



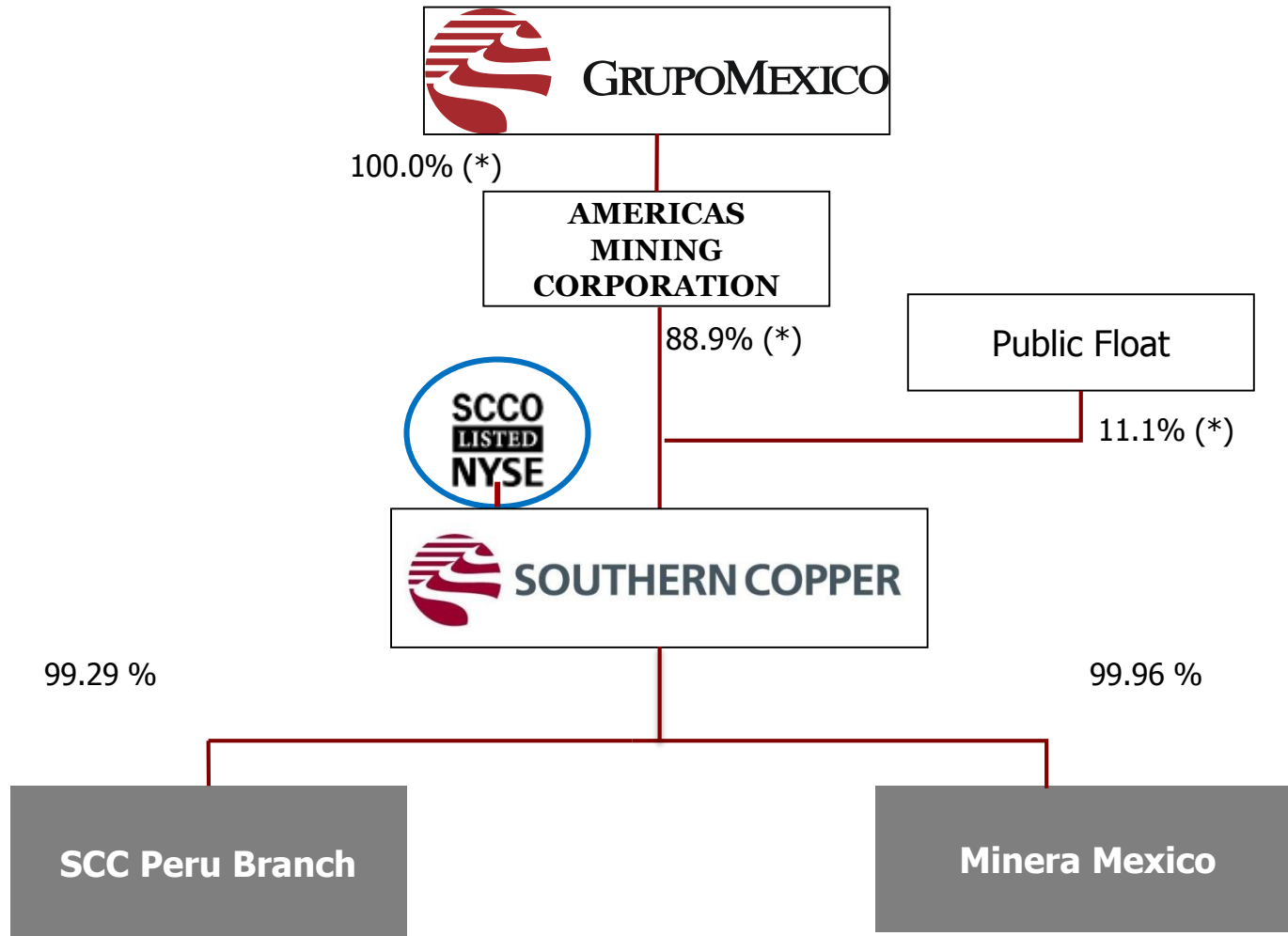
Southern Copper Corporation November, 2018



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 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 Southern Copper's (SCC) 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. SCC 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



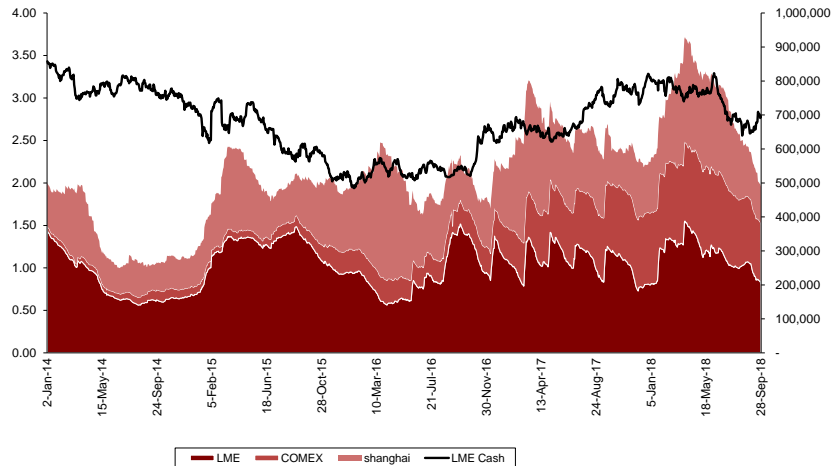
(*) As of September 30, 2018

Copper – The Best Fundamental Story in Commodities

Solid Fundamentals

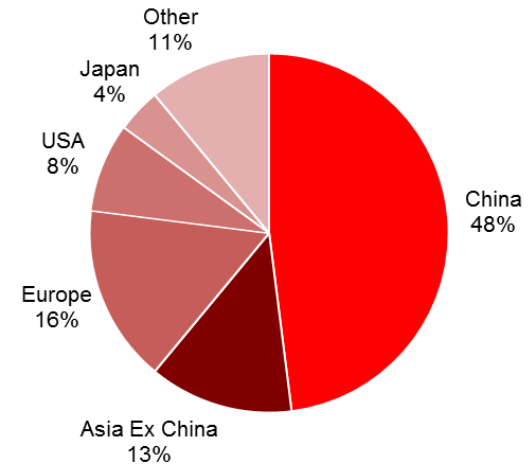
- ▶ Copper has the best fundamentals in the basic materials space:
 - Expect 2.8% copper demand growth. 2018 demand driven by strong U. S. economic growth.
 - Expect supply growth of 2% due to lack of projects. About 1/3 of world supply will discuss labor conditions.
 - Our basic scenario does not consider an escalation of U.S. – China commercial protectionism.

LME Copper Cash Price vs. Inventories



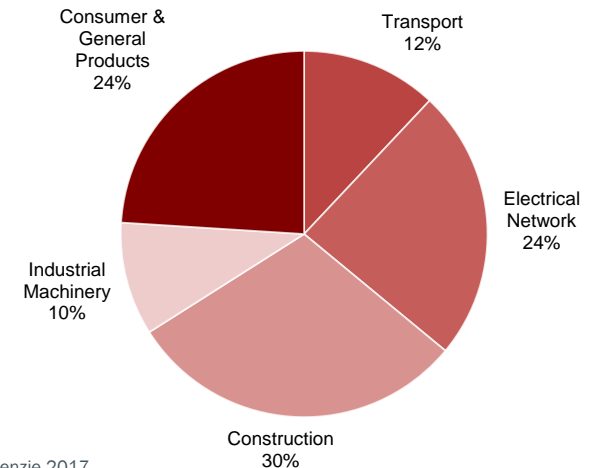
- ▶ Refined copper inventories have decreased by 41%, since its peak in March, 2018.

Copper Consumption by Region



Wood Mackenzie 2017

Copper Consumption by End-use



Wood Mackenzie 2017

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: 70.6 mmt

9M18 Cash Cost \$ 0.84/lb.

2018 Estimates (@ \$2.95 x Lb of Cu):

Copper Production: 885 kt

Sales: \$ 6.5 B

EBITDA: \$ 3.3 B

51% of Sales

#1 copper company by reserves ²

#5 copper producer ³

#10 copper smelter ³

#8 refinery ³

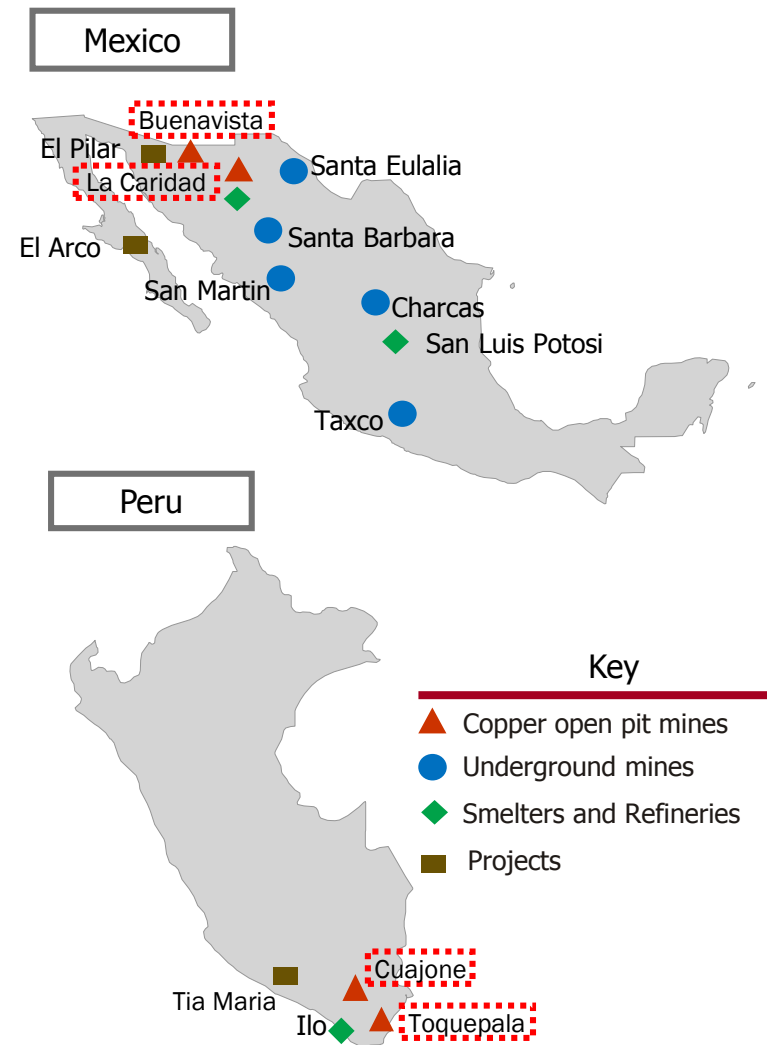
Source: Company Filings

Notes:

1 Copper contained in reserves based on US\$2.90 per pound of copper as of December 31, 2017

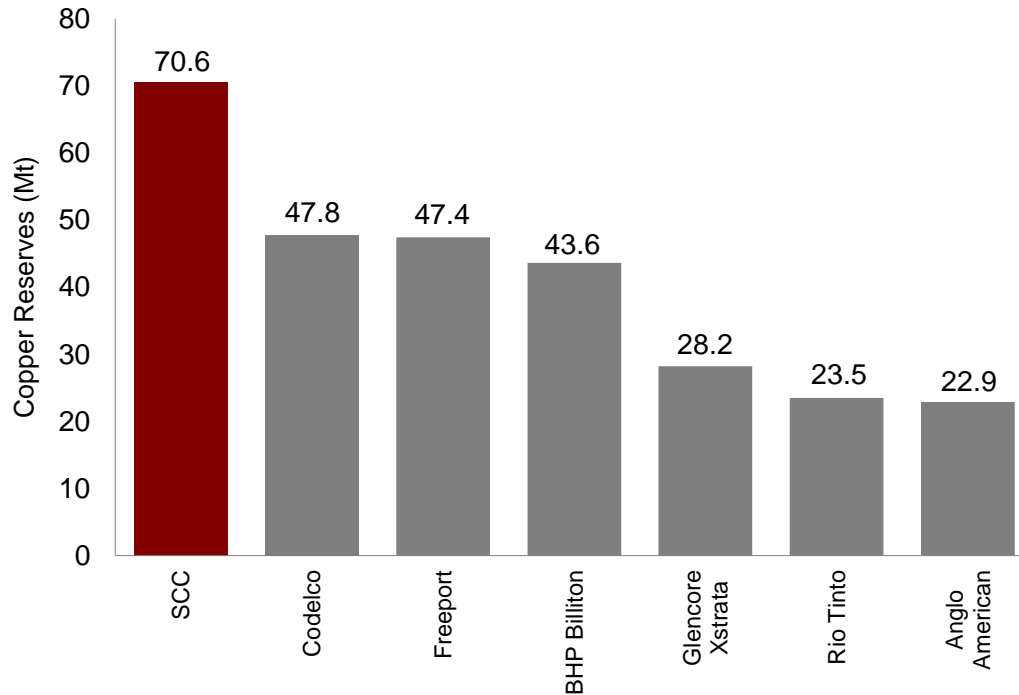
2 Based on available companies reports

3 Wood Mackenzie Limited 2014



World's Largest Copper Reserves

Copper Reserves as Reported

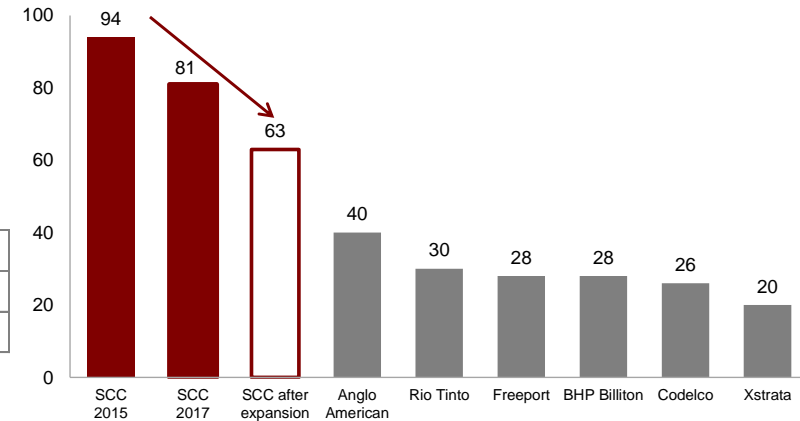


Source	10K	Annual Rep.	10K	20F	Reserve Rep.	Annual Rep.	Annual Rep.
Period	Dec.31, 2017	Dec.31, 2016	Dec.31, 2016	Jun. 30, 2016	Dec.31, 2016	Dec. 31, 2016	Dec. 31, 2016
Cu Price	\$2.90	\$2.21	N/A	N/A	\$2.21	N/A	\$2.25

SCC Highlights

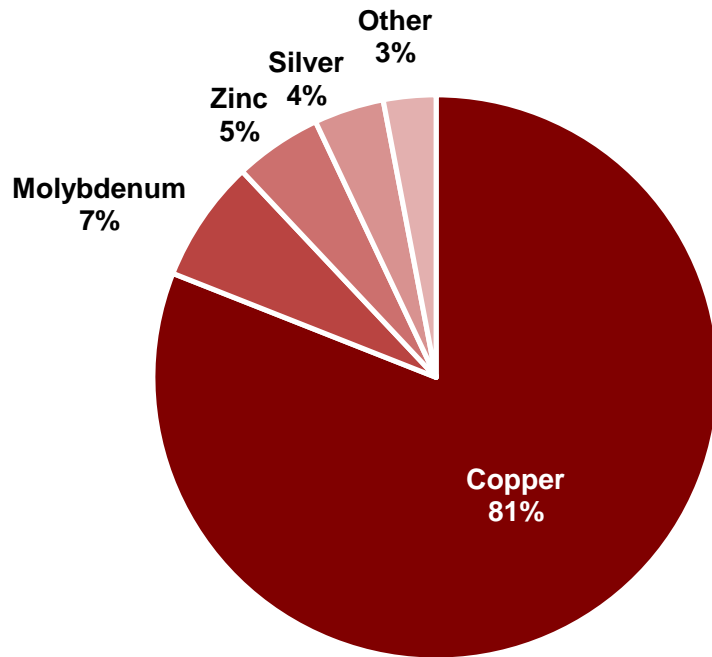
- ▶ #1 mine life among copper producers
- ▶ #5 world's largest producer of mined copper
- ▶ Highly diversified geographical presence
- ▶ Four large-scale open-pit mines
- ▶ A strong pipeline of world class copper greenfield projects and several other opportunities

Mine Life (years of production)

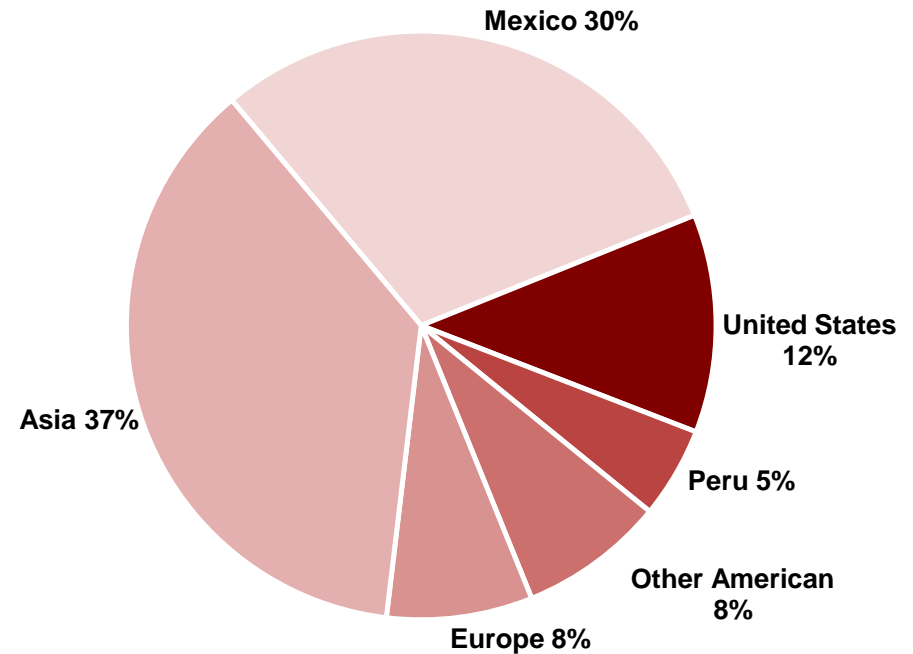


Geographic Footprint & Product Diversification

9M18 Revenue by Product

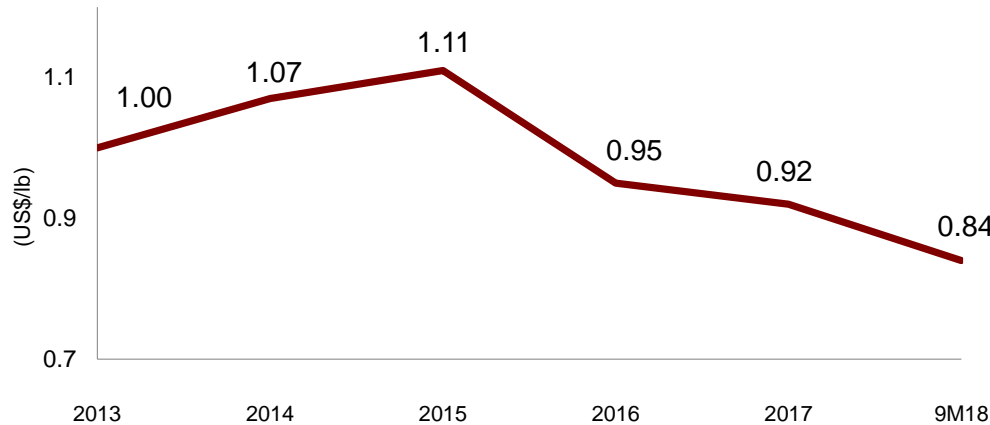


9M18 Revenue by Market



Low Cost Operations

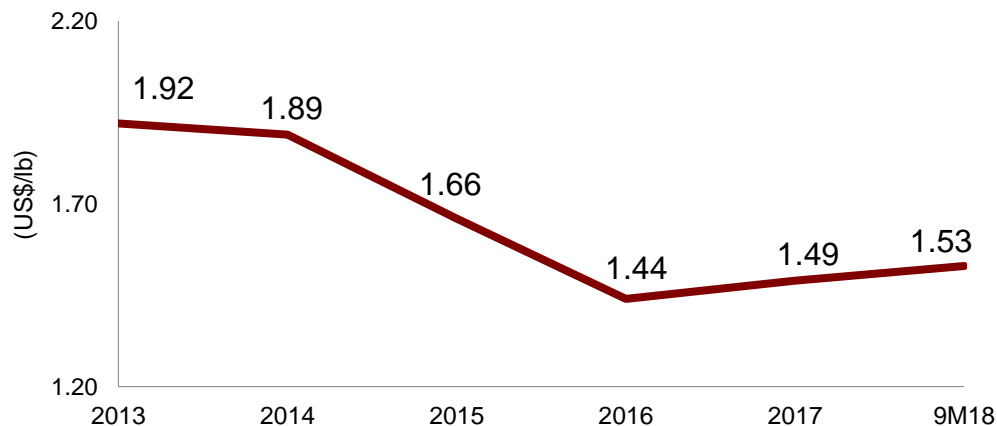
Cash Cost per Pound of Copper Produced Net of By-Products



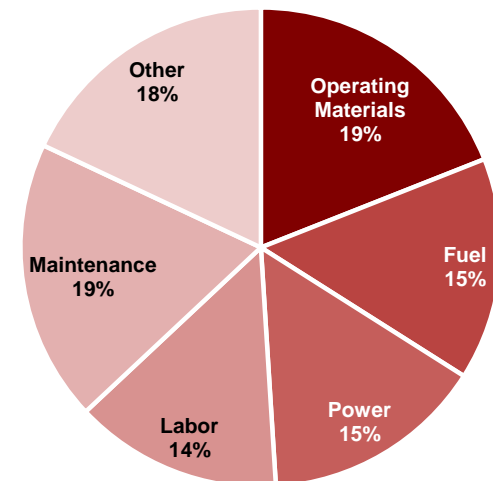
Low Cost Drivers

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

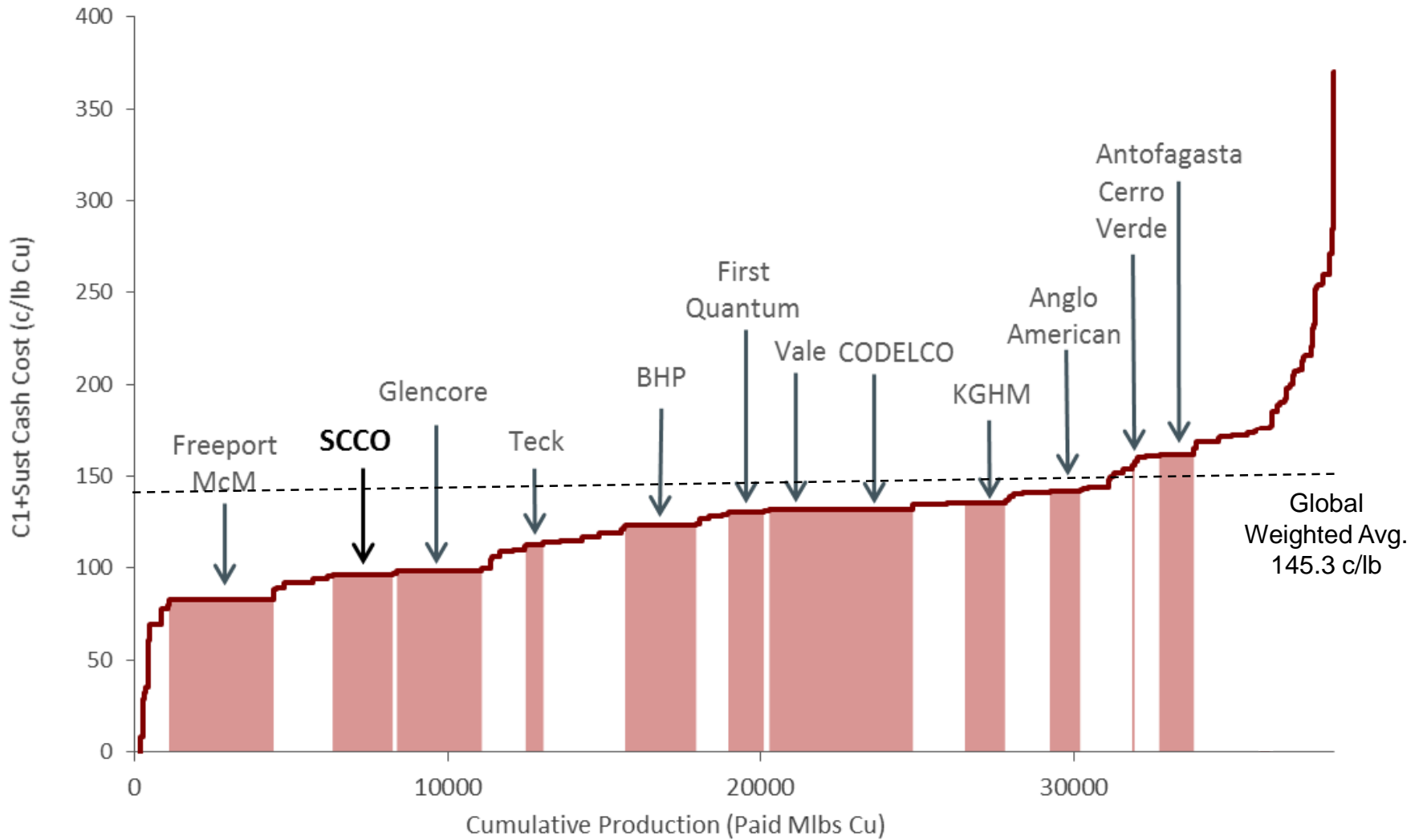
Operating Cash Cost per Pound of Copper Produced



Cost Structure (1)



2017 Copper Production Cash Cost by Company



Source: Wood Mackenzie Copper Mine Cost Model 2017



III. Financial Overview



SCC Financial Summary

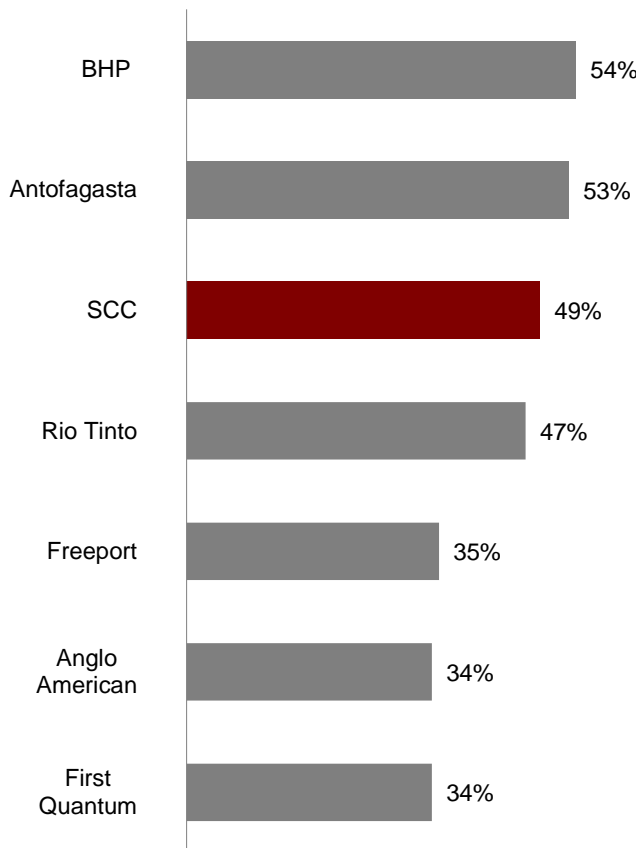
(US\$ MM)	2015	2016	2017	2018 E
Copper Price (LME) US\$ per pound	2.50	2.21	2.80	2.95
Income Statement:				
Net Revenues	\$5,046	\$5,380	\$6,655	\$6,517
EBITDA	1,945	2,212	3,292	3,298
EBITDA Margin	38%	41%	49%	51%
U.S. Income Tax Reform Adjustment			(743)	
Net Income	736	777	729	1,412
Dividends paid per share	0.34	0.18	0.59	1.00
Balance Sheet Statement:				
Cash, Equivalents & Short Term				
Investments	\$878	\$597	\$1,055	\$1,671
Total Assets	12,593	13,277	13,771	14,352
Total Debt	5,952	5,954	5,957	5,957
Total Liabilities	7,294	7,406	7,621	7,559
Total Shareholders' Equity	5,263	5,832	6,108	6,747
Cash Flow Statement:				
Capital Expenditures	\$1,150	\$1,119	\$1,024	\$1,106
Free Cash Flow ¹	(270)	(195)	953	1,391
Dividends paid to common shareholders	271	139	456	773
Total Debt / EBITDA	3.1x	2.7x	1.8x	1.9x

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

Solid Financial Performance

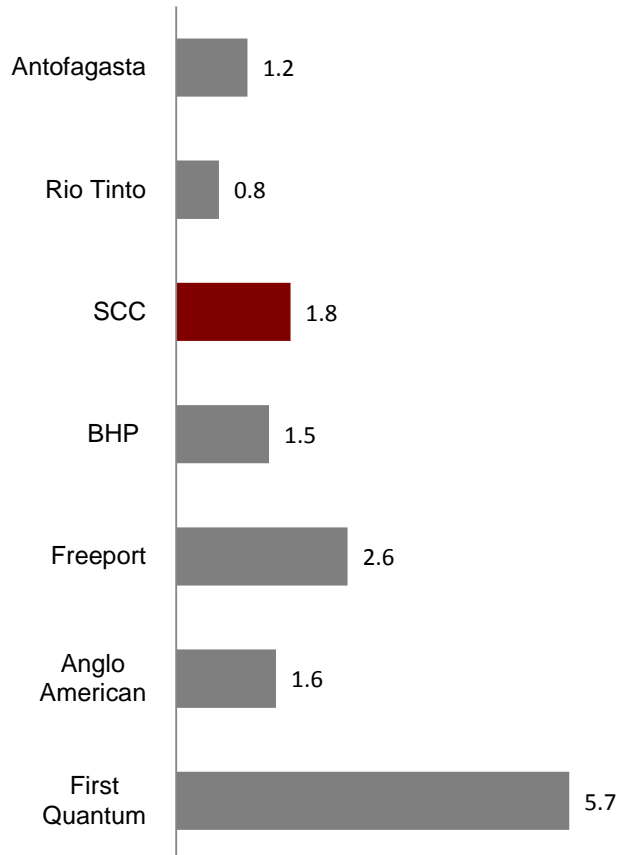
Top Tier Margins and Conservative Leverage for Increased Financial Flexibility

2017 EBITDA Margin (%)



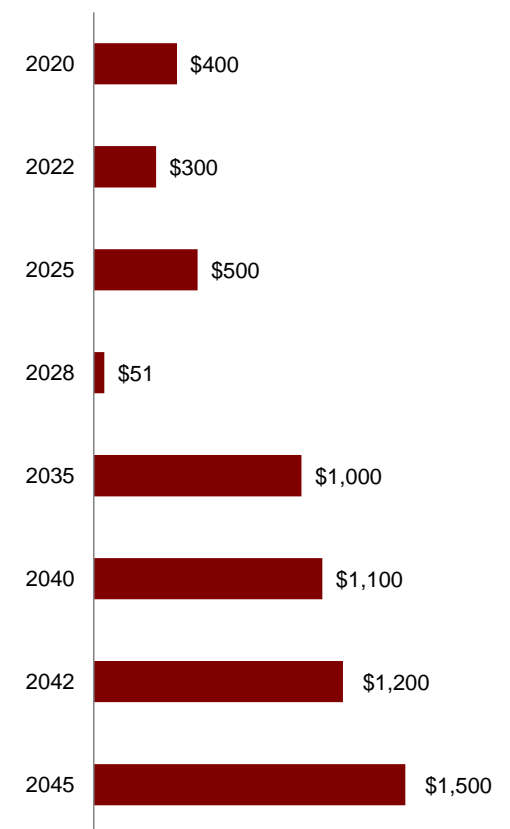
Source: Bloomberg Consensus

2017 Total Debt / EBITDA (x)



Source: Company Reports and Bloomberg Consensus

Amortization Schedule



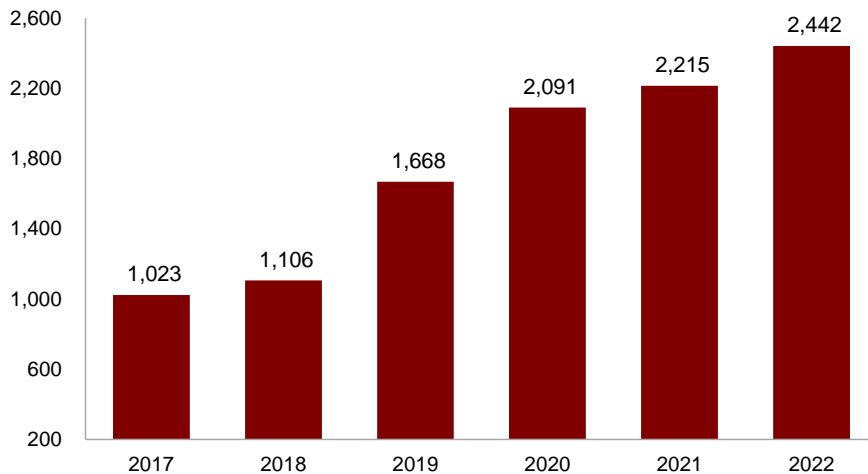
Investment Program to Significantly Increase Production

Board approved

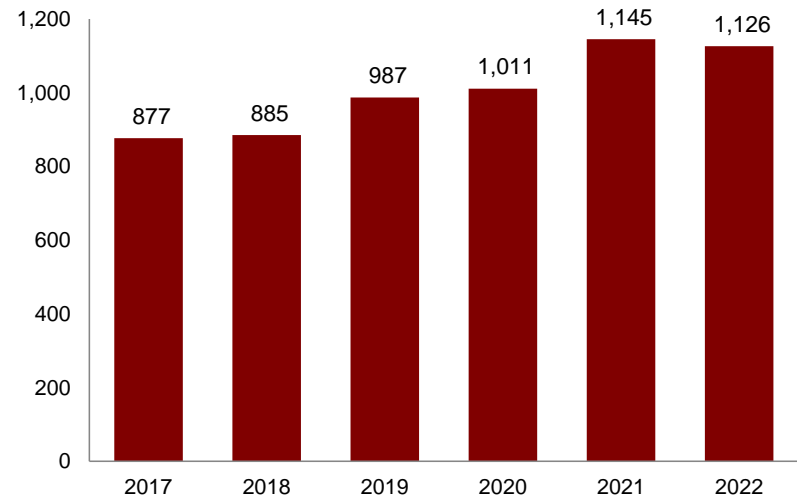
Other projects

Board approved		Other projects	
<p>2017-2019</p> <p>Buenavista:</p> <ul style="list-style-type: none"> \$3.1B program to increase capacity from 180K Tons Cu to 500K Tons Cu, 4.6K Tons Mo <hr/> <p>Toquepala Concentrator Expansion 4Q18 - \$1.2B - 100K Tons Cu, 3.1K Tons Mo</p>	<p>2020-2021</p> <hr/> <p>Pilares 1Q20 - \$159M 35K Tons Cu</p> <hr/> <p>Buenavista Zinc Conc. 2H20 - \$413M 20K Tons Cu, 100K Tons Zn</p> <hr/> <p>Tia Maria SX/EW 2Q21 - \$1.4B - 120K Tons Cu</p>	<p>MEXICO</p> <hr/> <p>El Arco Conc. & SX/EW - \$2.8B 190K Tons Cu, 105K Oz Au</p> <hr/> <p>El Pilar 1Q21 - \$256M - 35K Tons Cu</p>	<p>PERU</p> <hr/> <p>Los Chancas Conc. & SX/EW - \$2.8B - 130K Tons Cu, 7.5K Tons Mo</p> <hr/> <p>Ilo Smelter & Refinery Expansion</p> <hr/> <p>Michiquillay \$2.5B - 225K Tons Cu</p>

2017-2022 Capex Program Overview (MM)



2017-2022 Copper Production Forecast ('000 MT Cu)



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

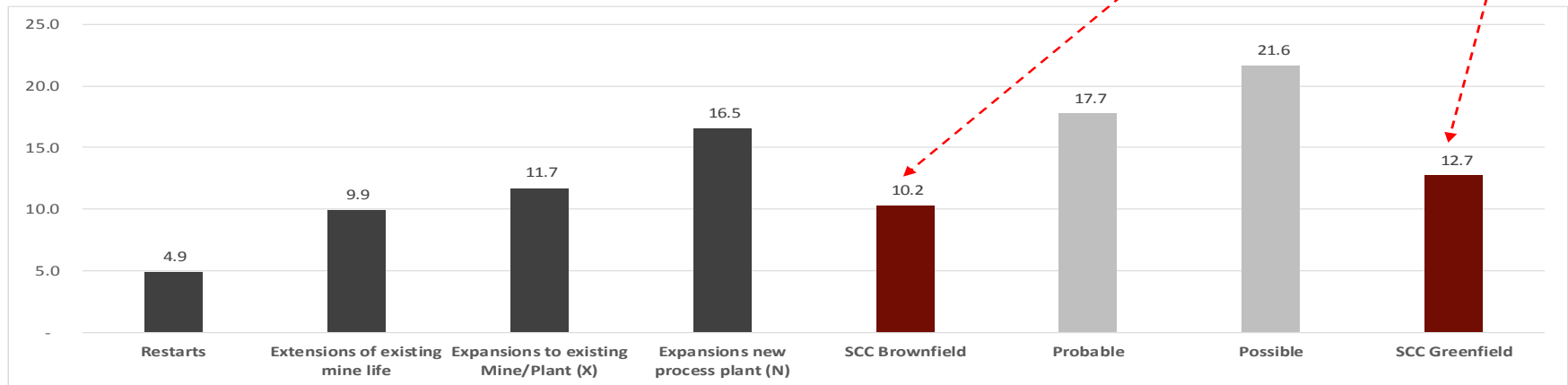
Project Capital Intensity at SCC Projects

Type	Initial Capex (US\$ MM)	% of Total Capex	Incremental Production Cu Eq. (kt/y)	Capital Intensity (US\$/tpy Cu Eq.)	
Brownfield Projects					
Toquepala concentrator expansion	Expansion (N)	1,253.2	8.5%	100.0	12,532
Buenavista SXEW III	Expansion (N)	1,363.5	9.2%	120.0	11,363
Buenavista concentrator expansion	Expansion (N)	1,785.4	12.1%	188.0	9,497
Pilares	Extension	189.5	1.3%	40.0	4,738
Total / Weighted average intensity		4,591.6	31.1%	448.0	10,249
Greenfield Projects					
Tia Maria SXEW	Probable	1,400.0	9.5%	120.0	11,667
Los Chancas	Probable	2,800.0	19.0%	150.0	18,667
Michiquillay	Possible	2,500.0	16.9%	225.0	11,111
Buenavista Zinc	Probable	413.0	2.8%	61.7	6,697
El Pilar	Probable	256.0	1.7%	35.0	7,314
El Arco	Possible	2,800.0	19.0%	209.8	13,343
Total / Weighted average intensity		10,169.0	68.9%	801.5	12,687

Industry-Wide Capital Intensity Comparison vs. SCC Projects

Weighted average project capital intensity of existing projects

US\$ 000 per tonne of Cu equivalent annual incremental production



Source: Wood Mackenzie (Global copper mine supply summary, May 2014); SCC filings and presentations

Key Differentiators to Achieve Lower Capital Intensity

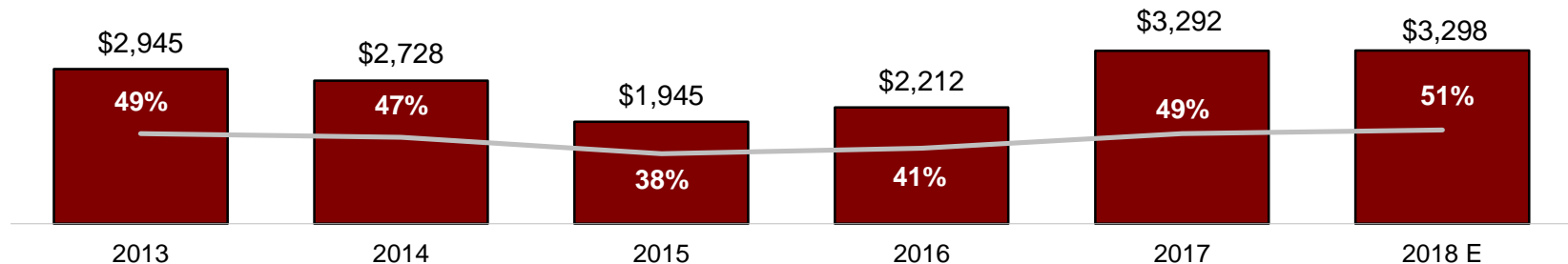
- Reduced mining preparation cost due to low pre stripping for Tia Maria and Buenavista projects
- Experienced project development team focused on capital efficiency

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 organic growth prospects.
 - Copper production heading towards 1.5M Tons by 2025.
- Capacity to deliver projects through flexible capital structure and significant cash generation capability. Investments focused on cost competitiveness.
- Fully integrated low cost operations. Expects cash cost of \$0.75 per pound by 2021.
- Outstanding dividend history.

SCC EBITDA and % Margin
(in US\$ millions)



Cu price	2013	2014	2015	2016	2017	2018 E
	\$3.32	\$3.11	\$2.50	\$2.21	\$2.80	\$2.95