

Second Quarter Report 2020

FOR THE THREE MONTHS ENDING 30 JUNE 2020

OZ Minerals Metal Production & Costs	Q1 2020	Q2 2020	Previous FY 2020 Guidance	Current FY 2020 Guidance
Total Copper (Tonnes)	20,231	24,577	83,000-100,000	88,000-105,000 ↑
Prominent Hill	15,580	15,065	55,000-65,000	55,000-65,000
Carrapateena	2,495	7,170	20,000-25,000	25,000-30,000 ↑
Carajás	2,156	2,342	8,000-10,000	8,000-10,000
Total Gold (Ounces)	55,606	68,740	207,000-234,000	227,000-249,000 ↑
Prominent Hill	49,049	52,725	165,000-185,000	175,000-190,000 ↑
Carrapateena	5,041	14,423	35,000-40,000	45,000-50,000 ↑
Carajás	1,516	1,592	7,000-9,000	7,000-9,000
C1 Cash Costs (US cents/lb)	8.8	(5.4)	60-75	10-25 ↓
Prominent Hill	(26.8)	(70.8)	5-15	(40)-(30) ↓
Carrapateena	157.8	108.2	175-195	100-120 ↓
Carajás	97.0	69.0	155-175	100-120 ↓
All-in Sustaining Costs (US cents/lb)	74.9	50.5	115-130	70-85 ↓
Prominent Hill	29.0	(3.6)	60-70	25-35 ↓
Carrapateena	306.0	137.6	235-260	150-170 ↓
Carajás	144.0	134.0	215-235	155-175 ↓

Guidance upgraded on strong first half production and unit cost performance

- Strong first half operating performance enables 2020 guidance upgrades:
 - Increased Carrapateena copper and gold production with reduced C1 costs following strong ramp-up
 - Increased Prominent Hill gold production with reduced C1 costs on grade and recovery improvements
 - Carajás costs reduced with production remaining on track
- Carrapateena performance provides confidence to partially release deferred funding from COVID-19 review
- Carrapateena Block Cave Expansion PFS shows significant value uplift and unlocks long-life mining province
- Acquisition of Cassini Resources announced to consolidate ownership of the West Musgrave Project to 100%
- Stringent controls remain in place to mitigate COVID-19 related risks
- Liquidity buffer maintained with \$15 million net cash position at 30 June (unaudited) and existing \$480 million revolving credit facility in place
- Acceleration of strategic aspirations underway via Project Beyond starting with normalising remote working

“Despite health-related restrictions across all our operations, the team have delivered a solid production quarter and begun adjusting to a “COVID life”.

“A strong first half performance has seen guided production upgraded at both Prominent Hill and Carrapateena, with associated AISC and C1 cost reductions assisted by higher gold production, an increase in the assumed 2020 gold price to US\$1,620/oz and favourable exchange rates.

“The ongoing focus to protect the health and safety of our employees and other stakeholders through the COVID-19 pandemic has pleasingly resulted in no cases identified at Prominent Hill or Carrapateena to this point. The number of people from our Brazil team who are currently positive for COVID-19 is in single digits and they are recovering at home.

We will continue to enforce travel restrictions, testing, quarantine, and trace and isolate regimes to ensure the health and well-being of our people and keep our sites operating.

“The ramp-up at Carrapateena has continued to exceed expectations with increases to both copper and gold production and lower AISC and C1 costs now expected for 2020. This strong performance has provided the confidence to release ~\$45 million of the ~\$150 million deferred expenditure announced in March that will benefit production beyond 2020. We will maintain full flexibility to again restrict this spend should it be required in this dynamic operating environment and will continue to assess future cash requirements against this backdrop.

“The Carrapateena Block Cave Expansion Pre-Feasibility Study demonstrated conversion of the lower portion of the current sub-level cave to a series of block caves significantly increases value, Ore Reserves and mine life, enabling a multi-generational, lowest quartile cash cost producing province. Stage one of the Block Cave Expansion Feasibility Study is now underway with completion expected late 2021.

“Prominent Hill delivered 15,065 tonnes of copper and 52,725 ounces of gold at a negative C1 cost and gold production guidance has been raised as a result of higher ore grades and recoveries. Underground haulage volumes further improved and remain on track for guidance, operating at an annualised run rate of ~3.8Mtpa for the quarter. The Malu Paste Plant has been successfully commissioned and in early July a new five-year contract was signed with our underground mining partner, Byrnescut, ensuring seamless continuity of operations. Expansion studies have continued to advance towards developing a clear view on the potential underground expansion with study outcomes on track for late 2020.

“Development of the Carajás Hub in Brazil is progressing well with the first Pedra Branca run of mine ore on schedule to be trucked to the Carajás hub at Antas for processing in Q3. Ore sorting equipment has been installed and is operating at Antas for trial, and production remains on track for full year guidance. AISC and C1 costs for 2020 have been revised downwards reflecting lower transportation and processing costs and the benefit of a weaker Brazilian Real.

“We also announced the acquisition of Cassini Resources via a Scheme of Arrangement, consolidating ownership of the West Musgrave Project to 100%, creating additional flexibility regarding future funding and development options. Internal and external reviews of the EPA Part IV referral have been completed, however, we are holding our submission until we can safely return to the Lands for further feedback and consultation with the Traditional Owners.

Our financial position remains robust with \$15 million net cash at the end of the half, our sales activities uninterrupted, and ample liquidity available through the existing \$480 million revolving credit facility. The uncertain operating environment resulting from COVID-19 continues to present both opportunities and threats and maintaining our focus on operational performance will allow a response to the most value accretive options.

Our project to accelerate our strategy post COVID has seen the normalisation of remote working where possible with additional initiatives to be introduced over the coming months.

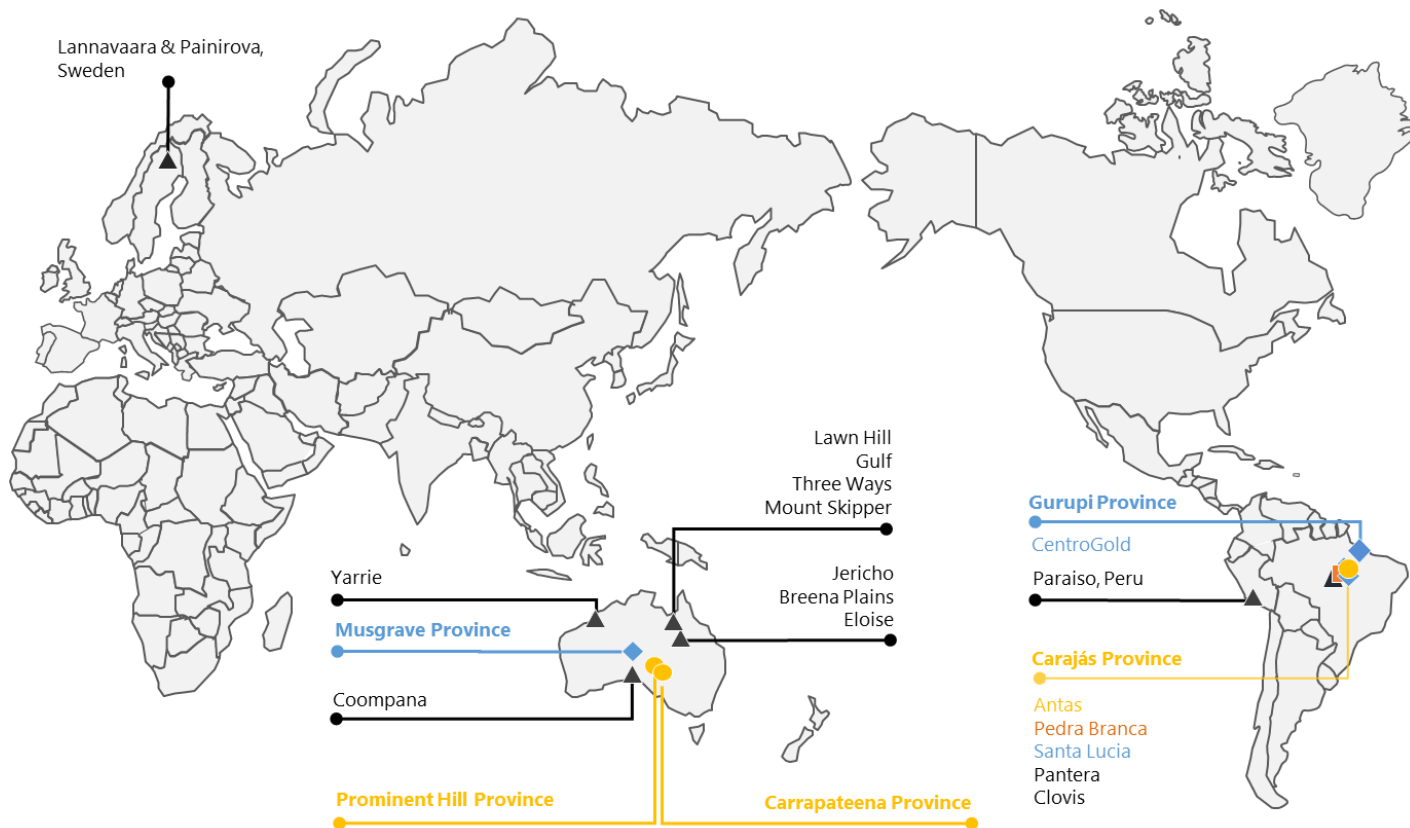
A handwritten signature in black ink, appearing to read 'A. Cole'.

Andrew Cole, Managing Director and CEO

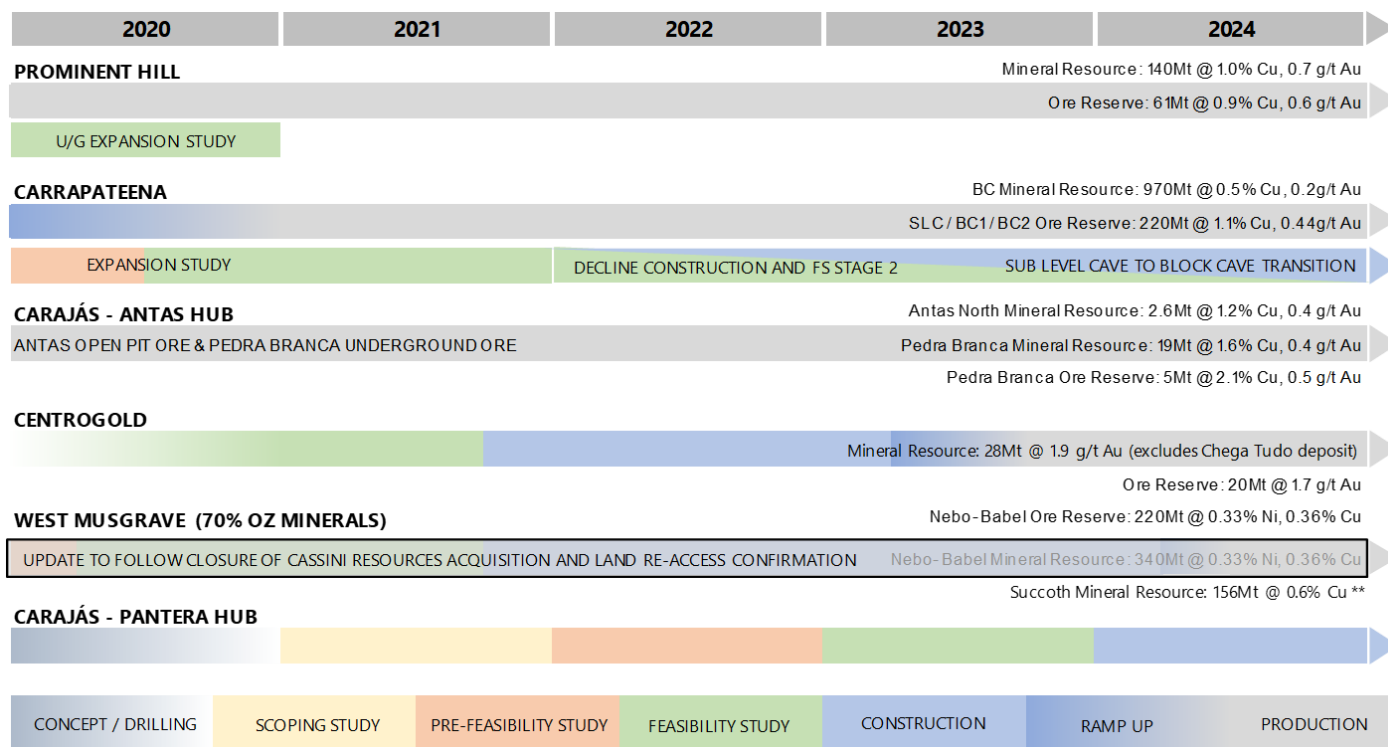
22 July 2020

OPERATIONS, PROJECTS AND A GROWING PIPELINE OF OPPORTUNITIES

● Operating Mine
 ■ Mine in construction
 ◆ Study phase
 ▲ Exploration



ASSET TIMELINE*



* Indicative timeline assumes required study hurdles and proposed timeframes achieved.

** See Cassini Resources' ASX Release entitled "Maiden Succoth Resource Estimate" dated 7 December 2015 and available at: www.cassiniresources.com.au/investor-relations/asx-announcements

The MROR information on this timeline is extracted from the company's previously published MROR statements and are available at: www.ozminerals.com/operations/resources-reserves/. OZ Minerals confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements 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. All Mineral Resource figures are estimates.

SOCIAL PERFORMANCE

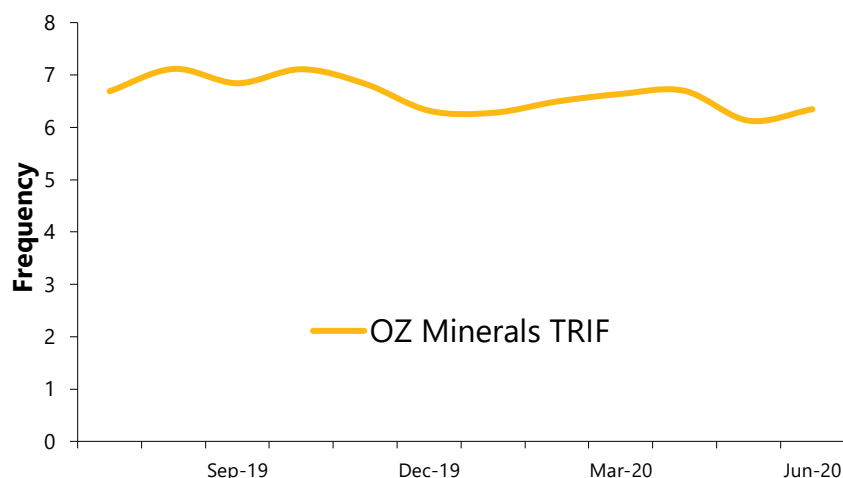


Figure 1: OZ Minerals TRIF

Total recordable injury frequency per million hours worked of 6.35 was marginally lower than the prior quarter (6.64).

The framework for providing sustainable support for our most vulnerable stakeholders in Australia and Brazil through the \$4 million stakeholder support fund has been established, with a proposal from the Global Maintenance Upper Spencer Gulf (GMUSG) being one of the first to be advanced. It comprises monetary and in-kind support towards increasing the resilience and competitiveness of small and medium sized businesses in the region that can continue to employ and support local communities.

The first element of Project Beyond, the project identifying opportunities to accelerate out of COVID-19, was introduced. It is about creating a more resilient and virtual organisation by allowing our people to develop their own work life plans and normalising remote working where possible. Further elements are being progressively introduced.

COVID-19 UPDATE

To date there have been no COVID-19 cases identified at Prominent Hill or Carrapateena in South Australia. The number of team members in Brazil who are currently positive for COVID-19 is in single digits and they are recovering at home. No significant mine site disruption has been experienced to this point, however, to ensure ongoing employee safety and continued operations, extensive preventative and contingency measures remain in place should conditions deteriorate.

CASH UTILISATION

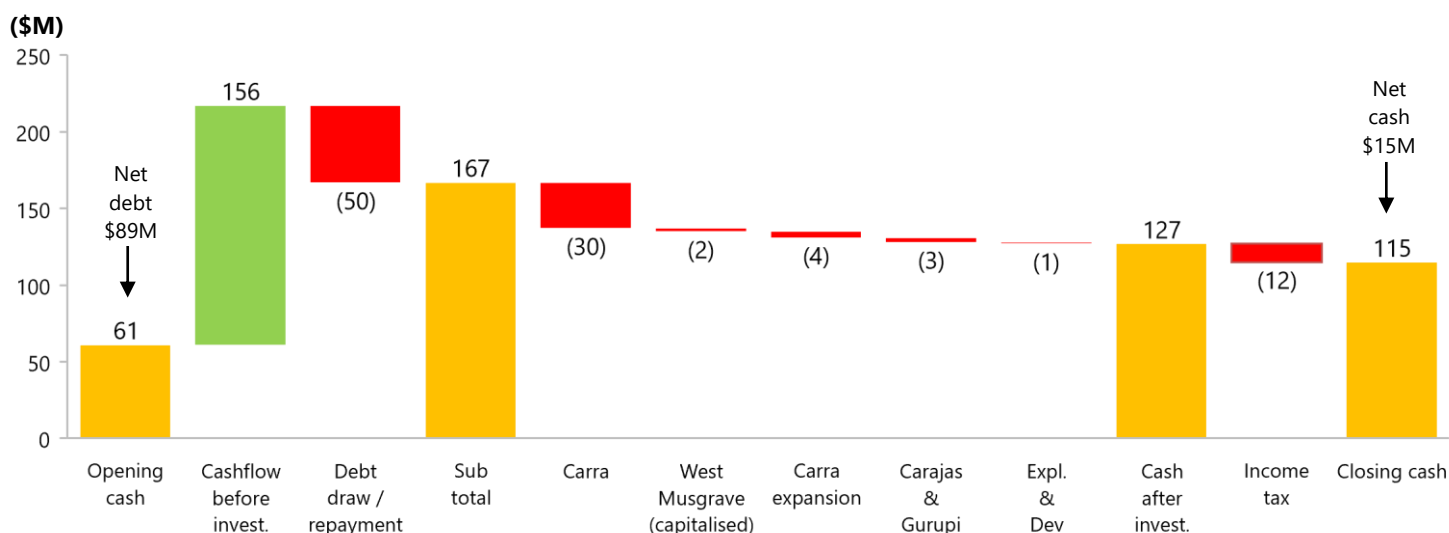


Figure 2: Cash utilisation Q2 2020

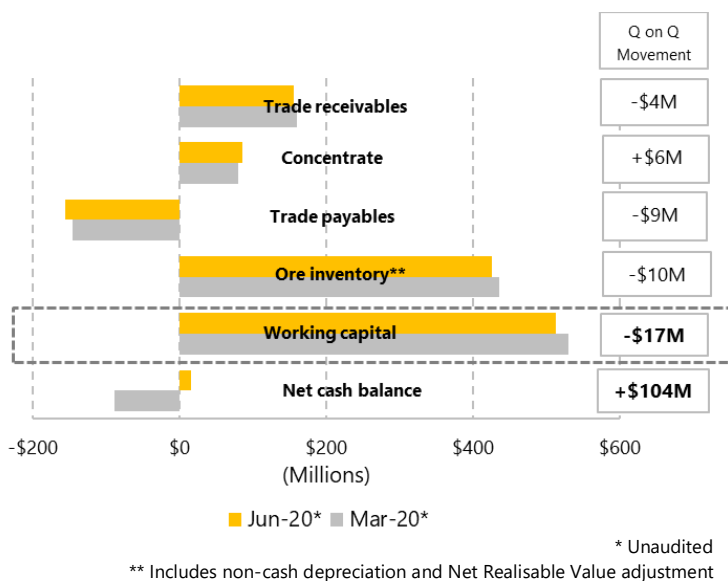


Figure 3: Working capital movements

The net cash balance at 30 June was \$15 million after the partial repayment of debt and investment in Carrapateena.

Working capital decreased by \$17 million with trade receivables decreasing and trade payables increasing as a result of accruals at half year end.

The reduction in net ore inventory of \$10 million was partially offset by an increase in concentrate and was made up of net ore drawdown of \$4 million at Prominent Hill and \$6 million at Carrapateena. The Prominent Hill net ore drawdown of \$4 million included a drawdown of open pit ore inventory amounting to \$38 million and a \$34 million Net Realisable Value (NRV) increase, mainly attributable to revised gold price assumptions.

Net revenue from the sale of Carrapateena concentrate derived from pre-commissioning ore and included in its first shipment amounted to \$37 million and was recognised as an offset to the previously capitalised development expenditure. A cash investment of \$30 million was made at Carrapateena during the quarter (\$27 million including payables movement). The Carrapateena deferred consideration milestone payment is expected to be paid in the second half of the year.

PROMINENT HILL PROVINCE

For operating and cost statistics, please refer to Tables 1 and 2 on pages 14-15 of this report.

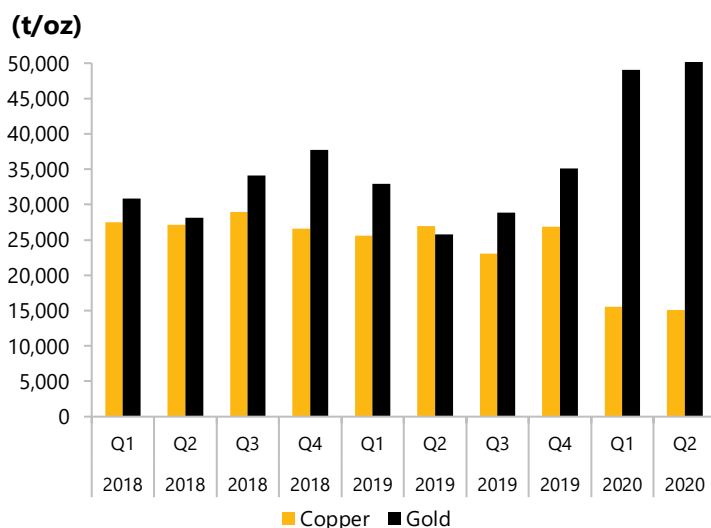


Figure 4: Prominent Hill production

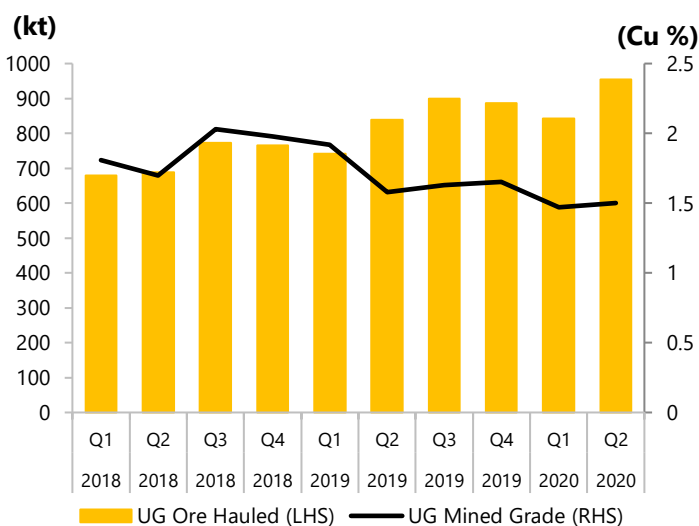


Figure 5: Prominent Hill UG ore hauled and grades

Operational Delivery

Prominent Hill produced 15,065 tonnes of copper and 52,725 ounces of gold during the quarter. Gold production guidance for 2020 has been raised to 175,000–190,000 ounces (from 165,000–185,000 ounces) as a result of higher ore grades and recoveries, with copper production guidance remaining on track for 55,000–65,000 tonnes. C1 cost guidance for 2020 has

been lowered to US (40)–(30) c/lb (from US 5–15 c/lb) and All-In Sustaining costs have been lowered to US 25–35 c/lb (from US 60–70 c/lb). Unit cost improvements reflect the higher expected full year gold production, an increase in the 2020 gold price assumption to US\$1,620/oz (from US\$1,350/oz) benefitting the net by-product credit, and favourable exchange rate movements.

Underground Operations

Underground operations delivered 954kt of ore at 1.5% copper. Underground ore movement achieved an annualised run rate of 3.8Mtpa for the quarter and remains on track for full year guidance of 3.7–4.0Mt. A strong recovery was made following the impacts of the significant rainfall event and the equipment availability issues experienced in the prior quarter. The benefits were seen in Q2 from the transition into the eastern lenses of the Malu underground deposit, which has opened additional mining fronts, reduced mining interactions and allowed continuous one-way haulage through the mine. In early July, a new five-year agreement was signed with specialist underground mining contractor, Byrncut Australia, ensuring the seamless continuity of operations.

The Malu Paste Plant has been commissioned with the full ramp-up progressing through July, facilitating sustained higher underground mining rates due to greater fill volume capacity. Installation of the Malu East electrical network was completed during the quarter with primary ventilation fans installed and commissioned.

Processing

There was 2.2Mt of ore milled for the quarter. Copper content in concentrate produced was 50% with gold at 55 g/t. Plant recoveries were 86% for copper and 80% for gold.

Plant throughput was in line with the prior quarter with the continued processing of a higher proportion of harder gold ore and a planned maintenance shutdown which was completed on schedule.

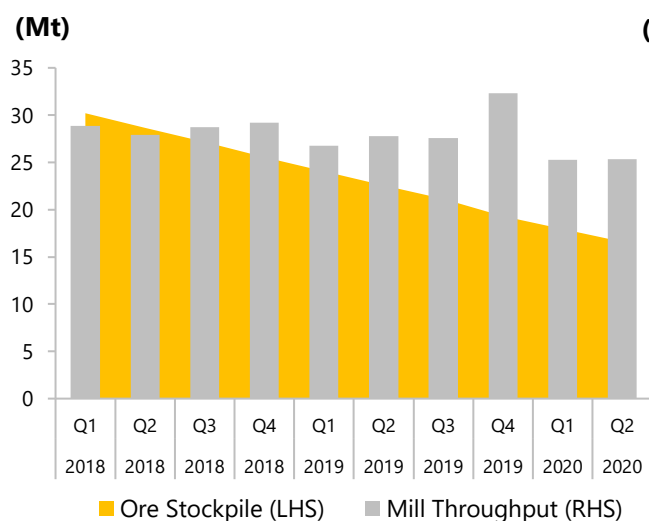


Figure 6: PH stockpiles and mill throughput

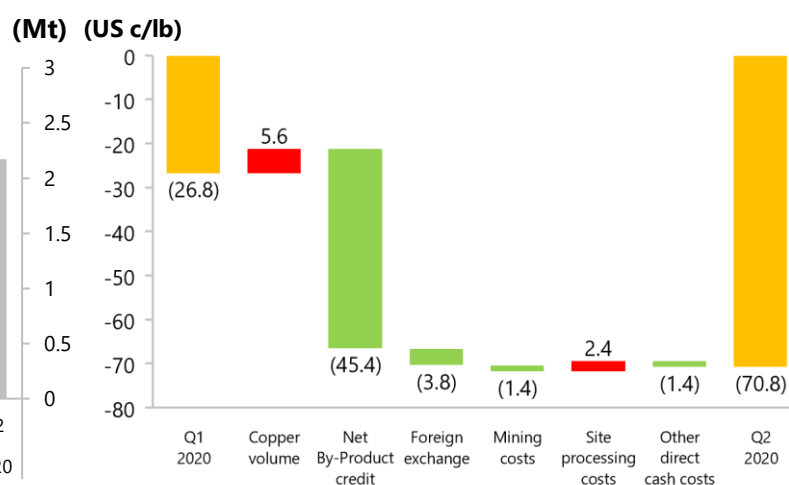


Figure 7: PH Unit C1 costs Q2 2020 vs. Q1 2020

Costs

C1 cash costs were US (71c/lb) for the quarter with an All-In Sustaining Cost of US (4c/lb). The C1 costs for the quarter continued to benefit from the strong gold production and robust gold price. Marginally lower copper volume produced as a result of lower copper head grade resulted in higher fixed costs for every pound of copper produced.

The costs attributable to ore stockpiles processed during the quarter amounted to \$4 million. This was made up of a non-cash ore drawdown of \$38 million and a \$34 million NRV increase, primarily due to revised gold price assumptions.

Projects and Studies

Work continues on the Prominent Hill Expansion Study with a variety of internal and external resources collaborating across work streams. Updates related to key work packages include:

- The existing processing plant infrastructure and flow sheet has been reviewed in detail with metallurgical modelling confirming that it will be suitable for feed rates of between 4Mtpa and 8Mtpa with minimal modifications.
- The mine optimisation model was updated and has resulted in a tightening of the proposed shaft depth to between 1,200m and 1,300m below surface. Trade off studies are currently underway to confirm final shaft and related infrastructure dimensions.

As an input into an updated mine design, preliminary geotechnical modelling has indicated that the current mining sequence, based on a primary-secondary method of stope extraction, is suitable to continue until a mine depth of approximately 1,300m below surface. Beneath this depth, a longitudinal sequence is likely to be required. This is expected to be confirmed after an additional in-situ stress measurement is taken in Q4.

Two additional exploration drills were commissioned underground in Q2, bringing the total to four, to support an expanded Mineral Resource drilling program. The focus of the program for the remainder of 2020 is to provide further understanding of the Malu ore body below the current life of mine limits. The resource is open at depth and drilling results to date have warranted further drilling to help inform the study.

Exploration Potential

Stage 2 drilling of the Mount Woods Unearthed Challenge targets was postponed due to the COVID-19 pandemic and is now anticipated to commence during H2 2020.

CARRAPATEENA PROVINCE

Operational Delivery

Carrapateena produced a total of 7,170 tonnes of copper and 14,423 ounces of gold during the quarter and production guidance for 2020 has been raised with associated reductions in unit costs. The uplift is due to better performance from the underground materials handling system and production system in addition to the throughput performance of the plant year to date.

2020 copper production guidance has been raised to 25,000–30,000 tonnes (from 20,000–25,000 tonnes) and gold production guidance has been raised to 45,000–50,000 ounces (from 35,000–40,000 ounces). C1 cost guidance for 2020 has been lowered to US 100–120 c/lb (from US 175–195 c/lb) with All-In Sustaining costs lowered to US 150–170 c/lb (from US 235–260 c/lb). As with Prominent Hill, unit cost improvements reflect the higher than expected full year gold production, increased 2020 gold price assumption benefitting the net by-product credit and favourable exchange rates.

Following the deferral of non-essential 2020 capital expenditure resulting from the COVID-19 business review, the strong start by Carrapateena has provided the confidence to re-introduce ~\$45 million of deferred growth capital funding for plant and infrastructure projects that will benefit production beyond 2020.

Underground Operations

Underground development continued to perform well, achieving 4,413 metres during the quarter. In response to COVID-19, a revised strategy saw increased focus on operating development to achieve 2020 guidance. Mining development will now extend to assurance of the required capital development to underpin the establishment of future sub-levels, life of mine ventilation and the materials handling system.

Surface ore stockpiles were periodically depleted during the quarter, reflecting the strong throughput performance of the processing plant.

Production ore extracted from the first production level (4580 Level) has exceeded expectations so far this year. The second production level commenced slot and ring firings during the quarter. This level is set to contribute a significant portion of the production tonnes forecast for the remainder of 2020. The third production level will commence in Q3 to further support mine ramp up and ore delivery to the plant.

The cave monitoring system in place is demonstrating that cave growth is tracking well and progressing within pre-determined tolerance limits.

As expected, ore grades remained below reserve grade as a result of the first sub-level position on the unconformity with the cover sequence. The first sub-level is also larger to assure cave propagation and growth, resulting in the draw of some lower grade material. Grades are expected to continue to improve throughout H2.

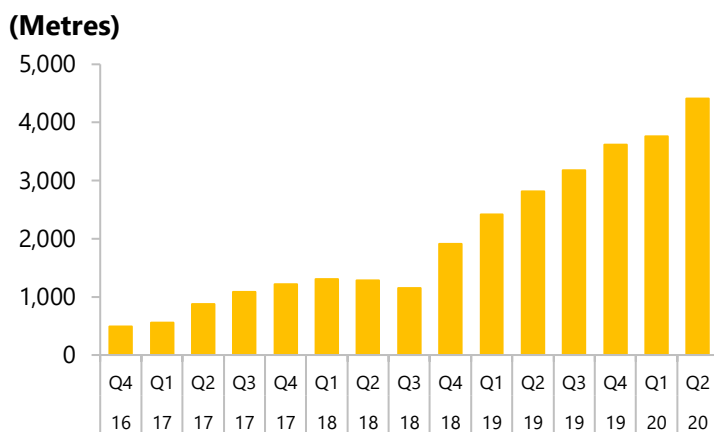


Figure 8: Quarterly development metres



Figure 9: Materials handling system picking conveyor

Processing

Carrapateena plant ramp-up is continuing to progress well with strong throughput rates achieved including a daily record of 15,022 tonnes milled and periods in excess of 15 days at an average rate over the nameplate of 12,000 tonnes per day. Total production rates remain dependent on the availability of mined ore.

Strong metal recoveries continued during the quarter at 90% copper and 82% gold despite feed grade being below the life of mine average grade. A significant amount of work has been executed by the site teams to stabilise the process, with improvement initiatives being accelerated through the internal project pipeline.

Costs

Capital expenditure incurred in Q2 at Carrapateena was \$27 million. Net revenue amounting to \$37 million generated from the sale of concentrate produced from processing the pre-production ore on stockpiles at 31 December 2019 was recognised as a reduction in previously recognised capital expenditure.

Following completion of pre-production stockpile processing in early April, ore processed in Q2 was from ore mined post commissioning, resulting in all associated costs being recognised as cost of goods sold or inventory and resultant revenue within the income statement. Concentrate stocks reduced following sales during the quarter.

Projects and Studies

The Carrapateena Block Cave expansion Pre-Feasibility Study was released during the quarter, demonstrating conversion of the lower portion of the current sub-level cave to a series of block caves significantly increases value, Ore Reserves and mine life, and unlocks Carrapateena's potential to be a multi-generational, lowest quartile cash cost producing province.

The Carrapateena Ore Reserve increased from 91 Mt @ 2.0% CuEq¹ to 220 Mt @ 1.3% CuEq¹ by including Block Cave 1 and Block Cave 2, with the sub-level cave. The Block Cave 1 and Block Cave 2 expansion NPV of ~\$600 million increases to ~\$770 million at final investment decision in 2023, with an IRR of ~19% (post tax).

The existing sub-level cave ramp-up and ongoing operation would be unimpeded by expansion activity with production continuity maintained during cave transition. Stage 1 of the Block Cave Expansion Feasibility Study is now underway with completion expected late 2021.

The Life of Province Scoping Study was also released in the quarter, showing Block Cave 1 and Block Cave 2 unlock the broader Carrapateena Province potential, including realisation of lower grade resources around Carrapateena and at Fremantle Doctor.

Expenditure for Q2 on the Carrapateena Province Expansion was \$3.5 million and expensed as incurred.

Exploration Potential

In July, the company withdrew from the Maslins JV with Investigator Resources as the project failed to intersect any significant mineralisation.

CARAJÁS PROVINCE

Operational Delivery

Carajás produced 2,342 tonnes of copper and 1,592 ounces of gold during the quarter and is on track to achieve annual production guidance. C1 cash costs were US 69 c/lb with an All-In Sustaining Cost of US 134 c/lb. Production costs were lower during the quarter due to higher grades increasing copper production, with unit costs benefitting from the increase in copper volume. C1 cost guidance for 2020 has been lowered to US 100–120 c/lb (from US 155–175 c/lb) and All-In Sustaining costs have been lowered to US 155–175 c/lb (from US 215–235 US c/lb), reflecting lower transportation and processing costs and favourable exchange rate movements.

Pedra Branca decline development is tracking to plan with the first run of mine ore on schedule to be trucked to the Carajás hub at Antas for processing in Q3. The ore sorting equipment has been installed and operating at Antas on a trial basis with the optimal mass versus grade currently being determined.

¹ For copper equivalent calculation formulas, see OZ Minerals announcement titled "Carrapateena Block Cave Expansion Pre-Feasibility Study" released on 23 June 2020 and available at: www.ozminerals.com/media/asx/



Figure 10: Pedra Branca decline development



Figure 11: Antas ore sorter installed

Projects and Studies

No field activities were undertaken during the quarter at Clovis, Santa Lucia or Pantera due to the COVID-19 pandemic.

Exploration Potential

No field activities were undertaken during the quarter due to the COVID-19 pandemic. Limited field activities are expected to recommence in Q3 with a 1,000m drill program testing coincident geochemical (copper + gold) and geophysical (EM) anomalies at Paes Carvalho, south of the Antas mine.

Capital Expenditure incurred in Q2 at Carajás was \$4.6 million with exploration and evaluation expenditure of \$2.1 million expensed as incurred.

GURUPI PROVINCE

Projects and Studies

Despite COVID-19 constraints, discussions are progressing with INCRA regarding its approval for the CentroGold development and relocation plan which will then be submitted to the Brazilian Courts to lift the injunction on the project.

Exploration Potential

No field activities were undertaken during the quarter due to the COVID-19 pandemic.

Exploration and evaluation expenditure for Q2 at the Gurupi Province was \$0.4 million and expensed as incurred.

MUSGRAVE PROVINCE

During the quarter OZ Minerals announced intentions to acquire Cassini Resources via a Scheme of Arrangement, consolidating its ownership of the West Musgrave Project to 100%, creating additional flexibility regarding future funding and development options.

Projects and Studies

Internal and external reviews of the EPA Part IV referral have been completed, however, in recognising the importance of the views of Traditional Owners and maximising their input to the Part IV assessment process, the submission will be held until it is possible to safely return to the Lands for further feedback and consultation.

Exploration Potential

No field activities were undertaken during the quarter due to the COVID-19 pandemic.

Expenditure for Q2 on West Musgrave was \$1.5 million and capitalised as incurred.

EXPLORATION AND GROWTH

No significant fieldwork was undertaken at any projects during the quarter due to the COVID-19 pandemic.

Processing and interpretation of EM data collected late in Q1 by Minotaur Exploration at the Eloise JV has identified two significant anomalies, named Little Foot and Big Foot². The prospects are located along strike of previously identified copper and gold mineralisation at the Electra & Iris prospect.

Early in July Minotaur Exploration published the maiden resource for the Jericho project. The inferred resource of 9.1Mt @ 1.4% copper and 0.3g/t gold² is an important discovery in the Cloncurry region representing a new style of mineralisation. Internal technical studies have demonstrated that the resource is not capable of supporting a standalone operation and exploration efforts will focus on other high priority targets within the JV tenure.

Late in the quarter, planning commenced to restart exploration activities in Queensland and it is anticipated that on the ground activity will commence in Q3. Minotaur Exploration will focus on the recently identified Little / Bigfoot targets, with both targets to be drill tested and a large EM survey will commence on the Breena Plains JV. The Red Metal Exploration Alliance will drill a second hole at the Mt Skipper project before moving onto drill testing the Three Ways project.

Expenditure for Q2 on exploration and growth projects was \$1.0 million and expensed as incurred.

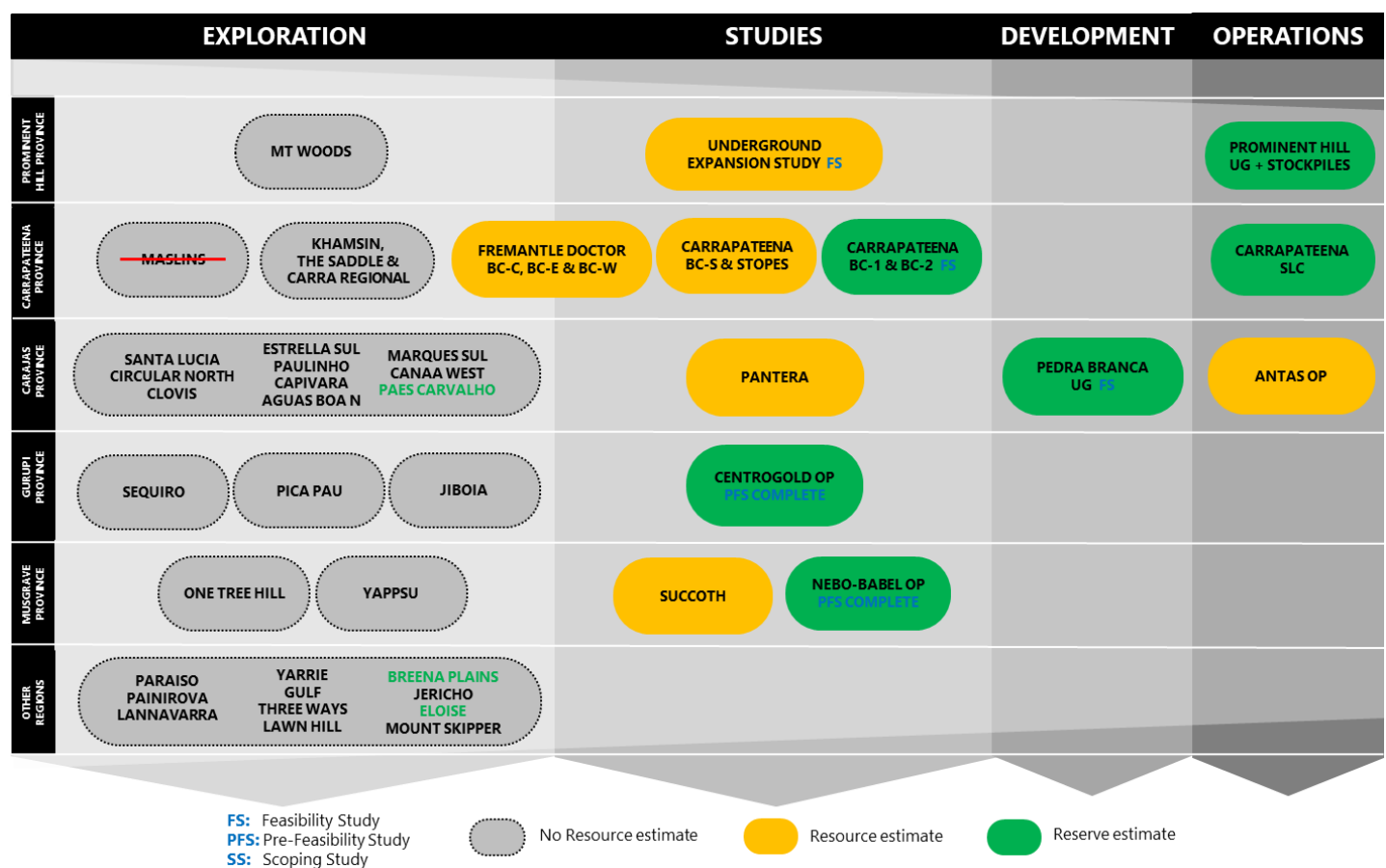


Figure 12: Growth pipeline

² See Minotaur Exploration announcement titled "Maiden Jericho Resource and Cloncurry exploration update" released on 16 July 2020 and available at: www.minotaurexploration.com.au/investor-information/asx-announcements/

CORPORATE

Gold hedges that matured during the quarter amounted to 29,121 ounces at an average price of A\$1,724/oz. The total amount of gold hedged at the end of the quarter was 110,901 ounces at an average price of A\$1,762/oz.

At 30 June there was an unaudited cash balance of \$115 million and debt balance of \$100 million, for a \$15 million net cash position.

2020 KEY MILESTONES

Business Area	Milestone	2020			
		Q1	Q2	Q3	Q4
Prominent Hill Province	Malu Paste Plant commissioned		✓		
	Expansion Feasibility Study update and investment decision				
	Mineral Resource and Ore Reserve update				
Carrapateena Province	Carrapateena expansion Pre-Feasibility Study update		✓		
	Life of Province Plan Scoping Study update		✓		
	Carrapateena Sub Level Cave ramp-up reaches 4.25Mtpa run rate				
	Mineral Resource and Ore Reserve update				
Carajás Province	Pedra Branca first development ore		✓		
	Hub studies and Mineral Resource update				
Gurupi Province	CentroGold injunction removal / commencement of Feasibility Study				
	Mineral Resource update				
Musgrave Province	West Musgrave Pre-Feasibility Study update	✓			
	Mineral Resource update and maiden Ore Reserve	✓			

Corporate Information

Webcast

As is OZ Minerals' established practice, a presentation associated with this Quarterly Report will be broadcast at 10am (AEST) 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 21 July 2020

Ordinary Shares	324,697,275
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Share Price Activity for the June Quarter (Closing Price)

High \$10.97
Low \$7.05
Last \$12.98 (21 July 2020)
Average daily volume 2.2 million shares

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This announcement is authorised for market release by OZ Minerals' Managing Director and CEO, Andrew Cole.

Table 1: Production and Costs – June Quarter

Q2 2020 PRODUCTION & COSTS		PROMINENT HILL	CARRAPATEENA	CARAJAS	GROUP
MINED (TONNES)	OP ORE	-	-	211,215	211,215
	UG ORE	953,927	693,673	-	1,647,600
	OP WASTE	-	-	566,880	566,880
MINED GRADE SOURCE					
OPEN PIT ORE	COPPER (%)	-	-	1.08	1.08
	GOLD (G/T)	-	-	0.32	0.32
UNDERGROUND ORE	COPPER (%)	1.50	0.82	-	1.21
	GOLD (G/T)	0.52	0.58	-	0.55
ORE MILLED	(TONNES)	2,170,513	869,234	197,163	3,236,910
MILLED GRADE	COPPER (%)	0.81	0.92	1.22	0.86
	GOLD (G/T)	0.95	0.63	0.30	0.82
	SILVER (G/T)	1.84	6.55	-	2.99
RECOVERY	COPPER (%)	85.9	89.9	97.3	88.3
	GOLD (%)	79.7	81.9	83.3	80.6
	SILVER (%)	77.5	76.8	-	77.2
COPPER CONCENTRATE PRODUCED	TONNES	29,971	19,228	8,915	58,114
CONCENTRATE GRADE	COPPER (%)	50.3	37.3	26.3	42.3
	GOLD (G/T)	54.7	23.3	5.6	36.8
	SILVER (G/T)	103.4	227.5	-	128.6
CONTAINED METAL IN CONCENTRATES PRODUCED	COPPER (TONNES)	15,065	7,170	2,342	24,577
	GOLD (OZ)	52,725	14,423	1,592	68,740
	SILVER (OZ)	99,586	140,616	-	240,202
TOTAL CONCENTRATE SOLD	(DM TONNES)	34,477	20,808	10,308	65,593
CONTAINED METAL IN CONCENTRATES SOLD	COPPER (TONNES)	17,150	7,605	2,723	27,478
	GOLD (OZ)	52,099	14,945	1,825	68,869
	SILVER (OZ)	117,463	141,563	-	259,026
COST SUMMARY					
MINING COSTS	US Cents/lb	97.5	152.4	35.0	107.7
SITE PROCESSING COSTS	US Cents/lb	55.9	77.2	37.0	60.4
TC/RC and TRANSPORT	US Cents/lb	33.7	27.1	32.0	31.6
NET BY - PRODUCT CREDIT	US Cents/lb	(274.5)	(157.5)	(55.0)	(219.8)
OTHER DIRECT CASH COSTS	US Cents/lb	16.6	9.0	20.0	14.7
TOTAL C1 COSTS	US Cents/lb	(70.8)	108.2	69.0	(5.4)
ROYALTIES	US Cents/lb	26.3	9.6	27.0	21.5
OTHER INDIRECT COSTS	US Cents/lb	5.3	(18.0)	7.0	(1.4)
TOTAL CASH COSTS	US Cents/lb	(39.2)	99.8	103.0	14.7
D&A	US Cents/lb	44.5	71.0	56.0	53.3
TOTAL PRODUCTION COSTS	US Cents/lb	5.3	170.8	159.0	68.0
AISC	US Cents/lb	(3.6)	137.6	134.0	50.5

There was a Q2 net ore inventory reduction of A\$10 million, made up of a non-cash net ore inventory drawdown of A\$44 million and Net Realisable Value write-up of A\$34 million. These movements are not included in the production and costs table above. There was also a Q2 net increase of concentrate inventory of \$6 million.

Table 2: Production and Costs – 2020 Year to Date

YTD 2020 PRODUCTION & COSTS		PROMINENT HILL	CARRAPATEENA	CARAJAS	GROUP
MINED (TONNES)	OP ORE	-	-	350,956	350,956
	UG ORE	1,796,399	999,684	-	2,796,083
	OP WASTE	-	-	919,533	919,533
MINED GRADE SOURCE					
OPEN PIT ORE	COPPER (%)	-	-	1.11	1.11
	GOLD (G/T)	-	-	0.39	0.39
UNDERGROUND ORE	COPPER (%)	1.49	0.80	-	1.24
	GOLD (G/T)	0.51	0.53	-	0.52
ORE MILLED	(TONNES)	4,338,918	1,136,244	390,622	5,865,784
MILLED GRADE	COPPER (%)	0.82	0.95	1.18	0.87
	GOLD (G/T)	0.92	0.65	0.30	0.83
	SILVER (G/T)	1.89	6.75	0.00	2.71
RECOVERY	COPPER (%)	86.1	90.3	97.3	87.8
	GOLD (%)	79.6	82.9	83.3	79.4
	SILVER (%)	77.3	77.9	-	77.4
COPPER CONCENTRATE PRODUCED	TONNES	61,657	26,030	17,170	104,857
CONCENTRATE GRADE	COPPER (%)	49.7	37.1	26.2	42.7
	GOLD (G/T)	51.3	23.3	5.6	36.9
	SILVER (G/T)	102.8	229	-	117.3
CONTAINED METAL IN CONCENTRATES PRODUCED	COPPER (TONNES)	30,645	9,665	4,498	44,808
	GOLD (OZ)	101,774	19,464	3,108	124,346
	SILVER (OZ)	203,780	191,657	-	395,437
TOTAL CONCENTRATE SOLD	(DM TONNES)	71,504	20,808	17,528	109,840
CONTAINED METAL IN CONCENTRATES SOLD	COPPER (TONNES)	33,742	7,605	4,601	45,948
	GOLD (OZ)	91,309	14,945	3,304	109,558
	SILVER (OZ)	220,440	141,563	-	362,003
COST SUMMARY					
MINING COSTS	US Cents/lb	97.5	174.9	40.5	108.5
SITE PROCESSING COSTS	US Cents/lb	54.3	57.1	39.6	53.4
TC/RC and TRANSPORT	US Cents/lb	34.1	20.1	36.1	31.2
NET BY - PRODUCT CREDIT	US Cents/lb	(251.4)	(155.8)	(52.7)	(211.0)
OTHER DIRECT CASH COSTS	US Cents/lb	17.2	24.0	19.6	18.9
TOTAL C1 COSTS	US Cents/lb	(48.4)	120.3	83.0	1.0
ROYALTIES	US Cents/lb	25.5	9.6	24.0	21.9
OTHER INDIRECT COSTS	US Cents/lb	5.2	9.0	7.0	6.2
TOTAL CASH COSTS	US Cents/lb	(17.7)	138.8	114.1	29.1
D&A	US Cents/lb	42.5	57.4	58.9	47.3
TOTAL PRODUCTION COSTS	US Cents/lb	24.8	196.2	173.0	76.4
AISC	US Cents/lb	13.0	179.8	137.7	61.4

There was a YTD net ore inventory reduction of A\$25 million, made up of a non-cash net ore inventory drawdown of A\$64 million and Net Realisable Value write-up of A\$39 million. These movements are not included in the production and costs table above. There was also a YTD net increase of concentrate inventory of \$24 million. YTD cash costs of production in the table above included circa A\$25 million relating to payments to contractors classified as lease costs which will be recognised as amortisation and interest costs for the purposes of EBITDA calculation.

Table 3: Guidance

GUIDANCE	2020			
	PROMINENT HILL	CARRAPATEENA	CARAJÁS	TOTAL
Copper Production (tonnes)	55,000-65,000	25,000-30,000 (20,000-25,000) ↑	8,000-10,000	88,000-105,000 ↑ (83,000-100,000)
Gold Production (ounces)	175,000-190,000 ↑ (165,000-185,000)	45,000-50,000 ↑ (35,000-40,000)	7,000-9,000	227,000-249,000 ↑ (207,000-234,000)
Underground Ore Movement (Mt)	3.7-4.0	2.0-2.6		
Sustaining Capital Expenditure (A\$M)				
- Mine Development	40-50	15-20	-	55-70
- Site	20-30	9-12	5-8	34-50
Growth Capital Expenditure (A\$M)				
- Mine Development	-	110-125	10-15	120-140
- Other	17-22	120-130 ^{3,4} ↑ (75-85)	35-40	172-192 ↑ (127-147)
AISC (US c/lb) ²	25-35 ↓ (60-70)	150-170 ⁴ ↓ (235-260)	155-175 ↓ (215-235)	70-85 ↓ (115-130)
C1 Costs (US c/lb) ²	(40)-(30) ¹ ↓ (5-15)	100-120 ^{1,4} ↓ (175-195)	100-120 ↓ (155-175)	10-25 ↓ (60-75)
Exploration (A\$M)				15-20
Project studies to next stage gate (A\$M)				45-50⁵ ↑ (30-35)

Note: Changes to guidance reflect updates in the second quarter 2020 report. Figures in brackets denote previously issued guidance.

- 1 US dollar denominated C1 costs for Prominent Hill will benefit by US2.5c and Carrapateena will benefit by US3.0c per US1c reduction in the AUD/USD exchange rate.
- 2 AUD/USD of 0.68 has been used in converting A\$ costs to US\$ and assumed gold price of US\$1,620/oz for C1 and AISC guidance.
- 3 Excludes deferred consideration of US\$50 million which will become payable in H2 2020 provided certain milestones are met, in addition to growth capital.
- 4 Revenue and associated direct processing and selling costs for ~295kt of stockpiled development ore has been offset against pre-production capital and is excluded from the 2020 operating and capital expenditure guidance.
- 5 Reflects anticipated expenditure on Board approved studies to their next milestone. It is expected ~60% of expenditure will be expensed in the current year. Should the Board approve a project to proceed to a further milestone, additional funds will be incurred and guidance will be updated as required.