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Interim Report January–June 2013

Q2 2013

- Revenues fell to SEK 8,035 (SEK 10,363 m), mainly as a result of lower prices
- Operating profit SEK -59 million (SEK 795 m)
 - Operating profit excluding the revaluation of process inventory SEK 370 million (SEK 956 m)
 - Impact on operating profit from planned maintenance shutdowns SEK -305 million (SEK -130 m)
- Free cash flow SEK -1,477 m (SEK 79 m)
- Earnings per share SEK -0.37 (SEK 1.95)

Half-year 2013

- Revenues SEK 17,285 (SEK 20,684 m)
- Operating profit SEK 636 million (SEK 2,335 m)
 - The operating profit excluding the revaluation of process inventory totalled SEK 1,121 million (SEK 2,215 m)
- Free cash flow SEK -1,697 million (SEK 967 m)
- Earnings per share SEK 1.49 (SEK 6.03)

Summary of financial performance

SEK m	Quarter			Six months		12 months	Full year
	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Revenues	8,035	10,363	9,249	17,285	20,684	36,602	40,001
Operating profit ex. revaluation of process inventory	370	956	751	1,121	2,215	2,948	4,042
Operating profit (EBIT)	-59	795	695	636	2,335	2,472	4,171
Profit after financial items	-116	738	648	532	2,240	2,284	3,992
Net profit	-100	533	508	407	1,650	2,097	3,341
Earnings per share, SEK	-0.37	1.95	1.86	1.49	6.03	7.67	12.21
Free cash flow	-1,477	79	-220	-1,697	967	-1,275	1,389
Net debt	8,965	6,716	6,187	8,965	6,716	8,965	6,276
Return on capital employed, %						8	14
Return on shareholders' equity, %						10	16
Net debt/equity ratio, %	41	32	27	41	32	41	28

THE GROUP

Sales and production

Revenues fell to SEK 8,035 million (SEK 10,363 m) during the quarter, primarily as a result of lower metal prices but due also to lower smelter production volumes caused by extensive planned maintenance shutdowns.

Metal production by Business Area Mines increased in comparison with the previous quarter due to higher milled tonnage volumes at Aitik and higher grades in the majority of Boliden's other mines. Precious metal production rose from levels in 2012, while zinc and lead production fell, largely as a result of lower grades at Garpenberg.

Metal production by the smelters fell due to the maintenance shutdowns.

Operating profit

The operating profit totalled SEK -59 million (SEK 795 m). If the revaluation of process inventory is excluded, the operating profit totalled SEK 370 million (SEK 956 m). The Group's operating expenses, excluding depreciation, totalled SEK 2,791 million (SEK 2,746 m).

The operating profit was negatively affected by the maintenance shutdowns implemented in Business Area Smelters by a combined total of SEK -305 million (SEK 130 m). Lower metal prices also resulted in the revaluation of process inventory yielding a substantial negative impact on the profit of SEK -429 million (SEK -162 m). The fall in prices also had a negative effect of SEK -66 million (SEK 4 m) during the quarter due to the final pricing of deliveries from previous periods.

The operating profit for Business Area Mines totalled SEK 376 million (SEK 730 m) while the operating profit (excluding the revaluation of process inventory) for Business Area Smelters totalled SEK -30 million (SEK 251 m). The increase in volumes produced by Mines in comparison with the previous quarter had a positive effect on the profit, while lower prices for metals and by-products had a negative effect.

Profit analysis

SEK m	Quarter		
	2-2013	2-2012	1-2013
Operating profit	-59	795	695
Revaluation of process inventory	-429	-162	-56
Operating profit ex. revaluation of process inventory	370	956	751
Change		-586	-381
Analysis of change			
Volume effect		-5	314
Prices and terms		-272	-418
<i>Metal prices and terms</i>		-382	-538
<i>By-products, prices and terms</i>		-67	-43
<i>Realised metal price and currency hedging*</i>		111	127
<i>TC/RC terms</i>		65	32
<i>Metal premiums</i>		1	4
Exchange rate effects		-155	77
<i>Of which translation effects</i>		-3	3
Costs		-95	-153
Depreciation		-93	-41
Internal profit elimination		37	2
Items affecting comparability		0	*-171
Other		-3	8
Change		-586	-381
*Result for respective quarter	2-2013	2-2012	1-2013
Realised metal price and currency hedging	169	58	42

* The item comprises a positive effect of SEK 217 million resulting from the raising of the pensionable age at Tara, and a negative effect of SEK 46 million resulting from restructuring costs in connection with workforce reductions at Tara.

The exchange rate trend, which has been unfavourable for some time now, had a positive effect on the profit in comparison with the first quarter.

Operating expenses in local currencies rose by 5.8 per cent in comparison with the previous quarter and by 3.5 per cent in comparison with the previous year. The increases are largely attributable to the maintenance shutdowns carried out. Depreciation increased as a result of the increase in production and of the new facilities brought on line since last year.

Net financial items totalled SEK -58 million (SEK -57 m). The average interest rate payable during the quarter was 2.0 per cent in comparison with one of 2.9 per cent in the previous quarter and of 3.25 per cent in the previous year.

The profit before tax totalled SEK -116 million (SEK 738 m) and the net profit was SEK -100 million (SEK 533 m), corresponding to earnings per share of SEK -0.37 (SEK 1.95).

Cash flow	Quarter			Six months	12 mos.	Full year	
SEK m	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Cash flow from operating activities before change in operating capital	162	961	1,101	1,264	2,385	4,077	5,198
Changes in working capital	-132	144	-303	-435	523	-638	320
From operating activities	30	1,105	798	829	2,907	3,439	5,518
Investments	-1,507	-1,027	-1,018	-2,525	-1,942	-4,712	-4,129
Before financing (Free cash flow)	-1,477	79	-220	-1,697	967	-1,273	1,389

The deterioration in cash flow in comparison with the previous quarter was due to a fall in profits, to an increase in maintenance-related investments and to an increase in tax paid. Tax paid during the quarter totalled SEK -354 million (SEK -310 m). Excise duty in respect of diesel tax at Aitik has also been paid to the Swedish Tax Agency which has had a negative effect on the cash flow for the quarter (see below for details).

Financial position

Boliden's net debt at the end of the quarter totalled SEK 8,965 million (SEK 6,716 m) and the net debt/equity ratio was 41 per cent (32%). The net debt was affected not only by a negative cash flow but also by the dividend of SEK -1,094 million (SEK -1,094 m) paid. The average term of total granted loan facilities was 3.1 years (3.8 yrs.) at the period end. The average interest level for Boliden's debt portfolio was 1.76 per cent (3.29%) and the average fixed interest term was 0.8 years (0.6 yrs.).

The contribution to shareholders' equity of the net market valuation of financial derivatives, after fiscal effects, was SEK 241 million (SEK -10 m) on 30th June 2013. Boliden's current liquidity, in the form of liquid assets and unutilised binding credit facilities with a term of more than one year, totalled SEK 6,187 million (SEK 8,963 m) at the end of the second quarter.

THE PARENT COMPANY

The Parent Company, Boliden AB, conducts no operations and has no employees. The Income Statements and Balance Sheets for the Parent Company are shown on page 22.

INFORMATION ON DIESEL TAX AT AITIK

As previously announced by Boliden, the Swedish Tax Agency ruled, on 10th May 2013, that it would impose an energy tax liability of SEK 212 million, plus interest, on Boliden for the improper use of dyed diesel at the Aitik mine during the period from April 2009 to October 2012. In June 2013, Boliden paid SEK 173 million (net after a review of Boliden's tax returns for the 2010-2012 fiscal years was approved). The payment has not been carried as an expense. Boliden has appealed the Swedish Tax Agency ruling and requested both a review of the tax ruling and a discharge from payment liability.

ONGOING EXPANSION PROJECTS

The Garpenberg zinc/silver mine

The expansion of the Garpenberg zinc and silver mine will increase the mine's ore production capacity from its current level of 1.4 million tonnes per annum to 2.5 million tonnes per annum. The new facilities are scheduled, as planned, to commence production during the first six months of 2014. The investment is Boliden's second biggest investment ever and is expected to total SEK 3.9 billion. The project, which is currently in an intensive phase involving the installation of equipment in the industrial park area and underground, is proceeding according to plan.

Silver extraction at Kokkola

A facility for the extraction of silver from zinc concentrates, which contain increasing grades of silver, is being built at the Kokkola zinc smelter. The investment is estimated at SEK 240 million and production is scheduled to start in the third quarter of 2014. This project, too, is currently in an intensive phase, involving the installation of equipment, and is also proceeding according to plan.

MARKET DEVELOPMENT

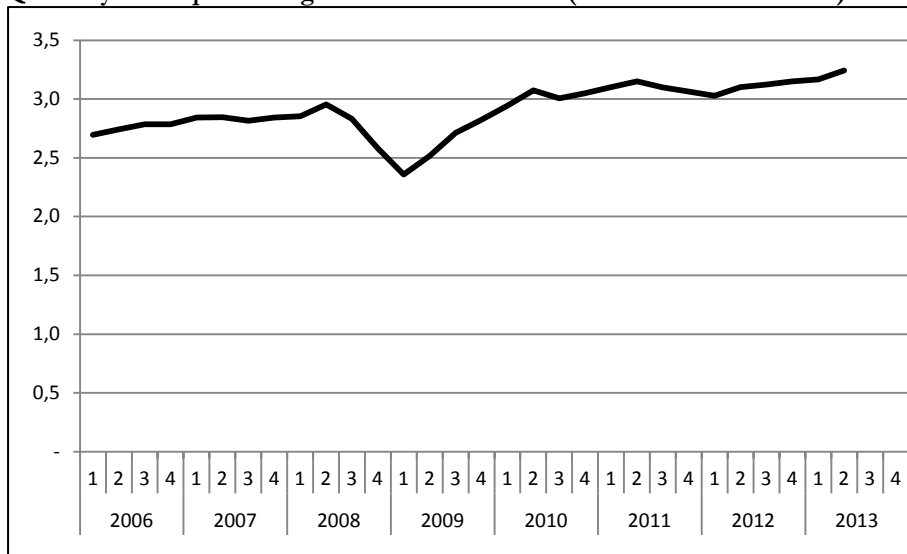
Concerns about future growth trends in China and additional production capacity, primarily for copper, have resulted in a fall in the price of all base metals, the continued relatively good growth in demand notwithstanding. Zinc and copper prices have fallen since the turn of the year by 10 per cent and 15 per cent, respectively. The falls in the prices of gold and silver since the turn of the year were particularly substantial at 28 per cent and 37 per cent, respectively.

The European construction market weakened, year-on-year, other than in a few countries such as Germany and Sweden. Automotive production levels remained unchanged in comparison with the second quarter of 2012, but were higher than in first quarter of this year. Automotive production increased in the USA. Construction investments also increased, year-on-year, in the USA. Industrial production growth levels in China continued high, year-on-year, and production also increased in comparison with the previous quarter. Infrastructural investments also showed a high growth rate, but housing construction growth rates were low. China's automotive production levels also continued to show high rates of growth.

Zinc

Global demand for zinc increased by just over 4 per cent, year-on-year and demand was up on levels in the previous quarter. Demand in Europe and North America increased, year-on-year, and the demand growth levels in China remained high.

Quarterly development in global demand for zinc (million tonnes of metal)



Source: © CRU (www.crugroup.com)

Global production by zinc smelters increased by just under 7 per cent, year-on-year, and was also higher than in the previous quarter. Growth in production was particularly pronounced in China. Global production slightly exceeded

demand for the metal in the second quarter, but official stock levels on the metals exchanges nonetheless fell in comparison with the end of the first quarter due, it is assumed, to increases in producer and other unofficial stocks.

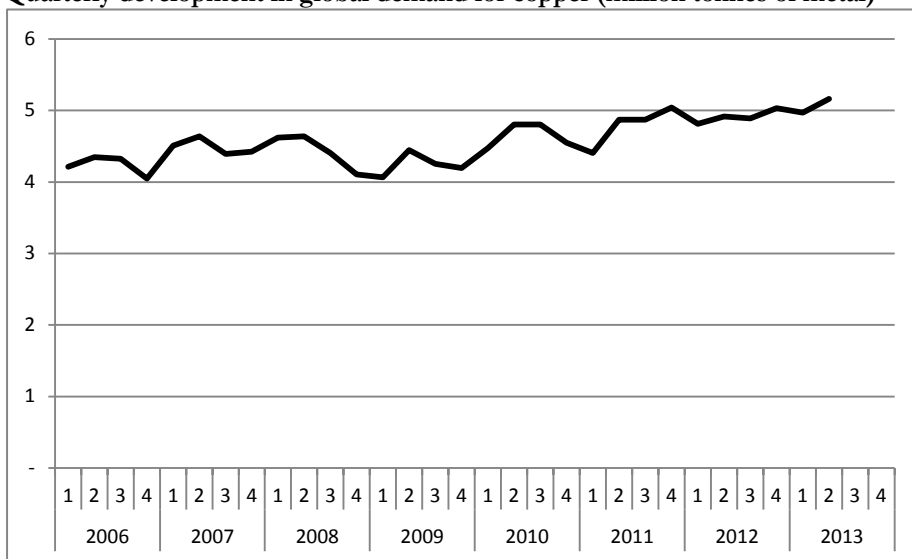
Global production of mined concentrate fell, year-on-year, but rose in comparison with the previous quarter. The year-on-year reduction is primarily due to significantly lower production levels in North America and lower production levels in Europe. Global production of mined concentrate is showed a slight surplus during the second quarter.

Spot treatment charges were stable in comparison with the first quarter but are lower than the realised level in the benchmark contracts for 2013. The realised treatment charges in benchmark contracts fell slightly. European spot premiums were slightly higher both than in the first quarter and in the second quarter of 2012.

Copper

Global demand for copper is adjudged to have increased by 5 per cent, year-on-year, and to be higher than during the first quarter. Demand in China is estimated to have grown by 10 per cent and by just over 1 per cent in the rest of the world.

Quarterly development in global demand for copper (million tonnes of metal)



Source: © CRU (www.crugroup.com)

Global production by copper smelters was lower than during the first quarter of the year, but higher than during the second quarter of the previous year. Global copper production is adjudged to have fallen short of demand, but stock levels on the metals exchanges increased with the transfer of metals from other stocks.

Operational disruptions notwithstanding, global production of mined copper concentrate increased year-on-year. Global production of mined concentrate is adjudged to have matched demand during the second quarter

Spot TC/RC rose at the beginning of the quarter, only to fall once more towards its end. The current level is lower than that in the benchmark contracts for 2013 but significantly higher than during the second quarter of last year. European spot premiums rose and were higher than in both the first quarter of this year and the second quarter of last year. Asian spot premiums rose sharply.

Precious metals

The precious metals market is largely driven by demand from financial operators, the jewellery industry and, from time to time, by the actions of central banks. Demand by the electronics industry is an additional driving factor in overall demand for silver.

Gold and silver prices have been rising for some time now due to the increasing tendency to mandate financial operators to include precious metals as an asset class in their portfolios. The number of listed equity funds holding precious metal stocks has increased dramatically in recent years, but the end of 2012 and first half of 2013 have seen a decline in levels of interest in introducing new funds and instruments for precious metals, and metal prices have fallen.

Gold and silver prices have fallen between the end of 2012 and the end of the second quarter of 2013 by 28 per cent and 37 per cent, respectively. Gold and silver prices during the second quarter were 13 per cent and 23 per cent, respectively, lower than during the first quarter of this year, and 12 per cent and 21 per cent, respectively, lower than during the second quarter of last year. The decline in prices has continued into the third quarter.

Lead

Global demand for lead was on a par with demand during the first quarter of 2013 but higher than in the second quarter of last year. The year-on-year growth was driven by continued increased automotive production in China and North America, increased production in China of batteries for the export market, and increased demand in battery segments other than the automotive one. Competition for lead from recycled batteries in Europe has continued to be severe, and while the prices for this raw material were lower than during the first quarter of last year, the margin between the price of lead and the raw material has fallen in comparison with the first quarter due to a bigger fall in the price of lead.

The percentage decline in comparison with the previous quarter for the price of lead was on a par with that for copper and zinc, but the price of lead has outperformed the other base metals for some time now. Increased demand from the automotive industry, coupled with increasingly strict environmental requirements for mines and smelters, has put pressure on the supply of lead. Global production by smelters increased slightly in comparison with both the previous year and the first quarter of this year. Global supplies of lead matched global demand, but metal stocks on the metals exchanges nonetheless fell. Global availability of mined metal concentrate is adjudged to have matched demand.

Sulphuric acid

Demand for sulphuric acid in northern Europe remained stable but industrial demand in the Nordic region fell slightly. Spot market prices were slightly lower than during both the first quarter of this year and the second quarter of last year.

Metal prices

Average prices for all metals were lower in the second quarter than in both the previous quarter and the previous year. The price trend in Swedish kronor is even more negative due to the strengthening of the krona against the US dollar. The krona has weakened against the dollar during the second quarter from levels during the first.

Metal prices (USD) (average LME/LBMA)	Quarter					Six months		
	2-2013	2-2012	%	1-2013	%	2013	2012	%
Zinc (USD/tonne)	1,840	1,928	-5	2,033	-9	1,937	1,978	-2
Copper (USD/tonne)	7,148	7,869	-9	7,931	-10	7,540	8,097	-7
Lead (USD/tonne)	2,053	1,974	4	2,301	-11	2,177	2,035	7
Gold (USD/troy oz)	1,416	1,609	-12	1,633	-13	1,524	1,651	-8
Silver (USD/troy oz)	23.14	29.38	-21	30.11	-23	26.63	31.06	-14

Metal prices (SEK) (average LME/LBMA)	Quarter					Six months		
	2-2013	2-2012	%	1-2013	%	2013	2012	%
Zinc (SEK/tonne)	12,074	13,393	-10	13,078	-8	12,580	13,537	-7
Copper (SEK/tonne)	46,892	54,676	-14	51,026	-8	48,976	55,420	-12
Lead (SEK/tonne)	13,470	13,713	-2	14,805	-9	14,143	13,932	2
Gold (SEK/troy oz)	9,290	11,176	-17	10,502	-12	9,901	11,302	-12
Silver (SEK/troy oz)	151.80	204.16	-26	193.73	-22	172.96	212.58	-19

Exchange rates

The US dollar has strengthened slightly against the Swedish krona in comparison with the previous quarter, but has weakened in comparison with the corresponding period in 2012.

Exchange rates (average)	Quarter					Six months		
	2-2013	2-2012	%	1-2013	%	2013	2012	%
USD/SEK	6.56	6.95	-6	6.43	2	6.50	6.84	-5
EUR/USD	1.31	1.28	2	1.32	-1	1.31	1.30	1
EUR/SEK	8.56	8.91	-4	8.50	1	8.53	8.88	-4
USD/NOK	5.83	5.89	-1	5.62	4	5.72	5.84	-2

SENSITIVITY ANALYSIS

The following table contains an estimate of how changes in market terms affect the Group's operating profit (EBIT) over the next twelve-month period. The calculation is based on listings on 30th June 2013 and on Boliden's planned production volumes. The sensitivity analysis does not take into account the effects of metal price hedging, currency hedging, contracted TC/RC, or the revaluation of process inventory in the smelters.

Change in metal prices +10%	Effect on operating profit, SEK m	Change in USD +10 %	Effect on operating profit, SEK m	Change in TC/RC +10%	Effect on operating profit, SEK m
Copper	365	USD/SEK	915	TC/RC Copper	85
Zinc	450	EUR/USD	350	TC Zinc	45
Lead	85	USD/NOK	85	TC Lead	-10
Gold	145				
Silver	115				

METAL PRICE AND CURRENCY HEDGING

The following table shows Boliden's outstanding price and hedging contracts on 30th June 2013. The hedging programmes instituted in conjunction with the Garpenberg expansion project matured in June 2013.

Boliden's production, with the exception of gold, is now fully exposed to market prices. The hedging reduces the effects of fluctuations in the price of gold and US dollar exchange rates on the Group's profits.

Metals	2013	2014	2015	2016	2017
Gold					
Hedged volume (troy oz.)	14,100	38,400	48,600	47,000	29,000
Forward price, USD/troy oz.	1,412	1,455	1,491	1,487	1,490
Market value, SEK m	20	64	91	87	54

CURRENCIES	2013	2014	2015	2016	2017
USD/SEK					
Hedged volume (USD m)	20	56	72	70	43
Forward rate, USD/SEK	6.82	6.83	6.78	6.77	6.77
Market value, SEK m	2	3	-4	-5	-3

BUSINESS AREA MINES

Boliden's mines reported high production figures and moderate cost increases during the quarter at the same time as deteriorating prices and terms had a major impact on the profit. Business Area Mines' revenues totalled SEK 2,163 million (SEK 2,366 m) and its operating profit totalled SEK 376 million (SEK 730 m). Falling metal prices had a negative impact on the profit in comparison with the previous quarter but this was counteracted by higher volumes and the positive result of price and currency hedging. Lower prices and an unfavourable exchange rate trend resulted in deterioration in the year-on-year profit. Final pricing of deliveries from previous periods had a negative effect on the profit of SEK -56 million (SEK 5 m).

Financial performance

SEK m	Quarter			Six months	
	2-2013	2-2012	1-2013	2013	2012
Revenues	2,163	2,366	2,043	4,205	4,864
Operating expenses	1,342	1,310	1,131	2,473	2,577
Depreciation	498	417	459	957	815
Operating profit	376	730	427	803	1,572
Investments	977	842	802	1,779	1,576
Capital employed	16,968	14,874	16,249	16,968	14,874

Amended accounting principles have necessitated a recalculation of the results for the comparison quarters in 2012. See page 30 and previous interim report January-March 2013.

Production

	Quarter				Six months			
	2-2013	2-2012	%	1-2013	%	2013	2012	%
Zinc, tonnes	71,558	75,960	-6	65,476	9	137,034	149,750	-8
Copper, tonnes	20,417	20,130	1	16,590	23	37,007	39,018	-5
Lead, tonnes	12,136	13,931	-13	11,524	5	23,660	26,560	-11
Gold, kg	1,025	944	9	720	42	1,745	1,842	-5
Gold, troy oz.	32,953	30,358	9	23,158	42	56,111	59,226	-5
Silver, kg ¹	75,533	62,307	21	59,008	28	134,541	117,695	14
Silver, '000 troy oz.	2,428	2,003	21	1,897	28	4,325	3,784	14

Metal content in concentrates. Information about production and metal grades at the respective units can be found on pages 24-25.

Production levels at Aitik were stable and high, and the mine has produced a combined total of 34.7 Mtonnes over the last four quarters. A higher volume of milled tonnage plus improved grades and yields resulted in increased metal production for all metals during the second quarter in comparison with both the first quarter of this year and the previous year. Production will continue in areas with low copper and gold grades until the end of 2014.

The milled tonnage volume in the Boliden Area fell slightly, but higher zinc and silver grades plus improved yields resulted in higher production levels for all metals with the exception of copper. Copper production fell, particularly in comparison with the previous year, due to the fact that the Mauriliden Östra copper mine is now almost mined out.

Garpenberg's production increased in comparison with the first quarter due to higher zinc and silver grades and high silver yields. Lower grades resulted in lower year-on-year zinc production levels.

An increase in milled tonnage volumes resulted in an increase in zinc production at Tara in comparison with the first quarter of the year. The reverse is, however, true in comparison with 2012 when milled tonnage volumes for zinc – and thereby production levels – were slightly higher. Zinc and lead grades remain unchanged, but lead production levels fell due to lower yields.

¹Includes silver production at Tara that is not payable - see page 25 for details of Tara's production.

Profit analysis

SEK m	Quarter		
	2-2013	2-2012	1-2013
Operating profit	376	730	427
Change		-354	-52
Analysis of change			
Volume effect		145	465
Prices and terms		-264	-335
<i>Metal prices and terms</i>		-321	-426
<i>Realised metal price and currency hedging*</i>		93	103
<i>TC/RC terms</i>		-36	-12
Exchange rate effects		-104	59
<i>Of which translation effects</i>		1	2
Costs		-47	-39
Depreciation		-84	-39
Items affecting comparability		0	-171**
Other		0	9
Change		-354	-52
*Result for respective quarter	2-2013	2-2012	1-2013
Realised metal price and currency hedging	135	43	33

** The item comprises a positive effect of SEK 217 million resulting from the raising of the pensionable age at Tara, and a negative effect of SEK 46 million resulting from restructuring costs in connection with workforce reductions at Tara.

Operating expenses in local currencies increased by ca. 3 per cent in comparison with the previous quarter and by 3.6 per cent in comparison with the previous year. The cost increases are primarily attributable to consumables and spare parts. Energy costs have also increased in comparison with the previous year.

The increase in depreciation in comparison with the first quarter of 2013 includes a write-down of SEK 12 million in respect of railway wagons that were written off in May in conjunction with a train derailment during a concentrate transport between Aitik and Rönnskär. The higher production rate also entails higher depreciation.

BUSINESS AREA SMELTERS

The quarter was dominated by maintenance shutdowns that resulted in higher costs and increased investments plus lower production levels. Business Area Smelters' operating profit, excluding the revaluation of process inventory, totalled SEK -30 million (SEK 251 m). The effect on the profit of the shutdowns totalled SEK -305 million (SEK -130 m). The profit was also negatively affected by price trends that were only partially compensated for by improved TC/RC.

Financial performance

SEK m	Quarter			Six months	
	2-2013	2-2012	1-2013	2013	2012
Revenues	7,577	10,020	9,073	16,650	20,031
Gross profit ex. revaluation of process inventory	1,618	1,869	1,832	3,450	3,769
Operating expenses	1,434	1,411	1,321	2,755	2,749
Depreciation	225	221	223	448	440
Operating profit ex. revaluation of process inventory	-30	251	298	268	612
Operating profit	-459	89	242	-217	732
Investments	530	274	213	743	544
Capital employed	15,957	15,598	15,698	15,957	15,598

Amended accounting principles have necessitated a recalculation of the results for the comparison quarters in 2012. See page 30 and previous interim report January-March 2013.

Production

	Quarter					Six months		
	2-2013	2-2012	%	1-2013	%	2013	2012	%
Zinc, tonnes	105,896	116,175	-9	114,156	-7	220,052	234,520	-6
Copper, tonnes	63,909	81,790	-22	82,292	-22	146,200	166,306	-12
Lead, tonnes	5,836	3,461	69	6,261	-7	12,097	8,959	35
Lead alloys, tonnes (Bergsöe)	11,329	11,410	-1	12,409	-9	23,738	22,349	6
Gold, kg	3,463	4,540	-24	4,194	-17	7,657	8,409	-9
Gold, troy oz.	111,340	145,945	-24	134,826	-17	246,166	270,336	-9
Silver, kg	112,122	148,552	-25	122,516	-8	234,638	299,411	-22
Silver, '000 troy oz.	3,605	4,776	-25	3,939	-8	7,544	9,626	-22
Sulphuric acid, tonnes	317,046	374,353	-15	397,315	-20	714,361	807,465	-12
Aluminium fluoride, tonnes	8,305	10,507	-21	8,866	-6	17,171	20,523	-16

Information about production at the respective units can be found on pages 26-27.

Production at all of the smelters with the exception of Bergsöe was negatively affected during the quarter by maintenance shutdowns. These shutdowns have largely gone according to plan.

The major maintenance shutdown at Rönnskär resulted in a fall in both raw material processing and metal production in comparison with both the previous quarter and the previous year. Lead processing and production increased, however, year-on-year. Rönnskär is still experiencing problems with unstable production.

Harjavalta also implemented extensive maintenance shutdowns that had a significant effect on production. Precious metal production continued during the shutdown and higher grades in the input concentrate resulted in increased volumes.

Kokkola's production remained stable during the quarter with only minor variations in relation to both comparison periods.

Odda's production was also affected by maintenance work carried out throughout much of the facilities, including the rebuilding of the tank house in order to achieve increased productivity there. Odda is also still suffering the effects of the breakdown in one of the leaching tanks that occurred in the fourth quarter and a replacement tank will be installed in early 2014.

Bergsöe's lead alloy production fell slightly in comparison with the previous quarter due to a minor fire at the facility during the quarter.

Profit analysis

SEK m	Quarter		
	2-2013	2-2012	1-2013
Operating profit	-459	89	242
Revaluation of process inventory	-429	-162	-56
Operating profit ex. revaluation of process inventory	-30	251	298
Change		-281	-328
Analysis of change			
Volume effect		-151	-150
Prices and terms		-7	-83
<i>Metal prices and terms</i>		-61	-112
<i>By-products, prices and terms</i>		-67	-43
<i>Realised metal price and currency hedging*</i>		18	24
<i>TC/RC terms</i>		101	44
<i>Metal premiums</i>		1	4
Exchange rate effects		-53	19
<i>Of which translation effects</i>		-6	2
Costs		-58	-112
Depreciation		-9	-1
Other		-4	0
Change		-281	-328
*Result for respective quarter	2-2013	2-2012	1-2013
Realised metal price and currency hedging	34	15	10

In addition to the negative price trend for metals, the lower prices for sulphuric acid also had a negative effect on the profit, particularly when compared with the previous year. The lower sulphuric acid prices were due to a number of deliveries being made to markets outside Europe during the quarter.

Operating expenses in local currencies increased by 8.5 per cent and 4.2 per cent, respectively, in comparison with the previous quarter and the previous year. The increases were primarily attributable to external services, consumables and spare parts and were largely incurred in conjunction with the maintenance work.

Maintenance shutdowns during the coming quarter

Maintenance shutdowns will take place at Bergsöe during the third quarter of 2013 and are expected to impact the profit to the tune of approximately SEK 25 million.

SUMMARY OF BOLIDEN'S PERFORMANCE DURING THE FIRST SIX MONTHS OF THE YEAR

Revenues for the first six months of the year totalled SEK 17,285 million (SEK 20,684 m). The decline is primarily due to lower metal price and to the smelters' lower production volumes.

The operating profit, excluding the revaluation of process inventory, fell by SEK 1,094 million to SEK 1,121 million (SEK 2,215 m). The negative impact of lower prices and volumes, plus a Swedish krona that strengthened against the US dollar account for the majority of the deterioration in the profit. The cost trend was negative.

Net financial items totalled SEK -105 million (SEK -95 m).

The net profit totalled SEK 407 million (SEK 1,650 m) and earnings per share totalled SEK 1.49 (SEK 6.03).

Investments during the first six months of the year totalled SEK 2,529 million (SEK 2,123 m).

Profit analysis

SEK m	Six months	
	2013	2012
Operating profit	636	2,335
Revaluation of process inventory	-485	120
Operating profit ex. revaluation of process inventory	1,121	2,215
Change		-1,094
Analysis of change		
Volume effect		-176
Prices and terms		-465
<i>Metal prices and terms</i>		-561
<i>By-products, prices and terms</i>		-124
<i>Realised metal price and currency hedging*</i>		132
<i>TC/RC terms</i>		85
<i>Metal premiums</i>		3
Exchange rate effects		-276
<i>Of which translation effects</i>		-9
Costs		-166
Depreciation		-164
Internal profit elimination		9
Items affecting comparability		171**
Other		-27
Change		-1,094
*Result for respective quarter	2-2013	2-2012
Realised metal price and currency hedging	211	79

** The item comprises a positive effect of SEK 217 million resulting from the raising of the pensionable age at Tara, and a negative effect of SEK 46 million resulting from restructuring costs in connection with workforce reductions at Tara.

SUSTAINABLE DEVELOPMENT

Employees

The average number of Boliden employees² during the first six months of 2013 was 5,035 (4,959). Of these, 3,063 (2,945) work in Sweden, 948 (960) in Finland, 687 (724) in Ireland, 320 (315) in Norway and 17 (15) in other countries. The average number of employees for 2012 as a whole was 4,795. The increase in personnel in Sweden is due to the completion of the expansion projects in the Boliden Area and at Rönnskär, and to Aitik, where maintenance work is now carried out to a greater extent by the mine's own personnel.

The sick leave rate during the second quarter was 3.8 per cent (3.2%). The Group's long-term goal is for its sick leave rate not to exceed 4.0 per cent.

The accident frequency (LTI, number of accidents per one million hours worked) was 5.6 (6.3) for Boliden's own employees during the second quarter, corresponding to a reduction in comparison with the previous quarter when the accident frequency was 7.4. The accident frequency including contractors was 9.3 (10.7), corresponding to an increase in comparison with the first quarter, when the frequency was 8.9. The first quarter results have been adjusted in relation to previously reported results due to the late reporting of accidents resulting in absence from work.

Environment

Boliden's operations at all of its facilities are subject to licensing requirements and are conducted in accordance with the legislation in the various countries in which they operate.

The threshold limits for cadmium discharges to water were exceeded on one occasion during the second quarter at the Harjavalta smelter. The average discharge was 0.24 kg/day in May in comparison with a threshold value of 0.20 kg/day. The environmental impact is adjudged to be minimal.

A freight train carrying Boliden's copper concentrate from Aitik to Rönnskär derailed and shed ca. 600 tonnes of slag on the ground alongside the railroad bed. The Swedish Transport Administration is responsible for cleaning up the site and for investigating and following up on the environmental impact. The transport service was provided by Green Cargo.

A total of three major oil spills were reported at Aitik during the second quarter. The spills were cleaned up immediately.

On 5th July, the Swedish Land & Environment Court awarded a new environmental permit to Boliden for its combined operations at Rönnskär. The new permit primarily relates to the following areas: continued increases in production, conditions for emissions and discharges to air and water, and permission to construct underground storage facilities for process waste. Boliden was enjoined to pledge security totalling SEK 760 million for reclamation costs and other restoration costs in relation to the operations. The Swedish Environmental Agency has appealed the ruling without stating any grounds for its appeal. For further information, see www.boliden.com

Group-wide environmental goals have been defined for the period from 2009 to 2013. These goals cover metal emissions and discharges to air and water, nutrient salt discharges to water, energy consumption, and emissions of sulphur dioxide and carbon dioxide to air. Compliance with these goals is followed up on a monthly basis, with the exception of the carbon dioxide emission/energy consumption goals, which are followed up quarterly and reported in the Annual Report.

RISKS AND UNCERTAINTY FACTORS

The Group's and Parent Company's significant risks and uncertainty factors include market and external risks, financial risks, operational and commercial risks, and legal risks. The global economic climate in general, and global industrial production in particular, affect the demand for zinc, copper and other base metals. For further information on risks and risk management, please see Risks and risk management on pages 30-31 and Note 20 Financial risk management on pages 102-103 of Boliden's Annual Report for 2012.

² Full time equivalents

PREPARATION PRINCIPLES FOR THE INTERIM REPORT

The Consolidated Interim Report has been prepared in accordance with the International Financial Reporting Standards (IFRS) approved by the EU, and with the Swedish Financial Reporting Board recommendation RFR1, complementary accounting rules for Groups, which specifies the supplementary information required in addition to that required under IFRS standards, pursuant to the provisions of the Swedish Annual Accounts Act. This Interim Report has been prepared for the Group in accordance with IAS 34, Interim Financial Reporting, and in accordance with the Swedish Annual Accounts Act, while the Parent Company accounts have been prepared in accordance with the Swedish Annual Accounts Act

A number of new addenda to IFRS standards and interpretations by IFRIC have come into force for financial years beginning on or after 1st July 2012 (IAS 1) and 1st January 2013 (IAS 19, IFRS 7, IFRS 13 and IFRIC 20) and affect Boliden. See also Boliden Interim Report for the first quarter of 2013.

For more detailed information on revised and new standards and interpretations, see the section on accounting principles in Boliden's 2012 Annual Report.

The undersigned declare that the Interim Report gives a true and fair overview of the Parent Company's and the Group's operations, position and results and describes the material risks and uncertainties faced by the Parent Company and the companies that make up the Group.

Garpenberg, 17th July 2013

Anders Ullberg
Chairman

Marie Berglund
Member of the Board

Staffan Bohman
Member of the Board

Tom Erixon
Member of the Board

Lennart Evrell
Member of the Board
President and CEO

Ulla Litzén
Member of the Board

Michael G:son Löw
Member of the Board

Leif Rönnbäck
Member of the Board

Roland Antonsson
Member of the Board
Employee Representative

Marie Holmberg
Member of the Board
Employee Representative

Hans-Göran Ölvebo
Member of the Board
Employee Representative

The information provided comprises information that Boliden is obliged to present pursuant to the Swedish Securities Market Act and/or the Swedish Financial Instruments Trading Act. The information was released for publication on 17th July 2013 at 12 noon (CET).

AUDITORS' REVIEW REPORT**Introduction**

We have reviewed the condensed Interim Report for Boliden AB as at 30th June 2013 and for the six months period then ended. The Board of Directors and the President are responsible for the preparation and presentation of this Interim Report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this Interim Report based on our review.

Scope of the review

We conducted our review in accordance with the Swedish Standard on Review Engagements, SÖG 2410 *Review of Interim Reports Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden.

The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the Interim Report is not prepared, in all material aspects, in accordance with IAS 34 and the Swedish Annual Accounts Act regarding the Group, and in accordance with the Swedish Annual Accounts Act regarding the Parent Company.

Stockholm, 17th July 2013
Ernst & Young AB

Lars Träff
Authorised Public Accountant

INTERIM REPORTS

The Interim Report for the third quarter will be published on 22nd October 2013.
The Year-end Report for 2013 will be published on 12th February 2014.

PRESENTATION OF THE REPORT

The Interim Report will be presented via a webcast/conference call

Time: Wednesday, 17th July at 14:15 (CET)

The web cast will be broadcast online at www.boliden.com.

To participate in the conference call, please call one of the following telephone numbers 3-5 minutes before the conference starts:

Telephone number from Sweden: 08-505 564 74 (include the area code)

Telephone number from other countries: +44 203 364 5374

Contact persons for information

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Frans Benson, Director Group Investor Relations

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CONSOLIDATED INCOME STATEMENTS

The result for the comparison year of 2012 has been restated in all tables and in other information contained in this report in response to the amendments to Boliden's accounting principles. See also pages 29-30 and Interim report January-March 2013.

SEK m	Three months			Six months		12 mos.	Full year
	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Revenues	8,035	10,363	9,249	17,285	20,684	36,602	40,001
Cost of goods sold	-7,779	-9,203	-8,205	-15,984	-17,722	-32,821	-34,559
Gross profit	257	1,160	1,044	1,301	2,962	3,781	5,442
Selling expenses	-75	-112	-92	-167	-195	-357	-385
Administrative expenses	-144	-165	-169	-314	-279	-570	-535
Research and development costs	-123	-119	-107	-230	-227	-432	-429
Other operating income and expenses	27	30	19	46	74	49	77
Results from participations in associated companies	-	-	-	-	-	1	1
Operating profit	-59	795	695	636	2,335	2,472	4,171
Financial income	7	15	10	17	43	61	87
Financial expenses	-64	-72	-57	-121	-138	-249	-265
Profit after financial items	-116	738	648	532	2,240	2,284	3,992
Taxes	16	-205	-140	-125	-590	-187	-651
Net profit	-100	533	508	407	1,650	2,097	3,341
Net profit attributable to:							
The Parent Company's shareholders	-101	533	508	407	1,650	2,094	3,339
Holding with non-controlling interest	1	-	-	-	-	3	2

Earnings and shareholders' equity per share

	Three months			Six months		12 mos.	Full year
	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Earnings per share*, SEK	-0.37	1.95	1.86	1.49	6.03	7.67	12.21
Shareholders' equity per share, SEK	80.47	76.03	83.80	80.47	76.03	80.47	81.68
Number of shares	273,511,169	273,511,169	273,511,169	273,511,169	273,511,169	273,511,169	273,511,169
Average number of shares	273,511,169	273,511,169	273,511,169	273,511,169	273,511,169	273,511,169	273,511,169
Number of own shares held	-	-	-	-	-	-	-

*There are no potential shares and, as a result, no dilution effect.

KEY RATIOS – THE GROUP

	Three months			Six months		12 mos.	Full year
	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Return on capital employed ¹⁾ , %						8	14
Return on shareholders' equity ²⁾ , %						10	16
Equity/assets ratio, %	55	55	58	55	55	55	56
Net debt/equity ratio ³⁾ , %	41	32	27	41	32	41	28
Net debt, SEK m	8,965	6,716	6,187	8,965	6,716	8,965	6,276

¹⁾ Operating profit divided by average capital employed.

²⁾ Profit after tax divided by average shareholder's equity.

³⁾ Net of interest-bearing provisions and liabilities minus financial assets including liquid assets divided by shareholders' equity.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEK m	Three months			Six months		12 mos.	Full year
	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Profit for the period	-100	533	508	407	1,650	2,097	3,341
Other comprehensive income							
<i>Items that will not be reclassified to the Income Statement</i>							
Cash flow hedging							
Change in market value of derivative instruments	508	236	175	684	-113	650	-147
Fiscal effect on derivative instruments	-112	-62	-39	-150	30	-141	39
Transfers to the Income Statement	-161	-46	-28	-189	-62	-328	-201
Tax on transfers to the Income Statement	35	12	6	42	16	78	53
Effect of change in tax rate, market value of derivative instruments	-	-	-	-	-	-8	-8
	270	140	114	386	-129	250	-265
The period's translation difference on overseas operations	211	-37	-142	68	-87	-4	-159
Profit on hedging of net investments in overseas operations	-279	53	195	-84	125	10	219
Tax on the profit from hedging instruments	61	-14	-43	18	-33	3	-48
	-7	2	10	2	5	9	12
Other items included in comprehensive income	-1	1	0	-1	2	-4	-1
Total items that will be reclassified	263	143	124	387	-124	255	-254
<i>Items that will not be reclassified to the Income Statement</i>							
Revaluation of defined benefit pension plans	-21	-56	-20	-41	-111	-56	-126
Tax attributable to items not reclassified to the Income Statement	5	14	5	10	29	10	29
Total items that will not be reclassified	-16	-42	-15	-31	-82	-46	-97
Total other comprehensive income	247	101	109	356	-206	210	-351
Comprehensive income for the period	147	634	617	763	1,444	2,308	2,990
Total comprehensive income for the period attributable to:							
The Parent Company's shareholders	146	634	617	763	1,444	2,305	2,988
Holding with non-controlling interest	1	-	-	-	-	3	2

CONSOLIDATED BALANCE SHEET

SEK m	30th June 2013	30th June 2012	31st Dec. 2012
Intangible fixed assets	3,138	3,177	3,160
Tangible fixed assets	26,275	23,529	25,138
Deferred tax	58	245	247
Interest-bearing assets	24	64	24
Other financial fixed assets	108	114	112
Inventories	7,475	7,558	8,244
Interest-bearing current receivables	3	3	3
Tax receivables	321	27	12
Other receivables	2,499	2,583	2,129
Liquid assets	79	355	1,011
Total assets	39,980	37,655	40,080
Shareholders' equity	22,023	20,808	22,354
Pension provisions	1,213	1,323	1,382
Deferred tax provisions	2,632	2,953	2,760
Other provisions	1,654	1,132	1,650
Interest-bearing long-term liabilities	4,672	3,544	4,315
Interest-bearing current liabilities	3,232	2,276	1,666
Tax liabilities	17	119	105
Other current liabilities	4,537	5,500	5,848
Total liabilities and shareholders' equity	39,980	37,655	40,080

CONSOLIDATED STATEMENT OF SHAREHOLDERS' EQUITY

SEK m	30th June 2013	30th June 2012	31st Dec. 2012
Opening balance	22,354	20,458	20,458
Total comprehensive income for the period	763	1,444	2,990
Dividend	-1,094	-1,094	-1,094
Closing balance	22,023	20,808	22,354
Total shareholders' equity attributable to			
The Parent Company's shareholders	22,010	20,795	22,340
Holding with non-controlling interest	13	13	14

On 30th June 2013, the hedging reserve, after fiscal effects, totalled SEK 241 million.

The corresponding amount on 31st December 2012 was SEK -145 million.

FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE

30 th June 2013, SEK m	Fair value	Reported value
Other shares and participations	24	24
Accounts receivable	1,173	1,173
Interest-bearing receivables	3	3
Derivative instruments	548	548
Liquid assets	79	79
Total assets	1,827	1,827
Liabilities to credit institutions	8,042	7,899
Other interest-bearing liabilities	5	5
Accounts payable	3,139	3,139
Derivative instruments	126	126
Total liabilities	11,312	11,169

The fair value of derivatives is based on listed bid and ask prices on the closing day and on a discounting of estimated cash flows. Market prices for metals are taken from the trading location of metal derivatives, i.e. the London Metal Exchange (LME) and the London Bullion Market Association (LBMA). Discount rates are based on current market rates per currency and time to maturity for the financial instrument. Exchange rates are obtained from the Riksbank. When presenting the fair value of liabilities to credit institutions, the fair value is calculated as discounted agreed amortisations and interest payments at estimated market interest margins.

The reported values of accounts receivable and accounts payable is deemed to be the same as their fair value due to the short time to maturity, the fact that provisions are made for doubtful accounts receivable and that any penalty interest will be debited.

Boliden's financial instruments holdings, which are reported at fair value in the Balance Sheet, are all classified as level 2 items in the fair value hierarchy. See also under the Accounting Principles section of the Annual Report.

NETTING OF FINANCIAL ASSETS AND LIABILITIES

30 th June 2013	Gross asset	Netting for ordinary course of business	Net asset reported in the Balance Sheet	Netting in conjunction with early termination	Net asset in conjunction with early termination
Derivative	586	-38	548	-76	472

30 th June 2013	Gross liability	Netting for ordinary course of business	Net liability reported in Balance Sheet	Netting in conjunction with early termination	Net liability in conjunction with early termination
Derivative	164	-38	126	-76	51

Netting of financial assets and liabilities is regulated under the provisions of ISDA (International Swaps and Derivatives Association) agreements that address both netting between contracted counterparties during ordinary course of business and in conjunction with circumstances that involve breach of contract or early termination.

In conjunction with ordinary course of business, Boliden applies netting of payments on obligations that mature on the same date, in the same currency, and for the same kind of instrument. Only surplus amounts per instrument and currency are paid by the party with the largest liability.

In conjunction with breaches of contract or early termination that may be caused by circumstances not directly associated with neglect by an individual counterparty, all terminated obligations comprised by ISDA agreements per counterparty are netted in a sum paid by the counterparty with the largest liability.

CONSOLIDATED STATEMENTS OF CASH FLOW

SEK m	Three months			Six months		12 mos.	Full year
	2-2013	2-2012	1-2013	2013	2012	July-June	2012
Operating activities							
Profit after financial items	-116	738	648	532	2,240	2,248	3,992
Adjustments for items not included in the cash flow:							
- Depreciation, amortisation and write-down of assets	724	639	682	1,406	1,256	2,711	2,561
- Provisions	20	32	-193	-173	66	-107	132
- Translation differences etc.	-111	-137	154	43	-275	-24	-342
Tax paid	-354	-310	-190	-544	-902	-787	-1,145
Cash flow from working activities before changes in operating capital	162	962	1,101	1,264	2,385	4,077	5,198
Cash flow from changes in working capital	-132	144	-303	-435	523	-638	320
Cash flow from operating activities	30	1,106	798	829	2,907	3,439	5,518
Investment activities							
- Acquisition/sale of tangible fixed assets	-1,504	-1,022	-1,016	-2,521	-1,929	-4,743	-4,151
- Acquisition/sale of intangible fixed assets	-4	-3	-1	-5	-7	-22	-24
- Acquisition/sale of financial fixed assets	-	-5	-2	-2	-10	37	29
- Other	1	3	1	3	4	16	17
Cash flow from investment activities	-1,507	-1,027	-1,018	-2,525	-1,942	-4,712	-4,129
Cash flow before financing activities	-1,477	79	-220	-1,697	967	-1,273	1,389
Dividend	-1,094	-1,094	-	-1,094	-1,094	-1,094	-1,094
Net borrowing/net amortisation	1,800	591	57	1,858	128	2,094	364
Cash flow from financing activities	706	-503	57	764	-966	1,000	-730
Cash flow for the period	-771	-425	-163	-933	1	-274	659
Liquid assets at the beginning of the period	846	780	1,011	1,011	355	355	355
Exchange rate difference on liquid assets	4	-	-2	1	-1	-2	-3
Liquid assets at period-end	79	355	846	79	355	79	1,011

INCOME STATEMENT – THE PARENT COMPANY

SEK m	Three months		Six months	Six months
	2-2013	2-2012	2013	2012
Dividends from subsidiaries	2,442	2,607	2,442	2,607
Write-downs of participations in Group companies	–	–	–	–
Profit after financial items	2,442	2,607	2,442	2,607
Taxes	–	–	–	–
Profit for the period	2,442	2,607	2,442	2,607

Boliden AB has no numbers to report under Other comprehensive income.

BALANCE SHEET – THE PARENT COMPANY

SEK m	30th June	30th June	31st Dec.
	2013	2012	2012
Participations in Group companies	3,911	3,911	3,911
Other shares and participations	5	5	5
Long-term financial receivables, Group companies	8,365	7,034	7,017
Current financial receivables, Group companies	2,809	1,440	1,266
Total assets	15,091	12,392	12,200
Shareholders' equity	12,282	10,951	10,934
Current liabilities to credit institutions	2,809	1,440	1,266
Total liabilities and shareholders' equity	15,091	12,392	12,200

The Parent Company, Boliden AB, conducts no operations and has no employees.

QUARTERLY INFORMATION PER SEGMENT

The result for the comparison year of 2012 has been recalculated in all tables and in other information contained in this report in response to the amendments to Boliden's accounting principles explained on page 12. See also pages 26-27.

SEK m	3-2011	4-2011	1-2012	2-2012	3-2012	4-2012	1-2013	2-2013
MINES								
Revenues	2,557	2,426	2,498	2,366	2,543	2,103	2,043	2,163
Operating expenses	1,206	1,485	1,267	1,310	1,163	1,268	1,131	1,342
Depreciation	288	267	398	417	489	366	459	498
Operating profit	1,047	646	842	730	858	545	427	376
Investments	505	802	734	842	798	1,195	802	977
Capital employed	13,933	14,272	14,694	14,874	15,177	16,125	16,249	16,968
SMELTERS								
Revenues	10,266	9,130	10,011	10,020	8,847	9,875	9,073	7,577
Gross profit ex. revaluation of process inventory	1,844	1,885	1,899	1,869	1,751	1,769	1,832	1,618
Operating expenses	1,311	1,362	1,338	1,411	1,252	1,329	1,321	1,434
Depreciation	199	214	220	221	214	237	223	225
Operating profit ex. revaluation of process inventory	356	326	360	251	281	202	298	-30
Operating profit	140	410	642	89	452	40	242	-459
Investments	458	514	270	274	172	277	213	530
Capital employed	15,776	16,213	15,524	15,598	15,940	15,569	15,698	15,957
OTHER/ELIMINATIONS								
Revenues	-2,270	-1,840	-2,188	-2,022	-2,267	-1,784	-1,867	-1,705
Depreciation	4	0	0	0	0	0	0	0
Operating profit, internal profit elimination	24	2	82	18	-134	144	54	55
Operating profit, other	-31	17	-26	-43	-284	-52	-29	-30
Investments	2	5	1	2	0	2	4	3
Capital employed ¹⁾	-10	-12	-366	-149	-773	-458	-178	403
THE GROUP								
Revenues	10,553	9,716	10,321	10,363	9,123	10,194	9,249	8,035
Depreciation	491	481	617	638	703	602	682	723
Operating profit ex. revaluation of process inventory	1,397	991	1,258	956	988	839	751	370
Operating profit	1,180	1,075	1,540	795	1,160	676	695	-59
Investments	965	1,321	1,005	1,118	971	1,474	1,019	1,510
Capital employed	29,699	30,473	29,851	30,324	30,344	31,236	31,769	33,328

¹⁾ Capital employed reported under Other refers primarily to market valuation of hedges and internal profit elimination.

QUARTERLY PRODUCTION PER UNIT – MINES

	3-2011	4-2011	1-2012	2-2012	3-2012	4-2012	1-2013	2-2013
AITIK								
Milled ore, ktonnes	8,495	8,334	7,961	9,465	9,022	7,874	8,126	9,628
Head grades								
Copper (%)	0.22	0.22	0.22	0.20	0.21	0.23	0.19	0.21
Gold (g/tonne)	0.14	0.13	0.12	0.10	0.11	0.12	0.09	0.11
Silver (g/tonne)	2.07	2.36	2.63	2.36	2.41	2.67	2.41	2.23
Metal production								
Copper, tonnes	16,852	15,868	15,787	17,027	17,681	16,613	14,027	18,733
Gold, kg	644	542	441	493	515	511	349	499
Gold, troy oz.	20,694	17,434	14,178	15,838	16,552	16,429	11,233	16,036
Silver, kg	11,973	12,636	12,424	13,742	13,713	11,819	11,109	13,506
Silver, '000 tr. oz.	385	406	399	442	441	380	357	434
BOLIDEN AREA								
Milled ore, ktonnes	375	465	465	459	484	455	460	447
<i>Of which, smelter slag</i>	0	51	59	59	65	58	60	62
Head grades								
Zinc (%)	2.6	2.5	2.5	2.3	1.4	2.5	2.4	3.2
Copper (%)	0.9	1.1	0.8	0.9	0.9	0.7	0.7	0.5
Lead (%)	0.3	0.3	0.2	0.3	0.2	0.2	0.2	0.4
Gold (g/tonne)	1.5	0.9	1.4	1.4	1.0	1.3	1.4	1.4
Silver (g/tonne)	40	43	39	39	29	34	33	54
Metal production								
Zinc, tonnes	8,156	8,920	8,978	7,949	4,671	8,791	8,436	11,575
Copper, tonnes	3,007	4,159	3,009	2,971	3,331	2,558	2,429	1,537
Lead, tonnes	370	392	361	425	264	358	158	534
Gold, kg	283	221	393	387	291	363	320	450
Gold, troy oz.	9,098	7,105	12,635	12,436	9,359	11,676	10,297	14,467
Silver, kg	10,472	12,985	11,392	11,584	8,868	9,562	8,814	15,845
Silver, '000 troy oz.	337	417	366	372	285	307	283	509
Tellurium, kg							3,227	6,569

QUARTERLY PRODUCTION PER UNIT – MINES

	3-2011	4-2011	1-2012	2-2012	3-2012	4-2012	1-2013	2-2013
GARPENBERG								
Milled ore, ktonnes	408	340	358	397	392	336	373	362
Head grades								
Zinc (%)	6.5	5.8	6.0	6.6	5.3	4.4	4.9	5.4
Copper (%)	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Lead (%)	2.6	2.2	2.2	2.3	2.0	1.6	1.9	2.3
Gold (g/tonne)	0.3	0.3	0.3	0.3	0.2	0.3	0.2	0.3
Silver (g/tonne)	135	119	122	129	137	128	153	174
Metal production								
Zinc, tonnes	23,828	17,740	19,148	23,654	18,825	13,166	16,580	17,596
Copper, tonnes	120	113	92	132	81	81	133	148
Lead, tonnes	8,586	6,127	6,469	7,681	6,414	4,320	5,950	6,303
Gold, kg	74	65	64	65	55	66	51	76
Gold, troy oz.	2,380	2,090	2,058	2,084	1,784	2,124	1,628	2,450
Silver, kg	39,339	30,032	31,151	36,479	37,083	30,302	38,793	45,906
Silver, '000 troy oz.	1,265	966	1,002	1,173	1,192	974	1,247	1,476
TARA								
Milled ore, ktonnes	631	585	677	648	611	565	587	624
Head grades								
Zinc (%)	7.1	6.8	7.2	7.2	7.5	6.1	7.3	7.2
Lead (%)	1.4	1.3	1.4	1.5	1.6	1.2	1.5	1.5
Metal production								
Zinc, tonnes	41,892	37,574	45,664	44,358	43,239	32,760	40,460	42,387
Lead, tonnes	5,183	4,550	5,799	5,825	6,459	4,434	5,416	5,299
Silver, kg*	253	180	421	503	463	286	292	276
Silver, '000 troy oz.*	8	6	14	16	15	9	9	9

* Silver production at Tara is not payable.

QUARTERLY PRODUCTION PER UNIT – SMELTERS

	3-2011	4-2011	1-2012	2-2012	3-2012	4-2012	1-2013	2-2013
RÖNNSKÄR								
Smelted material, tonnes								
Copper								
Copper concentrate	159,236	166,719	161,356	156,632	145,889	159,799	156,152	129,013
Secondary raw materials	43,154	47,938	47,081	60,517	54,030	59,061	54,743	42,901
<i>Of which, electronics</i>	13,973	19,697	18,864	32,381	26,479	30,499	26,359	27,139
Copper, total	202,390	214,657	208,437	217,149	199,919	218,860	210,895	171,914
Lead								
Lead concentrate	5,015	0	11,380	2,347	9,734	3,616	11,479	8,084
Secondary raw materials	332	890	898	1,186	42	199	479	57
Lead, total	5,347	890	12,278	3,533	9,776	3,815	11,958	8,141
Production								
Cathode copper, tonnes	55,368	57,655	53,963	53,982	49,085	57,020	53,217	41,752
Lead, tonnes	1,740	2,182	5,498	3,461	3,431	6,580	6,261	5,836
Zinc clinker, tonnes	9,662	9,895	9,904	8,553	8,995	8,830	9,560	6,673
Gold, kg	2,866	2,600	2,975	3,751	3,014	2,793	3,217	2,481
Gold, troy oz.	92,132	83,590	95,646	120,595	96,901	89,779	103,416	79,765
Silver, kg	103,405	97,536	119,879	117,052	88,733	122,095	99,086	85,742
Silver, '000 troy oz.	3,324	3,136	3,854	3,763	2,853	3,925	3,186	2,757
Sulphuric acid, tonnes	136,349	149,618	156,210	137,918	119,844	139,033	136,105	115,563
BERGSÖE								
Production, tonnes								
Lead alloys	6,985	11,738	10,939	11,410	7,831	12,378	12,409	11,329

QUARTERLY PRODUCTION PER UNIT – SMELTERS

	3-2011	4-2011	1-2012	2-2012	3-2012	4-2012	1-2013	2-2013
HARJAVALTA								
Smelted material, tonnes								
Copper								
Copper concentrate	132,598	114,008	124,877	113,228	134,617	143,305	124,083	72,224
Secondary raw materials	4,133	3,262	3,284	3,217	5,490	4,388	3,330	6,672
Copper, total	136,731	117,270	128,161	116,445	140,107	147,693	127,413	78,896
Nickel concentrate	76,469	68,509	69,140	48,139	67,398	63,032	56,729	59,553
Production								
Cathode copper, tonnes	34,667	29,956	30,553	27,808	32,856	33,309	29,075	22,157
Gold, kg	471	570	894	789	1,003	957	977	983
Gold, troy oz.	15,142	18,326	28,740	25,366	32,247	30,768	31,416	31,604
Silver, kg	18,370	22,063	30,980	31,500	35,440	30,280	23,430	26,380
Silver, '000 troy oz.	591	709	996	1,013	1,139	974	753	848
Sulphuric acid, tonnes	185,412	153,128	165,913	136,133	167,915	169,318	152,827	104,119
KOKKOLA								
Smelted material, tonnes								
Zinc concentrate	154,675	145,210	150,280	135,466	155,975	147,540	146,437	148,936
Production, tonnes								
Zinc	79,112	75,072	80,169	76,526	76,799	81,268	77,151	76,458
Sulphuric acid	82,834	75,170	80,417	67,628	86,242	78,934	76,721	74,494
ODDA								
Smelted material, tonnes								
Zinc concentrate, incl. zinc clinker	74,815	72,219	71,514	74,519	74,629	58,827	71,297	53,789
Production, tonnes								
Zinc	39,304	39,165	38,176	39,649	39,993	34,829	37,005	29,438
Aluminium fluoride	6,607	10,704	10,016	10,507	6,155	9,030	8,866	8,305
Sulphuric acid	31,564	33,475	30,572	32,674	33,008	31,917	31,662	22,870

CONSOLIDATED QUARTERLY DATA

	3-2011	4-2011	1-2012	2-2012	3-2012	4-2012	1-2013	2-2013
Financial performance, the Group								
Revenues, SEK m	10,553	9,716	10,321	10,363	9,123	10,194	9,249	8,035
Operating profit before depreciation (EBITDA), SEK m	1,672	1,552	2,157	1,433	1,862	1,279	1,377	664
Operating profit ex. revaluation of process inventory, SEK m	1,397	991	1,258	956	988	839	751	370
Operating profit (EBIT)	1,180	1,075	1,540	795	1,160	676	695	-59
Profit after financial items, SEK m	1,131	1,045	1,502	738	1,116	636	648	-116
Net profit, SEK m	837	787	1,117	533	827	863	508	-100
Earnings per share, SEK	3.06	2.88	4.08	1.95	3.02	3.15	1.86	-0.37
Free cash flow ¹⁾ , SEK m	820	-482	888	79	310	110	-220	-1,477
Net debt/equity ratio ²⁾ , %	27	32	27	32	29	28	27	41
Metal production, Mines³⁾								
Zinc, tonnes	73,877	64,234	73,790	75,960	66,735	54,717	65,476	71,558
Copper, tonnes	19,979	20,140	18,888	20,130	21,093	19,252	16,590	20,417
Lead, tonnes	14,138	11,070	12,629	13,931	13,137	9,112	11,524	12,136
Gold, kg	1,001	828	898	944	861	940	720	1,025
Gold, troy oz.	32,179	26,625	28,868	30,358	27,695	30,229	23,158	32,953
Silver, kg ⁴⁾	62,037	55,833	55,388	62,307	60,127	51,969	59,008	75,533
Silver, '000 troy oz. ⁴⁾	1,994	1,795	1,781	2,003	1,933	1,671	1,897	2,428
Metal production, Smelters								
Zinc, tonnes	118,416	114,237	118,345	116,175	116,772	116,097	114,156	105,896
Copper, tonnes	90,035	87,611	84,516	81,790	81,941	90,329	82,292	63,909
Lead, tonnes	1,740	2,182	5,498	3,461	3,431	6,580	6,261	5,836
Lead alloys, tonnes (Bergsöe)	6,985	11,738	10,939	11,410	7,831	12,378	12,409	11,329
Gold, kg	3,337	3,170	3,869	4,540	4,017	3,749	4,194	3,463
Gold, troy oz.	107,275	101,907	124,391	145,945	129,135	120,540	134,826	111,340
Silver, kg	121,775	119,599	150,859	148,552	124,173	152,375	122,516	112,122
Silver, '000 troy oz.	3,915	3,845	4,850	4,776	3,992	4,899	3,939	3,605
Sulphuric acid, tonnes	436,159	411,391	433,112	374,353	407,009	419,202	397,315	317,046
Aluminium fluoride, tonnes	6,607	10,704	10,016	10,507	6,155	9,030	8,866	8,305
Metal prices, average per quarter								
Zinc, USD/ton	2,224	1,897	2,025	1,928	1,885	1,947	2,033	1,840
Copper USD/tonne	8,982	7,489	8,310	7,869	7,706	7,909	7,931	7,148
Lead, USD/tonne	2,459	1,983	2,093	1,974	1,975	2,199	2,301	2,053
Gold, USD/troy oz.	1,705	1,687	1,691	1,609	1,651	1,721	1,633	1,416
Silver, USD/troy oz.	38.80	31.87	32.63	29.38	29.80	32.68	30.11	23.14
Exchange rates, average per quarter								
USD/SEK	6.48	6.75	6.75	6.95	6.76	6.66	6.43	6.56
EUR/USD	1.41	1.35	1.31	1.28	1.25	1.30	1.32	1.31
EUR/SEK	9.15	9.09	8.85	8.91	8.44	8.63	8.50	8.56
USD/NOK	5.50	5.76	5.78	5.89	5.91	5.69	5.62	5.83

¹⁾ Refers to cash flow before financing activities.

²⁾ Net of interest-bearing provisions and liabilities minus financial assets including liquid assets divided by shareholders' equity.

³⁾ Refers to metal content of concentrates.

⁴⁾ Includes silver production at Tara that is not payable. See page 25 for details of Tara's production.

RECALCULATION OF 2012 COMPARISON YEAR

	Jan.-Dec. 2012			Change/quarter			
	Earlier reported	Change	Restated	1-2012	2-2012	3-2012	4-2012
Income Statement, SEK m							
Operating expenses	-36,008	100	-35,908				
<i>of which Personnel costs</i>	-3,482	60	-3,422	28	28	5	-1
<i>of which Other operating expenses</i>	-30,308	383	-29,926	88	89	97	108
<i>of which Depreciation</i>	-2,218	-343	-2,560	-75	-92	-89	-87
Operating profit	4,071	100	4,171	41	25	13	21
Financial items	-179	–	-179	-2	-2	-2	6
Tax	-618	-34	-652	-10	-6	-3	-15
Net profit	3,274	66	3,341	29	17	9	12
Earnings per share	11.96	0.24	12.21	0.11	0.06	0.03	0.04

	Jan.-Dec. 2012			Change/quarter			
	Earlier reported	Change	Restated	1-2012	2-2012	3-2012	4-2012
Other comprehensive income, SEK m							
Profit for the period	3,274	66	3,341	29	17	9	12
Revaluation of defined benefit pension plan	–	-126	-126	-55	-56	27	-42
Tax attributable to items not reclassified to the Income Statement	–	29	29	14	14	-9	9
Items that will not be reclassified to the Income Statement	-	10	-	2	3	11	-6
Comprehensive income for the period	3,011	-21	2,990	-10	-22	38	-27

	Jan.-Dec. 2012			Change/quarter			
	Earlier reported	Change	Restated	1-2012	2-2012	3-2012	4-2012
Consolidated key ratios							
Return on capital employed, %	13	0	14	–	–	–	–
Return on shareholders' equity, %	15	1	16	–	–	–	–
Equity/assets ratio, % CB	57	-0	56	-0	-0	-0	-0
Net debt/equity ratio, % CB	25	3	28	3	4	3	3
Net debt, SEK m, CB	5,673	603	6,276	571	597	563	603
Investments	4,185	383	4,568	88	89	97	108

	31/12/2012			Change at period-end			
	Earlier reported	Change	Restated	1-2012	2-2012	3-2012	4-2012
Balance Sheet, SEK m							
Total deferred mining costs	4,770	-141	4,627	-169	-171	-163	-141
Deferred tax	61	187	247	181	188	193	187
Total assets	40,035	45	40,080	2	6	29	45
Shareholders' equity	22,949	-595	22,354	-584	-606	-568	-595
Pension provisions	707	603	1,310	571	597	563	603
Other provisions, special payroll tax	28	44	72	37	38	39	44
Deferred tax provisions	2,766	-6	2,760	-23	-23	-4	-6
Total liabilities and shareholders' equity	40,035	45	40,080	2	6	29	45

	31/12/2012			Change at period-end			
	Earlier reported	Change	Restated	1-2012	2-2012	3-2012	4-2012
Shareholders' equity, SEK m							
Change in accounting principles, IFRIC 20	–	-103	-103	-124	-126	-120	-103
Change in accounting principles, IAS 19	–	-492	-492	-460	-480	-448	-492
Total shareholders' equity	22,949	-595	22,354	-584	-606	-568	-595

RECALCULATION OF 2012 COMPARISON YEAR
Mines

SEK m	Recalculated quarter				Previously reported quarter			
	1-2012	2-2012	3-2012	4-2012	1-2012	2-2012	3-2012	4-2012
Revenues	2,498	2,366	2,543	2,103	2,498	2,366	2,543	2,103
Operating expenses	1,267	1,310	1,163	1,268	1,362	1,405	1,267	1,383
Depreciation	398	417	489	366	322	325	400	279
Operating profit	842	730	858	545	822	726	842	517
Investments	734	842	798	1,195	645	753	701	1,087
Capital employed	14,694	14,874	15,177	16,125	14,863	15,046	15,341	16,267

Smelters

SEK m	Recalculated quarter				Previously reported quarter			
	1-2012	2-2012	3-2012	4-2012	1-2012	2-2012	3-2012	4-2012
Revenues	10,011	10,020	8,847	9,875	10,011	10,020	8,847	9,875
Gross profit ex. revaluation of process inventory	1,899	1,869	1,751	1,769	1,899	1,869	1,751	1,769
Operating expenses	1,338	1,411	1,252	1,329	1,349	1,423	1,240	1,340
Depreciation	220	221	214	237	220	221	214	237
Operating profit ex. revaluation of process inventory	360	251	281	202	349	240	292	191
Operating profit	642	89	452	40	631	78	464	28
Investments	270	274	172	277	270	274	172	277
Capital employed	15,524	15,598	15,940	15,569	15,534	15,609	15,940	15,569