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13 February 2013

The Manager, Companies  
Australian Securities Exchange  
Companies Announcement Centre  
Level 4  
20 Bond Street  
Sydney NSW 2000



Dear Sir/Madam,

**OZ Minerals 2012 Financial Results – Announcement and Webcast Details**

Please find attached the OZ Minerals 2012 Full Year Financial Results announcement and presentation.

A management presentation on the results will be available to view on the OZ Minerals website at [www.ozminerals.com](http://www.ozminerals.com) at 10am EST and an archive will be available later in the day.

Yours faithfully,

A handwritten signature in black ink, appearing to read "Francesca Lee".

**Francesca Lee**  
General Counsel & Company Secretary

13 February 2013

# ASX Release

## OZ Minerals 2012 Full Year Financial Results



OZ Minerals Managing Director & CEO, Terry Burgess commented that "2012 saw many significant milestones achieved with production and cost guidance met at Prominent Hill and an annual dividend payment to our shareholders again at the top of the payout ratio range; with the final dividend double that of the interim dividend.

Successful drilling programs across the group during 2012 have led to the 2.9Mt increase in Ore Reserves at the Prominent Hill Ankata underground mine – effectively increasing its life by approximately two years. A focused infill exploration drilling program at Carrapateena during 2012 has led to a 43% increase in Mineral Resources and has provided OZ Minerals with the confidence to fast track these exploration activities through the construction of an exploration decline to allow further geotechnical testing of this deposit. We announced a regional discovery at the Khamsin prospect approximately 10 kilometres northwest of the Carrapateena deposit. In 2013 we will focus on resource drilling in the Malu underground and drill testing of targets at Carrapateena.

2013 is a transitional year for OZ Minerals as we build a foundation for future production from Prominent Hill with the peak year of waste removal from the Malu open pit and the development of the Malu underground mine set with the objective of first stoping ore in 2014.

With a strong balance sheet and no debt, OZ Minerals is in an excellent position to capitalise on growth from within our own portfolio and to continue our disciplined evaluation of further value-adding opportunities in copper."

### SUMMARY

- Significant improvement in safety performance at Prominent Hill during 2012.
- Final unfranked dividend of 20 cents per share<sup>1,2</sup> resolved to be paid – double the interim dividend. Total dividend with respect to 2012 earnings of 30 cents per share representing a payout ratio of 60 percent of net profit after tax from normal operations which is at the top of the dividend payout range.
- Prominent Hill production and costs were within the company's stated guidance.
- Development of Ankata underground completed for \$148 million within original budget. Underground operations commenced during the year with mining of high grade copper ore.
- Resource drilling during 2012 leads to a 2.9Mt in the Ore Reserves of the Ankata underground, which represents about two additional years of mining.
- The infill exploration program at Carrapateena provided some excellent drilling results during 2012 along with a new 2012 Mineral Resource estimate – 292Mt @ 1.29% Cu (at a 0.7% copper cut-off) representing a 43 percent increase over the 2011 Mineral Resource estimate.
- Acquisition of a Tunnel Boring Machine to accelerate the development of the exploration decline at Carrapateena.

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- An exciting new regional discovery made at the Khamsin prospect approximately 10 kilometres northwest of Carrapateena.
- Prominent Hill delivered another consistent performance for 2012 resulting in Group:
  - Revenue of \$985.7 million;
  - Underlying EBITDA<sup>3</sup> of \$334.1 million; and
  - Net profit after tax of \$152.0 million
- Net cash inflows from operating activities of \$318.8 million with cash balance at 31 December 2012 of \$659.0 million.
- On-market share buyback of \$200 million completed, with \$100 million of shares bought back in the first half of 2012.

### **Financial Summary:**

<b>Year ended 31 December (A\$ million)</b>	<b>2011</b>	<b>2012</b>
<b>Total revenue</b>	<b>1,115.9</b>	<b>985.7</b>
<b>Underlying EBITDA<sup>3</sup></b>	<b>585.6</b>	<b>334.1</b>
Depreciation and amortisation expenses	(164.2)	(154.9)
<b>Underlying EBIT<sup>3</sup></b>	<b>421.4</b>	<b>179.2</b>
Net financing income	34.1	19.9
Income tax expense on underlying profit before tax	(132.8)	(47.1)
<b>Underlying NPAT<sup>3</sup></b>	<b>322.7</b>	<b>152.0</b>
Litigation settlement expense	(42.2)	-
Impairment losses	(15.2)	-
<b>Net Profit after Tax (NPAT)</b>	<b>265.3</b>	<b>152.0</b>
Profit from discontinued operations	9.2	-
NPAT attributable to equity holders of OZ Minerals Limited	<b>274.5</b>	<b>152.0</b>
<b>Unfranked dividend per share (Australian cents)</b>	<b>60.0</b>	<b>30.0</b>

<sup>1</sup> For Australian income tax purposes, all dividends were resolved to be conduit foreign income.

<sup>2</sup> The Company's Dividend Reinvestment Plan was suspended in 2010 and remains suspended.

<sup>3</sup> OZ Minerals financial results are reported under International Financial Reporting Standards (IFRS). This ASX Release includes certain non-IFRS measures including Underlying EBITDA, Underlying EBIT, Underlying EBT and Underlying NPAT. These measures are presented to enable understanding of the underlying performance of the Company without the impact of non-trading items such as litigation settlement expense and impairment of assets (which were incurred in the comparative year). Non-IFRS measures have not been subject to audit or review. Underlying EBITDA, Underlying EBIT, Underlying EBT and Underlying NPAT are included in Note 3 Operating Segments, which form part of the Financial Report. Refer Note 3 Operating Segments to the Financial Report for further details.

**A detailed analysis of the operations and financial results of OZ Minerals for the year ended 31 December 2012 are provided in the OZ Minerals Annual Financial Report.**

For further information please contact:

#### **INVESTORS**

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#### **COMPETENT PERSONS STATEMENT**

Information in this release which refers to Prominent Hill Ore Reserves is a summary of information relating to Ore Reserves as set out in the Prominent Hill Mineral Resources and Ore Reserves Statement as at 30 June 2012. This information has been approved for release in the form and context in which it appears by Mr Justin Taylor who is a full time employee of OZ Minerals and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a competent person as defined in the 2004 edition of the Australasian Code For Reporting Of Exploration Results, Mineral Resources and Ore Reserves.

Within this release are references to exploration results relating to Carrapateena are based on information compiled by Mr Marcel Van Eck Msc who is a full-time employee of OZ Minerals, is a member of the Australian Institute of Geoscientists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken to qualify as a competent person as defined by the JORC code (2004). Mr Van Eck has consented to the inclusion of the material in the form and context in which it appears.

The information in this release which refers to Carrapateena Mineral Resources is based on information compiled by Stuart Masters who is a member of the Australasian Institute of Mining And Metallurgy (AusIMM) (108430). Stuart Masters is employed by CS-2 Pty Ltd and is a consultant to OZ Minerals. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a competent person as defined in the 2004 edition of the Australasian Code For Reporting Of Exploration Results, Mineral Resources And Ore Reserves (JORC 2004). Stuart Masters consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Stuart Masters Bsc (Geology), CFSG, has over 26 years of relevant experience as a geologist including 9 years in iron-oxide-copper-gold style deposits. Stuart Masters has visited site on many occasions since OZ Minerals acquired the project.

All other references to exploration results within this release are based on information compiled by Mr Anthony Houston Bsc who is a full-time employee of OZ Minerals, a member of the Australian Institute Of Geoscientists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken to qualify as a competent person as defined by the JORC Code (2004). Mr Houston has consented to the inclusion of the material in the form and context in which it appears within this release to exploration results relating to Prominent Hill and Carrapateena.

For full details of the 2012 Prominent Hill Mineral Resources and Ore Reserves Statement and details relating to the 2012 Carrapateena Mineral Resources Statement for 2012 go to <http://www.ozminerals.com/operations/resources--reserves.html>



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# OZ MINERALS 2012 FINANCIAL RESULTS

**TERRY BURGESS - MANAGING DIRECTOR & CEO**

**ANDREW COLES - CHIEF FINANCIAL OFFICER**

**13 FEBRUARY 2013**

**WWW.OZMINERALS.COM**

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Some statements in this presentation are forward-looking statements within the meaning of the US securities laws. Such statements include, but are not limited to, statements with regard to capacity, future production and grades, projections for sales growth, estimated revenues and reserves, targets for cost savings, the construction cost of new projects, projected capital expenditures, the timing of new projects, future cash flow and debt levels, the outlook for minerals and metals prices, the outlook for economic recovery and trends in the trading environment and may be (but are not necessarily) identified by the use of phrases such as "will", "expect", "anticipate", "believe" and "envisage". By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future and may be outside OZ Minerals' control. Actual results and developments may differ materially from those expressed or implied in such statements because of a number of factors, including levels of demand and market prices, the ability to produce and transport products profitably, the impact of foreign currency exchange rates on market prices and operating costs, operational problems, political uncertainty and economic conditions in relevant areas of the world, the actions of competitors, activities by governmental authorities such as changes in taxation or regulation.

Given these risks and uncertainties, undue reliance should not be placed on forward-looking statements which speak only as at the date of the presentation. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, OZ Minerals does not undertake any obligation to publicly release any updates or revisions to any forward looking statements contained in this presentation, whether as a result of any change in OZ Mineral's expectations in relation to them, or any change in events, conditions or circumstances on which any such statement is based.

Certain statistical and other information included in this presentation is sourced from publicly available third party sources and has not been independently verified.

OZ Minerals financial results are reported under International Financial Reporting Standards (IFRS). This ASX Release includes certain non-IFRS measures including Underlying EBITDA, Underlying EBIT, Underlying EBT and Underlying NPAT. These measures are presented to enable understanding of the underlying performance of the Company without the impact of non-trading items such as litigation settlement expense and impairment of assets (which were incurred in the comparative year). Non IFRS measures have not been subject to audit or review. Underlying EBITDA, Underlying EBIT, Underlying EBT and Underlying NPAT are included in Note 3 Operating Segments, which form part of the Financial Report. Refer Note 3 Operating Segments to the Financial Report for further details.

All figures are expressed in Australian dollars unless stated otherwise.

# HIGHLIGHTS

- Significant improvement in safety performance.
- Final unfranked dividend of 20 cents per share – double the interim dividend
  - Total 2012 dividend of 30 cents per share
  - Payout ratio of 60 percent – top end of payout range.
- Production and costs in line with 2012 guidance.
- Successful development and integration of Ankata underground mine.
- 2.9Mt increase in Ankata underground Ore Reserves extending life by ~2 years.
- Completion of \$200 million on-market share buyback.
- Carrapateena Resource increased by 43% at 0.7% Cu cut-off to 292Mt and 760Mt at 0.3% Cu cut off grade. Accelerating exploration decline program.
- New regional discovery at the Khamsin prospect.

# PROMINENT HILL PRODUCTION SUMMARY



## PROMINENT HILL PRODUCTION STATISTICS

		2011 FULL YEAR	2012 FULL YEAR
MINED (TONNES)	MALU ORE	11,333,854	<b>7,329,430</b>
	ANKATA ORE	-	<b>424,965</b>
	WASTE	57,683,667	<b>73,009,951</b>
MINED GRADE	MALU COPPER (%)	1.14	<b>1.04</b>
	ANKATA COPPER (%)	-	<b>2.89</b>
	GOLD (G/T)	0.51	<b>0.52</b>
ORE MILLED	TONNES	9,891,819	<b>9,648,324</b>
MILLED GRADE	COPPER (%)	1.20	<b>1.19</b>
	GOLD (G/T)	0.65	<b>0.60</b>
RECOVERY	COPPER (%)	90.5	<b>88.9</b>
	GOLD (%)	78.0	<b>76.0</b>
CONTAINED METAL IN CONCENTRATES	COPPER (TONNES)	107,744	<b>101,737</b>
	GOLD (OZ)	160,007	<b>140,746</b>

Record material movement in 2012 – 27% increase in waste mining.

High grade Ankata ore augmented lower grade from Malu open pit in 2012.

Mill continues to exceed nameplate capacity, increased treatment of gold ore reduced throughput compared to 2011.

Copper and gold production in line with guidance.

- Ankata reached production status 1 August 2012.
- Current open pit fleet consisting of 49 trucks and 5 excavators.
- 2013 peak year for waste movement with strip ratio between 11–12 to 1.

## FINANCIAL SUMMARY

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- Prominent Hill revenue of **\$985.7 million**.
- OZ Minerals' underlying EBITDA of **\$334.1 million**, lower than 2011 due to:
  - Reduced copper prices with lower copper and gold sales
  - Draw down of stockpiles (ore & concentrates)
  - Higher costs due to increased material movement and depth of open pit
  - Increased expenditure on exploration at Carrapateena.
- OZ Minerals' underlying NPAT of **\$152.0 million**.
- Cash flow from operations **\$318.8 million**.
- Cash balance of **\$659.0 million** at 31 December 2012.

# DIVIDEND

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- Dividend (unfranked) of 20 cents per share (\$61 million)
  - Total dividend for 2012 earnings 30 cents per share (\$91 million).
- Actual payout ratio for 2012 of 60%, at top of range.
- Dividend policy: 30–60% of net profit after tax from normal operations, taking into account other capital and growth requirements.
- Record date 26 February 2013, payment date 12 March 2013.

# INCOME STATEMENT

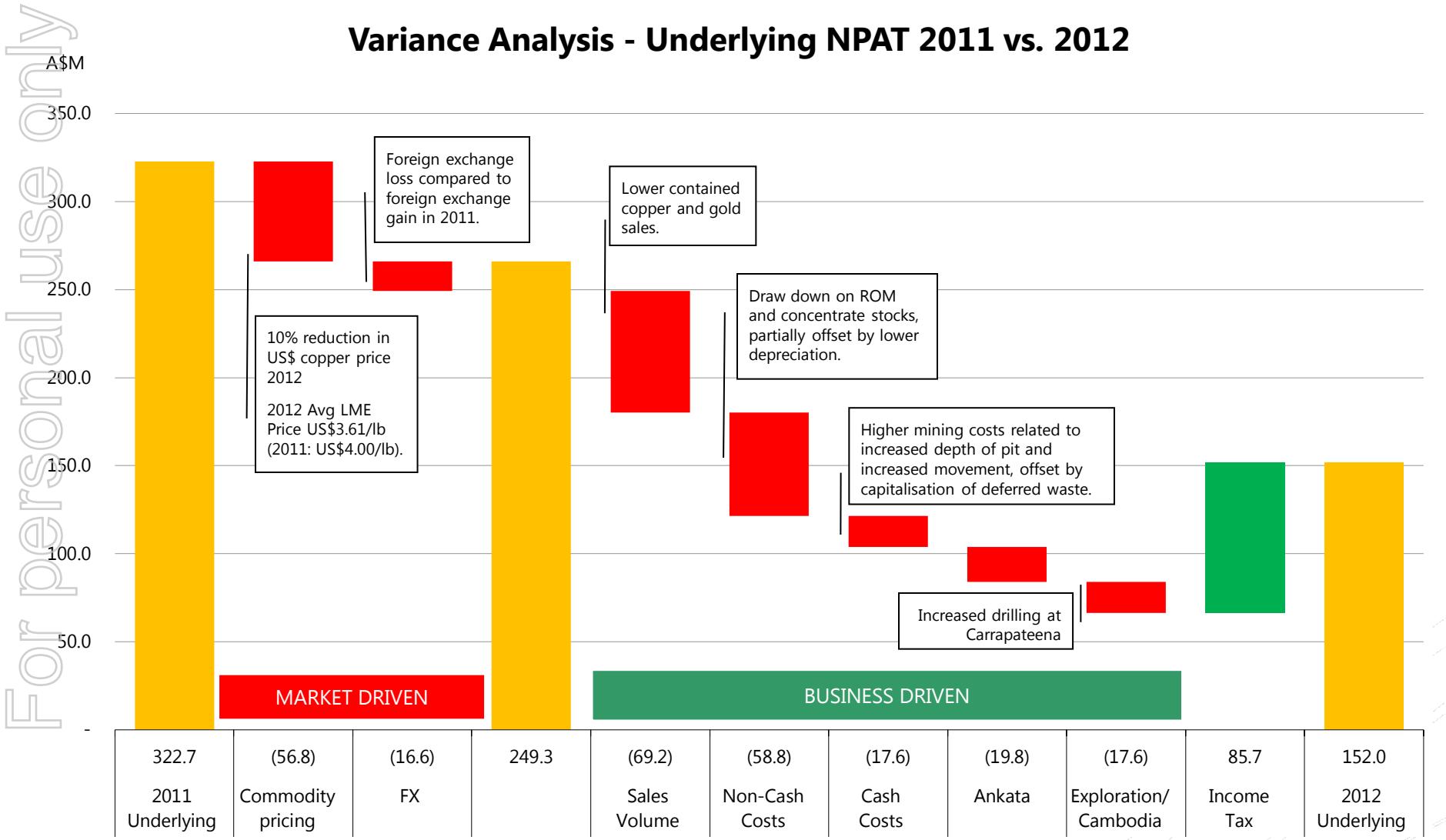
A\$M

	Dec'11	Dec '12	
Revenue	1,115.9	<b>985.7</b>	10% reduction in A\$ copper price combined with lower copper sales.
Cost of goods sold (incl employee benefits)	(403.4)	<b>(499.4)</b>	
Net foreign exchange (loss)/gain	5.3	<b>(11.3)</b>	Draw down of inventories: ore and concentrate. Increased depth of open pit and start of Ankata in 2012.
Exploration expense	(77.7)	<b>(114.1)</b>	
Gain on sale of Cambodia	-	<b>18.8</b>	
Other income	1.3	<b>7.9</b>	
Other expenses	(55.8)	<b>(53.5)</b>	Increased exploration at Carrapateena expensed.
<b>Underlying EBITDA</b>	<b>585.6</b>	<b>334.1</b>	
Depreciation and amortisation	(164.2)	<b>(154.9)</b>	Corporate, site services and general administration.
<b>Underlying EBIT</b>	<b>421.4</b>	<b>179.2</b>	
Net financing income	34.1	<b>19.9</b>	
Income tax expense	(132.8)	<b>(47.1)</b>	
<b>Underlying NPAT</b>	<b>322.7</b>	<b>152.0</b>	
Litigation settlement expense	(42.2)	-	
Impairment	(15.2)	-	
<b>NPAT (from continuing operations)</b>	<b>265.3</b>	<b>152.0</b>	
Discontinued operations	9.2	-	
<b>NPAT</b>	<b>274.5</b>	<b>152.0</b>	Lower average cash balances generating less interest income.

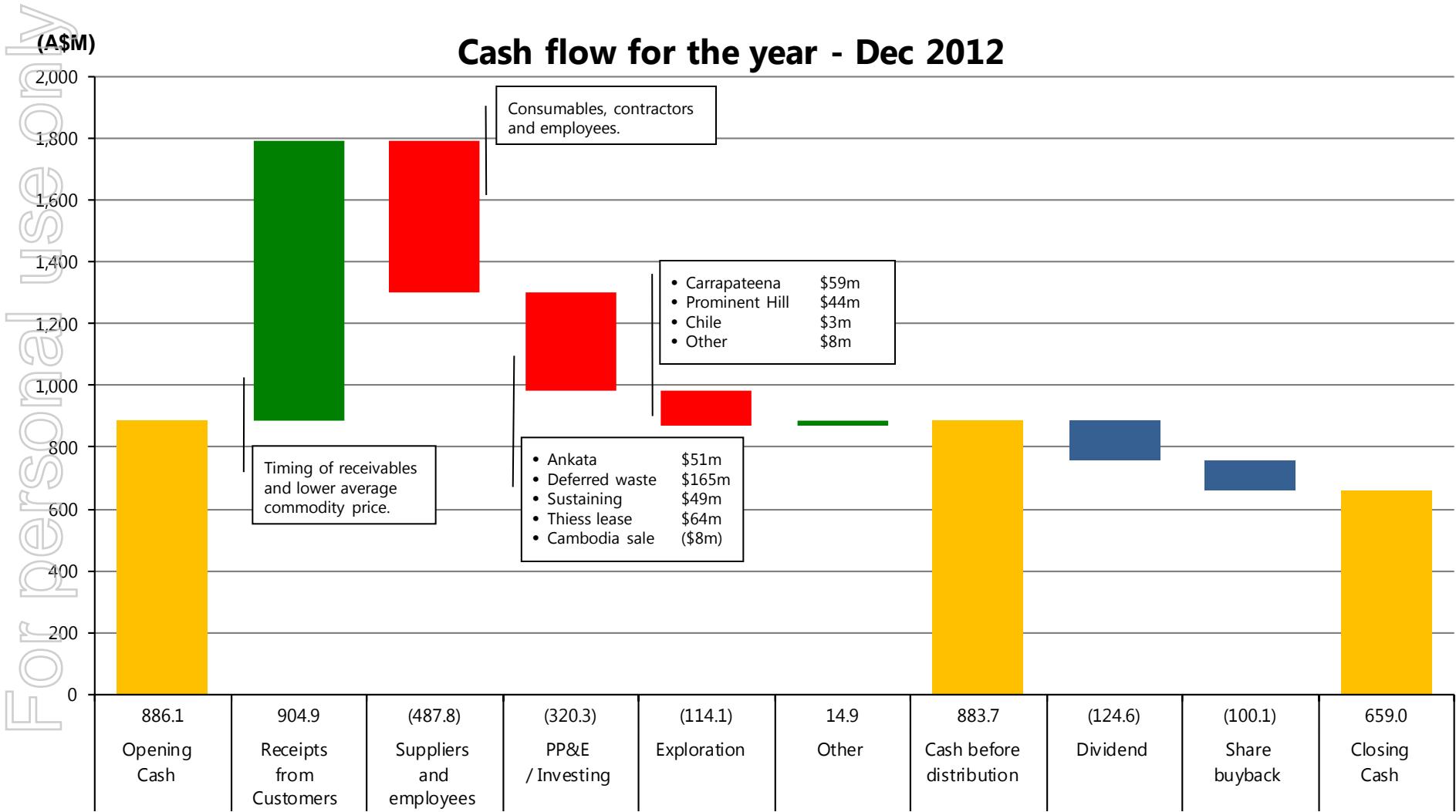
# UNDERLYING NPAT



## Variance Analysis - Underlying NPAT 2011 vs. 2012



# CASH FLOW



# BALANCE SHEET

A\$M

## Assets

	Consolidated Dec '11	Consolidated Dec '12
Cash	886.1	<b>659.0</b>
Receivables	86.8	<b>171.7</b>
Inventories	297.1	<b>258.5</b>
Prepayments	7.1	<b>5.9</b>
Current tax asset	-	<b>5.1</b>
Investments & exploration assets	502.0	<b>568.2</b>
PP&E and leased equipment	1,243.4	<b>1,417.2</b>
<b>Total Assets</b>	<b>3,022.5</b>	<b>3,085.6</b>

Strong cash balance.

## Liabilities

	90.5	<b>108.3</b>
Creditors	90.5	<b>108.3</b>
Current tax liability	16.2	-
Net deferred tax liability	100.2	<b>162.1</b>
Provisions	21.4	<b>29.3</b>
<b>Total Liabilities</b>	<b>228.3</b>	<b>299.7</b>
<b>Net Assets</b>	<b>2,794.2</b>	<b>2,785.9</b>

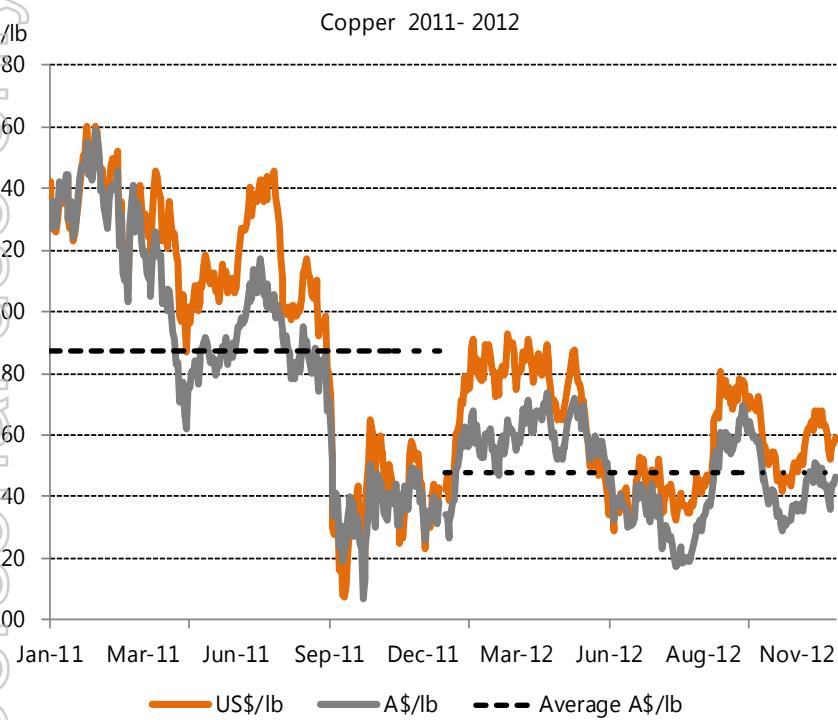
Increase due to waste deferral and completion of Ankata underground mine in 2012.

Debt free balance sheet, US\$200m facility remains undrawn.

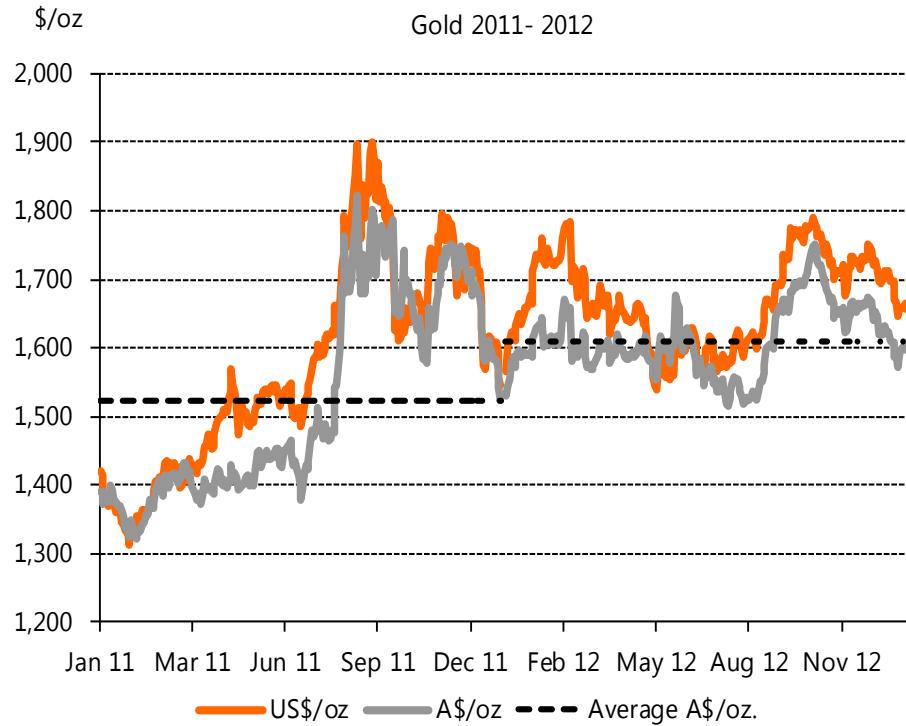
- Significant balance sheet flexibility in order to pursue strategy.

# COPPER & GOLD PRICES

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Source: Bloomberg

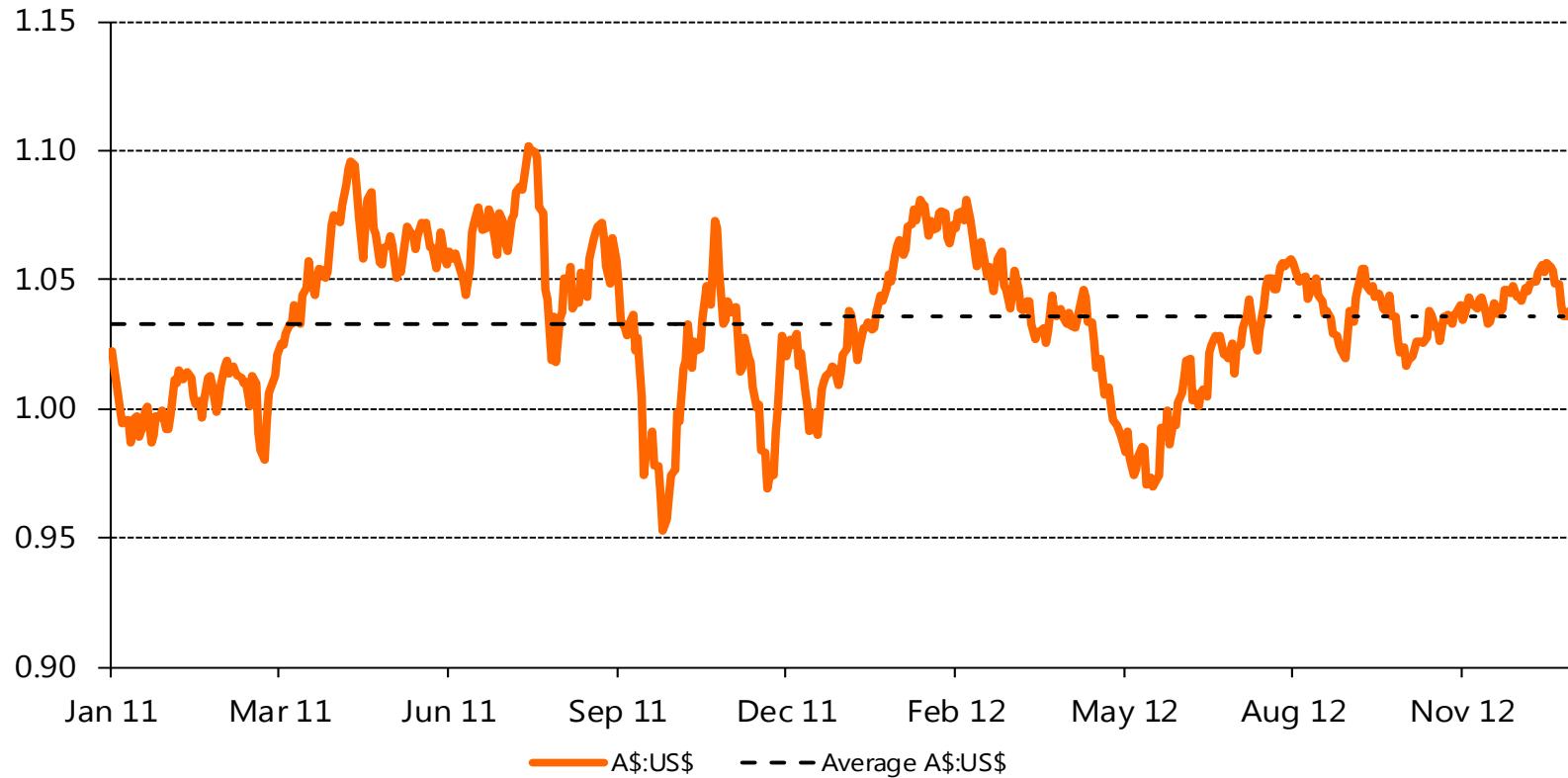


- Average LME copper price of US\$3.61/lb and gold price of US\$1,668/oz for 2012.
- 2012 average A\$ copper price was 10% below 2011 record high US\$ price – with current prices at a healthy level.
- Both copper and gold have positive outlooks.

# FOREIGN EXCHANGE

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A\$/US\$ 2011 - 2012



- Significant fluctuations in the A\$/US\$ rate over 2012, but average of \$1.04 in-line with 2011.
- Closing A\$/US\$ rate 2012: \$1.04 vs. 2011: \$1.01 creates unrealised foreign exchange loss on revaluation of USD denominated cash and receivable balances.

# 2013 SENSITIVITIES & GUIDANCE

## Sensitivities of EBIT in 2013\*

A\$/US\$ +/- 1c

Copper +/- 5%

Gold +/- 5%

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\$8 million

\$33 million

\$10 million

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\* Sensitivities are for twelve months.

## Prices as at 31 December 2012

Copper            US\$3.59/lb            Current price US\$3.76/lb

Gold            US\$1,664/oz            Current price US\$1,648/oz

A\$/US\$            1.04            Current rate 1.03

## Guidance

### Production

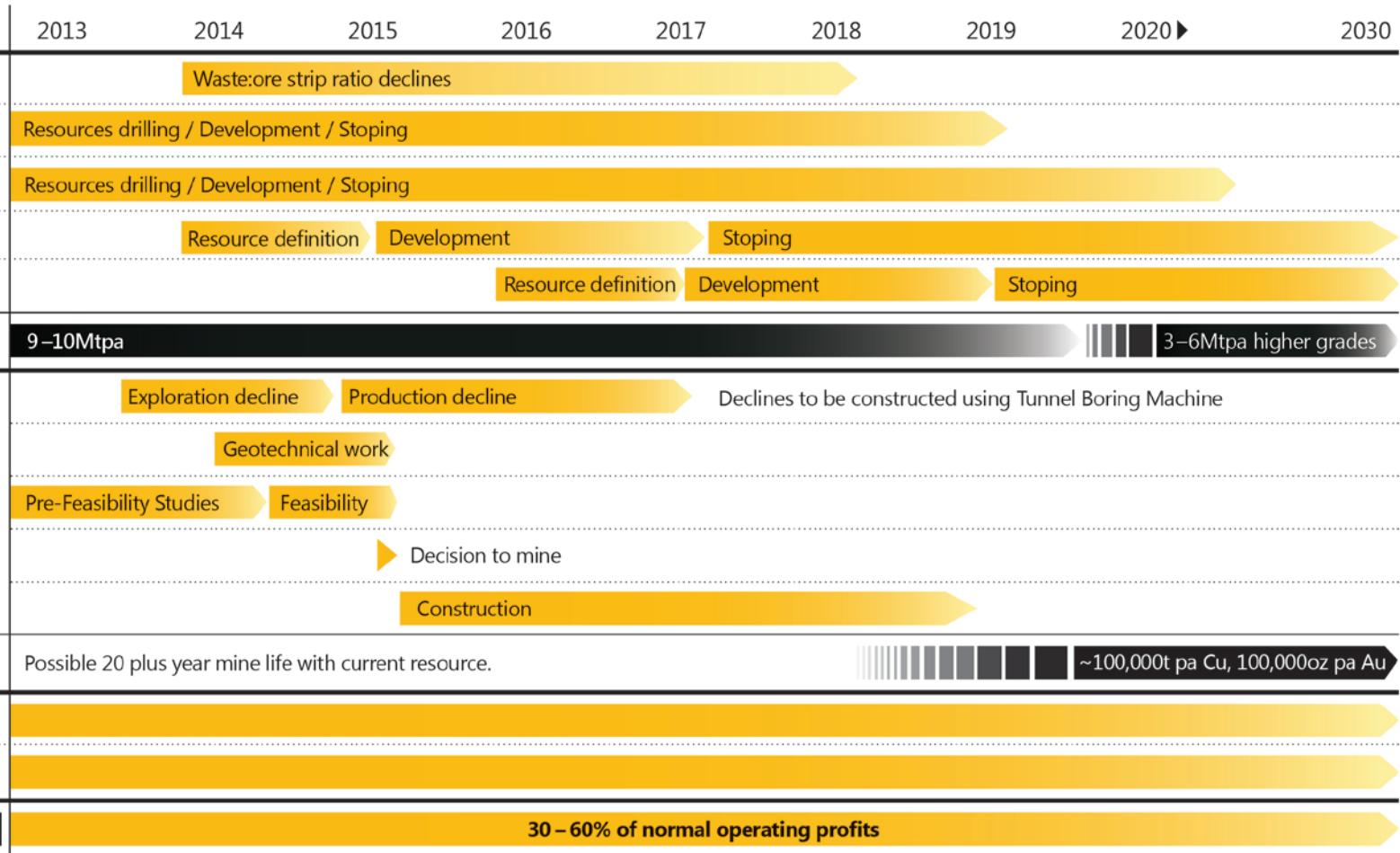
- Copper production: 90,000 – 95,000t.
- Gold production: 130,000 – 150,000oz.

### Costs

- C1 costs: US\$1.50-\$1.65/lb.

# CONCEPTUAL GROWTH VISION

PROMINENT HILL  
CARPATEENA  
OTHER



This timeline is largely conceptual and provides a basis for management to plan the future development of the company and its potential activities. Such long term planning and vision is essential for resources companies. As this looks forward over many years, this planning and the timeline are by necessity subject to many variables, some of which may not eventuate, including required regulatory and community approvals, successful resource drilling, suitable technical and cost outcomes, adequate funding and favourable economic and market conditions, some of which may not be within the control of the company.

# SUMMARY

- Robust 2012 financial results.
- Final dividend (unfranked) of 20 cents per share with total dividend for 2012 earnings of 30 cents a share.
- Underground mining gaining momentum through:
  - Successful development of Ankata underground mine
  - 2.9Mt increase in Ore Reserves at Ankata
  - Mine development and resource drilling at Malu underground.
- Confidence grows at Carrapateena with a 43% increase in the 2012 Mineral Resource estimate – purchase of a Tunnel Boring Machine to accelerate exploration decline development.
- New regional discovery at Khamsin prospect with further drilling in 2013.
- Strategy remains on course and continues to be implemented.



## COMPETENT PERSONS STATEMENT

Within this presentation are references to a summary of information relating Prominent Hill Mineral Resources. The Prominent Hill Mineral Resources are set out in the Prominent Hill Mineral Resources and Ore Reserves Statement as at 30 June 2012. This information has been compiled by John Penhall and Andrew Loreck who are both full time employees of OZ Minerals and members of Australasian Institute of Mining and Metallurgy (AusIMM).

This information and exploration results relating to Prominent Hill has been approved for release in the form and context in which it appears by Mr Jim Hodgkinson who is a full time employee of OZ Minerals and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a competent person as defined in the 2004 edition of the Australasian Code For Reporting Of Exploration Results, Mineral Resources and Ore Reserves.

Information in this presentation which refers to Prominent Hill Ore Reserves is a summary of information relating to Ore Reserves as set out in the Prominent Hill Mineral Resources and Ore Reserves Statement as at 30 June 2012. This information has been approved for release in the form and context in which it appears by Mr Justin Taylor who is a full time employee of OZ Minerals and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a competent person as defined in the 2004 edition of the Australasian Code For Reporting Of Exploration Results, Mineral Resources and Ore Reserves.

Within this presentation are references to exploration results relating to Carrapateena are based on information compiled by Mr Marcel Van Eck Msc who is a full-time employee of OZ Minerals, is a member of the Australian Institute of Geoscientists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken to qualify as a competent person as defined by the JORC code (2004).

Mr Van Eck has consented to the inclusion of the material in the form and context in which it appears.

The information in this presentation which refers to Carrapateena Mineral Resources is based on information compiled by Stuart Masters who is a member of the Australasian Institute Of Mining And Metallurgy (AusIMM) (108430). Stuart Masters is employed by CS-2 Pty Ltd and is a consultant to OZ Minerals. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a competent person as defined in the 2004 edition of the Australasian Code For Reporting Of Exploration Results, Mineral Resources And Ore Reserves (JORC 2004). Stuart Masters consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Stuart Masters Bsc (Geology), CFSG, has over 26 years of relevant experience as a geologist including 9 years in iron-oxide-copper-gold style deposits. Stuart Masters has visited site on many occasions since OZ Minerals acquired the project. All other references to exploration results within this presentation are based on information compiled by Mr Anthony Houston Bsc who is a full-time employee of OZ Minerals, a member of the Australian Institute Of Geoscientists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken to qualify as a competent person as defined by the JORC Code (2004). Mr Houston has consented to the inclusion of the material in the form and context in which it appears within this presentation to exploration results relating to Prominent Hill and Carrapateena.

For full details of the 2012 Prominent Hill Mineral Resources and Ore Reserves Statement and details relating to the 2012 Carrapateena Mineral Resources Statement for 2012 go to <http://www.ozminerals.com/operations/resources--reserves.html>