



2016 Fourth Quarter Report Presentation

30 JANUARY 2016



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Forward looking statements

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All figures are expressed in Australian dollars unless stated otherwise.

This presentation should be read in conjunction with the Quarterly Report released today.

Compliance Statements

Prominent Hill Production Targets Cautionary Statement

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

Proved Ore Reserve 47%
Probable Ore Reserve 33%
Measured Mineral Resource 0%
Indicated Mineral Resource 4%
Inferred Mineral Resource 16%

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

Proved Ore Reserve 46%
Probable Ore Reserve 40%
Measured Mineral Resource 0%
Indicated Mineral Resource 3%
Inferred Mineral Resource 11%

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 2016 Mineral Resource and Ore Reserve Statement and Explanatory Notes" which is annexed to the ASX Release entitled "Prominent Hill mine life extended to 2028" released on 15 November 2015 and available at <http://www.ozminerals.com/media/prominent-hill-mine-life-extended-to-2028-and-2016-mineral-resource-and-ore/>. 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.

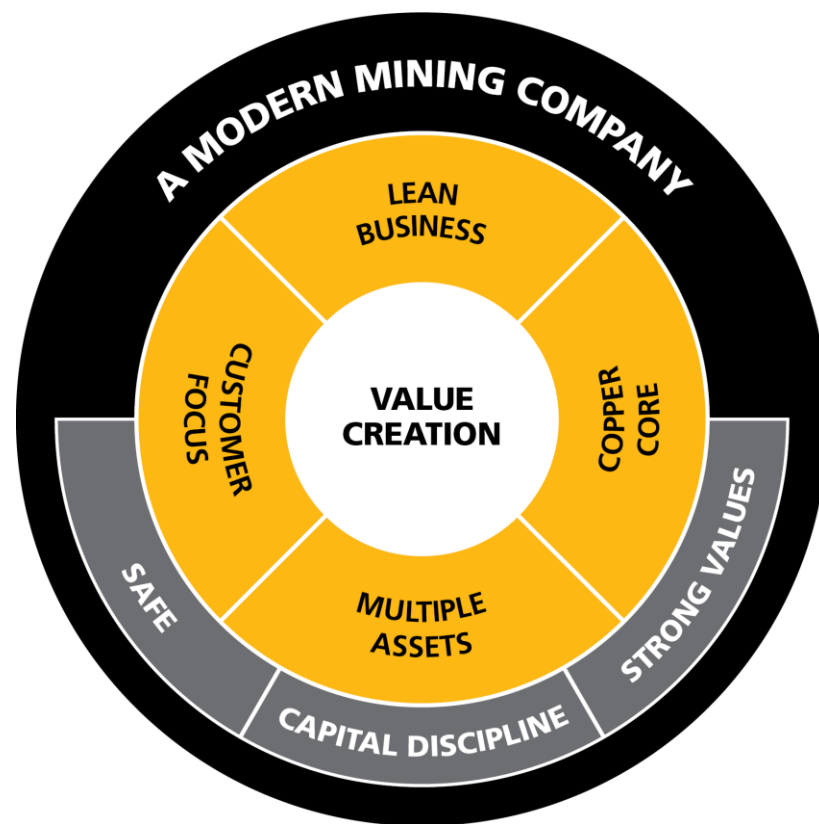
Delivering on our growth strategy

How we will work

- **Safety** – Safe work above all else, strive for a workplace with no injuries.
- **Values** – Integrity and strong governance in all aspects of the way we work.
- **Capital discipline** – Commitment to reliably and predictably deliver with disciplined capital deployment.

What we will focus on

- **Lean business** – Fit for purpose today with an agile and flexible approach to opportunity.
- **Customer focus** – Preferred supplier of mineral products to customers.
- **Copper core** – Foundation built on copper with base metals and gold opportunistically pursued.
- **Multiple assets** – Build and maintain a portfolio of valuable, risk managed cash generating assets.



OZ Minerals Portfolio

Operations, Projects and a Growing Pipeline of Opportunities

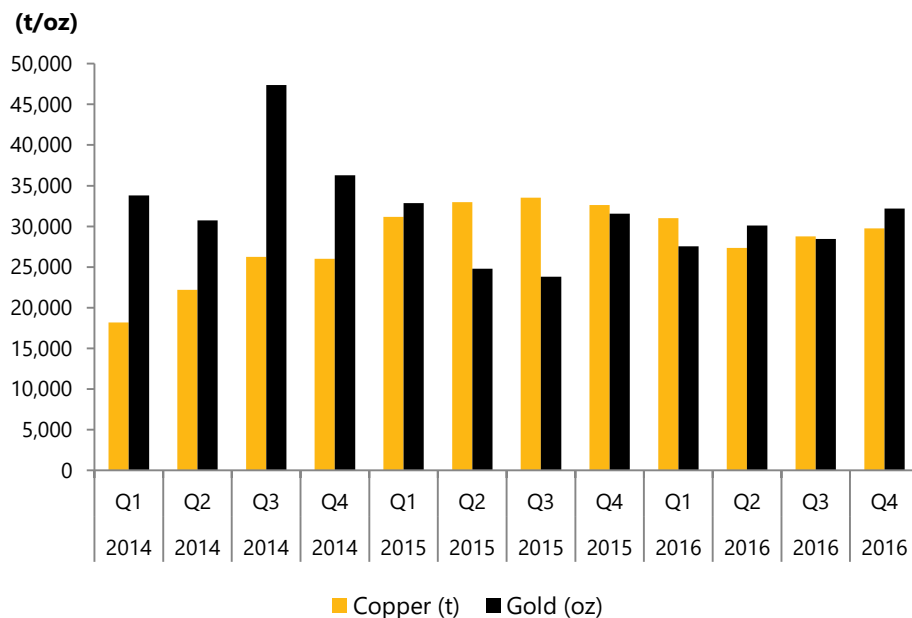
PROMINENT HILL	CARRAPATEENA	WEST MUSGRAVE	GROWTH GAWLER CRATON	GROWTH PIPELINE
OP AND UG MINING	LOW RISK JURISDICTION	ESTABLISHED RESOURCE	KHAMSIN	ELOISE
STRONG CASH GENERATION	20+ YEAR UG MINE LIFE	SCOPING STUDY COMMENCED	FREMANTLE DOCTOR	MOUNT KEITH
BOTTOM QUARTILE COSTS	BOTTOM QUARTILE COSTS	OPEN PITTABLE	MOUNT WOODS	COOMPANA
ROM STOCK UNWIND 2018-2023	RAPID PAYBACK	LOW STRIP RATIO	INTERCEPT HILL	M & A
RESOURCE TO RESERVE CONVERSION	HIGHEST GRADE Cu CONCENTRATE GLOBALLY	REGIONAL EXPLORATION OPPORTUNITIES		
LONG LIFE	EXPANSION OPTIONALITY			

Summary

ITEM	Q3	Q4
Contained Copper produced (t)	● 28,756	● 29,758
Contained Gold produced (oz)	● 28,466	● 32,205
C1 costs US c/lb	● 70.7	● 77.9

- Favourable to annual guidance
● Unfavourable to annual guidance

CONTAINED COPPER AND GOLD PRODUCED



2016 GUIDANCE ACHIEVED

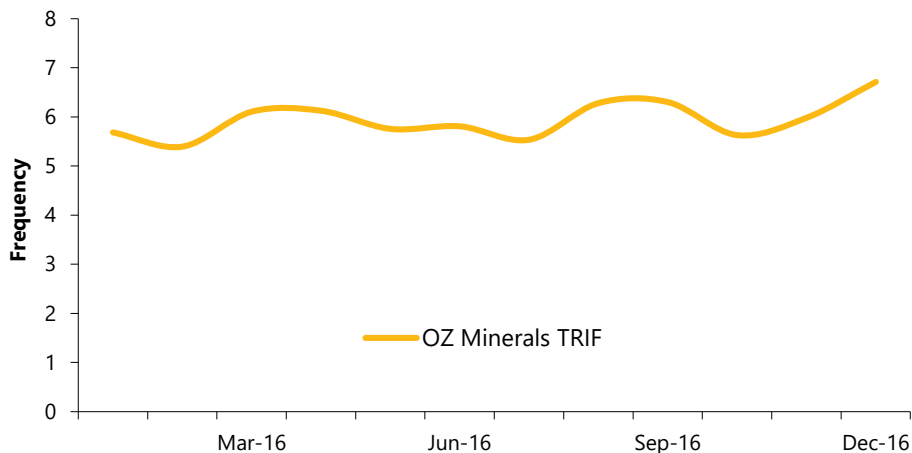
- / Copper guidance achieved for 2016 and for the second consecutive year
- / Gold production within revised full year guidance and up 13% on Q3 despite 292 processing hours lost during power outage (total H2 loss 354 hours)
- / Robust cash generation lifts unaudited cash balance to \$656 million as at 31 December 2016
- / 2016 C1 costs of US 74.1c/lb within guidance; annualised procurement cost savings of more than \$40 million achieved
- / 2017 copper production guidance confirmed and lifted for 2018 and 2019
- / PH mine life extended to 2028 driven by growth in underground Ore Reserve of more than 40%
- / Growth pipeline expanded with six exploration partnerships now in place

PIPELINE PROGRESSING IN EARLY 2017

- / Carrapateena Feasibility Study expected to be ready for Board consideration in early Q2
- / West Musgrave Scoping Study commenced; logistics, infrastructure, power and processing option studies to commence in February 2017

Safety

SAFETY PERFORMANCE



CONTINUED SAFETY FOCUS

- / Q4 TRIFR at 6.71; an increase on Q3 (6.30)
- / Underground improvement plan initiated, but yet to translate into lower TRIF
- / Numerous Prominent Hill OZ Minerals operations departments and contract partners more than one year recordable injury free
- / Commitment to safety demonstrated at Carrapateena with no recordable injuries occurring during Q4

SAFETY CULTURE CHANGES TARGETED

- / Underground safety improvement plan continuing with external led behaviour based program focusing on reduction of total injuries and high potential incidents



Underground safety improvement plan execution – truck tyre chain trial targeting reduced truck related incidents and improved productivity.

Cash Generation

WORKING CAPITAL MOVEMENTS - QUARTER

A\$M	Sep 16*	Dec 16*	Change
Trade receivables	151	69	(82)
Concentrate (at cost)	42	48	6
Trade payables	(68)	(74)	(6)
Ore inventory	434	488	54
Working Capital	559	531	(28)
Cash balance	509	656	147

* Balances unaudited

WORKING CAPITAL MOVEMENTS - YEAR

A\$M	Dec 15	Dec 16*	Change
Trade receivables	91	69	(22)
Concentrate (at cost)	29	48	19
Trade payables	(63)	(74)	(11)
Ore inventory	279	488	209
Working Capital	336	531	195
Cash balance	553	656	103

* Balances unaudited

STONG CASH BUILD IN FINAL QUARTER

- / Unaudited 31 December 2016 cash balance of \$656 million with no debt
- / 2016 net cash generation (pre-dividend, buyback and class action costs) of \$230 million (unaudited)
- / 2016 investment in Carrapateena project \$46 million with \$73 million cash investment into ore inventory (plus \$136 non-cash investment during year)
- / Elevated trade receivables normalised following adverse weather events in Q3
- / Gold hedge increased by 10 koz in Q4 bringing total hedge (commencing 2018) to 200 koz at an average price of A\$1,731/oz

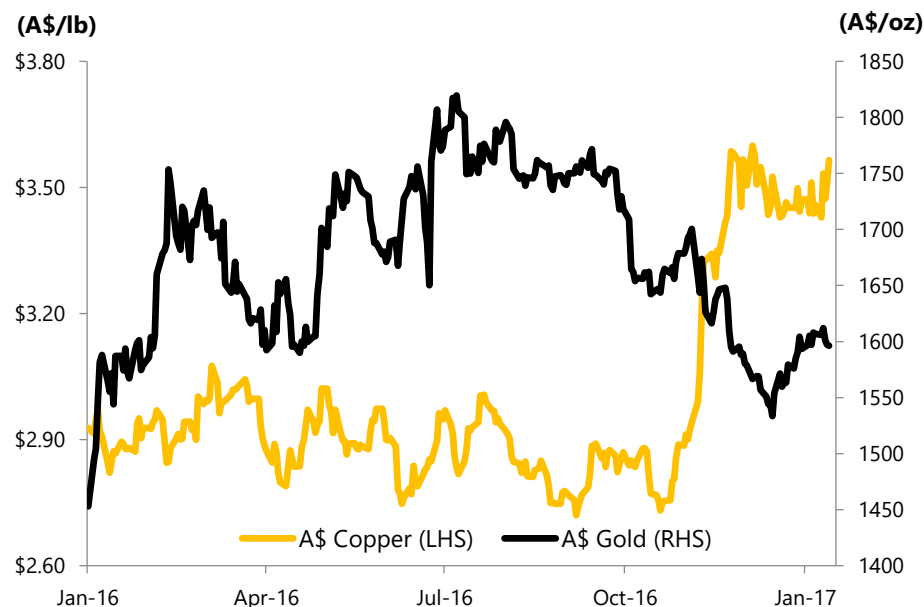
UPCOMING ACTIVITY

- / Ore inventory build to continue; investment to be realised from mid-2018
- / No cash tax payments in 2016; monthly instalments to commence H2 2017 with 2016 tax provision also payable H2 2017
- / Final dividend announcement with FY results on 23 February; ability to pay fully franked dividends from 2017

Sales Performance

ITEM	Q1	Q2	Q3	Q4
Copper sold (t)*	23,260	30,147	30,075	29,098
Gold sold (oz)*	23,027	33,223	28,857	25,637

A\$ COPPER & A\$ GOLD



Source: Bloomberg

STRONG DEMAND AND CUSTOMER FOCUS

- 2016 unaudited net revenue c.\$820 million; with gold representing c.25%
- Strategy to lock in copper price at time of sale commenced 1 July 2016
- Strong demand for PH copper concentrate from long term and new customers
- Multiple ore sources provide significant flexibility in parcel customisation
- Higher transport and other commercial costs during Q4

COMMITTED SALES IN PLACE

- 2017 and 2018 sales are allocated under long term contracts

Prominent Hill

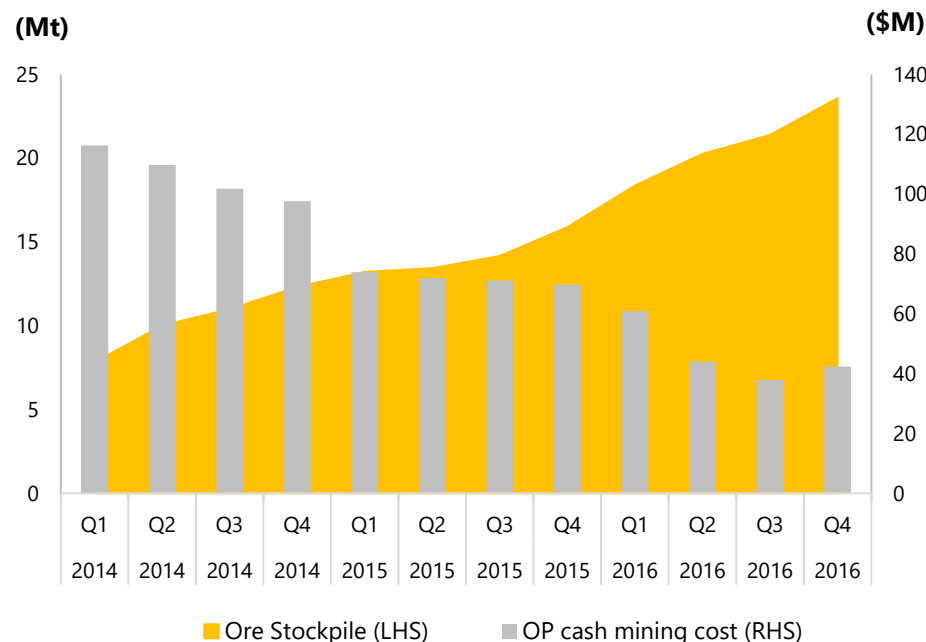


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Open Pit Performance

ITEM	Q3	Q4
Open Pit ore mined (Mt)	3.0	3.9
Open Pit waste mined (Mt)	3.0	2.9

OP CASH MINING COST vs. ORE STOCKPILED



OPEN PIT PERFORMANCE

- Strong Q4 performance to reach 2016 production guidance
- Strip ratio for Q4 at 0.7:1 as per plan; FY 2016 at 1:1 as per guidance
- Higher absolute mining cost due to increased material movement during Q4
- Life of Mine pit dewatering infrastructure installed in Q3 utilised to minimise impact (83 hours) of a high volume rain event (88mm) late in Q4
- Implementation of refined single lane pit shell design underway, allowing access to additional circa 2Mt of ore during remaining pit life
- Operational metrics unaffected by power outage early in Q4

UPCOMING FOCUS

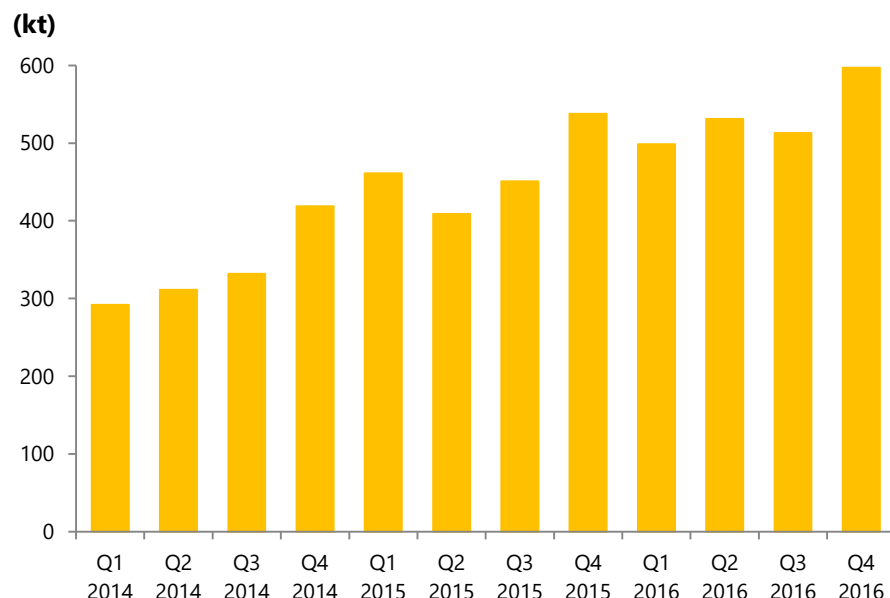
- Planning underway for next open pit demobilisation, expected in Q2 2017
- Small scale powder factor trial to measure impact on mill throughput rates

Underground Performance

ITEM	Q3	Q4
Underground ore mined (kt)	513	597

● Favourable to annual guidance ● Unfavourable to annual guidance

UNDERGROUND ORE HAULED



RECORD UNDERGROUND PERFORMANCE

- / Underground mine contributed 597kt of ore at 2.13 per cent copper
- / Record quarterly ore production life of mine to date
- / 233kt of underground ore / waste rehandled by open pit fleet
- / Annual ore production guidance achieved with 2.14 million tonnes in 2016
- / Power outage effects mitigated through onsite power generation and use of short haul opportunity into open pit
- / Second permanent decline well advanced with break through expected in Q3 2017
- / Stope blasting process improvements implemented to increase productivity

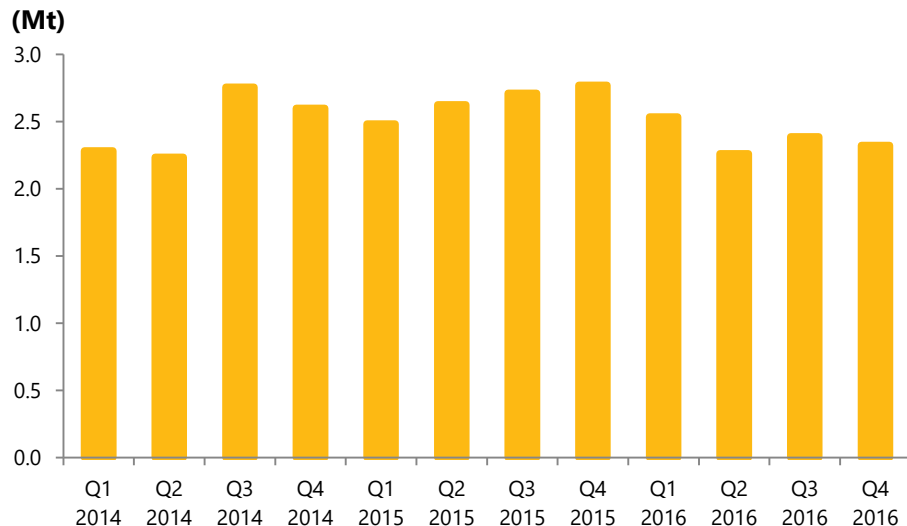
FURTHER ACTIVITIES PLANNED

- / Reduction in shotcrete costs through sourcing alternative aggregate
- / Installation of life of mine underground pump station, planned for H1 2017 execution

Processing Plant Performance

ITEM	Q3	Q4
Ore milled (Mt)	2.4	2.3
Copper recovery (%)	86	88
Gold recovery (%)	72	75

MILL THROUGHPUT



PRODUCTION GUIDANCE ACHIEVED

- / Metal production guidance achieved, supported by increased head grade and recoveries
- / Total ore milled reduced in Q4, impacted by 292 hours of downtime with loss of power to site
- / Plant returned to in excess of 10Mtpa run-rate during Q4 when adjusting for power loss
- / Independent plant maintenance audit completed
- / Independent plant corrosion audit completed
- / Pre-crushing trial (~220kt) completed on selected ore types; open pit powder factor trial underway
- / Repaired girth gear performing well; replacement girth gear now on-site as back-up

CONCENTRATOR IMPROVEMENT FOCUS

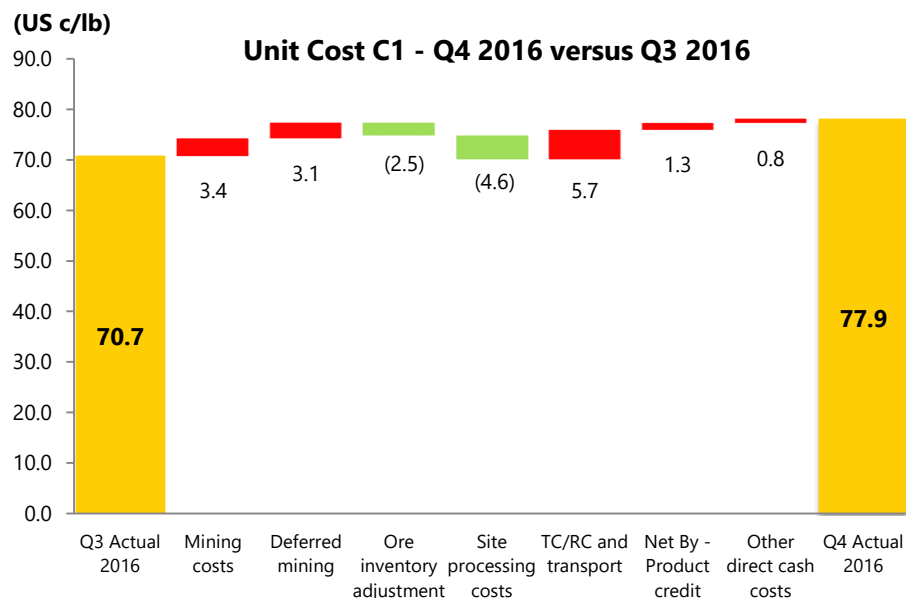
- / Maintenance audit outcome opportunities – procurement, work planning and technology use
- / Corrosion audit – preventative works and minor corrective actions
- / Small scale throughput trials of harder ore types

Cost Performance

ITEM	Q3	Q4
Open Pit unit costs \$/t	● 6.30	● 6.25
Underground unit costs \$/t	● 53	● 50
C1 costs US c/lb	● 71	● 78

- Favourable to annual guidance
- Unfavourable to annual guidance

C1 COST ANALYSIS



COST GUIDANCE ACHIEVED

- / Q4 C1 cost of US 77.9c/lb; YTD C1 cost of US 74.1c/lb within 2016 guidance and continuing bottom quartile cost production
- / 2016 All-in sustaining cost of US 115c/lb
- / Underground operating unit costs of \$50/t for Q4 and \$53/t YTD; in-line with guidance
- / Q4 OP unit mining costs \$6.25; YTD \$6.20/t - below guidance with efficiency improvements driving cost savings
- / Procurement cost savings program realised in excess of \$40 million of annualised savings
- / Cost impact of power outage largely mitigated

INITIATIVES TO CONTINUE THROUGH 2017

- / Ongoing cost savings initiatives embedded in lean culture and procurement process

Carrapateena



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Carrapateena

UNDERGROUND DEVELOPMENT



FEASIBILITY STUDY UNDERWAY

- / Pre-Feasibility study released
- / Project transitioned to Feasibility stage
- / Mineral Resource estimate upgraded to 46% Measured classification
- / EPC bids being sought for Minerals Processing Plant
- / Optionality maintained in CTP site selection
- / Carrapateena Feasibility Study expected to be ready for Board consideration in early Q2

DECLINE DEVELOPMENT PROGRESSING SAFELY

- / Official opening of Tjati Decline held in November
- / Tjati Decline development now beyond 450 metres
- / No recordable injuries

APPROVALS MOVING FORWARD

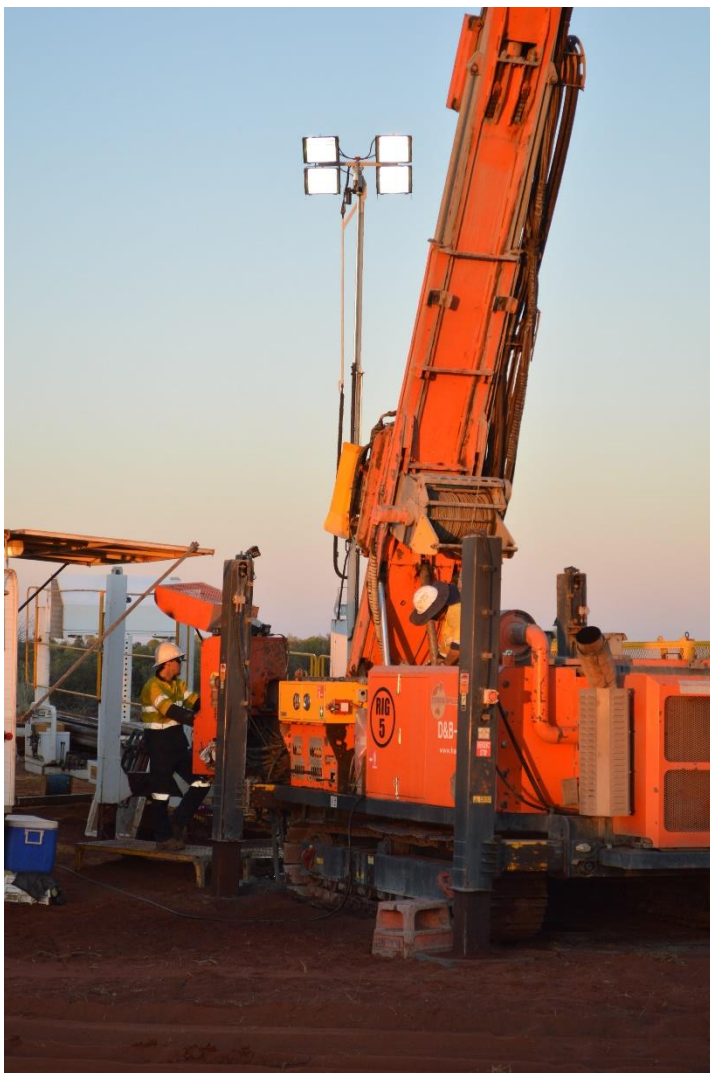
- / Kokatha partnering agreement executed
- / Community consultation commenced in preparation for Mining Lease submission
- / Initial submissions for Government approvals nearing completion

West Musgrave



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Nebo-Babel Scoping Study



NEBO-BABEL METALLURGICAL PROGRAMME

- / Completed a geometallurgical review and drill program designed to provide spatial representation of Nebo-Babel deposits
- / 5 hole (670m) metallurgical drill program completed
- / Core dispatched to Perth for processing and analysis
- / Comprehensive metallurgical test work program to commence early February with scheduled completion in June 2017
- / GR Engineering engaged to manage metallurgical test work program

SCOPING STUDY WORK UNDERWAY

- / Focus on operational scale and improvement in metallurgical recovery
- / Nebo-Babel resource extension drilling program planning underway
- / Logistics, infrastructure, power and processing option studies to commence in February 2017

Exploration



Visible chalcopyrite in massive sulphide zone from CZD0017

ONE TREE HILL AND SUCCOTH PROSPECTS

- / 381m hole testing an EM conductor at the One Tree Hill Prospect intersected semi massive to massive sulphides hosted in magmatic style of mineralisation, similar to Succoth and Nebo-Babel deposits
 - / 34m @ 1.05% Cu from 332m*
 - / Including 3.2m @ 2.16% Cu, 0.58% Ni, 0.10% Co & 1.0 g/t PGE from 344.6m in the massive sulphide zone*
- / Geological indicators suggest the zone is part of a much larger mineralised system
- / Result confirms >40km of mineralised strike in the West Musgrave Project, most of which has not been adequately explored
- / Further testing by drilling and geophysics required
- / 792m hole testing for the primary source of remobilised nickel at the Succoth deposit failed to intersect the mineralised host rock suggesting a change in the plunge of the host intrusion
- / Source of remobilised nickel remains unanswered; downhole geophysics to assist further targeting

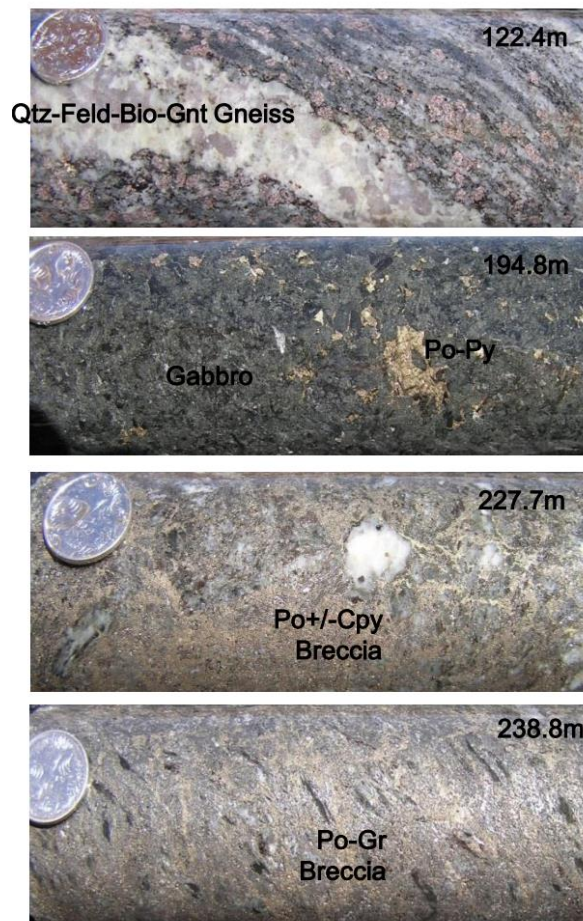
* This information is extracted from the announcement by Cassini Resources Limited release "One Tree Hill results confirm significant discovery" dated 23 January 2017 and is available at <http://www.cassiniresources.com.au/investor-relations/asx-announcements>. OZ Minerals is not aware of any new information 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.

Exploration and Growth



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Mt Woods – Minotaur JV



Jupiter core

ISCG PROOF OF CONCEPT

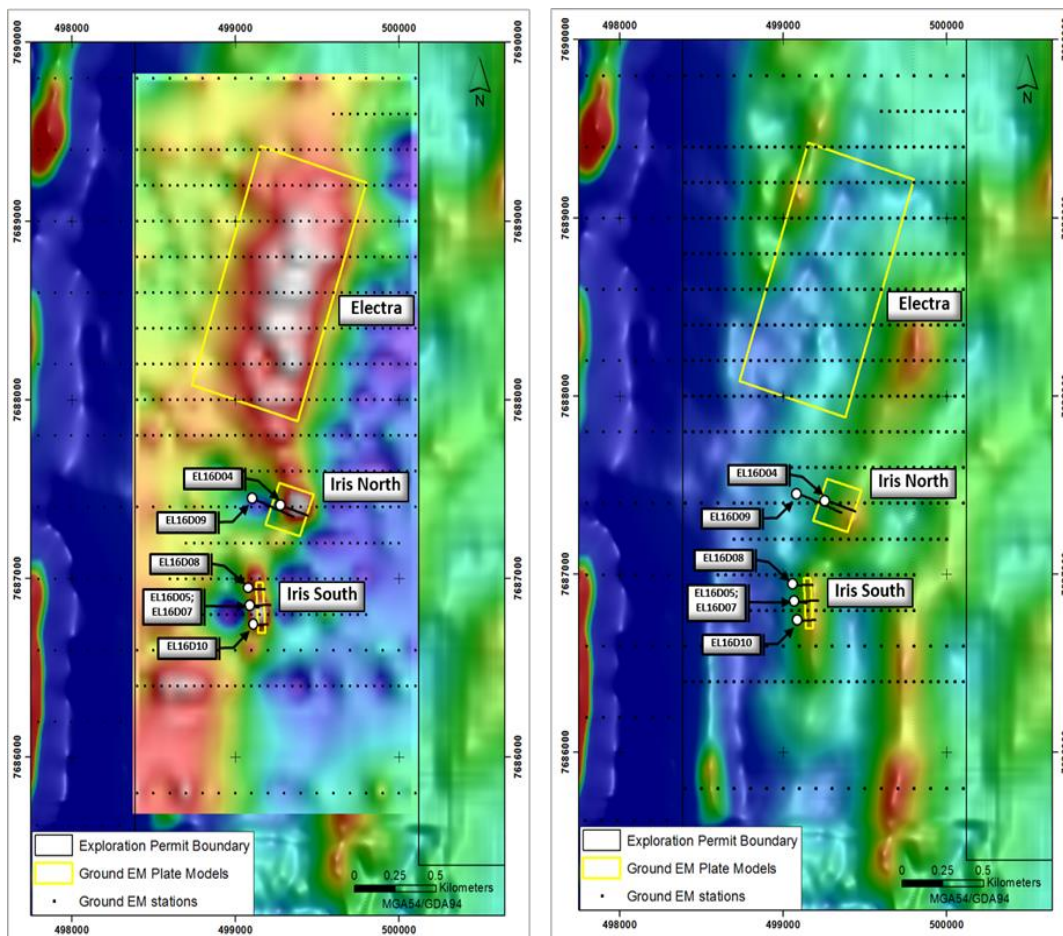
- / 5 holes drilled for 1,867m completed
- / ISCG style of mineralisation intersected at 2 prospects – Jupiter and Bellatrix
- / Jupiter returned 15m @ 0.21% Cu from 225m in an ISCG style pyrrhotite-matrix breccia*
- / Bellatrix intersects a hybrid ISCG-IOCG system:
 - / Mineralisation found in pyrrhotite matrix breccias (ISCG) and magnetite-pyrite + chalcopyrite skarns (IOCG); Bellatrix returned 9m @ 0.41% Cu from 242m*

ONGOING WORK

- / Further analysis of results and drill target generation

* This information is extracted from the announcement by Minotaur Exploration Limited titled "Exploration for IOCG and ISCG copper gold giants" released on 2 December 2016 and is available at www.minotaurexploration.com.au/investor-information/asx-announcements. 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.

Eloise – Minotaur JV



DRILL PROGRAM AT IRIS COMPLETE

- / 6 holes for 2,000m drilled, all of which intercepted sulphide rich breccia's and stringer zones. Highlights include:
 - / EL16D05: 38m @ 0.47% Cu and 0.08g/t Au from 166m*
 - / EL16D07: 20m @ 0.18% Cu and 0.03g/t Au from 228m, and 5.8m @ 0.48% Cu and 0.06g/t Au from 277m**
 - / EL16D08: 26m @ 0.73% Cu and 0.61g/t Au from 168m, including 0.4m @ 12.35% Cu and 14.3g/t Au from 175.3m**
 - / EL16D09: 40m @ 0.25% Cu and 0.06g/t Au from 390m, including 12m @ 0.52% Cu and 0.17g/t Au from 409m**
- / Infill EM program complete and defines a significant conductor at the Electra prospect

FURTHER EXPLORATION AT IRIS Q1 2017

- / Analysis of results, target generation and work program definition for Q1 2017

* This information is extracted from the announcement by Minotaur Exploration Limited titled "First assays for Iris copper prospect, Cloncurry" released on 19 October 2016 and is available at www.minotaurexploration.com.au/investor-information/asx-announcements. 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.

** This information is extracted from the announcement by Minotaur Exploration Limited titled "Iris-Electra results confirm copper-gold potential" released on 24 November 2016 and is available at www.minotaurexploration.com.au/investor-information/asx-announcements. 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.



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Guidance



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Guidance

Guidance	2017	2018	2019
PROMINENT HILL:			
Copper production*	105,000 to 115,000 tonnes	90,000 to 100,000 tonnes	90,000 to 100,000 tonnes
Gold production*	115,000 to 125,000 ounces	120,000 to 130,000 ounces	120,000 to 130,000 ounces
Open pit total movement	15Mt to 20Mt	< 5Mt	
Open pit strip ratio	Circa 0.5 times	Circa 0.25 times	
Open pit unit mining costs**	\$7.25 - \$7.75/tonne		
Underground ore movement	2.3 - 2.6Mt		
Underground unit mining costs**	\$50 to \$60/tonne		
Underground capital expenditure	\$45M - \$55M (inc. development)		
Site sustaining capital expenditure	\$15 to \$20 million		
All in sustaining cost	US 120c – US 130c/lb		
C1 costs (OP & UG)	US 85c - US 95c/lb		
OTHER:			
Exploration	\$10 - \$15 million		
West Musgrave Scoping Study	Circa \$3 million		

* These production targets must be read in conjunction with the production cautionary statement on slide 3

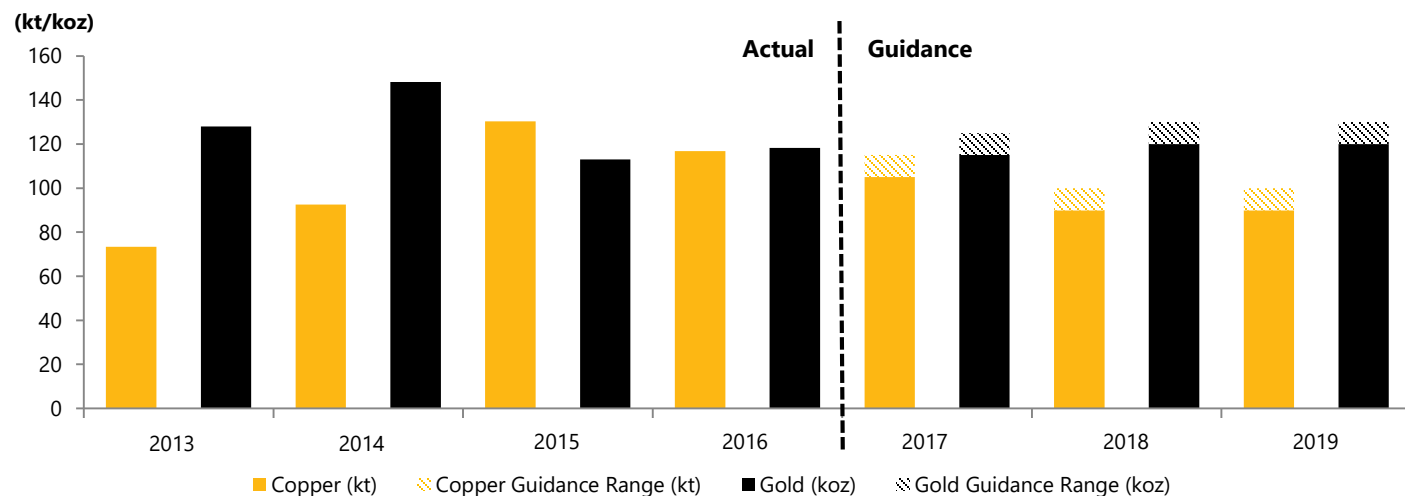
** Open Pit Unit Mining Costs include geology costs. Underground Unit Mining Costs include geology costs and exclude underground capital expenditure.

PH Metal Production*

PH GUIDANCE	2017	2018	2019
COPPER PRODUCTION – NEW	105,000 to 115,000 TONNES	90,000 - 100,000 TONNES	90,000 - 100,000 TONNES
COPPER PRODUCTION – OLD	105,000 to 115,000 TONNES	85,000 - 95,000 TONNES	65,000 - 75,000 TONNES
GOLD PRODUCTION – NEW	115,000 - 125,000 OUNCES	120,000 - 130,000 OUNCES	120,000 - 130,000 OUNCES
GOLD PRODUCTION – OLD	125,000 – 135,000 OUNCES	140,000 - 150,000 OUNCES	150,000 - 160,000 OUNCES

- / 2018 – 2019 copper guidance increased by a total of circa 30k tonnes
- / Gold production lowered by circa 60koz through 2019 with higher margin copper ore prioritised
- / New mine plan driven by increases in underlying underground Reserves
- / Cash realisation from stockpiles commencing mid-2018

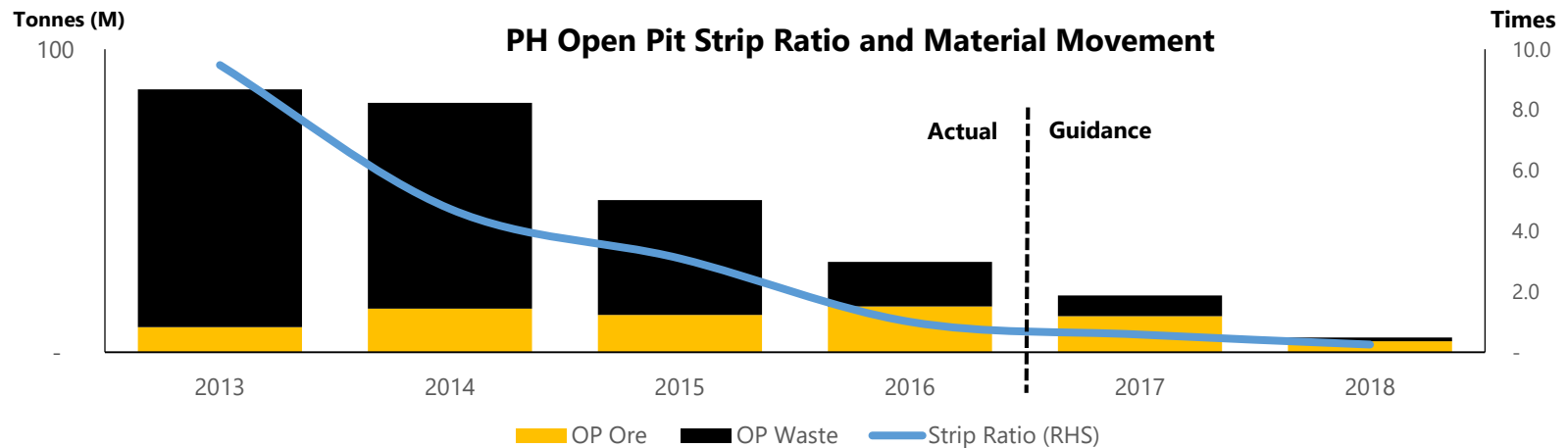
PH Metal Production



PH OP Strip Ratio and Movement

PH GUIDANCE	2017	2018
OPEN PIT TOTAL MOVEMENT	15Mt to 20MT	< 5MT
OPEN PIT STRIP RATIO	CIRCA 0.5 TIMES	CIRCA 0.25 TIMES

- / Accelerated mining building ore stockpiles
- / Open pit demobilisation to continue through 2017

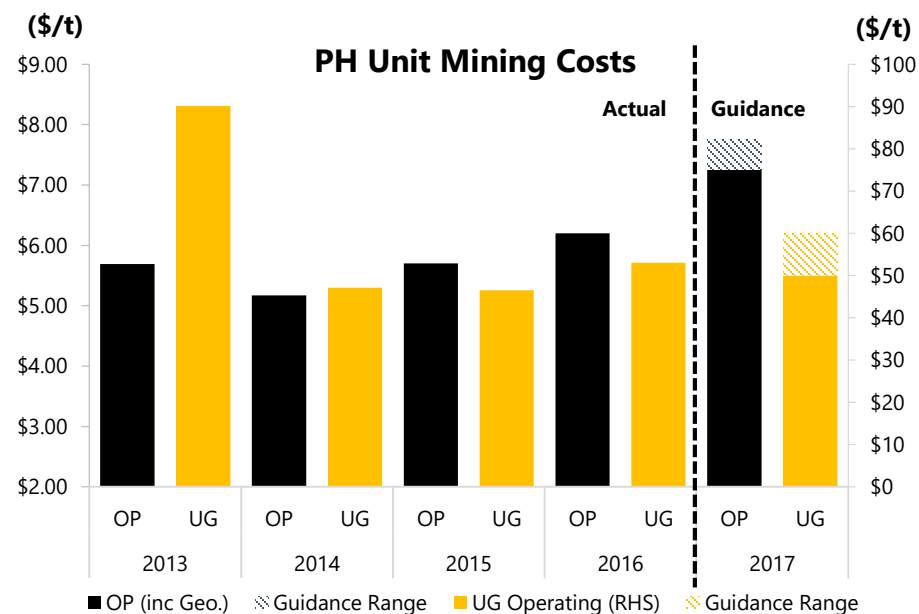
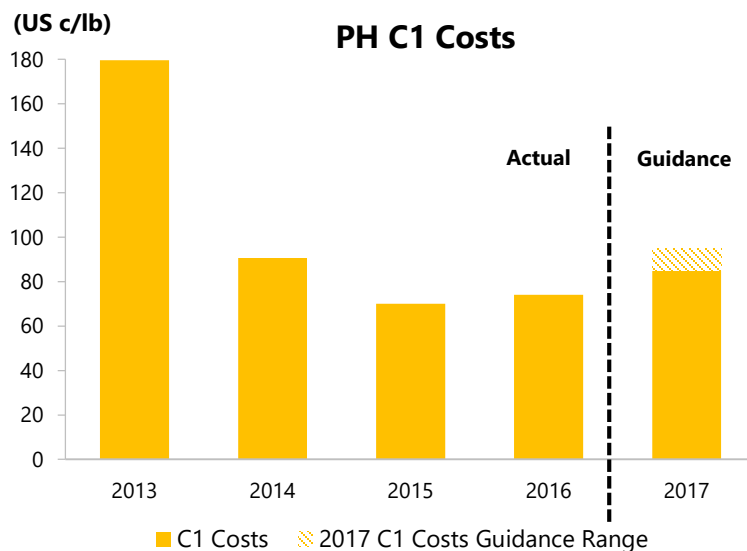


Operating Costs

PH GUIDANCE	2017
OPEN PIT UNIT MINING COSTS *	\$7.25 - \$7.75/TONNE
UNDERGROUND UNIT MINING COSTS*	\$50 TO \$60/TONNE
ALL IN SUSTAINING COST	US 120c - US 130c/lb
C1 COSTS (OP & UG)	US 85c - US 95c/lb

*Open Pit Unit Mining Costs include geology costs. Underground Unit Mining Costs include geology costs and exclude underground capital expenditure.

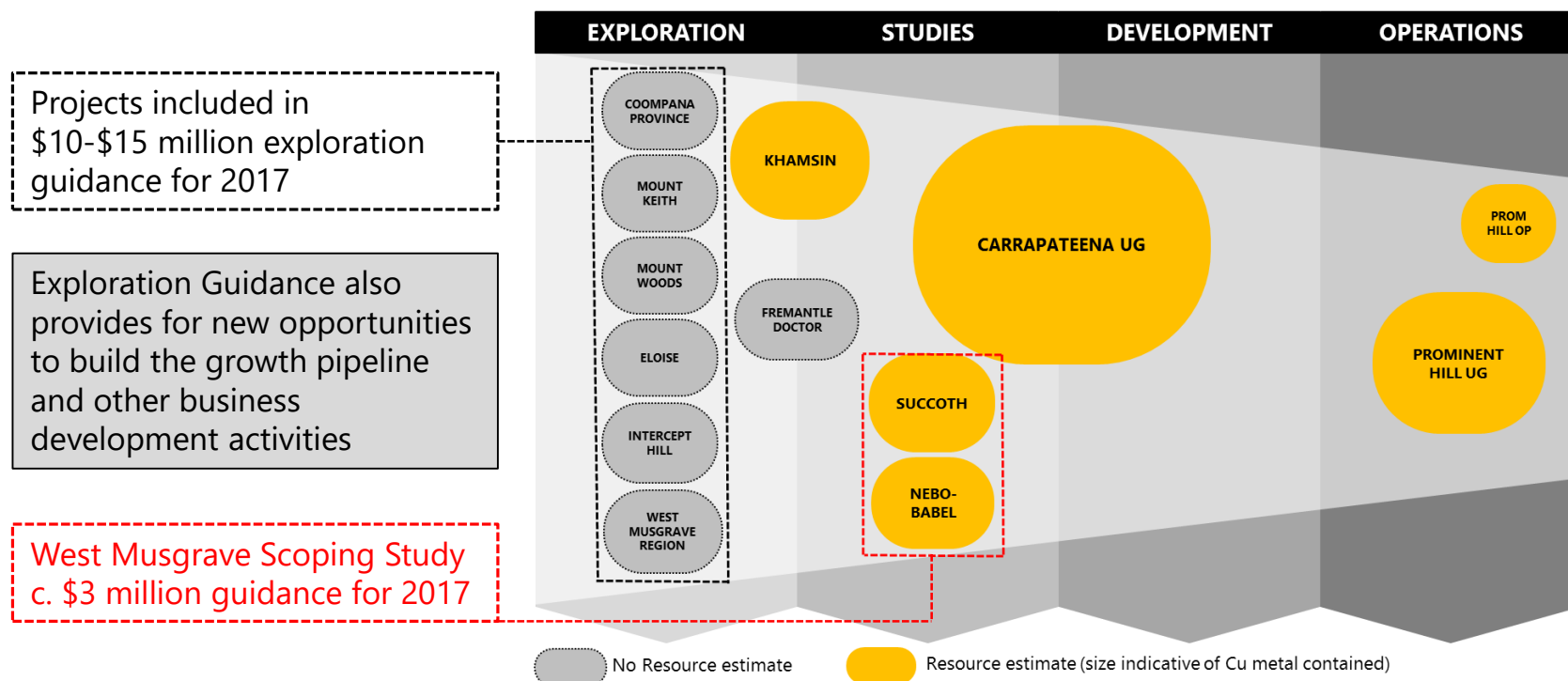
- / PH continues to operate in bottom quartile of cost curve
- / UG unit mining costs to remain in-line with 2016



Exploration

GUIDANCE	2017
EXPLORATION	\$10 - \$15 MILLION
WEST MUSGRAVE SCOPING STUDY	CIRCA \$3 MILLION

- / Disciplined earn-in approach to continue through 2017 building a pipeline of opportunities and providing exploration expertise in specific geologies and locations
- / Excludes PH resource to reserve conversion and Carrapateena project





Supplementary Slides



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Prominent Hill All In Sustaining Cost

- / Starting 2017 OZ Minerals is providing guidance for All In Sustaining Cost ('AISC') metric to provide improved transparency related to sustaining capital and total cash costs of copper production
- / As an extension of cash costs, AISC, includes royalties and other costs related to 'sustaining production' (predominantly capital expenditure and exploration costs to replenish mined reserves)
- / OZ Minerals reports AISC on production basis consistent with the approach adopted for C1 costs

2017 projected All in Sustaining Cost	
ITEM	US c/lb
C1 cash costs	85 - 95
Royalties	xx
Sub-Total (Adjusted Operating Costs)	xx
Corporate G&A	xx
Open Pit Deferred Waste	xx
Underground sustaining	xx
Site sustaining capital expenditure	xx
All-in Sustaining Costs (AISC)	120 - 130

Prominent Hill Depreciation

Indicative calculation of depreciation and capitalisation into ore inventory for FY 2017

- / Prominent Hill will continue to add to the ore inventory in 2017 as a result of the mining profile of the open pit ('OP') which will result in capitalisation of depreciation of OP mining assets. As the ore inventory is drawn down from mid 2018 (after the OP ceases) these costs will be recognised in the income statement
- / As a result less depreciation will be recognised in the income statement during 2017 and higher depreciation will be recognised in subsequent years as the ore inventory gets depleted
- / See below the narrowed range of the previously provided estimate of Prominent Hill depreciation for 2016 (on track) and estimate for 2017

Depreciation and amortisation (\$M)	2016	2017
Depreciation of PP&E	355 – 365	310 – 350
Capitalised depreciation into OP ore inventory	150 - 155	70 – 90
Net depreciation in the Income statement	205 - 210	240 – 260