

Fourth Quarter Report 2017

FOR THE THREE MONTHS ENDING 31 DECEMBER 2017

OZ Minerals Contained Metal Production	FY 2017 Guidance	Mar 2017	Jun 2017	Sep 2017	Dec 2017	FY 2017
Total Copper (Tonnes)	105,000 - 115,000	25,079	28,163	28,880	29,886	112,008
Total Gold (Ounces)	115,000 - 125,000	26,135	32,136	29,264	39,178	126,713
C1 Cash Costs (US cents/lb)	85 - 95	100	81	91	63	83

Strong annual copper and gold production, lower costs, cash up, copper guidance lifted

- Copper production guidance achieved for the third consecutive year
- Gold guidance exceeded for 2017 and up 34 per cent on prior quarter
- 2017 AISC of US 120 c/lb and C1 cost of US 83 c/lb at bottom of guidance range
- Unaudited 2017 net revenue circa \$1,020 million with gold representing circa 20 per cent
- Cash lifts to \$729 million (unaudited) from \$639 million in prior quarter, after investments
- Prominent Hill mine life further extended to 2029 following 18 per cent growth in underground Ore Reserve
- Carrapateena construction progressing on schedule and budget
- West Musgrave in Pre-Feasibility Study with upside opportunities identified
- 2018 and 2019 copper production guidance lifted

"2017 was a year of strong production and financial performance with significant progress made towards OZ Minerals becoming a multi-asset company.

"Prominent Hill delivered at the top end of production guidance and at the bottom of cost guidance, enabling us to take advantage of improved copper prices and grow revenue to over \$1 billion. Our cash balance increased by 14 per cent on the prior quarter, after investment in Carrapateena of \$69 million and ore inventory of \$11 million.

"Prominent Hill is now a reliable, long life, low cost producer. In November, we announced an 18 per cent increase in underground Ore Reserve, enabling an expected underground production rate of 3.5-4.0Mtpa¹ from 2019 through to 2029.

"During the year we progressed our growth strategy with construction beginning on the Carrapateena copper project, the West Musgrave copper-nickel project advanced to Pre-Feasibility and three new exploration projects were added to our growth pipeline.

"Looking ahead, Prominent Hill's disciplined year-on-year performance provides a robust base to enable our growth plans. Stockpile processing from Q2 2018 will maintain our plant at full capacity to mid-2023 and we expect substantial value to be realised during this period given open pit related costs have already been incurred. Our aim is to continue extending underground mine life year on year, with an estimated 80Mt of underground Resource not converted to Reserve.

¹ These production targets must be read in conjunction with the full production target cautionary statement on pages 12 & 13

Prominent Hill copper production has been revised upwards by a total of 15,000 tonnes over 2018 and 2019. Gold production guidance for 2019 has been lowered by approximately 20,000 ounces as we prioritise higher margin copper².

"At Carrapateena the focus remains on progressing construction on time and within budget. In a separate piece of work, we will be looking at exploiting the wider Carrapateena province potential. 2018 will see renewed focus on the Khamsin and Fremantle Doctor prospects and additional exploration at Punt Hill, the newest of our joint ventures, 50km south of Carrapateena. We will also begin investigating future options for the remainder of the Carrapateena mineralised zone.

"The West Musgrave Pre-Feasibility Study is underway. In parallel, a \$4 million exploration program will focus on district potential including the One Tree Hill prospect and Succoth copper deposit.

"The outlook for copper is positive. The fundamental drivers of demand remain robust and are materially enhanced with increasing electrification of cars, buses and trains and further development of renewable energy sources, all of which utilise high volumes of copper."

A handwritten signature in black ink, appearing to read 'A. Cole'.

Andrew Cole, Managing Director and CEO

² These production targets must be read in conjunction with the full production target cautionary statement on pages 12 & 13

SOCIAL PERFORMANCE

A 19 per cent increase in total recordable injury frequency per million hours worked was recorded at the end of December 2017 compared to the end of the prior quarter (6.39 vs. 5.39). The rise in TRIF was driven by an increased number of low severity musculoskeletal injuries during the quarter. Emphasis has been placed on biomechanical assessments in the workplace to identify risk factors associated with certain occupations and tasks.

Supporting local communities and businesses neighbouring our operations remains a key focus. Prioritising sustainable local employment and procurement has seen pastoralists, traditional owners and local Port Augusta based businesses win contracts for Carrapateena works including fencing, earthworks, village commissioning and water carting services. A number of Kokatha people are currently employed by OZ Minerals and its contract partners in various roles across the Carrapateena work site.

In addition, an Employment Stakeholders Group led by the Kokatha has been created to focus on driving employment and training opportunities for the whole Kokatha community. The Carrapateena Partnering Management Committee has also been established to ensure objectives outlined in our Partnering Agreement and Native Title Mining Agreement are achieved over the life of the project.

PROMINENT HILL OPERATIONS

Overview

Prominent Hill finished the year strongly with 29,886 tonnes of copper produced for the quarter. This resulted in annual production of 112,008 tonnes, which was in the upper half of guidance.

Gold production of 39,178 ounces was 34 per cent higher than the prior quarter, driven by a higher feed grade and higher recovery. Annual gold production of 126,713 ounces has exceeded guidance for 2017.

The optimised mine plan to accelerate open pit mining and bring forward the open pit closure has progressed to plan, with progressive mine rehabilitation and demobilisation activities well advanced.

Prominent Hill mine life has been extended by another year to 2029, enabled by an 18 per cent increase in underground Ore Reserve. Open pit stockpiles continued to grow through the quarter and will maintain the plant at full capacity to mid-2023 with strong cash flow generation expected, following open pit closure in Q1 2018.

Another strong performance from the underground saw record production in the quarter, with activity on track to achieve 3.5Mt – 4.0Mt³ of production in 2019.

All remaining guidance metrics for Prominent Hill were achieved or bettered for 2017, demonstrating the continued operating discipline on site.

For operating and cost statistics, please refer to Tables 1 and 2 on pages 10 and 11 of this report.

Mining

Open Pit

Ore mined in the quarter was 2.9Mt, consisting of 2.86Mt of copper-gold ore and 0.07Mt of gold only ore. Waste movement of 1.0Mt was 17 per cent below the prior quarter.

³ These production targets must be read in conjunction with the full production target cautionary statement on pages 12 & 13

The strip ratio was in-line with the prior quarter at 0.4:1, with a full year ratio of 0.5 times in-line with guidance.

Open pit production is scheduled for completion by the end of Q1 2018. Demobilisation activity continued with the progressive removal of equipment from site. Demobilisation will be ongoing through Q1 2018 as production draws to a close, leaving only the ROM re-handle fleet and associated equipment by the end of Q2 2018.

Progressive mine rehabilitation has continued through the quarter. In-line with the winding down of open pit production, the existing fleet has been utilised to enable the north dump rock armouring to be finished, with the south dump armouring substantially completed.

Underground Operations

Underground operations delivered 695kt of ore at 1.86 per cent copper, with annual ore production of 2.5Mt achieving full year guidance of 2.3 – 2.6Mt.

The record quarter of production was assisted by the utilisation of a fifteenth underground truck, representing the expected peak fleet size. The trial of a smaller scale, ejector style truck commenced during the quarter with the aim of increasing the volume of waste backfill into underground voids. This is targeted to reduce cemented hydraulic fill (CHF) / paste backfill requirements and therefore backfill costs, and potentially free up fleet capacity for incremental ore haulage. The Malu pump station installation progressed with commissioning now underway.

With the imminent closure of the open pit, final design and execution of two short permanent declines into the lower benches of the pit is underway. Once completed, the additional declines will enable efficient independent ventilation and haulage access for the eastern portion of the Malu underground area.

The expected production ramp up to 3.5Mt – 4.0Mt in 2019 is continuing to plan with an estimated production range of 2.8Mt – 3.1Mt⁴ guided for 2018.

Processing

There was 2.6Mt of ore milled for the quarter, with copper metal production achieving guidance and gold metal production exceeding guidance. Copper content in concentrate produced was 49 per cent with gold at 20 g/t for Q4.

Plant recoveries were 88 per cent for copper and 75 per cent for gold.

Higher gold production versus the prior quarter was primarily due to higher feed grade and higher recovery, driven by circa five per cent of high-grade underground gold ore in the feed blend.

The Tailings Storage Facility lift was completed on time and under budget during the quarter, facilitating the next four years of tailings storage as per the mine plan.

Operational improvements undertaken through H2 2017, including optimisation of SAG mill grinding media and operating densities, have increased run time at maximum plant throughput.

2017 also saw record annual plant availability and equal record plant utilisation achieved, associated with improved preventative maintenance strategies.

Following the Q4 predictive analytics project, work will be undertaken to develop a technology vision and road map for the processing plant, encompassing historic data, communications, mobility, live data utilisation and predictive analytics.

⁴ These production targets must be read in conjunction with the full production target cautionary statement on pages 12 & 13

Costs

C1 cash costs of US 62.9c/lb and AISC of US 95.8 c/lb were lower than the prior quarter, predominantly due to higher by-product credits (more gold), lower processing costs (no shutdown in Q4), and lower TCRC and transport costs due to the customer mix for the quarter. AISC was also lower for the reasons noted above, combined with lower capitalised underground development and lower sustaining capital for the quarter.

Q4 open pit unit mining costs of \$8.41/t mined were higher than Q3 as volumes continued to decrease with the upcoming open pit closure. The full year cost of \$7.16/t mined was within the revised lower guidance range of \$7.00-\$7.25/t mined.

Q4 underground mining operating unit costs of \$49/t mined were higher than Q3, with less capital development and more stope filling completed. The full year cost of \$53/t mined was within full year guidance of \$50-\$60/t mined.

Sales and Marketing

Shipments of Prominent Hill concentrates for the quarter totalled 65,710 dry metric tonnes, containing 30,706 tonnes of copper, 38,796 ounces of gold and 229,402 ounces of silver.

Shipments of Prominent Hill concentrates for the full year totalled 243,777 dry metric tonnes, containing 112,288 tonnes of copper, 132,285 ounces of gold and 843,159 ounces of silver.

CARRAPATEENA PROJECT

Phase one activities comprising construction of enabling infrastructure, including the accommodation village and airstrip, have progressed to plan during the quarter, with improving development rates achieved for the dual access declines.

The Mining Lease approval process continues on schedule, with an expected grant in Q1 2018.

Underground development

Development rates for the Carrapateena declines continued their consistent improvement during the quarter, with total development at 4,240 metres (2,037 metres to the face of the Tjati decline) and a vertical depth of 289 metres. Development rate increases resulted from increased availability of critical equipment, reducing cycle time variability, recruitment of key personnel and improved underground ventilation. Geotechnical drilling and test work for the underground ventilation infrastructure was completed as scheduled.

Infrastructure development

With Mining Lease approval expected in Q1 2018, enabling works have continued in accordance with the project plan.

Contracts for the airstrip, process plant and non-process infrastructure were executed during the quarter, with airstrip construction commencing in December 2017. On site Tjungu village construction works were ongoing with all rooms arriving on site and installation underway. Stage one of the village is on track for commissioning in late February. The final stage of the accommodation village installation and airstrip completion remain on track for Q2 2018.

The water exploration program in the Northern Wellfield saw 10 holes drilled in the quarter, with five holes successfully yielding water at a rate desirable for further aquifer testing.

The Radial Wellfield is made-up of seven near-mine production wells, along with six dedicated adjacent observation wells. Long-term (three-day) pumping tests were conducted at the production wells to estimate the wellfield pumping capacity. All production wells are developed and ready to accept pumping infrastructure, which is scheduled to commence Q1 2018.

Expenditure for Q4 relating to the Carrapateena project was \$84.2 million.

STRATEGIC OPERATIONAL PROJECTS

Concentrate Treatment Plant update

Trade-off studies were completed during the quarter, with an optimised plant located at Port Augusta selected to progress through to detailed engineering. A three-week pilot campaign was also completed successfully in December to provide final confirmation of performance.

Guided investment of up to \$12 million has been made for the CTP project for 2018, with a primary focus on improving capital and operating costs. Engineering consultants have been confirmed for the remaining study, work with a final investment decision on the project to be made by the end of 2018.

Expenditure for Q4 relating to the Concentrate Treatment Plant was \$3.0 million.

Power Strategy update

The OZ Minerals power strategy is currently assessing a range of long-term alternate supply options that will ensure security of power supply, reduction in line losses and enable mine plan execution at Prominent Hill and expansion optionality at Carrapateena.

A progress update will be provided to the market in Q1 2018.

WEST MUSGRAVE PROJECT

The West Musgrave project moved to Pre-Feasibility Study (PFS) during the quarter, following completion of the Scoping Study that demonstrated an investable base case for Nebo-Babel with upside potential through resource conversion.

The Scoping Study examined a range of project scale options and management of technical risks, delivering positive economic outcomes for a large, low cost mine.

The PFS will focus on improving metallurgical recoveries, lower cost non-process infrastructure and resource conversion to extend mine life within the current pre-production capital profile.

An exploration program will also focus on the wider regional potential, including the One Tree Hill prospect and the Succoth copper deposit.

In order to streamline the next phase of the project, OZ Minerals will manage the PFS. Our joint venture partner, Cassini Resources, will continue to manage on-ground activities associated with the PFS and the regional exploration program

Investment into West Musgrave for 2018 will be \$20 - \$30 million which will achieve the required spend to earn-in to 51 per cent of the project.

Expenditure for Q4 on the West Musgrave project was \$2.4 million.

EXPLORATION AND GROWTH

The Mt Woods collaborative venture with Minotaur Exploration completed four drill holes (for ~1,100m) during the quarter. The drill holes targeted shallow bedrock EM conductors within the Skylark shear zone. At Maverick, chalcopyrite mineralisation is developed over approximately 35m (130.6-165.2m) in association with pyrrhotite and magnetite alteration, in an interpreted skarn body. The remaining holes (drilled at each of Bellatrix East, Bellatrix Northeast and Nexus) intersected mostly graphite-bearing rocks at or near the modelled EM target position, adequately resolving the source of each of those conductors.

The Eloise JV with Minotaur Exploration had success during the quarter with the discovery of copper mineralisation at the Jericho prospect. The Jericho prospect was identified by an EM survey and comprised of two linear, multi-plate conductive zones 3-4km in length, modelled to be 50-275m below surface. The prospect was tested by eight diamond drill holes and copper was intersected in all holes. Highlights include⁵:

EL17D06: 27m @ 2.42% Cu and 0.71g/t Au from 435m (J2 conductor), including:

- 6m @ 4.23% Cu and 0.42 g/t Au from 440m, and
- 9m @ 3.83% Cu and 1.73g/t Au from 453m
- 35m @ 0.35% Cu and 0.05 g/t Au from 197m (J1 conductor), including:
 - 5m @ 0.78% Cu and 0.08 g/t Au from 223m
- 1m @ 3.64% Cu and 0.24g/t Au from 820m (J3 conductor)

EL17D09: 46m @ 0.74% Cu and 0.17g/t Au from 214m (J1 Conductor), including:

- 1.95m @ 2.01% Cu and 0.43g/t Au from 223m, and
- 8.4m @ 2.78% Cu and 0.66g/t Au from 250.6m
- 4.4m @ 1.6% Cu and 0.5g/t Au from 456m (J2 Conductor), including:
 - 2.4m @ 2.54% Cu and 0.84g/t Au from 458m

A single drill hole was completed at both the Arlington and St Louis prospects. Pyrrhotite and minor chalcopyrite were returned in both holes. Further work, including downhole EM, will be undertaken in H1 2018.

The program at Intercept Hill was completed with a fourth hole testing an IOCG target. No significant mineralisation was intersected and OZ Minerals withdrew from the agreement.

No activity was undertaken on the Coompana project as the company awaits the completion the scientific drill program, sponsored by Geological Survey of South Australia in conjunction with Geoscience Australia.

Acquisition of ground based magnetic and gravity data reached 100% completion at the Alvito project in Portugal. Field checking of newly identified anomalies and descriptions from historical reports led to the discovery of 19th century historic mining spoils on the property. Breccia-hosted sulphide mineralisation has since been observed at the Cova Das Minas prospect. Gossanous samples were collected along a corridor of positive gravity anomalism coincident with a key geological contact. Assay results returned anomalous copper and gold values. Targets are scheduled to be drilled in Q1 2018.

The Oaxaca project is targeting high-grade copper-zinc VHMS systems in the Cretaceous volcanic rocks of southern Mexico. During Q4, first-pass geological mapping and geochemical sampling at Riqueza Marina identified further surface copper mineralisation in gossanous subcrop. The gossan, part of which is interpreted as former massive sulphide, has now been mapped over an area of approximately 300 x 100 metres. Community approvals and drill permitting are expected to commence in Q1 2018. At Zaachila, the local community granted access to the project area, enabling fieldwork to commence in November. Early-stage mapping and sampling has uncovered surface copper mineralisation in rock samples over an east-west strike length of approximately 1.5 kilometres, coinciding with a key geological contact. Further mapping and sampling work are planned.

⁵ This information is extracted from the announcements by Minotaur Exploration Limited titled "High grade copper-gold confirmed at 'Jericho', Eloise JV, Cloncurry" released on 3 November 2017 and "Assays confirm wide copper-gold intersections at 'Jericho', Eloise JV, Cloncurry" released on 11 December 2017 and are available at www.minotaurexploration.com.au/investor-information/asxannouncements. OZ Minerals is not aware of any new information or data that materially affects the information included in that announcement. OZ Minerals confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from that announcement.

Expenditure for Q4 on exploration and growth was \$4.0 million.

CORPORATE

The gold hedging strategy in relation to gold ore stockpiles implemented in April 2016 was extended by another 12,204 ounces during the quarter, bringing the total amount of gold hedged to 267,137 ounces at an average price of A\$1,736/oz. Full exposure to the spot gold price will continue until mid-2018 when initial contracts will begin to mature.

During the quarter Warrick Ranson commenced as Chief Financial Officer and Mark Irwin permanently transitioned into the newly created Chief Commercial Officer role, accountable for delivering new operating assets into the OZ Minerals portfolio.

Corporate Information

Webcast

As is OZ Minerals' established practice, a presentation associated with this Quarterly Report will be broadcast at 10am (AEDT) on the day that the Report is lodged with the ASX. Access to this live broadcast is available to all interested parties via the OZ Minerals website (www.ozminerals.com) and is archived on the website shortly thereafter for ongoing public access. The date of each Quarterly Report presentation is announced in advance and can be found on the OZ Minerals website.

While we will endeavour to release the Report on the date provided in advance, we may bring the announcement forward if the relevant information is finalised earlier than expected or delay the Report if information is not final.

Issued Share Capital at 16 January 2018

Ordinary Shares	298,664,750
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Share Price Activity for the December Quarter (Closing Price)

High \$9.16
Low \$7.57
Last \$9.08 (16 January 2018)
Average daily volume 2.2 million shares

Share Registry

Link Market Services Limited
Tower 4, 727 Collins Street
Docklands VIC 3008
Telephone Australia: (+61) 1300 306 089
Facsimile: +61 (2) 9287 0303
registrars@linkmarketservices.com.au

Registered Office

Level 1, 162 Greenhill Road
Parkside, South Australia, 5063, Australia
Telephone: +61 (8) 8229 6600
Fax: +61 (8) 8229 6601

Investor and Media Enquiries

Investors

Tom Dixon
Group Manager – Investor Relations
Telephone: +61 (8) 8229 6628
Mobile: +61 (0) 450 541 389
Email: tom.dixon@ozminerals.com

Media

Sharon Lam
Group Manager – Communications
Telephone: +61 (8) 8229 6627
Mobile: +61 (0) 438 544 937
Email: sharon.lam@ozminerals.com

OZ Minerals Prominent Hill Production and Costs

Table 1: Operating Statistics

		Q1 2017	Q2 2017	Q3 2017	Q4 2017	FY 2017
MINED (TONNES)	MALU OP COPPER-GOLD ORE	3,406,525	3,411,900	3,115,588	2,857,567	12,791,580
	MALU OP GOLD-ONLY ORE	306,627	249,845	175,043	66,751	798,266
	UNDERGROUND TOTAL ORE	505,835	593,285	683,615	695,179	2,477,913
	OP WASTE	2,271,226	1,942,903	1,242,962	1,036,791	6,493,883
MINED GRADE SOURCE						
MALU OP - COPPER-GOLD ORE	COPPER (%)	0.98	0.98	1.00	1.09	1.01
	GOLD (G/T)	0.50	0.55	0.55	0.51	0.53
MALU OP - GOLD-ONLY ORE	COPPER (%)	0.10	0.12	0.11	0.12	0.11
	GOLD (G/T)	0.74	0.96	0.66	0.99	0.81
UNDERGROUND - TOTAL ORE	COPPER (%)	1.84	2.07	1.94	1.86	1.93
	GOLD (G/T)	0.69	0.71	0.45	0.45	0.56
ORE MILLED	(TONNES)	2,398,120	2,397,009	2,564,974	2,594,393	9,954,496
MILLED GRADE	COPPER (%)	1.21	1.32	1.28	1.32	1.28
	GOLD (G/T)	0.47	0.57	0.52	0.62	0.55
	SILVER (G/T)	3.53	3.55	3.24	3.17	3.37
RECOVERY	COPPER (%)	86.8	88.8	87.8	87.6	87.8
	GOLD (%)	72.0	73.5	68.7	75.3	72.5
	SILVER (%)	72.6	75.4	72.8	73.1	73.5
COPPER CONCENTRATE PRODUCED	TONNES	54,264	62,772	62,943	61,245	241,224
CONCENTRATE GRADE	COPPER (%)	46.2	44.9	45.9	48.8	46.4
	GOLD (G/T)	15.0	15.9	14.5	19.9	16.3
	SILVER (G/T)	113.4	102.2	96.1	98.0	102.0
CONTAINED METAL IN	COPPER (TONNES)	25,079	28,163	28,880	29,886	112,008
CONCENTRATES PRODUCED	GOLD (OZ)	26,135	32,136	29,264	39,178	126,713
	SILVER (OZ)	197,803	206,213	194,443	192,944	791,404
TOTAL CONCENTRATE SOLD	(DM TONNES)	41,889	72,458	63,720	65,710	243,777

Table 2: Operating Costs ('C1 Costs')

US Cents per pound	Q1 2017	Q2 2017	Q3 2017	Q4 2017	FY 2017
Mining costs	103.4	87.3	82.0	80.7	87.8
Deferred mining	(4.0)	(1.4)	0.0	0.0	(1.3)
Ore inventory adjustment	(26.8)	(24.5)	(21.3)	(12.9)	(21.1)
Total Mining costs	72.6	61.4	60.7	67.8	65.4
Site processing costs	29.5	27.8	33.6	26.0	29.2
TC/RC and transport	49.9	52.4	50.1	38.9	47.6
Net By - Product credit	(62.3)	(69.1)	(62.2)	(79.6)	(68.6)
Other direct cash costs	10.5	8.5	8.5	9.8	9.4
Total C1 costs	100.2	81.0	90.7	62.9	83.0
Royalties	15.9	15.8	17.1	19.2	17.0
Other indirect costs	3.6	3.9	3.5	3.3	3.6
Total cash costs	119.7	100.7	111.3	85.4	103.6
D&A	115.9	101.5	105.0	88.5	102.1
Other non-cash costs (D&A capitalised into inventory)	(41.4)	(40.2)	(33.3)	(19.8)	(32.3)
Net realisable value adj. - low grade gold ore	5.7	(11.3)	3.9	(17.8)	(5.3)
Total production costs	199.9	150.7	186.9	136.3	168.1

Table 3: Guidance

GUIDANCE	2018	2019
PROMINENT HILL:		
COPPER PRODUCTION*	100,000 - 110,000 TONNES	95,000 - 105,000 TONNES
GOLD PRODUCTION*	120,000 - 130,000 OUNCES	100,000 - 110,000 OUNCES
UNDERGROUND ORE MOVEMENT	2.8 – 3.1MT	3.5 – 4.0MT
UNDERGROUND UNIT MINING COSTS ¹	A\$45 - A\$55/TONNE	
UNDERGROUND CAPITAL EXPENDITURE	A\$50 - A\$60 MILLION (INC. DEVELOPMENT)	
GROWTH CAPITAL EXPENDITURE	A\$20 - A\$25 MILLION	
SITE SUSTAINING CAPITAL EXPENDITURE	A\$10 - A\$20 MILLION	
ALL IN SUSTAINING COST ²	US 120c – US 130c/lb	
C1 COSTS ^{2,3}	US 75c – US 85c/lb	
OTHER:		
CARRAPATEENA CONSTRUCTION CAPITAL	CIRCA A\$500 MILLION	
WEST MUSGRAVE PFS (INCL. EXPLORATION)	A\$20 - A\$30 MILLION	
CARRAPATEENA PROVINCE EXPANSION	A\$8 - A\$10 MILLION	
CONCENTRATE TREATMENT PLANT STUDIES	UP TO A\$12 MILLION	
EXPLORATION	A\$10 - A\$15 MILLION	

¹ Underground Unit Mining Costs include geology costs and exclude underground capital expenditure

² AUD/USD of 0.76 has been used in converting A\$ costs to US\$ for C1 and AISC guidance

³ From 2018, C1 costs have been calculated to align with the Wood Mackenzie methodology, which excludes inventory movements

*** Production Targets Cautionary Statement**

Production Targets for the Prominent Hill Underground only are based on:

Proved Ore Reserve	44%
Probable Ore Reserve	47%
Measured Mineral Resource	1%
Indicated Mineral Resource	3%
Inferred Mineral Resource	5%

Production Targets for the entire Prominent Hill asset are based on:

Proved Ore Reserve	47%
Probable Ore Reserve	45%
Measured Mineral Resource	1%
Indicated Mineral Resource	2%
Inferred Mineral Resource	5%

The modifying factors used in the estimation of the Ore Reserve were also applied to the Mineral Resources in the generation of the production target. There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the production targets will be realised.

The Ore Reserve and Mineral Resource Estimate underpinning these Production Targets were prepared by a Competent Person in accordance with the JORC Code 2012. The production targets are the result of detailed studies based on the actual performance of our existing mines and processing plant. These studies include the assessment of mining, metallurgical, ore processing, marketing, government, legal, environmental, economic and social factors.

Further information on Prominent Hill Resources and Reserves is available in the document entitled "Prominent Hill 2017 Mineral Resource and Ore Reserve Statement and Explanatory Notes" which is annexed to the ASX Release entitled "Prominent Hill underground Reserve growth continues, mine life extended to 2029" released on 21 November 2017 and available at https://www.ozminerals.com/uploads/media/171121_Prominent_Hill_2017_Mineral_Resource_and_Ore_Reserve.pdf. OZ Minerals confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. OZ Minerals confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.