



CAP S.A.

2022 SECOND QUARTER RESULTS PRESENTATION

10 August 2022



This information material may include certain forward-looking statements and projections provided by CAP S.A. (the “Company”) with respect to the financial condition, results of operations, cash flows, plans, objectives, future performance, and business of the Company. Any such statements and projections reflect various estimates and assumptions by the Company concerning anticipated results and are based on the Company’s expectations and beliefs concerning future events and, therefore, involve risks and uncertainties. Such statements and projections are neither predictions nor guarantees of future events or circumstances, which may never occur, and actual results may differ materially from those contemplated (expressed or implied) by such forward-looking statements and projections. No representations or warranties are made by the Company or any of its affiliates as to the accuracy of any such statements or projections. Whether or not any such forward looking-statements or projections are in fact achieved will depend upon future events, some of which are not within the control of the Company. Accordingly, the recipient of this material should not place undue reliance on such statements. Any such statements and projections speak only as of the date on which they are made, and the Company does not undertake any obligation, and expressly disclaims any obligation, to update or revise any such statements or projections as a result of new information, future events, or otherwise.



Agenda

- 1** Highlights 2Q22
- 2** Market background
- 3** Consolidated financial results 2Q22
- 4** Segments results 2Q22
- 5** ESG Initiatives
- 6** Potential projects



Agenda

- 1** Highlights 2Q22
- 2** Market background
- 3** Consolidated financial results 2Q22
- 4** Segments results 2Q22
- 5** ESG Initiatives
- 6** Potential projects

1. Highlights 2Q22



CMP again recognized as the best payer to SMEs in 1Q22

Maintaining its good relationship with local suppliers, CMP was recognized as the company with the best payment behavior to small and medium-sized companies in the mining industry and across all industries at a national level

CORFO and CAP sign cofinancing agreement for Green Hydrogen project

The "H2V CAP" project is one of the 6 projects selected by CORFO to co-finance the generation of Green Hydrogen in the country, providing a total of US\$ 3.6 million



CMP CEO recognized for commitment to inclusion and women's leadership

Fundación Hay Mujeres recognized Francisco Carvajal, CEO of CMP, among 15 men for their commitment to actions that promote women's participation in decision-making and public debate



CMP is awarded as best safety management mining company

The award was granted by the Regional Mining Safety Committee in the category "Best Safety Management of the Year 2021", recognizing the commitment to the development of a safe, sustainable and inclusive mining industry



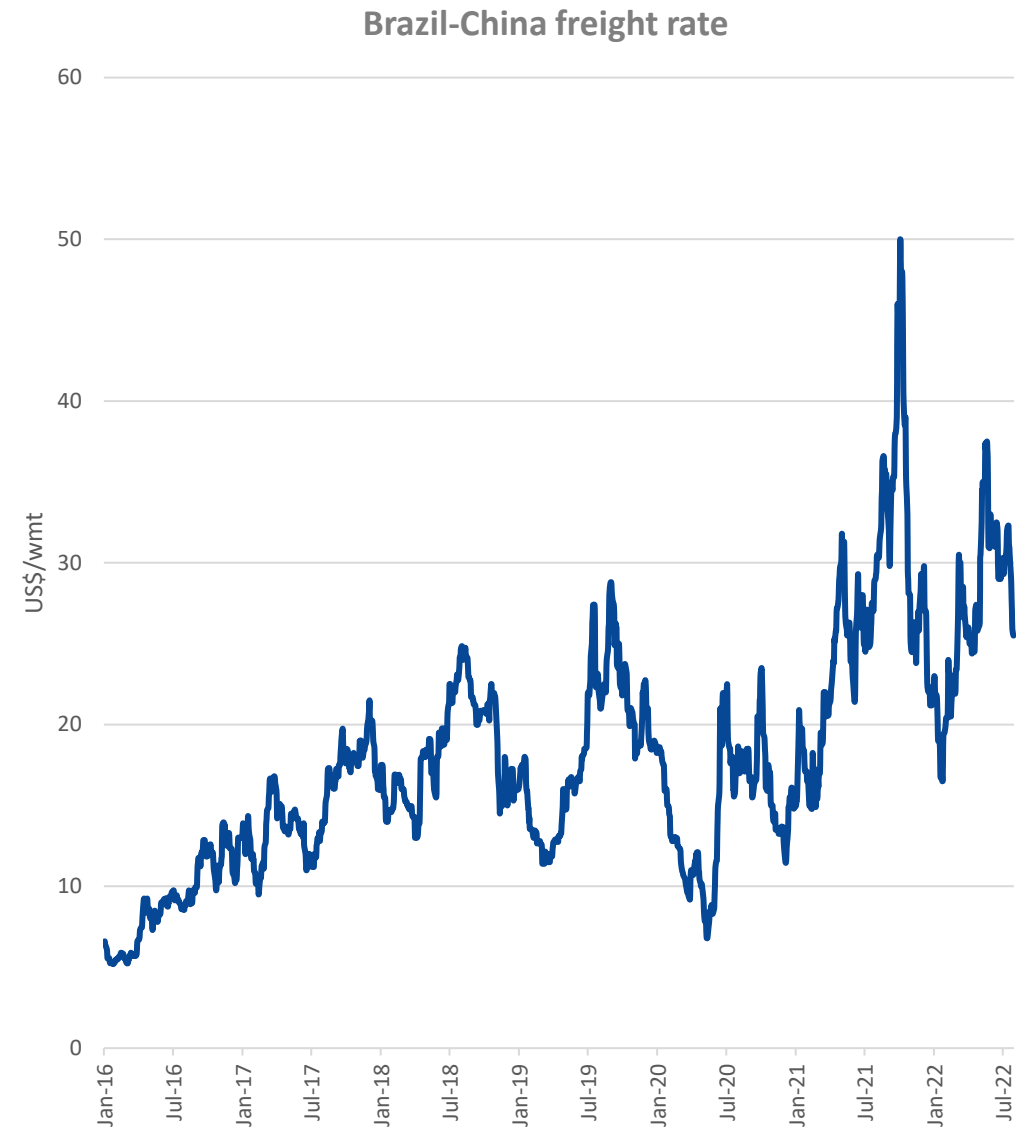
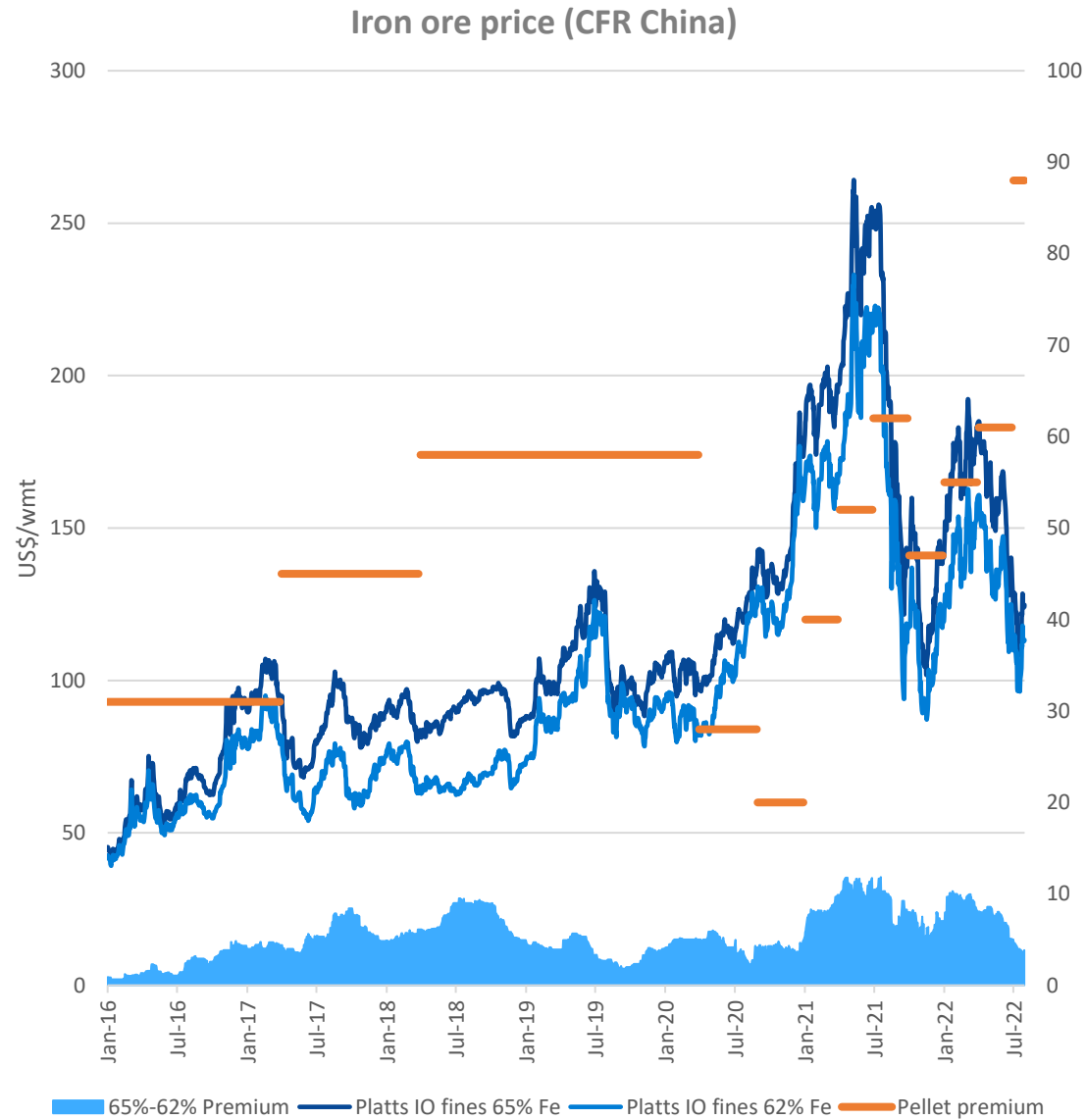
2.



- 1 Highlights 2Q22
- 2 Market background**
- 3 Consolidated financial results 2Q22
- 4 Segments results 2Q22
- 5 ESG Initiatives
- 6 Potential projects

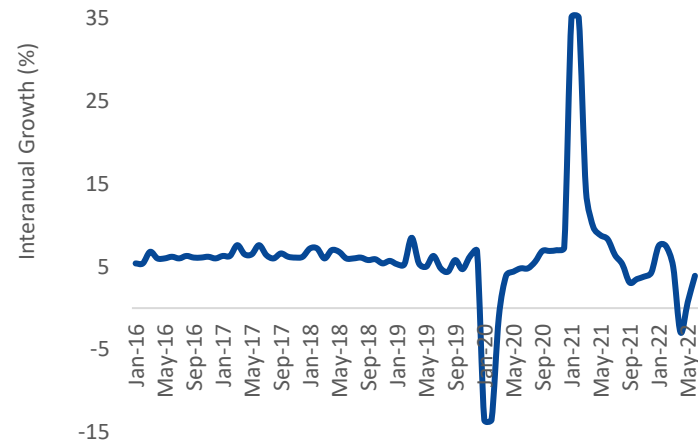


Iron ore market



China context

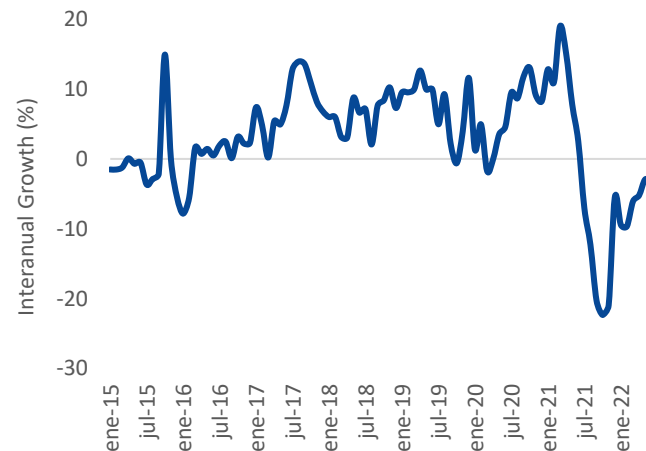
China's Industrial Production



China Manufacturing PMI



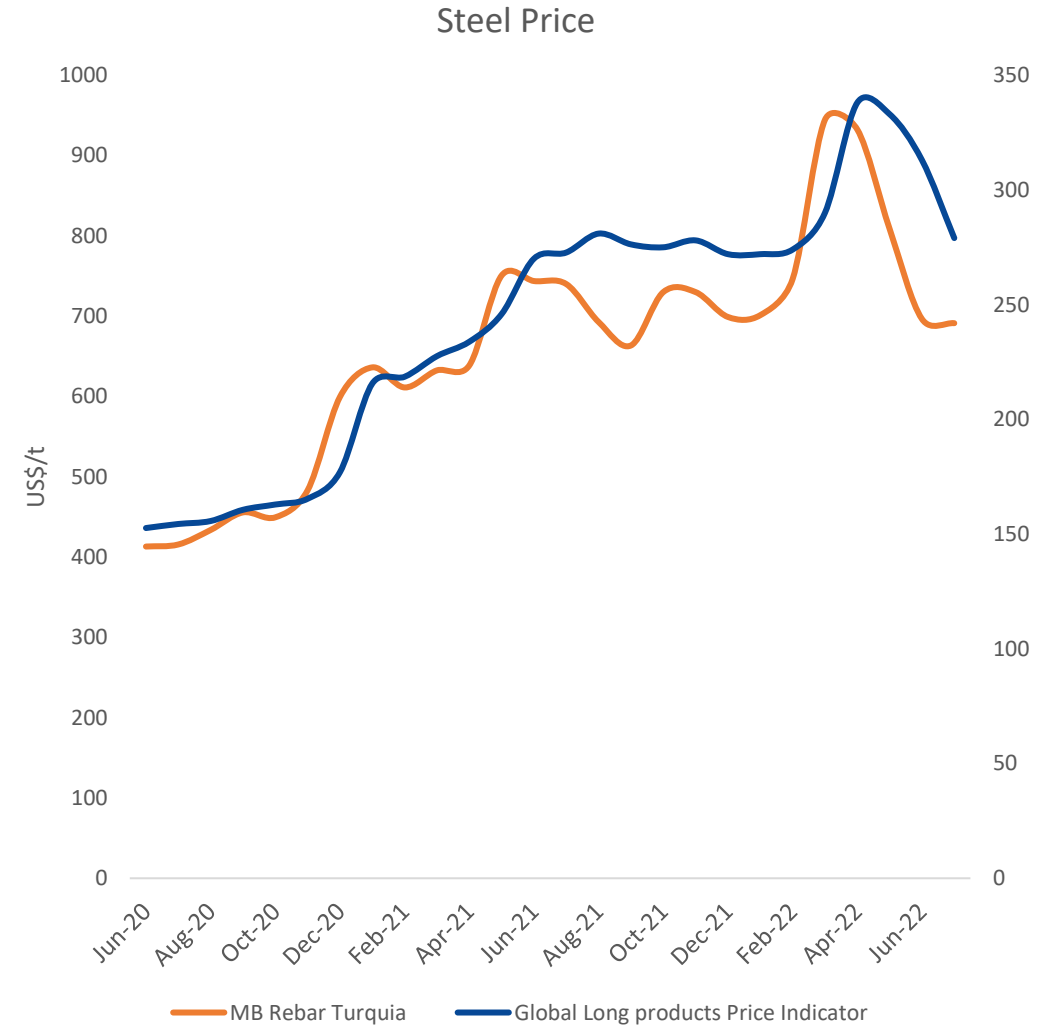
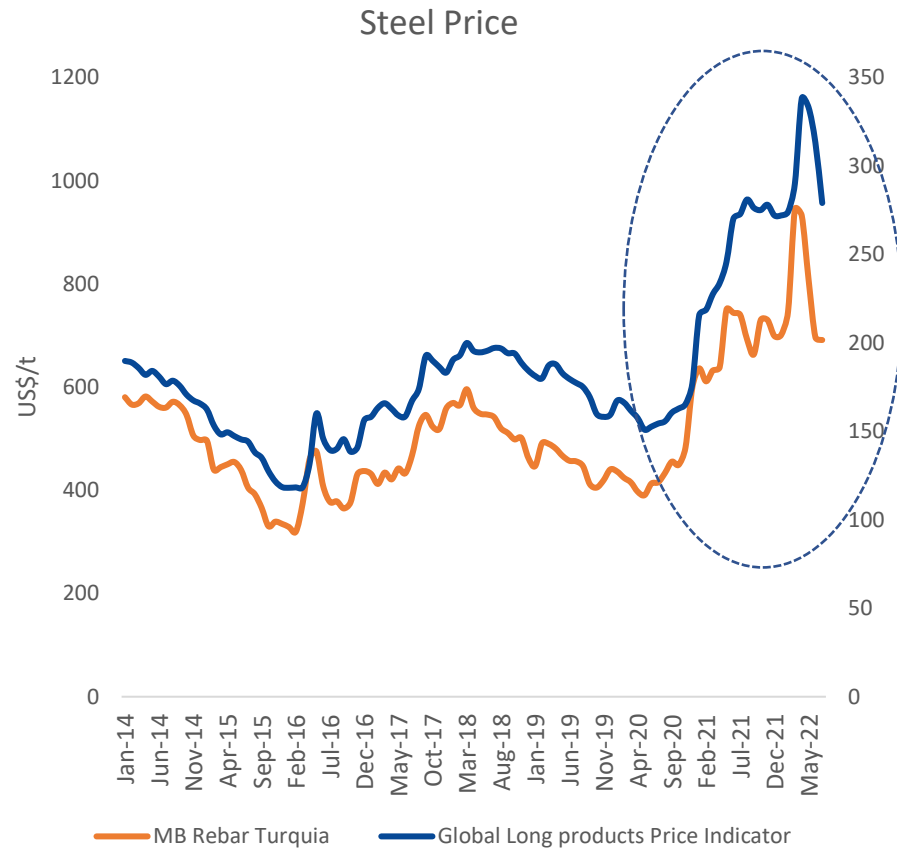
China Industrial Output - Crude Steel



China Construction Market



Steel Market



3.

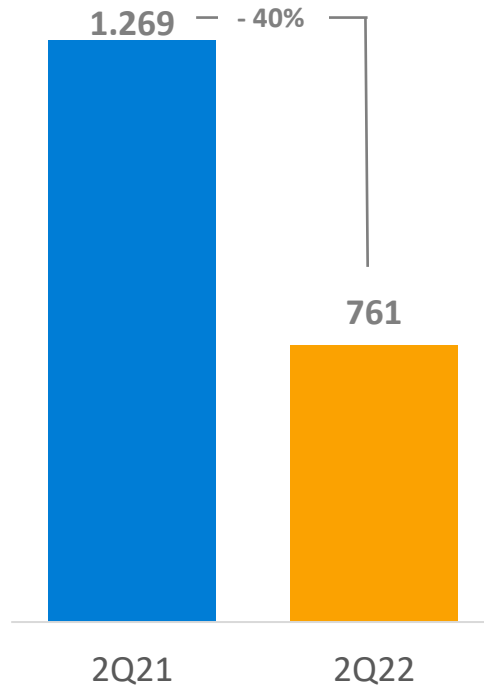


- 1 Highlights 2Q22
- 2 Market background
- 3 Consolidated financial results 2Q22**
- 4 Segments results 2Q22
- 5 ESG Initiatives
- 6 Potential projects

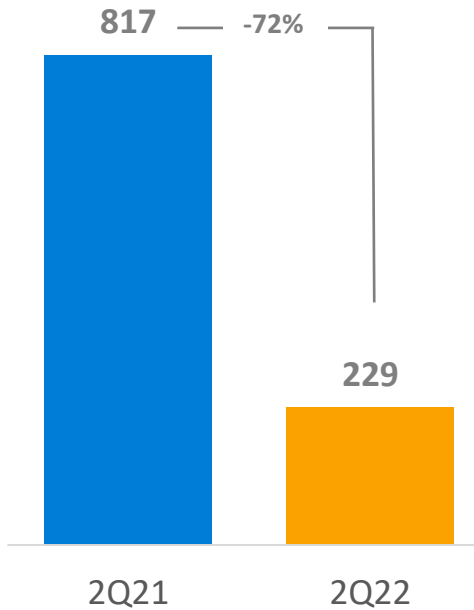


Main consolidated financial figures 2Q22

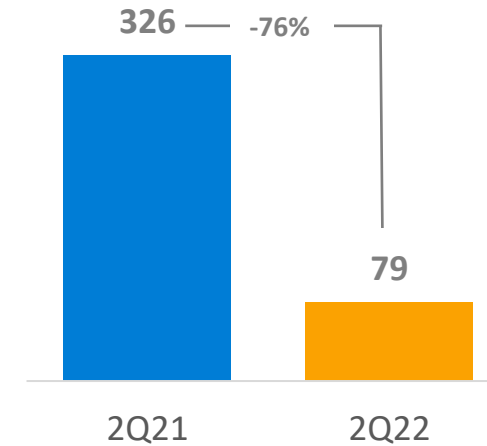
Revenues (US\$ million)



EBITDA (US\$ million)



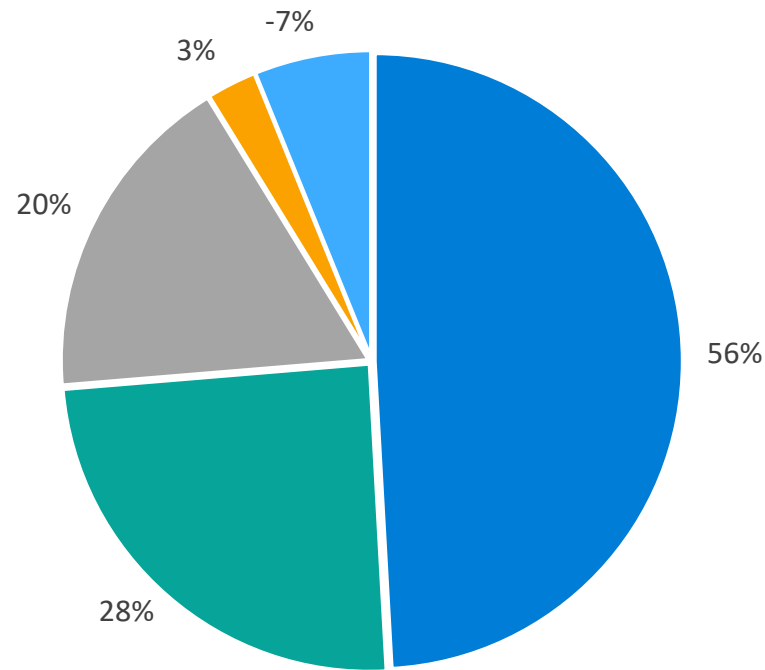
Net income (US\$ million)



Despite high iron ore prices, lower revenues, EBITDA and net income than in 2021, due to a high basis of comparison (historical results) and a decrease in iron ore and steel shipments

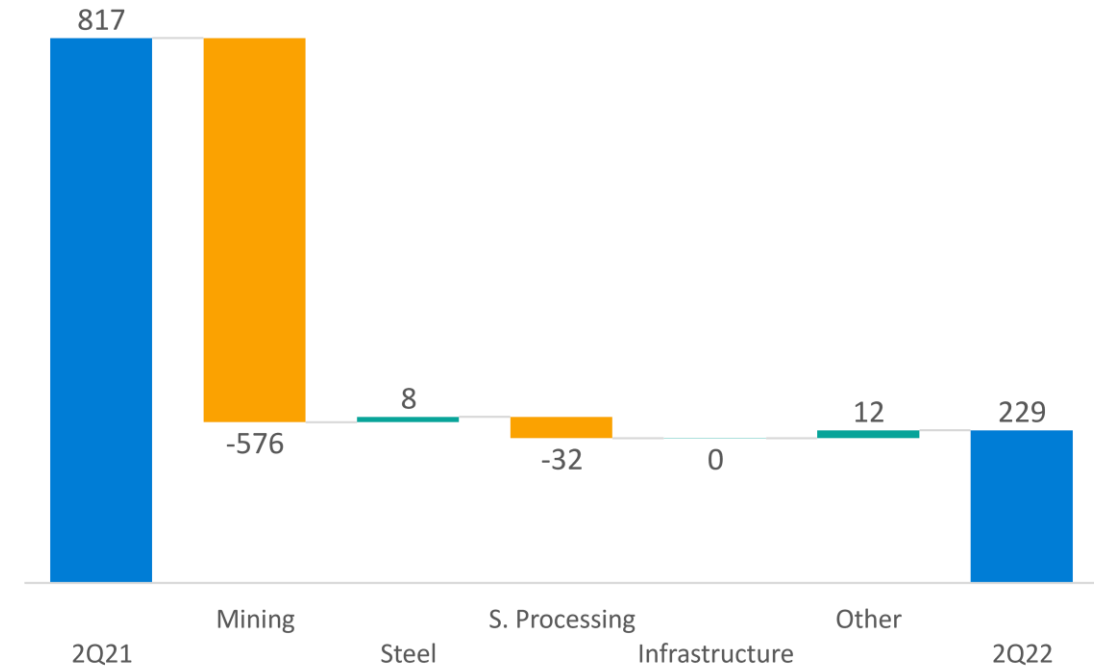
Contribution by segment to 2Q22 (US\$ million)

Contribution to 2Q22 Revenues



■ Mining ■ Steel ■ SPG
■ Infrastructure ■ Intercompanies

EBITDA differential 2Q22 vs 2Q21 (US\$ million)

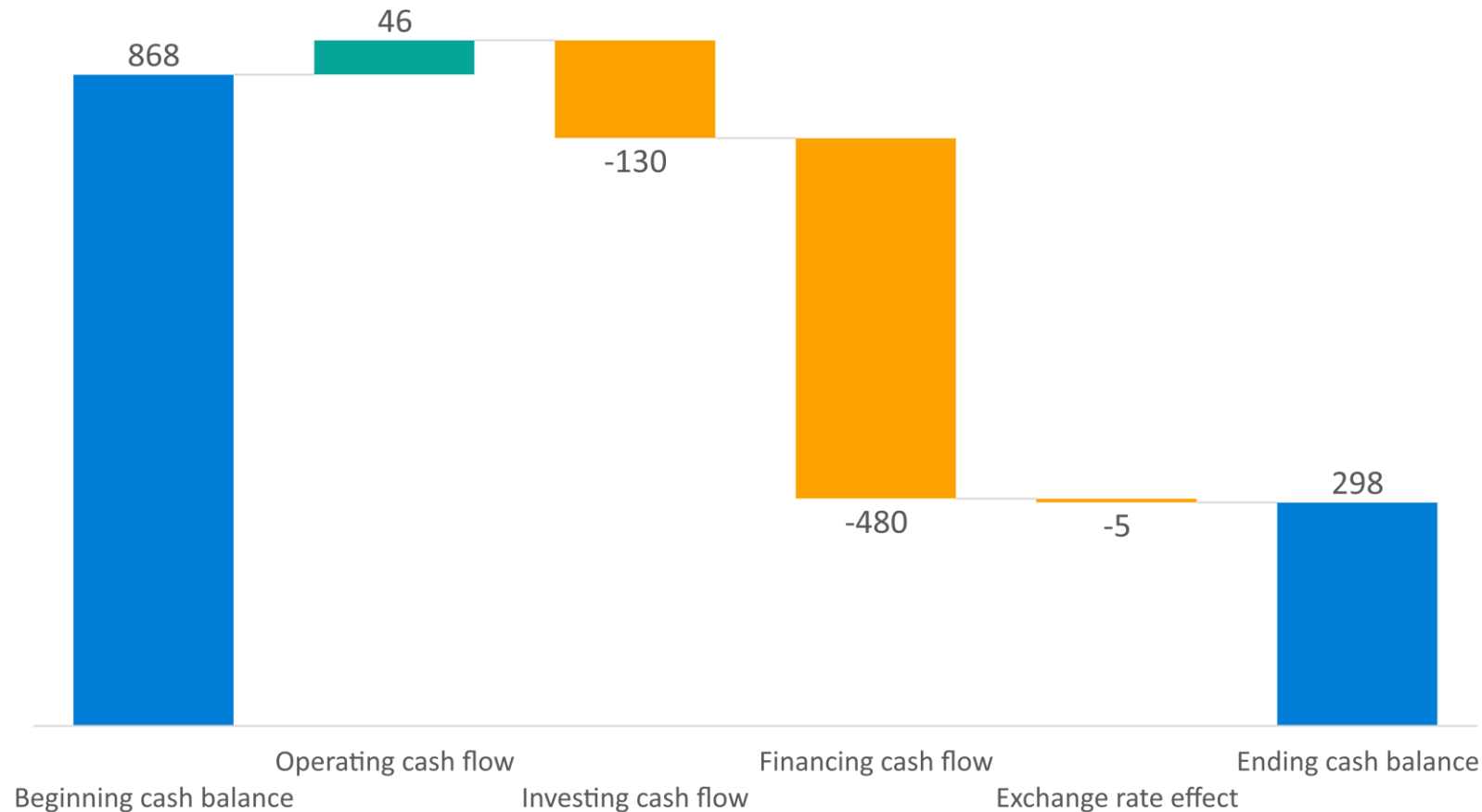


- Mining: 51% lower prices, 20% higher costs and 13% lower volumes
- Steel: 38% higher prices and 8% lower volumes
- Steel processing: 9% higher prices for steel products and 17% lower volumes

CAP Group cash flow generation (US\$ million)



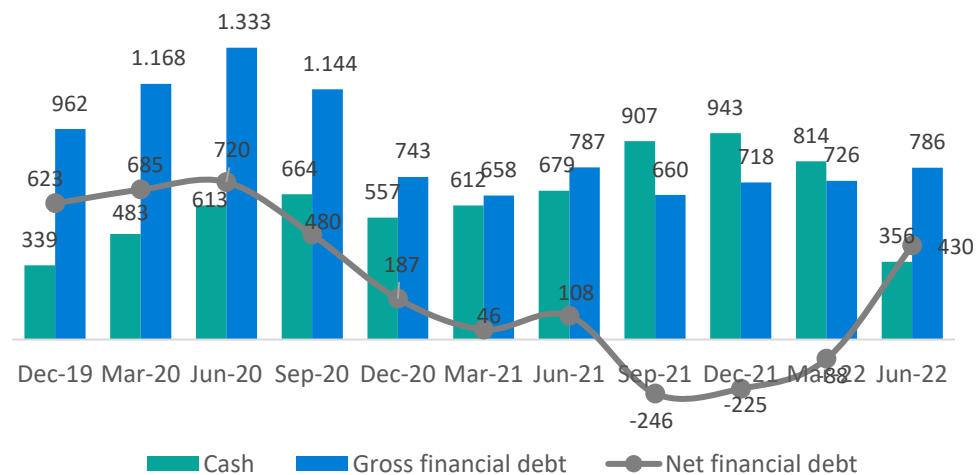
Cash Flow Dec21 - Jun22



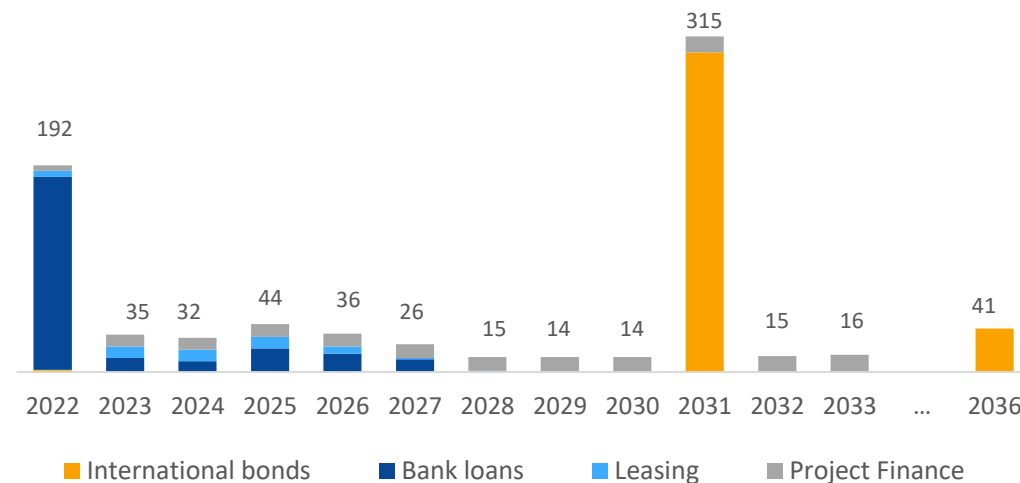
- Positive operating cash flow partially offset by tax payments for US\$ 360 million
- Negative cash flow from financing due to the payment of US\$470 million in dividends in April 2022

Strong balance sheet

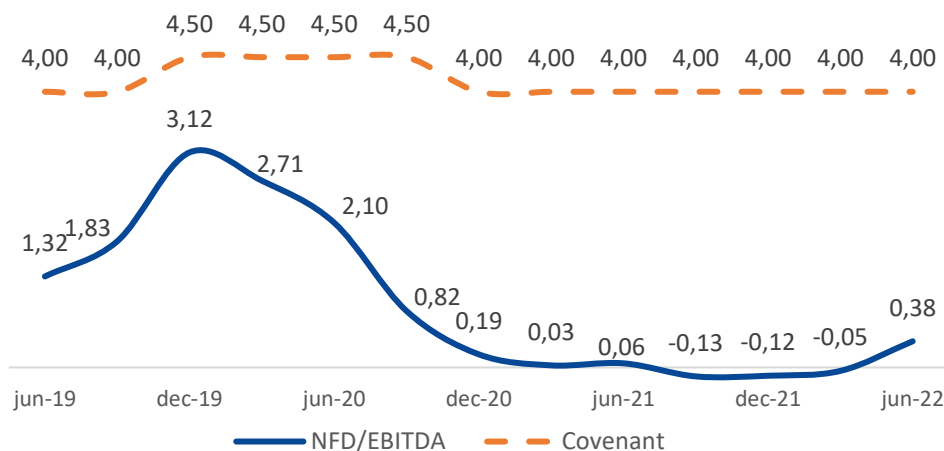
Evolution of net financial debt (US\$ million)



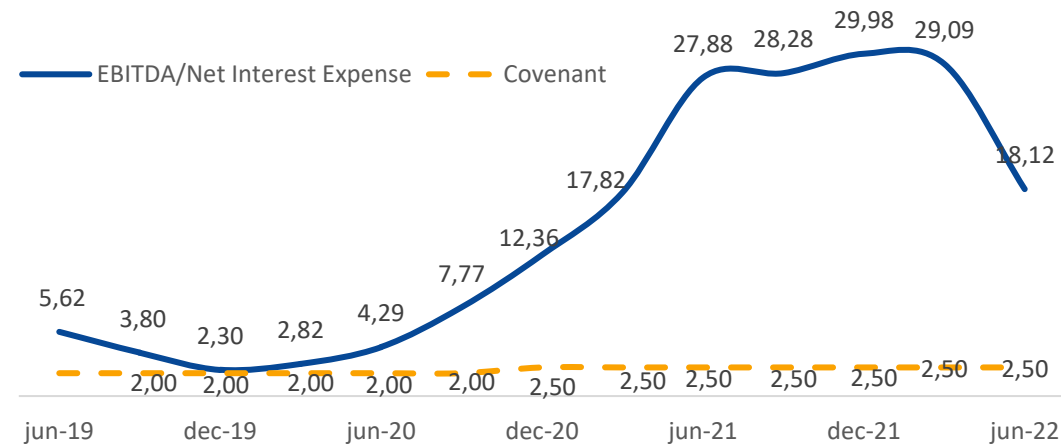
Financial debt maturity profile(US\$ millions)



Net Financial Debt to EBITDA ratio (times)



EBITDA to Net Interest Expense ratio (times)



4.



- 1 Highlights 2Q22
- 2 Market background
- 3 Consolidated financial results 2Q22
- 4 Segments results 2Q22**
- 5 ESG Initiatives
- 6 Potential projects



Mining

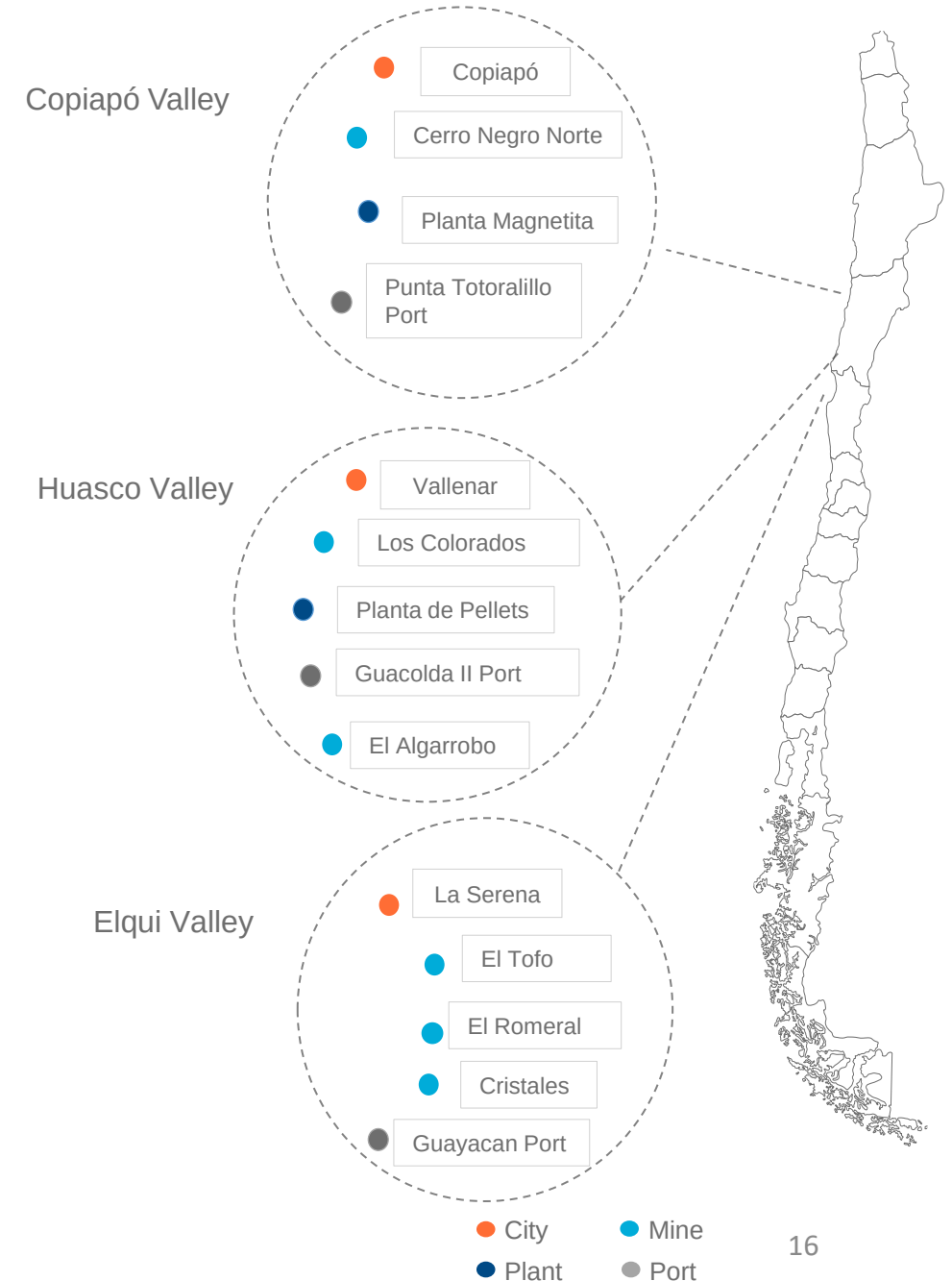
Compañía Minera del Pacífico is the leader iron and pellets producer on the American Pacific Coast, operating in Atacama and Coquimbo regions, developing products with high iron ore content:

- Pellet Feed 66% to 69% Fe content.
- Pellets 65% to 67% Fe content.
- Sinter Feed 62% to 64% Fe content.
- Lumps 60% to 64% Fe content

4th largest producer of high grade iron ore in the world with 5% of world's output

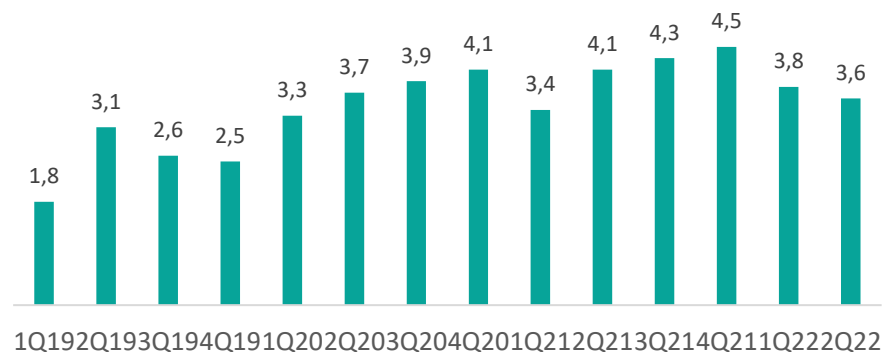
	2Q22	2Q21
Revenues	US\$423 million ↓ 57%	US\$988 million
EBITDA	US\$187 million ↓ 76%	US\$763 million
Net Income	US\$94 million ↓ 78%	US\$428 million

- 13% lower shipments, from 4.6 million tons in 2Q21 to 4.0 million tons in 2Q22.
- 51% decrease in realized prices, from US\$215 per ton in 2Q21 to US\$105 per ton in 2Q22.
- 13% decrease in production from 4.1 million tons in 2Q21 to 3.6 million tons in 2Q22.

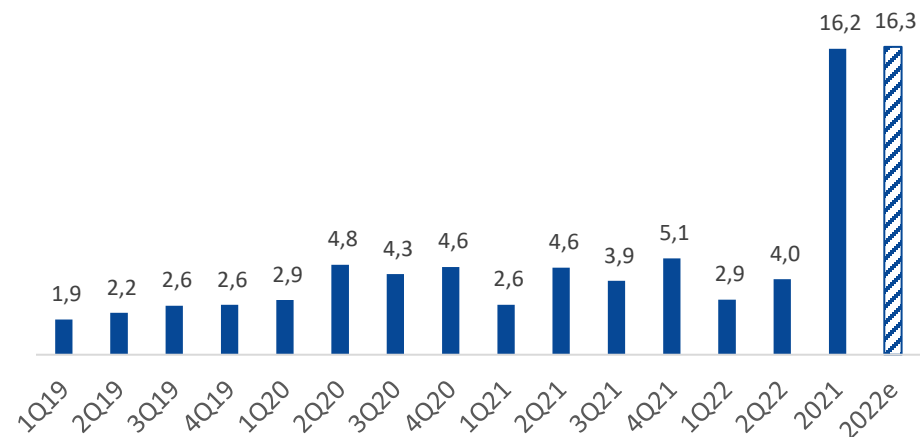


Iron ore volumes and product mix

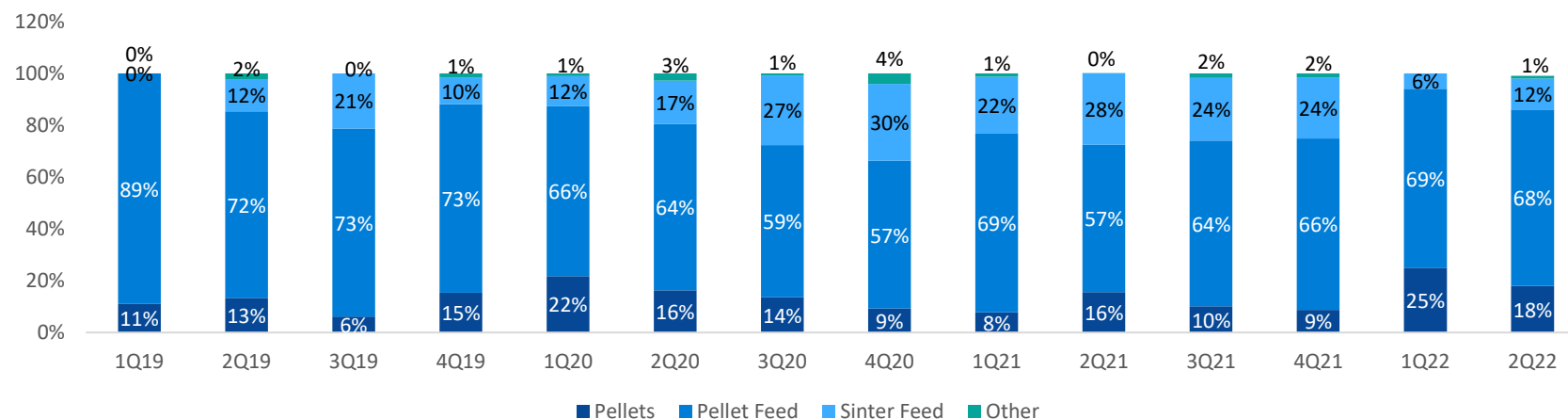
Production (million ton)



Shipments (million ton)



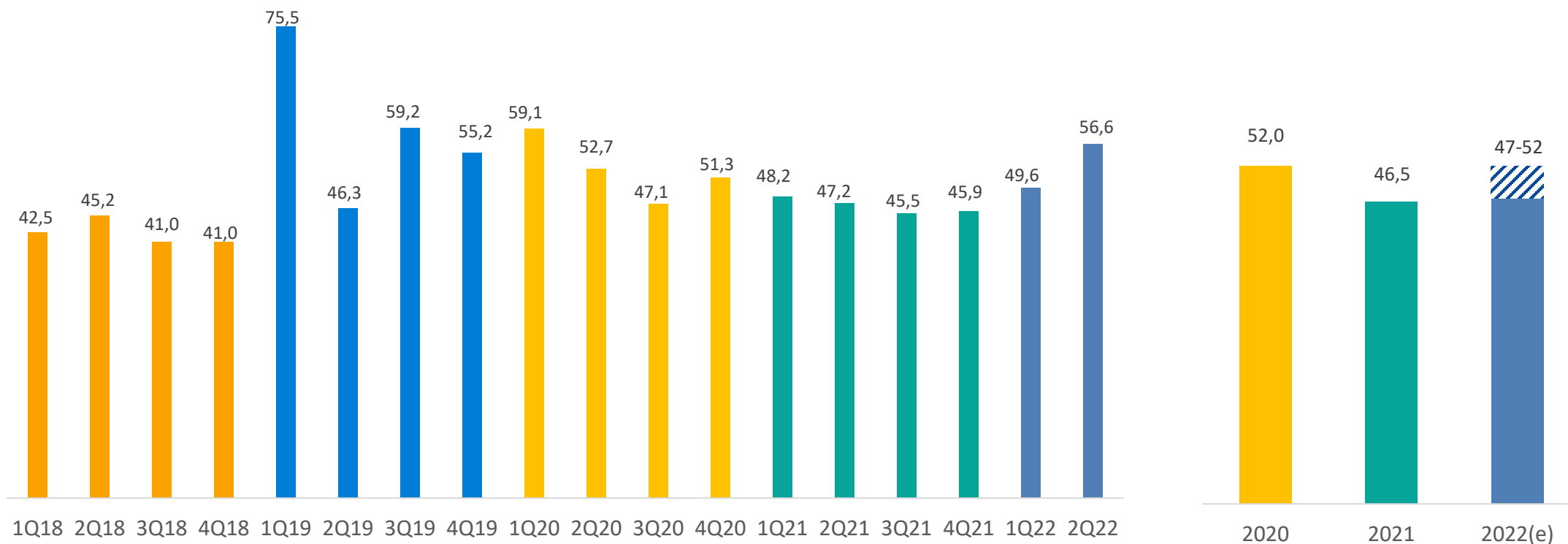
Product Mix



CMP cash cost* evolution (US/t (FOB))

CMP's cash cost under inflationary pressures that have especially affected the price of key inputs and labor and services costs. We have revised our guidance for this year to a range of US\$ 47 -52 / ton

Cash Cost



* The cash cost shown in the chart above is calculated as cost of sales without depreciation and amortization, based on tons shipped

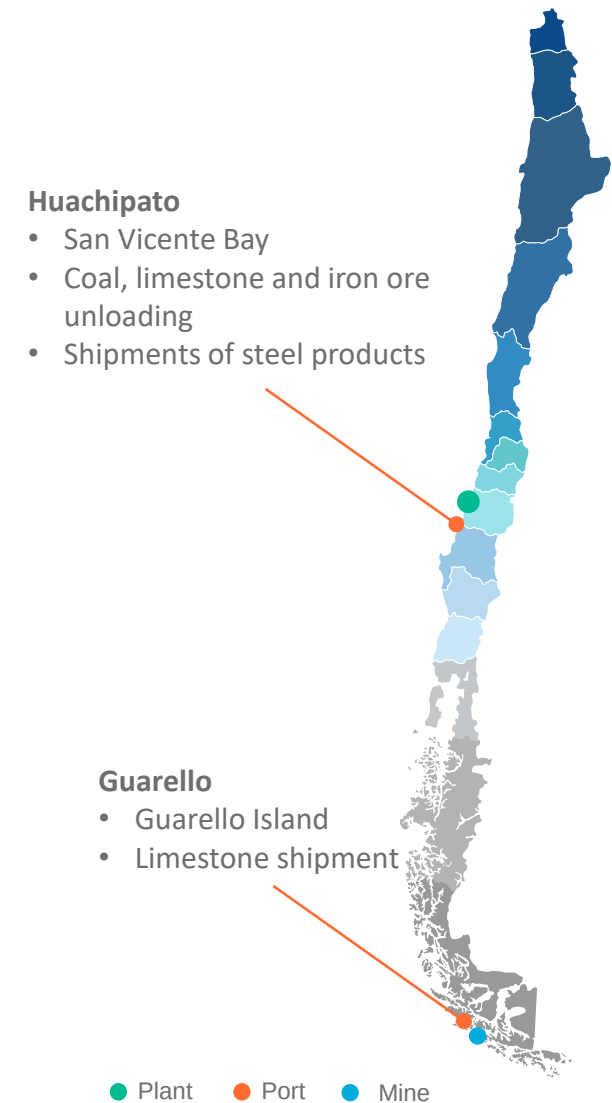
Steel Production

Compañía Siderúrgica Huachipato is the leading mining steel producer in Latin America

- ❖ We sell app. 70% of the conventional grinding media consumed in the mining industry in Chile and Peru
- ❖ Manufactures long steel products:
 - Bars for mineral grinding media
 - Reinforcing bars for construction
 - Wire rod
 - Special steels
- ❖ We develop special steels to reduce steel consumption in the processes
 - High-strength steels for construction reduce up to 30% the consumption of this material in infrastructure projects, also reducing their carbon footprint

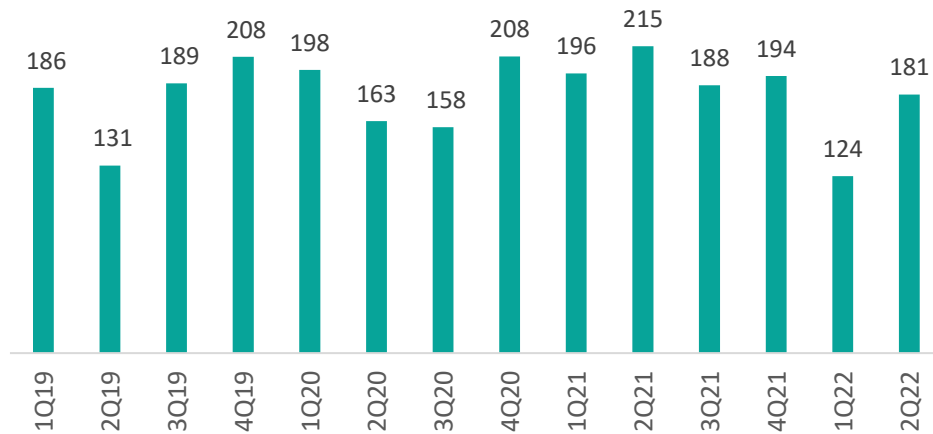
	2Q22	2Q21
Revenue	US\$216 million ↑ 21%	US\$178 million
EBITDA	US\$ 20million ↑ 74%	US\$11 million
Net income	US\$5million ↑ 5 million	US\$0 million

- Dispatches decreased 8%, from 195 thousand metric tons in 2Q21 to 180 thousand metric tons in 2Q22.
- 38% increase in realized prices, from US\$842 per ton in 2Q21 to US\$1,159 per ton in 2Q22.

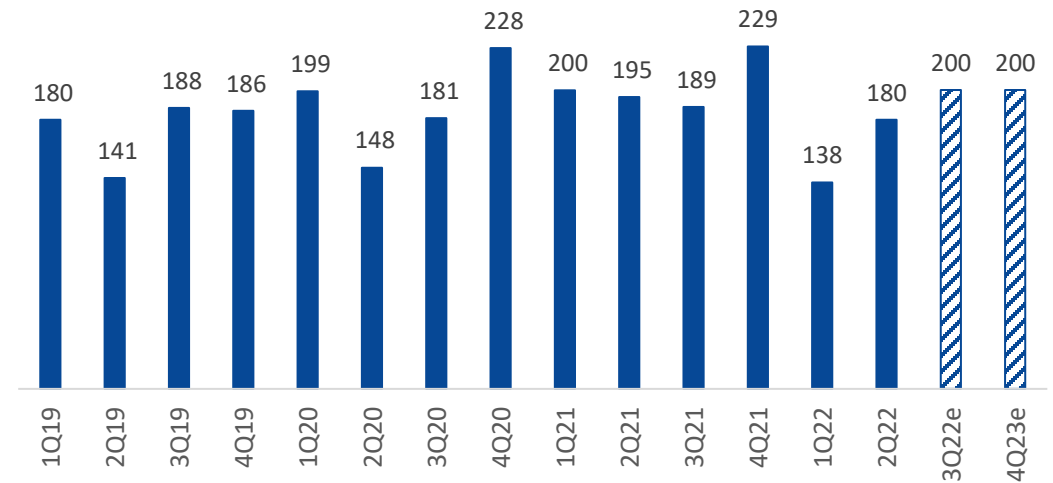


Steel volumes and product mix

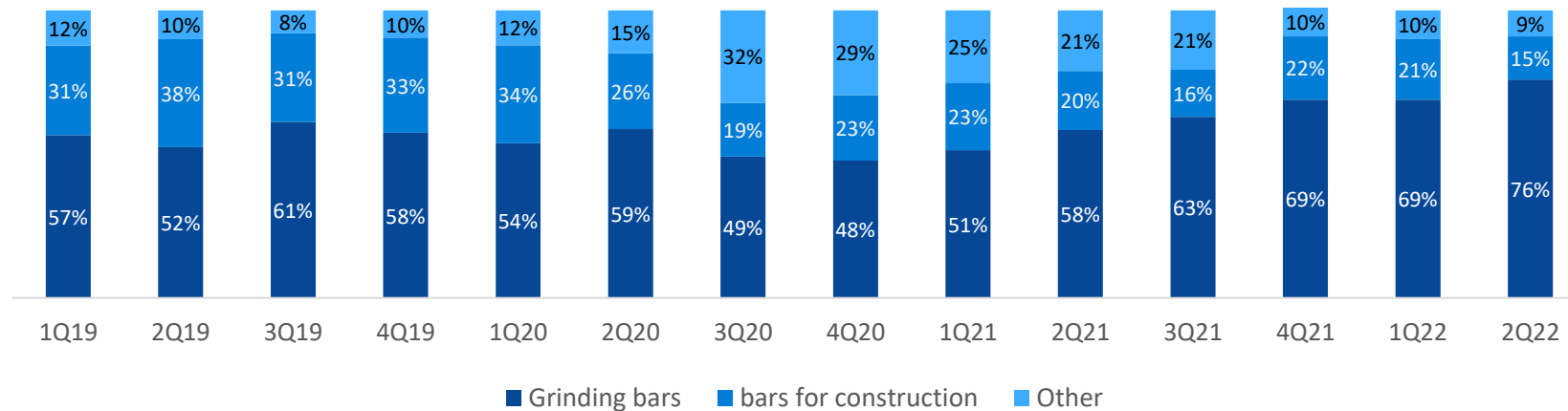
Production (thousand tons)



Shipments (thousand tons)



CSH Product Mix



Steel Processing



Steel Processing Group (SPG) is composed of the following companies in Chile, Peru and Argentina: Cintac, Promet, Calaminon, Tupemesa, Sehover, Signovial, Agrow and TASA.

	2Q22	2Q21
Revenue	US\$151 million ↓ 6%	US\$161 million
EBITDA	US\$7 million ↓ 82%	US\$39 million
Net income	US\$3 million ↓ 85%	US\$ 17 million

- 17% of lower volumes, from 92 thousand metric tons in 2Q21 to 76 thousand metric tons in 2Q22.
- 9% higher price for steel products, from US\$1,322 per ton in 2Q21 to US\$1,443 in 2Q22.

SPG promotes the development of the construction and metal-mechanic sectors in Chile, Peru and Argentina through different products and innovative solutions:



METALCON® construction system



Structures for solar panels



Modular construction



Infrastructure for roads

The infrastructure segment groups port, water and energy assets that provide services to our mining and steel businesses, as well as other customers located in the area of operation. It is currently comprised of:

	2Q22	2Q21
Revenue	US\$25 million ↑ 0.4%	US\$25 million
EBITDA	US\$15.1 million ↓ 1%	US\$15.2 million
Net Income	US\$6 million ↑ 0.4%	US\$6 million



Desalination Plant: Cleanairtech



Power transmission line: Tecnocap



Port: Puerto Las Losas

5.

- 1 Highlights 2Q22
- 2 Market background
- 3 Consolidated financial results 2Q22
- 4 Segments results 2Q22
- 5 ESG Initiatives**
- 6 Potential projects



Construction of chimney precipitator 2B at Pellet Plant



Replacement of coal with liquified natural gas (LNG) at the Pellet Plant



Electromobility:
Fleet of electric buses
Electric shovels at Los Colorados Mine



Water recirculation projects in the blast furnace and in the bar rolling mill



CSH decarbonization through green hydrogen project

6.

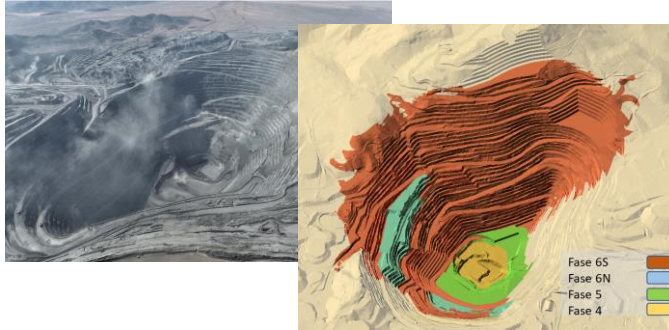
- 1 Highlights 2Q22
- 2 Market background
- 3 Consolidated financial results 2Q22
- 4 Segments results 2Q22
- 5 ESG Initiatives
- 6 Potential projects**

Principales Proyectos a mediano y corto plazo

✓ Fase 6 MLC – Etapa Sur

CAPEX ~US\$ 285 million between 2022-2025

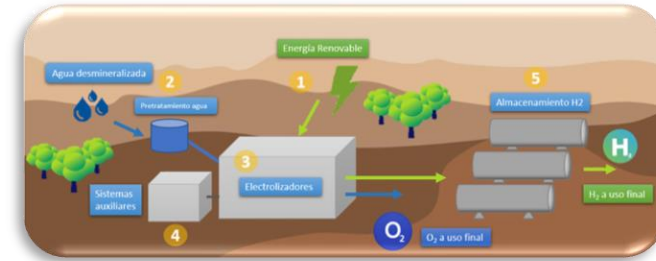
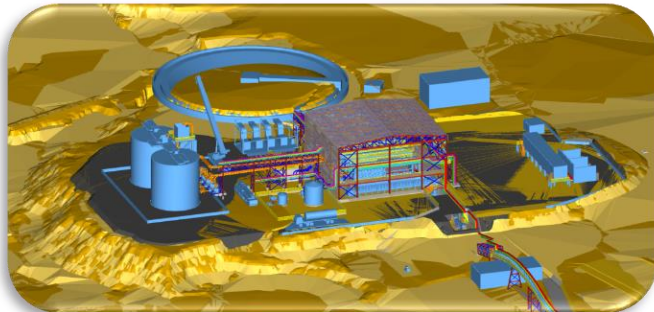
Includes the removal of more than 215 Mt of material to maintain Huasco Valley production until 2032 (8Mt)



✓ Solution filtered tailings deposit in Huasco Valley

CAPEX ~US\$ 180 million between 2022-2024

Will allow the termination of tailing discharge to the sea



✓ Green Hydrogen Pilot Plant

Enables production of 1,500 tons of hydrogen per year

CAPEX ~US\$ 25 million

Operation by 2025



✓ New line for manufacturing steel for SAG ball mills

Incorporation ~170,000 ton/ year

Capex ~US\$ 100 million

Possible commissioning in 2026



CAP S.A.

2022 SECOND QUARTER RESULTS PRESENTATION

August 10, 2022

