



Volcan Compañía Minera

November 2015

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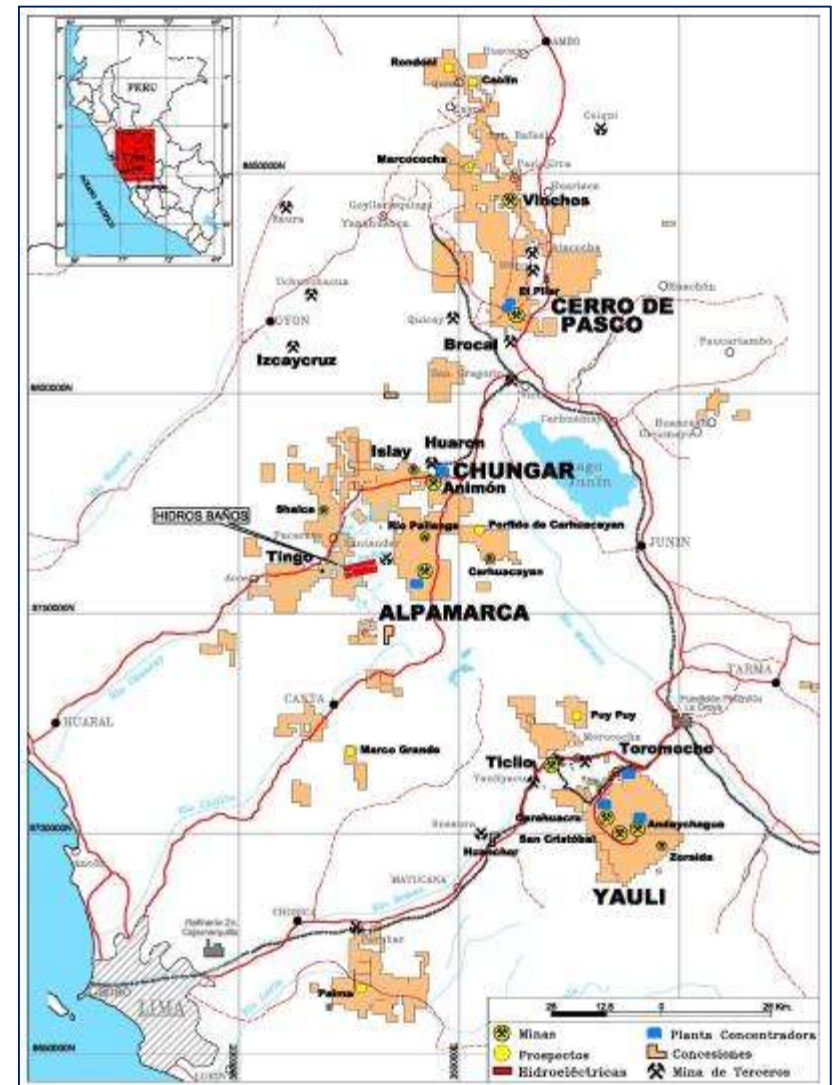
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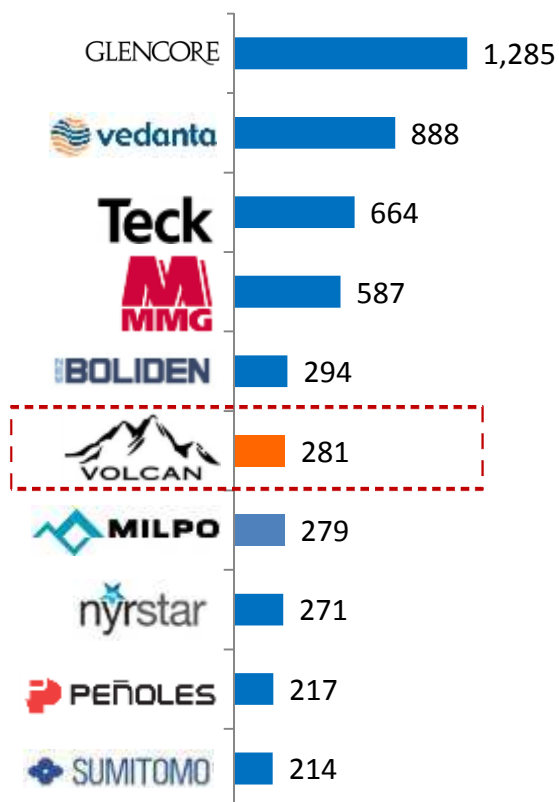
Strategic Location with Diversified Operations

- More than 70 years of mining experience
- Committed to the highest standards of safety & environmental protection
- A world-class producer with significant organic growth potential
- Diversified, balanced and increasing production of base & precious metals
 - Four operating units, 12 mines
 - Seven concentrator plants & one lixiviation plant (Ag oxides)
- First-quartile C1 zinc & silver cash costs
- Highly prospective mining concessions
- Logistical flexibility
- Constructive relationships with authorities, labor & communities

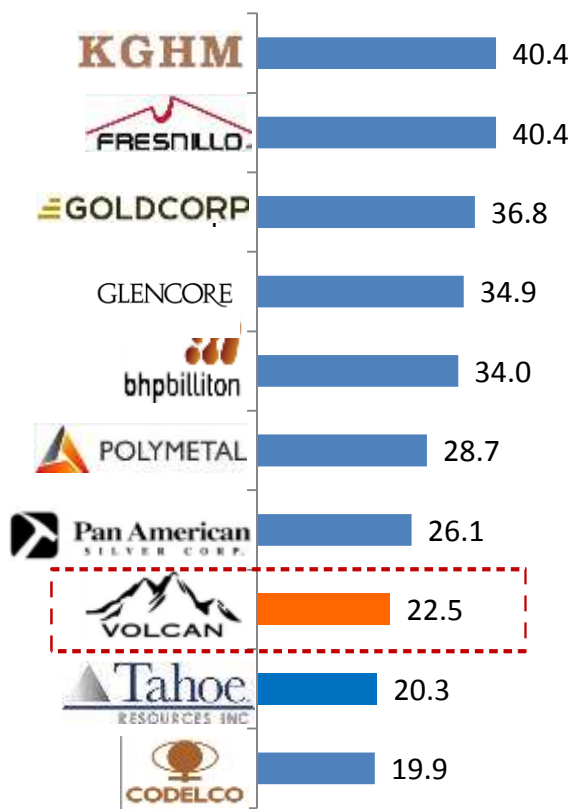


A Leading Global Producer of Zinc, Silver & Lead¹

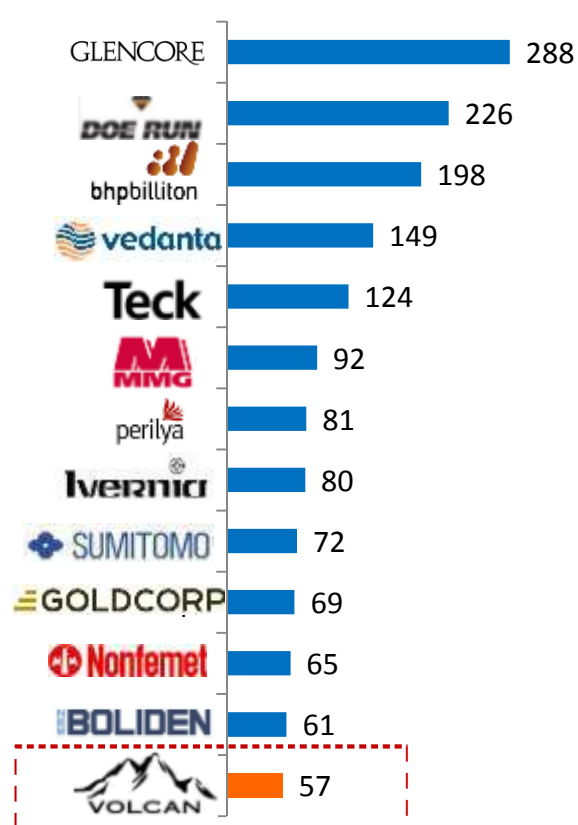
**Zinc production 2014
(000 FMT)**



**Silver production 2014
(MM Oz)**



**Lead production 2014
(000 FMT)**



- Significant negotiating leverage due to ability to deliver large volumes across several key metals
- Broad client base composed of major global commodity traders and refineries

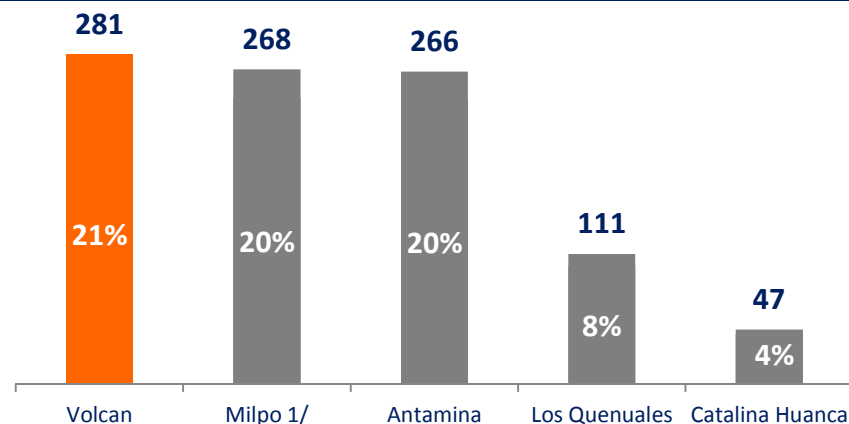


A Leading Producer of Zinc, Silver & Lead in Peru

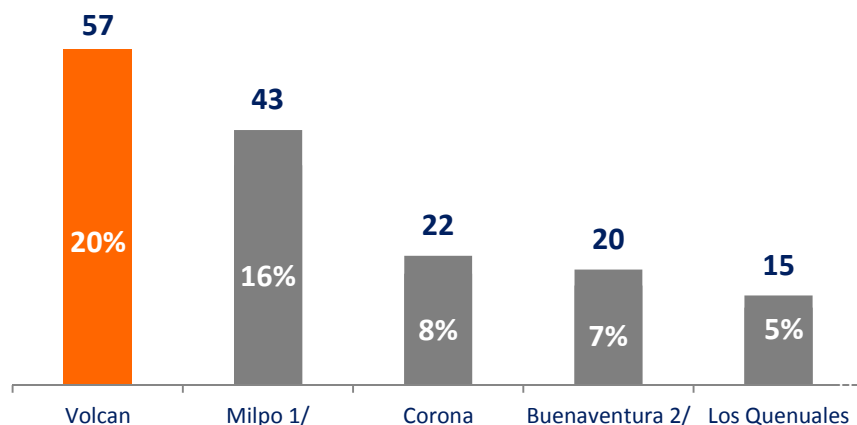
Peru mining production ranking 2014

Metal	LatAm	Global
Zinc	1	3
Lead	1	4
Silver	2	3

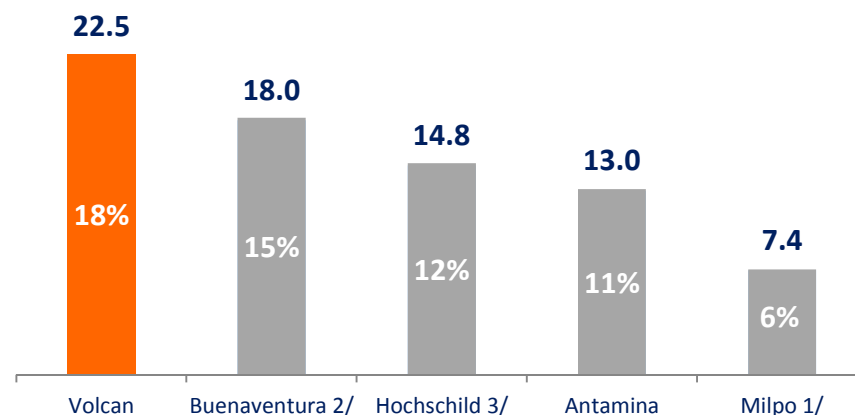
Zinc production 2014 (000 FMT)



Lead production 2014 (000 FMT)



Silver production 2014 (MM Oz)



5 Source: Ministry of Energy & Mines

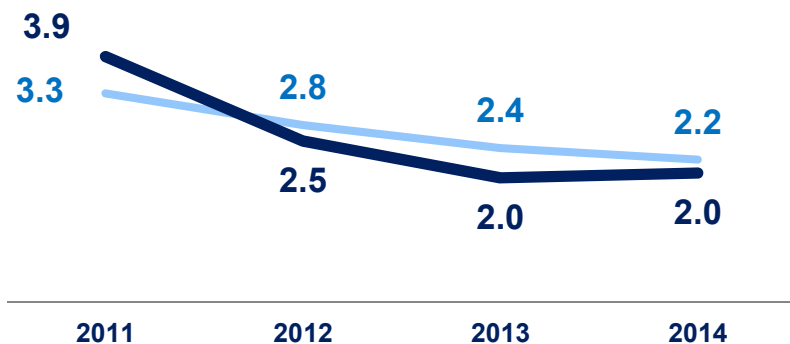
¹ Includes Atacocha, ² Includes 54% of El Brocal, ³ Considers Compañía Minera Ares S.A.C. & Minera Suyamarca S.A.C.



A Safe Place to Work¹

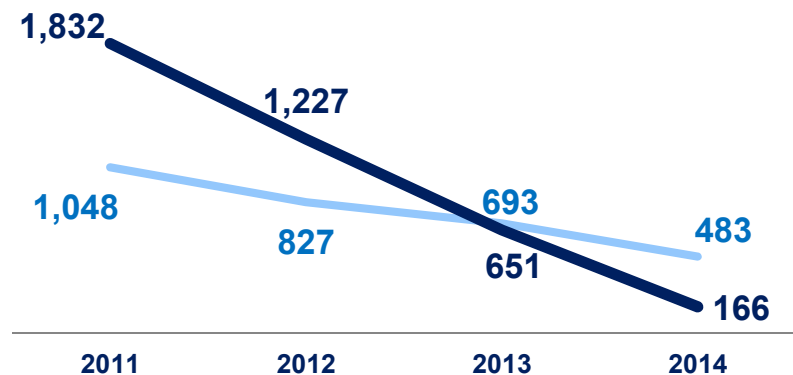
Frequency Index

(lost-time injuries per million hours worked)



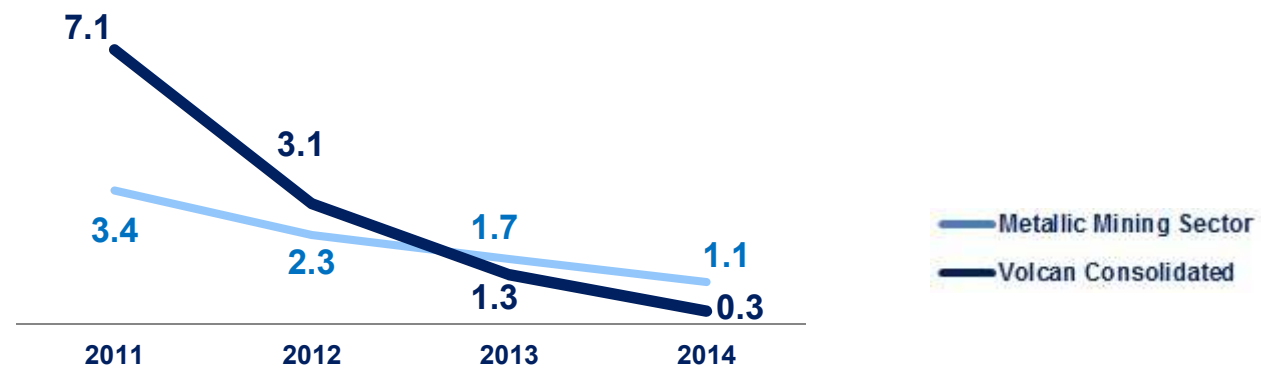
Severity Index

(days lost per million hours worked)



Accident Index

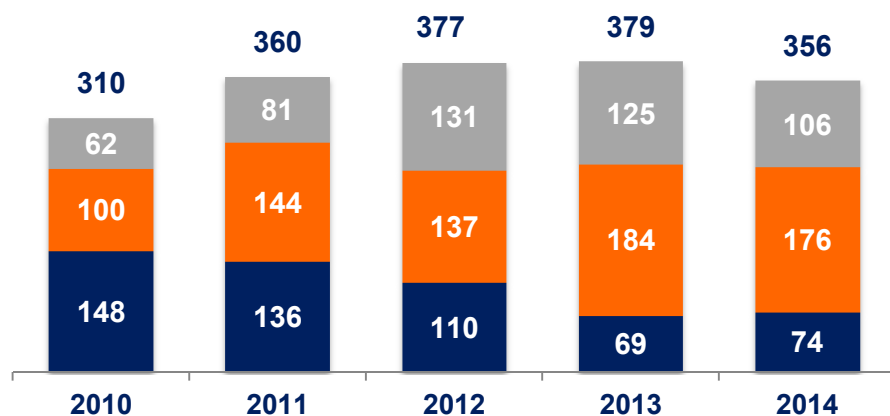
(frequency index x severity index)



Solid Life of Mine¹ with Robust Geological Potential

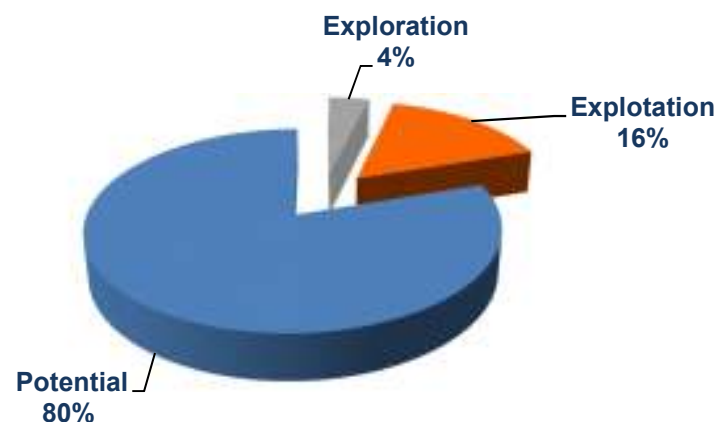
- 8-year life of mine in reserves, 27-year life of mine R+R
- Nearly 7 MM FMT of Zn (R+R), 10 MM FMT, including inferred resources
- 630 MM ounces of Ag (R+R), 940 MM ounces, including inferred resources

Evolution of Reserves & Resources (MM MT)



■ Inferred Resources ■ Measured & Indicated Resources ■ Reserves

~ 310k Ha. of Mining Concessions



Note: Prices used to calculate R+R 2014: Zn 2,200 USD/MT, Pb 2,000 USD/MT, Cu 6,500 USD/MT, Ag 18 USD/Oz

7 ¹ Life of mine is calculated based up proven and probable reserves plus measured and indicated resources as of 31/12/14. Inferred resources are excluded.



2015 Guidance Summary

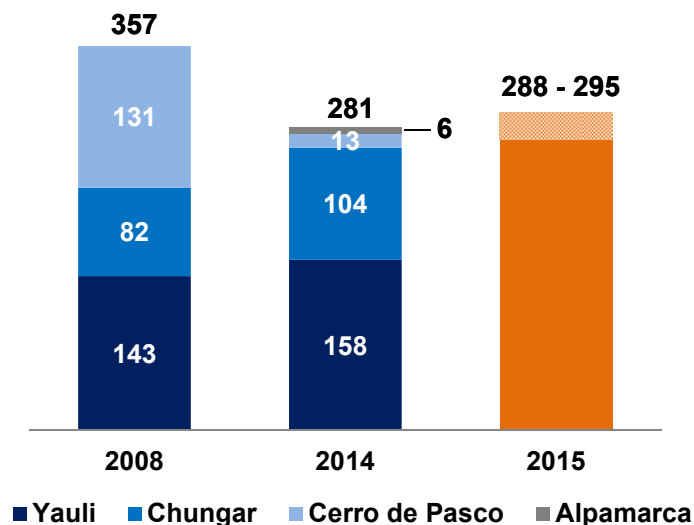
Consolidated Production		2013	2014	Var. %	Estimated 2015
TMT (000)		6,410	7,404	15.5	7,500 - 7,700
Zinc	(000 FMT)	280	281	0.4	288 - 295
Lead	(000 FMT)	67	57	-15.5	58 - 62
Copper	(000 FMT)	3.2	3.4	5.7	3.0 - 3.5
Silver	(000 Oz)	20,746	22,498	8.4	24,000 - 24,300
Gold	(000 Oz)	0.0	0.7	0.0	3.0 - 4.0

Consolidated OPEX		2013	2014	Var. %	Estimated 2015
Unit Cost	(US\$/TM)	67.6	63.9	-5.5	55.6 - 58.7

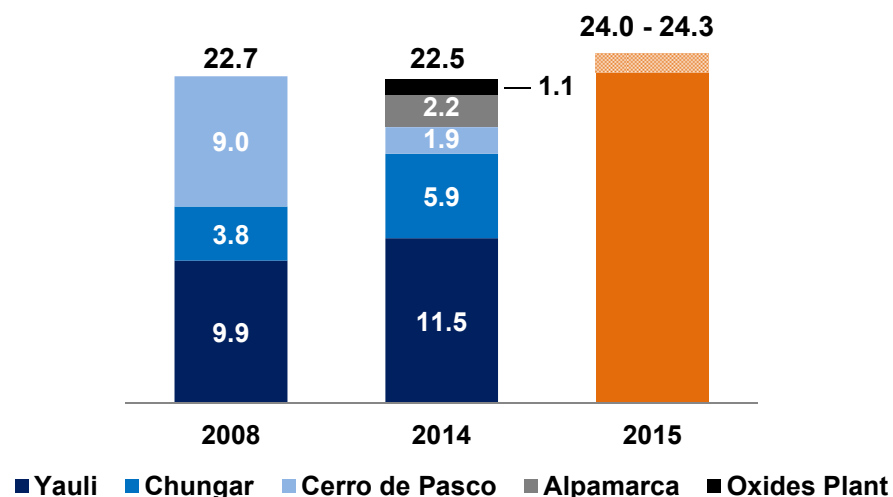
Consolidated CAPEX (MM US\$)		2013	2014	Var. %	Estimated 2015
Mining Operation		521.7	344.4	-34.0	155.0 - 170.0
Operating Capex		203.6	179.7	-11.7	127.0 - 135.0
Greenfield Explorations		8.2	7.7	-6.1	3.0 - 5.0
Growth Projects and Others		309.9	157.0	-49.3	25.0 - 30.0
Energy		12.7	23.4	84.3	25.0 - 30.0
Total		534.4	367.8	-31.2	180.0 - 200.0

Increasing Production with Operational Flexibility

Annual Zinc Production (000 FMT)



Annual Silver Production (MM oz)

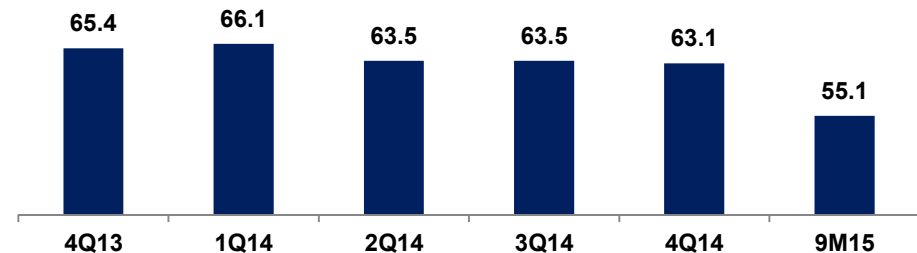


- Additional production from Yauli, Chungar & Alpamarca units mitigate the effect of declining production from Cerro de Pasco, which peaked in 2008
- Since 2008, zinc production is up 27% at Chungar & 10% at Yauli and down 90% at Cerro de Pasco
- Total silver production is now more diversified and increasing

OPEX Reduced, Margins Improving

- **Profitable production assured at bear-market prices**
- **Continuous focus on reduction of operational cost**

Unit Cost of Production¹ (USD / MT)

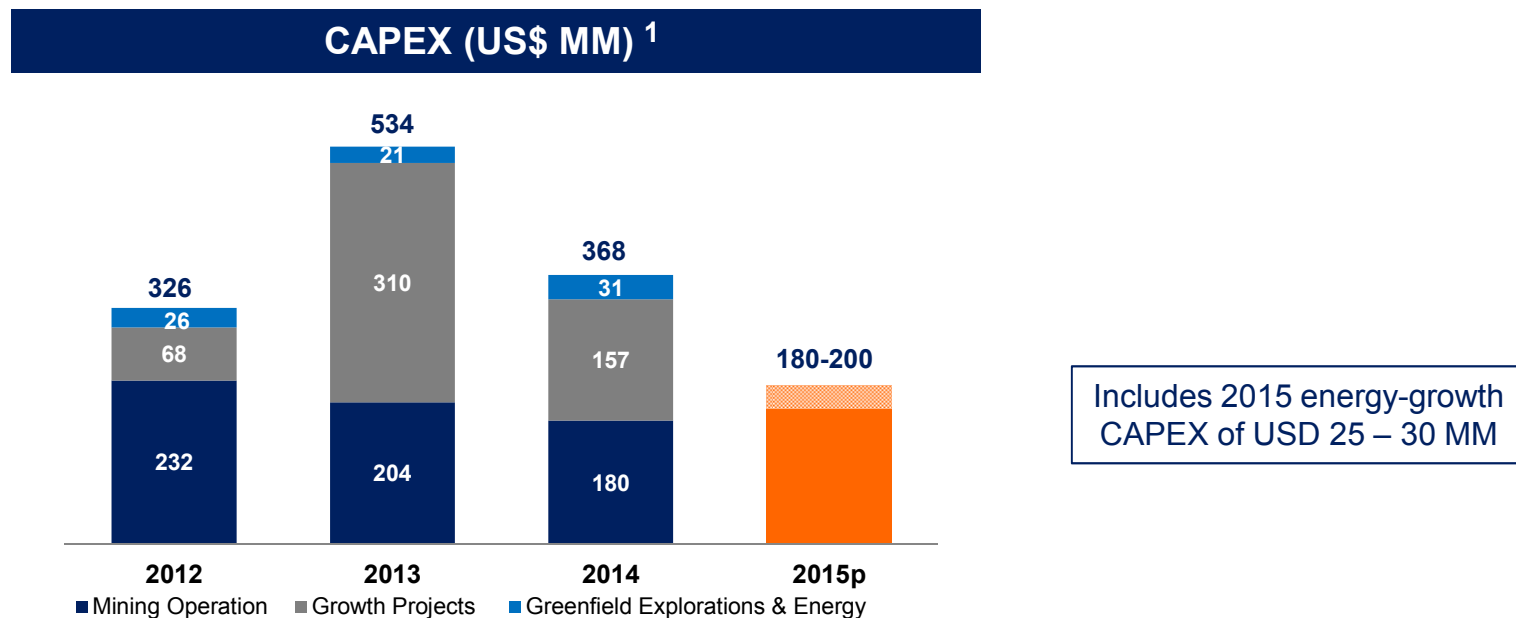


Cost Reduction Drivers

- Enhanced productivity from massive mining methods
- New infrastructure (Timmers Shaft, Chungar)
- Personnel reduction
- Contractor & supplier consolidation and rate reductions
- Efficiencies in mine support & energy use
- Streamlined overhead
- Positive effect from lower fuel prices & Nuevo Sol devaluation
- Unit-cost reduction of 10% - 15% is expected for 2015

CAPEX Reduced Assuring Positive Cash Generation

- Large growth investments completed for this cycle
- In 2014, CAPEX fell by 36%
- A 45% to 50% decrease in CAPEX planned for 2015
- CAPEX reductions do not affect the sustainability of the operation



11 ¹ Investment in greenfield explorations was USD 13 MM (2012), USD 8 MM (2013, 2014) and USD 3 MM to 5 MM (2015p)



Energy Operations at Volcan

100 MW hydroelectric energy portfolio

- 22 MW connected to the Chungar unit
- 21 MW connected to the national grid
- 20 MW Rucuy Hydroelectric Plant completed 1Q16
- Additional 40 MW of development projects

Current infrastructure	Capacity
12 Hydroelectric plants	43 MW
15 Transmission lines	350 Km
26 Electric substations	300 MVA

Volcan Electric Balance	GWh	%
Consumption 2014	644	100
Self generation	316	49

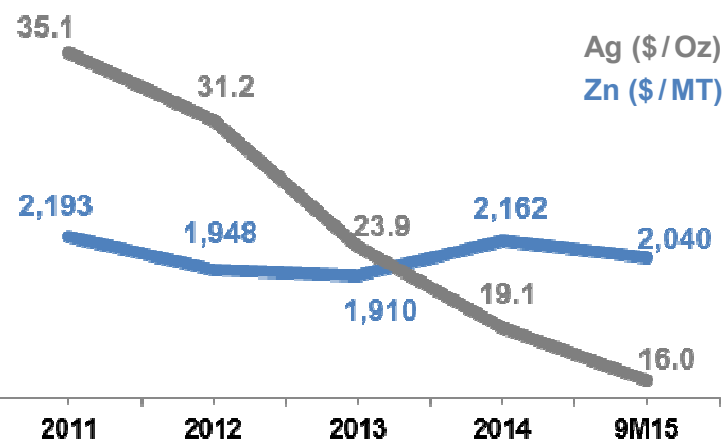
Cost	US\$/MWh	Hydroelectric Projects	Capacity
Produced energy	22	Rucuy plant	20 MW
Purchased energy	80	Tingo Expansion	10 MW
		Chancay 2 plants	30 MW

Paragsha II – Francoise Transmission Line
45 km – 118 towers

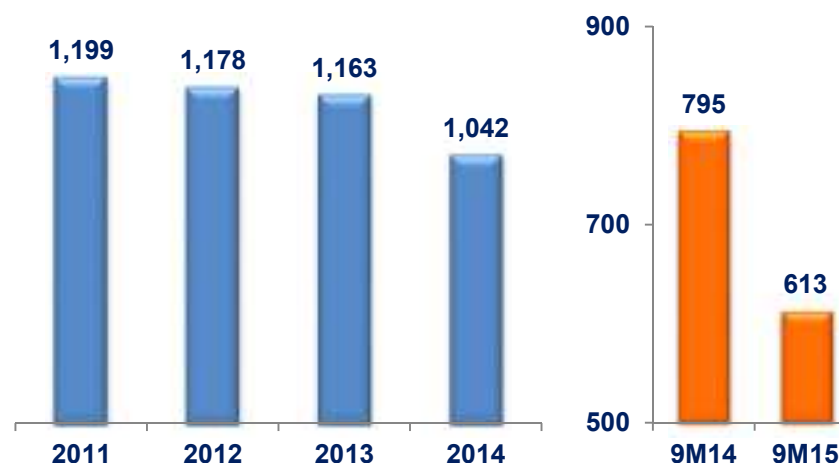


Financial Indicators

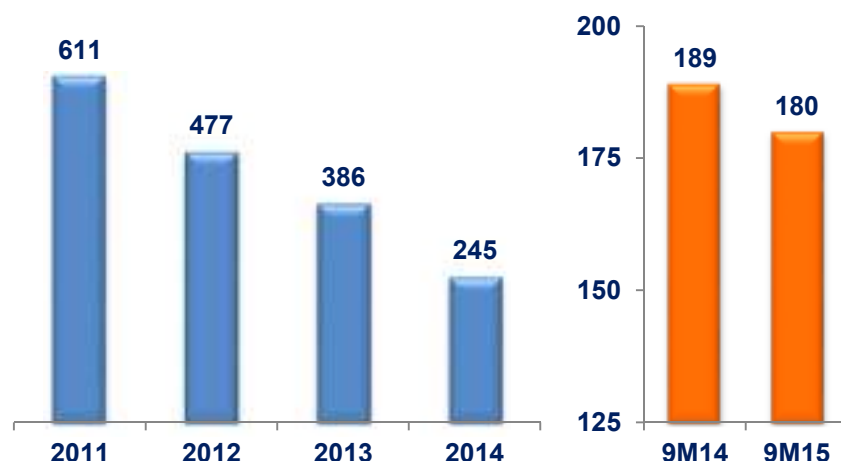
Average Spot Prices (LME)



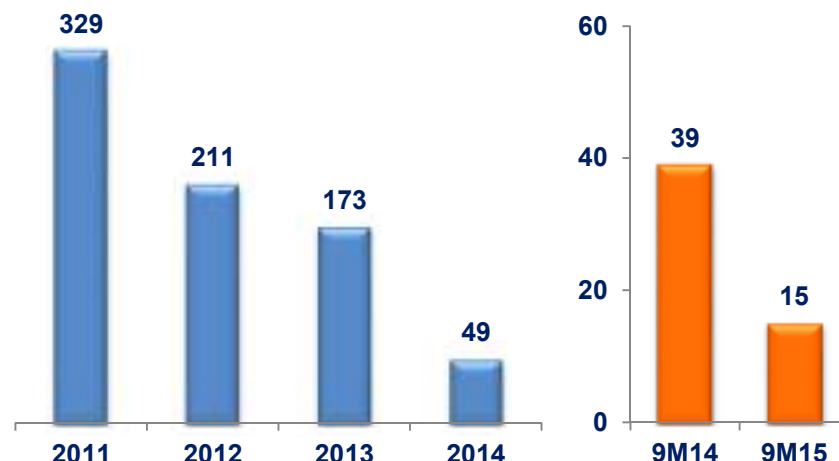
Sales (US\$ MM)



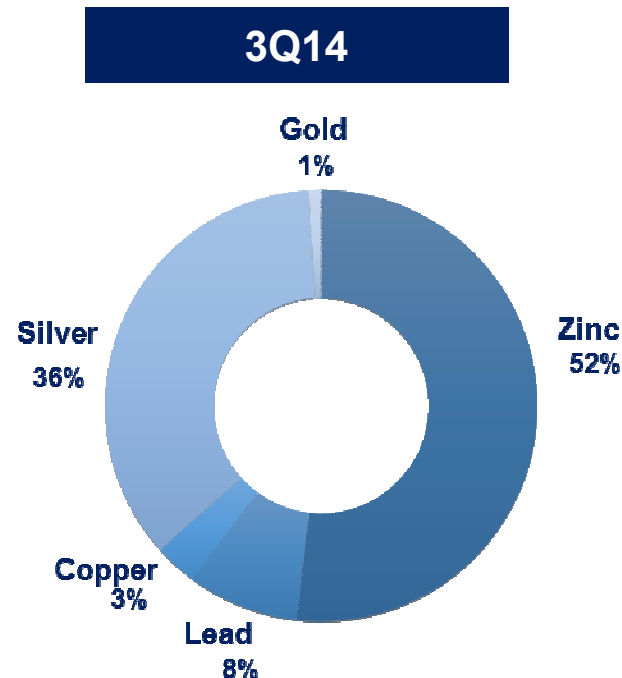
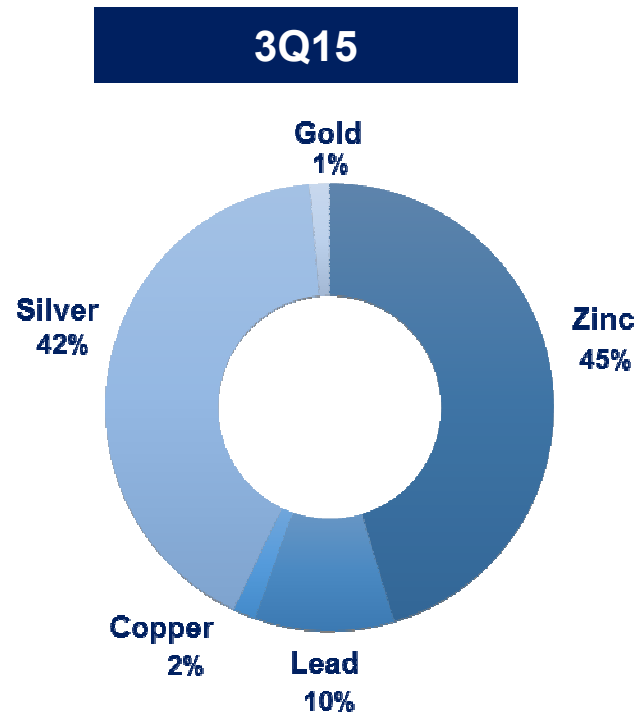
EBITDA (US\$ MM)¹



Net Profit (US\$ MM)¹



Sales Breakdown by Metal



- While zinc production increased year-on-year by 1.9%, its contribution to total sales decreased due to lower zinc prices.
- Despite lower silver prices, silver sales increased by 6% year-on-year due to a 12.6% increase in production volumes driven by the new oxides plant at Cerro de Pasco producing at full capacity since June 2015 and greater production from Yauli.

Cash Cost

Cash Cost ¹	Zinc (US\$/MT)		
	3Q15	3Q14	var%
Co - Product	1,371	1,589	-13.7
By - Product	1,044	1,090	-4.2

Price	Unit	3Q15	3Q14
Zinc	US\$/MT	1,844	2,311
Silver	USD\$/Oz	14.9	19.7

Source: Average LME spot price

Cash Cost ¹	Silver (US\$/Oz)		
	3Q15	3Q14	var%
Co - Product	11.1	13.5	-17.8
By - Product	5.6	4.6	21.7

15 ¹ Cash costs include all costs incurred in the production and commercialization of concentrate, including production costs (excluding depreciation and amortization), commercial discounts, sales expenses and royalties.



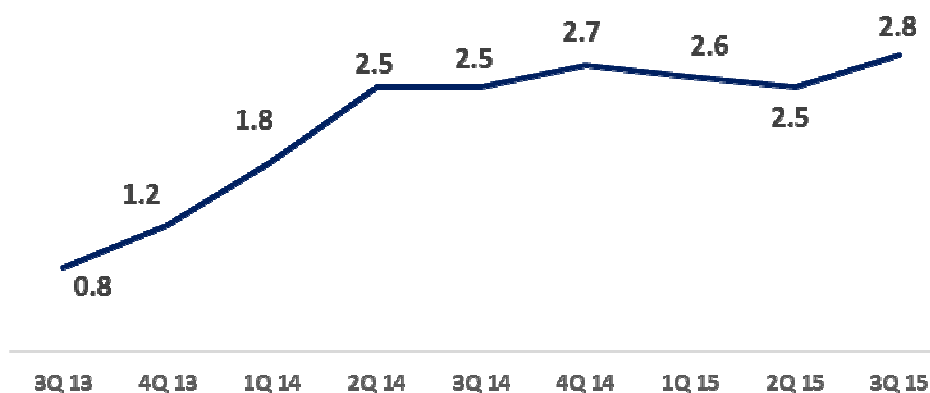
Liquidity & Creditworthiness

- Cost reduction & CAPEX prioritization will sustain cash balance in low-price environment
- Flexibility to further reduce CAPEX & OPEX if price pressure increases
- New energy investments financed *without* guaranties from mining business

Cash Balance (US\$ MM)

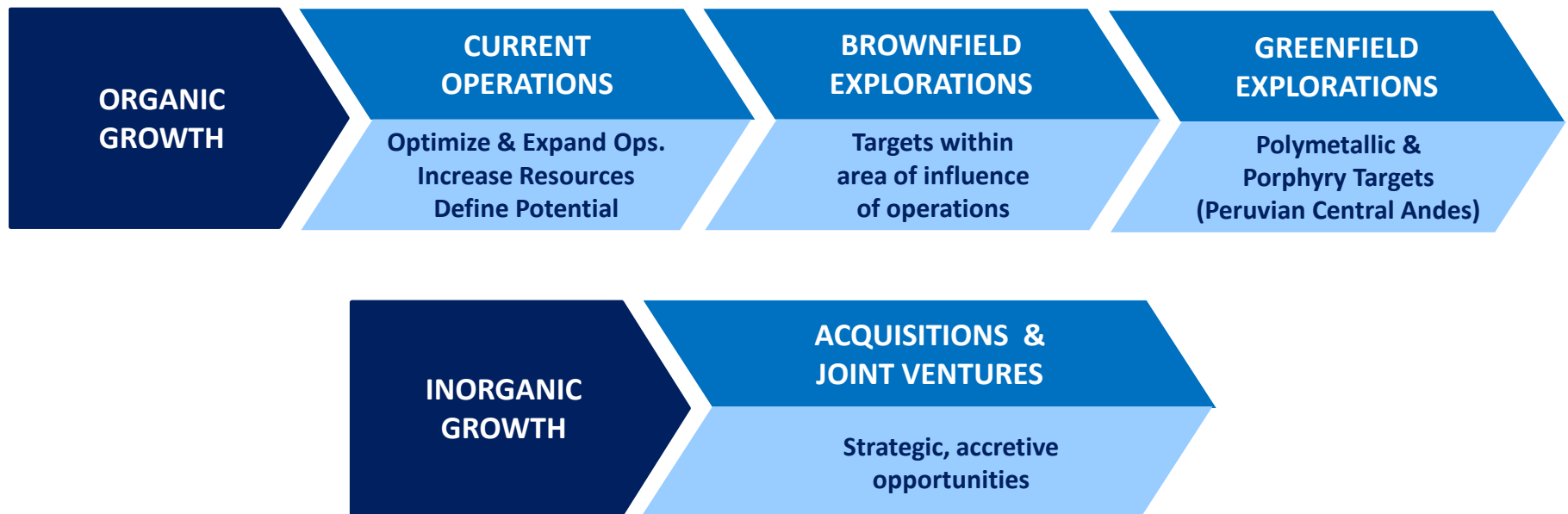
Balance – June 2015	189
Operating Flow	89
Mining Investment	-33
Energy Investment	-9
Net Financing	-48
<u>Balance - Sep 2015</u>	<u>188</u>

Net Debt / EBITDA RATIO (MINING) ¹

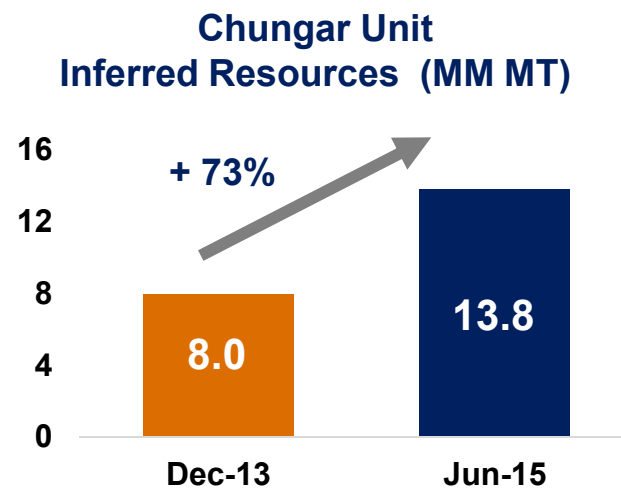
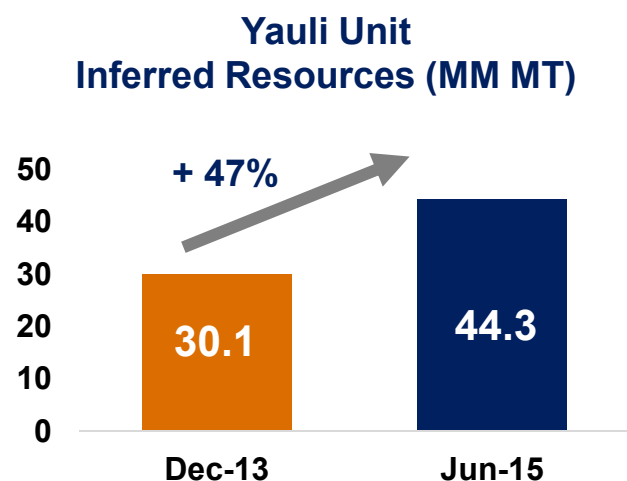


Growth Strategy

- Build on competitive global position in zinc, silver & lead production
 - Capitalize on advantage of geological potential in area of influence
- Enhance diversification with significant copper production
- Achieve goals through organic & inorganic growth



Increasing Inferred Resources & Potential



- In 2014 ,Volcan initiated the systematic exploration of the mineralized clusters that comprise its operations with two goals: sustaining production & generating brownfield growth projects
- Yauli Results: + 47% inferred resources, + 45% Zn (from 1.5 MM FMT to 2.1 MM FMT), + 24% Ag (from 127.2 MM Oz to 158.2 MM Oz)
- Chungar Results: + 73% inferred resources, + 45% Ag (from 30.4 MM Oz to 44.0 MM Oz)
- The potential discovered to date indicates a resource more than 50% larger in Yauli and more than 60% larger in Chungar
- The importance of the exploration results allows Volcan to begin to consider how best to expand the operations at Yauli and Chungar

Organic Growth in the Central Andes

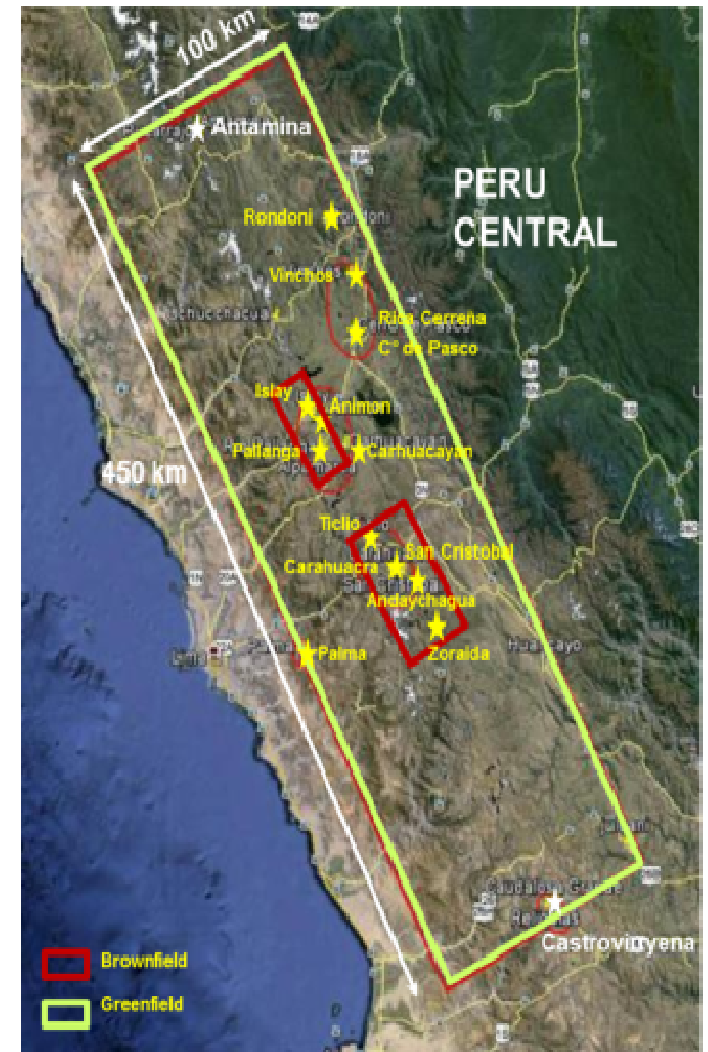
Generating value throughout the development cycle, employing systematic exploration methods & best-in-class geoscientific analysis

Brownfield

- Targets within the area of influence of current operations
- Leverage existing infrastructure, lower CAPEX, lower risk
- Portfolio of projects in evaluation

Greenfield

- Generative exploration with transformational objectives
- Concentrated in the Peruvian Central Andes
- Seeking to develop zinc, lead & silver polymetallic prospects, as well as copper porphyry deposits



Selected Mining Projects and Exploration Targets

Brownfield	Metal	Operation	Stage
Zoraida	Ag - Zn - Pb	Yauli	Resource Estimation
Oyama	Cu - Ag	Yauli	Feasibility
Polymetallic Deposit	Ag - Zn - Pb	Cerro de Pasco	Feasibility

Greenfield	Metal	Operation	Stage
Palma	Ag - Zn - Pb	Lima	Resource Estimation
Carhuacayan Mine	Ag - Zn - Pb	Alpamarca	Initial Exploration
Carhuacayan Porphyry	Cu - Au	Alpamarca	Initial Exploration
Rica Cerreña	Cu - Au	Cerro de Pasco	Initial Exploration
Chumpe	Cu - Au	Yauli	Initial Exploration
Pampa Dos	Cu - Au	Cerro de Pasco	Initial Exploration
Puy Puy	Cu - Au	Yauli	Initial Exploration
Yanama	Cu - Au	Yauli	Initial Exploration

Why Invest in Volcan?



- Experienced management
- Committed to the highest safety & sustainability standards
- A world-class, low-cost producer
- Diversified among base & precious metals
- Increasing production through organic growth
- Highly prospective, wholly owned resource base

Annex

Volcan Compañía Minera History

In 1943 the Company began operations as Volcan Mines Company. For more than 50 years, Volcan operated only two mines, Ticlio and Carahuacra, and the concentrator Victoria.

In 1997 Volcan acquired Empresa Minera Mahr Tunel, owner of the San Cristobal and Andaychagua mines, and the concentrator plants Mahr Tunel and Andaychagua.

In 1999 Volcan acquired Empresa Minera Paragsha, which included the Cerro de Pasco mining operation.

One year later, in 2000, Volcan acquired Empresa Administradora Chungar with 450 ha. of mining concessions and a 350 tpd processing plant. Today Chungar produces 5,500 tpd.

These acquisitions, as well as mine and plant expansions executed by the Company in the last 15 years, turned Volcan into one of the principal producers of zinc, silver and lead in the world.



Ticlio, 1943

Volcan Compañía Minera Production Growth

PRODUCTION	1997	2014
Zinc Concentrates (MT)	50,000	520,000
Lead Concentrates (MT)	6,000	108,000
Copper Concentrates (MT)		15,000
Silver (000 Oz)	500	22,500

Yauli Mining Unit

Mines: Four underground, one open pit
 Capacity: 11,000 tpd from three concentrator plants
 Mine life¹: Eight years of reserves, 12 years R+R



Roberto Letts Shaft,
Andaychagua Mine (Yauli)

1. Largest unit by volume & revenue
2. Ongoing infrastructure investment, improving efficiency
3. Systematic exploration of deposits in current operation & brownfield targets

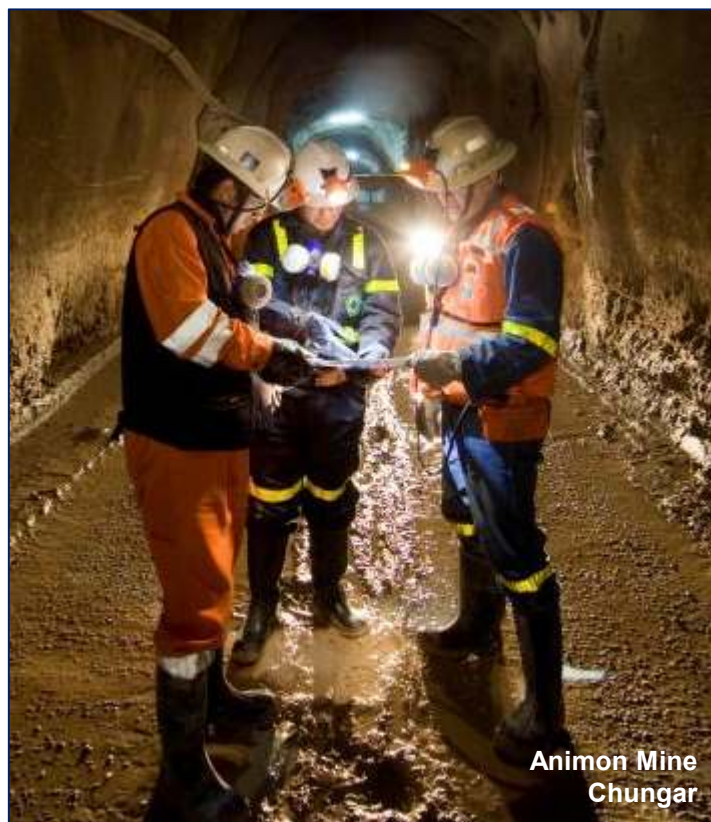
Yauli Consolidated Production

		2012	2013	2014	9M15
Treatment	000 TMT	3,550	3,743	3,837	2,960
Zinc	000 FMT	154	159	158	128
Lead	000 FMT	31	31	22	18
Copper	000 FMT	2	2	2	2
Silver	MM Oz	11.1	10.8	11.5	9.4
Unit Cost	USD/MT	65.8	66.2	66.1	59.3
Operating Inv.	USD MM	123	111	100	48

24 ¹ Life of mine is calculated based upon proven and probable reserves plus measured and indicated resources as of 31/12/14. Inferred resources are excluded.

Chungar Mining Unit

Mines: Two underground
 Capacity: 5,500 tpd from one concentrator plant
 Mine life¹: Four years of reserves, five years R+R



1. Most profitable unit
2. Jacob Timmers shaft (5,000 tpd) in production since 3Q14
3. Systematic exploration of deposits in current operation & brownfield targets

Chungar Consolidated Production

		2012	2013	2014	9M15
Treatment	000 TMT	1,621	1,827	1,954	1,441
Zinc	000 FMT	97	102	104	67
Lead	000 FMT	23	27	25	18
Copper	000 FMT	1	1	1	1
Silver	MM Oz	5.4	7.0	5.9	3.6
Unit Cost	USD/MT	59.9	56.9	53.6	48.4
Operating Inv.	USD MM	72	80	65	31

25 ¹ Life of mine is calculated based upon proven and probable reserves plus measured and indicated resources as of 31/12/14. Inferred resources are excluded.



Cerro de Pasco Mining Unit

Mines: One underground, one open pit
Capacity: 6,000 tpd from two concentrator plants



1. Unit in transition
2. Production suspended at Raul Rojas Open Pit
3. Ongoing evaluation of West Wall projects
4. Reduced investment to a minimum

Cerro de Pasco Consolidated Production

		2012	2013	2014	9M15
Treatment	000 TMT	2,656	840	771	331
Zinc	000 FMT	46	19	13	10
Lead	000 FMT	19	9	6	4
Silver	MM Oz	5	3	2	1
Unit Cost	USD/MT	41.1	96.3	99.6	103
Operating Inv.	USD MM	34.6	10.6	1.8	-0.1

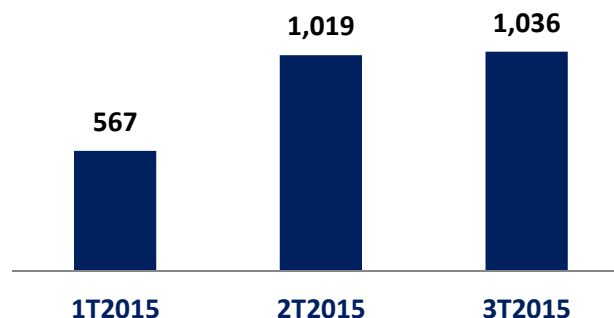
Oxides Plant at Cerro de Pasco

Capacity: 2,500 tpd from one lixiviation plant
Feed: Stockpiles & in-situ mineral from Raul Rojas Open Pit
Mine life¹: 15 years of reserves



1. Production initiated 2Q14
2. Plant operating at full capacity since June 2015
3. Produced 2.8 MM Oz of Ag & 3,845 Oz of Au (3Q15)
4. Expected annual production: 3 MM to 4 MM oz of Ag

Oxides Plant Ag Production 2015 (000 Oz)



Alpamarca Mining Unit

Mines: One underground, one open pit
 Capacity: 2,300 tpd from one concentrator plant
 Mine life¹: Five years of reserves, 8 years R+R



1. In operation since 2Q14
2. Costs below projections
3. Significant brownfield & greenfield opportunities
4. For 2015, 2.7 MM Oz expected

Alpamarca Consolidated Production

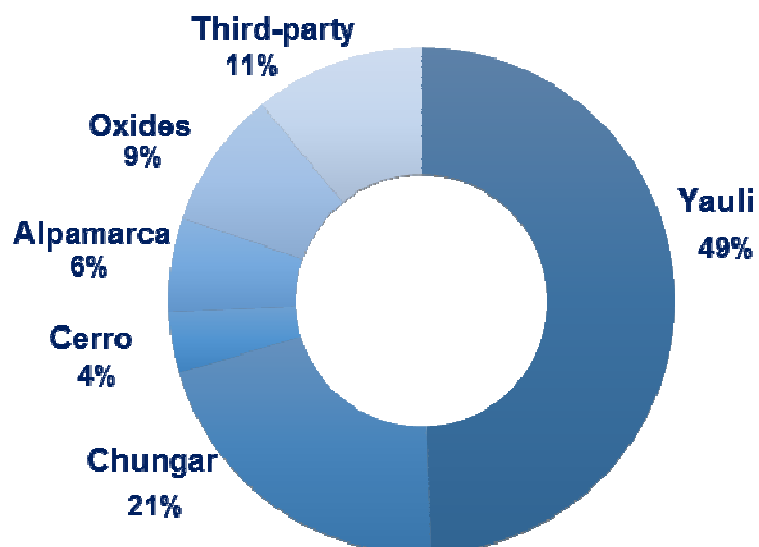
		2014	9M15
Treatment	000 TMT	593	652
Zinc	000 FMT	6	6
Lead	000 FMT	4	4
Copper	000 FMT	0	1
Silver	MM Oz	2.2	2.1
Unit Cost	USD/MT	47.6	35.0
Operating Inv.	USD MM	11.9	4.7

28 ¹ Life of mine is calculated based upon proven and probable reserves plus measured and indicated resources as of 31/12/14. Inferred resources are excluded.

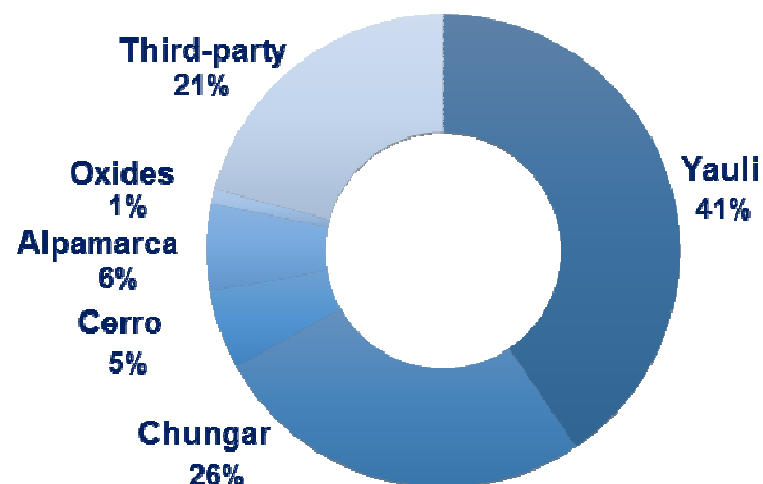


Sales Breakdown by Origin¹

3Q15



3Q14



- The impact of the oxide plant at Cerro de Pasco producing at full capacity is reflected in the increased contribution to sales to 9% (3Q15) from 1% (3Q14).
- Sales of third-party concentrate was reduced to 11% from 21% one year ago.

Bonds and Credit Ratings

International Bond Emission

- ✓ US\$ 600 MM issued January 2012
- ✓ Rate: 5.375% with maturity in 2022
- ✓ Demand: US\$ 4.8 B

Credit Ratings¹

FitchRatings : BBB-

MOODY'S : Ba1

30 ¹ During February 2015, Volcan informed Standard & Poor's Ratings Services that the Company would not renew its service agreement. On March 13, 2015, S&P revised its outlook on the Volcan to negative from stable and affirmed the BB+ corporate credit and senior unsecured ratings on the Company and its debt. All ratings were subsequently withdrawn.



Stock Market Highlights¹

Stock Market Listings

Lima	Since 1956
Madrid (Latibex)	Since 2000
Santiago	Since 2007

Class A Shares : Full voting rights

Shares outstanding: 1,633,414,553
Aprox. 600 shareholders

Class B Shares : Div. premium of 5% over Class A

Shares outstanding: 2,443,157,622
Aprox. 9,000 shareholders

Selected Institutional Shareholders of Volcan Compañía Minera S.A.A.

AFP Habitat	Credicorp Capital	Mercury Asset Management
AFP Integra	Eaton Vance	Prima AFP
Alkin Asset Management	El Pacifico	Profuturo AFP
Arca Trading Limited	Fondo De Seguro De Retiro y Cesacion De La Marina	Santander Central Hispano Investment
Atlantic Security Bank	Inteligo	Scotia Fondos
Blackrock Global Funds	Interfondos	Seguro Social De Salud - Essalud
Bleauvelt Capital Partners	Ishares MSCI All Peru Capped	Sura Fondos
City Of New York	La Positiva	Vident International Equity Fund
Corporacion Financiera de Inversiones	Manchester International Properties S.A	





Gracias!
