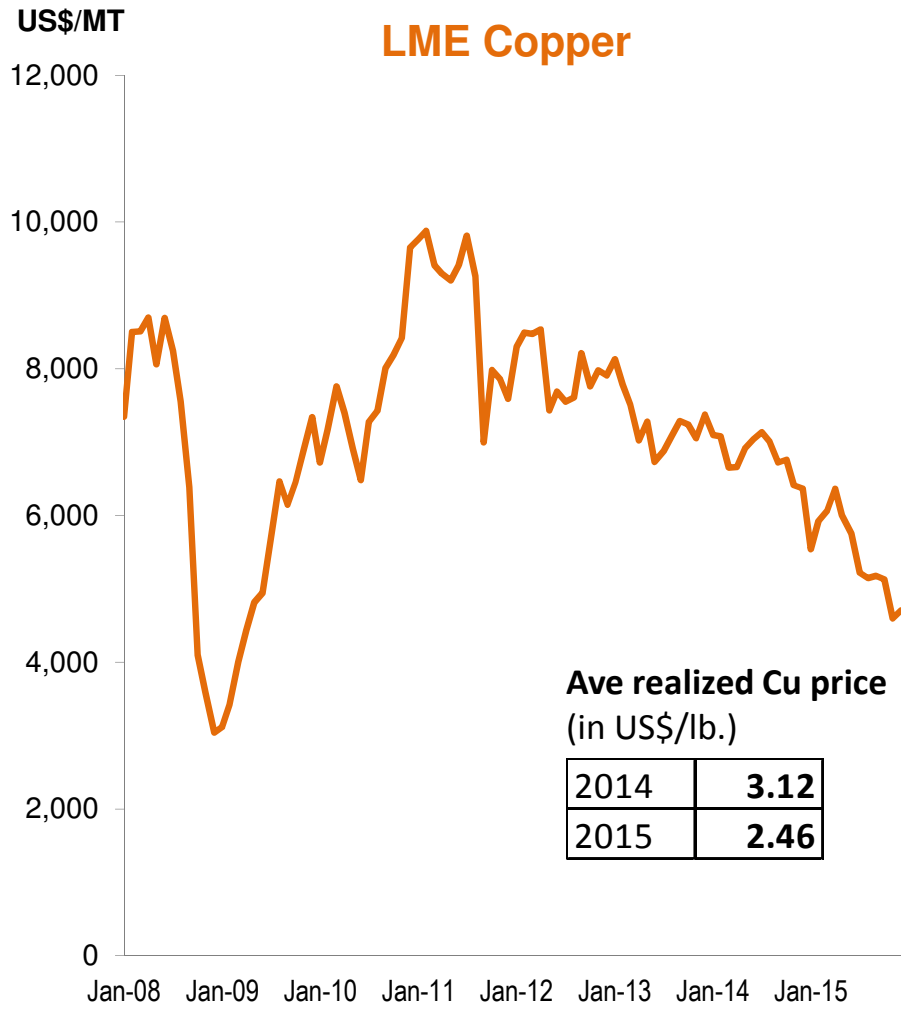
2016 ANNUAL STOCKHOLDERS' MEETING

Adrian S. Ramos
President

Share price trending along the decline in copper price

Market Overview

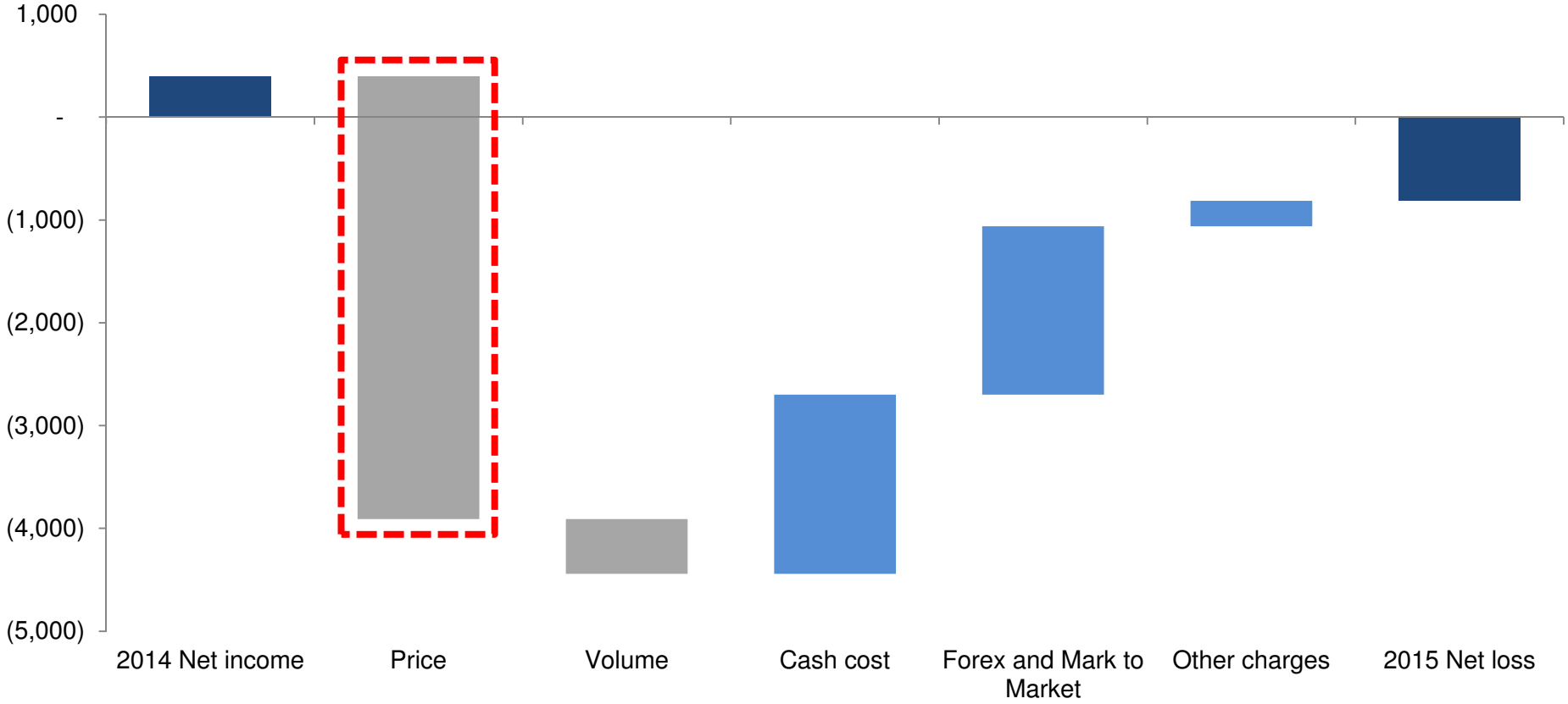


Positive impact of cash cost reduction not enough to offset significant drop in copper price

2015 Financial Performance

Net income/loss 2014 to 2015

in Php million



Source: Company data

Slightly lower metal production due to lower grade

Operational Statistics

CARMEN COPPER SUMMARY OF OPERATIONS

Year-on-Year	**YTD 2014**	**YTD 2015**	*Change*
Production			
Milling Tonnage *('000 dmt)*	17,967	17,960	*0%*
Daily Milling Average *(dmt per day)*	49,225	49,205	*0%*
Ore Grade	0.314%	0.300%	*-4%*
Copper Concentrate *('000 dmt)*	178	173	*-3%*
Copper Metal Gross *(in million lbs)*	105.48	101.74	*-4%*
Gold *(ounces)*	26,310	29,886	*+14%*
Shipment			
Number of Shipments	36.5	35.0	*-4%*
Copper Concentrate *('000 dmt)*	176	169	*-4%*
Copper Metal Gross *(in million lbs)*	103.78	98.95	*-5%*
Gold *(payable ounces)*	24,071	27,333	*+14%*

Source: Company data

Copper market expected to be in deficit with possible corresponding price recovery

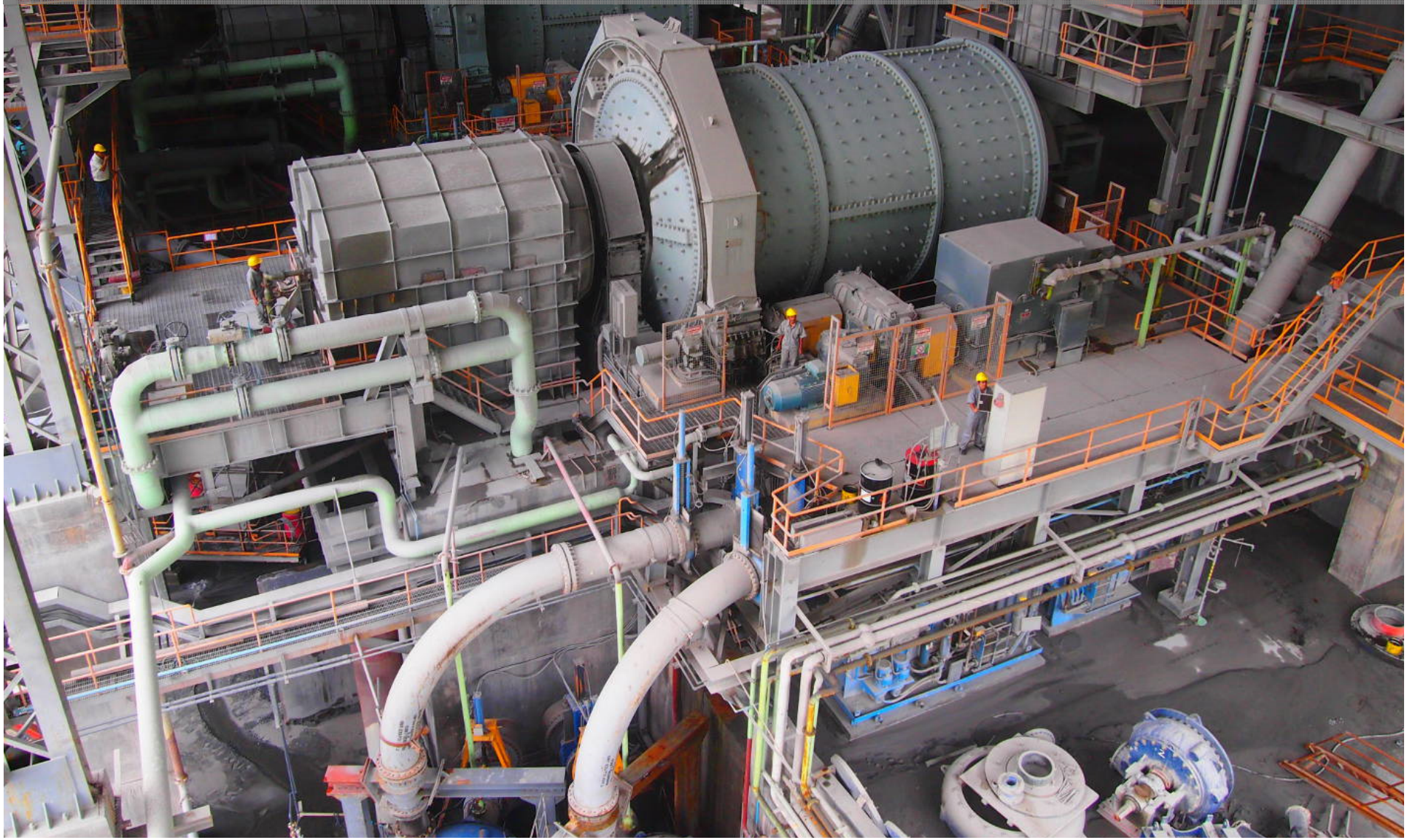
Global Copper Market Outlook

Figure 2. World Copper Supply Demand Balance January 2016

kt	2014	2015	2016e	2017e	2018e	2019e
Mine Production (conc.)	14,815	15,119	15,528	16,053	16,336	16,795
Scrap/Resmelted blister etc. (incl losses)	2,509	2,648	2,583	2,542	2,584	2,939
Smelter Production	17,332	17,776	18,122	18,564	18,980	19,754
Mine Production (SxEw)	3,963	4,059	3,853	3,925	3,975	3,758
High Grade Scrap	497	473	576	621	715	760
Mine Production (Total)	18,778	19,178	19,381	19,978	20,311	20,553
Mined % Change	2.8%	2.1%	1.1%	3.1%	1.7%	1.2%
Refined Production (Total)	21,792	22,307	22,550	23,110	23,670	24,272
Refined % Change	4.7%	2.4%	1.1%	2.5%	2.4%	2.5%
Consumption/Demand	21,670	22,115	22,617	23,207	23,763	24,354
Demand % Change	5.4%	2.1%	2.3%	2.6%	2.4%	2.5%
Surplus/Deficit	**122**	**193**	**-67**	**-97**	**-92**	**-82**
Stock Change	-99	1	-67	-97	-92	-82
Report Stocks	1,553	1,554	1,488	1,391	1,298	1,216
Stock:Consumption Ratio (wks)	3.7	3.7	3.4	3.1	2.8	2.6
Price (USD/tonne)	6,827	5,495	4,650	5,600	6,500	7,100

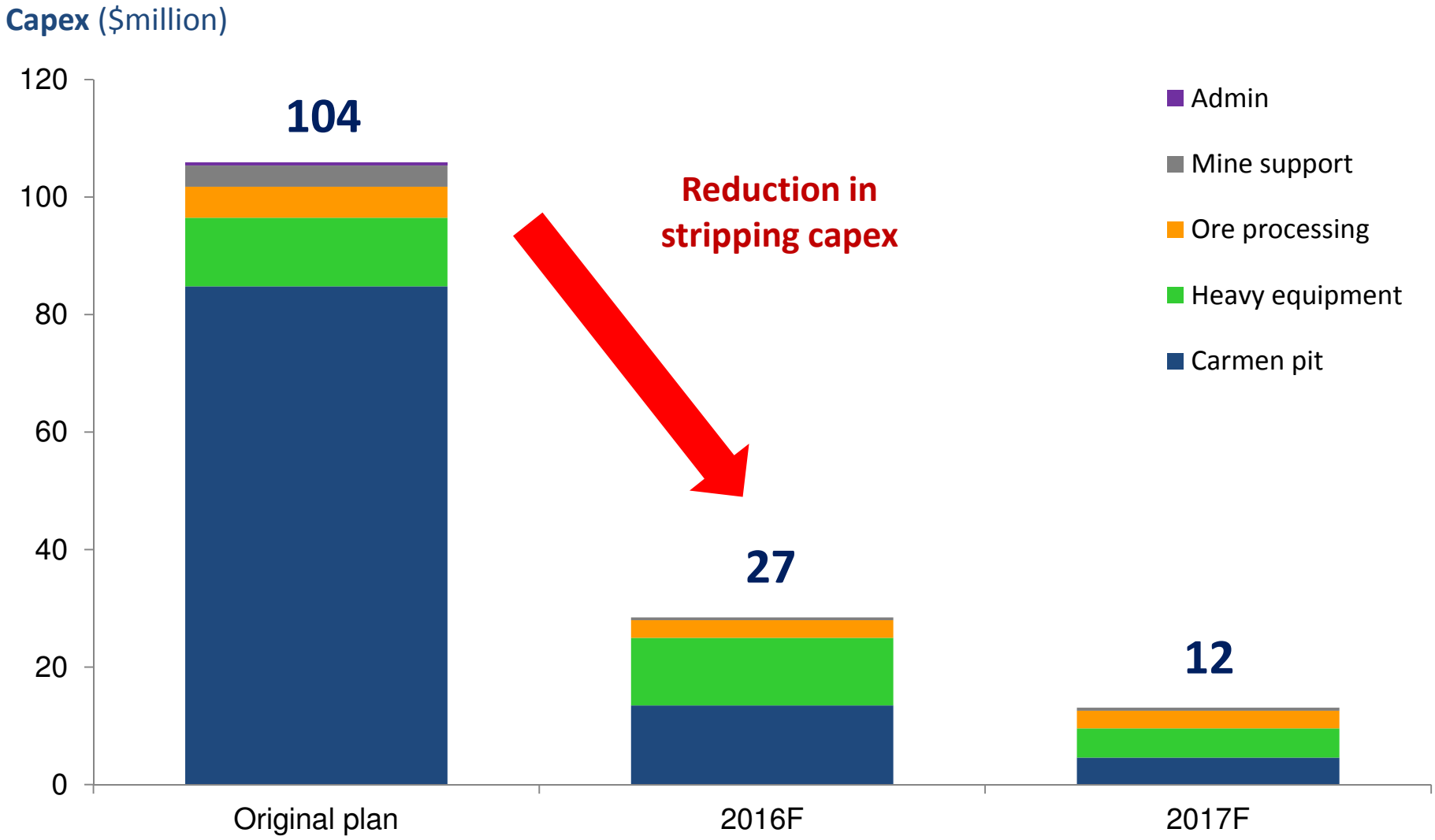
Source: Wood Mackenzie, ICA, ICSG, Citi Research

Recovery Plan – Cash optimal level is determined to be at 40,000 tpd throughput at the current copper price



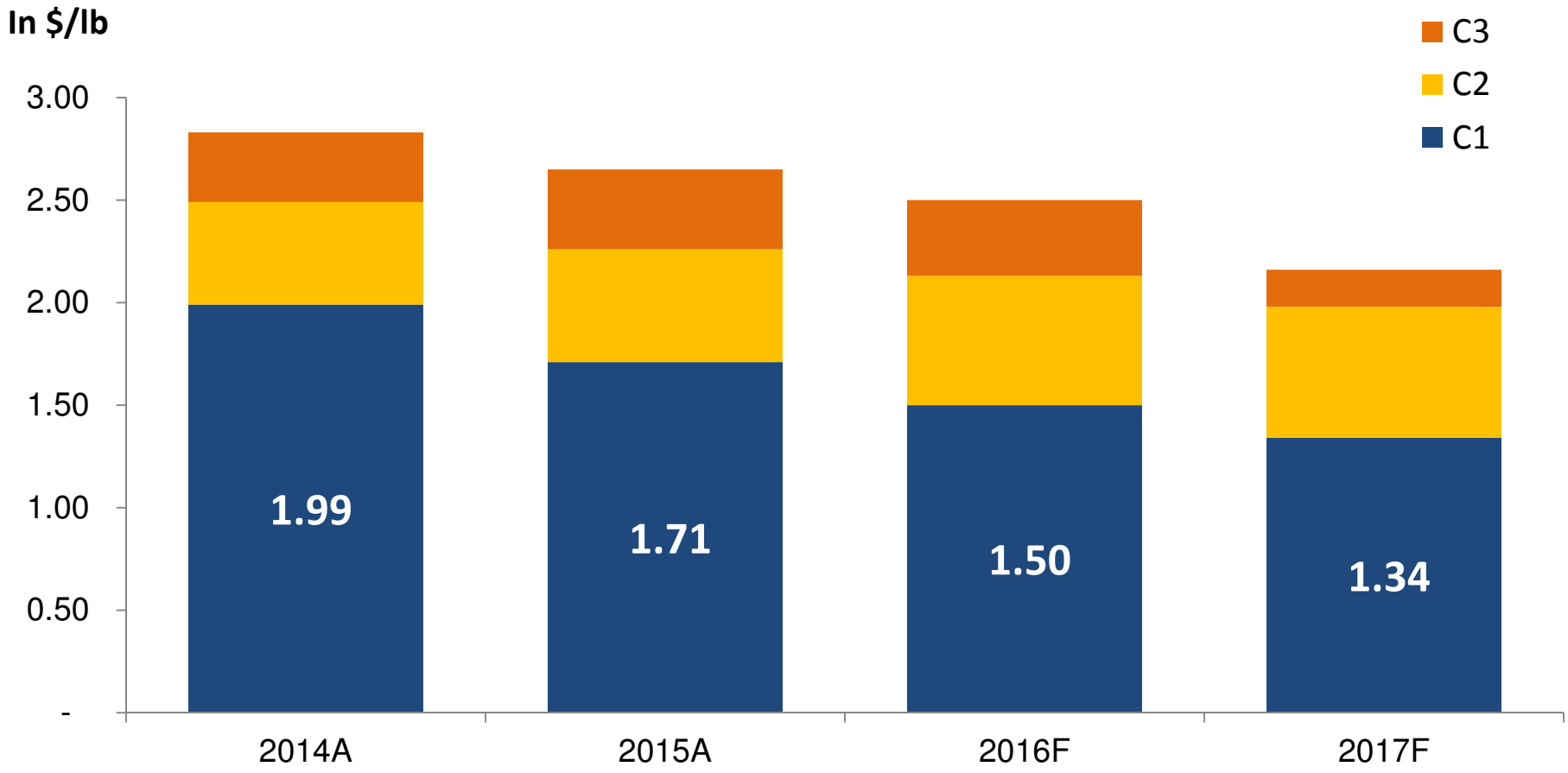
Lower throughput allows for temporary halt
of stripping activities for 2016 and 2017…

Leading to a significant reduction in Capex



Source: Company data

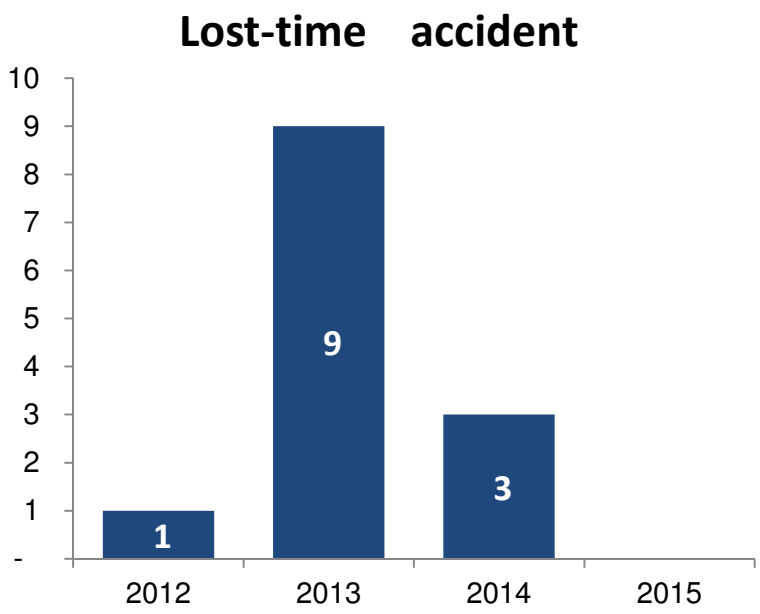
And lower cash costs, when coupled with operational improvements



Source: Company data

Safety Performance

- Zero lost-time accident in 2015 (3 in 2014)
- Certification of Integrated Management System (IMS) for Occupational Health and Safety Management



Source: Company data

Remain committed to protect and enhance the environment and reduce the ecological footprint

Continue to build responsible, self-reliant and sustainable communities

Future Prospects

Near Term

- Production cuts to preserve the value of resources for the future
- Reduction in stripping capex to reach cash optimal position
- Declining cash costs driven by cost containment initiatives and improvement in operational efficiencies
- Improving operations to make us well-positioned for a recovery in copper prices

Long Term

- Largest copper producer in the Philippines
- Large resource base and highly demandable concentrate
- Mining and processing capacity, fully integrated operations and logistics
- Close proximity to customers/smelters in the region
- Strong shareholder support

ATLAS Mining