

True Value Proposition

2015 Fourth Quarter and Year End Results

February 19, 2016

YAMANA GOLD

TSX: YRI | NYSE: AUY

Cautionary Note Regarding Forward-looking Statement

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CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS: This news release 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 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.

Peter Marrone

Chairman and CEO

Management Team Members on the Call

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- Gerardo Fernandez
  - Southern Operations
- Gil Clausen
  - Brio Gold
- Daniel Racine
  - Northern Operations
- William Wulftange
  - Exploration
- Barry Murphy
  - Technical Services
- Charles Main
  - Chief Financial Officer
- Jason Leblanc
  - Finance

Value Chain

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2015 - Successful Repositioning and Transition Year

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- Streamlined Organizational Structure
- Improved Mine Plans and Delivered Production at Reasonable and Improving Costs
- Improved Balance Sheet
- Recalibrated Development Assets and Balance Sheet
- Recalibrated Mineral Reserves and Mineral Resources

Well Positioned for Production, Cost, Cash Flow and Growth Objectives in 2016

Streamlined Organizational Structure

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- Enhanced management and management bench strength
  - Improved Health & Safety and Sustainable Development oversight to complement enhanced operational and technical oversight
  - Built up technical services division, now managed from Toronto
- Aligned key performance indicators to better reflect performance and pay
  - Shareholder engagement process undertaken and ongoing
- Further Rationalization of G&A
  - Consolidation of offices – closure of Sao Paulo office
  - Cash portion of 2016 G&A projected at $85M - down from a peak of approximately $123M
- Management and organizational structure better aligned with portfolio
  - Created semi-autonomous operational divisions (North, South, Brio Gold) under common corporate oversight
  - Focused management on core and cornerstone assets without overlooking smaller assets with significant leverage to gold price
- EVP structure harvests experience in exploration, business development and operations through common oversight
  - Demonstrated internal promotion and succession
  - CFO succession plan developed and transition underway

Improved Mine Plans and Delivered Production at Reasonable and Improving Costs

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- Delivered an increase in annual production within guidance range
- Production delivered at lower costs year-over-year with costs at mines among the lowest in the industry and costs at cornerstone mines among the lowest quartile in the industry
- Improved mineral resource models and mine plans have increased management confidence in operational performance and achieving targets
- Focused exploration, development and operations on cash flow generation and increasing cash flow
- Portfolio well positioned in relation to guidance for 2016

Improved Balance Sheet

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- Equity financing and streaming deal proceeds have improved balance sheet strength – debt plus working capital improvement of $350 million
- Brio Gold initiative facilitated significant operational improvement across both Yamana and Brio asset portfolios and advanced monetization alternatives
  - Monetization needs to properly balance reasonable value and expediency
  - RDM acquisition highly accretive and enhances ability to maximize the value of Brio portfolio
  - No final decisions made yet with respect to the monetization of all or any part of Brio Gold
- Targeting $300M debt reduction over 2016 and 2017
  - Target net debt/EBITDA leverage of 1.5 to 2.0 times
- Tenor of debt is well positioned and balanced for repayment over the short, medium and long term

Recalibrated Balance sheet

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- Impairments reflect:
  - Change in long-term metal price assumption
  - Change into IFRS from Canadian GAAP since certain acquisitions were made – IFRS has more mark-to-market approach to impairment review
- Book values now better and more fully reflect market realities and continue to be in line with or above consensus NAV estimates
- Impairment is non-cash and improves our DD&A
- Will evaluate book values over time, if circumstances warrant, and as required by IFRS consider any reversal
- Book value, even after impairments, still significant and not reflective of NAV particularly for such mines as Chapada and Canadian Malartic

Impairment Drivers

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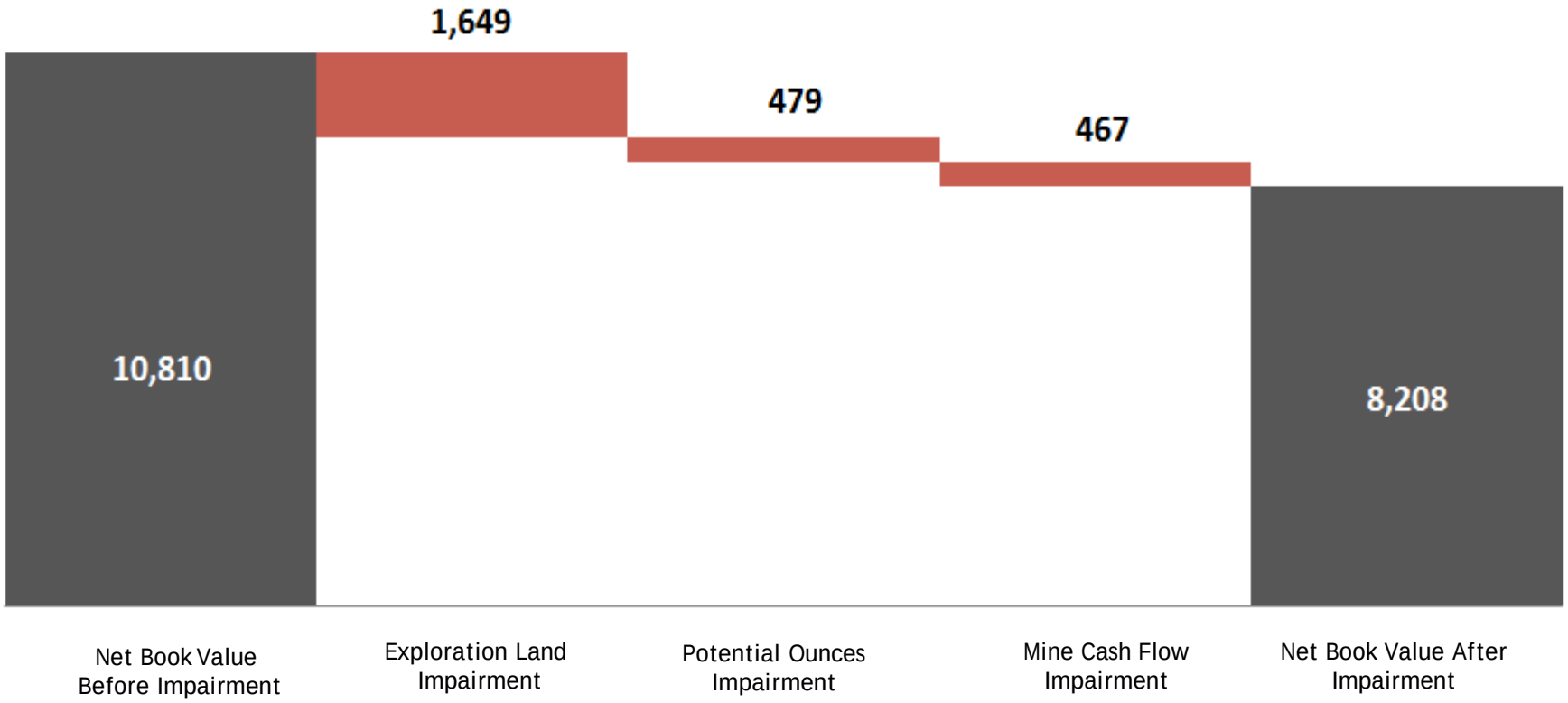

Book Value per Share = $5.11[(1)]

1. Book value based on Equity Attributable to Shareholders as of December 31, 2015.

Recalibrated Mineral Reserves and Mineral Resources

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- Updated mineral reserves and resources estimates ties into improved mine plans and increased operational predictability
- Largest decreases in reserves at Pilar, Mercedes and C1 Santa Luz
  - The majority of the decrease over and above depletion was recategorization to resources at Pilar and C1 Santa Luz
  - Expect these resources to be upgraded back into reserves
- Significant resource base to build on, targeting upgrading resources to reserves
  - Established history of resource conversion across portfolio
- Going forward there is considerable exploration potential at cornerstone mines: Chapada (Sucupira), El Peñón and Canadian Malartic (Odyssey)
- And at other mines and assets: Jacobina, Gualcamayo (Deep Carbonates), Minera Florida, Kirkland Lake and Monument Bay

Change in Gold Mineral Reserves(1)

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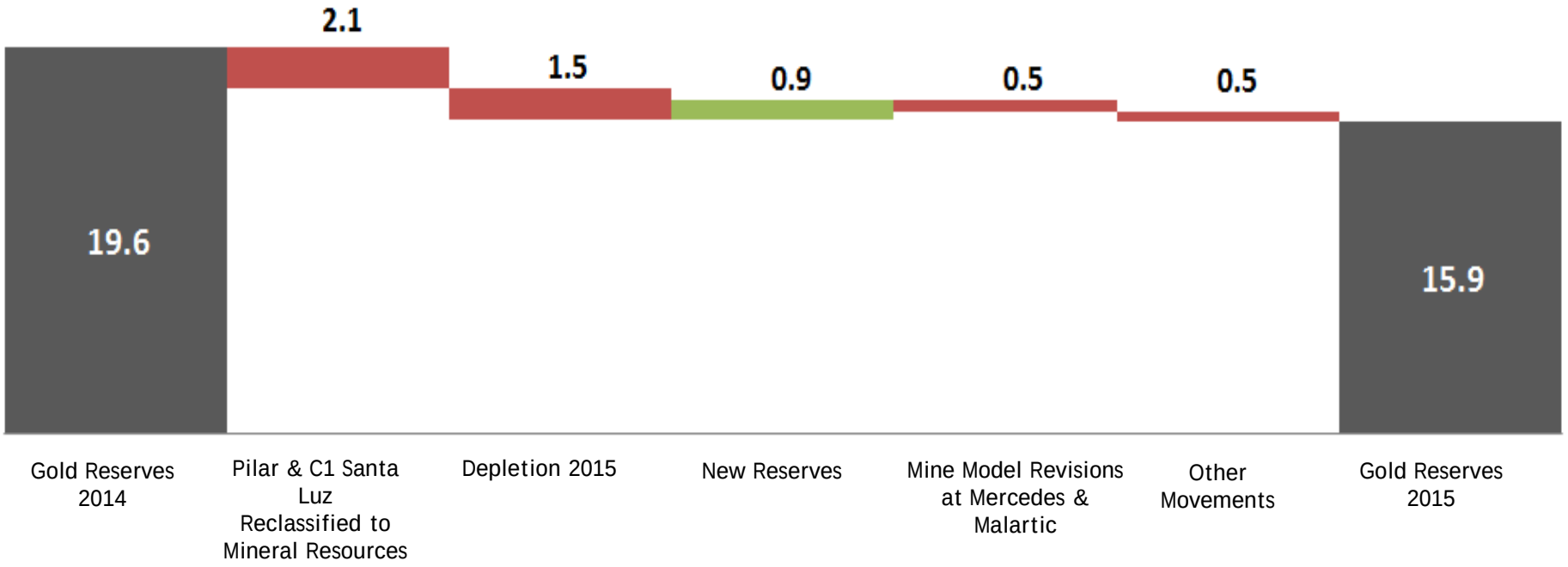

Silver Mineral Reserves: 98M ozs.

Copper Mineral Reserves: 3.1B lbs.

1. Gold mineral reserves in million of ounces.

Changes in Gold Measured & Indicated Mineral Resources(1)

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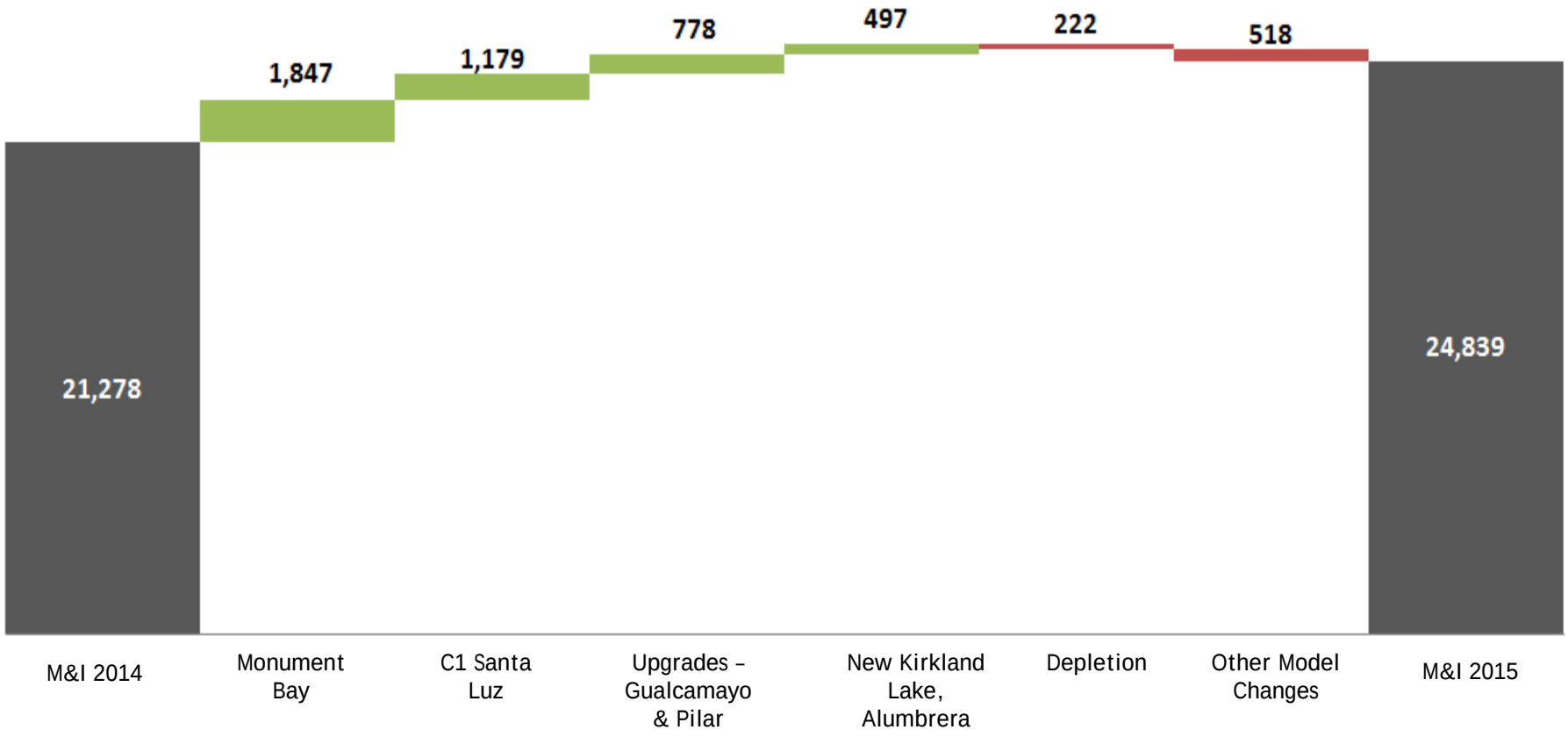

Silver M&I Resources: 65M ozs.

Copper M&I Resources: 945M lbs.

1. Gold M&I Resources in million of ounces.

Changes in Gold Inferred Mineral Resources[1]

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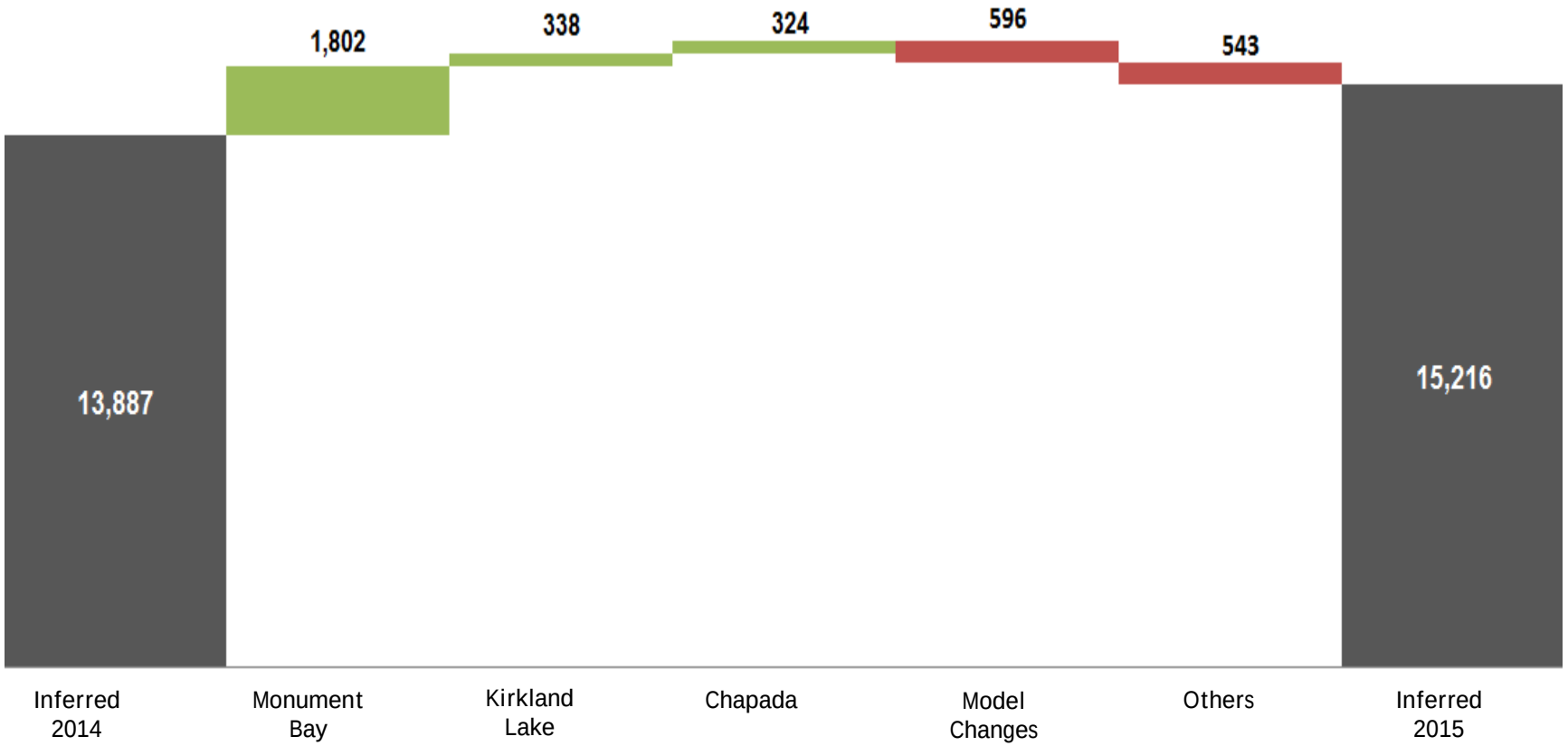

Silver Inferred Resources: 81M ozs.

Copper Inferred Resources: 711M lbs.

1. Gold Inferred Resources in million of ounces.

Operational Results Overview

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	2015		2016E	
Production				
Gold (ounces)	1.275M		1.234M – 1.305M	
Silver (ounces)	9.0M		6.915M – 7.173M	
Copper (lbs Chapada)	131M		122 – 125M	
Costs	Gold	Silver	Gold	Silver
Cash Costs[1] per ounce	$596	$7.12	$525	$6.20
All-in Sustaining Costs[1,2] per ounce	$842	$10.81	$800	$10.20
Co-Product Cash Costs per pound of copper (Chapada)	$1.46		$1.32	

Poised to meet or exceed 2016 targets as a result of repositioning and 2015 performance

Projecting stable production at lower by-product cash costs year-over-year

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015
2. Includes cash costs, sustaining capital, corporate general and administrative expense, and exploration expense.

Gerardo Fernandez

Southern Operations

Operations Snapshot
Brazil

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Chapada

- Sequential quarter-over-quarter production increases throughout year
- 11% increase in gold production over 2014 on 18% higher grades
- Co-product gold and copper cash costs decreased by 20% and 13%
- Initiatives to increase recoveries and throughput with minimal capex

Production	
Q4	2015
34,498 oz. Au 36.6M lbs Cu	119,059 oz. Au 131.0M lbs Cu

Cash Costs(1,2,3)	
Q4	2015
($432)/oz. Au $1.30/lb	($520)/oz. Au $1.46/lb

Jacobina

- 28% increase in production and 27% decrease in costs year-over-year
- 22% higher grade for 2015; development into higher grade areas continue to advance
- Production expected to continue to increase in 2016 - 2018

Production	
Q4	2015
28,727 oz. Au	96,715 oz. Au

Cash Costs(2)	
Q4	2015
$609/oz. Au	$788/oz. Au

1. Gold cash costs on a by-product basis.
2. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015.
3. Copper cash costs on a co-product basis.

Operations Snapshot
Chile

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El Peñón

- Q4 production was the highest quarter of the year and above levels from Q2 and Q3
- 14% increase in gold production and 20% decrease in costs versus Q3
- Focus on improving operating efficiency and reducing costs in 2016

Production	
Q4	2015
59,375 oz. Au 1,584,280 oz. Ag	227,288 oz. Au 7,692,811 oz. Ag

Cash Costs[1]	
Q4	2015
$544/oz. Au $9.32/oz. Ag	$621/oz. Au $8.38/oz. Ag

Minera Florida

- Gold production was 12% higher year-over-year due to higher throughput and feed grades
- Higher gold and silver production compared to Q4 2014 was the result of increased throughput; higher throughput expected to be sustained in 2016

Production	
Q4	2015
29,180 oz. Au 202,643 oz. Ag	112,580 oz. Au 660,997 oz. Ag

Cash Costs[1]	
Q4	2015
$666/oz. Au $7.49/oz. Ag	$712/oz. Au $9.46/oz. Ag

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015.

Operations Snapshot
Argentina

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Gualcamayo

- Record annual production from increased throughput
- Q4 production increased 20% from Q3 on improved recoveries in the heap leach pad and completion of ADR plant expansion
- Q4 cash costs 10% lower year-over-year and 11% lower quarter-over-quarter due to higher production and the devaluation of the Peso

Production	
Q4	2015
52,864 oz. Au	180,674 oz. Au

Cash Costs(1)	
Q4	2015
$798/oz. Au	$814/oz. Au

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015

Gil Clausen

Brio Gold

Operations Snapshot
Brio Gold

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Pilar

- 38% increase in production and 9% decrease in cash costs over 2014 from the contribution of Maria Lazarus, higher recoveries, and higher throughput
- Cash costs improved sequentially throughout the year; Q4 costs 6% lower than Q3

Production	
Q4	2015
21,326 oz. Au	83,184 oz. Au

Cash Costs(1)	
Q4	2015
$609/oz. Au	$708/oz. Au

Fazenda Brasileiro

- Production increased 6% and costs decreased 12% compared to Q3 due to higher feed grade
- Cash costs improved sequentially throughout the year and were 13% lower than 2014

Production	
Q4	2015
17,953 oz. Au	60,914 oz. Au

Cash Costs(1)	
Q4	2015
$586/oz. Au	$702/oz. Au

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015.

C1 Santa Luz - Update

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Drilling Program

- Drilling on schedule to complete within next few weeks
- Primary objective to characterise the resource geo-mineralogy and delineate dacitic and carbonaceous ore types
- Possible benefit of increasing the gold resource size and quantity
- New mineral reserve and resource estimated expected by mid-year

Metallurgical Testwork

- Optimize processing parameters for carbonaceous ores
- 84% overall average recoveries expected

Detailed Technical Study

- New geo-metallurgical model and revised mine plan and plant modification
- Detailed capital and operating cost estimates being prepared
- Study to be prepared by independent 3rd party consultants – RPA and Ausenco

Construction decision expected to be evaluated in Q2 2016

Mineracao Riacho dos Machados ("MRDM")

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Overview

- MRDM has infrastructure in place, is easily accessible and within proximity to Brio's mines
- Conventional open pit with 7,500tpd CIL plant
- Started production in March 2014 – currently operating at reduced capacity due to water availability
- 2016 production expected to be ~50,000 oz
- Modest capital required to get to full run rate of ~100,000 oz/year and expected average AISC <$800/oz over a 7 year mine life based on current mineral reserves
- Proven and probable reserves of 711,000 ounces with significant exploration upside
- Technical due diligence conducted by Brio, Yamana and Roscoe Postle and Associates (RPA)
- Updated 43-101 technical report completed by RPA in February 2016



Daniel Racine

Northern Operations

Operations Snapshot
Canada and Mexico

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Canadian Malartic (50%)

- Record annual production from higher grades and throughput
- Cash costs positively impacted by higher production and devaluation of the Canadian dollar

Production	
Q4	2015
72,872 oz. Au	285,809 oz. Au

Cash Costs[1]	
Q4	2015
$606/oz. Au	$596/oz. Au

Mercedes

- Production and costs impacted by dilution and lower gold and silver grades
- Transition from long hole to cut and fill mining has been completed
- Grades and recovery rates for both gold and silver all improved over Q3

Production	
Q4	2015
20,407 oz. Au 102,116 oz. Ag	84,137 oz. Au 382,943 oz. Ag

Cash Costs[1]	
Q4	2015
$852/oz. Au $6.91/oz. Ag	$887/oz. Au $7.91/oz. Ag

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015

William Wulftange

SVP, Exploration

2015 Mineral Reserves and Mineral Resource Estimate

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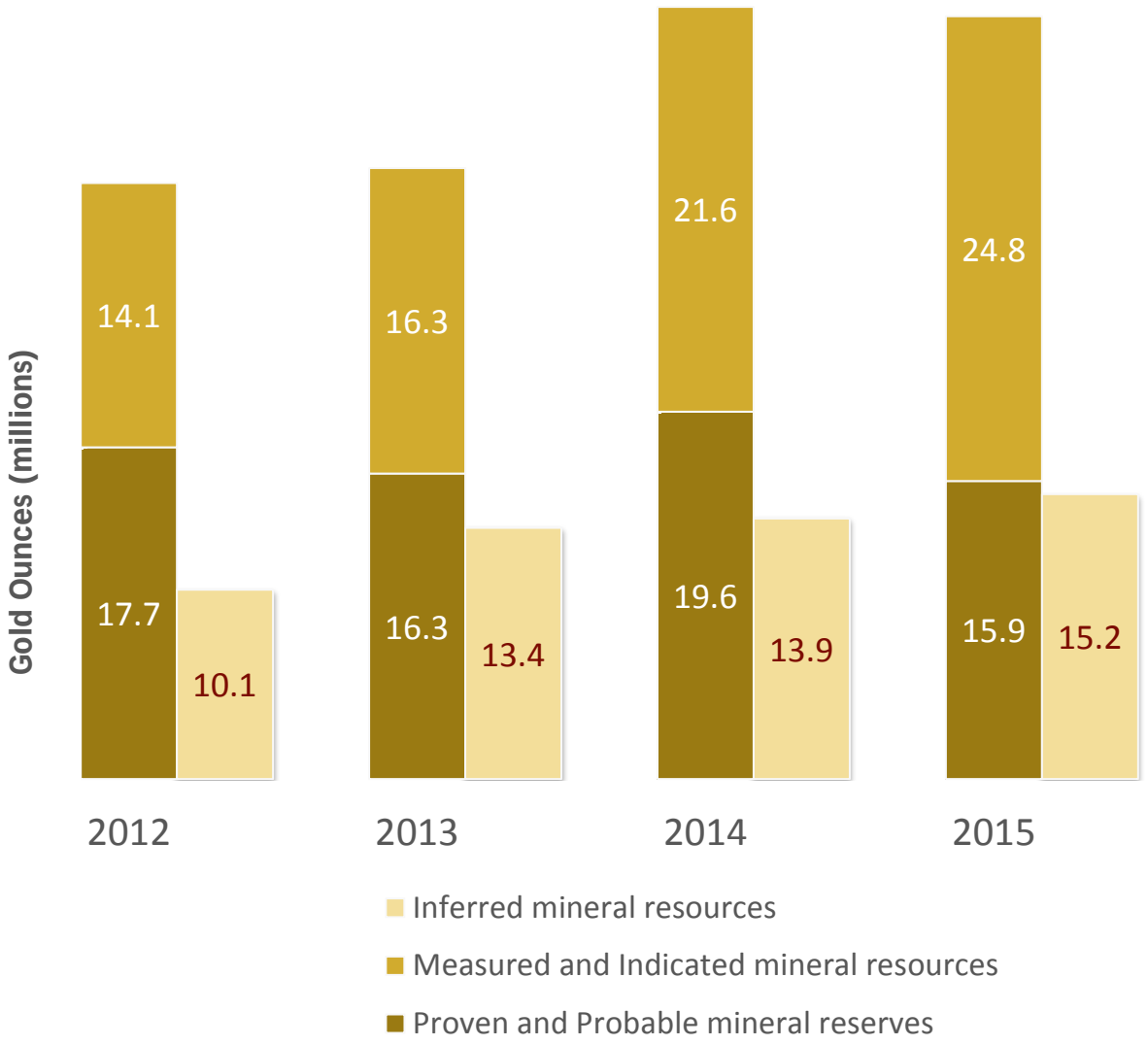

Lower gold reserves are the result of mine depletion, C1 Santa Luz reserve ounces moved to M&I resources, and mine model revisions at Mercedes and Pilar

Results at Chapada continue to underpin successful program and further potential

2016 Exploration Program Goals

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Chapada	▪ Increase mineral resources at Sucupira – delineation of Sucupira ▪ Advance near mine targets Santa Cruz, others
El Peñón	▪ Extend known veins, Dorada Sur, Ventura, Borde Norte, Abundancia Corridor ▪ Upgrade mineral resources to support production plans and strategic life of mine ▪ Explore for 200k – 500k near existing infrastructure
Canadian Malartic	▪ Drilling at the Odyssey mineral body, inferred resource by YE2016
Other	▪ Gualcamayo – infill drill and test for deep extensions and targets near current mine and extend QDDLW ▪ Minera Florida – Discovery of new deposits ▪ Cerro Moro – Discovery of new high grade structure and expand current indicated mineral resources

Barry Murphy

SVP, Technical Services

Technical Services Development Pipeline

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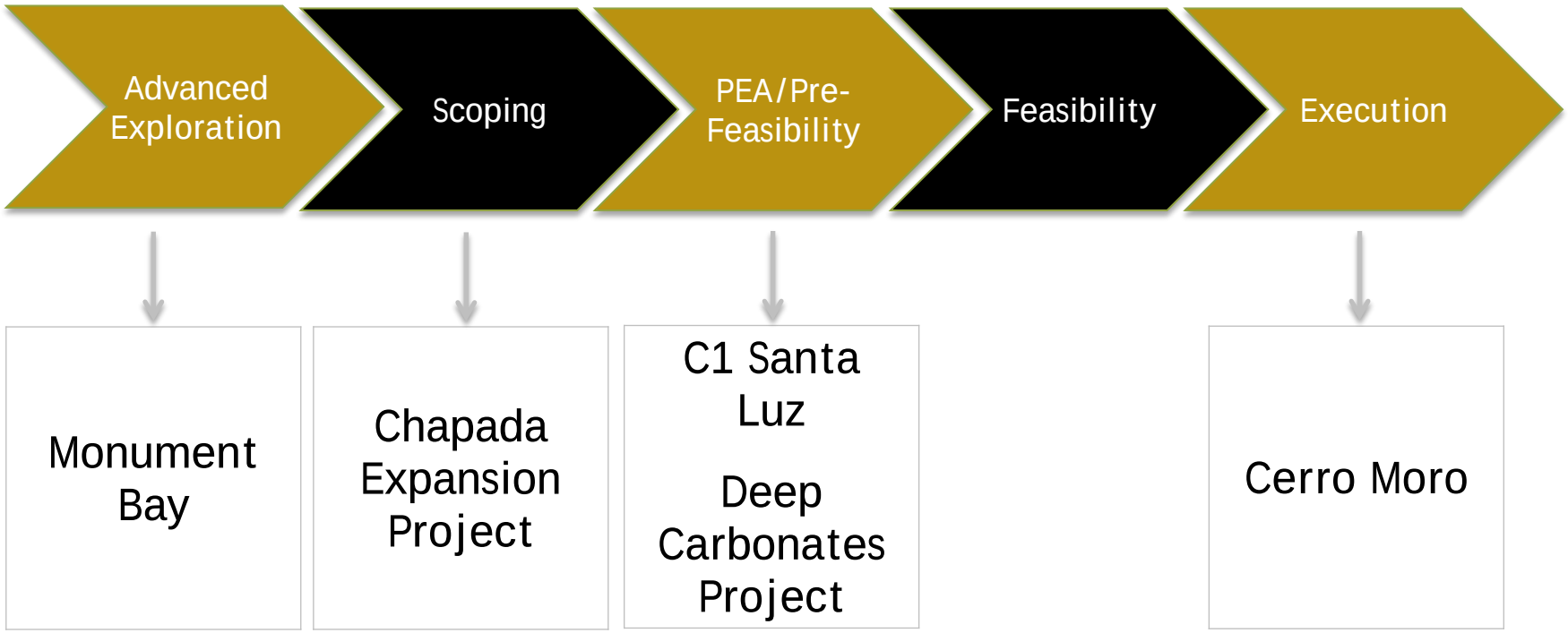

Cerro Moro – Project Summary

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- Completed a new baseline for the feasibility study during H2 2015
- New execution schedule advances underground mining works thereby mitigating potential ramp-up delays and providing detailed information regarding underground mining conditions
- Construction commenced in February 2016 as planned with earth movement and concrete works planned for completion by year end
- Detailed engineering expected to be complete prior to start of plant construction in Q1 2017
- Production expected to commence in Q1 2018

- Updated capital schedule
  - Initial Capital: $285M
  - LOM Sustaining Capital: $119M
  - 2016 Capital Expenditures: $49M

LOM average mined grade:
12.0 g/t gold and 604 g/t silver

Key Operational Estimates	
First 3 years – Annual Production	
Gold production	150,000
Silver production	7,200,000
Life of Mine Average	
Annual gold production	130,000
Annual silver production	6,400,000
Cash costs/oz Au	$339 - $357
Cash costs/oz Ag	$4.77 - $5.01
AISC/oz Au	$501 - $527
AISC/oz Ag	$6.99 - $7.35

Charles Main

Chief Financial Officer

Delivering Financial Performance

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	Q4 2015	FY 2015
Revenue	$463M	$1,825
Gold Sales (ounces)	342,194	1,248,401
Silver Sales (ounces)	1.88M	8.90M
Copper Sales (lbs Chapada)	38.6M	126.0M
Adjusted Earnings/(Loss)[1]	$(7.5)M	$(73.7)
Per share:	$(0.01)	$(0.08)
Adjusted Cash Flow[1,2]	$151M	$530M
Per share:	$0.16	$0.57

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015.
2. Cash flow generated from operations before changes in non-cash working capital. Adjusted for one-time items including $148M in deferred revenue on metal agreements which is a one-time positive cash flow.

Gross Margin Analysis

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	Q4 2015	Q4 2014	2015	2014
Average Gold Price	$1,101	$1,199	$1,156	$1,256
Revenue	463.0	542.9	1,824.9	1,835.1
Cost of Sales	269.7	318.6	1,088.0	1,045.38
Gross Margin $	**193.3**	**224.3**	**736.9**	**789.3**
Gross Margin %	41.8%	41.3%	40.4%	43%

- The company has been able to maintain a healthy and comparable gross margin during the year despite falling metal prices.
- In 2015 the decrease in metal prices from the respective comparative periods of 2014 negatively impacted revenues by $70M and $210M respectively while gross margin remained relatively constant across comparative periods
  - Gold prices decreased approximately $100/ounce from 2014 to 2015
- If metal prices had remained constant the gross margins for Q4 2015 and FY 2015 would have been 49.8% and 46.5% respectively, underpinning the company's low cost structure and ability to weather a lower price environments

Strengthened Balance Sheet

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	YE 2014	YE 2015
Cash	$191M	$120M
Available Credit	$590M	$814M
Debt	$2,060M	$1,774M
Working Capital	$43M	$107M
DD&A	$504M	$542M
Corporate G&A	$122M	$118M
Exploration Expense	$20M	$23M
Capital Expenditure	$662M	$379M

Reduced debt position by $286M and improved working capital position by $64M

1. Includes debt assumed from the acquisition of Canadian Malartic which is neither corporate nor guaranteed by Yamana.

Credit Facility and Net Debt Position

Improving the Balance Sheet

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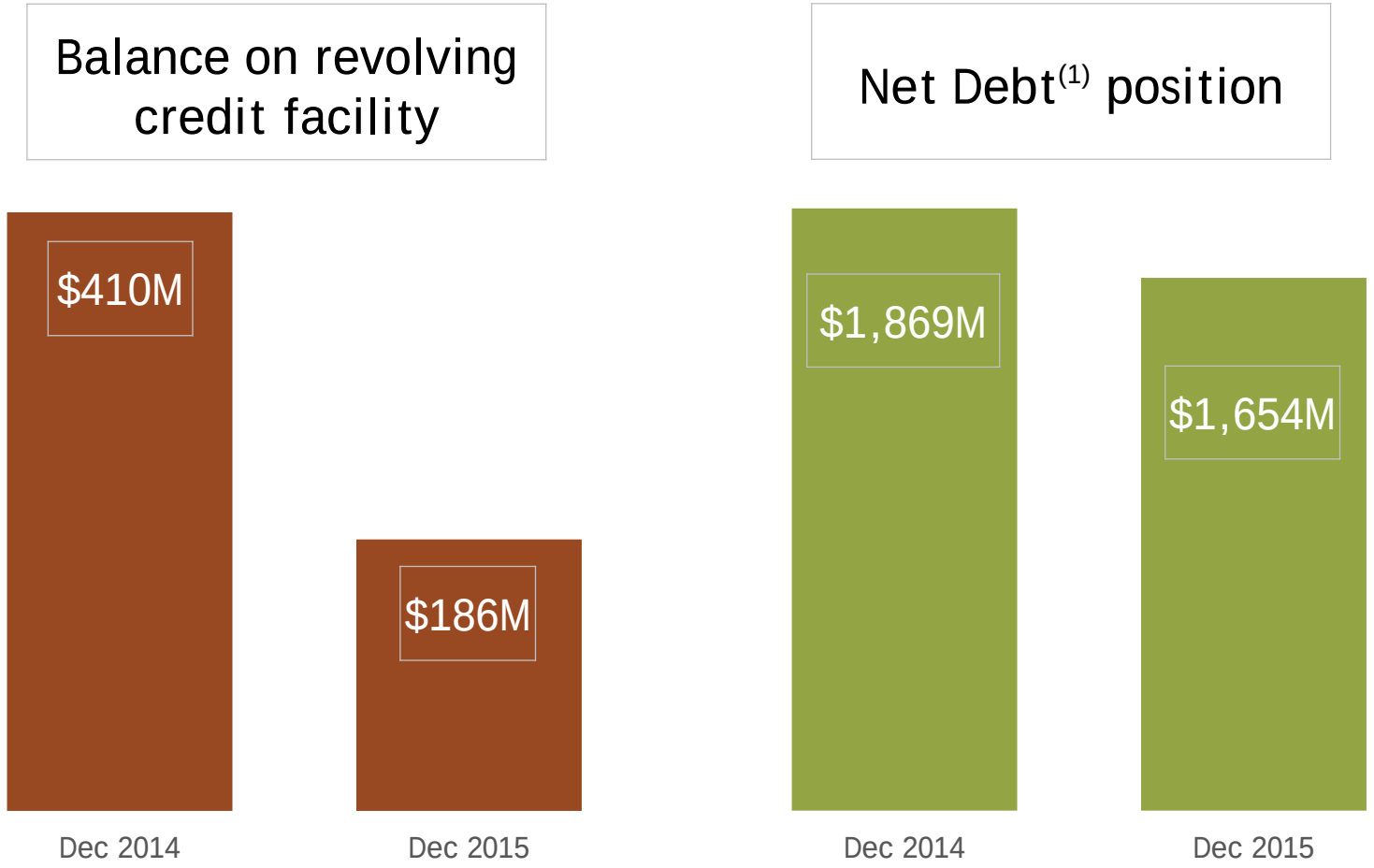

Reduction in Net Debt of $215M. In addition, repaid other financial liabilities of $52M.

1. Includes debt assumed from the acquisition of Canadian Malartic which is neither corporate nor guaranteed by Yamana. This is typically not included in our net debt calculation.

Manageable Debt Repayment Schedule

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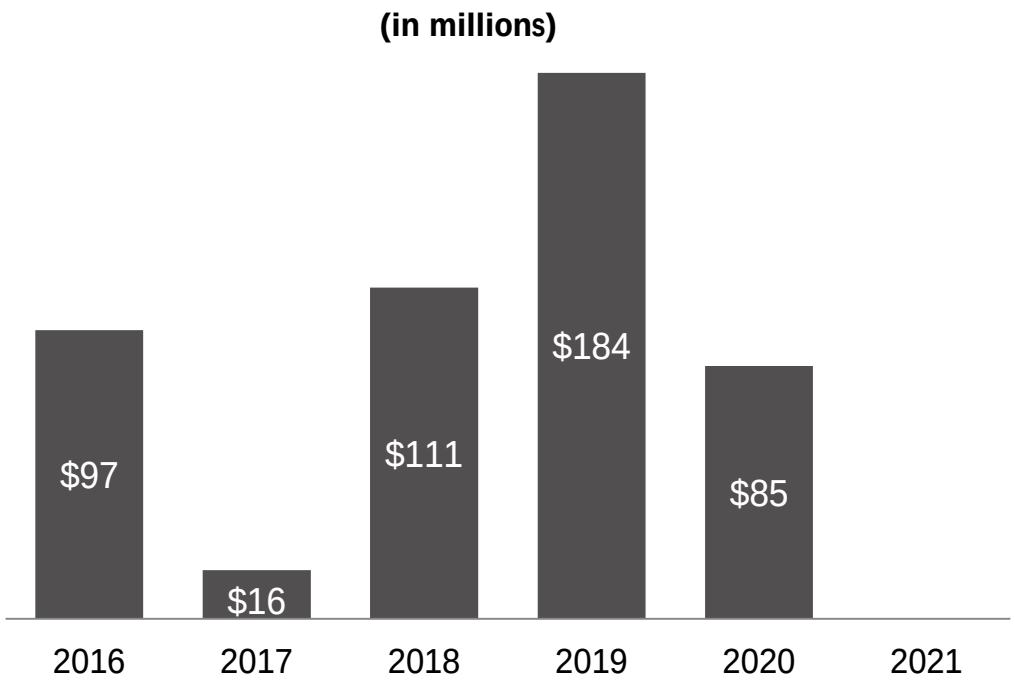
Significant balance sheet flexibility due to modest debt repayments over short-term



Targeting debt reduction of $300M between 2016 & 2017

Targeting normalized net debt/EBITDA ratio between 1.5 to 2.0 times

Cerro Moro expected to begin contributing cash flow in 2018

$113M in principal repayments required over the next two years

Note: As of December 31, 2015. Includes corporate debt and debt assumed from the 50% interest in Canadian Malartic which is neither corporate nor guaranteed by Yamana. Does not include revolving facility. As is normal practice the Company will seek to refinance the facility prior to maturity in May 2020.

Impairment Review

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(In millions of US Dollars)	Impairment drivers *(iii)*			2015		As at December 31, 2015
Cash Generating Units ("CGUs")	**Mine Cash Flows**	**Value of Potential Ounces**	**Value of Exploration Land**	**Total Impairment (Pre-Tax)**	**Total Impairment**	**Net Book Value *(ii)***
Gualcamayo	227	316	29	572	371	436
Argentina - exploration properties & other *(i)*	–	–	510	510	336	545
Mercedes	58	133	368	559	391	174
El Peñón	–	–	544	544	339	1,414
Minera Florida	41	30	198	269	218	378
Brio Gold Inc.	92	–	–	92	62	434
Alumbrera	49	–	–	49	40	–
Chapada	–	–	–	–	–	596
Jacobina	–	–	–	–	–	716
Canadian Malartic and Canadian Exploration	–	–	–	–	–	1,514
Cerro Moro	–	–	–	–	–	594
Agua Rica	–	–	–	–	–	1,139
Advance-stage and other exploration assets *(iv)*	–	–	–	–	–	268
Total	**$ 467**	**$ 479**	**$ 1,649**	**$ 2,595**	**$ 1,757**	**$ 8,208**

i. Argentina - Exploration properties & other includes certain exploration properties such as Suyai, Don Sixto, among others, acquired by the Company as part of the Viceroy, Meridian and Extorre acquisitions.
ii. Net Book Values are after the impairment recorded during the period.
iii. Represents management's assessment of the value changes driving the impairments of the mineral properties.
iv. Advance-stage and other exploration assets includes Jeronimo, La Pepa, among others.

Stable Cash Cost Structure
Achieving Low Cost Levels

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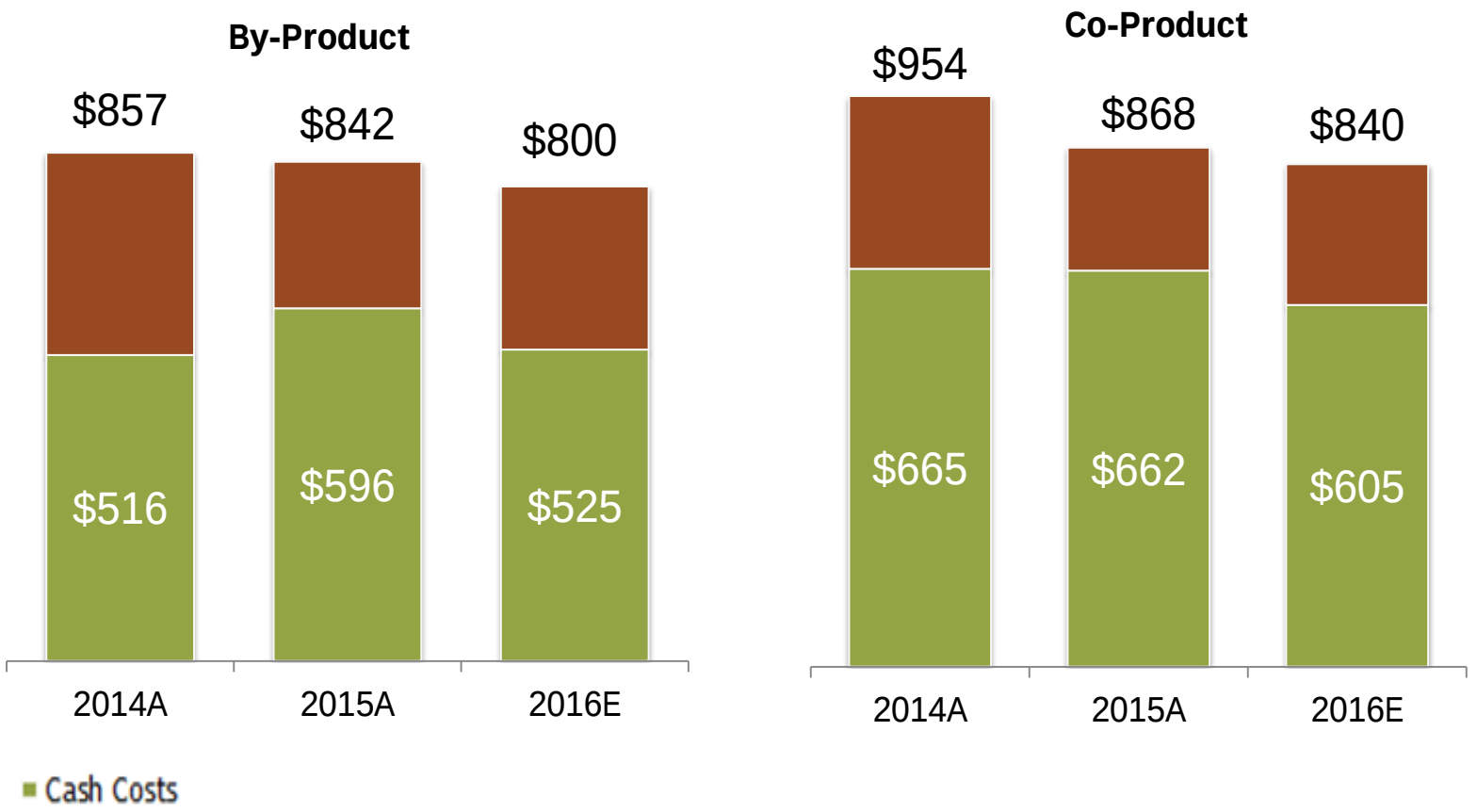
All-in Sustaining Costs[1,2]



Cost structure continues to decline with further improvement expected

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015 .
2. Includes cash costs, sustaining capital, corporate general and administrative expense, and exploration expense.

Additional Information on Hedging

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- During Q4, all of the Company's Brazilian Reais hedges expired and the Company does not have any further hedging in place.
  - The settled hedges negatively impacted the income statement by $23M.

- As at December 31, 2015, the Company had 42 million pounds of copper forward contracts in place for the first half of 2016 at an average sales price of $2.20 per pound.
  - This will have the impact of decreasing our cash costs and AISC as it positively impacts on realized copper price

2016-2018 Expectations

Gold Production

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	2015A	2016	2017	2018
Gold Ounces				
Chapada	119k	116k – 122k	110k	90k
El Peñón	227k	235k – 250k	245k	245k
Canadian Malartic (50%)	286k	280k – 290k	300k	305k
Gualcamayo	181k	150k – 165k	155k	150k
Mercedes	84k	85k – 90k	88k	82k
Minera Florida	113k	110k – 115k	110k	110k
Jacobina	97k	110k – 115k	120k	130k
Pilar	83k	85k – 90k	100k	98k
Fazenda Brasileiro	61k	63k – 68k	65k	65k
Cerro Moro	-	-	-	76k
Total Yamana	1.275M(1)	1.23M – 1.31M	1.29M	1.35M

(1) Includes 25k oz from Alumbrera

Continue to project year over year gold production growth

2016-2018 Expectations

Silver and Copper Production

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	2015A	2016	2017	2018
Silver Ounces				
Total Yamana	9.0M	6.9M – 7.2M	6.9M	10.5M

	2015A	2016	2017	2018
Copper Pounds				
Chapada	131M	122M – 125M	122M	115M

Cerro Moro to begin contributing in 2018 resulting in expected silver production at or in excess of historic levels

Significant revenue contribution from copper and silver; meaningful silver production increase in 2018

Cost Guidance

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2016 Co-Product Cash Costs[(1)] Per Ounce

	2015A			2016		
	Gold	**Silver**	**Copper**	**Gold**	**Silver**	**Copper**
Cornerstone Assets	**$555**	**$8.20**		**$512**	**$7.00**	
Chapada	$331	$3.19	$1.46	$280	$2.72	$1.32
El Peñón	$621	$8.38		$540	$7.20	
Canadian Malartic	$596	-		$585	-	
Other Assets	$776	$8.89		$697	$8.83	
Total Yamana	**$662[(2)]**	**$8.28**		**$605**	**$7.25**	

Total Consolidated 2016E Yamana By-Product Cash Costs:
$525/oz. gold and $6.20/oz. silver

Cash flow generation underpinned by high margin Cornerstone Assets

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015
2. Includes Alumbrera

Co-Product Site Level AISC Guidance

2016 AISC[(1)] Per Ounce

YAMANAGOLD

	Gold	Silver	Copper/ lb.
Cornerstone Assets	**$691**	**$9.70**	
Chapada	$350	$3.35	$1.60
El Peñón	$730	$10.00	
Canadian Malartic	$800	-	
Other Assets	**$875**	**$11.47**	

Co-Product Site Level AISC: cash costs (incl. site level G&A), sustaining capital and exploration expense

Total Consolidated Yamana Co-Product AISC[(2)]: $840/oz. gold and $10.75/oz. silver

Targeted Consolidated Yamana By-Product AISC[(2)]: $800/oz. gold and $10.20/oz. silver

Cash costs and AISC underpinned by 3 cornerstone assets with industry low cash cost levels

1. A non-GAAP measure. A reconciliation of which can be found at www.yamana.com/Q42015
2. Includes cash costs, corporate general and administrative expense, sustaining capital and exploration expense

Other Guidance

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2016 Guidance	
Sustaining Capital	$275M (included in AISC)
Expansionary Capital	$120M
Exploration	$82M (~30% included in AISC)
Corporate General & Administrative Expenses	Cash based G&A: $85M (included in AISC) Non-cash based G&A: $15M Total G&A: $100M
Tax Expense	Total: $90M Cash tax expected to be ~$50M
Depreciation, Depletion & Amortization	$470M
DD&A per Unit	$302/oz Au
	$3.92/oz Ag
	$0.30/lb Cu

- Note: In December of 2015, the newly elected Argentinian government reduced the rate for export duty (charged on gross revenues) from 5% to nil.
- DD&A reduced by $100M from previous guidance as a result of impairment

High Quality Portfolio Poised For Value Accretion

YAMANAGOLD



Delivered on production guidance in 2015 and well positioned for operational execution in 2016 and beyond

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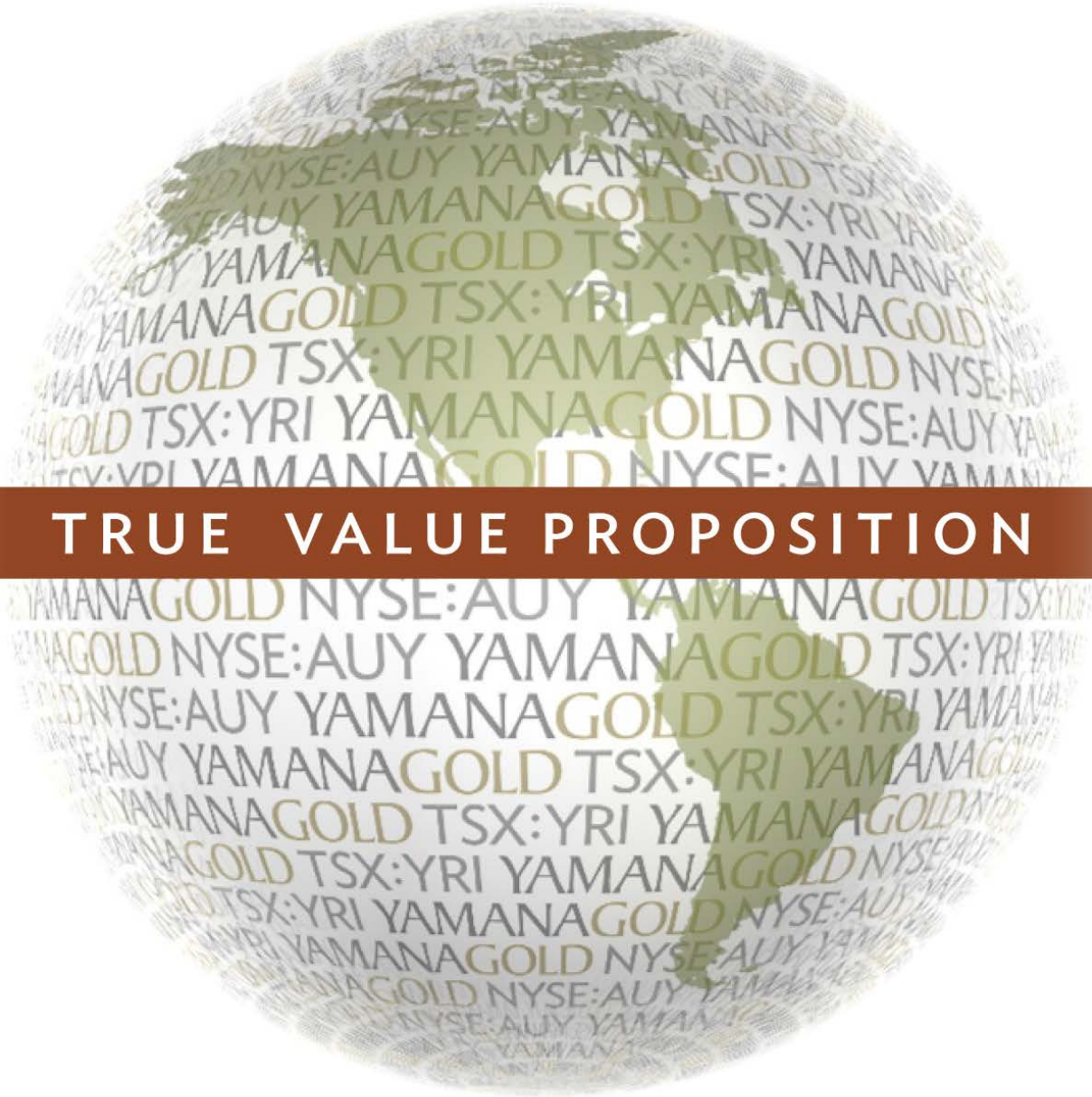

TRUE VALUE PROPOSITION