

Compañía de Minas Buenaventura S.A.A. and Subsidiaries

Unaudited interim condensed consolidated financial statements as of March 31, 2022 and 2021 and for the three-month periods then ended

Compañía de Minas Buenaventura S.A.A. and Subsidiaries

Interim condensed consolidated statements of financial position

As of March 31, 2022 (unaudited) and December 31, 2021 (audited)

| | Notes | 2022 US\$(000) | 2021 US\$(000) |
|---|-------|-------------------|-------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | 3 | 337,410 | 376,999 |
| Trade and other receivables | 4(a) | 247,704 | 240,432 |
| Inventories | 5(a) | 98,172 | 86,264 |
| Current income tax asset | | 10,759 | 15,456 |
| Prepaid expenses | | 18,297 | 20,394 |
| | | <u>712,162</u> | <u>739,545</u> |
| Non-current assets | | | |
| Trade and other receivables | 4(a) | 678,173 | 635,832 |
| Inventories | 5(a) | 12,509 | 12,802 |
| Investments in associates and joint venture | 6(a) | 1,468,170 | 1,422,295 |
| Property, plant, equipment, development costs, net | 7(a) | 1,509,453 | 1,537,870 |
| Deferred income tax asset | | 105,434 | 164,351 |
| Prepaid expenses | | 23,698 | 23,920 |
| Other assets | | 24,855 | 25,196 |
| | | <u>3,822,292</u> | <u>3,822,266</u> |
| Total assets | | <u>4,534,454</u> | <u>4,561,811</u> |
| Liabilities and equity | | | |
| Current liabilities | | | |
| Bank loans | 8 | - | 50,000 |
| Trade and other payables | | 207,233 | 259,641 |
| Provisions | | 86,088 | 81,039 |
| Current income tax payable | | 54,042 | 3,026 |
| Financial obligations | 9(a) | 138,013 | 179,417 |
| Hedge derivative financial instruments | 16(b) | 17,505 | 6,976 |
| | | <u>459,221</u> | <u>580,099</u> |
| Liabilities included in disposal groups classified as held for sale | 1(e) | - | 264,838 |
| | | <u>459,221</u> | <u>844,937</u> |
| Non-current liabilities | | | |
| Trade and other payables | | 4,144 | 3,037 |
| Provisions | | 232,465 | 232,288 |
| Financial obligations | 9(a) | 633,160 | 878,558 |
| Contingent consideration liability | | 18,020 | 17,718 |
| Deferred income tax liabilities | | 30,943 | 46,742 |
| | | <u>918,732</u> | <u>1,178,343</u> |
| Total liabilities | | <u>1,377,953</u> | <u>2,023,280</u> |
| Equity | | | |
| Capital stock | 11 | 750,497 | 750,497 |
| Investment shares | | 791 | 791 |
| Additional paid-in capital | | 218,450 | 218,450 |
| Legal reserve | | 163,270 | 163,270 |
| Other reserves | | 269 | 269 |
| Other reserves of equity | | (8,666) | (4,477) |
| Retained earnings | | 1,875,208 | 1,239,526 |
| Shareholders' equity, net attributable to owners of the parent | | <u>2,999,819</u> | <u>2,368,326</u> |
| Non-controlling interest | 12(a) | 156,682 | 170,205 |
| Total equity | | <u>3,156,501</u> | <u>2,538,531</u> |
| Total liabilities and equity | | <u>4,534,454</u> | <u>4,561,811</u> |

Compañía de Minas Buenaventura S.A.A. and Subsidiaries
Interim consolidated statements of profit or loss (unaudited)

For the three-month period ended March 31, 2022 and 2021

| | Notes | 2022 US\$(000) | 2021 US\$(000) |
|---|-------|-------------------|-------------------|
| Continuing operations | | | |
| Operating income | | | |
| Sales of goods | 13 | 227,855 | 178,517 |
| Sales of services | | 3,683 | 3,412 |
| Royalty income | 15(a) | 1,381 | 3,959 |
| Total operating income | | <u>232,919</u> | <u>185,888</u> |
| Cost of sales | | | |
| Cost of sales of goods, excluding depreciation and amortization | 14 | (107,418) | (114,108) |
| Unabsorbed cost due to production stoppage | 1(b) | (6,079) | - |
| Cost of sales of services, excluding depreciation and amortization | | (550) | (163) |
| Depreciation and amortization | | (45,721) | (46,488) |
| Exploration in operating units | | (14,017) | (9,328) |
| Mining royalties | | (4,409) | (1,712) |
| Total costs of sales | | <u>(178,194)</u> | <u>(171,799)</u> |
| Gross profit | | <u>54,725</u> | <u>14,089</u> |
| Operating income (expenses) | | | |
| Administrative expenses | | (18,494) | (16,972) |
| Selling expenses | | (4,592) | (4,058) |
| Exploration in non-operating areas | | (2,044) | (1,738) |
| Reversal (provision) of contingents | | 746 | (306) |
| Other, net | 1(e) | 46,891 | (510) |
| Total operating income (expenses) | | <u>22,507</u> | <u>(23,584)</u> |
| Operating profit (loss) | | <u>77,232</u> | <u>(9,495)</u> |
| Share in the results of associates and joint venture | 6(b) | 75,420 | 58,224 |
| Exchange difference | | 47,810 | (1,441) |
| Financial income | | 9,573 | 148 |
| Financial costs | | (16,571) | (10,909) |
| Profit before income tax | | 193,464 | 36,527 |
| Current income tax | 17 | (22,330) | (6,727) |
| Deferred income tax | 17 | (4,836) | (9,346) |
| | | <u>(27,166)</u> | <u>(16,073)</u> |
| Profit from continuing operations | | <u>166,298</u> | <u>20,454</u> |
| Loss from discontinued operations, net of taxes | | 479,997 | (2,337) |
| Net profit | | <u>646,295</u> | <u>18,117</u> |
| Attributable to: | | | |
| Owners of the parent | | 636,152 | 16,370 |
| Non-controlling interest | 12(a) | 10,143 | 1,747 |
| | | <u>646,295</u> | <u>18,117</u> |
| Basic and diluted profit (loss) per share stated in U.S. dollars | | | |
| Attributable to owners of parent | | 2.50 | 0.06 |
| Attributable to owners of the parent for continuing operations | | 0.61 | 0.07 |
| Attributable to owners of the parent for discontinued operations | | 1.89 | (0.01) |

Compañía de Minas Buenaventura S.A.A. and Subsidiaries
Interim consolidated statements of other comprehensive income
(unaudited)

For the three-month periods ended March 31, 2022 and 2021

| | 2022 US\$(000) | 2021 US\$(000) |
|--|--------------------------|--------------------------|
| Net profit | <u>646,295</u> | <u>18,117</u> |
| Components of other comprehensive income that will be reclassified to profit or loss, net of tax | | |
| Gains (losses) on cash flow hedges, net of tax, note 16(a) | (7,435) | (7,064) |
| Share of other comprehensive income of associates and joint venture accounted for using equity method, net of tax, note 7(c) | <u>-</u> | <u>(152)</u> |
| Total other comprehensive income that will be reclassified to profit or loss, net of tax | <u>(7,435)</u> | <u>(7,216)</u> |
| Total other comprehensive profit | <u>638,860</u> | <u>10,901</u> |
| Other comprehensive profit attributable to: | | |
| Owners of parent | 631,963 | 12,244 |
| Non-controlling interests | <u>6,897</u> | <u>(1,343)</u> |
| | <u>638,860</u> | <u>10,901</u> |

Compañía de Minas Buenaventura S.A.A. and Subsidiaries

Interim condensed consolidated statements of changes in shareholders' equity (unaudited)

For the three-month periods ended March 31, 2022 and 2021

Attributable to equity holders of the parent

| | Capital stock and investment shares | | | Other reserves of equity | | | | | | | | |
|---|-------------------------------------|-------------------------|-----------------------------|--------------------------------------|-------------------------|--------------------------|---|----------------------------|-----------------------------|---------------------|------------------------------------|-----------------|
| | Number of shares outstanding | Common Shares US\$(000) | Investment shares US\$(000) | Additional paid-in capital US\$(000) | Legal reserve US\$(000) | Other reserves US\$(000) | Share of other comprehensive income of associates and joint venture accounted for using equity method US\$(000) | Cash flow hedges US\$(000) | Retained earnings US\$(000) | Sub total US\$(000) | Non-controlling interest US\$(000) | Total US\$(000) |
| As of January 1, 2021 | 253,715,190 | 750,497 | 791 | 218,450 | 163,194 | 269 | (7,668) | (1,858) | 1,503,785 | 2,627,460 | 172,397 | 2,799,857 |
| Gain of the period | - | - | - | - | - | - | - | - | 16,370 | 16,370 | 1,747 | 18,117 |
| Other comprehensive income | - | - | - | - | - | - | (4,623) | 497 | - | (4,126) | (3,090) | (7,216) |
| Total other comprehensive income (loss) | - | - | - | - | - | - | (4,623) | 497 | 16,370 | 12,244 | (1,343) | 10,901 |
| Dividends declared and paid, note 11(c) | - | - | - | - | - | - | - | - | - | - | (1,400) | (1,400) |
| Transfer and other equity changes | - | - | - | - | - | - | - | - | 368 | 368 | - | 368 |
| As of March 31, 2021 | 253,715,190 | 750,497 | 791 | 218,450 | 163,194 | 269 | (12,291) | (1,361) | 1,520,523 | 2,640,072 | 169,654 | 2,809,726 |
| As of January 1, 2022 | 253,715,190 | 750,497 | 791 | 218,450 | 163,270 | 269 | (4,023) | (454) | 1,239,526 | 2,368,326 | 170,205 | 2,538,531 |
| Gain of the period | - | - | - | - | - | - | - | - | 636,152 | 636,152 | 10,143 | 646,295 |
| Other comprehensive income | - | - | - | - | - | - | (4,643) | 454 | - | (4,189) | (3,246) | (7,435) |
| Total other comprehensive income (loss) | - | - | - | - | - | - | (4,643) | 454 | 636,152 | 631,963 | 6,897 | 638,860 |
| Dividends declared and not paid, note 11(c) | - | - | - | - | - | - | - | - | (18,542) | (18,542) | (1,105) | (19,647) |
| Dividends declared and paid, note 11(c) | - | - | - | - | - | - | - | - | - | - | (1,075) | (1,075) |
| Effect of changes in share in subsidiary, note 1(e) | - | - | - | - | - | - | - | - | 18,240 | 18,240 | (18,240) | - |
| Transfer and other equity changes | - | - | - | - | - | - | - | - | (168) | (168) | - | (168) |
| As of March 31, 2022 | 253,715,190 | 750,497 | 791 | 218,450 | 163,270 | 269 | (8,666) | - | 1,875,208 | 2,999,819 | 156,682 | 3,156,501 |

Compañía de Minas Buenaventura S.A.A. and Subsidiaries
Interim condensed consolidated statements of cash flows (unaudited)

For the three-month periods ended March 31, 2022 and 2021

| | Notes | 2022 US\$(000) | 2021 US\$(000) |
|---|-------|-------------------|-------------------|
| Cash flows from (used in) operating activities | | | |
| Proceeds from sales of goods and services | | 235,299 | 209,521 |
| Recovery from value added tax | | 8,027 | 6,434 |
| Royalty received | 15(a) | 5,643 | 4,710 |
| Interest received | | 263 | 35 |
| Dividends received from associates | 15(a) | - | 3,551 |
| Dividends received from investments | | - | 1,450 |
| Payments to suppliers and third parties, and others net | | (188,893) | (152,342) |
| Payments to employees | | (33,579) | (33,156) |
| Interest paid | | (20,052) | (3,814) |
| Income tax and royalties paid to the Peruvian State | | (57,497) | (4,884) |
| Payment of royalties | | (2,934) | (776) |
| Payments for tax litigation | | - | (7,462) |
| Net cash flows from (used in) operating activities | | <u>(53,723)</u> | <u>23,267</u> |
| Cash flows from (used in) investing activities | | | |
| Gain from sale of investments | 1(e) | 300,000 | 30 |
| Income from purchase of shares in La Zanja | 1(e) | 45,000 | - |
| Proceeds from sales of property, plant and equipment | 4(e) | 42 | 4,382 |
| Acquisitions of property, plant and equipment | 7(a) | (19,863) | (12,960) |
| Payments for acquisitions of other assets | | (94) | (96) |
| Net cash flows from (used in) investing activities | | <u>325,085</u> | <u>(8,644)</u> |
| Cash flows from (used in) financing activities | | | |
| Increase of restricted time deposits | | 29,117 | - |
| Payments of financial obligations | 9(e) | (280,396) | (5,396) |
| Payments of bank loans | 8 | (50,000) | (10,397) |
| Short-term and low value lease payments | | (7,594) | (6,484) |
| Dividends paid to non-controlling interest | 11(c) | (1,075) | (1,400) |
| Payments of obligations for leases | 9(e) | (1,010) | (1,017) |
| Increase (decrease) of restricted bank accounts | 4(a) | 7 | (5) |
| Net cash flows used in financing activities | | <u>(310,951)</u> | <u>(24,699)</u> |
| Decrease in cash and cash equivalents during the period, net | | (39,589) | (10,076) |
| Cash and cash equivalents at beginning of period | 3 | <u>376,999</u> | <u>235,449</u> |
| Cash and cash equivalents at period-end | 3 | <u>337,410</u> | <u>225,373</u> |
| Financing and investing activities not affecting cash flows: | | | |
| Changes in estimates of mine closures plans | | 5,476 | 35 |

Compañía de Minas Buenaventura S.A.A. and Subsidiaries

Notes to the interim condensed consolidated financial statements (unaudited)

As of March 31, 2022 and 2021

1. Identification and business activity

(a) Identification -

Compañía de Minas Buenaventura S.A.A. (hereafter “Buenaventura”, or “the Company”) is a publicly traded corporation incorporated in 1953 in Lima city. The Company stocks are traded on the Lima and New York Stock Exchanges through American Depositary Receipts (ADRs), which represent the Company’s shares deposited in the Bank of New York. The Company’s legal domicile is at Las Begonias Street N°415, San Isidro, Lima, Peru. The Company is the ultimate controlling party.

(b) Business activity -

The Company and its subsidiaries (hereinafter “the Group”), directly or associated with third parties, are principally engaged in the exploration, mining, concentration, smelting and marketing of polymetallic ores and metals.

As of March 31, 2022, the Group operates directly four operating mining units (Uchucchacua, Orcopampa, Julcani and Tambomayo), two discontinued mining units (Poracota and Shila-Paula) and one mining unit under development stage (San Gabriel). In addition, the Group has a controlling interest in Sociedad Minera El Brocal S.A.A. (hereinafter “El Brocal”), which operates the Colquijirca mining unit; Minera La Zanja S.R.L. (hereinafter “La Zanja”), which operates La Zanja mining unit; El Molle Verde S.A.C. (hereinafter “Molle Verde”) which operates Trapiche, a mining unit at the development stage; and other entities dedicated to energy generation and transmission services and other activities. All these activities are carried out in Peru. In addition, the Group has a non-significant subsidiary in Mexico related to exploration activities.

The legal domicile of the subsidiaries and associates is the same as that of the Company, except for:

- Contacto Corredores de Seguros S.A. whose legal domicile is located at Avenida Del Pinar 180 Offices 902 – 903 Urb. Chacarilla, Surco, Lima, Peru.
- Sociedad Minera Cerro Verde S.A.A. whose legal domicile is located at Calle Jacinto Ibáñez 315, Urb. Parque Industrial, Cercado de Arequipa, Arequipa
- Tinka Resources Ltd. whose legal domicile is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7 Canada.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Temporary suspension of production at the Uchucchacua mining unit -

The Uchucchacua mining unit has presented operational problems that were aggravated by the COVID-19 pandemic (delays in the preparation and exploration of the mine), which forced the Company to reduce the production estimates announced for the years 2020 and 2021. For this reason, Buenaventura has requested on October 15, 2021 to the Ministry of Energy and Mines, the temporary suspension of activities at its Uchucchacua mine, specifically those related to mining exploitation and benefit.

The Company's Management has estimated that the temporary suspension at the Uchucchacua mining unit will not significantly affect the cash flows originally estimated for the years 2021 and 2022 and, on the contrary, it will allow all the efforts of the operations team to be focused on implementing measures aimed at achieving efficiencies and reducing the cost of operations by the time it is decided to restart. The Company's Management evaluated and concluded that there is no impairment of the assets of the Uchucchacua mining unit as a result of the analysis of the recoverable amount based on its value in use, this because the stoppage has not significantly affected the value in use.

During the temporary suspension of production, measures will be implemented that will aim to achieve greater operational efficiency, focused on the new strategy for the period 2021 - 2023 focused on exploration activities, re-engineering or redesign of the mine, and on the development of the Yumpag project. Additionally, during the period of temporary suspension of production, the Company will focus on improving the relationship with local communities and will continue with the work related to environmental commitments, such as monitoring, water treatment, waste collection, progressive mine closure, among others.

As a result, our industrial activities in the subsidiary Procesadora Industrial Río Seco S.A. (which receives raw materials from Uchucchacua mining unit) are suspended until the restart of Uchucchacua operations.

(c) Approval of interim condensed consolidated financial statements -

The interim condensed consolidated financial statements as of March 31, 2022 were approved and authorized for issue by the Board of Directors on April 28, 2022 and subsequent events have been considered through that date.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

- (d) The interim condensed consolidated financial statements include the financial statements of the following companies:

| | Country of incorporation and business | Ownership as of | | | |
|---|---|-----------------|---------------|-------------------|---------------|
| | | March 31, 2022 | | December 31, 2021 | |
| | | Direct % | Indirect % | Direct % | Indirect % |
| Mining activities: | | | | | |
| Compañía de Minas Buenaventura S.A.A. (*) | Peru | 100.00 | - | 100.00 | - |
| Compañía Minera Condesa S.A. | Peru | 100.00 | - | 100.00 | - |
| Compañía Minera Colquirrumi S.A. | Peru | 100.00 | - | 100.00 | - |
| Sociedad Minera El Brocal S.A.A. (**) | Peru | 3.19 | 58.24 | 3.19 | 58.24 |
| Inversiones Colquijirca S.A. (**) | Peru | 89.76 | 10.24 | 89.76 | 10.24 |
| S.M.R.L. Chaupiloma Dos de Cajamarca | Peru | 20.00 | 40.00 | 20.00 | 40.00 |
| Minera La Zanja S.R.L. | Peru | 100.00 | - | 53.06 | - |
| Minera Julcani S.A. de C.V. | Mexico | 99.80 | 0.20 | 99.80 | 0.20 |
| El Molle Verde S.A.C. | Peru | 99.98 | 0.02 | 99.98 | 0.02 |
| Apu Coropuna S.R.L. | Peru | 70.00 | - | 70.00 | - |
| Cerro Hablador S.A.C. | Peru | 99.00 | 1.00 | 99.00 | 1.00 |
| Minera Azola S.A.C. | Peru | 99.00 | 1.00 | 99.00 | 1.00 |
| Energy generation and transmission services: | | | | | |
| Consorcio Energético de Huancavelica S.A. | Peru | 100.00 | - | 100.00 | - |
| Empresa de Generación Huanza S.A. | Peru | - | 100.00 | - | 100.00 |
| Insurance brokerage: | | | | | |
| Contacto Corredores de Seguros S.A. | Peru | 100.00 | - | 100.00 | - |
| Industrial activities: | | | | | |
| Procesadora Industrial Río Seco S.A. | Peru | 100.00 | - | 100.00 | - |

(*) Includes four operating mining units in Peru (Uchucchacua, Orcopampa, Julcani and Tambomayo), two discontinued mining units (Poracota and Shila-Paula), and one mining unit under development stage (San Gabriel).

(**) As of March 31, 2022 and December 31, 2021, the participation of the Company in the voting rights of El Brocal is 61.43 percent. Inversiones Colquijirca S.A. (hereafter "Colquijirca"), a Group's subsidiary (100.00 percent as of March 31, 2022 and as of December 31, 2021), has an interest in El Brocal's capital stock, through which the Company holds an indirect participation in El Brocal of 58.24 percent as of March 31, 2022 and December 31, 2021.

- (e) **Discontinued operations**
During December 2021, Buenaventura management classified its investment in Minera Yanacocha S.R.L (hereinafter "Yanacocha") as held for sale, the amount of which as of December 31, 2021 was a liability of US\$264,838,000.

On February 7, 2022, Buenaventura entered into definitive agreements with Newmont Corporation (hereinafter, "Newmont") to sell all of the shares it owned in Yanacocha for a consideration collected of US\$300,000,000 as of March 31, 2022, as well as contingent payments linked to the production of the Sulphides Project that Yanacocha plans to develop and future increases in mineral prices, payments that can amount to up to US\$100,000,000.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Additionally, the subsidiary Chaupiloma transferred all its mining concessions to Yanacocha, maintaining as consideration for this transfer a royalty equal to the one it currently receives from Yanacocha, as well as two additional royalties on concessions that may house future projects (see note 4(e)).

Similarly, Newmont transferred in favor of Buenaventura its shares in the subsidiary La Zanja, in exchange for a royalty on the future production of said mining unit. On the other hand, Newmont paid US\$45,000,000 to Buenaventura in order to cover part of the future costs of the La Zanja closure plan which are presented in the "Others, net caption", in interim consolidated statements of profit or loss.

For the three-month periods ended March 31, 2022 and 2021, the mining units with discontinued operations were Poracota and Shila-Paula (as of March 31, 2021, the discontinued mining units were Yanacocha, Mallay, Poracota and Shila-Paula). Information of income, expenses and results of discontinued mining units are presented below:

| | 2022 | 2021 |
|---|----------------|----------------|
| | US\$(000) | US\$(000) |
| Operating income (expenses) | | |
| Gain for sale of Yanacocha investment | 300,000 | - |
| Reversal of liability included s classified as held for sale of Yanacocha | 265,590 | - |
| Reversal of unrealized result of Yanacocha | 356 | - |
| Reversal (provision) of contingents | 344 | (1,140) |
| Administrative expenses | (84) | (122) |
| Share in the results of period of Yanacocha | - | (1,003) |
| Other, net | (13) | (69) |
| | <u>566,193</u> | <u>(2,334)</u> |
| Total operating income (expenses) | | |
| Operating profit (loss) | 566,193 | (2,334) |
| Financial costs | (30) | (7) |
| Exchange difference net | (5) | 4 |
| | <u>566,158</u> | <u>(2,337)</u> |
| Profit (loss) before income tax | | |
| Current income tax | (44,747) | - |
| Deferred income tax | (41,414) | - |
| | <u>479,997</u> | <u>(2,337)</u> |
| Profit (loss) from continuing operations | | |

During the three-month periods ending March 31, 2022 and 2021, there were no net cash flows generated by the discontinued mining units.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

2. Basis for preparation, consolidation and changes in accounting policies

2.1. Basis of preparation and presentation -

The unaudited interim condensed consolidated financial statements have been prepared and presented in accordance with IAS 34 - "Interim Financial Reporting" and using the same accounting policies applied in preparing the annual financial statements, except for the income tax expense that is recognized, according to IAS 34, for each interim period based on the best estimate of the weighted average annual income effective tax rate expected for the full financial year.

The unaudited interim condensed consolidated financial statements have been prepared on a historical cost basis, from the accounting records of the Group, except for financial the derivative financial instruments and financial assets and liabilities that have been measured at fair value through profit or loss and discontinued operations that have been valued at the lower of (i) their carrying amount and (ii) its fair value less cost to sell.

The unaudited interim condensed consolidated financial statements are stated in U.S. dollars and all values have been rounded to the nearest thousands, except when otherwise indicated.

The unaudited interim condensed consolidated financial statements provide comparative information for prior periods, however, do not include all information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's audited consolidated financial statements as of December 31, 2021.

2.2. New standards and interpretations adopted by the Group -

The accounting policies used by the Group for the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements as of December 31, 2021 and for the year then ended.

Certain standards and amendments apply from January 1, 2022; however, they do not impact the unaudited interim condensed consolidated financial statements of the Group as of March 31, 2022 and, therefore, they have not been disclosed. The Group has not early adopted any standard, interpretation or modification issued and not yet effective.

Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37 -

An onerous contract is a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it. The amendments specify that when assessing whether a contract is onerous or loss-making, an entity needs to include costs that relate directly to a contract to provide goods or services include both incremental costs and an allocation of costs directly related to contract activities. General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract. These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no onerous contract during the period.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Reference to the Conceptual Framework – Amendments to IFRS 3 –

The amendments replace a reference to a previous version of the IASB's Conceptual Framework with a reference to the current version issued in March 2018 without significantly changing its requirements. The amendments add an exception to the recognition principle of IFRS 3 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of IAS 37 or IFRIC 21, if incurred separately. The exception requires entities to apply the criteria in IAS 37 or IFRIC 21, respectively, instead of the Conceptual Framework, to determine whether a present obligation exists at the acquisition date. The amendments also add a new paragraph to IFRS 3 to clarify that contingent assets do not qualify for recognition at the acquisition date. These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no contingent assets, liabilities and contingent liabilities within the scope of these amendments arisen during the period.

Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16 –

The amendment prohibits entities from deducting from the cost of an item of property, plant and equipment, any proceeds of the sale of items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the costs of producing those items, in profit or loss. These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no sales of such items produced by property, plant and equipment made available for use on or after the beginning of the earliest period presented.

IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities –

The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no modifications of the Group's financial instruments during the period.

3. Cash and cash equivalents

This caption is made up as follow:

| | As of March 31, 2022 | As of December 31, 2021 |
|--------------------------|-------------------------------------|--|
| | US\$(000) | US\$(000) |
| Cash on hand | 158 | 155 |
| Balances with banks (i) | 168,448 | 215,699 |
| Short-term deposits (ii) | <u>168,804</u> | <u>161,145</u> |
| | <u>337,410</u> | <u>376,999</u> |

(i) Banks accounts are freely available and earn interest at floating rates based on market rates.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

- (ii) As of March 31, 2022 and December 31, 2021, time deposits were kept in prime financial institutions, which generated interest at annual market rates and have original current maturities, according to the immediate cash needs of the Group.

4. Trade and other receivables

- (a) This caption is made up as follows:

| | As of March 31, 2022 | As of December 31, 2021 |
|--|-------------------------------------|--|
| | US\$(000) | US\$(000) |
| Trade receivables | | |
| Domestic clients | 139,583 | 135,811 |
| Foreign clients | 27,690 | 31,233 |
| Related entities, note 15(b) | 406 | 4,626 |
| | <u>167,679</u> | <u>171,670</u> |
| Allowance for expected credit losses (b) | <u>(22,276)</u> | <u>(22,276)</u> |
| | <u>145,403</u> | <u>149,394</u> |
| Other receivables | | |
| Tax claims (c) | 646,418 | 601,056 |
| Value added tax credit | 37,581 | 35,228 |
| Related entities, note 15(b) | 31,384 | 2,298 |
| Other receivables to third parties | 26,559 | 28,361 |
| Advances to suppliers | 13,650 | 10,921 |
| Due from for sales of properties and concessions (e) | 9,974 | 7,481 |
| Refund applications of value added tax (d) | 8,693 | 2,488 |
| Tax deposits (f) | 8,088 | 12,711 |
| Interest receivables | 2,184 | 2,608 |
| Public Works Tax Deduction | 632 | 1,527 |
| Loans to personal | 515 | 460 |
| Loans to third parties | 376 | 350 |
| Restricted bank accounts | 353 | 359 |
| Restricted time deposits (g) | - | 29,242 |
| Other | 544 | 401 |
| | <u>786,951</u> | <u>735,491</u> |
| Allowance for expected credit losses (b) | <u>(6,477)</u> | <u>(8,621)</u> |
| | <u>780,474</u> | <u>726,870</u> |
| Total trade and other receivables | <u>925,877</u> | <u>876,264</u> |
| Classification by maturity: | | |
| Current portion | 247,704 | 240,432 |
| Non-current portion | <u>678,173</u> | <u>635,832</u> |
| Total trade and other receivables | <u>925,877</u> | <u>876,264</u> |
| Classification by nature: | | |
| Financial receivables | 878,971 | 837,021 |
| Non-financial receivables | <u>46,906</u> | <u>39,243</u> |
| Total trade and other receivables | <u>925,877</u> | <u>876,264</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Classification by measurement:

| | | |
|---|-----------------------|-----------------------|
| Trade receivables (not subject to provisional prices) | (9,513) | 15,417 |
| Trade receivables (subject to provisional prices) | 154,917 | 133,977 |
| Other accounts receivables | <u>780,473</u> | <u>726,870</u> |
| Total trade and other receivables | <u>925,877</u> | <u>876,264</u> |

- (b) In the opinion of the Group's Management, the balance of the allowance for expected credit losses is sufficient to cover adequately the risks of failure to date of the interim condensed consolidated statement of financial position.
- (c) Corresponds to seizures and forced payments of tax debts that are in litigation and that, in the opinion of Management and its legal advisors, a favorable result should be obtained in the judicial and administrative processes that have been initiated, see note 7(c) of the audited annual consolidated financial statements:

| | Disbursement Date | 2022 US\$(000) | 2021 US\$(000) |
|--|------------------------------|---------------------------|---------------------------|
| Buenaventura - | | | |
| Payment of tax debt in relation to fiscal year 2007 - 2008. | July - 2021 | 428,749 | 398,548 |
| Payment of tax debt in relation to fiscal year 2010. | July - 2021 | 96,533 | 89,733 |
| Payment of tax debt in relation to fiscal year 2009. | July - 2021 | 52,341 | 48,654 |
| SUNAT seizure for payment on account from January to December 2009; January and February 2010. | December 2019 | 32,547 | 30,255 |
| Forced payment of part of the tax liability debt for fiscal year 2007. | November and December 2020 | 19,503 | 18,130 |
| SUNAT seizure for payment on account on Income Tax 2007-2008 | January 2021 | 5,188 | 4,823 |
| Payment of the tax liability debt imputed by SUNAT in the IGV inspection process January-December 2014 to benefit from the gradual nature of the fine. | November 2020 | 1,284 | 1,193 |
| Inmisor's tax liability debt (absorbed by Buenaventura), by the inspection process for the years 1996-1997 and claimed in court. | May 2017 | 811 | 754 |
| Claim payment to OSINERGMIN for the year 2014. | August 2021 | 631 | 587 |
| Forced payment of part of the tax debt for fiscal year 2010. | December 2020 | <u>471</u> | <u>452</u> |
| | | 638,058 | 593,129 |
| El Brocal - | | | |
| Payment under protest of the tax liability for fiscal year 2011. | June 2014 | 2,255 | 2,113 |
| Forced payment of part of the tax debt for fiscal year 2014. | January 2021 | 1,318 | 1,225 |
| Payment of the fine for the benefit of reducing the fine for fiscal year 2015. | January 2020 | <u>270</u> | <u>251</u> |
| | | <u>3,843</u> | <u>3,589</u> |
| Rio Seco - | | | |
| Forced payment of part of the VAT tax liability for 2012. | July to September 2019 | <u>3,251</u> | <u>3,162</u> |
| La Zanja - | | | |
| Forced payment of part of the tax debt for fiscal year 2013 - 2015. | April 2021 | <u>918</u> | <u>853</u> |
| Chaupiloma - | | | |
| SUNAT seizure for income tax for fiscal year 2011 | September - 2021 | <u>348</u> | <u>323</u> |
| | | <u>646,418</u> | <u>601,056</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

- (d) Corresponds mainly to current period refunds applications that are pending as of March 31, 2022.
- (e) As of March 31, 2022 and December 31, 2021 corresponds mainly to the balance pending collection from the sale of the Mallay mining unit. As of March 31, 2022, the balance also includes the account receivable related to the sale of mining concessions from the subsidiary Chaupiloma to Yanacocha for US\$2,493,000 (note 1(e)).
- (f) Corresponds to deposits held in the Peruvian State bank, which only can be used to offset that the Group have the Tax Authorities.
- (g) As of December 31, 2021, it corresponds to a restricted time deposit held by Minera La Zanja S.R.L. in favor of Ministry of Energy and Mines signed on January 15, 2021 to secure current mine closure plans of its mining units and exploration projects that expired on January 12, 2022

5. Inventories

- (a) This caption is made up as follows:

| | As of March 31, 2022 | As of December 31, 2021 |
|--|-------------------------------------|--|
| | US\$(000) | US\$(000) |
| Finished goods | 381 | 1,396 |
| Products in process | 50,223 | 41,619 |
| Spare parts and supplies | 90,504 | 86,825 |
| | <u>141,108</u> | <u>129,840</u> |
| Provision for impairment of value of inventory (b) | <u>(30,427)</u> | <u>(30,774)</u> |
| | <u>110,681</u> | <u>99,066</u> |
| Classification by use: | | |
| Current portion | 98,172 | 86,264 |
| Non-current portion | 12,509 | 12,802 |
| | <u>110,681</u> | <u>99,066</u> |

- (b) In the opinion of Group's Management, the provision for impairment of value of inventories adequately covers this risk as of the date of the interim condensed consolidated statements of financial position. The provision for impairment of value of inventory had the following movement

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

In the opinion of Group's Management, the provision for impairment of value of inventories adequately covers this risk as of the date of the interim condensed consolidated statements of financial position. The provision for impairment of value of inventory had the following movement:

| | 2022 US\$(000) | 2021 US\$(000) |
|---|--------------------------|--------------------------|
| As of January 1, | 30,774 | 31,117 |
| <i>Continuing operations:</i> | | |
| Finished and in progress goods, note 14 | | |
| Provision for impairment | 5,536 | 7,924 |
| Reversal for impairment | <u>(5,883)</u> | <u>(10,236)</u> |
| | <u>(347)</u> | <u>(2,312)</u> |
| As of March 31, | <u>30,427</u> | <u>28,805</u> |

6. Investments in associates and joint venture

(a) This caption is made up as follows:

| | <u>Share in equity</u> | | As of March 31, | As of December 31, |
|------------------------------------|------------------------|-------------|----------------------------------|-------------------------------------|
| | 2022 | 2021 | 2022 | 2021 |
| | % | % | US\$(000) | US\$(000) |
| Investments in associates | | | | |
| Sociedad Minera Cerro Verde S.A.A. | 19.58 | 19.58 | 1,350,381 | 1,305,377 |
| Compañía Minera Coimolache S.A. | 40.10 | 40.10 | 102,707 | 101,683 |
| Tinka Resources Ltd. | 19.30 | 19.30 | <u>11,405</u> | <u>11,573</u> |
| | | | 1,464,493 | 1,418,633 |
| Joint venture | | | 2,512 | 2,497 |
| Other minor investments | | | <u>1,165</u> | <u>1,165</u> |
| | | | <u>1,468,170</u> | <u>1,422,295</u> |

(b) The table below presents the net share in profit (loss) of associates and joint venture:

| | 2022 US\$(000) | 2021 US\$(000) |
|------------------------------------|--------------------------|--------------------------|
| Associates | | |
| Sociedad Minera Cerro Verde S.A.A. | 74,381 | 54,086 |
| Compañía Minera Coimolache S.A. | 1,024 | 4,471 |
| Tinka Resources Ltd. | <u>-</u> | <u>(493)</u> |
| | 75,405 | 58,064 |
| Joint venture | <u>15</u> | <u>160</u> |
| | <u>75,420</u> | <u>58,224</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

(c) Changes in this caption are as follows:

| | 2022 US\$(000) | 2021 US\$(000) |
|--|--------------------------|--------------------------|
| As of January 1, | 1,422,295 | 1,488,775 |
| Net share in profit (loss) of associates and joint venture (b) | 75,420 | 58,224 |
| Dividends not collected, note 15(a) | (29,377) | - |
| Reclassification of associate held for sale, note 1(e) | - | (1,003) |
| Dividends collected, note 15(a) | - | (3,551) |
| Equity reduction in other investments | - | (580) |
| Unrealized results on investments | - | (152) |
| Translation adjustments and other minor | (168) | 246 |
| As of March 31, | <u>1,468,170</u> | <u>1,541,959</u> |

7. Property, plant, equipment and development costs

(a) This caption is made up as follow:

| | Cost US\$(000) | Accumulated depreciation / amortization US\$(000) | Provision for impairment of long-lived assets US\$(000) | Net cost US\$(000) |
|------------------------------|--------------------------|---|---|------------------------------|
| As of January 1, 2022 | 3,851,044 | (2,286,755) | (26,419) | 1,537,870 |
| Additions | 25,339 | (53,756) | - | (28,417) |
| Disposals | (50) | 50 | - | - |
| Sales | (151) | 151 | - | - |
| As of March 31, 2022 | <u>3,876,182</u> | <u>(2,340,310)</u> | <u>(26,419)</u> | <u>1,509,453</u> |
| As of January 1, 2021 | 3,771,978 | (2,095,342) | (26,275) | 1,650,361 |
| Additions | 12,960 | (41,668) | - | (28,708) |
| Disposals and sales | (500) | 460 | - | (40) |
| As of March 31, 2021 | <u>3,784,438</u> | <u>(2,136,550)</u> | <u>(26,275)</u> | <u>1,621,613</u> |

(b) The net right of use assets maintained by the Group correspond to the following

| | As of March 31, 2022 US\$(000) | As of December 31, 2021 US\$(000) |
|-------------------------|--|---|
| Buildings | 1,790 | 2,501 |
| Transportation units | 2,060 | 2,088 |
| Machinery and equipment | 540 | 749 |
| | <u>4,390</u> | <u>5,338</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

(c) Bellow is distribution of the depreciation expenses of the period:

| | As of March 31, 2022 US\$(000) | As of March 31, 2021 US\$(000) |
|------------------------------------|---|---|
| Cost of sales | 47,791 | 38,276 |
| Unabsorbed cost | 2,743 | - |
| Inventories | 2,161 | 2,349 |
| Administrative expenses | 774 | 764 |
| Fixed assets | 248 | 235 |
| Exploration in non-operating areas | 25 | 28 |
| Discontinued operations | 3 | 4 |
| Other, net | 11 | 12 |
| | <u>53,756</u> | <u>41,668</u> |

8. Bank loans

This caption is made up as follows:

| | 2022 US\$(000) | 2021 US\$(000) |
|-------------------------|---------------------------|---------------------------|
| As of January 1, | 50,000 | 65,793 |
| Disbursements | <u>(50,000)</u> | <u>(10,397)</u> |
| As of March 31, | <u>-</u> | <u>55,396</u> |

As of December 31, 2021, corresponded a loan with an interest at market annual rates of 1.65%, which were fully paid as of March 17, 2022.

9. Financial obligations

(a) This caption is made up as follow:

| | As of March 31, 2022 US\$(000) | As of December 31, 2021 US\$(000) |
|--|---|--|
| Compañía de Minas Buenaventura S.A.A. | | |
| Bonds - | | |
| Senior Notes at 5.50% due 2026 | 550,000 | 550,000 |
| Debt issuance costs | <u>(9,483)</u> | <u>(9,983)</u> |
| | 540,517 | 540,017 |
| Financial obligations (b) - | | |
| BBVA Banco Continental | - | 61,667 |
| Banco de Crédito del Perú | - | 66,667 |
| CorpBanca New York Branch | - | 61,666 |
| Banco Internacional del Perú | - | 30,000 |
| ICBC Perú Bank | - | 40,000 |
| Banco de Sabadell, Miami Branch | <u>-</u> | <u>15,000</u> |
| | - | 275,000 |
| Debt issuance costs | <u>-</u> | <u>6,284</u> |
| | - | 281,284 |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

| | | |
|---|----------------|------------------|
| Sociedad Minera El Brocal S.A.A. (c) | | |
| Banco de Crédito del Perú – Financiaci3n obligaci3n | 113,326 | 118,722 |
| Debt issuance costs | <u>(497)</u> | <u>(611)</u> |
| | 112,829 | 118,111 |
| Empresa de Generaci3n Huanza S.A. | | |
| Banco de Crédito del Perú – Finance lease | 113,096 | 113,096 |
| Debt issuance costs | <u>(70)</u> | <u>(312)</u> |
| | 113,026 | 112,784 |
| Lease liabilities | <u>4,801</u> | <u>5,779</u> |
| Total financial obligations | <u>771,173</u> | <u>1,057,975</u> |
| Classification by maturity: | | |
| Current portion | 138,013 | 179,417 |
| Non-current portion | <u>633,160</u> | <u>878,558</u> |
| Total financial obligations | <u>771,173</u> | <u>1,057,975</u> |

- (b) On January 3, 2022, the Company made a US\$100 million prepayment of the syndicated loan and the remaining balance of US\$175 million was totally paid on March 2, 2022.

Additionally, the hedging derivative financial instruments acquired have been liquidated to reduce exposure to the risk of variation in the interest rate related to the syndicated loan, see note 16(c).

- (c) The compliance with the financial ratios is monitored by El Brocal' s management. According to the lease contract mentioned above, El Brocal is required to maintain the following financial ratios as defined in the agreement:

- (i) Debt service coverage ratio: Higher than 1.3.
- (ii) Leverage Ratio: Less than 1.0 times.
- (iii) Indebtedness ratio: Less than 2.25 times.

The financial obligation is collateralized by a security agreement in respect of assets; certain contractual rights, flows and account balances, a real estate mortgage; and a mortgage on certain mining concessions.

As of March 31, 2022 and December 31, 2021, El Brocal complies with the coverage and indebtedness ratios.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

(e) Below is the movement of the caption for the three-month periods ended March 31, 2022 and 2021:

| | 2022 US\$(000) | 2021 US\$(000) |
|---|-------------------|-------------------|
| Beginning balance as of January 1, | 1,057,975 | 531,653 |
| <i>Bonds -</i> | | |
| Debt issuance costs | 500 | - |
| <i>Financial obligations -</i> | | |
| Payments | (280,396) | (5,396) |
| Reduction of debt restructuring costs by prepayment | (8,855) | - |
| Amortization of debt issuance costs in results | 2,741 | 282 |
| Effect of amortized cost | 186 | 250 |
| <i>Lease obligations -</i> | | |
| Additions | - | 21 |
| Accretion expense | 32 | 47 |
| Payments | (1,010) | (1,017) |
| Final balance as of March 31 | <u>771,173</u> | <u>525,840</u> |

10. Commitments and contingencies

Included in note 31 of annual consolidated financial statements is a disclosure of the material contingencies outstanding as of December 31, 2021. As of March 2022, there was not significant changes in contingent liabilities or contingent assets since the last annual reporting date.

11. Equity

(a) Capital stock -

The Group's share capital is stated in soles and consisted of common shares with voting rights, with a nominal amount of S/10.00 per share. The table below presents the composition of the capital stock as of March 31, 2022 and December 31, 2021:

| | Number of shares | Capital stock S/(000) | Capital stock US\$(000) |
|-----------------|---------------------|-----------------------------|-------------------------------|
| Common shares | 274,889,924 | 2,748,899 | 813,162 |
| Treasury shares | (21,174,734) | (211,747) | (62,665) |
| | <u>253,715,190</u> | <u>2,537,152</u> | <u>750,497</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

(b) Investment shares -

Investment shares have a nominal value of S/10.00 per share. Holders of investment shares are neither entitled to exercise voting rights nor to participate in shareholders' meetings; however, they confer upon the holders thereof the right to participate in the dividend's distribution. The table below presents the composition of the investment shares as of March 31, 2022 and December 31, 2021:

| | Number of shares | Investment shares S/(000) | Investment shares US\$(000) |
|----------------------------|---------------------|---------------------------------|-----------------------------------|
| Investment shares | 744,640 | 7,447 | 2,161 |
| Treasury investment shares | <u>(472,963)</u> | <u>(4,730)</u> | <u>(1,370)</u> |
| | <u>271,677</u> | <u>2,717</u> | <u>791</u> |

(c) Dividends

By means of Mandatory Annual Shareholders' Meeting held on March 31, 2022, a distribution of dividends was approved for US\$0.73 per share, equivalent to US\$20,067,000 (US\$18,542,000 net of treasury shares). During the three period ended as of March 31, 2021 no distribution of dividends was made

Dividends declared corresponding to non-controlling interest were US\$2,180,000 and US\$ US\$1,400,000 for the three periods ended March 31, 2022 and 2021, respectively.

(d) Basic and diluted profit per share

Profit (loss) per share is calculated by dividing net profit (loss) for the three-month periods as of March 31, 2022 and 2021 by the weighted average number of shares outstanding during that period. The calculation of profit (loss) per share is presented below:

| | 2022 | 2021 |
|--|--------------------|--------------------|
| Gain for the period (numerator) - US\$ | 636,152,000 | 16,370,000 |
| Total common and investment shares (denominator) | <u>253,986,867</u> | <u>253,986,867</u> |
| Gain net per basic share and diluted - US\$ | <u>2.50</u> | <u>0.06</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

12. Subsidiaries with material non-controlling interest

(a) Financial information of the main subsidiaries that have material non-controlling interest are provided below:

| | Country of incorporation and operation | As of March 31, 2022 % | As of December 31, 2021 % |
|--|--|---|--|
| Equity interest held by non-controlling interests: | | | |
| Sociedad Minera El Brocal S.A.A. | Peru | 38.57 | 38.57 |
| S.M.R.L. Chaupiloma Dos de Cajamarca | Peru | 40.00 | 40.00 |
| Apu Coropuna S.R.L. | Peru | 30.00 | 30.00 |
| Minera La Zanja S.R.L. | Peru | - | 46.94 |
| | | As of March 31, 2022 US\$(000) | As of December 31, 2021 US\$(000) |
| Accumulated balances of material non-controlling interest: | | | |
| Sociedad Minera El Brocal S.A.A. | | 156,579 | 148,792 |
| S.M.R.L. Chaupiloma Dos de Cajamarca | | 209 | 1,284 |
| Apu Coropuna S.R.L. | | 74 | 65 |
| Minera La Zanja S.R.L. | | - | 20,064 |
| | | <u>156,862</u> | <u>170,205</u> |
| | | As of March 31, 2022 US\$(000) | As of March 31, 2021 US\$(000) |
| Profit (loss) allocated to material non-controlling interest: | | | |
| Sociedad Minera El Brocal S.A.A. | | 9,545 | 5,091 |
| S.M.R.L. Chaupiloma Dos de Cajamarca | | 1,105 | 1,076 |
| Apu Coropuna S.R.L. | | 9 | (5) |
| Minera La Zanja S.R.L. | | (516) | (4,415) |
| | | <u>10,143</u> | <u>1,747</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

- (b) The summarized financial information of these subsidiaries, before inter-company eliminations, is presented below:

Statements of financial position as of March 31, 2022:

| | Sociedad Minera El Brocal S.A.A. | S.M.R.L. Chaupiloma Dos de Cajamarca | Apu Coropuna S.R.L. |
|--------------------------|---|---|------------------------------------|
| | US\$(000) | US\$(000) | US\$(000) |
| Current assets | 205,881 | 3,596 | 555 |
| Non-current assets | 487,454 | 348 | 430 |
| Current liabilities | (149,304) | (3,420) | - |
| Non-current liabilities | (161,362) | - | (740) |
| Equity, net | 382,669 | 524 | 245 |
| Attributable to: | | | |
| Owners of the parent | 226,503 | 315 | 171 |
| Non-controlling interest | 156,166 | 209 | 74 |
| | 382,103 | 524 | 245 |

Statements of financial position as of December 31, 2021:

| | Sociedad Minera El Brocal S.A.A. | Minera La Zanja S.R.L. | S.M.R.L. Chaupiloma Dos de Cajamarca | Apu Coropuna S.R.L. |
|--------------------------|---|-----------------------------------|---|------------------------------------|
| | US\$(000) | US\$(000) | US\$(000) | US\$(000) |
| Current assets | 190,658 | 84,953 | 4,604 | 556 |
| Non-current assets | 504,173 | 41,490 | 323 | 400 |
| Current liabilities | (158,745) | (25,381) | (1,718) | - |
| Non-current liabilities | (168,774) | (61,150) | - | (740) |
| Equity, net | 367,312 | 39,912 | 3,209 | 216 |
| Attributable to: | | | | |
| Owners of the parent | 218,520 | 19,848 | 1,925 | 151 |
| Non-controlling interest | 148,792 | 20,064 | 1,284 | 65 |
| | 367,312 | 39,912 | 3,209 | 216 |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Statements of profit or loss for the three-month periods ended as of March 31, 2022 and 2021:

| | Sociedad Minera El Brocal S.A.A. US\$(000) | Minera La Zanja S.R.L. US\$(000) | S.M.R.L. Chaupiloma Dos de Cajamarca US\$(000) | Apu Coropuna S.R.L. US\$(000) |
|---|--|--|--|---|
| 2022 - | | | | |
| Revenues | 122,088 | 12,267 | 1,381 | - |
| Gain (loss) for the period | 23,236 | (3,867) | 2,764 | 29 |
| Attributable to non-controlling interests | 9,229 | (1,824) | 1,105 | 9 |
| 2021 - | | | | |
| Revenues | 90,354 | 6,906 | 3,959 | - |
| Gain (loss) for the period | 12,817 | (9,405) | 2,692 | (18) |
| Attributable to non-controlling interests | 5,091 | (4,415) | 1,076 | (5) |

Statements of cash flow for the three-month periods ended as of March 31, 2022 and 2021:

| | Sociedad Minera El Brocal S.A.A. US\$(000) | Minera La Zanja S.R.L. US\$(000) | S.M.R.L. Chaupiloma Dos de Cajamarca US\$(000) | Apu Coropuna S.R.L. US\$(000) |
|----------------------|--|--|--|---|
| 2022 - | | | | |
| Operating activities | 16,534 | (8,879) | 769 | (3) |
| Investing activities | (8,101) | (34) | - | - |
| Financing activities | (5,600) | 29,117 | - | - |
| | <u>2,833</u> | <u>20,204</u> | <u>769</u> | <u>(3)</u> |
| 2021 - | | | | |
| Operating activities | 24,858 | (10,680) | (784) | (3) |
| Investing activities | (4,525) | (39) | - | - |
| Financing activities | (10,793) | - | - | - |
| | <u>9,540</u> | <u>(10,719)</u> | <u>(784)</u> | <u>(3)</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

13. Sales of goods

The table below presents the detail of sales of goods to customers:

| | 2022 US\$(000) | 2021 US\$(000) |
|--|-------------------|-------------------|
| Sales by metal - | | |
| Copper | 96,609 | 67,910 |
| Gold | 76,150 | 45,200 |
| Silver | 45,504 | 85,692 |
| Zinc | 41,786 | 34,793 |
| Lead | 10,845 | 10,229 |
| Manganese sulfate | 360 | 857 |
| Antimony | 17 | - |
| | <u>271,271</u> | <u>244,681</u> |
| Commercial deduction | (50,883) | (43,058) |
| | 220,388 | 201,623 |
| Adjustments to prior period liquidations | 6,116 | (1,430) |
| Fair value of accounts receivables | 5,408 | (12,051) |
| Hedge operations, note 16(a) | (4,057) | (9,625) |
| | <u>(4,057)</u> | <u>(9,625)</u> |
| Sale of goods | <u>227,855</u> | <u>178,517</u> |

For the three-month period ended March 31, 2022, the three customers with sales of more than 10 percent of total sales represented 75 percent from the total sales of the Group (four customers by 81 percent during the three-month period ended March 31, 2021).

14. Cost of sales of goods and services, without considering depreciation and amortization

The cost of sales of goods is made up as follows:

| | 2022 US\$(000) | 2021 US\$(000) |
|--|-------------------|-------------------|
| Beginning balance of finished goods and products in process, net of depreciation and amortization | <u>29,983</u> | <u>31,797</u> |
| Cost of production | | |
| Services provided by third parties | 41,357 | 46,478 |
| Consumption of materials and supplies | 23,080 | 21,620 |
| Direct labor | 20,470 | 21,765 |
| Short-term and low-value lease | 6,183 | 6,057 |
| Electricity and water | 4,137 | 4,099 |
| Insurance | 4,036 | 3,979 |
| Maintenance and repair | 3,607 | 4,232 |
| Transport | 2,808 | 3,923 |
| Other | 2,583 | 4,194 |
| Reversal for impairment of finished goods and product in progress, note 5(b) | (347) | (2,312) |
| Total cost of production of the period | <u>107,914</u> | <u>114,035</u> |
| Final balance of products in process and finished goods, net of depreciation and amortization | <u>(30,479)</u> | <u>(31,724)</u> |
| Cost of sales of goods, without considering depreciation and amortization | <u>107,418</u> | <u>114,108</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

15. Related entities transactions

(a) Main transactions made by the Group with its related parties:

| | 2022 US\$(000) | 2021 US\$(000) |
|---|--------------------------|--------------------------|
| Associates - | | |
| Dividends received and collected from: | | |
| Compañía Minera Coimolache S.A. | - | 3,551 |
| Dividends received and pending to collect: | | |
| Sociedad Minera Cerro Verde S.A.A. | 29,377 | - |
| Revenue from: | | |
| Royalties | 1,381 | 3,959 |
| Energy | 913 | 912 |
| Supplies | 52 | 102 |
| Services rendered to: | | |
| Services of energy transmission | 213 | 96 |
| Administrative and Management services | 200 | 187 |
| Operation and maintenance services related to energy transmission | 84 | 68 |
| Purchases from: | | |
| Supplies | 16 | 17 |
| Joint Venture - | | |
| Interest income: | | |
| Transportadora Callao S.A. | 23 | 22 |
| Non-controlling shareholders - | | |
| Dividends paid to: | | |
| Newmont Peru Limited - Sucursal del Perú | 1,075 | 1,400 |
| Dividends pending to paid to: | | |
| Newmont Peru Limited - Sucursal del Perú | 1,105 | - |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

- (b) As a result of the transactions indicated and other minors, the Group had the following accounts receivable and payable from/to related parties:

| | 2022 US\$(000) | 2021 US\$(000) |
|---|-------------------|-------------------|
| Trade receivables, note 4(a) | | |
| <i>Trade receivables from associates -</i> | | |
| Compañía Minera Coimolache S.A. | 406 | 312 |
| Minera Yanacocha S.R.L. | - | 4,314 |
| | <u>406</u> | <u>4,626</u> |
| Other receivables, note 4(a) | | |
| <i>Other receivables from associates -</i> | | |
| Sociedad Minera Cerro Verde S.A.A. | 29,377 | - |
| Compañía Minera Coimolache S.A. | 129 | 443 |
| | <u>29,506</u> | <u>443</u> |
| <i>Other receivables from joint venture -</i> | | |
| Transportadora Callao S.A. | 1,878 | 1,855 |
| | <u>31,384</u> | <u>2,298</u> |
| | <u>31,790</u> | <u>6,924</u> |
| Trade payables | | |
| Compañía Minera Coimolache S.A. | 90 | 113 |
| Other payables | | |
| Newmont Peru Limited - Sucursal del Perú | 1,105 | - |
| Other | 29 | 14 |
| | <u>1,224</u> | <u>127</u> |

The trade and other receivables from related entities corresponds mainly to disbursements made to these entities in order to finance their operating activities, which generate interest at fixed market rates.

For the three-month period ended March 31, 2022 and 2021, there is no allowance for expected credit losses related to related parties accounts.

- (c) The account receivable from Consorcio Transportadora Callao S.A. corresponds to the disbursements made between 2011 and 2013 by the subsidiary El Brocal in order to participate in the joint venture, whose objective was the construction of a fixed conveyor belt of minerals and deposits in the Port of Callao. This account receivable generates interest at an annual rate of 5.82 percent and according to the established schedule is charge in eight semi-annual installments from June 2019 to December 2022.
- (d) Key officers -
As of March 31, 2022 and 2021, loans to employees, directors and key personnel amounts to US\$1,000 and US\$3,000, respectively, are paid monthly and earn interest at market rates.

There are no loans to the Group's directors and key personnel guaranteed with Buenaventura or any of its Subsidiaries' shares.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

The Group's key executives' compensation (including the related income taxes assumed by the Group) are presented below:

| | As of March 31, 2022 US\$(000) | As of December 31, 2021 US\$(000) |
|--------------------------|---|--|
| Accounts payable: | | |
| Bonus to officers | 12,253 | 11,650 |
| Directors' remuneration | 2,143 | 1,639 |
| Salaries | 1,364 | 847 |
| Total | 15,760 | 14,136 |

| | As of March 31, 2022 US\$(000) | As of March 31, 2021 US\$(000) |
|--------------------------|---|---|
| Disbursements: | | |
| Salaries | 3,543 | 3,522 |
| Directors' compensations | 2,869 | 1,841 |
| Total | 6,412 | 5,363 |

16. Derivative financial instruments –

(a) This caption is made up as follows:

| | As of March 31, 2022 US\$(000) | As of December 31, 2021 US\$(000) |
|-------------------------|---|--|
| Copper prices hedge (b) | (17,505) | (6,332) |
| Interest rate hedge (c) | - | (644) |
| | (17,505) | (6,976) |

(b) Copper prices hedge –

The volatility of copper prices during 2021 and 2022 has caused management to enter into forward contracts. These 2021 and 2022 contracts are intended to reduce the volatility of the cash flows attributable to the fluctuations in the copper and zinc price in accordance with existing copper concentrate sales commitments, which are related to 50% of the annual production of copper and 25% of the production of two years of zinc, according to the risk strategy approved by the Board of Directors.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

As of March 31, 2022 and 2021, the effect of hedge derivative financial instruments in profit or loss was a loss of US\$4.1 million and US\$9.7 million, respectively, and it is show in the “Sales of goods” caption (see note 13). The amount payable is shown in “Trade and other payables” for US\$1.8 million as of March 31, 2022 (US\$1.2 million as of March 31, 2021). The table below presents the composition of open transactions designated as hedging derivative financial instruments as of March 31, 2022:

| Quotation period | Concentrate | Metric tons | Quotations | | Fair value US\$(000) |
|------------------|-------------|-------------|-------------------|---------------------|-------------------------|
| | | | Fixed US\$/DMT | Futures US\$/DMT | |
| April 2022 | Copper | 2,700 | 9,103 | 10,373 | (3,427) |
| April 2022 | Zinc | 1,000 | 3,634 | 4,213 | (578) |
| May 2022 | Copper | 3,050 | 9,175 | 10,375 | (3,657) |
| May 2022 | Zinc | 1,000 | 3,849 | 4,203 | (353) |
| June 2022 | Copper | 1,000 | 9,425 | 10,378 | (952) |
| June 2022 | Zinc | 1,000 | 3,747 | 4,189 | (441) |
| July 2022 | Copper | 3,000 | 9,442 | 10,379 | (2,808) |
| July 2022 | Zinc | 500 | 4,150 | 4,172 | (10) |
| September 2022 | Copper | 2,000 | 9,899 | 10,369 | (939) |
| October 2022 | Copper | 2,000 | 9,798 | 10,364 | (1,129) |
| November 2022 | Copper | 1,500 | 9,803 | 10,358 | (830) |
| December 2022 | Copper | 2,000 | 9,620 | 9,600 | (1,460) |
| January 2023 | Copper | 1,500 | 10,130 | 10,344 | (320) |
| February 2023 | Copper | 1,500 | 10,109 | 10,336 | (339) |
| March 2023 | Copper | 1,500 | 10,153 | 10,329 | (262) |
| | | 25,250 | | | (17,505) |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

The table below presents the composition of open transactions designated as hedging derivative financial instruments as of December 31, 2021:

| Quotation period | Concentrate | Metric tons | Quotations | | Fair value US\$(000) |
|------------------|-------------|-------------|-----------------------|-------------------------|-------------------------|
| | | | Fixed US\$/DMT (*) | Futures US\$/DMT (*) | |
| January 2022 | Copper | 3,250 | 9,405 | 9,748 | (1,112) |
| January 2022 | Zinc | 500 | 3,450 | 3,580 | (65) |
| February 2022 | Copper | 2,000 | 9,444 | 9,740 | (591) |
| March 2022 | Copper | 2,000 | 9,525 | 9,732 | (413) |
| April 2022 | Copper | 2,700 | 9,103 | 9,719 | (1,661) |
| May 2022 | Copper | 3,050 | 9,175 | 9,701 | (1,601) |
| June 2022 | Copper | 1,000 | 9,425 | 9,686 | (260) |
| July 2022 | Copper | 3,000 | 9,442 | 9,676 | (701) |
| October 2022 | Copper | 1,500 | 9,762 | 9,631 | 196 |
| December 2022 | Copper | 1,000 | 9,475 | 9,600 | (124) |
| | | 20,000 | | | (6,332) |

Changes in "Hedge derivative financial instruments" is included in unrealized gain on cash flow hedges in interim condensed consolidated statements of other comprehensive income. For the three-month periods ended as of March 31, 2022 and 2021, an unrealized loss of US\$11,175,000 and US\$10,724,000, respectively (US\$7,889,000 and US\$7,560,000 net of taxes, respectively) included in the caption "Net change in unrealized gain (loss) on hedge derivate financial instruments" in interim condensed consolidated statements of other comprehensive income.

(c) Interest rate hedge –

In order to mitigate the exposure to the risk of changes in the interest rate related to its financial obligations, on April 2, 2020, the Company's management decided to enter into forward contracts in relation to the LIBOR three-month with BBVA Banco Continental, Banco de Credito del Peru, Banco Internacional del Peru and Itaú, which are designated as cash flow hedges. As of March 31, 2022, as a result of the prepayment of the financial obligations of the syndicated loan, the Company settled its hedging derivative financial instruments.

For the three-month period ended as of March 31, 2022, the effect on results was a gain of US\$818,000 and is presented in the caption of "Financial costs" (US\$340,000 in the same period of 2021). For the three-month ended March 31, 2022, an unrealized gain of US\$644,000 (US\$454,000 net of taxes) and US\$704,000 (US\$497,000 net of taxes), respectively, included in the caption "Net change in unrealized gain on cash flow hedges" interim condensed consolidated statements of other comprehensive income.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

The following is the composition of the operations to be settled that are part of the liability for hedging derivative instrument as of December 31, 2021:

| Maturity | Amount US\$(000) | LIBOR three months | | Fair value US\$(000) |
|--------------|---------------------|--------------------|---------------|----------------------------|
| | | Fixed | Forwards | |
| October 2022 | 81,666 | 2.632% | 2.06% - 2.14% | (191) |
| October 2022 | 74,167 | 2.632% | 2.06% - 2.14% | (174) |
| October 2022 | 74,167 | 0.732% | 0.16% - 0.24% | (174) |
| July 2022 | 45,000 | 2.632% | 2.06% - 2.14% | (105) |
| | <u>275,000</u> | | | <u>(644)</u> |

17. Income tax

- (a) The following is the composition of the provision for income taxes shown in the consolidated statement of income for the three-month periods ended as of March 31, 2022 and 2021:

| | 2022 US\$(000) | 2021 US\$(000) |
|--|-------------------|-------------------|
| Income tax expense | | |
| Current | (20,545) | (4,396) |
| Deferred | <u>(4,785)</u> | <u>(9,665)</u> |
| | (25,330) | (14,061) |
| Mining Royalties and Special Mining Tax | | |
| Current | (1,785) | (2,331) |
| Deferred | <u>(51)</u> | <u>319</u> |
| | <u>(1,836)</u> | <u>(2,012)</u> |
| Total income tax | <u>(27,166)</u> | <u>(16,073)</u> |

- (b) For the three-month periods ended March 31, 2022 and 2021 the effective income tax rate was 4% and 47%.

The variation for the three-month period ended March 31, 2022 and 2021 due to the following: i) changes in projections of results before taxes from one period to another; and ii) projections of the projected exchange rate as of December 31, 2022 and 2021.

18. Disclosure of information on segments

Management has determined its operating segments based on reports that the Group's Chief Operating Decision Maker (CODM) uses for making decisions. The Group is organized into business units based on its products and services, activities and geographic locations. The broad categories of the Group's business units are:

- Production and sale of minerals.
- Exploration and development activities.
- Energy generation and transmission services.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

- Insurance brokerage.
- Rental of mining concessions.
- Holding of investment in shares (mainly in the associate company Minera Yanacocha S.R.L.).
- Industrial activities.

The CODM monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the Group's consolidated financial statements. In addition, the Group's financing and income taxes are managed at the corporate level and are not allocated to the operating segments.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

| | | | | | | | | | | | | | | Equity accounted investees | | | Total operating segments | Adjustments and eliminations | Total |
|--|-------------------------|-------------------------|-----------------------|----------------------|---------------------|-----------------------|---|------------------------------------|---------------------|------------------------------|---------------------------------|-----------------------|------------------|-----------------------------------|---------------------------------|----------------------|--------------------------|------------------------------|------------------|
| | Colquijirca (Operation) | Uchucchacua (Operation) | Tambomayo (Operation) | La Zanja (Operation) | Julcani (Operation) | Orcopampa (Operation) | Exploration and development mining projects | Energy generation and transmission | Insurance brokerage | Rental of mining concessions | Holding of investment in shares | Industrial activities | Corporate | Sociedad Minera Cerro Verde S.A.A | Compañía Minera Coimolache S.A. | Tinka Resources Ltd. | | | |
| | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) |
| As of March 31, 2022 | | | | | | | | | | | | | | | | | | | |
| Profit or Loss: | | | | | | | | | | | | | | | | | | | |
| Continuing operations | | | | | | | | | | | | | | | | | | | |
| Operating income | | | | | | | | | | | | | | | | | | | |
| Sales of goods | 122,088 | 70 | 41,192 | 12,267 | 15,409 | 37,429 | - | - | - | - | 11,667 | - | 1,216,596 | 40,174 | - | - | 1,496,892 | (1,269,037) | 227,855 |
| Sales of services | - | - | - | - | - | - | - | 12,843 | 2,197 | - | 107 | - | - | - | - | - | 15,147 | (11,464) | 3,683 |
| Royalty income | - | - | - | - | - | - | - | - | - | 1,381 | - | - | - | - | - | - | 1,381 | - | 1,381 |
| Total operating income | 122,088 | 70 | 41,192 | 12,267 | 15,409 | 37,429 | - | 12,843 | 2,197 | 1,381 | 107 | 11,667 | 1,216,596 | 40,174 | - | - | 1,513,420 | (1,280,501) | 232,919 |
| Cost of sales | | | | | | | | | | | | | | | | | | | |
| Cost of sales of goods, excluding depreciation and amortization | (59,598) | - | (19,110) | (11,482) | (7,688) | (14,563) | - | - | - | - | (13,440) | - | (618,130) | (25,043) | - | - | (769,054) | 661,636 | (107,418) |
| Unabsorbed cost due to production stoppage | - | (7,047) | - | - | - | - | - | - | - | - | (292) | - | - | - | - | - | (7,339) | 1,260 | (6,079) |
| Cost of sales of services, excluding depreciation and amortization | - | - | - | - | - | - | - | (4,811) | - | - | - | - | - | - | - | - | (4,811) | 4,261 | (550) |
| Depreciation and amortization | (19,804) | (2,328) | (16,016) | (1,151) | (1,268) | (2,167) | - | (2,255) | - | - | (886) | - | - | - | - | - | (56,466) | 10,745 | (45,721) |
| Exploration in operating units | (3,965) | (2,852) | (2,326) | (719) | (1,469) | (2,686) | - | - | - | - | - | - | - | - | - | (2,124) | (16,141) | 2,124 | (14,017) |
| Mining royalties | (532) | - | (363) | (115) | (135) | (3,264) | - | - | - | - | - | - | - | - | - | (375) | (4,784) | 375 | (4,409) |
| Total costs of sales | (83,899) | (12,227) | (37,815) | (13,467) | (10,560) | (22,680) | - | (7,066) | - | - | - | (14,618) | (618,130) | (38,133) | - | - | (858,595) | 680,401 | (178,194) |
| Gross (loss) profit | 38,189 | (12,157) | 3,377 | (1,200) | 4,849 | 14,749 | - | 5,777 | 2,197 | 1,381 | 107 | (2,951) | 598,466 | 2,041 | - | - | 654,825 | (600,100) | 54,725 |
| Operating expenses | | | | | | | | | | | | | | | | | | | |
| Administrative expenses | (1,950) | (32) | (4,062) | (684) | (1,509) | (3,698) | (178) | (625) | (2,782) | (49) | (144) | (219) | (2,596) | - | (905) | - | (19,433) | 939 | (18,494) |
| Selling expenses | (2,296) | (445) | (1,401) | (34) | (157) | (154) | - | (178) | - | - | - | (60) | - | - | (256) | - | (4,981) | 389 | (4,592) |
| Exploration in non-operating areas | (522) | - | - | (627) | - | - | (86) | - | - | - | - | - | (817) | - | - | - | (2,052) | 8 | (2,044) |
| Reversal (provision) of contingents | 282 | 49 | (85) | 126 | 16 | (33) | (5) | 198 | - | - | - | - | 122 | - | 94 | - | 764 | (18) | 746 |
| Other, net | (41) | (147) | (311) | 108 | (211) | (111) | 1 | (647) | - | 2,520 | (2,523) | 23 | 46,610 | - | 372 | - | 45,643 | 1,248 | 46,891 |
| Total operating expenses | (4,527) | (575) | (5,859) | (1,111) | (1,861) | (3,996) | (268) | (1,252) | (2,782) | 2,471 | (2,667) | (256) | 43,319 | - | (695) | - | 19,941 | 2,566 | 22,507 |
| Operating profit (loss) | 33,662 | (12,732) | (2,482) | (2,311) | 2,988 | 10,753 | (268) | 4,525 | (585) | 3,852 | (2,560) | (3,207) | 598,466 | 1,346 | - | - | 674,766 | (597,534) | 77,232 |
| Share in the results of associates and joint venture | 14 | - | - | - | - | - | - | 2,707 | - | - | 14,101 | - | 89,795 | - | - | - | 107,244 | (31,824) | 75,420 |
| Exchange difference | 482 | (453) | (90) | 247 | (10) | (92) | (17) | (76) | (86) | (29) | 955 | 1,548 | 44,504 | 13,255 | 3 | - | 60,141 | (12,331) | 47,810 |
| Financial income | 42 | - | - | 136 | - | - | - | 21 | - | 1 | 221 | 8 | 9,168 | - | 101 | - | 9,698 | (125) | 9,573 |
| Financial costs | (1,465) | (97) | (68) | (323) | (90) | (129) | (71) | (1,083) | (12) | (1) | (27) | (18) | (13,197) | (3,330) | (531) | - | (20,442) | 3,871 | (16,571) |
| Profit (loss) before income tax | 32,735 | (13,282) | (2,640) | (2,251) | 2,888 | 10,532 | (356) | 6,094 | (683) | 3,823 | 13,317 | (1,669) | 173,589 | 608,391 | 919 | - | 831,407 | (637,943) | 193,464 |
| Current income tax | (8,156) | - | (131) | - | (48) | (118) | - | (1,351) | - | (1,059) | 1,208 | - | (11,194) | (9,550) | (125) | - | (30,524) | 8,194 | (22,330) |
| Deferred income tax | (1,343) | - | - | (1,616) | - | - | - | 513 | 261 | - | (107) | 542 | (3,085) | (219,034) | 1,224 | - | (222,645) | 217,809 | (4,836) |
| | (9,499) | - | (131) | (1,616) | (48) | (118) | - | (838) | 261 | (1,059) | 1,101 | 542 | (14,279) | (228,584) | 1,099 | - | (253,169) | 226,003 | (27,166) |
| Profit (loss) from continuing operations | 23,236 | (13,282) | (2,771) | (3,867) | 2,840 | 10,414 | (356) | 5,256 | (422) | 2,764 | 14,418 | (1,127) | 159,310 | 379,807 | 2,018 | - | 578,238 | (411,940) | 166,298 |
| Loss from discontinued operations, net of taxes | | | | | | | | | | | | | | | | | | | 479,997 |
| Net profit | | | | | | | | | | | | | | | | | | | 646,295 |
| Total assets as of March 31, 2022 | 693,335 | 110,992 | 247,493 | 115,172 | 35,716 | 48,484 | 446,723 | 390,962 | 15,263 | 3,944 | 233,240 | 54,793 | 3,055,582 | - | 393,116 | 58,654 | 5,903,469 | (1,369,015) | 4,534,454 |
| Total liabilities as of March 31, 2022 | 310,666 | 53,682 | 31,494 | 79,125 | 35,974 | 47,466 | 19,235 | 153,172 | 2,852 | 3,420 | 203 | 6,289 | 655,359 | - | 132,533 | 405 | 1,531,875 | (153,922) | 1,377,953 |
| Investments in associates and joint venture as of March 31, 2022 | - | - | - | - | - | - | - | 117,349 | - | - | 214,773 | - | 2,059,133 | - | - | - | 2,391,255 | (923,085) | 1,468,170 |
| Acquisitions of property, plant and equipment as of March 31, 2022 | (8,115) | 4,907 | 845 | (34) | 16 | 619 | 2,819 | 9 | - | - | 3 | - | 1,180 | - | (4,484) | - | (2,235) | 22,098 | 19,863 |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

| | Equity accounted investees | | | | | | | | | | | | | | | | Total operating segments | Adjustments and eliminations | Total |
|---|----------------------------|-------------------------|-----------------------|----------------------|---------------------|-----------------------|---|------------------------------------|---------------------|------------------------------|---------------------------------|-----------------------|----------------|-----------------------------------|---------------------------------|----------------------|--------------------------|------------------------------|------------------|
| | Colquijirca (Operation) | Uchucchacua (Operation) | Tambomayo (Operation) | La Zanja (Operation) | Julcani (Operation) | Orcopampa (Operation) | Exploration and development mining projects | Energy generation and transmission | Insurance brokerage | Rental of mining concessions | Holding of investment in shares | Industrial activities | Corporate | Sociedad Minera Cerro Verde S.A.A | Compañía Minera Coimolache S.A. | Tinka Resources Ltd. | | | |
| | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) | US\$(000) |
| As of March 31, 2021 | | | | | | | | | | | | | | | | | | | |
| Profit or Loss: | | | | | | | | | | | | | | | | | | | |
| Continuing operations | | | | | | | | | | | | | | | | | | | |
| Operating income | | | | | | | | | | | | | | | | | | | |
| Sales of goods | 90,354 | 22,960 | 32,801 | 6,906 | 14,654 | 9,546 | - | - | - | - | - | 8,202 | - | 956,238 | 54,131 | - | 1,195,792 | (1,017,275) | 178,517 |
| Sales of services | - | - | - | - | - | - | - | 13,056 | 2,066 | - | 154 | 4,625 | - | - | - | - | 19,901 | (16,489) | 3,412 |
| Royalty income | - | - | - | - | - | - | - | - | - | 3,959 | - | - | - | - | - | - | 3,959 | - | 3,959 |
| Total operating income | 90,354 | 22,960 | 32,801 | 6,906 | 14,654 | 9,546 | - | 13,056 | 2,066 | 3,959 | 154 | 12,827 | - | 956,238 | 54,131 | - | 1,219,652 | (1,033,764) | 185,888 |
| Cost of sales | | | | | | | | | | | | | | | | | | | |
| Cost of sales of goods, excluding depreciation and amortization | (46,165) | (31,366) | (17,279) | (9,588) | (7,864) | (10,661) | - | - | - | - | - | (8,769) | - | (480,171) | (24,759) | - | (636,622) | 522,514 | (114,108) |
| Cost of sales of services, excluding depreciation and amortization | - | - | - | - | - | - | - | (4,655) | - | - | - | (1,334) | - | - | - | - | (5,989) | 5,826 | (163) |
| Depreciation and amortization | (16,224) | (4,119) | (16,646) | (1,311) | (1,738) | (1,682) | - | (2,274) | - | - | - | (2,646) | - | - | (9,836) | - | (56,476) | 9,988 | (46,488) |
| Exploration in operating units | (2,605) | (2,202) | (1,245) | - | (1,476) | (1,800) | - | - | - | - | - | - | - | - | (357) | - | (9,685) | 357 | (9,328) |
| Mining royalties | - | (246) | (353) | (75) | (158) | (880) | - | - | - | - | - | - | - | - | - | - | (1,712) | - | (1,712) |
| Total costs of sales | (64,994) | (37,933) | (35,523) | (10,974) | (11,236) | (15,023) | - | (6,929) | - | - | - | (12,749) | - | (480,171) | (34,952) | - | (710,484) | 538,685 | (171,799) |
| Gross (loss) profit | 25,360 | (14,973) | (2,722) | (4,068) | 3,418 | (5,477) | - | 6,127 | 2,066 | 3,959 | 154 | 78 | - | 476,067 | 19,179 | - | 509,168 | (495,079) | 14,089 |
| Operating expenses | | | | | | | | | | | | | | | | | | | |
| Administrative expenses | (1,937) | (3,773) | (2,784) | (756) | (1,209) | (716) | (375) | (671) | (2,567) | (91) | (120) | (335) | (1,798) | - | (1,005) | - | (18,137) | 1,165 | (16,972) |
| Selling expenses | (2,009) | (807) | (966) | (22) | (113) | (44) | - | (178) | - | - | - | (66) | - | (25,825) | (258) | - | (30,288) | 26,230 | (4,058) |
| Exploration in non-operating areas | (145) | - | - | (864) | - | - | (66) | - | - | - | - | - | (671) | - | - | - | (1,746) | 8 | (1,738) |
| Reversal (provision) of contingents | (308) | (435) | 2 | 116 | 193 | 37 | - | 84 | - | 15 | - | 1 | (11) | - | 223 | - | (83) | (223) | (306) |
| Other, net | 33 | (651) | (657) | (30) | (326) | (148) | (4) | 70 | - | - | (14) | 131 | 161 | (1,087) | (240) | - | (2,762) | 2,252 | (510) |
| Total operating expenses | (4,366) | (5,666) | (4,405) | (1,556) | (1,455) | (871) | (445) | (695) | (2,567) | (76) | (134) | (269) | (2,319) | (26,912) | (1,280) | (2,556) | (55,572) | 31,988 | (23,584) |
| Operating profit (loss) | 20,994 | (20,639) | (7,127) | (5,624) | 1,963 | (6,348) | (445) | 5,432 | (501) | 3,883 | 20 | (191) | (2,319) | 449,155 | 17,899 | (2,556) | 453,596 | (463,091) | (9,495) |
| Share in the results of associates and joint venture | (9) | - | - | - | - | - | - | 2,768 | (33) | - | 8,242 | - | 61,731 | - | - | - | 72,699 | (14,475) | 58,224 |
| Financial income | 28 | - | - | 19 | - | - | - | 80 | - | - | - | 1 | 1,786 | 1,005 | 52 | - | 2,971 | (2,823) | 148 |
| Financial costs | (2,029) | (112) | (66) | (337) | (118) | (123) | (64) | (1,157) | (13) | - | - | (22) | (7,099) | (13,997) | (612) | - | (25,749) | 14,840 | (10,909) |
| Exchange difference | (165) | 98 | 12 | (68) | (11) | 33 | (438) | (135) | 35 | 1 | 1 | (223) | (581) | 13,058 | (588) | - | 11,029 | (12,470) | (1,441) |
| Profit (loss) before income tax | 18,819 | (20,653) | (7,181) | (6,010) | 1,834 | (6,438) | (947) | 6,988 | (512) | 3,884 | 8,263 | (435) | 53,518 | 449,221 | 16,751 | (2,556) | 514,546 | (478,019) | 36,527 |
| Current income tax | (5,203) | - | - | - | - | - | - | (174) | 25 | (1,193) | (18) | (164) | - | - | (7,951) | - | (14,678) | 7,951 | (6,727) |
| Deferred income tax | (799) | - | - | (3,395) | - | - | - | (1,448) | (85) | - | - | (530) | (3,089) | (173,046) | 2,009 | - | (180,383) | 171,037 | (9,346) |
| | (6,002) | - | - | (3,395) | - | - | - | (1,622) | (60) | (1,193) | (18) | (694) | (3,089) | (173,046) | (5,942) | - | (195,061) | 178,988 | (16,073) |
| Profit (loss) from continuing operations | 12,817 | (20,653) | (7,181) | (9,405) | 1,834 | (6,438) | (947) | 5,366 | (572) | 2,691 | 8,245 | (1,129) | 50,429 | 276,175 | 10,809 | (2,556) | 319,485 | (299,031) | 20,454 |
| Loss from discontinued operations, net of taxes | | | | | | | | | | | | | | | | | | | (2,337) |
| Net profit | | | | | | | | | | | | | | | | | | | 18,117 |
| Total assets as of December 31, 2021 | 694,831 | 111,885 | 264,521 | 121,681 | 30,449 | 47,734 | 442,335 | 385,626 | 19,152 | 4,927 | 261,803 | 63,551 | 3,016,730 | 8,124,564 | 414,986 | 59,128 | 14,063,903 | (9,502,092) | 4,561,811 |
| Total liabilities as of December 31, 2021 | 327,519 | 62,279 | 36,551 | 81,770 | 32,912 | 48,659 | 21,764 | 153,090 | 6,343 | 1,717 | 275,814 | 13,920 | 1,243,575 | 1,997,558 | 150,751 | 211 | 4,454,433 | (2,431,153) | 2,023,280 |
| Investments in associates and joint venture as of December 31, 2021 | 2,421 | - | - | - | - | - | - | 96,885 | - | - | 359,153 | - | 2,093,266 | - | - | - | 2,551,725 | (1,009,766) | 1,541,959 |
| Acquisitions of property, plant and equipment as of March 31, 2021 | 4,553 | 3,142 | 203 | 39 | 189 | 372 | 3,161 | 105 | 51 | - | - | 1,068 | 77 | - | - | - | 12,960 | - | 12,960 |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Disaggregated revenue information

Set out below is the disaggregation of the Group's revenue from contracts with customers:

| | Colquijirca (Operation) US\$(000) | Uchucchacua (Operation) US\$(000) | Tambomayo (Operation) US\$(000) | La Zanja (Operation) US\$(000) | Julcani (Operation) US\$(000) | Orcopampa (Operation) US\$(000) | Energy generation and transmission US\$(000) | Insurance brokerage US\$(000) | Rental of mining concessions US\$(000) | Holding of investment in shares US\$(000) | Industrial activities US\$(000) | Total operating segments US\$(000) | Adjustments and eliminations US\$(000) | Total US\$(000) |
|---|---|---|---------------------------------------|--------------------------------------|-------------------------------------|---------------------------------------|--|-------------------------------------|---|--|---------------------------------------|---|--|--------------------|
| Revenues by type of customers: | | | | | | | | | | | | | | |
| For the three-month ended March 31, 2022 | | | | | | | | | | | | | | |
| Sales by customers - | | | | | | | | | | | | | | |
| External | 122,088 | 70 | 41,192 | - | 15,409 | 37,429 | - | - | - | - | 11,667 | 227,855 | - | 227,855 |
| Inter-segment | - | - | - | 12,267 | - | - | - | - | - | - | - | 12,267 | (12,267) | - |
| | <u>122,088</u> | <u>70</u> | <u>41,192</u> | <u>12,267</u> | <u>15,409</u> | <u>37,429</u> | | | | | <u>11,667</u> | <u>240,122</u> | <u>(12,267)</u> | <u>227,855</u> |
| Services - | | | | | | | | | | | | | | |
| External | - | - | - | - | - | - | 1,486 | 2,197 | - | - | - | 3,683 | - | 3,683 |
| Inter-segment | - | - | - | - | - | - | 11,357 | - | - | 107 | - | 11,464 | (11,464) | - |
| | - | - | - | - | - | - | <u>12,843</u> | <u>2,197</u> | | <u>107</u> | | <u>15,147</u> | <u>(11,464)</u> | <u>3,683</u> |
| Royalties - | | | | | | | | | | | | | | |
| External | - | - | - | - | - | - | - | - | 1,381 | - | - | 1,381 | - | 1,381 |
| | <u>122,088</u> | <u>70</u> | <u>41,192</u> | <u>12,267</u> | <u>15,409</u> | <u>37,429</u> | <u>12,843</u> | <u>2,197</u> | <u>1,381</u> | <u>107</u> | <u>11,667</u> | <u>256,650</u> | <u>(23,731)</u> | <u>232,919</u> |
| For the three-month ended March 31, 2021 | | | | | | | | | | | | | | |
| Sales by customers - | | | | | | | | | | | | | | |
| External | 90,354 | 22,960 | 32,801 | - | 14,654 | 9,546 | - | - | - | - | 8,202 | 178,517 | - | 178,517 |
| Inter-segment | - | - | - | 6,906 | - | - | - | - | - | - | - | 6,906 | (6,906) | - |
| | <u>90,354</u> | <u>22,960</u> | <u>32,801</u> | <u>6,906</u> | <u>14,654</u> | <u>9,546</u> | | | | | <u>8,202</u> | <u>185,423</u> | <u>(6,906)</u> | <u>178,517</u> |
| Services - | | | | | | | | | | | | | | |
| External | - | - | - | - | - | - | 1,346 | 2,066 | - | - | - | 3,412 | - | 3,412 |
| Inter-segment | - | - | - | - | - | - | 11,710 | - | - | 154 | 4,625 | 16,489 | (16,489) | - |
| | - | - | - | - | - | - | <u>13,056</u> | <u>2,066</u> | | <u>154</u> | <u>4,625</u> | <u>19,901</u> | <u>(16,489)</u> | <u>3,412</u> |
| Royalties - | | | | | | | | | | | | | | |
| External | - | - | - | - | - | - | - | - | 3,959 | - | - | 3,959 | - | 3,959 |
| | <u>90,354</u> | <u>22,960</u> | <u>32,801</u> | <u>6,906</u> | <u>14,654</u> | <u>9,546</u> | <u>13,056</u> | <u>2,066</u> | <u>3,959</u> | <u>154</u> | <u>12,827</u> | <u>209,283</u> | <u>(23,395)</u> | <u>185,888</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Reconciliation of segment profit (loss)

The reconciliation of segment profit (loss) to the consolidated profit (loss) from continued operations for the three-month periods ended March 31, 2022 and 2021 follows:

| | 2022 US\$(000) | 2021 US\$(000) |
|---|-------------------|-------------------|
| Segments profit (loss) | 578,238 | 319,485 |
| Elimination of profit of equity accounted investees, not consolidated (owned by third parties) | (381,825) | (284,428) |
| Elimination of intercompany sales | (23,731) | (23,395) |
| Elimination of cost of sales and operating expenses intercompany | 26,009 | 24,802 |
| Elimination of share in the results of subsidiaries and associates | (31,824) | (14,475) |
| Others | (569) | (1,535) |
| Consolidated profit (loss) from continued operations | <u>166,298</u> | <u>20,454</u> |

Reconciliation of segment assets

The reconciliation of segment assets to the consolidated assets follows:

| | As of March 31 2022 US\$(000) | As of December 31, 2021 US\$(000) |
|---|--|--|
| Segments assets | 5,903,469 | 14,063,903 |
| Elimination of assets of equity accounted investees, not consolidated (owned by third parties) | (451,770) | (8,598,678) |
| Elimination of the subsidiaries and associates of the Parent company | (925,595) | (914,940) |
| Elimination of intercompany receivables | (14,166) | (15,188) |
| Others | 22,516 | 26,714 |
| Consolidated assets | <u>4,534,454</u> | <u>4,561,811</u> |

Reconciliation of segment liabilities

The reconciliation of segment liabilities to the consolidated liabilities follows:

| | As of March 31 2022 US\$(000) | As of December 31, 2021 US\$(000) |
|--|--|--|
| Segments liabilities | 1,531,875 | 4,454,433 |
| Elimination of liabilities of equity accounted investees, not consolidated | (132,938) | (2,148,520) |
| Elimination of intercompany payables | (20,984) | (282,530) |
| Others | - | (103) |
| Consolidated liabilities | <u>1,377,953</u> | <u>2,023,280</u> |

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

19. Fair value measurement

This note provides an update on the judgements and estimates made by the Group in determining the fair values of the financial instruments since the last annual financial report.

(a) *Fair value disclosure of assets and liabilities according to its hierarchy -*

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities:

| | Total US\$(000) | Fair value measurement using: | | |
|---|--------------------|---|--|--|
| | | Quoted prices in active markets (Level 1) US\$(000) | Observable inputs (Level 2) US\$(000) | Unobservable inputs (Level 3) US\$(000) |
| As of March 31, 2022 - | | | | |
| Assets and liabilities measured at fair value: | | | | |
| Fair value of account receivable (subject to provisional pricing) | 154,917 | - | 154,917 | - |
| Financial obligations | 777,864 | - | 777,864 | - |
| Contingent consideration liability | 18,020 | - | - | 18,020 |
| Hedge instruments liability | 17,505 | - | 17,505 | - |
| As of December 31, 2021 - | | | | |
| Assets and liabilities measured at fair value: | | | | |
| Fair value of account receivable (subject to provisional pricing) | 133,977 | - | 133,977 | - |
| Bank loans | 50,000 | - | 50,000 | - |
| Financial obligations | 1,059,236 | - | 1,059,236 | - |
| Contingent consideration liability | 17,718 | - | - | 17,718 |
| Hedge instruments liability | 6,976 | - | 6,976 | - |

(b) *Financial instruments whose fair value is similar to their book value –*

For financial assets and liabilities such as cash and cash equivalents, trade and other receivables, trade and other payables that are liquid or have short-term maturities (less than three months), it is estimated that their book value is similar to their fair value. The derivatives are also recorded at the fair value so that differences do not need to be reported.

The fair value of account receivable is determined using valuation techniques with information directly observable in the market (future metal quotations).

(c) *Financial instruments at fixed and variable rates –*

The fair value of financial assets and liabilities at fixed and variable rates at amortized cost is determined by comparing the market interest rates at the time of their initial recognition to the current market rates with regard to similar financial instruments. The estimated fair value of deposits that accrue interest is determined by means of cash flows discounted using the prevailing market interest rates in the currency with similar maturities and credit risks.

Notes to the interim condensed consolidated financial statements (unaudited) (continued)

Based on the foregoing, there are no important existing difference between the value in books and the fair value of the assets and financial liabilities as of March 31, 2022 and December 31, 2021.

There were no transfers between Level 1 and Level 2 for the three-month periods ended March 31, 2022 and 2021.

(d) *Fair value measurements using significant unobservable inputs (level 3) –*

The following table summarizes the quantitative information about the significant unobservable inputs used in level 3 fair value measurements:

| Description | Fair value as of March 31, 2022 | Unobservable inputs | Range of inputs | Relationship of unobservable inputs to fair value |
|--|--|--|--------------------|---|
| Contingent consideration liability with Minera Gold Fields Peru S.A. | 17,614 | Rate before tax | 10.8% | A change in the discount rate by 10% higher/lower, the fair value would increase/decrease in US\$1.3 million. |
| | | Expected revenues annual average (US\$000) | 193,972 | If expected sales change by 10% higher/lower, the fair value would increase/decrease in US\$1.8 million |
| Contingent consideration liability with Newmont Holding (note 1(d)) | 406 | Rate before tax | 11.48% | A change in the discount rate by 10% higher/lower, the fair value would increase/decrease in US\$5,000. |
| | | Expected revenues annual average (US\$000) | 234,280 | If expected sales change by 10% higher/lower, the fair value would increase/decrease in US\$41,000. |
| Total | 18,020 | | | |

20. Events after the reporting period

No significant events were identified, that have occurred between the reporting period and the issuance date of the consolidated financial statements approved by the Board of Directors on April 28, 2022, that must be disclosed.

In accordance with International Financial Reporting Standards - IFRS, the accompanying financial statements were prepared based on the conditions existing as of March 31, 2022 and considering those events that occurred after that date that provided evidence of conditions that existed at the end of the reporting period up to their issuance date.