

2012 Third Quarter Results

YAMANAGOLD

Cautionary 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. 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 projects and exploration programs discussed herein being met, 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 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 the Company's corporate mineral resources, 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 annual Management's Discussion and Analysis and Annual Information for the year ended December 31, 2011 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.

Peter Marrone
Chief Executive Officer

Agenda

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- Overview
  Peter Marrone – Chief Executive Officer
- Operational highlights
  Ludovico Costa – Chief Operating Officer
- Financial highlights
  Charles Main - Chief Financial Officer
- Development projects
  Evandro Cintra – SVP, Technical Services
- Exploration
  Darcy Marud – SVP, Exploration
- In Summary
  Peter Marrone – Chief Executive Officer

Clear Strategic Direction

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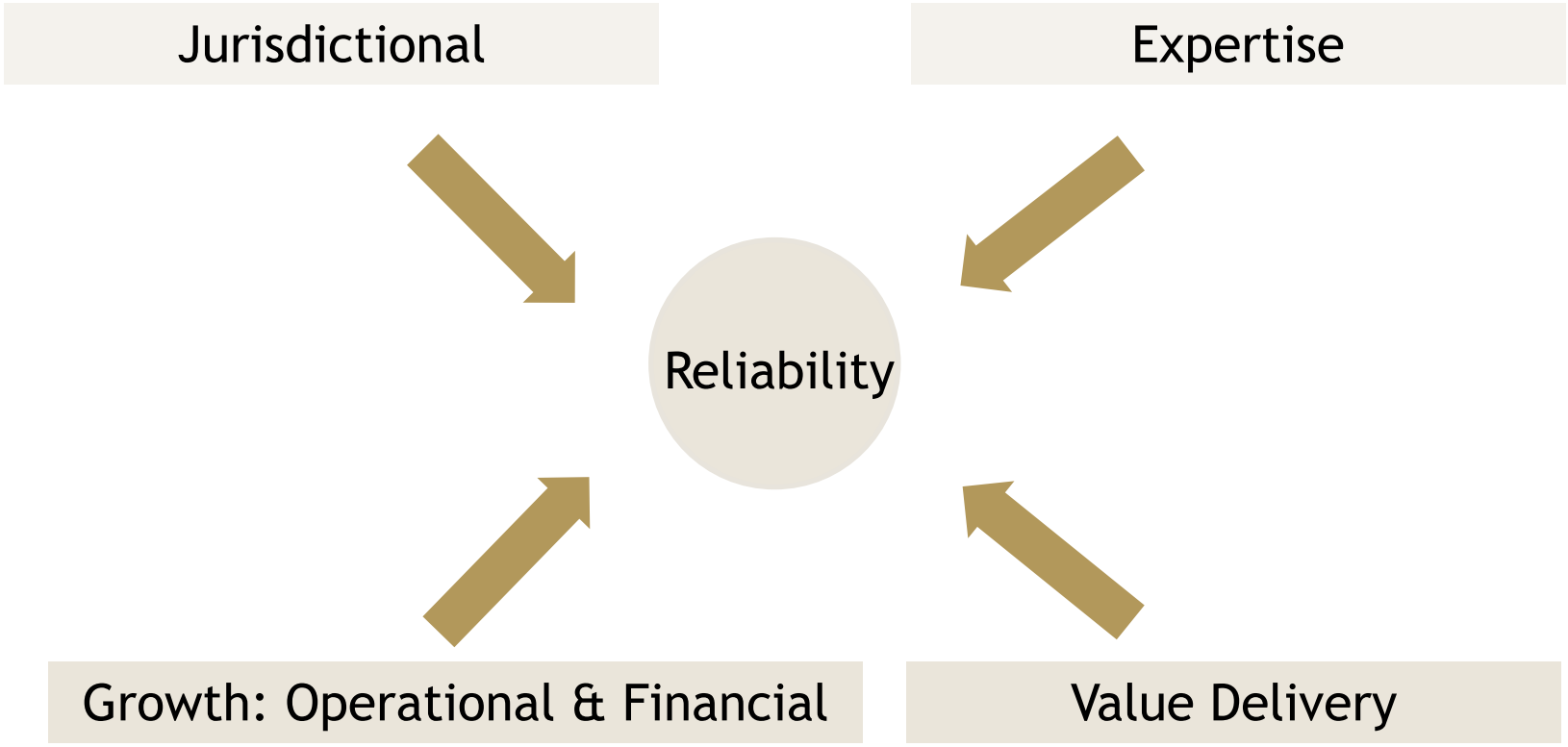
Creating a reliable precious metals company focused on growth and sustainability across all measures from production to cash flow

Consistently delivering on expectations

Clear Strategic Focus - RELIABILITY

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Stick to What We Know, Where We Know it



Applying the Strategy

Planning → Execution → Value Creation

Exploration ♦ Development ♦ Operations

Financial ♦ Corporate Development





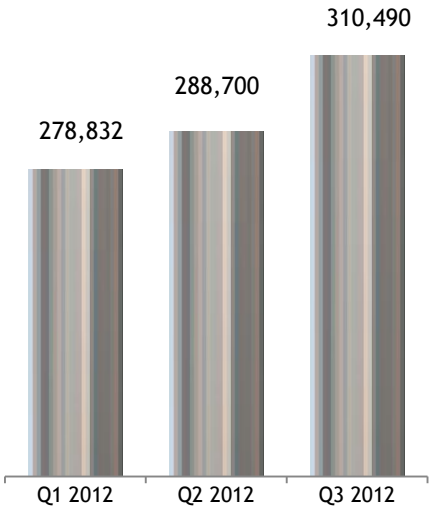


Production And Growth Reliability

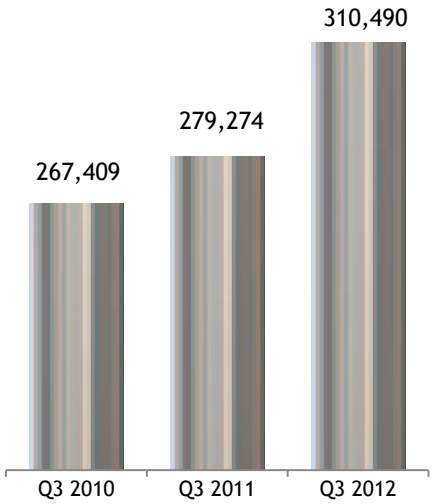
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Growth in Production

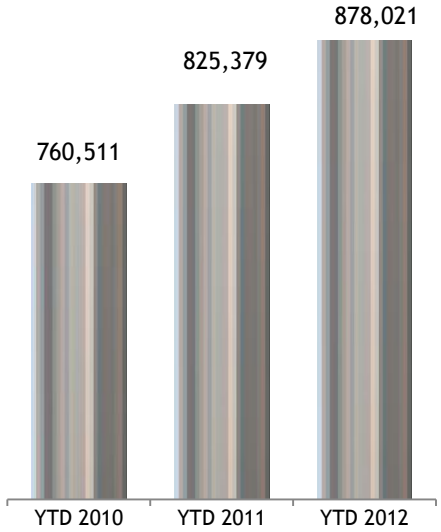
Quarterly
(GEO)



Year over Year
(GEO)



Year to Date
(GEO)



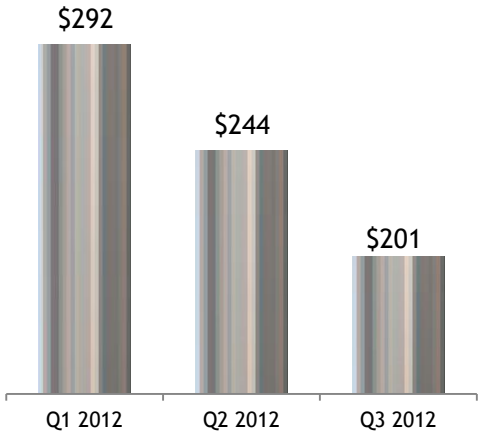
Delivering consistent production growth

Note: Silver production is treated as a gold equivalent and is based on an assumed silver to gold ratio of 50:1 in 2011 and 2012, and 55:1 for 2009 & 2010. Production includes commissioning.

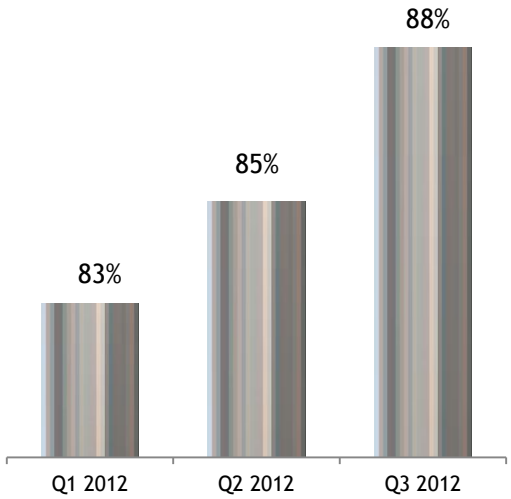
Production And Growth Reliability

YAMANAGOLD

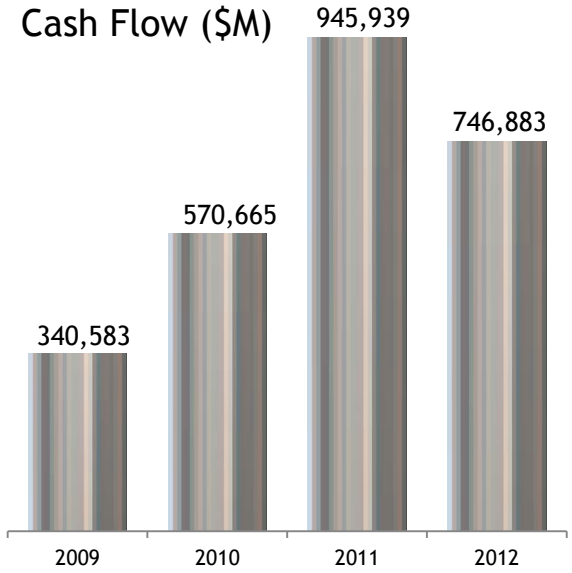
Cash Costs



Margin as a % of Gold Price



Cash Flow ($M)

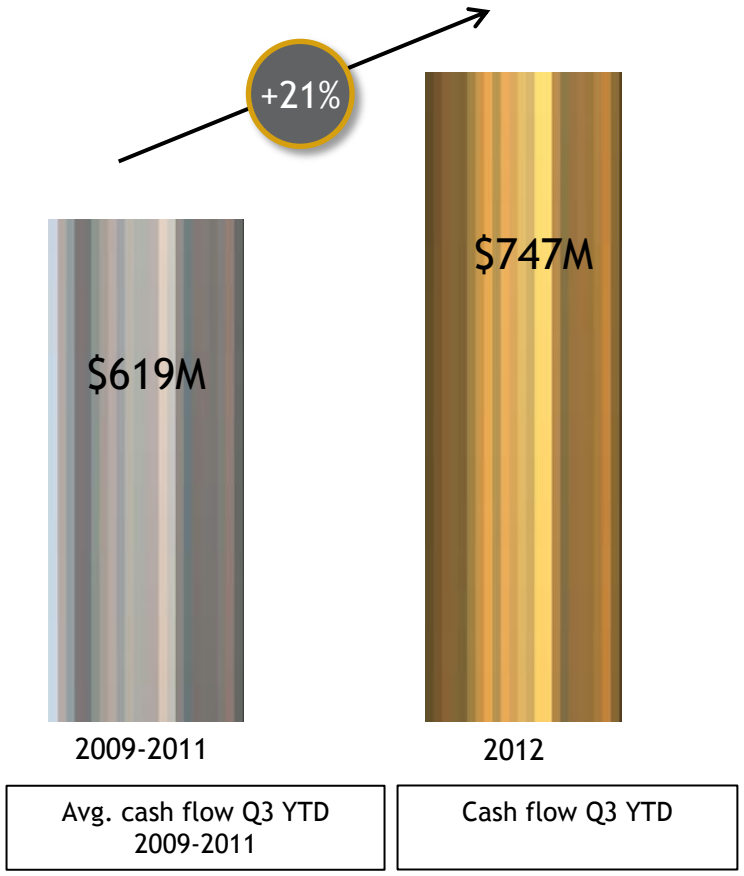


2011 YTD metal prices were significantly higher than 2012 YTD

Cash flow continues to trend upward

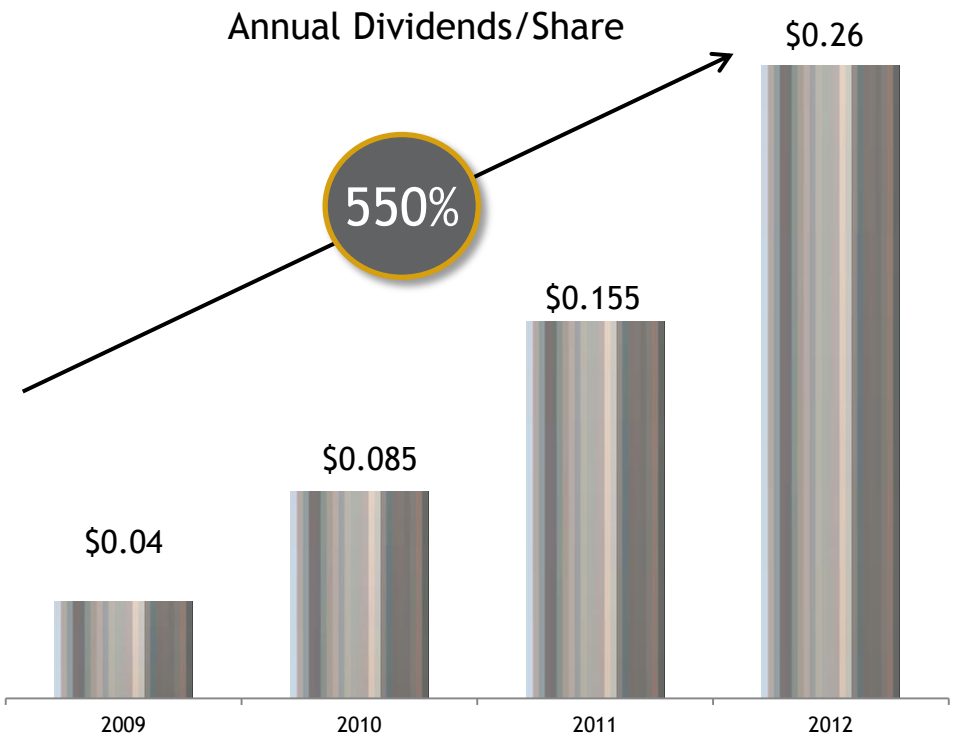
CASH FLOW GROWTH
2012 Year to Date

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Cash flow continues to trend upward

Growing Returns to Shareholders



Cash flow growth & sustainability ➡ dividends

Note: 2012 annualized dividend rate at $0.065 per share per quarter

Ludovico Costa
Chief Operating Officer

Delivering on Production Growth

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Production	Q3 2012	YTD 2012
GEO	**310,490**	878,021
Gold (ozs)	**266,374**	743,597
Silver (ozs)	**2.2M**	6.7M
Copper (lbs)(Chapada)	**39.4M**	110.1M

Costs[1]	Q3 2012	YTD 2012
GEO	**$201**	$242

Production	2012E
GEO	1.175-1.310M
Copper (lbs)	140-155M

Increased production 11% from Q3 2011

1. Cash cost is a non GAAP measure. Reconciliation of non-GAAP measures can be found at www.yamana.com/q32012

Chapada

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Production	Q3 2012	YTD 2012
Tonnes (mined)	**6,389,359**	16,565,810
Tonnes (processed)	**5,566,744**	15,856,890
Gold grade (g/t)	**0.30**	0.30
Gold recovery (%)	**58.6**	59.3
Gold produced (GEO)	**33,610**	95,673
Cash cost/GEO (co-product)	**$341**	$328
Cash cost/GEO (by-product)	**$(1,659)**	$(1,812)
Copper recovery (%)	**80.6**	82.5
Copper produced (M lbs)	**39.4**	110.1
Copper cost/lb	**$1.38**	$1.40
Copper grade (%)	**0.40**	0.38

New discovery Corpo Sul is higher grade

Potential to support sustainable production of 150,000 oz gold and 135M lbs copper

El Peñón

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Production	Q3 2012	YTD 2012
Tonnes (mined)	**371,569**	1,064,904
Tonnes (processed)	**361,544**	1,052,417
Gold grade (g/t)	**7.72**	7.08
Gold recovery (%)	**93.3**	93.6
Gold produced (GEO)	**118,457**	334,377
Gold produced (ozs)	**83,092**	224,109
Silver produced (ozs)	**1,768,273**	5,513,378
Cash cost/GEO	**$422**	$450

Costs expected to continue to decline in Q4 2012

Higher grade zones to continue throughout 2012

Gualcamayo

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Production	Q3 2012	YTD 2012
Tonnes (mined)	**3,925,278**	8,426,668
Tonnes (processed)	**1,664,568**	5,739,970
Gold grade (g/t)	**0.78**	0.85
Gold recovery (%)	**94.0**	75.4
Gold produced (ozs)	**38,248**	115,808
Cash cost/oz	**$669**	$550

QDDLW development on track

Production to increase to >200,000 gold ounces

Jacobina

YAMANAGOLD

Production	Q3 2012	YTD 2012
Tonnes (mined)	**552,437**	1,605,944
Tonnes (processed)	**545,578**	1,595,946
Gold grade (g/t)	**1.81**	1.83
Gold recovery (%)	**94.4**	94.2
Gold produced (ozs)	**30,028**	88,526
Cash cost/oz	**$768**	$722

Consistent & reliable production

Higher grades expected in Q4 2012

Minera Florida

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Production	Q3 2012	YTD 2012
Tonnes (mined)	**209,135**	654,071
Tonnes (processed)	**227,246**	680,347
Gold grade (g/t)	**2.97**	3.24
Gold recovery (%)	**80.5**	80.9
Gold produced (GEO)[1]	**24,200**	72,882
Gold (ozs)[2]	**19,994**	61,274
Silver (ozs)[3]	**210,297**	580,419
Cash cost/GEO	**$826**	$794

Start up of tailings processing commenced

New plant and low cost tailings improve overall cash costs and production

1. Includes 1,861 GEO commissioning production. 2. Includes 1,486 gold ounces commissioning production. 3. Includes 18,750 silver ounces of commissioning production.

Mercedes

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Production	Q3 2012	YTD 2012
Tonnes (mined)	**138,809**	377,580
Tonnes (processed)	**151,415**	438,903
Gold grade (g/t)	**6.77**	6.07
Gold recovery (%)	**94.5**	94.4
Gold produced (GEO)[1]	**33,713**	86,567
Gold (ozs)[2]	**31,497**	80,158
Silver (ozs)[3]	**110,817**	320,434
Cash cost/GEO	**$490**	$507

Ramp-up continues according to plan

Sequential production increases with declining cash costs

1. Includes 8,959 GEO commissioning production YTD. 2. Includes 8,201 gold ounces commissioning production YTD. 3. Includes 37,912 silver ounces of commissioning production YTD.

Chuck Main
Chief Financial Officer

Financial Results

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		Quarter over Quarter Performance
Revenue	$612M	+14%
Production (GEO)[1]	310,490	
Production Copper - Chapada (Mlbs)	39.4	
Adjusted Earnings[2]	$178M	+32%
per share:	$0.24	
Operating cash flow[2,3]	$286M	+19%
per share:	$0.38	
Cash Margin per ounce[4]	$1,479	+9%

1. Production includes commissioning. 2. A non-GAAP measure. A reconciliation of non-GAAP measures can be found at www.yamana.com/Q32012 2007-2009 in accordance with previous Canadian GAAP for public entities. 3. Operating cash flow generated from operations before changes in non-cash working capital 2007-2009 in accordance with Canadian GAAP for public entities. 4. Cash margin is the difference between the average realized gold price received less by-product cash costs per GEO.

FINANCIAL STATUS

Robust Balance Sheet

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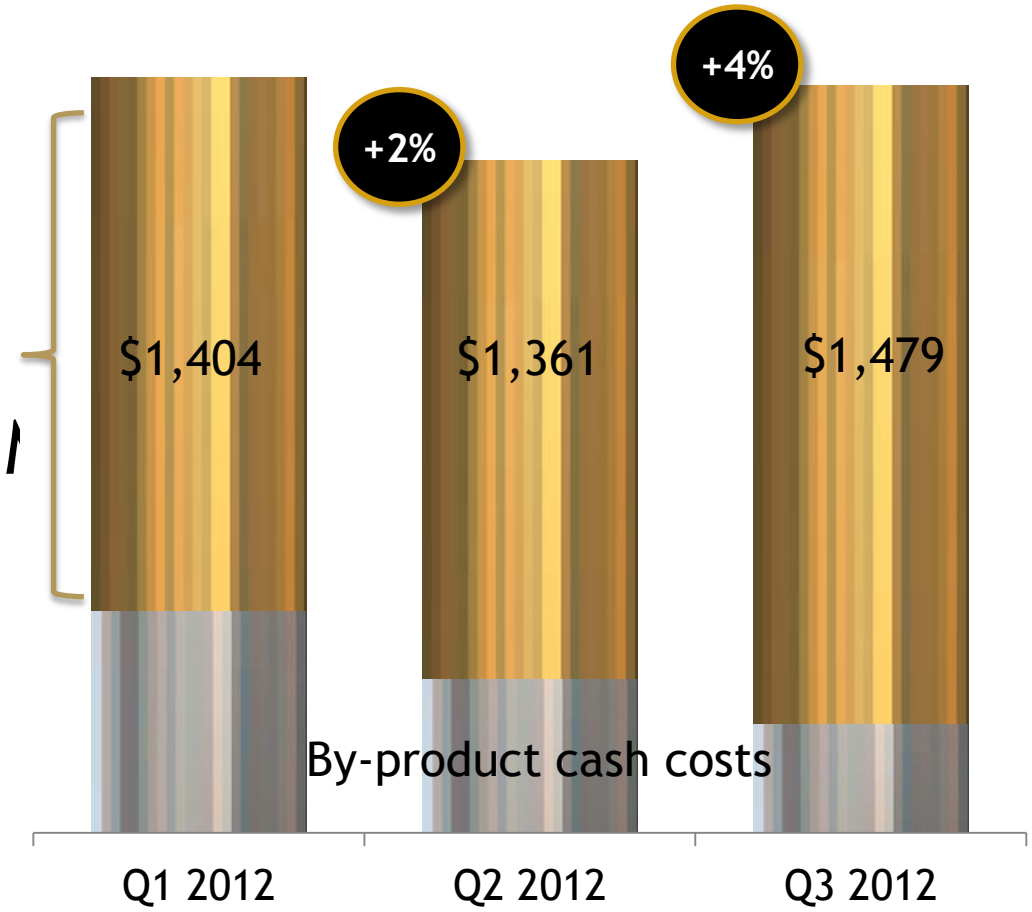
Available Cash & Credit	$1.15B
Cash & Cash Equivalents	$400M
Corporate G&A	$37M
Net Finance Expense	$15M
DD&A	$101M
Exploration	$15M
Debt	$766M
Capital Expenditure[2]	$276M

1. Capital Expenditure excludes the Extorre acquisition cost of $373M

CONTINUED COST CONTAINMENT

Margin Expansion Net of Metal Price Changes

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- Cash costs have declined quarter over quarter
- Margin expansion has exceeded commodity price changes in each quarter

Margins reflect cost containment -- beyond changes in metals pricing

Note: Cash margin is the difference between the average realized gold price and by-product cash costs per GEO.

CASH FLOW GROWTH FOCUS

Cost Containment Initiatives

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- Maintenance & Mining Practices – Third Party Productivity Audit
  - Increase fleet efficiency
  - Reduce long-term costs
  - Stockpile management
  - Increasing throughput
- Automation – Increasing Efficiencies
  - Centralized dispatch
  - Fleet productivity
  - Fleet efficiency
  - Fuel control system
- Power – Lower costs due to new government initiative in Brazil
  - Reduced power cost in Brazil could lower cash costs by approximately 2%
- Focus on Grade



METAL PRICE IMPACT

Third Quarter Production at 2011 Prices

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	% Change in Price	Impact on Revenue(M)
Gold	1%	$4,299
Silver	22%	$15,073
Copper	12%	$16,329

Total Revenue Impact $35.7M



* Q3 2012 Historical estimate assumes Q3 2012 production at Q3 2011 commodity prices.

Evandro Cintra
SVP, Technical Services

ADVANCED DEVELOPMENT PROJECTS
All On Track

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	Est. Annual GEO Production	Strategic Life	Status
Ernesto/ Pau-a-Pique	90,000-100,000 oz	7+ yrs	• Physical advancement 96% complete • Commenced commissioning phase • Commercial production by mid-year 2013
C1 Santa Luz	100,000 oz	10+ yrs	• Physical advancement over 90% complete • Start up of operations in early 2013 • Commercial production by mid-year 2013
Pilar	140,000-150,000 oz	9+ yrs	• Physical advancement ~66% complete • Developing Caiamar, high grade satellite deposit • Start-up planned for mid-year 2013





Three new mines leverage Brazilian expertise

DEVELOPMENT PROJECTS
Delivering Production Growth

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Minera Florida

- Tailings re-treatment plant completed in May - ramp-up to design capacity continues
- Production is expected to increase by ~40,000 GEO/yr for five years commencing in 2013

Gualcamayo – QDD Lower West

- Development continues and ramp-up is expected for mid-2013
- 200,000 ozs of sustainable production commencing in 2014

Jeronimo

- Components of feasibility study completed
- Optimization studies underway
- Discussions continue with joint venture partner

Darcy Marud
SVP, Exploration

Organic Growth Continuing

2012 Program Objectives

- Replace mineral reserves and resources at all operations
- Increase mineral resource base
- Accelerate development of new discoveries at development projects
- Develop new projects and preliminary resources
- Reconnaissance exploration to find new projects

Exploration Expenditures	Q3 2012	YTD 2012
Expensed	$15M	$43M
Capitalized	$19M	$67M

$125M for 2012 Exploration Program

EXPANDING MINERAL RESOURCES

Organic Growth Continuing

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Chapada

- Corpo Sul mineral resource extended to the SW
- 16 km strike length is centered by main pit
- Pre-feasibility study on Corpo Sul expected at year end

El Peñón

- Additional drilling completed at Dorada West and the Elizabeth vein at PAV
- Mineralization outlined at Dorada West for ~900 metre strike length
- Initial mineral resource estimate expected in the first quarter of 2013

Cerro Moro

- $5M for 2012 drilling, drills currently onsite
- Drilling focused on increasing/upgrading mineral resources
- Evaluation of development and further exploration is underway

Mercedes

- Drilling at Rey de Oro identified >30 metre wide zones of surface quartz veins

Pilar

- At Jordino, infill drilling was completed to upgrade mineral resources to the indicated mineral resource category
- Drilling will now focus on delineation of the Maria Lazarus deposit, 10 kms west of Jordino

Building value through exploration

Questions

Conclusion

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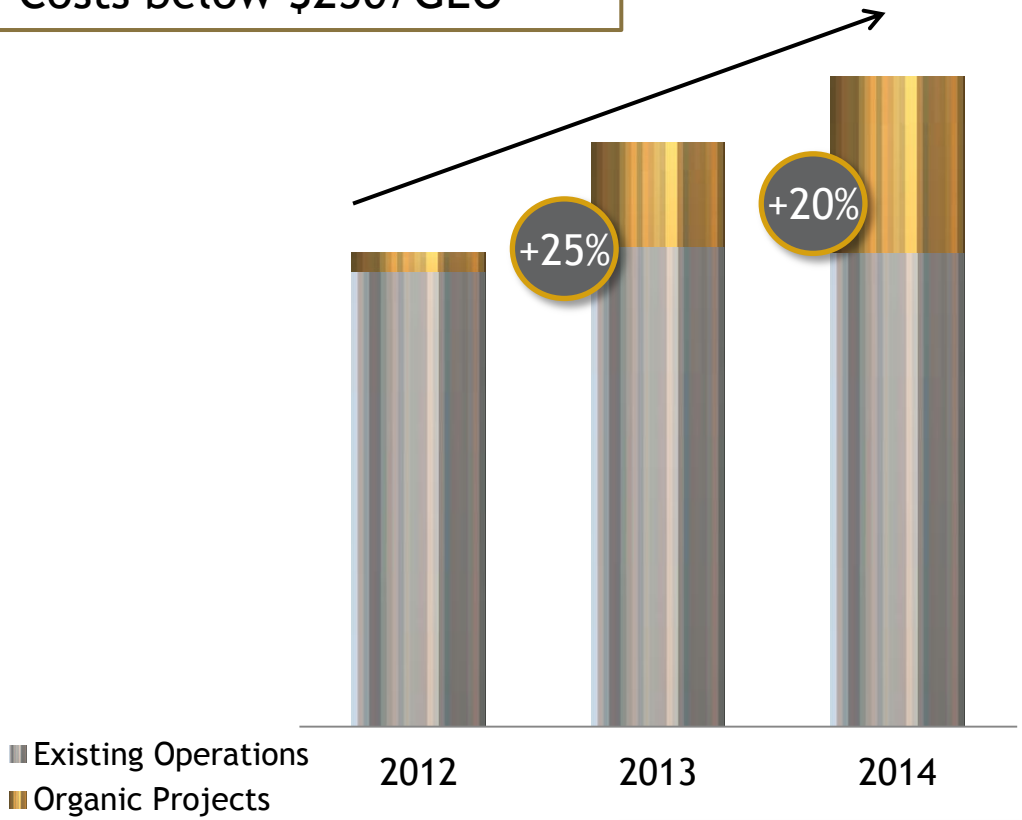
Peter Marrone
Chief Executive Officer

PRODUCTION AND GROWTH RELIABILITY

Delivering Value through Organic Growth

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- 1.175 - 1.310M GEO
- Costs below $250/GEO



Suyai
Cerro Moro
Jeronimo
Exploration

2013 production to increase by approximately **25%**

2014 production to increase by approximately **20%**

1.75M GEO of sustainable production expected from 2014 onwards

Note: Gold equivalent ounces (GEO). Silver production is treated as a gold equivalent and is based on an assumed silver to gold ratio of 50:1. *As per Jan 11, 2012 press release.

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