

GLENCORE

Baar, Switzerland
10 December, 2015

Glencore plc – investor update

Prepared for current and even lower commodity prices through the rapid delivery of debt reduction measures

Today, Glencore is hosting an investor update call at 8.30am (GMT). The call will update on the progress made against the debt reduction initiatives announced on 7 September.

Highlights include:

Positive free cash flow:

- More than \$2 billion of free cash flow at spot prices; Glencore will remain comfortably free cash flow positive at materially lower price levels
- Estimated 2016 EBITDA of c.\$7.7bn at current prices

Strong and increasing liquidity:

- Current liquidity increased to more than \$14 billion and will be further enhanced as the debt reduction plan measures are delivered

Debt reduction/capital preservation measures increased to \$13 billion (previous target of \$10.2 billion) with \$8.7 billion already achieved/locked-in

New net debt target of \$18-19 billion by the end of 2016 (previous target of low \$20s billion):

Industrial asset cash positioning significantly enhanced:

- Further reduction in capex: \$5.7 billion for 2015E and \$3.8 billion in 2016E, down from \$6 billion and \$5 billion respectively
- Production cuts have reduced overall supply and cash outlay; resources preserved for an improved future margin environment

Marketing remains a unique, low risk defensive earnings driver:

- Despite significantly lower commodity prices, Marketing adjusted EBIT for 2015E of c.\$2.5 billion; underpinned by continued strength in oil and stronger contributions from Agriculture and Metals during the second half
- 2016E marketing EBIT guidance of \$2.4-2.7 billion reflects lower working capital levels and reduced copper, zinc, lead and coal volumes

Ivan Glasenberg, CEO, commented:

"In September, we announced a number of measures to reduce our debt. Today we show significant delivery on those commitments, with \$8.7 billion achieved to date, and are able to announce an increase in our net debt reduction target measures by almost \$3 billion to \$13 billion. Glencore is well placed to continue to be cash generative in the current environment – and at even lower prices. We retain a high degree of flexibility and will continue to review the need to act further as required."

Details of the call and presentation material are available on our website:

<http://www.glencore.com/investors/investor-call-2015>

Please dial in 5-10 minutes prior to the start time using the number / conference ID below

Confirmation Code:	1348329
London, United Kingdom:	+44(0)20 3427 1901
National free phone - United Kingdom:	0800 279 4992
Johannesburg, South Africa:	+2711 019 7075
National free phone - South Africa:	0800 984 126
Hong Kong, Hong Kong:	+8523071 3093
National free phone - Hong Kong:	800 905 740
New York, USA:	+1646 254 3362
National free phone - USA:	1877 280 2342
Sydney, Australia:	+61(0)2 9253 5963
National free phone - Australia:	1800 040 158
Zurich, Switzerland	+41(0)44 580 7216
National free phone - Switzerland:	0800 345 602

A replay of the call will be available on 10 December 2015 until 8 January 2016.

Replay Passcode:	1348329
London, United Kingdom:	+44(0)20 3427 0598
Johannesburg, South Africa:	+2711 019 7025
Hong Kong, Hong Kong:	+8523011 4669
Geneva, Switzerland:	+41(0)22 592 7553
New York, USA:	+1347 366 9565
Sydney, Australia:	+61(0)2 8014 7928

For further information please contact:

Investors

Paul Smith	t: +41 41 709 24 87	m: +41 79 947 13 48	paul.smith@glencore.com
Martin Fewings	t: +41 41 709 28 80	m: +41 79 737 56 42	martin.fewings@glencore.com
Elisa Morniroli	t: +41 41 709 28 18	m: +41 79 833 05 08	elisa.morniroli@glencore.com

Media

Charles Watenphul	t: +41 41 709 24 62	m: +41 79 904 33 20	charles.watenphul@glencore.com
Pam Bell	t: +44 20 7412 3471	m: +44 77 3031 9806	pam.bell@glencore.co.uk

www.glencore.com

 www.youtube.com/glencorevideos

Glencore is one of the world's largest global diversified natural resource companies and a major producer and marketer of more than 90 commodities. The Group's operations comprise of over 150 mining and metallurgical sites, oil production assets and agricultural facilities.

With a strong footprint in both established and emerging regions for natural resources, Glencore's industrial and marketing activities are supported by a global network of more than 90 offices located in over 50 countries.

Glencore's customers are industrial consumers, such as those in the automotive, steel, power generation, oil and food processing. We also provide financing, logistics and other services to producers and consumers of commodities. Glencore's companies employ around 181,000 people, including contractors.

Glencore is proud to be a member of the Voluntary Principles on Security and Human Rights and the International Council on Mining and Metals. We are an active participant in the Extractive Industries Transparency Initiative.

Forward looking statements

This announcement contains statements that are, or may be deemed to be, "forward looking statements" which are prospective in nature. These forward looking statements may be identified by the use of forward looking terminology, or the negative thereof such as "outlook", "plans", "expects" or "does not expect", "is expected", "continues", "assumes", "is subject to", "budget", "scheduled", "estimates", "aims", "forecasts", "risks", "intends", "positioned", "predicts", "anticipates" or "does not anticipate", or "believes", or variations of such words or comparable terminology and phrases or statements that certain actions, events or results "may", "could", "should", "shall", "would", "might" or "will" be taken, occur or be achieved. Such statements are qualified in their entirety by the inherent risks and uncertainties surrounding future expectations. Forward-looking statements are not based on historical facts, but rather on current predictions, expectations, beliefs, opinions, plans, objectives, goals, intentions and projections about future events, results of operations, prospects, financial condition and discussions of strategy.

By their nature, forward looking statements involve known and unknown risks and uncertainties, many of which are beyond Glencore's control. Forward looking statements are not guarantees of future performance and may and often do differ materially from actual results. Important factors that could cause these uncertainties include, but are not limited to, those discussed in Glencore's Annual Report 2014 and "Risks and uncertainties" in Glencore's 2015 Half-Year Report.

Neither Glencore nor any of its associates or directors, officers or advisers, provides any representation, assurance or guarantee that the occurrence of the events expressed or implied in any forward-looking statements in this announcement will actually occur. You are cautioned not to place undue reliance on these forward-looking statements which only speak as of the date of this document. Other than in accordance with its legal or regulatory obligations (including under the UK Listing Rules and the Disclosure and Transparency Rules of the Financial Conduct Authority and the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Listing Requirements of the Johannesburg Stock Exchange Limited), Glencore is not under any obligation and Glencore and its affiliates expressly disclaim any intention, obligation or undertaking to update or revise any forward looking statements, whether as a result of new information, future events or otherwise. This announcement shall not, under any circumstances, create any implication that there has been no change in the business or affairs of Glencore since the date of this announcement or that the information contained herein is correct as at any time subsequent to its date.

No statement in this announcement is intended as a profit forecast or a profit estimate and no statement in this announcement should be interpreted to mean that earnings per Glencore share for the current or future financial years would necessarily match or exceed the historical published earnings per Glencore share.

This announcement does not constitute or form part of any offer or invitation to sell or issue, or any solicitation of any offer to purchase or subscribe for any securities. The making of this announcement does not constitute a recommendation regarding any securities.