

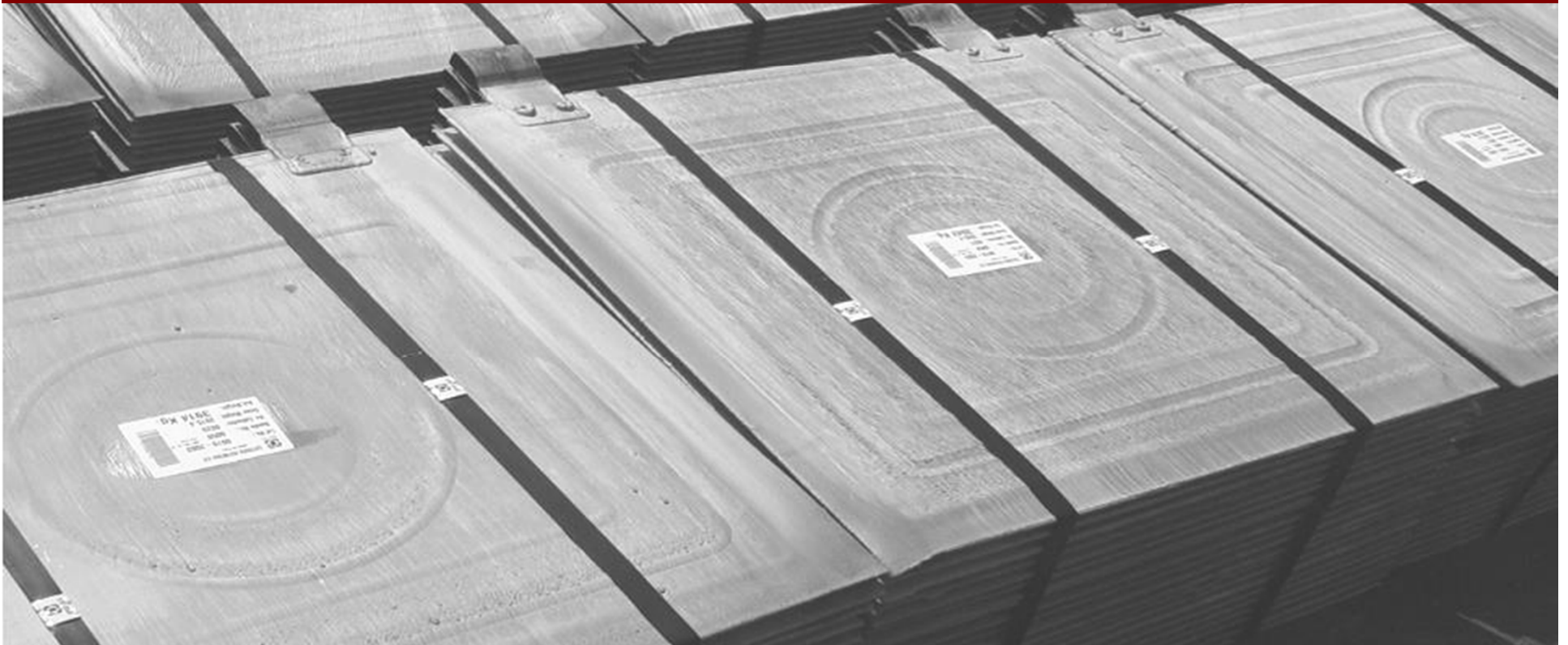


Southern Copper Corporation November, 2016





I. Introduction



Management Presenter

Presenters

Title

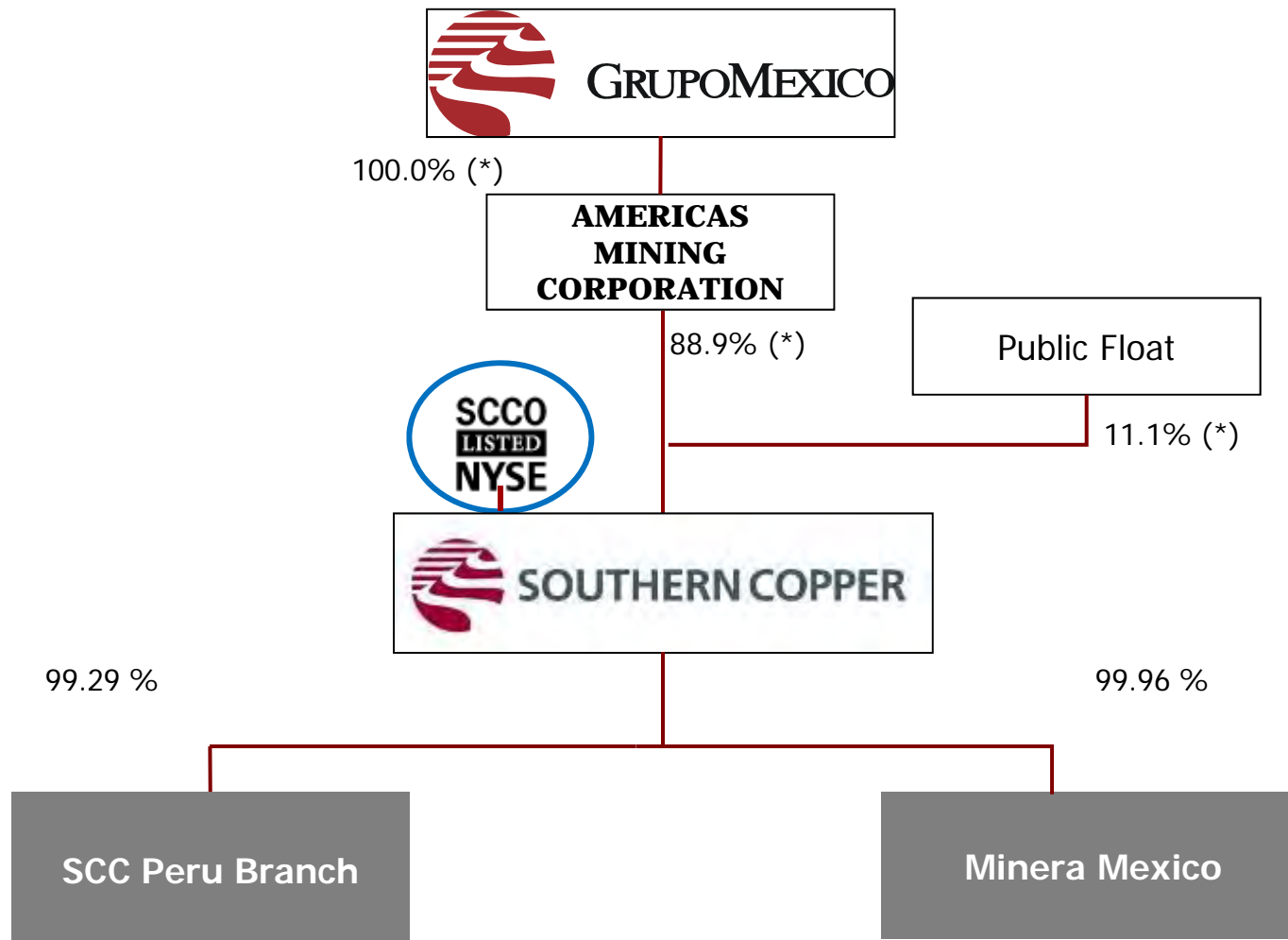
Raul Jacob

▶ Vice President, Finance & CFO

Safe Harbor Statement

This presentation contains certain statements that are neither reported financial results nor other historical information. These estimates are forward-looking statements within the meaning of the safe-harbor provisions of the Mexican securities laws. These forward-looking estimates are subject to risk and uncertainties that could cause actual results to differ materially from the expressed in the forward-looking statements. Many of these risks and uncertainties relate to factors that are beyond Grupo Mexico's ability to control or estimate precisely, such as future market conditions, commodity prices, the behavior of other market participants and the actions of governmental regulators. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this presentation. Grupo Mexico does not undertake any obligation to publicly release any revision to these forward-looking estimates to reflect events or circumstances after the date of this presentation.

Corporate Structure



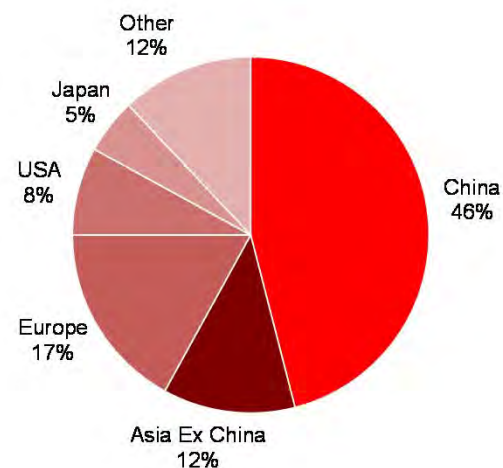
(*) As of September 30, 2016

Copper – The Best Fundamental Story in Commodities

Solid Fundamentals

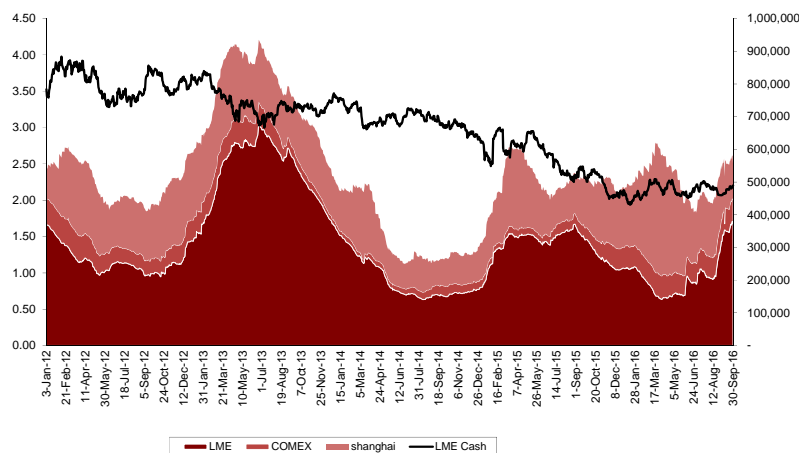
- ▶ Copper has the best fundamentals in the basic materials space:
 - 2016 demand driven by US and EU markets.
 - China: Expect 3% demand growth due to housing market recovery (tier 1 and 2 cities), state electrical infrastructure demand, and government stimulus programs.
 - Additional production expected for 2016-2017, will be offset by 850K production cuts, ore grade decay and scrap scarcity.
 - No greenfield projects approvals at current prices.
 - Market copper prices below estimated incentive price of \$3.00 - \$3.50 for greenfield production.

Copper Consumption by Region

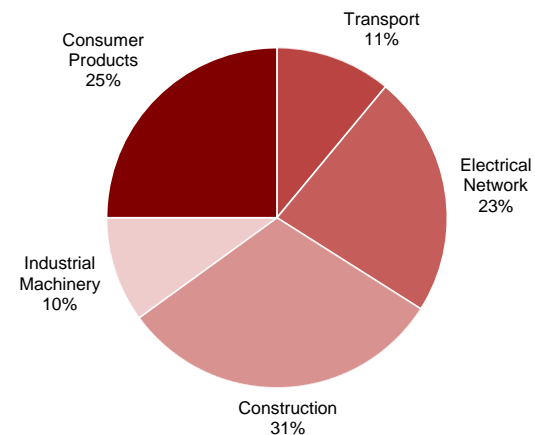


Wood Mackenzie Dec. 2015

LME Copper Cash Price vs. Inventories



Copper Consumption by End-use



Wood Mackenzie 2015

Southern Copper Strengths

- ▶ Highest copper reserves of the industry
- ▶ Excellent organic growth projects
- ▶ Low cost, fully integrated operations
- ▶ Experienced management team
- ▶ Strong financial performance / investment grade since 2005
- ▶ Outstanding dividend history
- ▶ Good long-term copper & by-product fundamentals



II. Overview of Operations



Company Overview

Copper Reserves ¹: 70.1 mmt

3Q 2016 Cash Cost \$ 0.96/lb.

2016 Estimates (@ \$2.17 x Lb of Cu):

Copper Production: 906 kt

Sales: \$ 5.3 B

EBITDA: \$ 2.3 B

43% of Sales

#1 copper company by reserves ²

#5 copper producer ³

#10 copper smelter ³

#8 refinery ³

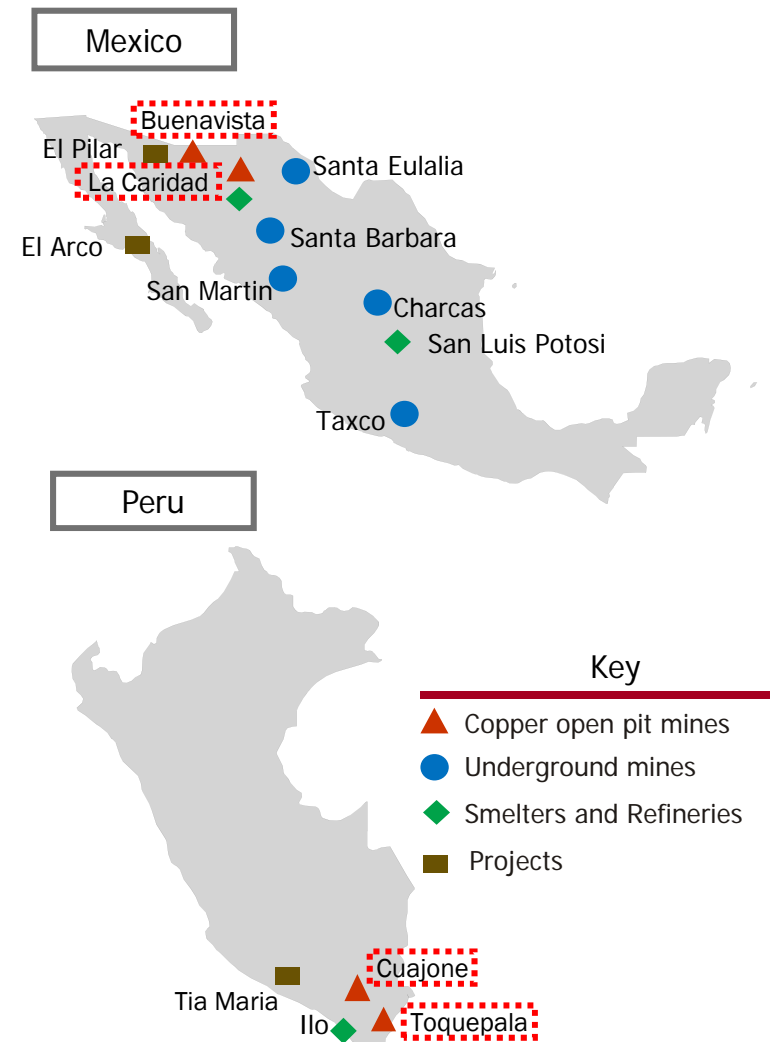
Source: Company Filings

Notes:

1 Copper contained in reserves based on US\$2.90 per pound of copper as of December 31, 2014

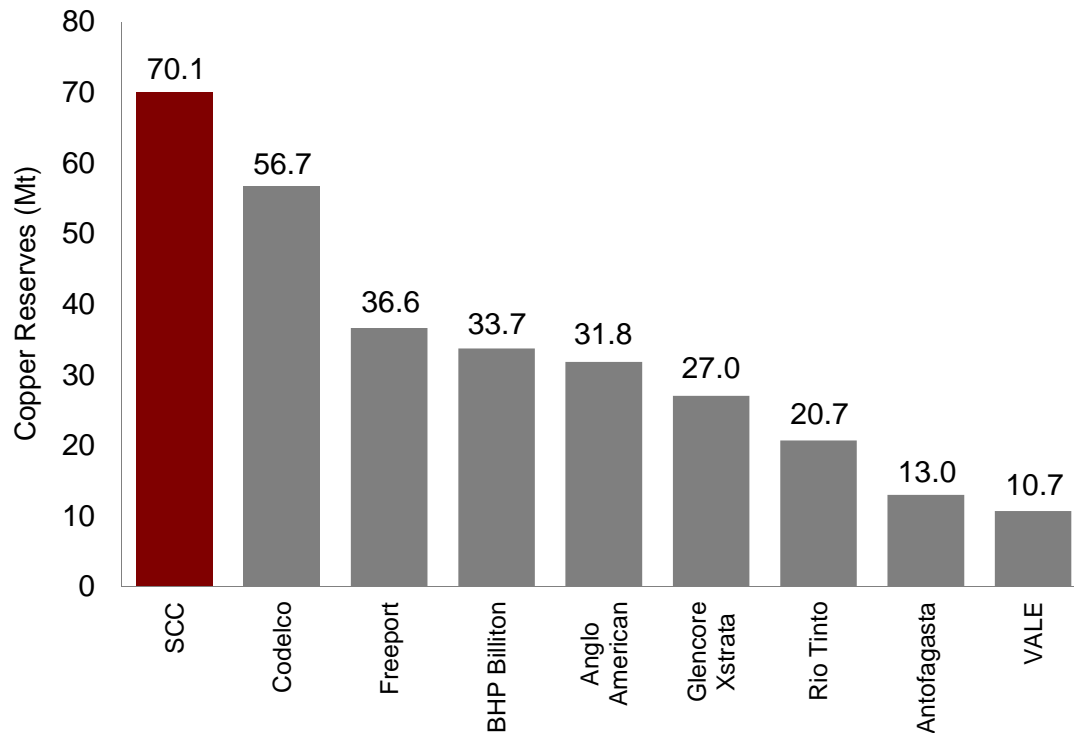
2 Based on available companies reports

3 Wood Mackenzie Limited 2014



World's Largest Copper Reserves

Copper Reserves as Reported

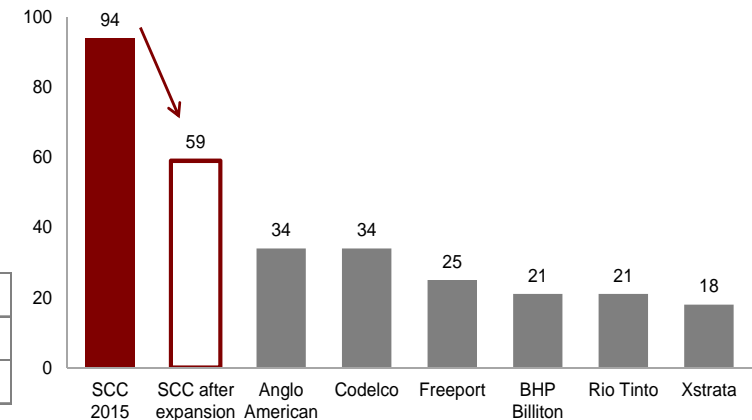


Source	10K	Annual Rep.	10K	20F	Annual Rep.	Reserve Rep.	Annual Rep.	20F	20F
Period	Dec.31, 2015	Dec.31, 2014	Dec.31, 2014	Jun. 30, 2015	Dec.31, 2014	Dec. 31, 2014	Dec. 31, 2014	Dec. 31, 2014	Dec. 31, 2014
Cu Price	\$2.90	N/A	\$2.00	3.35	N/A	N/A	N/A	\$3.10	\$3.35

SCC Highlights

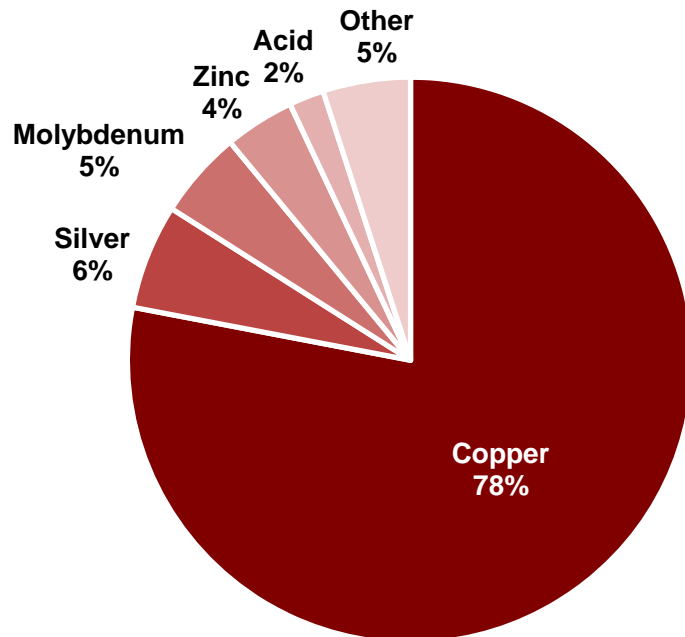
- ▶ #1 mine life among copper producers
- ▶ #5 world's largest producer of mined copper
- ▶ Highly diversified geographical presence
- ▶ Four large-scale open-pit mines
- ▶ Two world class copper greenfield projects (El Arco / Tia Maria) and several other opportunities

Mine Life

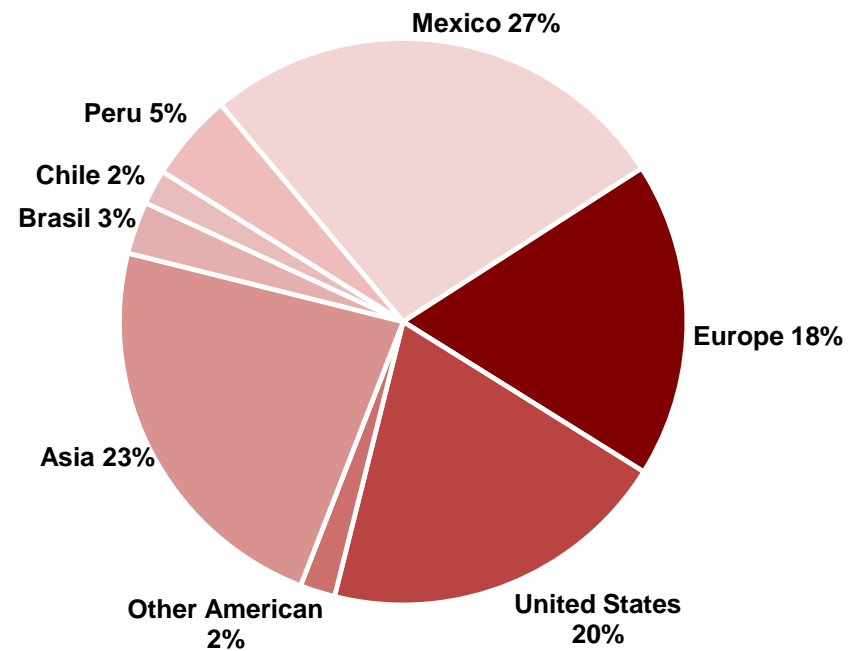


Geographic Footprint & Product Diversification

9M16 Revenue by Product

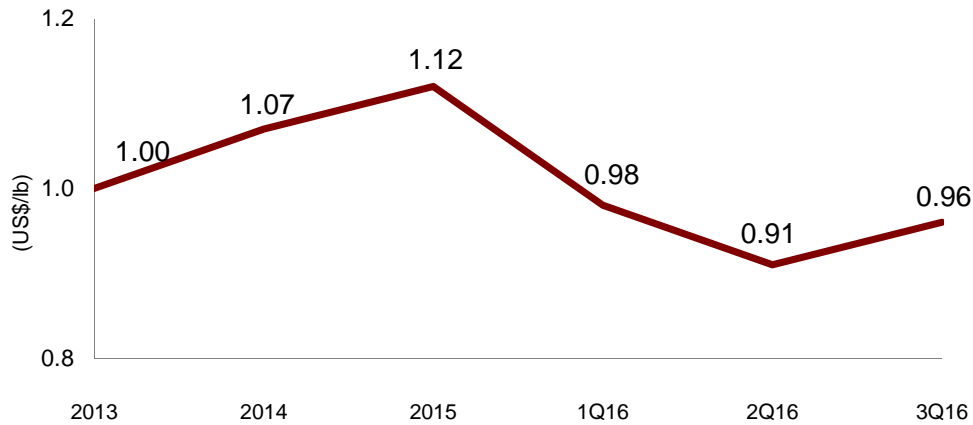


9M16 Revenue by Market



Low Cost Operations

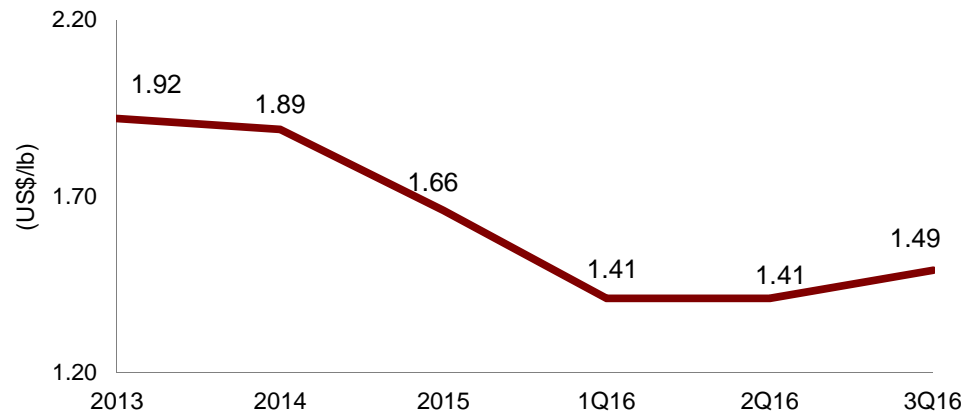
Cash Cost per Pound of Copper Produced Net of By-Products



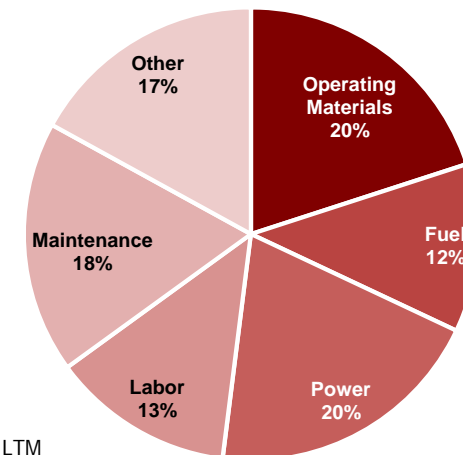
Low Cost Drivers

- Fully integrated low cost operations
- World class assets
- Significant SX-EW production
- Strong by-product credits
- Management focus on cost efficiency

Operating Cash Cost per Pound of Copper Produced

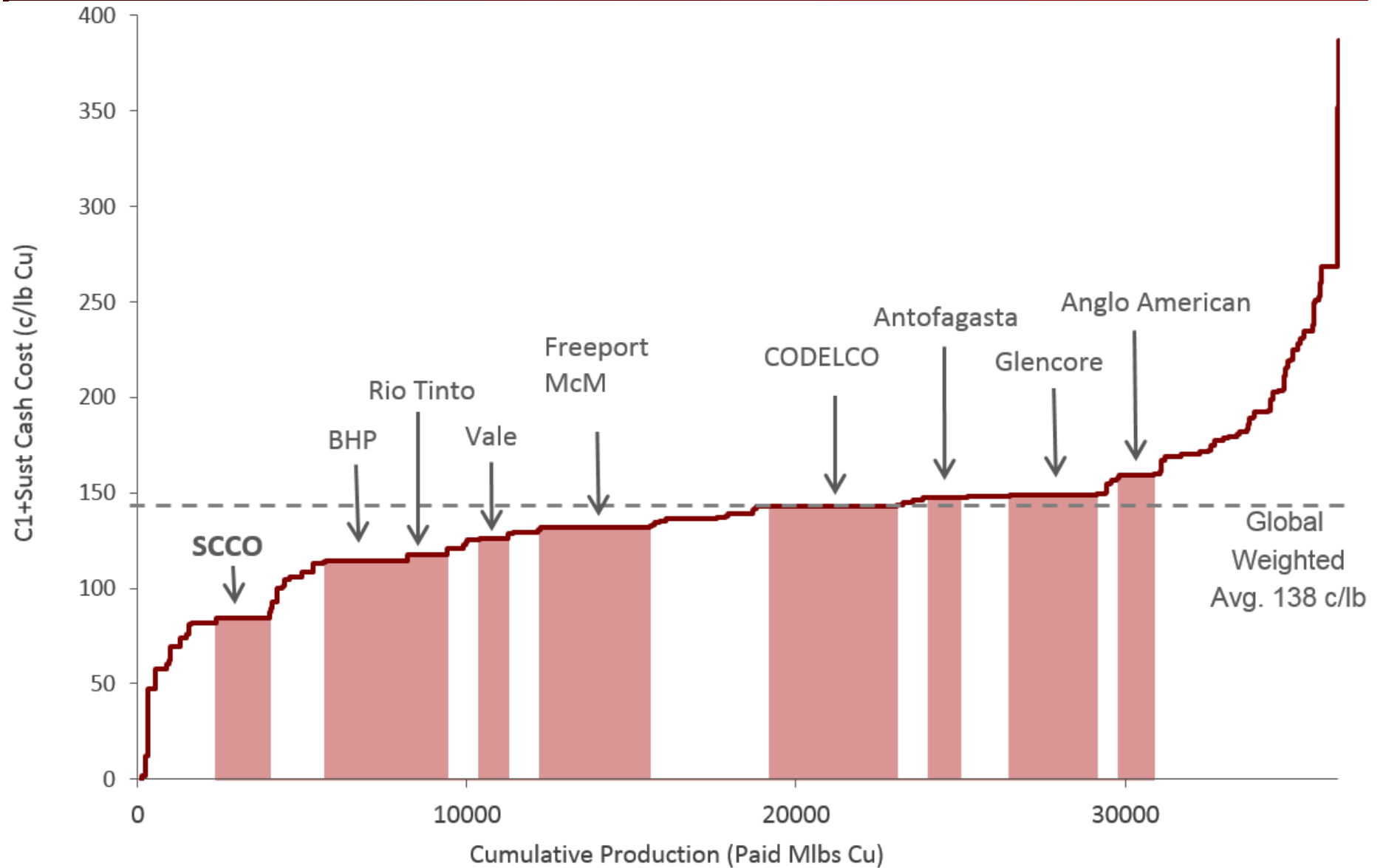


Cost Structure (1)



(1) LTM

2015 Copper Production Cash Cost by Company





III. Financial Overview



SCC Financial Summary

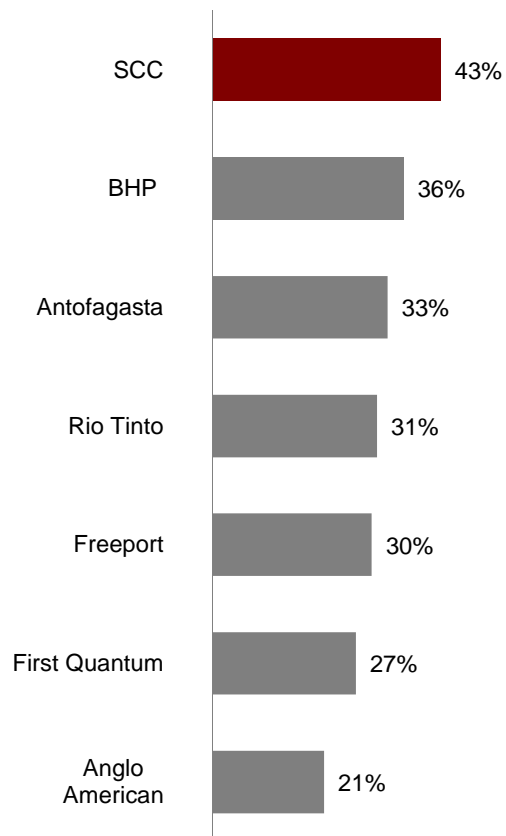
(US\$ MM)	2014	2015	2016E
Copper Price (LME) US\$ per pound	3.11	2.50	2.17
Income Statement:			
Net Revenues	\$5,788	\$5,046	\$5,286
EBITDA	2,728	1,945	2,295
EBITDA Margin	47%	38%	43%
Net Income	1,333	736	842
Dividends paid per share	0.46	0.34	0.15
Balance Sheet Statement:			
Cash, Equivalents & Short Term Investments	\$703	\$878	\$895
Total Assets	11,394	12,593	13,326
Total Debt	4,181	5,952	5,951
Total Liabilities	5,557	7,294	7,256
Total Shareholders' Equity	5,804	5,263	6,033
Cash Flow Statement:			
Capital Expenditures	\$1,530	\$1,150	\$1,213
Free Cash Flow ¹	(174)	(270)	13
Dividends paid to common shareholders	381	271	101
Total Debt / EBITDA	1.5x	3.1x	2.6x

¹ Free Cash Flow defined as net cash from operating activities less capital expenditures.

Solid Financial Performance

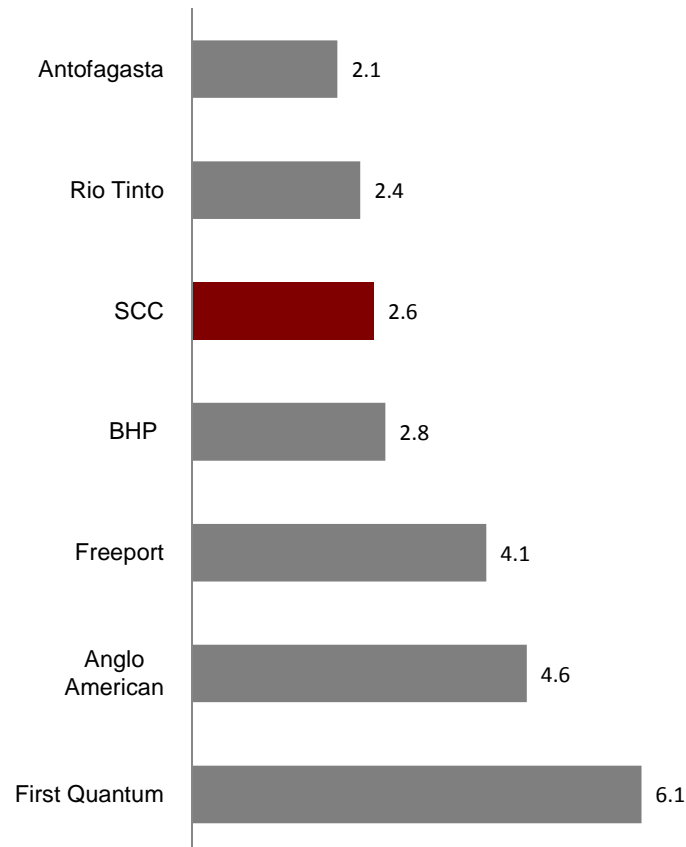
Top Tier Margins and Conservative Leverage for Increased Financial Flexibility

2016E EBITDA Margin (%)



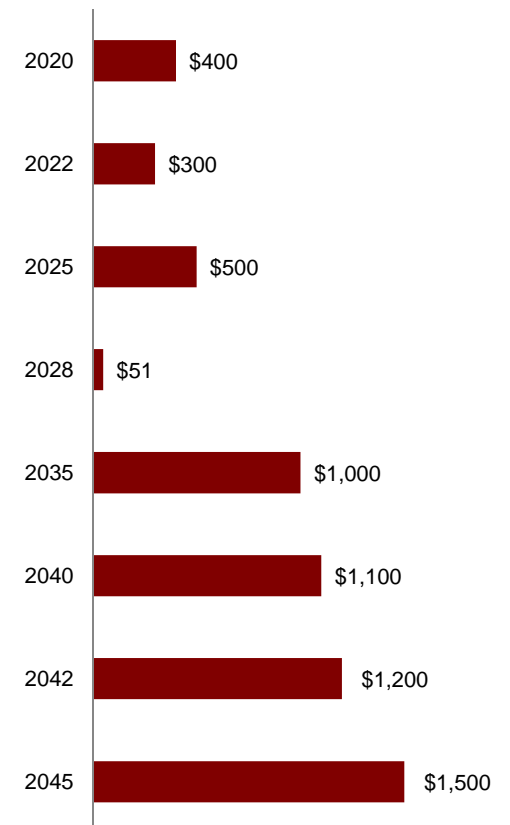
Source: Bloomberg Consensus

2016E Total Debt / EBITDA (x)



Source: Company Reports and Bloomberg Consensus

Amortization Schedule



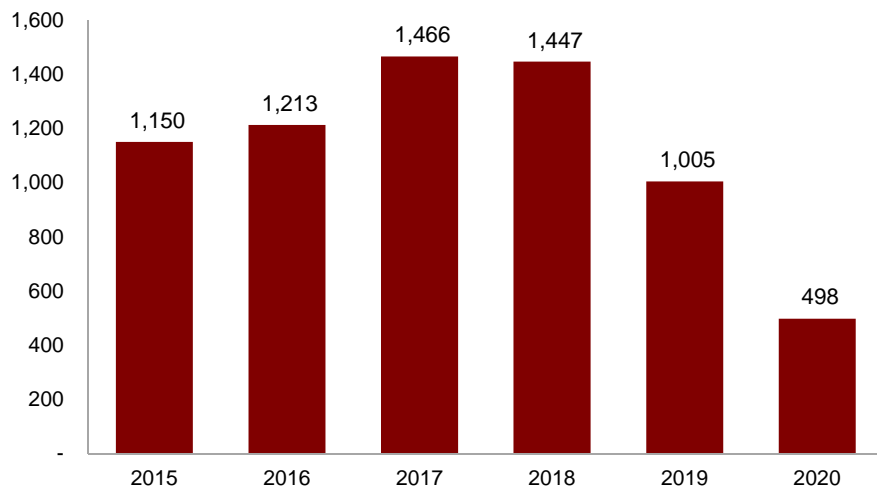
Investment Program to Significantly Increase Production

Board approved

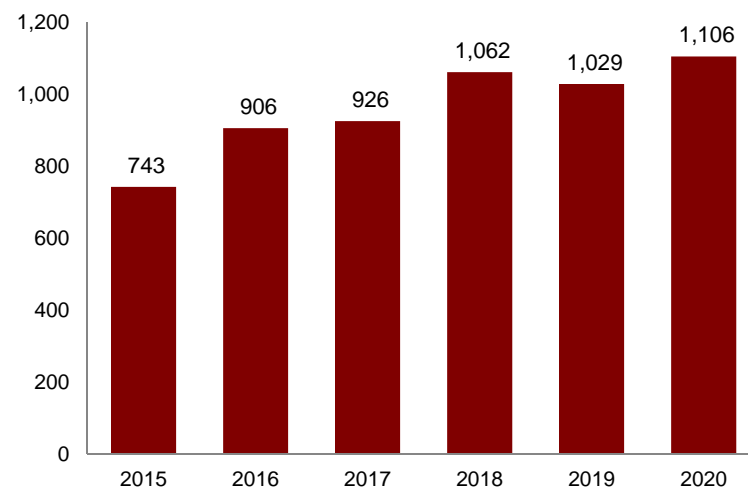
Other projects

Board approved		Other projects	
2013-15	2016-20	MEXICO	PERU
Buenavista Molybdenum Plant 3Q13 - \$38M - 2K Tons Mo	Buenavista: - Concentrator Plant 1Q16 - \$1.4B - 188K Tons Cu, 2.6K Tons Mo - Mine equipment \$505M	Buenavista Zinc Conc. - \$332M 16K Tons Cu - 55K Tons Zn	Los Chancas. - \$1.2B - 100K Tons Cu, 7.5K Tons Mo
Cuajone: Variable Cut-off Grade + HPGR 2H13 - \$158M - 22K Tons Cu, 0.7K Tons Mo	El Pilar 1Q18 - \$310M - 38K Tons Cu ,	Los Chalchihuites - \$140M 26K Tons Cu	Cuajone Concentrator Expansion - \$500M - 50K Tons Cu, 0.7 Tons Mo
Buenavista SX/EW III 4Q14 - \$525M 120K Tons Cu	Toquepala Concentrator Expansion 2Q18 - \$1.2B - 100K Tons Cu , 3.1K Tons Mo	El Arco Conc & SX/EW - \$2.6B 190K Tons Cu, 105K Oz Au	Ilo Smelter & Refinery Expansion
	Tia Maria SX/EW 2Q20 - \$1.4B - 120K Tons Cu	Empalme Cu Smelter - \$812M 350K Tons Cu Cont. Copper Refinery - \$318M 350K Tons Cu Cont.	

2015-2020 Capex Program Overview (MM)



2015-2020 Copper Production Forecast ('000 MT Cu)



Source: SCC

Best-in-class Mining Projects Reaching Completion Providing Competitive Cash Costs and Increased Production Levels

Project Capital Intensity at SCCO Projects

SCCO Project Pipeline

	Type	Initial Capex (US\$MM)	% of Total Capex	Incremental Production Av. Cu Eq. (kt/a)	Capital Intensity (US\$/tpa Av. Cu Eq.)
Brownfield Projects					
Cuajone variable cut-off grade + HPGR	Expansion (X)	158.0	2.5%	22.0	7,182
Toquepala concentrator expansion	Expansion (N)	1,253.2	19.9%	100.0	12,532
Buenavista SXEW III	Expansion (N)	1,363.5	21.6%	120.0	11,363
Buenavista concentrator expansion	Expansion (N)	1,785.4	28.3%	188.0	9,497
Pilares	Extension	189.5	3.0%	40.0	4,738
Total / Weighted Average Intensity		4,749.6	75.3%	470.0	10,105
Greenfield Projects					
Tia Maria SXEW Project	Probable	1,379.2	21.9%	120.0	11,493
Angangueo	Possible	174.7	2.8%	10.4	16,798
Total / Weighted Average Intensity		1,553.9	24.7%	130.4	11,916

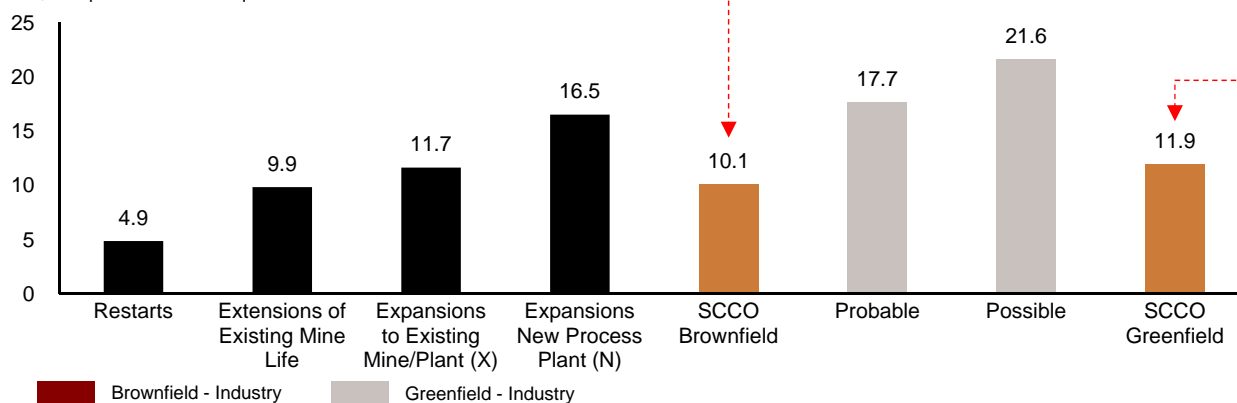
Key Differentiators to Achieve Lower Capital Intensity

- Use of less capital intensive and environmentally friendly SX/EW technology for 45% of production growth
- Significant economies of scale in infrastructure for 77% of production increase coming from brownfield expansions
- Reduced mining preparation cost due to low pre stripping for Tia Maria and Buenavista projects
- Experienced project development team focused on capital efficiency

Industry-Wide Capital Intensity Comparison vs. SCCO Projects

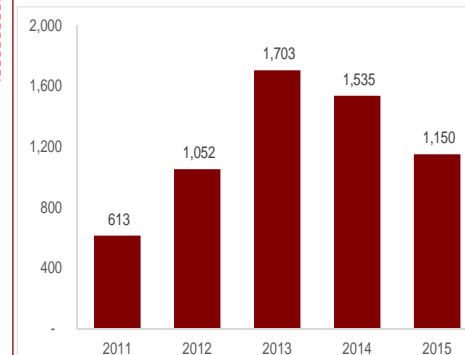
Weighted Avg. Project Capital Intensity of Existing Projects

US\$ 000 per tonne of Cu Equivalent Annual Incremental Production



2011-2015 Capex Evolution

US\$MM



Source: Wood Mackenzie (Global Copper Mine Supply Summary, May 2014), SCCO filings and presentations

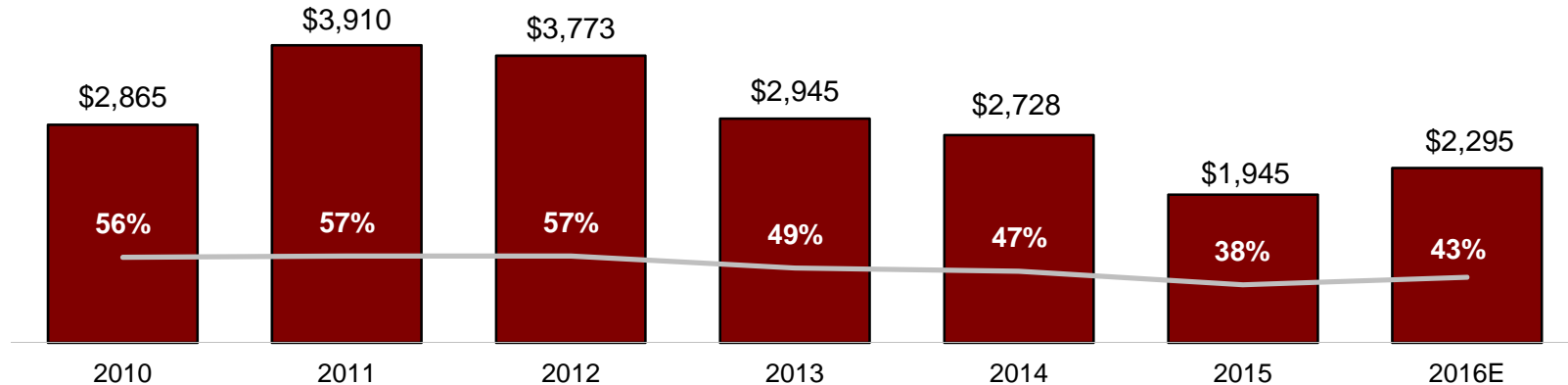
SCC's Major Strengths

SCC is the Premier Copper Play

- World class assets in investment grade countries
- #1 in reserves of any company with various exploration prospects
 - Increasing copper production
- Capacity to deliver projects through flexible capital structure and significant cash generation capability. Investments focused on cost competitiveness
- Fully integrated low cost operations
- Outstanding dividend history
- Experienced management with proven track record

SCC EBITDA and % Margin

(in US\$ millions)



Cu price	2010	2011	2012	2013	2014	2015	2016E
	\$3.42	\$4.00	\$3.61	\$3.32	\$3.11	\$2.50	\$2.17