May 11, 2011

First Quarter Results 2011

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.

Presenter

PHIL WRIGHT	PRESIDENT & CEO

Questions

JOAO CARRELO	EXEC. VP & COO
MARIE INKSTER	CFO

Q1 Highlights

- **Net Income $71.2 million ($0.12 p/share),** ahead of last year's $51.9 million ($0.09 per share).
- Average **copper price 33% higher** than last year, lead up 17% and zinc up 5%. Euro similar levels, SEK 10% stronger (quarter averages) against US$.
- **Sales tonnes less than production**, consequent increase in inventory, owing to shipping disruptions at quarter-end
- **Production in-line with guidance and well ahead of last year**
- **Presidential Decree approving amendments** to Tenke mining contracts
- **Net cash increased by $100 million** during the quarter (in addition, $37.8 million reduction on Tenke EOC)
- **Inmet merger** terminated. **Equinox announce hostile bid**, now withdrawn
- The announced **strategic review process is well underway**

Normalized Earnings

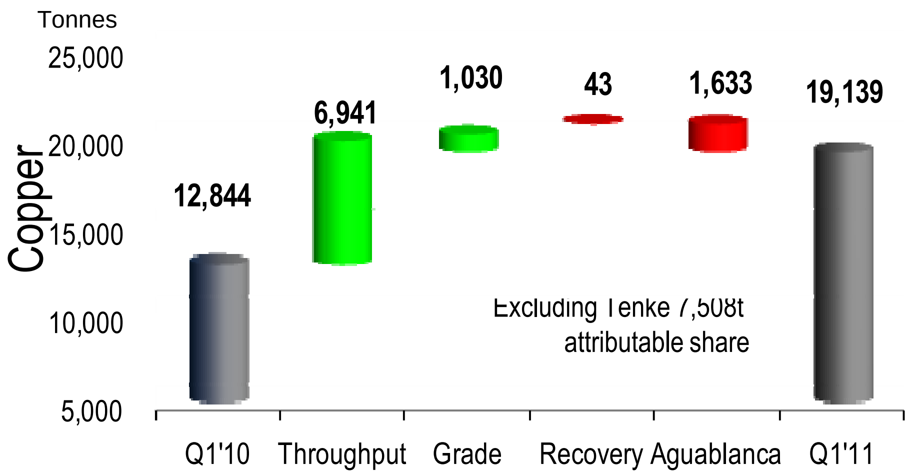
$ Millions	Q1 '11	Q1 '10
Reported Net Income	71.2	51.9
Exchange loss/(gain)	16.1	(8.6)
Corporate development	4.8	-
Mark to market on securities	(2.2)	(15.7)
Loss on deriviative contracts	-	0.5
Tax (on above items)	(5.7)	4.6
Adjusted Net Income	**84.2**	**32.7**
Earnings per share	$ 0.14	$ 0.06

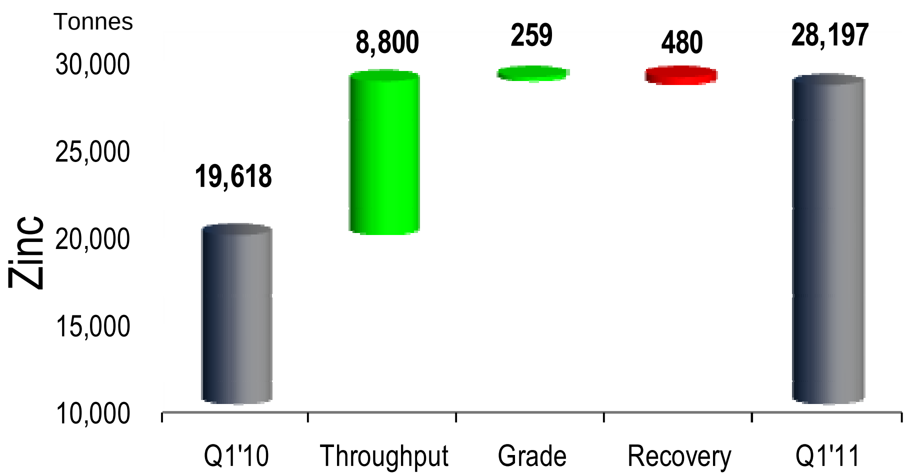
- Q1’11: **Aguablanca** operating loss of $7.4 (Q1’10: profit of $25.0 million)

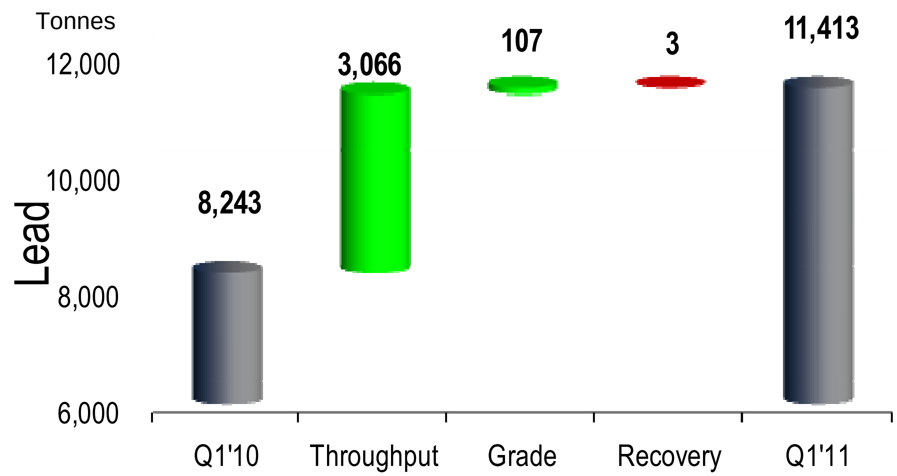
Financial Position

- **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.
- The change in net cash during the quarter takes into account:
  - $18.6 million cash outflow at Aguablanca for the quarter
  - $40.5 million of capital expenditure
  - $5.4 million advanced in respect of Tenke
  - $6.1 million of exploration
- Operating cashflow of $129.3 million compared to $88.4 million last year
- Net cash at May 9, 2011 of $332 million

Change in Production: Q1 ‘11 and Q1 ‘10







Cash Costs: Q1 2011 and Q1 2010

		Cash cost per lb of primary metal (US dollars)		Cash cost per lb of primary metal (local currency)	
		Q1 '11	Q1 '10	Q1 '11	Q1 '10
Neves-Corvo	Gross cost	1.62	1.87	1.18	1.36
(Local in €)	By-product*	(0.07)	(0.09)	(0.05)	(0.07)
Copper	Net cost	1.55	1.78	1.13	1.29
Zinkgruvan	Gross cost	0.86	0.88	5.57	6.26
(Local in SEK)	By-product*	(0.44)	(0.55)	(2.81)	(3.93)
Zinc	Net cost	0.42	0.33	2.76	2.33

* By-product is after related TC/RC

Change in Prices: Q1 '11 & Q1 '10

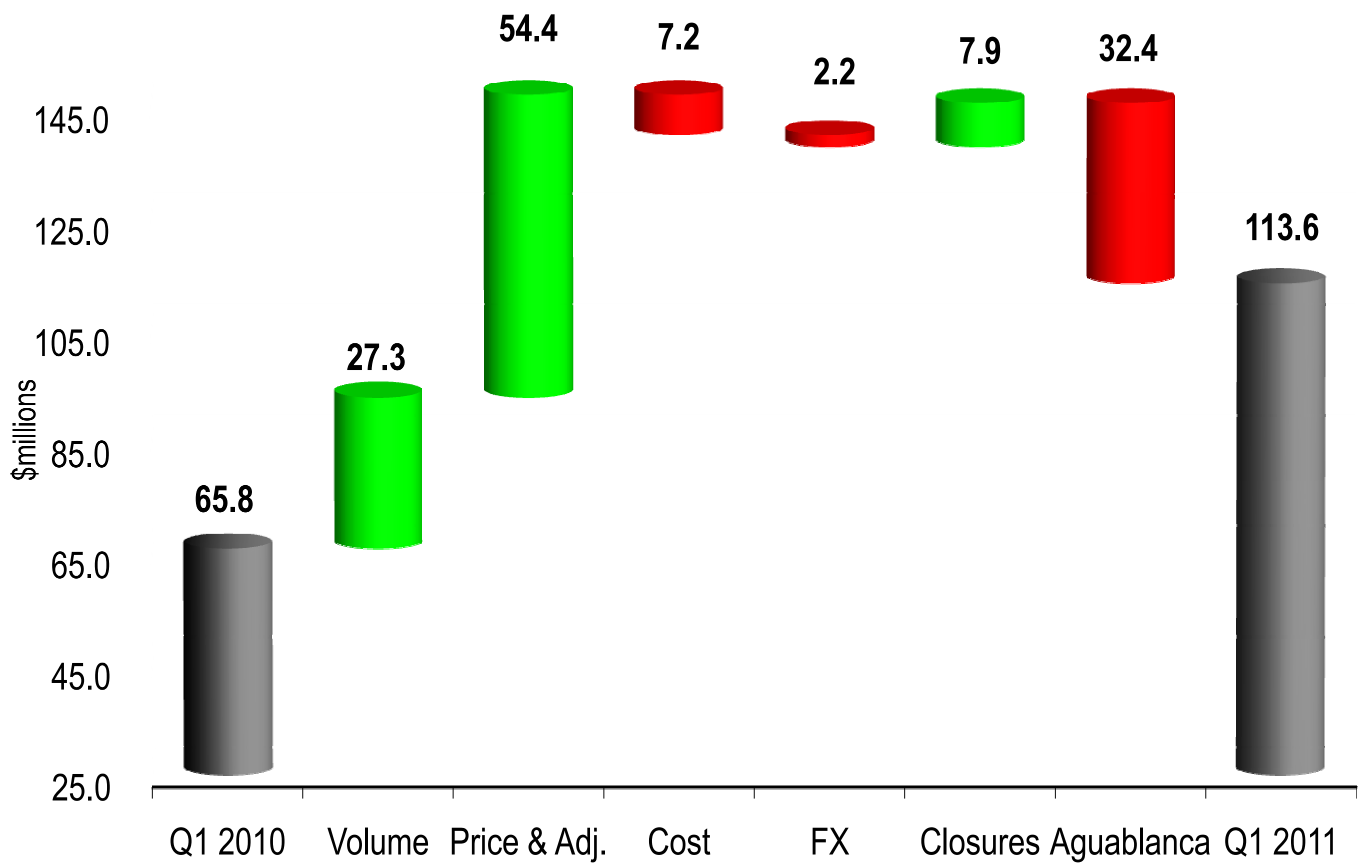
Average LME		Qtr ended Mar 31 **2011**	2010	
Copper	$/lb	**4.38**	3.29	*33%*
Zinc	$/lb	**1.09**	1.04	*5%*
Lead	$/lb	**1.18**	1.01	*17%*
Nickel	$/lb	**12.20**	9.11	*34%*
EUR/USD (Avg)		**1.37**	1.38	*-1%*
SEK/USD (Avg)		**0.15**	0.14	*11%*

Financial Results

Selected Financial Information: $ Millions

		Q1 '11	Q1 '10	
Sales		212	142	*49%*
Operating costs		(88)	(71)	*24%*
G&A and stock-based compensation		(10)	(5)	*100%*
Operating Earnings		**114**	**66**	*73%*
Add (deduct):	Depreciation, amortization	(35)	(35)	
Selected items only	Exploration/project investigation	(9)	(5)	*80%*
	Finance income	1	12	
	Tenke equity income	25	14	
	Other income and expense	(17)	10	
	Income tax expense	(8)	(10)	
Net Income		**71**	**52**	
Earnings per share		$ 0.12	$ 0.09	

Change in Operating Earnings: Q1 '11 & Q1 '10



Tenke Production

Lundin attributable 24.75%	Q1 '11	Q1 '10
Copper cathode (tonnes)		
Production	7,508	7,120
Sales	6,674	7,369
Average realized price/lb	$ 4.19	$ 3.26
Cobalt (contained tonnes)		
Production	691	552
Sales	654	365
Average realized price/lb	$ 10.99	$ 10.94
Net cash costs/lb of copper:		
Gross cost	$ 1.51	$ 1.37
Cobalt credits	$ (0.75)	$ (0.40)
Royalties	$ 0.10	$ 0.07
Net cash cost/lb	$ 0.86	$ 1.04

Tenke Investment

$ Millions	Q1 '11	Q1 '10
Income from investment	24.9	14.5
Excess Overrun Facility		
Change	(37.8)	(11.4)
Closing balance	70.6	215.7
Attributable Cash Flow		
Cash advances to Tenke	(5.4)	(7.6)
Repayment on EOC	37.8	11.4
Cash flow net of EOC	**32.4**	**3.8**

- **Production consistently above design** capacity
- Expansion studies continue.

Outlook

- **Production targets** remain unchanged: 79,400t copper, 120,000t zinc and 44,000t lead. Plus Tenke attributable: 31,200 tonnes of copper
- **Cost guidance maintained** except Neves-Corvo increases from $1.30/lb to $1.40/lb of copper
- **Aguablanca restart likely:** investment of €40 million (€25 million in 2011) representing all operating expenditure plus an estimated €4 million capital expenditure. The operating expenditure will be expensed as incurred
- **Neves-Corvo zinc to resume in Q3 2011** at rate of 50,000 tpa.
- **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

Questions

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JOAO CARRELO	EXEC. VP & COO
MARIE INKSTER	CFO