

# lundin mining

## Management's Discussion and Analysis For the three and nine months ended September 30, 2023

This management's discussion and analysis ("MD&A") has been prepared as of November 1, 2023 and should be read in conjunction with the Company's condensed interim consolidated financial statements for the three and nine months ended September 30, 2023. Those financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board applicable to the preparation of interim financial statements, including International Accounting Standard 34, Interim Financial Reporting. The Company's presentation currency is United States ("US") dollars. Reference herein of \$ or USD is to United States dollars, ARS is to Argentine pesos, BRL is to Brazilian reais, C\$ is to Canadian dollars, CLP is to Chilean pesos, € refers to euros, and SEK is to Swedish kronor.

### About Lundin Mining

Lundin Mining Corporation ("Lundin Mining" or the "Company") is a diversified Canadian base metals mining company with projects and operations in Argentina, Brazil, Chile, Portugal, Sweden, and the United States of America, primarily producing copper, zinc, molybdenum, gold and nickel.

### Table of Contents

Highlights.....	1
Financial Position and Financing .....	3
Outlook.....	4
Selected Quarterly Financial Information.....	6
Revenue Overview .....	7
Financial Results.....	11
Mining Operations .....	13
Production Overview .....	13
Production Cost and Cash Cost Overview .....	14
Capital Expenditures .....	15
Candelaria .....	16
Caserones.....	17
Chapada .....	18
Eagle.....	19
Neves-Corvo .....	20
Zinkgruvan.....	21
Josemaria Project.....	22
Metal Prices, LME Inventories, and Smelter Treatment and Refining Charges .....	23
Liquidity and Capital Resources .....	24
Related Party Transactions.....	25
Changes in Accounting Policies and Critical Accounting Estimates and Judgements .....	25
Non-GAAP and Other Performance Measures.....	26
Managing Risks .....	32
Management's Report on Internal Controls .....	32
Outstanding Share Data.....	32

## Cautionary Statement on Forward-Looking Information

Certain of the statements made and information contained herein is “forward-looking information” within the meaning of applicable Canadian securities laws. All statements other than statements of historical facts included in this document constitute forward-looking information, including but not limited to statements regarding the Company’s plans, prospects and business strategies; the significant growth potential to the Company’s portfolio of assets and expected synergies and potential for cost savings; the potential to unlock additional upside; expectations regarding the world shifting to a lower carbon future; the Company’s expectations regarding liquidity; the anticipated development of Josemaria and other growth projects; the Company’s guidance on the timing and amount of future production and its expectations regarding the potential production and results of operations; expected cash costs and capital expenditures; permitting requirements and timelines; timing and possible outcome of pending litigation; the results of any Preliminary Economic Assessment, Feasibility Study, or Mineral Resource and Mineral Reserve estimations, life of mine estimates, and mine and mine closure plans; anticipated market prices of metals, currency exchange rates, and interest rates; the development and implementation of the Company’s Responsible Mining Management System; the Company’s ability to comply with contractual and permitting or other regulatory requirements; anticipated exploration and development activities at the Company’s projects; the Company’s integration of acquisitions and any anticipated benefits thereof, including the Caserones transaction; and expectations for other economic, business, and/or competitive factors. Words such as “believe”, “expect”, “anticipate”, “contemplate”, “target”, “plan”, “goal”, “aim”, “intend”, “continue”, “budget”, “estimate”, “may”, “will”, “can”, “could”, “should”, “schedule” and similar expressions identify forward-looking statements.

Forward-looking information is necessarily based upon various estimates and assumptions including, without limitation, the expectations and beliefs of management, including that the Company can achieve certain synergies, access financing, appropriate equipment and sufficient labour; assumed and future price of copper, nickel, zinc, gold and other metals; anticipated costs; ability to achieve goals; the prompt and effective integration of acquisitions; that the political environment in which the Company operates will continue to support the development and operation of mining projects; and assumptions related to the factors set forth below. While these factors and assumptions are considered reasonable by Lundin Mining as at the date of this document in light of management’s experience and perception of current conditions and expected developments, these statements are inherently subject to significant business, economic and competitive uncertainties and contingencies. Known and unknown factors could cause actual results to differ materially from those projected in the forward-looking statements and undue reliance should not be placed on such statements and information. Such factors include, but are not limited to: global financial conditions, market volatility and inflation, including pricing and availability of key supplies and services; risks inherent in mining including but not limited to risks to the environment, industrial accidents, catastrophic equipment failures, unusual or unexpected geological formations or unstable ground conditions, and natural phenomena such as earthquakes, flooding or unusually severe weather; uninsurable risks; project financing risks, liquidity risks and limited financial resources; volatility and fluctuations in metal and commodity demand and prices; delays or the inability to obtain, retain or comply with permits; significant reliance on a single asset; reputation risks related to negative publicity with respect to the Company or the mining industry in general; health and safety risks; risks relating to the development of the Josemaria Project; inability to attract and retain highly skilled employees; risks associated with climate change; compliance with environmental, health and safety laws and regulations; unavailable or inaccessible infrastructure, infrastructure failures, and risks related to ageing infrastructure; risks inherent in and/or associated with operating in foreign countries and emerging markets, including with respect to foreign exchange and capital controls; economic, political and social instability and mining regime changes in the Company’s operating jurisdictions, including but not limited to those related to permitting and approvals, environmental and tailings management, labour, trade relations, and transportation; risks relating to indebtedness; the inability to effectively compete in the industry; risks associated with acquisitions and related integration efforts, including the ability to achieve anticipated benefits, unanticipated difficulties or expenditures relating to integration and diversion of management time on integration; changing taxation regimes; risks related to mine closure activities, reclamation obligations, environmental liabilities and closed and historical sites; reliance on key personnel and reporting and oversight systems, as well as third parties and consultants in foreign jurisdictions; information technology and cybersecurity risks; risks associated with the estimation of Mineral Resources and Mineral Reserves and the geology, grade and continuity of mineral deposits including but not limited to models relating thereto; actual ore mined and/or metal recoveries varying from Mineral Resource and Mineral Reserve estimates, estimates of grade, tonnage, dilution, mine plans and metallurgical and other characteristics; ore processing efficiency; community and stakeholder opposition; financial projections, including estimates of future expenditures and cash costs, and estimates of future production may not be reliable; enforcing legal rights in foreign jurisdictions; environmental and regulatory risks associated with the structural stability of waste rock dumps or tailings storage facilities; activist shareholders and proxy solicitation matters; risks relating to dilution; regulatory investigations, enforcement, sanctions and/or related or other litigation; risks relating to payment of dividends; counterparty and customer concentration risks; the estimation of asset carrying values; risks associated with the use of derivatives; relationships with employees and contractors, and the potential for and effects of labour disputes or other unanticipated difficulties with or shortages of labour or interruptions in production; conflicts of interest; existence of a significant shareholder; exchange rate fluctuations; challenges or defects in title; internal controls; compliance with foreign laws; potential for the allegation of fraud and corruption involving the Company, its customers, suppliers or employees, or the allegation of improper or discriminatory employment practices, or human rights violations; the threat associated with outbreaks of viruses and infectious diseases; risks relating to minor elements contained in concentrate products; and other risks and uncertainties, including but not limited to those described in the “Risk and Uncertainties” section of the Company’s Annual Information Form and the “Managing Risks” section of the Company’s MD&A for the year ended December 31, 2022, which are available on SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca) under the Company’s profile.

All of the forward-looking statements made in this document are qualified by these cautionary statements. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information, there may be other factors that cause results not to be as anticipated, estimated, forecast or intended and readers are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Should one or more of these risks and uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in forward-looking information. Accordingly, there can be no assurance that forward-looking information will prove to be accurate and forward-looking information is not a guarantee of future performance. Readers are advised not to place undue reliance on forward-looking information. The forward-looking information contained herein speaks only as of the date of this document. The Company disclaims any intention or obligation to update or revise forward-looking information or to explain any material difference between such and subsequent actual events, except as required by applicable law.

## Highlights

For the quarter ended September 30, 2023 the Company generated revenue of \$992.2 million (Q3 2022 - \$648.5 million), gross profit of \$197.3 million (Q3 2022 - \$82.5 million) and adjusted EBITDA<sup>1</sup> of \$415.1 million (Q3 2022 - \$202.4 million). Financial results include the contribution from the acquisition of the Caserones copper-molybdenum mine ("Caserones") located in Chile, which closed on July 13, 2023.

Overall, the operations performed well during the third quarter of 2023 with 89,942 tonnes of copper and 49,774 tonnes of zinc produced, both record volumes for the Company. The Company remains on track to achieve annual production guidance.

### Operational Performance

**Candelaria (80% owned):** Candelaria produced 34,275 tonnes of copper and approximately 20,000 ounces of gold in concentrate on a 100% basis in the quarter. Copper production was lower than the prior year quarter primarily due to lower grades partially offset by higher throughput. Gold production was lower than the prior year quarter due to lower grades and recoveries. Current quarter production costs and copper cash cost<sup>1</sup> of \$2.19/lb were higher than the prior year quarter largely owing to higher contractor and maintenance costs and unfavourable foreign exchange. Cash cost was further impacted by lower sales volumes.

**Caserones (51% owned):** In the three months ended September 30, 2023 Caserones produced 34,427 tonnes of copper and 1,321 tonnes of molybdenum on a 100% basis, of which 29,821 tonnes of copper and 1,096 tonnes of molybdenum were produced from the acquisition closing date of July 13. Copper and molybdenum production were higher than planned due to increased throughput and recoveries. Production costs in the quarter were negatively impacted by the recognition of fair market value adjustments to inventory due to the acquisition. Copper cash cost of \$1.60/lb benefited from higher than planned production and by-product credits.

**Chapada (100% owned):** Chapada produced 12,286 tonnes of copper and approximately 15,000 ounces of gold in concentrate in the quarter. Copper and gold production was lower than the prior year quarter primarily due to lower throughput and grades. Production costs were lower than the prior year quarter due to lower sales volumes. Copper cash cost of \$2.28/lb for the quarter increased from the prior year quarter due to lower sales volumes, unfavorable foreign exchange variances, and lower by-product credits and production.

**Eagle (100% owned):** During the quarter Eagle produced 4,290 tonnes of nickel and 3,245 tonnes of copper which were lower than the prior year quarter due to lower planned grades. Production costs were higher than the comparable prior year quarter due to inflationary contractual cost increases. Nickel cash cost in the quarter of \$2.07/lb was higher than the prior year quarter primarily due to lower by-product credits and higher production costs.

**Neves-Corvo (100% owned):** Neves-Corvo produced 9,016 tonnes of copper and 25,807 tonnes of zinc in the quarter. Copper production was higher than in the prior year quarter due to higher throughput, grades and recoveries. Zinc production was higher than in the prior year quarter primarily due to increased grades and recoveries driven by the Zinc Expansion Project ("ZEP"). Production costs during the quarter were lower than the prior year quarter despite higher sales, primarily due to reduced electricity costs. Current quarter copper cash cost per pound of \$2.27/lb was lower than prior year quarter primarily as a result of lower input costs, and benefited from higher production and sales.

**Zinkgruvan (100% owned):** Zinc production of 23,967 tonnes and lead production of 8,643 tonnes were higher than the prior year quarter primarily due to higher throughput and grades. Copper production of 1,299 tonnes was lower than the prior year quarter due to lower throughput. Production costs were higher than the prior year quarter primarily due to higher sales volumes. Zinc cash cost per pound of \$0.28/lb during the quarter was higher than the prior year quarter primarily as a result of lower by-product costs per pound and higher treatment and refining charges.

<sup>1</sup> This is a non-GAAP measure - see section "Non-GAAP and Other Performance Measures" of this MD&A for discussion.

## Total Production<sup>a</sup>

	2023				2022				
	YTD	Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Copper (t) <sup>b</sup>	211,461	89,942	60,057	61,462	249,659	56,552	63,930	64,096	65,081
Zinc (t)	134,442	49,774	36,115	48,553	158,938	44,308	40,327	41,912	32,391
Molybdenum (t) <sup>b</sup>	1,096	1,096	—	—	—	—	—	—	—
Gold (koz) <sup>b</sup>	105	35	34	36	154	36	45	39	34
Nickel (t)	12,700	4,290	4,686	3,724	17,475	4,096	4,379	4,719	4,281

a - Tonnes(t) and thousands of ounces (koz).

b - Candelaria and Caserones production are on a 100% basis. Caserones results are from July 13, 2023.

## Corporate Updates

- On July 13, 2023, the Company announced the closing of the acquisition of 51% of the issued and outstanding equity of SCM Minera Lumina Copper Chile ("Lumina Copper"), which owns the Caserones copper-molybdenum mine located in Chile. Net cash paid at closing was \$648.6 million, consisting of \$796.6 million upfront cash consideration after adjustments, net of \$148.0 million cash and cash equivalents held by Lumina Copper at closing on a 100% basis. Excluding the 49% of cash and cash equivalents held by Lumina Copper at closing that are not attributable to the Company, net cash paid at closing was \$721.1 million for the Company's 51% share. Remaining deferred cash consideration of \$150 million will be payable in installments as follows: \$50 million to be paid in five installments of \$10 million on the anniversary of the transaction closing date in each of 2024, 2025, 2026, 2027, and 2028; and \$100 million shall be paid on the anniversary of the closing date in 2029. Lundin Mining also has the right to acquire up to an additional 19% interest in Lumina Copper for \$350 million over a five-year period commencing on the first anniversary of the date of closing. A technical report for the Caserones mine titled "Caserones Mining Operation, Chile, NI 43-101 Technical Report on the Caserones Mining Operation" was filed under the Company's profile on SEDAR+.
- On July 27, 2023, the Company announced it had obtained a three-year term loan ("Term Loan") of a principal amount of \$800.0 million with an additional \$400.0 million accordion option, maturing July 2026. The \$400 million accordion becomes available upon closing of up to an additional 19% interest in Lumina Copper.
- On September 11, 2023, the Company announced that the Environmental Impact Assessment ("EIA") for the extension of operations and mine life for its Candelaria Copper Mine in Chile was approved by the Regional Environmental Commission of Atacama on September 8, 2023. Approval of the EIA will allow for the extension of Candelaria's mine life to 2040 and include various measures that will support sustainable social, economic, and environmental development in the Atacama Region.
- On October 2, 2023, the Company announced that its Chief Executive Officer, Peter Rockandel, will be stepping down as of December 31, 2023. The role of President and Chief Executive Officer will be assumed by Jack Lundin, current President and former Director of the Company, who will rejoin the Board of Directors as of January 1, 2024.

## Financial Performance

- Gross profit for the quarter ended September 30, 2023 was \$197.3 million, an increase of \$114.8 million over the prior year quarter due to the acquisition of the Caserones mine as well as higher realized copper price. On a year-to-date basis, gross profit for the period ended September 30, 2023 was \$463.5 million which was lower than the prior year period. The decrease was primarily due to higher input costs at Candelaria combined with higher treatment and refining charges, offset by the inclusion of Caserones gross profit.
- For the three months ended September 30, 2023, net earnings of \$21.9 million were \$33.1 million higher than the prior year quarter. The increase was primarily due to higher gross profit and lower project development costs, and partially offset by increased interest costs, unrealized losses on derivative contracts, the fair market value adjustment on inventory and higher tax expenses due primarily to the change in mining royalty in Chile. On a year-to-date basis, net

<sup>1</sup> This is a non-GAAP measure - see section "Non-GAAP and Other Performance Measures" of this MD&A for discussion.

earnings of \$248.5 million were lower than the prior year period due to lower gross profit partially offset by lower project development costs and taxes.

- Adjusted earnings<sup>1</sup> for the three months ended September 30, 2023 of \$85.6 million were \$54.7 million higher than the prior year quarter primarily due to the same factors as the change in net earnings described above. On a year-to-date basis adjusted earnings of \$256.9 million were lower than the prior year period due to lower gross profit partially offset by lower income taxes.
- Free cash flow<sup>1</sup> for the three months ended September 30, 2023 of \$71.1 million was \$234.3 million higher than the prior year comparable period and benefited from the inclusion of production from Caserones, combined with higher realized copper prices and higher overall changes in working capital.

## Financial Position and Financing

- Cash and cash equivalents as at September 30, 2023 was \$357.3 million. Cash generated from operations of \$303.8 million in the three months ended September 30, 2023 was used to fund investing activities of \$908.8 million. Investing activities in the third quarter included \$648.6 million net cash paid at closing for the acquisition of Caserones, consisting of \$796.6 million upfront cash consideration after adjustments, net of \$148 million cash and cash equivalents held by Lumina Copper at closing on a 100% basis. Cash generated from financing activities was \$773.2 million, which was comprised primarily of the proceeds from the Term Loan to finance the Caserones acquisition.
- As at September 30, 2023, the Company had a net debt<sup>1</sup> balance of \$1,158.9 million.
- As at November 1, 2023, the Company had cash and net debt balances of approximately \$368.6 million and \$1,137.6 million, respectively.

<sup>1</sup> This is a non-GAAP measure - see section "Non-GAAP and Other Performance Measures" of this MD&A for discussion.

## Outlook

Overall, the operations performed well during the third quarter of 2023 and production and cash cost guidance for 2023 has been updated from that disclosed in the Company's Management's Discussion and Analysis for the three and six months ended June 30, 2023.

Most production guidance ranges have been tightened and improved, with the lower end of the range being increased for copper, nickel and gold. Cash cost guidance has been lowered for Caserones and Eagle driven by higher production volumes and by-product credits, and increased for Candelaria, reflecting higher operating costs. Production continues to be weighted to the second half of the year, notably at Chapada due to the first half seasonal operating conditions and forecast grade and recovery profiles.

As a result of re-phasing several projects at Neves-Corvo and Zinkgruvan, capital expenditure guidance has been reduced for 2023. As disclosed in the Company's Management's Discussion and Analysis for the three and six months ended June 30, 2023, capital spend guidance at Josemaria was previously lowered to \$350 million for 2023 due to foreign exchange, a delay in planned equipment deliveries and reduced activities.

### 2023 Production and Cash Cost Guidance

(contained metal)		Guidance <sup>a</sup>		Revised Guidance	
		Production	Cash Cost (\$/lb) <sup>b</sup>	Production	Cash Cost (\$/lb) <sup>b</sup>
<b>Copper (t)</b>	Candelaria (100%)	145,000 – 155,000	1.80 – 1.95 <sup>c</sup>	<b>147,000 – 153,000</b>	<b>2.00 – 2.20<sup>c</sup></b>
	Caserones (100%) <sup>e</sup>	60,000 – 65,000	2.30 – 2.45	<b>65,000 – 69,000</b>	<b>2.00 – 2.20</b>
	Chapada	43,000 – 48,000	2.35 – 2.55 <sup>d</sup>	<b>45,000 – 48,000</b>	2.35 – 2.55 <sup>d</sup>
	Eagle	12,000 – 15,000		12,000 – 15,000	
	Neves-Corvo	33,000 – 38,000	2.10 – 2.30 <sup>c</sup>	<b>33,000 – 36,000</b>	2.10 – 2.30 <sup>c</sup>
	Zinkgruvan	3,000 – 4,000		3,000 – 4,000	
	<b>Total</b>	<b>296,000 – 325,000</b>		<b>305,000 – 325,000</b>	
<b>Zinc (t)</b>	Neves-Corvo	100,000 – 110,000		<b>103,000 – 110,000</b>	
	Zinkgruvan	80,000 – 85,000	0.45 – 0.50 <sup>c</sup>	<b>78,000 – 82,000</b>	0.45 – 0.50 <sup>c</sup>
	<b>Total</b>	<b>180,000 – 195,000</b>		<b>181,000 – 192,000</b>	
<b>Molybdenum (t)</b>	Caserones (100%) <sup>e</sup>	1,500 – 2,000		1,500 – 2,000	
<b>Gold (koz)</b>	Candelaria (100%)	85 – 90		<b>87 – 92</b>	
	Chapada	55 – 60		55 – 60	
	<b>Total</b>	<b>140 – 150</b>		<b>142 – 152</b>	
<b>Nickel (t)</b>	Eagle	13,000 – 16,000	2.30 – 2.45	<b>15,000 – 17,000</b>	<b>2.00 – 2.20</b>

a. Guidance as outlined in the MD&A for the three and six months June 30, 2023.

b. Cash costs are based on various assumptions and estimates, including but not limited to: production volumes, commodity prices (Cu: \$3.75/lb, Zn: \$1.10/lb, Mo: \$20.00/lb, Pb: \$0.90/lb, Au: \$1,850/oz), foreign exchange rates (€/USD:1.05, USD/SEK:10.50, USD/CLP:800, USD/BRL:5.00) and production costs for the remainder of 2023.

c. 68% of Candelaria's total gold and silver production are subject to a streaming agreement, and silver production at Zinkgruvan and Neves-Corvo are also subject to streaming agreements. Cash costs are calculated based on receipt of approximately \$425/oz gold and \$4.25/oz to \$4.57/oz silver.

d. Chapada's cash cost is calculated on a by-product basis and does not include the effects of its copper stream agreements. Effects of the copper stream agreements are reflected in copper revenue and will impact realized price per pound.

e. Caserones guidance is for the entire second half of 2023.

## 2023 Capital Expenditure Guidance<sup>b</sup>

(\$ millions)	Guidance <sup>a</sup>	Revisions	Revised Guidance
Candelaria (100% basis)	375	—	375
Caserones (100% basis) <sup>c</sup>	110	—	110
Chapada	70	—	70
Eagle	20	—	20
Neves-Corvo	130	(25)	105
Zinkgruvan	70	(5)	65
Other	10	—	10
<b>Total Sustaining</b>	<b>785</b>	<b>(30)</b>	<b>755</b>
Expansionary - Josemaria	350	—	350
<b>Total Capital Expenditures</b>	<b>1,135</b>	<b>(30)</b>	<b>1,105</b>

a. Guidance as outlined in the MD&A for the three and six months ended June 30, 2023.

b. Sustaining capital expenditure is a supplementary financial measure, and expansionary capital expenditure is a non-GAAP measure – see Section "Non-GAAP and Other Performance Measures" of this MD&A for discussion.

c. Caserones guidance is for entire second half of 2023.

## 2023 Exploration Investment Guidance

Total exploration expenditures are on target to be \$45.0 million in 2023, unchanged from previous guidance.

## Selected Quarterly Financial Information<sup>1</sup>

(\$ millions, except share and per share amounts)	Three months ended		Nine months ended	
	September 30,		September 30,	
	2023	2022	2023	2022
<b>Revenue</b>	<b>992.2</b>	648.5	<b>2,332.1</b>	2,229.8
Costs of goods sold:				
Production costs	<b>(615.1)</b>	(425.8)	<b>(1,438.1)</b>	(1,210.4)
Depreciation, depletion and amortization	<b>(179.8)</b>	(140.2)	<b>(430.5)</b>	(412.0)
<b>Gross profit</b>	<b>197.3</b>	82.5	<b>463.5</b>	607.3
<b>Net earnings (loss) attributable to:</b>				
Lundin Mining shareholders	<b>(3.0)</b>	(11.2)	<b>202.8</b>	281.3
Non-controlling interests	<b>24.8</b>	—	<b>45.7</b>	36.9
<b>Net earnings (loss)</b>	<b>21.9</b>	(11.2)	<b>248.5</b>	318.2
<b>Adjusted earnings<sup>3</sup></b>	<b>85.6</b>	30.9	<b>256.9</b>	288.9
<b>Adjusted EBITDA<sup>3</sup></b>	<b>415.1</b>	202.4	<b>943.8</b>	938.8
<b>Cash provided by operating activities</b>	<b>303.8</b>	36.3	<b>710.5</b>	720.0
<b>Adjusted operating cash flow<sup>3</sup></b>	<b>316.5</b>	181.3	<b>662.2</b>	703.9
<b>Free cash flow from (used in) operations</b>	<b>136.5</b>	(43.9)	<b>228.3</b>	417.1
<b>Free cash flow<sup>3</sup></b>	<b>71.1</b>	(163.2)	<b>(47.7)</b>	158.3
<b>Capital expenditures<sup>4</sup></b>	<b>243.2</b>	199.5	<b>769.2</b>	561.7
<b>Per share amounts:</b>				
Basic and diluted (loss) earnings per share ("EPS") attributable to shareholders	—	(0.01)	<b>0.26</b>	0.37
Adjusted EPS	<b>0.11</b>	0.04	<b>0.33</b>	0.38
Adjusted operating cash flow per share <sup>3</sup>	<b>0.41</b>	0.23	<b>0.86</b>	0.93
Dividends declared (C\$/share)	<b>0.09</b>	0.09	<b>0.27</b>	0.38
			<b>September 30,</b>	December 31,
			<b>2023</b>	<b>2022</b>
Total assets			<b>10,696.2</b>	8,172.8
Total debt and lease liabilities			<b>1,511.4</b>	197.3
Net debt <sup>3</sup>			<b>(1,158.9)</b>	(10.9)

## Summary of Quarterly Results<sup>1,2,5</sup>

(\$ millions, except per share data)	Q3-23	Q2-23	Q1-23	Q4-22	Q3-22	Q2-22	Q1-22	Q4-21
<b>Revenue</b>	992.2	588.5	751.3	811.4	648.5	590.2	991.1	1,018.6
<b>Gross profit</b>	197.3	52.8	213.3	155.2	82.5	46.0	478.8	433.2
<b>Net earnings (loss)</b>	21.9	61.3	165.3	145.3	(11.2)	(48.6)	378.1	266.1
- attributable to shareholders	(3.0)	59.1	146.6	145.6	(11.2)	(52.6)	345.1	228.8
<b>Adjusted earnings (loss)<sup>6,3</sup></b>	85.6	45.6	125.7	191.5	30.9	(35.3)	295.6	281.5
<b>Adjusted EBITDA<sup>3,6</sup></b>	415.1	191.8	336.9	353.7	202.4	148.6	587.8	623.0
<b>EPS - Basic and Diluted</b>	—	0.08	0.19	0.19	(0.01)	(0.07)	0.47	0.31
<b>Adjusted EPS<sup>3,6</sup></b>	0.11	0.06	0.16	0.25	0.04	(0.05)	0.40	0.38
<b>Cash flow from operations</b>	303.8	194.8	211.9	156.9	36.3	366.4	317.3	384.2
<b>Adjusted operating cash flow per share<sup>3</sup></b>	0.41	0.14	0.30	0.38	0.23	0.06	0.64	0.65
<b>Capital expenditures<sup>4</sup></b>	243.2	279.9	246.1	281.2	199.5	217.3	144.9	153.9

<sup>1</sup> Except where otherwise noted, financial data has been prepared in accordance with IFRS as issued by the IASB.

<sup>2</sup> The sum of quarterly amounts may differ from year-to-date results due to rounding.

<sup>3</sup> This is a non-GAAP measure - see the "Non-GAAP and Other Performance Measures" section of this MD&A for discussion.

<sup>4</sup> Capital expenditures are reported on a cash basis, as presented in the consolidated statement of cash flows.

<sup>5</sup> Variability in revenues and net earnings is largely driven by metal prices and sales volumes. In recent quarters, net earnings has also been impacted by inflation factors. For further metal price trending discussion, refer to page 22 of this MD&A

<sup>6</sup> Q2 2023 amounts have been adjusted from those presented in the Company's MD&A for the three and six months ended June 30, 2023.

## Revenue Overview

### Sales Volumes by Payable Metal

	2023				2022				
	YTD	Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
<b>Copper (t)</b>									
Candelaria (100%)	105,585	33,668	36,347	35,570	147,251	33,561	35,587	39,655	38,448
Caserones (100%) <sup>1</sup>	30,385	30,385	—	—	—	—	—	—	—
Chapada	30,681	11,445	10,164	9,072	45,563	12,037	12,817	7,905	12,804
Eagle	8,913	3,177	2,951	2,785	14,060	2,672	3,721	4,159	3,508
Neves-Corvo	23,000	8,799	6,170	8,031	31,592	6,351	8,574	8,183	8,484
Zinkgruvan	3,628	1,758	1,001	869	4,428	886	1,570	337	1,635
	<b>202,192</b>	<b>89,232</b>	56,633	56,327	242,894	55,507	62,269	60,239	64,879
<b>Zinc (t)</b>									
Neves-Corvo	65,624	21,957	20,125	23,542	66,966	20,205	18,770	16,289	11,702
Zinkgruvan	48,028	22,042	9,374	16,612	65,684	17,635	13,722	18,525	15,802
	<b>113,652</b>	<b>43,999</b>	29,499	40,154	132,650	37,840	32,492	34,814	27,504
<b>Molybdenum (t)</b>									
Caserones (100%) <sup>1</sup>	1,041	1,041	—	—	—	—	—	—	—
<b>Gold (koz)</b>									
Candelaria (100%)	64	19	23	22	83	20	20	22	21
Chapada	35	13	11	11	65	17	23	10	15
	<b>99</b>	<b>32</b>	34	33	148	37	43	32	36
<b>Nickel (t)</b>									
Eagle	10,234	3,640	3,859	2,735	14,427	3,239	3,715	4,206	3,267
<b>Lead (t)</b>									
Neves-Corvo	3,140	1,220	881	1,039	2,908	673	654	818	763
Zinkgruvan	19,813	9,391	4,944	5,478	30,163	7,654	7,502	10,163	4,844
	<b>22,953</b>	<b>10,611</b>	5,825	6,517	33,071	8,327	8,156	10,981	5,607
<b>Silver (koz)</b>									
Candelaria (100%)	907	279	333	295	1,442	278	305	412	447
Chapada	92	32	29	31	156	50	32	26	48
Eagle	16	6	4	6	34	9	9	9	7
Neves-Corvo	556	227	158	171	552	92	117	152	191
Zinkgruvan	1,443	713	331	399	2,088	551	532	650	355
	<b>3,014</b>	<b>1,257</b>	855	902	4,272	980	995	1,249	1,048

<sup>1</sup> Caserones results are from July 13, 2023.

## Revenue Analysis<sup>1</sup>

by Mine (\$ thousands)	Three months ended September 30,					Nine months ended September 30,				
	2023		2022		Change	2023		2022		Change
	\$	%	\$	%	\$	\$	%	\$	%	\$
Candelaria (100%)	<b>299,745</b>	31	255,330	40	44,415	<b>970,576</b>	42	974,875	44	(4,299)
Caserones (100%)	<b>284,556</b>	29	—	—	284,556	<b>284,556</b>	12	—	—	284,556
Chapada	<b>111,897</b>	11	118,734	18	(6,837)	<b>317,736</b>	14	335,599	15	(17,863)
Eagle	<b>102,505</b>	10	106,715	16	(4,210)	<b>277,175</b>	12	363,412	16	(86,237)
Neves-Corvo	<b>111,202</b>	11	102,865	16	8,337	<b>309,219</b>	13	330,970	15	(21,751)
Zinkgruvan	<b>82,290</b>	8	64,854	10	17,436	<b>172,808</b>	7	224,942	10	(52,134)
	<b>992,195</b>		648,498		343,697	<b>2,332,070</b>		2,229,798		102,272

by Metal (\$ thousands)	Three months ended September 30,					Nine months ended September 30,				
	2023		2022		Change	2023		2022		Change
	\$	%	\$	%	\$	\$	%	\$	%	\$
Copper	<b>643,992</b>	65	388,882	60	255,110	<b>1,564,626</b>	67	1,418,868	64	145,758
Zinc	<b>86,901</b>	9	85,251	13	1,650	<b>220,853</b>	9	280,559	13	(59,706)
Molybdenum	<b>48,698</b>	5	—	—	48,698	<b>48,698</b>	2	—	—	48,698
Gold	<b>53,684</b>	5	63,243	10	(9,559)	<b>161,759</b>	7	166,032	7	(4,273)
Nickel	<b>73,188</b>	7	73,511	11	(323)	<b>195,449</b>	8	251,177	11	(55,728)
Lead	<b>22,328</b>	2	13,868	2	8,460	<b>44,836</b>	2	43,088	2	1,748
Silver	<b>13,670</b>	1	9,450	1	4,220	<b>32,558</b>	1	33,351	1	(793)
Other	<b>49,734</b>	6	14,293	3	35,441	<b>63,291</b>	4	36,723	2	26,568
	<b>992,195</b>		648,498		343,697	<b>2,332,070</b>		2,229,798		102,272

1. Caserones results are from July 13, 2023.

Revenue for the quarter ended September 30, 2023 amounted to \$992.2 million which was higher than the prior year quarter as a result of the inclusion of Caserones copper and molybdenum revenues as well as a higher realized copper price. On a year-to-date basis revenue was higher than the prior year period primarily as a result of the Caserones acquisition, and partially offset by lower sales at the existing operations as a result of sales volumes (\$135 million) and higher treatment and refining charges (\$35 million).

Revenue from gold and silver for the three and nine months ended September 30, 2023 includes the partial recognition of an upfront purchase price on the sale of precious metals streams for Candelaria, Neves-Corvo, and Zinkgruvan as well as the cash proceeds which amount to approximately \$425/oz for gold and between \$4.25/oz and \$4.57/oz for silver.

Chapada's copper revenue includes the recognition of deferred revenue from copper streams acquired with the Chapada mine, as well as the cash proceeds of 30% of the market price of the copper sold under the streams.

Revenue is recorded using the metal price received for sales that settle during the reporting period. For sales that have not been settled, an estimate is used based on the expected month of settlement and the forward price of the metal at the end of the reporting period. The difference between the estimate and the final price received is recognized by adjusting revenue in the period in which the sale is settled. Settlement dates can range from one to six months after shipment.

## Provisionally Valued Revenue as of September 30, 2023

Metal	Payable metal	Valued at
Copper	120,071 t	\$3.75 /lb
Zinc	30,946 t	\$1.20 /lb
Molybdenum	1,150 t	\$20.27 /lb
Gold	27 koz	\$1,856 /oz
Nickel	1,404 t	\$8.40 /lb

## Quarterly Reconciliation of Realized Prices

(\$ thousands)	Three months ended September 30, 2023					
	Copper	Zinc	Molybdenum	Gold	Nickel	Total
Current period sales <sup>1</sup>	731,635	120,356	46,971	61,238	73,318	1,033,518
Prior period price adjustments	(2,744)	(4,521)	1,727	(1,468)	908	(6,098)
	728,891	115,835	48,698	59,770	74,226	1,027,420
Other metal sales						66,137
Copper stream cash effect						(3,889)
Gold stream cash effect						(19,336)
Less: Treatment & refining charges						(78,137)
<b>Total Revenue</b>						<b>992,195</b>
<b>Payable Metal</b>	<b>89,232 t</b>	<b>43,999 t</b>	<b>1,041 t</b>	<b>32 koz</b>	<b>3,640 t</b>	
Current period sales <sup>1,2</sup>	\$3.72	\$1.24	\$20.47	\$1,907	\$9.14	
Prior period adjustments <sup>2</sup>	(0.01)	(0.05)	0.75	(45.00)	0.11	
<b>Realized prices<sup>2,3</sup></b>	<b>\$3.71 /lb</b>	<b>\$1.19 /lb</b>	<b>\$21.22 /lb</b>	<b>\$1,862 /oz</b>	<b>\$9.25 /lb</b>	

	Three months ended September 30, 2022				
	Copper	Zinc	Gold	Nickel	Total
Current period sales <sup>1</sup>	478,775	98,529	71,497	78,425	727,226
Prior period price adjustments	(62,926)	3,961	(771)	(4,954)	(64,690)
	415,849	102,490	70,726	73,471	662,536
Other metal sales					54,356
Copper stream cash effect					(5,990)
Gold stream cash effect					(17,261)
Less: Treatment & refining charges					(45,143)
<b>Total Revenue</b>					<b>648,498</b>
<b>Payable Metal</b>	<b>62,269 t</b>	<b>32,492 t</b>	<b>42 koz</b>	<b>3,715 t</b>	
Current period sales <sup>1,2</sup>	\$3.49	\$1.38	\$1,690	\$9.58	
Prior period adjustments <sup>2</sup>	(0.46)	0.05	(18.00)	(0.61)	
<b>Realized prices<sup>2,3</sup></b>	<b>\$3.03 /lb</b>	<b>\$1.43 /lb</b>	<b>\$1,672 /oz</b>	<b>\$8.97 /lb</b>	

1. Includes provisional price adjustments on current period sales.

2. This is a non-GAAP measure – see the "Non-GAAP and Other Performance Measures" section of this MD&A for discussion.

3. The realized price for copper inclusive of the impact of streaming agreements for the three months ended September 30, 2023 is \$3.69/lb (2022: \$2.99/lb). The realized price for gold inclusive of the impact of streaming agreements for the three months ended September 30, 2023 is \$1,259/oz (2022: \$1,264/oz).

## Year-to-Date Reconciliation of Realized Prices

(\$ thousands)	Nine months ended September 30, 2023					
	Copper	Zinc	Molybdenum	Gold	Nickel	Total
Current period sales <sup>1</sup>	1,679,402	292,262	46,971	188,632	216,648	2,423,915
Prior period price adjustments	27,576	823	1,727	1,243	(17,501)	13,868
	1,706,978	293,085	48,698	189,875	199,147	2,437,783
Other metal sales						153,315
						(14,652)
Copper stream cash effect						(60,855)
Gold stream cash effect						(183,521)
Less: Treatment & refining charges						(183,521)
<b>Total Revenue</b>						<b>2,332,070</b>
<b>Payable Metal</b>	<b>202,192 t</b>	<b>113,652 t</b>	<b>1,041 koz</b>	<b>98 koz</b>	<b>10,234 t</b>	
Current period sales <sup>1,2</sup>	\$3.77	\$1.17	\$20.47	\$1,913	\$9.60	
Prior period adjustments <sup>2</sup>	0.06	—	0.75	12	(0.77)	
Realized prices <sup>2,3</sup>	\$3.83 /lb	\$1.17 /lb	\$21.22 /oz	\$1,925 /oz	\$8.83 /lb	

	Nine months ended September 30, 2022				
	Copper	Zinc	Gold	Nickel	Total
Current period sales <sup>1</sup>	1,481,873	313,191	193,771	255,078	2,243,913
Prior period price adjustments	15,442	13,815	1,374	(1,510)	29,121
	1,497,315	327,006	195,145	253,568	2,273,034
Other metal sales					166,005
Copper stream cash effect					(18,374)
Gold stream cash effect					(58,550)
Less: Treatment & refining charges					(132,317)
<b>Total Revenue</b>					<b>2,229,798</b>
<b>Payable Metal</b>	<b>187,387 t</b>	<b>94,810 t</b>	<b>110 koz</b>	<b>11,188 t</b>	
Current period sales <sup>1,2</sup>	\$3.59	\$1.50	\$1,762	\$10.34	
Prior period adjustments <sup>2</sup>	0.03	0.06	12	(0.06)	
Realized prices <sup>2,3</sup>	\$3.62 /lb	\$1.56 /lb	\$1,774 /oz	\$10.28 /lb	

1. Includes provisional price adjustments on current period sales.

2. This is a non-GAAP measure - see the "Non-GAAP and Other Performance Measures" section of this MD&A for discussion.

3. The realized price for copper inclusive of the impact of streaming agreements for 2023 is \$3.80/lb (2022: \$3.58/lb). The realized price for gold inclusive of the impact of streaming agreements for 2023 is \$1,308/oz (2022: \$1,232/oz).

## Financial Results

### Production Costs

Production costs for the quarter ended September 30, 2023 were \$615.1 million and were higher than the prior year quarter due to the acquisition of Caserones, including \$32.2 million fair value adjustments recorded to re-value concentrate and in-process inventory on hand at the acquisition date, and subsequently recognized in production costs as the inventory was sold in the third quarter. On a year-to-date basis, production costs of \$1,438.1 million increased by \$227.6 million over the prior year comparable period primarily due to the acquisition of Caserones as well as higher maintenance costs at Candelaria.

### Depreciation, Depletion and Amortization

For the three and nine months ended September 30, 2023 depreciation, depletion and amortization expense increased compared to the prior year comparative periods, primarily attributable to the acquisition of Caserones, partially offset by decreased amortization related to extended life of mine at Eagle.

Depreciation, depletion & amortization (\$ thousands)	Three months ended September 30,			Nine months ended September 30,		
	2023	2022	Change	2023	2022	Change
Candelaria	70,368	74,772	(4,404)	198,439	218,792	(20,353)
Caserones	38,307	—	38,307	38,307	—	38,307
Chapada	12,813	12,218	595	39,883	31,808	8,075
Eagle	14,326	21,650	(7,324)	38,147	60,403	(22,256)
Josemaria	—	335	(335)	38	623	(585)
Neves-Corvo	31,353	25,299	6,054	89,152	70,123	19,029
Zinkgruvan	12,380	5,442	6,938	25,380	28,951	(3,571)
Other	241	445	(204)	1,194	1,340	(146)
	179,788	140,161	39,627	430,540	412,040	18,500

### General Exploration and Business Development

Total general exploration and business development expenses for the quarter and the nine months ended September 30, 2023 were lower than comparable prior year periods due mainly to project investigation costs incurred in 2022 related to the Josemaria Project.

During the current quarter, exploration costs were spent primarily on in-mine and near-mine targets at the Company's operations. Geophysical surveys were conducted at Chapada and at Eagle where underground down-hole geophysical surveys continue at Eagle East. Drilling at Candelaria was divided between Ojos district and Candelaria near-mine. Exploration drilling at Neves-Corvo and Zinkgruvan was primarily focused along potential near-mine trends; Drilling at Chapada was focused between near-mine and the Chapada district. Tender processes for drilling and geophysical surveys were advanced at both the Caserones and the Josemaria Project, where in both instances, drilling and geophysical surveys are planned to commence during the fourth quarter.

### Finance Income and Costs

Net finance costs in the current quarter and year-to-date period were higher than the prior year comparable periods primarily due to higher interest expense related to higher outstanding debt through the year, higher interest rates and combined with increased lease liability interest following the acquisition of Caserones.

### Other Income and Expense

Net other expense of \$22.1 million for the quarter ended September 30, 2023 compared to net other income of \$19.5 million for the prior year quarter was negatively impacted by unrealized losses on derivative contracts and foreign exchange and lower trading gains on debt and equity investments recorded in the current quarter. Net other income was lower for the nine months ended September 30, 2023 compared to the prior year period due to sinkhole costs and a comparatively lower gain on disposal than that recognized in the prior year.

Foreign exchange gains and losses recorded in other income primarily resulted from foreign exchange revaluation of working capital denominated in foreign currencies. Period end exchange rates having a meaningful impact on foreign exchange recorded at September 30, 2023 were:

	September 30, 2023	June 30, 2023	December 31, 2022
Brazilian Real (USD:BRL)	5.01	4.82	5.22
Chilean Peso (USD:CLP)	907	803	860
Euro (USD:€)	0.94	0.92	0.94
Swedish Kronor (USD:SEK)	10.84	10.85	10.44
Argentine Peso (USD:ARS)	350	256	177

## Income Taxes

Income tax expense (recovery) (\$ thousands)	Three months ended September 30,			Nine months ended September 30,		
	2023	2022	Change	2023	2022	Change
Candelaria	39,727	(379)	40,106	86,006	78,011	7,995
Caserones	30,122	—	30,122	30,122	—	30,122
Chapada	11,380	7,565	3,815	(9,833)	7,149	(16,982)
Eagle	569	1,461	(892)	4,115	17,619	(13,504)
Josemaria	—	(1,181)	1,181	678	(199)	877
Neves-Corvo	(2,295)	(8,150)	5,855	(11,640)	(3,444)	(8,196)
Zinkgruvan	6,850	11,408	(4,558)	13,115	34,659	(21,544)
Other	(1,462)	42	(1,504)	1,420	3,180	(1,760)
	84,891	10,766	74,125	113,983	136,975	(22,992)

Income taxes by classification (\$ thousands)	Three months ended September 30,			Nine months ended September 30,		
	2023	2022	Change	2023	2022	Change
Current income tax expense (recovery)	40,115	(9,994)	50,109	126,829	161,193	(34,364)
Deferred income tax expense (recovery)	44,776	20,760	24,016	(12,846)	(24,218)	11,372
	84,891	10,766	74,125	113,983	136,975	(22,992)

Income tax expense in the quarter ended September 30, 2023 was higher than the prior year quarter due to higher taxable earnings, and included \$25.7 million deferred tax expense recognized in the quarter following the enactment of a new mining royalty law in Chile that is applicable to Candelaria, and does not apply to Caserones as a result of a tax stability agreement until 2028. The mining royalty law is effective from January 1, 2024 and increases the Company's expected tax rates on future net mining income. Income tax expense in the nine months ended September 30, 2023 was lower than the prior year comparable period due primarily to lower taxable earnings year-to-date. Included in Chapada's income taxes for the current quarter was a \$9.7 million expense and a \$12.3 million recovery on a year-to-date basis recorded for deferred tax on revaluation of non-monetary assets and translation of deferred taxes which are denominated in BRL (Q3 2022 – \$5.6 million expense, YTD 2022 - \$6.3 million recovery).

## Mining Operations

### Production Overview

	2023				2022				
	YTD	Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
<b>Copper (t)</b>									
Candelaria (100%)	110,394	34,275	36,952	39,167	152,042	34,398	37,192	40,949	39,503
Caserones (100%) <sup>1</sup>	29,821	29,821	—	—	—	—	—	—	—
Chapada	32,847	12,286	10,697	9,864	45,739	11,306	13,988	10,345	10,100
Eagle	10,266	3,245	3,881	3,140	15,895	3,081	3,994	4,400	4,420
Neves-Corvo	24,200	9,016	7,610	7,574	31,906	7,160	7,019	7,867	9,860
Zinkgruvan	3,933	1,299	917	1,717	4,077	607	1,737	535	1,198
	<b>211,461</b>	<b>89,942</b>	<b>60,057</b>	<b>61,462</b>	<b>249,659</b>	<b>56,552</b>	<b>63,930</b>	<b>64,096</b>	<b>65,081</b>
<b>Zinc (t)</b>									
Neves-Corvo	77,777	25,807	24,177	27,793	82,435	24,523	22,514	20,647	14,751
Zinkgruvan	56,665	23,967	11,938	20,760	76,503	19,785	17,813	21,265	17,640
	<b>134,442</b>	<b>49,774</b>	<b>36,115</b>	<b>48,553</b>	<b>158,938</b>	<b>44,308</b>	<b>40,327</b>	<b>41,912</b>	<b>32,391</b>
<b>Molybdenum (t)</b>									
Caserones (100%) <sup>1</sup>	1,096	1,096	—	—	—	—	—	—	—
<b>Gold (koz)</b>									
Candelaria (100%)	65	20	21	24	86	20	21	23	22
Chapada	40	15	13	12	68	16	24	16	12
	<b>105</b>	<b>35</b>	<b>34</b>	<b>36</b>	<b>154</b>	<b>36</b>	<b>45</b>	<b>39</b>	<b>34</b>
<b>Nickel (t)</b>									
Eagle	12,700	4,290	4,686	3,724	17,475	4,096	4,379	4,719	4,281
<b>Lead (t)</b>									
Neves-Corvo	3,570	1,447	951	1,172	3,306	845	743	925	793
Zinkgruvan	19,866	8,643	3,816	7,407	30,517	7,619	7,046	9,124	6,728
	<b>23,436</b>	<b>10,090</b>	<b>4,767</b>	<b>8,579</b>	<b>33,823</b>	<b>8,464</b>	<b>7,789</b>	<b>10,049</b>	<b>7,521</b>
<b>Silver (koz)</b>									
Candelaria (100%)	1,019	306	366	347	1,595	306	337	457	495
Chapada	185	67	62	56	258	65	75	60	58
Eagle	47	19	11	17	93	20	20	26	27
Neves-Corvo	1,329	486	407	436	1,383	370	323	346	344
Zinkgruvan	1,791	785	374	632	2,621	663	642	739	577
	<b>4,371</b>	<b>1,663</b>	<b>1,220</b>	<b>1,488</b>	<b>5,950</b>	<b>1,424</b>	<b>1,397</b>	<b>1,628</b>	<b>1,501</b>

<sup>1</sup> Caserones results are from July 13, 2023.

## Production Cost and Cash Cost Overview (\$ thousand, \$/lb)

(\$ thousands)	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
<b>Candelaria</b>				
Production costs	\$175,468	\$168,602	\$548,405	\$489,575
Gross cost	2.54	2.31	2.54	2.11
By-product <sup>1</sup>	(0.35)	(0.34)	(0.36)	(0.31)
<b>Cash Cost (Cu, \$/lb)</b>	<b>2.19</b>	<b>1.97</b>	<b>2.18</b>	<b>1.80</b>
<b>AISC (Cu, \$/lb)<sup>2</sup></b>	<b>3.43</b>	<b>3.34</b>	<b>3.55</b>	<b>2.94</b>
<b>Caserones<sup>3</sup></b>				
Production costs	\$188,982	—	\$188,982	—
Gross cost	2.42	—	2.42	—
By-product	(0.82)	—	(0.82)	—
<b>Cash Cost (Cu, \$/lb)</b>	<b>1.60</b>	<b>—</b>	<b>1.60</b>	<b>—</b>
<b>AISC (Cu, \$/lb)</b>	<b>2.33</b>	<b>—</b>	<b>2.33</b>	<b>—</b>
<b>Chapada</b>				
Production costs	\$78,854	\$88,665	\$227,601	\$239,849
Gross cost	3.25	3.23	3.49	3.30
By-product	(0.97)	(1.31)	(1.05)	(1.17)
<b>Cash Cost (Cu, \$/lb)</b>	<b>2.28</b>	<b>1.92</b>	<b>2.44</b>	<b>2.13</b>
<b>AISC (Cu, \$/lb)</b>	<b>3.15</b>	<b>2.80</b>	<b>3.44</b>	<b>3.23</b>
<b>Eagle</b>				
Production cost	\$52,497	\$47,736	\$143,681	\$142,422
Gross cost	5.72	5.11	5.72	4.87
By-product	(3.65)	(4.06)	(3.63)	(4.55)
<b>Cash Cost (Ni, \$/lb)</b>	<b>2.07</b>	<b>1.05</b>	<b>2.09</b>	<b>0.32</b>
<b>AISC (Ni, \$/lb)</b>	<b>4.05</b>	<b>2.77</b>	<b>4.08</b>	<b>2.37</b>
<b>Neves-Corvo</b>				
Production costs	\$82,137	\$94,572	\$243,943	\$250,830
Gross cost	4.62	5.29	5.13	4.75
By-product	(2.35)	(2.60)	(2.60)	(2.49)
<b>Cash Cost (Cu, \$/lb)</b>	<b>2.27</b>	<b>2.69</b>	<b>2.53</b>	<b>2.26</b>
<b>AISC (Cu, \$/lb)</b>	<b>3.82</b>	<b>3.51</b>	<b>4.14</b>	<b>3.19</b>
<b>Zinkgruvan</b>				
Production costs	\$37,183	\$25,709	\$83,874	\$85,963
Gross cost	1.02	1.04	1.04	1.00
By-product	(0.74)	(0.86)	(0.68)	(0.69)
<b>Cash Cost (Zn, \$/lb)</b>	<b>0.28</b>	<b>0.18</b>	<b>0.36</b>	<b>0.31</b>
<b>AISC (Zn, \$/lb)</b>	<b>0.56</b>	<b>0.50</b>	<b>0.80</b>	<b>0.64</b>

1. By-product is after related treatment and refining charges.

2. All-in Sustaining Cost ("AISC") is a non-GAAP measure, see the "Non-GAAP and Other Performance Measures" section of this MD&A for discussion.

3. Caserones results are from July 13, 2023.

## Capital Expenditures<sup>1</sup>

(\$ thousands)	Three months ended September 30,						
	2023				2022		
	Sustaining	Expansionary	Capitalized Interest	Total	Sustaining	Expansionary	Total
Candelaria	86,693	—	—	<b>86,693</b>	103,486	—	103,486
Caserones	28,849	—	—	<b>28,849</b>	—	—	—
Chapada	16,716	—	—	<b>16,716</b>	19,197	—	19,197
Eagle	4,989	—	—	<b>4,989</b>	3,062	—	3,062
Josemaria	—	52,662	10,532	<b>63,194</b>	—	43,264	43,264
Neves-Corvo	27,357	—	—	<b>27,357</b>	15,860	3,502	19,362
Zinkgruvan	12,350	—	—	<b>12,350</b>	8,415	—	8,415
Other	3,059	—	—	<b>3,059</b>	2,702	—	2,702
	<b>180,013</b>	<b>52,662</b>	<b>10,532</b>	<b>243,207</b>	<b>152,722</b>	<b>46,766</b>	<b>199,488</b>

(\$ thousands)	Nine months ended September 30,						
	2023				2022		
	Sustaining	Expansionary	Capitalized Interest	Total	Sustaining	Expansionary	Total
Candelaria	300,796	—	—	<b>300,796</b>	272,557	—	272,557
Caserones	28,849	—	—	<b>28,849</b>	—	—	—
Chapada	52,433	—	—	<b>52,433</b>	63,412	—	63,412
Eagle	15,653	—	—	<b>15,653</b>	10,445	—	10,445
Josemaria	—	234,831	11,011	<b>245,842</b>	—	98,198	98,198
Neves-Corvo	74,551	—	—	<b>74,551</b>	49,136	28,325	77,461
Zinkgruvan	42,812	—	—	<b>42,812</b>	31,537	—	31,537
Other	8,303	—	—	<b>8,303</b>	8,058	—	8,058
	<b>523,397</b>	<b>234,831</b>	<b>11,011</b>	<b>769,239</b>	<b>435,145</b>	<b>126,523</b>	<b>561,668</b>

1. Capital expenditures are reported on a cash basis, as presented in the condensed interim consolidated statement of cash flows. Sustaining capital expenditure is a supplementary financial measure and expansionary capital expenditure is a non-GAAP measure – see the "Non-GAAP and Other Performance Measures" section of this MD&A for discussion.

## Candelaria (Chile)

### Operating Statistics

(100% Basis)	YTD	2023			2022				
		Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Ore mined (000s tonnes)	18,146	5,350	6,194	6,602	22,666	4,993	6,239	6,362	5,072
Ore milled (000s tonnes)	21,294	7,168	6,924	7,202	26,725	6,593	6,642	6,847	6,643
Grade									
Copper (%)	0.57	0.52	0.59	0.59	0.62	0.57	0.60	0.64	0.65
Gold (g/t)	0.14	0.12	0.14	0.15	0.14	0.13	0.14	0.14	0.14
Recovery									
Copper (%)	91.6	91.0	91.1	92.6	92.7	92.7	93.3	93.0	91.9
Gold (%)	69.9	70.6	68.8	70.3	73.9	74.0	74.6	73.8	73.0
Production (contained metal)									
Copper (tonnes)	110,394	34,275	36,952	39,167	152,042	34,398	37,192	40,949	39,503
Gold (000 oz)	65	20	21	24	86	20	21	23	22
Silver (000 oz)	1,019	306	366	347	1,595	306	337	457	495
Revenue (\$000s)	970,576	299,745	290,426	380,405	1,317,223	342,348	255,330	261,999	457,546
Production costs (\$000s)	548,405	175,468	184,958	187,979	697,171	207,596	168,602	168,164	152,809
Gross profit (\$000s)	223,732	53,909	35,772	134,051	335,793	69,285	11,956	17,924	236,628
Cash cost (\$ per pound copper)	2.18	2.19	2.14	2.21	1.96	2.52	1.97	1.86	1.58
AISC (\$ per pound copper)	3.55	3.43	3.76	3.44	3.22	4.19	3.34	2.89	2.61

### Gross Profit

Gross profit for the three months ended September 30, 2023 was higher than the prior year quarter, primarily due to higher copper prices partially offset by higher production costs and unfavorable foreign exchange variance. Year-to-date, gross profit was lower than the prior year period due to higher production costs, lower sales volumes and unfavorable foreign exchange being partially offset by higher copper prices.

### Production

Copper production for the three and nine months ended September 30, 2023 was lower than the prior year quarter and year-to-date period due to lower grades partially offset by higher throughput. Gold production in the current quarter and year-to-date was below the prior year periods, due to lower grades and recoveries, offset partially by higher throughput. Annual copper and gold production guidance ranges for both metals have been revised to 147,000 – 153,000 tonnes of copper and 87,000 - 92,000 ounces of gold.

### Production Costs and Cash Cost

Production costs for the three and nine months ended September 30, 2023 were higher than the prior year quarter, mainly due to higher contractor and maintenance costs and unfavorable foreign exchange. Cash cost per pound for the three and nine months ended September 30, 2023 was impacted by lower sales volumes and unfavorable foreign exchange. Year-to-date cash cost was also impacted by higher contractor and maintenance costs. Annual copper cash cost guidance has increased to \$2.00 - \$2.20 /lb . All-in sustaining cost ("AISC") for the three months ended September 30, 2023 was higher than the prior year period due to increased cash cost but partially offset by lower sustaining capital spend. The year-to-date AISC was higher due to increased cash cost and higher sustaining capital expenditures.

For the nine months ended September 30, 2023, approximately 43,000 oz of gold and 659,000 oz of silver were subject to terms of a streaming agreement from which approximately \$425/oz of gold and \$4.25/oz of silver will be received.

## Caserones (Chile)

### Operating Statistics

(100% Basis)	2023	
	YTD	Q3
Ore mined (000s tonnes)	8,099	8,099
Ore milled (000s tonnes)	7,162	7,162
Ore placed on leach	2,307	2,307
Grade		
Copper (%)	0.44	0.44
Molybdenum (%)	0.218	0.218
Recovery		
Copper (%)	83.9	83.9
Molybdenum (%)	70.9	70.9
Production (tonnes)		
Copper in concentrate	25,695	25,695
Copper cathode	4,126	4,126
Total copper	29,821	29,821
Molybdenum	1,096	1,096
Revenue (\$000s)	284,556	284,556
Production costs (\$000s)	188,982	188,982
Gross profit (\$000s)	57,267	57,267
Cash cost (\$ per pound copper)	1.60	1.60
AISC (\$ per pound copper)	2.33	2.33

<sup>1</sup> Caserones results are from July 13, 2023.

Caserones is an open pit copper-molybdenum mine which produces high-quality copper concentrate, copper cathode and molybdenum concentrate. Lundin Mining is the operator after acquiring a 51% interest in Minera Lumina Copper Chile on July 13, 2023, with JX Metals Corporation holding the remaining 49% interest. Results presented are from July 13, 2023.

Following the acquisition, a process is underway to identify and realize synergies between the Caserones and Candelaria operations. Cost savings resulting from synergies are estimated to be between \$20 million to \$30 million annually, in areas including supply chain, logistics and support services.

### Production

In the three months ended September 30, 2023 Caserones produced 34,427 tonnes of copper and 1,321 tonnes of molybdenum on a 100% basis, of which 29,821 tonnes of copper and 1,096 tonnes of molybdenum were produced from the acquisition closing date of July 13. Copper and molybdenum production were higher than planned due to increased throughput and recoveries. The guidance range for copper has increased to 65,000 – 69,000 tonnes for the second half of 2023. The molybdenum remains unchanged from the Company's Management Discussion and Analysis for the three and six months ended June 30, 2023.

### Production Costs and Cash Cost

Production cost was negatively impacted by \$32.2 million fair value adjustments related to inventory. The fair value adjustments were recorded to re-value concentrate and in-process inventory on hand at the acquisition date, and were subsequently recognized in production costs as the inventory was sold in the quarter. Copper cash costs in the quarter were better than plan and has resulted in a reduction of the cash cost per pound guidance range to \$2.00 - \$2.20 /lb driven by higher than anticipated production. Cash cost per pound and AISC benefited from higher by-product credits and higher volume sold.

## Chapada (Brazil)

### Operating Statistics

(100% Basis)	YTD	2023			2022				
		Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Ore mined (000s tonnes)	<b>21,705</b>	<b>8,062</b>	7,522	6,121	26,319	7,801	7,404	4,875	6,239
Ore milled (000s tonnes)	<b>17,015</b>	<b>5,832</b>	5,207	5,976	22,752	5,296	6,345	5,670	5,441
Grade									
Copper (%)	<b>0.25</b>	<b>0.26</b>	0.26	0.23	0.26	0.25	0.28	0.25	0.23
Gold (g/t)	<b>0.14</b>	<b>0.15</b>	0.14	0.13	0.16	0.16	0.19	0.17	0.13
Recovery									
Copper (%)	<b>78.2</b>	<b>80.8</b>	80.3	73.3	78.6	83.4	78.8	72.9	79.6
Gold (%)	<b>52.5</b>	<b>55.3</b>	54.1	48.0	56.0	59.5	58.3	50.6	55.3
Production (contained metal)									
Copper (tonnes)	<b>32,847</b>	<b>12,286</b>	10,697	9,864	45,739	11,306	13,988	10,345	10,100
Gold (000 oz)	<b>40</b>	<b>15</b>	13	12	68	16	24	16	12
Silver (000 oz)	<b>185</b>	<b>67</b>	62	56	258	65	75	60	58
Revenue (\$'000s)	<b>317,736</b>	<b>111,897</b>	94,721	111,118	477,927	142,328	118,734	57,260	159,605
Production costs (\$'000s)	<b>227,601</b>	<b>78,854</b>	80,113	68,634	324,096	84,247	88,665	71,507	79,677
Gross profit (loss) (\$'000s)	<b>50,252</b>	<b>20,230</b>	(381)	30,403	41,420	(22,522)	17,851	(22,720)	68,811
Cash cost (\$ per pound copper)	<b>2.44</b>	<b>2.28</b>	2.69	2.37	2.08	1.95	1.92	2.98	1.82
AISC (\$ per pound copper)	<b>3.44</b>	<b>3.15</b>	3.80	3.42	3.36	3.73	2.80	5.00	2.56

### Gross Profit

Gross profit in the current quarter improved over the prior year quarter, largely due to higher copper and gold prices, partially offset by lower sales volumes. Year-to-date, gross profit was lower than the prior year period, due to lower sales volume, higher depreciation expense and higher treatment and refining charges, partially offset by higher copper and gold prices.

### Production

Copper and gold production for the three and nine months ended September 30, 2023 was lower than the prior year comparable periods due to lower throughput and head grades. Annual production guidance for copper has increased to 45,000 – 48,000 tonnes of copper. Gold production guidance remains unchanged.

### Production Costs and Cash Cost

Production costs for the three and nine months ended September 30, 2023 were lower than the prior year comparable periods due primarily to lower production and sales volumes, offset partially by inflationary cost increases in production.

Copper cash cost in the current quarter and year-to-date was higher than the prior year comparable periods due to lower by-product credits, lower volume sold, and unfavorable FX variances. Annual copper cash cost guidance remains unchanged. AISC for the three and nine months ended September 30, 2023 were higher than the prior year comparable periods due to higher cash cost, partially offset by lower sustaining capital expenditure.

### Projects

The Company is continuing to evaluate options for long-term mine and plant expansion. Study work is being conducted following comprehensive exploration efforts focused on near-mine targets since acquisition. The results will be incorporated in any future expansionary or optimization plans. During the third quarter, approximately 11,713 metres of exploration drilling were completed, primarily on Saúva and near-mine area targets.

## Eagle (USA)

### Operating Statistics

(100% Basis)	YTD	2023			2022				
		Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Ore mined (000s tonnes)	537	192	189	156	718	165	190	181	182
Ore milled (000s tonnes)	532	190	181	161	718	170	187	182	179
Grade									
Nickel (%)	2.7	2.6	2.9	2.6	2.8	2.7	2.7	3.0	2.8
Copper (%)	2.0	1.8	2.2	2.0	2.3	1.9	2.2	2.5	2.5
Recovery									
Nickel (%)	87.8	86.2	88.8	88.5	86.6	88.6	85.5	87.3	85.3
Copper (%)	96.9	96.4	97.0	97.2	97.2	96.8	96.5	97.7	97.6
Production (contained metal)									
Nickel (tonnes)	12,700	4,290	4,686	3,724	17,475	4,096	4,379	4,719	4,281
Copper (tonnes)	10,266	3,245	3,881	3,140	15,895	3,081	3,994	4,400	4,420
Revenue (\$000s)	277,175	102,505	105,250	69,420	520,472	157,060	106,715	106,828	149,869
Production costs (\$000s)	143,681	52,497	45,735	45,449	193,003	50,581	47,736	55,128	39,558
Gross profit (\$000s)	95,347	35,682	46,845	12,820	247,946	87,359	37,329	29,796	93,462
Cash cost (\$ per pound nickel)	2.09	2.07	1.88	2.43	0.79	2.40	1.05	0.90	(1.25)
AISC (\$ per pound nickel)	4.08	4.05	3.34	5.16	3.01	5.23	2.77	2.93	1.19

### Gross Profit

Gross profit for the three and nine months ended September 30, 2023 was lower than the prior year comparable periods as a result of higher production costs. The year-to-date period was also impacted by decreases in nickel prices and lower sales volumes.

### Production

Nickel and copper production in the current quarter and year-to-date were lower than the prior year comparable periods, due to lower grades. Year-to-date zinc and copper productions were also impacted by lower throughput. Annual production guidance for nickel has increased to 15,000 – 17,000 tonnes of nickel. Copper guidance remains unchanged. An extension of the mine life to mid-2029 is currently planned.

### Production Costs and Cash Cost

Production costs in the three and nine months ended September 30, 2023 were higher than the prior year comparable periods attributed mainly to increased costs resulting from inflationary contractual increases. Nickel cash cost in the quarter and year-to-date was higher than the prior year periods due to lower copper by-product credits, and higher mine and mill costs. The year-to-date cash cost was also impacted by lower sales volumes. Annual cash cost guidance has been reduced to \$2.00 - \$2.20/lb of nickel. AISC in the third quarter and year-to-date were higher than the prior year periods, due to higher cash cost and higher sustaining capital expenditures.

## Neves-Corvo (Portugal)

### Operating Statistics

(100% Basis)	YTD	2023			2022				
		Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Ore mined, copper (000s tonnes)	1,914	689	622	603	2,501	611	598	610	682
Ore mined, zinc (000s tonnes)	1,440	459	470	511	1,632	462	447	426	297
Ore milled, copper (000s tonnes)	1,906	674	628	604	2,499	607	596	606	690
Ore milled, zinc (000s tonnes)	1,416	441	465	510	1,633	465	449	420	299
Grade									
Copper (%)	1.7	1.8	1.6	1.6	1.7	1.6	1.6	1.7	1.8
Zinc (%)	6.9	7.4	6.6	6.7	6.9	6.9	6.9	6.9	7.0
Recovery									
Copper (%)	76.9	76.1	77.0	77.7	76.1	75.1	73.0	77.0	78.7
Zinc (%)	77.2	76.1	76.8	78.7	70.2	74.3	70.3	68.4	66.1
Production (contained metal)									
Copper (tonnes)	24,200	9,016	7,610	7,574	31,906	7,160	7,019	7,867	9,860
Zinc (tonnes)	77,777	25,807	24,177	27,793	82,435	24,523	22,514	20,647	14,751
Lead (tonnes)	3,570	1,447	951	1,172	3,306	845	743	925	793
Silver (000 oz)	1,329	486	407	436	1,383	370	323	346	344
Revenue (\$000s)	309,219	111,202	68,614	129,403	433,486	102,516	102,865	93,538	134,567
Production costs (\$000s)	243,943	82,137	76,080	85,726	329,232	78,402	94,572	77,788	78,470
Gross (loss) profit (\$000s)	(23,876)	(2,288)	(35,185)	13,597	2,447	(7,570)	(17,006)	(8,229)	35,252
Cash cost (\$ per pound copper)	2.53	2.27	3.99	1.69	2.27	2.32	2.69	2.39	1.70
AISC (\$ per pound copper)	4.14	3.82	5.73	3.29	3.40	4.22	3.51	3.14	2.92

### Gross (Loss) Profit

Gross loss in the quarter improved from the prior year quarter due to lower production costs. Year-to-date, gross loss was 23.9 million compared to the prior year period gross profit of \$10.0 million, as a result of lower realized zinc prices and higher treatment and refining charges, partially offset by lower production costs.

### Production

Copper production for the quarter ended September 30, 2023, was higher than the prior year comparable period due to higher throughput, grades and recoveries. Copper production in the nine months ended September 30, 2023 was consistent with the prior year period. Zinc production in the quarter was higher than the prior year period, attributable to improved recoveries and grades. Year-to-date zinc production benefitted from higher throughput and higher recoveries. Annual production guidance for copper has been lowered slightly to 33,000 – 36,000 tonnes and zinc has been increased to 103,000 – 110,000 tonnes.

### Production Costs and Cash Cost

Production costs for the three and nine months ended September 30, 2023, were lower than the prior year periods due to lower input costs, in particular electricity rates, partially offset by unfavourable foreign exchange as well as higher sales volumes.

Copper cash cost per pound in the current quarter improved from the prior year comparable period due to lower input costs, partially offset by lower zinc by-product credits and unfavourable foreign exchange. Year-to-date, cash cost per pound was higher than the prior year period due to lower copper sales volumes and unfavorable foreign exchange, partially offset by lower input costs.

Annual copper cash cost guidance remains unchanged. AISC for the three and nine months ended September 30, 2023 were higher than the prior year quarter due to higher sustaining capital expenditures. However, capital expenditure for the year remains within plan.

## Zinkgruvan (Sweden)

### Operating Statistics

(100% Basis)	YTD	2023			2022				
		Q3	Q2	Q1	Total	Q4	Q3	Q2	Q1
Ore mined, zinc (000s tonnes)	865	287	268	310	1,209	325	260	298	326
Ore mined, copper (000s tonnes)	171	65	51	55	192	48	61	38	45
Ore milled, zinc (000s tonnes)	852	326	211	315	1,234	309	293	327	305
Ore milled, copper (000s tonnes)	170	58	34	78	225	26	84	27	88
Grade									
Zinc (%)	7.5	8.2	6.6	7.4	7.0	7.3	6.9	7.3	6.5
Lead (%)	3.0	3.5	2.4	2.9	3.0	3.0	2.9	3.3	2.7
Copper (%)	2.6	2.5	3.1	2.4	2.1	2.6	2.4	2.3	1.6
Recovery									
Zinc (%)	88.7	90.0	86.3	88.7	88.4	88.3	87.5	89.1	88.7
Lead (%)	78.1	75.7	76.2	82.1	82.4	82.2	82.5	83.1	81.7
Copper (%)	88.8	88.7	86.1	90.5	87.1	89.0	86.1	87.7	87.3
Production (contained metal)									
Zinc (tonnes)	56,665	23,967	11,938	20,760	76,503	19,785	17,813	21,265	17,640
Lead (tonnes)	19,866	8,643	3,816	7,407	30,517	7,619	7,046	9,124	6,728
Copper (tonnes)	3,933	1,299	917	1,717	4,077	607	1,737	535	1,198
Silver (000 oz)	1,791	785	374	632	2,621	663	642	739	577
Revenue (\$000s)	172,808	82,290	29,520	60,998	292,120	67,178	64,854	70,596	89,492
Production costs (\$000s)	83,874	37,183	17,786	28,905	115,553	29,590	25,709	29,066	31,188
Gross profit (\$000s)	63,554	32,727	6,821	24,006	139,828	29,800	33,703	30,500	45,825
Cash cost (\$ per pound)	0.36	0.28	0.24	0.54	0.32	0.32	0.18	0.44	0.27
AISC (\$ per pound)	0.80	0.56	1.06	0.97	0.68	0.77	0.50	0.82	0.57

### Gross Profit

Gross profit in the current quarter was comparable to the prior year period. Gross profit for the nine months ended September 30, 2023 was lower than the prior year periods due to lower realized zinc prices.

### Production

Production of zinc and lead in the quarter ended September 30, 2023 was higher than the prior year period primarily due to higher throughput and grades. Zinc production in the nine months ended September 30, 2023 was consistent with the prior year comparative period. Year-to-date, lead production was lower than the prior year period primarily due to lower throughput as a result of the installation of a zinc sequential flotation system during the second quarter which limited mill availability, as well as lower recoveries. Copper production in the current quarter was lower than the prior year period due to lower throughput from the mill shut down. Year-to-date copper production was higher than the prior year period primarily due to higher grades. Annual zinc production guidance has been revised to 78,000 – 82,000 tonnes. Copper guidance remains unchanged.

### Production Costs and Cash Cost

Production costs for the quarter were higher than the prior year comparable period primarily due to higher sales volumes. Year-to-date production costs were consistent with the prior year comparative period. Zinc cash cost per pound for the quarter was higher than the prior year period mainly due to lower by-product credits and higher treatment and refining charges. On a year-to-date basis, zinc cash cost was higher than the prior year mainly due to higher treatment and refining charges. Annual cash cost guidance remains unchanged. AISC for the three and nine months ended September 30, 2023 were higher than the prior year due to higher cash cost and higher sustaining capital expenditures.

## Josemaria Project (Argentina)

### Project Development

The Company continues to de-risk the Josemaria Project in several areas including evaluating inflation and currency devaluation impacts, developing optimization studies to enhance mining and production plans, plant throughput, concentrate transportation, infrastructure, further water drilling, modeling and studies, and recommencement of exploration drilling.

At Josemaria, a water program is currently ongoing to confirm and identify water sources, providing data to update models and incorporate into sectoral permits. Exploration drilling commenced in late October on several targets near the Josemaria orebody. The grinding mills and gearless mill drives ("GMDs") started to arrive in Argentina in July and are being moved to a San Juan storage facility for care and maintenance. Deliveries will continue through the remainder of 2023 and into the first quarter of 2024.

Work continues on permitting with the technical review of the tailings dam design, preparation of access road and powerline EIA's as well as minor permits and EIA's for road maintenance. Discussions began with the newly elected San Juan province governor on the infrastructure agreements for the royalty offset funding of the access road and the power line capital costs. These agreements are expected to be signed after the change in the provincial government which will occur on December 10, 2023.

Additionally, the project team is performing a series of studies to continue de-risking the project and adding value to Josemaria as well as advancing financing and execution readiness activities. Some of these studies will culminate during the fourth quarter of 2023 and the remainder will be done in 2024 covering mine optimization, increasing plant throughput, concentrate shipping infrastructure review, execution plan update and commercial strategies.

During the current quarter, the Company spent \$37.7 million, inclusive of foreign exchange and trading gains on debt and equity investments of \$15.0 million (Q3 2022 - \$67.7 million). Capital expenditures during the current quarter were \$52.7 million (Q3 2022 - \$43.3 million). On a year-to-date basis the Company spent \$178.8 million in project development costs.

Annual capital guidance of \$350.0 million for 2023 remains unchanged from previously reported.

Josemaria Mineral Resources and Mineral Reserves remain unchanged since the 2020 estimates.

## Metal Prices, LME Inventories and Smelter Treatment and Refining Charges

Overall, copper, molybdenum and gold prices have increased in the current quarter compared to the prior year quarter. On a year-to-date basis metal prices for all metals except for molybdenum and gold decreased over the prior year comparative period. The average metal prices for copper, zinc, gold, and nickel over the third quarter of 2023 were all lower than the average prices for the second quarter by 1%, 4%, 2% and 9% respectively. The average metal price for molybdenum over the third quarter was 12% higher than the average metal price in the second quarter of 2023.

(Average LME Price)		Three months ended September 30,			Nine months ended September 30,		
		2023	2022	Change	2023	2022	Change
Copper	US\$/pound	<b>3.79</b>	3.51	8%	<b>3.89</b>	4.11	-5%
	US\$/tonne	<b>8,356</b>	7,745		<b>8,585</b>	9,064	
Zinc	US\$/pound	<b>1.10</b>	1.48	-26%	<b>1.22</b>	1.65	-26%
	US\$/tonne	<b>2,428</b>	3,271		<b>2,696</b>	3,638	
Molybdenum	US\$/pound	<b>23.76</b>	16.10	48%	<b>26.05</b>	17.83	46%
	US\$/tonne	<b>52,392</b>	35,497		<b>57,437</b>	39,318	
Gold	US\$/ounce	<b>1,928</b>	1,729	12%	<b>1,930</b>	1,824	6%
Nickel	US\$/pound	<b>9.23</b>	10.01	-8%	<b>10.38</b>	11.66	-11%
	US\$/tonne	<b>20,344</b>	22,063		<b>22,890</b>	25,709	

LME inventories for copper, zinc and nickel all increased during the third quarter of 2023 by 130%, 27% and 9% respectively.

During the third quarter of 2023 the treatment charges (“TC”) and refining charges (“RC”) in the spot market for copper concentrates between miners and commodity traders decreased slightly from an average spot TC during July of \$83 per dmt of concentrate and a spot RC of \$0.083 per lb of payable copper to a spot TC of \$80 per dmt of concentrate and a spot RC of \$0.080 per lb of payable copper during September. Also, the spot terms at which Chinese copper smelters were prepared to buy also decreased through the quarter from a TC of \$93 per dmt of concentrate and a RC of \$0.093 per payable lb of copper over July to a TC of \$91 per dmt of concentrate and a RC of \$0.091 per payable lb of copper in September. The terms for annual contracts for copper concentrates for 2023 were reached in December 2022 at a TC of \$88 per dmt with a RC of \$0.088 per payable lb of copper.

The spot TC, delivered China, for zinc concentrates during the third quarter of 2023 decreased from \$200 per dmt, flat, in September to \$138 per dmt, flat, in September. The 2023 annual terms for zinc concentrates were settled at \$274 per dmt of concentrate, with an upscale price escalator of 6% from a price basis of \$3,000 per dmt zinc without de-escalator.

The Company’s nickel concentrate production from Eagle is sold under several long-term contracts at terms in-line with market conditions. Gold production from Chapada and Candelaria is sold at terms in-line with market conditions for copper concentrates.

## Liquidity and Capital Resources

As at September 30, 2023, the Company had cash and cash equivalents of \$357.3 million and a net debt balance of \$1,158.9 million.

Cash generated from operations for the three months ended September 30, 2023 amounted to \$303.8 million and was \$267.5 million higher than the prior year quarter primarily due to higher gross profit before depreciation mainly attributable to the acquisition of Caserones, lower general exploration and business development costs and higher non-cash working capital, partially offset by higher income taxes and finance costs. On a year-to-date basis, cash generated from operations was \$710.5 million and was \$9.5 million lower than the prior year comparable period primarily as a result of lower gross profit before depreciation partially offset by lower income taxes.

Cash used in investing activities for the three and nine months ended September 30, 2023 amounted to \$908.8 million and \$1,432.3 million respectively. Cash used in investing activities during these periods were higher than the prior year primarily due to the acquisition of Caserones and investments in mineral properties, plant and equipment.

During the current quarter, the Company generated cash from financing activities of \$773.2 million compared to cash used in financing activities in the prior year quarter. On a year-to-date basis, there was cash of \$892.6 million from financing activities compared to \$339.4 million of cash used in the prior year comparable period. Changes for the quarter and year-to-date compared to the prior year periods were driven by proceeds from the Term Loan related to financing for the Caserones mine.

### Capital Resources

The Company continues to expect to be able to fund all its contractual commitments with its operating cash flow, cash on hand and available capital resources.

As at September 30, 2023, the Company had \$1,233.4 million of debt and \$278.0 million of lease liabilities outstanding.

As at September 30, 2023, the Company has a revolving Credit Facility of \$1,750.0 million with \$164.0 million outstanding (December 31, 2022 - \$13.7 million). The Credit Facility bears interest on drawn funds at rates of Term Secured Overnight Financing Rate ("Term SOFR") + Credit Spread Adjustment ("CSA") of 0.10%+ 1.45% to Term SOFR + 0.10% + 2.50% depending on the Company's net leverage ratio. The Credit Facility is subject to customary covenants. On April 26, 2023, the Credit Facility was amended extending the term by one year to April 2028.

In July 2023, the Company obtained a term loan of a principal amount of \$800.0 million with an additional \$400.0 million accordion option maturing in July 2026. The term loan bears interest at an annual rate equal to Term SOFR + CSA + an applicable margin of 1.60% to 2.65%, depending on the Company's net leverage ratio. Principal is payable at maturity. The Term Loan is unsecured, save and except for a charge over certain assets in the USA, and has similar covenants to the Company's existing \$1,750.0 million revolving credit facility. The Company used proceeds from the Term Loan to refinance the drawdown under the Company's revolving credit facility which was used to fund the upfront cash consideration of the Caserones acquisition.

As at September 30, 2023, the Company also has commercial paper programs of which \$106.0 million (€115.0 million) (December 31, 2022 - \$26.7 million) were drawn. As at September 30, 2023, certain of the Company's subsidiaries had outstanding unsecured term loans totalling \$169.3 million (December 31, 2022 - \$127.4 million).

During the three and nine months ended September 30, 2023, no shares were purchased under the Company's Normal Course Issuer Bid (Q3 2022 -7.7 million shares, \$42.1 million consideration and YTD 2022 - 8.9 million shares, \$50.2 million consideration).

### Contractual Obligations, Commitments and Contingencies

The Company has contractual obligations and capital commitments as described in Note 22 "Commitments and Contingencies" in the Company's Condensed Interim Consolidated Financial Statements. From time to time, the Company may also be involved in legal proceedings that arise in the ordinary course of its business.

## Financial Instruments

The Company has entered into derivative contracts consisting of foreign currency forward and option contracts as well as diesel swap forward contracts. The option contracts consist of put and call contracts in a collar structure. The Company does not currently utilize financial instruments in hedging metal price or interest rate exposure.

For a detailed discussion of the Company's financial instruments refer to Note 21 of the Company's Condensed Interim Consolidated Financial Statements.

## Sensitivities

Revenue, cost of goods sold and capital expenditures are affected by certain external factors including fluctuations in metal prices and changes in exchange rates between the €, the SEK, the CLP, the BRL, the ARS and the \$. Foreign exchange changes may be limited by the cash flow hedges previously described.

## Market and Liquidity Risks and Sensitivities

Revenue and cost of goods sold are affected by certain external factors including fluctuations in metal prices and changes in exchange rates between the €, the SEK, the CLP, the BRL and the \$.

## Metal Prices

The following table illustrates the sensitivity of the Company's risk on final settlement of its provisionally priced revenues:

Metal	Payable Metal	Provisional price on September 30, 2023	Change	Effect on Revenue (\$millions)
Copper	120,071 t	\$3.75/lb	+/- 10%	+/- \$99.3
Zinc	30,946 t	\$1.20/lb	+/- 10%	+/- \$8.2
Molybdenum	1,150 t	\$20.27/lb	+/- 10%	+/- \$5.1
Gold	27 koz	\$1,856/oz	+/- 10%	+/- \$5.0
Nickel	1,404 t	\$8.40/lb	+/- 10%	+/- \$2.6

## Related Party Transactions

The Company enters into related party transactions that are in the normal course of business and on an arm's length basis. Related party disclosures can be found in Note 24 of the Company's September 30, 2023 Condensed Interim Consolidated Financial Statements.

## Changes in Accounting Policies and Critical Accounting Estimates and Judgments

The Company describes its significant accounting policies as well as any changes in accounting policies, including amended policies as a result of the Caserones acquisition, in Note 2 "Basis of Presentation and Summary of Significant Accounting Policies" of the September 30, 2023 Condensed Interim Consolidated Financial Statements.

## Non-GAAP and Other Performance Measures

The Company uses certain performance measures in its analysis. These performance measures have no meaning within generally accepted accounting principles under IFRS and, therefore, amounts presented may not be comparable to similar data presented by other mining companies. This data is intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The following are non-GAAP measures that the Company uses as key performance indicators.

### Net Debt

Net debt is a performance measure used by the Company to assess its financial position. Management believes that in addition to conventional performance measures prepared in accordance with IFRS, net debt is a useful indicator to some investors to evaluate the Company's financial position. Net debt is defined as debt and lease liabilities, excluding deferred financing fees, net of cash and cash equivalents and can be reconciled as follows:

(\$thousands)	September 30, 2023	December 31, 2022
Debt and lease liabilities	(1,130,754)	(27,179)
Current portion of total debt and lease liabilities	(380,645)	(170,149)
Less deferred financing fees (netted in above)	(4,810)	(4,926)
	(1,516,209)	(202,254)
Cash and cash equivalents	357,337	191,387
<b>Net debt</b>	<b>(1,158,872)</b>	<b>(10,867)</b>

### Adjusted Operating Cash Flow and Adjusted Operating Cash Flow per Share

Adjusted operating cash flow per share is a performance measure used by the Company to assess its ability to generate cash from its operations. Adjusted operating cash flow is defined as cash provided by operating activities, excluding changes in non-cash working capital items. The Company believes adjusted operating cash flow per share is a relevant measure to some investors, as it removes the impact of working capital, which can experience variability period-to-period. Adjusted operating cash flow per share can be reconciled to the Company's cash provided by operating activities as follows:

(\$thousands, except share and per share amounts)	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Cash provided by operating activities	303,812	36,331	710,531	719,999
Changes in non-cash working capital items	12,655	145,006	(48,360)	(16,111)
Adjusted operating cash flow	316,467	181,337	662,171	703,888
Basic weighted average number of shares outstanding	773,147,920	775,563,527	772,214,160	759,726,506
<b>Adjusted operating cash flow per share</b>	<b>0.41</b>	0.23	<b>0.86</b>	0.93

### Free Cash Flow from Operations and Free Cash Flow

The Company believes free cash flow from operations and free cash flow are relevant measures of the Company's financial performance. Free cash flow from operations is indicative of the Company's ability to generate cash from operations, after consideration of required sustaining capital expenditures necessary to maintain operations. Free cash flow is a relevant measure for some investors, as it is indicative of the Company's available cash generated.

Free cash flow from operations is defined as cash flow provided by operating activities, excluding exploration and project investigation costs and less sustaining capital expenditures. Free cash flow is defined as free cash flow from operations less expansionary capex and exploration and project investigation costs.

The Company has redefined free cash flow so that it encompasses all capital expenditures, including both sustaining and expansionary, to more fully represent available cash generation. Free cash flow from operations and free cash flow can be reconciled as follows:

(\$thousands)	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Cash provided by operating activities	303,812	36,331	710,531	719,999
General exploration and business development	12,734	72,446	41,192	132,259
Sustaining capital expenditures	(180,013)	(152,722)	(523,397)	(435,145)
<b>Free cash flow from operations</b>	<b>136,533</b>	<b>(43,945)</b>	<b>228,326</b>	<b>417,113</b>
General exploration and business development	(12,734)	(72,446)	(41,192)	(132,259)
Expansionary capital expenditures	(52,662)	(46,766)	(234,831)	(126,523)
<b>Free cash flow</b>	<b>71,137</b>	<b>(163,157)</b>	<b>(47,697)</b>	<b>158,331</b>

### Adjusted EBITDA, Adjusted Earnings and Adjusted EPS

Adjusted earnings before interest, taxes, depreciation and amortization (“adjusted EBITDA”), adjusted earnings and adjusted EPS are non-GAAP measures. These measures are presented to provide additional information to investors and other stakeholders on the Company’s underlying operational performance. The Company believes certain investors find this information useful to evaluate the Company’s ability to generate cash flow from the Company’s core operations. Certain items have been excluded from adjusted EBITDA and adjusted earnings such as unrealized foreign exchange and revaluation gains and losses, impairment charges and reversals, gain or loss on debt settlement, interest on tax refunds and assessments, litigations, settlements and other items that do not represent the Company’s current and on-going operations and are not necessarily indicative of future operating results.

Adjusted EBITDA can be reconciled to the Company’s Condensed Interim Consolidated Statement of Earnings as follows:

(\$thousands)	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Net earnings (loss)	21,883	(11,245)	248,496	318,238
Add back:				
Depreciation, depletion and amortization	179,788	140,161	430,540	412,040
Finance income and costs	36,212	15,240	67,808	47,521
Income taxes	84,891	10,766	113,983	136,975
	<b>322,774</b>	<b>154,922</b>	<b>860,827</b>	<b>914,774</b>
Unrealized foreign exchange	9,096	14,426	(1,545)	25,000
Revaluation loss on derivatives <sup>1</sup>	47,874	—	43,407	—
Sinkhole costs	(1,247)	7,789	15,235	7,789
Revaluation loss (gain) on marketable securities	3,449	(554)	(453)	1,712
Caserones inventory fair value adjustment	32,185	—	32,185	—
Unrealized foreign exchange and trading loss on equity investments	—	18,848	—	—
Write-down of fixed assets	—	3,617	—	3,619
Gain on disposal of subsidiary	—	—	(5,718)	(16,828)
Other	990	3,325	(120)	2,724
Total adjustments - EBITDA	<b>92,347</b>	<b>47,451</b>	<b>82,991</b>	<b>24,016</b>
<b>Adjusted EBITDA<sup>1</sup></b>	<b>415,121</b>	<b>202,373</b>	<b>943,818</b>	<b>938,790</b>

<sup>1</sup> Q2 2023 amounts have been adjusted from those presented in the Company’s MD&A for the three and six months ended June 30, 2023.

Adjusted earnings and adjusted EPS can be reconciled to the Company's Condensed Interim Consolidated Statement of Earnings as follows:

(\$thousands, except share and per share amounts)	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Net (loss) earnings attributable to Lundin Mining shareholders	(2,964)	(11,212)	202,765	281,289
Add back:				
Total adjustments - EBITDA	92,347	47,451	82,991	24,016
Tax effect on adjustments	(20,114)	(12,012)	(23,295)	(11,323)
Deferred tax expense due to change in tax rate	25,700	—	25,700	—
Deferred tax arising from foreign exchange translation	9,669	5,599	(12,327)	(6,264)
Non-controlling interest on adjustments	(19,049)	1,070	(18,980)	1,197
Total adjustments	88,552	42,108	54,089	7,626
<b>Adjusted earnings<sup>1</sup></b>	<b>85,588</b>	<b>30,896</b>	<b>256,854</b>	<b>288,915</b>
Basic weighted average number of shares outstanding	773,147,920	775,563,527	772,214,160	759,726,506
Net (loss) earnings attributable to Lundin Mining shareholders	—	(0.01)	0.26	0.37
Total adjustments	0.11	0.05	0.07	0.01
<b>Adjusted EPS<sup>1</sup></b>	<b>0.11</b>	<b>0.04</b>	<b>0.33</b>	<b>0.38</b>

<sup>1</sup> Q2 2023 amounts have been adjusted from those presented in the Company's MD&A for the three and six months ended June 30, 2023.

## Realized Price per Pound

Realized price per pound and price per ounce are non-GAAP ratios that are calculated using the non-GAAP financial measures of current period sales and prior period adjustments. Realized prices exclude the effects of the stream cash effects as well as TC/RCs. Management believes that measuring these prices enables investors to better understand performance based on the realized metal sales in the current and prior periods.

## Capital Expenditures

Identifying capital expenditures, on a cash basis, using a sustaining or expansionary classification provides investors with a better understanding of costs required to maintain existing operations, and costs required for future growth of existing or new assets.

- **Sustaining capital expenditures** – Expenditures which maintain existing operations and sustain production levels.
- **Expansionary capital expenditures** – Expenditures which increase current or future production capacity, cash flow or earnings potential.

Where an expenditure both maintains and expands current operations, classification would be based on the primary decision for which the expenditure is being made. Expansionary capital expenditures are reported excluding capitalized interest and therefore is a non-GAAP measure. Sustaining capital expenditure is a supplementary financial measure.

## Cash Cost per Pound

Copper, zinc and nickel cash costs per pound are key performance measures that management uses to monitor performance. Management uses these statistics to assess how well the Company's producing mines are performing and to assess overall efficiency and effectiveness of the mining operations. Cash cost is a non-GAAP measure and, although it is calculated according to accepted industry practice, the Company's disclosed cash costs may not be directly comparable to other base metal producers.

- **Cash cost per pound, gross** – Total cash costs directly attributable to mining operations, excluding any allocation of upfront streaming proceeds or capital expenditures for deferred stripping, are divided by the sales volume of the primary metal to arrive at gross cash cost per pound. As this measure is not impacted by fluctuations in sales of by-product metals, it is generally more consistent across periods.
- **Cash cost per pound, net of by-products** – Credits for by-products sales are deducted from total cash costs directly attributable to mining operations. By-product revenue is adjusted for the terms of streaming agreements, but excludes any deferred revenue from the allocation of upfront cash received. The net cash costs are divided by the sales volume of the primary metal to arrive at net cash cost per pound. The inclusion of by-product credits provides a broader economic measurement, incorporating the benefit of other metals extracted in the production of the primary metal.

### **All-in Sustaining Cost (“AISC”) per Pound**

AISC per pound is an extension of the cash cost per pound measure discussed above and is also a key performance measure that management uses to monitor performance. Management uses this measure to analyze margins achieved on existing assets while sustaining and maintaining production at current levels. Expansionary capital and certain exploration costs are excluded from this definition as these are costs typically incurred to extend mine life or materially increase the productive capacity of existing assets, or for new operations. Corporate general and administrative expenses have also been excluded from the all-in sustaining cost measure, as any attribution of these costs to an operating site would not necessarily be reflective of costs directly attributable to the administration of the site.

Cash and All-in Sustaining Costs can be reconciled to the Company's production costs as follows:

Three months ended September 30, 2023							
Operations (\$000s, unless otherwise noted)	Candelaria (Cu)	Caserones (Cu)	Chapada (Cu)	Eagle (Ni)	Neves- Corvo (Cu)	Zinkgruvan (Zn)	Total
Sales volumes:							
Tonnes	33,668	30,385	11,445	3,640	8,799	22,042	
Pounds (000s)	74,225	66,987	25,232	8,025	19,398	48,594	
Production costs							615,109
Less: Royalties and other							(21,662)
Inventory fair value adjustment <sup>1</sup>							(32,185)
							561,262
Deduct: By-product credits							(216,150)
Add: Treatment and refining charges							56,261
Cash cost	162,672	106,866	57,501	16,598	44,043	13,693	401,373
<b>Cash cost per pound (\$/lb)</b>	<b>2.19</b>	<b>1.60</b>	<b>2.28</b>	<b>2.07</b>	<b>2.27</b>	<b>0.28</b>	
Add: Sustaining capital expenditure	86,693	28,849	16,716	4,989	27,357	12,350	
Royalties	—	7,550	2,142	7,385	1,055	—	
Reclamation and other closure accretion and depreciation	2,349	1,133	2,141	2,742	1,462	1,011	
Leases and other	2,841	11,531	865	797	131	86	
All-in sustaining cost	254,555	155,929	79,365	32,511	74,048	27,140	
<b>AISC per pound (\$/lb)</b>	<b>3.43</b>	<b>2.33</b>	<b>3.15</b>	<b>4.05</b>	<b>3.82</b>	<b>0.56</b>	
(\$000s, unless otherwise noted)	<b>2023 Annual Guidance</b>						
Cash cost	670,000	290,000	240,000	60,000	160,000	70,000	
<b>Cash cost per pound(\$/lb)</b>	<b>2.00 – 2.20</b>	<b>2.00 – 2.20</b>	<b>2.35 – 2.55</b>	<b>2.00 – 2.20</b>	<b>2.10 – 2.30</b>	<b>0.45 – 0.50</b>	

Three months ended September 30, 2022							
Operations (\$000s, unless otherwise noted)	Candelaria (Cu)	Chapada (Cu)	Eagle (Ni)	Neves- Corvo (Cu)	Zinkgruvan (Zn)	Total	
Sales volumes:							
Tonnes	35,587	12,817	3,715	8,574	13,722		
Pounds (000s)	78,456	28,257	8,190	18,903	30,252		
Production costs							425,814
Less: Royalties and other							(8,593)
							417,221
Deduct: By-product credits							(172,179)
Add: Treatment and refining charges							28,829
Cash cost	154,633	54,147	8,637	50,888	5,566		273,871
<b>Cash cost per pound (\$/lb)</b>	<b>1.97</b>	<b>1.92</b>	<b>1.05</b>	<b>2.69</b>	<b>0.18</b>		
Add: Sustaining capital expenditure	103,486	19,197	3,062	15,860	8,415		
Royalties	—	3,055	5,705	(1,213)	—		
Reclamation and other closure accretion and depreciation	1,951	1,784	4,809	630	962		
Leases and other	2,327	1,017	484	173	149		
All-in sustaining cost	262,397	79,201	22,697	66,338	15,092		
<b>AISC per pound (\$/lb)</b>	<b>3.34</b>	<b>2.80</b>	<b>2.77</b>	<b>3.51</b>	<b>0.50</b>		

<sup>1</sup>Production cost at Caserones in Q3 2023 was negatively impacted by \$32.2 million fair value adjustments related to inventory. The fair value adjustments were recorded to re-value concentrate and in-process inventory on hand at the acquisition date, and were subsequently recognized in production costs as the inventory was sold in the quarter.

Cash and All-in Sustaining Costs can be reconciled to the Company's production costs as follows:

Nine months ended September 30, 2023							
Operations (\$000s, unless otherwise noted)	Candelaria (Cu)	Caserones (Cu)	Chapada (Cu)	Eagle (Ni)	Neves- Corvo (Cu)	Zinkgruvan (Zn)	Total
Sales volumes:							
Tonnes	105,585	30,385	30,681	10,234	23,000	48,028	
Pounds (000s)	232,775	66,987	67,640	22,562	50,706	105,883	
Production costs							1,438,071
Less: Royalties and other							(41,717)
Inventory fair value adjustment <sup>1</sup>							(32,185)
							1,364,169
Deduct: By-product credits							(495,751)
Add: Treatment and refining charges							125,390
Cash cost	507,884	106,866	165,170	47,228	128,206	38,454	993,808
<b>Cash cost per pound (\$/lb)</b>	<b>2.18</b>	<b>1.60</b>	<b>2.44</b>	<b>2.09</b>	<b>2.53</b>	<b>0.36</b>	
Add: Sustaining capital expenditure	300,796	28,849	52,433	15,653	74,551	42,812	
Royalties	—	7,550	6,394	17,991	2,868	—	
Reclamation and other closure accretion and depreciation	7,100	1,133	5,789	8,711	4,082	2,811	
Leases and other	9,638	11,531	3,002	2,441	437	288	
All-in sustaining cost	825,418	155,929	232,788	92,024	210,144	84,365	
<b>AISC per pound (\$/lb)</b>	<b>3.55</b>	<b>2.33</b>	<b>3.44</b>	<b>4.08</b>	<b>4.14</b>	<b>0.80</b>	

Nine months ended September 30, 2022						
Operations (\$000s, unless otherwise noted)	Candelaria (Cu)	Chapada (Cu)	Eagle (Ni)	Neves- Corvo (Cu)	Zinkgruvan (Zn)	Total
Sales volumes:						
Tonnes	113,690	33,526	11,188	25,241	48,049	
Pounds (000s)	250,643	73,912	24,665	55,647	105,930	
Production costs						1,210,431
Less: Royalties and other						(38,121)
						1,172,310
Deduct: By-product credits						(487,914)
Add: Treatment and refining charges						90,944
Cash cost	450,858	157,456	7,999	125,889	33,138	775,340
<b>Cash cost per pound (\$/lb)</b>	<b>1.80</b>	<b>2.13</b>	<b>0.32</b>	<b>2.26</b>	<b>0.31</b>	
Add: Sustaining capital expenditure	272,557	63,412	10,445	49,136	31,537	
Royalties	—	9,161	24,129	984	—	
Reclamation and other closure accretion and depreciation	6,002	5,533	14,109	1,081	3,035	
Leases and other	6,953	3,056	1,766	569	547	
All-in sustaining cost	736,370	238,618	58,448	177,659	68,257	
<b>AISC per pound (\$/lb)</b>	<b>2.94</b>	<b>3.23</b>	<b>2.37</b>	<b>3.19</b>	<b>0.64</b>	

<sup>1</sup>Production cost at Caserones in Q3 2023 was negatively impacted by \$32.2 million fair value adjustments related to inventory. The fair value adjustments were recorded to re-value concentrate and in-process inventory on hand at the acquisition date, and were subsequently recognized in production costs as the inventory was sold in the quarter.

## Managing Risks

### Risks and Uncertainties

The Company's business activities are subject to a variety and wide range of inherent risks and uncertainties. Any of these risks could have an adverse effect on the Company, its business and prospects, and could cause actual outcomes and results to differ materially from those described in forward-looking statements relating to the Company.

For additional discussion on Lundin Mining's risks, refer to the "Risks and Uncertainties" section of the Company's Annual Information Form ("AIF") for the year ended December 31, 2022 and the "Cautionary Statement on Forward-Looking Information" of this MD&A.

## Management's Report on Internal Controls

### Disclosure controls and procedures ("DCP")

DCP have been designed to provide reasonable assurance that all material information related to the Company is identified and communicated on a timely basis. Management of the Company, under the supervision of the Chief Executive Officer and the Chief Financial Officer, is responsible for the design and operation of DCP.

### Internal control over financial reporting ("ICFR")

The Company's ICFR is designed to provide reasonable assurance regarding the reliability of financial reporting and preparation of financial statements for external purposes in accordance with IFRS. However, due to inherent limitations ICFR may not prevent or detect all misstatements and fraud. Management will continue to monitor the effectiveness of its ICFR and may make modifications from time to time as considered necessary.

### Control Framework

Management assesses the effectiveness of the Company's ICFR using the Internal Control – Integrated Framework (2013 Framework) issued by the Committee of Sponsoring Organizations of the Treadway Commission ("COSO").

### Limitations on scope of design

On July 13, 2023, the Company acquired 51% of the issued and outstanding equity of Lumina Copper. However, the Company has not had sufficient time during the third quarter of 2023 to fully assess the design of DCP and ICFR inherent in the organization and accordingly has limited the scope of the above assessment on the design of DCP and ICFR to exclude this entity, which holds the Caserones mine.

### Changes in ICFR

There have been no changes in the Company's ICFR during the quarter ended September 30, 2023 that have materially affected, or are reasonably likely to materially affect, the Company's financial reporting.

## Outstanding Share Data

As at November 1, 2023, the Company has 773,418,445 common shares issued and outstanding, and 6,569,234 stock options and 1,824,378 share units outstanding under the Company's plans.

### Other Information

Additional information regarding the Company is included in the Company's AIF which is filed with the Canadian securities regulators. A copy of the Company's AIF can be obtained on SEDAR+ ([www.sedarplus.ca](http://www.sedarplus.ca)) or on the Company's website ([www.lundinmining.com](http://www.lundinmining.com)).