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

Interim unaudited consolidated financial statements as of March 31, 2013 and 2012 and for the three-month periods then ended

Ernst & Young

Report on review of interim consolidated financial statements

To the Board of Directors of Compañía de Minas Buenaventura S.A.A.

Introduction
We have reviewed the accompanying interim consolidated statement of financial position of Compañía de Minas Buenaventura S.A.A. (a Peruvian company) and Subsidiaries (together "the Company") as of March 31, 2013 and the related interim consolidated income statements, statement of comprehensive income, changes in equity and cash flows for the three-month periods ended March 31, 2013 and 2012 and explanatory notes. Management is responsible for the preparation and presentation of these interim consolidated financial statements in accordance with IAS 34 Interim Financial Reporting (IAS 34). Our responsibility is to express a conclusion on these interim consolidated financial statements based on our review.

Scope of review
We conducted our review in accordance with International Auditing Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Lima, Peru
April 26, 2013

Countersigned by:

Medina, Zaldívar, Paredes & Asociados

Victor Burga
C.P.C.C. Register No.14859

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

Consolidated Statement of Financial Position

As of March 31, 2013 (unaudited) and December 31, 2012 (audited)

	Note	2013 US$(000)	2012 US$(000) (Note 3)
Asset			
Current asset			
Cash and cash equivalents	5(a)	163,633	186,712
Financial assets at fair value through profit or loss		54,421	54,509
Trade accounts receivable and others, net	6(a)	300,318	362,904
Inventory, net	7(a)	167,090	157,533
Income tax credit		28,164	24,629
Prepaid expenses		17,331	11,837
		730,957	798,124
Non-current asset			
Trade accounts receivable and others, net	6(a)	46,830	40,079
Long-term inventory	7(a)	31,949	40,253
Investment in associates	8(a)	2,525,236	2,441,039
Mining concessions, development costs, property, plant and equipment, net	9	1,196,398	1,159,805
Deferred income tax asset, net		101,939	111,701
Other assets		4,945	5,123
		3,907,297	3,798,000
Total asset		4,638,254	4,596,124
Liabilities and shareholders' equity, net			
Current liability			
Trade accounts payable and others		306,919	259,537
Provisions	10	52,903	71,780
Embedded derivatives for concentrates sales, net		5,104	4,939
Income tax payable		4,114	7,935
Financial obligations	11	8,623	5,815
		377,663	350,006
Non-current liability			
Trade accounts payable and others		5,356	731
Provisions	10	84,187	100,041
Financial obligations	11	170,625	173,489
		260,168	274,261
Total liability		637,831	624,267
Shareholders' equity, net	12		
Issued capital, net of treasury shares for US$(000)62,622		750,540	750,540
Investment shares, net of treasury shares for US$(000)762		1,399	1,399
Additional paid-in capital		219,471	219,471
Legal reserve		162,663	162,663
Other reserves		269	269
Retained earnings		2,599,351	2,572,943
Other reserves of equity		980	925
Shareholders' equity, net, attributable to owners of the parent		3,734,673	3,708,210
Non-controlling interest		265,750	263,647
Total shareholders' equity, net		4,000,423	3,971,857
Total liabilities and shareholders' equity, net		4,638,254	4,596,124

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

Consolidated Income Statements (unaudited)

For the three-month periods ended March 31, 2013 and 2012

		2013 US$(000)	2012 US$(000) (Note 3)
Operating income			
Net sales	14(a)	340,873	358,981
Royalty income	18(a)	13,802	18,057
Total income		354,675	377,038
Operating costs			
Cost of sales, without considering depreciation and amortization	15	(158,135)	(132,956)
Exploration in operating units	16	(46,369)	(28,669)
Depreciation and amortization		(39,176)	(23,404)
Royalties		(9,666)	(9,878)
Total operating costs		(253,346)	(194,907)
Gross income		101,329	182,131
Operating expenses			
Administrative	17	(15,959)	(29,818)
Exploring in non-operating areas		(21,760)	(19,427)
Selling		(4,510)	(2,773)
Other, net		311	1,779
Total operating expenses		(41,918)	(50,239)
Operating income		59,411	131,892
Other income, net			
Share in the results of entities associates under equity method	8(b)	84,168	136,191
Financial income		956	2,749
Financial costs		(1,203)	(1,296)
Net gain (loss) from currency exchange difference		112	(285)
Total other income, net		84,033	137,359
Income before income tax		143,444	269,251
Income tax	13(a)	(32,511)	(47,236)
Net income		110,933	222,015
Attributable to:			
Owners of the parent		102,677	208,095
Non-controlling interest		8,256	13,920
		110,933	222,015
Basic and diluted earnings per share attributable to owners of the Parent, stated in U.S. dollars		0.40	0.82
Weighted average number of shares outstanding (common and investment), in units		254,202,571	254,412,328

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

Consolidated Statements of Comprehensive Income (unaudited)

For the three-month periods ended March 31, 2013 and 2012

	2013 US$(000)	2012 US$(000) (Note 3)
Net income	110,933	222,015
Other comprehensive income:		
Net change in unrealized loss on derivative financial instruments	-	(2,962)
Income tax for the effect on change in unrealized loss on derivate financial instruments	-	1,025
	-	(1,937)
Net change in unrealized gain on other investments	55	287
Income tax for the effect on change in unrealized gain on other investments	-	(86)
	55	201
Other comprehensive income, net of income tax	55	(1,736)
Total comprehensive income, net of income tax	110,988	220,279
Attributable to:		
Owners of the Parent	102,732	207,314
Non-controlling interest	8,256	12,965
	110,988	220,279

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

Consolidated Statements of Changes in Shareholders' Equity (unaudited)

For the three-month periods ended March 31, 2013 and 2012

	Attributable to owners of the parent										
	Issued capital, net of treasury shares										
	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$(000)	Retained earnings US$(000)	Other reserves of equity US$(000)	Total US$(000)	Non-controlling interest US$(000)	Total equity US$(000)
Balance as of January 1, 2012	253,759,664	750,540	2,019	225,978	162,639	269	2,034,768	2,068	3,178,281	262,198	3,440,479
Net income, note 3	-	-	-	-	-	-	208,095	-	208,095	13,920	222,015
Other comprehensive income	-	-	-	-	-	-	-	(781)	(781)	(955)	(1,736)
Total comprehensive income	-	-	-	-	-	-	208,095	(781)	207,314	12,965	220,279
Dividends declared, notes 12(a) and 12(b)	-	-	-	-	-	-	(101,779)	-	(101,779)	(29,222)	(131,001)
Capital reduction in Minera La Zanja S.R.L., note 1(e)	-	-	-	-	-	-	-	-	-	(12,674)	(12,674)
Balance as of March 31, 2012	253,759,664	750,540	2,019	225,978	162,639	269	2,141,084	1,287	3,283,816	233,267	3,517,083
Balance as of January 1, 2013, note 3	253,759,664	750,540	1,399	219,471	162,663	269	2,572,943	925	3,708,210	263,647	3,971,857
Net income	-	-	-	-	-	-	102,677	-	102,677	8,256	110,933
Other comprehensive income	-	-	-	-	-	-	-	55	55	-	55
Total comprehensive income	-	-	-	-	-	-	102,677	55	102,732	8,256	110,988
Dividends declared, notes 12(a) and 12(b)	-	-	-	-	-	-	(76,269)	-	(76,269)	(6,153)	(82,422)
Balance as of March 31, 2013	253,759,664	750,540	1,399	219,471	162,663	269	2,599,351	980	3,734,673	265,750	4,000,423

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

Consolidated Statements of Cash Flows (unaudited)

For the three-month periods ended March 31, 2013 and 2012

	2013 US$(000)	2012 US$(000) (Note 3)
Operating activities		
Proceeds from sales	404,462	393,773
Value added tax recovered	13,800	8,772
Royalty received	12,202	14,408
Interest received	976	2,045
Dividends received	-	2,406
Payments to suppliers and third parties	(258,128)	(155,218)
Payments to employees	(70,083)	(98,796)
Income tax paid	(24,078)	(21,476)
Payments of royalties	(8,786)	(9,683)
Interest paid	(222)	(242)
Net cash and cash equivalents provided by operating activities	70,143	135,989
Investing activities		
Acquisition of mining concessions, development cost and property, plant and equipment	(86,041)	(76,471)
Contributions to associates	(3,685)	(4,742)
Decrease (increase) in time deposits	(772)	7,596
Net cash and cash equivalents used in investing activities	(90,498)	(73,617)
Financing activities		
Dividends paid to non-controlling interest	(3,440)	(29,222)
Decrease in financial obligations	(56)	-
Increase in financial obligations	-	10,095
Net cash and cash equivalents used in financing activities	(3,496)	(19,127)
Increase (decrease) in cash and cash equivalents for the period, net	(23,851)	43,245
Cash and cash equivalents at January 1	186,712	470,847
Cash and cash equivalents at March 31	162,861	514,092
Financing activities that did not affect cash flows:		
Dividends declared, note 12(a)	76,269	101,779

Consolidated Statements of Cash Flows (unaudited) (continued)

	2013 US$(000)	2012 US$(000) (Note 3)
Reconciliation of net income to cash and cash equivalents provided by operating activities		
Net income attributable to owners of the parent	102,677	208,095
Adjustments to reconcile net income to net cash flows:		
Depreciation and amortization	47,634	27,773
Deferred income tax	10,281	13,874
Net income attributable to non-controlling interest	8,256	13,920
Provision for estimated fair value of embedded derivatives of concentrate sales and adjustments on open liquidations	4,309	(19,349)
Accretion expense of the provision for closure of mining units and exploration projects	893	1,054
Net loss (gain) from currency exchange difference	(112)	285
Share in the results of associates under equity method, net of dividends received in cash, note 8(b)	(84,168)	(133,785)
Provisions	3,475	7,314
Working capital adjustments		
Decrease (increase) in operating assets -		
Trade accounts receivable and others, net	54,906	23,308
Income tax credit	(3,646)	445
Inventory	(158)	(17,098)
Prepaid expenses	(5,494)	15,323
Increase (decrease) in operating liabilities -		
Trade accounts payable and others	(33,635)	30,600
Provisions	(31,256)	(33,067)
Income tax payable	(3,819)	(2,703)
Net cash and cash equivalents provided by operating activities	70,143	135,989

Notes to the interim consolidated financial statements (unaudited)

As of March 31, 2013 and 2012

1. Company's identification and business activity

(a) Identification –

Compañía de Minas Buenaventura S.A.A. (hereinafter "Buenaventura" or "the Company") is a publicly traded corporation incorporated in 1953. Buenaventura's stock is traded on the Lima and New York Stock Exchanges through American Depositary Receipts (ADRs), which represent Company shares deposited in the Bank of New York. The Company's legal domicile is at Carlos Villaran Avenue 790, Santa Catalina, Lima, Peru.

(b) Business activity –

Buenaventura (individually and in association with third parties) is engaged in the exploration, extraction, concentration, smelting and commercialization of polymetallic ores and metals.

Buenaventura directly operates nine mining units located in Peru: Uchucchacua, Orcopampa, Poracota, Julcani, Recuperada, Antapite, Ishihuinca, Mallay and Breapampa. In addition, the Company has a controlling interest in Sociedad Minera El Brocal S.A.A. (hereinafter "El Brocal"), which operates the Colquijirca mining unit; in Minera La Zanja S.R.L. (hereinafter "La Zanja"), which operates La Zanja mining unit; in Compañía de Exploraciones, Desarrollo e Inversiones Mineras S.A.C. (hereinafter "Cedimin"), which operates the Shila - Paula mining unit; and in other mining companies. The Company also owns an electric power generation (in construction stage) and a distribution company, and other services companies.

(c) The interim consolidated financial statements include the financial statements of the following subsidiaries:

	March 31, 2013		December 31, 2012	
	Direct %	Indirect %	Direct %	Indirect %
Holding of investments and mining concessions, and exploration and exploitation of minerals				
Compañía de Exploraciones, Desarrollo e Inversiones Mineras S.A.C. – CEDIMIN	82.91	17.09	82.91	17.09
Compañía Minera Condesa S.A.	100.00	-	100.00	-
Compañía Minera Colquirrumi S.A.	100.00	-	100.00	-
Sociedad Minera El Brocal S.A.A. (d)	2.54	48.18	2.54	48.18
Inversiones Colquijirca S.A.	99.99	-	99.99	-
S.M.R.L. Chaupiloma Dos de Cajamarca	20.00	40.00	20.00	40.00
Minera La Zanja S.R.L. (e)	53.06	-	53.06	-
Minera Julcani S.A. de C.V.	100.00	-	100.00	-
Compañía de Minas Buenaventura Chile Ltda.	100.00	-	100.00	-
El Molle Verde S.A.C.	100.00	-	100.00	-
Electric power activity				
Consorcio Energético de Huancavelica S.A.	100.00	-	100.00	-
Empresa de Generación Huanza S.A. (f)	-	100.00	-	100.00
Service providers				
Buenaventura Ingenieros S.A.	100.00	-	100.00	-
Bisa Construcción S.A.	-	100.00	-	100.00
Contacto Corredores de Seguros S.A.	-	100.00	-	100.00
Industrial activities				
Procesadora Industrial Río Seco S.A. (g)	100.00	-	100.00	-

(d) Project for the expansion of El Brocal operations –
On August 15, 2008, the Board of Directors of El Brocal approved a project to expand its operations in order to reach an ore treatment level of 18,000 DMT per day. This project will allow processing ore with lower lead-zinc grade from Tajo Norte and copper from Marcapunta, divided in three stages:

- First: Optimization of the current plant from 5,000 DMT/day to 7,000 DMT/day.
- Second: New concentration plant of 2,490 DMT/day (under operation since January 2011).
- Third: Expansion of the new plant from 2,490 DMT/day to 11,000 DMT/day.

As of March 31, 2013 and December 31, 2012, considering the economic viability of the Project, the Company has capitalized the following costs:

	2013 US$(000)	2012 US$(000)
Expansion of refining plant capacity to 18,000 DMT/day	131,768	127,262
Optimization of crushing plant and conveyor belt	61,504	53,674
Construction of Huachacaja tailings areas	45,211	38,060
Expansion of Tajo Norte – Marcapunta Norte	16,429	16,429
New offices and camps	16,347	16,188
Expansion of power grid	15,863	14,812
Support area	4,553	4,311
Program management	4,383	3,852
Mineral storage	2,098	2,098
Borrowing cost	799	334
Other minor activities	1,008	928
Total	299,963	277,948

(e) Capital stock reduction of Minera La Zanja S.R.L. (La Zanja) -
In Shareholders' Meeting held on January 26, 2012, it was approved the reduction of the capital stock of La Zanja by US$27,000,000, through contributions return in cash. This approval was formalized in Public Registers on March 30, 2012. The amount pending of return to non-controlling interest amounts to US$4,694,000 as of March 31, 2013 (US$12,674,000, net of disbursements by US$7,980,000).

(f) Construction of hydroelectric power station –
In November 2009, the Consorcio Energético de Huancavelica S.A.'s Board of Directors approved the construction of a 90.6 MW capacity Huanza Hydroelectric Power Station, located in the Santa Eulalia river valley. This US$188,000,000 investment project has been in progress since March 2010 and has been financed with own resources and with a US$119,000,000 financial lease agreement executed with Banco de Crédito del Perú. At the date of the financial statements, the Company has completed the civil works and is currently in the final stage of electromechanical assembly. Management expects to start operating this power station in the fourth quarter of 2013.

As of March 31, 2013 and December 31, 2012, the works related to the construction of Huanza Hydroelectric Power station are made up as follow:

	2013 US$(000)	2012 US$(000)
Development cost		
Concessions and others	2,171	2,171
Property, plant and equipment		
Water conductor system	89,552	86,967
Preliminary work and advances	39,806	38,216
Borrowing costs	12,203	10,974
Pallca dam and water intake	10,260	9,977
Round house and yard keys	9,196	7,754
Access roads	7,449	7,387
Conduction tube line – Conay river	7,397	6,445
Transmission line in 60 KV	3,306	3,293
Other minor activities	4,358	3,949
	183,527	174,962
Total included as work in progress	185,698	177,133

(g) Construction of washing plant, sulfuric acid and manganese sulfate –
The project is located in the community of Lomera in Huaral at 102 kilometers from Lima. The main objective of this project is to wash with sulfuric acid, the manganese content in the lead-silver concentrate of Uchucchacua mining unit to reduce the level of manganese and to obtain a higher value added in ore concentrate. This process will also improve and increase recovery of silver reserves. For the treatment of gas effluents of the process, a sulfuric acid recovery plant will be used for the acid wash of the concentrate.

The total estimated investment for the construction of the washing plant, the plant of sulfuric acid and manganese sulphate plant is US$111,103,000. As of March 31, 2013, the investment in this project amounted to US$96,419,000 (US$84,288,000 as of December 31, 2012) and it is expected to be completed in the third quarter of 2013.

2. **Basis of presentation**

The interim unaudited consolidated financial statements for the three-month periods ended March 31, 2013 and 2012 have been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Company's consolidated financial statements as of and for the year ended December 31, 2012.

3. **New standards, interpretations and amendments adopted by the Company**

The accounting policies adopted in the preparation of the unaudited interim consolidated financial statements are consistent with those followed in the preparation of the annual financial statements of the Company, except for the adoption of IFRIC 20 – Stripping Costs in the Production Phase of a Surface Mine, effective as of January 1, 2013. Several other new standards and amendments apply for the first time in 2013; however, they do not impact the annual consolidated financial statements of the Company or the interim consolidated financial statements of the Company.

The IFRIC 20 is applied prospectively to production stripping costs incurred on or after the beginning of the earliest period presented, which is January 1, 2012 for the Company's purposes.

Until December 31, 2012, the Company used to recognize the stripping costs as production costs. As a result of the adoption of IFRIC 20, the stripping costs required to produce the inventory are recorded as costs of production, and the stripping costs required to access to additional quantities of reserves that will be exploited in future periods are capitalized and amortized over the proven and probable reserves of each body mineral (component) identified in the surface mine.

The table below presents the adjustments made to the interim consolidated statement of financial position as of, and, for the year ended December 31, 2012, and to the interim consolidated income statement for the three-month period ended March 31, 2012:

	Reported US$(000)	Adjustment US$(000)	Restated US$(000)
Consolidated statement of financial position			
Assets			
Current assets			
Inventory, net	163,067	(5,534)	157,533
Other current assets	640,591	-	640,591
	803,658	(5,534)	798,124
Non-current assets			
Inventory, net	55,937	(15,684)	40,253
Investment in associates	2,436,237	4,802	2,441,039
Mining concessions, development costs, property, plant and equipment, net	1,134,276	25,529	1,159,805
Deferred income tax asset, net	113,343	(1,642)	111,701
Other non-current assets	45,202	-	45,202
	3,784,995	13,005	3,798,000
Total assets	4,588,653	7,471	4,596,124
Liabilities and shareholders' equity, net			
Current liabilities	350,006	-	350,006
Non-current liabilities	274,261	-	274,261
Total liabilities	624,267	-	624,267
Shareholders' equity, net			
Retained earnings	2,566,787	6,156	2,572,943
Non-controlling interest	262,332	1,315	263,647
Other equity captions	1,135,267	-	1,135,267
Total shareholders' equity, net	3,964,386	7,471	3,971,857
Total liabilities and shareholders' equity, net	4,588,653	7,471	4,596,124

	Reported US$(000)	Adjustment US$(000)	Restated US$(000)
Income statement -			
Total income	377,038	-	377,038
Cost of sales	(133,341)	385	(132,956)
Other operating costs	(61,951)	-	(61,951)
Gross income	181,746	385	182,131
Operating expenses	(50,239)	-	(50,239)
Operating income	131,507	385	131,892
Share in the results of entities associates under equity method	135,986	205	136,191
Others income, net	1,168	-	1,168
Income before income tax	268,661	590	269,251
Income tax	(47,675)	439	(47,236)
Net income	220,986	1,029	222,015
Attributable to:			
Owners of the parent	207,472	623	208,095
Non-controlling interest	13,514	406	13,920
Net income	220,986	1,029	222,015
Basic and diluted earnings per share attributable to owners of the parent, stated in U.S. dollars	0.82	0.00	0.82

4. Seasonality of operations

The Company and its subsidiaries operate continuously without major fluctuations due to seasonality.

5. Cash and cash equivalents

(a) The table below presents the components of this caption:

	As of March 31, 2013 US$(000)	As of December 31, 2012 US$(000)
Cash	593	1,017
Bank accounts	55,118	67,695
Time deposits (b)	107,150	118,000
Cash balances considered in the consolidated statement of cash flows	162,861	186,712
Time deposits with original maturities longer than 90 days (c)	772	-
	163,633	186,712

(b) The table below presents the components of time deposits as of March 31, 2013:

Currency	Original maturities	Annual interest rate %	US$(000)
U.S. Dólares	From 5 to 13 days	Between 0.5 and 2.4	107,150

The table below presents the components of time deposits as of December 31, 2012:

Currency	Original maturities	Annual interest rate %	US$(000)
U.S. Dólares	From 5 to 13 days	Between 1.30 and 1.70	118,000

(c) The table below presents the components of time deposits as of March 31, 2013:

Currency	Original maturity	Annual interest rate %	US$(000)
Nuevos Soles	297 days	1.00	772

6. Trade accounts receivable and others, net

(a) The table below presents the components of this caption:

	As of March 31, 2013 US$(000)	As of December 31, 2012 US$(000)
Trade accounts receivable, net (b)		
Foreign customers	107,862	126,831
Domestic customers	106,886	151,341
Related parties, note 18(b)	18,855	17,650
	233,603	295,822
Provision for doubtful accounts	(21,741)	(21,741)
	211,862	274,081
Other accounts receivable		
Income tax credit	59,296	52,655
Related parties, note 18(b)	41,809	38,261
Advances paid to suppliers	6,776	13,929
Loans to third parties	7,490	679
Claims to third parties	4,570	4,613
Request for refund of value added tax	60	4,573
Others	15,285	14,192
	135,286	128,902
Total accounts receivable and others, net	347,148	402,983

	As of March 31, 2013 US$(000)	As of December 31, 2012 US$(000)
Classification by maturity:		
Current portion	300,318	362,904
Non-current portion	46,830	40,079
Total accounts receivable and others, net	347,148	402,983

(b) The reduction of trade accounts receivable balance as of March 31, 2013 compared to December 31, 2012 is mainly due to: (i) lower open provisional invoices as of March 31, 2013 compared to December 31 2012, and (ii) collections made during the first quarter of 2013 of accounts receivable held as of December 31, 2012.

7. Inventory, net

(a) The table below presents the components of this caption:

	As of March 31, 2013 US$(000)	As of December 31, 2012 US$(000)
Finished goods (b)	45,528	37,863
Products in process (c)	110,882	120,615
Spare parts and supplies	46,121	42,552
	202,531	201,030
Provision for impairment of value of inventory	(3,492)	(3,244)
	199,039	197,786
Classification by use:		
Current portion	167,090	157,533
Non-current portion (c)	31,949	40,253
	199,039	197,786

(b) The increase of finished goods of US$7,665,000 is mainly due to the largest lead – silver concentrate inventories at the Uchucchacua mining unit, because the Company accumulated inventories to meet its commitments, which were dispatched in April 2013. As of March 31, 2013 and December 31, 2012, the lead – silver concentrates inventories at the Uchucchacua mining unit amounted to US$20,079,000 equivalent to 5,529 DMT and US$5,350,000 equivalent to 1,771 DMT, respectively.

(c) The products in process include the following:

	As of March 31, 2013 US$(000)	As of December 31, 2012 US$(000)
Classified mineral (i)	45,664	47,931
Leach pad (ii)	31,057	35,885
Activated coal	16,999	16,269
Ore cyanidation process	10,849	14,344
Current mineral	4,705	4,344
Other	1,608	1,842
	110,882	120,615
Classification by use:		
Current portion	78,933	80,362
Non-current portion	31,949	40,253
	110,882	120,615

(i) Bellow is a breakdown of classified mineral that is stored primarily in the stocks nearby to Tajo Norte of El Brocal:

	As of March 31, 2013		As of Decembre 31, 2012	
	US$(000)	DMT	US$(000)	DMT
Type I and II (copper and silver mineral)	3,523	467,666	3,643	494,280
Type III (lead - zinc mineral)	42,141	2,433,678	44,288	2,405,266
	45,664	2,901,344	47,931	2,899,546
Classification by use:				
Current portion	13,715		7,678	
Non-current portion	31,949		40,253	
	45,664		47,931	

The Company's Management expects to treat this mineral when it finishes the expanding of the capacity of the plant, which is expected for the fourth quarter of 2013.

(ii) It includes gold content of mineral deposited in leach pads, whose recovery is achieved through its exposure to acid sulphuric solutions (leaching) and subsequent transfer to the electro-winning plant to produce gold bars. The recovery factor of ounces of gold contained in leach is estimated based upon metallurgical assays performed on the material treated.

8. Investments in associates

(a) The table below presents the components of this caption:

	Share in shareholders´equity		Amount	
	As of March 31, 2013 %	As of December 31, 2012 %	As of March 31, 2013 US$(000)	As of December 31, 2012 US$(000)
Minera Yanacocha S.R.L. (c)	43.65	43.65	1,636,404	1,585,395
Sociedad Minera Cerro Verde S.A.A. (d)	19.584	19.584	815,351	788,170
Compañía Minera Coimolache S.A.	40.095	40.095	36,804	32,423
Canteras del Hallazgo S.A.C. (e)	49.00	49.00	33,993	32,365
Other minor investments			2,684	2,686
			2,525,236	2,441,039

(b) The table below presents the net share in gain (loss) of associates:

	2013 US$(000)	2012 US$(000)
Minera Yanacocha S.R.L. (c)	50,968	88,153
Sociedad Minera Cerro Verde S.A.A. (d)	27,181	45,147
Compañía Minera Coimolache S.A.	8,140	8,268
Canteras del Hallazgo S.A.C. (e)	(2,121)	(5,377)
	84,168	136,191

(c) The investments held in Yanacocha (a gold mine located in Cajamarca, Peru), is effected through Compañía Minera Condesa S.A.

Yanacocha is developing the Conga project, which consists of two gold-copper porphyry deposits located northeast of the Yanacocha operating area in the provinces of Celendin, Cajamarca and Hualgayoc. As of April 17, 2012, the independent experts hired by Peruvian Government issued an international report on water component of the environmental impact study for Conga mining project, which validates essentially the environmental impact study approved in 2010 and includes recommendations for improvement. On June 22, 2012, Yanacocha´s Management has approved the recommendations made by independent experts. As a result, Yanacocha

Management has reprogrammed the development activities, focusing on recommended water sustainability activities.

(d) On July 17, 2012, in accordance with General Mining Law and in connection with the project for expanding its operations, Cerro Verde signed a new "Guarantees and Measures of Investment Promotion Agreement" with the Peruvian State. This new agreement will allow Cerro Verde's Management to set a tax regime for the expansion, and it is Management intention to apply for its effect from 2014. According to this contract, the new rate of income tax will be 32 percent.

(e) Canteras del Hallazgo S.A.C. is developing the Chucapaca mining Project, located in the province of Moquegua, Peru. There is evidence of gold, copper and silver in the deposit of Canahuire.

As of March 31, 2013, Canteras del Hallazgo S.A.C. is preparing the Feasibility Study and the Environmental Impact Studies for the project, which would be completed during the year 2013. According to the investment program agreed with the other shareholder, the Company is making capital contributions to enable the development of this project. As of March 31, 2013, the contributions of the shareholders for the project were US$160,456,000 (US$153,303,000 as of December 31, 2012).

9. Mining concessions, development costs, property, plant and equipment, net

The "mining concessions, development costs, property, plant and equipment, net" caption increased from US$1,159,805,000 as of December 31, 2012 to US$1,196,398,000 as of March 31, 2013, mainly due to investments realized during 2013 for US$86,041,000, net of the depreciation expense for the period by US$47,634,000. The main additions are related to: (i) the project for the expansion of the operations of El Brocal for US$22,015,000, see note 1(d), and (ii) the construction of the Huanza Hydroelectric Power Plant for US$8,565,000, see note 1(f).

10. Provisions

The table below presents the movement of this caption:

	US$(000)
Balance as of January 1, 2013	171,821
Disbursements by:	
Workers' profit sharing	(22,965)
Stock appreciation rights	(6,055)
Reversal of provisions:	
Stock appreciation rights	(9,176)
Other, net	3,465
Balance as of March 31, 2013	137,090
Classification by maturity:	
Current portion	52,903
Non-current portion	84,187
	137,090

11. Financial obligations

The table below presents the detail of long-term debt as of March 31, 2013 and December 31, 2012:

	Original amount US$(000)	Period	Guarantee	Annual interest rate	Maturities	2013 US$(000)	2012 US$(000)
Empresa de Generación Huanza S.A.							
Banco de Crédito del Perú - Lease agreement	119,000	10 years	Leased equipment	Three-month Libor plus 4.00% (4.47% as of March 31, 2013 and 4.581% as of December 31, 2012)	Quarterly maturities to during seven years from capitalization	119,000	119,000
Sociedad Minera El Brocal S.A.A.							
Banco de Crédito del Perú - Loan (a)	120,000	4 years	Equipments	Three-month Libor plus 3.00% (3.47% as of March 31, 2013 and 3.32% as of December 31, 2012)	Quarterly maturities of US$(000)2,812 and a payment of US$(000)45,000 at the end of the loan	60,000	60,000
Lease agreement	329	2 years	Leased equipment	4.60%	Monthly maturities of US$13,569 from August 2012 to July 2014	217	257
Others						31	47
						179,248	179,304
Classification by maturity:							
Current portion						8,623	5,815
Non-current portion						170,625	173,489
Total						179,248	179,304

(b) On September 28, 2012, El Brocal entered into a mid-term loan contract with Banco de Crédito del Perú by US$120,000,000, which was approved by El Brocal's Board of Directors on April 23, 2012, with the following terms and conditions:

- Capital: US$120,000,000.
- Term and annual interest rate: 4 years with a variable rate (three-month Libor plus 3 points).
- Guarantee: Pledge of 2 contract of sale of concentrate, one of copper and another of lead.
- Amortization: Quarterly constant maturities and a final payment of 25 percent of capital.
- Availability of the loan period: Until May 2013.

At November 2012, El Brocal obtained a first disbursement of US$60,000,000.

The fees and interest on this loan as of March 31, 2013 amounted to US$1,672,000 (USS$1,207,000 as of December 31, 2012). From the total of fees and interest, US$799,000 have been capitalized under "Mining concessions, development costs, property, plant and equipment, net" caption (US$334,000 as of December 31, 2012).

12. Shareholders' equity, net

(a) The table below presents the dividends declared for the three-month periods ended on March 31, 2013 and 2012:

Meeting	Date	Dividends declared US$(000)	Dividend per share US$
Dividends declared 2013			
Mandatory Annual Shareholders' Meeting	March 26, 2013	82,690	0.30
Less – Dividends on treasury shares		(6,421)	
		76,269	
Dividends declared 2012			
Mandatory Annual Shareholders' Meeting	March 26, 2012	110,254	0.40
Less – Dividends on treasury shares		(8,475)	
		101,779	

Dividends declared as of March 31, 2013 will be paid at end of April 2013 and are presented in the trade accounts payable and others caption. Dividends declared as of March 31, 2012 were paid during the second quarter of 2012.

(b) As of March 31, 2013 and 2012, the declared dividends are due to the following non-controlling interest:

	2013 US$(000)	2012 US$(000)
S.M.R.L. Chaupiloma Dos de Cajamarca	3,440	4,920
Sociedad Minera El Brocal S.A.A.	2,711	13,504
Inversiones Colquijirca S.A.	2	2
Minera La Zanja S.R.L.	-	10,796
	6,153	29,222

13. Income tax

(a) Current and deferred expense tax portions shown in the consolidated income statements for the periods of three-month ended March 31, 2013 and 2012 are as follows:

	2013 US$(000)	2012 US$(000)
Income tax		
Current	(18,149)	(24,836)
Deferred	(10,685)	(12,862)
	(28,834)	(37,698)
Mining royalties and Special Mining Tax		
Current	(4,081)	(8,526)
Deferred	404	(1,012)
	(3,677)	(9,538)
Total income tax	(32,511)	(47,236)

(b) As mentioned in note 3, on January 1, 2013, the Company adopted IFRIC 20, with retrospective effects since January 1, 2012. As a result of this adoption, the Company recognized adjustments in the 2012 financial statements, which resulted in a deferred income tax effect of US$439,000.

14. Net sales

(a) The table below presents the net sales for the three-month periods ended March 31, 2013 and 2012:

	2013 US$(000)	2012 US$(000)
Sales by product		
Gold	200,160	218,670
Silver	96,946	90,551
Copper	40,336	47,740
Zinc	20,239	16,219
Lead	15,081	4,452
	372,762	377,632
Penalties	(32,775)	(33,083)
Adjustments of liquidations of previous year	(3,199)	(14,549)
	336,788	330,000
Adjustments of liquidations for the period	(4,922)	13,137
Embedded derivative from sale of concentrates	613	6,212
Hedging operations	-	(268)
	332,479	349,081
Sales by services, electric power and other minors	8,394	9,900
	340,873	358,981

Volumes sold (metallic content):

	For the three-month periods ended March 31,		Increase (decrease)
	2013	2012	
Gold	124,626 / OZ	127,017 / OZ	(2,391) / OZ
Silver	3,240,735 / OZ	2,810,762 / OZ	429,973 / OZ
Zinc	10,204 / MT	7,943 / MT	2,261 / MT
Lead	6,683 / MT	2,136 / MT	4,547 / MT
Copper	5,108 / MT	5,714 / MT	(606) / MT

Average sale prices:

	For the three-month periods ended March 31,		Increase (decrease)
	2013	2012	
Gold	1,606.08 US$ / OZ	1,721.47 US$ / OZ	(115.39) US$ / OZ
Silver	29.92 US$ / OZ	32.20 US$ / OZ	(2.28) US$ / OZ
Zinc	1,983.36 US$ / MT	2,042.08 US$ / MT	(58.72) US$ / MT
Lead	2,256.81 US$ / MT	2,084.68 US$ / MT	172.13 US$ / MT
Copper	7,896.25 US$ / MT	8,360.62 US$ / MT	(464.37) US$ /MT

(b) During the three-month period ended March 31, 2013, net sales of the Company decreased by US$18,108,000 compared to the same period of 2012, primarily due to the net effect of the decline of the international prices of ounces of gold and silver, and metric tons of gold and copper, offset by increased volumes of sale of silver, zinc and lead.

15. Cost of sales, without considering depreciation and amortization

The table below presents the components of this caption:

	2013 US$(000)	2012 US$(000)
Opening balance of finished goods and products in process, note 7(a)	158,478	159,801
Production cost		
Services provided by third parties	66,940	55,962
Consumption of materials and supplies	31,496	28,483
Direct labor	28,395	25,515
Electricity and water	4,995	6,795
Transport	4,524	3,461
Insurance	2,566	2,527
Rentals	1,891	2,553
Maintenance and repair	1,555	1,538
Purchase of by-products to third parties	914	-
Cost of concentrate purchase to third parties	463	3,433
Provision for impairment of finished goods	-	1,350
Other production expenses	12,328	10,203
Total production cost of the period	156,067	141,820
Final balance of finished goods and products in process, note 7(a)	(156,410)	(168,665)
Costs of sales, without considering depreciation and amortization	158,135	132,956

The cost of sales, without considering depreciation and amortization caption increased in 19 per cent during the three-month period ended March 31, 2013 compared to the same period of 2012. The increase is mainly due to (i) the start of production of two new mining units during the second and third quarters of 2012, (ii) a positive variation in physical inventories by approximately US$2,068,000 (negative for US$8,864,000 in the previous period) as a result of an increased inventory rotation. The other items in the category behaved according to expectations.

16. Exploration expenses in operating units

The exploration expenses in operating units caption increased from US$28,669,000 as of March 31, 2012 to US$46,369,000 as of March 31, 2013, mainly explained by higher exploration, preparation and development mining costs in the mining units of Poracota, Antapite, Orcopampa and Mallay.

17. Administrative expenses

The administrative expense caption decreased from US$29,818,000 during the three-month period ended March 31, 2012 to US$15,959,000 in the same period of 2013 explained by the recording of a long term officers' compensation provision of US$7,315,000 during the three-month period ended March 31, 2012, while in the same period of 2013 the Company reversed this provision by US$9,176,000 due to lower stock quotations as of March 31, 2013 compared to December 31, 2012 (US$25.96 and US$35.95 respectively).

18. Related parties transactions

(a) The Company made the following transactions with its associates for the periods of three-month ended March 31, 2013 and 2012:

	2013 US$(000)	2012 US$(000)
Royalties collected from Minera Yanacocha S.R.L. by:		
S.M.R.L. Chaupiloma Dos de Cajamarca	13,802	18,057
Services provided to Minera Yanacocha S.R.L. by:		
Consorcio Energético de Huancavelica S.A. (electric power transmition)	229	940
Buenaventura Ingenieros S.A. (implementation of specific work orders)	176	2,450
Dividends received from:		
Compañía Minera Coimolache S.A.	3,701	3,889
Contributions to:		
Canteras del Hallazgo S.A.C.	3,685	4,742

(b) As a result of the transactions indicated in paragraph (a), the Company had the following accounts receivable and payable from related parties:

	2013 US$(000)	2012 US$(000)
Accounts receivable -		
Trade accounts		
Minera Yanacocha S.R.L.	18,113	16,513
Others	742	1,137
	18,855	17,650
Other accounts		
Compañía Minera Coimolache S.A. (c)	41,809	38,261
Total trade accounts receivable and others	60,664	55,911

	2013 US$(000)	2012 US$(000)
Classification by maturity:		
Current portion	37,776	22,534
Non-current portion	22,888	33,377
Total trade accounts receivable and others	60,664	55,911
Trade accounts payable and others		
Compañía Minera Coimolache S.A.	941	1,018
Minera Yanacocha S.R.L.	676	603
Total trade accounts payable and others	1,617	1,621
Classification by maturity:		
Current portion	955	890
Non-current portion	662	731
Total trade accounts payable and others	1,617	1,621

(c) On October 18, 2010, the Shareholders´Meeting of Compañía Minera Coimolache S.A. approved the development program and financial support of Tantahuatay Project; the total budget of the project was estimated in US$110,000,000 and the project financing structure was: 30 per cent as capital contributions and 70 per cent as loans from shareholders. As of March 31, 2013, the outstanding loan is US$37,852,000 and yields interest calculated with a LIBOR interest rate to 6 months plus 3 per cent.

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