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OPERATOR: Good morning, everyone. Welcome to this conference call to discuss the Q4 and 2010 yearend financial and operating results of Anvil Mining Limited announced yesterday morning, Monday, March 21st, 2011.

Today's call is being recorded. All lines have been placed on mute to prevent any background noise. After the speakers' remarks there will be a question-and-answer session. If you would like to ask a question during this time, simply press * then the number 1 on your telephone keypad. If you would like to withdraw your question, press the # key. Thank you.

At this time I would like to turn the call over to the Vice President of Corporate Affairs for Anvil Mining, Mr. Robert La Vallière. Please go ahead, sir.

ROBERT LA VALLIÈRE (Vice President, Corporate Affairs, Anvil Mining Limited): Thank you, Matthew. Good morning and thank you for joining us. With me today are Bill Turner, President and CEO; Philippe Monier, Vice President, Corporate and CFO; Stuart McKenzie, Corporate Secretary; and Lui Evangelista, Financial Controller

Today's call is being webcast at CNW Group's website and will be available for rebroadcast for a period of seven days following the

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completion of this call. The full fourth quarter and year-end 2010 MD&A and financial tables, along with the notes are available on our website at www.anvilmining.com, Investor Relations tab or on the SEDAR website at www.sedar.com.

Before we begin I would like to draw your attention to the fact that some of the matters to be discussed in today's call with respect to the future company's performance will be forward-looking statements within the meaning of applicable law. We refer you to our Q4 and year-end 2010 MD&A filed yesterday on SEDAR and our website and our annual information form filed last March, 2010 with the Canadian and Australian securities authorities concerning factors that could cause results to be different than contemplated in today's discussion.

At this time I would like to turn the call over to Bill Turner. Bill?

WILLIAM TURNER (President and Chief Executive Officer, Anvil Mining Limited): Thank you, Robert, and good morning, everybody.

The Kinsevere HMS plant generated a positive cash flow of \$7 million for the quarter. The operating profit was \$2.6 million on sales of \$15.2 million. Production of copper was 3,817 tonnes of copper in concentrate running just over 25% copper and that came from the HMS plant and the Spirals plant.

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The HMS copper feed grade was about 6 per cent from ore out of the pit running around 3.5 to 4% copper.

Net income from continuing operations was \$2.3 million.

With Kinsevere Stage II the constructions works are now more than 90 per cent complete. We still have around 1,000 employees and contractors on site. We're now transitioning to module and area-specific works and commissioning. Both Ausenco and Anvil commissioning teams have been on site since the first week of December.

We're on track for all commissioning in the second quarter of 2011 with production of copper cathode production and ramp-up during the third quarter of this year.

The capex spent and committed on this project is \$185 million as at the 1st of March with \$152 million spent and \$33 million committed.

Keep in mind that this is the tail end of this project. The project already has had \$200 million spent on it. So we're getting close to the full capital cost of the project.

The recent focus has been mainly on electrical and instrumentation aspects of the construction work. The main 33 KV power line has been energized and that has allowed the substations in a number of areas to be powered up recently. These areas include the crushing, grinding, the

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solution ponds, the solvent extraction, the electro-winning, the tailings transfer area and reagent services.

The C2 commissioning, which is wet commissioning, has commenced in the leech area, the CCD area, the flocculent makeup area, the diluent downloading storage and distribution area, the low-grade SX and the electro-winning tank house.

We've also started C2 commissioning on the stripping machine.

Acid unloading and storage facilities are now operational and for some weeks now we've had acid being delivered to site. We now have a total of 1,500 tonnes of sulphuric acid in storage and that will build up over time to around 5,000 tonnes of acid.

A very positive aspect of the project is that it has now exceeded 2.6 million LTI-free man hours of work and that's a tremendous credit to the contractors on site, Ausenco group 5, MCK and other local contractors.

Commissioning works at the moment are about 17% completed.

I'd now like to pass the call over to Philippe Monier

PHILIPPE MONIER (Vice President Corporate and CFO, Anvil Mining Limited): Thanks, Bill. Good morning, everybody.

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Starting with our quarterly data, we recorded sales of \$15.2 million representing deliveries of around 3,800 tonnes of copper at an average realized price of \$3.55 per pound of payable copper.

Our operating profit amounted to \$2.6 million, mainly driven by Kinsevere HMS activities. The quarter was impacted by higher cost of concentrate production at \$456 per tonne following the start-up of our cut-back program designed to access quality ore and provide materials for our tailings storage facilities walls. Incidentally, we would expect these costs to remain high in the short term.

Our net income from continuing operations amounted to \$2.3 million or \$0.01 per share impacted favourably on the whole by some material transactional and non-recurring entries related to the realization of our available for sale investments as described in detail in our financial statements.

From a cash flow standpoint, our cash flows from continuing operations, before change in working capital broke even over the period. The liquidation of our available-for-sale investment generated proceeds of \$30.1 million. Of note, we had our first drawdown from our loan facility of \$25 million.

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Moving on to the key points for the full year 2010, net sales amounted to \$60.1 million representing deliveries of around 16.7 thousand tonnes of copper in concentrate at an average realized price of \$3.27 a pound of payable copper.

Operating income reached \$8.7 million in 2010 against an operating loss of \$7 million in 2009 driven mainly by higher realized copper prices and lower operating expenses, partially offset by lower volume sold.

Net income from continuing operations of \$20 million or \$0.13 per share versus a loss of \$17.7 from the comparable 12-month period. As previously mentioned, net income was favourably impacted by transactional entries, most of them booked in the fourth quarter and non-recurring.

Positive cash flows from operating activities before working capital movement of \$16.2 million, so cash generative.

As mentioned earlier, we liquidated \$30.1 million worth of investments. Our liquidity situation remains very solid. We were sitting on consolidated cash balances of around \$50.1 million as of the end of February 2011.

There is an additional \$8 million further available currently booked as restricted cash, mainly supported by a cash collateral for one of our bonds

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for Ausenco. And we benefited from the realization of our available for sale investment as well as, as you will know, the exercise of around 6 million of warrants from Trafigura generating proceeds of \$16.6 million.

Incidentally, as of the end of February 2011, we still had \$43 million worth of undrawn facilities.

So we are fully funded and we have sufficient cash and available debt to complete the construction of the SX-EW plant as well as its commissioning and ramp-up.

I will turn it over to Bill to...

WILLIAM TURNER: Thanks, Philippe.

Okay, just looking forward then, our objectives as we move forward, the first critical objective is to complete the commissioning works at Kinsevere on Kinsevere Stage II with full commissioning to commence in the second quarter of this year. Both first cathode production, mid to late Q2 and ramp up going through Q3.

We have restarted our exploration effort. We're carrying our regional exploration within the 50 kilometre radius of Kinsevere, looking at numerous properties that we are considering joint venturing.

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We plan to do a 15,000 metre drill out of the Kinsevere sulphides. This will commence in early Q2 and this will enable the definition of an updated Kinsevere mineral resource by the end of 2011.

If you recall, we currently have measured an indicated resource of about 3.7 million tonnes 3.7% copper for 139,000 tonnes of copper, measured and indicated. And inferred resource of about 447,000 tonnes of copper at a similar grade, a little lower, 3.5% copper. So the total measured, indicated and inferred resource in the sulphides from the previous drilling is close to 600,000 tonnes.

So we expect to firm that up and increase the confidence level of that resource definition with this drilling.

We've reached an agreement with an international drilling company under which they will acquire Anvil's drilling equipment. Some years ago when it was not possible to get drilling companies to come to Congo, we bought several rigs. We're now getting out of the drilling business and we'll give these rigs to this drilling company in exchange for carrying out \$2.25 million worth of drilling on Kinsevere.

We also have a plan to do some infill drilling on the Mutoshi Project. It's a project that's had 55,000 metres of drilling done in the past. The drill

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spacing is quite wide and it needs a significant amount of extra drilling before we can define a resource on that project.

Other objectives include supporting Alexander Mining with their pilot study on ammonia leaching on a Mutoshi cobalt resource. That will get underway shortly.

We intend to complete a scoping study before the end of this year on expansion options for Kinsevere beyond 60,000 tonnes of cathode copper a year.

We will also carry out some preliminary studies on the mining and the processing of the Kinsevere sulphides as we go through that drilling program.

We're also working to identify investment opportunities in the DRC with the aim of consolidating the company's position in the Congo and to begin to develop a pipeline of growth projects.

I'd now like to throw the conference call out to a question-and-answer session.

ROBERT LA VALLIÈRE: Matthew, we are ready for the Q&A.

OPERATOR: Yes. At this time I'd like to remind everyone in order to ask a question press * then the number 1 on your telephone keypad. And

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your first question comes from the line of Stephen Ottridge with BMO Capital Markets. Your line is open.

STEPHEN OTTRIDGE: Yes. Hello everybody. I assume that you will keep the HMS plant running full tilt for the next... at least the next quarter.

WILLIAM TURNER: Yes, that's the intention, Stephen. We're planning at the moment to take it through to the middle of the year. We'll see how we're going. We have a fair bit of flexibility there.

STEPHEN OTTRIDGE: Okay. And when you start up the SX-EW plant, will you be using the low grade that you've got stockpiled or will you be just going straight into regular ore?

WILLIAM TURNER: No, we'll use the ... we have a stockpile of close to 1.3 million tonnes of a grade that is about 2.7 to 3% copper and it's that material that we'll use to do the commissioning work.

STEPHEN OTTRIDGE: Okay. Thanks very much.

OPERATOR: Again, if you would like to ask a question, press * then the number 1 on your telephone keypad.

And your next question comes from the line of Joseph Gallucci with GMP Securities. Your line is open.

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JOSEPH GALLUCCI: Hi. Just two little quick questions. First, on the refinancing of the \$100 million Trafigura with the banks, is there any update on that? And if so, any talks about hedging any copper?

PHILIPPE MONIER: This is Philippe Monier here. There is no further progress on this exercise. It's mainly driven by Trafigura now for their own benefit. Since the realization of our assets held as in for sale or investments, we are insulated from what Trafigura will do on the refinancing.

But you're right to point out that potentially they could ask us to participate in some hedging program but it hasn't been defined as of yet, number one.

Number two, it would remain not material.

Since you're talking about hedging, at this point of time for the HMS production, as disclosed in our MD&A and financial statements, we've entered into a zero-cost collar for around 250 tonnes of copper per month. That's where we stand now.

JOSEPH GALLUCCI: Okay. And then just one sort of final question on the new CEO search. I just wanted to know how that was going?

WILLIAM TURNER: Look, that's progressing with the selection committee working on that. And they have a short list of candidates and

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they're working through that. And we'll come to the market when we're in the position to do so.

JOSEPH GALLUCCI: Okay. Thank you very much, Bill.

WILLIAM TURNER: Thanks, Joseph.

OPERATOR: And there are no further questions at this time. I would now like to turn the call back over to Mr. Bill Turner.

WILLIAM TURNER: Thank you, Matthew.

Just in summary then, Kinsevere Stage II is now in its final construction phase with commissioning well under way. The project is more than 90 per cent completed. We have commissioning teams from Anvil, six consultants from Anvil and 15 people in the Ausenco team that formed a combined commissioning team. They've been on site since early December and they're working closely with the construction team to finish of modules and areas and hand those over to Anvil.

First fills are now being loaded. The extractant is on site, the diluent is coming in shortly and as I mentioned before, we have a significant amount of sulphuric acid on site.

Kinsevere Stage II, SX-EW is Anvil's flagship project. It'll be a low-cost, long-life, 60,000 tonne a year of cathode copper producer. Our focus is on delivering this project and getting ore commissioning started in Q2.

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We are positioning the company through organic growth by via expansion possibilities at Kinsevere and that work will go on during this year and we should come to a position on that before the end of the year.

We're restarting the exploration effort, focused on the Kinsevere sulphides where, if you recall, the best sulphide in the section is 272 metres at 3.2% copper. That program is about a 15,000-metre program.

And some regional work has started in the area surrounding Kinsevere. We want to build our position around Kinsevere of exploration joint ventures that will feed into the Kinsevere plant and perhaps help to expand it but certainly extend the life of the operation.

And we have a significant resource drilling program designed for Mutoshi and we will kick that off later in the year when we have the capacity to do so.

And finally, as I've said on a number of occasions, recently Anvil and its strategic partner, Trafigura, have a shared vision for building a leading copper producer in the DRC. And Kinsevere Stage II will provide the platform to do this.

That is the end of the conference call. Thank you all for participating.

OPERATOR: And this concludes today's conference call. You may now disconnect.

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