OZ MINERALS
2010 FULL YEAR FINANCIAL RESULTS

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9 FEBRUARY 2011

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All figures are expressed in Australian dollars unless stated otherwise.

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HIGHLIGHTS

- Strong production combined with higher prices.
- Cash of $1.33 billion and no debt.
- Total unfranked dividend of 7 cents per share for the year.
- Significant capital management activity
  - *12 cents per share capital return of circa $390m**
  - *10:1 share consolidation**
  - *On-market share buyback of up to $200m to follow capital return*
- Retention of significant cash balance for growth opportunities.
- Development of Ankata high grade underground mine commenced.
- Strong focus on exploration at Prominent Hill: $70m budget for 2011.
- Operational management team fully in place at Prominent Hill.

** Subject to shareholder approval*

FINANCIAL OVERVIEW

- Prominent Hill revenue of **$1.13 billion** for 2010.
- Prominent Hill EBITDA of **$729 million** (**excluding** reversal of impairment).
- OZ Minerals underlying NPAT of **$398 million** (**excluding** impairment reversal & discontinued operations).
- OZ Minerals’ NPAT of **$587 million**.
- Cash balance of **$1.33 billion** at 31 December 2010.

CAPITAL MANAGEMENT

- The Board have approved the following initiatives;
  - **Capital return** - 12 cents per share (return of circa $390m)
  - **Share consolidation** - 10:1 share consolidation resulting in under 324 million issued shares
  - **On-market share buyback** – up to $200m program over 12 months following capital return
  - Capital return and share consolidation subject to shareholder approval at AGM
- Results in cash of circa $1 billion plus unused debt capacity, available for execution of growth strategy released in November 2009.

DIVIDEND

- Dividend (unfranked) of 4 cents per share ($130 million).
- Record date 23 February 2011, payment date 9 March 2011.
- Dividend policy – 30-60% of profits from normal operations, taking into account other financial capital and growth requirements.
- Total dividend to be paid in respect of 2010 earnings of 7 cents per share ($223 million).
- Total represents 56% of NPAT from normal operations.

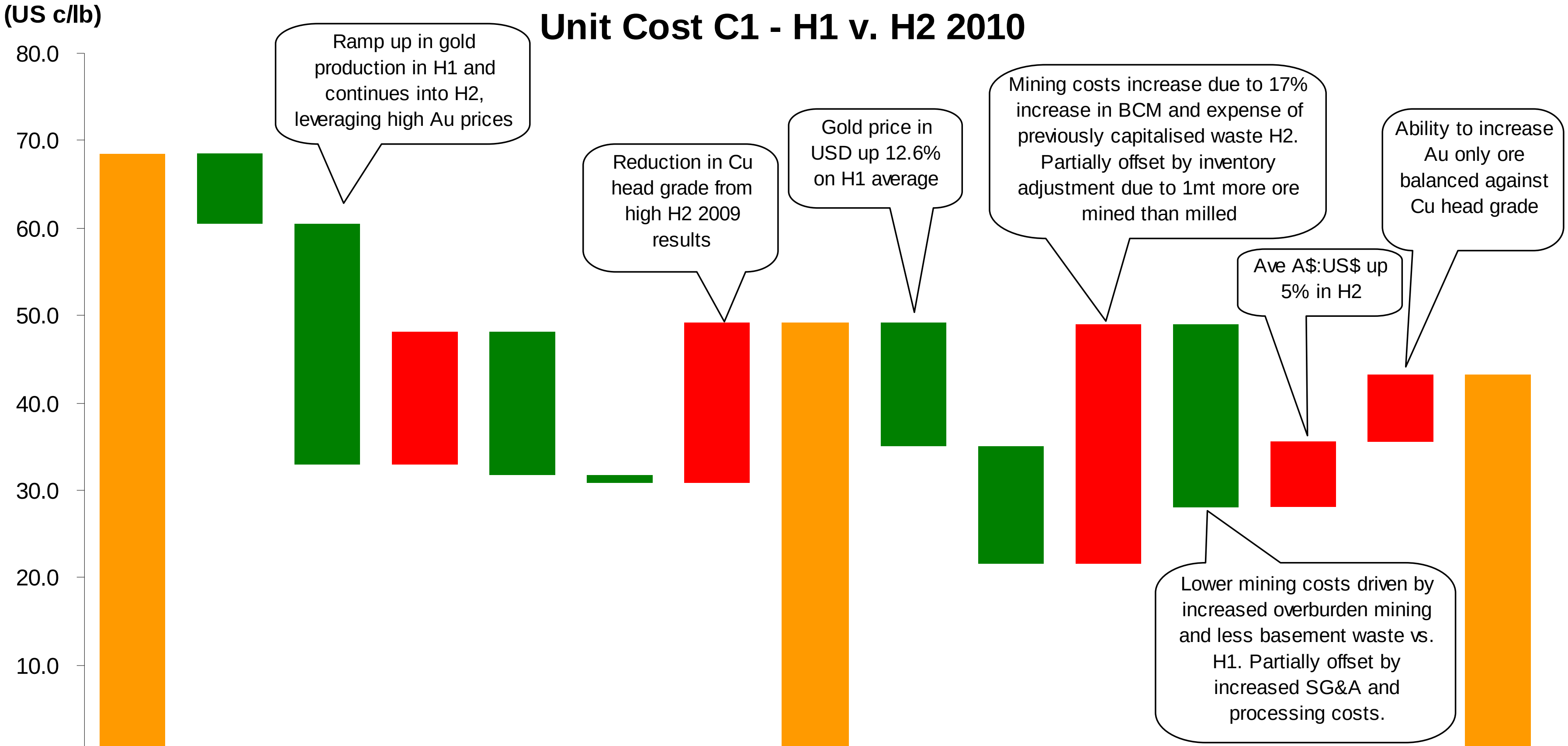
INCOME STATEMENT – CONTINUING OPERATIONS

A$M	2010	2009*
Revenue	1,129.2	609.4
Cost of goods sold	(338.3)	(209.6)
Net foreign exchange loss	(89.6)	(113.0)
Exploration expense	(50.2)	(19.0)
Other expenses	(54.9)	(45.9)
EBITDA	596.2	221.9
Depreciation and amortisation	(152.6)	(85.7)
EBIT (pre impairment)	443.6	136.2
Net impairment reversal	190.4	-
EBIT	634.0	136.2
Net financing expense	27.6	(88.3)
Income tax expense	(122.3)	(16.6)
NPAT from Continuing Operations	539.3	31.3

*2009: eight months of Prominent Hill operations

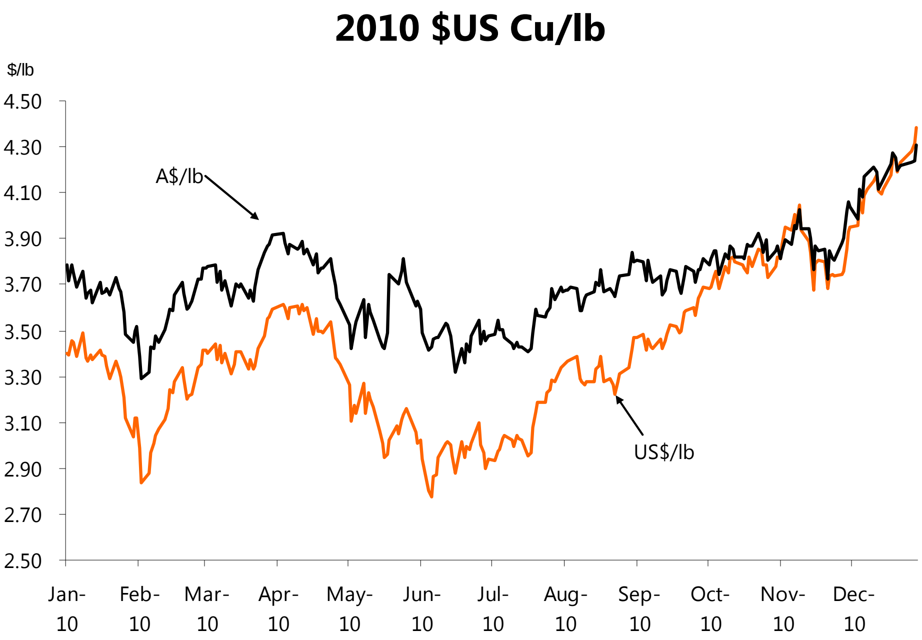
- Excellent first full year of Prominent Hill operations.
- Strong revenue driven by strong production and increased prices for copper and gold.
- Exploration increased through H2 2010 and will continue to grow into FY11.

C1 COSTS 2010

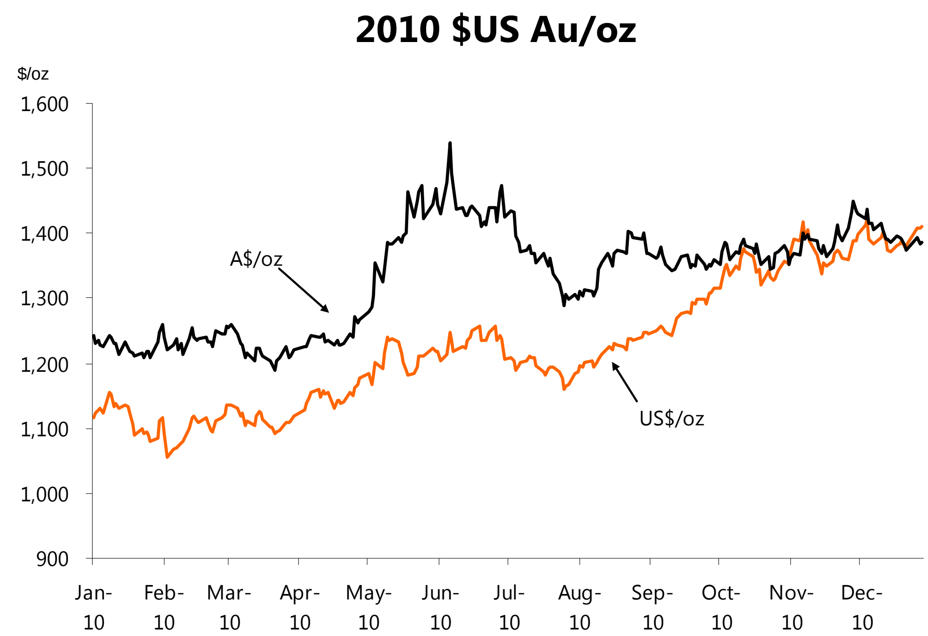


68.5	(7.9)	(27.6)	15.2	(16.4)	(1.0)	18.3	49.1	(14.1)	(13.5)	27.4	(20.9)	7.5	7.7	43.2
H2 2009 Actual	Commodity Price	Volume (By Product)	Volume (Cost Driver)	Costs	FX	Volume (Payable Metal)	H1 2010 Actual	Commodity Price	Volume (By Product)	Volume (Cost Driver)	Costs	FX	Volume (Payable Metal)	H2 2010 Actual

COPPER & GOLD PRICES



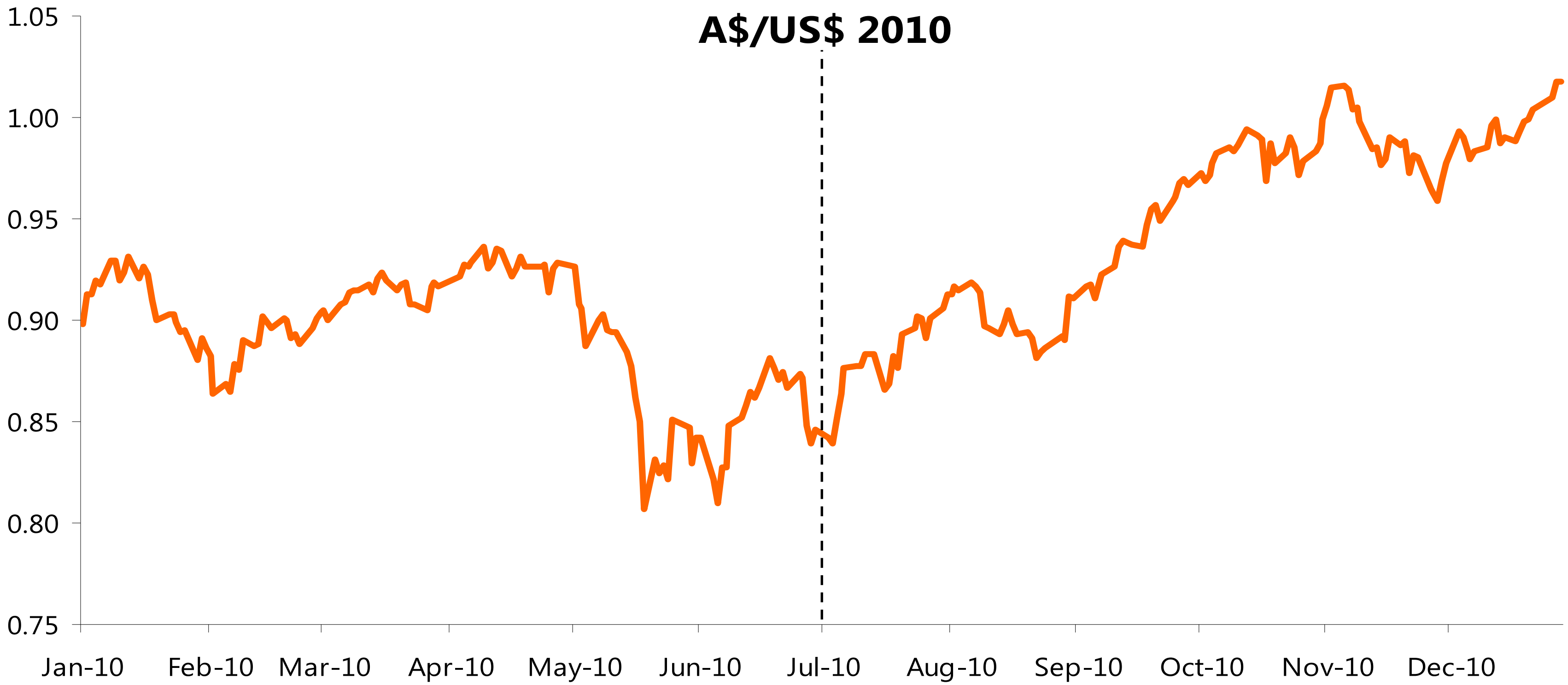
Source: Bloomberg



Source: Bloomberg

- Average LME copper price of US$3.42/lb and gold price of US$1,226/oz for 2010.
- Increase in copper price has outstripped increase in A$:US$ rate.
- Record copper and gold prices.
- 2010 revenue derived 78% from copper, 21% gold, 1% silver.
- Outlook for copper and gold remains strong in FY11.

FOREIGN EXCHANGE



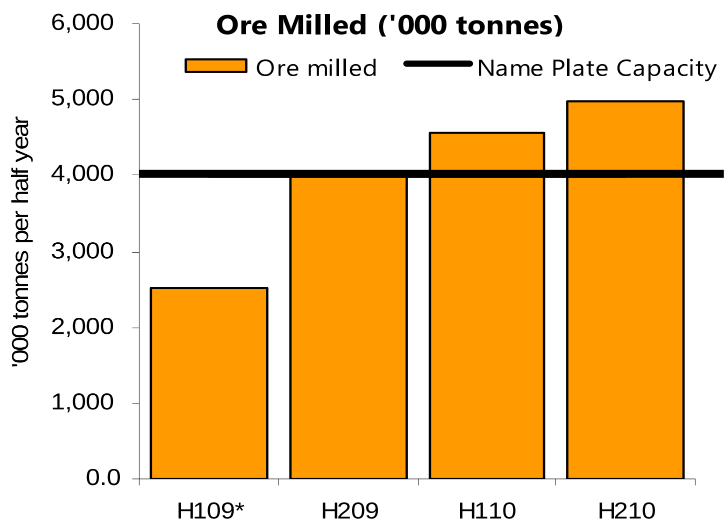
Source: Bloomberg

- Significant (+20%) increase in A$:US$ rate from July to December 2010.
- Net foreign exchange losses of $89.6m of which $68.0m unrealised on US$ denominated cash and trade receivable balances, net of gain on US$ convertible bond liability.

PROMINENT HILL PRODUCTION SUMMARY

'000 tonnes	H110	H210	2010	H109	H209	2009
Waste mined	25,559	27,794	53,353	18,574	19,894	38,468
Ore Mined	4,131	5,907	10,038	4,628	4,492	9,120
Total movement	**29,690**	**33,700**	**63,391**	**23,202**	**24,386**	**47,588**
Ore milled	4,568	4,970	9,537	2,517	4,021	6,538
Cu product in conc (tonnes)	60,145	52,025	112,171	31,497	64,813	96,310
Au product in conc (ounces)	90,821	105,579	196,400	18,351	57,184	75,535

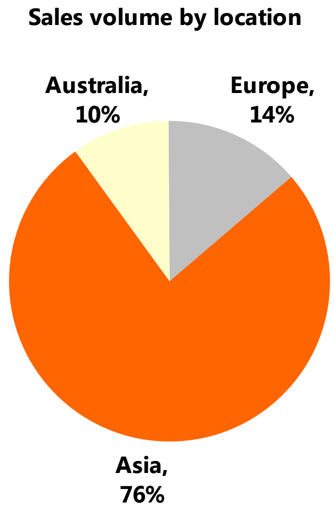
- Processing plant continues to exceed expectations, 19% above name plate capacity of 8Mtpa in 2010.
- Plant copper recoveries in excess of 89% in FY10.

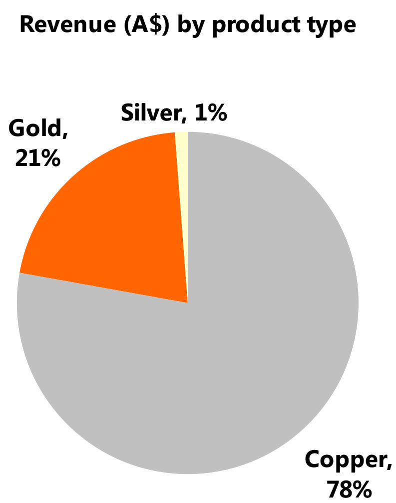


* Plant commissioned in H109

PROMINENT HILL CONCENTRATE SALES

- Total sales of 107,070t copper and 170,047oz gold for the period.
- Copper grade remains the highest of all concentrates traded on the open market
  – Higher gold content in concentrates incorporated into existing contracts
- All sales at or below the record low annual benchmark TC/RC terms in 2010 of US$46.50/4.65.
- Sales to Asia, Europe and Australia as per chart
  – All sales on near-dated monthly averages (ie QPs all within 3 months of Bill of Lading date)
- 90% of annual production committed to term contracts, balance in spot market.
- Benchmark TC/RC terms expected to increase, with current expectations of US$56.00/5.60.

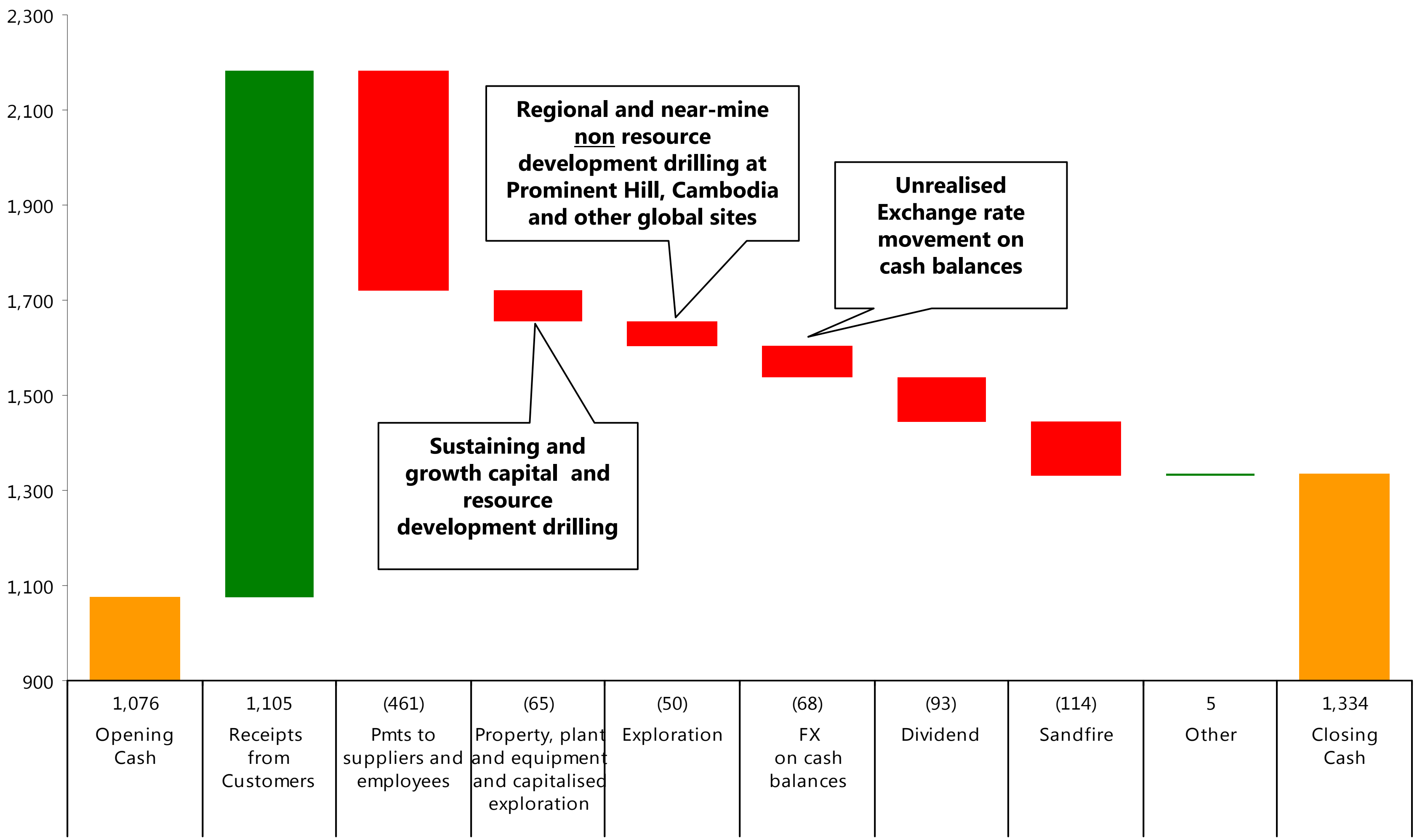




CASH FLOW 2010

(A$M)

CASH FLOW FOR THE YEAR ENDED 31 DECEMBER 2010



BALANCE SHEET - SUMMARY

A$M	Consolidated Dec '10	Consolidated Dec '09
Assets		
Cash	1,334.2	1,076.2
Receivables	180.9	137.2
Inventories	259.5	206.0
Other	324.2	81.5
Net deferred tax asset	-	93.0
Property plant & equipment	1,288.1	1,203.3
Total Assets	3,386.9	2,797.2
Liabilities		
Creditors	64.6	107.2
Interest bearing liabilities	-	110.8
Net deferred tax liability	14.8	-
Provisions	16.5	14.5
Total Liabilities	95.9	232.5
Net Assets	3,291.0	2,564.7

- Cash position A$1,334 million at 31 December.
- Cash of US$631 million (A$620 million equivalent) and A$714 million.
- Invested with highly rated counterparties with short term Standard & Poors rating of A1+(or equiv.).
- Convertible bond redeemed/converted in November 2010 with issue of 117 million ordinary shares.
- OZ Minerals is debt free.

INCOME TAX

- Tax losses fully sheltered 2010 earnings – no tax payable for the year.
- Tax losses **not** expected to fully shelter 2011 earnings.
- Recognition of restricted fractional losses lowered 2010 effective tax rate
- Deferred tax asset at 31 December 2009 has become deferred tax liability at 31 December 2010 due to utilisation of tax losses during the year.

Overview of movement in recognized tax losses	Group	Fractional	Total
Balance at 1 Jan 2010	177.3		177.3
Utilized during the year	(193.7)		(193.7)
Amendments and recognition of fractional losses	68.5	55.0	123.5
Balance at 31 December 2010	52.1	55.0	107.1

2011 GUIDANCE

		2011 Guidance	2010 Actual
Production : contained metal in concentrates			
Copper	tonnes	100-110,000	112,171
Gold	ounces	185-205,000	196,400
Costs			
Cash costs (C1)	USc/lb	<60	46.4

- Strong copper and gold production expected to be maintained.
- C1 costs to remain below 60cUS/lb, dependant on gold price and exchange rate.

2011 SENSITIVITIES

Sensitivities of EBIT in 2011

AUD:USD +/- 1c	Copper +/- 5%	Gold +/- 5%
$12.6 million	$50.8 million	$14.3 million

Prices as at 31 December 2010

Copper	US$4.41/lb
Gold	US$1,410/oz
AUD:USD	1.0172

SUMMARY

- Strong production at Prominent Hill.
- Competitive cost structure: C1 cash costs at US46.4c/lb.
- Dividend of 4 cents per share (unfranked).
- Significant cash to support growth strategy.
- Capital management program proposed.
- Ankata underground mine development commenced.
- Intensive exploration program at Prominent Hill – 10 drill rigs currently on site including first drilling on joint venture with IMX.
- Production of 100,000t to 110,000t copper and 185,000 to 205,000oz gold at cash costs of less than US60c/lb expected for 2011.
- Acquisition of 19.9% of Sandfire in July (diluted to 18.9%).

APPENDICES

INCOME STATEMENT - DETAILED

A$M	Consolidated Year ended 2010	Prominent Hill Year ended 2010
Revenue	1,128.4	1,128.4
Other income	0.8	0.5
Total revenue	**1,129.2**	**1,128.9**
Changes in inventories of FG and WIP	46.9	46.9
Consumables and other direct costs	(277.4)	(277.4)
Employee benefit expenses	(52.5)	(32.0)
Exploration expenses	(50.2)	(31.3)
Freight expenses	(39.2)	(39.2)
Royalties expense	(16.1)	(16.1)
Share of net loss of Toro	(1.1)	-
Inter segment (expense)/income	-	(11.3)
Other expenses	(53.8)	(27.0)
Total expenses	**(443.4)**	**(387.4)**
EBITDA before foreign exchange	**685.8**	**741.5**
Net foreign exchange (loss)/gain	(89.6)	(12.3)
EBITDA	**596.2**	**729.2**
Depreciation and amortisation expenses	(152.6)	(152.0)
Reversal of impairment	201.1	201.1
Impairment of assets	(10.7)	(10.7)
EBIT	**634.0**	**767.6**
Financing income	36.3	-
Financing expenses	(8.7)	(0.8)
Net financing (expense)/income	**27.6**	**(0.8)**
EBT	**661.6**	**766.8**
Income tax (expense)/benefit	(122.3)	
PAT from continuing operations	**539.3**	

CASH FLOW STATEMENT - DETAILED

A$M	Consolidated 31 December 10
Cash flows from operating activities	
Receipts from customers	1,105.3
Payments to suppliers and employees	(461.2)
Payments for exploration	(50.2)
Income taxes (paid)/refund received	(2.7)
Financing costs and interest paid	(6.0)
Interest received	30.9
Net cash inflows from operating activities	616.1
Cash flows from investing and financing	
Payments for property, plant and equipment	(65.3)
Payments for investments	(117.4)
Proceeds from disposals/returns of capital	1.9
Proceeds from disposal of assets to	(15.6)
Dividends paid to shareholders	(93.6)
Payments for redemption on convertible bond	(0.1)
Net cash inflows from investing and financing activities	(290.1)
Net increase in cash held	326.0
Cash and cash equivalents at 1 January	1,076.2
Effects of exchange rate changes on foreign currency denominated cash balances	(68.0)
Cash and cash equivalents at the end of the financial period	1,334.2

BALANCE SHEET - DETAILED

A$M	Consolidated 31 December 2010
Current assets	
Cash and cash equivalents	1,334.2
Trade and other receivables	180.9
Inventories	154.7
Current tax assets	2.7
Prepayments	5.3
Total current assets	1,677.8
Non-current assets	
Investments accounted for using the equity method	45.9
Inventories	104.8
Property, plant and equipment	1,288.1
Other financial assets	270.3
Total non-current assets	1,709.1
Total assets	3,386.9
Current liabilities	
Trade and other payables	64.6
Provisions	3.2
Total current liabilities	67.8
Non-current liabilities	
Deferred tax liabilities	14.8
Provisions	13.3
Non-current liabilities	28.1
Total liabilities	95.9
Net Assets	3,291.1
Equity	
Issued capital	5,208.8
Reserves	106.6
Retained earnings	(2,024.4)
Total equity	3,291.0

REVERSAL OF IMPAIRMENT

- Prominent Hill assets were impaired in the December 2008 Financial Report.
- Impairment reversed in the June 2010 Financial Report.
- Factors considered in determining reversal included:
  - Improved outlook for the economy and the copper market since Dec 2008
  - Strong production and financial results at Prominent Hill
  - Market valuation of Prominent Hill
- Impairment reversal is in accordance with AASB 136 Impairment of Assets.
- Impairment reversal wrote back PH asset value by $201 million.
- Net P&L credit of $141 million after related tax expense of $60 million.
- P&L credit for reversal is non cash and does not form part of operating earnings.
- Higher depreciation charge due to higher asset value post reversal.

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