

7th largest global **copper producer** in 2021

2nd largest global **silver producer** in 2021

Sources: Kitco, World Silver Survey 2022



We are a **global and innovative** organisation engaged in exploration, mining and metallurgy using cutting-edge technology. For nearly 60 years we have been extracting and processing the earth's valuable resources, providing the world with commodities that facilitate its development.

We continuously strive to enhance our reputation as a reliable producer, a trusted business partner and as a company committed to **sustainable development**. We are also a responsible employer fully aware of the commitment and diverse cultural identities of our **34k+** staff around the world.

Polish assets



Poland

- KGHM Head Office
- underground mines:
- Polkowice-Sieroszowice (Cu, Ag)
- Lubin (Cu, Ag)
- Rudna (Cu, Ag)
- Głogów Głęboki-Przemysłowy
- project

- Głogów I + II (copper smelter/refineries)
- Legnica (copper smelter/refinery)
- Cedynia (copper wire rod plant)
- Ore Processing Plants
- Hydrotechnical Unit
- Others (incl. Emergency Mine/Smelter Rescue Service)

2021 key data

Payable copper production by the KGHM Group amounted to **754 kt** and was **6.3% higher** compared to 2020. Silver production was **higher by 1.0%** (1,366.1 tonnes). An increase in copper production was recorded in the Sierra Gorda mine, KGHM INTERNATIONAL and Poland.

29.8	10.3	6.2
bn PLN	bn PLN	bn PLN
+26% higher y/y	+56% higher y/y	+243% higher y/y
Sales revenue	Adjusted EBITDA	Net income

34.3	27.9	1.59
thousand	bn PLN	USD/lb
+0,5% higher y/y	-24% lower y/y	+23% higher y/y
Average employment	Average market cap	C1 cost

International assets



Canada

- Ajax Project (Cu, Au)
- Robinson (Cu, Au, Mo) – open-pit mine
- Carlota (Cu) – open-pit mine

USA

- Sierra Gorda (Cu, Mo, Au) – open-pit mine
- Sierra Gorda Oxide Project (Cu)

Chile

KGHM worldwide assets in numbers:

- 8** Copper mines
- 3** Smelters & refineries
- 3** Tailings storage facilities

- KGHM INTERNATIONAL Head Office – Vaughan (Toronto)
- DMC Mining Services Head Office – Vaughan
- McCreedy West, Sudbury Basin (Cu, Ni, TPM) – underground mine
- Victoria Project (Cu, Ni, TPM)

In addition, KGHM has its own representation office in Shanghai, China

Did you know that...



Copper is a strategic material for a carbon neutral and circular economy in Europe

Markets and products

KGHM generates the largest revenues from the sale of copper and silver. The largest export markets are China, Germany and the UK.

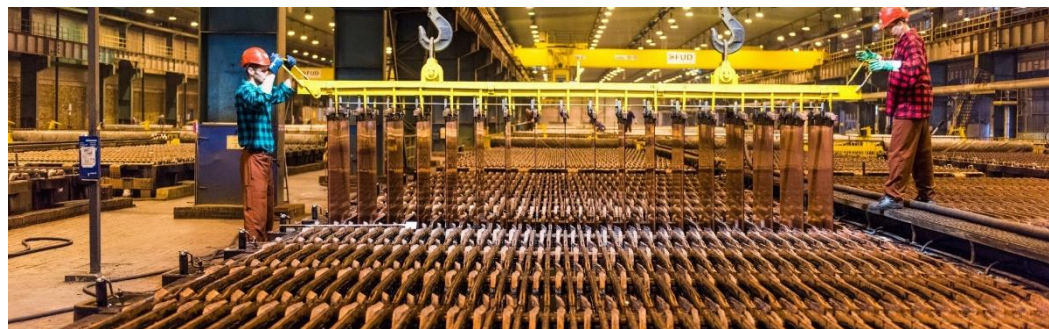
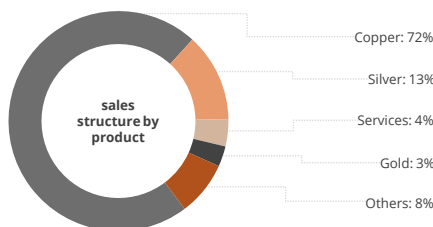
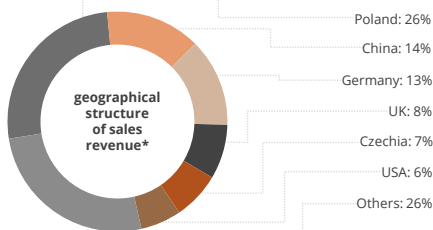
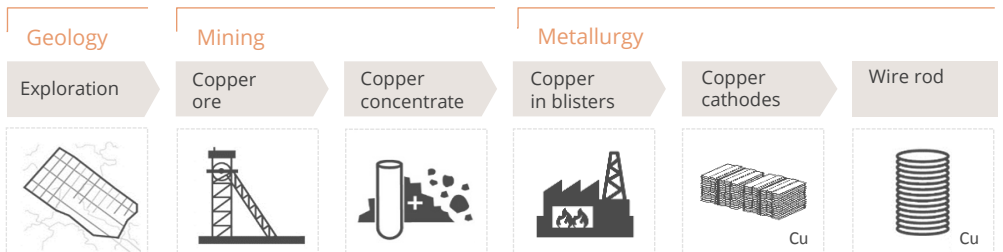


Diagram of integrated geological, mining, and metallurgical activities



* Read more in Note 2.5 of the Consolidated financial statements of the KGHM Group for 2021

Sustainable value chain



Did you know that...

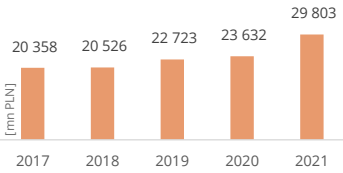
close to 50% of copper produced in the EU is obtained through recycling

Strategic priorities

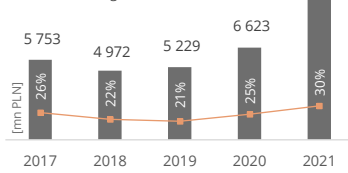
- **Domestic copper production** – ca. 600 thousand tonnes of electrolytic copper (including increased throughput of purchased materials and recycled copper)
- **Copper production abroad** – increased production from KGHM's international assets via extension of LOM of active mines, development of assets within mining projects portfolio and resource base growth through the International Exploration Strategy
- **CO₂ reduction and energy independence** – by 2030, 50% of energy from own sources (including RES)
- **Profitability** – increase in the efficiency of the use of fixed capital reflected in at least 20% increase in the average ROCE (return on capital employed)
- **Cost competitiveness** – improving competitiveness by shifting KGHM's position on the cost curve (cost of C1 excl. MET) from the 4th quartile in 2020 to the third quartile; an important factor in the change will be investments in new competitive energy sources
- **Health** – zero accidents due to human and technical reasons, zero occupational diseases among KGHM employees and contractors; increasing the capabilities of the healthcare system and helping people in need
- **Support for Society** – creating new jobs; active promotion of important activities bringing added value to local communities

KGHM Group results

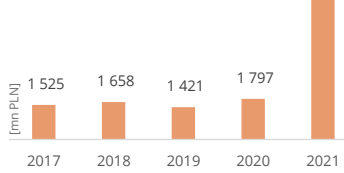
Sales revenue



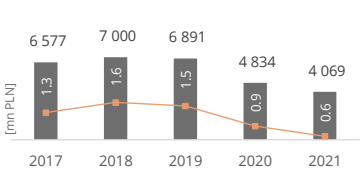
EBITDA and EBITDA margin



Net income



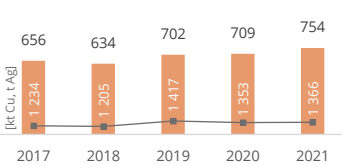
Net debt and net debt/EBITDA ratio



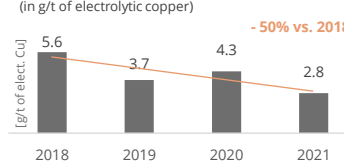
Earnings per share



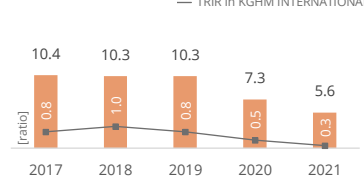
Copper and silver production (payable)



Arsenic emissions from metallurgical production (in g/t of electrolytic copper)



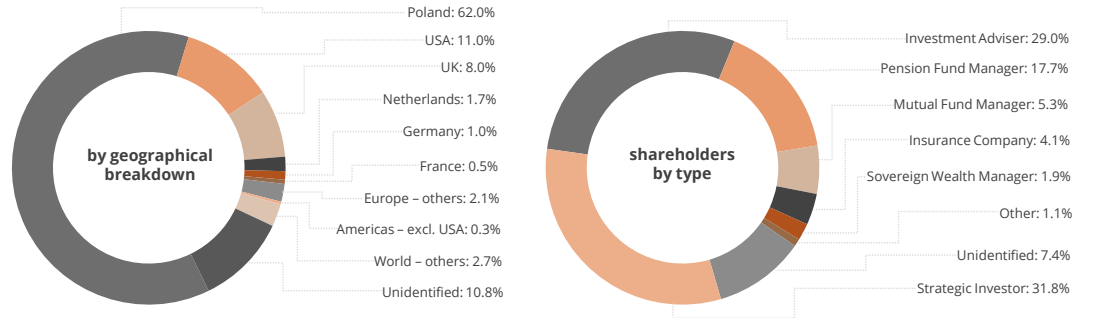
Accident rate



Shareholders

The **State Treasury** is the largest shareholder of the Company (31.79%). According to notifications received based on art. 69 of the Act on Public Offerings, as of Dec 31, 2021, the pension funds **OFE Nationale-Nederlanden** (5.05%) and **OFE Aviva Santander** (5.02%) held above 5% of the shares (votes)

Unofficial shareholding data based on cyclical fund's reports are updated and published i.e. by stooq.pl



KGHM for the climate

The KGHM Group has committed to preparing a [Climate Policy](#) which will comprise medium-term (2030) and long-term (2050) quantitative goals, i.e.:

- decreases in GHG emissions, improved energy efficiency and greater use of renewable energy sources
- an increase in the share of products associated with activities meeting the EU Taxonomy criteria (mitigation or adaptation to climate change)

CLIMATE POLICY

KGHM POLSKA MIEDŹ

www.kghm.com

Stock data

KGHM's shares are a component of the indices: WIG, WIG20, WIG20TR, WIG30, WIG30TR, WIG-GÓRNICW20, WIG-Poland, WIG.MS-BAS, WIG-ESG, CEEplus, and the prestigious FTSE4Good index since 2018.

Debut	July, 10 1997
GPW ticker	KGH
Bloomberg/Reuters ticker	KGH PW / KGH.WA
Share price [PLN]	139.40
Market cap [bn PLN]	27.9
No. of shares	200,000,000
Share capital [PLN]	2,000,000,000
Max/min share price	223.80 / 133.10
Spread [PLN]	90.70
Avg. share price [PLN]	180.40
Avg. volume	584,783
Avg. turnover [mn PLN]	105.5

52 weeks

Contact for investors

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