



14 November 2016

Securities and Exchange Commission

SEC Building, EDSA, Greenhills,
Manadaluyong City, Metro Manila

Attention: Mr. Vicente Graciano P. Felizmenio, Jr.
Director, Markets & Securities Regulation Department

Philippine Stock Exchange, Inc.

3F Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City, 1226 PH

Attention: Mr. Jose Valeriano B. Zuno III
OIC- Head, Disclosure Department

Subject: 3rd Quarter 2016 Unaudited Financial and Operating Results

Gentlemen:

Please see attached press release on the unaudited financial and operations results of Atlas Consolidated Mining and Development Corporation for the third quarter of 2016.

Thank you.


Maria Eleonor A. Santiago
Compliance Officer

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PRESS RELEASE

Atlas Mining reduces net loss to Php470M

14 November 2016
Manila, Philippines

Atlas Consolidated Mining and Development Corporation ("Atlas Mining") registered a consolidated net loss of Php470 million for the first nine months of 2016 compared to Php1.3 billion for the same period last year due mainly to the elimination of foreign exchange loss charged in 2015. Higher volume of shipments mitigated the impact of lower copper prices.

Foreign exchange loss of Php1.1 billion was booked for the nine months of 2015 arising from the depreciation of the Philippine Peso against the US dollar as Atlas Mining's wholly-owned subsidiary, Carmen Copper Corporation ("Carmen Copper"), was using the Philippine Peso as its functional currency. For the nine months of 2016, there was no foreign exchange loss as Carmen Copper has since adopted the US dollar as its functional currency.

Revenues increased by 4% to Php8.7 billion driven mainly by an increase in shipment volume. Despite lower realized copper prices copper revenues dropped by only 1% to Php7.3 billion as volume increased. Gold revenues grew by 41% to Php1.5 billion on both increased volumes and higher gold price.

Copper prices remained weak with average realized copper price at \$2.13/lb., 17% lower than \$2.57/lb. average last year. Gold, however, improved with average realized gold price increasing 7% to \$1,258/oz compared to \$1,171/oz in the previous year.

Carmen Copper posted a production of 77.1 million pounds of copper metal in concentrate and 26,039 ounces of gold for year-to-date September, 5% and 20% higher, respectively, than the comparative period in 2015. Correspondingly, copper concentrate shipments were 8% higher at 131,336 dry metric tons (dmt) with copper metal content increasing by 8% to 77 million pounds of copper metal in concentrate, and gold content growing by 24% to 24,706 ounces.

As previously reported, Atlas Mining announced its recovery plan to reduce mill throughput at the Carmen Copper mine from its nameplate capacity of 60,000 tonnes per day (tpd) to 40,000 tpd. The plan also involves reducing waste stripping and operating costs through cost containment initiatives and increased production efficiencies.

With the implementation of its plan, operating cash costs decreased by 2% to Php6.5 billion from Php6.7 billion in 2015. The average cash cost per pound of copper remained low at US\$1.36/lb. for the three quarters, contracting by 21% from

US\$1.71/lb. for the same period last year. This was attributed mainly to operational efficiencies, lower input costs and lower waste charged to operations, bringing waste-to-ore ratio to 1.5:1 in 2016 from 1.9:1 in 2015.

Atlas Mining continues to pursue operational efficiencies and cost optimization as key strategies in this period of lower copper prices.

ATLAS CONSOLIDATED MINING AND DEVELOPMENT CORPORATION
FINANCIAL AND OPERATING HIGHLIGHTS
AS OF 30 SEPTEMBER 2016

ATLAS MINING SUMMARY OF FINANCIAL RESULTS

Year-on-Year (In Million Pesos)	YTD SEP 2015	YTD SEP 2016	Change
Revenues	8,403	8,777	+4%
Total Cash Cost	6,710	6,596	-2%
EBITDA	1,952	2,262	+16%
Net Income (Loss)	(1,318)	(470)	-64%
Core Income (Loss)	(992)	(1,046)	+5%

Carmen Copper Corporation's (a wholly-owned subsidiary of Atlas Consolidated Mining and Development Corporation) functional currency in 2015 reporting is Philippine Peso

CARMEN COPPER SUMMARY OF OPERATIONS

Year-on-Year	YTD SEP 2015	YTD SEP 2016	Change
Production			
Milling Tonnage ('000 dmt)	13,083	12,682	-3%
Daily Milling Average (dmt per day)	47,925	46,284	-3%
Ore Grade	0.297%	0.318%	+7%
Copper Concentrate ('000 dmt)	124	131	+6%
Copper Metal Gross (in million lbs.)	73.3	77.1	+5%
Gold (ounces)	21,677	26,039	+20%
Shipment			
Number of Shipments	25.0	27.0	+8%
Copper Concentrate ('000 dmt)	121.1	131	+8%
Copper Metal Gross (in million lbs.)	71.0	77.0	+8%
Gold (payable ounces)	19,997	24,706	+24%

CARMEN COPPER SUMMARY OF COSTS

Year-on-Year (US\$/lb. Cu)	YTD SEP 2015	YTD SEP 2016	Change
C1	1.71	1.36	-21%
C2	2.25	1.90	-16%
C3	2.66	2.26	-15%

C1 = Production cost, G&A, smelting and related charges less by-product credits, C2 = C1 + depreciation and depletion costs, C3 = C2 + mine product tax and royalties, financing charges net of interest income, hedging cost and other charges

METAL PRICES (AVERAGE INVOICED PRICE)

Year-on-Year	YTD SEP 2015	YTD SEP 2016	Change
Copper (US\$/lb.)	2.57	2.13	-17%
Gold (US\$/ounce)	1,171	1,258	+7%

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