

1. Date & time: Tuesday, February 7, 2017 (16:00 – 17:00)
 2. Attendees: 153
 3. Principal questions:
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— This document contains forward-looking statements. A cautionary statement appears in the endnote. —

Q. You are forecasting ordinary income excluding inventory valuation of ¥190.0 billion for FY2016. How much are one-off items included in this figure?

A. This includes a total of approximately minus ¥4.0 billion in resources development and copper smelting in the Metals Business.

Q. With respect to the Caserones Project, what additional improvements will you make to turn the project profitable? Also, is there a risk of an impairment loss?

A. We will continue our efforts to reduce costs and increase the operating rate. In FY2017, we want to make the project more cost competitive.

Currently, we do not think there is a risk of an impairment loss.

Q. You said that you have been curbing CAPEX and selling assets in FY2016. What amount are you expecting this to be?

A. In our initial forecast for FY2016, we announced that we planned to keep cash flows from investing activities to ¥290.0 billion after the deduction of asset sales. No changes have been made to this plan.

This document contains forward-looking statements. Actual results may differ materially from those expressed or implied by forward-looking statements due to various factors, including but not limited to the following:

- (1) macroeconomic conditions and changes in the competitive environment in the energy, resources, or materials industries;
- (2) revision of laws and tightening of regulations;
- (3) risk of lawsuits and other legal risks.