



THIRD QUARTER 2015 FINANCIAL RESULTS

Nelson Pizarro C
Chief Executive Officer

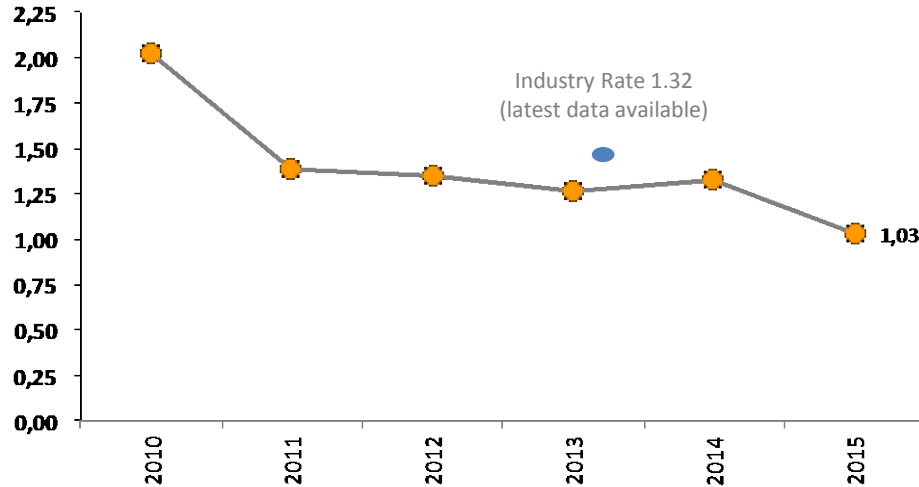
November 2015

SAFETY, PRODUCTION & COSTS

Work Safety

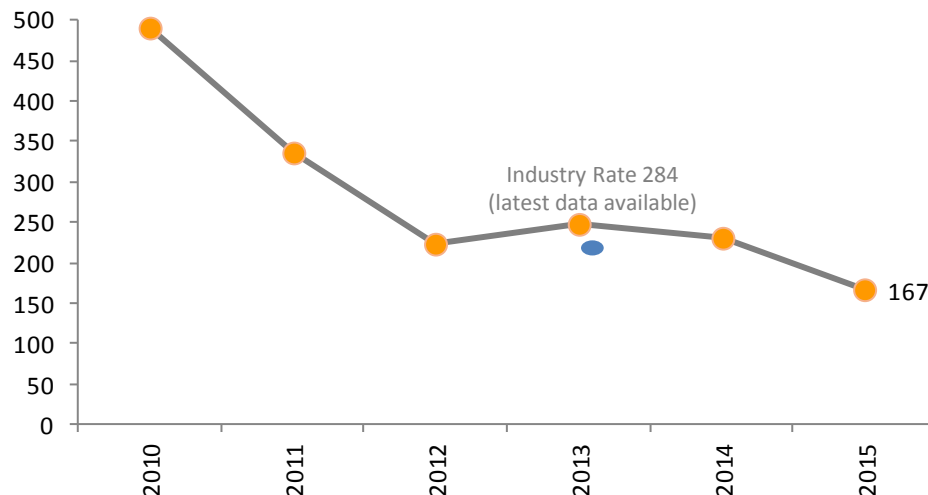
Frequency Rate – Own Staff and Contractors

(Lost Time Injuries/ Million Hours worked)



Severity Rate – Own Staff and Contractors

(Lost days & days charged / Million Hours worked)



The best frequency rate in Company history.

There were no fatal accidents between January and September.

The third quarter 2015 compared to 2014:

Frequency Rate *
was down 22%

Severity Rate ** fell 27%

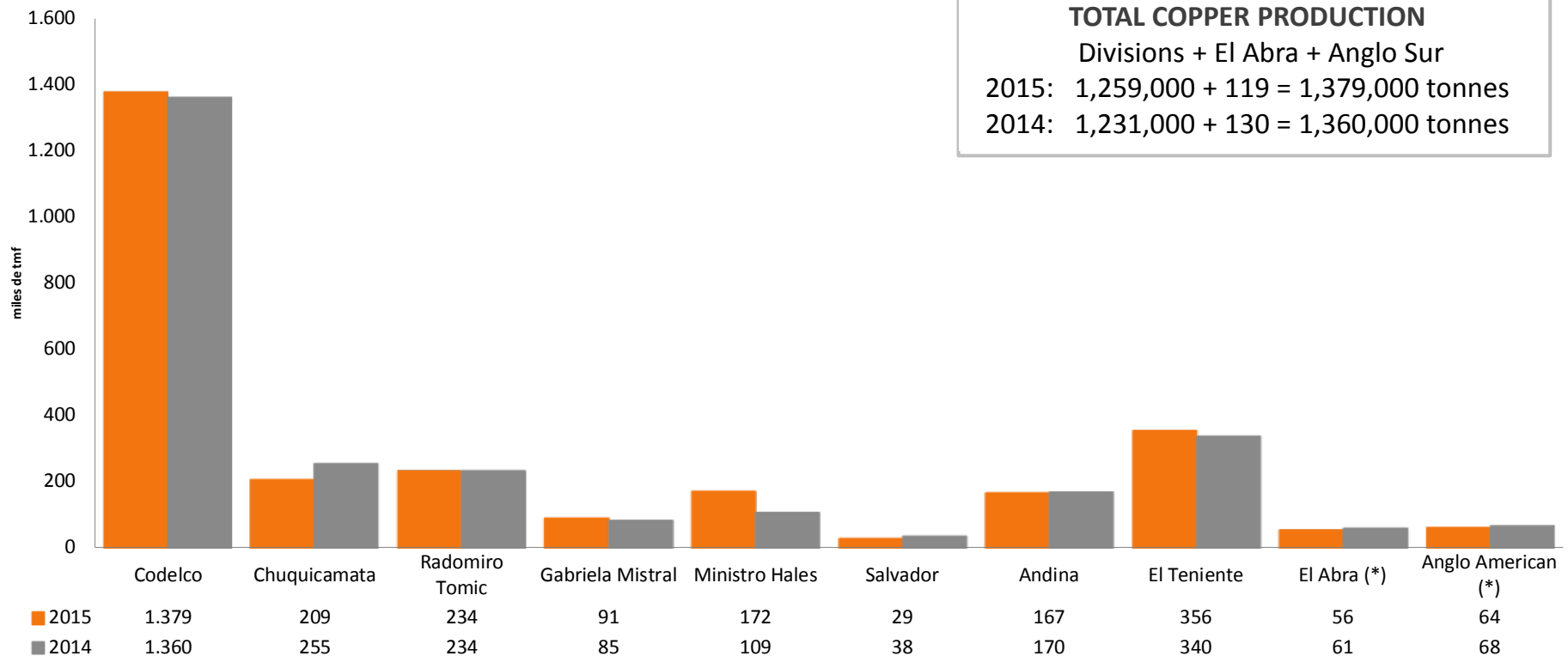
*Number of Total injuries per million man-hours exposed to risk.

**Number of lost days per million hours worked.

PRODUCTION & COSTS

Copper Production | January-September 2015

For the third quarter 2015, Codelco **increased its copper output by 2.3%** at all divisions compared to the same period in 2014, despite **lower grades** of treated ore

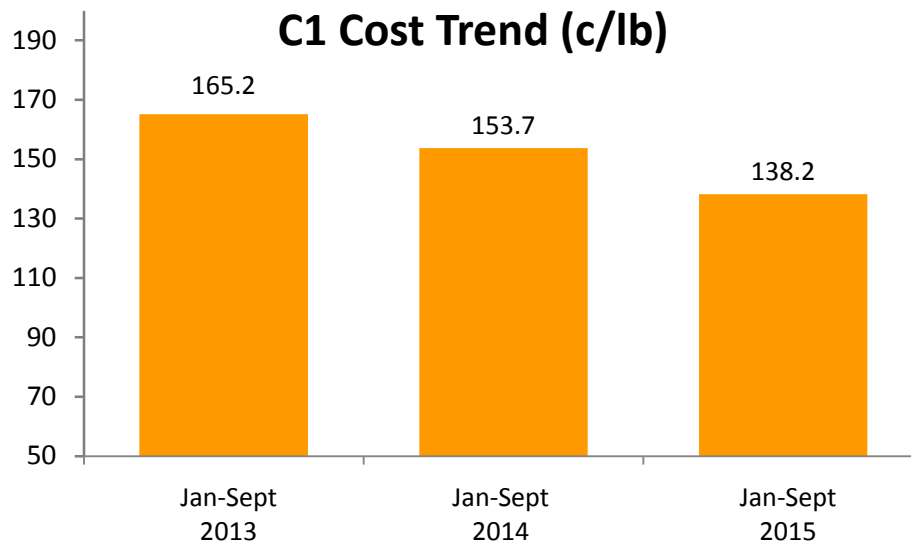


(*) Production includes Codelco's stake in: El Abra 49%, Anglo American 20%

Codelco Unit Costs

January–September 2015

	2015 (c/lb)	2014 (c/lb)	Var (%)
Direct Cost (C1)	138.2	153.7	-10%
Net Cathode Cost (C3)	189.7	216.6	-12%
Total Costs & Expenses	198.7	234.2	-15%



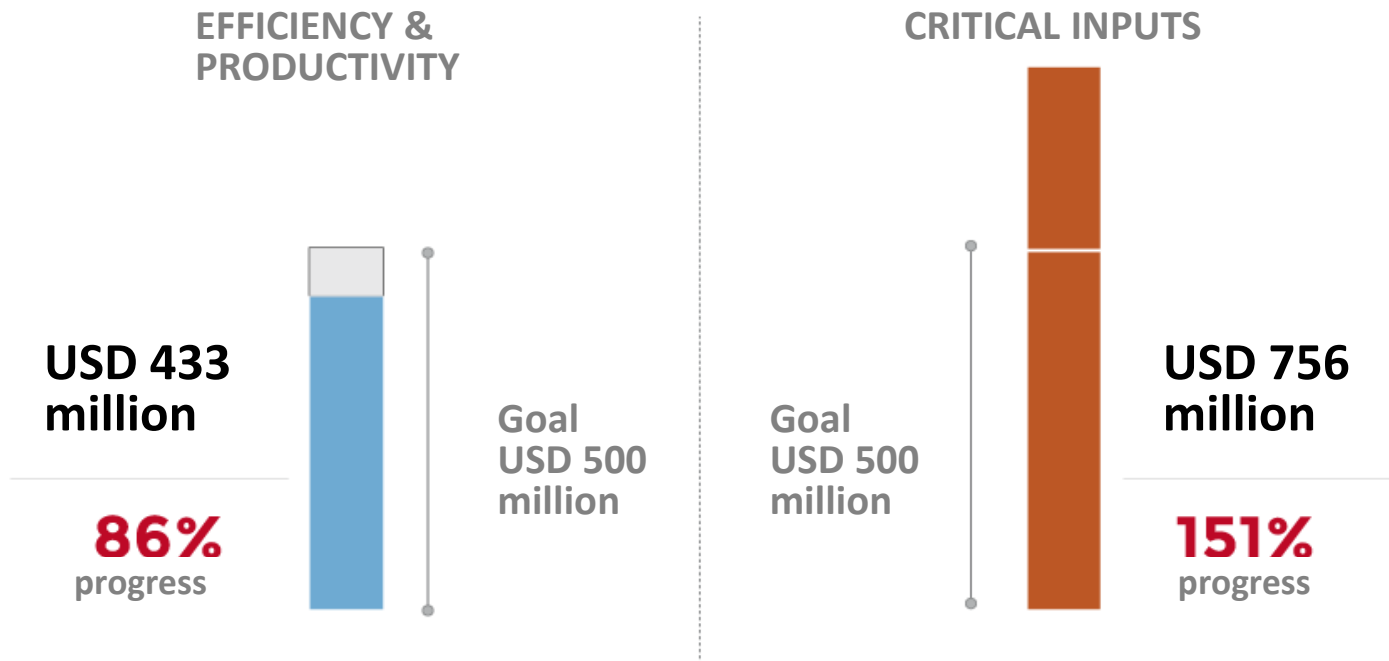
For the third quarter 2015, Codelco's **C1 costs dropped 10%** compared to the same period in 2014.

Its total costs and expenses **were down 15%** compared to the same period in 2014.

Cost Reduction Plan

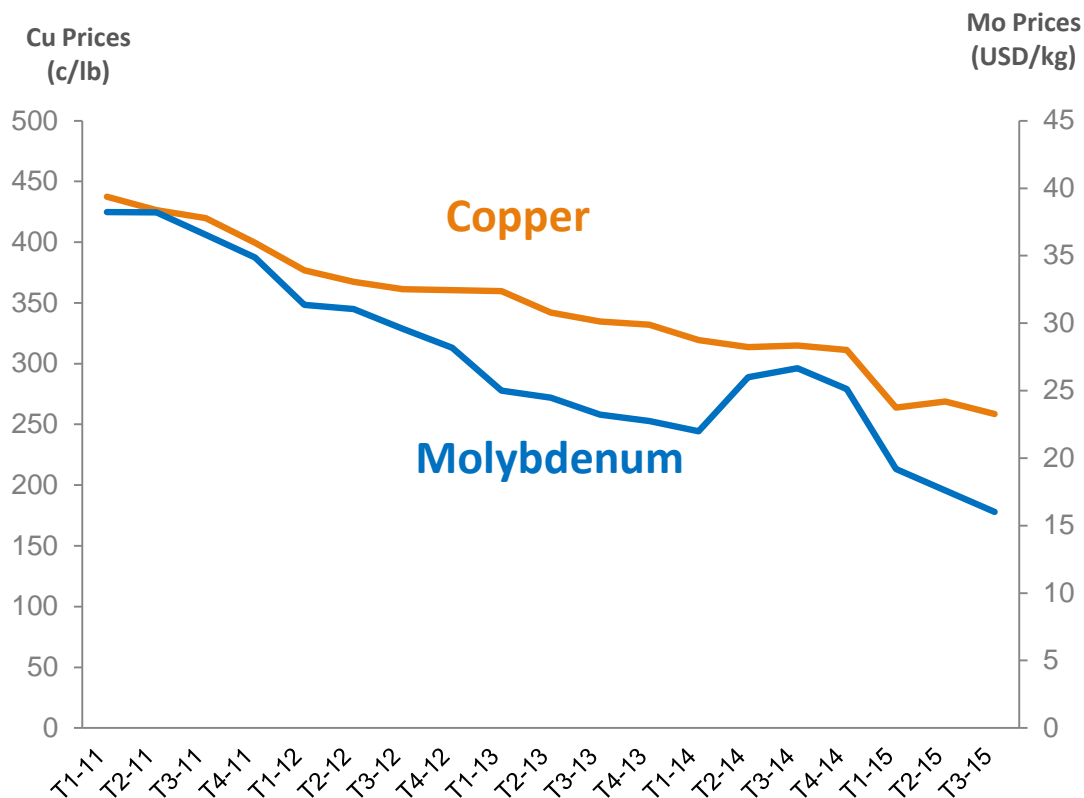
2015 Goal: **USD 1 billion**
USD 1.189 billion saved so far
119% on target

LOWER COSTS



PRICES & PRE-TAX PROFIT

Copper & Molybdenum Price Trend



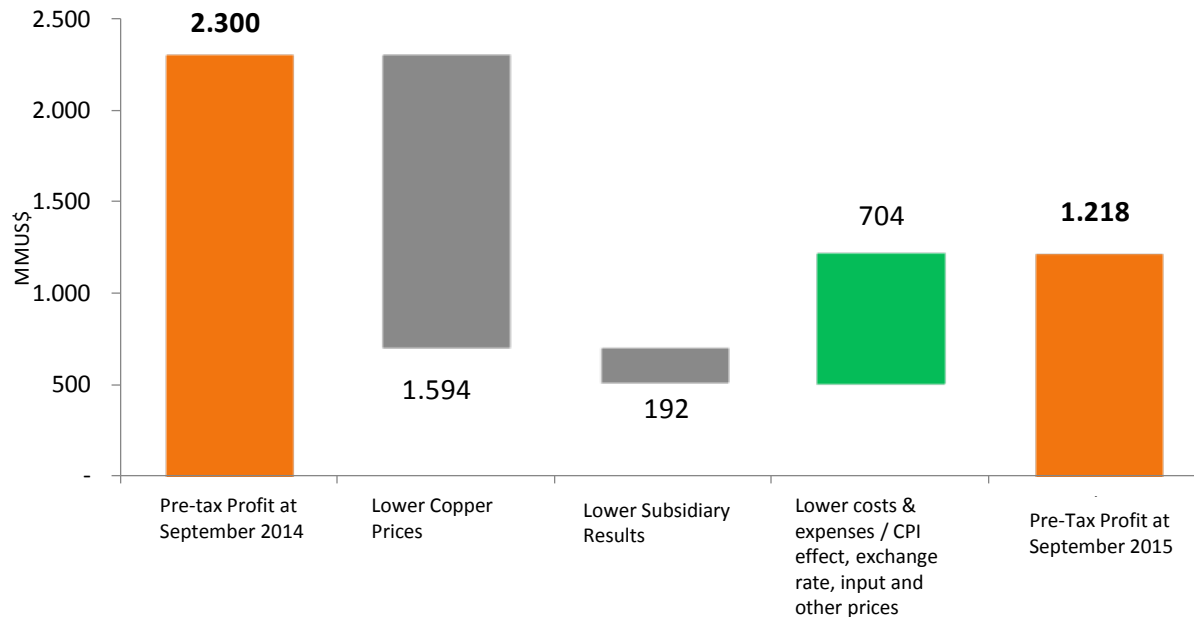
For the third quarter 2015, **copper and molybdenum prices fell 18% and 40%** respectively, compared to the same period in 2014.

For each US cent the price of copper dropped, it impacted **USD 36 million** of its pre-tax profit.

Average price at September	2014	2015
Copper (c/lb)	314.9	258.5
Molybdenum (USD/kg)	26.7	16.0

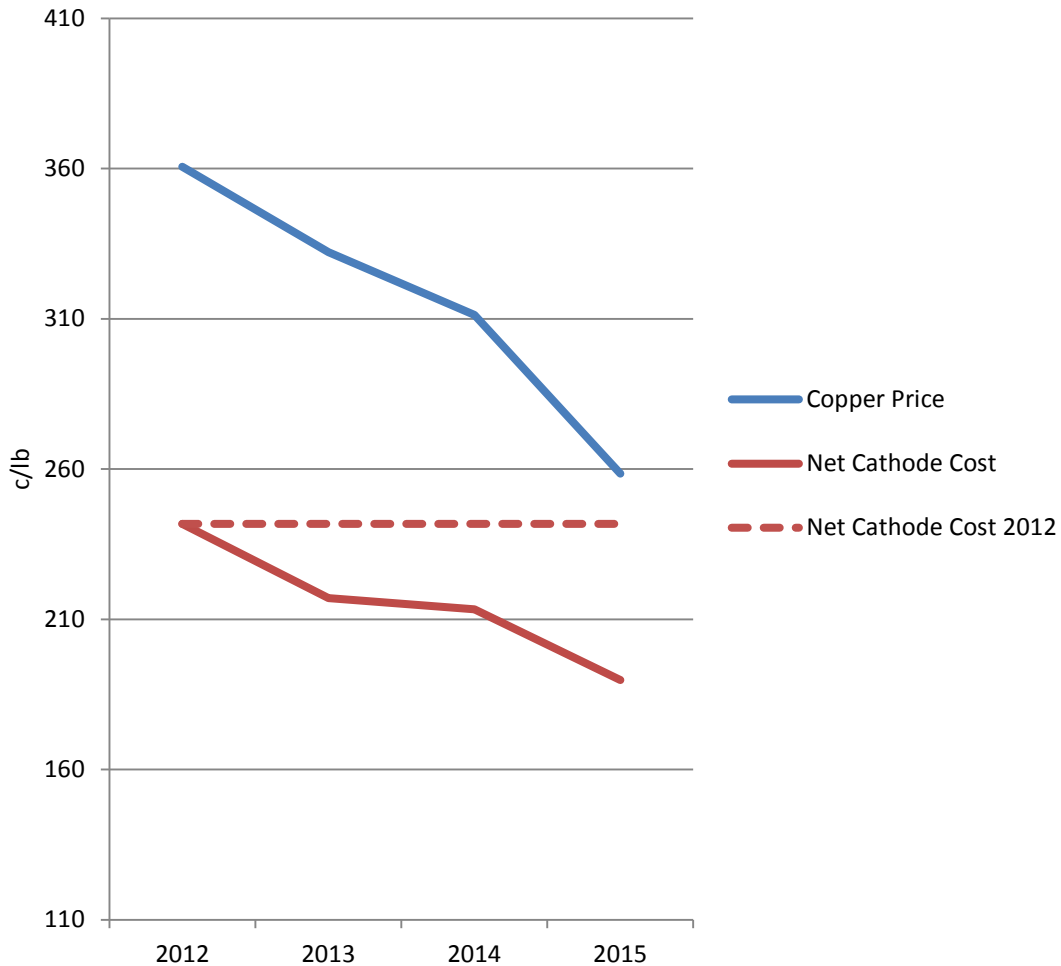
Pre-Tax Profit | January-September 2015

(USD millions)



Codelco obtained **USD 1.218 billion** in pre-tax profit for the third quarter 2015, **47% less** than for the same period in 2014.

Cost Reduction (c/lb)

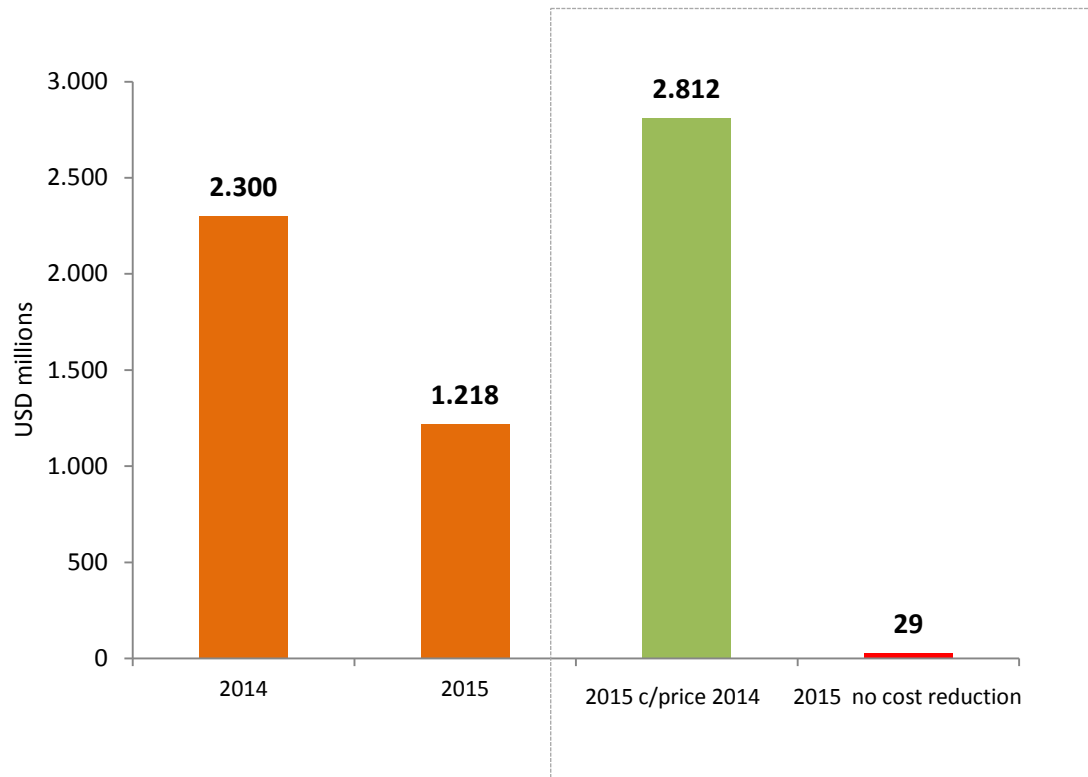


If Codelco had the same net cathode costs as in 2012, it would probably not deliver any pre-tax profit.

Pre-Tax Profit | January-September 2015

(USD millions)

Impact of copper price and cost reduction plan



Simulation of results applying 2014 copper price and no Cost Reduction Plan

Applying 2014 copper prices, pre-tax profit would have been **USD 2.812 billion.**

Without a cost reduction plan, Codelco's pre-tax profit would have only been **USD 29 million.**

Mining Industry EBITDA | January-September: 2014 - 2015

(USD millions)



Codelco's Mining Industry EBITDA was **USD 3.016 billion** for the third quarter 2015.

Despite lower copper prices, the **EBITDA Margin** has remained at competitive levels relative to the industry.

(*) Mining EBITDA Margin (%) = $\frac{\text{EBITDA} - \text{Margin of copper purchased from a third-party}}{\text{Total Earnings} - \text{Earnings from copper purchased from a third-party}}$

INVESTMENTS

Structural Project Progress | at 30 September 2015

Chuquicamata Underground Mine

- Early works completed during the first half of 2015.
- **22.8% real progress** of complete project, main access tunnel, work inside mine and air extraction shaft work underway.

El Teniente New Mine Level

- **35.7% Progress**
- As has previously been reported, the project is currently being redesigned and adapted to the geo-mechanical conditions found during implementation, incorporating the latest primary rock mining information available.

RT Sulphide Mine

- **51.6% progress in detailed engineering** and in early works development to clear and scale interferences to build future facilities.
- Addendum No. 3 of Environmental Impact Study was submitted. Given the delay in obtaining the RCA (Environmental Qualification Resolution), regarding the indigenous survey with one of the communities in the influence area, the programme is currently under review to submit the Investment API.

Structural Project Progress | at 30 September 2015

Andina Expansion

- As previously reported, this project shall be redesigned to create an alternative that requires less investment, optimises water usage and reduces its environmental impact.
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New Andina Transfer System

- **18% total progress**
 - Measures currently under analysis to mitigate delay of key underground work contracts.
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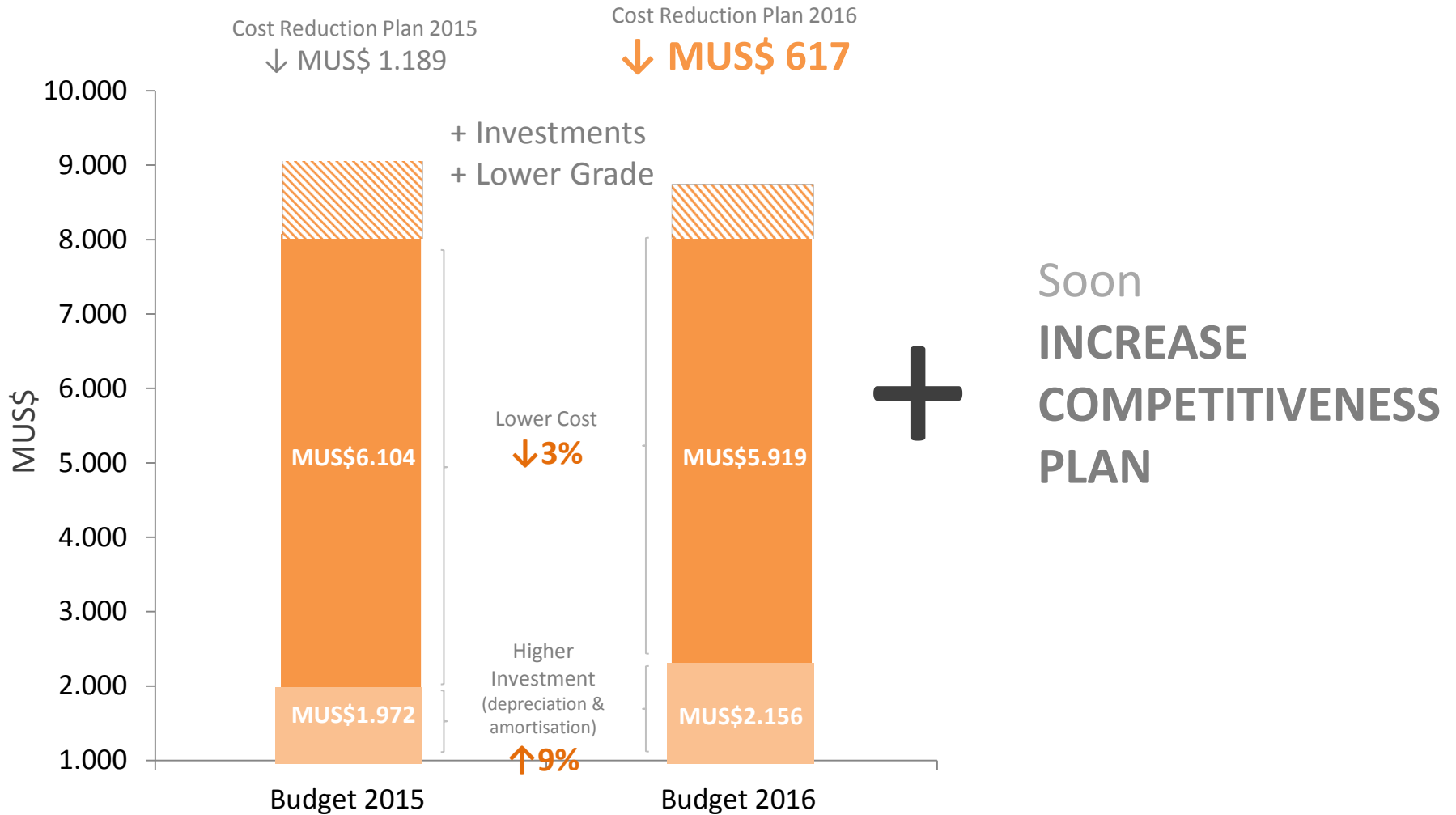
Rajo Inca Mine

- Prefeasibility study in progress.
- The prefeasibility study has been extended to collect more geo-mining-metallurgical information (pilot test) to define key design parameters.

Summary of our Performance in Third Quarter 2015

- During the third quarter **there were no fatal accidents** and we had the **best frequency rate** in company history.
- Codelco **increased its production by 2.3%**, producing 1,259,000 tonnes of refined copper.
- Codelco **cut costs by 10%** (C1) and saved USD 1.189 billion, exceeding its target for this year.
- During this period, there was a **sharp fall in copper and molybdenum prices**. However, the Mining Industry EBITDA Margin was above 40%.
- Codelco delivered **USD 1.218 billion in pre-tax profit for the Chilean State** in the third quarter of 2015.
- **Funding secured** for the 2015-2016 period through successful placing a US\$2 billion bond, in addition to a USD 600 million capitalisation.

2015- 2016 Budget and Cost Reduction Plan



Outlook

- Forecast **lower prices** for the next two to three years.
- Codelco has shown it can adjust to a new context, once again positioning itself in the **second cost quartile**. Now our task is to increase efforts.
- **Significance of Strategic Agreement**: commitment to the Company's economic, social and environmental sustainability.
- The fundamentals of the **copper market are solid** and Codelco has an important mineral base.
- Short-Term: **successfully overcome** this adverse situation.
- Medium-Term: develop **investment projects** in order to grow and contribute resources to the Chilean State.

Appendices

Income Statement | January September: 2015 - 2014

(USD millions)

	2015	2014	Var
Sales Revenue – own copper	6.472	7.714	-1.241
Cost of Sales – own copper	-5.297	-5.478	181
Gross Profit - copper sales	1.175	2.236	-1.061
Gross Profit - copper sales	378	458	-80
Gross Profit	1.553	2.694	-1.141
Non-Operating Income	-335	-394	59
Pre-Tax Profit	1.218	2.300	-1.082
COMPARABLE PROFIT (*)	909	1.805	-896

(*) Equivalent to Codelco's profits applying the same income tax requirements as private sector companies.

Pre-Tax Profit Distribution

January September: 2015 – 2014
(USD millions)

		2015	2014	Var
Reserve Tax Law 12,196	6	639	768	-128
Income Tax		475	854	-380
Specific Mining Tax		146	80	66
Profit		-42	598	-640
Total Pre-Tax Profit		1.218	2.300	-1.082
COMPARABLE PROFIT (*)		909	1.805	-896

(*) Equivalent to Codelco's profits applying the same income tax requirements as private sector companies.

Output & Prices

(January September: 2015 - 2014)

	2015	2014	Var	Var (%)
Copper Output (*) – 1,000 refined tonnes	1.379	1.360	18	1,4%
Copper Output/ Divisions– 1,000 refined tonnes	1.259	1.231	29	2,3%
Division Molybdenum Output – 1,000 refined tonnes	20	23	-3	-11,8%
Own Copper Sales (**) – 1,000 refined tonnes		1.189	68	6%
Own copper ore		1.138	52	5%
Third-party copper ore		51	17	33%
Molybdenum Sales– 1,000 refined tonnes	19	19	0	-2,2%
Copper Price LME (Cl/lb)		314,9	-56,4	-18%
Molybdenum Price Metals Market (USD/kg)		26,7	-10,7	-40%
Exchange Rate		561	79	14%

(*) Includes interest in El Abra (49%) and Anglo American Sur (20%)

(**) Includes third-party ore

Key Events July – September 2015

Codelco Capitalisation

- 1 July. The government authorised a USD 225 million capitalisation by retaining 2014 profits.
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Start of Contractor Strikes

- 22 July. Contractors, members of the CTC union, went on strike demanding improvements to the Framework Agreement in place since 2007 between and the contractor companies. Incidents during the occupation of Salvador Division ended with the death of contractor Nelson Quichillao López. The Company's business interruption loss totalled USD 80 million.
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Codelco aids Tocopilla Reconstruction

- 13 August. Codelco sent machinery and staff to aid recovery operation in Tocopilla, which seriously damaged by storms that hit the region.

Key Events July – September 2015

Board & Executive freeze salaries

- 28 August. The CEO reported that Codelco's Board and Senior Management would freeze their salaries and new offers of employment would be suspended until September.

Successful bond Issue

- 9 September. Codelco returned to the international financial markets and issued a record USD 2 billion 10-year bonds in New York.

Optimisation of Salvador

- 23 September. The Company announced it would reduce its Salvador Division executive management by 50%, in the context of the division's optimisation plan.