YAMANAGOLD

Corporate Summary
June 2016



Cautionary Note Regarding Forward-Looking Statement

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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, the outcome of the legal matters involving the damages assessment and any related enforcement proceedings. 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), the impact of inflation, 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 asset dispositions, risks related to metal purchase agreements, 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 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 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.

All amounts are expressed in United States dollars unless otherwise indicated

Metal Prices: Significant Upside From Both Gold & Silver

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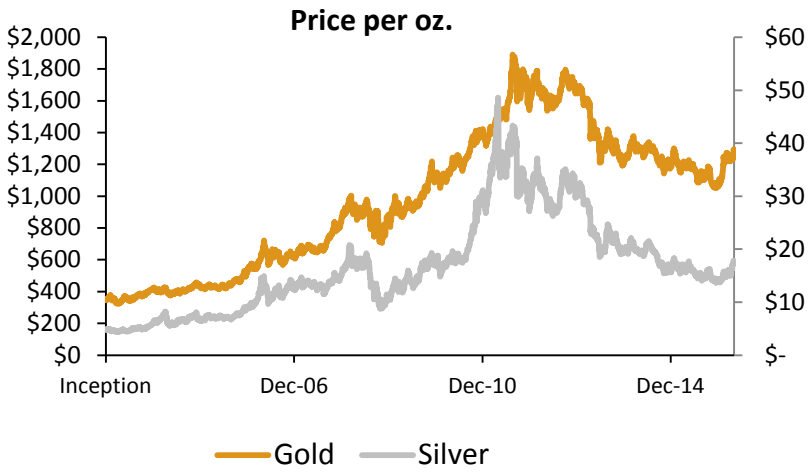
- We believe gold price found a bottom and has significant opportunity for upside
- Current geopolitical and macroeconomic events include risk to worldwide economic growth, worldwide economic imbalances, inflation risk and increasing prevalence of low and negative interest rates
- Positive gold price movements are positive for our cash flow and will amplify cash flow multiplier of declining costs
- Current environment is also supportive for silver prices which typically have outpaced gold during commodity price reversals





Improving gold to silver ratio implies silver **WINDFALL ADDING TO GOLD**

2015: Successful Repositioning and Transition Year

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In 2015 we focused on the entrenchment of **EFFICIENCIES AND COST MITIGATION**

We took several deliberate steps to move forward more **PRUDENTLY AND CONFIDENTLY** into 2016

We **STREAMLINED** our organizational structure and **IMPROVED** our mine plans and balance sheet

2015 Performance Summary

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Operational Performance	2015	2014	Change
Gold			
Production (oz.)	**1.275M**	1.178M	*8%*
Cash costs (/oz.)(1)	**$596**	$516	*16%*
Co-product cash costs (/oz.)(1)	**$662**	$665	*-%*
AISC (/oz.)(1,2)	**$842**	$857	*(2)%*
Co-product AISC (/oz.)(1,2)	**$868**	$954	*(9)%*
Silver			
Production (oz.)	**9.01M**	10.15M	*(11)%*
Co-product cash costs (/oz.)	**$8.28**	$7.70	*8%*
AISC (/oz.)	**$10.81**	$10.64	*2%*
Copper			
Production (oz.)	**131.0M**	133.5M	*(2)%*
Co-product cash costs (/lbs.)	**$1.46**	$1.68	*(13)%*

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q12016.
2. Includes cash costs, sustaining capital, corporate general and administrative expense and exploration expense.

First Quarter 2016 Operational Summary & Annual Guidance

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Chapada	Tonnes processed	Production (oz.)	Cash Costs/oz.[1]	AISC/oz.[1,2]	Grade (g/t)	Recovery Rate
Q1 '16 Gold	4,588,253	21,039	*$190*	*$634*	*0.28*	*52.3%*
Silver		59,516	*$(5.97)*	*$6.84*	-	-
Copper		25.9M lbs.	*$1.54/lbs.*	*$1.85/lbs.*	*0.35%*	*74.8%*
FY '16E Gold	±21,400,000	116k – 122k	*$280*	*$350*	*0.29*	*59%*
Copper		122M – 125M lbs	*$1.32/lbs*	*$1.60/lbs*	*0.32*	*83%*

- Utilization of stockpiles during January and February to offset rainy season impacts
- Advancing H1 2016 operational improvement efforts to increase recoveries and throughput
- Expecting H1 to H2 copper production ratio of 45:55

El Peñón	Tonnes processed	Production (oz.)	Cash Costs/oz.	AISC/oz.	Grade (g/t)	Recovery Rate
Q1 '16 Gold	328,882	56,448	*$586*	*$743*	*5.65*	*94.5%*
Silver		1,608,237	*$7.69*	*$9.76*	*176.8*	*86.3%*
FY '16E Gold	±1,500,000	230k – 250k	*$540*	*$730*	*5.41*	*94%*
Silver		5.8M – 6.0M	*$7.20*	*$10.00*	*156.7*	*78%*

- Production in line with plan and positioned to meet full year guidance
- Advancing efforts to improve mine development, productivity and reduce external expenditures
- Continuing to focus on improving operational efficiency and cost reductions

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2. All-in sustaining cash costs Includes cash costs, sustaining capital, site general and administrative expense, and exploration expense.

First Quarter 2016 Operational Summary & Annual Guidance

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Canadian Malartic (50%)	Tonnes processed	Production (oz.)	Cash Costs/oz.	AISC/oz.	Grade (g/t)	Recovery Rate
Q1 '16	2,380,269	73,613	*$557*	*$694*	*1.07*	*89.9%*
FY '16E	±9,700,000	280k – 290k	*$585*	*$800*	*1.03*	*89%*

- Achieved record Q1 average throughput at the mill of 52,314 tpd
- Focusing on improving grinding and crushing circuits to optimize mill throughput and reducing overall planned maintenance downtime
- Anticipating mining from higher grade zones and mining productivity improvements during 2016

Jacobina	Tonnes processed	Production (oz.)	Cash Costs/oz.	AISC/oz.	Grade (g/t)	Recovery Rate
Q1 '16	428,836	29,971	*$540*	*$750*	*2.27*	*95.6%*
FY '16E	±1,550,000	110k – 115k	*$620*	*$915*	*2.39*	*95%*

- Exceeded expectations in Q1 with significant improvements across operational metrics
- Continuing to advance development into higher grade areas
- Exploration program continuing to return positive results with a focus on mineral resource conversion and mineral reserve delineation to extend mine life

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First Quarter 2016 Operational Summary & Annual Guidance

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Gualcamayo	Tonnes processed	Production (oz.)	Cash Costs/oz. (1)	AISC/oz. (1,2)	Grade (g/t)	Recovery Rate
Q1 '16	2,021,422	36,603	*$799*	*$810*	*0.94*	*59.6%*
FY '16E	±7,800,000	150k – 165k	*$875*	*$940*	*0.93*	*64%*

- Exceeded expectations for Q1
- Expecting quarter-over-quarter production increases during 2016
- Deep Carbonates technical review is ongoing with the evaluation of mining methods

Minera Florida	Tonnes processed	Production (oz.)	Cash Costs/oz.	AISC/oz.	Grade (g/t)	Recovery Rate
Q1 '16 Gold	422,225	25,712	*$732*	*$879*	*2.29*	*83.0%*
Silver		134,276	*$9.65*	*$11.53*	*16.05*	*58.3%*
FY '16E Gold	±1,900,000	110k – 115k	*$640*	*$825*	*2.23*	*82%*
Silver		500k – 530k	*$8.50*	*$11.00*	*16.1*	*53%*

- Production in line with expectations for Q1
- Advancing efforts to reduce downtime in the underground mine and initiatives relating to the processing plant to improve recoveries

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First Quarter 2016 Operational Summary & Annual Guidance

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Mercedes

- Improved operational performance the result of a revised mine plan and cost structure, and more selective mining
- Focusing on mineral resource conversion through definition drilling
- Evaluating options to increase the mining rate and milling alternatives to improve recoveries
- 2016E production: 85k – 90k oz. gold at $750/oz. cash cost(1) and $935/oz. AISC(1,2) & 345k – 365k oz. silver at $9.75/oz. cash costs and $12.15/oz. AISC

Pilar

- Record quarterly production the result of the contribution of Maria Lazarus, higher recoveries and higher throughput
- 2016E production: 85k – 90k oz. gold at $560/oz. cash costs and $760/oz. AISC

Fazenda Brasileiro

- Significantly increased production and reduced costs with the mining of higher grade ore
- 2016E production: 63k – 68k oz. gold at $610/oz. cash costs and $810/oz. AISC

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2. All-in sustaining cash costs Includes cash costs, sustaining capital, site general and administrative expense, and exploration expense.

First Quarter 2016 Operational Highlights

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	Q1 2016	Q1 2015	Change
Gold			
Production (oz.) [1]	**308,061**	299,108	*3%*
Cash costs (/oz.)[2]	**$590**	$651	*(9)%*
Co-product cash costs (/oz.)[2]	**$604**	$699	*(14)%*
AISC (/oz.)[2,3]	**$804**	$889	*(10)%*
Co-product AISC (/oz.)[2,3]	**$786**	$898	*(12)%*
Silver			
Production (oz.)	**1.9M**	2.5M	*(22)%*
Co-product cash costs (/oz.)	**$7.71**	$8.08	*(5)%*
AISC (/oz.)	**$10.64**	$11.01	*(3)%*
Copper			
Production (lbs.)	**25.9M**	26.8M	*(3)%*
Co-product cash costs (/lbs.)	**$1.54**	$1.82	*(15)%*

- Significant production increases compared to Q1 2015 include:
  - Canadian Malartic (8%)
  - Jacobina (61%)
  - Pilar (14%)
  - Fazenda Brasileiro (54%)
- Costs were in line with expectations despite local currencies being stronger, on average, than assumed in guidance

Production **MET OR EXCEEDED BUDGET** expectations across the portfolio

1. From continuing operations
2. A non-GAAP measure. A reconciliation of can be found at www.yamana.com/Q12016 in accordance with previous Canadian GAAP for public entities.
3. All-in sustaining cash costs Includes cash costs, sustaining capital, corporate general and administrative expense, and exploration expense.

Significant Cost Improvements Continued in Q1 2016

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	Q1 2016	Q1 2015	*Change*
Cash Costs[1] per gold oz.	**$590**	$651	*$(61)*
AISC[1,2] per gold oz.	**$804**	$889	*$(85)*

Applying the per ounce cost reduction in Q1 to Q1 ounces sold is equivalent to adding **CASH FLOW FROM AN ADDITIONAL MINE**

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q12016.
2. All-in sustaining cash costs (AISC) includes cash costs, sustaining capital, corporate general and administrative expense, and exploration expense.

Significant Financial Performance: Margin Expansion

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	Q1 2016	Q1 2015	*Change*
Gross Margin[1]	**$197.5M**	$176.0M	*12%*
Gross Margin as % of Revenue	**46%**	38%	*21%*
EBITDA Margin[2,3]	**$168.9M**	$115.5M	*46%*
EBITDA Margin[2] as % of Revenue	**39%**	25%	*56%*

Focus on cost compression resulted in **MARGIN EXPANSION** despite lower quantities of metal sold, lower year-over-year metal prices and stronger local currencies

1. Gross margin excluding depletion, depreciation and amortization.
2. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q12016.
3. Calculated based on gross margin excluding depletion, depreciation and amortization after deducting general and administrative, exploration and evaluation and other expenses.

Significant Financial Performance: Net Free Cash Flow

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	Q1 2016	Q1 2015	Change
Cash flows from operating activities after net changes in working capital[1]	**$122.8M**	$14.4M	*$108.4M*
Less: Non-discretionary items related to the current period			
Sustaining capital expenditures	**$49.7M**	$50.1M	*$(0.4)M*
Interest and finance expenses paid	**$17.1M**	$18.5M	*$(1.4)M*
Net Free Cash Flow[2]	**$56.0M**	$(54.2)M	*$110.2M*

- Net Free Cash Flow is calculated as cash flows from operating activities of continuing operations adjusted for non-discretionary expenditures from sustaining capital expenditures and interest and financing expenses paid related to the current period.

NET FREE CASH FLOW IS EXPECTED TO INCREASE over 2016, strengthening the balance sheet and reducing net debt

1. From continuing operations.
2. A non-GAAP measure. A reconciliation of can be found at www.yamana.com/Q12016 in accordance with previous Canadian GAAP for public entities.

Looking Forward: Reiterating Production Guidance

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	2016E	2017E	2018E
Production			
Gold (oz.)	**1.26M – 1.34M**	**1.38M**	**1.46M**
Silver (oz.)	**6.9M – 7.2M**	**6.94M**	**10.45M**
Copper (lbs. Chapada)	**122 – 125M**	**122M**	**115M**

- For 2016:
  - Q1 production positions the portfolio to meet or exceed full year guidance
  - Expecting gold production to be stronger in H2 compared to H1
  - Planned H1 to H2 copper production ratio of 45:55
- Production guidance includes RDM ramping up over 2016 and partial year from Cerro Moro in 2018
- Year-over-year production growth of approximately 6% in each of 2017 and 2018
- Production guidance excludes potential upside from C1 Santa Luz and Barnat Extension (Canadian Malartic)

MARGINS EXPECTED TO IMPROVE
as metal prices outpace costs

Looking Forward : Continuing to Focus on Cost Improvements

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2016E Cash Cost	Co-Product			By-Product	
	Gold	Silver	*Copper*	Gold	Silver
Consolidated Cash[1] Costs (/oz.)	$615	$7.25	*$1.32*	*$535*	*$6.20*
Consolidated AISC[1,2] (/oz.)	$845	$10.75	*$1.60*	*$805*	*$10.20*

- Q1 costs were in line with expectations despite local currencies being stronger, on average, than assumed in guidance
- Fluctuation of local currencies can have significant impact on costs
- Costs are expected to increase in Q2 over Q1 before normalizing at lower levels in H2: mostly related to timing of investments and development
- By-product cash costs expected to improve significantly in H2 compared to Q1:
  - Increase in gold production
  - More pronounced increase in copper production
  - Increase in grade at Gualcamayo, Chapada and El Peñón
  - Increase in recoveries at Chapada with announced modifications being implemented in Q2

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Strategic Developments: Advancing Opportunities – NAV Increases

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Brio Gold

- Strategic decision to focus on improving the quality of the operations
- Acquired RDM mine to be held within the Brio Gold division
- With RDM, Brio Gold portfolio includes three producing mines and one development project with production profile at full capacity of approximately 250,000 oz.
- C1 Santa Luz has the potential to add annual production of approximately 100,000 oz.
- Continuing to deliver operational execution and pursuing potential to create further value

Cerro Moro

- 2016 development is advancing faster than planned
- 2016 plan includes underground development, site construction and detailed engineering with planned expenditures of approximately $53M
- Objectives for underground development are mitigation of risks and start-up of production in Q2 2018
- Development successes in the Q1 include:
  - Completion of 120 metres of the 617 metres of underground development planned for 2016
  - Detailed engineering is now 65% complete - also ahead of schedule
  - Civil earthworks commenced in February

Exploration Program: Most Significant Results – NAV Increases

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Gualcamayo	▪ Discovery of new oxide ounces expected to significantly increase mineral resources
Monument Bay	▪ Significant diamond drilling planned for 2016 ▪ Looking to extend and recategorize mineral resources ▪ Expect to significantly increase mineral resources in 2016
C1 Santa Luz	▪ Completed planned program to define carbon enriched portion and oxide/sulfide contact ▪ Expect significant recategorization of mineral resources back to mineral reserves
Chapada	▪ Continuing with exploration and development at Sucupira to define a larger mineral resource and bring into production in 2018
Canadian Malartic	▪ Continuing to define north and south mineral bodies at Odyssey and have discovered two previously unknown structures

Additional **EXPLORATION SUCCESS AND POSITIVE RESULTS** delivered at **OTHER PROPERTIES** in the portfolio

Attractive Valuation

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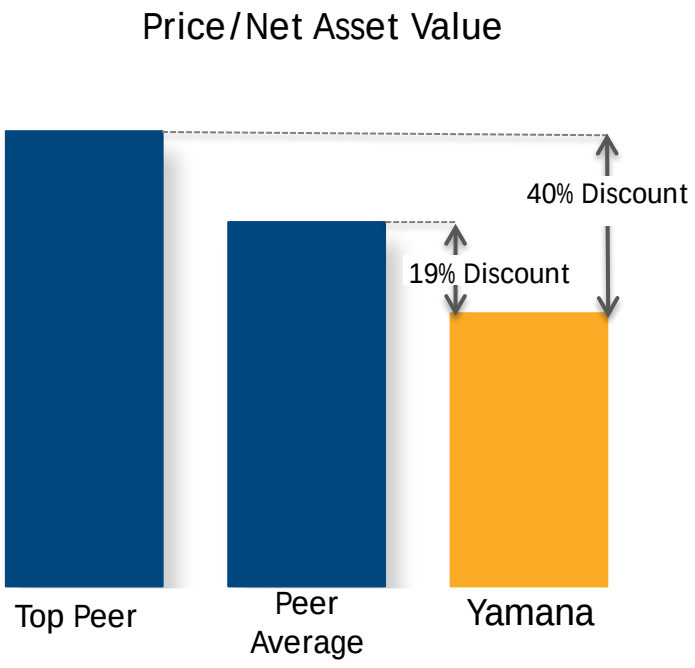
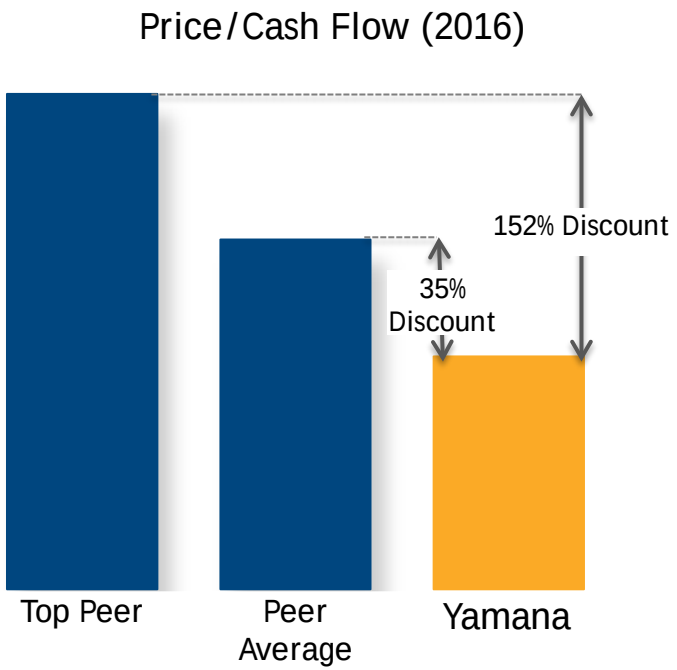
- Currently trading below peer group[1] average for P/NAV and P/Cash Flow[2]





Current multiples offer potential for **SIGNIFICANT SHARE PRICE APPRECIATION**

1. Based on analyst consensus compiled by Factset and share price as at May 13, 2016.
2. Peer average includes: ABX, AEM, K, IMG, EGO,G

Overcoming the Discount

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Contributors to Underperformance	How Have We Responded
Inconsistent operational execution on the development of two mines	❑ Streamlined organizational structure and enhanced management ❑ Improved mine plans ❑ Recalibrated mineral reserves and resources ❑ Development properties back on track ❑ Positioned to exceed consolidated production guidance
Balance sheet and leverage	❑ Improved balance sheet ❑ Announced plans for further debt reductions ❑ Targeting further debt reduction of $300M over next few years ❑ Normalizing net debt to EBITA ratio to between 1.5 to 2.0 times

2015 transition positions Yamana to **DELIVER VALUE AND EARN A TOP TIER RATING**

High Quality Portfolio: Poised for Value Accretion

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BEST ASSET PORTFOLIO IN CLASS

Why Invest in Yamana

- Production Growth
- Decreasing Costs
- Increasing Margins
- Increasing Cash Flow and Free Cash Flow
- Increasing Net Asset Value
- Rising Precious Metals Price Environment
- Attractive Valuation
- Americas Focused in Mining Friendly Jurisdictions



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