Cautionary Note Regarding Forward-Looking Statement

Some of the statements contained in the following material are forward looking statements and not statement of facts. Such statements are based on the current beliefs of management, as well as assumptions based on management information currently available.

Forward-looking statements are subject to various risks, uncertainties and other factors that could cause actual results to differ materially from expected results.

Readers must rely on their own evaluation of these uncertainties.

Note: all dollar amounts in US dollars unless otherwise indicated
Strong Q2 2013 Results

• Copper production 44% higher to 103,694 tonnes

• Nickel production up 33% to 10,875 tonnes

• Gold production 44% higher to 63,567 ounces

• Copper production cash costs lower by 12% to $1.34 per pound

• Comparative net earnings of $106.1 million or $0.18 per share
  • inclusive of $19.5 million or $0.04 per share of unfavorable, recurring acquisition-related adjustments
  • Unfavorable impact of $30 million due to lower metal prices
A Significant Step Forward in Our Growth & Diversification Strategy

1 Mtpa\(^1\)

300 Ktpa\(^1\)

1.3 Mtpa

\(^1\) 2018E Copper production. Source: BrookHunt
Geographically Diversified Portfolio of High-Quality Operations & Projects

Operating Mines
1. Kansanshi
2. Guelb Moghrein
3. Ravensthorpe
4. Kevitsa
5. Las Cruces
6. Çayeli
7. Pyhäsalmi

Development Projects
8. Kansanshi Copper Smelter
9. Sentinel
10. Enterprise
11. Haquira
12. Cobre Panama
High-Quality, Stable Operations

Operating Mines

1. Kansanshi
2. Guelb Moghrein
3. Ravensthorpe
4. Kevitsa
5. Las Cruces
6. Çayeli
7. Pyhäsalmi
High-Quality, Stable Operations

Kansanshi Cu-Au mine, Zambia

- Located near Solwezi in the north western Province of Zambia
- First production in 2005
- Open pit mining
- Flexible ore treatment to allow for variation in ore type:
  - sulphide circuit; oxide circuit; gold facility
- Near mine resource definition and exploration programs
- Workforce = ~1,700
High-Quality, Stable Operations

Kansanshi Cu-Au mine, Zambia

Multi-phase production expansion project underway

- **2012 - 2015**
  60% increase in overall production capacity

- **2012 - 2014**
  130% increase in oxide production capacity

- **2014 - 2015**
  90% increase in sulphide production capacity

<table>
<thead>
<tr>
<th>Expansion Project</th>
<th>Capacity</th>
<th>Completion</th>
<th>Estimate Cost (US$M)</th>
<th>Production Impact</th>
</tr>
</thead>
<tbody>
<tr>
<td>Oxide</td>
<td>7.2 mtpa</td>
<td>Complete</td>
<td>31</td>
<td>Copper: 10,000 - 15,000 tpa</td>
</tr>
<tr>
<td>Oxide</td>
<td>14.5 mtpa</td>
<td>2013 - 2014</td>
<td>200</td>
<td>Copper: 60,000 - 75,000 tpa</td>
</tr>
<tr>
<td>Smelter</td>
<td>1.2 mtpa</td>
<td>2014</td>
<td>650</td>
<td>Smelter Acid – 1.0 Mtpa @ $40-$50/tonne</td>
</tr>
<tr>
<td>Sulphide</td>
<td>25 mtpa</td>
<td>2015</td>
<td>565</td>
<td>Copper: 60,000 - 70,000 tpa</td>
</tr>
</tbody>
</table>
High-Quality, Stable Operations

Guelb Mogharein Cu-Au mine, Mauritania

• 100% ownership

• Located 250 kilometres northeast of the nation’s capital, Nouakchott

• As at December 31, 2012, the estimated minelife was ~nine years (including stockpiles) based on current operations

• First production in 2006

• Workforce = ~1,470
High-Quality, Stable Operations

Guelb Moghrein Cu-Au mine, Mauritania

- Stronger, more sustained performance over the past 12 months
- Focused on improving plant availability
- Evaluating potential to recover magnetite as a by-product
- Deposit considered to be an IOCG type deposit - structure and mineralogy has common features with other IOCG deposits elsewhere in the world
High-Quality, Stable Operations

Ravensthorpe Ni mine, Australia

• Acquired as a decommissioned plant in 2010

• First production within 20 months of purchase

• Estimated mine life of 32 years

• Commercial production declared Dec 28 2011

• Workforce = ~405

• Q2 ‘13 performance
  – 8,919 tonnes of contained nickel
  – C1 cash cost of US$5.65/payable lb.
High-Quality, Stable Operations

Kevitsa Ni-Cu-PGE mine, Finland

• Built, commissioned and started commercial operations within 36 months of board approval

• Estimated mine life of 29 years

• Commercial production declared August 2012

• Workforce = ~290

• Further potential
  – Process optimization
  – Approval to increase throughput to a maximum of 10Mtpa from 5.5Mtpa
High-Quality, Stable Operations

Las Cruces Cu mine, Spain

• Acquired in March 2013

• Estimated mine life of 9 years with potential for an additional 10 to 15 years

• Average grade of 5.4% copper

• Workforce = 250 direct employees; 650 contractors

• Annual production capacity – 72,000 tonnes of copper cathode

• Q2 ‘13 cash cost of US$1.44/lb.
High-Quality, Stable Operations

Çayeli Cu-Zn mine, Turkey

• Acquired in March 2013

• Estimated mine life of 6 years with potential for an additional 3 years

• Average grade of 3.1% copper and 3.6% zinc

• Workforce = 493 employees

• Q2 2013 C1 cash cost of US$0.11/lb. copper

• 2013 Estimates:
  – 28,000 – 31,000 tonnes of copper
  – 36,000 – 40,000 tonnes of zinc
High-Quality, Stable Operations

Pyhäsisalmi Cu-Zn mine, Finland

• Acquired in March 2013

• One of the most efficient underground mines in the world

• Estimated mine life of 6 years

• Average grade of 1.1% copper and 1.9% zinc

• Workforce = 261 employees

• Q2 C1 cash cost of US$0.30/lb. copper

• 2013 Estimates:
  – 12,000 – 13,000 tonnes of copper
  – 20,000 – 23,000 tonnes of zinc
## Outlook for 2013

<table>
<thead>
<tr>
<th>Production</th>
<th><strong>Copper</strong> (000’s tonnes)</th>
<th><strong>Nickel</strong> (000’s contained tonnes)</th>
<th><strong>Gold</strong> (000’s ounces)</th>
<th><strong>Zinc</strong> (000’s tonnes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Group</td>
<td>384 - 416</td>
<td>40 - 45</td>
<td>193 - 213</td>
<td>41 - 48</td>
</tr>
<tr>
<td>Kansanshi</td>
<td>250 - 270</td>
<td></td>
<td>126 - 140</td>
<td></td>
</tr>
<tr>
<td>Guelb Moghrein</td>
<td>37 - 41</td>
<td></td>
<td>56 - 61</td>
<td></td>
</tr>
<tr>
<td>Ravensthorpe</td>
<td>-</td>
<td>31 - 35</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Kevitsa</td>
<td>15 - 16</td>
<td>9 - 10</td>
<td>11 - 12</td>
<td>-</td>
</tr>
<tr>
<td>Çayeli¹</td>
<td>21 - 24</td>
<td></td>
<td>-</td>
<td>27 - 31</td>
</tr>
<tr>
<td>Las Cruces¹</td>
<td>53 - 56</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Pyhäsalmi¹</td>
<td>8 - 9</td>
<td></td>
<td>-</td>
<td>14 - 17</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Unit cash cost</strong></th>
<th><strong>Copper</strong> (US$/lb.)</th>
<th><strong>Nickel</strong> (US$/lb.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Group</td>
<td>$1.40 - $1.50</td>
<td>$5.50 - $6.00</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Capital expenditure</strong></th>
<th>Excluding Cobre Panama</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$2.0 billion</td>
</tr>
</tbody>
</table>

¹ The production guidance shown above for Çayeli, Las Cruces and Pyhäsalmi represents guidance from acquisition date of March 22, 2013 until the end of the year.
Our Project Pipeline

Development Projects

1. Kansanshi Copper Smelter
2. Sentinel
3. Enterprise
4. Haquira
5. Cobre Panama
Our Project Pipeline

Copper Smelter, Zambia

- Processing capacity of 1.2 Mtpa
  - 71% Sentinel
  - 100% Kansanshi
  - Average copper grade 26%

- Copper production 300,000 tpa; acid production 1.0 Mtpa

- Estimates:
  - Capital cost of US$650M
  - Operating cost US$69/tonne of concentrate
  - Commissioning from mid 2014

- Estimated savings: US$340M - US$510M/year
Our Project Pipeline

Sentinel Cu project, Zambia

- Located ~ 140 km northwest of Solwezi, northern Zambia

- M&I resource of 1,027 Mt at 0.51% Cu grade, containing 5.2 Mt Cu

- Estimates:
  - 2.2:1 LOM strip ratio
  - >15 years mine life
  - US$2.0 billion capex
  - Annual production up to 300,000 tonnes
Our Project Pipeline

Cobre Panama Cu project, Panama

• Acquired March 2013

• Large open pit copper project

• Larger project than the Panama Canal

• Major aspect in our acquisition decision

• Est. mine life of 40 years

• Est. average annual production of 260,000 tonnes copper

• Speeding up access to site
Our Project Pipeline

Haquira Cu project, Peru

• Focused on community & environmental aspects

• Potential:
  - 20 year mine life
  - Avg 190k tonnes of copper production per year
One of the Few Mining Companies Investing in Building Capacity

Global Diversified
Metals & Mining Capital Expenditure Has Peaked

Source: Company information, CapIQ

Note: Includes Anglo American, BHP Billiton, Glencore Xstrata, Rio Tinto and Vale
Junior Miners Struggling to Access Capital
Troubled Financing Landscape Has Created a Funding Gap for Junior Mining Companies

40-50% reductions in new issues and follow-on proceeds providing little support for Juniors from the equity markets

Source: Ernst & Young Metals and Mining Outlook 2013
Focus on Capital Structure, Not Capital Spending

- Two-tier market: the largest borrowing large; the rest borrowing little or not at all
- Over 50% of proceeds “used to restructure existing lending”
- Only a small fraction of proceeds are used to fund growth projects

Source: Ernst & Young Metals and Mining Outlook 2013
First Quantum: Success Through Project Development

- We spend a disproportionately high amount on growth projects.
- This approach has been a key driver behind our success as a company by providing the basis for our superior track record of production growth and shareholder returns.
- Building on this track record, we have increased and accelerated our development projects.

![Capital Expenditure as a Percentage of Revenue (2005-2013)](chart1)

![Copper Production (Total)](chart2)

Source: CapIQ
Total Annualized Shareholder Return
January 2000 – March 2013

First Quantum 33%
Southern Copper 27%
Antofagasta 23%
Vale 22%
BHP Billiton 16%
Vedanta 15%
Lundin 13%
Teck 12%
Freeport 11%
Rio Tinto 9%
HudBay 7%
Anglo American 5%
Eramet SA 5%
Norilsk 3%
Kazakhmys (5%)
ENRC (15%)
Glencore (21%)

Source: CapIQ
Leading Copper Growth

2018E Copper Production, Mt

Freeport-McMoRan: 1.8
Glencore Xstrata: 1.5
Codelco: 1.5
First Quantum: 1.3
BHP Billiton: 1.2
Southern Copper: 0.9
Rio Tinto: 0.8
Anglo American: 0.8
KGHM: 0.6
Kazakhmys: 0.5
Teck Resources: 0.5
Vale: 0.5
Antofagasta: 0.4
Norilsk: 0.4

Source: BrookHunt
The New Global Copper Leader

- The New Go-To Copper Producer
- Attractive Diverse Geographic Exposure
- A Long-Standing Commitment to Social and Environmental Excellence
- Creating Value with Our Project Development Expertise

An Exciting Future Ahead
The New Leader in Global Copper

August, 2013