

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

Unaudited interim consolidated financial statements as of  
September 30, 2019 and 2018 and for the three-month and nine-  
month periods then ended



Paredes, Burga & Asociados  
Sociedad Civil de Responsabilidad Limitada

**Building a better  
working world**

## 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 financial statements of Compañía de Minas Buenaventura S.A.A. (a Peruvian public corporation) and Subsidiaries (together the "Group") which comprise the interim consolidated statements of financial position as of September 30, 2019, and the interim consolidated statements of profit or loss, of comprehensive income, of changes in equity, and of cash flows for the nine-month periods ended September 30, 2019 and 2018, and explanatory notes. The Group's 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 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 Auditing Standards approved in Peru by the Board of Deans of the Peruvian Charter of Accountants 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

October 25, 2019

Countersigned by:

Katherine Villanueva

C.P.C.C. Register N° 36892

Paredes, Burga & Asociados

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

## Consolidated statements of financial position

As of September 30, 2019 (unaudited) and December 31, 2018 (audited)

	Note	2019 US\$(000)	2018 US\$(000)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	279,708	369,200
Trade and other receivables, net	4(a)	217,423	211,715
Inventories, net	5(a)	110,878	135,919
Income tax credit		28,715	24,396
Prepaid expenses		14,070	17,145
Hedge derivative financial instruments		-	2,759
		<u>650,794</u>	<u>761,134</u>
<b>Non-current assets</b>			
Trade and other receivables, net	4(a)	38,168	40,593
Inventories, net	5(a)	3,171	3,812
Income tax credit		-	319
Investments in associates	6(a)	1,552,962	1,473,382
Mining concessions, development costs, right-of-use, property, plant and equipment, net	7(a)	1,775,845	1,847,615
Investment properties, net		208	222
Deferred income tax asset, net	13(a)	48,008	38,305
Prepaid expenses		25,913	26,578
Other assets		29,787	25,261
		<u>3,474,062</u>	<u>3,456,087</u>
<b>Total assets</b>		<u>4,124,856</u>	<u>4,217,221</u>
<b>Liabilities and shareholders' equity, net</b>			
<b>Current liabilities</b>			
Bank loans	8	55,000	95,000
Trade and other payables		132,325	188,084
Provisions and contingent liabilities		77,105	68,172
Income tax payable		1,951	1,760
Financial obligations	9(a)	110,726	46,166
		<u>377,107</u>	<u>399,182</u>
<b>Non-current liabilities</b>			
Trade and other payables		637	639
Provisions and contingent liabilities		212,888	199,762
Financial obligations	9(a)	452,604	540,896
Contingent consideration liability		17,217	15,755
Deferred income tax liabilities, net	13(a)	28,378	31,422
		<u>711,724</u>	<u>788,474</u>
<b>Total liabilities</b>		<u>1,088,831</u>	<u>1,187,656</u>
<b>Shareholders' equity, net</b>			
Capital stock		750,497	750,497
Investment shares		791	791
Additional paid-in capital		218,450	218,450
Legal reserve		163,116	163,115
Other reserves		269	269
Retained earnings		1,700,286	1,675,909
Other reserves of equity		(1,339)	(703)
Shareholders' equity, net attributable to owners of the parent		2,832,070	2,808,328
Non-controlling interest		203,955	221,237
<b>Total shareholders' equity, net</b>		<u>3,036,025</u>	<u>3,029,565</u>
<b>Total liabilities and shareholders' equity, net</b>		<u>4,124,856</u>	<u>4,217,221</u>

**Compañía de Minas Buenaventura S.A.A. and Subsidiaries**  
**Interim consolidated statements of profit or loss (unaudited)**  
For the three-month and nine-month periods ended September 30, 2019 and 2018

Note	For the three-month periods ended September 30,		For the nine-month periods ended September 30,		
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)	
<b>Continuing operations</b>					
<b>Operating income:</b>					
	11	218,989	259,296	602,624	870,249
		4,603	3,736	12,340	13,283
	14(a)	6,599	5,775	17,434	14,925
		<u>230,191</u>	<u>268,807</u>	<u>632,398</u>	<u>898,457</u>
<b>Operating costs</b>					
	12	(128,588)	(152,885)	(370,929)	(456,518)
		(650)	(733)	(2,133)	(3,221)
		(10,119)	(22,112)	(34,829)	(69,070)
		(60,211)	(62,995)	(168,729)	(176,730)
		(3,701)	(5,192)	(9,105)	(18,065)
		<u>(203,269)</u>	<u>(243,917)</u>	<u>(585,725)</u>	<u>(723,604)</u>
		<u>26,922</u>	<u>24,890</u>	<u>46,673</u>	<u>174,853</u>
<b>Operating expenses, net</b>					
		(17,445)	(15,755)	(54,849)	(60,337)
		(6,195)	(7,437)	(16,486)	(19,935)
		(2,371)	(9,758)	(9,139)	(24,846)
		827	(11,477)	2,089	(11,207)
		(8,666)	(4,985)	(17,636)	(21,542)
		<u>(33,850)</u>	<u>(49,412)</u>	<u>(96,021)</u>	<u>(137,867)</u>
		<u>(6,928)</u>	<u>(24,522)</u>	<u>(49,348)</u>	<u>36,986</u>
<b>Other income (expense), net</b>					
	6(b)	37,771	22,151	109,988	71,173
		1,611	1,604	5,656	3,781
		(11,994)	(9,990)	(33,679)	(28,283)
		(1,455)	(482)	(1,672)	(40)
		<u>25,933</u>	<u>13,283</u>	<u>80,293</u>	<u>46,631</u>
<b>Profit (loss) before income tax</b>					
		19,005	(11,239)	30,945	83,617
	13(b)	(1,583)	2,354	(5,326)	(11,330)
	13(b)	(14,556)	(2,218)	11,439	(12,036)
		<u>2,866</u>	<u>(11,103)</u>	<u>37,058</u>	<u>60,251</u>
<b>Discontinued operations</b>					
		(2,129)	(3,082)	(6,643)	(4,573)
		<u>737</u>	<u>(14,185)</u>	<u>30,415</u>	<u>55,678</u>
<b>Attributable to:</b>					
		4,500	(10,286)	41,464	59,409
		(3,763)	(3,899)	(11,049)	(3,731)
		<u>737</u>	<u>(14,185)</u>	<u>30,415</u>	<u>55,678</u>
Basic and diluted profit (loss) per share attributable to equity holders of the parent, stated in U.S. dollars					
		0.02	(0.04)	0.16	0.23
Profit (loss) for continuing operations, basic and diluted per share attributable to equity holders of the parent, expressed in U.S. dollars					
		0.03	(0.06)	0.19	0.25

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

### Interim consolidated statements of other comprehensive income (unaudited)

For the three-month and nine-month periods ended September 30, 2019 and 2018

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019	2018	2019	2018
	US\$(000)	US\$(000)	US\$(000)	US\$(000)
<b>Net profit (loss)</b>	<u>737</u>	<u>(14,185)</u>	<u>30,415</u>	<u>55,678</u>
<b>Other comprehensive income of the period:</b>				
<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods</b>				
Net change in unrealized gain on cash flow hedges	(198)	5,551	(2,759)	39,873
Income tax effect	(434)	(2,272)	813	(12,397)
Unrealized results on investments	<u>778</u>	<u>810</u>	<u>496</u>	<u>1,299</u>
	<u>146</u>	<u>4,089</u>	<u>(1,450)</u>	<u>28,775</u>
<b>Other comprehensive income (loss) of the period</b>	<u>883</u>	<u>(10,096)</u>	<u>28,965</u>	<u>84,453</u>
<b>Attributable to:</b>				
Owners of the parent	4,055	(8,435)	40,828	76,386
Non-controlling interest	<u>(3,172)</u>	<u>(1,661)</u>	<u>(11,863)</u>	<u>8,067</u>
	<u>883</u>	<u>(10,096)</u>	<u>28,965</u>	<u>84,453</u>

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

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

For the nine-month periods ended September 30, 2019 and 2018

	Attributable to equity holders of the parent										
	Capital stock, net of treasury shares			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 net equity US\$(000)
	Number of shares outstanding	Common shares US\$(000)	Investment shares US\$(000)								
<b>As of January 1, 2018</b>	253,715,190	750,497	791	218,450	163,071	269	1,728,847	(13,888)	2,848,037	215,590	3,063,627
Net profit (loss)	-	-	-	-	-	-	59,409	-	59,409	(3,731)	55,678
Other comprehensive income	-	-	-	-	-	-	-	16,977	16,977	11,798	28,775
<b>Total other comprehensive income</b>	-	-	-	-	-	-	59,409	16,977	76,386	8,067	84,453
Changes in the equity of investments	-	-	-	-	-	-	(18,200)	-	(18,200)	-	(18,200)
Dividends declared and paid, note 10	-	-	-	-	-	-	(7,554)	-	(7,554)	(3,960)	(11,514)
Transfer and other equity changes	-	-	-	-	-	-	813	-	813	-	813
Expired dividends	-	-	-	-	44	-	-	-	44	-	44
<b>As of September 30, 2018</b>	<u>253,715,190</u>	<u>750,497</u>	<u>791</u>	<u>218,450</u>	<u>163,115</u>	<u>269</u>	<u>1,763,315</u>	<u>3,089</u>	<u>2,899,526</u>	<u>219,697</u>	<u>3,119,223</u>
<b>As of January 1, 2019</b>	253,715,190	750,497	791	218,450	163,115	269	1,675,909	(703)	2,808,328	221,237	3,029,565
Effect of the implementation of IFRS 16, note 2(2.2)	-	-	-	-	-	-	(957)	-	(957)	-	(957)
<b>As of January 1, 2019 (restructured)</b>	253,715,190	750,497	791	218,450	163,115	269	1,674,952	(703)	2,807,371	221,237	3,028,608
Net profit (loss)	-	-	-	-	-	-	41,464	-	41,464	(11,049)	30,415
Other comprehensive loss	-	-	-	-	-	-	-	(636)	(636)	(814)	(1,450)
<b>Total other comprehensive income (loss)</b>	-	-	-	-	-	-	41,464	(636)	40,828	(11,863)	28,965
Dividends declared and paid, note 10	-	-	-	-	-	-	(15,240)	-	(15,240)	(5,419)	(20,659)
Expired dividends	-	-	-	-	1	-	-	-	1	-	1
Transfer and other equity changes	-	-	-	-	-	-	(890)	-	(890)	-	(890)
<b>As of September 30, 2019</b>	<u>253,715,190</u>	<u>750,497</u>	<u>791</u>	<u>218,450</u>	<u>163,116</u>	<u>269</u>	<u>1,700,286</u>	<u>(1,339)</u>	<u>2,832,070</u>	<u>203,955</u>	<u>3,036,025</u>

**Compañía de Minas Buenaventura S.A.A. and Subsidiaries**  
**Interim consolidated statements of cash flows (unaudited)**  
For the three-month and nine-month periods ended September 30, 2019 and 2018

Note	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)
<b>Operating activities</b>				
	216,206	251,382	608,200	951,930
14(a)	1,545	758	30,921	44,563
	7,261	20,490	29,546	71,310
	5,152	4,542	16,087	14,180
	-	747	523	902
	(143,161)	(191,731)	(465,056)	(637,068)
	(33,652)	(38,520)	(106,828)	(126,566)
	(6,232)	(8,999)	(20,811)	(22,657)
	(6,030)	(7,915)	(16,080)	(28,345)
	(1,569)	(2,663)	(3,146)	(10,944)
<b>Net cash and cash equivalents provided by operating activities</b>				
	39,520	28,091	73,356	257,305
<b>Investing activities</b>				
	280	314	702	374
7(a)	(27,971)	(18,504)	(64,255)	(70,097)
	(1,040)	(1,526)	(2,468)	(2,992)
<b>Net cash and cash equivalents used in investing activities</b>				
	(28,731)	(19,716)	(66,021)	(72,715)
<b>Financing activities</b>				
8	50,000	-	55,000	80,000
8	(50,000)	-	(95,000)	(80,000)
9	(10,429)	(10,075)	(33,657)	(32,603)
10	-	-	(15,240)	(7,554)
	(2,319)	(2,213)	(5,419)	(3,960)
	(2,367)	(83)	(2,511)	(79)
<b>Net cash and cash equivalents used in financing activities</b>				
	(15,115)	(12,371)	(96,827)	(44,196)
	(4,326)	(3,996)	(89,492)	140,394
3	284,034	358,941	369,200	214,551
<b>Cash and cash equivalents at period-end</b>				
3	279,708	354,945	279,708	354,945
<b>Financing and investing activities not affecting cash flows</b>				
	(27,137)	(29,870)	(33,042)	(39,824)

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

## Notes to the interim consolidated financial statements (unaudited)

As of September 30, 2019 and 2018

### 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.

#### (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 September 30, 2019, the Group operates directly four operating mining units (Uchucchacua, Orcopampa, Julcani and Tambomayo), three mining units with discontinued operations (Mallay, 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.

### 2. Basis for preparation and presentation and changes in accounting policies

#### 2.1. Basis of preparation and presentation -

The unaudited interim consolidated financial statements have been prepared and presented in accordance with IAS 34 - “Interim Financial Reporting”, as issued by the International Accounting Standards Board (hereinafter “IASB”).

The unaudited interim consolidated financial statements have been prepared on a historical cost basis, from the accounting records of the Group, except for financial assets and liabilities at fair value through profit or loss.

The unaudited interim 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 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, 2018 and for the year then ended.



# Notes to the interim consolidated financial statements (unaudited)

(continued)

## 2.2. New standards and interpretations adopted by the Group -

The accounting policies used by the Group for the preparation of the consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements as of December 31, 2018 and for the year then ended.

The Group has applied IFRS 16 "Leases" as of January 1, 2019. Other standards and modifications apply on that date; however, they did not have an impact on the unaudited interim consolidated financial statements of the Group as of September 30, 2019 and, therefore, they have not been disclosed. The Group has not been early adopted any standard, interpretation or modification issued, and not yet effective.

In the adoption of IFRS 16, the Group recognized liabilities related to the leases that have been previously classified as operating leases under IAS 17. These liabilities have been measured based on the present value of the remaining future payments, discounted using an interest rate of incremental interest as of January 1, 2019 (5% average interest rate). As a result of the effect of the transition of IFRS 16, as of January 1, 2019, US\$16.2 million were recognized as right in use assets and US\$17.5 million as lease liabilities (representing 0.4% and 1.5% of total assets and liabilities, respectively). As of September 30, 2019 the effects of IFRS 16 are presented in note 7(b) and 9(a). As part of the initial application of IFRS 16, the Group used the modified retrospective method; therefore, the figures for previous years were not adjusted.

## 3. Cash and cash equivalents

This caption is made up as follow:

	<b>As of September 30, 2019 US\$(000)</b>	<b>As of December 31, 2018 US\$(000)</b>
Cash	273	347
Bank accounts (i)	74,975	57,078
Time deposits (ii)	<u>204,460</u>	<u>311,775</u>
	<u>279,708</u>	<u>369,200</u>

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

(ii) As of September 30, 2019 and December 31, 2018, time deposits were kept in prime financial institutions, which generated interest at annual market rates and had original maturities of less than 90 days, according to the immediate cash needs of the Group.

# Notes to the interim consolidated financial statements (unaudited)

(continued)

## 4. Trade and other receivables, net

(a) This caption is made up as follows:

	As of September 30, 2019 US\$(000)	As of December 31, 2018 US\$(000)
<b>Trade receivables, net</b>		
Domestic clients	93,926	105,225
Foreign clients	70,087	56,312
Related entities, note 14(b)	8,485	7,177
	<u>172,498</u>	<u>168,714</u>
Allowance for expected credit losses (b)	<u>(22,013)</u>	<u>(22,013)</u>
	<u>150,485</u>	<u>146,701</u>
<b>Other receivables</b>		
Value added tax credit	39,550	49,332
Other receivables to third parties	30,706	24,625
Advances to suppliers	13,711	7,542
Tax deposits	6,817	4,769
Tax claims	5,938	2,573
Refund applications of value added tax	5,161	6,574
Restricted bank accounts	4,766	2,782
Interest receivables	2,885	3,000
Related entities, note 14(b)	2,629	3,705
Loans to personal	1,277	1,392
Due from for sales of assets	877	2,715
Account receivables from hedges derivatives	-	3,949
Other minor	726	2,738
Allowance for expected credit losses (b)	<u>(9,937)</u>	<u>(10,089)</u>
	<u>105,106</u>	<u>105,607</u>
<b>Total trade and other receivables, net</b>	<u>255,591</u>	<u>252,308</u>
<b>Classification by maturity:</b>		
Current portion	217,423	211,715
Non-current portion	<u>38,168</u>	<u>40,593</u>
<b>Total trade and other receivables, net</b>	<u>255,591</u>	<u>252,308</u>
<b>Classification by nature:</b>		
Financial receivables	210,880	196,402
Non-financial receivables	<u>44,711</u>	<u>55,906</u>
<b>Total trade and other receivables, net</b>	<u>255,591</u>	<u>252,308</u>
<b>Classification by measurement:</b>		
Trade receivables (without provisional prices)	13,754	39,152
Trade receivables (with provisional prices)	136,732	107,549
Other accounts receivables	<u>105,105</u>	<u>105,607</u>
<b>Total trade and other receivables, net</b>	<u>255,591</u>	<u>252,308</u>

## Notes to the interim consolidated financial statements (unaudited)

(continued)

- (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 consolidated statement of financial position.

### 5. Inventories, net

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

	As of September 30, 2019 US\$(000)	As of December 31, 2018 US\$(000)
Finished goods	1,866	7,715
Products in process	55,477	73,796
Spare parts and supplies	79,168	81,383
	<u>136,511</u>	<u>162,894</u>
Provision for impairment of value of inventory (b)	<u>(22,462)</u>	<u>(23,163)</u>
	<u>114,049</u>	<u>139,731</u>
<b>Classification by use:</b>		
Current portion	110,878	135,919
Non-current portion	<u>3,171</u>	<u>3,812</u>
	<u>114,049</u>	<u>139,731</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 consolidated statements of financial position.

### 6. Investments in associates

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

	Share in equity		As of September 30, 2019 US\$(000)	As of December 31, 2018 US\$(000)
	2019 %	2018 %		
<b>Associates</b>				
Sociedad Minera Cerro Verde S.A.A.	19.584	19.584	1,137,464	1,108,284
Minera Yanacocha S.R.L.	43.650	45.950	315,884	271,036
Compañía Minera Coimolache S.A.	40.095	40.095	<u>95,136</u>	<u>89,554</u>
			1,548,484	1,468,874
<b>Joint ventures</b>			2,643	2,673
<b>Other minor investments</b>			<u>1,835</u>	<u>1,835</u>
			<u>1,552,962</u>	<u>1,473,382</u>

## Notes to the interim consolidated financial statements (unaudited)

(continued)

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

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)
<b>Associates</b>				
Sociedad Minera Cerro Verde S.A.A.	8,918	18,334	58,557	82,412
Minera Yanacocha S.R.L.	23,435	(851)	44,334	(20,233)
Compañía Minera Coimolache S.A.	5,403	4,668	7,126	8,994
	37,756	22,151	110,017	71,173
<b>Joint ventures</b>	15	-	(29)	-
	37,771	22,151	109,988	71,173

### 7. Mining concessions, development costs, right-of-use, property, plant and equipment, net

(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)
<b>As of January 1, 2019</b>	3,727,403	(1,853,513)	(26,275)	1,847,615
Additions	97,297	(160,429)	-	(63,132)
Effect of the implementation of IFRS 16(b)	11,678	(4,246)	-	7,432
Reclassifications	(4,884)	-	-	(4,884)
Disposals / Sales	(12,875)	1,689	-	(11,186)
<b>As of September 30, 2019</b>	<b>3,818,619</b>	<b>(2,016,499)</b>	<b>(26,275)</b>	<b>1,775,845</b>
<b>As of January 1, 2018</b>	3,596,342	(1,611,982)	(34,805)	1,949,555
Additions	117,752	(166,033)	-	(48,281)
Reclassifications	(2,819)	(3,659)	-	(6,478)
Disposals / Sales	(11,658)	(7,683)	-	(19,341)
<b>As of September 30, 2018</b>	<b>3,699,617</b>	<b>(1,789,357)</b>	<b>(34,805)</b>	<b>1,875,455</b>

## Notes to the interim consolidated financial statements (unaudited)

(continued)

(b) The net assets for right in use maintained by the Group correspond:

	<b>As of September, 30 2019</b>	<b>As of December 31, 2018</b>
	US\$(000)	US\$(000)
<b>Right in use</b>		
Buildings	4,784	-
Machinery and equipment	2,212	-
Transportation units	436	-
	<hr/>	<hr/>
<b>Final balance</b>	<b>7,432</b>	<b>-</b>
	<hr/>	<hr/>

### 8. Bank loans

This caption is made up as follows:

	<b>2019</b>	<b>2018</b>
	US\$(000)	US\$(000)
<b>Balance as of January 1,</b>	95,000	96,215
New loans	55,000	80,000
Disbursements	(95,000)	(80,000)
Other	-	(1,215)
	<hr/>	<hr/>
<b>Balance as of September 30,</b>	<b>55,000</b>	<b>95,000</b>
	<hr/>	<hr/>

As of September 30, 2019, the Group has bank loans with annual rates ranging from 2.00% and 2.95% annual rates ranging from 2.00% to 3.13% as of December 31, 2018. No guarantees have been granted for these loans.

## Notes to the interim consolidated financial statements (unaudited)

(continued)

### 9. Financial obligations

(a) This caption is made up as follow:

	As of September, 30 2019 US\$(000)	As of December 31, 2018 US\$(000)
<b>Compañía de Minas Buenaventura S.A.A.</b>		
BBVA Banco Continental	61,667	61,667
Banco de Crédito del Perú	61,667	61,667
CorpBanca New York Branch	61,666	61,666
Banco Internacional del Perú	30,000	30,000
ICBC Perú Bank	25,000	25,000
Banco Latinoamericano de Comercio Exterior S.A.	20,000	20,000
Banco de Sabadell, Miami Branch	15,000	15,000
	<u>275,000</u>	<u>275,000</u>
Debt issuance costs	(2,783)	(3,618)
	<u>272,217</u>	<u>271,382</u>
<b>Sociedad Minera El Brocal S.A.A.</b>		
Banco de Crédito del Perú – Leaseback	75,758	94,490
Debt issuance costs	(636)	(976)
	<u>75,122</u>	<u>93,514</u>
Mid-term financial obligation	72,500	75,000
	<u>147,622</u>	<u>168,514</u>
<b>Empresa de Generación Huanza S.A.</b>		
Banco de Crédito del Perú – Finance lease	134,737	147,166
	<u>8,754</u>	<u>-</u>
<b>Obligations for leases, note 2(2.2)</b>		
	<u>563,330</u>	<u>587,062</u>
<b>Classification by maturity:</b>		
Current portion	110,726	46,166
Non-current portion	452,604	540,896
	<u>563,330</u>	<u>587,062</u>
<b>Total financial obligations</b>		
	<u>563,330</u>	<u>587,062</u>

The compliance with the clauses described in the annual audited report is overseen by the Group's Management. As of September 30, 2019, the Group complies with the consolidated financial ratios agreed with the Banks.

## Notes to the interim consolidated financial statements (unaudited)

(continued)

### 10. Dividends declared and paid

By means of Mandatory Annual Shareholders' Meeting held on March 25, 2019, a distribution of dividends was approved for US\$0.06 per share, equivalent to US\$16,538,000 (US\$15,240,000 net of treasury shares).

By means of Mandatory Annual Shareholders' Meeting held on March 27, 2018, a distribution of dividends was approved for US\$0.03 per share, equivalent to US\$8,269,037 (US\$7,554,000 net of treasury shares).

### 11. Net sales of good

The table below presents the detail of net sales of goods to clients for the three-month and nine-month periods ended September 30, 2019 and 2018:

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)
<b>Sales by metal:</b>				
Silver	81,393	86,183	215,094	293,363
Gold	71,677	96,567	177,721	336,262
Copper	67,012	69,932	173,771	207,886
Zinc	26,298	25,485	116,858	131,902
Lead	20,616	22,299	67,945	66,282
Manganese sulfate	1,698	1,645	4,135	4,648
	268,694	302,111	755,524	1,040,343
Commercial deductions	(52,511)	(46,686)	(154,041)	(143,118)
Fair value of accounts receivables	1,506	(555)	(3,181)	(15,659)
Hedge operations	1,300	4,426	4,322	(11,317)
	<u>218,989</u>	<u>259,296</u>	<u>602,624</u>	<u>870,249</u>

## Notes to the interim consolidated financial statements (unaudited)

(continued)

### 12. Cost of sales of goods, without considering depreciation and amortization

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

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)
<b>Beginning balance of finished goods and products in process, net of depreciation and amortization</b>	43,069	39,401	49,206	37,640
<b>Cost of production:</b>				
Services provided by third parties	49,230	62,911	141,005	175,042
Consumption of materials and supplies	22,668	32,114	71,539	101,866
Direct labor	19,656	19,584	59,291	70,424
Electricity and water	10,441	12,517	33,071	38,449
Rentals	5,386	5,988	14,776	15,258
Maintenance and repair	5,723	5,526	13,585	18,936
Transport	4,390	8,519	12,339	22,137
Insurances	2,995	2,686	8,882	8,023
Other production expenses	3,148	2,086	7,475	6,843
Provision (reversal) for impairment of finished goods and product in progress	(2,958)	(128)	(5,080)	219
<b>Total cost of production of period</b>	120,679	151,803	356,883	457,197
<b>Final balance of products in process and finished goods, net of depreciation and amortization</b>	(35,160)	(38,319)	(35,160)	(38,319)
<b>Cost of sales of goods, without considering depreciation and amortization</b>	128,588	152,885	370,929	456,518



# Notes to the interim consolidated financial statements (unaudited)

(continued)

## 13. Income tax

- (a) Below is the composition and movement of those items that are related to deferred income taxes, according to the items that originated them:

	As of September 30, 2019 US\$(000)	As of December 31, 2018 US\$(000)
<b>Deferred asset for income tax included in results</b>		
Tax - loss carryforward	132,098	106,223
Difference in depreciation and amortization rates	67,799	68,114
Provision for closure of mining units, net	49,737	47,859
Impairment loss of long-lived assets	7,469	7,472
Other minor	21,704	20,681
	<u>278,807</u>	<u>250,349</u>
Less - Allowance for deferred asset	(52,659)	(40,948)
	<u>226,148</u>	<u>209,401</u>
Deferred assets for mining royalties and special mining tax included in results	393	36
<b>Total deferred asset</b>	<u>226,541</u>	<u>209,437</u>
<b>Deferred liability for income tax included in results</b>		
Differences in amortization rates for development costs	(70,027)	(65,988)
Effect of translation into U.S. dollars	(57,540)	(61,271)
Other minors	(79,333)	(74,480)
	<u>(206,900)</u>	<u>(201,739)</u>
Deferred liability for mining royalties and special mining tax included in results	(11)	(2)
<b>Deferred liability included in retained earnings</b>		
Derivative financial instruments	-	(813)
<b>Total deferred liability</b>	<u>(206,911)</u>	<u>(202,554)</u>
<b>Deferred income tax asset, net</b>	<u>19,630</u>	<u>6,883</u>
<b>Classification by the consolidated financial position:</b>		
Deferred income tax asset	48,008	38,305
Deferred income tax liability	<u>(28,378)</u>	<u>(31,422)</u>
<b>Deferred income tax asset, net</b>	<u>19,630</u>	<u>6,883</u>

## Notes to the interim consolidated financial statements (unaudited)

(continued)

- (b) Below is a reconciliation of tax expense (income) and the accounting profit (loss) multiplied by the statutory tax rate:

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)
<b>Profit (loss) before income tax</b>	19,005	(11,239)	30,945	83,617
Profit for discontinued operations	(2,129)	(3,082)	(6,643)	(4,573)
<b>Profit (loss) before income tax</b>	16,876	(14,321)	24,302	79,044
Theoretical loss (income) for income tax	(4,978)	4,225	(7,169)	(23,318)
<b>Permanent items and others:</b>				
Share in the results of associates	11,142	6,535	32,446	20,996
Effect of translation into U.S. dollars	(12,307)	(3,297)	3,731	(5,521)
Allowance for deferred asset	(5,834)	376	(11,711)	(558)
Permanent items	(4,213)	(7,371)	(11,137)	(8,231)
Mining royalties and special mining tax	(3)	(448)	(24)	(2,645)
Income tax benefit (loss)	(16,193)	20	6,136	(19,277)
Mining Royalties and Special Mining Tax	54	116	(23)	(4,089)
<b>Total income tax</b>	<b>(16,139)</b>	<b>136</b>	<b>6,113</b>	<b>(23,366)</b>
<b>Classification by type of tax:</b>				
<b>Income tax expense</b>				
Current	(1,583)	2,357	(5,266)	(6,882)
Deferred	(14,610)	(2,337)	11,402	(12,395)
	(16,193)	20	6,136	(19,277)
<b>Mining Royalties and Special Mining Tax</b>				
Current	-	(3)	(60)	(4,448)
Deferred	54	119	37	359
	54	116	(23)	(4,089)
<b>Total income tax</b>	<b>(16,139)</b>	<b>136</b>	<b>6,113</b>	<b>(23,366)</b>

- (c) As of September 30, 2019 no changes have occurred in the open tax processes of the Group compared to the ones disclosed in note 29 of the consolidated annual financial statements as of December 31, 2018.

# Notes to the interim consolidated financial statements (unaudited)

(continued)

## 14. Related entities transactions

- (a) Main transactions made by the Group with its associates during the three-month and nine-month periods ended September 30, 2019 and 2018 are presented below:

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2019 US\$(000)	2018 US\$(000)	2019 US\$(000)	2018 US\$(000)
<b>Collections and disbursements for:</b>				
Dividends declared and collected	1,545	758	30,921	44,563
<b>Sales of:</b>				
Energy	778	690	2,168	1,932
Supplies	753	–	1,259	–
Mineral	280	209	589	986
<b>Income by:</b>				
Royalties	6,599	5,775	17,434	14,925
Administrative services (treasury, systems, marketing, accounting, logistics, legal and others)	301	1,789	1,434	2,521
Operational management services	373	–	1,014	–
Energy transmission	71	235	215	384
Occupational safety services	61	–	205	–
Management services	54	54	162	162
Interests received from joint ventures	20	85	103	123
Services for environmental activities and exploration	22	–	66	–
Expense reimbursements	18	18	50	52
Labor expenses	–	29	2	108
Engineering expenses	–	–	–	293
<b>Purchases from:</b>				
Supplies	3	1	6	31

## Notes to the interim 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 associates:

	<b>As of September 30, 2019</b>	<b>As of December 31, 2018</b>
	US\$(000)	US\$(000)
<b>Trade receivables</b>		
Minera Yanacocha S.R.L. (associate)	8,173	6,791
Compañía Minera Coimolache S.A. (associate)	312	386
	<u>8,485</u>	<u>7,177</u>
<b>Other receivables</b>		
Transportadora Callao S.A. (joint ventures) (c)	2,105	2,471
Compañía Minera Coimolache S.A. (associate)	524	1,234
	<u>2,629</u>	<u>3,705</u>
	<u>11,114</u>	<u>10,882</u>
<b>Trade payables</b>		
Transportadora Callao S.A. (joint ventures)	41	-
Compañía Minera Coimolache S.A. (associate)	22	36
	<u>63</u>	<u>36</u>
<b>Other payables</b>		
Other minor	55	20
	<u>118</u>	<u>56</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.

- (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.

## Notes to the interim consolidated financial statements (unaudited)

(continued)

### 15. 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.
- 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, except for those entities that are managed independently.

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

	Julcani (Mining operation)	Orcopampa (Mining operation)	Uchucchacua (Mining operation)	Colquijirca (Mining operation)	La Zanja (Mining operation)	Tambomayo (Mining operation)	Exploration and development mining projects	Energy generation and transmission	Insurance brokerage and other	Rental of mining concessions	Investment in shares (Holding)	Industrial activities	Corporate	Subtotal	Adjustments and eliminations	Total
	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)
<b>As of September 30, 2019</b>																
<b>Results:</b>																
<b>Continuing operations</b>																
<b>Operating income:</b>																
Net sales of goods	29,157	36,922	141,566	219,653	34,108	137,146	-	-	-	-	-	4,134	-	602,686	(62)	602,624
Net sales of services	-	-	-	-	-	-	-	44,499	6,278	-	461	14,580	-	65,818	(53,478)	12,340
Royalty income	-	-	-	-	-	-	-	-	-	17,434	-	-	-	17,434	-	17,434
<b>Total operating income</b>	<b>29,157</b>	<b>36,922</b>	<b>141,566</b>	<b>219,653</b>	<b>34,108</b>	<b>137,146</b>	<b>-</b>	<b>44,499</b>	<b>6,278</b>	<b>17,434</b>	<b>461</b>	<b>18,714</b>	<b>-</b>	<b>685,938</b>	<b>(53,540)</b>	<b>632,398</b>
<b>Operating costs</b>																
Cost of sales of goods, excluding depreciation and amortization	(20,085)	(41,134)	(92,516)	(161,283)	(28,211)	(56,355)	-	-	-	-	-	(6,303)	-	(405,887)	34,958	(370,929)
Cost of sales of services, excluding depreciation and amortization	-	-	-	-	-	-	-	(15,790)	-	-	-	(4,703)	-	(20,493)	18,360	(2,133)
Exploration in operating units	(4,501)	(7,709)	(6,886)	(6,409)	(1)	(9,323)	-	-	-	-	-	-	-	(34,829)	-	(34,829)
Depreciation and amortization	(5,697)	(5,416)	(15,836)	(55,528)	(7,354)	(62,698)	-	(7,606)	-	-	-	(9,053)	-	(169,188)	459	(168,729)
Mining royalties	(310)	(3,467)	(1,455)	(2,185)	(335)	(1,353)	-	-	-	-	-	-	-	(9,105)	-	(9,105)
<b>Total operating costs</b>	<b>(30,593)</b>	<b>(57,726)</b>	<b>(116,693)</b>	<b>(225,405)</b>	<b>(35,901)</b>	<b>(129,729)</b>	<b>-</b>	<b>(23,396)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(20,059)</b>	<b>-</b>	<b>(639,502)</b>	<b>53,777</b>	<b>(585,725)</b>
<b>Gross profit (loss)</b>	<b>(1,436)</b>	<b>(20,804)</b>	<b>24,873</b>	<b>(5,752)</b>	<b>(1,793)</b>	<b>7,417</b>	<b>-</b>	<b>21,103</b>	<b>6,278</b>	<b>17,434</b>	<b>461</b>	<b>(1,345)</b>	<b>-</b>	<b>46,436</b>	<b>237</b>	<b>46,673</b>
<b>Operating income (expenses)</b>																
Administrative expenses	(2,326)	(3,431)	(13,086)	(6,006)	(2,162)	(12,870)	(1,849)	(2,314)	(7,517)	(101)	(295)	(865)	(2,936)	(55,758)	909	(54,849)
Selling expenses	(277)	(166)	(4,425)	(7,537)	(270)	(2,441)	-	(900)	-	-	-	(1,001)	-	(17,017)	531	(16,486)
Exploration in non-operating areas	-	-	(2,338)	(1,693)	(1,729)	-	(85)	-	-	-	-	-	(3,313)	(9,158)	19	(9,139)
Reversal (provision) of contingents and others	(180)	(59)	112	1,209	28	164	(35)	169	-	-	-	-	681	2,089	-	2,089
Other, net	(542)	(7,980)	(3,608)	(5,425)	(1,164)	(2,398)	(221)	663	-	135	79	477	4,023	(15,961)	(1,675)	(17,636)
<b>Total operating income (expenses)</b>	<b>(3,325)</b>	<b>(11,636)</b>	<b>(23,345)</b>	<b>(19,452)</b>	<b>(5,297)</b>	<b>(17,545)</b>	<b>(2,190)</b>	<b>(2,382)</b>	<b>(7,517)</b>	<b>34</b>	<b>(216)</b>	<b>(1,389)</b>	<b>(1,545)</b>	<b>(95,805)</b>	<b>(216)</b>	<b>(96,021)</b>
<b>Operating profit (loss)</b>	<b>(4,761)</b>	<b>(32,440)</b>	<b>1,528</b>	<b>(25,204)</b>	<b>(7,090)</b>	<b>(10,128)</b>	<b>(2,190)</b>	<b>18,721</b>	<b>(1,239)</b>	<b>17,468</b>	<b>245</b>	<b>(2,734)</b>	<b>(1,545)</b>	<b>(49,369)</b>	<b>21</b>	<b>(49,348)</b>
<b>Other income (expense)</b>																
Share in the results of associates	-	-	-	(29)	-	-	-	7,198	(5)	-	36,009	-	99,631	142,804	(32,816)	109,988
Financial income	-	-	-	320	1,535	-	10	189	8	26	7	191	4,180	6,466	(810)	5,656
Financial costs	(591)	(462)	(398)	(8,415)	(3,274)	(359)	(413)	(5,826)	(16)	(3)	(6)	(763)	(14,006)	(34,532)	853	(33,679)
Net gain (loss) from currency exchange difference	(7)	8	(133)	(283)	(20)	3	(271)	(37)	(129)	(1)	(10)	(49)	(743)	(1,672)	-	(1,672)
<b>Total other income (expense), net</b>	<b>(598)</b>	<b>(454)</b>	<b>(531)</b>	<b>(8,407)</b>	<b>(1,759)</b>	<b>(356)</b>	<b>(674)</b>	<b>1,524</b>	<b>(142)</b>	<b>22</b>	<b>36,000</b>	<b>(621)</b>	<b>89,062</b>	<b>113,066</b>	<b>(32,773)</b>	<b>80,293</b>
<b>Profit (loss) before income tax</b>	<b>(5,359)</b>	<b>(32,894)</b>	<b>997</b>	<b>(33,611)</b>	<b>(8,849)</b>	<b>(10,484)</b>	<b>(2,864)</b>	<b>20,245</b>	<b>(1,381)</b>	<b>17,490</b>	<b>36,245</b>	<b>(3,355)</b>	<b>87,517</b>	<b>63,697</b>	<b>(32,752)</b>	<b>30,945</b>
Current income tax	-	-	-	(25)	(35)	-	-	(112)	54	(5,165)	(43)	-	-	(5,326)	-	(5,326)
Deferred income tax	-	-	-	9,932	(4,493)	-	-	(4,994)	449	-	-	947	9,598	11,439	-	11,439
<b>Profit (loss) from continued operations</b>	<b>(5,359)</b>	<b>(32,894)</b>	<b>997</b>	<b>(23,704)</b>	<b>(13,377)</b>	<b>(10,484)</b>	<b>(2,864)</b>	<b>15,139</b>	<b>(878)</b>	<b>12,325</b>	<b>36,202</b>	<b>(2,408)</b>	<b>97,115</b>	<b>69,810</b>	<b>(32,752)</b>	<b>37,058</b>
<b>Loss from discontinued operations</b>																
																(6,643)
<b>Net profit</b>																<b>30,415</b>
<b>Other disclosures:</b>																
Total active as of September 30, 2019	54,058	43,581	134,740	707,902	141,202	423,070	385,246	363,047	6,020	8,434	550,231	103,233	2,424,977	5,345,741	(1,220,885)	4,124,856
Total liability as of September 30, 2019	51,206	36,968	37,562	302,683	64,476	25,607	18,804	178,707	1,838	3,158	101	19,920	386,192	1,127,222	(38,391)	1,088,831

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

	Julcani (Mining operation)	Orcopampa (Mining operation)	Uchucchacua (Mining operation)	Colquijirca (Mining operation)	La Zanja (Mining operation)	Tambomayo (Mining operation)	Exploration and development mining projects	Energy generation and transmission	Insurance brokerage and other	Rental of mining concessions	Investment in shares (Holding)	Industrial activities	Corporate	Subtotal	Adjustments and eliminations	Total
	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)
<b>As of September 30, 2018</b>																
<b>Results:</b>																
<b>Continuing operations</b>																
<b>Operating income:</b>																
Net sale of goods	24,729	136,418	205,726	248,782	70,444	179,502	-	-	-	-	-	4,648	-	870,249	-	870,249
Net sale of services	-	-	-	-	-	-	-	47,693	6,046	-	461	14,932	-	69,132	(55,849)	13,283
Royalty income	-	-	-	-	-	-	-	-	-	14,925	-	-	-	14,925	-	14,925
<b>Total operating income</b>	<b>24,729</b>	<b>136,418</b>	<b>205,726</b>	<b>248,782</b>	<b>70,444</b>	<b>179,502</b>	<b>-</b>	<b>47,693</b>	<b>6,046</b>	<b>14,925</b>	<b>461</b>	<b>19,580</b>	<b>-</b>	<b>954,306</b>	<b>(55,849)</b>	<b>898,457</b>
<b>Operating costs</b>																
Cost of sales of goods, excluding depreciation and amortization	(19,618)	(77,059)	(111,891)	(156,410)	(52,670)	(68,636)	-	-	-	-	-	(4,600)	-	(490,884)	34,366	(456,518)
Cost of sales of services, excluding depreciation and amortization	-	-	-	-	-	-	-	(20,567)	-	-	-	(6,710)	-	(27,277)	24,056	(3,221)
Exploration in operating units	(6,770)	(25,117)	(15,727)	(7,791)	(72)	(13,593)	-	-	-	-	-	-	-	(69,070)	-	(69,070)
Depreciation and amortization	(2,593)	(6,484)	(19,770)	(49,316)	(25,258)	(57,770)	-	(7,035)	-	-	-	(8,474)	-	(176,700)	(30)	(176,730)
Mining royalties	(183)	(12,216)	(1,796)	(1,625)	(698)	(1,547)	-	-	-	-	-	-	-	(18,065)	-	(18,065)
<b>Total operating costs</b>	<b>(29,164)</b>	<b>(120,876)</b>	<b>(149,184)</b>	<b>(215,142)</b>	<b>(78,698)</b>	<b>(141,546)</b>	<b>-</b>	<b>(27,602)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(19,784)</b>	<b>-</b>	<b>(781,996)</b>	<b>58,392</b>	<b>(723,604)</b>
<b>Gross profit (loss)</b>	<b>(4,435)</b>	<b>15,542</b>	<b>56,542</b>	<b>33,640</b>	<b>(8,254)</b>	<b>37,956</b>	<b>-</b>	<b>20,091</b>	<b>6,046</b>	<b>14,925</b>	<b>461</b>	<b>(204)</b>	<b>-</b>	<b>172,310</b>	<b>2,543</b>	<b>174,853</b>
<b>Operating income (expenses)</b>																
Administrative expenses	(1,844)	(11,776)	(18,785)	(6,525)	(2,588)	(13,174)	(1,766)	(3,017)	(7,703)	(196)	(318)	(957)	(722)	(69,371)	9,034	(60,337)
Selling expenses	(236)	(636)	(6,276)	(9,281)	(597)	(1,907)	-	(911)	-	-	-	(484)	-	(20,328)	393	(19,935)
Exploration in non-operating areas	-	-	(11,505)	(4,520)	(4,287)	-	(2,633)	-	-	-	-	-	(3,100)	(26,045)	1,199	(24,846)
Reversal (provision) of contingents and others	146	(1,254)	(9,048)	(1,341)	(23)	815	(594)	(62)	-	-	-	7	(29)	(11,383)	176	(11,207)
Other, net	(1,008)	(2,647)	(4,905)	8,647	(1,516)	(3,122)	(20)	401	-	-	(4)	98	(4,154)	(8,230)	(13,312)	(21,542)
<b>Total operating expenses</b>	<b>(2,942)</b>	<b>(16,313)</b>	<b>(50,519)</b>	<b>(13,020)</b>	<b>(9,011)</b>	<b>(17,388)</b>	<b>(5,013)</b>	<b>(3,589)</b>	<b>(7,703)</b>	<b>(196)</b>	<b>(322)</b>	<b>(1,336)</b>	<b>(8,005)</b>	<b>(135,357)</b>	<b>(2,510)</b>	<b>(137,867)</b>
<b>Operating profit (loss)</b>	<b>(7,377)</b>	<b>(771)</b>	<b>6,023</b>	<b>20,620</b>	<b>(17,265)</b>	<b>20,568</b>	<b>(5,013)</b>	<b>16,502</b>	<b>(1,657)</b>	<b>14,729</b>	<b>139</b>	<b>(1,540)</b>	<b>(8,005)</b>	<b>36,953</b>	<b>33</b>	<b>36,986</b>
<b>Other income (expense)</b>																
Share in the results of associates	-	-	-	-	-	-	-	6,993	-	-	(15,897)	-	68,080	59,176	11,997	71,173
Financial income	-	-	-	278	1,150	-	-	125	-	17	2	83	3,886	5,541	(1,760)	3,781
Financial costs	(95)	(211)	(235)	(8,114)	(1,159)	(262)	(216)	(5,485)	(2)	(2)	(2)	(682)	(12,483)	(28,948)	665	(28,283)
Net gain (loss) from currency exchange difference	12	119	214	266	(116)	153	2	(190)	3	(26)	-	(223)	(245)	(31)	(9)	(40)
<b>Total other income (expense), net</b>	<b>(83)</b>	<b>(92)</b>	<b>(21)</b>	<b>(7,570)</b>	<b>(125)</b>	<b>(109)</b>	<b>(214)</b>	<b>1,443</b>	<b>1</b>	<b>(11)</b>	<b>(15,897)</b>	<b>(822)</b>	<b>59,238</b>	<b>35,738</b>	<b>10,893</b>	<b>46,631</b>
<b>Profit (loss) before income tax</b>	<b>(7,460)</b>	<b>(863)</b>	<b>6,002</b>	<b>13,050</b>	<b>(17,390)</b>	<b>20,459</b>	<b>(5,227)</b>	<b>17,945</b>	<b>(1,656)</b>	<b>14,718</b>	<b>(15,758)</b>	<b>(2,362)</b>	<b>51,233</b>	<b>72,691</b>	<b>10,926</b>	<b>83,617</b>
Current income tax	(73)	(559)	(768)	(4,769)	(24)	(656)	-	-	-	(4,378)	(37)	(66)	-	(11,330)	-	(11,330)
Deferred income tax	-	-	-	(6,638)	549	-	-	(5,073)	-	-	-	301	(1,165)	(12,026)	(10)	(12,036)
<b>Profit (loss) from continued operations</b>	<b>(7,533)</b>	<b>(1,422)</b>	<b>5,234</b>	<b>1,643</b>	<b>(16,865)</b>	<b>19,803</b>	<b>(5,227)</b>	<b>12,872</b>	<b>(1,656)</b>	<b>10,340</b>	<b>(15,795)</b>	<b>(2,127)</b>	<b>50,068</b>	<b>49,335</b>	<b>10,916</b>	<b>60,251</b>
<b>Loss from discontinued operations</b>																<b>(4,573)</b>
<b>Net profit</b>																<b>55,678</b>
<b>Other disclosures:</b>																
Total assets as of December 31, 2018	39,537	39,725	126,374	773,554	158,718	461,335	372,344	366,354	12,154	7,154	520,484	106,391	2,421,547	5,405,671	(1,188,450)	4,217,221
Total liability as of December 31, 2018	29,469	30,749	45,227	340,735	68,615	28,502	18,986	197,152	4,597	2,653	603	20,671	425,893	1,213,852	(26,196)	1,187,656

Nº 0087468



# COLEGIO DE CONTADORES PÚBLICOS DE LIMA

AV. AREQUIPA Nº 998 Y AV. ALEJANDRO TIRADO Nº 181 - SANTA BEATRIZ - LIMA  
TELEF.: 230-3000

R.U.C. 20106620106

Nº 87468

## Constancia de Habilitación

La Decana y el Director Secretario del Colegio de Contadores Públicos de Lima, que suscriben, declaran que en base a los registros de la institución, se ha verificado que

**PAREDES, BURGA & ASOCIADOS S. CIVIL DE R.L.**

**MATRÍCULA: S0761**

**FECHA DE COLEGIATURA: 05/11/2002**

Se encuentra, hábil a la fecha, para el ejercicio de las funciones profesionales que le faculta la Ley Nº 13253 y su modificatoria Ley Nº 28951 y conforme al Estatuto y Reglamento Interno de este Colegio; en fe de lo cual y a solicitud de parte, se le extiende la presente constancia para los efectos y usos que estime conveniente. Esta constancia tiene vigencia hasta el

**31/03/2020**

Lima, 12 de Abril de 2019

CPCC Elsa Rosario Ugarte Vásquez  
Decana

CPCC Moisés Manuel Penadillo Castro  
Director Secretario

Verifique su validez en: [www.ccpl.org.pe](http://www.ccpl.org.pe)

Comprobante de Pago: .....

Verifique la validez del comprobante de pago en: [www.sunat.gob.pe](http://www.sunat.gob.pe)