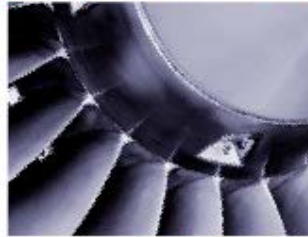




sherritt
THE NAME IN NICKEL



Fourth Quarter and 2015 Results | February 11, 2016

Cautionary Statement on Forward-Looking Information

This document contains certain forward-looking statements. Forward-looking statements can generally be identified by the use of statements that include such words as “believe”, “expect”, “anticipate”, “intend”, “plan”, “forecast”, “likely”, “may”, “will”, “could”, “should”, “suspect”, “outlook”, “projected”, “continue” or other similar words or phrases. Specifically, forward-looking statements in this document include, but are not limited to, capital costs and expenditures; estimates; global nickel; production outlooks; market supply and demand forecasts; Cuban tax rates in the power business; and corporate objectives, goals and plans for 2016.

Forward-looking statements are not based on historic facts, but rather on current expectations, assumptions and projections about future events, including commodity and product prices and demand; realized prices for production; earnings and revenues; development and exploratory wells in Cuba; environmental rehabilitation provisions; availability of regulatory approvals; compliance with applicable environmental laws and regulations; the impact of regulations related to greenhouse gas emissions and credits; debt repayments; collection of accounts receivable; and certain corporate objectives, goals and plans for 2015. By their nature, forward-looking statements require the Corporation to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions, forecasts, conclusions or projections will not prove to be accurate, that those assumptions may not be correct and that actual results may differ materially from such predictions, forecasts, conclusions or projections.

The Corporation cautions readers of this press release not to place undue reliance on any forward-looking statement as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed in the forward-looking statements. This risks, uncertainties and other factors include, but are not limited to changes in the global price for nickel, cobalt, oil and gas or certain other commodities (ammonium sulphate), share-price volatility, level of liquidity and access to capital resources, access to financing, compliance with financial covenants, risks associated with the Corporation's joint venture partners; discrepancies between actual and estimated production; variability in production at Sherritt's operations in Madagascar and Cuba; risks associated with the completion of Moa Joint Venture Acid Plant; potential interruptions in transportation; uncertainty of gas supply for electrical generation; uncertainty of exploration results and Sherritt's ability to replace depleted mineral and oil and gas reserves; the Corporation's reliance on key personnel and skilled workers; the possibility of equipment and other failures; the potential for shortages of equipment and supplies; risks associated with mining, processing and refining activities; uncertainty of resources and reserve estimates; uncertainties in environmental rehabilitation provisions estimates; risks related to the Corporation's corporate structure; political, economic and other risks of foreign operations; risks related to Sherritt's operations in Madagascar and Cuba; risks related to the U.S. government policy toward Cuba, including the U.S. embargo on Cuba and the Helms-Burton legislation; risks related to the accuracy of capital and operating cost estimates; reliance on significant customers; foreign exchange and pricing risks; compliance with applicable environment, health and safety legislation and other associated matters; risks associated with governmental regulations regarding greenhouse gas emissions; maintaining the Corporation's social license to grow and operate; risks relating to community relations; credit risks; shortage of equipment and supplies; competition in product markets; future market access; interest rate changes; risks in obtaining insurance; uncertainties in labour relations; uncertainty in the ability of the Corporation to enforce legal rights in foreign jurisdictions; uncertainty regarding the interpretation and/or application of the applicable laws in foreign jurisdictions; legal contingencies; risks related to the Corporation's accounting policies; risks associated with future acquisitions; uncertainty in the ability of the Corporation to obtain government permits; failure to comply with, or changes to, applicable government regulations; bribery and corruption risks, including failure to comply with the Corruption of Foreign Public Officials Act or applicable local anti-corruption law; uncertainties in growth management; and certain corporate objectives, goals and plans for 2016; and the Corporation's ability to meet other factors listed from time to time in the Corporation's continuous disclosure documents. Readers are cautioned that the foregoing list of factors is not exhaustive and should be considered in conjunction with the risk factors described in this press release and in the Corporation's other documents filed with the Canadian securities authorities.

The Corporation may, from time to time, make oral forward-looking statements. The Corporation advises that the above paragraph and the risk factors described in this document and in the Corporation's other documents filed with the Canadian securities authorities including, but not limited to, the Corporation's Management Discussion & Analysis for the year ended December 31, 2015 should be read for a description of certain factors that could cause the actual results of the Corporation to differ materially from those in the oral forward-looking statements. The forward-looking information and statements contained in this document are made as of the date hereof and the Corporation undertakes no obligation to update publicly or revise any oral or written forward-looking information or statements, whether as a result of new information, future events or otherwise, except as required by applicable securities laws. The forward-looking information and statements contained herein are expressly qualified in their entirety by this cautionary statement.

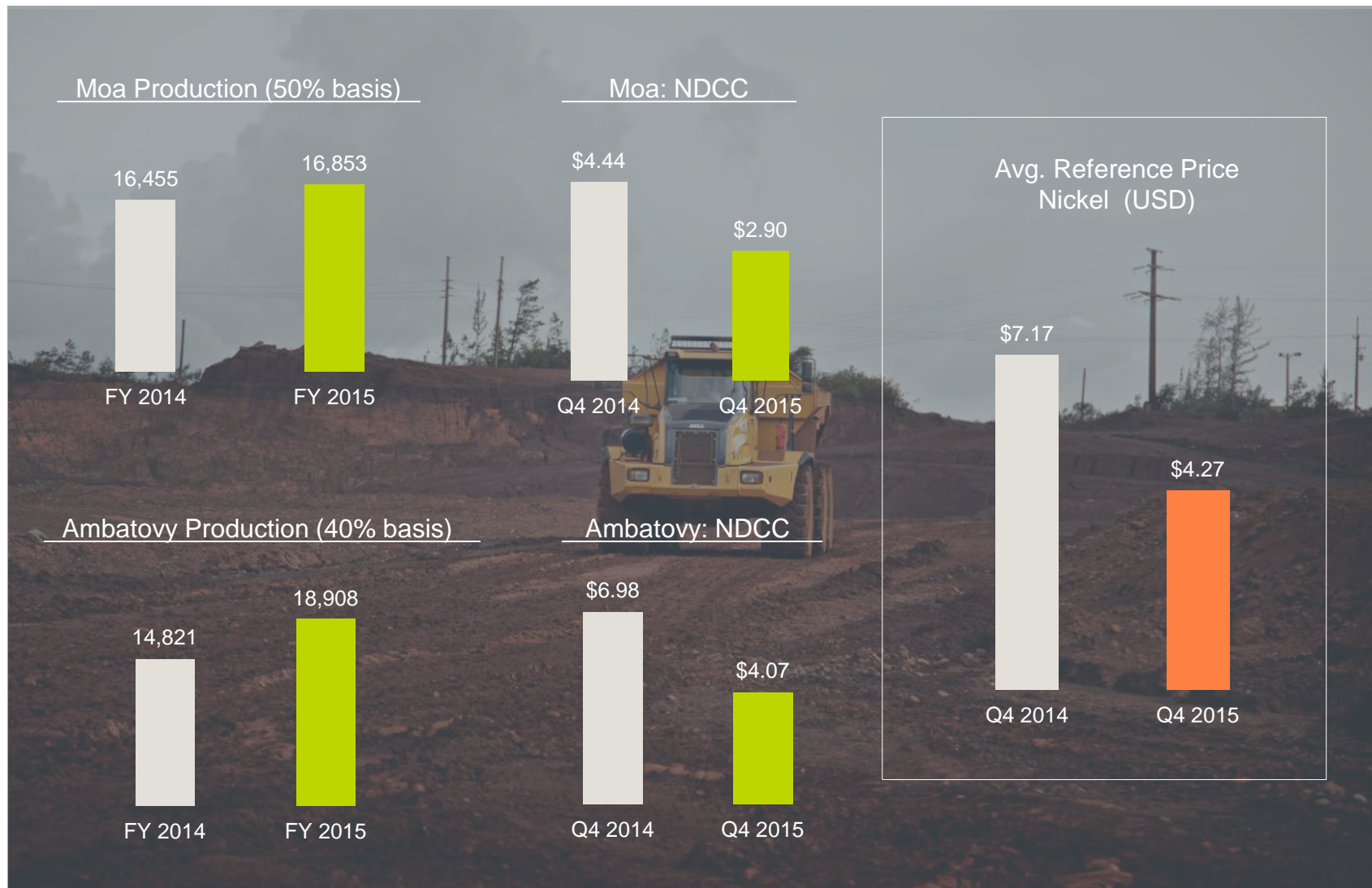
Non-GAAP Measures

Management uses Combined Results, Adjusted EBITDA, average-realized price, unit operating cost, adjusted earnings, combined adjusted operating cash flow per share and combined free cash flow, to monitor the financial performance of the Corporation and its operating divisions and believes these measures enable investors and analysts to compare the Corporation's financial performance with its competitors and evaluate the results of its underlying business. These measures do not have a standard definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. As these measures do not have a standardized meaning, they may not be comparable to similar measures provided by other companies. For additional information, including a reconciliation of each non-GAAP measures to the most directly comparable GAAP measure, see the Non-GAAP measures section in our Management's Discussion and Analysis (MD&A) for the three months ended September 30, 2015 available on our website at www.sherritt.com.

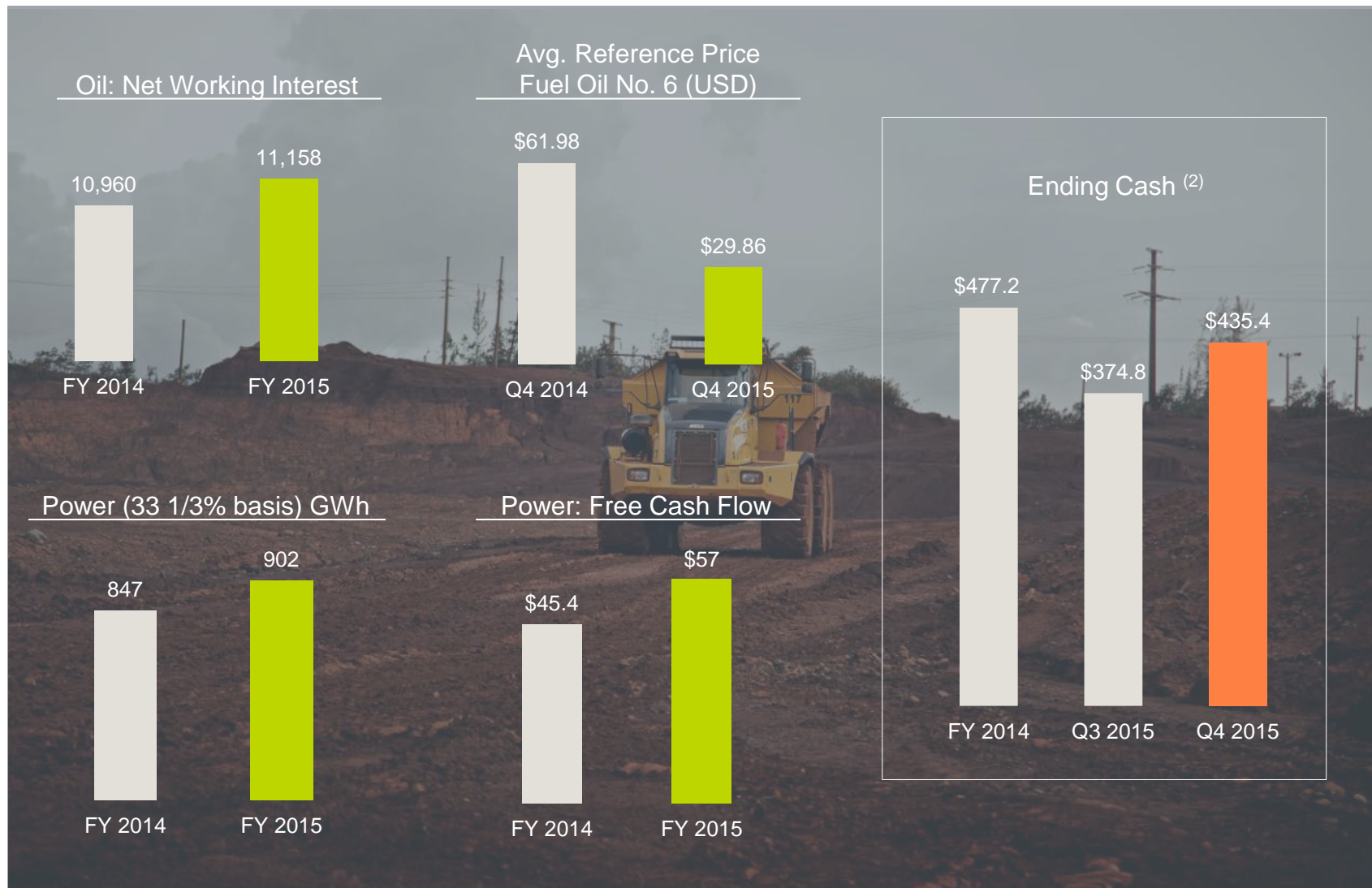


David Pathe, President & CEO

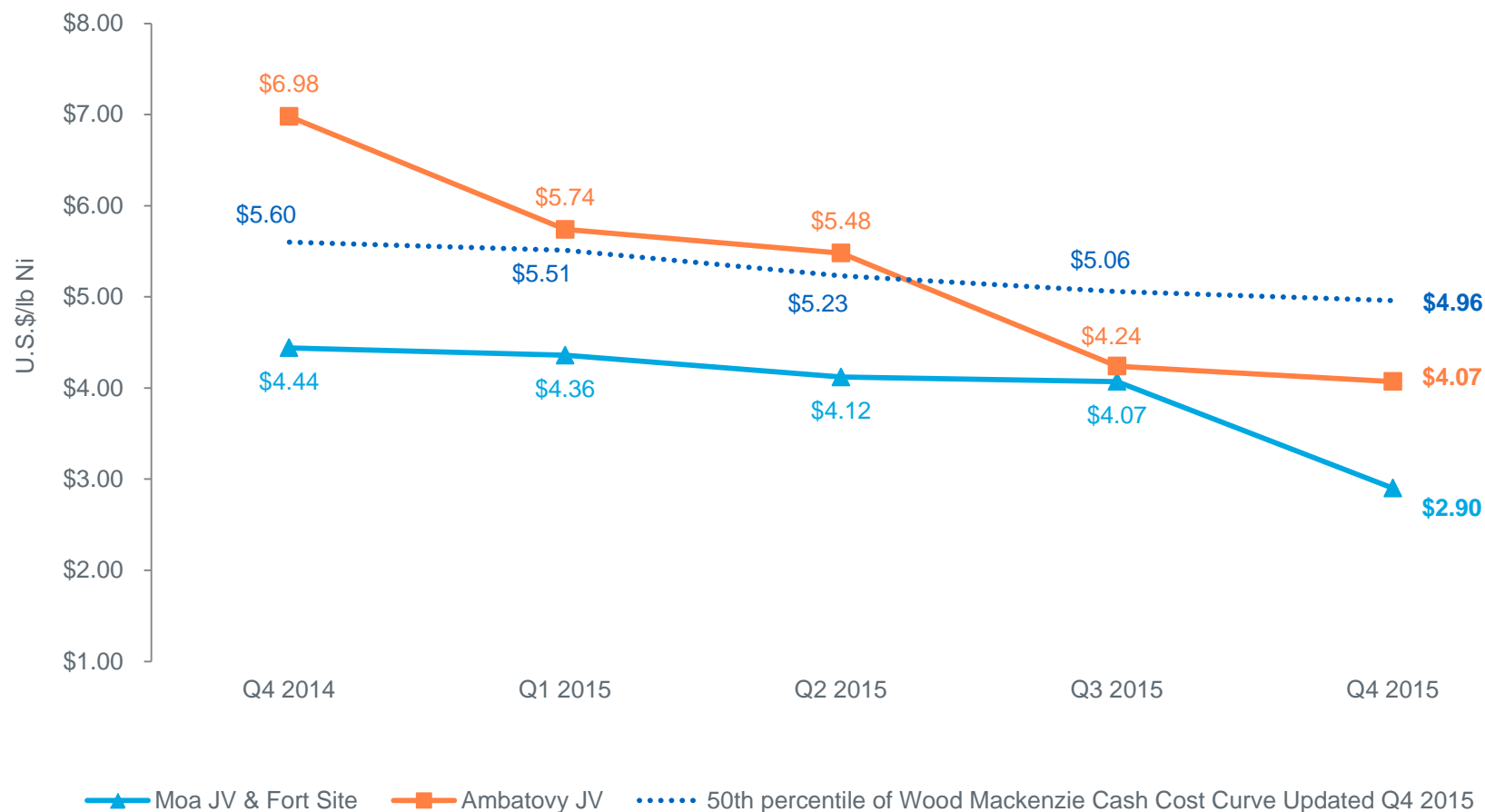
2015 Highlights: Nickel⁽¹⁾



2015 Highlights: Oil & Gas and Power⁽¹⁾

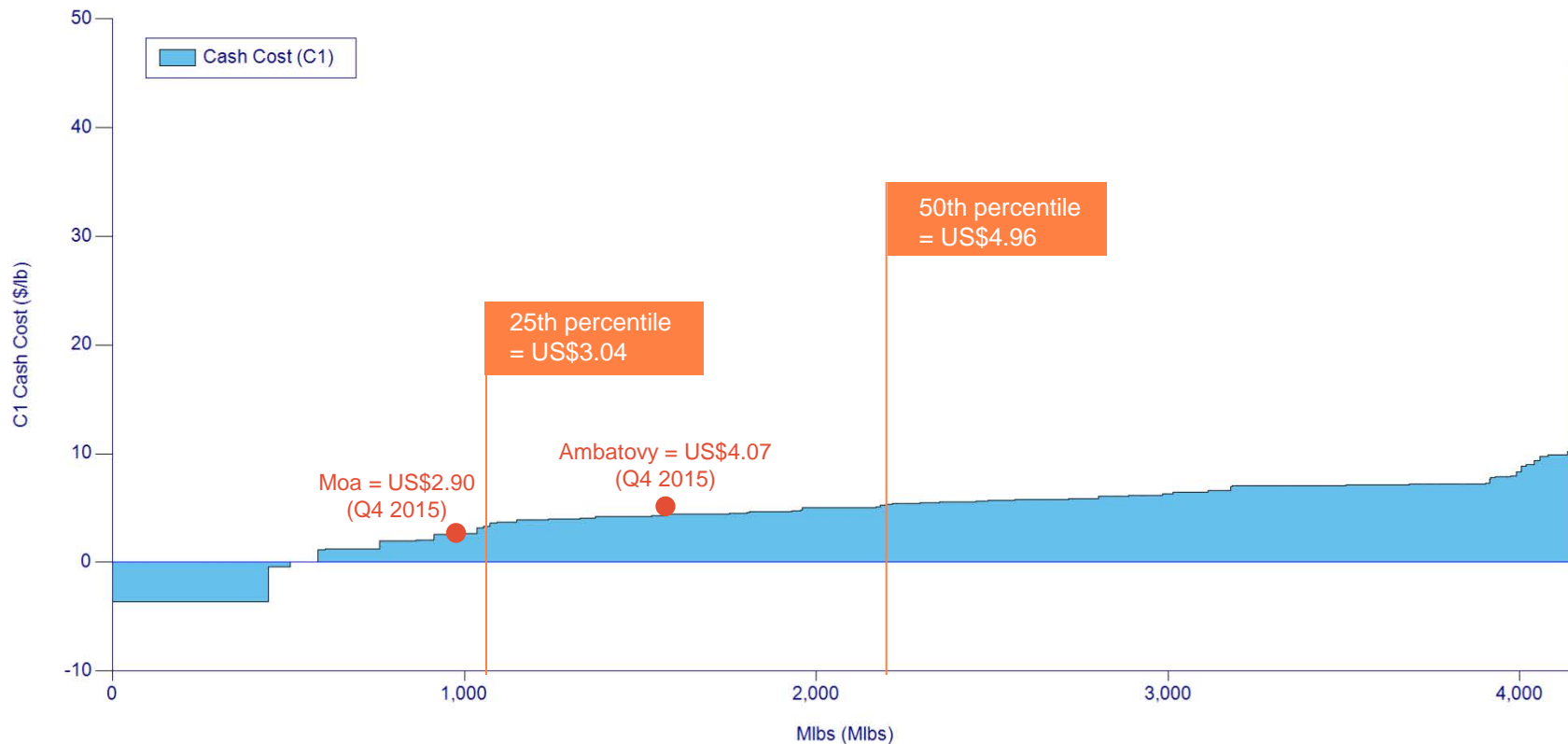


NDCC Improvements Outpaced the Cost Curve with Moa's Fertilizer Sales Credit Helping Out in Q4



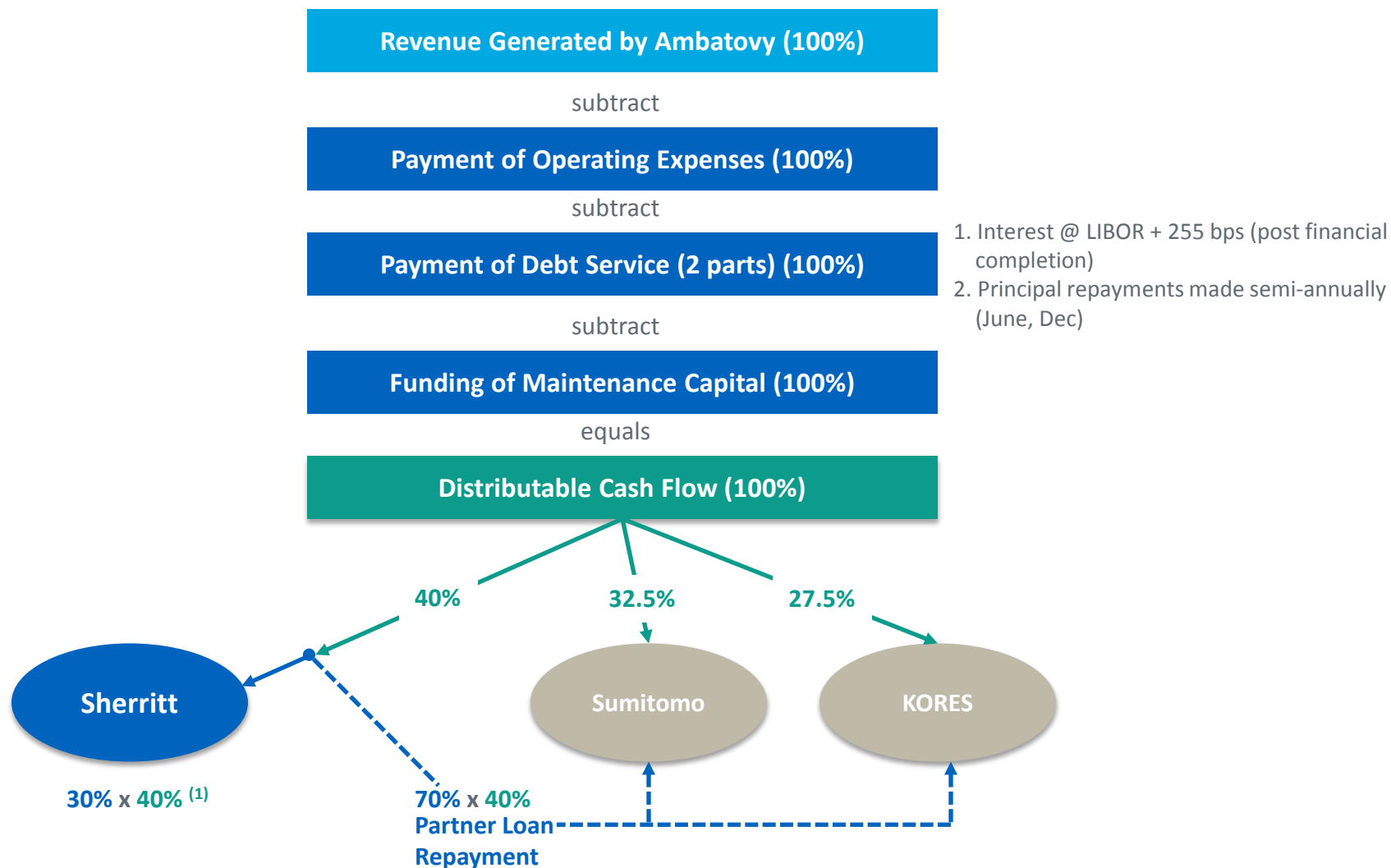
A Closer Look at the Cash Cost Curve⁽¹⁾

2015 Nickel Industry, Normal, C1 Cash Cost
Grouped by Operation and Ranked by Cash Cost (C1)
Existing Operations and Base Case



Source: Wood Mackenzie Ltd.

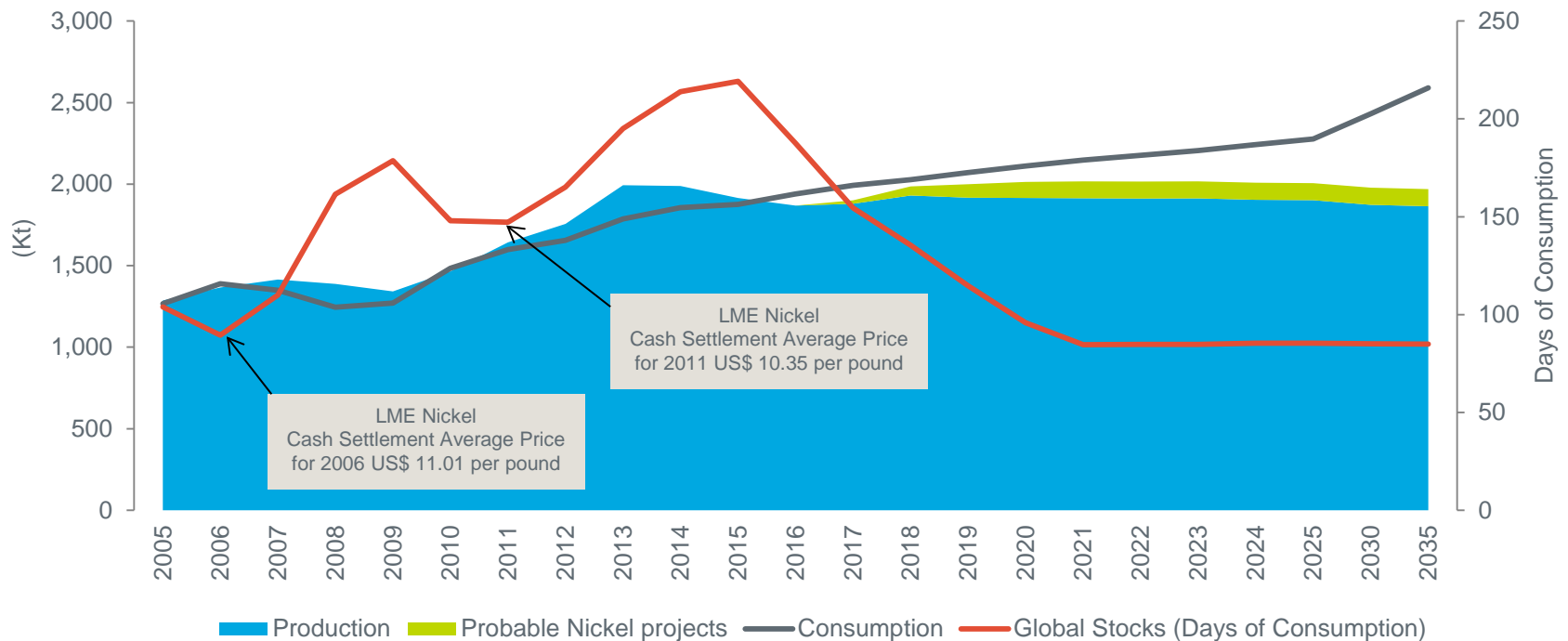
Ambatovy Distributable Cash Flow



Nickel Market 2005 – 2035 Projected

- Refined nickel imports into China through November 2015 are up 108%, with ferronickel imports up 146% in the same period (RBC, INSG, Wood Mackenzie)
- Supply gap continues to develop with few new firm nickel projects announced

Nickel Supply Demand 2005 to 2035 with Estimated/Forecast Global Stocks



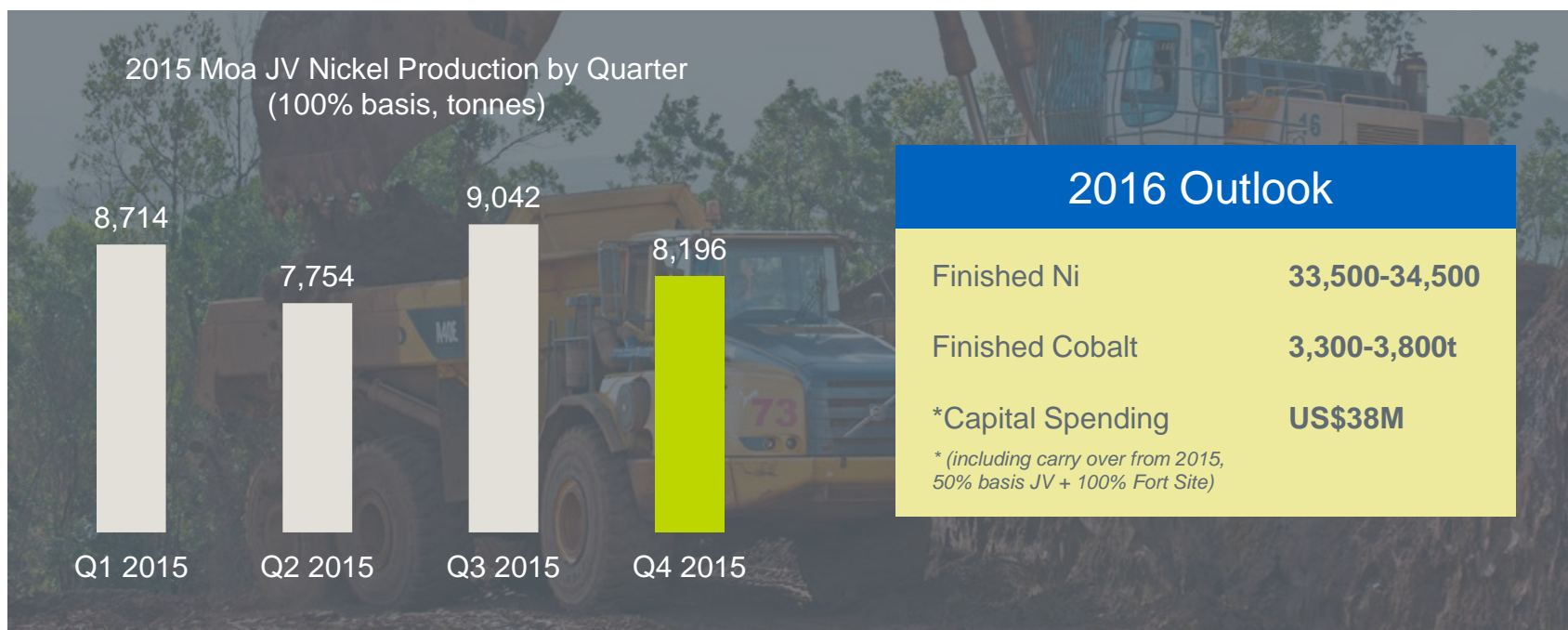


OPERATIONS UPDATE

Steve Wood, Executive Vice President and COO

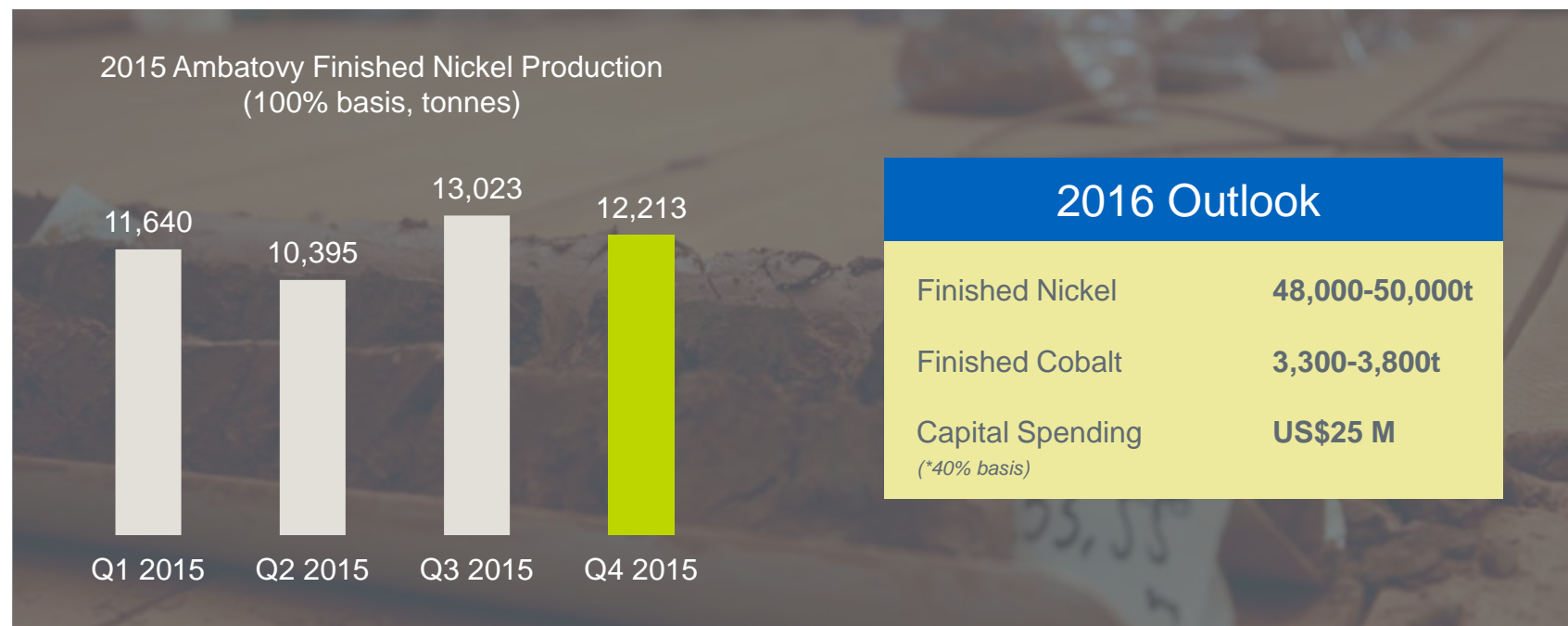
Moa JV Highlights

- Finished nickel production of 33,706 t (100% basis)
- Cash costs declined for the fourth consecutive quarter to US\$2.90/lb (~\$0.69/lb credit mainly from fertilizer sales)
- Nickel recovery 89% for 2015
- Free cash flow (\$9) million 2015



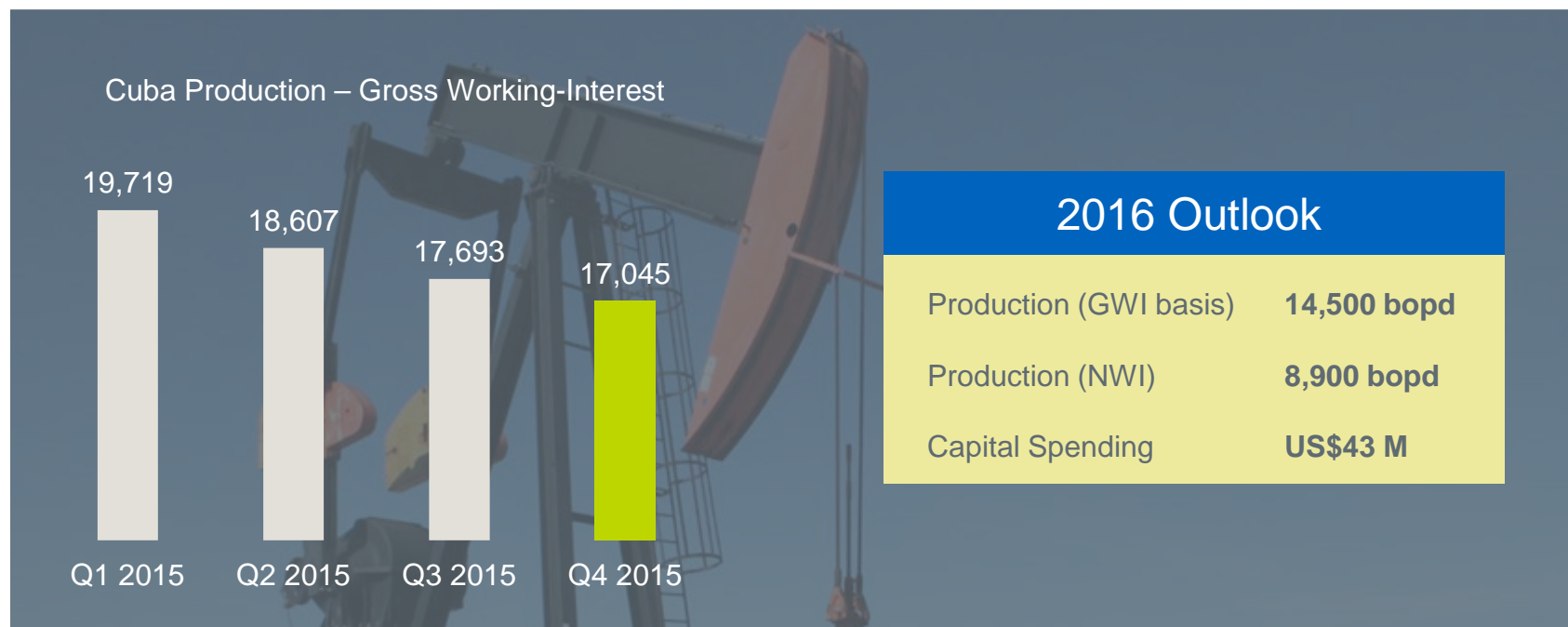
Ambatovy JV Highlights

- 47,271 tonnes (100% basis) finished nickel, up 28% YoY
- 2015 Adjusted EBITDA of (\$9.4) million
- Q4 Net direct cash costs down to US\$4.07/lb, US\$4.83 for full year
- Sherritt provided US\$105.6 million in funding in 2015, including US\$90 million for principal and interest payments on Ambatovy Joint Venture Financing



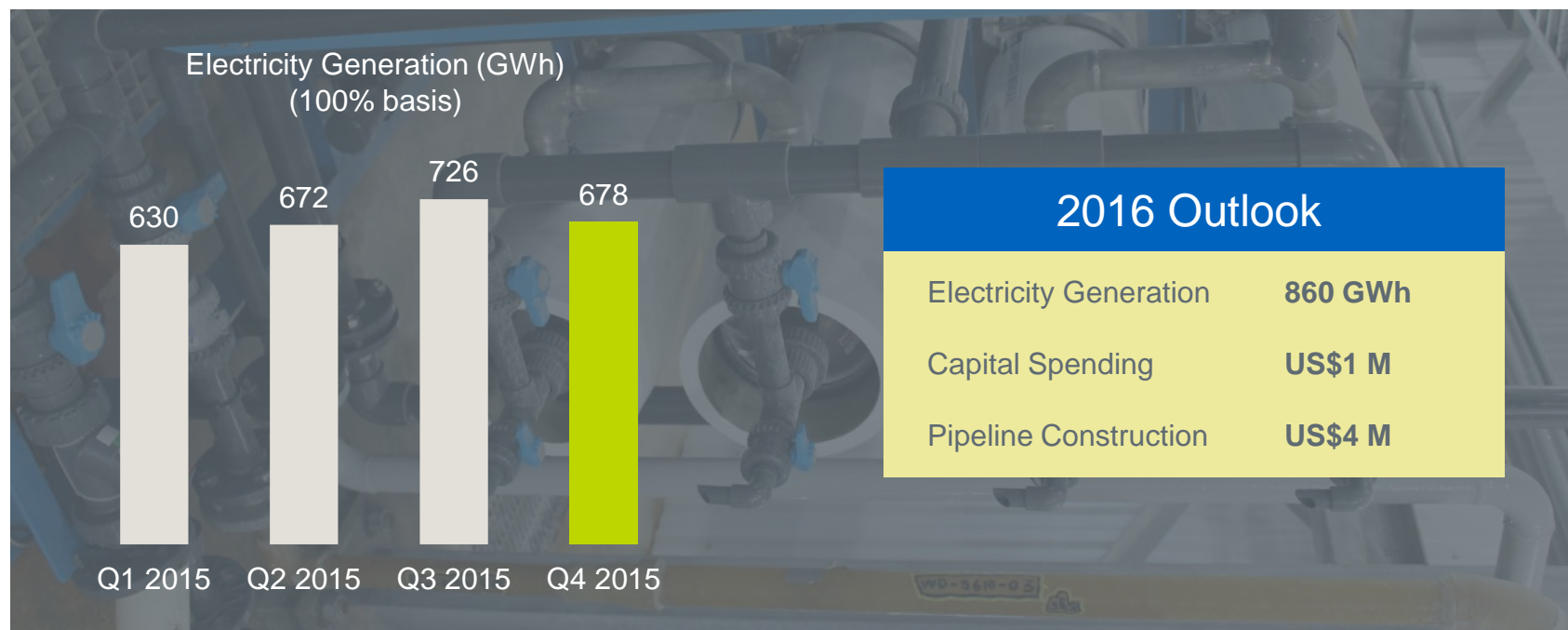
Oil and Gas Highlights

- 18,257 bopd GWI-Cuba; 11,158 bopd NWI – all ops
- 2015 Adjusted EBITDA of \$81.9 million
- 2015 Free cash flow generation of \$21.4 million
- Unit operating costs in Q4 impacted by standby charges, F/X and lower production



Power Highlights

- Electricity generation up 6% YoY on higher gas availability
- 2015 Adjusted EBITDA of \$30 million
- 2015 free cash flow \$57 million
(Cash received in the form of CSA repayments of principal and interest ~\$71.6 million)





FINANCE UPDATE

Dean Chambers, Executive Vice President and CFO

Impairment Accounting and Presentation

	Balance as of September 30, 2015	Debt: Equity Conversion	Impairment, net of tax	Share of loss excluding Impairment	FX and Interest	Other	Balance as of December 31, 2015
Investment in associate	1,568.1	840.0	(1,619.6)	(83.5)	63.6	(11.3)	757.3
Ambatovy subordinated loans receivable	1,917.0	(840.0)	-	-	111.2	-	1,187.2

Q3 2015

Non-current assets

Note 6: Investment in an associate

Q3 2015 = \$1,568.1

Advances, loans, receivable and other financial assets

Note 15: Ambatovy subordinated loans receivable

Q3 2015 = \$1,917.0

Q4 2015

Non-current assets

Note 7: Investment in an associate

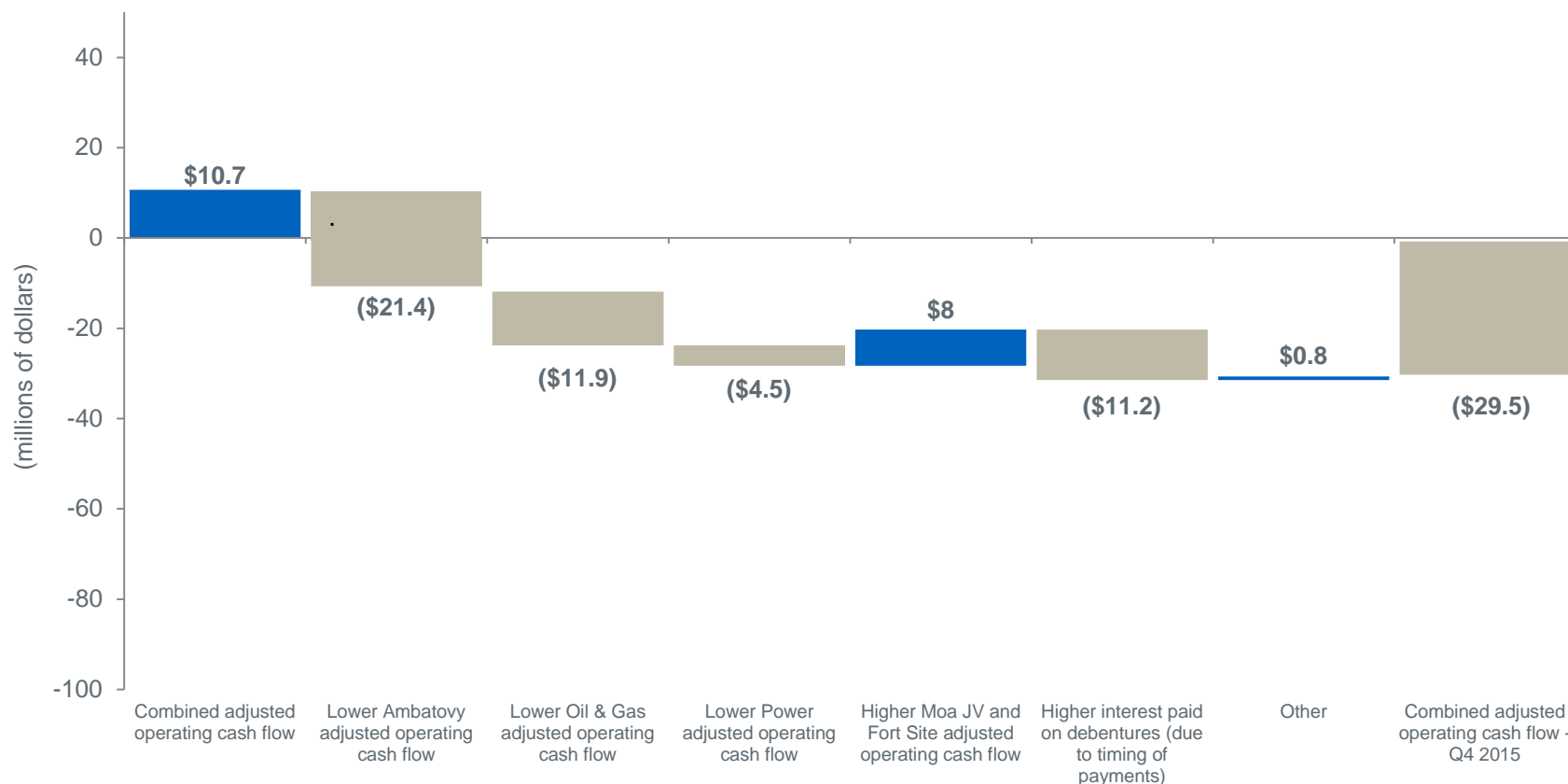
Q4 2015 = \$757.3

Advances, loans, receivable and other financial assets

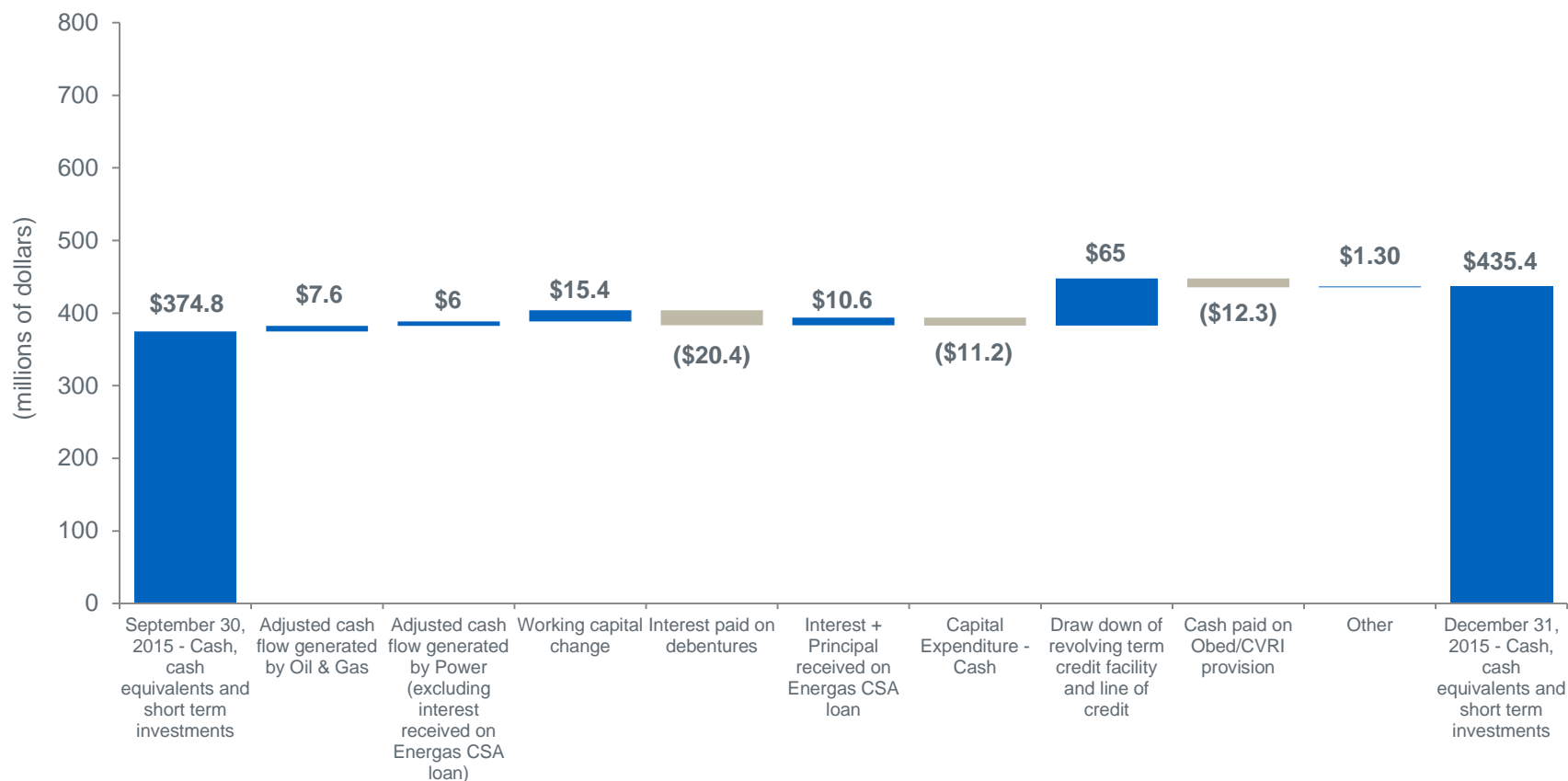
Note 17: Ambatovy subordinated loans receivable

Q4 2015 = \$1,187.2

Combined Adjusted Operating Cash Flow Reconciliation from Q3 2015 to Q4 2015



Balance Sheet Cash from Q3 to Q4 2015



Financial Covenant Summary

	Debentures	Revolver + Line of Credit
Maintenance covenants (restricted payments)	Consolidated coverage ratio (EBITDA/ interest expense)	
	Total leverage ratio (Indebtedness/EBITDA)	
Covenant ratio: net financial debt: EBITDA		Yes – 3.75 to1 - compliant
Covenant ratio: financial debt: equity		Yes - .55:1 – not compliant (waiver)
Covenant ratio: EBITDA to interest expense		Yes – 3:1 - compliant



Sensitivity Analysis: Foreign Exchange and Metals Price Sensitivity

Factor	Increase	2014	2015	2014	2015
		Approximate change in annual net earnings (\$/millions) increase/(decrease)	Approximate change in annual net earnings (\$/millions) increase/(decrease)	Approximate change in annual basic EPS increase/(decrease)	Approximate change in annual basic EPS increase/(decrease)
PRICES					
Nickel – LME price per pound	US\$0.50	\$ 29	\$ 44	\$ 0.10	\$ 0.15
Oil – U.S. Gulf Coast Fuel Oil No. 6 price per barrel	US\$5.00	12	15	0.04	0.05
EXCHANGE RATE					
Weakening of the Canadian dollar relative to the U.S. dollar	\$0.05	(10)	(38)	(0.04)	(0.13)





Sherritt International Corporation
181 Bay Street, 26th Floor, Brookfield Place,
Toronto, Ontario, Canada M4T 2Y7

Investor Relations

Flora Wood

Telephone: 416.935.2457

Toll-Free: 1.800.704.6698

Email: investor@sherritt.com

Website: www.sherritt.com