



Information in brief
on the transaction between
Lundin Mining Corporation
and
Tenke Mining Corporation

An Annual and Special Meeting of the Shareholders in Lundin Mining Corporation is held in Vancouver on June 18, 2007

The purpose of this information is to give holders of SDRs in Lundin Mining a brief description of the proposed merger between Lundin Mining Corporation (“Lundin Mining”) and Tenke Mining Corporation (“Tenke”). Please note that this information is not intended to provide complete disclosure, nor is it a formal prospectus. Additional information on the proposed transaction including, amongst other things, conditions for the transaction and more extensive financial information, is available in the Management Information Circular that has been prepared in respect of the Annual and Special Meeting of the Shareholders scheduled for June 18, 2007. This information brochure is being distributed only to holders of SDRs outside of the US and Canada and is available on www.lundinmining.com.

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Preliminary timetable

June 18, 2007 Annual and Special Meeting of the Shareholders

End of June 2007 Expected closing of transaction (Effective date of July 3, 2007)

Lundin Mining Corporation (“Lundin Mining”) informs that holders of Swedish Depository Receipts (“SDR”) in Lundin Mining as at the record date April 20, 2007 are entitled to vote at the Annual and Special Meeting of the Shareholders, which will be held at Oak Room, Four Seasons Hotel, 791 West Georgia Street, Vancouver, British Columbia, Canada on June 18, 2007 at 2:00 p.m. (Vancouver time).

Forms for registration to vote by proxy can be ordered from E. Öhman J:or Fondkommission AB (“Öhman”) on telephone +46-(0)8-402 51 32.

The form(s) shall be returned to Öhman J:or Fondkommission no later than June 11, 2007.

Message to the shareholders

May 18, 2007

To our shareholders,

On April 11, 2007, Lundin Mining announced that the Corporation intends to enter into a business combination with Tenke Mining Corp. The combination of the two companies will form a leading intermediate base metals company with a global portfolio of world-class production, development and exploration assets.

The acquisition of Tenke is the next step in establishing Lundin Mining as a major global mining house. The Tenke Fungurume copper/cobalt project is one of the world's richest and largest new copper developments and adding Tenke's 24.75% interest in that project to Lundin Mining's existing asset base will enhance Lundin Mining's position as a company with a strong balance sheet, world class assets and an extensive life expectancy as a result of its reserves and resources.

The transaction between Lundin Mining and Tenke is conditional upon the approval by a majority of the votes cast by Lundin Mining shareholders at the Lundin Mining shareholders' meeting, and by two-thirds of the votes cast by Tenke shareholders at the Tenke shareholders' meeting. Both shareholder meetings will be held on June 18, 2007 and the transaction is expected to close by the end of June (with an effective date of

July 3, 2007). Upon completion of the transaction, existing Lundin Mining and Tenke shareholders will hold approximately 73% and 27% of the Corporation, respectively, and Tenke will be a wholly-owned subsidiary of the Corporation. Further details about the transaction can be found in the management information circular and joint disclosure booklet of Lundin Mining and Tenke.

The Board of Lundin Mining unanimously recommends that you vote in favour of the transaction. The Corporation's largest shareholder group, the Lundin family interests, have pledged their full support.

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We are excited by Lundin Mining's continued growth and development, and by the potential for the Tenke Fungurume Project and are convinced that Lundin Mining can play an important role in the development of that project. We would encourage all of Lundin Mining's shareholders to demonstrate their continued support for the Corporation and its management by approving this transaction.

Yours sincerely

Lukas H. Lundin
Chairman

Karl-Axel Waplan
President and CEO



The Transaction

– Structure and Conditions

The transaction will be accomplished through a Court approved Plan of Arrangement under the Business Corporations Act (British Columbia). The merger is conditional upon that 50.1% of Lundin Mining's shareholders and 66.7% of Tenke's shareholders approve the transaction and that the transaction receives regulatory approvals. Special shareholders' meetings for each company to vote on the transaction will be held on June 18, 2007. Following the shareholders' meetings, a court approval will conclude the transaction. The transaction is scheduled to close by late June 2007.

At closing, all Tenke common shares will be automatically exchanged at a ratio of 1.73 Lundin Mining common shares for each Tenke common share. In addition each outstanding option of Tenke will be exercisable to purchase 1.73 Lundin Mining common shares for each Tenke common share that was issuable under such Tenke option. Assuming there are 60,199,829 Tenke shares issued and outstanding and outstanding Tenke options in respect of 787,500 Tenke Shares, Lundin Mining will issue approximately 104,145,704 Lundin Mining shares to acquire the Tenke shares and reserve approximately 1,362,375 Lundin Mining shares for issuance upon exercise of new Lundin Mining options. Upon completion of the Arrangement, there will be, using Lundin Mining's issued share capital as at May 18, 2007, approximately 394,269,244 Lundin Mining Shares issued and outstanding.

The consideration to Tenke shareholders pursuant to the Arrangement represents a 31.2% premium over Tenke's 20 day volume weighted average trading price as at April 10, 2007 based on Lundin Mining's 20 day volume weighted average trading price on the TSX of \$13.51 per share. Lundin Mining shareholders will continue to hold their existing

common shares and Tenke will become a wholly owned subsidiary of Lundin Mining. Existing Tenke and Lundin Mining shareholders will own approximately 27% and 73% respectively, of the combined company.

The board of directors of Lundin Mining and Tenke recommend approval of the transaction by their respective shareholders. Lundin family interests, holder of approximately 13% of Lundin Mining, and holder of approximately 19.9% of Tenke, have pledged their support of the merger. Directors and Senior Officers of both Lundin Mining and Tenke have also agreed to vote their shares in favour of the Arrangement.

The definitive agreement includes a commitment by each of Lundin Mining and Tenke not to solicit alternative transactions to the merger. Tenke has agreed to pay a break fee of CAD 30 million to Lundin Mining in certain circumstances and has granted Lundin Mining the right to match competing offers. Tenke is entitled to a payment of a termination fee in the amount of CAD 3 million in the event that Lundin Mining's shareholders do not approve the issue of Lundin Mining common shares pursuant to the Arrangement.

Lundin Mining's shares are currently listed on the Toronto Stock Exchange ("TSX"), on the American Stock Exchange ("AMEX") and its SDRs on the Stockholm Stock Exchange ("SSE"). Tenke is listed on the TSX. The merged company, Lundin Mining Corporation, will be listed on the TSX, AMEX and on the SSE.

GMP Securities LP is acting as financial advisor to Lundin Mining and McCullough O'Connor Irwin LLP and Blake, Cassels & Graydon LLP are its legal advisors. The financial advisor to Tenke is Dundee Securities Corporation and Cassels Brock & Blackwell LLP and DuMoulin Black LLP are acting as legal advisors.

Board of Directors and Management

Lundin Mining will, as today, have its head offices in Vancouver, Canada and its operational offices based in Stockholm, Sweden.

There will be no changes in the Board of Lundin Mining following a closure of the transaction.

Karl-Axel Waplan remains CEO and President of the company and is based in Stockholm. Paul Conibear, currently President and CEO of Tenke, will join Lundin Mining in a senior management position responsible for development of the Tenke Fungurume project. Paul Conibear will also be President and CEO of the newly incorporated company, Suramina Resources Inc., which will hold Tenke's South American assets.

About Tenke Mining

Tenke is a Canadian mineral resource company with development projects and exploration activities in the Democratic Republic of Congo ("DRC"), Argentina and Chile. Tenke holds an interest in the Tenke Fungurume copper/cobalt deposits under development in the DRC as well as extensive copper/gold exploration properties in South America. Pursuant to the Arrangement Tenke will convey its South American assets to a newly-incorporated, wholly-owned subsidiary, Suramina Resources Inc.

TENKE

Financial statements in summary

US\$ '000	March 31, 2007	December 31, 2006	December 31, 2005
Cash and cash equivalents	94,275	94,449	12,173
Assets	217,497	213,940	127,520
Long term liabilities	—	—	—
Shareholders' equity	216,466	212,747	125,084
	Jan-March 2007	2006	2005
Revenue	—	—	—
Net Loss	(295)	(5,700)	(2,700)
Net loss per share, basic and diluted (US\$)	0.00	(0.10)	(0.06)



Tenke Fungurume Copper/Cobalt Project

Tenke's main asset is a 24.75% interest in the Tenke Fungurume copper/cobalt deposits located in Katanga Province in the DRC. Tenke's operating partner is Freeport-McMoRan Copper & Gold Inc. (formerly Phelps Dodge Corporation) which holds a 57.75% interest. La Générale des Carrières et des Mines ("Gecamines"), the DRC state mining company, holds the balancing 17.5% interest.

Construction of an open pit mine is well underway and copper production is anticipated to start in late 2008/early 2009. The mine will initially produce 115,000 tonnes per annum of copper cathodes and 8,000 tonnes per annum of cobalt in any combination of cobalt metal or intermediate cobalt hydroxide. Site infrastructure and process facility layouts have been designed for significant future potential expansions. Capital costs for the initial production phase are estimated at US \$650 million, including escalation and other contingencies. The feasibility study supports Tenke Fungurume advancing into production within the lowest quartile of unit operating costs for world copper producers, thereby achieving strong project economics.

A 40-year mine plan has been developed. During the first 10 years, approximately 25.5 million tonnes of leachable oxide ore are expected to be processed, grading 4.57% copper and 0.37% cobalt. The overall strip ratio is 3.1:1.

During construction, the Tenke Fungurume project will provide employment for approximately 2,000 construction workers. Currently, employees and contractor staffing on the project exceeds 1,000

personnel. During the initial phase of operations, approximately 1,000 full-time employees are expected.

The Tenke Fungurume concessions, encompassing over 1,500 square kilometers, have extensive exploration potential across the project area and a significant drilling program is in progress to potentially add further proven and probable, high-grade ore reserves to the mine plan and for a potential major plant expansion in the early years of the project.

South American Copper/Gold Exploration

Tenke holds an extensive exploration land package in South America. The prime areas of focus are the copper/gold exploration properties in San Juan province in Argentina, in areas in Chile directly across the border from the San Juan properties, and epithermal gold/silver targets in Patagonia, Argentina. These assets will be spun out to Tenke shareholders through a newly-incorporated company, Suramina, pursuant to the Plan of Arrangement. Application will be made to list the common shares of the newly incorporated company on the appropriate exchange.

Community

Tenke's partner Phelps Dodge Corporation (recently acquired by Freeport-McMoRan Copper & Gold Inc. ("Phelps Dodge")) is managing the Tenke Fungurume Project and is making a long-term commitment to mining in the Democratic Republic of the Congo. The intention is to build and operate a copper/cobalt mine near the communities of Tenke and Fun-

gurume that will create economic value for the shareholders and for the country and its people. Tenke and Freeport-McMoRan Copper & Gold Inc. are committed to developing the project in a safe, environmentally and socially responsible manner that contributes significantly to the quality of life for the people of the DRC.

Corporate Social Responsibility

Tenke and its partner are committed to conducting its exploration and project development in a sustainable and socially responsible manner, taking into account the needs and concerns of the communities where the Company operates. The Company believes in

- Operating in an environmentally responsible manner
- Working safely
- Maintaining high standards of ethics, honesty, transparency and integrity
- Being responsible corporate citizens, benefiting communities where we do business
- Development Standards

Through its Congolese entity Tenke Fungurume Mining SARL ("TFM"), Tenke in conjunction with operating partner are committed to implementing high standards in the responsible development of the Tenke Fungurume mineral concessions, recognizing the needs of the local communities and the region and respecting the importance to the DRC of this important asset. The Tenke Fungurume Project is being developed under the following standards:

- The Equator Principles
- Voluntary Principles for Security and Human Rights
- OECD Guidelines for Multinational Enterprises
- WHO Water Quality Standards
- Applicable IFC Guidelines
- Extractive Industry Transparency Initiative

Resource summary

(NI 43-101 June 2006, Mintec and Nilsson Mine Services)

Category	Tonnes ('000)	Cu (%)	Co (%)	Contained Cu (tonnes)	Contained Co (tonnes)
Measured & Indicated	235,000	3.01	0.31	7,070,000	729,000
Inferred	264,000	2.60	0.19	6,860,000	502,000



Social programs

In accordance with the development standards being applied to the Tenke Fungurume Project, and taking into account issues and needs identified in consultation with local villagers, community leaders and provincial authorities, a comprehensive program of social development activities has been implemented on the project.

Significant funding has been allocated during the capital phase for social programs and community facilities needed prior to startup. During mine operations, a special social development fund has been committed by the project whereby 0.3% of net sales revenue will provide annual funding to local and regional social development projects. This fund and its projects will be managed by a board of trustees with involvement by the operator,

community leaders, local government authorities and specialist program advisors.

Current social development programs are aimed at increasing local capacity and improving living conditions for the communities within the Tenke Fungurume mineral concessions. These programs are being managed largely by a Non-Government Organization (“NGO”) PACT Congo, who in turn are supervising specialist NGO’s for each of the social projects underway. Pre-operation phase social programs currently in progress include:

- *Agriculture*
- *Education*
- *Human Rights*
- *Medical*
- *Micro Enterprise Initiative*

Safety

Worker safety is an essential and core aspect of Phelps Dodge’s approach to project development and mine operations. Extensive training is being given to TFM supervisors and staff to promote safe operations and practices.

Village Fresh Water Supply

Through funding being provided by the Lundin for Africa Foundation, ten fresh water wells within the Tenke Fungurume mineral concessions are being drilled in communities remote from the planned areas for mining operations, bringing safe fresh water to an estimated 5000 villagers in the area. A second phase of water wells is being planned thereafter to reach more of the 40 small communities in the region.



Goma Women's Surgical Facility and Shelter

In support of Dr. Lusi of Heal Africa and Vancouver based Souls In Stride, Tenke has for the last three years been providing funding for a surgical centre aiding women affected by violent rape as a result of the conflict in the Goma region. This year, through our funding of the Lundin for Africa Foundation, we are providing funding to aid in the building of housing for 30 women and their children, a community school, a medical clinic, general hall, animal husbandry and agricultural project related to the surgical centre.

Other African country programs

Through Tenke funding and senior executive involvement in the Lundin for Africa Foundation, the Company is also supporting several other African based aid projects including:

- community water wells in Sudan
- a learning Centre tied to a Lundin group sponsored orphanage in Khartoum, Sudan,
- reforestation program - Cameroon
- a clean water program for schools in central Ethiopia and Uganda,
- an orphanage in Sierra Leone

About Lundin Mining

Lundin Mining is a rapidly growing mining and exploration company engaged in the extraction, development, acquisition and discovery of base metal deposits internationally. The company currently owns four operating mines: Neves-Corvo in Portugal, the Zinkgruvan and Storliden mines in Sweden, and the Galmoy mine in Ireland. A fifth mine is under development, the Aljustrel mine in Portugal, which will be brought into production in the third quarter of 2007. Lundin Mining also holds a 49% stake in one of the world's largest zinc projects, Ozernoe, located in the Republic of Buryatia in the Russian Federation. In parallel with developing its operational assets, Lundin Mining has invested in several promising exploration companies.

During 2006, Lundin Mining mined 3.9 million tonnes of ore producing 89,218 tonnes of contained copper, 171,293 tonnes of contained zinc, 45,106 tonnes of contained lead and 2.5 million ounces of contained silver.

Milestones

Lundin Mining is a young company. Up until 2004, the Company's only major asset consisted of a 37% holding in the exploration company North Atlantic Natural Resources ("NAN"). In June 2004, Lundin Mining acquired (at the time under the name of South Atlantic Ventures) the Zinkgruvan mine from Rio Tinto. Since, Lundin Mining has acquired all outstanding shares in NAN, which apart from a significant portfolio of exploration projects also owns the Storliden zinc-copper mine in Sweden. During the spring of 2005, the Irish zinc-lead-silver Galmoy mine was acquired. In November 2006, Lundin Mining merged with another Canadian mining company, EuroZinc Mining and the Portuguese Neves-Corvo copper-zinc mine was added to the production portfolio together with the Aljustrel zinc project. The merger was a significant step in Lundin Mining's growth strategy and took



LUNDIN MINING Financial statements in summary

US\$ '000	March 31, 2007	December 31, 2006	December 31, 2005
Cash	317,393	402,170	74,409
Inventories	30,698	24,723	9,609
Other current assets	135,052	99,560	21,571
Properties, plant & equipment	1,713,990	1,710,041	288,217
Other long term assets	666,010	593,106	13,008
Assets	2,863,143	2,829,600	406,814
Current liabilities	180,238	233,846	41,765
Long term debt	43,296	42,851	–
Long term liabilities	419,151	423,135	119,906
Non-controlling interest			627
Shareholders' equity	2,220,458	2,129,768	244,516
Liabilities & Shareholders' equity	2,863,143	2,829,600	406,814

US\$ '000	Jan–March 2007	2006	2005
Sales	193,920	539,729	192,073
EBITDA	111,445	291,181	75,353
EBIT	75,465	216,190	23,354
Net earnings	53,708	152,949	29,963
Net earnings per share (US\$)	0.19	1.02	0.26
Net earnings per share, diluted (US\$)	0.19	1.01	0.26
Basic weighted average			
No. of shares	285,453,531	149,439,546	115,249,458
Diluted weighted average			
No. of shares	286,057,904	151,152,105	115,975,563

the combined entity to the next level on the global mining scene. Also in November 2006, Lundin Mining acquired a 49% interest in the significant Russian zinc project Ozernoe with the aim of developing the deposit into an open-pit mine.

In April 2007, Lundin Mining announced a takeover bid for all of the outstanding shares and warrants of Rio Narcea Gold Mines, Ltd. which owns the Aguablanca nickel/copper mine in Spain together with significant gold properties in Tasiast, Mauretania.

Production in summary

Milled Ore (tonnes)	2006	2005
Neves-Corvo	2,094,527	2,056,081
Zinkgruvan	787,003	803,883
Galmoy	616,536	644,058
Storliden	362,316	319,411
	3,860,382	3,823,433

Head Grade	2006	2005
Copper		
Neves-Corvo	4.6%	5.0%
Storliden	3.2%	3.7%

Zinc		
Neves-Corvo	8.4%	–
Zinkgruvan	10.3%	9.4%
Galmoy	11.8%	13.7%
Storliden	8.5%	10.9%

Lead		
Zinkgruvan	4.6%	5.1%
Galmoy	3.2%	4.0%

Metal Contained in concentrate

Copper (tonnes)	2006	2005
Neves-Corvo	78,576	89,483
Storliden	10,642	10,839
	89,218	100,322

Neves-Corvo:		
Treatment of Smelter Slag	4,601	–

Zinc (tonnes)	2006	2005
Neves-Corvo	7,505	–
Zinkgruvan	75,909	69,981
Galmoy	60,055	74,321
Storliden	27,824	32,024
	171,293	176,326

Lead (tonnes)	2006	2005
Zinkgruvan	31,850	36,674
Galmoy	13,256	17,284
	45,106	53,958

Silver (ounces)	2006	2005
Zinkgruvan	1,760,907	1,866,061
Galmoy	131,797	203,292
Neves-Corvo	645,521	764,828
	2,538,225	2,834,181



Description of operations

NEVES CORVO MINE

The Neves-Corvo copper and zinc mine is located 220 kilometres southeast of Lisbon in the Alentejo district of Portugal. In June 2004 the Portuguese company, Somincor, which owns and operates the mine was acquired by EuroZinc Mining Corporation. As of November 2006, Somincor was fully consolidated into Lundin Mining. Following the acquisition by EuroZinc of Neves-Corvo, management has focused on improving the mine's operating performance and exploring for new resources and reserves in the immediate vicinity.

Neves-Corvo is an underground mine that has been a significant producer of copper since its opening in 1989. Since the start of production, the mine has produced a total of 2 million tonnes of copper metal. In the year 2006 it produced approximately 78,600 tonnes of copper metal. In addition to copper, Neves-Corvo has significant zinc reserves. Production of zinc concentrates started in July 2006 at an initial rate of 12,500 tonnes of contained metal a year. The capacity of the copper mill is approximately 2.2 million tonnes of ore per annum, while the zinc plant has a capacity of 0.35 million tonnes.

In 2006, drilling crews completed approximately 13,600 metres of a definition-drilling programme on the western edge of the Neves deposit and the Lombador deposit. The drill results led to the initiation of an engineering study aimed at increasing zinc ore throughput at the operation. The paste tailings deposition physical analysis work was completed and the final reports are to be submitted in the spring of 2007. This method will ensure tailings storage capacity beyond the end of the mine life, which is currently estimated to be 2022.

Two value enhancement campaigns were initiated in 2006 with the objective of improving labour productivity levels and optimising capital productivity.



Location: PORTUGAL

December 31, 2006	Tonnes	Copper %	Zinc %	Lead %
Mineral reserves				
Proven & Probable, Copper	17,239,107	4.9	0.8	0.2
Proven & Probable, Zinc	10,929,725	0.4	7.9	1.5
Mineral Resources				
Measured & Indicated, Copper	19,421,245	5.6	1.0	0.3
Measured & Indicated, Zinc	30,671,543	0.6	6.2	1.2
Inferred, Copper	3,002,102	4.5	0.8	0.2
Inferred, Zinc	25,464,727	0.6	5.5	1.5
Estimated Mine Life	16+ years			

Resources are inclusive of reserves



ZINKGRUVAN MINE

Lundin Mining acquired Zinkgruvan in 2004 and the mine constitutes one of the company's principal assets. Located in central Sweden, Zinkgruvan has been in production continuously since 1857. The primary metal produced is zinc, with lead and silver as by-products. Zinkgruvan is one of the largest underground zinc mines in Sweden and is ranked in the lowest cash cost quartile among global zinc mines. The mine has an estimated

reserve life of 10 years, with additional resources that may support mining for a further seven to eight years.

Work commenced in 2006 on developing a new Life of Business Plan, with the objective of increasing the life of the mine and its total asset value. The basis of the plan is to increase near-mine exploration and explore the potential for copper production. Studies are underway with the aim of establishing increased production levels, while maintaining low cash costs from improved mine infrastructure.

Preparations have been made to meet a planned production increase for 2007 when ore mined and milled is expected to reach approximately 850,000 tonnes. In the final quarter of 2006, contractors were employed for waste and ore development, as well as narrow vein mining. Also, the decision was taken to conduct a major upgrading of the ore dressing plant and to install variable speed control on the primary autogenous mill. This investment is expected to enable higher throughput in the mill, while providing substantial noise reduction.

Location: SWEDEN

December 31, 2006	Tonnes	Zinc %	Lead %	Silver g/t	Copper %
Mineral reserves					
Proven & Probable	8,648,000	9.7	4.8	100	—
Mineral Resources					
Measured & Indicated, Zinc	1,788,000	8.3	2.6	67	—
Indicated, Copper	2,800,000	0.5	0.0	32	2.9
Inferred, Zinc	7,790,000	10.6	4.4	101	—
Inferred, Copper	890,000	0.2	0.0	28	3.1
Estimated Mine Life	17+ years				

Resources are exclusive of reserves



GALMOY MINE

The Galmoymine was consolidated into Lundin Mining following the formal merger with Arcon in May 2005. Construction of the mine began in 1995 and production in 1997. The primary metal produced is zinc, with lead and silver obtained as by-products. Galmoymine has an expected life of mine of four years. A major revision of the production plan was performed during the

second half of 2006, focused on assuring increased recovery of the ore reserves over the operational life of the mine.

The improvement program initiated in 2005 has led to increased availability and stability of the mill. The process results have not yet reached the expected outcomes planned during 2005. The main reason for not reaching the target is linked to the complex mineralogy of the ore reserves. The lead circuit was expanded during the fourth quarter of 2006 with the installation of an additional flotation cell. The increased flotation capacity in the circuit will enable the mill to increase the recovery of lead and zinc.

Location: IRELAND

December 31, 2006	Tonnes	Zinc %	Lead %	Silver g/t
Mineral reserves				
Proven & Probable	2,577,000	15.0	4.3	40
Mineral Resources				
Measured & Indicated	1,458,000	16.7	3.6	32
Inferred	89,000	13.0	2.9	26
Estimated Mine Life	5+ years			

Resources are exclusive of reserves

STORLIDEN MINE

The Storliden zinc and copper deposit, located in the Skellefte District of northern Sweden, was discovered by North Atlantic Natural Resources ("NAN") in 1998. The mine was constructed in a significantly shorter time than the average for the industry, becoming operational in 2002. Following Lundin Mining's acquisition of NAN in 2005, Storliden is fully consolidated into Lundin Mining. As at 30 June 2006, Lundin Mining controls 100% of the shares of NAN.

Through an agreement, Storliden is operated by Boliden and ore from the mine is processed by Boliden at its processing facilities in the Boliden Area Operations, approximately 90 kilometres from the mine.

The mine's zinc cash costs are very competitive due to the high by-product credits from copper. The Storliden ore reserves are expected to be depleted during 2007 and operations are planned for closure in the fourth quarter. Costs for the closure – which have been provisioned for – are expected to total no more than US\$400,000. Exploration efforts in the area are ongoing, with the objective of replacing Storliden.



Location: SWEDEN

December 31, 2006	Tonnes	Zinc %	Copper %	Gold g/t	Silver g/t
Mineral reserves					
Proven	224,000	6.8	2.0	0.2	16.1
Estimated Mine Life	Expect closure in Q4-07				

Resources are exclusive of reserves

ALJUSTREL PROJECT

The Aljustrel development project is located approximately 40 kilometres northwest of the Neves-Corvo mine in Portugal. Aljustrel is owned by Pirites Alentejanas, formerly part of EuroZinc Mining Corporation and since November 2006 fully consolidated into Lundin Mining.

The mine is planned to become operational in September 2007 and to reach full production after 14 months. Annual production is expected to amount to 80,000 tonnes of contained zinc, 17,000 tonnes of contained lead and 1.25 million ounces of silver. The estimated mine life exceeds 10 years. Additional exploration is planned for 2007 to find extensions of the known ore bodies with the aim of increasing the mine life.

In May 2006, the Prime Minister of Portugal officially opened the project and the company initiated its development and infrastructure preparation work for

the planned start-up of the mine. In September 2006, the first blast marked the commencement of capital development work at the Feitais main ramp system.



Location: PORTUGAL

December 31, 2006	Tonnes	Copper %	Zinc %	Lead %	Silver g/t
Mineral reserves					
Probable, Zinc	14,400,000	0.3	5.5	1.8	62.6
Probable, Copper	1,600,000	2.2	1.0	0.3	14.3
Mineral Resources					
Measured & Indicated, Zinc	23,579,000	0.2	5.7	1.8	60.8
Measured & Indicated, Copper . . .	6,920,000	2.1	1.1	0.4	17.2
Inferred, Zinc	9,321,000	0.3	5.3	1.6	51.2
Inferred, Copper	1,990,000	2.1	0.8	0.2	11.7
Estimated Mine Life	10+ years				

Resources are inclusive of reserves

THE OZERNOE PROJECT

In the fourth quarter of 2006, Lundin Mining acquired from IFC Metropol a 49% interest in the Ozernoe project in the Republic of Buryatia in the Russian Federation. The aim is to develop the Ozernoe deposit into one of the world's most significant zinc-lead-silver open pit mines. The concentrates are planned to be directed to smelters in Russia, China, Japan and Korea. The deposit is located approximately 190 kilometres east of Lake Baikal, 160 kilometres north of the Trans-Siberian Railroad and 250 kilometres northeast of Ulan Ude, the capital of Buryatia.

Ozernoe is estimated to be the sixth largest undeveloped zinc deposit in the world. The Ozernoe polymetallic ore field license covers an area of six square kilometres. According to the pre-feasibility study (AMC, April 2006), JORC-classified indicated resources amount to 157 million tonnes grading 5.2% zinc and 1.0% lead (at a 2% zinc cut-off); and the mine, at full production, is planned to produce 300,000 to 350,000 tonnes of con-

tained zinc annually plus significant volumes of lead. The deposit also contains significant recoverable silver. The bankable feasibility study, with detailed work, commenced in May 2007.

Site work, in addition to drilling programmes, is underway to develop permanent camp facilities and other basic infrastructure required to develop this resource. During spring 2007, crews completed the installation of a temporary 40-man camp, with commencement on a 330-man permanent camp facility and the installation of a principal bridge for access to the property.

The proximity of the mine site to Lake Baikal, the world's largest reserve of fresh water, and a World Heritage Site, will demand a high level of environmental responsibility. However, Lundin Mining, through its subsidiaries, has demonstrated that it is able to meet and exceed the strictest of environmental regulations in all of the jurisdictions in which the company operates.

EXPLORATION

Lundin Mining's exploration is focused on activities that add value to the company through:

- in-house discoveries of deposits which become new corporate assets
- successful exploration partnerships with other companies, through joint ventures and/or strategic partnerships
- direct investments in other successful exploration and mining companies
- identification and evaluation of potential mergers and acquisitions targets.

The Exploration Projects group currently has staffed offices and dedicated programmes in Sweden, Ireland and the Iberian Peninsula (Portugal/Spain), serviced by a fully equipped geophysics team. In addition, a New Projects group has been assembled to develop new exploration projects and provide technical support to the Company's exploration partners.

In-mine and near-mine exploration

During 2006, in-mine and near-mine exploration was significantly ramped up at all of Lundin Mining's operations, with the objective of finding new ore zones that will extend mine lives and increase the asset base of the company.

Greenfield exploration

During 2006, greenfield base metal exploration was conducted in the Skellefte and Bergslagen districts of Sweden and on prospecting licenses throughout Ireland. Following the merger with EuroZinc Mining Corporation, Lundin Mining became a major copper-zinc explorer in Portugal. In addition to the mine exploration programme at Neves-Corvo and a brownfield exploration programme in the vicinity of the Aljustrel mine development project, the company now incorporates an aggressive regional exploration programme on the very large land holding in the Iberian pyrite belt.



Strategic partnerships

In 2006, Lundin Mining emphasized the importance of acquiring interests in, and providing financial and technical support to, successful junior exploration and prospecting companies. Lundin Mining believes the formation of strategic partnerships with such companies is the best approach to participating in rewarding new exploration opportunities and discoveries. Consequently, Lundin Mining Exploration is organised and increasingly staffed to focus on this significant corporate development role.

During 2006 and early in 2007, new strategic partnerships were formed with three exploration companies. Efforts continue in 2007 to identify additional strategic partners with exceptional quality exploration projects and people.

The three new strategic partnerships formed in 2006 are Sunridge Gold Corporation, Sanu Resources Ltd., Mantle Resources Ltd.

Risks and taxes

Risks

The merged company's properties and operations will be subject to certain risks including, but not limited to, government regulations relating to mining, metal prices and currency rate fluctuations, competition, receipts of permits and approval from government authorities, operating hazards and other risks inherent to the exploration, development and operation of a mine.

The Company's earnings and cash flow are highly sensitive to changes in metal prices and currencies. The most important metals are zinc and copper, but the company is also affected by price changes in lead and to some extent silver.

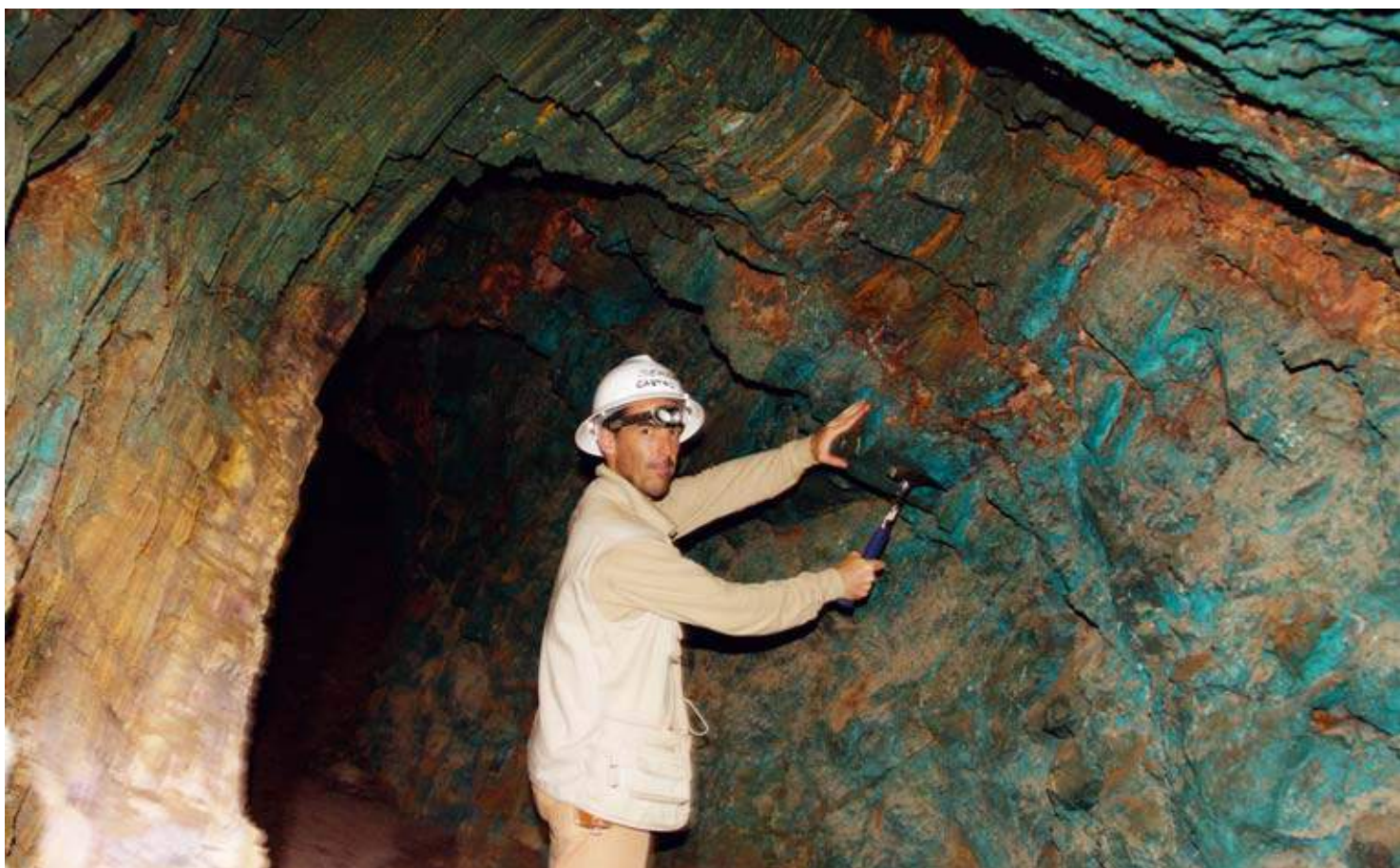
A conclusion of the pending offer to acquire all outstanding shares in Rio Narcea Gold Inc. will lead to an exposure also to changes in nickel prices. Volatility in the metal prices is influenced by factors such as exchange rates, inflation, political and the world's supply and demand fundamentals, which are beyond the control of the Company.

Through its international operations, Lundin Mining Corporation is exposed to currency risks including both transaction and translation exposure. Currency fluctuations affect revenues, as the concentrates are sold in US dollars while operating costs and capital expenditures are transacted in other currencies. Further,

the Company is subject to credit risk through its trade receivables.

Taxes

There will be no significant tax consequences for Swedish holders of SDRs following the transaction. For more detailed information on tax consequences, see the Circular, dated May 18, 2007.



Unaudited financial statements in summary

The following tables set out certain pro forma combined financial information of Lundin Mining and Tenke for the year ended December 31, 2006 and the three months ended March 31, 2007 after giving effect to the Arrangement.

LUNDIN MINING CORPORATION PRO FORMA CONSOLIDATED FINANCIAL STATEMENTS

As at March 31, 2007 and

For the Three Months Ended March 31, 2007 and

For the Year Ended December 31, 2006



Compilation Report on Pro Forma Consolidated Financial Statements of Lundin Mining Corporation

To the Directors of Lundin Mining Corporation

We have read the accompanying unaudited pro forma consolidated balance sheet of Lundin Mining Corporation ("Lundin" or the "Company") as at March 31, 2007 and unaudited pro forma consolidated statement of operations for the three months then ended and for the year ended December 31, 2006, and have performed the following procedures:

1. Compared the figures in the columns captioned "Lundin Mining Historical" to the to the unaudited consolidated financial statements of the Company as at March 31, 2007 and for the three months then ended, and the audited financial statements of the Company for the year ended December 31, 2006, respectively, and found them to be in agreement
2. Compared the figures in the columns captioned "Adjusted Tenke" to the unaudited consolidated financial statements of Tenke Mining Corporation ("Tenke") as at March 31, 2007 and for the three months then ended less the unaudited financial statements of Suramina Resources Inc. ("Suramina") as at March 31, 2007 less the adjustment to cash and cash equivalents described in note 3(b)(i) and for the three months then ended and the audited consolidated financial statements of Tenke for the year ended December 31, 2006 less the audited financial statements of Suramina for the year ended December 31, 2006, respectively, and found them to be in agreement.
3. Compared the figures in the columns captioned "Rio Narcea Historical" to the unaudited consolidated financial statements of Rio Narcea Gold Mines Ltd ("Rio Narcea") as at March 31, 2007 and for the three months then ended and for the year ended December 31, 2006, respectively, and found them to be in agreement.
4. Made enquiries of certain officials of the company who have responsibility for financial and accounting matters about:
 - (a) the basis for determination of the pro forma adjustments; and
 - (b) whether the pro forma financial statements comply as to form in all material respects with securities acts of the provinces and territories of Canada (the "Acts") and the related regulations.
5. The officials:
 - (a) described to us the basis for determination of the pro forma adjustments, and
 - (b) stated that the pro forma financial statements comply as to form in all material respects with the Acts and the related regulations.
6. Read the notes to the pro forma financial statements, and found them to be consistent with the basis described to us for determination of the pro forma adjustments.
7. Recalculated the application of the pro forma adjustments to the aggregate of the amounts in the columns captioned "Lundin Mining Historical," "Adjusted Tenke" and "Rio Narcea Historical" as applicable, and found the amounts in the columns captioned "Pro Forma Lundin and Tenke," "Pro Forma Lundin, Tenke and Rio Narcea" and "Pro Forma Lundin" as at and for the three months ended March 31, 2007 and for the year ended December 31, 2006, as applicable, to be arithmetically correct.

A pro forma financial statement is based on management assumptions and adjustments which are inherently subjective. The foregoing procedures are substantially less than either an audit or a review, the objective of which is the expression of assurance with respect to management's assumptions, the pro forma adjustments, and the application of the adjustments to the historical financial information. Accordingly, we express no such assurance. The foregoing procedures would not necessarily reveal matters of significance to the pro forma financial statements, and we therefore make no representation about the sufficiency of the procedures for the purposes of a reader of such statements.

Chartered Accountants

Vancouver
May 18, 2007

Pro Forma Consolidated Balance Sheets

As at March 31, 2007

(All amounts in thousands of United States dollars, except where noted)

(Unaudited)

	Lundin Mining Historical	Adjusted Tenke (note 3(b)(i))	Tenke Acquisition Pro Forma Adjustments (note 3(b)(ii))	Pro Forma Lundin Mining and Tenke	Rio Narcea Historical	Pro Forma Adjustments (note 4(a))	Pro Forma Lundin Mining, Tenke and Rio Narcea	Gold Mining Disposition Pro Forma Adjustments (note 5)	Pro Forma Lundin Mining
ASSETS									
Current assets									
Cash and cash equivalents	\$ 317,393	\$ 96,501	\$ (1,550)	\$ 412,344	\$ 71,718	\$ 42,117	\$ 526,179	\$ (11,523)	\$ 514,656
Restricted cash	-	-	-	-	5,950	-	5,950	-	5,950
Accounts receivable	130,340	52	-	130,392	21,944	-	152,336	(282)	152,054
Inventories	30,968	-	-	30,968	12,713	-	43,681	(512)	43,169
Other current assets	4,442	17	-	4,459	7,523	-	11,982	-	11,982
	483,143	96,570	(1,550)	578,163	119,848	42,117	740,128	(12,317)	727,811
Long term receivables	952	-	-	952	-	-	952	-	952
Reclamation fund	31,987	-	-	31,987	-	-	31,987	-	31,987
Long term investments	95,952	1,128	-	97,080	43,748	-	140,828	-	140,828
Equity investment in Tenke Fungurme	-	105,151	1,274,741	1,379,892	-	-	1,379,892	-	1,379,892
Mineral properties, plant and equipment	1,713,990	2	-	1,713,992	231,313	141,614	2,086,919	(270,315)	1,816,604
Goodwill	524,240	-	-	524,240	-	-	524,240	-	524,240
Unallocated purchase price	-	-	-	-	-	343,006	343,006	-	343,006
Other assets	1,987	-	-	1,987	1,314	-	3,301	-	3,301
Future income tax assets	10,892	-	-	10,892	5,518	-	16,410	-	16,410
	\$ 2,863,143	\$ 202,851	\$ 1,273,191	\$ 4,339,185	\$ 401,741	\$ 526,737	\$ 5,267,663	\$ (282,632)	\$ 4,985,031
LIABILITIES									
Current liabilities									
Accounts payable and accrued liabilities	\$ 120,184	\$ 698	\$ -	\$ 120,882	\$ 51,092	\$ -	\$ 171,974	\$ (3,927)	\$ 168,047
Income taxes payable	54,192	-	-	54,192	-	-	54,192	-	54,192
Current portion of long term debt and capital leases	2,658	-	-	2,658	11,577	-	14,235	(11,397)	2,838
Current portion of deferred revenue	3,204	-	-	3,204	-	-	3,204	-	3,204
	180,238	698	-	180,936	62,669	-	243,605	(15,324)	228,281
Long-term debt and capital leases	43,296	-	-	43,296	34,789	800,000	878,085	(253,970)	624,115
Deferred revenue	58,845	-	-	58,845	-	-	58,845	-	58,845
Provision for pension obligations	15,259	-	-	15,259	-	-	15,259	-	15,259
Asset retirement obligations and other provisions	97,627	-	-	97,627	24,763	-	122,390	(10,350)	112,040
Future income tax liabilities	247,420	-	194,398	441,818	5,766	-	447,584	(2,988)	444,596
Non-controlling Interest	-	-	-	-	491	-	491	-	491
	642,685	698	194,398	837,781	128,478	800,000	1,766,259	(282,632)	1,483,627
Shareholders' equity									
Share capital	1,897,447	337,350	943,596	3,178,393	250,278	(250,278)	3,178,393	-	3,178,393
Contributed surplus	7,545	(2,940)	2,940	7,545	23,439	(23,439)	7,545	-	7,545
Accumulated other comprehensive income	83,556	503	(503)	83,556	24,909	(24,909)	83,556	-	83,556
Retained earnings (deficit)	231,910	(132,760)	132,760	231,910	(25,363)	25,363	231,910	-	231,910
	2,220,458	202,153	1,078,793	3,501,404	273,263	(273,263)	3,501,404	-	3,501,404
	\$ 2,863,143	\$ 202,851	\$ 1,273,191	\$ 4,339,185	\$ 401,741	\$ 526,737	\$ 5,267,663	\$ (282,632)	\$ 4,985,031

The accompanying notes are an integral part of these consolidated financial statements.

Pro Forma Consolidated Statements of Operations

For the three months ended March 31, 2007

(All amounts in thousands of United States dollars, except where noted)

(Unaudited)

	Lundin Mining Historical	Adjusted Tenke (note 3(b)(iii))	Gold Mining Pro Forma Lundin Mining and Tenke	Disposition Rio Narcea Historical	Pro Forma Adjustments (note 4(a))	Lundin Mining, Tenke and Rio Narcea	Pro Forma Adjustments (note 5)	Pro Forma Lundin Mining
Sales	\$ 193,920	\$ -	\$ 193,920	\$ 62,661	\$ -	\$ 256,581	\$ -	\$ 256,581
Cost of sales	(67,242)	-	(67,242)	(17,982)	-	(85,224)	-	(85,224)
Accretion of asset retirement obligations ...	(1,120)	-	(1,120)	-	-	(1,120)	-	(1,120)
Depreciation, depletion and amortization ...	(35,878)	-	(35,878)	(3,135)	-	(39,013)	82	(38,931)
	89,680	-	89,680	41,544	-	131,224	82	131,306
Expenses								
General exploration and project investigation	(4,919)	-	(4,919)	(569)	-	(5,488)	-	(5,488)
Selling, general and administration	(6,731)	(1,119)	(7,850)	(2,178)	-	(10,028)	548	(9,480)
Stock-based compensation	(1,520)	(451)	(1,971)	-	-	(1,971)	-	(1,971)
Foreign exchange gains (losses)	(2,720)	767	(1,953)	(1,382)	-	(3,335)	(262)	(3,597)
Gains (losses) on derivative instruments .	(5,524)	-	(5,524)	(4,828)	-	(10,352)	2,492	(7,860)
Interest and other income and expenses .	4,029	949	4,978	568	-	5,546	(266)	5,280
Interest and bank charges	(910)	(1)	(911)	(184)	(11,940)	(13,035)	3,358	(9,677)
	(18,295)	145	(18,150)	(8,573)	(11,940)	(38,663)	5,870	(32,793)
Earnings before undernoted items	71,385	145	71,530	32,971	(11,940)	92,561	5,952	98,513
Gain on sale of investments	-	-	-	3,276	-	3,276	-	3,276
Non-controlling interest	-	-	-	35	-	35	-	35
Earnings before income taxes	71,385	145	71,530	36,282	(11,940)	95,872	5,952	101,824
Income taxes								
Current income taxes	(14,021)	-	(14,021)	-	-	(14,021)	-	(14,021)
Future income tax (expense) recovery ...	(3,656)	-	(3,656)	(9,932)	4,179	(9,409)	(71)	(9,480)
	(17,677)	-	(17,677)	(9,932)	4,179	(23,430)	(71)	(23,501)
Net earnings (loss)	\$ 53,708	\$ 145	\$ 53,853	\$ 26,350	\$ (7,761)	\$ 72,442	\$ 5,881	\$ 78,323
Earnings per share (\$ per share)								
Basic	\$ 0.19		\$ 0.14			\$ 0.19		\$ 0.20
Diluted	\$ 0.19		\$ 0.14			\$ 0.19		\$ 0.20
Weighted average number of shares outstanding (000's)								
Basic	285,454	105,517	390,970			390,970		390,970
Diluted	286,058	105,517	391,575			391,575		391,575

The accompanying notes are an integral part of these consolidated financial statements.

Pro Forma Consolidated Statements of Operations

For the year ended December 31, 2006

(All amounts in thousands of United States dollars, except where noted)

(Unaudited)

	Lundin Mining Historical	Adjusted Tenke (note 3(b)(iii))	EuroZinc Acquisition Pro Forma Adjustments (note 3(a))	Pro Forma Lundin Mining and Tenke	Rio Narcea Historical	Pro Forma Adjustments (note 4(b))	Pro Forma Lundin Mining, Tenke and Rio Narcea	Gold Mining Disposition Pro Forma Adjustments (note 5)	Pro Forma Lundin Mining
Sales	\$ 539,729	\$ -	\$ 410,488	\$ 950,217	\$ 225,694	\$ -	\$ 1,175,911	\$ -	\$ 1,175,911
Cost of sales	(219,088)	-	(92,741)	(311,829)	(108,465)	-	(420,294)	-	(420,294)
Accretion of asset retirement obligations ...	(1,284)	-	(2,371)	(3,655)	-	-	(3,655)	-	(3,655)
Depreciation, depletion and amortization ...	(74,991)	-	(65,677)	(140,668)	(15,434)	-	(156,102)	186	(155,916)
	244,366	-	249,699	494,065	101,795	-	595,860	186	596,046
Expenses									
General exploration and project investigation	(9,857)	(298)	(3,077)	(13,232)	(4,905)	-	(18,137)	-	(18,137)
Selling, general and administration	(17,051)	(1,519)	(5,987)	(24,557)	(9,206)	-	(33,763)	696	(33,067)
Stock-based compensation	(2,381)	(3,151)	(2,719)	(8,251)	-	-	(8,251)	-	(8,251)
Foreign exchange gains (losses)	(16,907)	(618)	(350)	(17,875)	629	-	(17,246)	(705)	(17,951)
Gains (losses) on derivative instruments .	420	-	(82,221)	(81,801)	(37,793)	-	(119,594)	7,933	(111,661)
Interest and other income and expenses .	8,321	3,039	11,240	22,600	1,606	-	24,206	(99)	24,107
Interest and bank charges	(1,646)	(2)	(3,224)	(4,872)	(1,830)	(47,760)	(54,462)	13,433	(41,029)
	(39,101)	(2,549)	(86,338)	(127,988)	(51,499)	(47,760)	(227,247)	21,258	(205,989)
Earnings before undernoted items	205,265	(2,549)	163,361	366,077	50,296	(47,760)	368,613	21,444	390,057
Gain on sale of investments	9	-	-	9	-	-	9	-	9
Non-controlling interest	(183)	-	-	(183)	30	-	(153)	-	(153)
Earnings before income taxes	205,091	(2,549)	163,361	365,903	50,326	(47,760)	368,469	21,444	389,913
Income taxes									
Current income taxes	(50,291)	-	(43,799)	(94,090)	-	-	(94,090)	-	(94,090)
Future income tax (expense) recovery ...	(1,851)	-	9,153	7,302	20,405	16,716	44,423	(3,396)	41,027
	(52,142)	-	(34,646)	(86,788)	20,405	16,716	(49,667)	(3,396)	(53,063)
Net earnings (loss)	\$ 152,949	\$ (2,549)	\$ 128,715	\$ 279,115	\$ 70,731	\$ (31,044)	\$ 318,802	\$ 18,048	\$ 336,850
Earnings per share (\$ per share)									
Basic	\$ 1.02			\$ 0.72			\$ 0.82		\$ 0.87
Diluted	\$ 1.01			\$ 0.71			\$ 0.82		\$ 0.86
Weighted average number of shares outstanding (000's)									
Basic	149,440	105,517	133,955	388,912			388,912		388,912
Diluted	151,152	105,517	133,955	390,624			390,624		390,624

The accompanying notes are an integral part of these consolidated financial statements.

Notes to the Pro Forma Consolidated Financial Statements

For the three months ended March 31, 2007

(All amounts in thousands of United States dollars, except where noted)

(Unaudited)

1. Proposed Transactions and Basis of Presentation

On April 4, 2007, Lundin Mining Corporation ("Lundin" or the "Company") made an offer to the shareholders of Rio Narcea Gold Mining Ltd. ("Rio Narcea") to purchase all issued and outstanding common shares of Rio Narcea for Cdn\$5.00 per share and all outstanding warrants of Rio Narcea for Cdn\$1.04 per warrant for total cash consideration of approximately \$765.5 million (the "Rio Narcea Acquisition"). In conjunction with the Rio Narcea Acquisition, the Company granted Red Back Mining Inc. an option (the "Red Back Option") to purchase certain gold mining related net assets of Rio Narcea for cash consideration of \$225 million and the assumption of liabilities, including a \$42.5 million loan ("Gold Asset Disposition"). Funding for the Rio Narcea Acquisition is expected to be through an \$800 million credit facility. If the Red Back Option is exercised, the Company anticipates that the \$225 million proceeds from the Gold Asset Disposition will be applied to reduce the amount outstanding on the credit facility.

On April 11, 2007, the Company and Tenke Mining Corp. ("Tenke") announced that they entered into a definitive agreement to combine the two companies (the "Tenke Acquisition"). The transaction will be completed by way of a Plan of Arrangement (the "Arrangement"). At closing, all Tenke common shares will be automatically exchanged on the basis of 1.73 Lundin common shares for each Tenke common share. Pursuant to the Arrangement Tenke will convey its South American assets and cash in the amount of \$5 million to a newly incorporated, wholly-owned subsidiary, Suramina Mining Inc. ("Suramina"). The shares of Suramina will be distributed to Tenke shareholders immediately prior to the effective time of the Arrangement and an application will be made to list the common shares of Suramina on the Toronto Stock Exchange.

These pro forma consolidated financial statements of Lundin reflect the Tenke Acquisition, the Rio Narcea Acquisition (the "Acquisitions") and the Gold Asset Disposition. The Tenke Acquisition is subject to the approval of the shareholders of the Company and the shareholders of Tenke and applicable regulatory authorities. The Rio Narcea acquisition is subject to the tender of shares representing at least 66 2/3% of the outstanding common shares of Rio Narcea, calculated on a fully diluted basis. The Gold Asset Disposition is dependent on the exercise by Red Back Mining Inc. of their rights under the Red Back Option.

Accordingly, the pro forma consolidated financial statements have been presented with three sub-totals representing Lundin on a pro forma basis after making adjustments for each transaction as follows:

- Pro Forma Lundin after the Tenke Acquisition (note 3)
- Pro Forma Lundin after the Tenke Acquisition and Rio Narcea Acquisition (note 4)
- Pro Forma Lundin after the Acquisitions and the Gold Asset Disposition (note 5)

These pro forma consolidated financial statements have been prepared in accordance with generally accepted accounting principles in Canada, and do not contain all the information required for annual or interim financial statements. Accordingly, they should be read in conjunction with the most recent annual and interim consolidated financial statements of each of Lundin, Tenke and Rio Narcea.

These pro forma consolidated financial statements have been prepared on the basis that Lundin is considered the acquirer for each of the Acquisitions. The pro forma consolidated balance sheet is prepared to give effect to the Acquisitions and the Gold Asset Disposition as if they occurred on March 31, 2007. The pro forma statements of operations are prepared to give effect to the Acquisitions and the Gold Asset Disposition as if they occurred on January 1, 2006.

These pro forma consolidated financial statements are not intended to reflect the financial position of Lundin which would have resulted had the Acquisitions and the Gold Asset Disposition actually been completed on March 31, 2007 or the results of operations of Lundin that would have resulted had the Acquisitions and the Gold Asset Disposition actually been effected on January 1, 2006. Further, the pro forma results of operations may not be indicative of future results.

The allocation of the purchase price to the identifiable assets and liabilities and the adjustments to the statements of operations presented in these pro forma consolidated financial statements related to the Acquisitions is preliminary and subject to change. In arriving at the fair values of assets and liabilities of Rio Narcea, the Company has made assumptions, estimates and assessments which are solely based on available public information. The actual fair values of the identifiable assets and liabilities will be determined as of the date of the acquisition and may differ materially from the amounts disclosed in the purchase price allocations set out herein due to changes in the estimates which will occur as more information is available for assessment.

2. Significant Accounting Policies

Accounting policies used in the preparation of these pro forma consolidated financial statements are disclosed in Lundin's audited consolidated financial statements for the year ended December 31, 2006

and the interim consolidated financial statements for the three months ended March 31, 2007. No adjustment has been made for differences in accounting policies between Lundin and Tenke Mining or between Lundin and Rio Narcea, except as identified and indicated in the notes to these pro forma consolidated financial statements.

3. EuroZinc Acquisition and Tenke Acquisition (a) EuroZinc Acquisition

On October 31, 2006 the Company completed the acquisition of 100% of the issued and outstanding common shares of EuroZinc Mining Corporation ("EuroZinc"). The pro forma consolidated statement of operations of the Company for the year ended December 31, 2006 has been adjusted as follows:

- EuroZinc Earnings for the Period January 1, 2006 to October 31, 2006*

Earnings of EuroZinc for the period January 1, 2006 to October 31, 2006 prior to the date of acquisition have been included to reflect the results of operations as though the acquisition had been completed on January 1, 2006.

- EuroZinc Purchase Accounting*

Depreciation, depletion and amortization has been increased by \$43.0 million and future income tax recovery has been increased by \$9.3 million to reflect the amortization and related tax effect of the fair value adjustments to mineral properties, plant and equipment related to the acquisition of EuroZinc for the ten months ended October 31, 2006.

(b) Tenke Acquisition

- Adjusted Tenke*

The assets and liabilities of Tenke being acquired by Lundin under the Arrangement are represented on the pro forma consolidated balance sheet as "Adjusted Tenke". Adjusted Tenke has been derived from the consolidated financial statements of Tenke as at March 31, 2007 after taking into effect the transfer of the South American assets and liabilities to Suramina, including additional cash of \$5 million, and an assumption that all Tenke stock options (all of which are in-the-money) are exercised prior to the Tenke Acquisition for cash proceeds of \$8.2 million as follows:

	Tenke Mining Corp. historical		Suramina Resources historical	Adjustments	Pro forma adjustment - exercise of Tenke stock options	Adjusted Tenke book value
Cash and cash equivalents	\$ 94,275	\$	(924)	\$ (5,000)	\$ 8,150	\$ 96,501
Accounts receivable	739		(687)	-	-	52
Inventories	8		(8)	-	-	-
Other current assets	17		-	-	-	17
Long term investments	1,128		-	-	-	1,128
Equity investment in Tenke Fungurme	105,151		-	-	-	105,151
Mineral properties, plant and equipment	16,179		(16,177)	-	-	2
Accounts payable and accrued liabilities	(1,031)		333	-	-	(698)
Net assets	\$ 216,466	\$	(17,463)	\$ (5,000)	\$ 8,150	\$ 202,153

(ii) *Tenke Acquisition Pro Forma Adjustments – Consolidated Balance Sheet*

The acquisition of Tenke is accounted for as an asset purchase for accounting purposes. Under this method of accounting, the identifiable assets and liabilities of Tenke are recorded upon acquisition by the Company at their fair values, and the fair values are adjusted for the effect of future income taxes if the tax values of the assets and liabilities differ from their fair values. No goodwill is recorded on an asset purchase. The measurement of the purchase consideration for Tenke in these pro forma

consolidated financial statements is recorded at the closing price of Lundin shares on the date of the announced plan of arrangement being Cdn\$13.90 per share, or US\$1,280.9 million. The actual purchase consideration will be determined using the share price and number of outstanding shares at the date of closing.

The adjustments to the pro forma consolidated balance sheet as at March 31, 2007 to record the identifiable assets and liabilities of Tenke at fair value are as follows:

	Adjusted Tenke fair value	Adjusted Tenke book value (note 3(b)(i))	Pro forma adjustments
Cash and cash equivalents	\$ 94,951	\$ (96,501)	\$ (1,550)
Accounts receivable	52	(52)	B
Other current assets	17	(17)	-
Long term investments	1,128	(1,128)	-
Equity investment in Tenke Fungurme	1,379,892	(105,151)	1,274,741
Mineral properties, plant and equipment	2	(2)	-
Accounts payable and accrued liabilities	(698)	698	-
Future income tax liabilities	(194,398)	-	(194,398)
Net assets	\$ 1,280,946	\$ (202,153)	\$ 1,078,793

(iii) *Adjusted Tenke – Pro Forma Consolidated Statement of Operations*

The results of operations of Tenke being acquired by Lundin under the Arrangement are represented on the pro forma consolidated statement of opera-

tions as "Adjusted Tenke". Adjusted Tenke has been derived from the consolidated statements of operations of Tenke for the three months ended March 31, 2007 and the year ended December 31, 2006.

Three Months Ended March 31, 2007

	Tenke Mining Corp. historical	Suramina Tesources Inc. historical	Adjusted Tenke
Selling, general and administration	\$ (1,229)	\$ (110)	\$ (1,119)
Stock-based compensation	(502)	(50)	(451)
Foreign exchange gains (losses)	739	(27)	767
Interest and other income and expenses	958	9	949
Interest and bank charges	(1)	-	(1)
	\$ (35)	\$ (178)	\$ 145

Year Ended December 31, 2006

	Tenke Mining Corp. historical	Suramina Tesources Inc. historical	Adjusted Tenke
General exploration and project investigation	\$ (902)	\$ (604)	\$ (298)
Selling, general and administration	(1,845)	(326)	(1,519)
Stock-based compensation	(3,501)	(350)	(3,151)
Foreign exchange gains (losses)	(798)	(180)	(618)
Interest and other income and expenses	2,934	(105)	3,039
Interest and bank charges	(93)	(91)	(2)
Write-off of mineral property interests	(1,491)	(1,491)	-
	\$ (5,696)	\$ (3,147)	\$ (2,549)

4. Rio Narcea Acquisition

The Rio Narcea Acquisition is accounted for as a business combination using the purchase method whereby the identifiable assets and liabilities of Rio Narcea are measured at their individual fair values on the date of the acquisition. If the consideration paid exceeds the aggregate of these fair values including any related amounts for future income taxes arising on the initial recognition of fair values then the excess consideration is recorded on the consolidated balance sheet as goodwill.

The cash consideration to be paid to Rio Narcea shareholders of \$765.5 million represents Cdn\$5.00

per common share and Cdn\$1.04 per warrant. The Company has assumed that all Rio Narcea stock options (all of which are in-the-money) are exercised prior to the acquisition for cash proceeds of approximately \$15.6 million and that all outstanding common shares of Rio Narcea are tendered to the Company's offer.

(a) Adjustments to Pro Forma Consolidated Balance Sheet

The following pro forma adjustments have been made to the pro forma consolidated balance sheet as at March 31, 2007 to reflect the purchase of Rio Narcea:

	Proceeds from options exercised	Fair value adjustments	Long-term debt assumed, net of cash paid	Rio Narcea pro forma adjustments
Cash and cash equivalents	\$ 15,579	\$ (7,950)	\$ 34,487	\$ 42,117
Mineral properties, plant and equipment	-	141,614	-	141,614
Unallocated purchase price	-	343,006	-	343,006
Long-term debt and capital lease	-	-	(800,000)	(800,000)
Net assets purchased	\$ 15,579	\$ 476,671	\$ (765,513)	\$ (273,263)

(i) *Proceeds from exercise of in-the-money stock options*

The net assets acquired include an assumption that all in-the-money Rio Narcea stock options are exercised prior to the acquisition for cash proceeds of \$15.6 million.

(ii) *Fair value adjustments*

The fair value adjustments relate to the allocation of the fair values of Rio Narcea's assets and liabilities resulting from the allocation of the excess purchase price over the carrying values recorded by Rio Narcea as follows:

- adjustment to decrease cash and cash equivalents for estimated costs of \$7.95 million to complete the Rio Narcea Acquisition;
- adjustment to increase the carrying value of mineral properties, plant and equipment by \$141.6 million to increase the carrying value of the gold mining assets to the exercise price of the Red Back Option (note 5);

The consideration paid exceeds the aggregate of the fair values of identifiable assets and liabilities by \$343.0 million and this amount is included in the pro forma consolidated balance sheet under the caption "unallocated excess purchase price". The actual fair values of the identifiable assets and liabilities will be determined as of the date of the acquisition and may differ materially from the amounts disclosed in the purchase price allocations set out herein due to changes in the estimates which will occur as more information is available for assessment (note 6).

(iii) *Long-term debt related to acquisition of Rio Narcea:*

Cash consideration of \$765.5 million to acquire Rio Narcea is expected to be financed through a credit facility in the amount of \$800 million for a net increase in cash and cash equivalents of \$34.4 million.

(b) Adjustments to the Pro Forma Consolidated Statements of Operations

The unaudited pro forma consolidated statements of operations reflect the following adjustments as if the Rio Narcea Acquisition had occurred on January 1, 2006:

(i) *Interest on long-term debt*

The pro forma consolidated statement of operations for the three months ended March 31, 2007 and the year ended December 31, 2006 includes interest expense related to long-term debt of \$11.9 million and \$47.8 million, respectively.

(ii) *Future income tax recovery*

The pro forma statement of operations for the three months ended March 31, 2007 and the year ended December 31, 2006 includes future income tax recoveries of \$4.2 million and \$16.7 million, respectively, related to the adjustment described in note 4(b)(i).

5. Gold Asset Disposition

In conjunction with the Rio Narcea Acquisition, the Company granted Red Back Mining Inc. an option (the "Red Back Option") to purchase certain gold mining related net assets of Rio Narcea for cash consideration of \$225 million and the assumption of liabilities, including a \$42.5 million loan ("Gold Asset Disposition"). The pro forma consolidated balance sheet includes an adjustment to reflect the sale of the gold mining related net assets and repayment of \$225 million in long-term debt. The pro forma statement of operations for the three months ended March 31, 2007 and the year ended December 31, 2006 includes adjustments to decrease interest expense related to the \$225 million in long-term debt as if the repayment had occurred on January 1, 2006.

6. Other Items Not Adjusted

The adjustments made to the pro forma consolidated statements of operations reflect only those items which recur and do not include all charges to income which are expected to occur immediately following the transaction. In addition, these statements do not give effect to operating efficiencies and cost savings that may result from the Arrangement.

Upon closing of the Acquisitions the Company is required to fair value all of the assets and liabilities acquired. The final values allocated to the acquired assets will depend on the Company's view of, amongst other things, long term metal prices, exchange rates and reserves and resources on completion. It is likely that the final purchase price will result in a significant increase in the carrying value of mineral properties, plant and equipment and related future income tax liability, and this will result in an increase in depreciation, depletion and amortization expense from that shown in the pro forma consolidated financial statements. The Company estimates

that for every \$100 million allocated to mineral properties, plant and equipment that there would be a corresponding depreciation charge of \$12.5 million (\$8.0 million after income taxes or a reduction to basic earnings per share of \$0.02) for the year ended December 31, 2006 and \$3.1 million (\$2.0 million after income taxes or a reduction to basic earnings per share of \$0.005) for the three months ended March 31, 2007.

Any excess of the purchase price paid over the amount allocated to the assets and liabilities acquired in the Rio Narcea Acquisition will be classified as goodwill, which, under Canadian generally accepted accounting principles, will not be amortized but which the Company is required to allocate to its reporting units and test for impairment on an annual basis. The first impairment test will be performed at a future date as determined by management and there can be no assurances that an impairment and write-down of goodwill will not occur.

7. Pro Forma Earnings Per Share

The earnings per share are calculated using the weighted average number of shares outstanding during the period. Diluted earnings per share are calculated using the treasury stock method whereby all "in-the-money" stock options are assumed to have been exercised at the beginning of the period and the proceeds from the exercise are assumed to have been used to purchase common shares at the average price during the period.

The pro forma earnings per share information assumes that 160.8 million Lundin shares issued for the October 31, 2006 acquisition of EuroZinc had occurred on January 1, 2006 (note 3(a)(ii)).

The pro forma earnings per share information following the Tenke Acquisition assumes the issue of 105.5 million Lundin shares on January 1, 2006.

Additional information

The purpose of this information is to give holders of SDR's in Lundin Mining a brief description of the proposed merger between Lundin Mining Corporation ("Lundin Mining") and Tenke Mining Corporation ("Tenke"). Please note that this information is not complete, nor is it a formal prospectus. Additional information on the proposed transaction including, among others, conditions for the transaction and more extensive financial information is available in the Circular that has been prepared as a basis for the shareholders' decision on the Annual and Special Meeting of the Shareholders on June 18, 2007. This information brochure is distributed to holders of SDRs outside of the US and Canada and is available on www.lundinmining.com.

Shareholders who have questions regarding the transaction are welcome to mail those to info@lundinmining.com.

