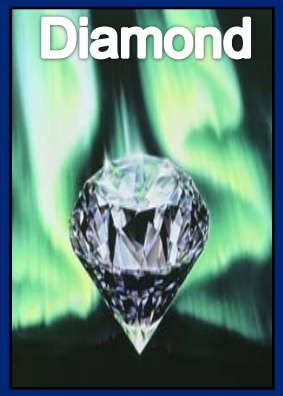
AngloAmerican

MINAS-RIO PROJECT

IRON ORE BRAZIL

WHO WE ARE

- One of the biggest world mining companies.
- Around 150.000 employes.
- Global production leader in platinum and diamond, and with a significant participation in the cooper, nickel, iron ore, metalurgical coal and termal coal.



WHERE WE ARE

- **Around 30 countries.**

- **Operations at Africa, South and North America Oceania e Asia.**

- **Headquaters in London - UK**

Escritórios

ANGLO AMERICAN IN BRAZIL

- Since 1973.

- More than 17,000 employes (direct and indirect).

- Around US$14 bi of investments in Brazil since 2007.

- 2 Business Units: Iron Ore and Nickel.

- Bussiness of Niobium and Fosfate (Mineração Catalão) e Fosfato (Copebrás).

- One of the largest AngloAmerican investments in the world (Minas-Rio and Barro Alto Projects).

MINAS-RIO PROJECT

Minas Rio is one of the largest iron ore Greenfield project under development with low cost/long life profile.

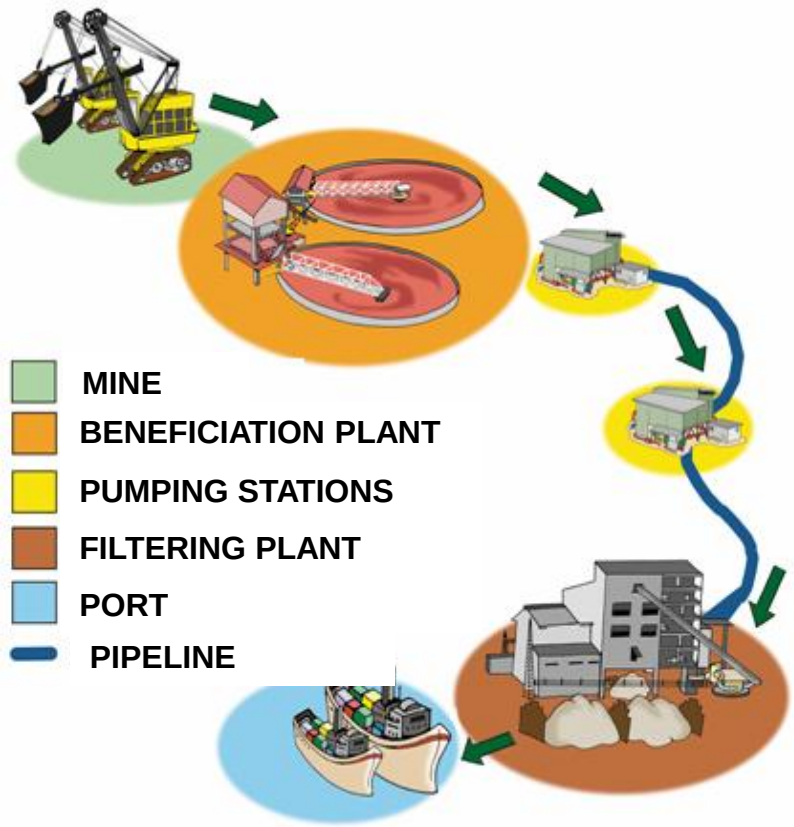
Total current mineral resources (JORC) is around 6 Bt and with a strong exploration potential.

Production will start by Q4 2013, reaching 29.8 Mtpa capacity run-rate by 2014. The initial ROM will be around 60 Mtpa with a stripping ratio of 0.4 .

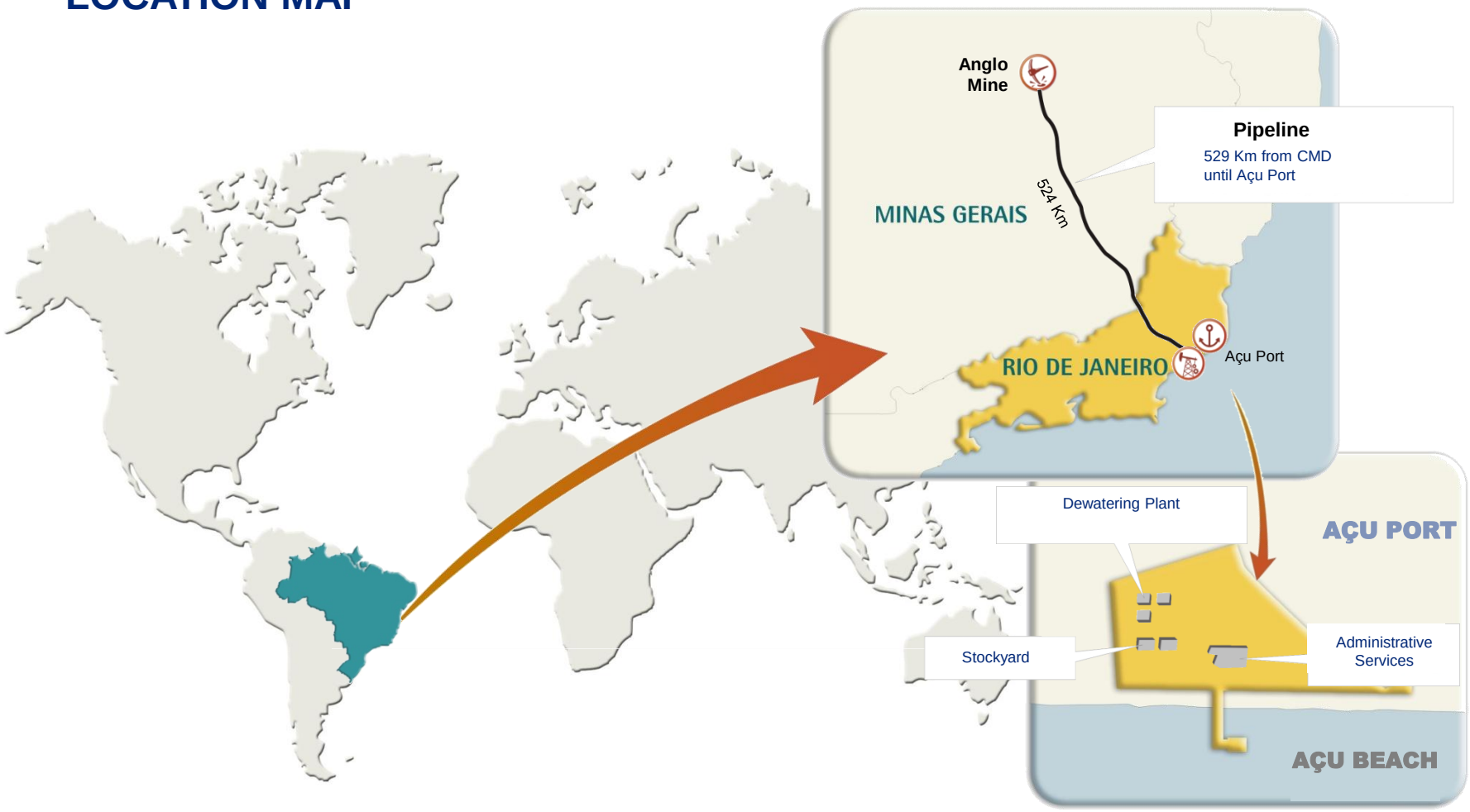
Minas Rio projected in the bottom quartile of the cost curve.

It is constituted by an integrated system : open pit mine; beneficiation plant (Minas Gerais State); 535 km pipeline; filtering plant and port (Rio de Janeiro State).

The mine comprises the development of 2 itabirite/hematite deposits (Serra do Sapo and Itapanhoacanga) composed by friable and compact ores.

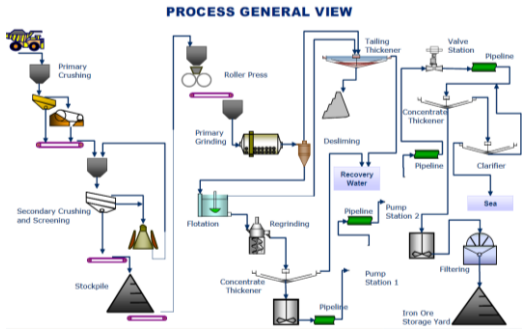


LOCATION MAP

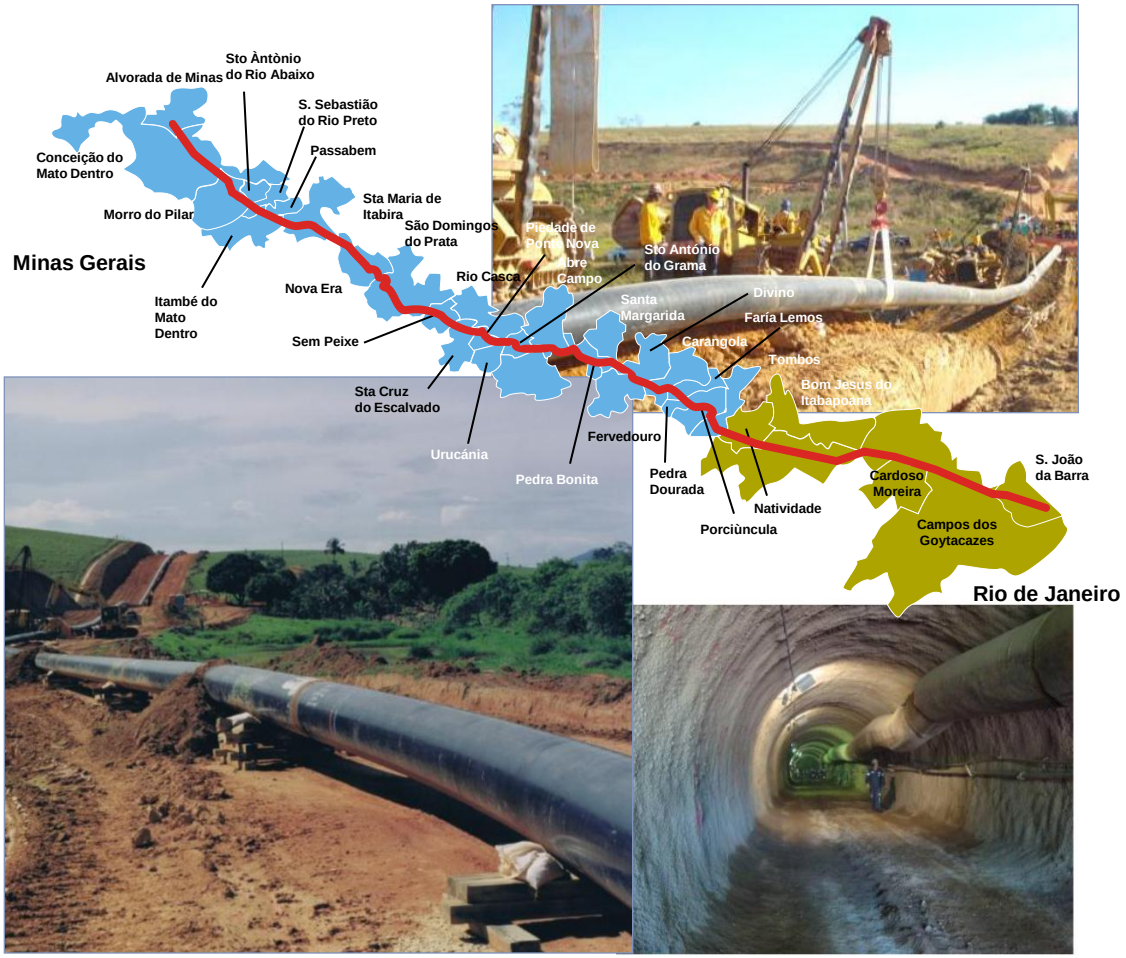


BENEFICIATION PLANT

- Average plant feed ROM of 56Mtpa at 39.5% Fe content during the ramp up.
- Conventional flow sheet with plant capacity to produce 29.8Mtpa of 68% Fe pellet feed
- Excellent metallurgical recoveries of 80% (45% mass recovery)

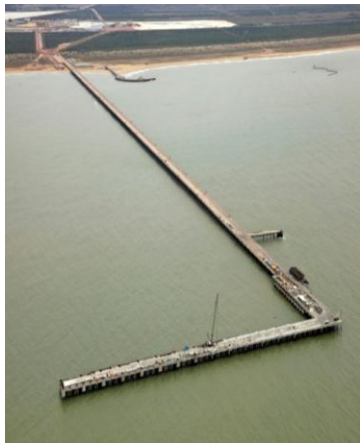


SLURRY PIPELINE



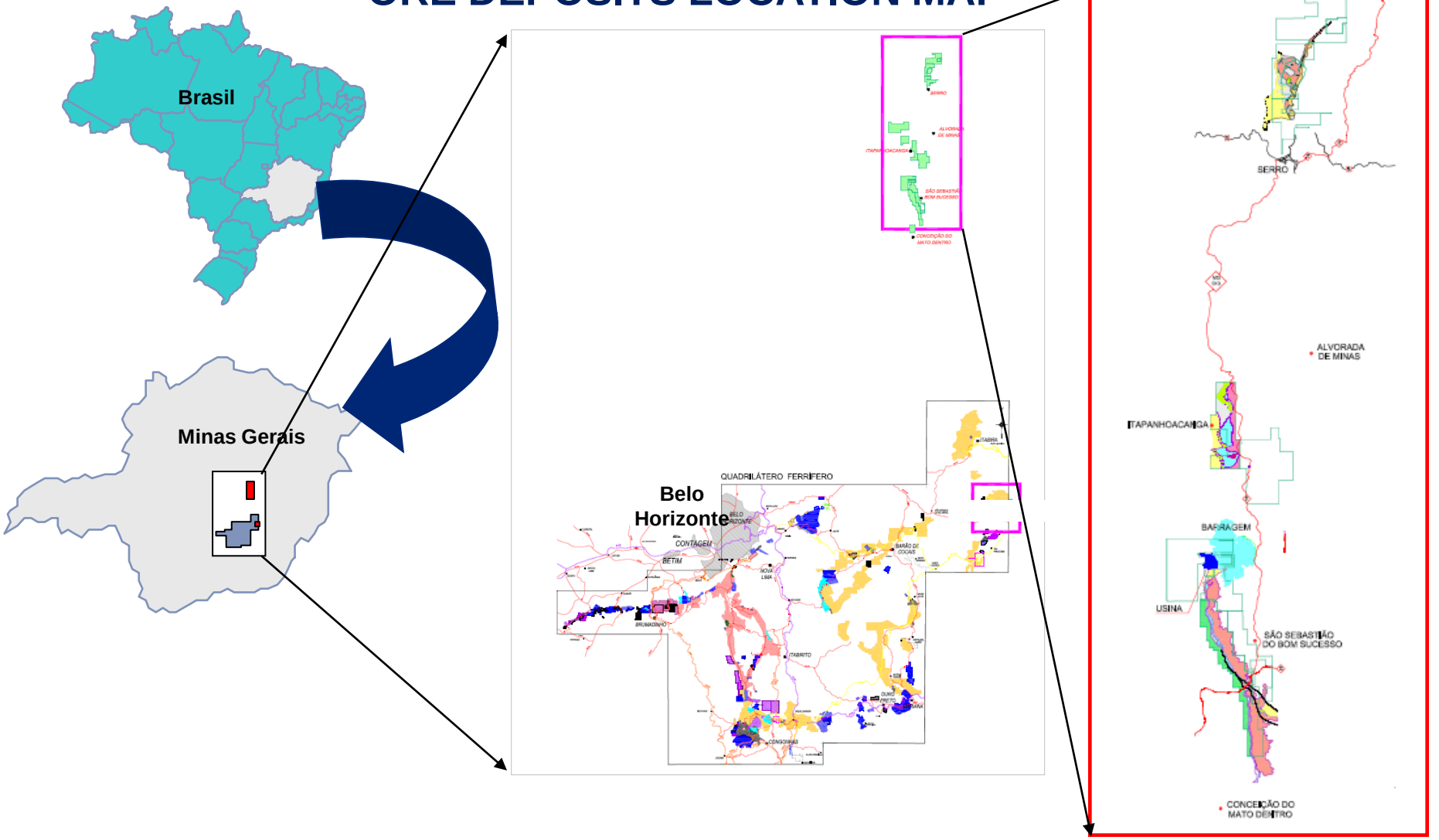
- Total slurry pipeline length of 530km
- 24-26 inch variable diameter and 29.8Mtpa operating capacity
- Slurry propelled by gravity with two pump stations and one valve station, developed in three spreads
- Sole use transfer corridor with room for at least two additional pipelines

PORT



- 100% owned by LLX Minas Rio (49% Anglo American Iron Ore Brazil; 51% LLX SA)
- Priority access rights for Minas Rio iron ore
- Capable of handling 250,000dwt Capesize vessels (21m draft)
- Planned expansion to Chinamax vessels (26m draft)
- Sufficient land available to expand the port to over 80mtpa and/or add downstream operations

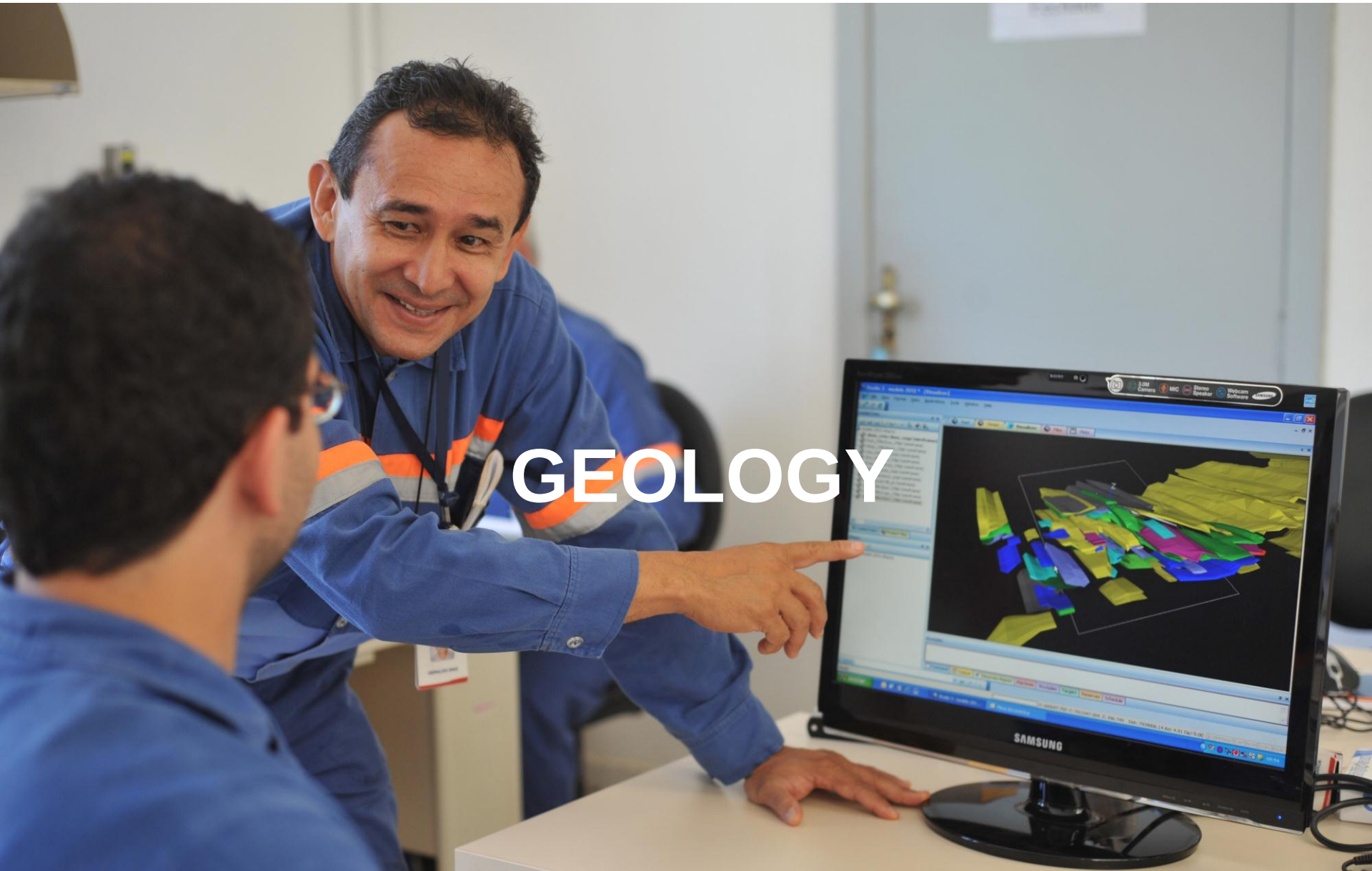
ORE DEPOSITS LOCATION MAP



SERRA DO SAPO

SERRA DE ITAPANHOACANGA

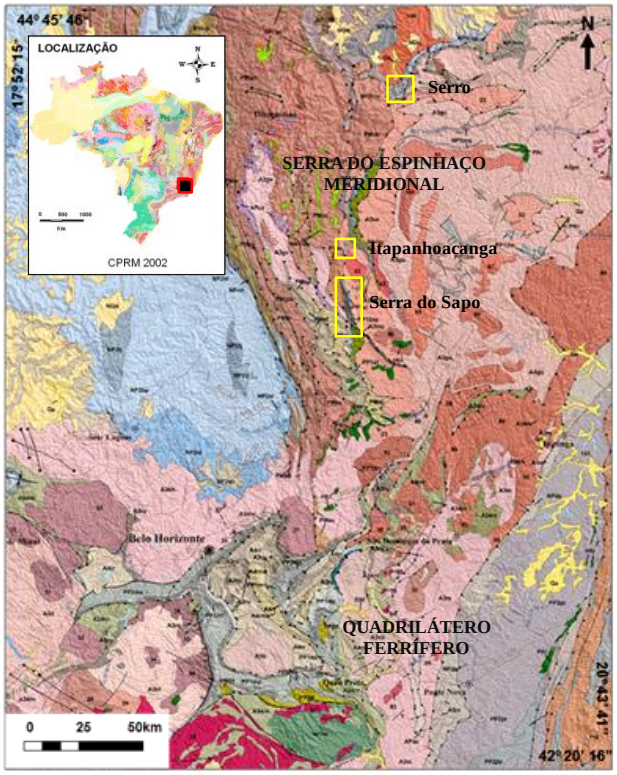
AngloAmerican

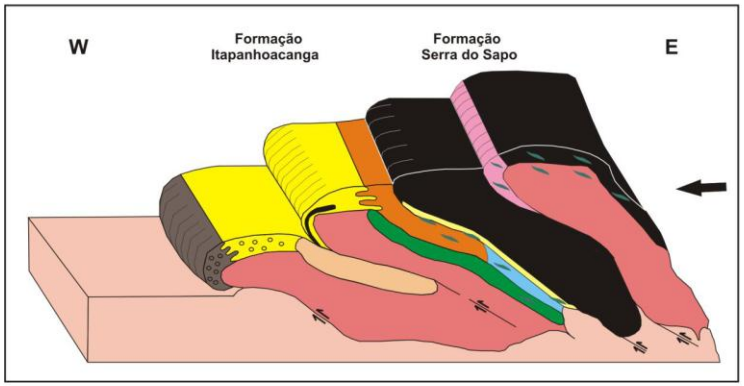


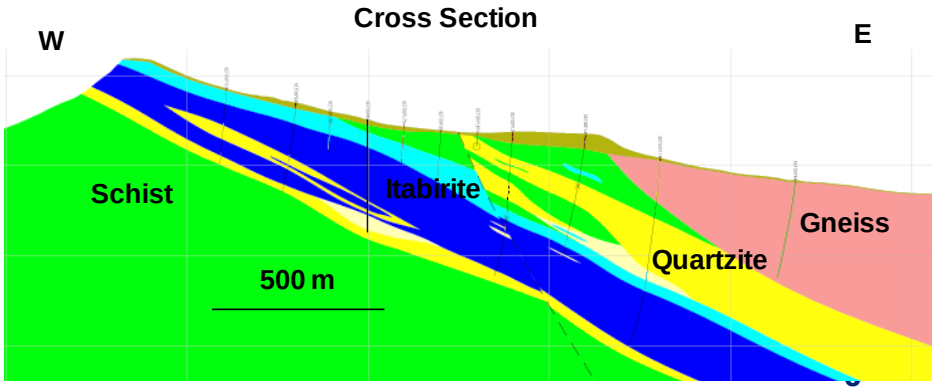
GEOLOGY

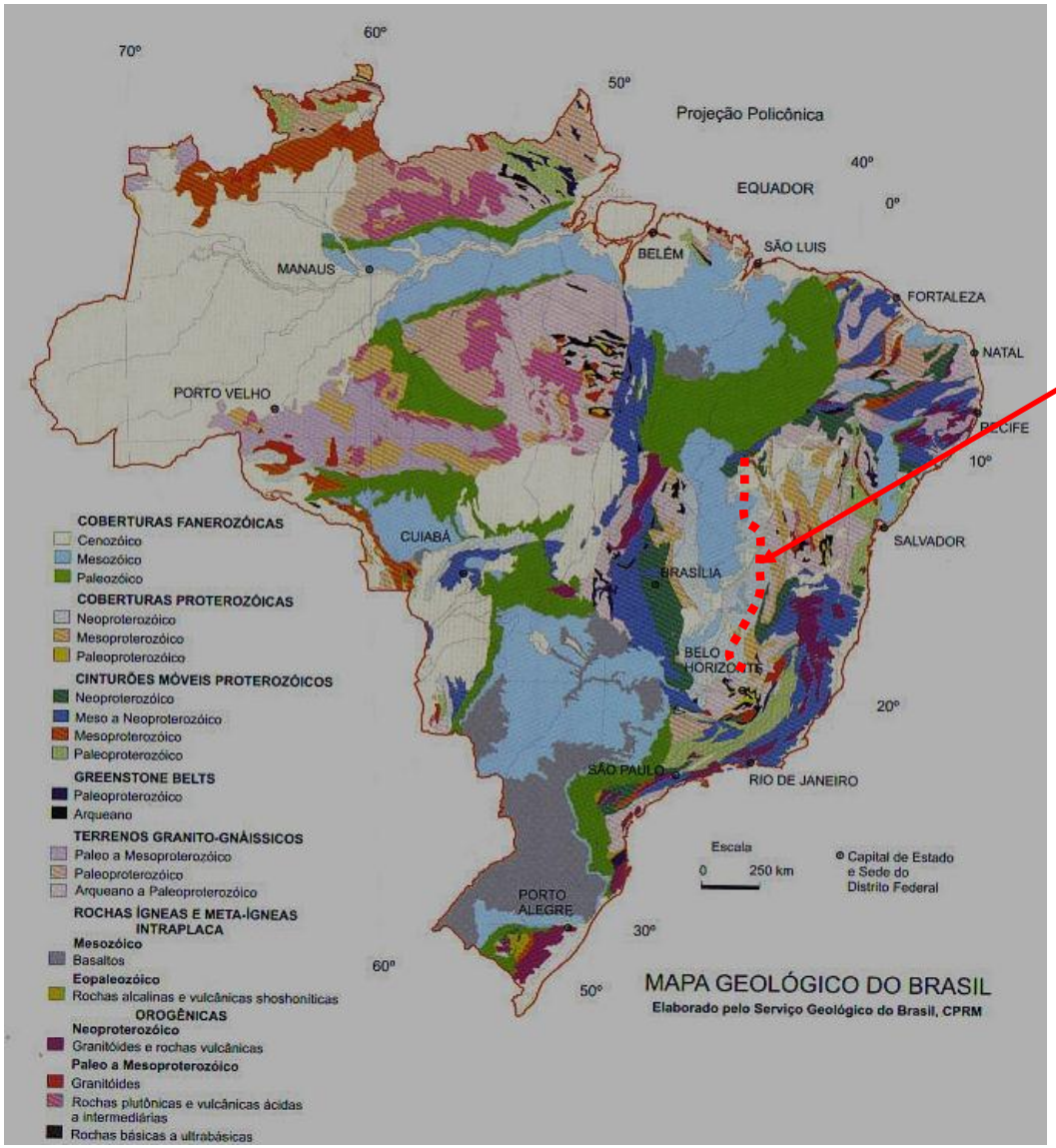
REGIONAL GEOLOGY

The Minas-Rio Project is inserted in the southeast border of the São Francisco Cràton (Almeida,1977) and comprises world class iron deposits. The main iron ore is concentrated in a medium unit of the Serra do Sapo Formation which corresponds to a large banded iron formation. The outcrops occur along a narrow ridge of 12km length in NNW-SSE strike and moderately dipping (25º) to the East. All these sequences are controlled by thrust fault systems that are responsible for local duplications, inversions or suppression of the beds.

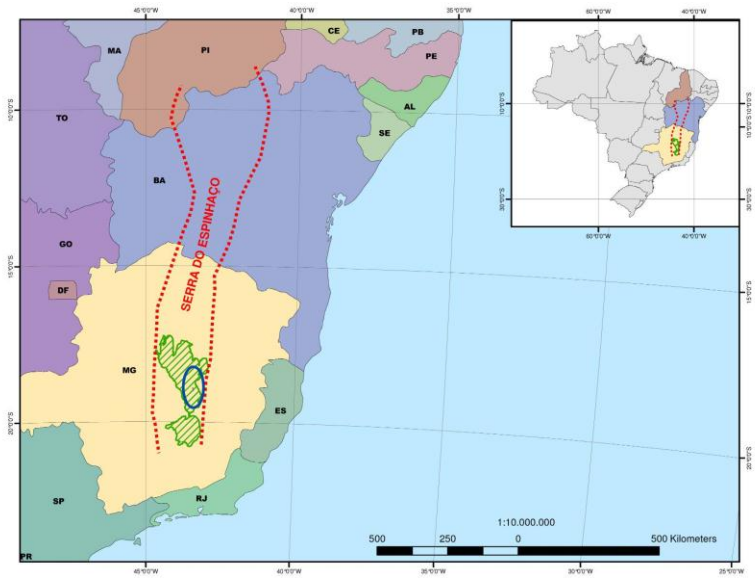




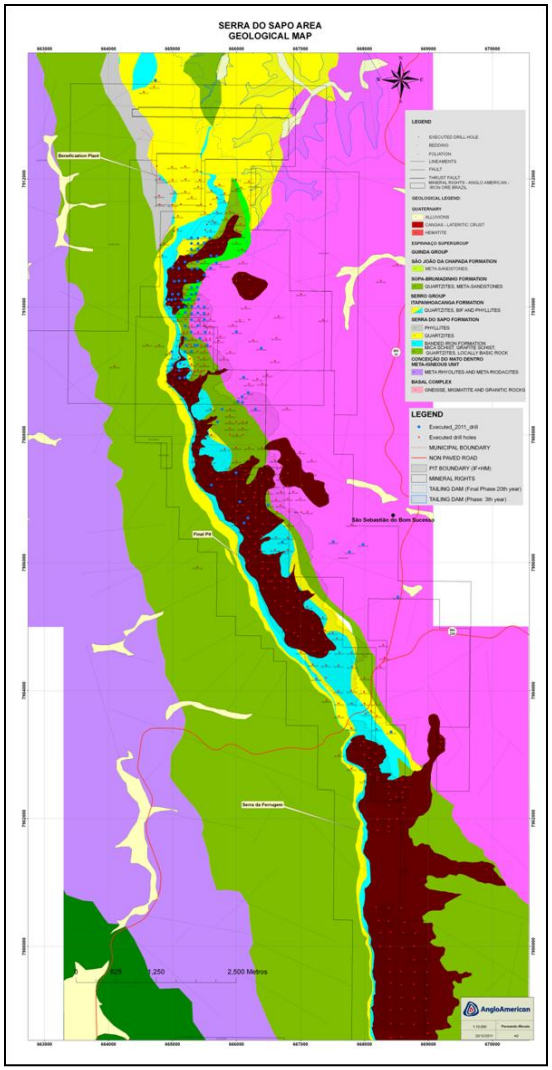




Paleo-Mesoproterozoic Mobile Belt – 1200 km extension



LOCAL GEOLOGY



Intrusive Amphibolites: greenish amphibolitic schists, coarse-grained and talc-chlorite schists.

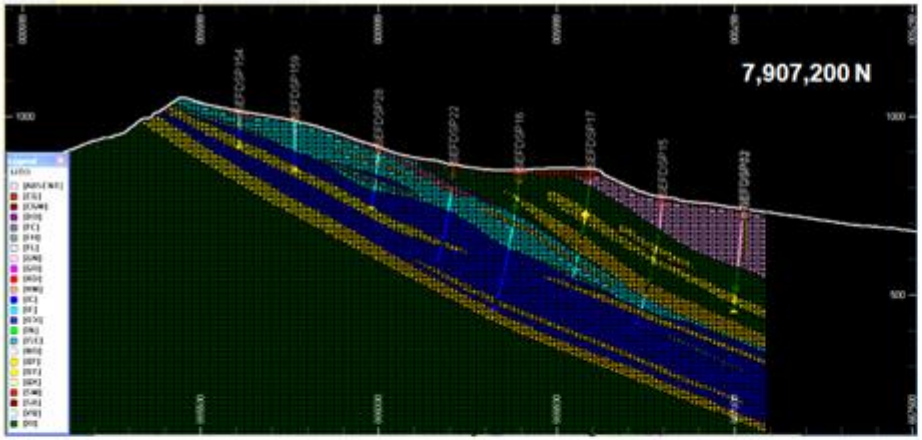
Serra do Sapo Formation, Top Unit: white to yellowish quartzites, fine to medium-grained intercalated by planes micaceous (sericite), without conglomeratic levels and without cross-stratification.
Carbonate rocks: pink dolomites, often brecciated containing itabirites intercalations, mainly on the basis.

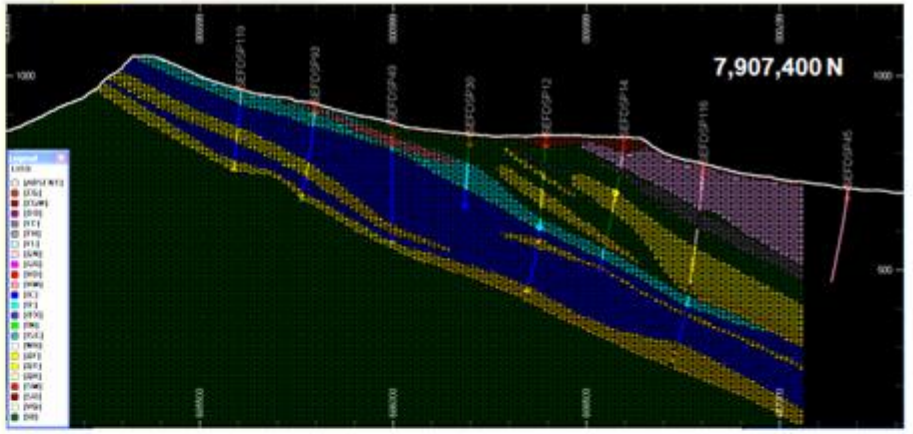
Serra do Sapo Formation, Intermediate Unit: Itabirites containing metrics intercalations of banded phyllites / sericite schists and ferruginous quartzite at the base, and white quartzites at the top.

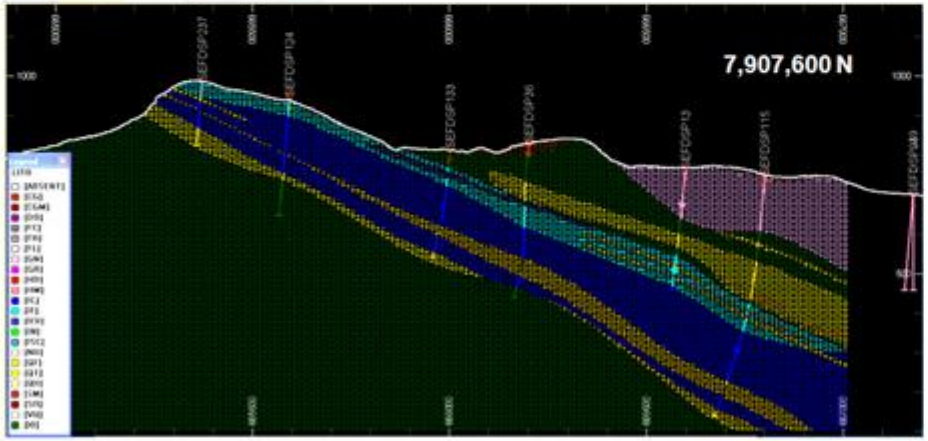
Serra do Sapo Formation, Basal Unit: gray phyllites, containing crystals of euhedral magnetite; black to dark gray (graphitic) phyllites, micaceous / ferrugineous quartzites, gray to white, in form of decimetric to metric banks.

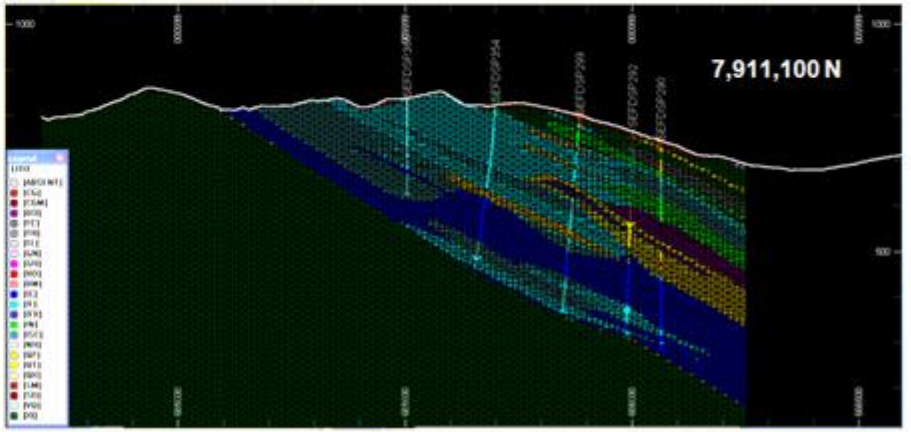
Conceição do Mato Dentro Metaigne Unit: intermediated rock as metarhyolites and metariodacites; Granitoid suites: granitoid Jacém and Dom Joaquim Guanhães Group: banded gneisses, grenatiferous schists, quartz muscovite.

Geological Vertical Sections









ORE TYPES

Friable Itabirite

Semi-Compact Itabirite:

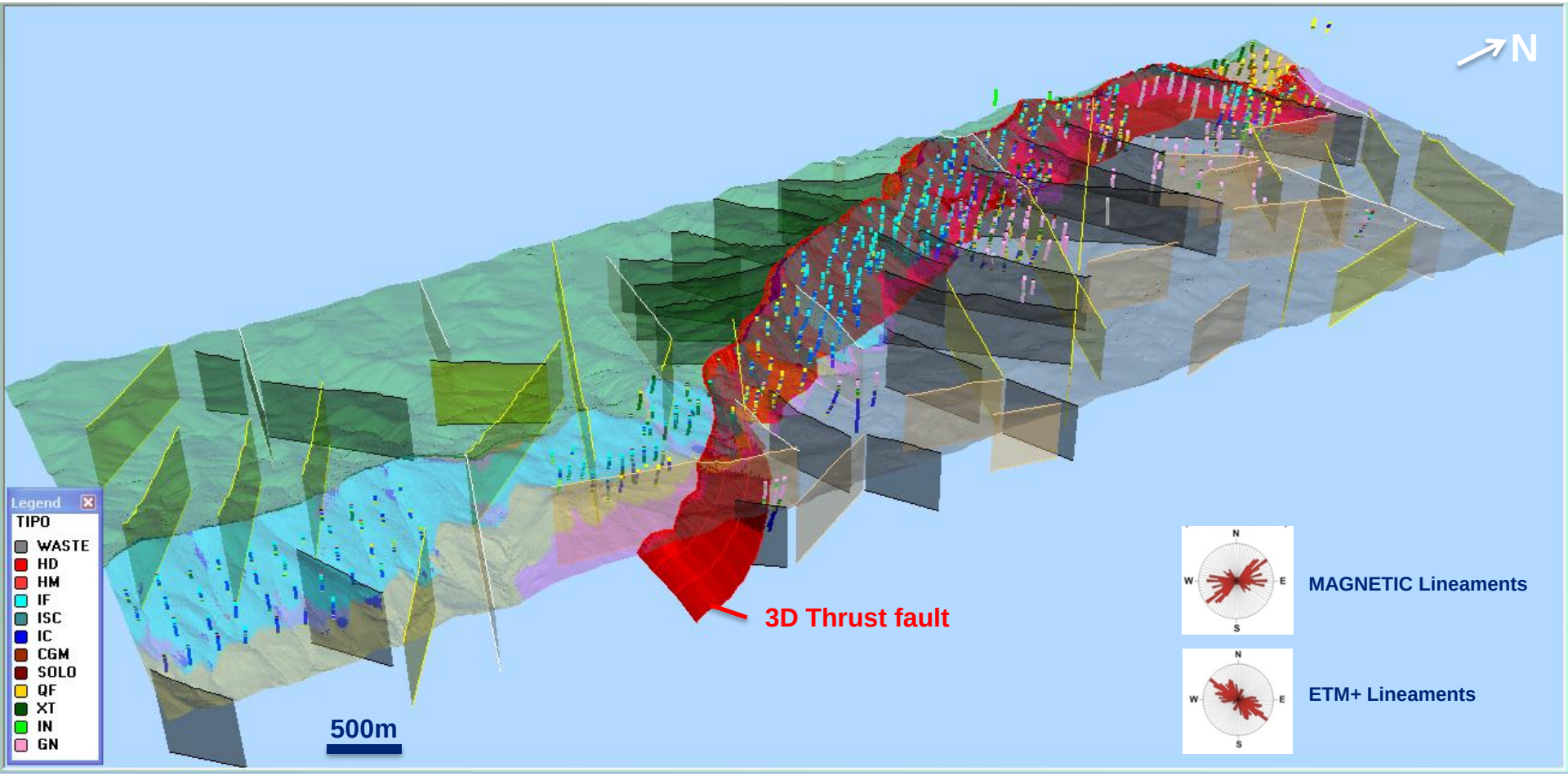
Compact Itabirite:

Hematite:

High Alumina Friable Itabirite

Canga

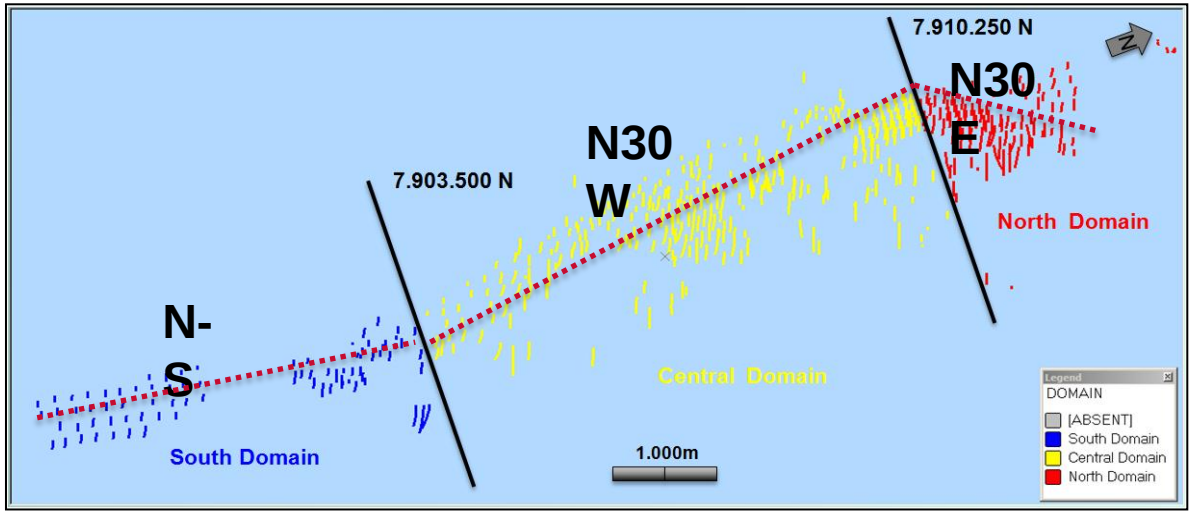
ESTRUCTURAL GEOLOGY

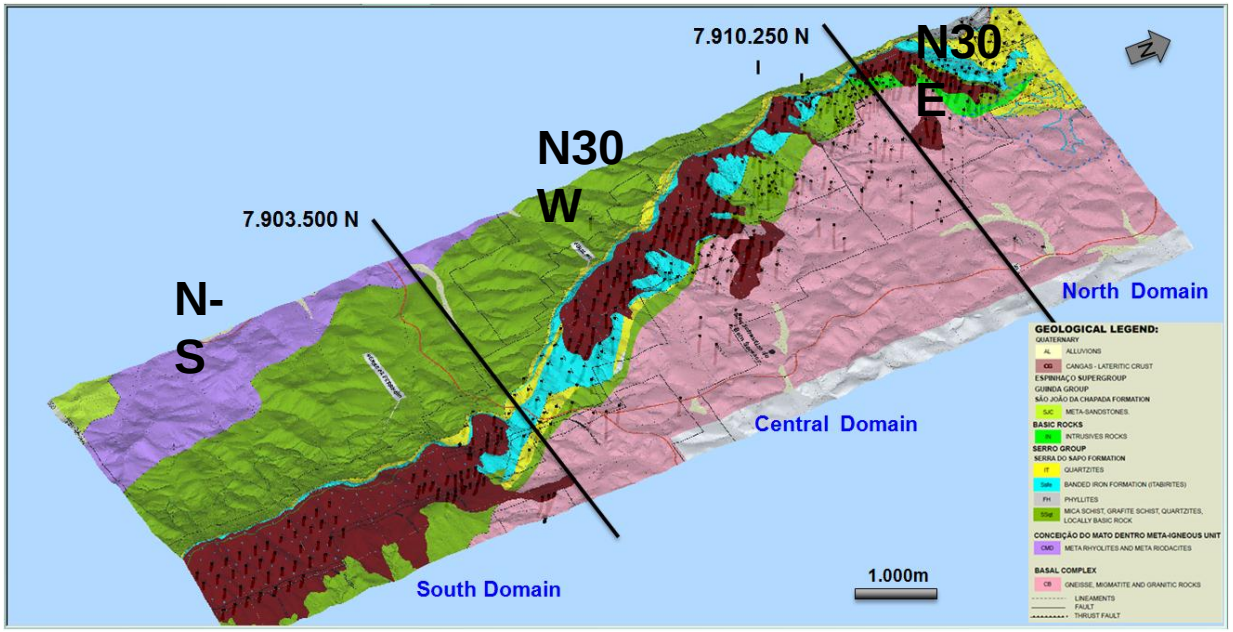


GEOLOGICAL DOMAINS

Based on:

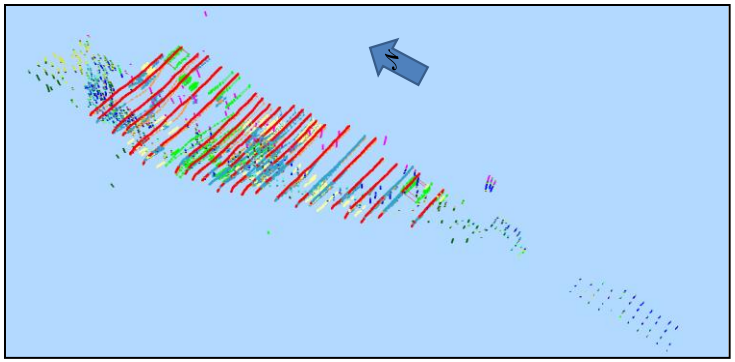
- Strike direction
- FE grade
- Structural control
- Contaminates (AL, P, SI)

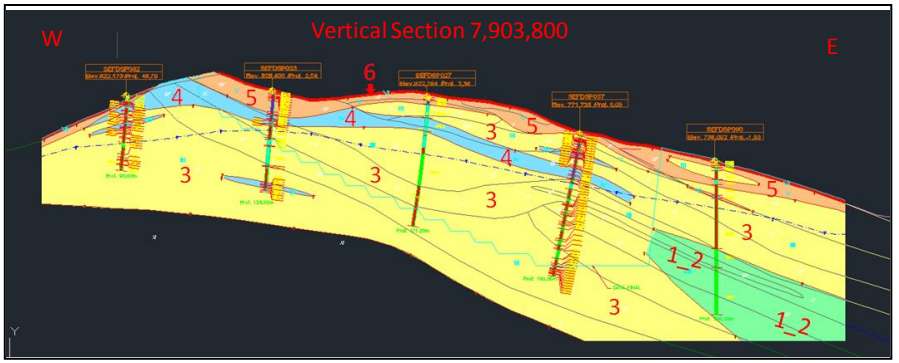


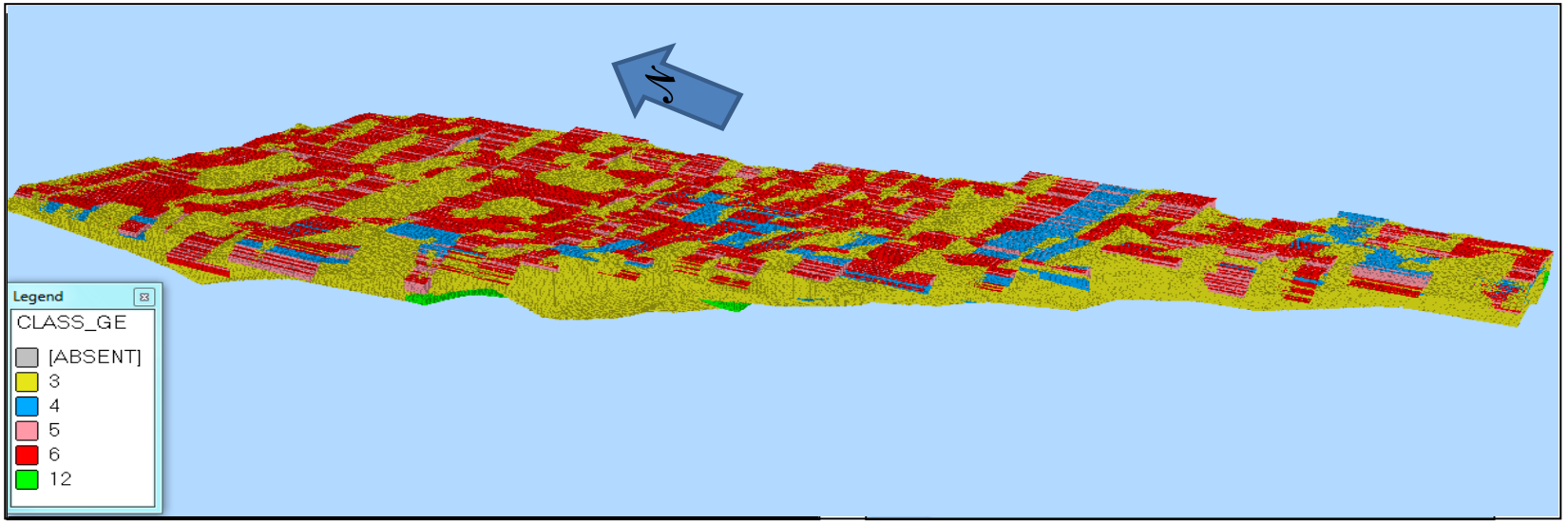


GEOTECHNICAL MODEL

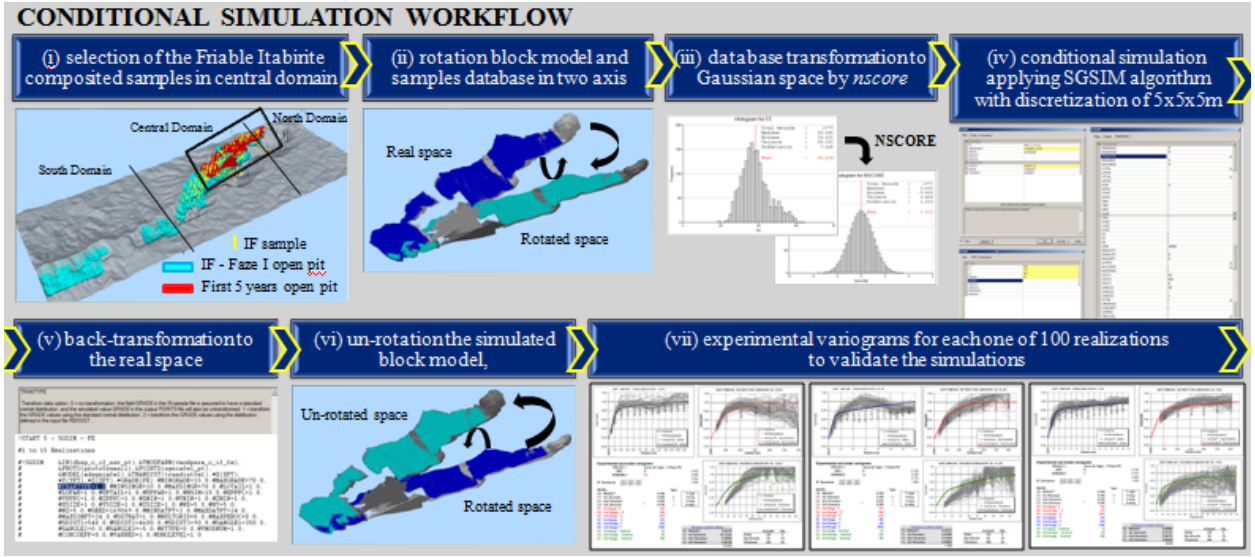
Based on: sections interpreted by VogBr consultant; lithologies; mechanical strength (RQD and lab tests); degree of rock alteration; and piezometric surface level .

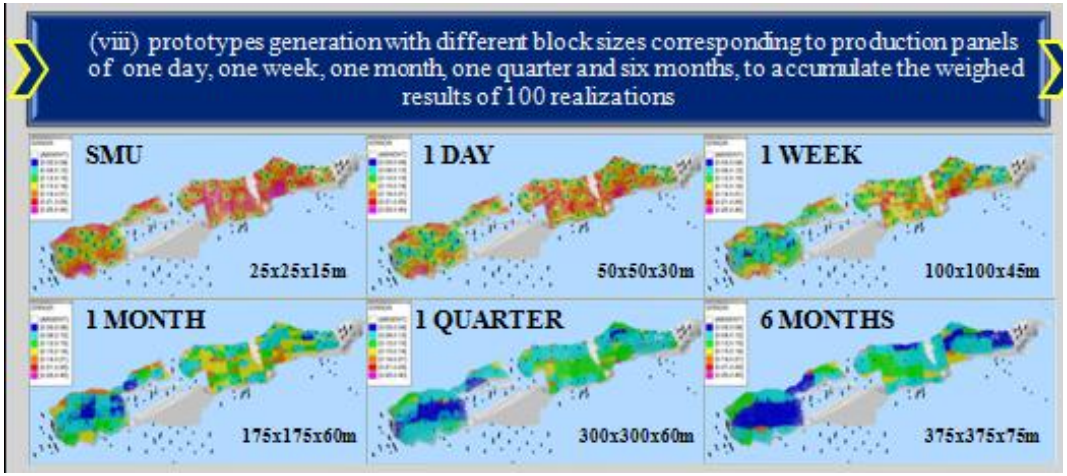




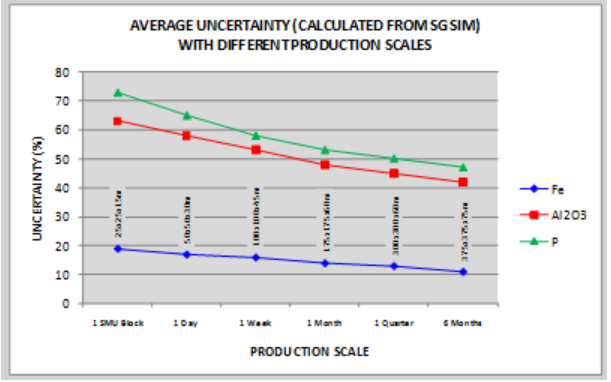


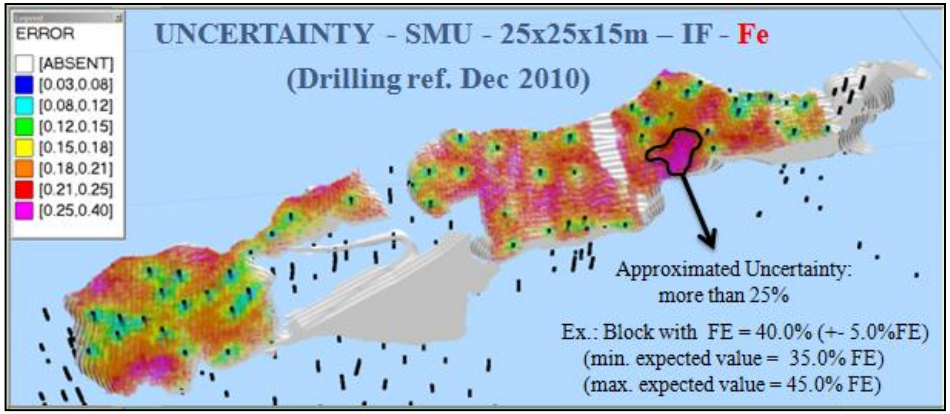
CONDITIONAL SIMULATION

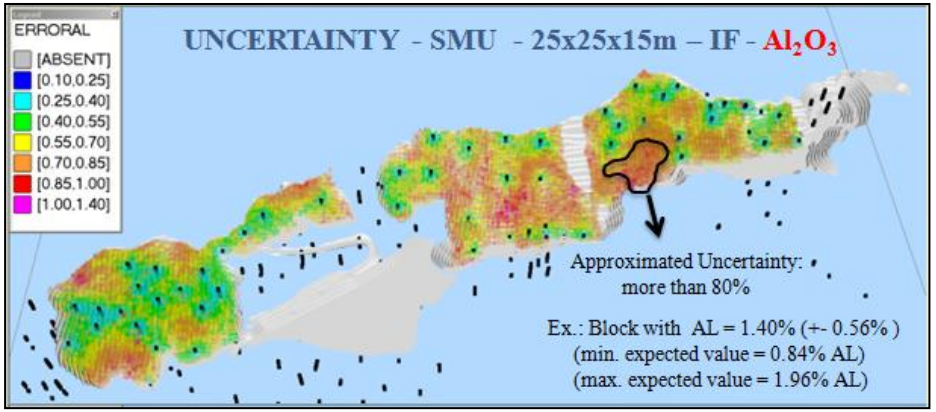


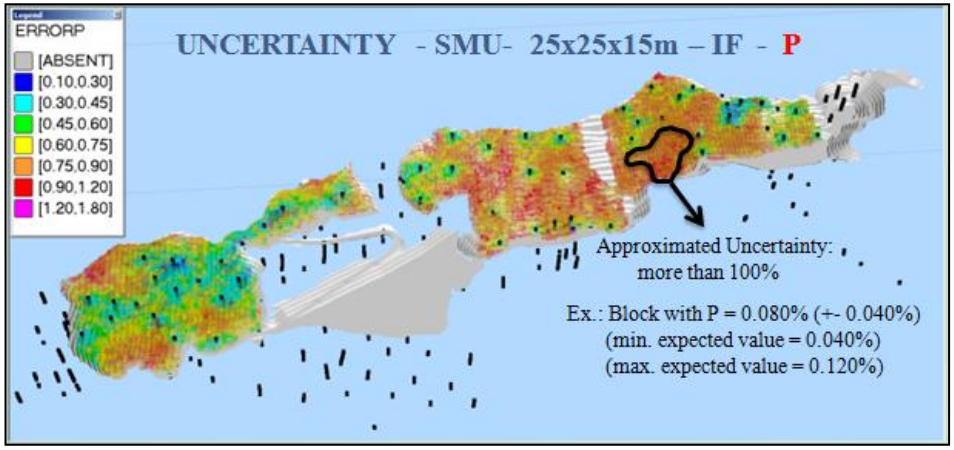


	PRODUCTION		UNCERTAINTY (%) CALCULATED FROM SGSIM		
PERIOD	ROM (Tonnes)	BLOCK SIZE (m)	Fe	Al_2O_3	P
6 Months	26,894,531	375x375x75	0.11	0.42	0.47
1 Quarter	13,770,000	300x300x60	0.13	0.45	0.50
1 Month	4,685,625	175x175x60	0.14	0.48	0.53
1 Week	1,147,500	100x100x45	0.16	0.53	0.58
1 Day	191,250	50x50x30	0.17	0.58	0.65
1 SMU Block	23,906	25x25x15	0.19	0.63	0.73



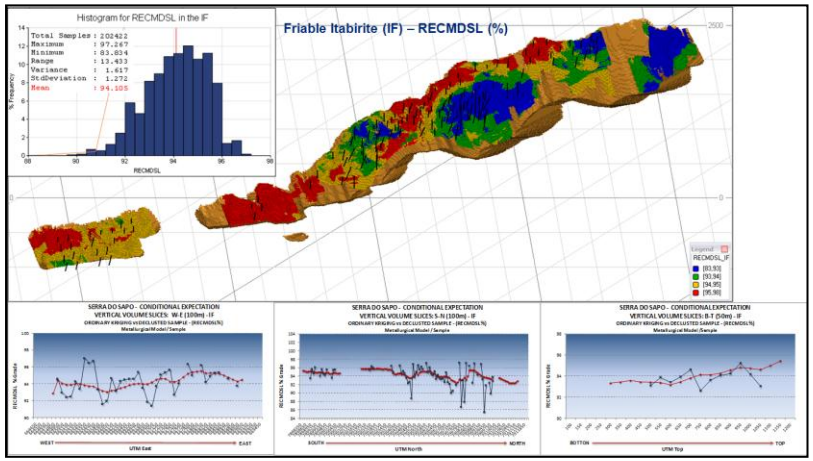

ERROR
[ABSENT]
[0.03,0.08]
[0.08,0.12]
[0.12,0.15]
[0.15,0.18]
[0.18,0.21]
[0.21,0.25]
[0.25,0.40]
UNCERTAINTY - SMU - 25x25x15m – IF - Fe
(Drilling ref. Dec 2010)
Approximated Uncertainty:
more than 25%
Ex.: Block with FE = 40.0% (+- 5.0%FE)
(min. expected value = 35.0% FE)
(max. expected value = 45.0% FE)

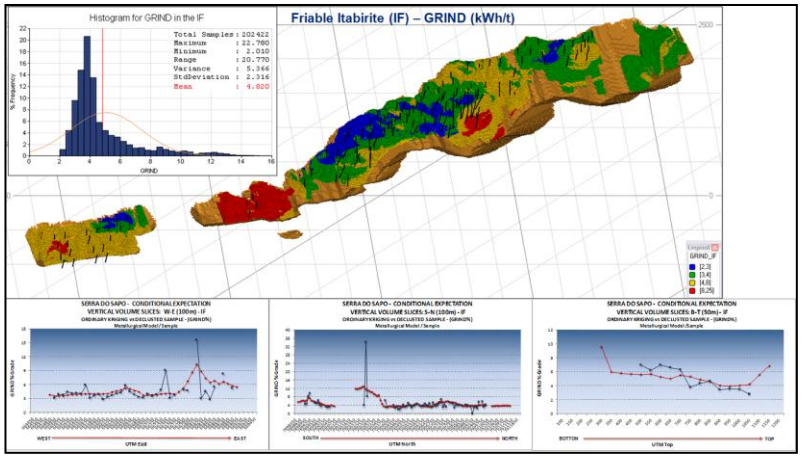

ERROAL
[ABSENT]
[0.10,0.25]
[0.25,0.40]
[0.40,0.55]
[0.55,0.70]
[0.70,0.85]
[0.85,1.00]
[1.00,1.40]
UNCERTAINTY - SMU - 25x25x15m – IF - Al2O3
Approximated Uncertainty:
more than 80%
Ex.: Block with AL = 1.40% (+- 0.56%)
(min. expected value = 0.84% AL)
(max. expected value = 1.96% AL)

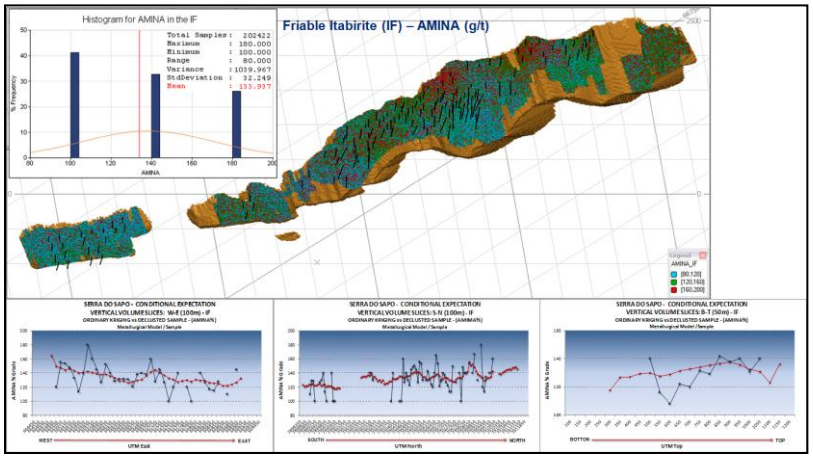

ERRORP
[ABSENT]
[0.10,0.30]
[0.30,0.45]
[0.45,0.60]
[0.60,0.75]
[0.75,0.90]
[0.90,1.20]
[1.20,1.80]
UNCERTAINTY - SMU- 25x25x15m – IF - P
Approximated Uncertainty:
more than 100%
Ex.: Block with P = 0.080% (+- 0.040%)
(min. expected value = 0.040%)
(max. expected value = 0.120%)

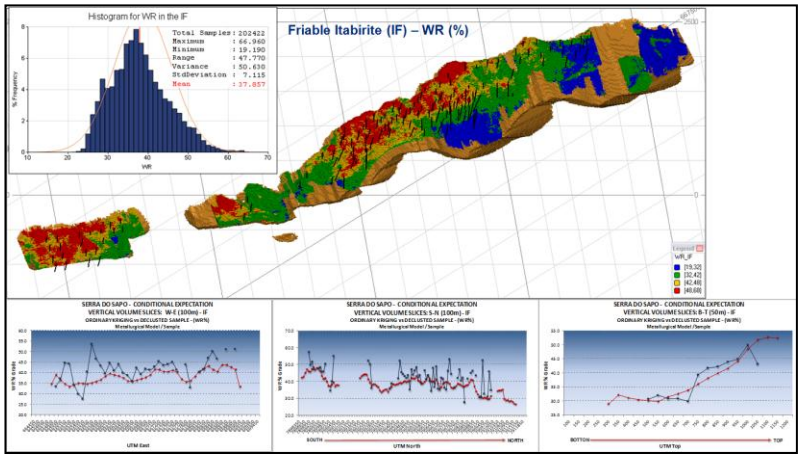
GEOMETALURGICAL MODEL

The purpose is the possibility to predicte parameters related to the performance of the ore at the plant, such as grindability, mass recover and grades of iron or contaminates in the product.









MINERAL RESOURCES - ANGLOAMERICAN CLASSIFICATION (besides to be in accordance with the JORC Code)

SCORECARD SYSTEM – MINERAL RESOURCES CLASSIFICATION

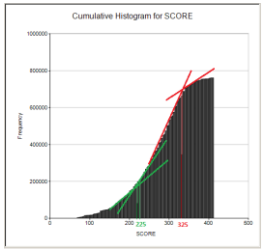
ITEM	BASIS	WEIGHT (total=100)	SCORE BY DOMAIN (0-5)			WEIGHTED SCORE (0-500)		
			North	Center	South	North	Center	South
1. Geological Confidence								
1.1. Geological Understanding								
1.1.1. Geological Complexity	Section by section	25	{0 to 5}	{0 to 5}	{0 to 5}	{0-125}	{0-125}	{0-125}
1.1.2. Number of Drillholes in each section								
1.2. Ore Probability	Block	20	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-100}	{0-100}	{0-100}
2. Density/Tonnage Confidence	Block (KVDENS)	20	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-100}	{0-100}	{0-100}
3. QA/QC								
3.1. No QA/QC (DD 0-88)	Block \ Regions	15	1	1	1	15	15	15
3.2. Blank (DD 89- 190)			2	2	2	30	30	30
3.3. Blank + Duplicates (DD 191- 255)			3	3	3	45	45	45
3.4. Blank + Duplicates + 5CRMs (DD 256 - 381)			4	4	4	60	60	60
3.5. *Post Morten*			{+1}	{+1}	{+1}	{+1}	{+1}	{+1}
3.6. *Failure in QAQC analysis (penalty)*			{-1}	{-1}	{-1}	{-1}	{-1}	{-1}
4. Estimation Quality								
4.1. Variogram Quality								
4.11 - HM	Domain \ Lithology	10	1.5	1.5	1	15	15	10
4.12 - CG			1	2	1	10	20	10
4.13 - IF+IFX			3.5	4	3	35	40	30
4.1.4 - ISC			3	3.5	3	30	35	30
4.1.5 - IC			3	3.5	2.5	30	35	25
4.2. Kriging Quality - Slope of Regression								
4.2.1. FE	Block	7	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-35}	{0-35}	{0-35}
4.2.2. AL		3	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-15}	{0-15}	{0-15}

- Scores for Ore Probability

< 0.2	-	very low confidence	-	score 0
>= 0.2 – 0.5	-	low confidence	-	score 1
0.5 – 0.85	-	medium confidence	-	score 3
>=0.85	-	high confidence	-	score 5

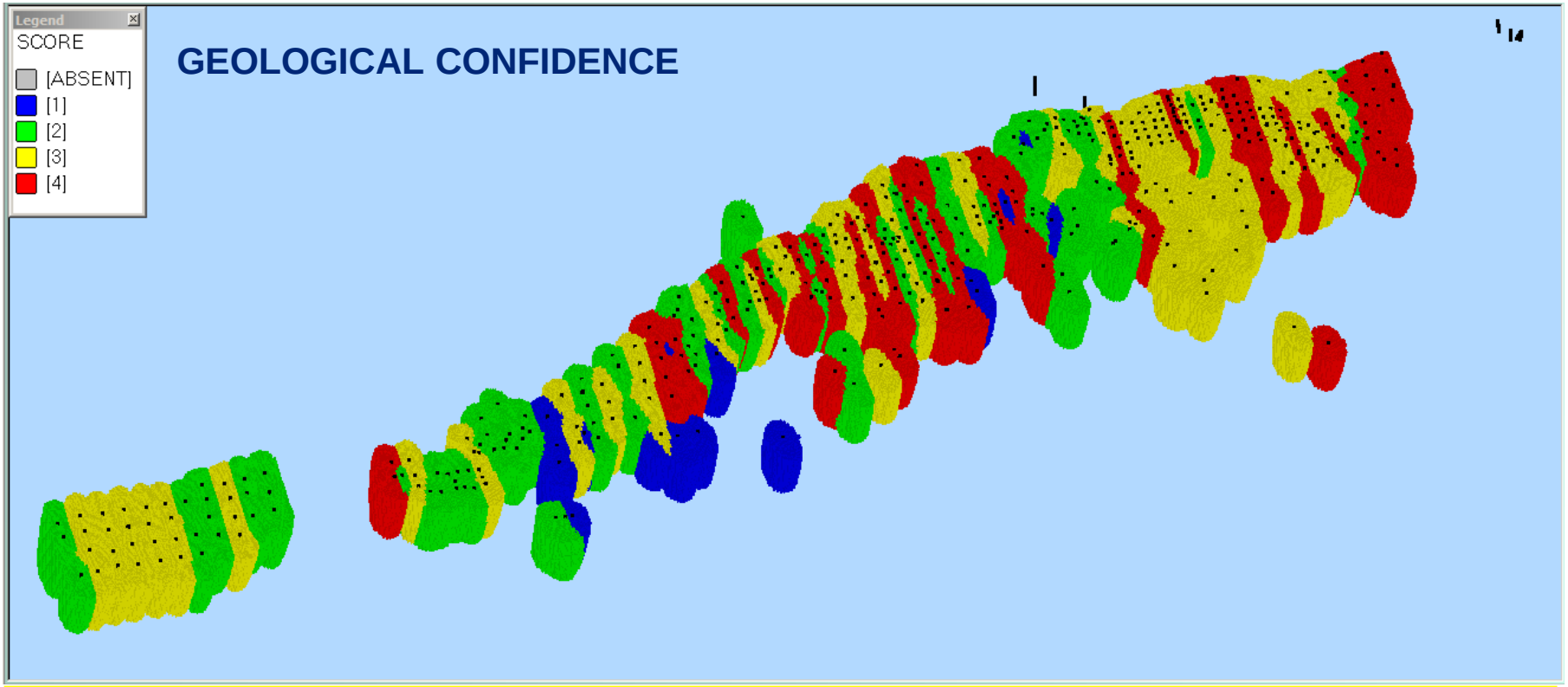
- Scores for kriging quality – slope of regression (Fe and Al_2O_3 block estimations)

< 0.2	-	very low confidence	-	score 0
>= 0.2 – 0.5	-	low confidence	-	score 1
>=0.5 – 0.8	-	medium confidence	-	score 3
>=0.8	-	high confidence	-	score 5



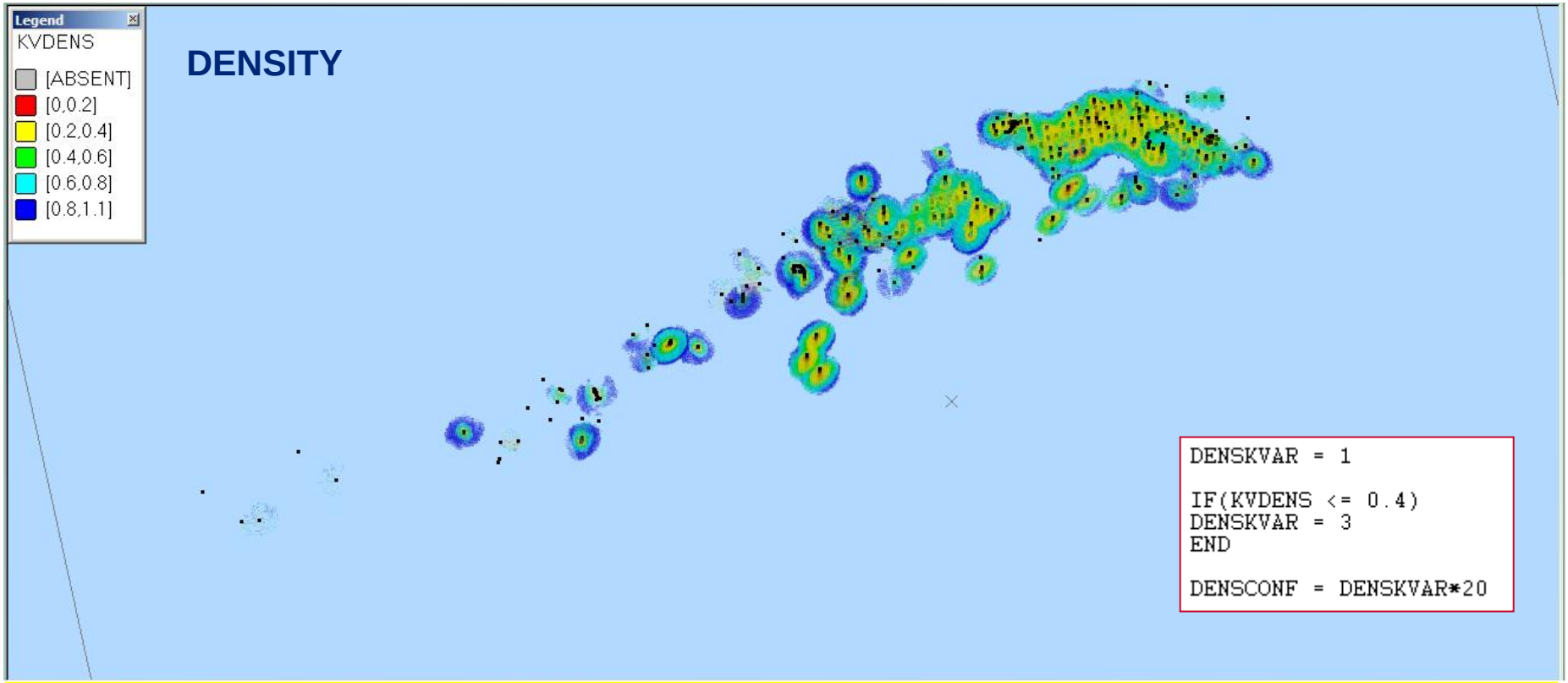
- Final weighted scores

< 100	-	potential
>= 100 – 225	-	inferred resource
>= 225 – 325	-	indicated resource
>= 325 - 500	-	measured resource



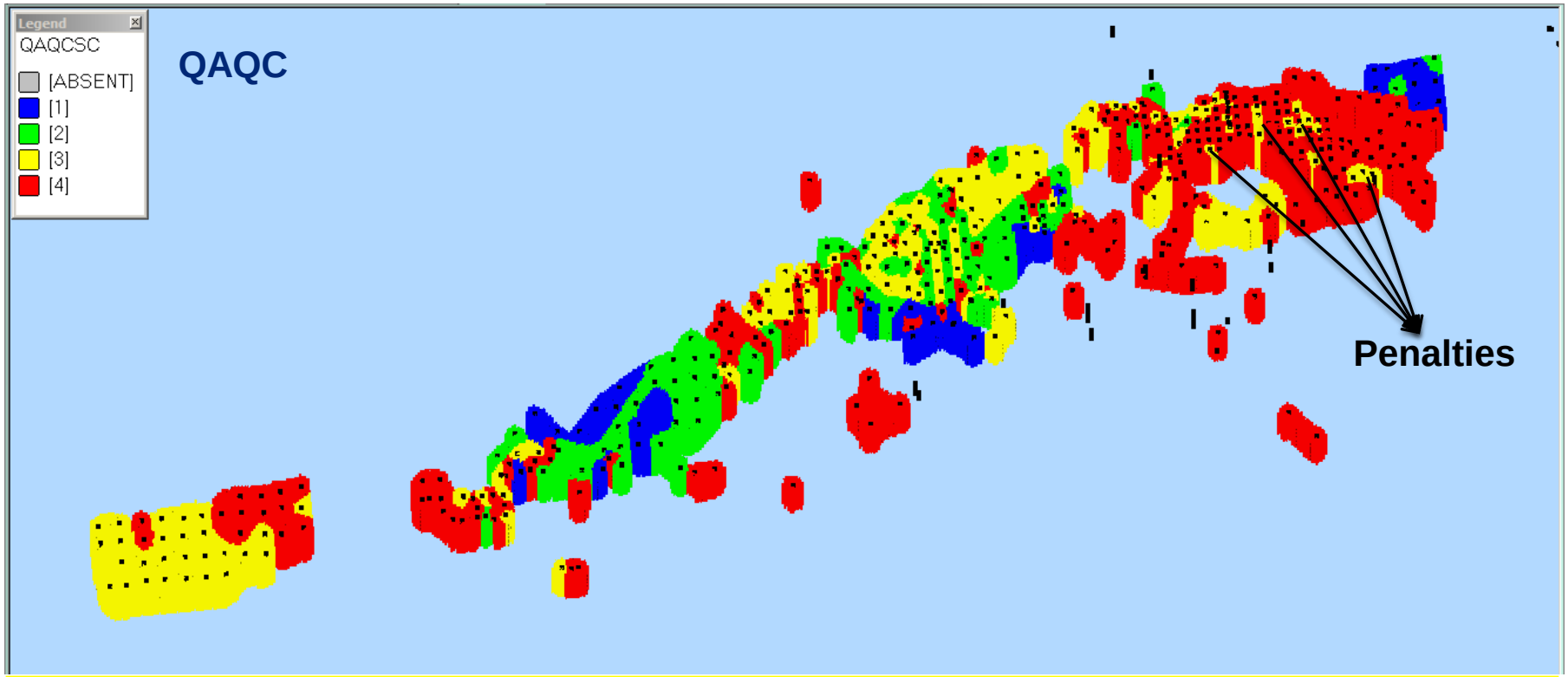
DEZ 2011								
ITEM	BASIS	WEIGHT (total=100)	SCORE BY DOMAIN (0-5)			WEIGHTED SCORE (0-500)		
			North	Center	South	North	Center	South
1. Geological Confidence								
1.1. Geological Understanding								
1.1.1. Geological Complexity	Section by section	25	{0 to 5}	{0 to 5}	{0 to 5}	{0-125}	{0-125}	{0-125}
1.1.2. Number of Drillholes in each section								

AngloAmerican



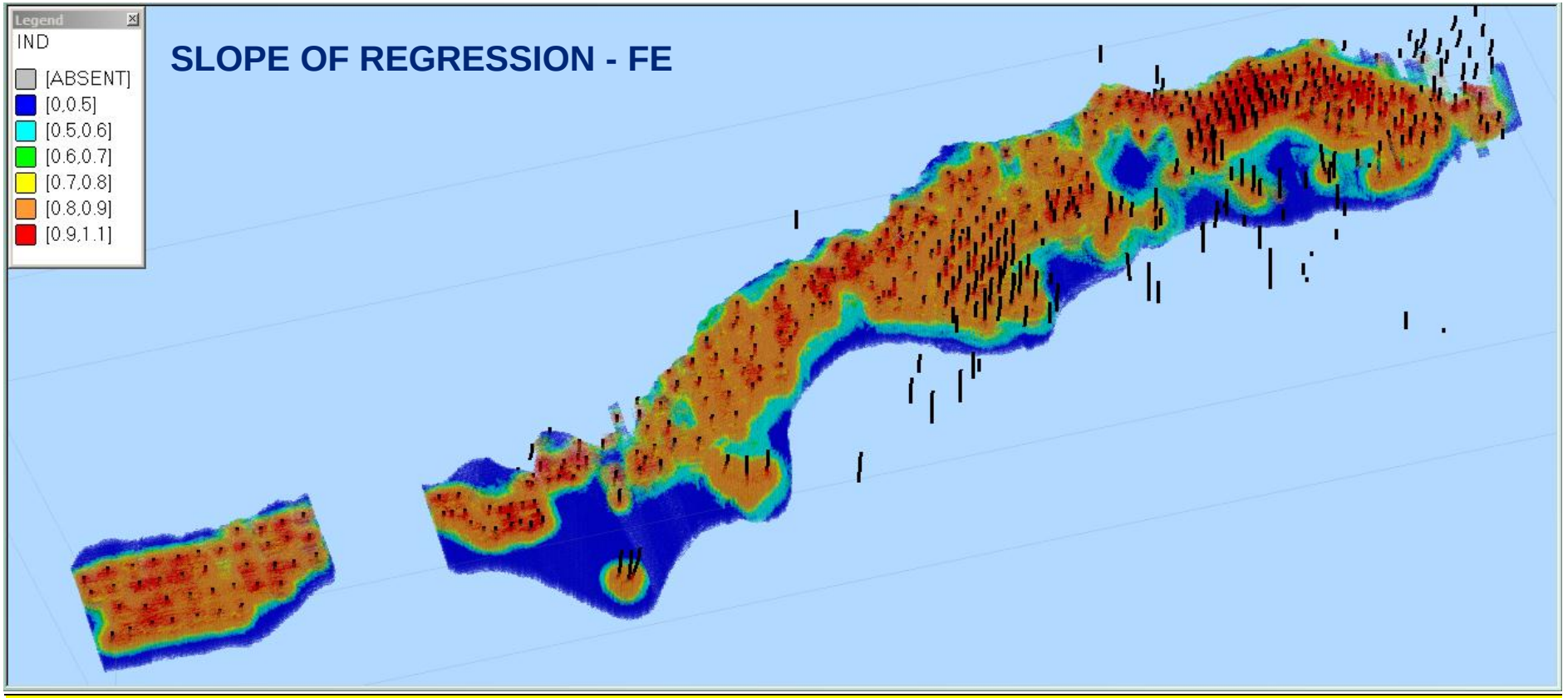
DEZ 2011

ITEM	BASIS	WEIGHT (total=100)	SCORE BY DOMAIN (0-5)			WEIGHTED SCORE (0-500)		
			North	Center	South	North	Center	South
2. Density/Tonnage Confidence	Block (KVDENS)	20	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-100}	{0-100}	{0-100}



DEZ 2011

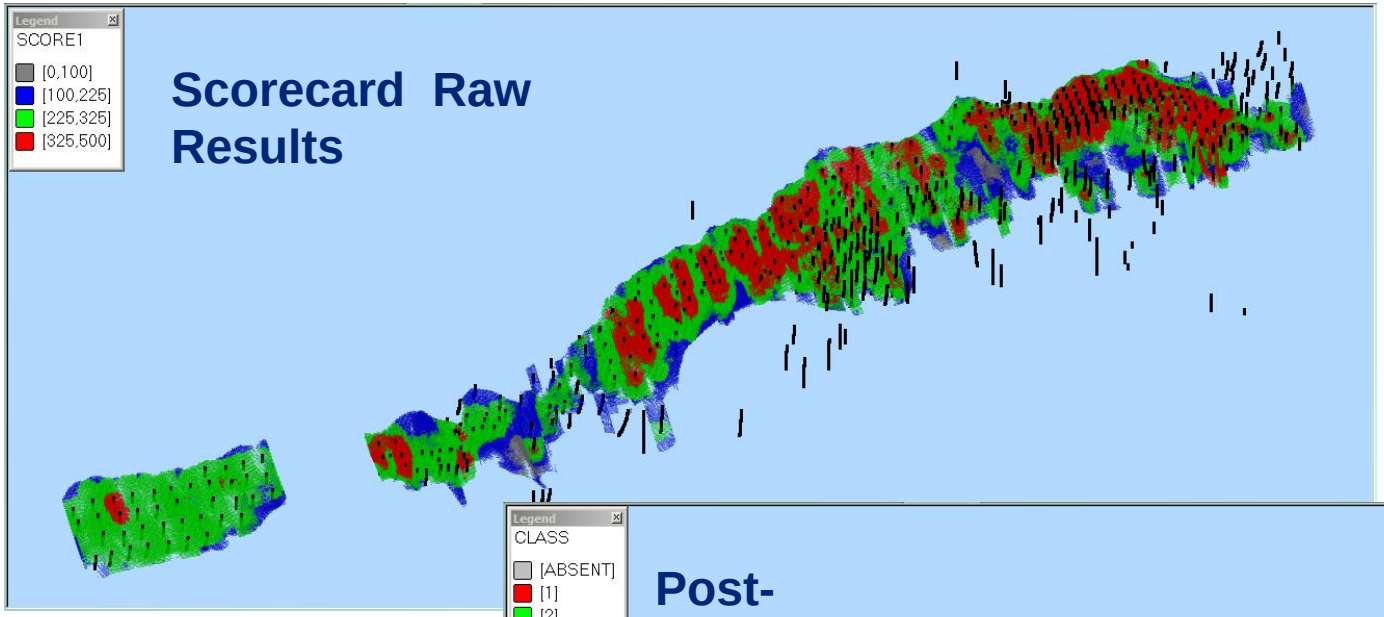
ITEM	BASIS	WEIGHT (total=100)	SCORE BY DOMAIN (0-5)			WEIGHTED SCORE (0-500)		
			North	Center	South	North	Center	South
3. QA/QC								
3.1. No QA/QC (DD 0-88)	Block \ Regions	15	1	1	1	15	15	15
3.2. Blank (DD 89- 190)			2	2	2	30	30	30
3.3. Blank + Duplicates (DD 191- 255)			3	3	3	45	45	45
3.4. Blank + Duplicates + 5CRMs (DD 256 - 381)			4	4	4	60	60	60
3.5. *Post Morten*			{+1}	{+1}	{+1}	{+1}	{+1}	{+1}
3.6. *Failure in QAQC analysis (penalty)*			{-1}	{-1}	{-1}	{-1}	{-1}	{-1}



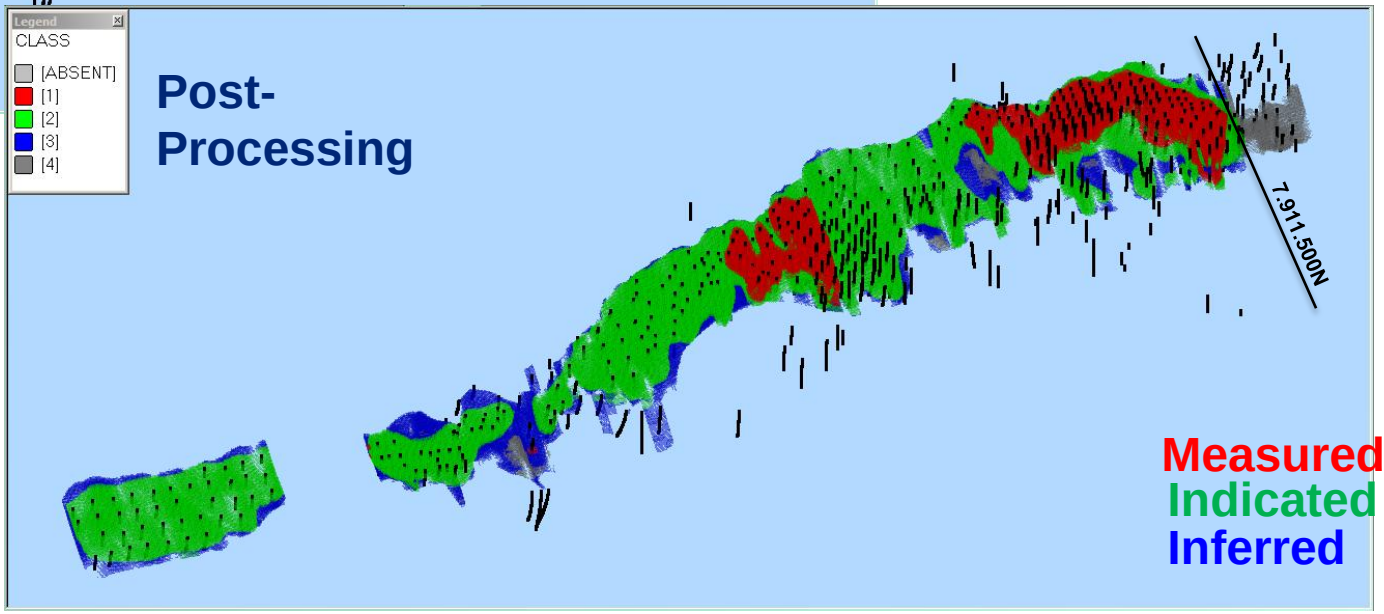
Serra do Sapo Scorecard System - DEC-2011

ITEM	BASIS	WEIGHT (total=100)	SCORE BY DOMAIN (0-5)			WEIGHTED SCORE (0-500)		
			North	Center	South	North	Center	South
4.2. Kriging Quality - Slope of Regression								
4.2.1. FE	Block	7	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-35}	{0-35}	{0-35}
4.2.2. AL		3	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0, 1, 3 or 5}	{0-15}	{0-15}	{0-15}

FINAL MINERAL RESOURCES CLASSIFICATION – FRIABLE ORE



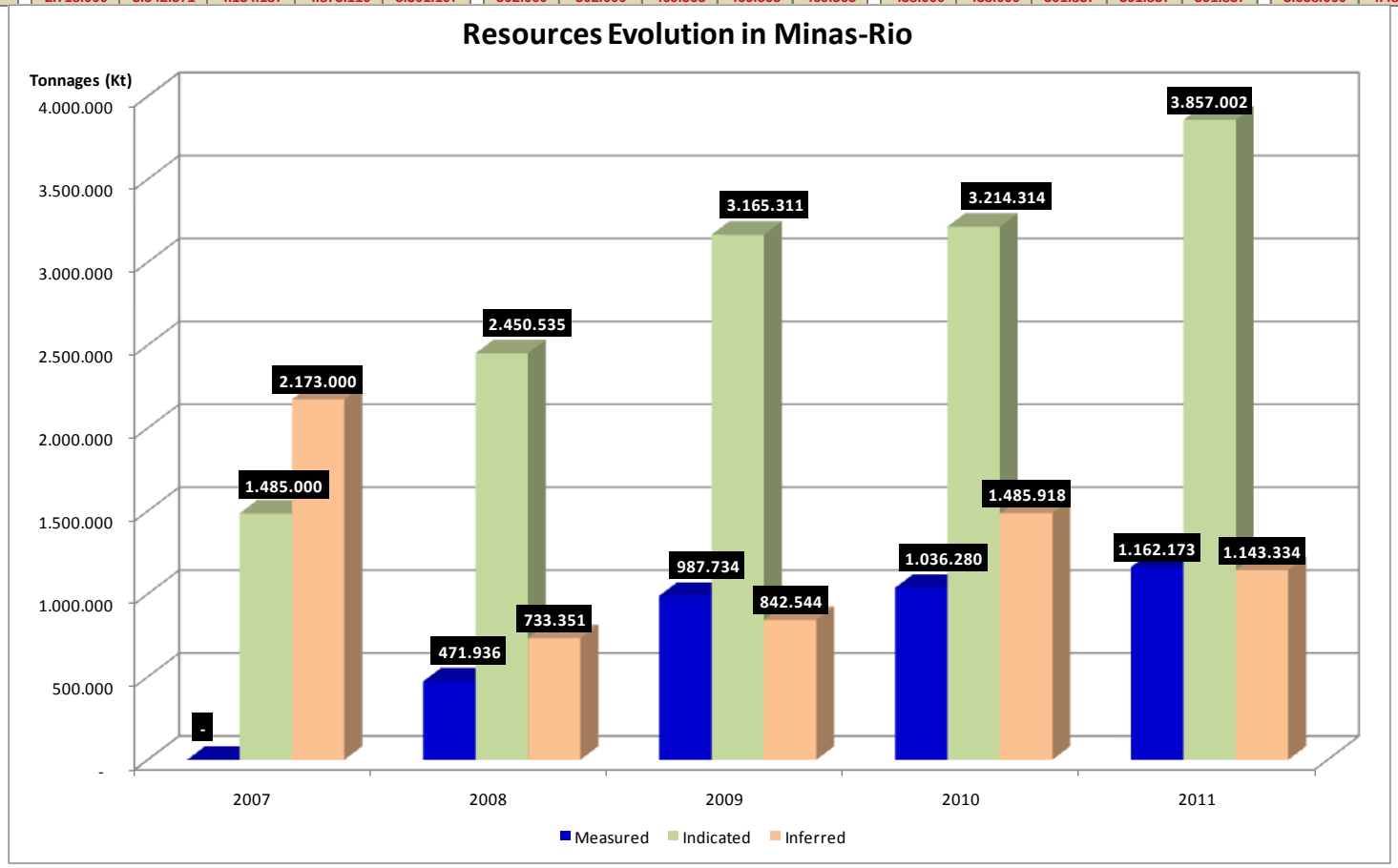
Knowledge Driven Intervention



MINERAL RESOURCES

Minas Rio Project - Mineral Resources Evolution

Classification	Serra do Sapo (Tonnages - Kt)					Itapanhoacanga (Tonnages - Kt)					Serro (Tonnages - Kt)					Total (Tonnages - Kt)				
	2007	2008	2009	2010	2011	2007	2008	2009	2010	2011	2007	2008	2009	2010	2011	2007	2008	2009	2010	2011
Measured		471.936	951.842	1.000.388	1.126.281	-	-	35.892	35.892	35.892	-	-	-	-	-	-	471.936	987.734	1.036.280	1.162.173
Indicated	1.270.000	2.235.535	2.840.752	2.889.755	3.532.443	89.000	89.000	315.072	315.072	315.072	126.000	126.000	9.487	9.487	9.487	1.485.000	2.450.535	3.165.311	3.214.314	3.857.002
Inferred	1.448.000	835.100	341.593	984.967	642383	413.000	413.000	118.601	118.601	118.601	312.000	312.000	382.350	382.350	382.350	2.173.000	1.560.100	842.544	1.485.918	1.143.334
Total	2.718.000	3.542.571	4.134.187	4.875.110	5.301.107	502.000	502.000	469.565	469.565	469.565	438.000	438.000	391.837	391.837	391.837	3.658.000	4.482.571	4.995.589	5.736.512	6.162.509



In August 2008 Anglo American Acquired 100 % of Minas Rio Project from MMX

AngloAmerican

MINING PLANNING

The Minas-Rio Project was originally projected into 2 phases :

Phase I → Friable Ores

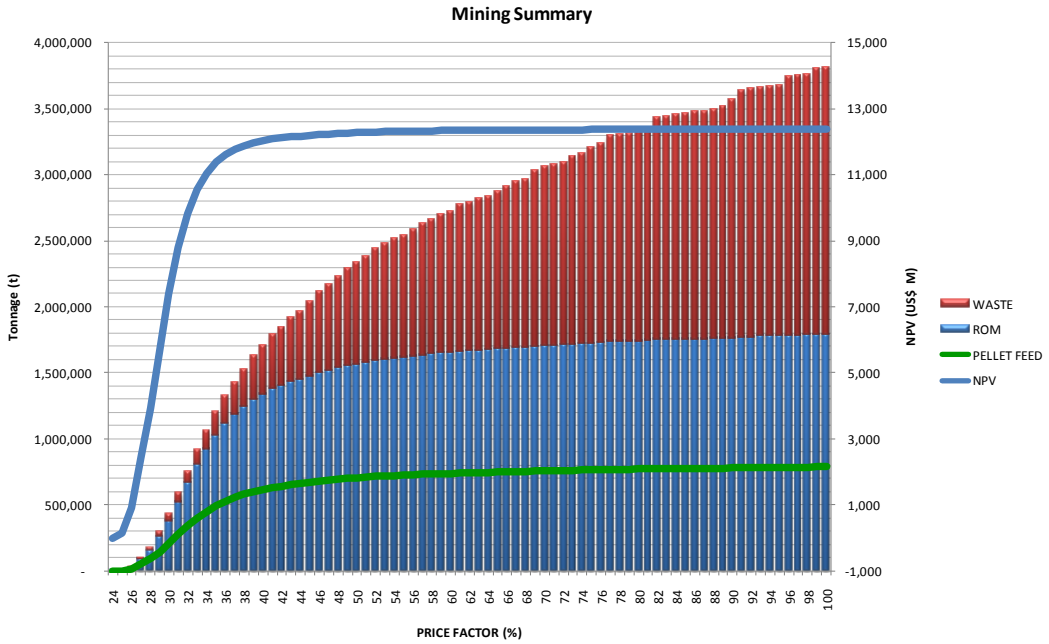
Phase II → Compact Ores

For the Phase I was planned to mine only the Serra do Sapo, aiming to produce 26.5 Mtpa of pellet feed. However, after several studies, it was identified the possibility to increase the pipeline capacity, and consequently increasing to 29.8 Mtpa the pellet feed production (Optmized Phase I).

The studies took as a premise, to transport the ore using trucks till the crushers, which would be installed on the north, central and south mine portions. Associated to the crusher would have a long distance conveyor belt to transport the ore to the beneficiation plant. Also the waste would be transported by trucks to the piles.

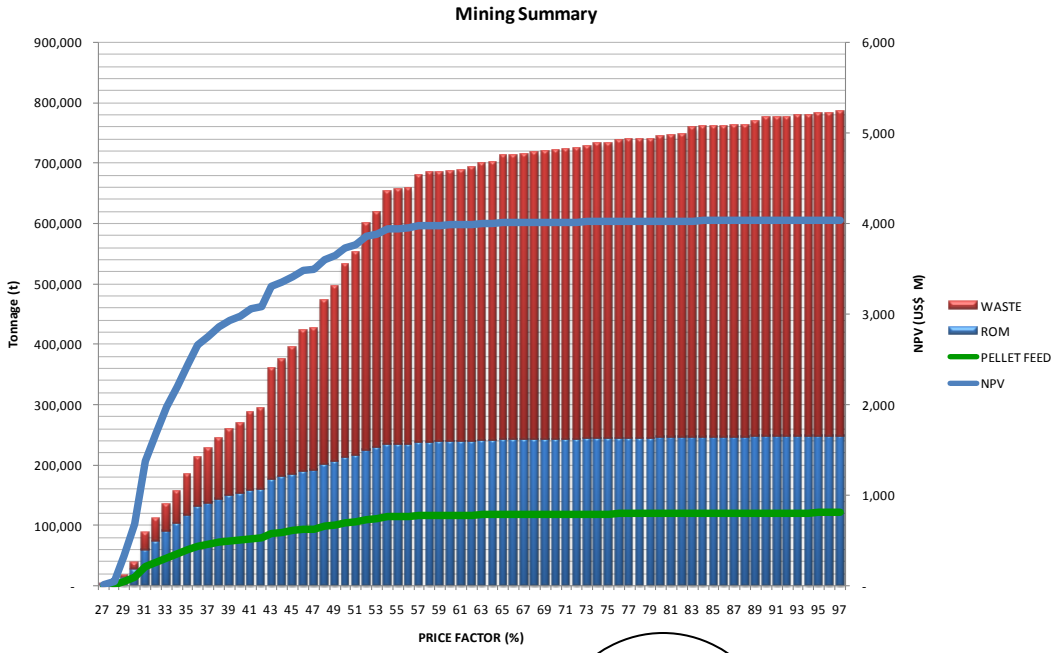
MINE PLAN – MAIN RESULTS

SERRA DO SAPO - Pit Family Analysis



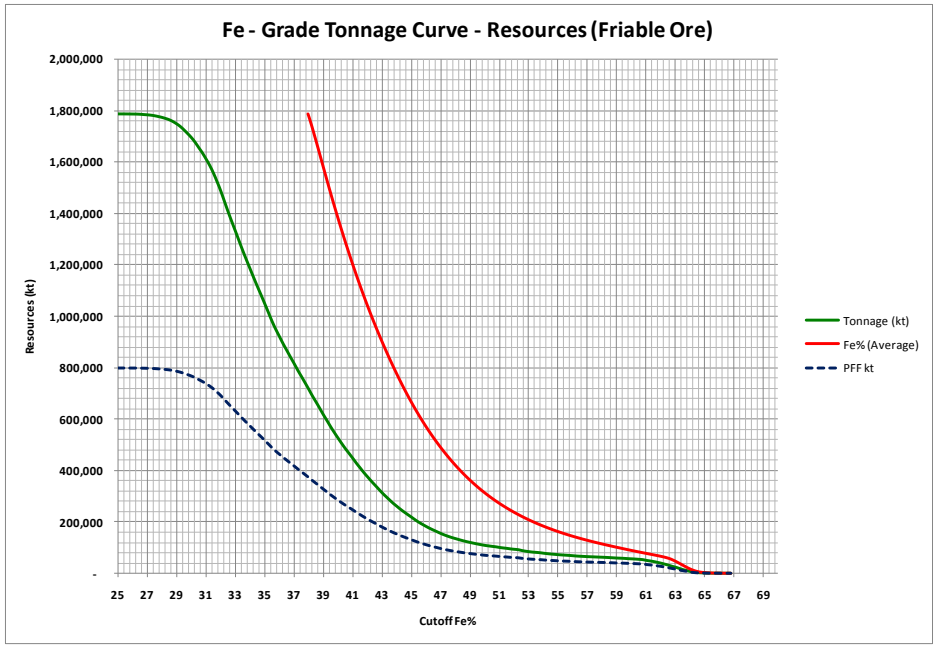
PIT ANALYSIS	PIT		DIFFERENCE	MINED
	ULTIMATE PIT (A)	SELECTED PIT (B)	(A-B)	1- ((A-B)/A)
PIT (#)	100	75	-	-
NPV (US$ M)	12,372	12,363	9	100%
Total ROM (Kt)	1,788,504	1,727,486	61,019	97%
Total Waste (Kt)	2,020,723	1,480,580	540,143	73%
S.R (t/t)	1.13	0.86	0.27	
Remaining Stripping Ratio (t/t)			8.85	

SERRA DE ITAPANHOACANGA - Pit Family Analysis

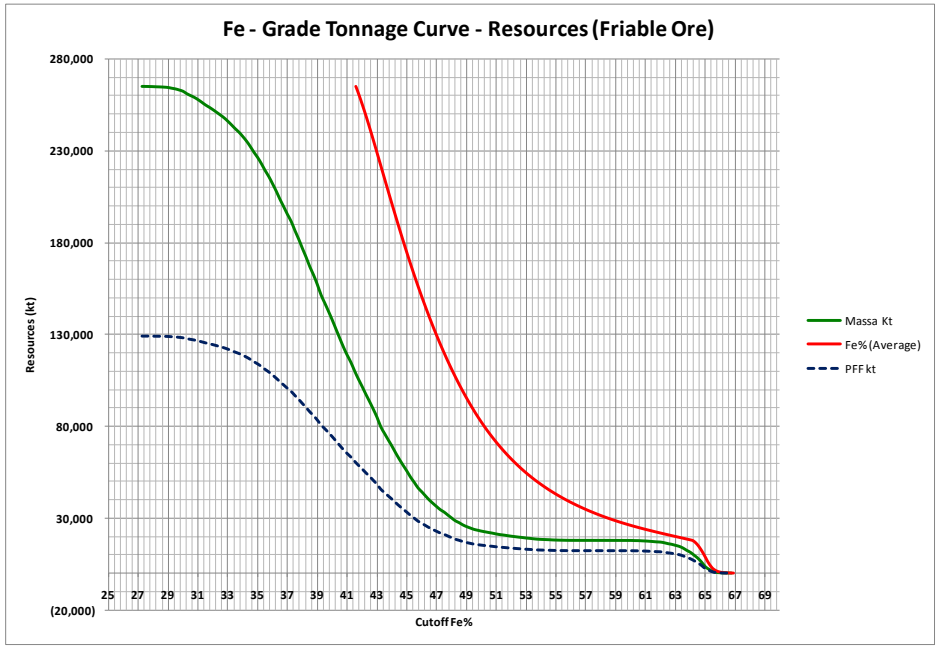


PIT ANALYSIS	PIT		DIFFERENCE	MINED
	ULTIMATE PIT (A)	SELECTED PIT (B)	(A-B)	1- ((A-B)/A)
PIT (#)	97	55	-	-
NPV (US$ M)	4,033	3,944	89	98%
Total ROM (Kt)	248,389	234,071	14,319	94%
Total Waste (Kt)	535,341	421,575	113,767	79%
S.R (t/t)	2.16	1.80	0.35	
Remaining Stripping Ratio (t/t)		5.14	7.95	

Grade Tonnage Curve



Serra do Sapo



Itapanhoacanga

- Serra do Sapo Reserve (operational pit)

ORE LITHOLOGIES	TONNAGE (kt)	FE (%)	SI (%)	AL (%)	P (%)	MN (%)	LOI (%)
HM	34,884	62.82	6.24	2.16	0.041	0.04	1.35
IF	1,044,260	38.89	41.97	1.46	0.025	0.09	0.64
ISC	518,366	32.83	51.99	0.77	0.017	0.04	0.23
IFX	43,898	40.66	29.13	6.91	0.083	0.43	3.58
CG	62,512	55.46	10.40	3.87	0.133	0.14	5.61
TOTAL	**1,703,920**	**38.19**	**42.80**	**1.49**	**0.028**	**0.08**	**0.78**

WASTE	TONNAGE (kt)
WASTE	1,590,910
TOTAL	**1,590,910**

STRIP RATIO (t/t)	0.93

- Itapanhoacanga Reserve (operational pit)

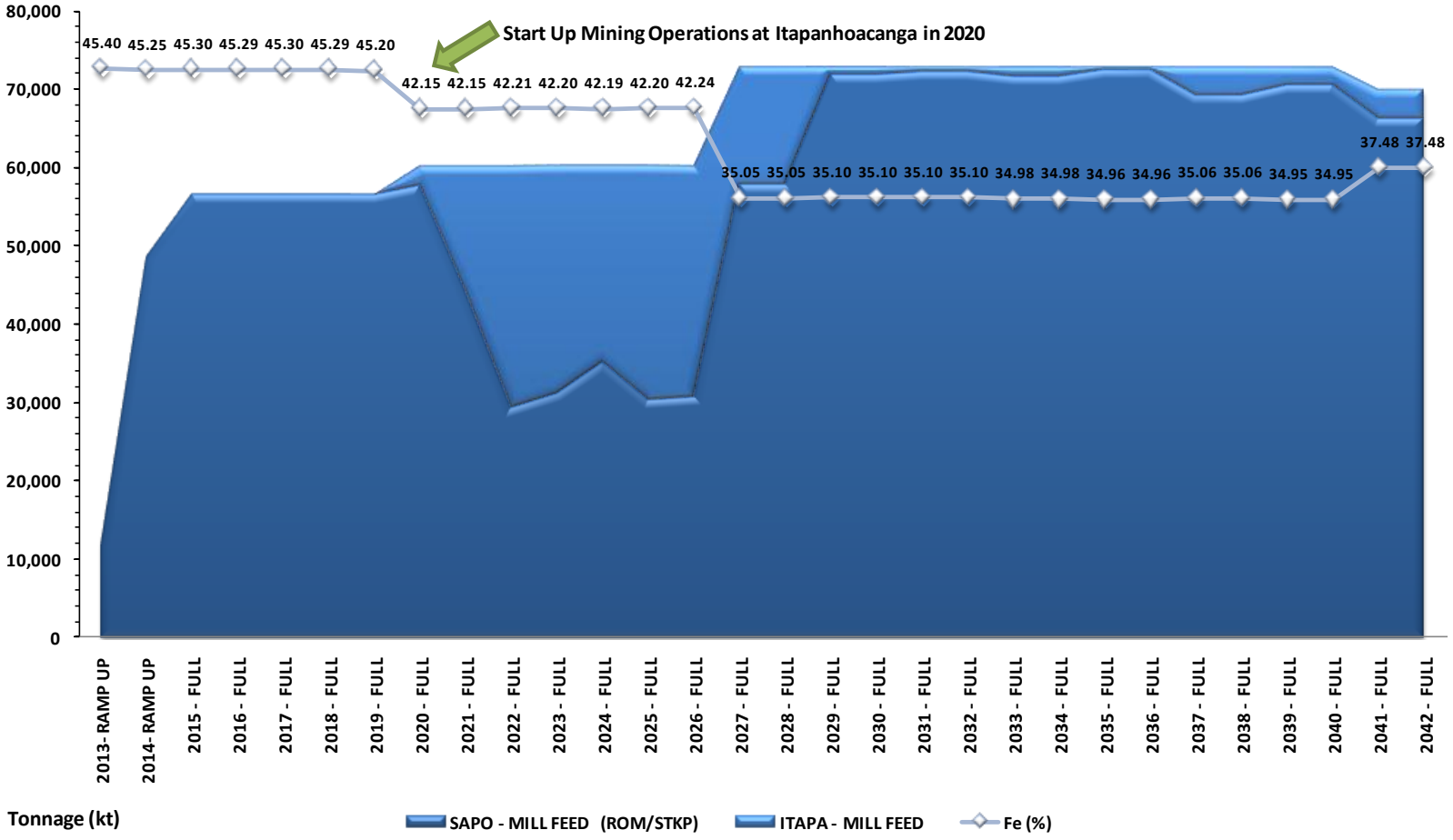
ORE LITHOLOGIES	TONNAGE (kt)	FE (%)	SI (%)	AL (%)	P (%)	MN (%)	LOI (%)
HD	2,584	62.87	7.54	1.02	0.025	0.43	0.62
HM	11,826	64.34	5.06	1.51	0.042	0.38	0.98
IF	157,159	41.09	38.25	1.77	0.030	0.21	0.87
ISC	47,892	37.54	44.02	1.38	0.022	0.16	0.59
TOTAL	**219,462**	**41.83**	**37.36**	**1.66**	**0.028**	**0.21**	**0.81**

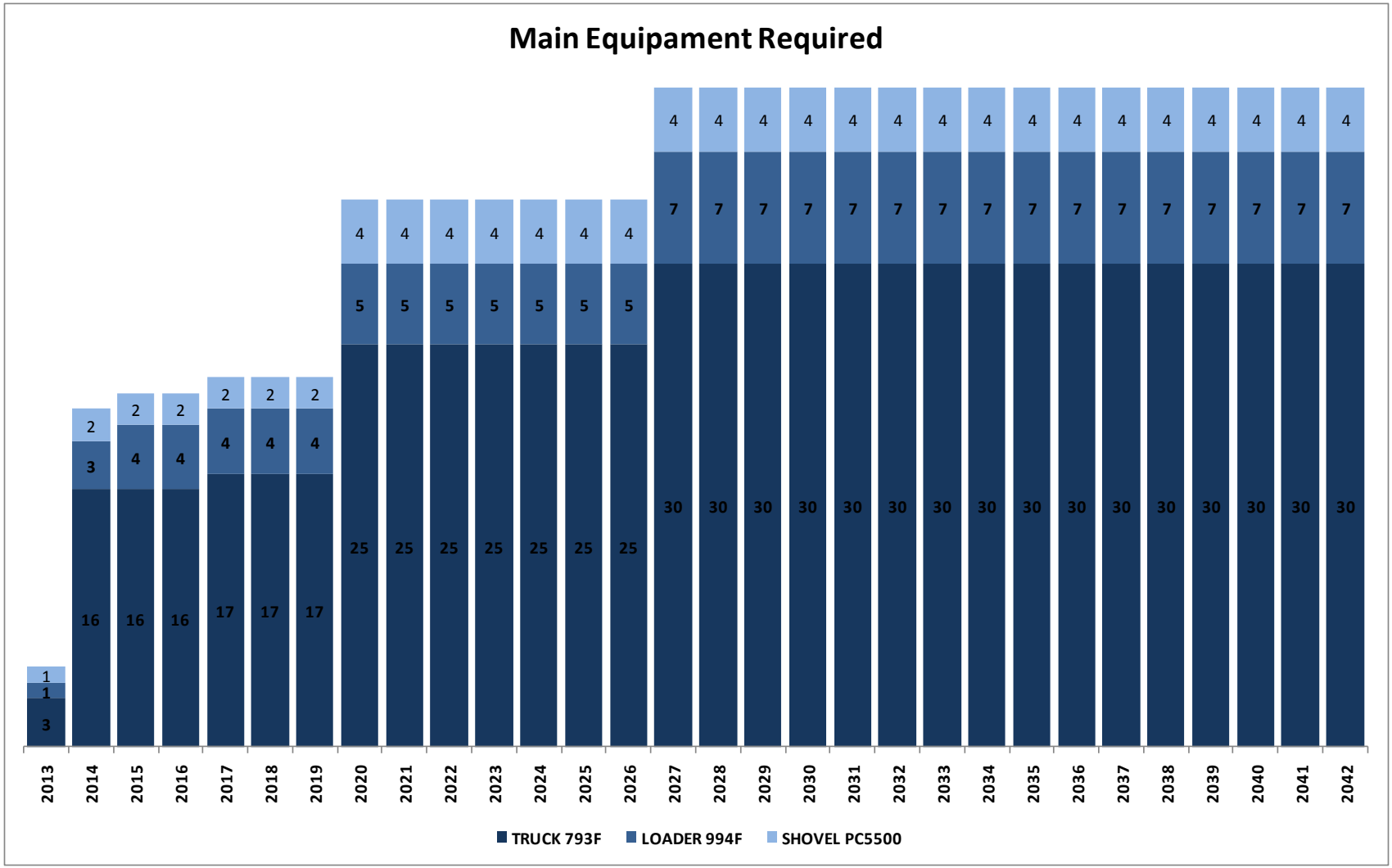
WASTE	TONNAGE (kt)
ALL	401,772
TOTAL	**401,772**

STRIP RATIO (t/t)	1.83

ROM/Stockpile Schedule by Mine

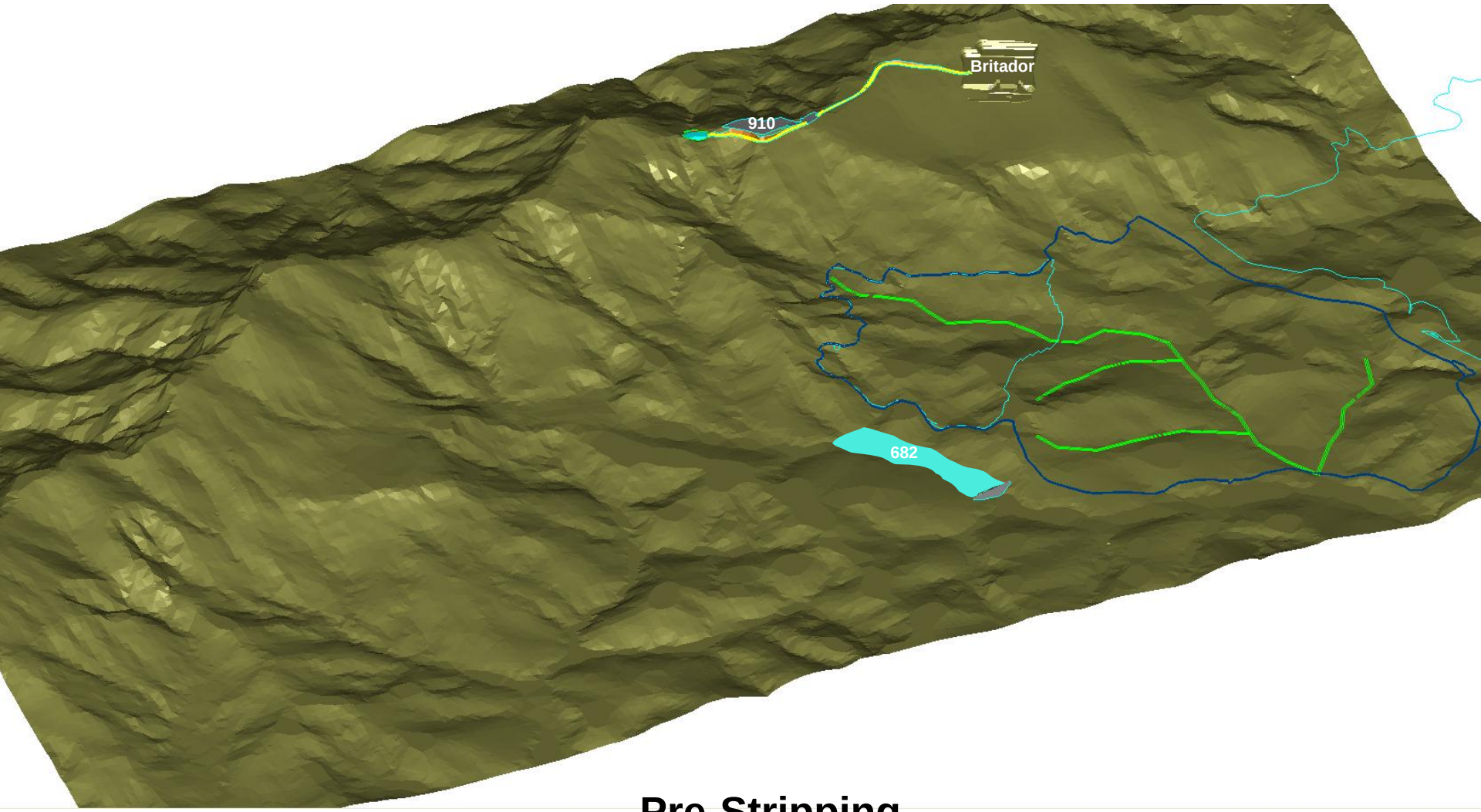
Beneficiation Plant Feed



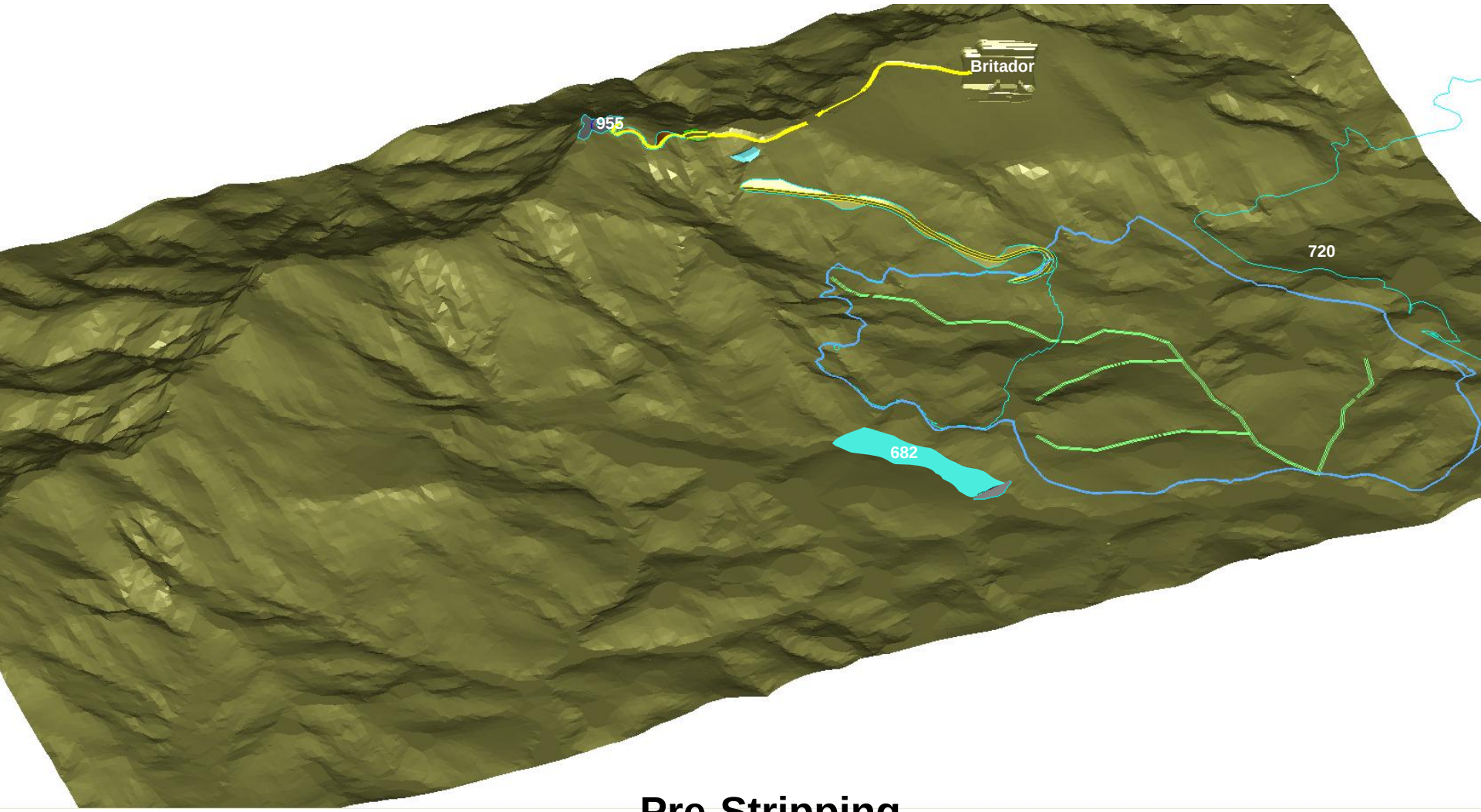

Main Equipament Required
2013 2014 2015 2016 2017 2018 2019 2020 2021 2022 2023 2024 2025 2026 2027 2028 2029 2030 2031 2032 2033 2034 2035 2036 2037 2038 2039 2040 2041 2042
TRUCK 793F
LOADER 994F
SHOVEL PC5500

MINE SCHEDULING


Serra do Sapo



Pre-Stripping



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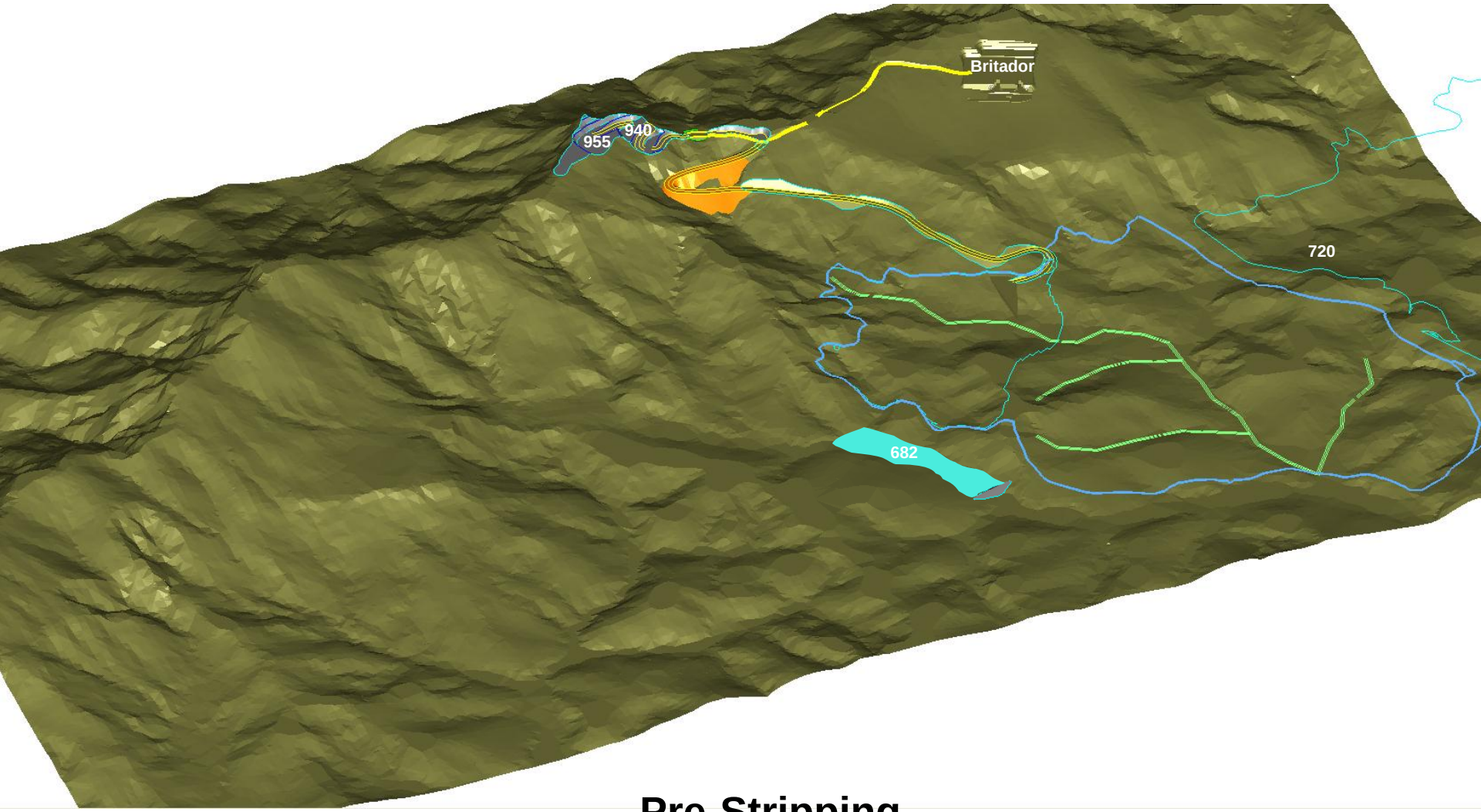

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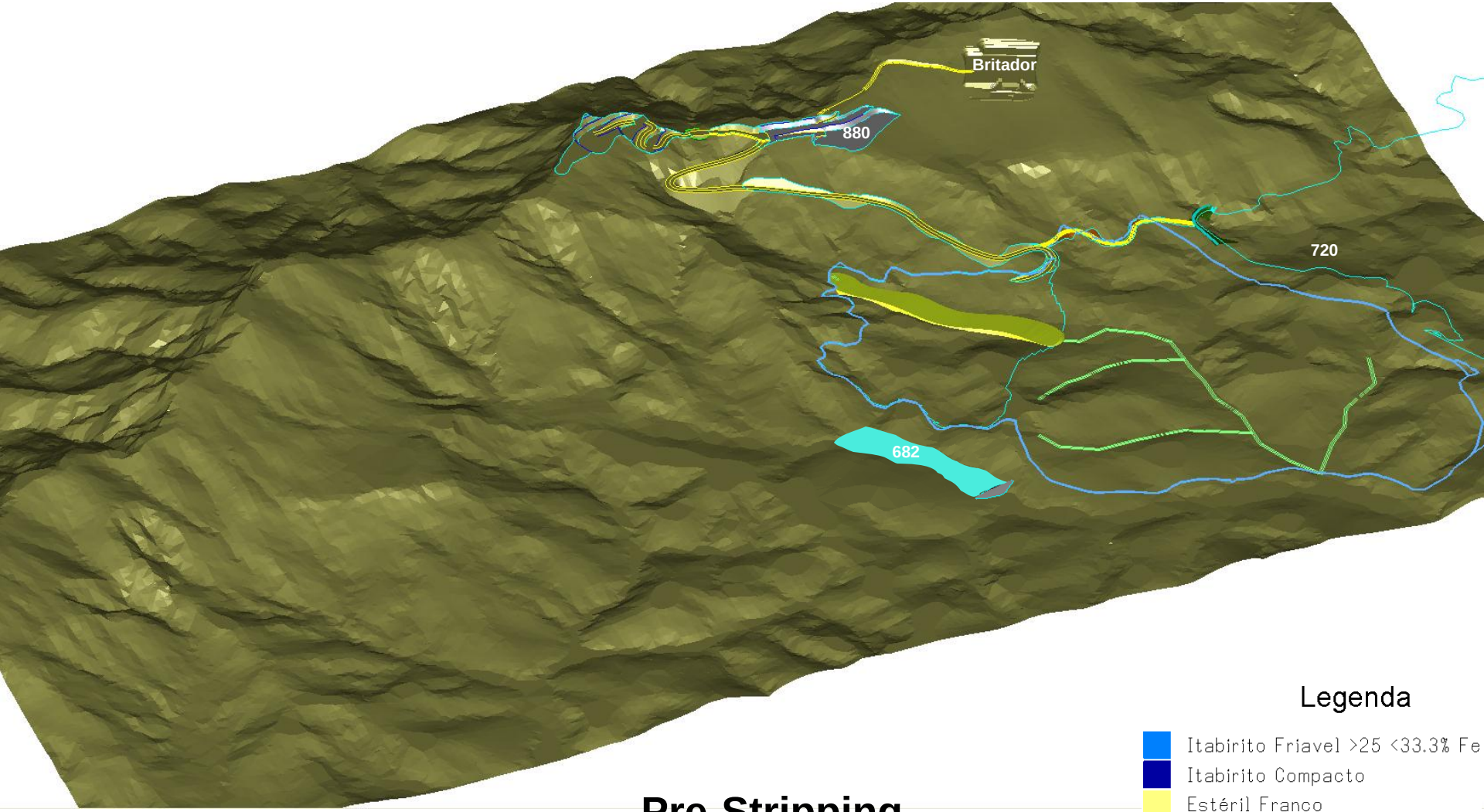

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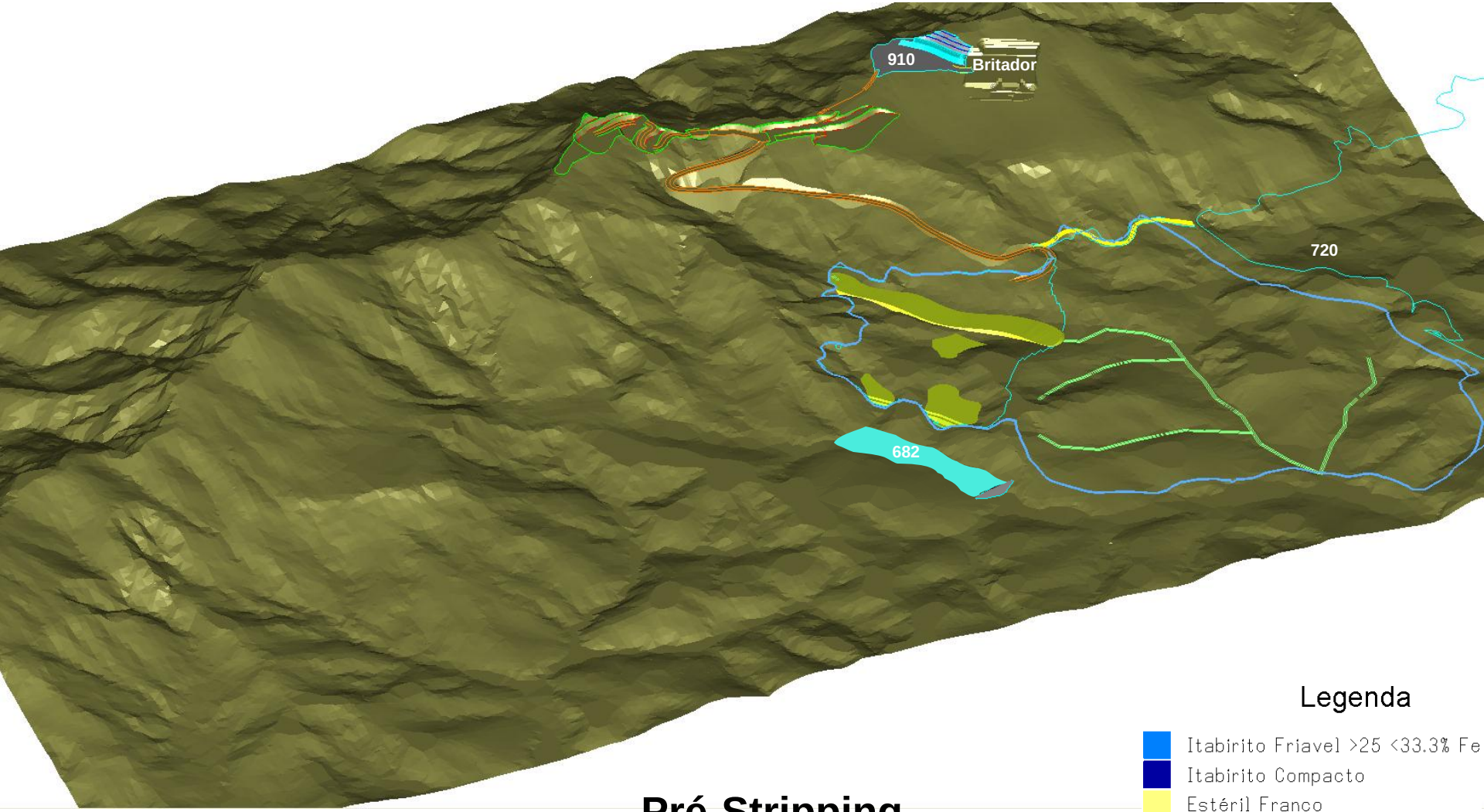
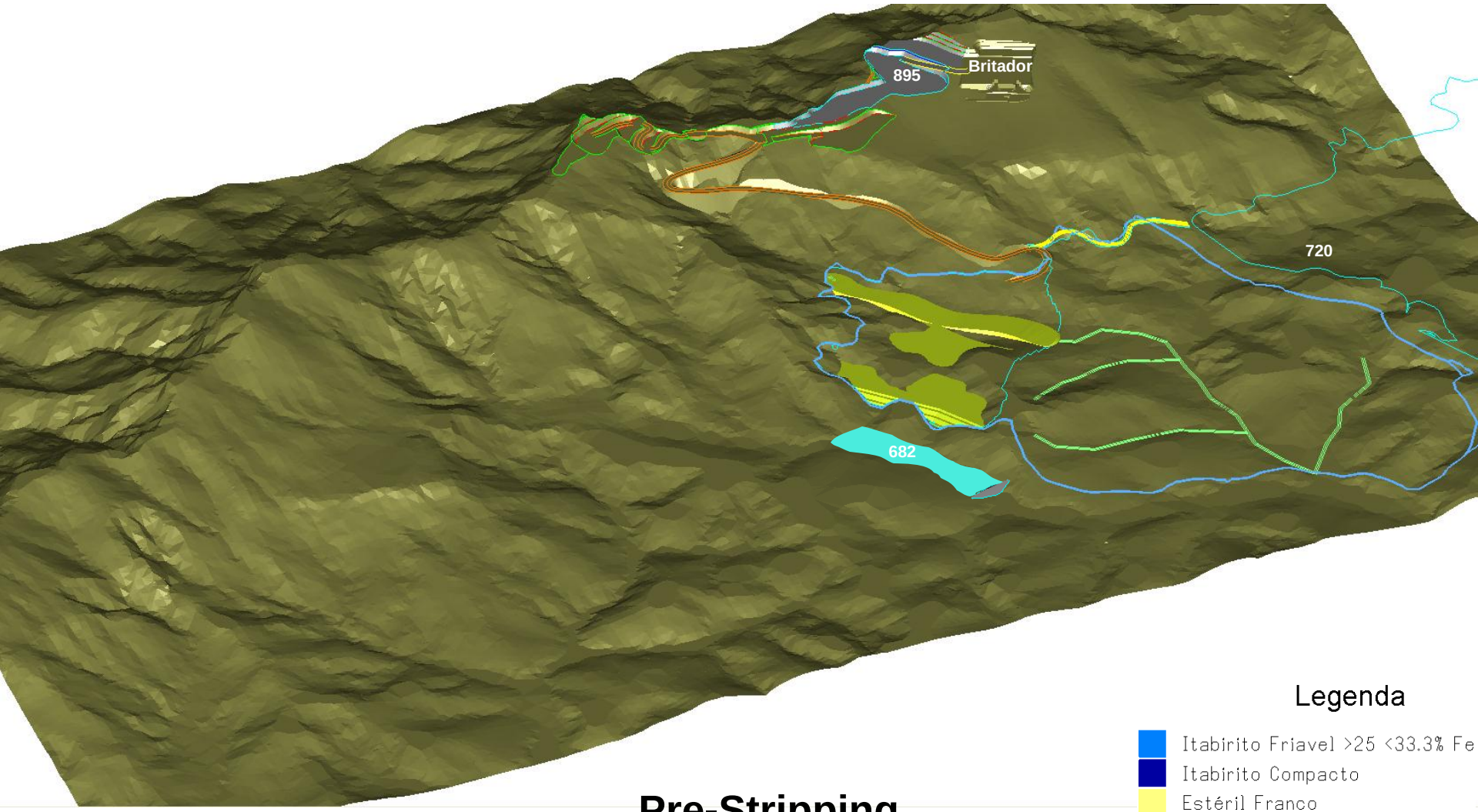
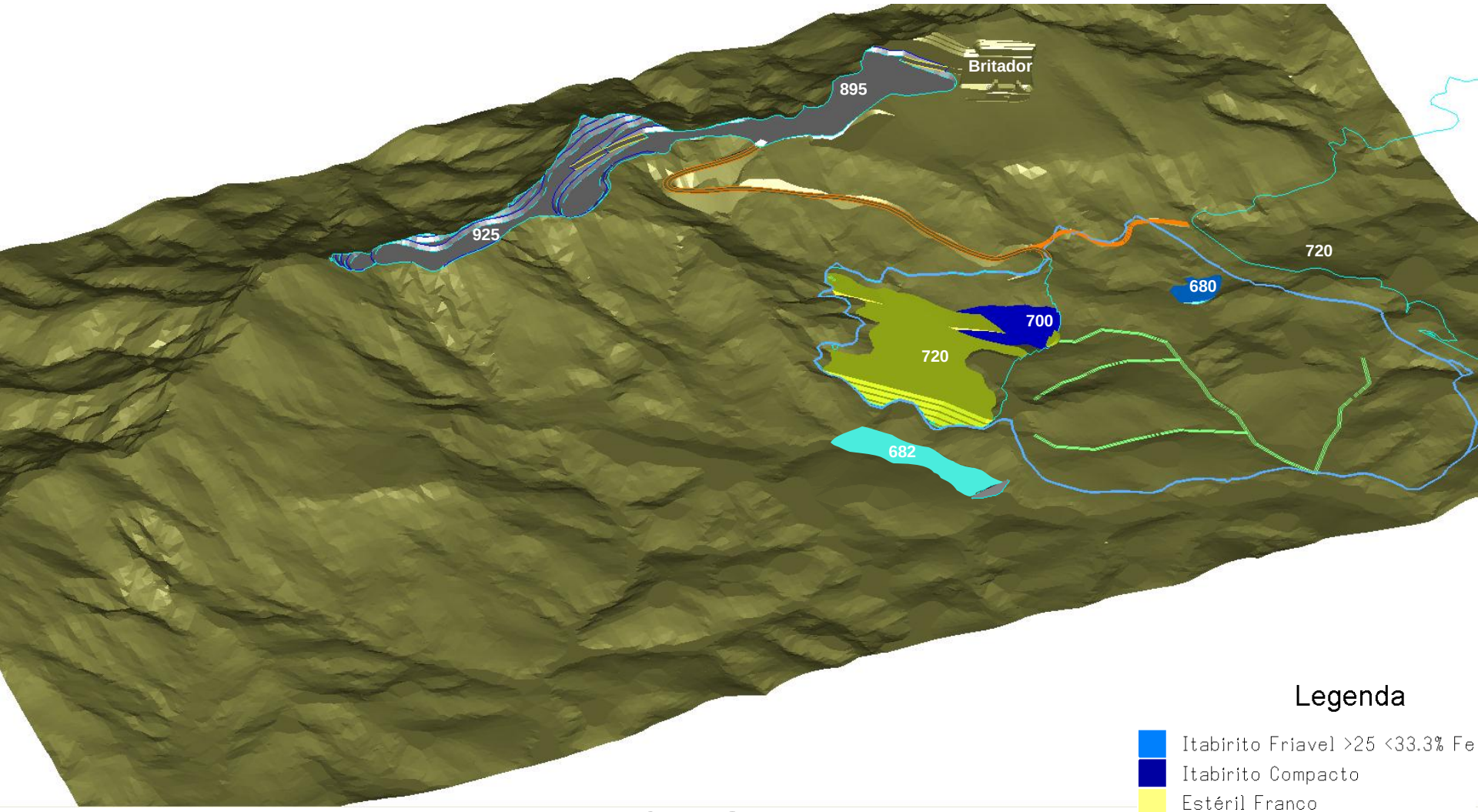


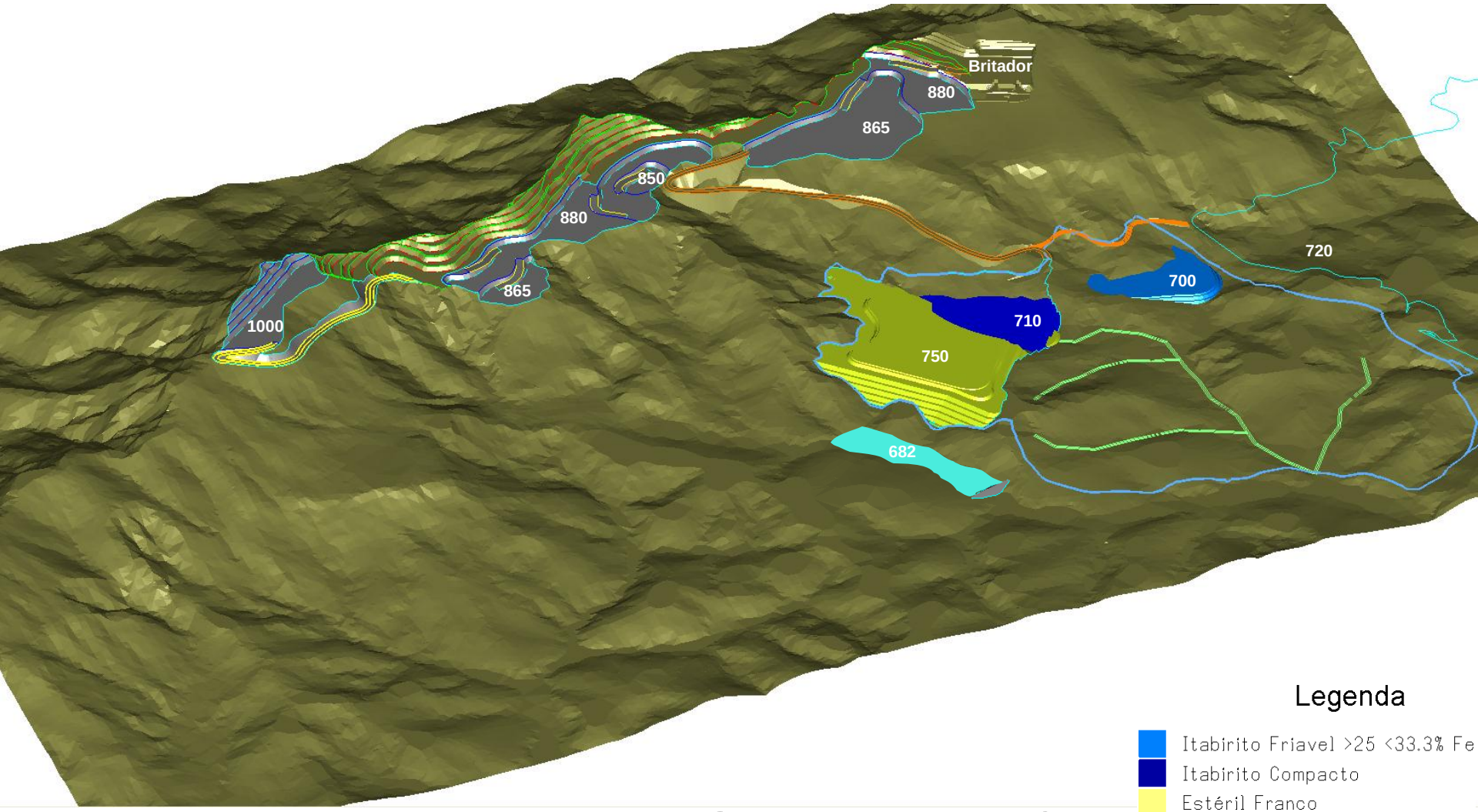
Pré-Stripping



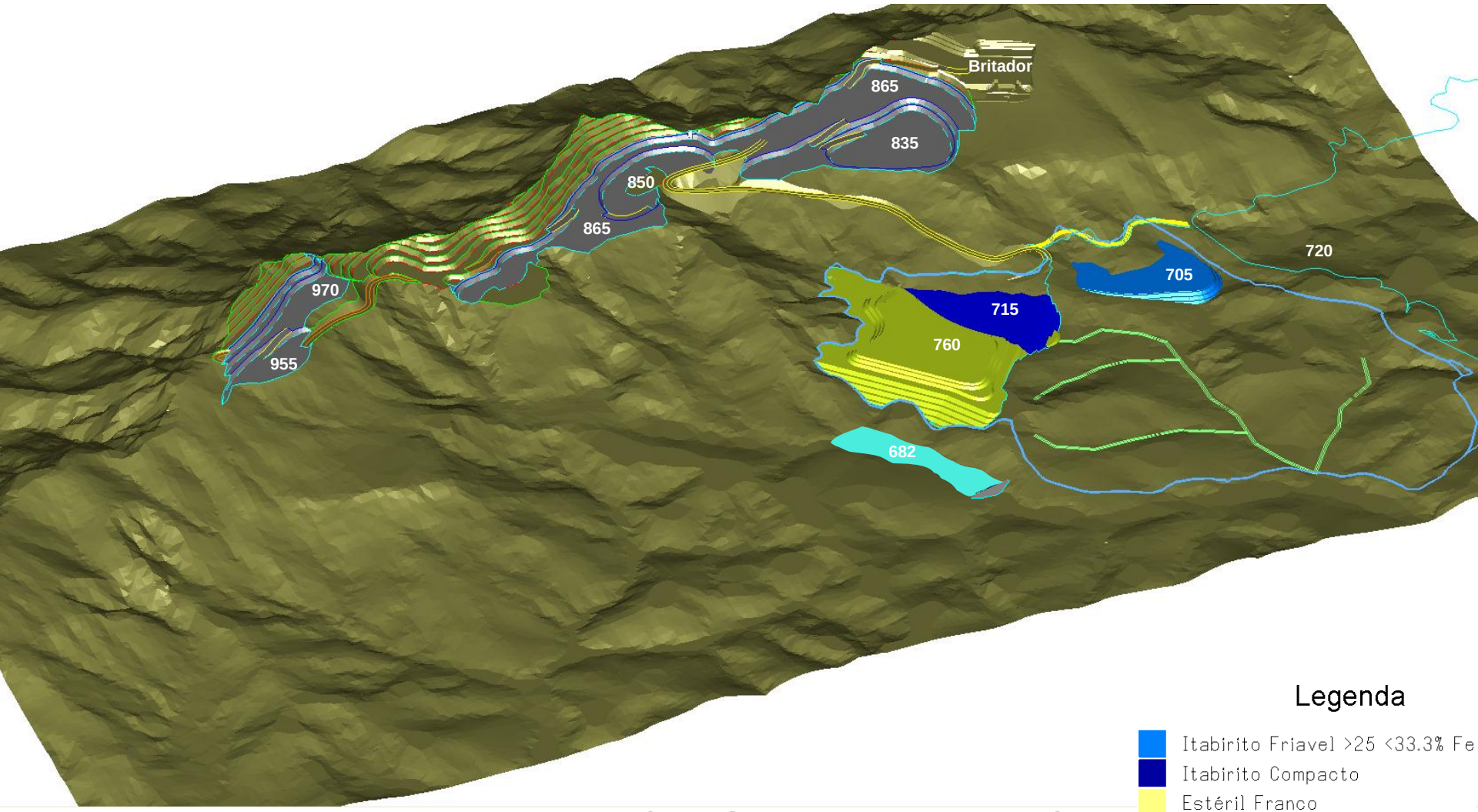
Pre-Stripping



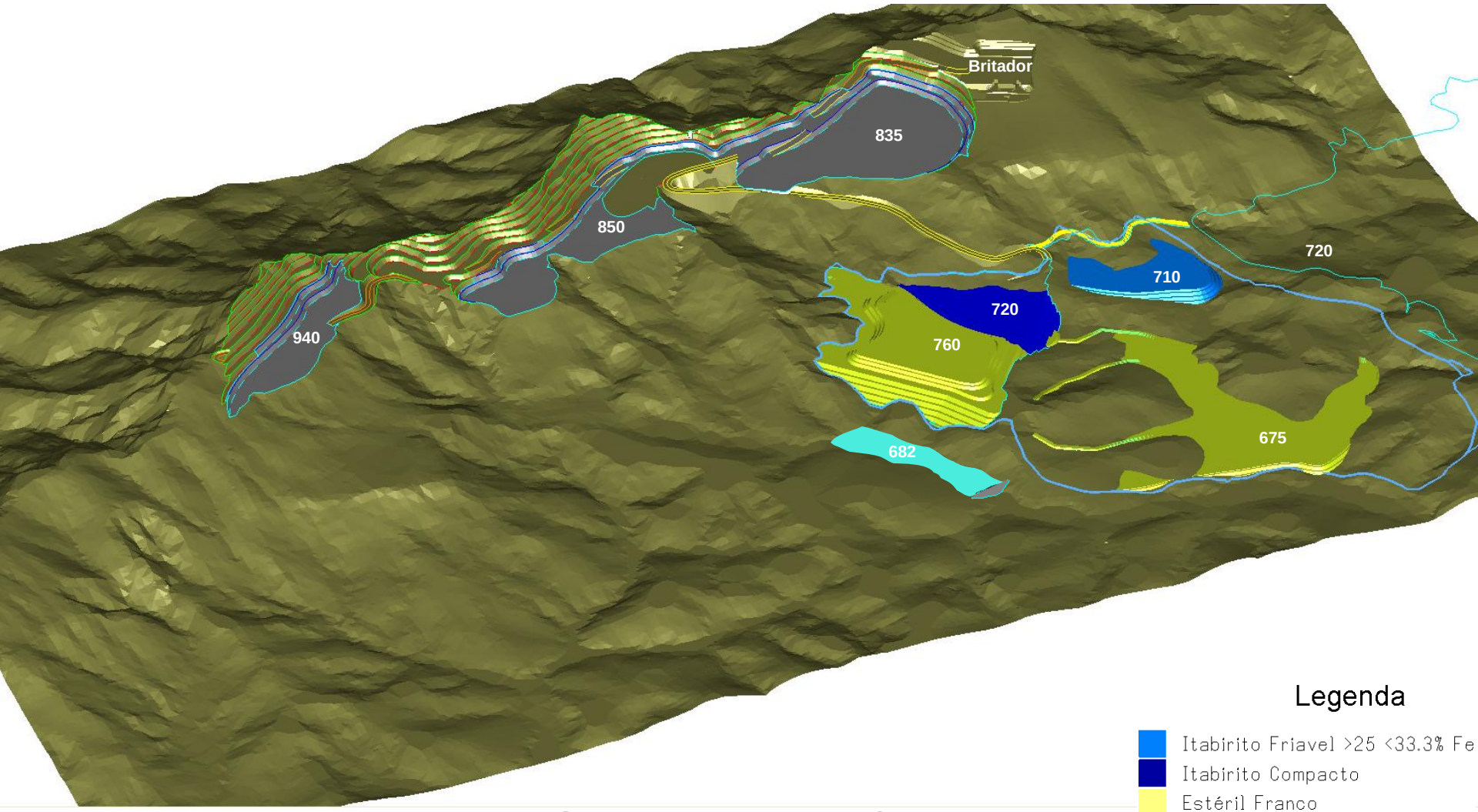
Ramp-up – 2nd Semester – Year 1



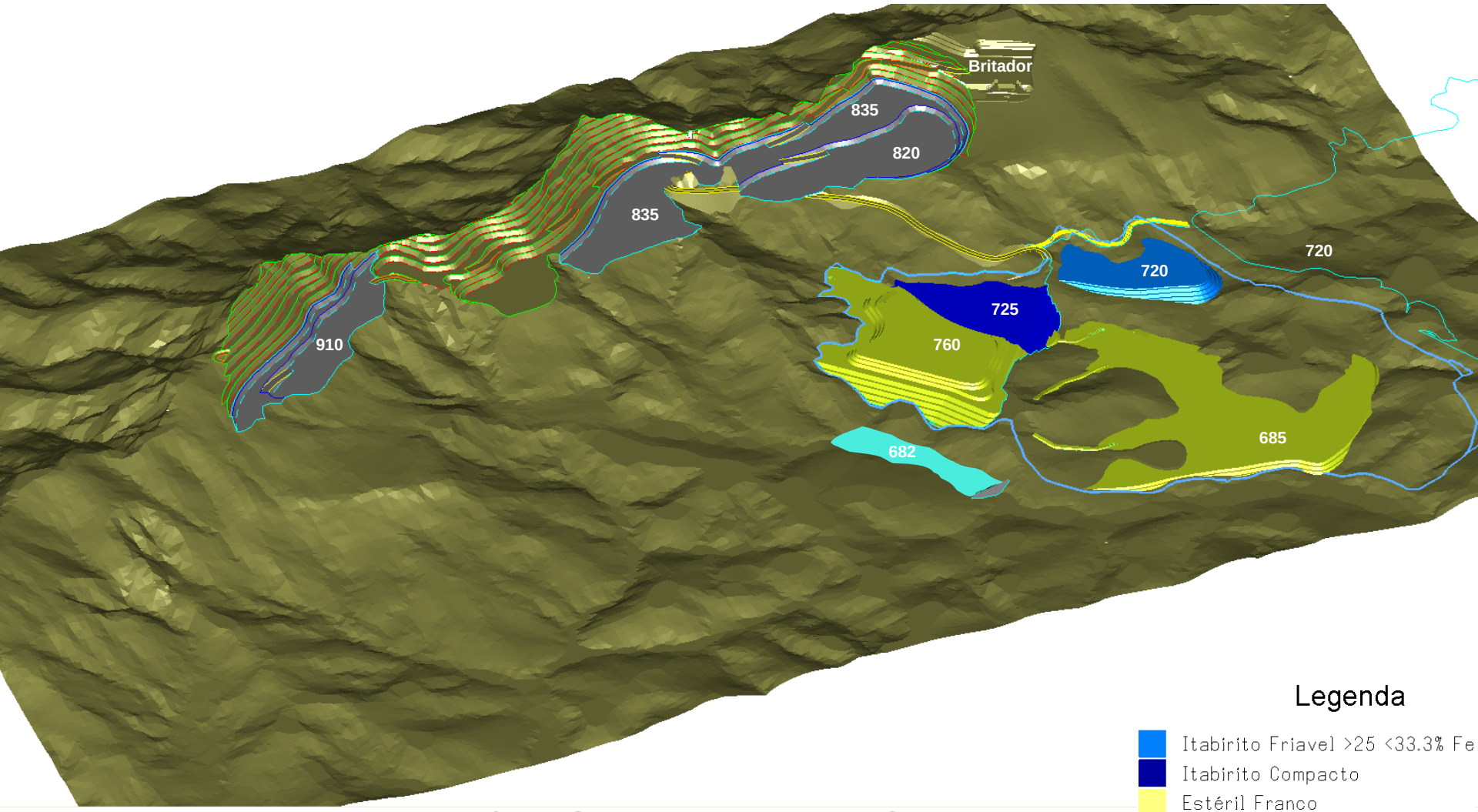
Ramp-up – 1st Semester – Year 2



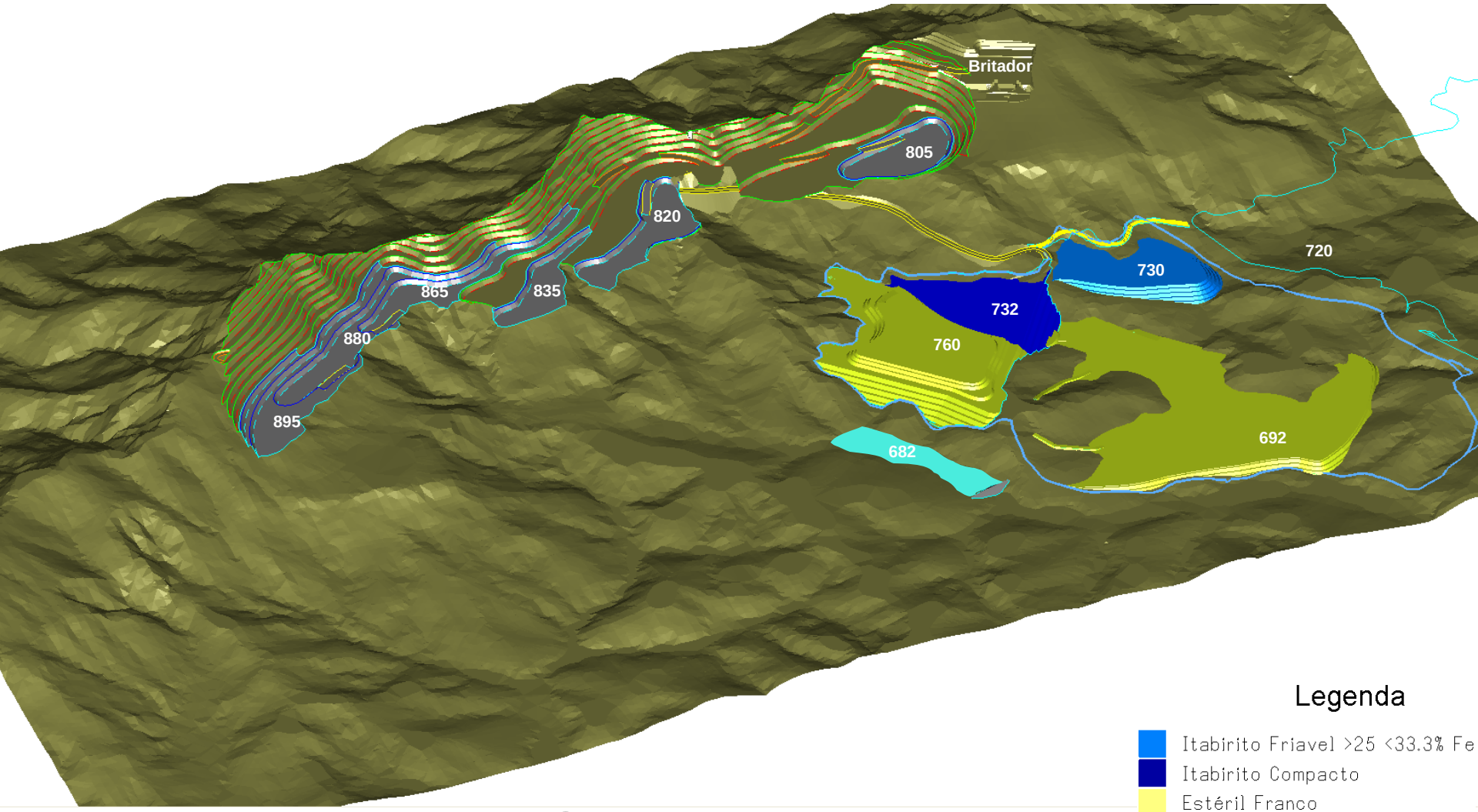
Ramp-up – 2nd Semester – Year 2



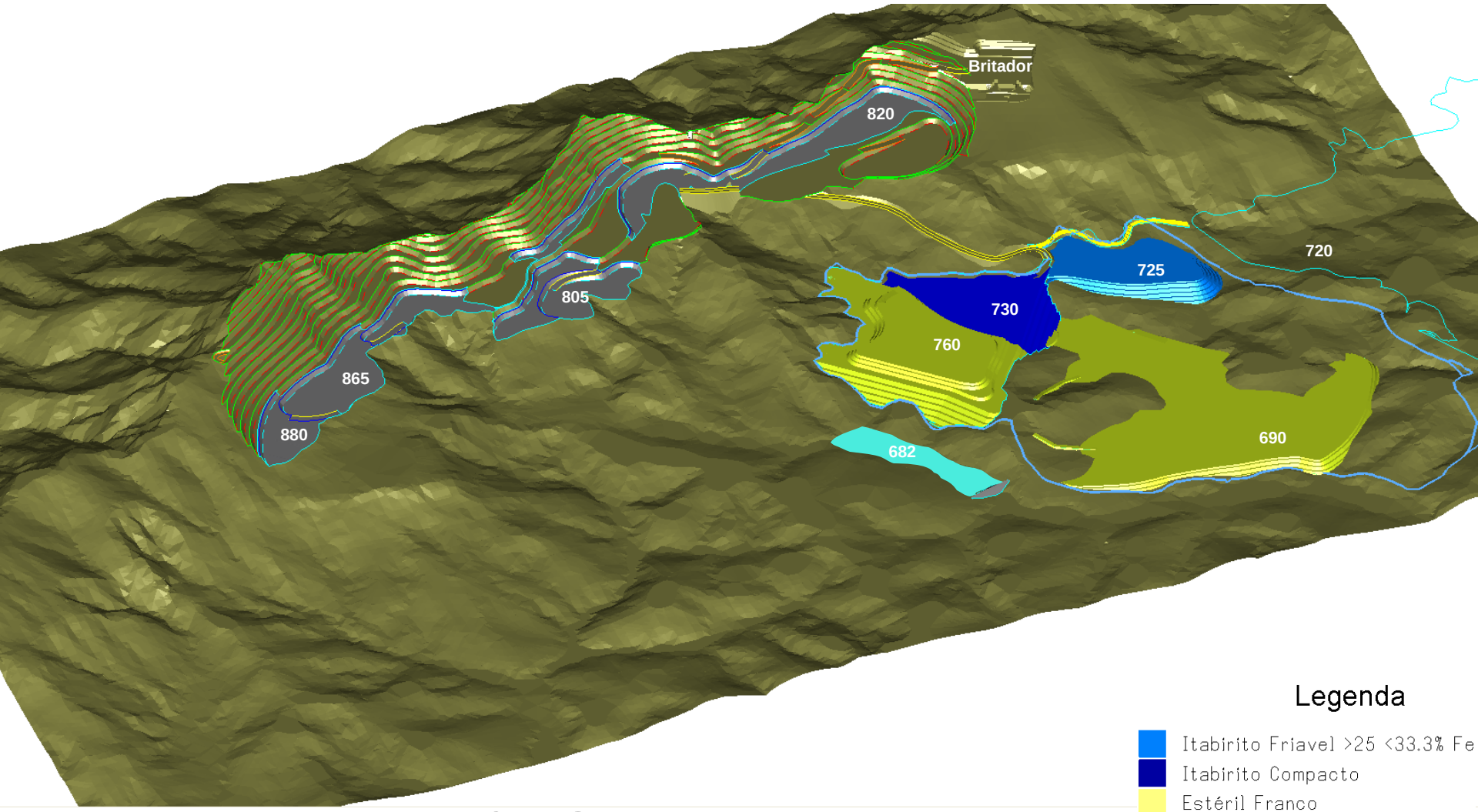
1st Semester –Year 3



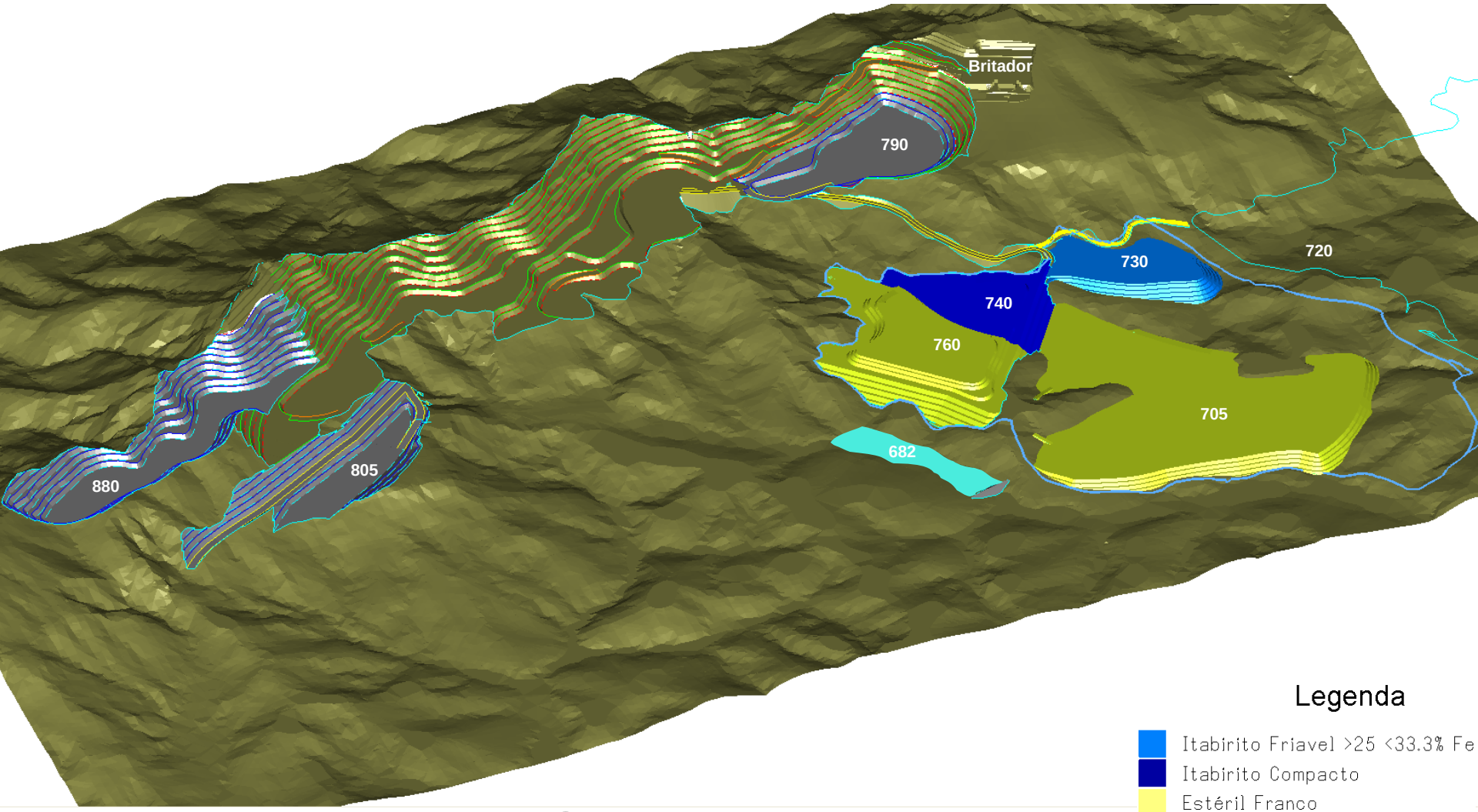
2nd Semester –Year 3



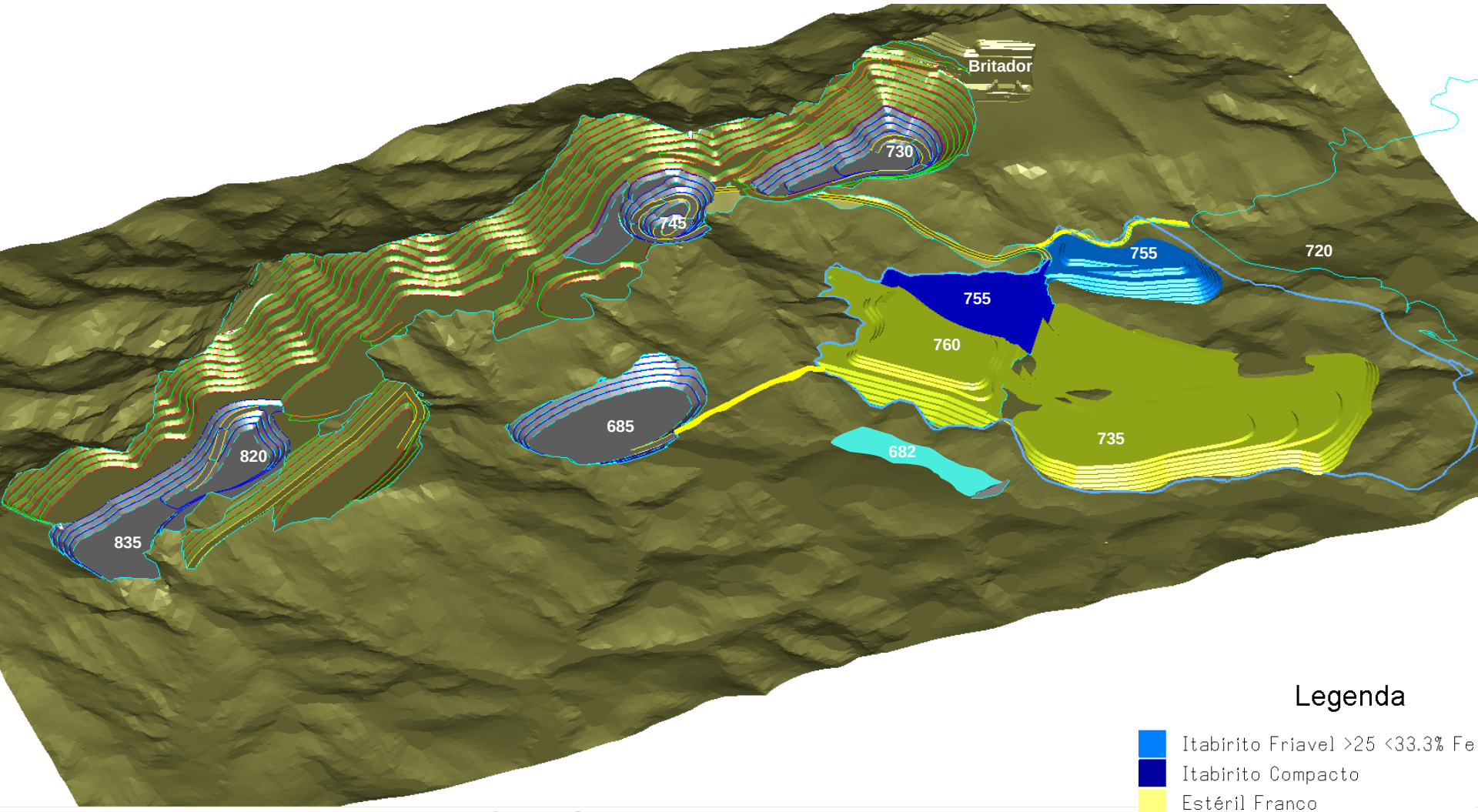
1st Semester –Year 4



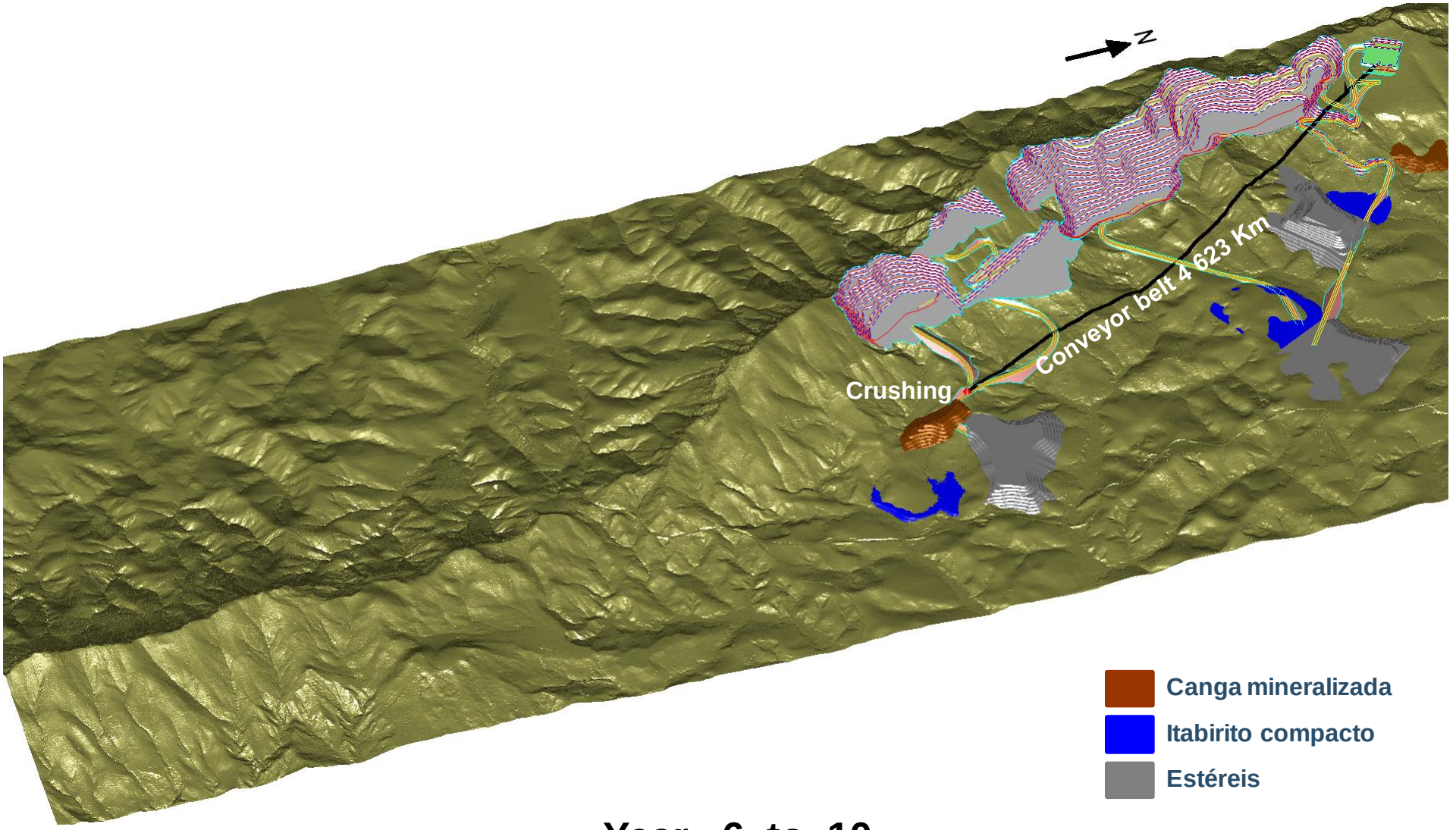
2nd Semester –Year 4



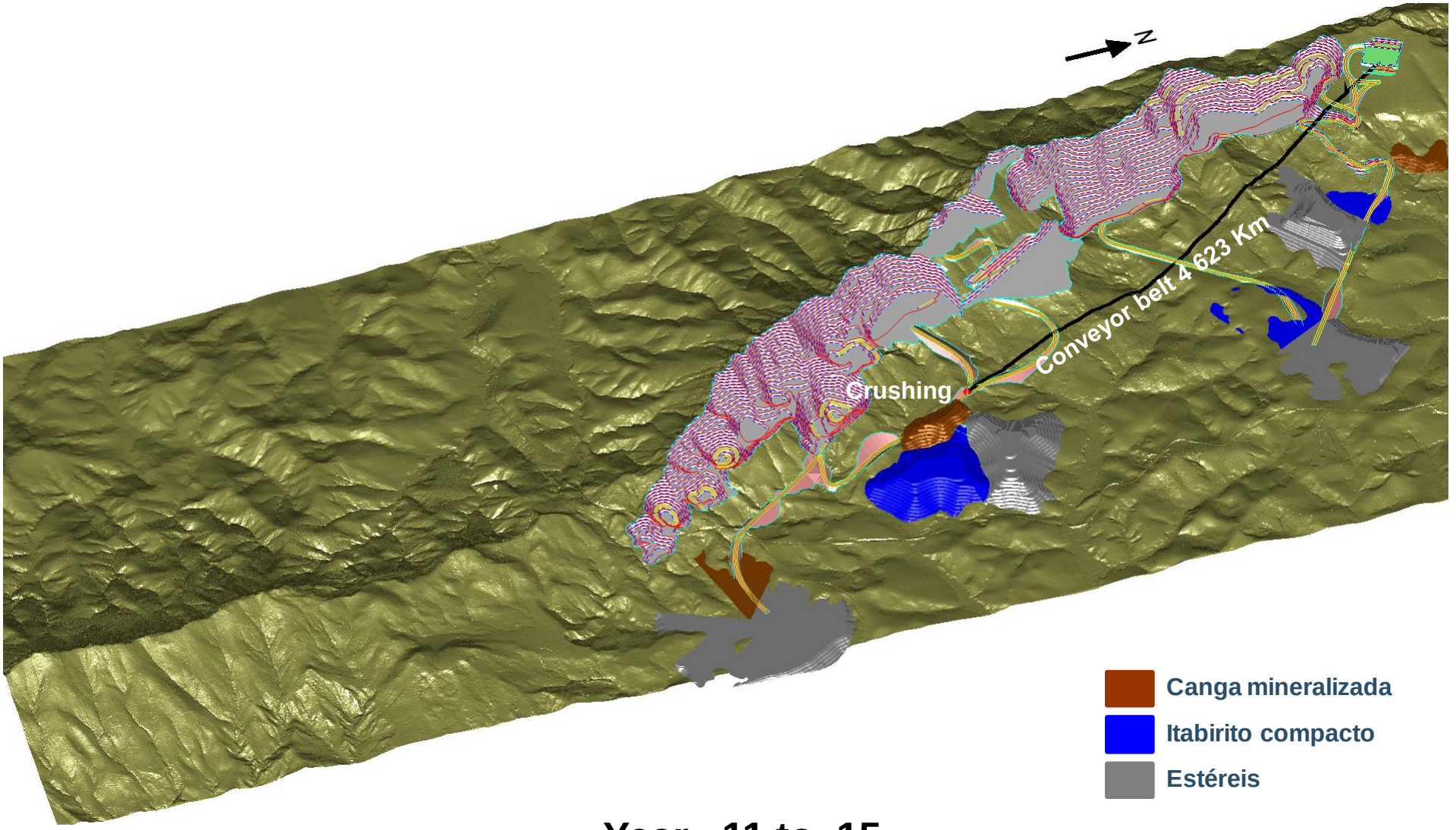
1st Semester –Year 5



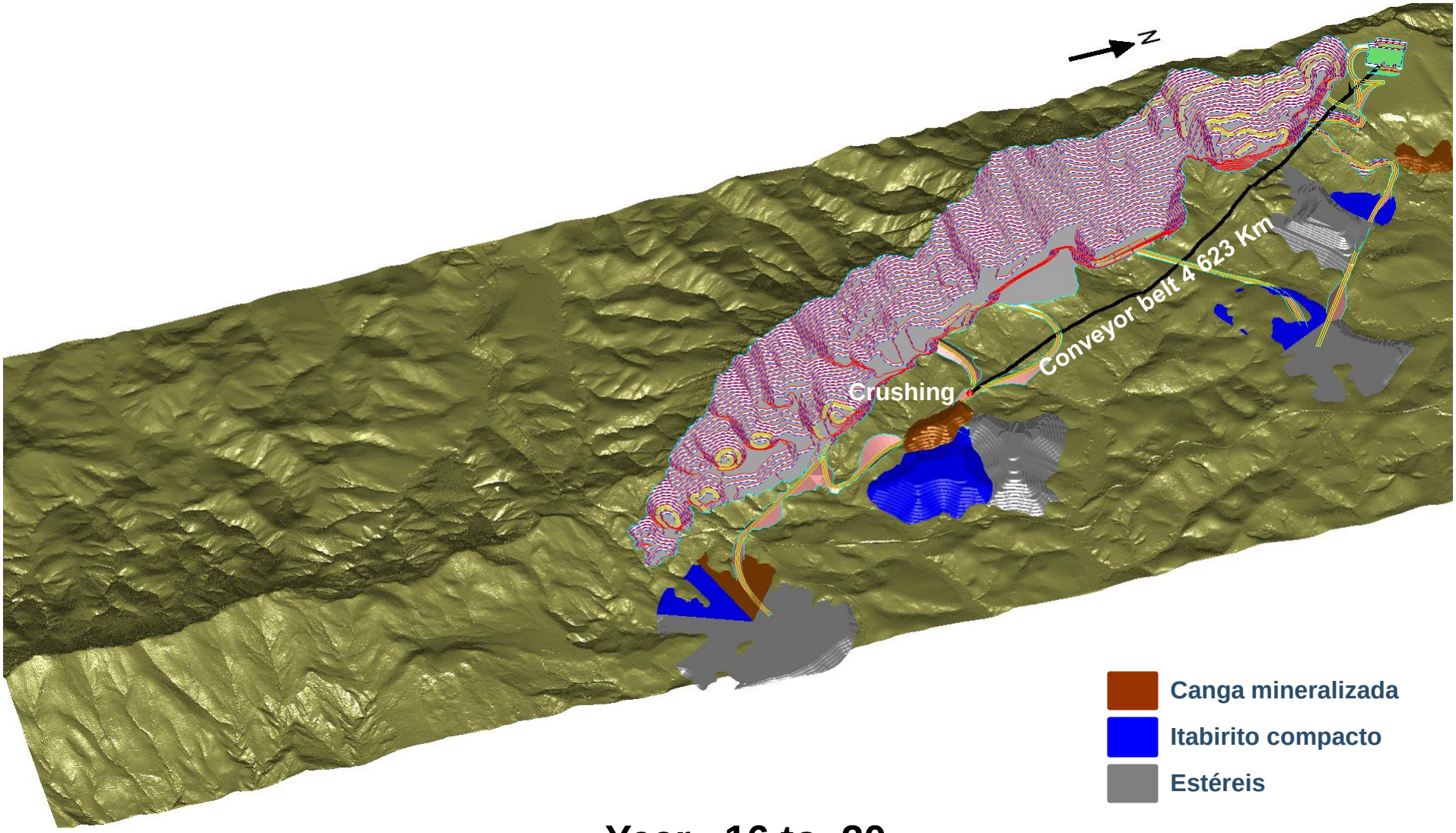
2nd Semester –Year 5


N
Conveyor belt 4 623 Km
Crushing
Canga mineralizada
Itabirito compacto
Estéreis

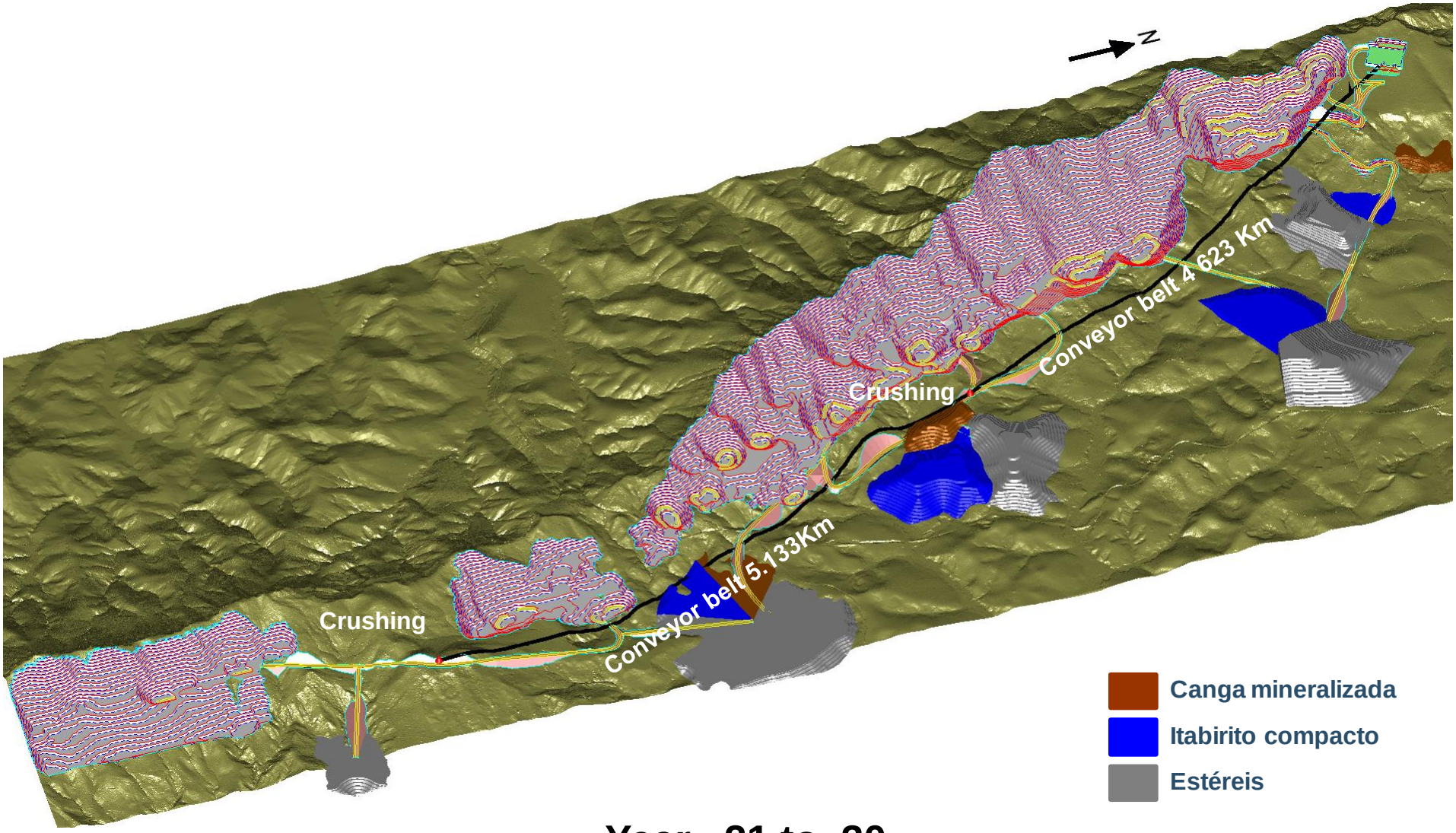
Year 6 to 10


N
Conveyor belt 4 623 Km
Crushing
Canga mineralizada
Itabirito compacto
Estéreis

Year 11 to 15


N
Conveyor belt 4 623 Km
Crushing
Canga mineralizada
Itabirito compacto
Estéreis

Year 16 to 20


N
Crushing
Conveyor belt 4.623 Km
Crushing
Conveyor belt 5.133Km
Canga mineralizada
Itabirito compacto
Estéreis

Year 21 to 30

PROCESS DEVELOPMENT