GLENCORE

NEWS RELEASE
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First Quarter 2016 Production Report

Production highlights

– The proactive production cuts announced and actioned in 2015 led to period on period production reductions in copper, zinc, lead, coal and oil, reflecting our disciplined approach to supply at low points in the commodity cycle.

– Copper production from own sources of 335,000 tonnes was 4% down on Q1 2015, reflecting the suspensions / reductions in Africa, partly offset by increased production from South America.

– Zinc production from own sources of 257,100 tonnes was 28% down, reflecting the announced reductions in Australia, Peru and Kazakhstan.

– Nickel production from own sources of 27,600 tonnes was 16% up, reflecting a higher mix of own feed treated at Nikkelverk and a strong performance at Murrin Murrin.

– Coal production of 29.7 million tonnes was 5.9 million tonnes (17%) down, mainly due to loss of control of Optimum Coal from August 2015. In Colombia, some mining restrictions also contributed.

– Agricultural Products' crush volumes were up 1.2 million tonnes (89%), due to improved macro-economic conditions in Argentina and the acquisitions in 2015 of the Becancour (Canada) and Warden (USA) plants.

– Full year 2016 production guidance is unchanged, except for E&P Oil where reductions in the drilling campaign have led to a 0.3 million bbl reduction compared to previous guidance.

– Marketing EBIT guidance range for 2016 unchanged at $2.4-2.7 billion.

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Metals and Minerals

Production from own sources – Total[1]

		2016 Q1	2015 Q1	Change %
Copper	kt	335.0	350.7	(4)
Zinc	kt	257.1	356.2	(28)
Lead	kt	71.0	75.8	(6)
Nickel	kt	27.6	23.8	16
Gold[2]	koz	215	208	3
Silver[2]	koz	9,009	8,197	10
Cobalt	kt	5.8	4.4	32
Ferrochrome	kt	400	385	4
Platinum[2]	koz	35	42	(17)
Palladium[2]	koz	47	55	(15)
Rhodium[2]	koz	4	5	(20)
Vanadium Pentoxide	mlb	5.6	5.3	6

Production from own sources – Copper assets[1]

			2016 Q1	2015 Q1	Change %
African Copper (Katanga, Mutanda, Mopani)					
	Copper metal[3]	kt	65.4	110.7	(41)
	Cobalt[4]	kt	4.9	3.5	40
Collahuasi[5]					
	Copper metal	kt	0.8	2.9	(72)
	Copper in concentrates	kt	50.3	43.1	17
	Silver in concentrates	koz	774	534	45
Antamina[6]					
	Copper in concentrates	kt	36.8	27.8	32
	Zinc in concentrates	kt	14.1	16.2	(13)
	Silver in concentrates	koz	1,945	969	101
Other South America (Alumbrera, Lomas Bayas, Antapaccay, Punitaqui)					
	Copper metal	kt	18.4	17.2	7
	Copper in concentrates	kt	70.0	51.7	35
	Gold in concentrates and in doré	koz	88	56	57
	Silver in concentrates and in doré	koz	519	365	42
Australia (Mount Isa, Ernest Henry, Townsville, Cobar)					
	Copper metal	kt	41.0	51.3	(20)
	Copper in concentrates	kt	11.9	12.8	(7)
	Gold	koz	17	21	(19)
	Silver	koz	295	374	(21)
Total Copper department					
	Copper	**kt**	**294.6**	**317.5**	**(7)**
	Cobalt	**kt**	**4.9**	**3.5**	**40**
	Zinc	**kt**	**14.1**	**16.2**	**(13)**
	Gold	**koz**	**105**	**77**	**36**
	Silver	**koz**	**3,533**	**2,242**	**58**

Metals and Minerals

Production from own sources – Zinc assets[1]

			2016 Q1	2015 Q1	Change %
Kazzinc					
	Zinc metal	kt	42.9	46.2	(7)
	Lead metal	kt	12.2	4.9	149
	Copper metal	kt	12.7	11.2	13
	Gold	koz	101	122	(17)
	Silver	koz	886	755	17
Australia (Mount Isa, McArthur River)					
	Zinc in concentrates	kt	124.0	193.0	(36)
	Lead in concentrates	kt	47.0	53.7	(12)
	Silver in concentrates	koz	2,155	2,207	(2)
North America (Matagami, Kidd)					
	Zinc in concentrates	kt	27.0	28.0	(4)
	Copper in concentrates	kt	13.2	10.0	32
	Silver in concentrates	koz	359	619	(42)
Other Zinc (Aguilar/AR Zinc, Los Quenuales, Sinchi Wayra, Rosh Pinah, Perkoa)					
	Zinc metal	kt	-	3.4	(100)
	Zinc in concentrates	kt	49.1	69.4	(29)
	Lead metal	kt	2.8	2.4	17
	Lead in concentrates	kt	9.0	14.8	(39)
	Copper in concentrates	kt	0.4	0.5	(20)
	Silver metal	koz	120	123	(2)
	Silver in concentrates	koz	1,746	2,105	(17)
Total Zinc department					
	Zinc	**kt**	**243.0**	**340.0**	**(29)**
	Lead	**kt**	**71.0**	**75.8**	**(6)**
	Copper	**kt**	**26.3**	**21.7**	**21**
	Gold	**koz**	**101**	**122**	**(17)**
	Silver	**koz**	**5,266**	**5,809**	**(9)**

Metals and Minerals

Production from own sources – Nickel assets[1]

			2016 Q1	2015 Q1	Change %
Integrated Nickel Operations ("INO") (Sudbury, Raglan, Nikkelverk)					
	Nickel metal	kt	15.7	13.5	16
	Nickel in concentrates	kt	0.2	0.2	-
	Copper metal	kt	4.8	4.1	17
	Copper in concentrates	kt	9.3	7.4	26
	Cobalt metal	kt	0.2	0.2	-
	Gold[2]	koz	9	8	13
	Silver[2]	koz	210	146	44
	Platinum[2]	koz	20	22	(9)
	Palladium[2]	koz	38	44	(14)
	Rhodium[2]	koz	1	2	(50)
Murrin Murrin					
	Nickel metal	kt	9.3	7.9	18
	Cobalt metal	kt	0.7	0.7	-
Koniambo	Nickel in ferronickel	kt	2.4	2.2	9
Total Nickel department					
	Nickel	**kt**	**27.6**	**23.8**	**16**
	Copper	**kt**	**14.1**	**11.5**	**23**
	Cobalt	**kt**	**0.9**	**0.9**	**-**
	Gold	**koz**	**9**	**8**	**13**
	Silver	**koz**	**210**	**146**	**44**
	Platinum	**koz**	**20**	**22**	**(9)**
	Palladium	**koz**	**38**	**44**	**(14)**
	Rhodium	**koz**	**1**	**2**	**(50)**

Production from own sources – Ferroalloys assets[1]

			2016 Q1	2015 Q1	Change %
Ferrochrome[7]		kt	400	385	4
PGM[8]	Platinum	koz	15	20	(25)
	Palladium	koz	9	11	(18)
	Rhodium	koz	3	3	-
	Gold	koz	-	1	(100)
	4E	**koz**	**27**	**35**	**(23)**
Vanadium Pentoxide		mlb	5.6	5.3	6

Metals and Minerals

Total production – Custom metallurgical assets[1]

			2016 Q1	2015 Q1	Change %
Copper (Altonorte, Pasar, Horne, CCR)					
	Copper metal	kt	113.9	115.7	(2)
	Copper anode	kt	136.1	125.1	9
Zinc (Portovesme, San Juan de Nieva, Nordenham, Northfleet)					
	Zinc metal	kt	197.6	194.3	2
	Lead metal	Kt	55.5	50.0	11
	Silver	koz	3,058	2,597	18
Ferroalloys					
	Ferromanganese	kt	45	35	29
	Silicon Manganese	kt	19	28	(32)

1 Controlled industrial assets and joint ventures only. Production is on a 100% basis, except as stated.
2 INO produces gold, silver and PGM, incidental to its main products of nickel and copper, which were previously excluded from Glencore production reports. Details have now been included to provide a better understanding of the business and historical periods have been updated accordingly.
3 Copper metal includes copper contained in copper concentrates and blister.
4 Cobalt contained in concentrates and hydroxides.
5 The Group's pro-rata share of Collahuasi production (44%).
6 The Group's pro-rata share of Antamina production (33.75%).
7 The Group's attributable 79.5% share of the Glencore-Merafe Chrome Venture.
8 Consolidated 50% of Mototolo and 100% of Eland.

Selected average commodity prices

	2016 Q1	2015 Q1	Change %
S&P GSCI Industrial Metals Index	253	313	(19)
LME (cash) copper price ($/t)	4,678	5,837	(20)
LME (cash) zinc price ($/t)	1,680	2,079	(19)
LME (cash) lead price ($/t)	1,740	1,810	(4)
LME (cash) nickel price ($/t)	8,508	14,380	(41)
Gold price ($/oz)	1,182	1,219	(3)
Silver price ($/oz)		17	(12)
Metal Bulletin cobalt price 99.3% ($/lb)		14	(21)
Metal Bulletin ferrochrome 6-8% C basis 60% Cr, max 1.5% Si (¢/lb)		101	(20)
Platinum price ($/oz)		1,194	(23)
Iron ore (Platts 62% CFR North China) price ($/DMT)		62	(21)

Metals and Minerals

OPERATING HIGHLIGHTS

Copper assets

Own-sourced copper production was 335,000 tonnes, a 15,700 tonne (4%) reduction on the comparable period, reflecting the suspensions / reductions in Africa, partly offset by increased production from South America.

African copper

Mutanda produced 54,700 tonnes of copper during Q1, a 3,100 tonne (6%) increase over the comparable period. Cobalt production of 4,900 tonnes, an 88% increase, reflected the installation of new cobalt driers.

In line with the announcement made on 7 September 2015, production remains suspended at Katanga, while Mopani continues to be partially suspended. Mopani's own-sourced copper production was 10,700 tonnes, an 11,300 tonne (51%) reduction on the comparable period and 2,100 tonnes (16%) lower than Q4 2015.

Collahuasi

Glencore's share of copper production of 51,100 tonnes was 5,100 tonnes (11%) higher than the comparable period, when a planned maintenance shutdown was completed. Following a review of the leaching operations, as previously announced, the SX/EW plant was placed on care and maintenance in Q4 2015. Copper metal production in 2016 reflects the remaining material being extracted from the plant.

Antamina

Glencore's share of copper production of 36,800 tonnes was 9,000 tonnes (32%) higher than the comparable period and zinc production of 14,100 tonnes was 2,100 tonnes (13%) lower, reflecting the expected variation in grades mined and higher recoveries for both copper and zinc.

Other South America

Copper production of 88,400 tonnes was 19,500 tonnes (28%) higher than the comparable period, mainly due to restart of the Tintaya concentrator in May 2015 at Antapaccay and higher grades mined at Alumbrera. Gold production of 87,000 ounces was 31,000 ounces (55%) higher principally from higher gold grades at Alumbrera.

Australia

Following a third party train derailment between Mount Isa Mines and the Townsville refinery in December 2015, supplies of own-sourced material were restricted during January 2016 (since resolved). The resulting own-sourced production of 52,900 tonnes was 11,200 tonnes (17%) lower than the comparable period. Total production, including third party feed, was at a similar level to the comparable period.

Custom metallurgical assets

At our custom metallurgical assets, cathode production was 113,900 tonnes, 1,800 tonnes (2%) below the comparable period, mainly due to ongoing post-expansion ramp-up impacts at Pasar. Anode production was 136,100 tonnes, 11,000 tonnes (9%) above the comparable period as a result of improved throughput at the Horne smelter.

Zinc assets

Own-sourced zinc production was 257,100 tonnes, 99,100 tonnes (28%) lower than the comparable period, due to the reductions in Australia, Peru and Kazakhstan as announced on 9 October 2015. Lead production from own sources was 71,000 tonnes, a 4,800 tonne (6%) reduction on the comparable period.

Kazzinc

Own-sourced zinc production of 42,900 tonnes, was 3,300 tonnes (7%) lower than the comparable period, reflecting the previously announced reduction to production volumes. Including third party material, zinc metal production of 76,000 tonnes was in line with the comparable period, reflecting strong and consistent plant operations.

Own-sourced lead production of 12,200 tonnes was 7,300 tonnes (149%) higher than the comparable period, reflecting lower volumes in Q1 2015 due to maintenance activities and the positive impact of the inclusion of the Zhairem material, which is now being processed at Kazzinc.

Own-sourced copper production of 12,700 tonnes was 1,500 tonnes (13%) higher than the comparable period, due to planned maintenance activities in Q1 2015.

Own-sourced gold production of 101,000 oz was 21,000 oz (17%) lower than the comparable period, reflecting a temporary stoppage of the gold refinery for a periodic stock count.

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Australia

Zinc production of 124,000 tonnes was 69,000 tonnes (36%) lower than the comparable period following the ramping down to lower production levels in line with the 9 October 2015 announcement. Similarly, lead production at 47,000 tonnes was 6,700 tonnes (12%) lower than the comparable period.

North America

Zinc production of 27,000 tonnes was 1,000 tonnes (4%) lower than the comparable period. This reflects lower zinc grades at Kidd mine, partly offset by higher zinc production at Matagami, due to improved head grades.

Copper production of 13,200 tonnes was 3,200 tonnes (32%) higher than the comparable period, reflecting the higher copper grades mined at both Kidd and Matagami.

Other Zinc

Zinc production of 49,100 tonnes was 23,700 tonnes (33%) lower than the comparable period, mainly relating to the previously announced suspension of the Iscaycruz mine (Los Quenuales) in Peru. Lead production of 11,800 tonnes was 5,400 tonnes (31%) lower than the comparable period, mainly due to lower head grade at Aguilar in Argentina.

The AR Zinc smelter in Argentina closed in early December 2015. The Aguilar mine which formerly fed the smelter continues to operate, with its production sold as concentrates.

European custom metallurgical assets

European zinc metal production of 197,600 tonnes was in line with the comparable period, while lead metal production of 55,500 tonnes was 5,500 tonnes (11%) higher than the comparable period, reflecting a strong performance at Northfleet in the UK.

Nickel assets

Own-sourced nickel production was 27,600 tonnes, 3,800 tonnes (16%) higher than the comparable period, reflecting a higher mix of own feed treated at Nikkelverk and a strong performance at Murrin Murrin. Own-source copper production of 14,100 tonnes was 2,600 tonnes (23%) higher than the comparable period, due to higher copper grades in Sudbury.

Integrated Nickel Operations (“INO”)

Own-sourced nickel production of 15,900 tonnes was 2,200 tonnes (16%) higher than the comparable period, mainly due to increased processing of Raglan material, compared to a higher proportion of third party material. Total production of 23,500 tonnes, including third party feed, was in line with the comparable period.

Own-sourced copper production of 14,100 tonnes was 2,600 tonnes (23%) higher than the comparable period, mainly relating to higher copper grades at Nickel Rim South in Sudbury. Copper production, including third party material, was 18,300 tonnes, in line with the comparable period.

Murrin Murrin

Own-sourced nickel production of 9,300 tonnes was 1,400 tonnes (18%) higher than the comparable period, reflecting improved plant operations.

Koniambo

Koniambo produced 2,400 tonnes of nickel-in-ferronickel over the period. DC furnace 1 has been operating since January. DC furnace 2 has now been decommissioned and there are no immediate plans to rebuild or restart DC furnace 2.

Ferroalloys assets

Ferrochrome

Glencore’s attributable share of ferrochrome production was 400,000 tonnes, 15,000 tonnes (4%) higher than in the comparable period, reflecting the full ramp up of Lion 2.

Platinum Group Metals (“PGM”)

4E production of 27,000 ounces was 8,000 ounces (23%) lower than in the comparable period, following Eland being placed on care and maintenance in October 2015. Mototolo’s standalone production in the comparable period was 25,000 ounces.