# Copper Mountain Mining Announces Q4 and Full Year 2018 Financial Results

15.02.2019 | CNW

VANCOUVER, Feb. 15, 2019 - Copper Mountain Mining Corp. (TSX: CMMC | ASX:C6C) (the "Company" or "Copper Mountain") announces fourth quarter and full year 2018 financial results. All currency is in Canadian dollars, unless oth stated. All results are reported on a 100% basis. The Company's Financial Statements and Management Discussion & ("MD&A") are available at www.CuMtn.com and www.sedar.com.

# FOURTH QUARTER 2018 AND FULL YEAR 2018 HIGHLIGHTS

- Fourth quarter 2018 production was the strongest quarter of the year, with production increasing 9.7% from the p 24.5 million pounds of copper equivalent (comprised of 20.6 million pounds of copper, 8,124 ounces of gold and 6 ounces of silver).
- Full year 2018 production met guidance, with production increasing 4.6% from the prior year to 92.4 million pound equivalent (comprised of 78.8 million pounds of copper, 28,250 ounces of gold and 273,913 ounces of silver).
- C1 cash costs for the fourth quarter decreased 13% compared to the prior year to US\$1.60 per pound of copper pull year 2018 C1 cash costs decreased 4% compared to the prior year to US\$1.77 per pound of copper produced
- Revenue for the fourth quarter was \$73.1 million from the sale of 19.4 million pounds of copper, 7,475 ounces of 69,761 ounces of silver and revenue for the full year of 2018 was \$296.0 million, from the sale of 79.2 million pour copper, 26,799 ounces of gold, and 284,086 ounces of silver, net of pricing adjustments.
- Adjusted earnings per share was (\$0.01) for the fourth quarter and \$0.02 for the year.
- Cash flow from operations for the fourth quarter was \$28.8 million and \$51.3 million for the full year of 2018.
- In 2018, Mineral Reserves increased at the Copper Mountain Mine, a preliminary economic assessment (PEA) or Ingerbelle was completed resulting in an after-tax NPV (8%) of US\$390 million and a feasibility study was comple Eva Copper Project resulting in an after-tax NPV (8%) of US\$256 million.

"In 2018, we focused on building a strong foundation from which to grow our business," said Copper Mountain's Preside CEO, Gil Clausen. "The Copper Mountain Mine finished the year achieving guidance across all metrics. We are also contegrated mine plan which will combine the New Ingerbelle deposit into the Copper Mountain mine plan and may doublife. The New Ingerbelle deposit provides the potential to add significant value through the addition of low risk, low cost particularly as we evaluate a mill expansion plan, which could allow for increased production levels in our existing mill value current operating and environmental permits. We expect to complete this integrated life of mine plan and publish a new Report for our Copper Mountain Mine in the first quarter of 2019."

SUMMARY FINANCIAL RESULTS

09.11.2025 Seite 1/13

Results & Highlights (100%)	Three months ended Year ended			
	December 31,		December 31,	
(In thousands of CDN\$, except for per share amounts)	2018	2017	2018	2017
	\$	\$	\$	\$
Financial				
Revenue	73,149	85,687	296,019	304,080
Gross profit	7,896	20,013	25,306	59,095
Gross profit before depreciation <sup>(1)</sup>	18,089	34,966	76,352	110,586
Net income (loss)	(18,982)	23,538	(26,876)	67,339
Earnings (loss) per share - basic	\$(0.09)	\$0.12	\$(0.13)	\$0.36
Adjusted net (loss) income <sup>(1)</sup>	(1,400)	25,311	3,377	46,598
Adjusted (loss) earnings per share - basic	\$(0.01)	\$0.19	\$0.02	\$0.35
EBITDA <sup>(1)</sup>	(234)	31,564	40,685	122,504
Adjusted EBITDA	17,348	33,337	85,841	90,692
Cash flow from operations	28,777	17,445	51,266	57,274
Cash and cash equivalents – end of year			46,123	45,133

<sup>1)</sup> Non-GAAP performance measure. See Copper Mountain's Q4 2018 MD&A for details.

#### Fourth Quarter 2018 Financial Review

The Company reported a gross profit for Q4 2018 of \$7.9 million, compared to \$20.0 million for Q4 2017, and a net loss of \$19.0 million in Q4 2018, compared to a net income of \$23.5 million in Q4 2017. The increase in the net loss from net income was primarily a result of a non-cash unrealized foreign exchange loss of \$14.7 million compared to a non-cash unrealized foreign exchange loss of \$1.8 million for Q4 2017, a change of approximately \$12.9 million, which was primarily related to the Company's debt that is denominated in U.S. dollars. The increase in net loss was also due to lower revenue and higher cost of sales year over year.

The Company recognized revenue of \$73.1 million, net of pricing adjustments and treatment charges, on the sale of 19.4 million pounds of copper, 7,475 ounces of gold, and 69,761 ounces of silver and based on an average realized copper price of US\$2.81 per pound. This is compared to Q4 2017 revenue of \$85.7 million, net of pricing adjustments and treatment charges, on the sale of to 18.1 million pounds of copper, 5,622 ounces of gold and 67,359 ounces of silver and based on an average realized copper price of US\$3.12 per pound for Q4 2017. Despite higher sales, lower revenue year over year was a result of a 10% lower realized copper price in Q4 2018 compared to Q4 2017 and a Q4 2018 mark-to-market adjustment of negative \$2.4 million compared to a positive mark-to-market adjustment of \$10.3 million in Q4 2017.

Cost of sales for Q4 2018 decreased marginally to \$65.2 million compared to \$65.7 million in Q4 2017, even though more concentrate was sold in Q4 2018 than Q4 2017. This was because Q4 2017 included a \$10.8 million write down to the low-grade stockpile, which was included in cost of sales.

09.11.2025 Seite 2/13

Exploration expenditures in Q4 2018 were \$1.2 million, which includes exploration in both Australia and British Columbia.

#### Full Year 2018 Financial Review

The Company reported gross profit in 2018 of \$25.3 million, compared to \$59.1 million in 2017, and a net loss in 2018 of \$26.9 million, compared to a net income of \$67.3 million in 2017. The increase in net loss in 2018 from net income in 2017 was primarily a result of a non-cash unrealized foreign exchange loss \$23.8 million in 2018, compared to a non-cash unrealized foreign exchange gain of \$20.9 million in 2017, a change of approximately \$45 million, which was mainly related to the Company's debt that is denominated in U.S. dollars. The increase in net loss was also due to lower revenue and higher cost of sales year over year.

The Company recognized revenue of \$296.0 million in 2018, net of pricing adjustments and treatment charges, on the sale of 79.2 million pounds of copper, 26,799 ounces of gold, and 284,086 ounces of silver based on an average realized copper price of US\$2.98 per pound. This compares to revenue of \$304.1 million in 2017, net of pricing adjustments and treatment charges, on the sale of 73.9 million pounds of copper, 23,969 ounces of gold and 260,493 ounces of silver, based on an average realized price of realized copper price of US\$2.82 per pound. As required under IFRS, revenue in 2017 included a positive mark to market adjustment of \$10.7 million for unsettled shipments outstanding at year end, as compared to a negative mark to market adjustment of \$0.9 million for 2018 unsettled shipments at year end.

Cost of sales for 2018 increased by \$26 million to \$270.7 million compared to \$245.0 million in 2017. This increase was due in small part to higher costs for diesel fuel, maintenance and power, but primarily due to the change in ore stockpile inventory with a \$13.1 million decrease in 2018 charged to cost of sales as compared to a \$14.0 million increase in 2017 charged to ore stockpile inventory. The drawdown of ore stockpiles in the year is a result of increased development stripping as the Copper Mountain Mine starts to expose higher grade areas of the pit for future years. As required under IFRS, some of these additional costs of stripping are capitalized when the period stripping ratio exceeds the life of mine stripping ratio of 2:1.

Exploration expenditures for the full year of 2018 were \$6.5 million which includes exploration in both Australia and British Columbia.

SUMMARY OPERATING RESULTS

09.11.2025 Seite 3/13

Copper Mountain Mine (100% Basis)	Q4	Q4	Annual	Annual
	2018	2017	2018	2017
Mine:				
Total tonnes mined (000's)	19,73	0 18,998	374,337	72,597
Ore tonnes mined (000's)	4,407	7,370	20,567	26,204
Waste tonnes (000's)	15,32	3 11,628	3 53,770	46,393
Stripping ratio	3.48	1.58	2.61	1.77
Mill:				
Tonnes milled (000's)	3,873	3,692	14,535	14,086
Feed Grade (Cu%)	0.30	0.32	0.31	0.32
Recovery (%)	81.0	75.1	79.8	77.2
Operating time (%)	96.0	93.4	92.6	90.3
Tonnes milled (TPD)	42,09	8 40,130	39,822	38,592
Production:				
Copper (000's lbs)	20.62	Q 10 556	678,847	75 701
Gold (oz)			28,250	
Silver (oz)				3 277,094
	02,71	170,50-	+210,010	7277,004
Sales:				
Copper (000's lbs)	19,43	1 18,09	1 79,195	73,860
Gold (oz)	7,475	5,622	26,799	23,969
Silver (oz)	69,76	1 67,359	9 284,086	6 260,493
Costs and Prices				
Total operating costs (C1) per pound of copper produced (US\$)(	<sup>1)</sup> \$1.60	\$1.85	\$1.77	\$1.84
All-in-sustaining costs per pound of copper produced (US\$)(1,2)	\$1.90	\$1.99	\$2.13	\$2.00
Average realized copper price (US\$)	\$2.81	\$3.12	\$2.98	\$2.82
1) Non-GAAP performance measure. See Copper Mountain's Q4 2018 MD&A for details.				

09.11.2025 Seite 4/13

2) Copper cash costs have been updated to industry recognized metrics of total operating costs (C1) and with the addition of All in Sustaining Costs per pound of copper produced the Company believes this disclosure will present the full cost of copper production associated with the Copper Mountain mine and take steps in further supporting peer group comparability. See the non-GAAP performance measures section of this MD&A for details of these calculations.

09.11.2025 Seite 5/13

# Fourth Quarter 2018 Operating Results Review

In Q4 2018, the Copper Mountain Mine produced 20.6 million pounds of copper, 8,124 ounces of gold, and 62,711 ounces of silver compared to 19.6 million pounds of copper, 5,206 ounces of gold, and 70,384 ounces of silver in Q4 2017. Increased recoveries for all metals and a 5% increase in tonnes milled resulted in strong production results for Q4 2018 and the strongest quarter for copper and gold production in 2018. Increased gold production can be attributed to the new flash floatation circuit installed in the second half of 2018.

Total operating costs (C1) for Q4 2018 were US\$1.60 per pound of copper produced, 13% lower than the C1 costs for Q4 2017 of US\$1.85 per pound of copper produced. The improvement in costs, when compared to the prior year, is related to several factors including 5% higher copper production in the quarter, a 5% decrease in total mine operating costs in Q4 2018, and a weakening of the Canadian dollar to the United States dollar used when translating C1 costs to United States dollars. It should be noted that substantially all of the Company's operating costs are priced in Canadian dollars. The decrease in C1 costs is also affected by the levels of deferred stripping in the period as these excess stripping costs are treated as capital expenditures. Deferred stripping costs are captured in all-in-sustaining costs (AISC) and not included in C1 costs. The total cash value of deferred stripping in Q4 2018 was \$4.6 million compared to Nil in Q4 2017.

### Full Year 2018 Operating Results Review

In 2018, the Copper Mountain Mine achieved annual copper production guidance, producing 78.8 million pounds of copper, 28,250 ounces of gold, and 273,913 ounces of silver compared to 75.8 million pounds of copper, 23,633 ounces of gold, and 277,094 ounces of silver in 2017. This represents an increase of 4% for copper, 19% for gold and a slight 1% decrease in silver production. Increases for copper and gold production as compared to the prior year is a result of improved recoveries and mill throughput in 2018, offset slightly by lower grades being milled in 2018. Improved recoveries in the mill can be attributed to the installation of the new flash flotation circuit in the third quarter of 2018. Recoveries contributed to strong annual production results which included an increase of total tonnes milled by 3%.

Total C1 costs for 2018 were US\$1.77 per pound of copper produced, 4% lower than the C1 costs for 2017 of US\$1.84. The improvement in costs per pound is a result of higher copper production in 2018 and slightly lower total mine operating costs when compared to 2017, after taking into account cost associated with increased low-grade stockpile inventories in 2017, as required under IFRS. The decrease in C1 costs was also affected by the levels of deferred stripping in the year as these mining costs are treated as capital expenditures and deferred as required under IFRS. Deferred stripping costs are captured in AISC and not included in C1 costs. The total cash value of deferred stripping in 2018 was \$20.2 million, compared to \$1.5 million in 2017.

#### Q4 2018 FINANCIAL AND OPERATING RESULTS CONFERENCE CALL AND WEBCAST

The Company will hold a conference call on Friday, February 15, 2019 at 7:30 am (Pacific Standard Time) for management to discuss the Q4 2018 financial and operating results.

Live Dial-in Information

Toronto and international: 1 (647) 427-7450

North America (toll-free): 1 (888) 231-8191

To participate in the webcast live via computer go to:

https://event.on24.com/wcc/r/1912233/DA8D8425873C22105A0E0F317371DD61

09.11.2025 Seite 6/13

#### Replay Call Information

Toronto and international: 1 (416) 849-0833 Passcode: 5973748

North America (toll-free): 1 (855) 859-2056 Passcode: 5973748

The conference call replay will be available from 12:30 pm (PST) on February 15, 2019 until 20:59 pm PST on February 22, 2019. An archive of the audio webcast will also be available on the company's website at http://www.cumtn.com.

**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 Copper Mountain mine produces about 100 million pounds of copper equivalent per year with a large resource that remains open laterally and at depth. Copper Mountain also has the permitted, development stage Eva Copper Project in Queensland, Australia and an extensive 397,000 hectare highly prospective land package in the Mount Isa area.

Additional information is available on the Company's web page at www.CuMtn.com.

On behalf of the Board of

Copper Mountain Mining Corp. "Gil Clausen"

Gil Clausen, P.Eng. Chief Executive Officer

Cautionary Note Regarding Forward-Looking Statements

This news release may contain forward-looking statements and forward-looking information (together, "forward-looking statements") within the meaning of applicable securities laws. All statements, other than statements of historical facts, are forward-looking statements. Generally, forward-looking statements can be identified by the use of terminology such as "plans", "expects", "estimates", "intends", "anticipates", "believes" or variations of such words, or statements that certain actions, events or results "may", "could", "would", "might", "occur" or "be achieved". Forward-looking statements involve risks, uncertainties and other factors that could cause actual results, performance and opportunities to differ materially from those implied by such forward-looking statements. Factors that could cause actual results to differ materially from these forward-looking statements include the successful exploration of the Company's properties in Canada and Australia, the reliability of the historical data referenced in this press release and risks set out in Copper Mountain's public documents, including in each management discussion and analysis, filed on SEDAR at www.sedar.com. Although Copper Mountain believes that the information and assumptions used in preparing the forward-looking statements are reasonable, undue reliance should not be placed on these statements, which only apply as of the date of this news release, and no assurance can be given that such events will occur in the disclosed time frames or at all. Except where required by applicable law, Copper Mountain disclaims any intention or obligation to update or revise any forward-looking statement, whether as a result of new information, future events or otherwise.

Copper Mountain Mining Corp.

Consolidated Statements of Financial Position (In thousands of Canadian dollars)

09.11.2025 Seite 7/13

	December 31, December 31,		
	2018	2017	
	\$	\$	
Assets			
Current assets			
Cash and cash equivalents	46,123	45,133	
Accounts receivable and prepaid expenses	18,923	29,314	
Inventory	55,801	68,135	
	120,847	142,582	
Deferred acquisition costs	-	1,121	
Reclamation bonds	8,752	8,228	
Deferred tax assets	13,980	10,956	
Property, plant and equipment	448,237	414,041	
Low grade stockpile	109,846	91,021	
	701,662	667,949	
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	37,494	42,122	
Amounts payable to related parties	69,026	43,633	
Current portion of long-term debt	52,956	48,649	
Current tax liability	622	1,285	
	160,098	135,689	
Provisions	6,571	6,521	
Interest rate swap liability	601	2,081	
Long-term debt	229,001	258,373	
Deferred tax liability	2,135	-	
	398,406	402,664	

09.11.2025 Seite 8/13

# Equity

# Attributable to shareholders of the Company:

Share capital	263,822	195,670
Contributed surplus	17,378	15,724
Accumulated other comprehensive loss	(1,655)	-
Accumulated deficit	(48,030)	(25,693)
	231,515	185,701
Non-controlling interest	71,741	79,584
Total equity	303,256	265,285

Copper Mountain Mining Corp.
Consolidated Statements of (Loss) Income and Comprehensive (Loss) Income For the Years Ended December 31, 2018 and 72016762 667,949 (In thousands of Canadian dollars, except for number of and earnings per share)

	2018	2017
	\$	\$
Revenue	296,019	304,080
Cost of sales	(270,713)	(244,985)
Gross profit	25,306	59,095
General and administration	(10,990)	(6,757)
Property investigation	-	(35)
Share based compensation	(1,605)	(2,152)
Income from operations	12,711	50,151
Finance income	582	319
Finance expense	(15,564)	(13,070)
Unrealized gain (loss) on interest rate swap	716	(87)
Foreign exchange (loss) gain	(23,788)	20,949
(Loss) income before tax	(25,343)	58,262
Current resource tax expense	(1,217)	(1,879)
Deferred income and resource tax (expense) recovery	(316)	10,956

09.11.2025 Seite 9/13

Net (loss) income	(26,876)	67,339
Other comprehensive loss		
Foreign currency translation adjustment	(1,655)	-
Total comprehensive (loss) income	(28,531)	67,339
Net (loss) income and comprehensive (loss) income attributable to	:	
Shareholders of the Company	(22,337)	47,963
Non-controlling interest	(4,539)	19,376
	(26,876)	67,339
(Loss) income per share:		
Basic	\$(0.13)	\$0.36
Diluted	\$(0.13)	\$0.35
Weighted average shares outstanding, basic	172,201,295	5133,301,425
Weighted average shares outstanding, diluted	172,201,295	136,893,439
Shares outstanding at end of the year	188,170,359	134,285,192

09.11.2025 Seite 10/13

Cash flows from financing activities

Copper Mountain Mining Corp.
Consolidated Statements of Cash Flows
For the Years Ended December 31, 2018 and 2017
(In thousands of Canadian dollars)

	2018	2017
	\$	\$
Cash flows from operating activities		
Net (loss) income for the year	(26,876)	67,339
Adjustments for:		
Depreciation	51,046	51,491
Loss on disposal of fixed assets	-	(25)
Unrealized foreign exchange loss (gain)	17,601	(20,155)
Unrealized (gain) loss on interest rate swap	(716)	87
Deferred income and resource tax expense (recovery)	310	(10,956)
Finance expense	15,564	13,070
Share based compensation	1,327	1,945
	58,256	102,796
Net changes in working capital items	(6,990)	(45,522)
Net cash from operating activities	51,266	57,274
Cash flows from investing activities		
Cash acquired in acquisition of Altona	29,115	-
Transaction costs for Altona transaction	(2,291)	-
Share issue costs for Altona transaction	(364)	-
Deferred stripping activities	(20,185)	(1,485)
Deferred acquisition costs	-	(1,121)
Development of property, plant and equipment	(21,537)	(3,779)
Purchase of reclamation bond	(396)	-
Proceeds on disposal of fixed asset	-	52
Net cash used in investing activities	(15,658)	(6,333)

09.11.2025 Seite 11/13

09.11.2025 Seite 12/13

Proceeds on exercise of options and warrants	224	1,179
Contributions from non-controlling interest	28,412	21,618
Payments made to non-controlling interest	(3,304)	-
Loan principal paid	(44,074)	(37,361)
Interest paid	(12,122)	(12,521)
Finance lease payments	(6,511)	(8,218)
Net cash used in financing activities	(37,375)	(35,303)
Effect of foreign exchange rate changes on cash and cash equivalents	2,757	(1,914)
Increase in cash and cash equivalents	990	13,724

View original

Canent Mitter ที่ Canent Canent Report เลือด เล

45,133 31,409

SOURCE Copper Mountain Mining Corp.

Cash and cash equivalents - Beginning of year

# Contact

Letitia Wong, Vice President Corporate Development & Investor Relations, 604-682-2992 Email: letitia.wong@cumtn.com or Dan Gibbons, Investor Relations 604-682-2992 ext. 238 Email: Dan@CuMtn.com, Website: www.CuMtn.com

Dieser Artikel stammt von Rohstoff-Welt.de

Die URL für diesen Artikel lautet:

https://www.rohstoff-welt.de/news/319495--Copper-Mountain-Mining-Announces-Q4-and-Full-Year-2018-Financial-Results.html

Für den Inhalt des Beitrages ist allein der Autor verantwortlich bzw. die aufgeführte Quelle. Bild- oder Filmrechte liegen beim Autor/Quelle bzw. bei der vom ihm benannten Quelle. Bei Übersetzungen können Fehler nicht ausgeschlossen werden. Der vertretene Standpunkt eines Autors spiegelt generell nicht die Meinung des Webseiten-Betreibers wieder. Mittels der Veröffentlichung will dieser lediglich ein pluralistisches Meinungsbild darstellen. Direkte oder indirekte Aussagen in einem Beitrag stellen keinerlei Aufforderung zum Kauf-/Verkauf von Wertpapieren dar. Wir wehren uns gegen jede Form von Hass, Diskriminierung und Verletzung der Menschenwürde. Beachten Sie bitte auch unsere AGB/Disclaimer!

Die Reproduktion, Modifikation oder Verwendung der Inhalte ganz oder teilweise ohne schriftliche Genehmigung ist untersagt! Alle Angaben ohne Gewähr! Copyright © by Rohstoff-Welt.de -1999-2025. Es gelten unsere AGB und Datenschutzrichtlinen.

09.11.2025 Seite 13/13