

September 15, 2011

Press release

Sumitomo Metal Mining Co. Ltd.

Sumitomo Corporation

Execution of Joint Venture Agreement of Sierra Gorda Project

Sumitomo Metal Mining Co., Ltd. (Headquarters: Minato-ku, Tokyo President: Nobumasa Kemori) and Sumitomo Corporation (Headquarters: Chuo-ku Tokyo, President and CEO: Susumu Kato) entered into an investment agreement dated May 14, 2011 with Quadra FNX Mining Ltd. ("Quadra FNX" head office: Vancouver, Canada, President and CEO: Paul Blythe), for the development of the Sierra Gorda copper project (the "Project ") in Chile. After receiving the required approvals and completing all other closing conditions, the closing of the previously announced investment agreement and the formation of the Joint Venture took place yesterday, on September 14th.

To participate in the Project, Sumitomo Metal Mining and Sumitomo Corporation (collectively "Sumitomo") have incorporated a 70:30 joint venture company in Chile, named SMM Sierra Gorda Inversiones Limitada ("SMM SG"), which subscribed for 45% of the shares of Sierra Gorda S.C.M. ("Sierra Gorda") which owns the Project.

In accordance with the terms of the Joint Venture Agreement, Quadra FNX will have a management role in the Joint Venture which will be jointly governed by a Joint Venture Council. Sumitomo will second several key expats to Project and have an active role in the development and operations of the Project.

Development of the Sierra Gorda has commenced with the initial earth works and construction of support facilities, such as the camp. Mobile mining equipment remains on schedule for delivery in September, with pre-stripping of the orebody is scheduled to commence in early 2012, followed by production in 2014.