Konkola Copper Mines plc.

Interim Results for Six Months ended 30 September 2013

Production Performance

	Six months to 30.09.13	Six months to 30.09.12	% Change	Year ended 31.03.13
Production(kt)				
Mined metal [2]	70	86	*(19)%*	159
Finished Copper - Total	94	110	*(15)%*	216
Integrated [3]	65	83	*(22)%*	160
Custom [4]	29	27	*6%*	56

Mined metal production was lower at 34,000 tonnes in Q2 FY 2013-14 and 70,000 tonnes in H1 mainly due to the suspension of mining operations at the COP F&D mine in Zambia from January 2013, which was partially offset by higher output from the Tailings Leach Plant (TLP). Integrated production was lower in H1 due to furnace leakage in the Nchanga smelter in Q1.

Unit Costs [5]

	Six months to 30.09.13	Six months to 30.09.12	% Change	Year ended 31.03.13
Unit costs (US cents per lb)	227.9	225.7	*1%*	255.1

Unit cash costs of integrated production in H1 FY 2013-14 were 228 US cents per lb, in line with the same period last year.

Financial Performance

(in US$ million, except as stated)

	Six months to 30.09.13	Six months to 30.09.12	% Change	Year ended 31.03.13
Revenue	686.7	865.4	*(21)%*	1,742.8
EBITDA [6]	101.3	185.3	*(45)%*	257.3
EBITDA margin(%)	*14.8%*	*21.4%*	-	*14.8%*
Depreciation and amortisation	86.2	93.5	*(8)%*	193.7
Operating Profit	15.1	91.8	*(84)%*	63.6
Share of Group Operating Profit(%)	*0.3%*	*6.4%*	-	*2.5%*
Capital expenditure	105.5	136.4	*(23)%*	259.8
Sustaining	85.9	72.9	*18%*	171.4
Growth	19.6	63.5	*(69)%*	88.4

EBITDA in H1 FY 2013-14 was US$101 million, 45% lower than the EBITDA of US$185 million in H1 FY 2012-13, primarily due to lower volumes and LME prices.

Outlook

KCM is facing challenges to improve production and control the cost of production for which we are engaging ourselves with the stakeholders and cost control measures are being taken. Our key focus at the Zambian operations would be to improve the operational performance and rationalising the cost base which are required to make the operations sustainable and realise potential of the assets. We expect to deliver 140,000 tonnes of integrated production volume in the current financial year and achieve costs of around 220 US c/lb in H2 FY 2013-14.

Note:

1. KCM's financial year ends on 31st March
2. Mined metal represents copper in concentrates and copper from the Tailings Leach process derived from the company's mines, dams and stockpiles
3. Integrated Finished Production represents finished saleable copper derived from the company's sources
4. Custom Finished Production represents finished saleable copper derived from concentrates purchased from other mines
5. Unit Costs relates to C1 costs which excludes, royalty, depreciation/sustenance capex, transport costs, interest expense
6. EBITDA is Earnings before Interest, Tax, Depreciation and Amortization