

VANCOUVER, Aug. 8, 2017 /CNW/ - [Copper Mountain Mining Corp.](#) (TSX: CMMC) (the "Company" or "Copper Mountain") announces second quarter revenues of \$67.1 million after pricing adjustments and treatment charges from the sale of 21.1 million pounds of copper equivalent, including 17.6 million pounds of copper, 6,300 ounces of gold, and 62,700 ounces of silver. Total cash cost for the quarter ended June 30, 2017 was US\$1.74 per pound of copper sold, net of precious metals credits.

Highlights (100% Basis)

- Copper, gold and silver production for the second quarter of 2017 at Copper Mountain Mine was 20.5 million pounds of copper equivalent.
- Revenues for the second quarter of 2017 were \$67.1 million from the sale of 17.6 million pounds of copper, 6,300 ounces of gold and 62,700 ounces of silver.
- EBITDA was \$25.2 million for the quarter, compared to \$13.1 million for the same quarter for 2016.
- Net income for the period was \$10 million or \$0.05 per share.
- Cash Flow from operations was \$25.9 million, compared to \$13.7 million in Q2 for 2016.
- Cash balance at the end of Q2 was \$37.1 million compared to \$5.1 million at the end of Q2 2016.
- Mill throughput averaged 35,674 tpd during the quarter, as expected due to the bull gear installation on the SAG mill. This plant is now operating at 100% capacity.
- Site cash costs for the quarter were US\$1.31 per pound of copper produced, net of precious metal credits.
- Total cash costs for the quarter were in line with expectations at US\$1.74 per pound of copper sold, net of precious metal credits.
- Realized prices on metal sales for Q2 2017 were US\$2.58 per pound of copper, US\$1,254 per ounce of gold and US\$17.11 per ounce of silver.

Jim O'Rourke, President and CEO of Copper Mountain, remarked "During the second quarter of 2017, Copper Mountain completed the SAG mill bull gear change ahead of schedule resulting in an average 87.1% mill operating time for the first half of 2017, a slight improvement over plan. Mill throughput for May and June averaged 43,500 and 41,000 tpd respectively, above forecast and well in line to meet our 2017 guidance. The coarser grind from the higher tonnage results in a lower recovery, but copper production remains on target. With the additional maintenance behind us in the first half of 2017 an improved performance is projected for the second half of 2017". Mr. O'Rourke continued, "We remain bullish on global copper markets and with our production on target we are well positioned to benefit from an upswing in the copper price. We will continue to focus on cost control and operational improvements to further strengthen the Company's balance sheet."

Summary Financial Results

(CDN\$, except for cash cost data in US\$)	Three months ended June 30,		Six months ended June 30,	
	2017	2016	2017	2016
	\$	\$	\$	\$
Revenues	67,146	62,552	141,242	121,278
Gross profit	8,321	2,360	19,532	5,881
Net (loss) income	10,111	(2,275)	17,228	16,653
Adjusted earnings (loss) ¹	4,033	(5,313)	4,361	(11,236)
Adjusted earnings (loss) per share ²	0.03	(0.04)	0.03	(0.09)
EBITDA	25,186	13,081	48,005	47,083
Adjusted EBITDA	19,108	10,043	35,138	19,194
Cash flow from operating activities	25,870	13,720	28,720	8,557
Cash and cash equivalents			37,104	5,149
Working capital (incl. \$30,287 due to related party 2016 -\$22,653)			(13,406)	(17,305)
Equity			213,857	193,283
Copper produced (000's lbs)	17,200	21,200	35,300	40,200
Gold produced (oz)	5,900	7,980	11,800	15,600
Silver produced (oz)	63,200	74,600	127,500	139,300
Copper sold (000's lbs)	17,600	20,100	36,600	38,200
Gold sold (oz)	6,300	7,200	12,300	14,100
Silver sold (oz)	62,700	63,700	126,700	124,900
Site cash costs per pound of copper produced (net of gold, silver credits) (US\$)	1.31	1.17	1.35	1.14
Total cash costs per pound of copper sold (net of gold, silver credits) (US\$)	1.74	1.58	1.80	1.55
Realized Copper Price (US\$)	2.58	2.13	2.62	2.12

¹ 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.

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

Copper Mountain Mine

During the quarter, the Company completed a total of three shipments of copper concentrate containing approximately 17.6 million pounds of copper, 6,300 ounces of gold, and 62,700 ounces of silver which generated \$67.1 million in revenue net of treatment and refining charges and pricing adjustments. Site cash costs were US\$1.31 per pound of copper produced and total cash costs were US\$1.74 per pound sold, net of precious metal credits for the three months ended June 30, 2017; compared to site cash costs of US\$1.17 per pound of copper produced and total cash costs of US\$1.58 per pound of copper sold, net of

precious metal credits for the three months ended June 30, 2016. The increase in revenue is a result of stronger copper prices being realized as compared to the same period last year.

Mining activities continued from the Pit 2, Saddle and Oriole Pit areas. A total of 18.2 million tonnes of material was mined, including 6.3 million tonnes of ore and 11.9 million tonnes of waste, resulting in a strip ratio of 1.89 to 1. High equipment mechanical availability was maintained during the quarter which helped contribute to the above average mining rates being achieved of 199,800 tonnes per day moved, well above our 2017 mining guidance rate of 180,000 tonnes per day moved. Mining costs per tonne during the quarter were \$1.77 per tonne moved.

The mill successfully completed the planned replacement of the SAG mill bull gear in April, ahead of schedule. Downtime for this job was factored into our annual production guidance of 75M-85M lbs of copper. Mill tonnage following the shutdown averaged 43,482 tpd, and 41,057 tpd for the months of May and June respectively.

During the quarter, 3.2 million tonnes of ore were milled at an average rate of 35,674 tpd, with 82.4% operating time. Copper recovery for the period was 77.5% treating an average grade of 0.31% copper.

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

Summarized Balance Sheet

	June 30, 2017	December 31, 2016
	\$	\$
Assets		
Cash	37,104	31,409
Accounts Receivable and prepaids	17,001	26,048
Inventory	54,398	48,465
Property, plant and equipment	444,102	463,080
Other Assets	92,265	78,788
	644,870	647,790
Liabilities		
Accounts payable and accrued liabilities	40,276	36,488
Current portion of long-term debt	50,975	46,415
Other	30,658	23,810
Hydro deferral	9,366	15,385
Decommissioning and restoration provision	6,042	6,312
Interest rate swap liability	3,621	4,088
Long-term debt	290,075	319,759
	431,013	452,257
Equity		
Share capital	194,588	194,208
Contributed surplus	15,489	14,773
Deficit	(61,710)	(73,656)
Non-controlling interest	65,490	60,208
Total equity	213,857	195,533
	644,870	647,790

Summarized Income Statement

	Three months ended		Six months ended	
	June 30,	June 30,	June 30,	June 30,
	2017	2016	2017	2016
(CDN\$)	\$	\$	\$	\$
Revenues	67,146	62,552	141,242	121,278
Cost of sales ³	(58,825)	(60,192)	(121,710)	(115,397)
Gross profit	8,321	2,360	19,532	5,881
Other income and expenses				
General and administration	(1,658)	(1,199)	(4,375)	(2,979)
Low grade stockpile write-down	-	(2,262)	-	(4,219)
Share based compensation	(250)	(212)	(773)	(446)
Operating income	6,413	(1,313)	14,384	(1,763)
Finance income	211	41	356	138
Finance expense	(3,298)	(2,853)	(6,734)	(5,984)
Unrealized loss on interest rate swap	(416)	(754)	(774)	(3,320)
Unrealized gain on foreign exchange	7,297	2,756	10,467	27,904
Income (loss) before tax	10,207	(2,123)	17,699	16,975
Current resource tax expense	(96)	(152)	(471)	(322)
Net income (loss) and comprehensive income (loss) for the period	10,111	(2,275)	17,228	16,653
Net income (loss) and comprehensive income (loss) attributable to:				
Shareholders of the company	7,223	(1,894)	11,946	11,723
Non-controlling interest	2,888	(381)	5,282	4,930
	10,111	(2,275)	17,228	16,653
Earnings (loss) per share	0.05	(0.02)	0.09	0.10

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

<p>³ 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.</p>

Exploration Update:

The Company began a summer 10,000m exploration drilling program at the Copper Mountain Mine. The 2017 program is targeting to further extend Pit 2 to the West and to follow up on the pre-2012 drilling that intersected significant mineralization below Pit 2.

Previous drilling by the Company in the Pit 2 Eastern zone intersected a 128m interval grading 1.01% Cu and 0.25g/t Au (including 39m grading 2.33% Cu and 0.38g/t Au) beginning approximately 90m below the current pit bottom in hole 10SD-64. In addition, hole number 10SD-68 intersected 173m interval grading 0.43% Cu and 0.15g/t Au, while hole number 12P2-19 intersected 123m interval grading 0.52% Cu and 0.27g/t Au. The exploration drilling is designed to better determine the trend and continuity for high-grade mineralization at depth under Pit2.

Results of this program are expected in Q3 of 2017 and with the strengthening of the commodity price over the last year and the mine's improved financial position, the Company will continue to allocate funds towards exploration drilling at the mine site.

2017 Guidance:

The 2017 guidance remains unchanged at production of 75 million – 85 million Lbs copper plus precious metal credits.

About Copper Mountain Mining Corporation:

Copper Mountain's flagship asset is the 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 25% of the mine. The Copper Mountain mine has a large resource of copper that remains open laterally and at depth. This significant exploration potential will be explored over the next few years in order to fully appreciate the property's full development potential. Additional information is available on the Company's web page at www.CuMtn.com.

A conference call and audio webcast will be held on Tuesday August 8, 2017 at 7:30 am (Pacific Daylight Time) for management to discuss the second quarter 2017 results. This discussion will be followed by a question-and-answer period with investors.

Live Dial-in information

Toronto and international: 647-427-7450

North America (toll-free): 888-231-8191

To participate in the webcast live via your computer go to:

<http://event.on24.com/r.htm?e=1466139&s=1&k=E3817D1FFF1664BB160345A27D7DA122>

Replay call information

Toronto and international: 416-849-0833, passcode 54136683

North America (toll-free): 1-855-859-2056, passcode 54136683

The conference call replay will be available from 10:30 am (PDT) on August 8th, 2017, until 20:59 pm PST on Tuesday, August 22nd, 2017.

Participant audio webcast will also be available on the Company's website at <http://www.cumtn.com>

<http://www.CuMtn.com>

On behalf of the Board of

[Copper Mountain Mining Corp.](http://www.CuMtn.com)

"Rod Shier"

Rodney A. Shier, CPA,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, 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.

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

Contact

Dan Gibbons, Investor Relations 604-682-2992 ext. 238 Email: Dan@cumtn.com; Rod Shier, Chief Financial Officer
604-682-2992 ext.222 Email: Rod@CuMtn.com; Website: www.CuMtn.com