

A BALANCED APPROACH

Canaccord Genuity
Global Resources Conference 2014

YAMANAGOLD

TSX: YRI | NYSE: AUY

Cautionary Note Regarding Forward-looking Statements

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CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS: This presentation contains "forward-looking statements" within the meaning of the United States Private Securities Litigation Reform Act of 1995 and applicable Canadian securities legislation. Except for statements of historical fact relating to the Company, information contained herein constitutes forward-looking statements, including any information as to the Company's strategy, plans or future financial or operating performance. Forward-looking statements are characterized by words such as "plan," "expect", "budget", "target", "project", "intend," "believe", "anticipate", "estimate" and other similar words, or statements that certain events or conditions "may" or "will" occur. Forward-looking statements are based on the opinions, assumptions and estimates of management considered reasonable at the date the statements are made, and are inherently subject to a variety of risks and uncertainties and other known and unknown factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. These factors include the Company's expectations in connection with the expected production and exploration, development and expansion plans at the Company's projects discussed herein being met, the impact of proposed optimizations at the Company's projects, the impact of the proposed new mining law in Brazil and the impact of general business and economic conditions, global liquidity and credit availability on the timing of cash flows and the values of assets and liabilities based on projected future conditions, fluctuating metal prices (such as gold, copper, silver and zinc), currency exchange rates (such as the Brazilian Real, the Chilean Peso, the Argentine Peso, and the Mexican Peso versus the United States Dollar), possible variations in ore grade or recovery rates, changes in the Company's hedging program, changes in accounting policies, changes in mineral resources and mineral reserves, risk related to non-core mine dispositions, risks related to acquisitions, changes in project parameters as plans continue to be refined, changes in project development, construction, production and commissioning time frames, risk related to joint venture operations, the possibility of project cost overruns or unanticipated costs and expenses, higher prices for fuel, steel, power, labour and other consumables contributing to higher costs and general risks of the mining industry, failure of plant, equipment or processes to operate as anticipated, unexpected changes in mine life, final pricing for concentrate sales, unanticipated results of future studies, seasonality and unanticipated weather changes, costs and timing of the development of new deposits, success of exploration activities, permitting time lines, government regulation and the risk of government expropriation or nationalization of mining operations, environmental risks, unanticipated reclamation expenses, title disputes or claims, limitations on insurance coverage and timing and possible outcome of pending litigation and labour disputes, as well as those risk factors discussed or referred to in the Company's current and annual Management's Discussion and Analysis and the Annual Information Form for the year ended December 31st, 2013 filed with the securities regulatory authorities in all provinces of Canada and available at www.sedar.com, and the Company's Annual Report on Form 40-F for the year ended December 31st, 2013 filed with the United States Securities and Exchange Commission. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. The Company undertakes no obligation to update forward-looking statements if circumstances or management's estimates, assumptions or opinions should change, except as required by applicable law. The reader is cautioned not to place undue reliance on forward-looking statements. The forward-looking information contained herein is presented for the purpose of assisting investors in understanding the Company's expected financial and operational performance and results as at and for the periods ended on the dates presented in the Company's plans and objectives and may not be appropriate for other purposes.

Please note that "GEO" means gold equivalent ounces throughout this presentation.

Silver production is treated as a gold equivalent converted at a ratio of 50:1.

All amounts are expressed in United States dollars unless otherwise indicated.

Business Philosophy
- A Balanced Approach

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Strategic Direction

- Growth – top line and bottom line
- Capital and cost discipline
- Maximizing investment and returns
- Risk and reward
- Value creation
- Cash distributions to shareholders

Focus on Cash Flow

Production growth is important but not at the expense of costs and cash flow

Focus on Cornerstone Operations

Building for the Future

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Cerro Moro Jacobina Minera Florida Canadian Malartic Gualcamayo Mercedes Chapada El Peñón	• Management focus on cornerstone operations consistent with balanced approach to growth • Cornerstone operations will continue to contribute most significantly to production and cash flow • Optimizations, expansions and cost reductions drive increased returns
Other Producing Mines	• Mines make modest contribution to production and cash flow • Focus on enhancing returns including operational improvements
Significant Value Assets (Dormant)	• Not currently contributing to production or cash flow • Focus on generating above average returns throughout project development cycle • Develop in whole or partially, monetize, or other strategic alternatives to increase cash returns on invested capital ○ MOU signed with the provincial Government of Catamarca to work together to further develop Agua Rica and Catamarca Mining District

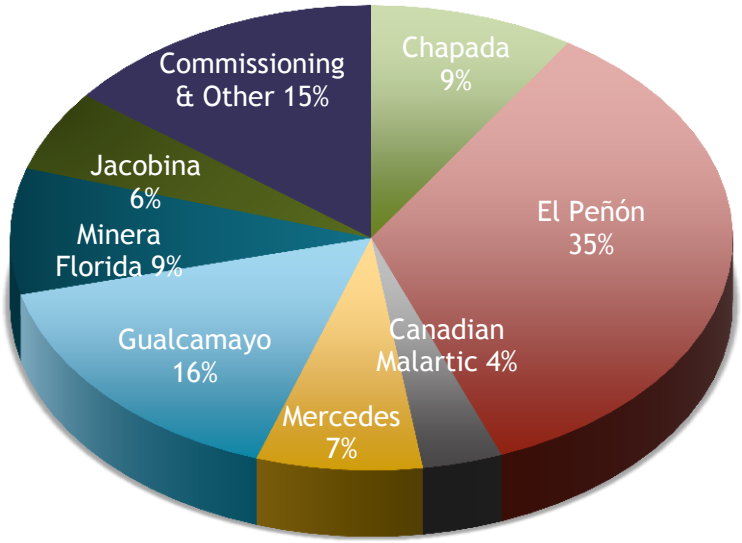
30% quarter over quarter production increase at key assets in Q2

Cornerstones of cash flow generating assets form production base

Consistent Performance from Cornerstone Operations

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Q2 Production By Asset



Cornerstone Operations

- Contributed 85% of production

Preliminary Q3 Operating Results

- 17% increase in total production from Q2 2014
- Significant contribution and increased production from:
  - Chapada, El Peñón, Canadian Malartic, Mercedes and Pilar
- Q4 2014 production expected to increase further with significant contribution from cornerstone assets

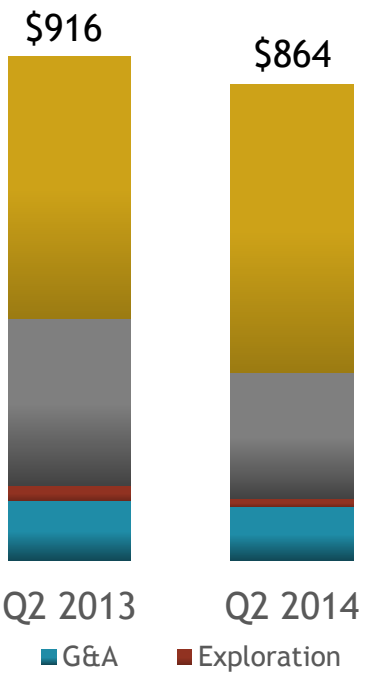
Cornerstone operations contribute most to production and cash flow

Lower AISC Cost Structure
Continued Improvement

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All-in Sustaining Cash Costs[1,2]

Year-over-Year Reductions



Q3 costs within guidance: $825 - $875

Key Assets: Quarter-over-Quarter



Key assets expected to continue cost leadership

New cost structure sustainable, longer term initiatives underway

1. A non-GAAP measure. A reconciliation of can be found at www.yamana.com/Q22014 in accordance with previous Canadian GAAP for public entities.
2. Includes cash costs, sustaining capital, corporate general and administrative expense, and exploration expense.

Cash Flow Generating Capacity Increasing

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Operating Cash Flow (1,2)



- Generated cash flow above baseline established in 2013
- Key assets continue to generate majority of cash flow
- Canadian Malartic expected to make significant contribution in H2

Continued focus on cash flow expected to deliver value for shareholders

1. Cash flows from operating activities before changes in non-cash working capital.
2. A non-GAAP measure. A reconciliation of can be found at www.yamana.com/Q22014 in accordance with previous Canadian GAAP for public entities.
3. Adjusted for certain one time costs related to the acquisition of Osisko Mining Corporation.

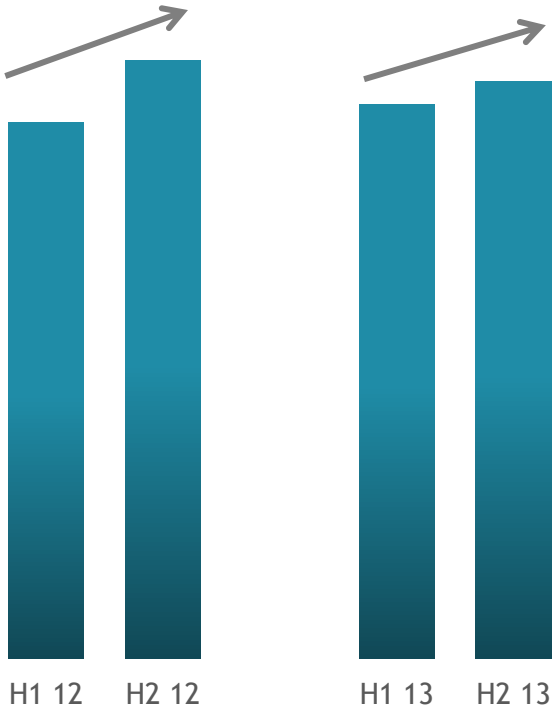
2014 Production Growth

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Established trend of production

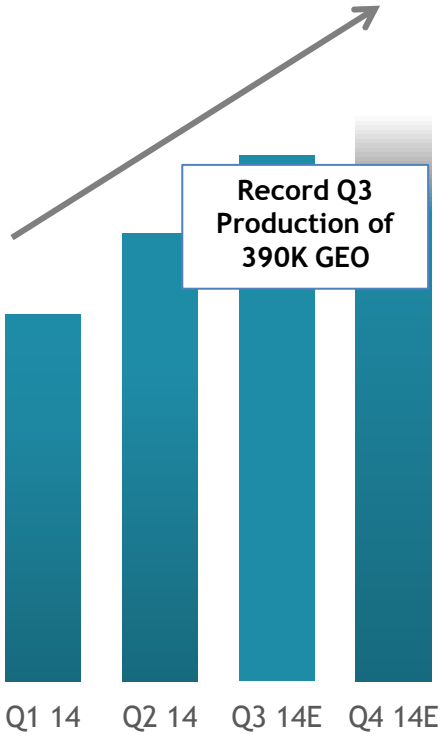
Production growth accelerates in the second half

- Over 20% increase in production Q2 v Q1
  - 30% increase at key assets
- Production within budget expectation



2014 production expectation: 1.42M GEO

2014 AISC/GEO: $825 - $875



Stronger second half production with quarter over quarter growth

Cornerstone Assets Overview

Chapada, Brazil

- Open pit gold-copper mine

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Second Half Expectations:

- Production expected to continue increasing
  - Enhanced throughput and further improvements expected
  - Start up of processing higher grade ore from Corpo Sul
  - Completion of in-pit crusher installation

Production	2013	Q2 2014
Tonnes mined	21,833,258	4,375,863
Tonnes processed	21,347,439	5,034,490
Gold grade (g/t)	0.26	0.30
Gold produced (GEO)	110,618	30,418
Copper grade (%)	0.35	0.37
Copper produced (M lbs)	130.2	33.0
Costs	2013	Q2 2014
By-product cash costs/GEO	$(1,296)	$(580)
Co-product cash costs/GEO	$400	$395
Co-product cash costs/lb Cu	$1.65	$1.75

	Mineral Reserves	Mineral Resources
Tonnes (000s)	479,843	255,765
Gold Grade (g/t)	0.25	0.27
GEO (000s)	3,832	2,179



Low cost operation contributes significantly to cash flow

El Peñón, Chile

- Underground gold-silver mine

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Second Half Expectations:

- Greater flexibility as ore feed and feed grade expected to increase
- Improved productivity and reduced costs expected with scheduled replacement of equipment complete
- Avg. quarterly production for H2 expected in line with Q2

Production	2013	Q2 2014
Tonnes mined	1,376,428	362,039
Tonnes processed	1,422,054	366,756
Gold grade (g/t)	7.94	6.81
Gold produced (GEO)	467,523	116,003
Silver grade (g/t)	187.16	210.56
Silver produced (oz)	6,464,623	2,013,812
Costs	**2013**	**Q2 2014**
Co-product cash costs/GEO	$485	$460

	Mineral Reserves[1]	Mineral Resources[2]
Tonnes (000s)	10,468	3,390
GEO Grade (g/t)	9.66	12.41
Contained GEO (000s)	3,250	1,353



Flagship precious metals mine, contributes significantly to production

1. Includes 1.961 million ounces of gold at 5.83 g/t and 64.456 million ounces of silver at 191.5 g/t
2. Includes 870,000 ounces of gold at 7.98 g/t and 53.231 million ounces of silver at 290.2 g/t.

Gualcamayo, Argentina

- Open pit and underground gold mine

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Second Half Expectations:

- Expansion of ADR plant planned for H2 to improve recoveries
- Commissioning of the conveyor system
- Completion of the sulphide study for increasing underground bulk tonnage

Production	2013	Q2 2014
Tonnes mined	4,005,487	1,349,512
Tonnes processed	6,568,912	1,435,864
Gold grade (g/t)	0.88	1.63
Gold produced (oz)	120,337	52,863
Costs	2013	Q2 2014
Co-product cash costs/oz	$772	$700

	Mineral Reserves	Mineral Resources
Tonnes (000s)	32,217	94,771
Gold Grade (g/t)	1.33	1.01
Contained oz (000s)	1,375	3,076



New underground expansion has significantly increased production

Mercedes, Mexico

- Underground gold-silver mine

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Second Half Expectations:

- Gold and silver grades expected to increase beginning in Q3

Production	2013	Q2 2014
Tonnes mined	640,967	170,012
Tonnes processed	670,867	167,552
Gold grade (g/t)	6.16	4.60
Gold produced (GEO)	141,618	24,671
Silver grade (g/t)	79.39	58.58
Silver produced (oz)	614,562	93,057
Costs	**2013**	**Q2 2014**
Co-product cash costs/GEO	$496	$763

	Mineral Reserves[1]	Mineral Resources[2]
Tonnes (000s)	5,598	3,585
GEO Grade (g/t)	5.03	3.37
Contained GEO (000s)	905	388



Continues to contribute reliably since production began in 2012

1. Includes 845,000 ounces of gold at 4.69 g/t and 8.419 million ounces of silver at 46.8 g/t
2. Includes 357,000 ounces of gold at 3.10 g/t and 4.351 million ounces of silver at 37.7 g/t

Canadian Malartic, Canada (50% interest)

- Open pit gold mine

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Second Half Expectations:

- Improving efficiency in blasting, mining and processing
- Improving throughput
- Optimization plan expected end of year

Production	Q2 2014 (1)
Tonnes mined	366,786
Tonnes processed	397,813
Gold grade (g/t)	1.03
Gold produced (oz)	11,878
Costs	**Q2 2014**
Co-product cash costs/oz	$614

	Mineral Reserves	Mineral Resources(2)
Tonnes (000s)	263,200	314,200
Gold Grade (g/t)	1.06	1.07
Contained oz (000s)	8,940	10,800



Newest key asset will contribute significantly to production and cash flow

1. For the period from acquisition on June 16, 2014 to June 30, 2014.
2. Measured and indicated mineral resources are inclusive of mineral reserves.

Minera Florida, Chile

- Underground gold-silver mine

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Second Half Expectations:

- New long term plan incorporating recent positive exploration results

Production	2013	Q2 2014
Tonnes mined	798,062	207,417
Tonnes processed	1,754,785	405,855
Gold grade (g/t)	2.45	2.41
Gold produced (GEO)	118,590	29,031
Silver grade (g/t)	32.02	24.89
Silver produced (oz)	979,514	185,952
Costs	**2013**	**Q2 2014**
Co-product cash costs/GEO	$747	$638

	Mineral Reserves[1]	Mineral Resources[2]
Tonnes (000s)	8,115	4,385
GEO Grade (g/t)	2.71	6.01
Contained GEO (000s)	706	848



Retreatment of historic tailings contributes added production at lower cost

1. Includes 623,000 ounces of gold at 2.39 g/t and 4.164 million ounces of silver at 16.0 g/t
2. Includes 759,000 ounces of gold at 5.38 g/t and 4.459 million ounces of silver at 31.6 g/t

Jacobina, Brazil

- *Complex of underground gold mines*

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Second Half Expectations:

- Long range plan for production increases
- Grade increases expected in Q4

Production	2013	Q2 2014
Tonnes mined	1,569,937	358,901
Tonnes processed	1,575,629	350,919
Gold grade (g/t)	1.57	1.82
Gold produced (oz)	73,695	18,776
Costs	2013	Q2 2014
Co-product cash costs/oz	$1,174	$1,188

	Mineral Reserves	Mineral Resources
Tonnes (000s)	23,963	33,938
Gold Grade (g/t)	2.80	2.40
Contained oz (000s)	2,157	2,614



Continues to advance plans to improve longer term sustainable production

Cerro Moro, Argentina

- High-grade gold-silver deposit

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Second Half Expectations:
- Progressing detailed engineering
- Construction decision by year end

Mining and Processing Methods
- Small open pits followed by development of underground areas
- Crushing, grinding, and gravity recovery, producing a gold/silver doré with addition of flotation circuit and Merrill-Crowe plant to enhance recovery rates

	Probable Mineral Reserves[1]	Mineral Resources[2]
Tonnes (000s)	1,954	1,777
GEO Grade (g/t)	24.34	6.16
Contained GEO (000s)	1,500	352



Expected to generate significant cash flow and robust returns

1. Includes 715,000 ounces of gold at 11.38 g/t and 40.723 million ounces of silver at 648.3 g/t
2. Includes 122,000 ounces of gold at 2.14 g/t and 11.488 million ounces of silver at 201.1 g/t

Cautionary Note Regarding Mineral Reserves and Mineral Resources

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- **CAUTIONARY NOTE REGARDING MINERAL RESERVES AND MINERAL RESOURCES:** Readers should refer to the Annual Information Form of the Company for the year ended December 31, 2013 and other continuous disclosure documents filed by the Company since January 1, 2013 available at www.sedar.com, for further information on mineral reserves and mineral resources, which is subject to the qualifications and notes set forth therein.
- CAUTIONARY NOTE TO UNITED STATES INVESTORS CONCERNING ESTIMATES OF MINERAL RESERVES AND MINERAL RESOURCES
- This Presentation has been prepared in accordance with the requirements of the securities laws in effect in Canada, which differ in certain material respects from the disclosure requirements of United States securities laws. The terms "mineral reserve", "proven mineral reserve" and "probable mineral reserve" are Canadian mining terms as defined in accordance with Canadian National Instrument 43-101 Standards of Disclosure for Mineral Projects ("NI 43-101") and the Canadian Institute of Mining, Metallurgy and Petroleum (the "CIM") - CIM Definition Standards on Mineral Resources and Mineral Reserves, adopted by the CIM Council, as amended. These definitions differ from the definitions in the disclosure requirements promulgated by the Securities and Exchange Commission (the "Commission") and contained in Industry Guide 7 ("Industry Guide 7"). Under Industry Guide 7 standards, a "final" or "bankable" feasibility study is required to report mineral reserves, the three-year historical average price is used in any mineral reserve or cash flow analysis to designate mineral reserves and the primary environmental analysis or report must be filed with the appropriate governmental authority.
- In addition, the terms "mineral resource", "measured mineral resource", "indicated mineral resource" and "inferred mineral resource" are defined in and required to be disclosed by NI 43-101. However, these terms are not defined terms under Industry Guide 7 and are not permitted to be used in reports and registration statements of United States companies filed with the Commission. Investors are cautioned not to assume that any part or all of the mineral deposits in these categories will ever be converted into mineral reserves. "Inferred mineral resources" have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of an inferred mineral resource will ever be upgraded to a higher category. Under Canadian rules, estimates of inferred mineral resources may not form the basis of feasibility or pre-feasibility studies, except in rare cases. Investors are cautioned not to assume that all or any part of an inferred mineral resource exists or is economically or legally mineable. Disclosure of "contained ounces" in a mineral resource is permitted disclosure under Canadian regulations. In contrast, the Commission only permits U.S. companies to report mineralization that does not constitute "mineral reserves" by Commission standards as in place tonnage and grade without reference to unit measures.
- Accordingly, information contained in this Presentation may not be comparable to similar information made public by U.S. companies subject to the reporting and disclosure requirements under the United States federal securities laws and the rules and regulations of the Commission thereunder.

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