



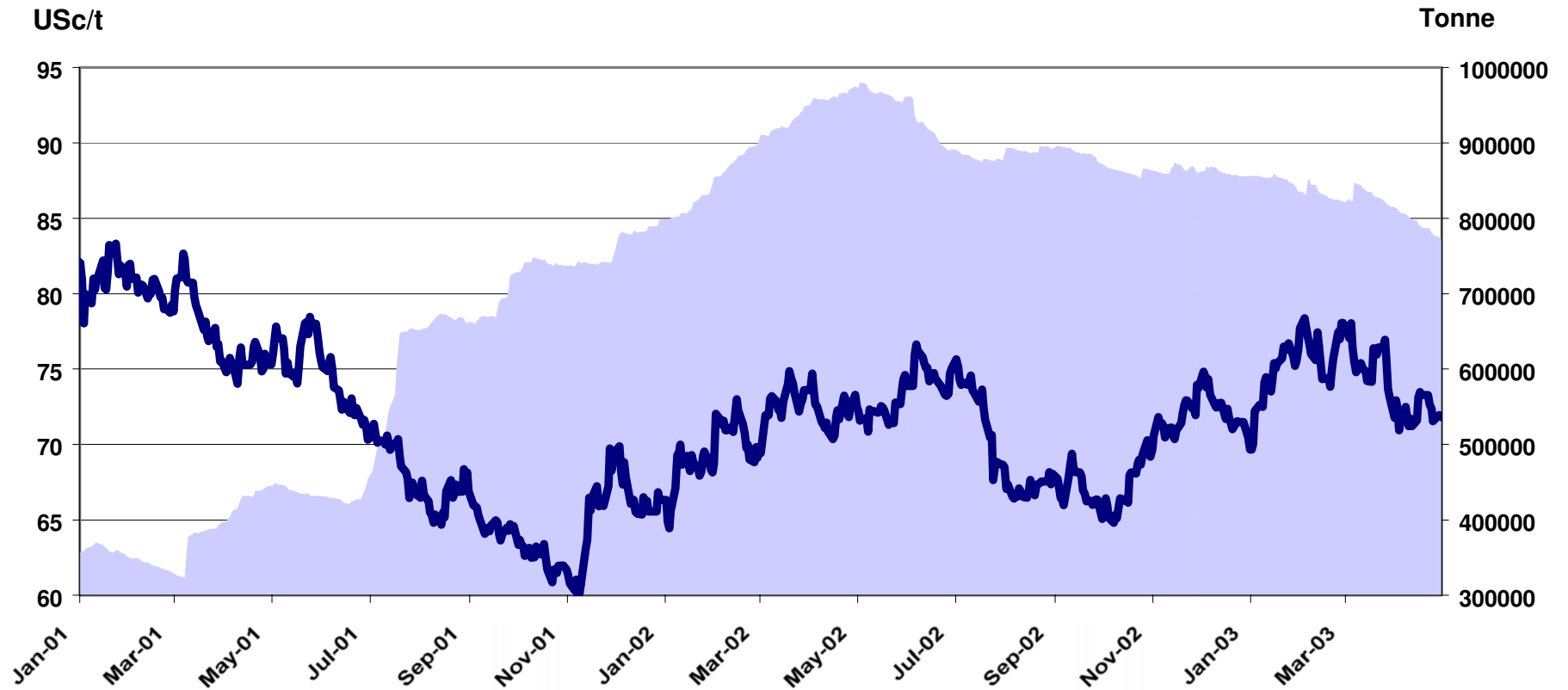
Interim Report January – March 2003

Jan Johansson – President & CEO

May 6, 2003

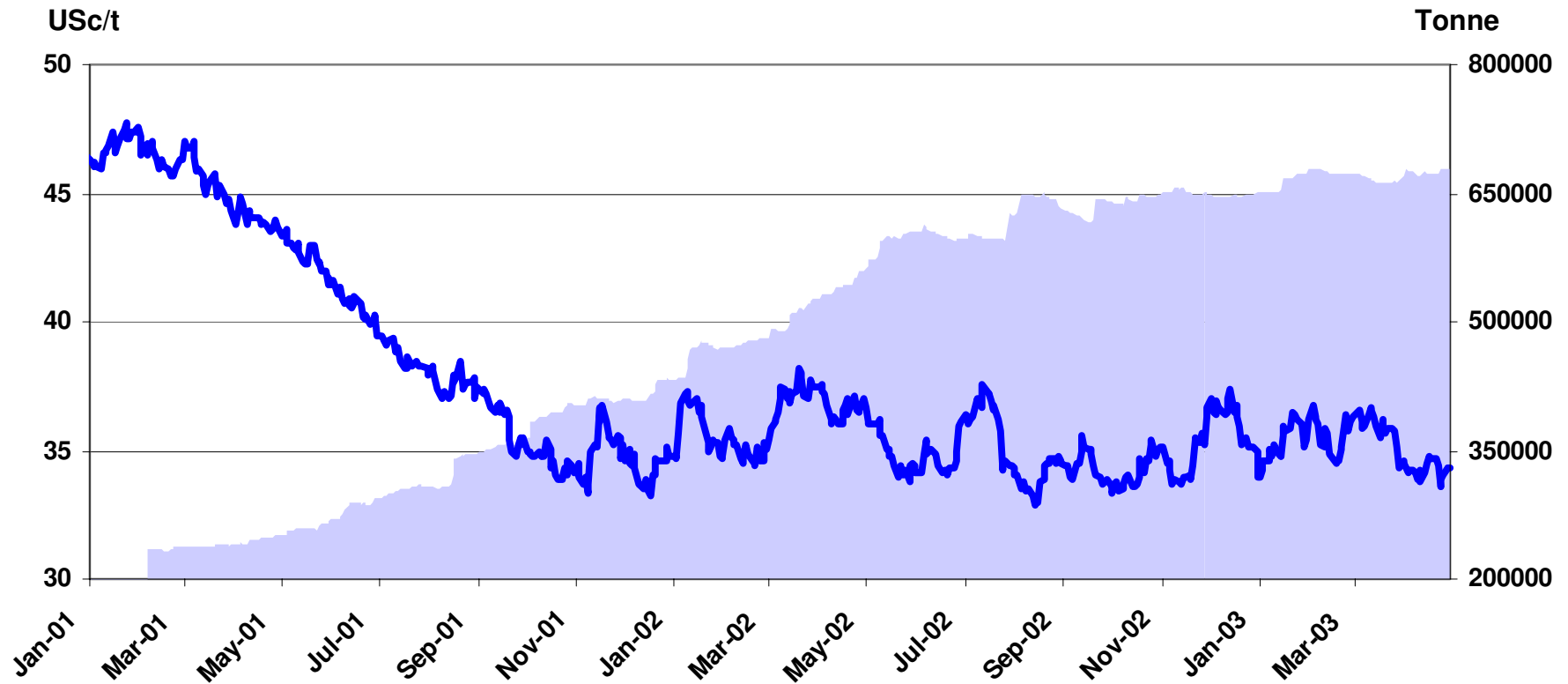
LME Copper Price and Stock

Boliden



LME Zinc Price and Stock

Boliden



LBMA Gold Price

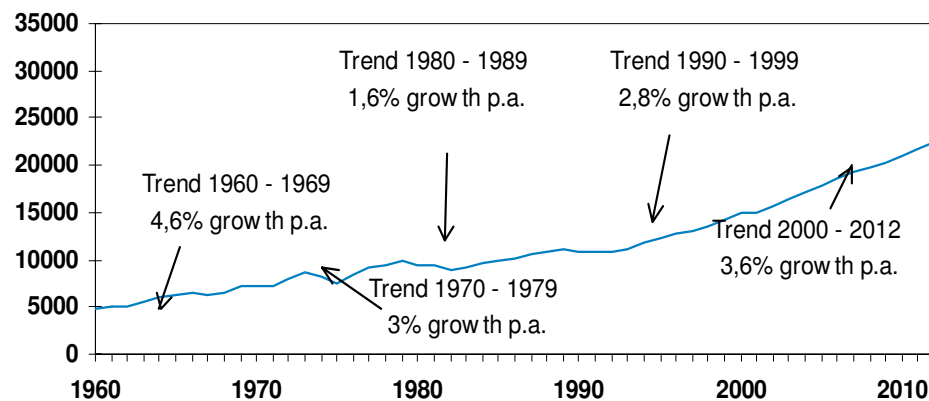
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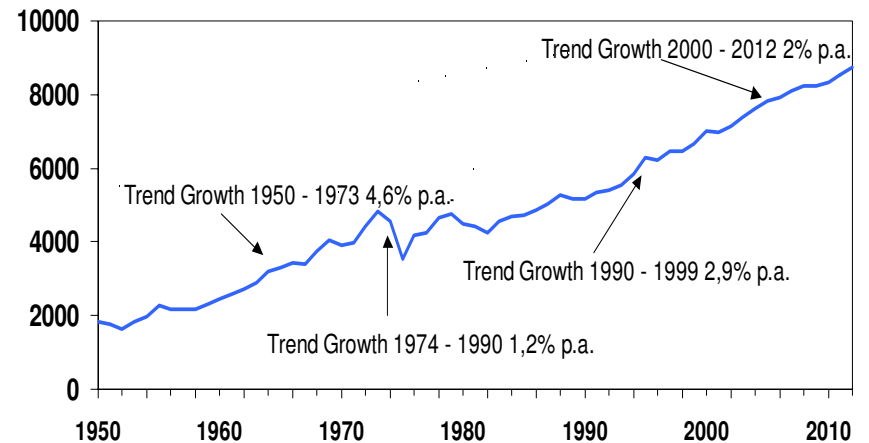
Copper and Zinc Consumption Development

The demand of Copper and Zinc has shown a stable historical growth.
The forecast suggests that the development will continue.

kt World Refined Copper Consumption Development



kt World Slab Zinc Consumption Development



Metal Prices

Boliden

Metal prices (average LME/LBMA)	First quarter		Change in
	2003	2002	%
Copper (USD/lb)	0,75	0,71	6
Zinc (USD/lb)	0,36	0,36	–
Lead (USD/lb)	0,21	0,22	-5
Gold (USD/oz)	353	290	22
Silver (USD/oz)	4,67	4,49	4

- **Lower production at mines world-wide**
- **Lower production at smelters world-wide**
- **Increase in copper, gold and silver prices**
- **A certain decrease in the copper stock**

- **Low economic growth**
- **Fall of the stock markets**
- **Continued high stocks of copper and zinc**

Highlights first quarter 2003

- **Boliden reports an improved profit after financial items. The profit totalled SEK 54 million for the first quarter of 2003, compared to SEK 17 million for the first quarter of 2002**
- **The cash flow for the reporting period was SEK 31 million (SEK -328m)**
- **Some of Boliden's dollar hedges have been closed out, thereby strengthening both the cash flow and the Group's shareholders' equity. The close out has not affected the earnings after net financial items.**
- **A programme designed to boost efficiency and cut costs was launched during Q1 2003. The programme is estimated, when combined with programmes already in progress, to yield an annual effect on the result of SEK 300 million, the full effect being felt in 2004**
- **As a result of the ongoing drilling programme, parts of the Lappberget deposit at Garpenberg can now be classified as an inferred mineral resource totalling 7.5 million tonnes.**
- **Boliden has initiated a restructuring and consolidation of the Nordic and UK brass market**

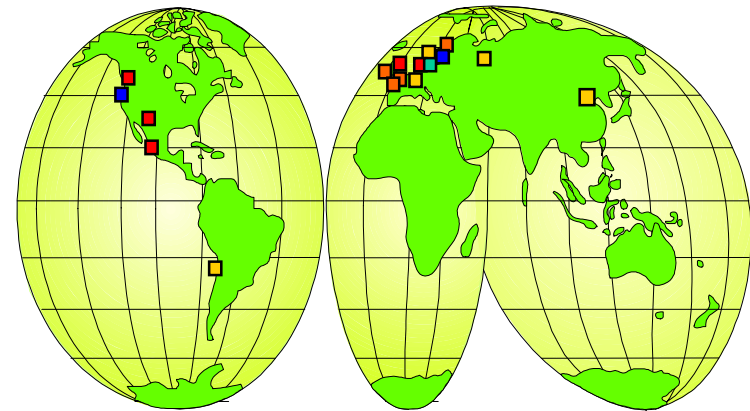
Sensitivity Analysis 2003

	Price changes +/-		Effect on result +/- (MSEK)		Price changes		Effect on result (MSEK)
Copper	0.10	USD per lb.	175	TC Copper	+10	USD per ton	+19
Zinc	0.10	USD per lb.	245	RC Copper	+1	cent per lb.	+13
Lead	0.10	USD per lb.	87	TC Zinc	+10	USD per ton	-30
Gold	10.00	USD per oz.	18	TC Lead	+10	USD per ton	-4
Silver	0.10	USD per oz.	8				
SEK/USD	0.10	SEK per USD	36				
CAD/USD	0.10	CAD per USD	31				

The Boliden Group Q1 2003

- Increased production at the mines
- Higher metal prices
- Productivity increases. Cost cutting at the operations
- Early terminations of the dollar futures

- Lower exchange rate for the US dollar
- Lower smelting and refining charges
- Decreased production at Rönnskär
- Decreases in prices and volumes at BA Fabrication



- Mining Operations
- Exploration
- Smelting Operations
- Technology Sales
- Fabrication

Mining Operations

- Increased production
- Productivity improvements
- Increased metal prices
- Lower smelting and refining charges
- Positive effects of action plan at Myra Falls
- Lappberget

- Lower exchange rate for the US dollar
- Lower gold grades at Aitik and the Boliden Area



Smelter Operations

- Higher metal prices
- Increased sales at Bergsöe
- Increased processing of internal mine concentrates and secondary raw materials

- Lower smelting and refining charges
- Lower production due to a shortfall of the external mine concentrates
- Valuation of process stock at Rönnskär



Fabrication

- **Extensive efficiency-improvement programmes – costs and capital**

- **Weak demand for copper and brass products**
- **Pressure on prices, especially for copper products**



Hedging

Currency futures:

2003	55% to USD/SEK 10.74
2004	50% to USD/SEK 10.64
2005	20% to USD/SEK 10.25

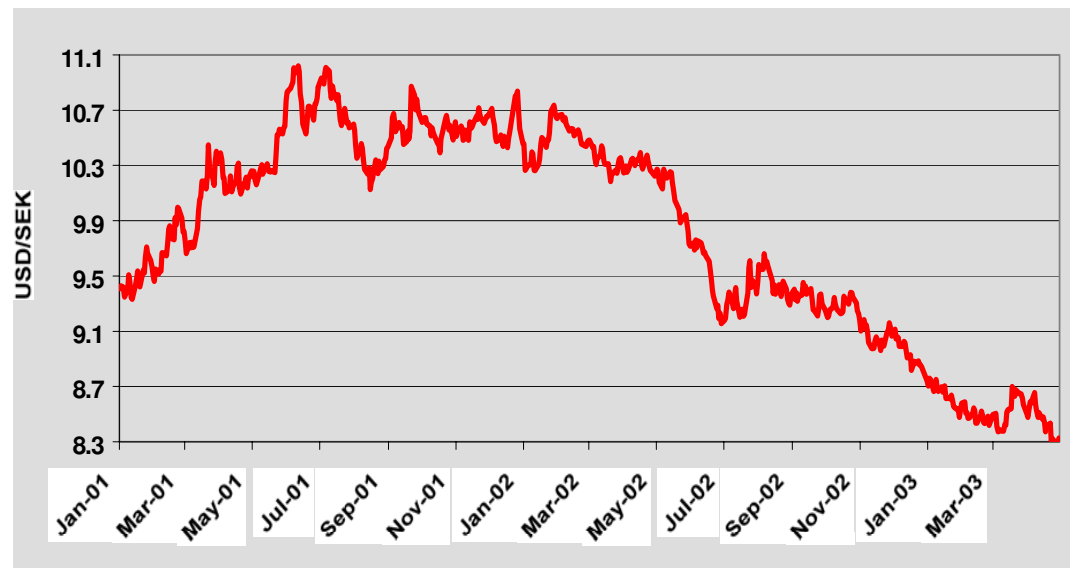
Options with Floor

2003	25% to strike 9.00
2004	17% to strike 9.00

Options with Floor/Ceiling

2003	17% to strike 8.30 9.17-9.50 respectively
2004	6% to strike as above
2005	7% to strike as above

Exchange rates USD/SEK



Summary

- **Improved earnings after financial items.**
- **Improved cash flow.**
- **Some of Boliden's hedged dollar revenues have been closed out, thereby strengthening both the cash flow and the Group's shareholders' equity.**
- **Cost cutting and productivity increases at the operations**
- **Mines – Positive development of the production. Lappberget – an inferred mineral resource with a quantity of 7.5 million tonnes. Myra Falls reports a positive operating result.**
- **Smelters – Decreased production due to a shortfall of external mine concentrates. Lower smelting and refining charges.**
- **Fabrication – Good results of cost- and capital efficiency improvement programmes. Weaker demand and price pressure on the market**
- **A programme designed to boost efficiency and cut costs was launched. Estimated to yield an annual effect on the result of SEK 300 million, the full effect being felt in 2004**
- **Boliden has initiated a restructuring and consolidation of the Nordic and UK brass market**