

## Statement from Glencore to Sunday Night

- Glencore complies with all our tax and financial reporting obligations in Australia.
- Various media reports on corporate taxation in Australia have made inaccurate claims against Glencore. These reports demonstrate a poor knowledge of fundamental accounting and taxation principles.
- Since 2007, Glencore operations have paid nearly \$9 billion in taxes and royalties to Australian Federal and State Governments, including more than \$2 billion in corporate income tax which is paid on profits, not revenue.
- In this time, we have invested \$21 billion in Australia – outside of mergers and acquisitions – building mines, plants, material handling systems, rail and other infrastructure. This investment has created and sustained real jobs over a whole generation.
- This investment equates to \$2.6 billion each year for the past eight years, or \$7 million every single day.
- Unlike some of our large competitors, we do not have an iron ore production business. Iron ore has made up the vast majority of these competitors' profits in recent years.
- Our business is cyclical, highly capital intensive and investment is long term in nature. Our profitability is impacted by commodity prices, exchange rates and the cost of doing business in Australia.
- Glencore's investment decisions are influenced by the competitiveness and stability of a country's regulatory and fiscal framework.
- Taxation policy and legislation is set by governments – not companies. Glencore abides by the same tax rules as other multinational and domestic miners operating in Australia.
- We support a constructive and informed public debate around taxation reform in Australia because it is directly linked to the future of investment and trade competitiveness of Australia.

A tax factsheet is available on our website at this link: <http://www.glencore.com/public-positions/paying-tax-transparently/how-we-pay-tax-in-australia/>