COMPAÑIA MINERA MILPO

CONSOLIDATED EARNINGS RELEASE

2017 FIRST QUARTER

This report analyzes the most important operating and financial results related to the development of Compañía Minera Milpo SAA and Subsidiaries, on the basis of accounting data included in the Individual and Consolidated Financial Statements for the First Quarter of 2017 ("1Q17"), according to International Financial Reporting Standards (IFRS).

CORPORATE STRATEGY SUMMARY

Milpo's operating and financial results obtained in 1Q17 are the result of the management strategy focused on searching for operational synergies through integration processes, continuous improvement at the operations, an adequate diversified production mix of zinc, copper, lead, and byproducts, and the maintenance of competitive costs in the industry, factors which were in turn driven by a more accentuated recovery in industrial metal prices toward the end of last year, a trend that continued during 1Q17.

The most important aspects of the strategy based on five fundamental pillars are as follows:

1. Mining Operations and Brownfields: At both Cerro Lindo and the Pasco Mining Complex, which comprises El Porvenir and Atacocha Units, activities were implemented during the quarter with the objective of reinforcing safety standards inside the mine. Works included the reinforcement of sustainment labors in the exploitation of the underground mines, among others.

2. Corporate Office: During the quarter, personnel performance evaluation and self-evaluation activities were implemented as part of the Personnel Development System.

3. and 4. Copper and Polymetallic Projects: Work continued on engineering and design studies for the initial operating capacities, primarily in the ***Magistral***, ***Aripuaná***, and ***Shalipayco*** projects.

5. M&A: Regarding the Self-Sustainable Private Initiative (IPA, for its acronym in Spanish) submitted by Milpo in 2015 for the implementation of the Michiquillay Copper Project in Cajamarca, as reported to the market on March 23, 2017, despite Milpo's efforts over the past two years to present the benefits of the proposal to PROINVERSIÓN, the Ministry of Energy and Mines, and different government agencies, the Company made the decision not to continue with the respective assessment procedure, given its disagreement with the proposed amendments to the Michiquillay IPA made by PROINVERSIÓN's advisors. In the Company's opinion, these amendments do not reflect market conditions for a mining project in the exploration stage, especially one that faces significant challenges, as in the case of Michiquillay.

On the other hand, with regard to the exclusion and deslisting of Milpo shares, common and investment, from the Public Stock Exchange Registry and the Lima Stock Exchange (BVL), respectively, both processes are still in progress.

SELECTED OPERATIONAL AND FINANCIAL DATA

	Unit	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Fine Metal in Concentrate Production						
Zinc	t	52,540	66,520	-21%	62,866	-16%
Copper	t	9,401	10,344	-9%	10,899	-14%
Lead	t	10,064	12,492	-19%	11,481	-12%
Silver Content	oz	1,632,075	2,037,421	-20%	1,989,586	-18%
Gold Content (Pasco)	oz	6,921	4,326	60%	6,774	2%
Cash Cost	US$/t rom	35.9	32.4	11%	33.3	8%
Cash Cost Zn Eq.	US$/t Zn eq	1,462	1,171	25%	1,319	11%
Revenues	US$ MM	193.4	154.1	25%	177.5	9%
EBITDA	US$ MM	77.9	54.6	43%	70.2	11%
Net Profit	US$ MM	36.2	15.0	142%	34.5	5%
EBITDA Margin	%	40%	35%		40%	
CAPEX	US$ MM	5.9	15.8	-62%	22.8	-74%
FCF	US$ MM	-40.7	-5.9	586%	250.7	n.a.
Net Debt / EBITDA	x times	-1.18	-0.42		-1.43	

HIGHLIGHTS – 1Q17

- Lower production in fine terms due to the lower treated ore, mainly at El Porvenir mining unit.
- Increase of 60% in gold content in comparison to 1Q16, reaching about 7 thousand ounces mainly due to the higher gold content in Atacocha´s lead production.
- Revenues of US$ 193.4 million and EBITDA of US$ 77.9 million, higher by 25% and 43%, respectively, compared to those of 1Q16, due to higher metal prices mainly of zinc and copper, which offset the lower production.
- EBITDA margin of 40% in 1Q17 (greater than the 35% obtained in 1Q16 and in line with the 40% obtained in 4Q16).
- Cash balance above US$ 700 million at the end of march 2017. In terms of leverage, the Net Debt/EBITDA ratio remained negative at -1.18x at march 2017 (-1.43x at December 2016).
- Consolidated Net Income of US$ 36.2 million in the 1Q17, 142% higher than that of 1Q16, due to the higher EBITDA.

I. GENERAL ASPECTS

MARKET CONTEXT

During the first months of 2017, the upward trend of international prices continued due to the higher demand of China, expectations of higher infrastructure investment in the U.S. and the market fundamentals of zinc, lead and copper.

In the case of zinc, this metal continued to experience a deficit due to the global narrowness of inventories and the closure of mines, which added to the greater demand of China and the expectations of higher infrastructure spending in the U.S., all of which kept an upward pressure on the price. Given this, during 1Q17 zinc reached an average price of US$/t 2,781, higher by 66% and 10% compared to 1Q16 and 4Q16, respectively.

In the case of lead, the reduction of global supply associated with lower stock levels generated an upward pressure reaching US$/t 2,279 on average in 1Q17, 31% and 6% higher than the price of 1Q16 and 4Q16, respectively.

In the case of copper, the lack of new projects, lower ore grades, and higher demand for this metal in China generated an upward pressure reaching US$/t 5,834 on average in 1Q17, 25% and 10% higher in comparison to 1Q16 and 4Q16, respectively.

With regard to precious metals, gold and silver increased their average price in 1Q17 by 17% and 3%, respectively, due to higher industrial consumption in the case of silver, and for gold, due to the dollar depreciation and the higher yield on the U.S. Treasury bond.

METAL PRICES

Metal *	Unit	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Zinc	(US$ / t)	2,781	1,676	66%	2,518	10%
Copper	(US$ / t)	5,834	4,669	25%	5,281	10%
Lead	(US$ / t)	2,279	1,742	31%	2,150	6%
Silver	(US$ / oz)	17.4	14.8	17%	17.2	1%

* Average LME (London Metal Exchange) prices - Settlement price

MACROECONOMIC FACTORS

Exchange Rate

The average exchange rate during 1Q17 was S/. 3.29 per US$ while in the same period of 2016, it was S/. 3.45, which represented a 5% appreciation of the Nuevo Sol (Source: BCRP).

Note that the Company maintains a low exposure to exchange rates fluctuation since its functional currency is the US$ Dollar. Additionally, much of its production costs and revenues are denominated in that currency, maintaining a proper fit of currencies in the balance sheet, income statement and cash flow.

Inflation

The annualized inflation during 1Q17 was 3.97%, lower than that obtained in 2016 where it reached 4.30% (Source: BCRP).

Oil

At the end of March 2017, Brent oil price was 52.3 US$/barrel, lower than the 55.2 US$/barrel price recorded at the end of 2016 (Source: Thomson Reuters).

II. FINANCIAL PERFORMANCE

INCOME STATEMENT

US$ Million	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Revenues	193.4	154.1	25%	177.5	9%
Cost of Sales	(97.4)	(90.7)	7%	(81.3)	20%
Depreciation	(18.3)	(18.4)	-1%	(18.4)	-1%
Gross profit	**77.7**	**45.0**	**73%**	**77.7**	**0%**
Amortization	(0.8)	(0.8)	0%	(0.8)	-7%
Selling Expenses	(4.9)	(5.2)	-6%	(5.0)	-3%
Administrative Expenses	(5.9)	(6.9)	-15%	(10.7)	-45%
Other Operating Results, net	(7.4)	3.3	n.a.	(10.2)	-28%
Operational profit	**58.8**	**35.4**	**66%**	**51.0**	**15%**
Financial Expenses, net	(6.6)	(5.3)	25%	(3.1)	117%
Income Tax	(16.0)	(15.1)	6%	(13.4)	19%
Net Profit	**36.2**	**15.0**	**142%**	**34.5**	**5%**
EBITDA	**77.9**	**54.6**	**43%**	**70.2**	**11%**
EBITDA Margin (%)	**40%**	**35%**		**40%**	

REVENUES

During 1Q17, revenues were US$ 193.4 million, 25% and 9% higher than those reported in 1Q16 and 4Q16, respectively, due to the higher metal prices, mainly of zinc, which reached superior levels than those recorded in said periods. This increase allowed to offset the lower sales volume associated with (i) the lower production of fines due to the decrease of treated ore, mainly at the El Porvenir mining unit, and (ii) the increase in the stock of lead concentrates in Pasco units due to the restriction on the transport of concentrates via the Central highway, as a result of the heavy rainfall experienced in Peru during March.

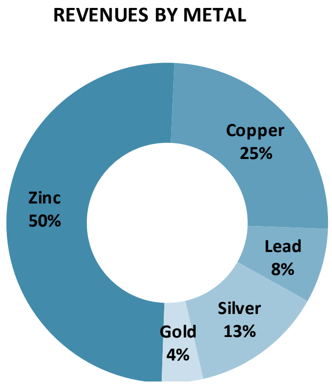
As for the distribution of sales by metal during the quarter, zinc represented 50% of sales, followed by copper with 25% and then, silver with 13%.

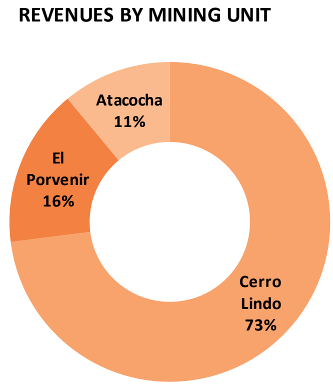
As for the distribution of sales by mining unit, Cerro Lindo represented 73% of sales, followed by El Porvenir with 16% and then, Atacocha with 11%.

It is worth mentioning that the main customers for Milpo´s zinc concentrates during the year are Votorantim Metais Cajamarquilla – S.A. and internationally renowned traders which export to major refineries in the world, such as Glencore and Trafigura. As for the production of copper and lead, the main customers are Glencore, Trafigura, Transamine and Louis Dreyfus.

Like other transactions with related parties, the sales of zinc concentrates to the zinc refinery of Cajamarquilla are negotiated under market conditions, all of which are subject to evaluation through transfer price analysis regularly commissioned to external professionals.

REVENUES DISTRIBUTION – 2016





CONSOLIDATED SALES BY METAL (FMT)

Metal	Unit	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Zinc	fmt	53,352	67,034	-20%	61,946	-14%
Copper	fmt	9,429	10,260	-8%	10,645	-11%
Lead	fmt	8,664	12,616	-31%	11,797	-27%
Total Milpo	**fmt**	**71,446**	**89,910**	**-21%**	**84,388**	**-15%**

OPERATING COSTS

During 1Q17, the cost of sales increased by 7% respect to that of 1Q16, obtaining a consolidated cash cost of US$/t 35.9 during the quarter, 11% higher than that obtained in the 1Q16. The higher cash cost is associated with the lower treated ore aforementioned, as well as an increase in the total sustainment costs in the three mining units, and in the case of Cerro Lindo, to costs overruns associated with the maintenance of roads and access routes due to the heavy rainfalls.

It is worth to mention that since the end of 2016, the Company implemented a policy aimed to reinforce the sustainment activities inside the three underground mines (mainly with the higher use of shotcrete, bolts and meshes) in order to increase safety in the mines, which had an impact on costs for the quarter.

It is important to mention that these activities will continue in the following months, although other actions are being implemented to offset these increases.

OPERATING EXPENSES

In terms of operational expenses, during 1Q17 a significant decrease continues to be observed at each expenditure level compared to the previous quarter, due to activities focused on their optimization.

As for sales expenses, a 6% and 3% reduction was obtained compared to 1Q16 and 4Q16, respectively, mainly due to lower transport and storage costs, as well as the lower volume sold.

As for administrative expenses, a 15% and 45% reduction was obtained compared to 1Q16 and 4Q16, respectively, as a result of the cost optimization plan in the corporate office.

Also, the expenses related to Greenfield Projects were optimized, prioritizing those with more maturity, and in line with the Group´s growth strategy, which allowed a 28% decrease in Other Expenses compared to those of 4Q16.

PERFORMANCE

The EBITDA generated during 1Q17 reached US$ 77.9 million, 43% higher than that obtained in 1Q16 due to higher prices for base metals.

Also, the EBITDA obtained in 1Q17 represents an 11% increase over that registered in 4Q16 due to the higher prices, mainly of zinc and copper.

It is worth to mention that during 1Q17 an EBITDA margin of 40% was obtained (greater than the 35% obtained in 1Q16 and in line with the 40% obtained in 4Q16).

In terms of net income, it reached US$ 36.2 million, 142% higher than the one obtained during the same period of 2016, mainly due to the higher EBITDA.

INVESTMENTS

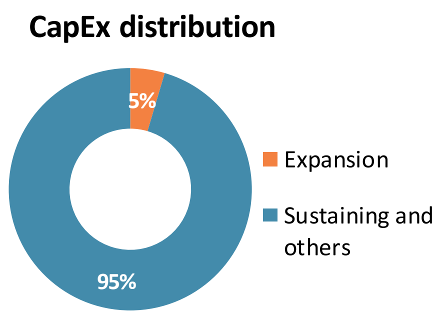
During 1Q17, investments of US$ 5.9 million were executed, 62% and 74% lower than those of 1Q16 and 4Q16, respectively.

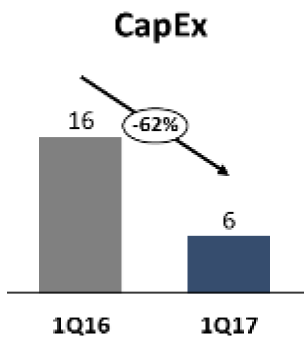
Sustaining investments and others accumulated US$ 5.7 million during 1Q17 and were related to the operational integration process of Pasco, which includes the tailing dam elevation at El Porvenir and the replacement of the tailings pipes, the electrical substation and the new transmission line, and the deepening of the shaft at El Porvenir.

CAPEX

US$ (million)	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Expansion	0.3	1.2	-78%	6.7	-96%
Sustaining and Others	5.7	14.6	-61%	16.1	-65%
Total Milpo	**5.9**	**15.8**	**-62%**	**22.8**	**-74%**

CAPEX DISTRIBUTION – 1Q17



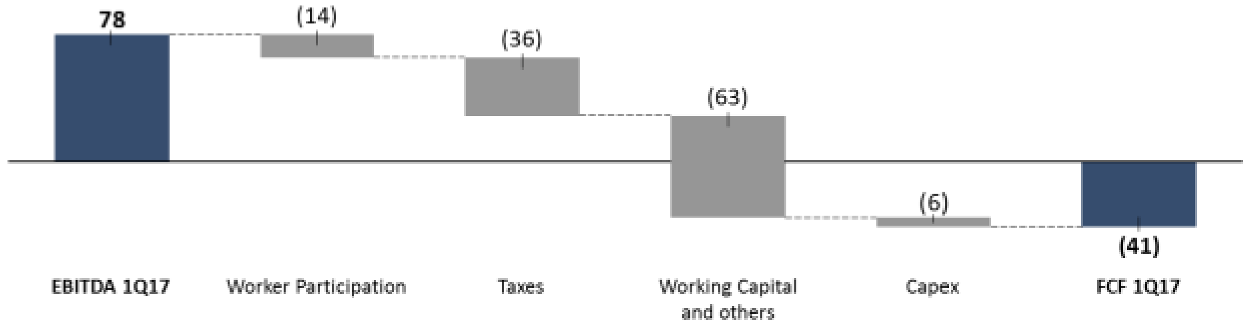


LIQUIDITY AND INDEBTEDNESS

By the end of March 2017, the Company had a cash balance of US$ 704 million.

During the quarter, the free cash flow was negative at US$ 41 million, due to a higher working capital investment associated to the higher levels of account receivable due to the increased metal prices and the payment of workers' profit shares and taxes accrued during the quarter.

FREE CASH FLOW BRIDGE 1Q17



Thus, as of the close of the quarter, the net cash level was positive and reached US$ 362 million, maintaining a solid financial position.

In terms of leverage, the Net Debt/EBITDA ratio remained negative at -1.18x as of March 2017 (-1.43x at the end of December 2016), and the average maturity term of the financial debt was 6.1 years, having no relevant debt maturity in the short term.

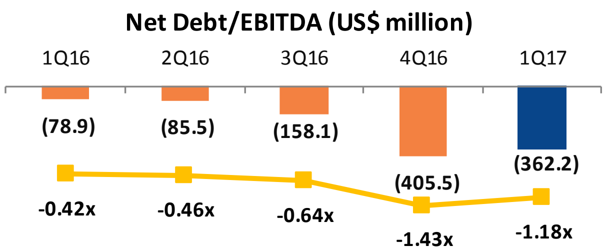
Also, the Company´s Board of Directors, as part of the powers granted by Milpo's Shareholders' Meeting held on November 30 2016, agreed to submit a request for the exclusion of Milpo shares, common and investment, from the Peruvian Stock Market, and their delisting from the Lima Stock Exchange (BVL), processes that continue in progress.

Regarding credit ratings, on April 18, 2017, **Fitch Ratings** ratified Milpo´s rating to triple B minus (BBB-), with negative outlook. On the other hand, on April 24, 2017, **Standard & Poor's** upgraded Milpo´s risk rating from double B (BB) to double B plus (BB+), with negative outlook, in accordance with the rating granted to VM Holding S.A., a company for which Milpo is an important subsidiary.

In both cases, the aforementioned risk rating agencies highlight the robust financial and liquidity position of Milpo which allow the Company to develop its future plans and adequately address the environment of volatile metal prices.

LIQUIDITY AND INDEBTEDNESS POSITION

US$ million	March 2017	December 2016
Total Cash	703.6	751.1
Financial Debt	341.4	345.5



III. BUSINESS AND OPERATIONAL PERFORMANCE

CERRO LINDO MINING UNIT

PRODUCTION BY METAL AND CASH COST

Metal	Unit	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Fine Metal in Concentrate Production						
Zinc	fmt	39,266	43,980	-11%	43,639	-10%
Copper	fmt	9,218	10,093	-9%	10,721	-14%
Lead	fmt	3,801	3,901	-3%	3,538	7%
Silver Content	oz	802,602	814,616	-1%	908,631	-12%
Cash Cost	US$/t rom	29.2	27.1	8%	28.2	4%
Revenues	US$ MM	134.4	102.3	31%	134.2	0%
EBITDA	US$ MM	74.6	47.7	57%	69.4	7%
EBITDA Margin	**%**	**56%**	**47%**		**52%**	

During 1Q17, the Cerro Lindo Unit obtained a lower volume of production, mainly of zinc due to the lower grade in the treated ore during March.

In terms of cash cost, an 8% increase was obtained compared to that of 1Q16 (US$/t 29.2 vs. US$/t 27.1), which is explained by the higher production costs associated with increased shotcrete support to improve safety inside the mine, as well as cost overruns associated with the heavy rainfalls.

It is worth to mention that in 1Q17, revenues of US$ 134.4 million and EBITDA of US$ 74.6 million were reached, higher by 31% and 57%, respectively, compared to those of 1Q16, due to the higher metal prices, mainly of zinc, which allowed to offset the lower production volume.

With regard to the strategic exploration activities at Cerro Lindo, continuing with those carried out in 2016, during 1Q17 the unit performed around 9,752 meters of diamond drilling, focused on explorations to identify new mineralized bodies, recategorization and validation of mineral resources found in 2016, and for geo-metallurgical studies.

PASCO MINING COMPLEX

EL PORVENIR MINING UNIT

PRODUCTION BY METAL AND CASH COST

Metal	Unit	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Fine Metal in Concentrate Production						
Zinc	fmt	9,512	15,794	-40%	14,248	-33%
Copper	fmt	160	182	-12%	132	21%
Lead	fmt	2,814	4,284	-34%	4,031	-30%
Silver Content	oz	475,047	681,442	-30%	639,431	-26%
Cash Cost	US$/t rom	58.7	39.3	49%	43.1	36%
Revenues	US$ MM	29.7	31.6	-6%	40.2	-26%
EBITDA	US$ MM	8.6	8.8	-3%	14.4	-40%
EBITDA Margin	**%**	**29%**	**28%**		**36%**	

At the El Porvenir Mining Unit, during 1Q17 a lower production level in fine terms of zinc, lead, and copper was obtained, compared to 1Q16, mainly due to the lower level of treated ore during this period (-28%).

It is worth mentioning that as part of the activities focused to reinforce safety inside the mine, it was decided to reschedule operations reducing the treated ore to strengthen the support in the underground mine.

This combination of less treated ore along with the costs incurred in the sustainment activities led to an exceptional increase in the cash cost, reaching US$ 58.7 in the quarter.

It is important to mention that during 1Q17, revenues of US$ 29.7 million and EBITDA of US$ 8.6 million were reached, lower by 6% and 3% lower, respectively, compared to those of 1Q16 mainly due to the lower production volume aforementioned, as well as the stock increase of lead concentrates associated to restrictions on the transport of concentrates via the Central Highway, due to the heavy rainfalls experienced in Peru during March.

With regard to the strategic exploration activities at Porvenir, continuing with those carried out in 2016, during 1Q17 the unit performed around 8,698 meters of diamond drilling, focused on the recategorization of resources and the exploration of new mineralized bodies, mainly toward the north with the objective of defining mineralization in the integration area between El Porvenir and Atacocha.

ATACOCHA MINING UNIT

PRODUCTION BY METAL AND CASH COST

Metal	Unit	1Q17	1Q16	1Q17 vs. 1Q16	4Q16	1Q17 vs. 4Q16
Fine Metal in Concentrate Production						
Zinc	fmt	3,763	6,746	-44%	4,979	-24%
Copper	fmt	23	69	-66%	47	-51%
Lead	fmt	3,449	4,308	-20%	3,912	-12%
Silver Content	oz	354,427	541,363	-35%	441,524	-20%
Gold Content	oz	5,107	2,158	137%	4,641	10%
Cash Cost	US$/t rom	43.6	48.4	-10%	44.8	-3%
Revenues	US$ MM	20.8	20.3	3%	21.7	-4%
EBITDA	US$ MM	3.7	(0.6)	n.a.	(1.4)	n.a.
EBITDA Margin	**%**	**18%**	**-3%**		**-6%**	

During 1Q17, the production volume in fine terms was lower in comparison to that of 1Q16 due to the lower head grades in the treated ore during the quarter.

It is important to mention that during this period, the gold content increased by 137% due to the greater contribution from the Glory Hole San Gerardo.

In terms of cash cost a reduction of 10% compared to 1Q16 (US$/t 43.6 vs. US$/t 48.4) and 3% compared to 4Q16 (US$/t 43.6 vs. US$/t 44.8) was obtained, due, in both cases, to the higher level of treated ore from Glory Hole San Gerardo, which has lower exploitation costs.

In terms of EBITDA, positive results of US$ 3.7 million were obtained, reverting the negative results obtained in 1Q16 (US$ -0.6 million) and 4Q16 (US$ -1.4 million), due to higher metal prices which allowed to offset the lower production volume.

In terms of exploration activities in Atacocha, during 1Q17, around 9,758 meters of diamond drilling and reverse circulation were executed with the goal of finding, reclassifying, and increasing the certainty of the mineral resources in the area of the San Gerardo Glory Hole and inside the mine, concentrated at Level 3,300.

IV. FINAL COMMENTS

During 2017, the solid financial position of the Company and the recovery of international metal prices will allow to continue improving the operational performance processes, prioritizing the operational integration of the Pasco Units, the expansion capacity at Cerro Lindo unit and the continuing development of operations of the Glory Hole San Gerardo in Atacocha.

These operational challenges are accompanied by activities to increase safety standards for the underground operations of all mining units, which include major sustainment activities, among others. These activities will be complemented with actions to continue with an adequate cost control in all operations.

The disciplined and conservative financial policy allow to maintain a solid liquidity position and low indebtedness which will allow the development of projects and future initiatives and adequately address any volatility of international metal prices.

San Borja, May 23, 2017

ABOUT MILPO

Compañía Minera Milpo S.A.A. (Milpo) is a Peruvian mining company of regional scale dedicated to the exploration, extraction, processing and commercialization of zinc, copper and lead concentrates with contents of silver and gold, and is currently one of the main polymetallic producers in Perú. Milpo develops its operations with a clear commitment to social and environmental responsibility.

Since 2010, Milpo has been part of Votorantim Metais Holding (VMH), the metals and mining division of Votorantim S.A., a strong global industrial and diversified conglomerate that has over 100 years of history and a presence in key sectors of the economy in more than 23 countries.

Milpo currently maintains three underground polymetallic mining units in operation such as Cerro Lindo (Ica), El Porvenir (Pasco) and Atacocha (Pasco). It also features a portfolio of polymetallic and copper Greenfield projects with advanced exploration.

For further information:

Visit our website: www.milpo.com or ri.milpo.com or email us: investorrelations@milpo.com

1Q17 GLOBAL CONFERENCE CALL

1Q17 Results Global Conference Call will be held on Tuesday, May 23, 2017 at 9 a.m. (Lima) / 10 a.m. (New York) / 3 p.m. (London).

To access the call, please dial:

Participants calling from USA	: +1 (844) 846-8982
International Participants	: +1 (412) 317-5463
Conference ID Code	: Minera Milpo

The Global Conference Call will be broadcast live on our Investor Relations website (ir.milpo.com). A slideshow will also be available on the same website.

If for some reason you can't access the website, please use the following address:
http://webcast.engage-x.com/Cover.aspx?PlatformId=XtzokP1exP0da1mD1mDp8w%3D%3D

To access the replay of the 1Q17 Global Conference Call audio, please dial:

Participants calling from USA	: +1 (877) 344-7529
International Participants	: +1 (412) 317-0088
Passcode	: 10107312

EXHIBIT I: COMPAÑIA MINERA MILPO S.A.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME

	For the three-month period ended March 31,	
	2017	**2016**
	US$ 000 (Unaudited)	**US$ 000 (Unaudited)**
Revenue from ordinary activities	193,410	154,121
Cost of Sales	(115,527)	(109,134)
Gross profit	**77,883**	**44,987**
Selling expenses	(4,863)	(5,175)
Administrative expenses	(5,882)	(6,906)
Other Income (expenses),net	(8,290)	2,469
Operating profit	**58,848**	**35,375**
Finance income	1,864	1,063
Finance expenses	(6,967)	(4,888)
Exchange difference, net	(1,532)	(1,498)
Profit before income tax	**52,213**	**30,052**
Income tax expense	(16,049)	(15,085)
Profit for the period	**36,164**	**14,967**
Profit Attributable to:		
Parent Company	36,238	17,738
Non-controlling interest	(74)	(2,771)
	36,164	**14,967**

EXHIBIT II: COMPAÑIA MINERA MILPO S.A.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

ASSETS	At March 31, 2017 US$ 000 (Unaudited)	At December 31, 2016 US$ 000 (Audited)
CURRENT ASSETS		
Cash and cash equivalents	703,558	751,067
Trade and other accounts receivables	172,774	133,032
Derivative financial instruments	565	1,965
Inventories	46,820	43,011
Other non-financial assets	3,776	5,069
Total current assets	**927,493**	**934,144**
NON-CURRENT ASSETS		
Other accounts receivables	7,944	7,944
Deferred income tax assets	25,784	27,317
Investments	18,018	18,018
Property, plant and equipment	381,167	395,505
Intangible assets	230,815	228,914
Total non-current assets	**663,728**	**677,698**
TOTAL ASSETS	**1,591,221**	**1,611,842**

LIABILITIES AND EQUITY	At March 31, 2017 US$ 000 (Unaudited)	At December 31, 2016 US$ 000 (Audited)
CURRENT LIABILITIES		
Borrowings	215	4,351
Trade accounts payables	105,871	122,862
Derivative financial Instruments	15,937	16,031
Income and mining taxes	7,952	17,303
Other provisions	16,530	29,250
Other accounts payables	5,585	5,863
Deferred income	28,082	37,980
Total current liabilities	**180,172**	**233,640**
NON CURRENT LIABILITIES		
Borrowings	341,180	341,180
Other provisions	96,323	95,381
Deferred income	209,088	212,020.00
Total non-current liabilities	**646,591**	**648,581**
TOTAL LIABILITIES	**826,763**	**882,221**
NET EQUITY		
Capital	423,830	423,830
Treasury shares	(15,166)	(15,166)
Investment shares	4,551	4,551
Legal reserve	84,766	89,393
Other capital reserves	(23,975)	(23,975)
Other equity reserves	(9,865)	(8,538)
Retained earnings	280,759	239,894
Total equity attributable to Parent Company	**744,900**	**709,989**
Non-controlling interests	19,558	19,632
TOTAL EQUITY	**764,458**	**729,621**
TOTAL LIABILITIES AND EQUITY	**1,591,221**	**1,611,842**

EXHIBIT III: COMPAÑIA MINERA MILPO S.A.A. AND SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOW

	For the three-month period ender March 31,	
	2017	2016
	US$ 000 (Unaudited)	US$ 000 (Unaudited)
CASH FLOW FROM OPERATING ACTIVITIES		
Collection from inventory and services sale	194,156	153,490
Payment to suppliers of goods and services	(148,141)	(107,279)
Payment to and of behalf of employees	(32,302)	(20,318)
Income tax paid	(27,694)	(11,320)
Other taxes paid	(21,782)	(5,635)
Others	(1,115)	978
Net cash (used in) generated from operating activities	**(36,878)**	**9,916**
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,177)	(13,339)
Purchase of intagible assets	(268)	(2,029)
Net cash used in investing activities	**(5,445)**	**(15,368)**
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of borrowings	(170)	(4,148)
Interests paid of borrowings	(7,933)	(8,015)
Net cash used in financing activities	**(8,103)**	**(12,163)**
Net decrease in cash and cash equivalents	(50,426)	(17,615)
Cash and cash equivalents of cash at the begining of the period	751,067	440,204
Exchange difference on cash and cash equivalents	2,917	309
Cash and cash equivalents of cash at the final of the period	**703,558**	**422,898**