



Extractive Sector Transparency Measures Act - Annual Report

Reporting Year

From:

To:

Reporting Entity Name:

Reporting Entity ESTMA Identification Number:

Subsidiary Reporting Entities (if necessary):

Attestation (by Reporting Entity):

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.

Attestation (through independent audit):

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest that I engaged an independent auditor to undertake an audit of the ESTMA report for the entity(ies) and reporting year listed above. Such an audit was conducted in accordance with the Technical Reporting Specifications issued by Natural Resources Canada for independent attestation of ESTMA reports. The auditor expressed an unmodified opinion, dated , on the ESTMA report for the entity(ies) and period listed above.

The independent auditor's report can be found at:

Director or Office of the Entity Full Name:

Date:

Position Title:

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name

From: 2016-01-01 To: 2016-12-31
Turquoise Hill Resources Ltd

Reporting Entity ESTMA
Identification Number

E004020

Subsidiary Reporting
Entities (if necessary)

Payments by Payee

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
Mongolia	Khanbogd Sum			\$7,900,000		\$1,740,000			\$9,640,000	"Bonuses" comprise the transfer of previously purchased / constructed assets. The value of this in-kind payment has been reported at cost.
Mongolia	Mongolia National	\$67,260,000	\$39,380,000	\$500,000					\$107,140,000	"Taxes" include withholding tax paid on intragroup interest.
Mongolia	Ulaanbaatar City			\$790,000		\$80,000			\$870,000	
Mongolia	Gobi Oyu Development Support Fund					\$4,670,000			\$4,670,000	"Bonuses" include amounts paid under Oyu Tolgoi LLC's Communities Co-operation Agreement.
Mongolia	Umnugobi Development Center					\$210,000			\$210,000	
										<p>Currency conversion Taxes, royalties and fees have been translated from Mongolian currency ("MNT") into US\$ by converting payments at the exchange rate existing at the time the payment was made. Applicable rates range from 1,992 to 2,462 MNT/US\$, resulting in the following effective conversion rates for the total of payments in each category: Taxes: 2,033 ; Royalties: 2,091 ; Fees: 2,165</p> <p>Bonuses have been converted from MNT in to US\$ using a weighted average of the exchange rates during the period of 2,145 MNT/US\$.</p>
Total		\$67,260,000	\$39,380,000	\$9,190,000		\$6,700,000			\$122,530,000	

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Reporting Year
Reporting Entity Name
Reporting Entity ESTMA
Identification Number

From: 2016-01-01 To: 2016-12-31
Turquoise Hill Resources Ltd
E004020

Subsidiary Reporting
Entities (if necessary)

Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
Mongolia	Oyu Tolgoi	\$67,260,000	\$39,380,000	\$8,910,000		\$6,700,000			\$122,250,000	"Taxes" include withholding tax paid on intragroup interest. "Bonuses" include amounts paid under Oyu Tolgoi LLC's Communities Co-operation Agreement. "Bonuses" also include the transfer of previously purchased / constructed assets. The value of this in-kind payment has been reported at cost.
Mongolia	Exploration			\$280,000					\$280,000	
										<p>Currency conversion Taxes, royalties and fees have been translated from Mongolian currency ("MNT") into US\$ by converting payments at the exchange rate existing at the time the payment was made. Applicable rates range from 1,992 to 2,462 MNT/US\$, resulting in the following effective conversion rates for the total of payments in each category: Taxes: 2,033 ; Royalties: 2,091 ; Fees: 2,165</p> <p>Bonuses have been converted from MNT in to US\$ using a weighted average of the exchange rates during the period of 2,145 MNT/US\$.</p>
Total		\$67,260,000	\$39,380,000	\$9,190,000		\$6,700,000			\$122,530,000	