

## Revised production schedule and costs

Current: December 31, 2006 year end reserve and resource estimates (see Press Release of March 22, 2007)

FS: June 23, 2006 Technical Report (see www.sedar.com)

Based on US\$1.10 copper and US\$10 cobalt

### Reserve and Resource Summary

Classification	Ore Tonnes (000s)		Copper Grade %		Cu Tonnes (000s)		Cobalt Grade %		Co Tonnes (000s)	
	FS	Current	FS	Current	FS	Current	FS	Current	FS	Current
<b>Total Reserves</b>										
Proven & probable	92,600	92,999	3.16 %	3.53%	2,924	3,280	0.31%	0.37%	288	344
<b>Total resources</b>										
Measured and indicated	68,902	68,902	3.47%	3.47%	2,388	2,388	0.39%	0.39%	270	270
<b>Total Reserves &amp; Resources</b>	<b>161,502</b>	<b>161,901</b>	<b>3.29%</b>	<b>3.50%</b>	<b>5,312</b>	<b>5,668</b>	<b>0.35%</b>	<b>0.38%</b>	<b>558</b>	<b>614</b>

### Operating Costs

	Phase 1		Phase 2		Phase 3		Phase 4		Average cost	
	FS	Current	FS	Current	FS	Current	FS	Current	FS	Current
Sulfide Ore TPM	50,000		120,000		210,000		280,000			
Tonnes (t) Copper	27,070	39,734	68,468	86,547	109,693	140,157	1,961,812	2,241,270		
Tonnes (t) Cobalt	964	1,959	2,729	5,167	6,228	9,049	103,705	105,643		
Underground Mining	\$33,272	\$33,055	\$41,044	\$48,946	\$56,962	\$64,352	\$738,412	\$827,795		
Open Pit Mining	\$20,747	\$20,054	\$70,591	\$71,621	\$73,734	\$80,025	\$847,944	\$857,680		
Kamoto DIMA Concentrator	\$8,916	\$8,887	\$13,927	\$14,140	\$22,480	\$24,410	\$428,070	\$438,255		
Luilu Plant	\$23,289	\$22,163	\$30,687	\$38,197	\$49,130	\$64,106	\$852,327	\$921,617		
General & Administration	\$19,696	\$18,235	\$15,527	\$16,498	\$17,302	\$18,439	\$207,410	\$213,666		
Total (000s USD)	\$105,920	\$102,394	\$171,775	\$189,401	\$219,607	\$251,331	\$3,074,163	\$3,259,013		
Cost per lb. (USD/lb. Cu)	\$1.77	\$1.17	\$1.14	\$0.99	0.91	\$0.81	\$0.71	\$0.66	\$0.75	\$0.69
Cost per lb. Cu (with Co credit)	\$1.42	\$0.68	\$0.74	\$0.40	0.34	\$0.17	\$0.18	\$0.19	\$0.22	\$0.20
Cost per tonne Cu	\$3,913	\$2,577	\$2,509	\$2,188	\$2,002	\$1,793	\$1,567	\$1,454	\$1,648	\$1,516
Cost per tonne Cu (with Co credit)	\$3,128	\$1,490	\$1,630	\$872	\$750	\$370	\$402	\$415	\$492	\$445

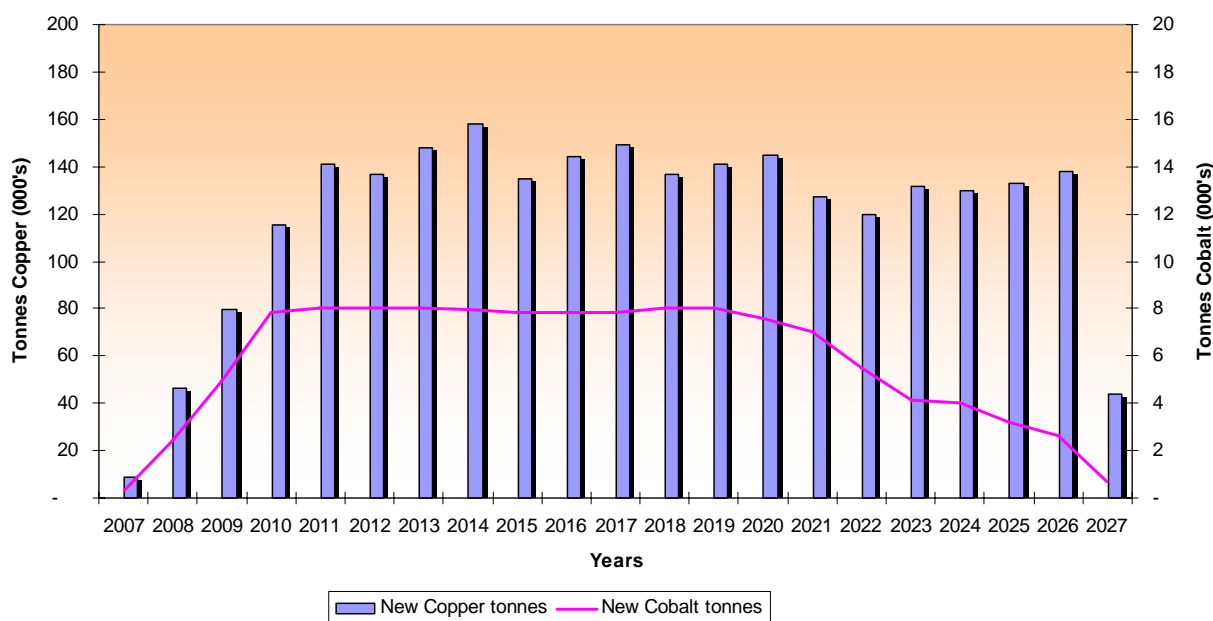
### Total Production Costs

	Total ('000s USD)		USD/t ore		USD/lb. Cu		USD/t Cu	
	FS	Current	FS	Current	FS	Current	FS	Current
Underground Mining	869,689	974,148	9.74	10.63	0.18	0.18	401	388
Open Pit Mining	1,013,017	1,029,380	11.34	11.23	0.21	0.19	467	410
Kamoto DIMA Concentrator	473,393	485,692	5.30	5.30	0.10	0.09	218	194
Luilu Plant	955,432	1,046,082	10.70	11.41	0.20	0.19	441	417
General & Administration	259,934	266,837	2.91	2.91	0.05	0.05	120	106
Site Operating Cost Sub Total	3,571,465	3,802,139	39.99	41.48	0.75	0.69	1,648	1,516
Cobalt Credit	(2,505,037)	(2,685,634)			(0.52)	(0.49)	(1,156)	(1,071)
<b>Site Operating Cost Total After Cobalt Credit</b>					<b>0.22</b>	<b>0.20</b>	<b>492</b>	<b>445</b>
Transport & Marketing Expenses	772,006	890,094			0.16	0.16	356	355
Royalty and Lease Obligations	255,251	288,089			0.05	0.05	118	115
Capital Costs	658,049	675,537			0.14	0.12	304	269
<b>Total Production Costs</b>	<b>2,751,734</b>	<b>2,970,225</b>			<b>0.58</b>	<b>0.54</b>	<b>1,270</b>	<b>1,184</b>

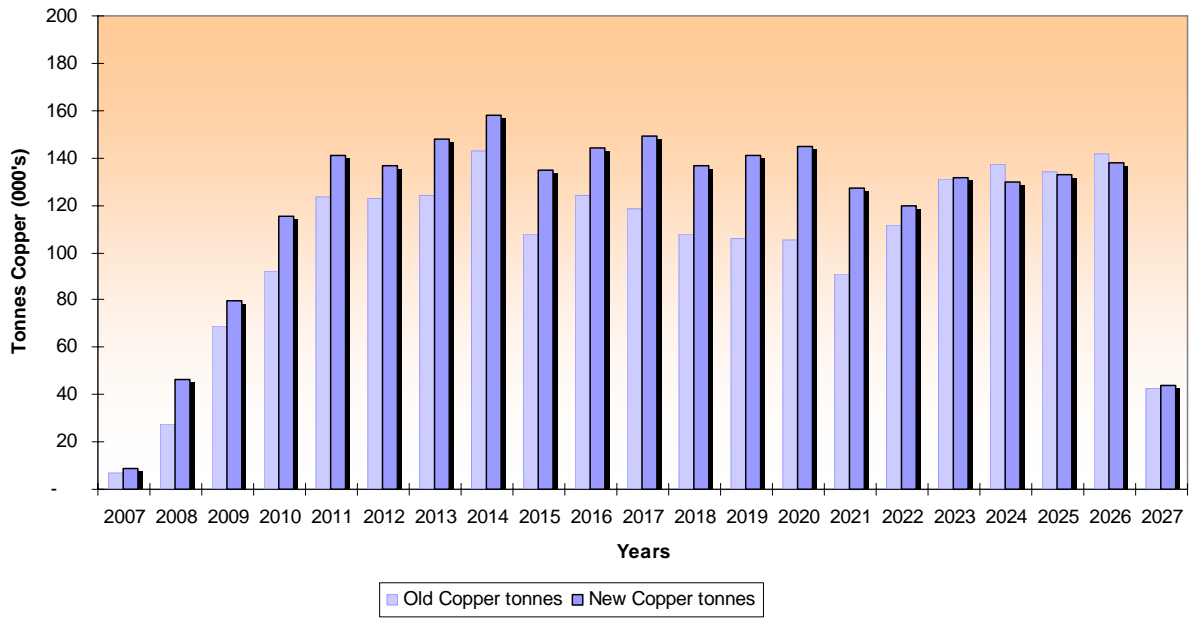
## Capital Costs

	Total ('000s USD)		USD/t ore		USD/lb. Cu		USD/t Cu	
	FS	Current	FS	Current	FS	Current	FS	Current
Initial Capex – Phase 1	175,558	174,946	1.97	1.92	0.04	0.03	81	70
Initial Capex – Phase 2	96,522	96,522	1.08	1.05	0.02	0.02	45	38
Initial Capex – Phase 3	104,579	104,579	1.17	1.14	0.02	0.02	48	42
Initial Capex – Phase 4	50,128	50,128	0.56	0.55	0.01	0.01	23	20
<b>Sub-Total Initial Capex</b>	<b>426,786</b>	<b>426,175</b>	<b>4.78</b>	<b>4.66</b>	<b>0.09</b>	<b>0.08</b>	<b>197</b>	<b>170</b>
U/G Mine Replacement	103,017	120,505	1.15	1.31	0.02	0.02	48	48
Concentrator Replacement	30,486	30,486	0.34	0.33	0.01	0.01	14	12
Luilu Replacement	36,750	36,750	0.41	0.40	0.01	0.01	17	15
Dikuluwe dewatering	16,000	16,000	0.18	0.17	0.00	0.00	7	6
Additional tailings pond capacity	42,560	42,560	0.48	0.46	0.01	0.01	20	17
G&A Replacements	2,450	2,450	0.03	0.03	0.00	0.00	1	1
<b>Sub-Total Replacement</b>	<b>231,263</b>	<b>248,750</b>	<b>2.59</b>	<b>2.71</b>	<b>0.05</b>	<b>0.04</b>	<b>107</b>	<b>99</b>
<b>TOTAL CAPITAL</b>	<b>658,049</b>	<b>674,925</b>	<b>7.37</b>	<b>7.37</b>	<b>0.14</b>	<b>0.12</b>	<b>304</b>	<b>269</b>

## Current Copper and Cobalt Production



## Comparative Copper Production



## Comparative Cobalt Production

