



Second Quarter 2010

Investor Conference Call and Webcast

July 28, 2010

Forward Looking Information



Both these slides and the accompanying oral presentation contain certain forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 and forward-looking information within the meaning of the Securities Act (Ontario). Forward-looking statements can be identified by the use of words such as “plans”, “expects” or “does not expect”, “is expected”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates” or “does not anticipate”, or “believes”, or variation of such words and phrases or state that certain actions, events or results “may”, “could”, “should”, “would”, “might” or “will” be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Teck to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements.

These forward-looking statements include estimates, forecasts, and statements as to management’s expectations with respect to, among other things, our future earnings and cash flow, our expected debt level and our leverage ratio, our expectations regarding securing improved credit ratings, expected progress and costs of our Andacollo concentrate project and other growth projects, the sensitivity of our earnings to changes in commodity prices and exchange rates, the potential impact of transportation and other potential production disruptions, the impact of currency exchange rates, future trends for the company, progress in development of mineral properties, future production and sales volumes, capital expenditures and mine production costs, demand and market outlook for commodities, future commodity prices and treatment and refining charges, the settlement of coal contracts with customers, and the outcome of mine permitting currently underway.

Forward Looking Information



These forward-looking statements involve numerous assumptions, risks and uncertainties and actual results may vary materially. These statements are based on a number of assumptions, including, but not limited to, assumptions regarding general business and economic conditions, interest rates, the supply and demand for, inventories of, and the level and volatility of prices of zinc, copper, coal and gold and other primary metals and minerals produced by Teck as well as oil, natural gas and petroleum products, the timing of receipt of regulatory and governmental approvals for Teck's development projects and other operations, the availability of financing for Teck's development projects on reasonable terms, Teck's costs of production and production and productivity levels, as well as those of its competitors, power prices, market competition, the accuracy of Teck's reserve estimates (including, with respect to size, grade and recoverability) and the geological, operational and price assumptions on which these are based, tax benefits, the resolution of environmental and other proceedings, our ongoing relations with our employees and partners and joint venturers, performance by customers and counterparties of their contractual obligations, and the future operational and financial performance of the company generally.

The foregoing list of assumptions is not exhaustive. Events or circumstances could cause actual results to differ materially. Factors that may cause actual results to vary include, but are not limited to: adverse developments in business and economic conditions in the principal markets for Teck's products, in credit markets, or in the supply, demand, and prices for metals and other commodities to be produced, changes in interest and currency exchange rates, failure of customers or counterparties to perform their contractual obligations, inaccurate geological or metallurgical assumptions (including with respect to the size, grade and recoverability of mineral reserves and resources), changes in taxation regimes, legal disputes or unanticipated outcomes of legal proceedings, unanticipated operational difficulties (including failure of plant, equipment or processes to operate in accordance with specifications or expectations, cost escalation, unavailability of materials and equipment, government action or delays in the receipt of permits or government approvals, industrial disturbances or other job action, and unanticipated events related to health, safety and environmental matters), political risk, social unrest, lack of available financing for Teck or its partners or co-venturers, and changes in general economic conditions or conditions in the financial markets.

Certain of these risks are described in more detail in the annual information form of the company available at www.sedar.com and in public filings with the SEC. The company does not assume the obligation to revise or update these forward-looking statements after the date of this document or to revise them to reflect the occurrence of future unanticipated events, except as may be required under applicable securities laws.

Q2 Investor Conference Call



- *Speakers*

Don Lindsay

President & CEO

Ron Millos

SVP Finance & CFO

2nd Quarter 2010 Highlights



Strong Operating Results

- Revenues \$2,110 million
- Operating Profit \$985 million
(before Depreciation & Amortization)
- Earnings \$260 million
(attributable to shareholders)
- EBITDA \$844 million

2nd Quarter 2010 Highlights cont'd



Strong Balance Sheet

- Original US\$9.8 billion bank debt retired
- Investment grade credit ratings
- Net Debt to Net Debt Plus Equity 24%
- Dividend re-instated

Strong Business Fundamentals

- Increasing copper and coal production
- Premium coal contracted for Q3 at ~US\$225/t

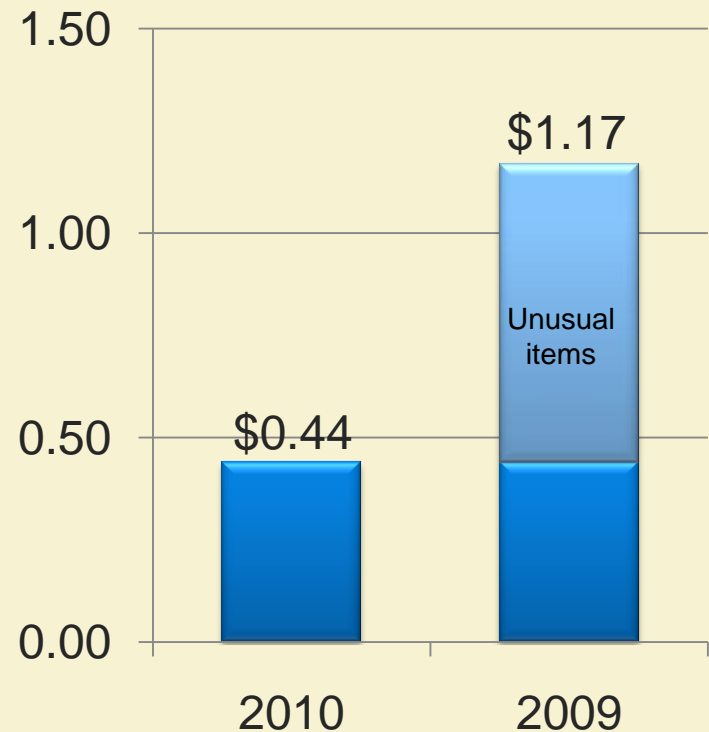
2nd Quarter 2010 Earnings



Earnings attributable to Shareholders

	<u>Q2</u> <u>2010</u>	<u>Q2</u> <u>2009</u>	<u>Q1</u> <u>2010</u>
Earnings (\$millions)	\$260	\$570	\$908
EPS	\$0.44	\$1.17	\$1.54

Earnings per Share (C\$)



Comparative Earnings



(\$ millions, net of taxes)

Earnings attributable to Shareholders as Reported

Asset Sales & Other

F/X (gains) losses on net debt

Derivative (gains) losses

Financing items & Impairment charges

Tax Items

(Earnings) loss from discontinued Ops

Adjusted Earnings

EPS Fully Diluted

Pricing Adjustments

Comparative Earnings

	<u>Q2 '10</u>	<u>Q2 '09</u>	<u>Q1 '10</u>
	\$260	\$570	\$908
	–	(13)	(639)
	42	(413)	(50)
	16	31	(32)
	6	87	23
	–	–	–
	<u>–</u>	<u>(47)</u>	<u>–</u>
	324	215	210
	\$0.55	\$0.44	\$0.36
	52	(36)	(5)
	<u>\$376</u>	<u>\$179</u>	<u>\$205</u>

Q2 Guidance



Guidance met or exceeded

- Red Dog zinc con sales 70kt ✓ 70.5 kt
- Coal sales 6.0 to 6.5 Mt ✓ 6.4 Mt
- Coal pricing US \$180/t to \$185/t ✓ \$182/t
- Coal costs ~C\$88/t site & port for 2010 ✓ C\$87/t
- Copper production and costs on track ✓ 77kt
- Settlement adjustments – potentially negative ✓ Negative
- Power sales at Trail eliminated ✓ 24 GWh

Coal



	Q2	Q2	Q1
	<u>2010</u>	<u>2009</u>	<u>2010</u>
Coal – Mt			
Production	6.0	4.3	5.7
Sales	6.4	5.0	5.3
Average Price (US\$/t)	182	165	140
(C\$/t)	186	191	150
Site Costs (C\$/t)	56	55	61
Transportation Costs (C\$/t)	31	33	30
Financial Results	C\$ millions		
Revenue	1,196	954	790
Operating Profit (Before Depreciation)	634	515	313

Copper



	Q2	Q2	Q1
	<u>2010</u>	<u>2009</u>	<u>2010</u>
Copper in Concentrate (kt)			
Production	53	52	47
Sales	52	40	43
Copper Cathode (kt)			
Production	24	26	25
Sales	24	18	28
Moly in Concentrate (M lbs)			
Production	1.6	1.8	2.1
Sales	2.0	1.8	1.9
Financial Results	C\$ millions		
Revenue	499	408	620
Operating Profit	344	187	367
(Before Depreciation & Pricing Adjustments)			

Zinc



	Q1	Q2	Q1
	<u>2010</u>	<u>2009</u>	<u>2010</u>
Zinc in concentrate – kt			
Production	167	173	163
Sales	101	118	161
Refined Zinc – kt			
Production	71	60	68
Sales	70	63	66
Lead in Concentrate – kt			
Production	31	31	35
Sales	3	–	–
Refined Lead – kt			
Production	20	19	22
Sales	23	20	18
Financial Results	C\$ millions		
Revenue	415	345	490
Operating Profit	90	81	155
(Before Depreciation & Pricing Adjustments)			

Red Dog Update



- Aqqaluk development underway
- Ore to mill 2011
- New water discharge permit process continues
- Current water discharge under existing permit



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2nd Quarter 2010

- Cash Changes



\$Millions

Cash Flow from Operations

675

Working Capital Changes

(101)

Capital Expenditures / Investments

(169)

Proceeds from Asset Sales

9

Decrease in Debt (net)

(413)

Non-controlling Interests

(34)

Exchange, Discontinued Ops & Other

17

Cash & STI Decrease

(16)

Cash at quarter end

\$758

Final Pricing Revenues



Outstanding from Q1 & Settled in Q2

	Valued		Settled		Revenue Adj. (C\$ M)	
	<u>M lbs</u>	<u>US\$/lb</u>	<u>M lbs</u>	<u>US\$/lb</u>	<u>Before Tax*</u>	<u>After Tax*</u>
Copper	94	\$3.55	94	\$3.24	(28)	
Zinc	164	\$1.08	152	\$0.97	(8)	
Total					\$(36)	\$(23)

Adjustments on Settlements within Q2 **\$(47)** **\$(29)**

Total Final Pricing Adjustments Q2 **\$(83)** **\$(52)**

Outstanding Q3

	M lbs	Valued US\$/lb
Copper	90	\$2.96
Zinc	112	\$0.77
Lead	—	—

*Net of treatment and refining charges, tax, royalties & non-controlling interests

Debt Position



<u>Millions</u>		<u>Dec 31, 2009</u>	<u>June 30, 2010</u>
Cash (C\$ millions)		1,420	758
Term Loan	US\$	2,325	-
Fixed Rate Notes		5,086	5,105
Other		<u>205</u>	<u>228</u>
Total Debt	US\$	7,616	5,333
C\$ Equivalent		8,004	5,678
Debt to Debt plus Equity		36%	27%
Net Debt to Net Debt plus Equity		31%	24%

Credit Ratings



Complete Investment Grade Ratings

S&P	Moody's	Fitch	DBRS	
BBB stable	Baa2	BBB, stable	BBB	Investment Grade
BBB-	Baa3 Positive	BBB-, Stable	BBB (low) positive	
BB+	Ba1	BB+	BB (high)	Non-Investment Grade
BB	Ba2	BB	BB	

April 27, 2010 Moody's revised rating from Ba1 to Baa3

April 16, 2010 S&P revised from BB+ to BBB

April 15, 2010 DBRS revised from BB (high) BBB (low)

April 5, 2010 Fitch initiated rating at BBB-

Current rating

Previous rating

Q3 Guidance



Factors to consider

- Red Dog zinc sales 170 kt
- Coal sales 5.8 to 6.2 Mt
- Coal pricing US \$195/t to \$200/t
- Coal costs ~C\$57/t site, ~C\$33/t tpt for 2010
- Copper production and costs at HVC & CdA
- Settlement adjustments

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Greenhills Update



- Plant rebuild plan being developed
- Raw coal to FRO
- Wet coal being shipped and blended
- Annual maintenance shutdown advanced
- Production impact expected to be <math><0.5\text{ Mt}</math>



Project Developments



- Quebrada Blanca Copper Concentrate
 - Proceed to feasibility expected Q3 2010
- Relincho Copper Mine
 - Pre-feasibility study expected mid-year 2011
- Galore Creek Copper Mine
 - Pre-feasibility expected Q2 2011
- Frontier / Equinox Oil Sands Mine Projects
 - Pre-feasibility and regulatory application expected Q2 2011
- Quintette Coal Mine
 - Feasibility Study expected late 2011

Summary



Strong balance sheet

Strong cash flow

Coal Production and pricing increasing

Copper Production increasing

Development Projects advancing



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