

VANCOUVER, Aug. 8, 2016 /CNW/ - [Copper Mountain Mining Corp.](#) (TSX: CUM) (the "Company" or "Copper Mountain") announces second quarter revenues of \$62.6 million after pricing adjustments and treatment charges from the sale of 24.9 million pounds of copper equivalent (including 20.1 million pounds of copper, 7,200 ounces of gold, and 63,700 ounces of silver). Total cash cost for the quarter ended June 30, 2016 was US\$1.58 per pound of copper sold, net of precious metals credits.

#### Highlights (100% Basis)

- Copper, gold and silver production for the second quarter of 2016 at Copper Mountain Mine was 26.5 million pounds of copper equivalent which includes 21.2 million pounds of copper, 7,980 ounces of gold and 74,600 ounces of silver.
- Revenues for the second quarter of 2016 were \$62.6 million from the sale of 20.1 million pounds of copper, 7,200 ounces of gold, and 63,700 ounces of silver, net of pricing adjustments.
- Gross profit for the quarter was \$2.4 million.
- EBITDA was \$13.1 million for the quarter, compared to \$14.8 million in the same quarter for 2015.
- Mill throughput averaged 37,300 tpd during the quarter, up 5% as compared to 35,600 for the same quarter for 2015.
- Site cash costs for the quarter were US\$1.17 per pound of copper produced net of precious metal credits.
- Total cash costs for the quarter were in-line with expectations at US\$1.58 per pound of copper sold net of precious metal credits and after all off-site charges, a reduction of 8% over Q2 2015 total cash costs.
- Realized prices on metal sales for Q2 2016 were US\$2.13 per pound of copper, US\$1,269 per ounce of gold and US\$16.62 per ounce of silver.

Jim O'Rourke, President and CEO of Copper Mountain, remarked "During the second quarter of 2016, Copper Mountain continued to demonstrate improvement in production. The mill finished the quarter strong by averaging 39,800 tpd throughput for the last two weeks of the month. This continued for the month of July where a new mill throughput record of 40,700 tpd monthly average was achieved. Despite the challenging commodities price environment, the mine has been cash flow positive from operations by focusing on cost controls and production efficiencies. Total cash costs for the quarter decreased by 13% to US\$1.58 per pound of copper sold net of precious metal credits and after all off-site charges, over Q2 2015 total cash costs. Mine production was ahead of budget during the quarter with approximately 196,900 tonnes mined per day, well above our 2016 guidance of 174,000 tpd."

Mr. O'Rourke continued, "The increased production has produced an increase in capital resources. At the end of the quarter the Company had a total of \$24.9 million of capital resources in the form of \$5.1 million in cash and cash equivalents, \$9.6 million in concentrate sales receivables, and \$10.2 million of concentrate inventory waiting at the port to be shipped. We will continue to focus on cost control and operational improvements to further strengthen the Company's balance sheet."

#### Summary Financial Results

	Three months ended June 30,		Six months ended June 30,	
(CDN\$, except for cash cost data in US\$)	2016	2015	2016	2015
	\$	\$	\$	\$
Revenues	62,552	56,810	121,278	128,267
Gross profit (loss)	2,360	1,154	5,881	7,904
Net (loss) income and comprehensive (loss) income	(2,275)	2,872	16,653	(28,931)
Adjusted earnings (loss) <sup>1</sup>	(5,313)	3,476	(11,236)	7,789
Adjusted earnings (loss) per share <sup>2</sup>	(0.04)	0.03	(0.09)	0.07
EBITDA	13,081	14,821	47,083	(2,855)
Adjusted EBITDA	10,043	15,426	19,194	33,865
Cash flow from operating activities before working capital items	14,335	6,901	29,496	24,777
 Cash and cash equivalents			5,149	22,349
Accounts payable and accrued liabilities			34,039	38,847
Working capital			(17,305)	15,763
Equity			193,283	251,816
 Copper produced (000's lbs)	21,200	19,500	40,200	37,900
Gold produced (oz)	7,980	7,800	15,600	15,600
Silver produced (oz)	74,600	71,100	139,300	151,400
 Copper sold (000's lbs)	20,100	18,400	38,200	39,900
Gold sold (oz)	7,200	6,300	14,100	13,900
Silver sold (oz)	63,700	66,700	124,900	159,400
 Site cash costs per pound of copper produced (net of gold, silver credits) (US\$)	1.17	1.36	1.21	1.30
Total cash costs per pound of copper sold (net of gold, silver credits) (US\$)	1.58	1.81	1.55	1.79
Realized Copper Price (US\$)	2.13	2.74	2.12	2.68

#### Copper Mountain Mine

During the quarter, the Company completed a total of three shipments of copper concentrate containing approximately 20.1 million pounds of copper, 7,200 ounces of gold, and 63,700 ounces of silver which generated \$62.6 million in revenue net of treatment and refining charges and pricing adjustments. Site cash costs were US\$1.17 per pound of copper produced and total cash costs were US\$1.58 per pound sold, net of precious metal credits for the three months ended June 30, 2016; compared to site cash costs of US\$1.36 per pound of copper produced and total cash costs of US\$1.81 per pound of copper sold, net of precious metal credits for the three months ended June 30, 2015. The increase in revenue is a result of stronger sales volumes as compared to the same period last year, a higher gold price as precious metals account for 20% of the revenue, and a higher foreign exchange rate for the US dollar as all sales are in US dollars. The Revenue was partially offset by a lower copper price realized during the quarter.

Mining activities continued to be focused in the Pit #2 and the Virginia pit areas for the second quarter of 2016. During the

quarter a total of 17.9 million tonnes of material was mined, including 5.7 million tonnes of ore and 12.2 million tonnes of waste for a strip ratio of 2.14:1. For the quarter the mining rate averaged 196,000 tonnes per day moved.

During the quarter the mill processed a total of 3.4 million tonnes of ore grading 0.34% copper to produce 21.2 million pounds of copper, 7,980 ounces of gold, and 74,600 ounces of silver. Mill recoveries were 82.4% for the quarter. Mill operating time during the quarter averaged 91.5% compared to 90.8% averaged during Q2 2015. The mill continued to achieve monthly improvements in throughput during the quarter and averaged a rate of 37,300 tpd for the quarter. The improvements in throughput continued into July where the mill averaged 40,700 tpd throughput with a 96% operating time.

Listed below is a summarized balance sheet and income statement as well as details for our conference call schedule:

#### Summarized Balance Sheet

June 30, December 31,

2016      2015

\$      \$

#### Assets

Cash	5,149	12,190
Accounts Receivable and prepaids	16,556	11,990
Inventory	50,129	44,882
Property, plant and equipment	494,671	519,750
Other Assets	69,009	58,494
	635,514	647,306

#### Liabilities

Accounts payable and accrued liabilities	34,039	40,608
Current portion of long-term debt	40,948	33,115
Other	14,152	10,704
Hydro deferral	6,828	-
Decommissioning and restoration provision	7,375	7,787
Interest rate swap liability	7,681	7,061
Long-term debt	331,208	371,610
	442,231	470,885

#### Equity

Share capital	188,306	188,306
Contributed surplus	13,369	12,929
Retained earnings (deficit)	(69,656)	(81,379)
Non-controlling interest	61,264	56,565
Total equity	193,283	176,421
	635,514	647,306

## Summarized Income Statement

	Three months ended June 30,		Six months ended June 30,	
(CDN\$)	2016	2015	2016	2015
	\$	\$	\$	\$
Revenues	62,552	56,810	121,278	128,267
Cost of sales <sup>3</sup>	(60,192)	(55,656)	(115,397)	(120,363)
Gross profit	2,360	1,154	5,881	7,904
Other income and expenses				
General and administration	(1,199)	(2,777)	(2,979)	(4,228)
Low grade stockpile write-down	(2,262)	-	(4,219)	-
Share based compensation	(212)	(258)	(446)	(583)
Operating income	(1,313)	(1,382)	(1,763)	3,093
Finance income	41	86	138	199
Finance expense	(2,853)	(2,516)	(5,984)	(5,027)
Unrealized gain (loss) on interest rate swap	(754)	366	(3,320)	(1,625)
Unrealized gain (loss) on foreign exchange	2756	5,195	27,904	(27,049)
(Loss) income before tax	(2,123)	1,749	16,975	(30,410)
Current resource tax expense	(152)	(102)	(322)	(467)
Deferred income and resource tax recovery	-	1,225	-	1,945
Net income (loss) and comprehensive income (loss) for the period	(2,275)	2,872	16,653	(28,931)
Net income (loss) and comprehensive income (loss) attributable to:				
Shareholders of the company	(1,894)	1,642	11,723	(22,326)
Non-controlling interest	(381)	1,230	4,930	(6,605)
	(2,275)	2,872	16,653	(28,931)
Earnings (loss) per share	(0.02)	0.01	0.10	(0.19)

The full set of financial statements and accompanying MD&A are posted on Sedar.com.

### Exploration Update:

During the quarter exploration work consisted of continuous compilation work in the area of the open pits. In addition, the

Company initiated a localized diamond drill program designed to provide an extension to the western end of Pit 2.

#### Exploration &ndash; Generative

The exploration team continues to investigate and evaluate early and advanced-exploration properties as well as development projects, which are located within the America's. Additional geophysics and a possible diamond drilling program is planned for the Fenton gold/zinc project in northern British Columbia later this year.

#### 2016 Guidance:

The 2016 mine plan has a majority of ore coming from Pit #2 and the Virginia Pit areas. The 2016 guidance remains unchanged for the balance of 2016.

#### About Copper Mountain Mining Corporation:

Copper Mountain's flagship asset is the 75% owned Copper Mountain mine located in southern British Columbia near the town of Princeton. The Company has a strategic alliance with Mitsubishi Materials Corporation who owns the remaining 25%. The Copper Mountain mine commenced production in the latter half of 2011, and has continued to improve its operations since start-up. The 18,000 acre site has a large resource of copper that remains open laterally and at depth. The mine has significant exploration potential that will need to be explored over the next few years to fully appreciate the property's full development potential. Additional information is available on the Company's web page at [www.CuMtn.com](http://www.CuMtn.com).

A conference call and audio webcast will be held on Monday, August 8, 2016 at 7:30 am (Pacific Daylight Time) for management to discuss the second quarter 2016 results. This discussion will be followed by a question-and-answer period with investors.

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website  
at  
<http://www.CuMtn.com>

On behalf of the Board of

COPPER MOUNTAIN MINING CORPORATION

"Rod Shier"

Rodney A. Shier, CA.  
Chief Financial Officer

Note: This release contains forward-looking statements that involve risks and uncertainties. These statements may differ materially from actual future events or results. Readers are referred to the documents, filed by the Company on SEDAR at [www.sedar.com](http://www.sedar.com), specifically the most recent reports which identify important risk factors that could cause actual results to differ from those contained in the forward-looking statements. The Company undertakes no obligation to review or confirm analysts' expectations or estimates or to release publicly any revisions to any forward-looking statement.

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<sup>1</sup> Adjusted earnings (loss) is a non-GAAP financial measure which removes unrealized gains/losses on interest rate swaps, pricing adjustments on concentrate metal sales and foreign currency gains/losses.

<sup>2</sup> Calculated based on weighted average number of shares outstanding under the basic method based on adjusted earnings.

<sup>3</sup> Cost of sales consists of direct mining and milling costs (which include mine site employee compensation and benefits, mine site general and administrative costs, non-capitalized stripping costs, maintenance and repair costs, operating supplies and external services), depreciation and offsite transportation costs.

SOURCE [Copper Mountain Mining Corp.](http://CopperMountainMiningCorp.com)

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