.3% | **6.4%** |
| Zinc ore grade processed (%, Zn) | 3.0% | **3.4%** | 3.1% | 3.8% | 3.2% | 3.2% | **3.5%** |
| Silver production (koz) | 25,161 | **22,601** | 6,029 | 6,701 | 5,534 | 5,130 | **5,236** |
| Silver sales (koz) | 26,160 | **23,831** | 5,641 | 7,084 | 5,631 | 4,972 | **6,144** |
| Lead production (kt) | 187 | **183** | 46 | 49 | 50 | 40 | **44** |
| Lead sales (kt) | 189 | **189** | 42 | 51 | 49 | 40 | **49** |
| Zinc production (kt) | 58 | **72** | 16 | 20 | 17 | 16 | **19** |
| Zinc sales (kt) | 62 | **66** | 16 | 15 | 18 | 17 | **16** |

# FURTHER INFORMATION

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22 July 2015
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