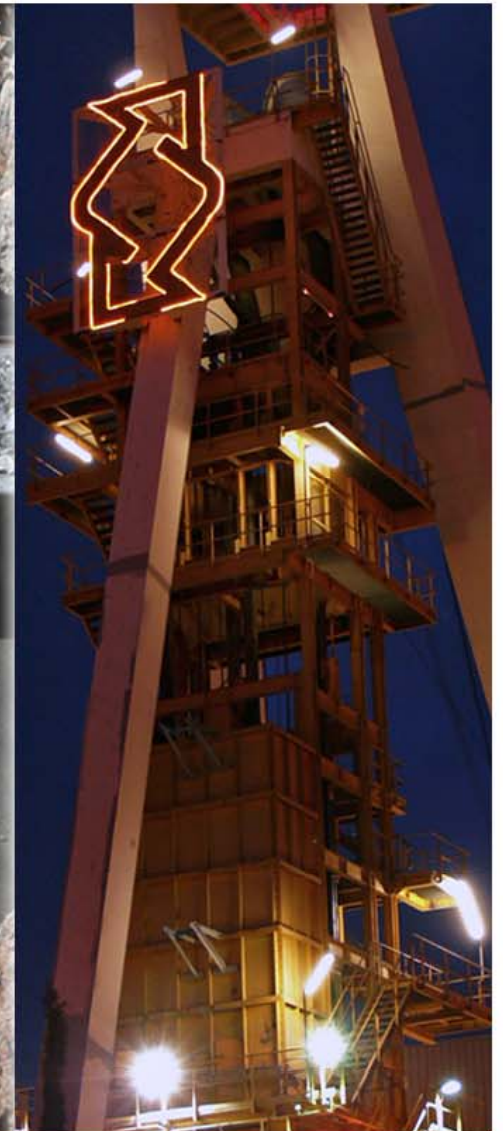


June 21, 2011



TSX: LUN  
OMX: LUMI



RBC - 2011 GLOBAL MINING AND MATERIALS CONFERENCE

**lundin mining**



# Cautionary Statements

## Caution Regarding Forward Looking Statements

This presentation contains forward-looking statements. These forward-looking statements are not based on historical facts, but rather on current expectations and projections about future events. These forward-looking statements are subject to risks and uncertainties. These risks and uncertainties could cause actual results to differ materially from the future results expressed or implied by the forward-looking statements.

Such risks may include, without limitation: risks and uncertainties relating to foreign currency fluctuations; risks inherent in mining including environmental hazards, unusual or unexpected geological formations, ground control problems and flooding; risks associated with the estimation of mineral resources and reserves and the geology, grade and continuity of mineral deposits; the possibility that future exploration, development or mining results will not be consistent with the Company's expectations; the potential for and effects of labor disputes or other unanticipated difficulties with or shortages of labor or interruptions in production; actual ore mined varying from estimates of grade, tonnage, dilution and metallurgical and other characteristics; the inherent uncertainty of production and cost estimates and the potential for unexpected costs and expenses; and commodity price fluctuations.

For further details of other risks and uncertainties see Risk Factors Relating to the Company's Business in the Company's Annual Information Form and in each management discussion and analysis.



# Multi-Operation Copper & Zinc Producer

- Trades on TSX (LUN) and OMX (LUMI)
- 582 million shares outstanding
- Market Cap - approx US\$ 4 Billion
- Significant leverage to copper and zinc markets: M&I Resources (Lundin Mining's share contained metal): 4.0Mt Cu; 6.8Mt Zn; 2.0Mt Pb; 76Kt Ni
- 2011 Production Guidance:
  - copper: 110,600 tonnes (including our attributable share of Tenke Fungurume);
  - zinc : 120,000 tonnes; and
  - lead : 44,000 tonnes.



# Q1 Highlights

- **Net Income \$71.2 million (\$0.12 p/share),** ahead of last year's \$51.9 million (\$0.09 per share).
- **Sales tonnes less than production,** consequent increase in inventory, owing to shipping disruptions at quarter-end
- **Production well ahead of last year. Record tonnages being hoisted.**
- **Presidential Decree received approving amendments to Tenke contract**
- **Net cash increased by \$100 million** during the quarter (in addition, \$37.8 million reduction on Tenke EOC)

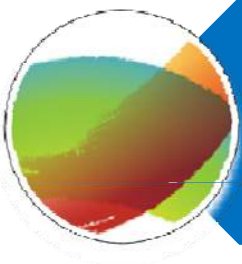


# Financial Position

- Net cash at March 31, 2011 of \$262 million, an increase of \$100 million for the quarter and \$250 million from the same quarter last year.
- Operating cashflow of \$129.3 million compared to \$88.4 million last year
- Cash at June 06, 2011 of \$339 million
- Cash returns from Tenke expected to start in late Q3 2011



# Corporate Activity



Inmet  
MERGER

- Terminated.
- Unable to reach a position likely to be supported by all shareholders.



Equinox  
UNSOLICITED OFFER

- Inadequate price and conditions.
- Rejected and Withdrawn.



Strategic  
Review

- Review of alternatives to create value with interested parties
- Process suspended. Focusing back on Operations and Growth



# Long-Life European Mines



Neves-Corvo  
PORTUGAL



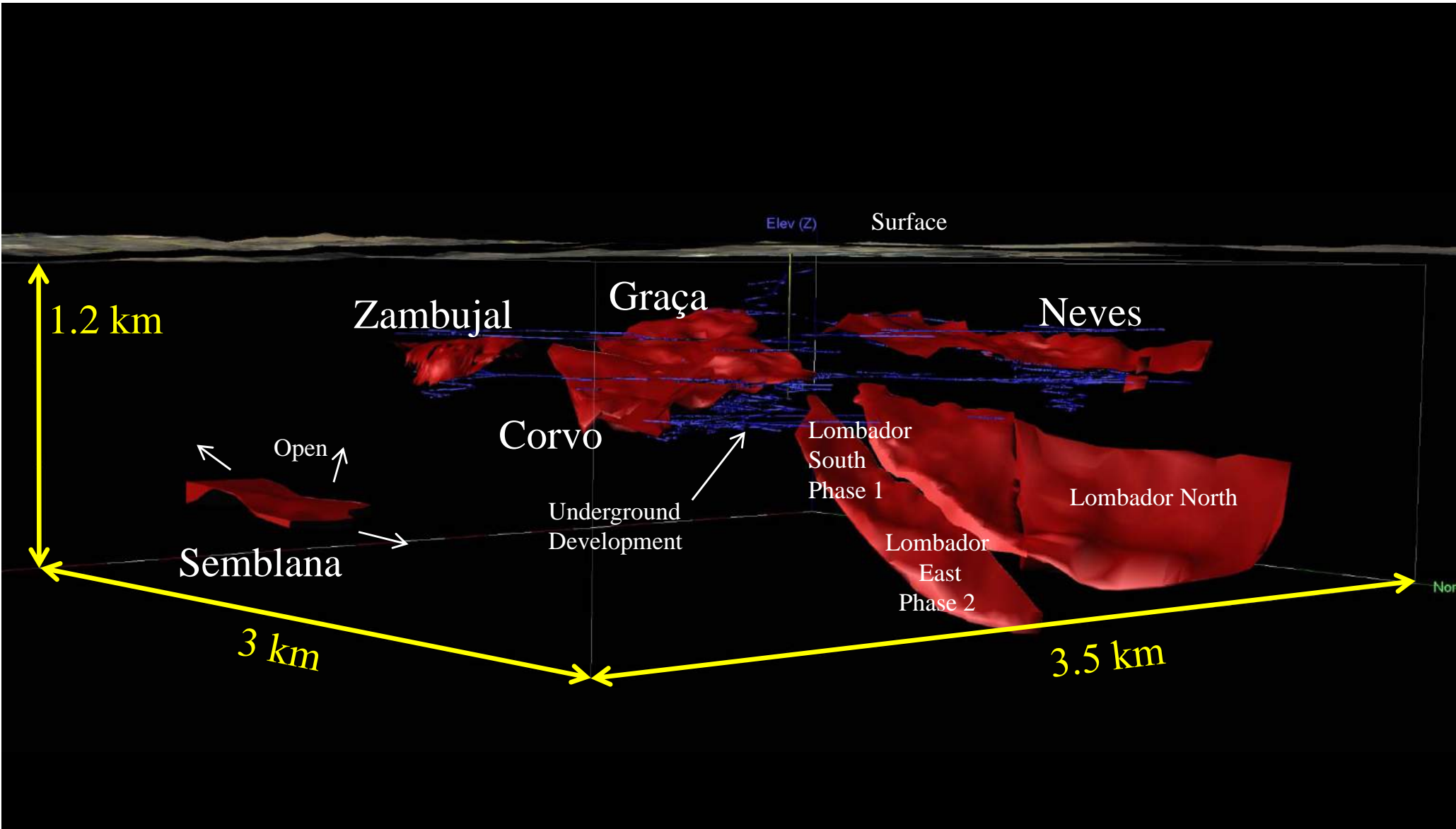
Zinkgruvan  
SWEDEN

Wholly-owned production of copper, zinc and lead

- High potential - **low cost brownfield growth** and extension to LoM
- **Flexible plants** for enhanced ability to leverage off base metals cycles
- **Advanced growth projects** and exploration programs
- **Stable jurisdiction/low political risk**
- **Cash cost competitive**



# Neves Corvo – Multiple Growth Projects







# Tenke – Extraordinary Value in Copper



Tenke 24%

DEMOCRATIC REPUBLIC  
OF CONGO

- A rare asset: exceptional in quality, size, life, growth potential
- Tier 1 copper asset
- Substantial potential beyond known resources

## Lundin Mining has:

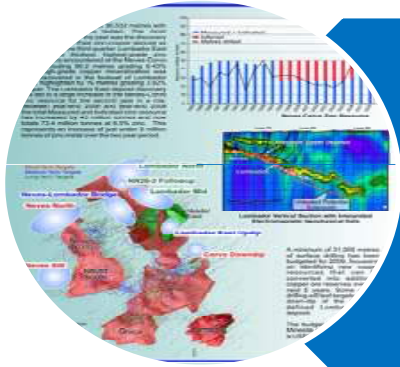
- 24% equity interest (Freeport McMoRan- 56% operator)
- Current effective economic exposure 30%



# Tenke DRC (LUNDIN MINING 24%)



- **Third year of production** (commenced March 2009)
- FCX production forecast of 130,000 tonnes in 2011
- Lundin Mining attributable cash flow averaged \$10.8 million/month in Q1-11 after new investment capex
- **Poised for expansion:** Phase 2 Study nearing completion. Early works advancing



## Growth and Priorities

- **Tenke expansion** - Phase 2: 200 ktpa production in 2013
- **Neves-Corvo**
  - New zn circuit +50ktpa start-up July 2011
  - Lombador Zn/Cu: +100K Zn Study completion Q3. Start-up 2013/2014
  - Semblana exploration and resource
  - Future materials handling study
- **Zinkgruvan**
  - mine life extension and optimization
- **Aguablanca** – pit restart, underground study
- **Exploration** – Spain (copper), Ireland (silver, lead, zinc), project acquisitions
- **Building depth** – technical and project hiring





# Outlook

- **Production targets:** 79,400t copper, 120,000t zinc and 44,000t lead. Plus Tenke attributable: 31,200 tonnes of copper
- **Cost guidance:** Neves-Corvo \$1.40/lb Cu, Zinkgruvan \$0.15/lb Zn
- **Aguablanca restart 3rd Q 2012:** investment of €40 million (€25 m - 2011) operating cost (expensed) plus an estimated €4 m capital expenditure.
- **Neves-Corvo zinc circuit start-up Q3 2011** at rate of 50,000 tpa. Likely will be processing copper ore initially for better financial returns
- **Capex guidance for the year unchanged at \$290 million** including: \$100 million sustaining capital; \$70 million new investment in Europe; and up to \$120 million for Tenke
- **Exploration/resource evaluation unchanged** at around \$40 million. Expanded budget being considered.