



Investor Presentation: Quarterly Results Forward Focus

23 January 2012



Disclaimer:

This presentation contains forward looking statements that are subject to risk factors associated with an underground mining business.

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All references to dollars, cents or \$ in this presentation are to Australian currency, unless otherwise stated. References to "Perilya" or "company" are references to Perilya Limited (ABN 85 009 193 695) or its applicable subsidiaries.

All references to production volumes and costs for 2011 are unaudited production volumes and costs and are subject to final assay results, which are pending.

Competent Person Statement:

The information contained in this presentation relating to:

- The Ore Reserves for Southern Operations is based on information compiled by Mr Noel Carroll who was at the time of compiling the report a full-time employee of Perilya and is a member of the Australian Institute of Geoscientists. Mr Carroll has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Carroll consents to the inclusion in this presentation report of the matters based on the information in the form and context in which it appears.*
- The Mineral Resource estimates for Broken Hill's: Southern Operations, Southern Extensions, Silver Peak, Central Blocks, Flying Doctor, Pinnacles (1130 and Henry George deposits), North Mine Uppers, North Mine Deeps and Potosi and is based on information compiled by Mr. Noel Carroll who is a full-time employee of Perilya and is a member of the Australian Institute of Geoscientists. Mr. Carroll has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Carroll consents to the inclusion in this presentation of the matters based on the information in the form and context in which it appears.*
- The Mineral Resources estimates for Reliance, Aroona, Aroona 2, Moolooloo and Aristotle deposits and is based on information compiled by Mr. Dean Rogers. Mr. Rogers who is a full-time employee of Perilya and is a member of the Association of Professional Geoscientists of Ontario, a recognised Overseas Professional Organisation included in a list promulgated by the ASX from time to time. Mr. Rogers has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Rogers consents to the inclusion in this presentation of the matters based on the information in the form and context in which it appears.*
- The information in this quarterly report that relates to Ore Reserve for the Cerro de Maimón mine and the Mineral Resource at the Moblan Lithium Project are based on information compiled by Mr Arnt Eric Olson who is a full-time consultant to Perilya and is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Olson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Olson consents to the inclusion in this release of the matters based on the information in the form and context in which it appears.*

Notes:

Unless otherwise stated, all Mineral Resources figures reported represent estimates at 30 June 2011. Rounding, conforming to the JORC Code, may cause some computational discrepancies.

Mineral Resources are reported in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (The Joint Ore Reserves Committee Code – JORC).

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Overview



- Perilya is a base metals mining and exploration company listed on the Australian Stock Exchange (ASX:PEM) and headquartered in Perth, Western Australia
- Perilya owns and operates the iconic Broken Hill zinc, lead and silver mine in New South Wales and, following the highly successful takeover of GlobeStar Mining Corporation, the Cerro de Maimón copper, gold & silver mine in the Dominican Republic.
- Perilya's GlobeStar subsidiary has an extensive portfolio of exploration tenements covering base metals and nickel in the Dominican Republic and 60% ownership of the Moblan lithium development project in Quebec, Canada
- Perilya's Broken Hill has an extensive portfolio of exploration tenements in and around Broken Hill and in the Flinders region of South Australia in the vicinity of its Beltana zinc silicate project and has Perilya has a copper project under development study at Mount Oxide in the Mount Isa region in Queensland and owns 50% of Tampang, an early stage copper/gold project in Malaysia
- Perilya and its parent Zhongjin have a global focus with mining operations, smelting operations, exploration and development projects in Australia, the Dominican Republic, Latin America, Canada, Malaysia, Ireland and the People's Republic of China
- Debt finance costs averaging circa 3% plus LIBOR with no security over the Broken Hill assets

DATE:	23 January 2012
SHARE PRICE (A\$):	\$0.375
ISSUED SHARES:	769,316,426
MARKET CAPITALISATION:	\$288,493,700

SUBSTANTIAL SHAREHOLDERS	
Shenzhen Zhongjin Lingnan Nonfemet Co. Ltd	53.37%
L1 Capital Pty Limited	10.38%
Acorn Capital Limited	5.35%

PRODUCTION PERFORMANCE	12 Months Dec 2010	12 Months Dec 2011
Broken Hill		
Zinc (contained metal - Tonnes)	63,600	70,100
Lead (contained metal - Tonnes)	51,300	51,000
Silver (contained metal - Ounces)	1,577,000	1,490,000
Cerro de Maimón		
Payable Copper (million pounds)	20.168	25.809
Payable Gold (ounces)	15,897	15,763
Payable Silver (Ounces)	652,251	587,100

BUDGET EXPLORATION & STUDY SPEND (2011 Approximate)	\$21M
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Quarterly Results December 2011



December Quarter 2011 Corporate Highlights

- Completion of a highly successful 1 for 2 Rights Issue, raising approximately \$102.2 million before costs further strengthening Perilya's balance sheet at a time of uncertainty in global markets
- Repayment of the US\$49.5 million loan from Bank of China and US\$40 million loan from China Development Bank, and the first principal payment of US\$4.9 million on the US\$92 million acquisition facility.
- The continuation of outstanding results at both the newly acquired Cerro de Maimón mine and the Broken Hill operations in a difficult operating environment of an appreciating AUD against the US dollar and weak metal prices particularly for zinc and lead, a testament to the Company's diversification and growth strategy.
- Appointment of Ms Anna Liscia as an independent Non-Executive Director, replacing Mr Peter Harley who retired after 8 years of dedicated service to Perilya.

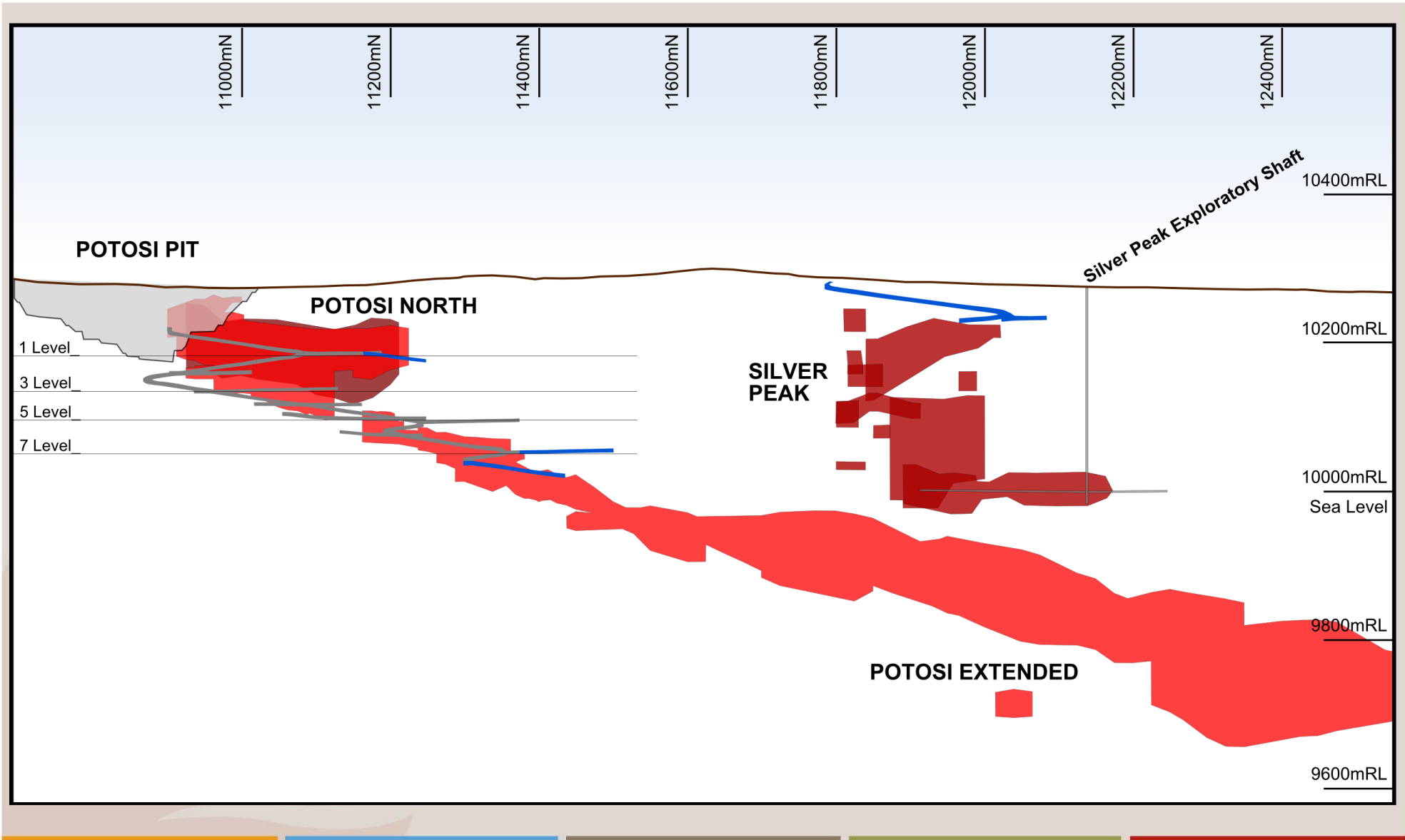
- Highest production quarter in 2 years producing 34,700 tonnes of combined zinc and lead (ahead of annual guidance of 110kt-120kt of combined zinc and lead for the full year) and 389,000 oz of silver.
- Concentrator production ahead of plan treating a total of 469,000 tonnes during the quarter, 10% above plan and representing a 5.8% improvement over the previous quarter.
- Mill recoveries for zinc at 92.3% well above plan recoveries of 87.1%, with recoveries for lead in line with plan at 85.4% for the quarter.
- Outstanding results on cost control with the Operations maintaining notional net C1 cash costs (US\$0.59/lb of payable zinc) within annual guidance despite significant adverse impacts on costs, with a strong Australian dollar and further significant weakening of by-product metal prices.
- Release of a new updated Mineral Resource and Ore Reserve statement for Broken Hill with a new life of mine plan for the Southern Operations developed showing an extended economic production life of 10 years from June 2011.

- Total metal production for the quarter again well ahead of plan with 3,387 t of copper, 4,272 oz of gold and 103,406 oz of silver for the period.
- Annual metal production met or, in the case of copper, exceeded the revised market guidance, with total metal production of 11,707 t of copper, 15,763 oz of gold and 587,100 oz of silver. This outcome compares to the revised market guidance of 10,000 – 11,000 t of copper, 15,500 – 16,500 oz of gold and 550,000 – 600,000 oz of silver (originally 9,300 t of copper, 15,000 oz of gold and 340,000 oz of silver).
- An evaluation study commenced during the quarter at Cerro de Maimón to examine the potential for both the development of an underground mine to compliment the open pit and the establishment of a separate zinc recovery circuit to benefit from the higher zinc grades at depth.
- Drilling carried out at Cerro De Maimón in 2011 has been successful in testing for extensions of mineralisation outside of the previous resource and providing higher confidence. The drilling program accelerated to four diamond rigs to enable a Mineral Resource upgrade in mid-2012.

December Quarterly - Exploration Highlights

- Drilling at Broken Hill's North Mine returned several thin but high-grade lead and zinc rich intercepts in multiple lenses, which support Development studies aimed at determining the potential to re-open the North Mine.
- A helicopter supported VTEM program commenced over Perilya's large Broken Hill tenement holdings providing opportunities to outline new targets.
- The scoping study at the Moblan Lithium project in Quebec, Canada continued with activities for the quarter focussed on metallurgical test-work, environmental baseline monitoring and engineering, with a preliminary metallurgical flow-sheet developed and an initial open pit mine design completed.
- Development work continues to advance on the Potosi & Silver Peak mine development with 440m development completed in the Silver Peak decline and 380m completed in the Potosi decline during the period. In addition a 43 hole definition diamond drilling program, aimed at further defining ore shapes for mining purposes, was completed in the Potosi decline.

Potosi / Silver Peak Progress



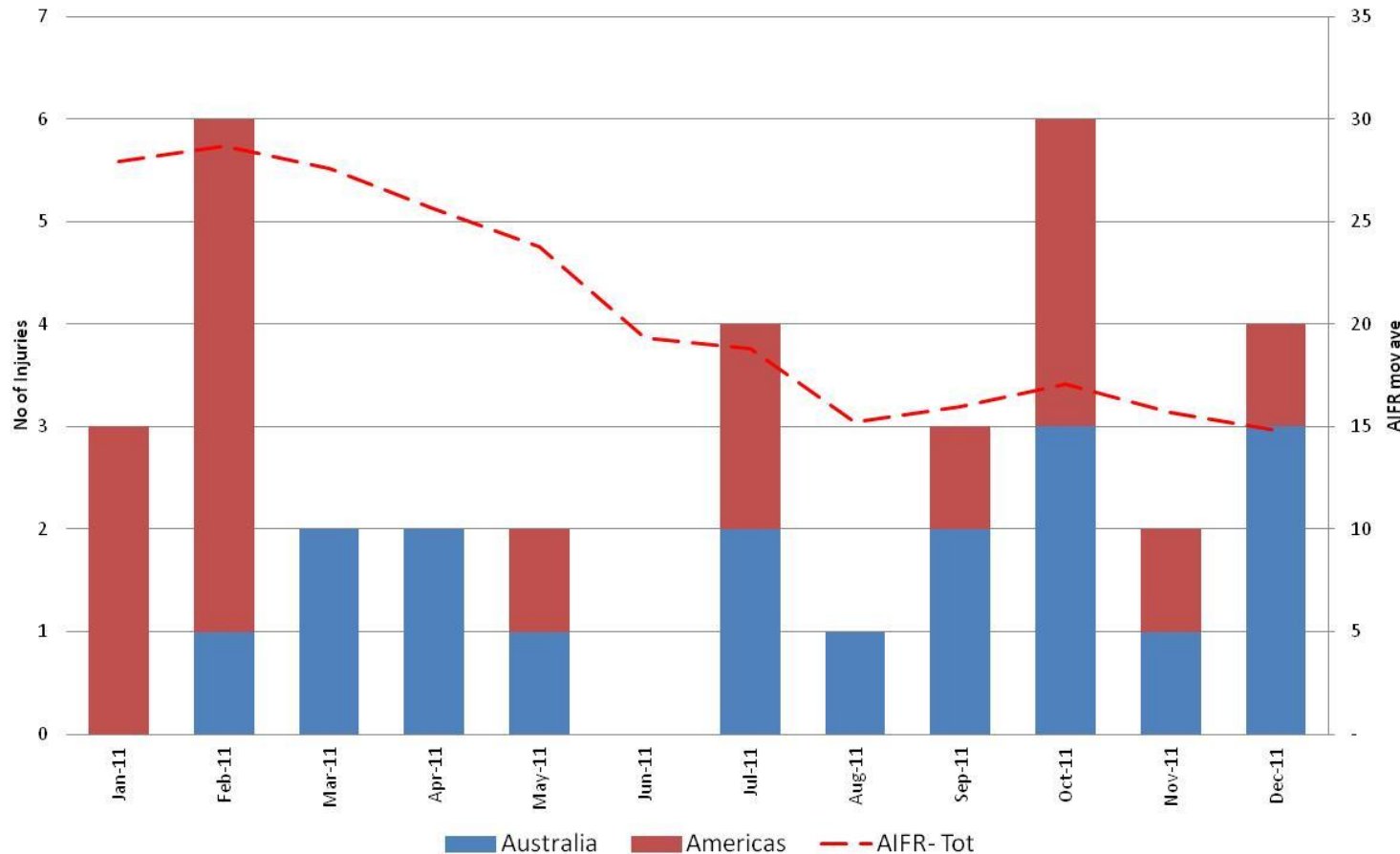


2011 Safety and Environmental Performance



Group Safety and Environmental Performance

Perilya Ltd All Injuries and AIFR



Highlights:

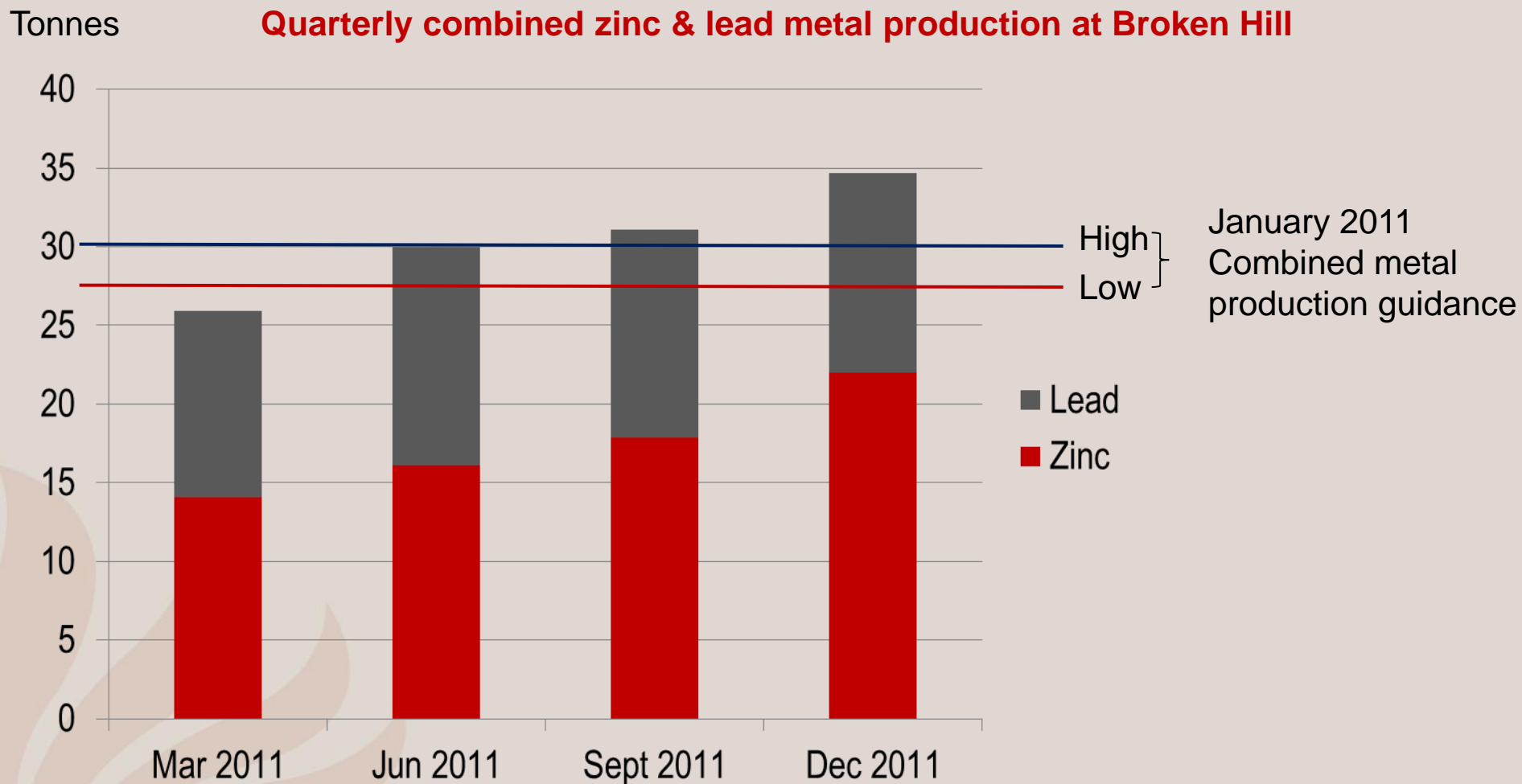
- ✓ Fall in All Injury Frequency Rate at all operations. Dramatic fall at Cerro de Maimón as Perilya safety standards are introduced.
- ✓ Group sharing of resources with secondment of Broken Hill Safety Manager to Cerro de Maimón.
- ✓ Broken Hill winner of state safety innovation award and finalist in national award.
- ✓ No material environmental breaches for either operation.



2011 Operational & Financial Performance

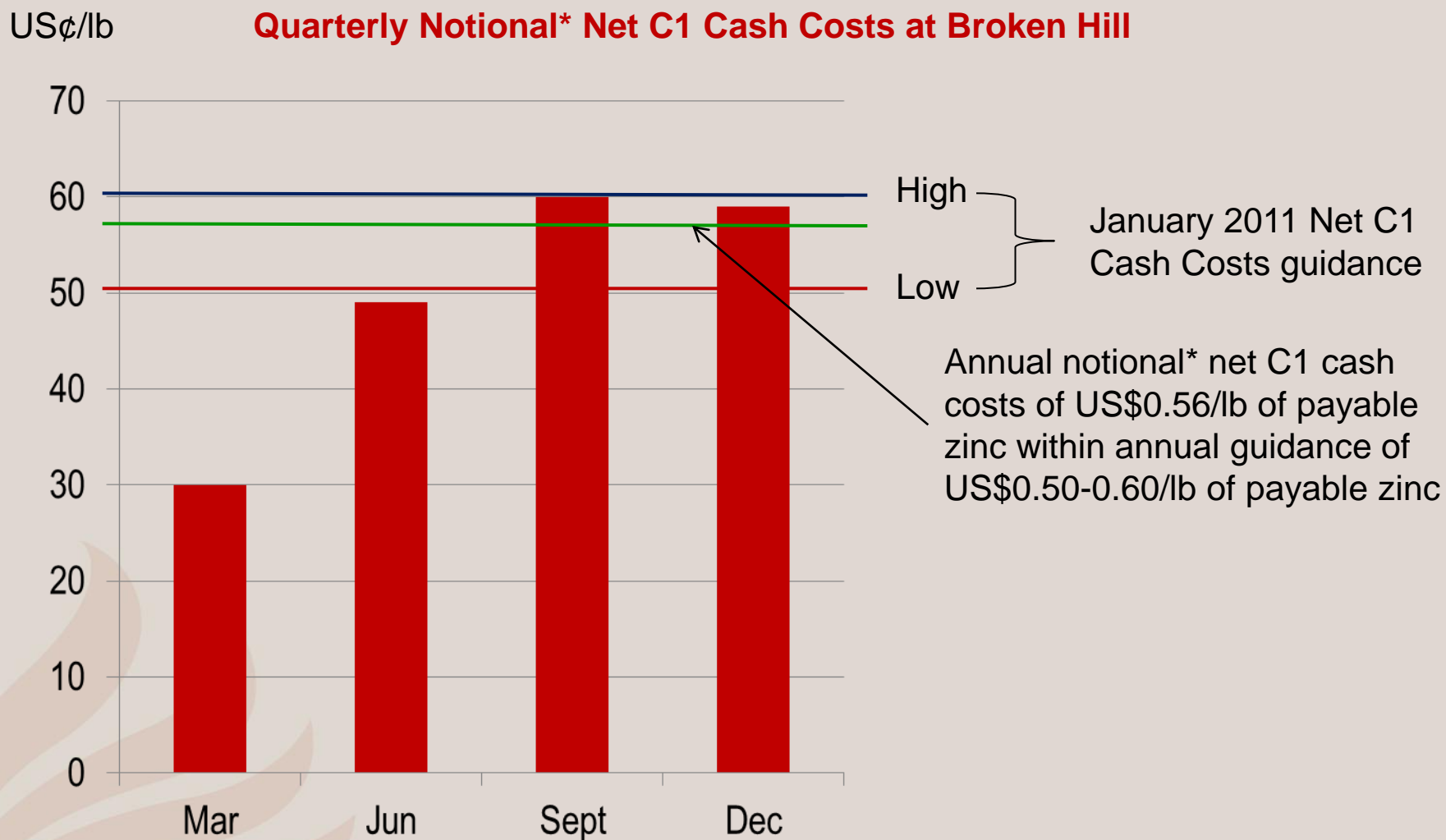


Operational & Financial Results – Broken Hill



Annual combined zinc & lead metal production of 121,700t above guidance of 110,000-120,000t

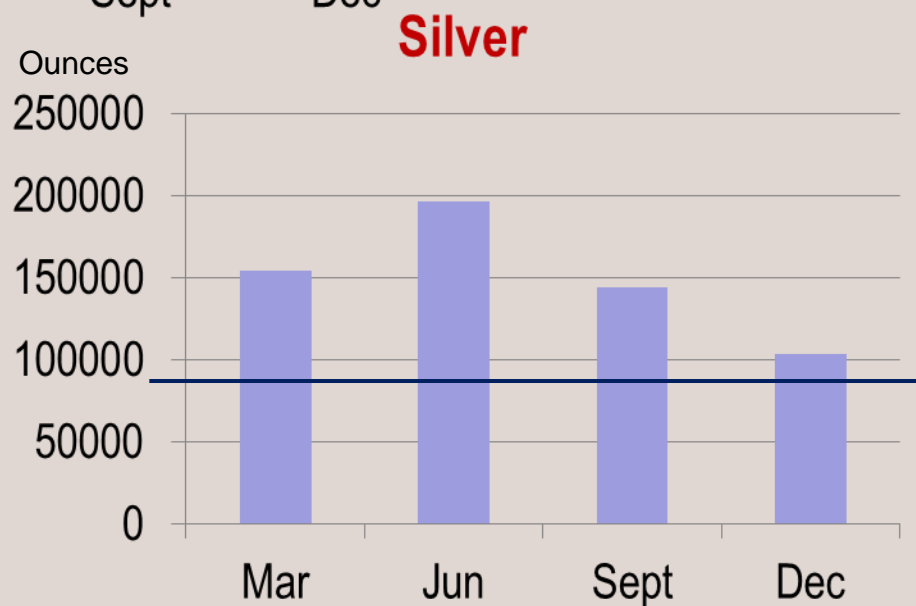
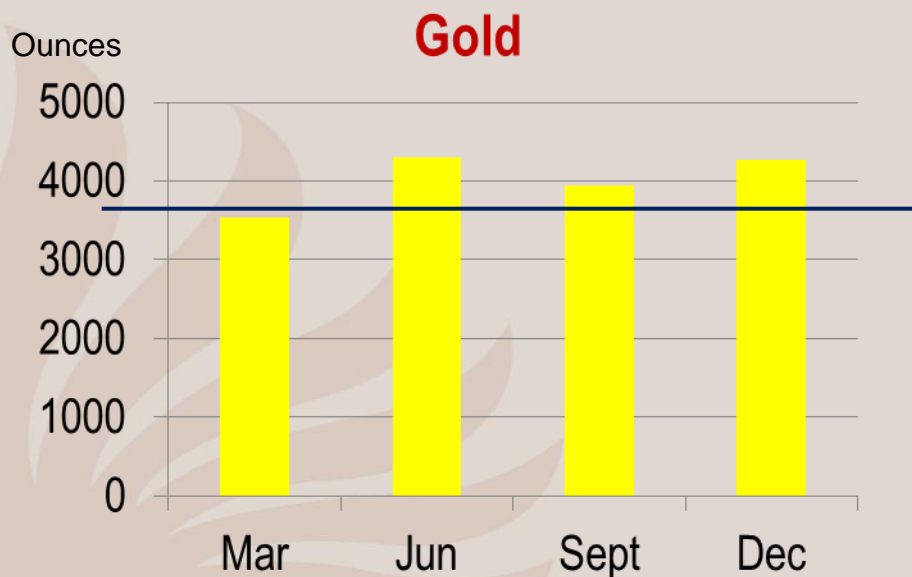
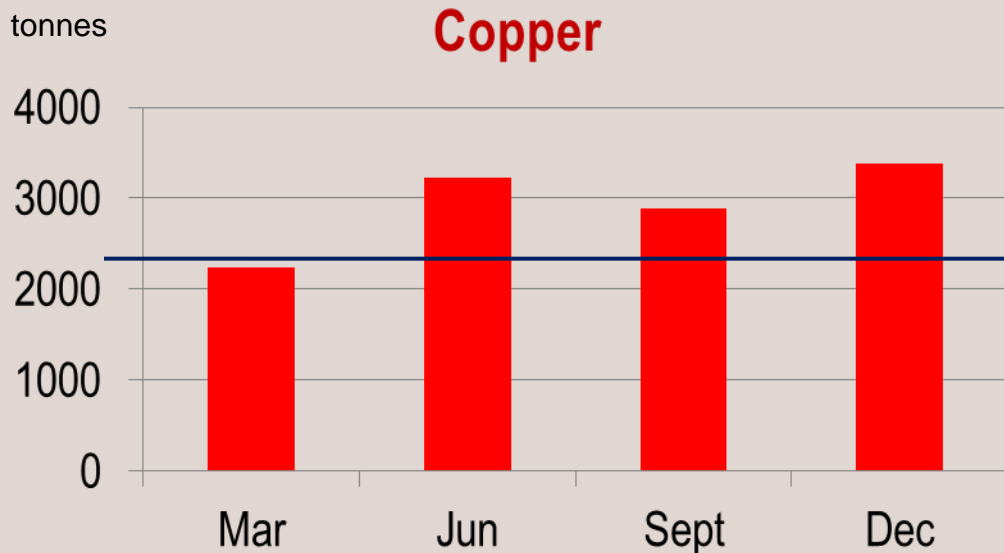
Operational & Financial Results – Broken Hill



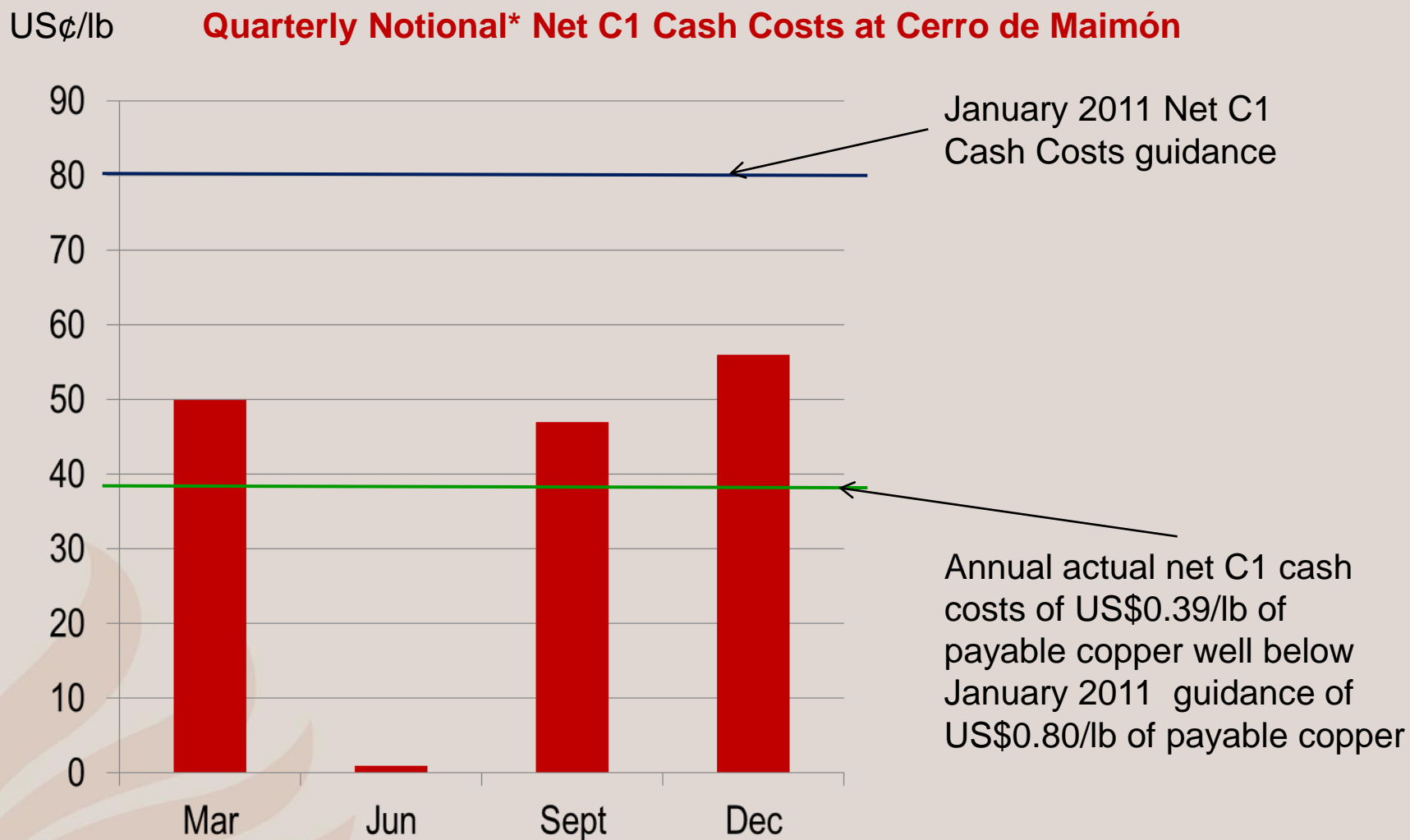
* Notional net C1 cash cost assumes that all production including by products produced during the quarter are sold during the quarter

Operational & Financial Results – Cerro de Maimón

Quarterly metal production at Cerro de Maimón



Operational & Financial Results – Cerro de Maimón





Looking Forward - Plans for 2012



BROKEN HILL

- Production guidance of 110,000-120,000 tonnes of combined lead and zinc metal
- C1 cash cost are expected to be in the order of US\$0.60-0.70/lb of payable zinc (net of by-products).

The adjustment in cash costs reflects the fall in by-product prices. As the Broken Hill operations are highly sensitive to movements in by-product prices, a movement up in commodity prices will see a lowering of this number. In Australian dollar terms per tonne of metal produced minimal movements are forecast.

CERRO DE MAIMÓN

- Copper production guidance in the range of 10,500-11,000 tonnes
- C1 cash cost are expected to be in the order of US\$0.60-0.80 /lb (net of by-products).
- Gold production guidance in the range of 14,000-15,000 ozs
- Silver production guidance in the range of 320,000-400,000 ozs, (reflecting lower forecast silver grades in the mine).

The increase in cash costs forecast is a combination of anticipated lower silver production and lower by-product prices (silver and gold).



Strategic Focus for 2012

Key Focus

- ✓ Manage Operations to be cash accretive through possible downturn
- ✓ Complete the Potosi development underway to achieve production in the 1st quarter of 2013;
- ✓ Extend further the Maimón Resource
- ✓ Complete the Pre-feasibility study for underground at Maimón = positioning for growth
- ✓ Resolve Maimón circuit changes for Cadmium removal = eliminating risks and examining opportunities for separate zinc concentrate
- ✓ Establish future for Mt Oxide
- ✓ Complete Study on North Mine
- ✓ Complete Study on Lithium Project and determine future strategy
- ✓ Complete Study on Cumpié Nickel Project
- ✓ Take advantage of lower asset prices to acquire as opportunities present

Geographic, Product and Currency Diversification

- Acquisition of GlobeStar forms part of Perilya's long term strategic plan of product and geographic diversification to reduce impact of sustained appreciation of the Australian dollar.
- De-risks Perilya's exposure to appreciating Australian dollar.
- Perilya provides a "safe haven" for investors in times of economic uncertainty with exposure to precious metals (26% of revenue in H1 2011) – demonstrated by consolidated EBIT performance to budget notwithstanding high Australian dollar and lower than expected zinc/lead prices.
- Significant upside on base metals with upward supply-side pressure on zinc/lead prices with 3 largest zinc/lead mine closures in the next 2-3 years, coupled with improved economic outlook.
- Exposure to copper with strong mid-term price outlook.

Acquisition Focus with Demonstrated Ability to Successfully Acquire

- Proven ability to acquire overseas assets and companies demonstrated with highly successful takeover of former TSX listed GlobeStar Mining Corporation
- Strong Spanish speaking mining, exploration and development teams located in Central/Latin America provides a strong base for growth in the region
- Strong support from the Company's major shareholder, Zhongjin Lingnan, who have provided parent company support with regards to the Company's financing arrangements
- Very strong support from the Company's bankers, with Perilya demonstrated capabilities to both acquire and operate assets in other jurisdictions.

Multiple Long-life Operating Assets

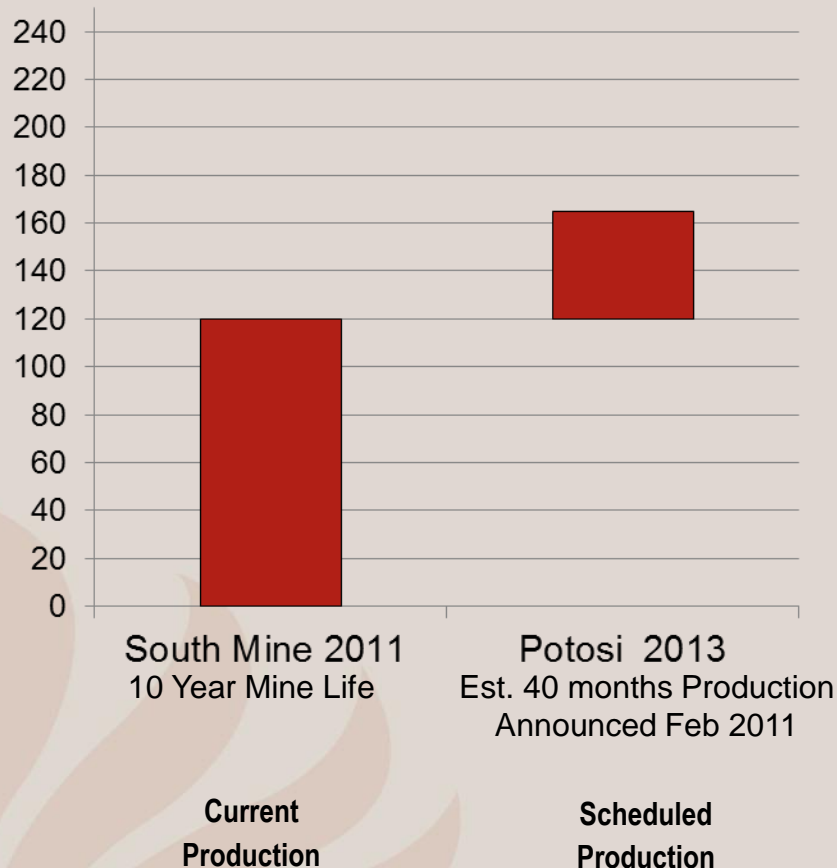
- Broken Hill has demonstrated sustained productivity and earnings improvements as a result of the strategic re-sizing of the operations in late 2008 to a lower production profile and cost base, even with sustained strengthening of the Australian dollar placing significant upward pressure on costs.
- Cerro de Maimón is a proven low cost copper mine with C1 cash costs for 2011 of US\$0.39/lb of payable copper. Productivity and earnings improvement strategies were initiated following Perilya's take over of operations with immediate results seen in 2011 performance. Recent Reserve & Resource update has extended the life of mine by over 50% to in excess of 10 years.

Large Development Project Pipeline

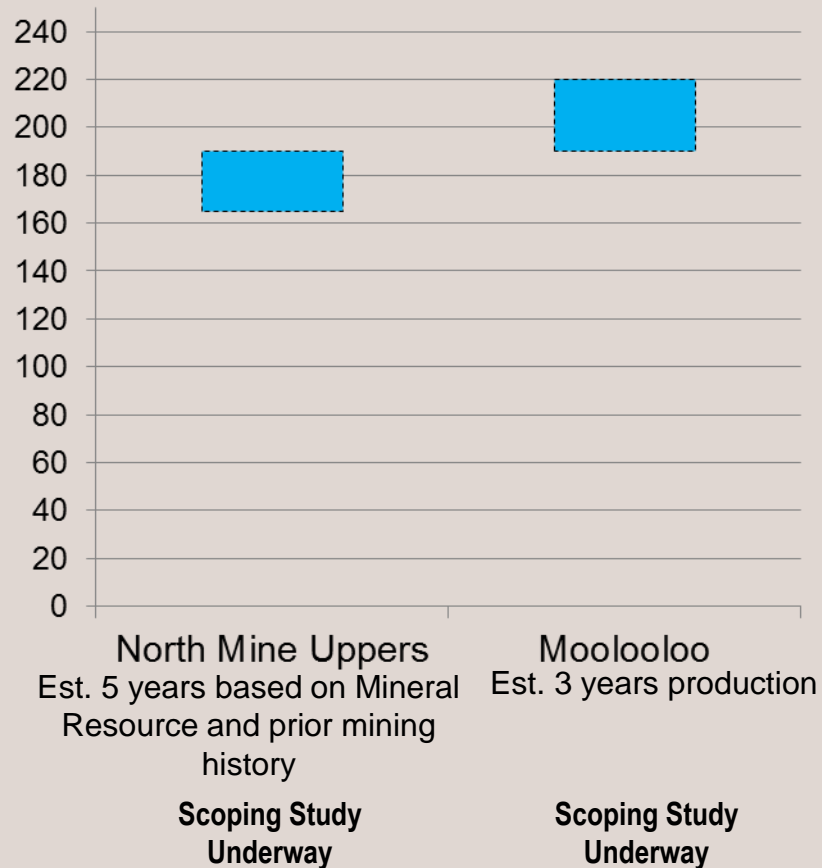
- Potosi/Silver Peak Mine development underway, production anticipated in Q1 2013 expected to produce approximately 45,000t of combined metal (zinc/lead) p.a. – utilises spare mill capacity at Broken Hill
- Cerro de Maimón mine extension and underground study underway with a view to extending the mine life
- North Mine Uppers Broken Hill, development decision anticipated in 2012, anticipated to add approximately 250,000-300,000t of additional mill feed at Broken Hill
- Moblan Lithium Project, development study underway, native title and permitting work commenced
- Cumpié Hill laterite nickel project, development study underway and development decision anticipated during 2012
- North Moolooloo zinc silicate project with an Indicated Resource of 214,000t grading 34.4% zinc
- Mt Oxide copper project, extended study underway

Perilya Current, Projected & Possible Zinc/Lead Production

Actual & Scheduled Production[#]



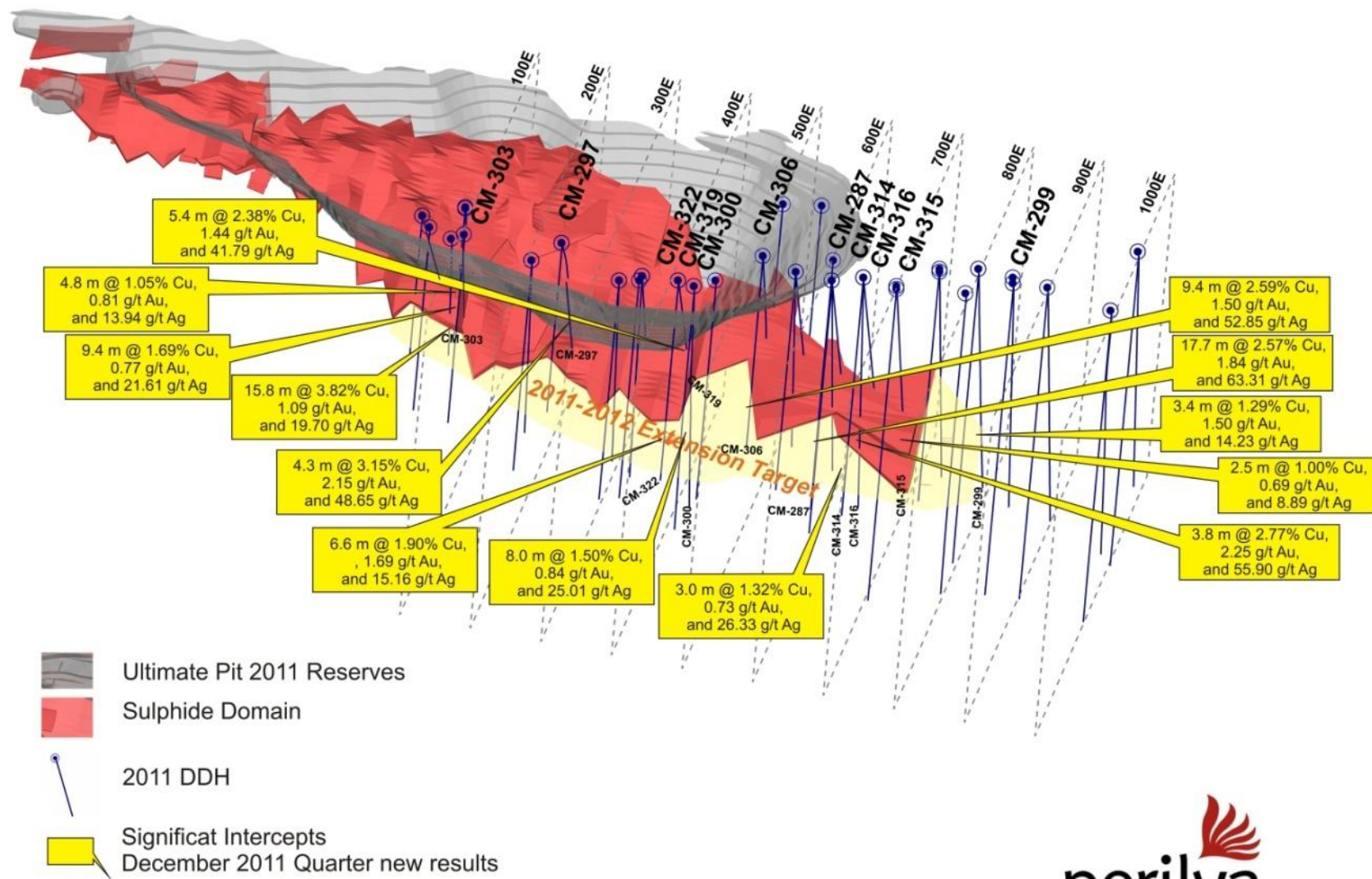
Possible Future Production^{##}



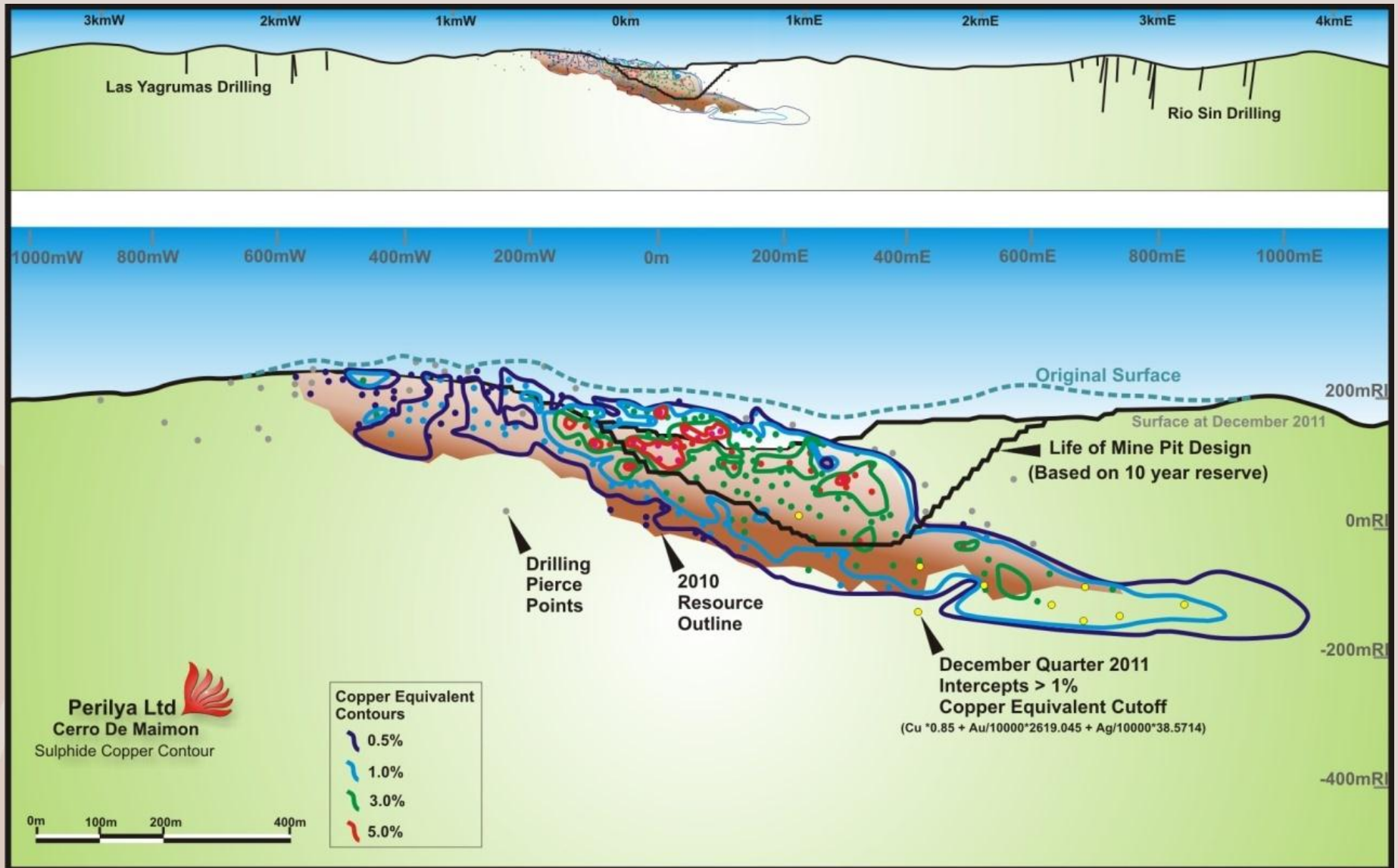
[#] Current, scheduled and possible future production rates on a per annum basis.

^{##} Possible future production potential is the subject of current scoping studies with no development decision having been made. Any actual future production will be subject to the outcomes of those studies and should not be assumed to be planned future production.

Cerro de Maimón Recent Extensional Intercepts



Cerro de Maimón - Sulphide Copper Contour





Reserves and Resources

Development and Exploration Plans – Broken Hill

✓ Ore Reserves

- 14.7Mt @ 9.3% Zn/Pb
- 10 years with a long history of replacement
(based on US\$1.05/lb Zn and US\$1.05/lb Pb and
AUD/USD rate of A\$0.95)

✓ Mineral Resources

- 22.7Mt @ 15.7% Zn/Pb
- Substantial Resource base for potential
conversion to Reserves at a later date

✓ Mine Planning

- Supported by mine plan and improved
performance
- Independent review of Ore Reserve and
mine plan for Southern Operations

✓ Holding add-ons

- North Mine, Potosi, Flying Doctor and the
Pinnacles region
- Can be fast tracked at low capital cost

Broken Hill Operations

Ore Reserve as at 30 June 2011

		Tonnes	Zinc	Lead	Silver
		'000	%	%	g/t
Reserve	Southern Operations				
	Proved	5,700	6.8	5.3	53
	Probable	9,000	4.4	3.2	3.6
Total		14,700	5.3	4.0	42

Mineral Resource as at 30 June 2011

		Tonnes	Zinc	Lead	Silver
Resource	Southern Operations				
	Measured	7,600	8.9	6.7	65
	Indicated	3,300	8.9	6.3	65
	Inferred	1,800	9	8	82
Total		12,700	8.9	6.8	67

✓ Ore Reserves

New Reserve shows that despite 3years of mining the oxide plant is expected to run for almost 4 years (previous assumption 18 months remaining) and the sulphide circuit for at least 10 years (previous assumption 6 years remaining)

✓ Mineral Resources

Updated Mineral Resource and Ore Reserve indicates a more than 50% increase of the mine life from the existing open pit for both the oxide and sulphide plants at current production rates.

Substantial Resource base for potential conversion to Reserves at a later date

✓ Holding add-ons

Cerro de Maimón Pit extension

Potential underground expansion and separate zinc circuit.

Bayaguana District copper/gold potential

Cumpié Hill laterite nickel project

Sulphide Ore Reserves

Class	2011 (as at 31 st Dec 2010)				2007			
	Tonnes	Cu (%)	Au (g/t)	Ag (g/t)	Tonnes	Cu (%)	Au (g/t)	Ag (g/t)
Proven	2,740,000	2.60	0.91	29.8	4,285,000	2.66	0.98	35.7
Probable	2,630,000	1.78	0.78	25.3	539,000	1.52	0.78	28.7
Total	5,370,000	2.20	0.85	27.6	4,825,000	2.54	0.96	34.9

Oxide Ore Reserves

Class	2011 (as at 31 st Dec 2010)			2007		
	Tonnes	Au (g/t)	Ag (g/t)	Tonnes	Au (g/t)	Ag (g/t)
Proven	590,000	1.62	28.0	927,000	1.95	37.1
Probable	311,000	1.50	24.9	230,000	1.48	23.9
Total	901,000	1.58	26.9	1,157,000	1.86	34.5

Total Resource

Class	Tonnes	Cu (%)	Au (g/t)	Ag (g/t)	Zn (%)	Cu t	Au Koz	Ag Koz	Zn (t)
Measured	3,515,000	2.07	0.85	24.9	1.18	72,925	96	2,815	41,320
Indicated	6,155,000	1.18	0.72	22.3	0.97	72,521	142	4,406	59,490
Stockpiles	522,000	0.34	1.46	34.4	0.02	1,775	25	578	110
M + I	10,192,000	1.44	0.80	23.8	0.99	147,222	263	7,799	100,800
Inferred	379,000	0.82	0.70	21.1	0.87	3,119	8	257	3,290
Total	10,571,000	1.42	0.80	23.7	0.99	150,341	271	8,056	104,207

