

YAMANAGOLD

Q3-09 Conference Call
November 4, 2009

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Cautionary statement

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS: *This news release contains or incorporates by reference "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 discussd 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 and the Argentine 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 resources, risk related to non-core mine dispositions, 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 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 Form for the year ended December 31, 2008 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.*

OVERVIEW

YAMANAGOLD

Our commitment

Committed to sustainability, stable jurisdictions, growth - principally organic growth, a strong track record and low cash costs

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Our objectives

Committed to predictable and reliable operations and outlook as we prepare for our next wave of growth

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Operational overview

	Q1-09	Q2-09	Q3-09
Chapada			
Production (oz)	38,552	40,554	**34,929**
Cash costs per oz	$276	$260	**$271**
El Penon			
Production (GEO)	84,351	92,016	**108,054**
Cash costs per GEO[(1)]	$366	$339	**$324**
Jacobina			
Production (oz)	27,078	27,593	**30,978**
Cash costs per oz	$400	$446	**$473**
Gualcamayo			
Production (oz)	20,483	24,347	**39,523**
Cash costs per oz	-	-	-
Minera Florida			
Production (GEO)	19,302	22,966	**25,411**
Cash costs per GEO	$358	$414	**$353**
Fazenda Brasileiro			
Production (oz)	20,010	18,404	**20,464**
Cash costs per GEO	$361	$397	**$486**
TOTAL CASH COSTS FROM CONTINUING OPERATIONS($/GEO) [(2,3)]	**$351**	**$352**	**$349**
PRODUCTION FROM CONTINUING OPERATIONS (GEO)	**225,521**	**241,509**	**269,191**
PRODUCTION FROM OTHER MINES	**45,961**	**48,065**	**45,516**
TOTAL PRODUCTION (GEO)	**271,482**	**289,574**	**314,707**

1. Yamana treats silver as a gold equivalent at a ratio of 55:1. 2. See end notes 3. For continuing operations excluding Alumbrera

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Q3-09 operational highlights

Operational

Chapada
- Completed 20M TPY expansion
- Consistent quarter over quarter performance according to expectations
- Increased guidance to 150,000 to 165,000 ounces of gold

El Penon
- Accommodated and adjusted for shortfall of production in Q1
- Increased production of 108,054 GEO, 28% and 17% higher than Q1 and Q2, respectively and improved grade by 22% and 13% compared to Q1 and Q2, respectively
- Cash costs[(1)] declined by $42 and $15 per GEO, or 11% and 4%, compared to Q1 and Q2

Gualcamayo
- Continued ramp up in production over 39,523 oz of gold in Q3, 93% and 62% higher than Q1 and Q2, respectively
- Production consistent with guidance of 75,000 oz for H2-09
- Cash costs[(1)] of $316 per ounce significantly below guidance

Jacobina
- Consistent quarter over quarter production increase according to expectations
- Production increased to 30,978 oz of gold in Q3, 14% and 12% higher than Q1 and Q2

Minera Florida
- Quarter over quarter growth according to expectations
- Record quarterly production of 25,411 GEO, 32% and 11% higher than Q1 and Q2

Fazenda Brasileiro
- Production increased 11% from previous quarter to 20,464 oz of gold in Q3

Record quarterly production of 314,707 GEO

1. See end notes

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Q3-09 highlights

Financial

- Revenues increased 50% to $333.2M
- Mine operating earnings increased 138% to $136.4M
- Adjusted earnings[1] increased 180% to $88.3M
- Operating cash flow[1,2] increased 67% to $167.9M

Exploration and Development

- Made construction decision for the development of C1 Santa Luz, Mercedes and Minera Florida tailings project
- Anticipate Ernesto/Pau-a-Pique feasibility study by end of year and feasibility study for Pilar and QDD Lower West and update on Caiamar in 2010
- Provided exploration update on new area, Salamanca, just north of Gualcamayo
- Provided update on Agua Rica and optimization initiatives currently underway

1. See end notes

2 Before net changes in non-cash working capital

OPERATIONS

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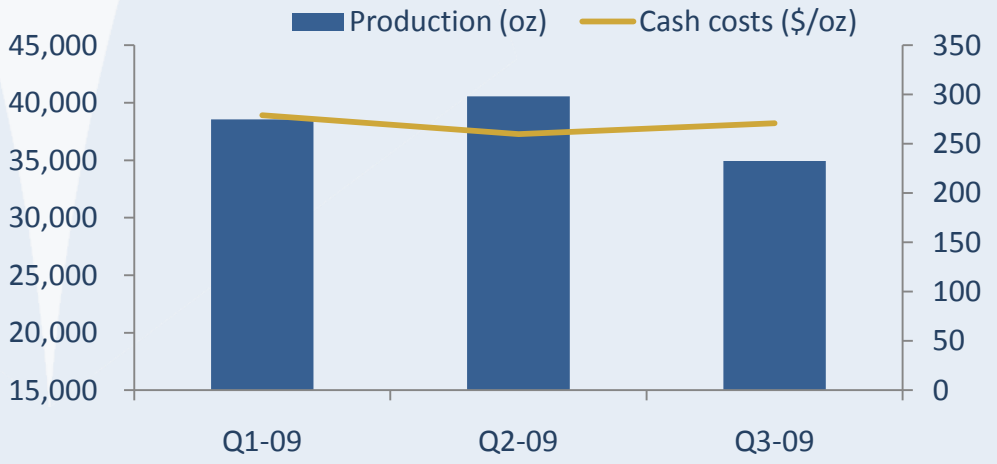
Operations
CHAPADA, BRAZIL

	Q1-09	Q2-09	Q3-09	YTD
Gold production (oz)	38,552	40,554	**34,929**	**114,035**
Copper production (lbs)	35.0M	35.6M	**36.3M**	**106.9**
Co-product cash costs [1] per oz of Au	$276	$260	**$271**	**$269**
Co-product cash costs[1] per lb of Cu	$0.93	$0.91	**$1.07**	**$0.97**
Ore processed (tonnes)	4.4M	4.3M	**4.0M**	**12.7M**
Gold ore grade (g/t)	0.38	0.42	**0.40**	**0.40**
Copper ore grade (%)	0.41	0.43	**0.47**	**0.43**

- Completed 20M TPY expansion
- Evaluating optimization for throughput to exceed 20M TPY
- Mill liners and motor replacement changed in the third quarter
- Acquired new mine fleet
- Initiatives currently underway: preparation for the next rainy season, start-up of new mine fleet and study for in-pit crusher

2009 expected production 150-165,000 ounces





1. See end notes

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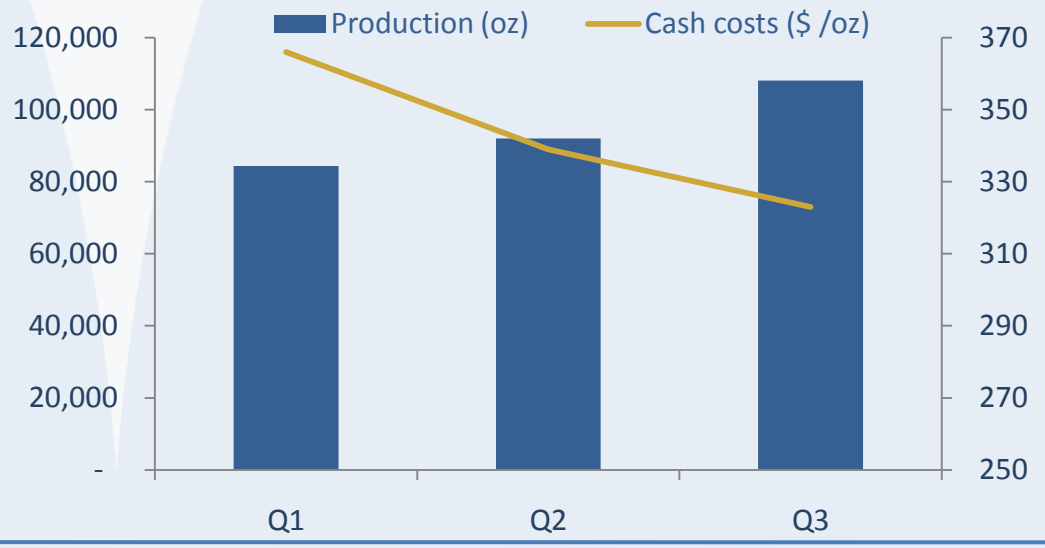
Operations
EL PENON, CHILE

	Q1-09	Q2-09	Q3-09	YTD
Production (GEO)	84,351	92,016	**108,054**	**284,421**
Gold production (oz)	46,079	49,211	**58,357**	**153,647**
Silver production (oz)	2.1M	2.4M	**2.7M**	**7.2M**
Cash costs[(1)] per GEO	$366	$339	**$324**	**$341**
Ore mined (tonnes)	301,377	326,825	**336,882**	**965,024**
Gold ore grade (g/t)	5.05	5.44	**6.17**	**5.54**
Silver ore grade (g/t)	239	275	**301**	**272**

- Adjusted and accommodated for shortfall in Q1
- Production increased 28% from Q1
- Grade improved 22% from Q1
- Cash costs declined $42 or 11% from Q1
- Expect to mine at a progressively higher rate and grade
- Performance initiatives being evaluated: optimization of dilution control and changing equipment to manage thickness variability of veins
- Further drilling for resource expansion

2009 expected production approx. 405,000 GEO





1. See end notes

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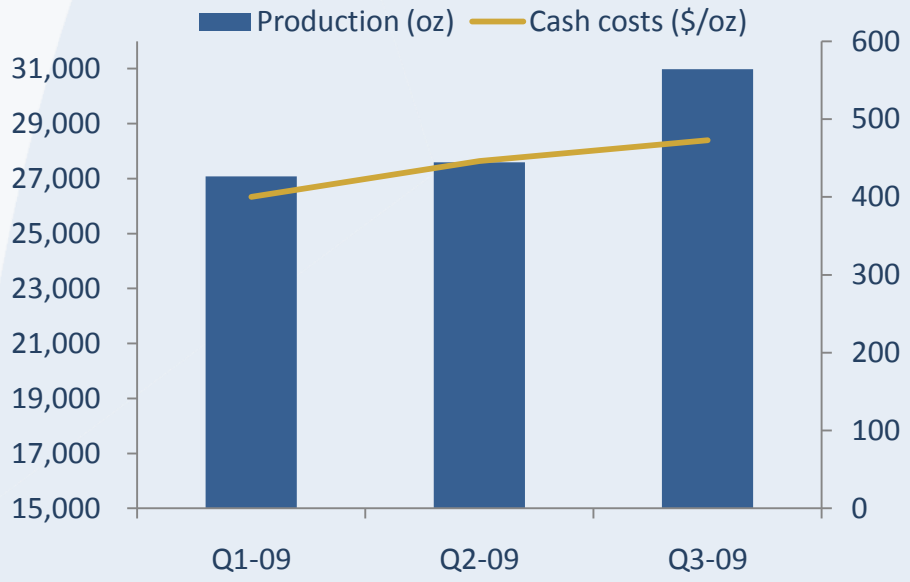
Operations
JACOBINA, BRAZIL

	Q1-09	Q2-09	Q3-09	YTD
Production (oz)	27,078	**27,593**	**30,978**	**85,649**
Cash costs[1] per ounce	$400	**$446**	**$473**	**$441**
Ore processed (tonnes)	456,587	**491,215**	**527,852**	**1.5M**
Gold grade (g/t)	2.03	**1.90**	**1.96**	**1.96**

2009 expected production 115-125,000 ounces

- Recovery improved to 93% in Q3
- Production increased 67% from last year
- Achieved a daily average throughput of 5,700 tpd, the planned average for 2009
- Continue to increase mine development for higher grade areas
- Focusing on exploration in nearby high grade potential targets





1. See end notes

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Operations
GUALCAMAYO, ARGENTINA

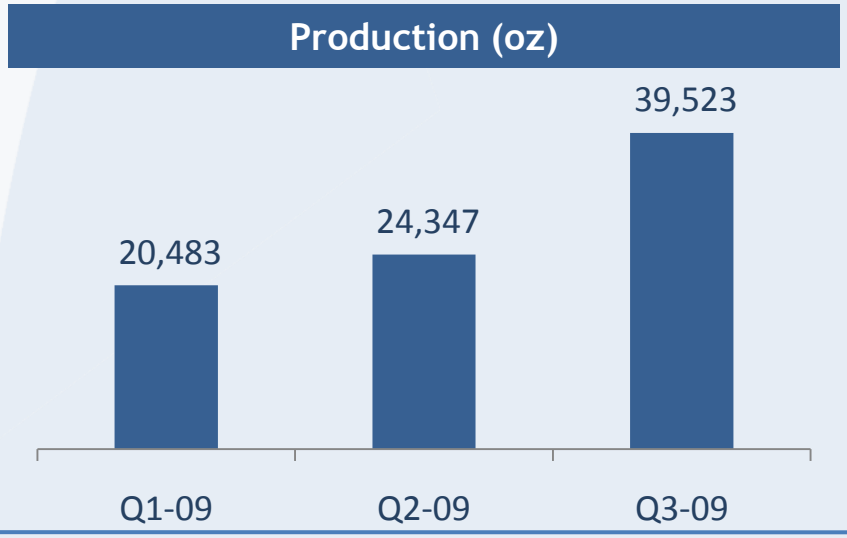
	Q3-09[1]
Production (oz)	39,523
Cash costs[2] per ounce	$316
Ore processed (tonnes)	1.5M
Gold grade (g/t)	1.25

- Declared commercial production mid-year
- Q3 production nearly doubles from Q1
- Cash costs of $316 significantly below guidance
- QDD performing according to design and expectations (grade, production and recoveries)
- Continue to advance exploration efforts at QDD Lower West
- Developed optimization plan for mining and processing AIM ore
- Continued ramp up of production with October production of approximately 18,900 ounces

2009 commercial production from mid-year expected to be approx. 75,000 ounces

2009 total production expected to be approx. 120,000 ounces





1. Q3 2009 was the first full quarter of commercial production at Gualcamayo
2. See end notes

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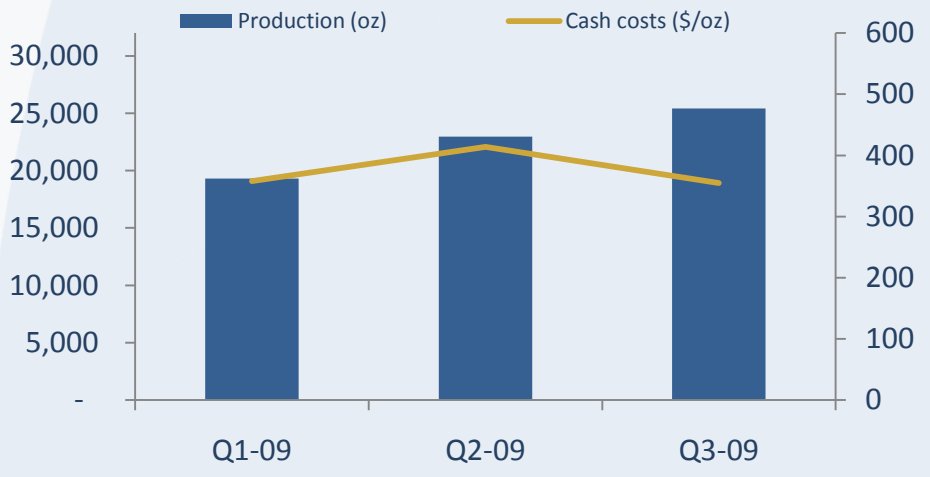
Operations
MINERA FLORIDA, CHILE

	Q1-09	Q2-09	Q3-09	YTD
Production (GEO)	19,302	22,966	25,411	67,679
Gold production (oz)	16,511	20,358	22,190	59,059
Silver production (oz)	153,504	143,447	177,166	474,117
Cash costs[(1)] per GEO	$358	$414	$353	$375
Ore mined (tonnes)	174,338	178,860	180,556	533,754
Gold ore grade (g/t)	3.97	4.06	4.43	4.16
Silver ore grade (g/t)	46	33	42	40

- Completed expansion in Q1 resulting in production increase of 32% in Q3 from Q1
- Cash costs declined $59 per GEO, or 14%, from Q2
- Construction decision made for retreating of tailings to add approx. 40,000 GEO to begin in early 2012
- Exploration efforts focused on delineation of higher grade, newly discovered Centenario and Polvorin deposits
- Drilling continues in Q4 with a resource estimate for these new targets expected by year end

2009 expected production approximately 105,000 GEO





1. See end notes

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Operations

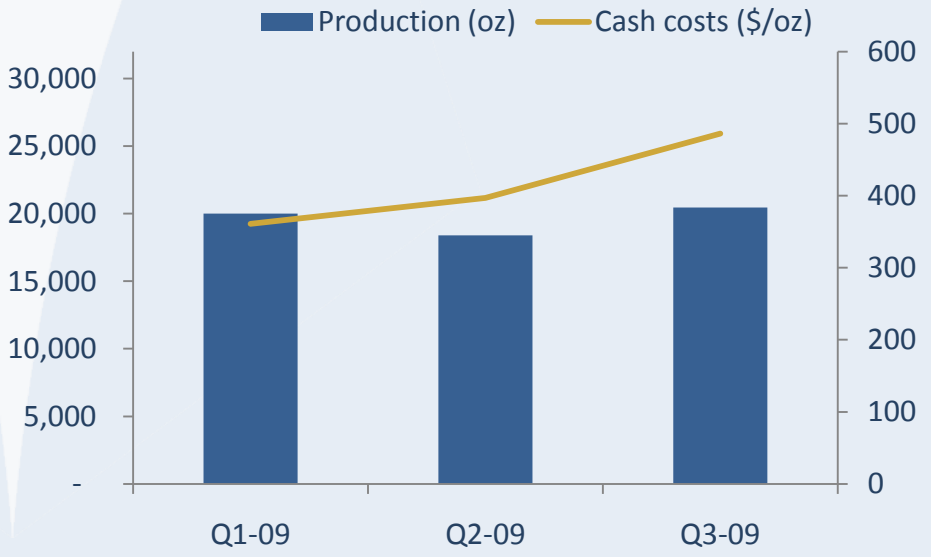
FAZENDA BRASILEIRO, BRAZIL

	Q1-09	Q2-09	Q3-09	YTD
Production (oz)	20,010	18,404	**20,464**	**58,878**
Cash costs[(1)] per ounce	$361	$397	**$486**	**$416**
Ore processed (tonnes)	285,156	294,878	**302,931**	**882,965**
Gold grade (g/t)	2.36	2.16	**2.27**	**2.26**

- Continued to complete underground production with open pit ore
- Focused on reducing cash costs and improving recovery
- Commenced tailings dam expansion in July
- Grade expected to increase in the fourth quarter

2009 production expected to be approximately 85,000 ounces





1. See end notes

FINANCIAL PERFORMANCE

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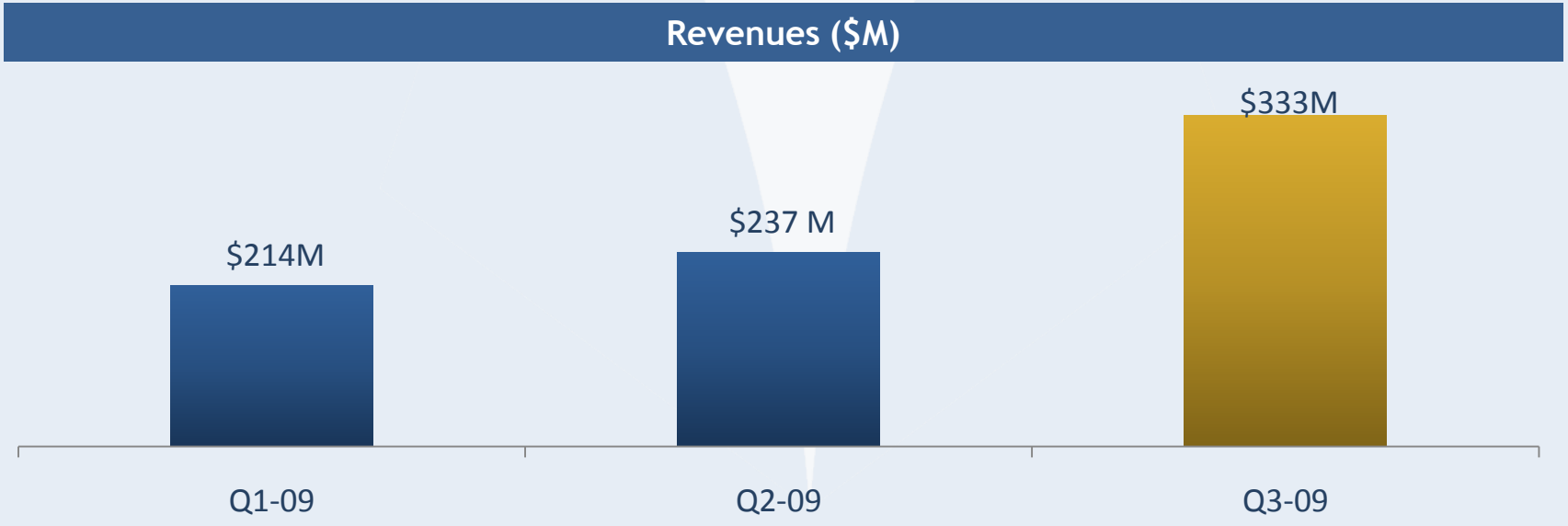
REVENUES

	Q1-09	Q2-09	Q3-09	YTD Q3-09
Revenues	$213M	$237M	$333M	$783.5M
Shares outstanding	733M	733M	733M	733M
Percent increase (QoQ)	n/a	11%	41%	n/a



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OPERATING EARNINGS

	Q1-09	Q2-09	Q3-09	YTD Q3-09
Mine operating earnings	$65.2M	$81.5M	$136.4M	$283.2M
Shares outstanding	733M	733M	733M	733M
Percent increase (QoQ)	n/a	25%	67%	n/a



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EARNINGS PER SHARE

	Q2-09	Q3-09
Net earnings per share	**$0.01**	**$0.08**

	Q2-09	Q3-09
Adjusted earnings[1] per share	$0.13	$0.12
Deferred tax provision	($0.03)	$0.03

Adjusted earnings[1] per share (normalized for tax provision)



1. See end notes

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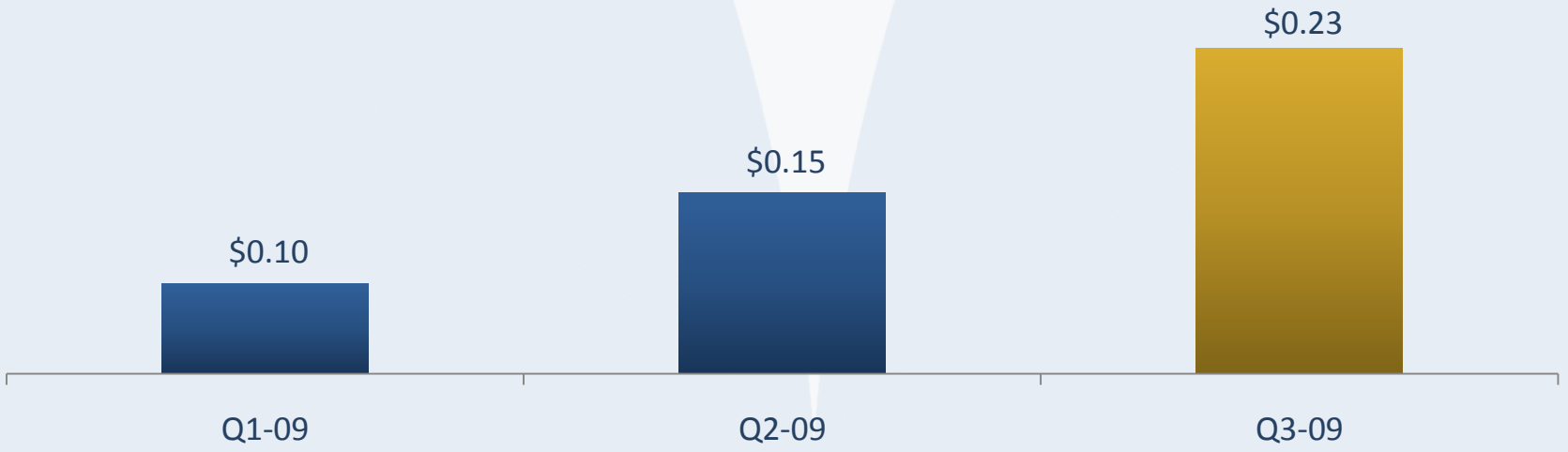
OPERATING CASH FLOW[1,2]

	Q1-09	Q2-09	Q3-09	YTD Q3-09
Operating cash flow [1,2]	$72.9M	$108.7M	$167.9M	$340.6M
Shares outstanding	733M	733M	733M	733M
Cash flow per share[1,2]	$0.10	$0.15	$0.23	$0.46
Percent increase (QoQ)	n/a	49%	54%	n/a

Operating cash flow per share[1,2] ($)



1. See end notes
2. Before net changes in non-cash working capital

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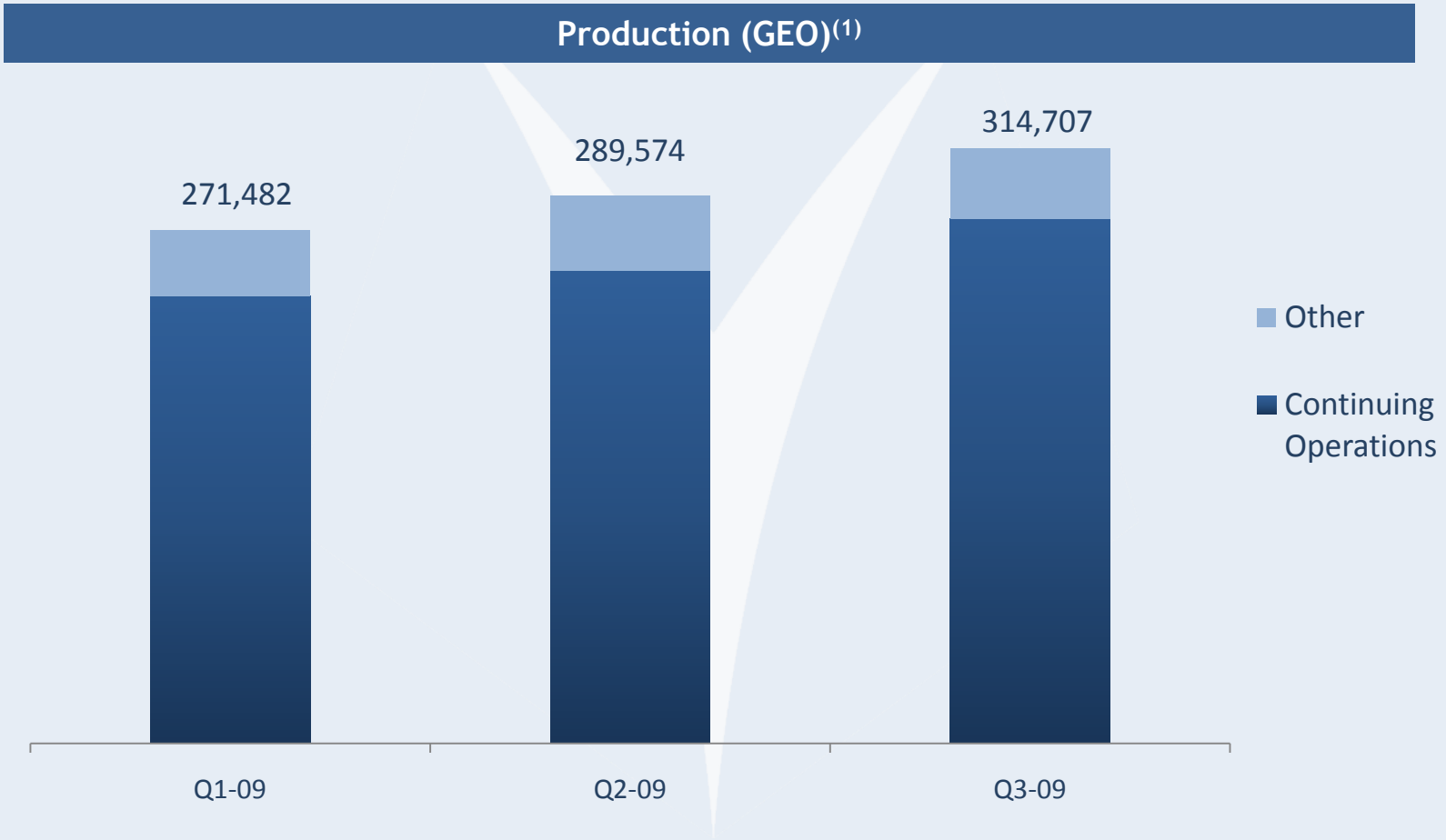
PRODUCTION GROWTH



1. Yamana treats silver as a gold equivalent . GEO production is comprised of 261,720 ounces of gold and 2.9M ounces of silver.

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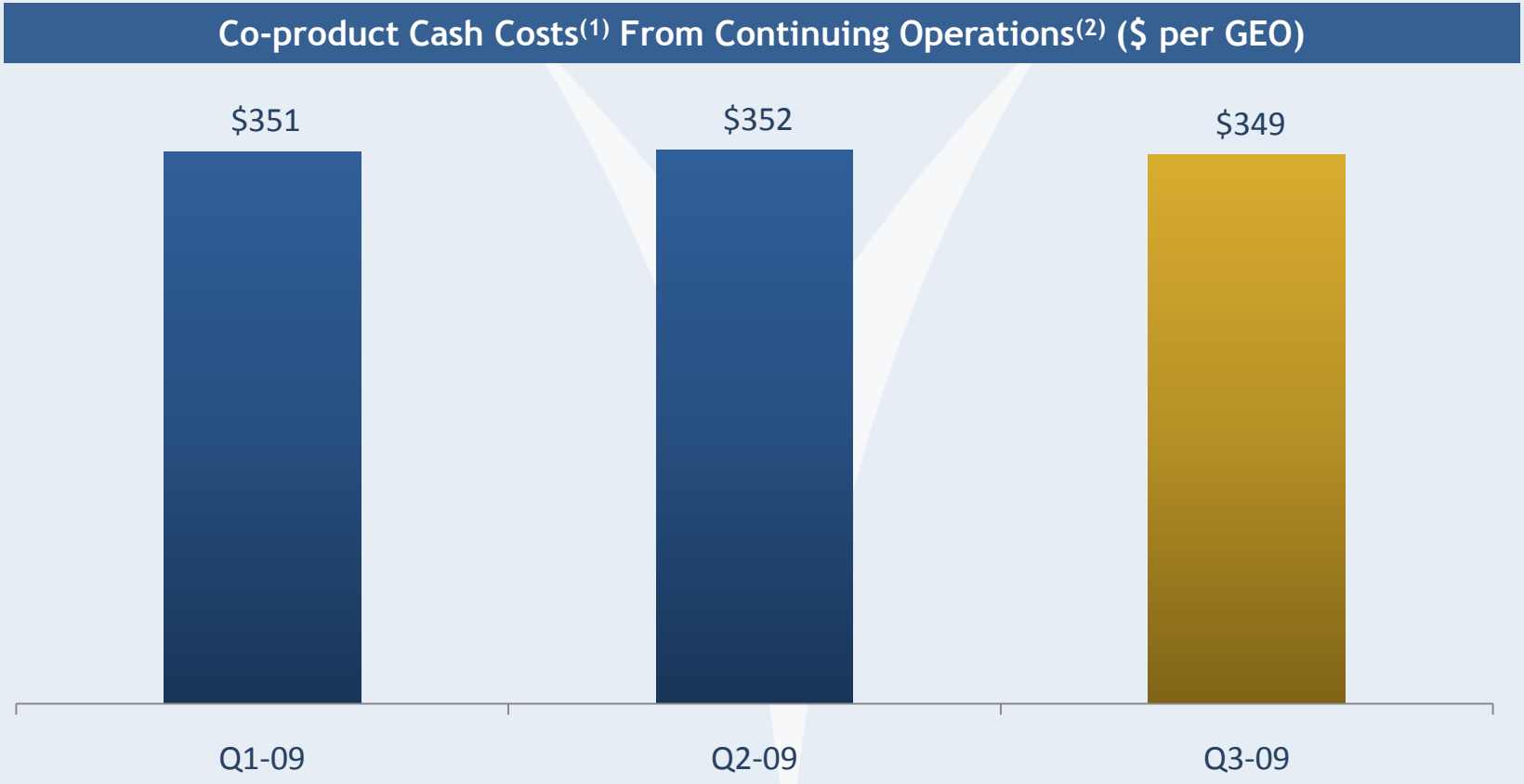
CO-PRODUCT CASH COSTS



Consistent quarter over quarter containment of costs

1 See end notes

2. Based on continuing operations excluding Alumbrera

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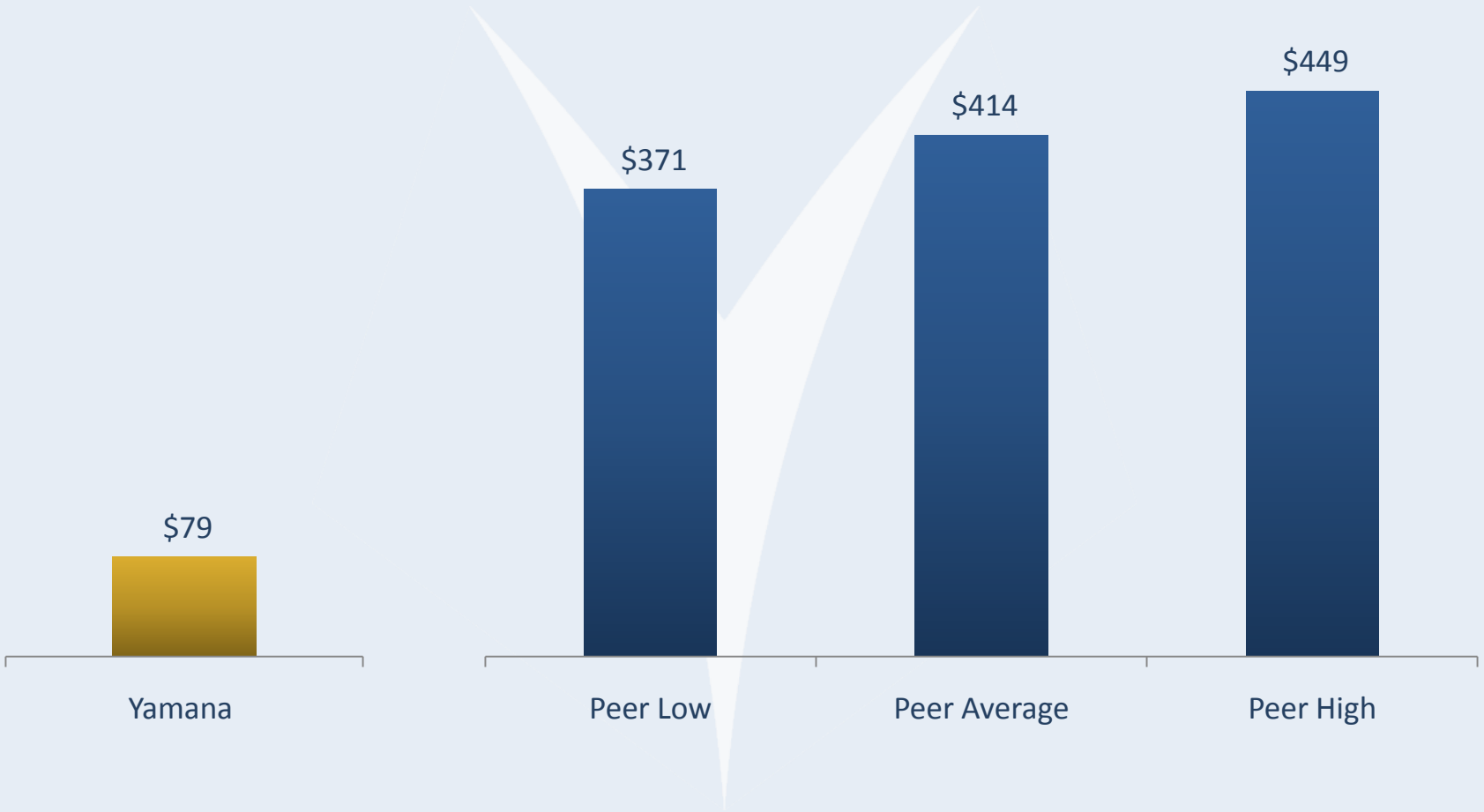
BY-PRODUCT CASH COSTS[1,2] COMPARISON



1. See end notes
2. Yamana's by –product cash costs are based on continuing operations excluding Alumbrera

Note: Peers include Barrick, Kinross, Agnico-Eagle who have currently reported Q3 2009 results

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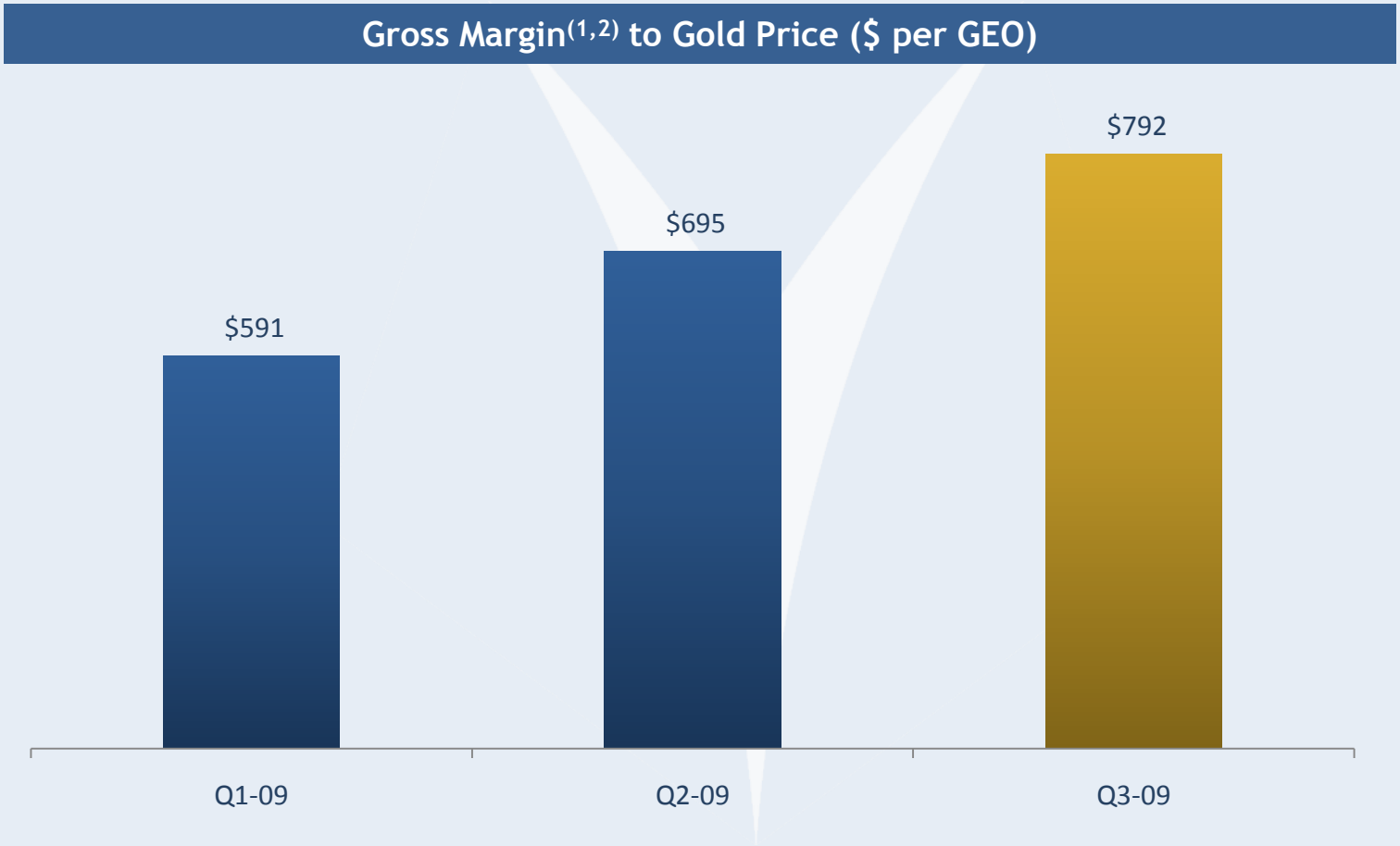
MARGIN EXPANSION



1. See end notes
2. Margins from ongoing operations excluding Alumbrera

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FINANCIAL SUMMARY

($M)	Q3-09	YTD Q3-09
Revenues	$333.2M	$783.5M
Mine operating earnings	$136.4M	$283.2M
Net earnings	$60.8M	$156.5M
Adjusted earnings (1)	$88.3M	$248.4M
Operating cash flow (1,2)	$167.9M	$340.6M

1. See end notes
2. Before net changes in non-cash working capital

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FINANCIAL STATUS

- Cash and cash equivalents[(1)] approx. US$143 million
- Net debt approx. US$382 million
- Total cash and undrawn credit available approx. US$362 million
- More than an additional $160 million in cash, cash equivalents and shares to come from second part of non-core asset sale
- Strong balance sheet and robust cash flow

Positions us well for the balance of 2009 and thereafter

1.Cash and cash equivalent increase subsequent to October 31, 2009

DEVELOPMENT

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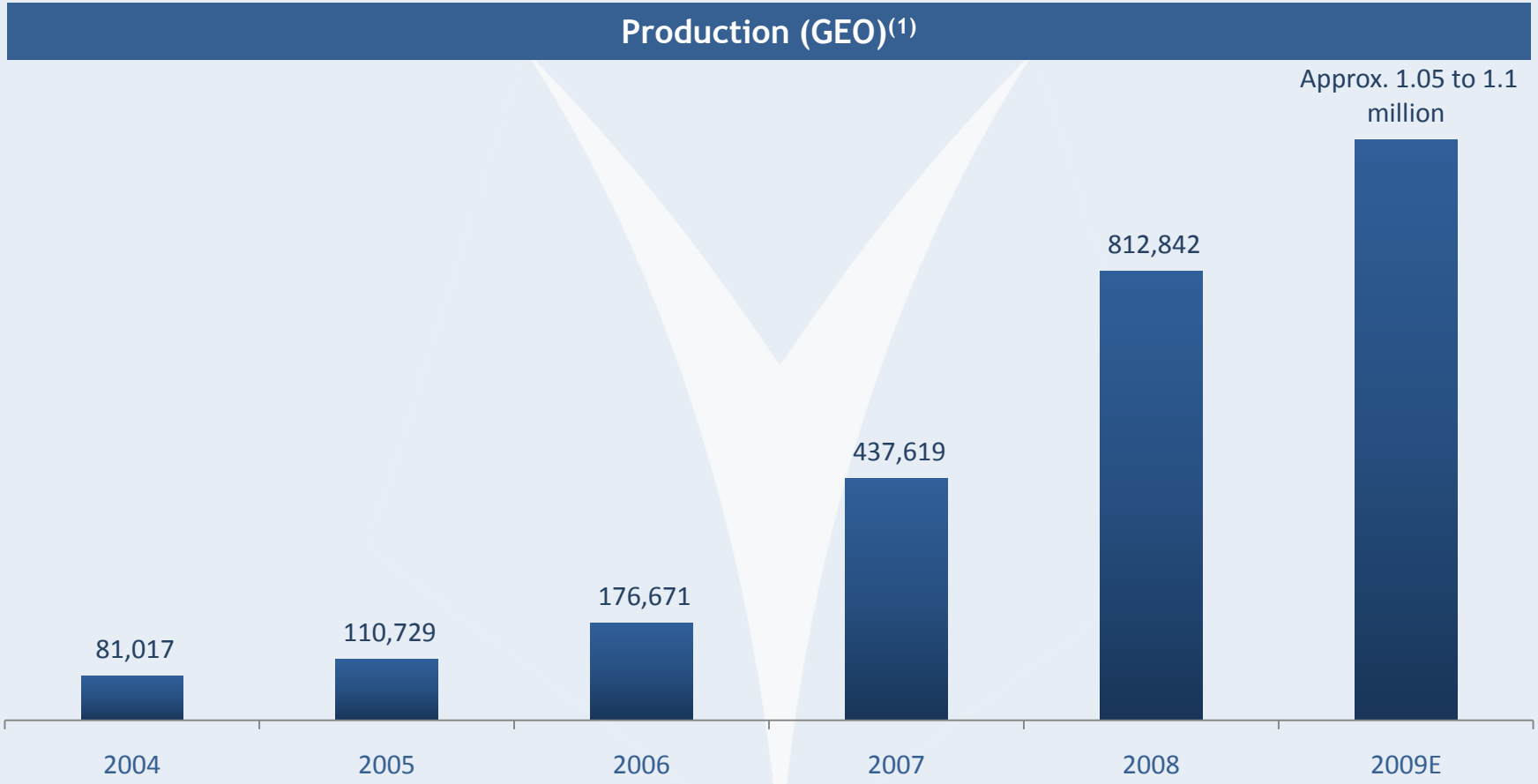
Track record of production growth



Solid track record of production growth sets foundation for next wave of growth

1. Not including assets under sale

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Development projects

Project	Status	Expected Initial Annual Contribution	Expected Start Date
C1 Santa Luz [1]	Construction decision made	130,000 ounces of gold	Production targeted to begin in mid-2012
Mercedes	Construction decision made	120,000 GEO	Production targeted to begin in late 2012
Pilar/Caiamar	Feasibility study underway	Over 100,000 ounces of gold	Pending
Ernesto/Pau-a-pique	Scoping study completed	100,000 ounces of gold	Pending
Minera Florida	Advanced plan to process historical tailings; construction decision made	40,000 GEO	Production targeted to begin in early 2012
QDD Lower West	Updated feasibility study expected in 2010	90,000 ounces of gold	Pending

Agua Rica and other potential development stage projects would provide further growth for Yamana

1. In the first two full years of production at C1 Santa Luz, average annual production is expected to exceed 130,000 ounces of gold, which would accelerate payback. Expected annual production would then average104,000 ounces of gold per year life of mine

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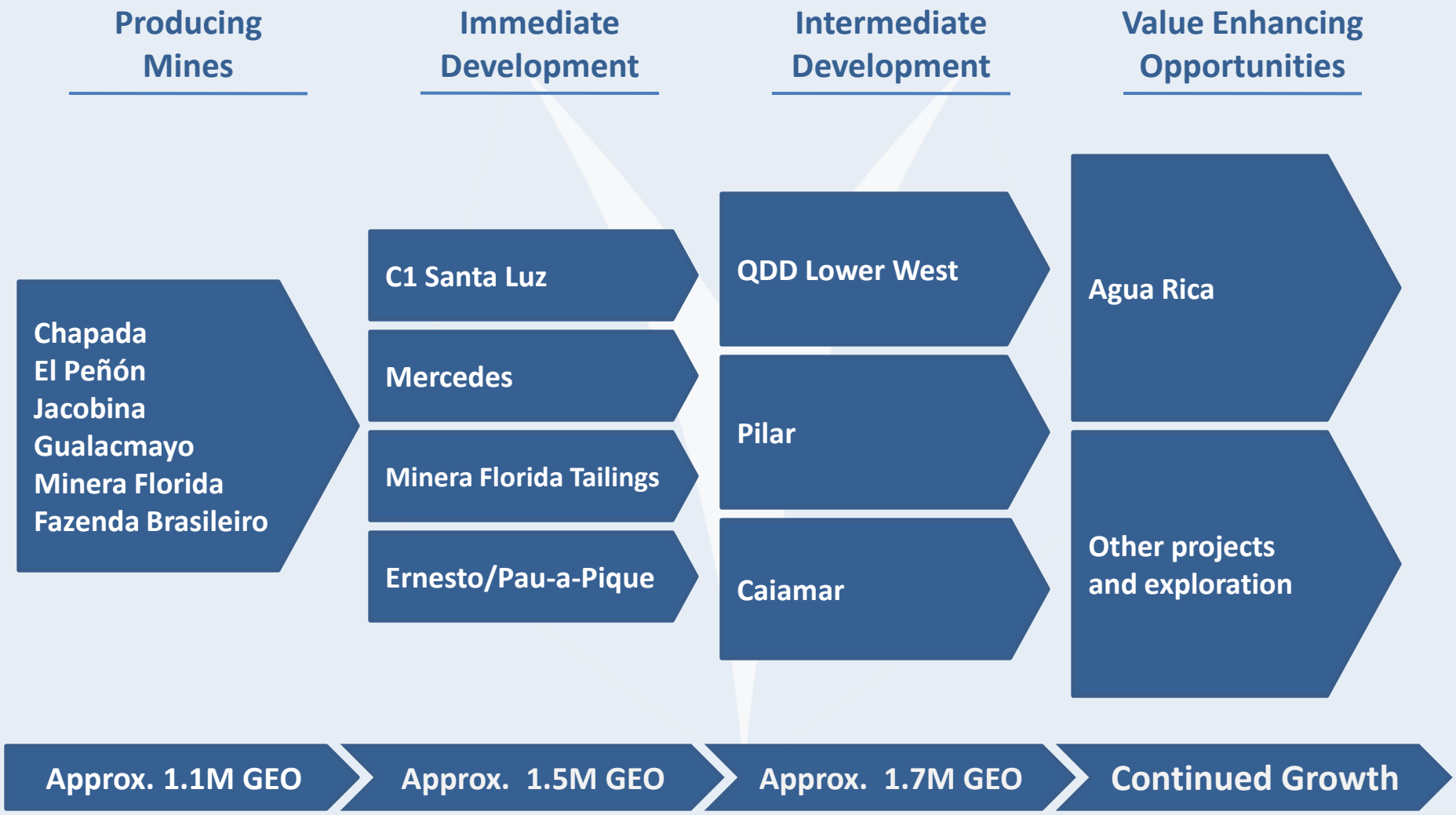
Production and development profile



CONCLUSION

YAMANAGOLD

Our commitment

Committed to sustainability, stable jurisdictions, growth - principally organic growth, a strong track record and low cash costs

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Our objectives

Committed to predictable and reliable operations and outlook as we prepare for our next wave of growth

Q&A






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End-notes

NON-GAAP MEASURES: *The Company believes that in addition to conventional measures prepared in accordance with Canadian GAAP, the Company and certain investors and analysts use certain other non-GAAP financial measures to evaluate the Company's performance including its ability to generate cash flow and profits from its operations. The Company has included certain non-GAAP measures including "cash cost per gold equivalent ounce", "Adjusted Earnings or Loss and Adjusted Earnings or Loss per share," or "Operating Margin" and "cash flow from operations before changes in non-cash working capital" or "cash flow from operating activities before changes in non-cash working capital" to supplement its financial statements, which are presented in accordance with Canadian GAAP. Non-GAAP measures do not have any standardized meaning prescribed under Canadian GAAP, and therefore they may not be comparable to similar measures employed by other companies. The data is intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with Canadian GAAP.*

Co-product and By-product Cash Costs Per Gold Equivalent Ounce ("GEO"): *The Company has included cash costs per GEO and cash costs per pound of copper information because it understands that certain investors use this information to determine the Company's ability to generate earnings and cash flow for use in investing and other activities. The Company believes that conventional measures of performance prepared in accordance with Canadian GAAP do not fully illustrate the ability of its operating mines to generate cash flow. The measures are not necessarily indicative of operating profit or cash flow from operations as determined under Canadian GAAP. Cash costs per GEO are determined in accordance with the Gold Institute's Production Cost Standard and are calculated on a co-product and by-product basis. Cash costs on a co-product basis are computed by allocating operating cash costs separately to metals (copper and gold) based on an estimated or assumed ratio. Cash costs on a by-product basis are computed by deducting copper by product revenues from the calculation of cash costs of production per GEO. The following table provides a reconciliation of cost of sales per the financial statements and co-product cash costs per GEO:*

Per gold equivalent ounce (GEO):

	Three months ended September 30, 2009	
	In thousands of United States Dollars	United States Dollars per GEO
Cost of sales (i)	**$ 131,357**	**$ 488**
Adjustments:		
Copper contained in concentrate related cash costs (excluding related TCRC's)	**(32,278)**	**(120)**
Impact of equity interest in Alumbrera (12.5%)	**3,745**	**14**
Chapada gold contained in concentrate treatment and refining costs	**1,452**	**5**
Inventory movements and adjustments	**(528)**	**(1)**
Commercial selling costs	**(9,599)**	**(36)**
Total GEO co-product cash costs (ii)	**$ 94,149**	**$ 350**

(i) Cost of sales includes non-cash items including the impact of the movement in inventory.
(ii) Amortization and inventory purchase accounting adjustments are excluded from both total cash costs and cost of sales.

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Reconciliation of non-GAAP measures

The following table provides a reconciliation of cost of sales per the financial statements and co-product cash costs per pound of copper:

		Three months ended September 30, 2009		
		In thousands of United States Dollars		United States Dollars per pound
Cost of sales (i)	**$**	**131,357**	**$**	**2.99**
Adjustments:				
GEO related cash costs (excluding related TCRC's)		**(88,952)**		**(2.03)**
Impact of equity interest in Alumbrera (12.5%)		**11,474**		**0.27**
Chapada gold contained in concentrate treatment and refining costs		**6,772**		**0.15**
Inventory movements and adjustments		**(528)**		**(0.01)**
Commercial selling costs		**(9,599)**		**(0.22)**
Total co-product cash costs (ii)	**$**	**50,524**	**$**	**1.15**

The following table provides a reconciliation of cost of sales per the financial statement and by-product cash costs per GEO excluding Alumbrera:

		Three months ended September 30, 2009		Nine months ended September 30, 2009	
		In thousands of United States Dollars	United States Dollar per GEO	In thousands of United States Dollars	United States Dollar per GEO
Cost of sales	**$**	**131,357**	**506**	**338,152**	**$ 520**
Adjustments:					
Chapada TCRC Gold and Copper		**8,224**	**32**	**23,294**	**36**
Inventory movement and other adjustments		**(528)**	**(2)**	**(9,064)**	**(14)**
Commercial Selling Costs		**(9,599)**	**(37)**	**(21,033)**	**(32)**
Chapada Copper Revenues Including Copper Pricing Adjustments		**(109,057)**	**(420)**	**(204,707)**	**(314)**
Total gold by-product cash costs	**$**	**20,397**	**79**	**126,642**	**$ 195**

(i) Cost of sales includes non-cash items including the impact of the movement in inventory.
(ii) Amortization and inventory purchase accounting adjustments are excluded from both total cash costs and cost of sales.

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Reconciliation of non-GAAP measures

Gross Margin: *The Company uses the financial measures "Operating Margin" to supplement information in its consolidated financial statements. The Company believes that in addition to conventional measures prepared in accordance with GAAP, the Company and certain investors and analysts use this information to evaluate the Company's performance. The measures are not necessarily indicative of operating profit or cash flow from operations as determined under Canadian GAAP but rather should be evaluated in conjunction with such GAAP measures.*

The terms "Gross Margin" do not have a standardized meaning prescribed by Canadian GAAP, and therefore the Company's definitions are unlikely to be comparable to similar measures presented by other companies. The Company's management believes that the presentation of "Operating Margin" provides useful information to investors is calculated as Revenues less Cost of Sales, Depreciation, Amortization and Depletion, and Accretion of Asset Retirement Obligations as disclosed in the Company's Financial Statements in accordance with Canadian GAAP. A reconciliation of "Gross Margin" is provided below:

		Three months ended September 30, 2009		Nine months ended September 30, 2009
Revenues	**$**	**333,179**	**$**	**783,489**
Cost of sales excluding depreciation, depletion and amortization		**(131,357)**		**(338,152)**
Gross Margins	$	**201,822**	$	**445,337**
Gross Margins as % of Revenues		61%		57%
GEO Sold (excluding Alumbrera)		254,853		633,508
Gross Margins per GEO Sold	**$**	**792**	**$**	**703**

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End-notes

Adjusted Earnings or Loss and Adjusted Earnings or Loss per share: *The Company uses the financial measures "Adjusted Earnings or Loss" and "Adjusted Earnings or Loss per share" to supplement information in its consolidated financial statements. The Company believes that in addition to conventional measures prepared in accordance with GAAP, the Company and certain investors and analysts use this information to evaluate the Company's performance. The presentation of adjusted measures are not meant to be a substitute for net earnings or loss or net earnings or loss per share presented in accordance with GAAP, but rather should be evaluated in conjunction with such GAAP measures. Adjusted Earnings or Loss and Adjusted Earnings or Loss per share are calculated as net earnings excluding (a) stock-based compensation, (b) foreign exchange (gains) losses, (c) unrealized (gains) losses on commodity derivatives, (d) impairment losses, (e) future income tax expense (recovery) on the translation of foreign currency inter-corporate debt, (f) writedown of investments and other assets and any other non-recurring adjustments. Non-recurring adjustments from unusual events or circumstances are reviewed from time to time based on materiality and the nature of the event or circumstance.*

The terms "Adjusted Earnings (Loss)" and "Adjusted Earnings (Loss) per share" do not have a standardized meaning prescribed by Canadian GAAP, and therefore the Company's definitions are unlikely to be comparable to similar measures presented by other companies. Management believes that the presentation of Adjusted Earnings or Loss and Adjusted Earnings or Loss per share provide useful information to investors because they exclude non-cash and other charges and are a better indication of the Company's profitability from operations. The items excluded from the computation of Adjusted Earnings or Loss and Adjusted Earnings or Loss per share, which are otherwise included in the determination of net earnings or loss and net earnings or loss per share prepared in accordance with Canadian GAAP, are items that the Company does not consider to be meaningful in evaluating the Company's past financial performance or the future prospects and may hinder a comparison of its period-to-period profitability. A reconciliation of Adjusted Earnings to net earnings is provided below:

(In millions of United States Dollars)		Three months ended Sept 30, 2009		Nine months ended Sept 30, 2009
Net earnings	**$**	**52.4**	**$**	**148.0**
Stock-based compensation		**1.8**		**7.0**
Foreign exchange gain		**(6.7)**		**(57.0)**
Unrealized loss on derivatives		**21.0**		**102.9**
Future income tax expense on foreign currency translation of inter-company debt		**18.9**		**54.0**
Non-recurring tax adjustments		**-**		**20.6**
Adjusted Earnings before income tax effects		**87.4**		**275.5**
Income tax effect of adjustments		**(7.5)**		**(35.5)**
Adjusted Earnings	**$**	**79.9**	**$**	**240.0**

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End-notes

Cash Flow From Operations Before Changes in Non-Cash Working Capital: *The Company uses the financial measure "cash flow from operations before changes in non-cash working capital" or "cash flow from operating activities before changes in non-cash working capital" to supplement its consolidated financial statements. The presentation of cash flow from operations before changes in non-cash working capital is not meant to be a substitute for cash flow from operations or cash flow from operating activities presented in accordance with Canadian GAAP, but rather should be evaluated in conjunction with such Canadian GAAP measures. Cash flow from operations before changes in non-cash working capital excludes the non-cash movement from period-to-period in working capital items including accounts receivable, advances and deposits, inventory, accounts payable and accrued liabilities.*

The terms "cash flow from operations before changes in non-cash working capital" or "cash flow from operating activities before changes in non-cash working capital" do not have a standardized meaning prescribed by Canadian GAAP, and therefore the Company's definitions are unlikely to be comparable to similar measures presented by other companies. The Company's management believes that the presentation of cash flow from operations before changes in non-cash working capital provides useful information to investors because it excludes the non-cash movement in working capital items and is a better indication of the Company's cash flow from operations and considered to be meaningful in evaluating the Company's past financial performance or the future prospects. The Company believes that conventional measure of performance prepared in accordance with Canadian GAAP does not fully illustrate the ability of its operating mines to generate cash flow. A reconciliation of Adjusted Earnings to net earnings is provided at the end of this presentation.

		Three months ended September 30, 2009		Nine months ended September 30, 2009
Cash flow from operating activities of continuing operations	**$**	**144,439**	**$**	**317,009**
Adjustments:				
Net change in non-cash working capital (note 14(c))		**23,491**		**23,574**
Cash flow from operating activities of continuing operations before changes in non-cash working capital	**$**	**167,930**	**$**	**340,583**