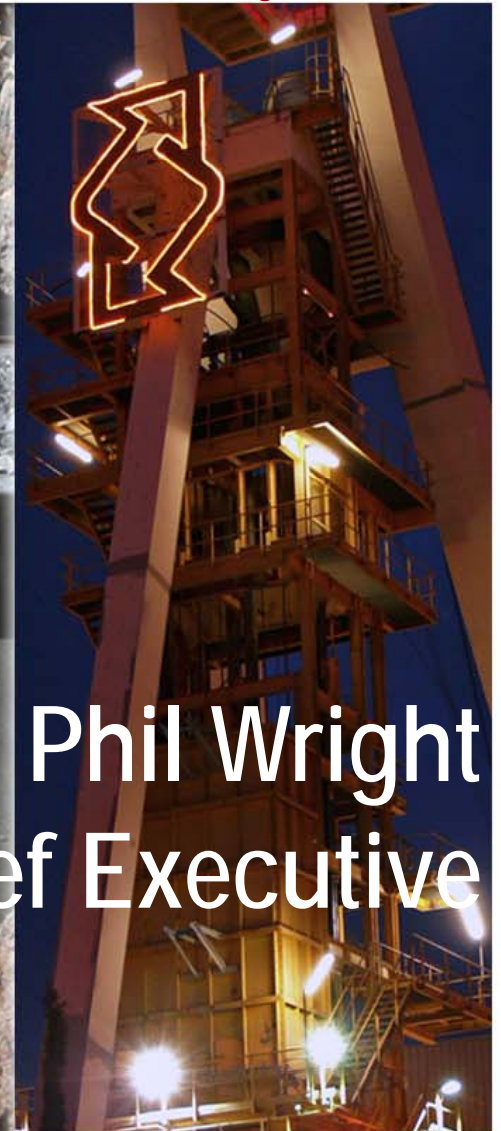


May 12, 2011



TSX: LUN
OMX: LUMI



Phil Wright
Chief Executive

BoAML - 2011 Global Metals and Mining Conference
Barcelona May 10 – May 12, 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.



Multi-Operation Copper & Zinc Producer

- Trades on TSX (LUN) and OMX (LUMI)
- 582 million shares outstanding
- Market Cap - approx US\$ 5.3B
- 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).
- **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 received approving amendments to Tenke contract**
- **Net cash increased by \$100 million** during the quarter (in addition, \$37.8 million reduction on Tenke EOC)



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 derivative 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 year 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



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



Corporate Development



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



- Inadequate price and conditions.
- Withdrawn.



- Active review of alternatives to create value.
- Process well underway.



Long-Life European Mines



Neves-Corvo
PORTUGAL



Zinkgruvan
SWEDEN

Wholly-owned production of copper, zinc and lead

- High potential for 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



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- 57% operator)
- Current effective economic exposure 30%



Tenke DRC (LUNDIN MINING 24%)



- **Third year of production** (commenced March 2009)
- **Operating above nameplate** and positioned for expansion
- 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:** Expansion planning is advancing



Growth



- Zinc at Neves-Corvo - +50ktpa from 2011
- Lombador Zn/Cu – resource = +4 million tonnes contained Zn , +0.5 million tonnes contained Cu (copper expected to grow)
- Zinkgruvan – mine life extension
- Tenke expansion - advancing
- Exploration – Semblana, regional Iberia



- Strategic review process underway
- High interest in Lundin Mining due to high quality asset base in a mid tier
- **STAY TUNED.....**