YAMANA GOLD PRESENTATION

YAMANAGOLD

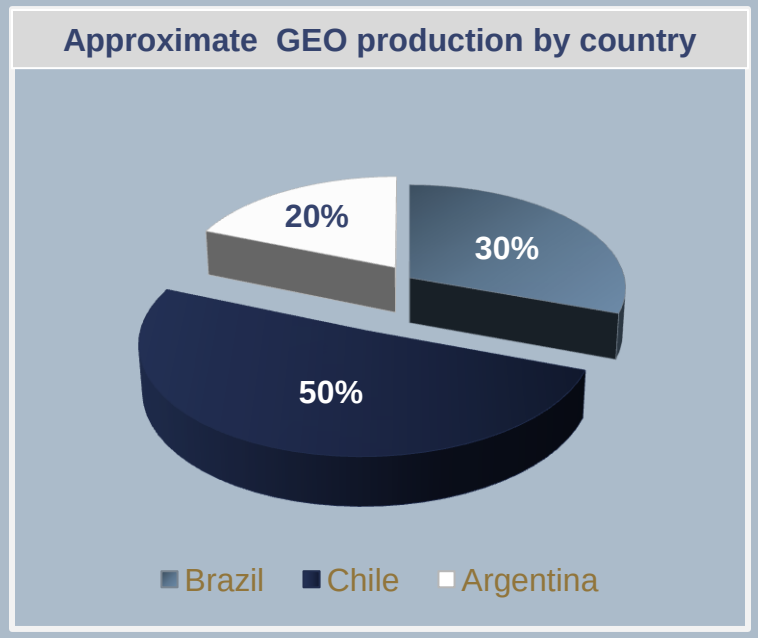
Cautionary Statement

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 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 mineral resources, risk related to non-core mine dispositions, changes in project parametres 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, 2009 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.

Our objective

To realize value by continuing to build sustainable and reliable gold production through optimizing existing operations and expanding current, near-term and in-development production plans, developing new operations and advancing our exploration properties.

Stable jurisdictions



Four core themes
Growth

PRODUCTION PER SHARE GROWTH

CASH FLOW PER SHARE GROWTH

RESOURCE PER SHARE GROWTH

VALUE PER SHARE GROWTH

Production growth

2010 Production (GEO)



Q4 2010 preliminary production

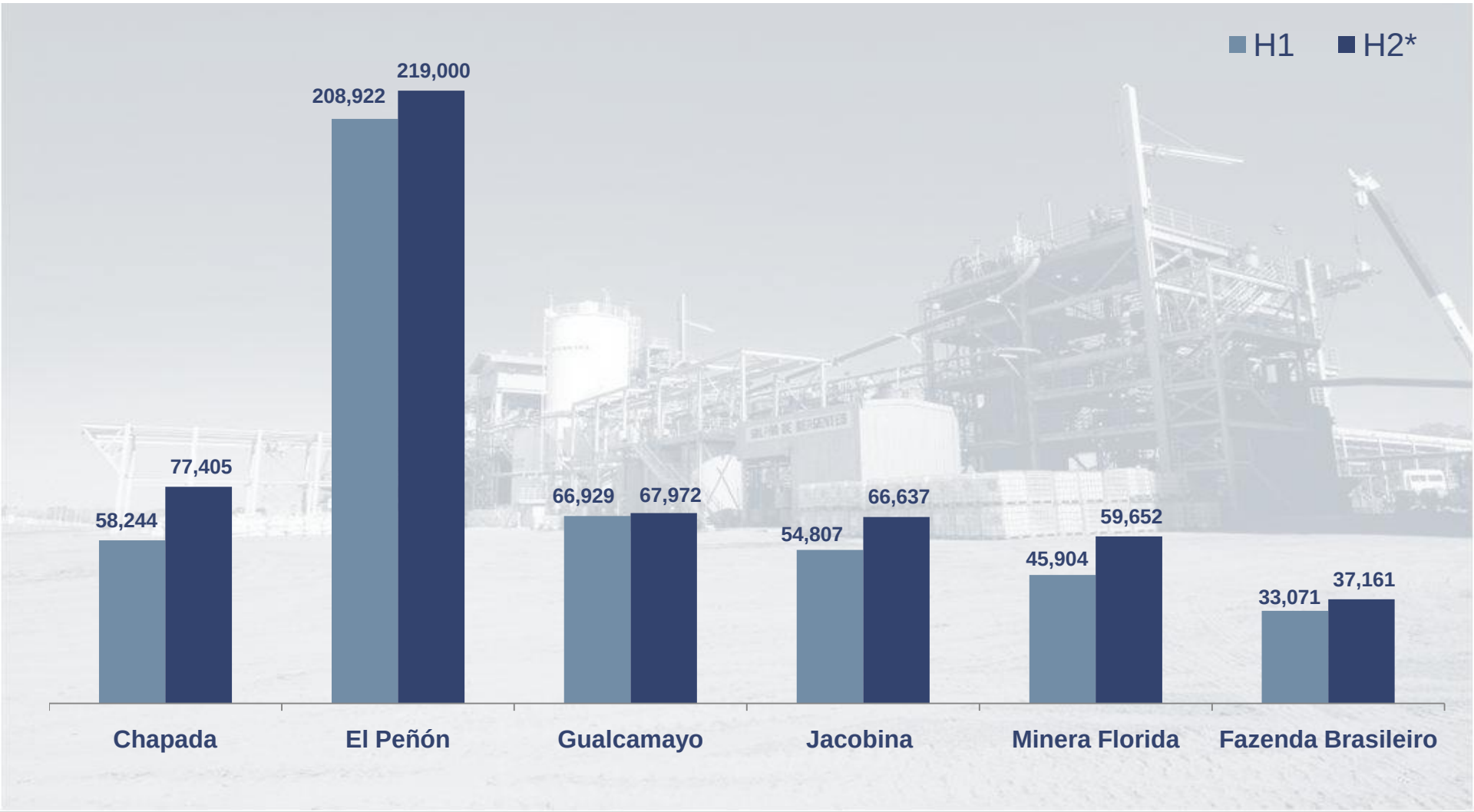
Mine (oz)	Q4-10E	FY 2010E
Chapada	37,000	135,648
El Peñón	114,000	428,134
Gualcamayo	36,000	134,901
Jacobina	34,000	122,443
Minera Florida	32,000	105,556
Fazenda Brasileiro	20,000	70,232
Alumbrera	13,000	49,595
TOTAL GEO	**286,000**	**1,046,509**
TOTAL SILVER	**2,432,000**	**10,085,000**
TOTAL COPPER (lbs)[1]	**39,930,000**	**149,381,000**

Q4 Production Highlights:
December production at Minera Florida - approx. **12,400** GEO
Gualcamayo - approx. **14,100** ozs. Au

1. From Chapada only.

Production
Strength in the second half

2010 GEO production:



* H2 production includes Q3 actual and Q4E

Operating Mines
Sustainable production base

Brazil

- **Chapada –** Open pit operation utilizing a flotation circuit to produce a copper-gold concentrate
- **Jacobina –** Underground, sub-level open stoping operation processing ore through a CIP (carbon in pulp) circuit
- **Fazenda Brasileiro** – Underground sub-level, open stoping operation processing ore through a CIP circuit



Chile

- **El Peñón** – Underground cut and fill operation, ore containing gold and silver processed through a Merrill Crowe circuit
- **Minera Florida** – Underground cut and fill and open stoping operation, ore containing gold and silver processed through conventional flotation and Merrill Crowe circuits



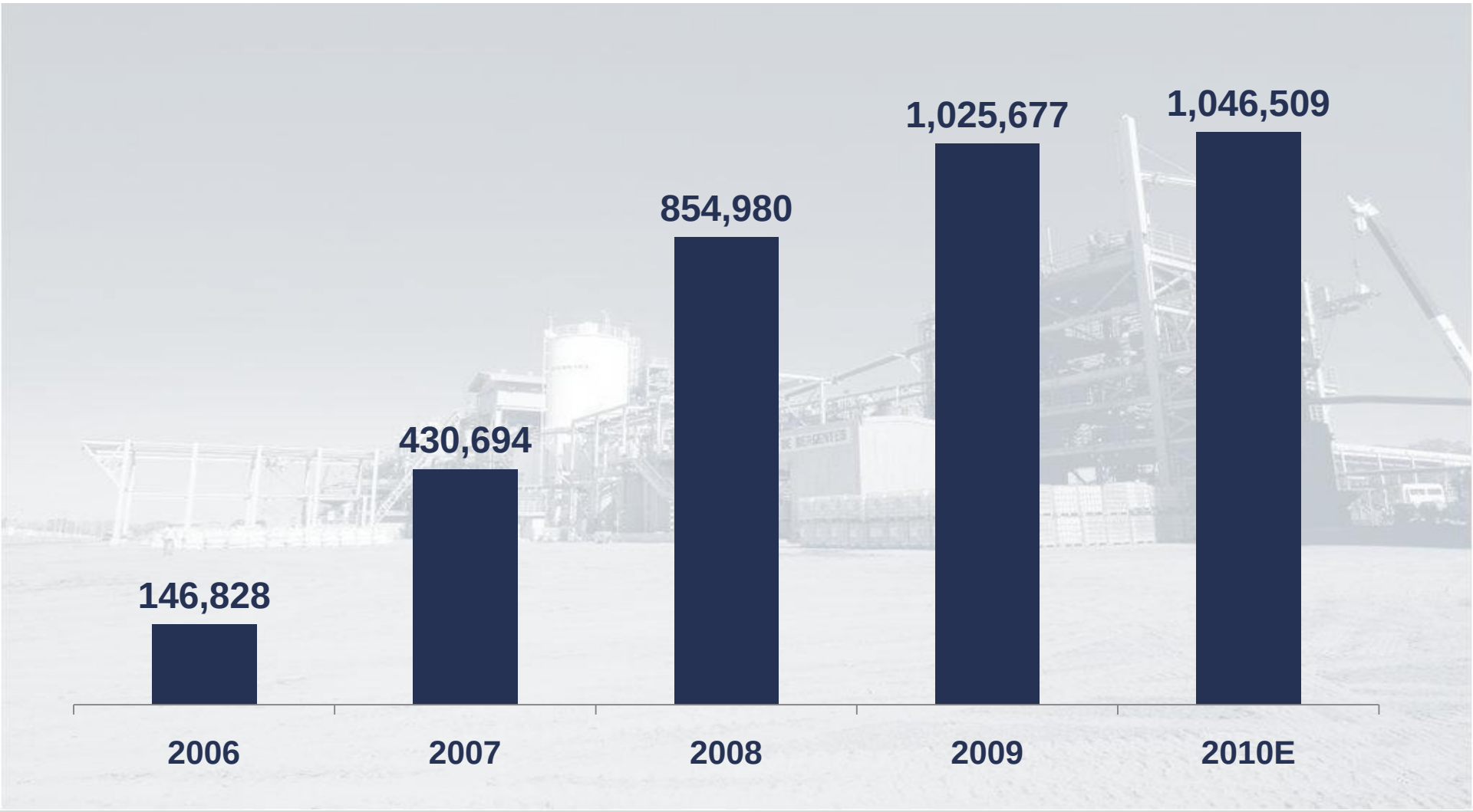
Argentina

- **Gualcamayo –** open pit, heap leach operation



Production
Proven track record of growth

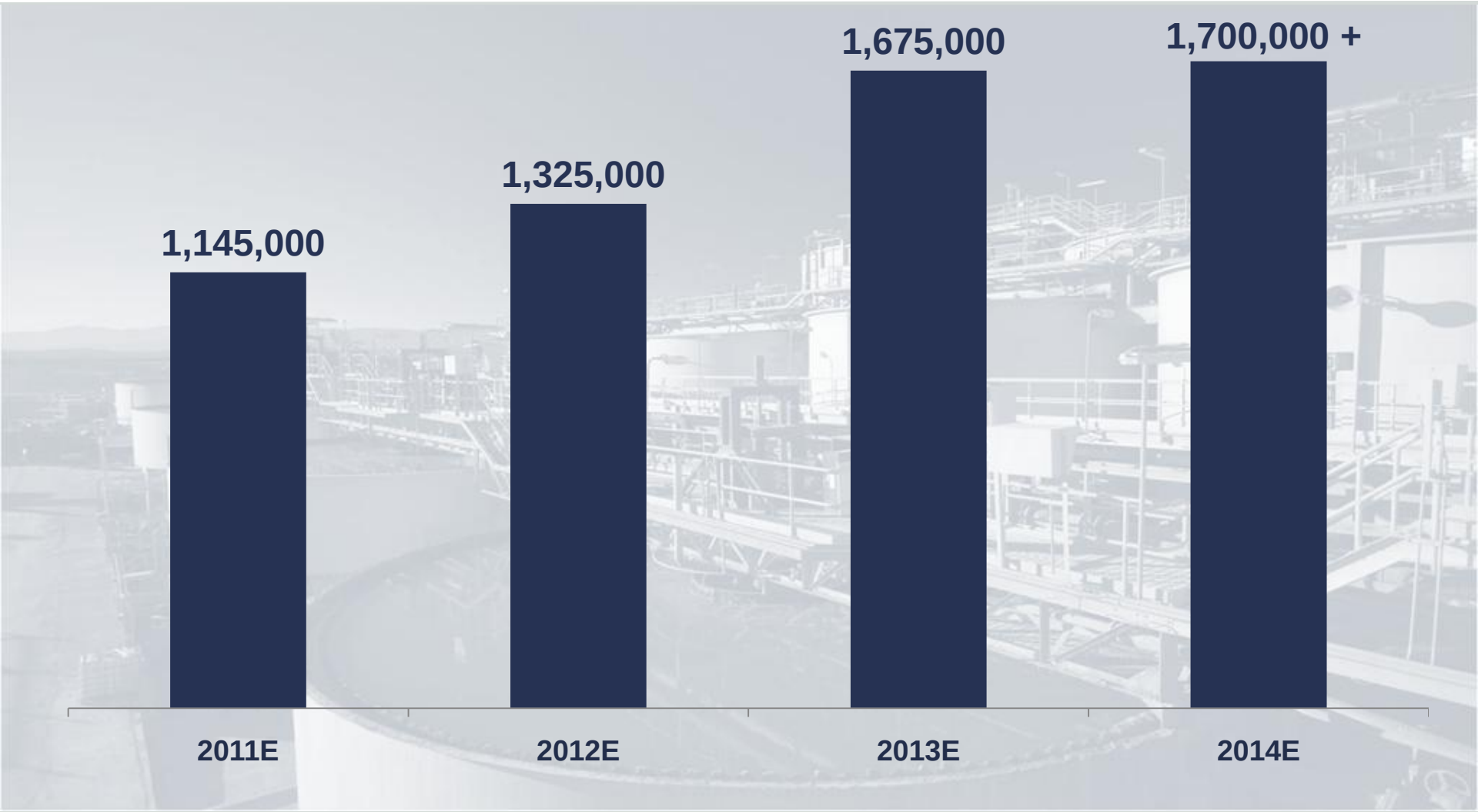
Annual GEO production: 2006-2010



Production

Building value through growth

Future Production (GEO)



Silver production is reported as a gold equivalent at a ratio of 50:1

Organic production growth
Established growth profile

Production (GEO)



Production expected to be at an annual rate of ***1.7 million*** GEO by 2014 with additional growth potential

Change 2010/2014

↑**62%**

Development Projects

Brazil

- **C1 Santa Luz** – Open pit project, processing ore through a flotation and CIL (carbon in leach) circuit
- **Pilar** – Underground room and pillar project, processing ore through a gravity and CIL circuit
- **Ernesto/Pau-a-Pique** – Open pit and underground project processing ore through a gravity and CIL circuit



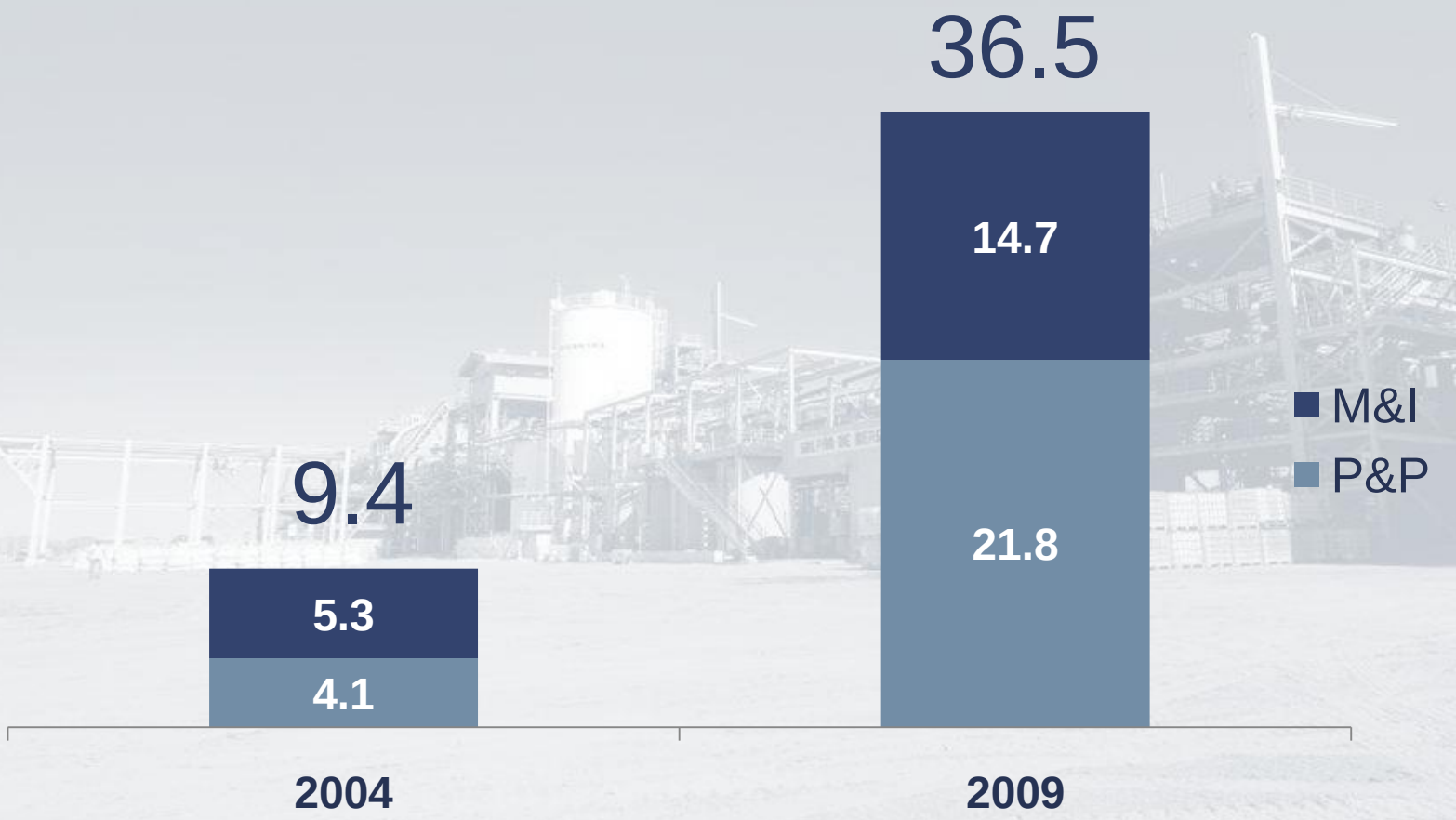
Mexico

- **Mercedes** – Underground cut and fill project processing ore through a CIL and Merrill Crowe circuit



Reserves and Resources growth
2004-2009

In millions of GEO



Over 280% growth in total mineral resources since 2004(1,2)

(1) Total mineral resources are inclusive of mineral reserves. Also includes mid-year mineral resource increases at Pilar and Gualcamayo (see Press release dated - Aug 4, 2010)
(2) Please refer to the Resources and Reserves table at the back of this presentation for further information. Silver has been treated as a gold equivalent at a 55:1 ratio

Mineral Reserve and Resource Growth
2010 - 2011

Already delivered:

- Gualcamayo ☑
- Chapada ☑
- Agua Rica ☑

Pending - Other mines and projects:

- Mercedes ☐
- Pilar ☐
- Jacobina ☐
- Fazenda Brasileiro ☐



Operating Cash Flow
Continuous growth

2010E Cash Costs: Less than $125 per GEO

2011-2013 Cash Costs: Less than $250 per GEO

Operating Cash Flow:



(1) Operating cash flow and cash costs are non–GAAP measures. A reconciliation of non-GAAP measures can be found at the end of this presentation

2010
An Important Year

- ✓ **Demonstrated complete integration and digestion of acquisitions and building efforts of 2006-2007**
- ✓ **Construction decision made on 3 projects**
- ✓ **Delivered value through record production at El Peñón and Jacobina**
- ✓ **Continued cost containment – low costs**

2011-2012
Continuing Focus

- Advance development projects
  - 4 projects to commence production in the next 2 years
- Continue value creation through organic means and strategic initiatives
- Margin growth and cost containment
  - Continued low cash costs
- Unlock value within existing portfolio

- **2011 – a positioning year for imminent production growth beginning in 2012**
  - **Resource growth year**
  - **Continuing cash flow growth**

Unlocking value through further exploration

Future Opportunities
Enhancing value

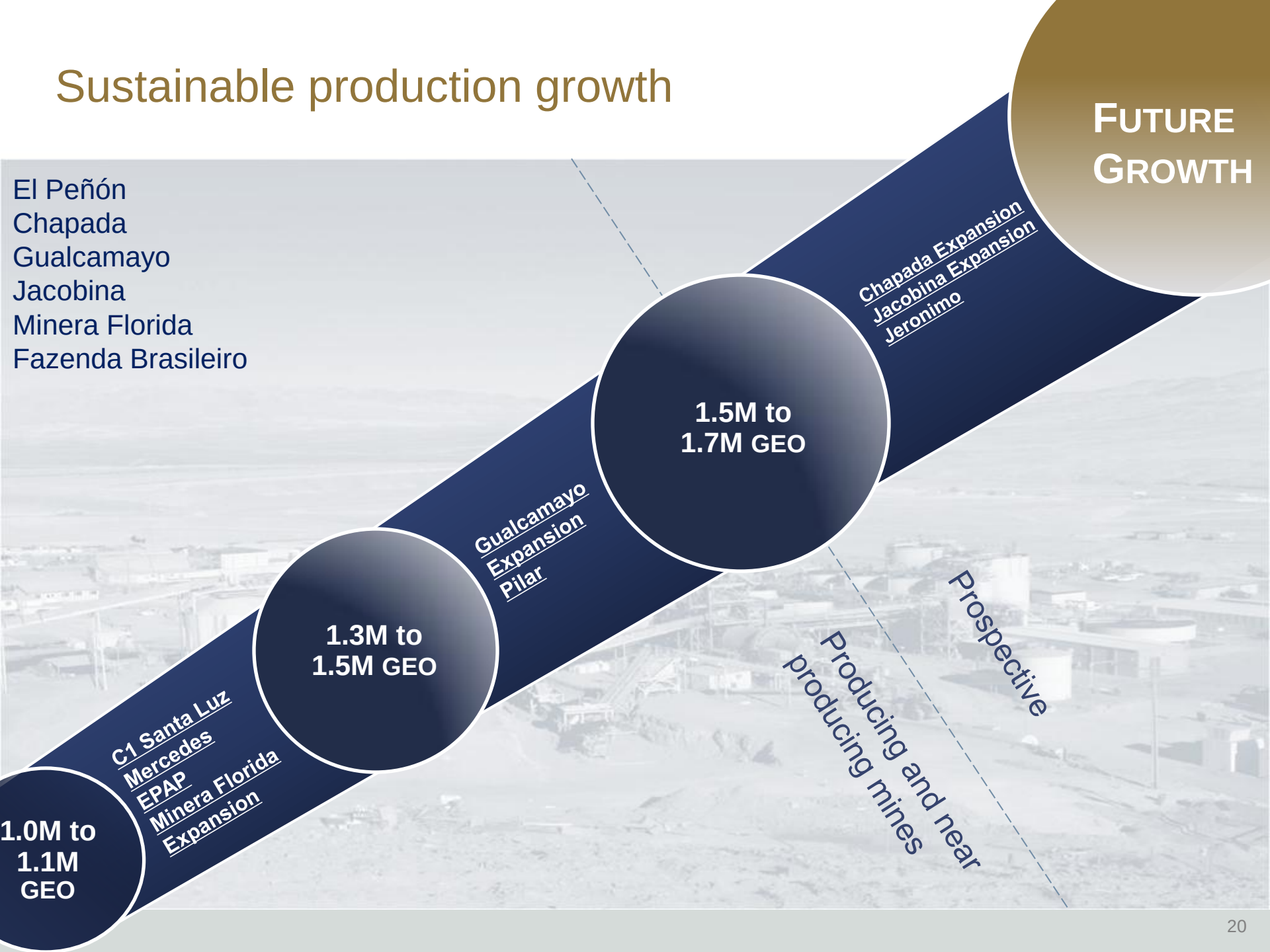
Expansion and production increase opportunities:

- Chapada
- Jacobina
- Pilar
- Mercedes
- Jeronimo - Feasibility in 2011
- Agua Rica - Strategic initiatives
- Suyai

- **New exploration projects advancing with a significant pace of discovery**



Sustainable production growth



Continuing Focus

Growth company generating free cash flow

1102 - 150 York Street
Toronto, Ontario
M5H 3S5

Lisa Doddridge
Vice President, Corporate Communications
and Investor Relations
(416) 945-7362
Email: lisa.doddridge@yamana.com

www.yamana.com

YAMANAGOLD

APPENDIX:

MINERAL RESERVES AND MINERAL RESOURCES

RECONCILIATION OF NON-GAAP MEASURES

Mineral reserves and mineral resources

Mineral reserves (proven and probable)

GOLD	Proven Reserves			Probable Reserves			Total Proven & Probable		
	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)
Alhue/Minera Florida	1,504	4.27	207	2,148	5.97	412	3,652	5.27	619
Alumbrera (12.5%)	38,750	0.40	498	1,250	0.29	12	40,000	0.40	510
Chapada	166,312	0.22	1,166	153,102	0.20	992	319,414	0.21	2,158
C1-Santa Luz	13,452	1.63	706	10,336	1.44	479	23,788	1.55	1,184
El Peñón	1,142	5.60	206	7,374	7.27	1,724	8,516	7.07	1,930
Ernesto/Pau a Pique	2,279	3.86	283	4,827	2.75	427	7,106	3.11	710
Fazenda Brasileiro	1,864	2.64	158	291	2.87	27	2,155	2.67	185
Gualcamayo*	16,792	0.86	464	51,155	1.14	1,868	67,947	1.07	2,332
Jacobina	12,695	1.99	811	9,733	2.33	731	22,428	2.14	1,542
Mercedes	-	-	-	3,445	5.63	624	3,445	5.63	624
Sub Total Gold Mineral Reserves	**254,790**	**0.55**	**4,498**	**243,661**	**0.93**	**7,296**	**498,451**	**0.74**	**11,794**
Agua Rica	347,831	0.25	2,818	449,892	0.21	2,965	797,723	0.23	5,783
Total Gold Mineral Reserves**	**602,621**	**0.38**	**7,316**	**693,553**	**0.46**	**10,261**	**1,296,174**	**0.42**	**17,577**

* Gualcamayo mineral reserves estimate updated August 4, 2010 to proven mineral reserves of 17,091,074 tonnes grading 0.95 g/t gold containing 522,934 oz gold and probable mineral reserves of 58,575,156 tonnes grading 1.04 g/t gold containing 1,957,370 oz gold, for total proven and probable mineral reserves of 75,666,229 tonnes grading 1.02 g/t gold containing 2,479,498 oz gold.

** Pilar first probable mineral reserves estimate provided on August 4, 2010 of 8,871,089 tonnes grading 4.01 g/t gold containing 1,144,894 g/t gold.

Mineral reserves and mineral resources

Mineral reserves (proven and probable)

	Proven Reserves			Probable Reserves			Total Proven & Probable		
SILVER	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.
Alhue/Minera Florida	1,504	22.69	1,097	2,148	50.22	3,467	3,652	38.88	4,564
El Peñón	1,142	273.79	10,053	7,374	200.50	47,530	8,516	210.33	57,583
Mercedes	-	-	-	3,445	62.36	6,908	3,445	62.36	6,908
Sub Total Silver Mineral Reserves	**2,646**	**131.07**	**11,150**	**12,967**	**138.90**	**57,905**	**15,613**	**137.57**	**69,055**
Agua Rica	347,831	3.83	42,775	449,892	3.46	49,989	797,723	3.62	92,767
Total Silver Mineral Reserves	**350,477**	**4.79**	**53,925**	**462,859**	**7.25**	**107,894**	**813,336**	**6.19**	**161,822**
COPPER	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained	Tonnes (000's)	Grade (%)	Contained lbs (mm)
Alumbrera (12.5%)	38,750	0.39	333	1,250	0.32%	9	40,000	0.39	341
Chapada	166,312	0.33	1,192	153,102	0.30%	1,014	319,414	0.31	2,206
Sub Total Copper Mineral Reserves	**205,062**	**0.33**	**1,525**	**154,352**	**0.30%**	**1,023**	**359,414**	**0.32**	**2,547**
Agua Rica	347,831	0.57	4,386	449,892	0.43%	4,285	797,723	0.49	8,670
Total Copper Mineral Reserves	**552,893**	**0.48**	**5,911**	**604,244**	**0.40%**	**5,308**	**1,157,137**	**0.44**	**11,217**
ZINC	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)
Alhue/Minera Florida	1,504	1.39	46	2,148	1.62%	77	3,652	1.52	123
Total Zinc Mineral Reserves	**1,504**	**1.39**	**46**	**2,148**	**1.62%**	**77**	**3,652**	**1.52**	**123**
MOLYBDENUM	Tonnes (000's)	Grade	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)
Alumbrera (12.5%)	38,750	0.013	11	1,250	0.015	0.4	40,000	0.013	11
Sub Total Moly Mineral Reserves	**38,750**	**0.013**	**11**	**1,250**	**0.015**	**0**	**40,000**	**0.013**	**11**
Agua Rica	347,831	0.035	268	449,892	0.033	327	797,723	0.034	596
Total Moly Mineral Reserves	**386,581**	**0.033**	**279**	**451,142**	**0.033**	**328**	**837,723**	**0.033**	**607**

Mineral reserves and mineral resources

Mineral resources (measured, indicated and inferred)

GOLD	Measured Resources			Indicated Resources			Total Measured & Indicated			Inferred Resources		
	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.	Tonnes (000's)	Grade (g/t)	Contained (000's) oz.
Alhue/Minera Florida	882	5.48	155	1,247	5.28	212	2,129	5.37	367	2,746	6.12	541
Amancaya	-	-	-	-	-	-	-	-	-	1,390	7.90	351
C1-Santa Luz	10,498	1.65	557	11,534	1.50	555	22,032	1.57	1,112	4,830	1.40	217
Chapada	45,710	0.14	206	139,672	0.12	539	185,382	0.13	745	186,801	0.11	661
El Peñón	613	12.23	241	3,046	7.73	757	3,659	8.48	998	3,846	8.42	1,040
Ernesto/Pau a Pique	204	6.28	41	1.793	1.44	83	1,997	1.93	124	4,459	1.79	257
Suyai (formerly Esquel)	-	-	-	4,700	15.00	2,286	4,700	15.00	2,286	900	9.90	274
Fazenda Brasileiro	481	2.31	36	1,303	2.94	123	1,784	2.77	159	1,862	3.48	208
Gualcamayo*	5,967	1.30	249	14,630	1.18	553	20,597	1.21	802	20,826	0.92	615
Jacobina	7,995	2.20	565	8,259	3.27	867	16,254	2.74	1,433	16,480	2.36	1,252
Jeronimo (57.3%)	-	-	-	636	7.97	163	636	7.97	163	1,776	7.10	401
La Pepa	15,750	0.61	308	133,682	0.57	2,452	149,432	0.57	2,760	37,900	0.50	620
Mercedes	-	-	-	1,056	3.77	128	1,056	3.77	128	1,827	6.11	359
Pilar de Goias (Jordino) **	-	-	-	1,782	4.95	284	1,782	4.95	284	5,475	5.56	979
Pilar de Goias (Ogo, Tres Buracas)	-	-	-	-	-	-	-	-	-	4,900	1.38	219
Sub Total Gold Mineral Resources	**88,100**	**0.83**	**2,358**	**323,340**	**0.87**	**9,002**	**411,440**	**0.86**	**11,361**	**296,018**	**0.84**	**7,994**
Agua Rica	64,169	0.17	361	248,108	0.16	1,299	312,277	0.17	1,660	651,000	0.12	2,512
Total Gold Mineral Resources	**152,269**	**0.56**	**2,719**	**571,448**	**0.56**	**10,300**	**723,717**	**0.56**	**13,021**	**947,018**	**0.35**	**10,506**

NOTE: Mineral resources are exclusive of mineral reserves

* Gualcamayo mineral resource estimate (inclusive of reserves) updated August 4, 2010 to measured mineral resource of 22,659,160 tonnes grading 1.07 g/t gold, containing 778,953 oz gold and indicated mineral resource of 77,438,468 tonnes, grading 1.09 g/t gold containing 2,731,465 oz gold, for total mineral measured and indicated mineral resources of 100,097,627 tonnes grading 1.09 g/t gold containing 3,510,418 ounces of gold.

** Pilar indcated mineral resources estimate (inclusive of reserves) updated on August 4, 2010 to 7,658,576 tonnes grading 4.94 g/t gold containing 1,215,846 oz gold.

Mineral reserves and mineral resources

Mineral resources (measured, indicated and inferred)

	Measured Resources			Indicated Resources			Total Measured and Indicated			Inferred Resources		
Silver	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)	Tonnes (000's)	Grade (g/t)	Contained oz. (000's)
Alhue/Minera Florida	882	18.17	515	1,247	28.24	1,132	2,129	24.07	1,647	2,746	55.11	4,865
Amancaya	-	-	-	-	-	-	-	-	-	1,390	73.00	3,270
El Peñón	613	300.96	5,928	3,046	205.99	20,172	3,659	221.89	26,100	3,846	257.84	31,880
Suyai (formerly Esquel)	-	-	-	4,700	23.00	3,523	4,700	23.00	3,523	900	21.00	575
Mercedes	-	-	-	1,056	49.80	1,690	1,056	49.80	1,690	1,827	58.46	3,435
Sub Total Silver Mineral Resources	**1,495**	**134.05**	**6,443**	**10,049**	**82.07**	**26,517**	**11,554**	**88.81**	**32,960**	**10,709**	**127,87**	**44,025**
Agua Rica	64,169	2.38	4,911	248,108	2.74	21,823	312,277	2.66	26,734	651,000	2.30	48,139
Total Silver Mineral Resources	**65,664**	**5.38**	**11,354**	**258,157**	**5.82**	**48,340**	**323,821**	**5.73**	**59,694**	**661,709**	**4.33**	**92,164**

Copper	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)
Chapada	45,710	0.18	181	139,672	0.20	616	185,383	0.20	797	186,801	0.20	823
Sub Total Copper Mineral Resources	**45,710**	**0.18**	**181**	**139,672**	**0.20**	**616**	**185,383**	**0.20**	**797**	**186,801**	**0.20**	**823**
Agua Rica	64,169	0.49	700	248,108	0.40	2,178	312,277	0.42	2,878	651,000	0.34	4,880
Total Copper Mineral Resources	**109,879**	**0.36**	**881**	**387,780**	**0.33**	**2,794**	**497,660**	**0.34**	**3,675**	**837,801**	**0.31**	**5,703**

Zinc	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)
Alhue/Minera Florida	882	1.3	27	1,247	1.50	41	2,129	1.45	68	2,745	1.51	92
Total Zinc Mineral Resources	882	1.3	27	1,247	1.50	41	2,129	1.45	68	2,745	1.51	92

Molybdenum	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)	Tonnes (000's)	Grade (%)	Contained lbs (mm)
Agua Rica	64,169	0.01	40	248,108	0.01	165	312,277	0.01	206	651,000	0.03	488
Total Moly Mineral Resources	64,169	0.01	40	248,108	0.01	165	312,277	0.01	206	651,000	0.03	488

NOTE: Mineral resources are exclusive of mineral reserves

Mineral reserves and mineral resources
Metal prices, Cut-off grade

Mine	Mineral Reserves	Mineral Resources
Alhue/Minera Florida	$825 Au, $14.00 Ag, $0.75 lb Zn	2.5 g/t Au cut-off
Alumbrera (12.5%)	$919 Au, $1.80 Cu, $12.00 Mo, 0.22% Cu EQ cut-off	N/A
Amancaya	N/A	1.0 g/t Au EQ OP, 3.4 g/t Au EQ UG
Chapada	$825 Au, $2.25 Cu, $3.62 NSR cut-off	0.17% Cu EQ cut-off
C1-Santa Luz	$750 Au, 0.5 g/t Au cut-off	0.5 g/t Au cut-off
El Peñón	$825 Au, $14.00 Ag, variable cut-off	3.9 or 5.0 g/t Au EQ
Ernesto/Pau-a-Pique	$825 Au, 1.0 g/t UG, 0.3 g/t Au OP cut-off	0.3 g/t OP, 1.0 g/t IG
Fazenda Brasileiro	$776 Au, 1.5 g/t Au cut-off	1.5 g/t cut-off
Gualcamayo*	$825 Au, QDD 0.15 g/t Au, AIM 0.5 g/t Au QDDLW 1.0 g/t Au cut-off	QDD 0.15 g/t Au, AIM 0.5 g/t Au, 1.0 g/t Au QDD LW
Jacobina	$825 Au; 1.1 g/t Au cut-off	0.5 g/t Au cut-off
Jeronimo (57.3%)	N/A	5.0 g/t Au cut-off
La Pepa	N/A	0.3 g/t Au cut-off
Mercedes	$825 Au, $14.00 Ag; 3.0 g/t Au EQ cut-off	2.0 g/t Au EQ cut-off
Pilar **	N/A	2.0 g/t Au cut-off
Agua Rica	$425 Au, $1.10 Cu; 0.2% Cu and $3.74 cut-off	0.2% Cu cut-off

* Gualcamayo mineral reserves updated August 4, 2010 use a gold price of $900 per ounce. Mineral resource cut-off grades used remain unchanged.
** Pilar mineral reserves provided August 4, 2010 use a gold price of $900 per ounce and include dilution of 1.83 million tonnes of waste grading 0.41 g/t gold. Mineral reserves and mineral resources are estimated at a 2.0 g/t gold cut-off grade.

Mineral reserves and mineral resources
Qualified persons

Property	Qualified Persons for Mineral Reserves	Qualified Persons for Mineral Resources
Alhué/ Minera Florida	Stuart Collins, P.E., Scott Wilson Roscoe Postle Associates Inc.	Chester M. Moore, P.Eng., Scott Wilson Roscoe Postle Associates Inc.
Alumbrera	Julio Bruna Novillo, AusIMM, Xstrata Plc	Julio Bruna Novillo, AusIMM, Xstrata Plc
Amancaya	Not applicable	Chester M. Moore, P.Eng., Scott Wilson Roscoe Postle Associates Inc.
Chapada	Marco Antonio Alfaro Sironvalle, MAusIMM, Corporate Manager, Reserves, Yamana Gold Inc.	Marco Antonio Alfaro Sironvalle, MAusIMM, Corporate Manager, Reserves, Yamana Gold Inc.
C-1 Santa Luz	Enrique Munoz Gonzalez, MAusIMM, Metalica Consultores S.A.	Marco Antonio Alfaro Sironvalle, MAusIMM, Corporate Manager, Reserves, Yamana Gold Inc.
El Peñón	Stuart Collins, P.E., Scott Wilson Roscoe Postle Associates Inc.	Chester M. Moore, P.Eng., Scott Wilson Roscoe Postle Associates Inc.
Ernesto/ Pau-a -Pique	Renato Petter, P. Eng., Technical Services Director, Yamana Gold Inc.	Rogerio Moreno, MAusIMM, Principal Geologist, MCB Servicos e Mineracao Ltda.
Suyai (formerly Esquel)	Not applicable	Robin J. Young, P. Geo., Western Services Engineering, Inc.
Fazenda Brasileiro	Renato Petter, P. Eng., Technical Services Director, Yamana Gold Inc.	Rogerio Moreno, MAusIMM, Principal Geologist, MCB Servicos e Mineracao Ltda.
Gualcamayo	Renato Petter, P. Eng., Director of Technical Services, Yamana Gold Inc.	Ronald G. Simpson, P. Geo., GeoSim Services Inc. and Marco Antonio Alfaro Sironvalle, MAusIMM, Corporate Manager, Reserves, Yamana Gold Inc.
Jacobina	Renato Petter, P. Eng., Technical Services Director, Yamana Gold Inc.	Rogerio Moreno, MAusIMM, Principal Geologist, MCB Servicos e Mineracao Ltda.
Jeronimo	Not applicable	Chester M. Moore, P. Eng., Scott Wilson Roscoe Postle Associates Inc.
La Pepa	Not applicable	Chester M. Moore, P. Eng., Scott Wilson Roscoe Postle Associates Inc.
Mercedes	David Sprott, B.Sc, M.Sc., P.Eng., Associate and Senior Mine Engineer, Golder Associates Ltd.	Greg Walker, P.Geo., Senior Manager, Resources Estimation, Yamana Gold Inc.
Pilar	Not applicable	Greg Walker, P.Geo., Senior Manager, Resources Estimation, Yamana Gold Inc. and Pamela L. De Mark, P.Geo., Senior Consultant, Snowden Mining Industry Consultants Inc.
Agua Rica	Renato Petter, P. Eng., Director of Technical Services, Yamana Gold Inc.	Evandro Cintra, Ph.D., P. Geo., Senior Vice President, Technical Services, Yamana Gold Inc.

Non-GAAP measures Reconciliation

NON-GAAP MEASURES

The Company has included certain non-GAAP measures including *"Co-product cash costs per gold equivalent ounce", "Co-product cash costs per pound of copper," "By-product cash costs per gold equivalent ounce," "Adjusted Earnings or Loss and Adjusted Earnings or Loss per share," "Cash flows from operations before changes in non-cash working capital" or "Cash flows from operating activities before changes in non-cash working capital" and "Gross margin"* to supplement its financial statements, which are presented in accordance with Canadian GAAP.

The Company believes that these measures, together with measures determined in accordance with Canadian GAAP, provide investors with an improved ability to evaluate the underlying performance of the Company. 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.

Non-GAAP measures Reconciliation

CO-PRODUCT AND BY-PRODUCT CASH COSTS

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 flows 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 flows. The measures are not necessarily indicative of operating profit or cash flows from operations as determined under Canadian GAAP. Cash costs per GEO 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 (gold and copper) 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. Cash costs per GEO and per pound of copper are calculated on a weighted average basis.

Co-product Cash Costs

Reconciliation of cost of sales per the financial statements to co-product cash costs per GEO produced from continuing operations.

GEO	In thousands of United States Dollars		United States Dollars per gold equivalent ounce	
For the three months ended September 30,	**2010**	**2009**	**2010**	**2009**
Cost of sales (i) (iii)	**$ 171,913**	$ 131,357	**$ 671**	$ 506
Adjustments:				
Costs attributable to copper contained in concentrate-related cash costs (excluding related TCRCs) (ii)	**(41,414)**	(32,278)	**(162)**	(124)
Treatment and refining costs ("TCRC") related to Chapada gold	**1,575**	1,452	**6**	6
Inventory movements and adjustments	**(11,908)**	(528)	**(47)**	(2)
Overseas freight and other commercial selling costs	**(6,231)**	(9,599)	**(24)**	(37)
Total GEO co-product cash costs (excluding Alumbrera)	**$ 113,935**	$ 90,404	**$ 444**	$ 349
Minera Alumbrera (12.5% interest) GEO cash costs	**3,517**	3,745	**309**	381
Total GEO co-product cash costs (iii)	**$ 117,452**	$ 94,149	**$ 439**	$ 350
GEO produced excluding Alumbrera	**256,039**	259,359		
Commercial GEO produced including Alumbrera	**267,409**	269,191		

(i) Cost of sales includes non-cash items including the impact of the movement in inventory.
(ii) Costs directly attributed to a specific metal are allocated to that metal. Costs not directly attributed to a specific metal are allocated based on relative value. As a rule of thumb, the relative value has been 70-75% copper and 25-30% gold. TCRCs are defined as treatment and refining charges.
(iii) Depletion, depreciation and amortization are excluded from both total cash costs and cost of sales from continuing operations.

Non-GAAP measures Reconciliation

By-product Cash Costs

The Company has included cash costs per GEO because it understands that certain investors use this information to determine the Company's ability to generate earnings and cash flows 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 flows. The measures are not necessarily indicative of operating profit or cash flows from operations as determined under Canadian GAAP. Cash costs per GEO 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 (gold and copper) 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.

Reconciliation of cost of sales per the financial statements to by-product cash costs per GEO produced from continuing operations:

	In thousands of United States Dollars		United States Dollars per GEO	
For the period ended Sept 30, 2010	**Three months ended**	**Nine months ended**	**Three months ended**	**Nine months ended**
Cost of sales (i)	**$ 171,913**	**452,722**	**671**	**625**
Adjustments:				
Chapada treatment and refining costs related to gold and copper	**8,898**	**22,213**	**35**	**31**
Inventory movements and adjustments	**(11,908)**	**(11,123)**	**(47)**	**(15)**
Overseas freight and other commercial selling costs	**(6,231)**	**(17,039)**	**(24)**	**(24)**
Chapada copper revenue including copper pricing adjustment	**(135,876)**	**(335,172)**	**(531)**	**(463)**
Total GEO by-product cash costs (excluding Alumbrera)	**$ 26,796**	**111,601**	**104**	**154**
Minera Alumbrera (12.5% interest) by-product cash costs	**(11,295)**	**(49,224)**	**(993)**	**(1,345)**
Total GEO by-product cash costs (i)	**$ 15,501**	**62,377**	**58**	**82**
Commercial GEO produced excluding Alumbrera	**256,039**	**723,914**		
Commercial GEO produced including Alumbrera	**267,409**	**760,509**		

(i) Depletion, depreciation and amortization are excluded from both total cash costs and cost of sales from continuing operations.

Non-GAAP measures Reconciliation

Cash Flows From Continuing Operations Before Changes in Non-Cash Working Capital:

The Company uses the financial measure “cash flows from operations before changes in non-cash working capital” or “cash flows from operating activities before changes in non-cash working capital” to supplement its consolidated financial statements. The presentation of cash flows from operations before changes in non-cash working capital is not meant to be a substitute for cash flows from operations or cash flows from operating activities presented in accordance with Canadian GAAP, but rather should be evaluated in conjunction with such Canadian GAAP measures. Cash flows 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 flows from operations before changes in non-cash working capital” or “cash flows 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 flows 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 flows from operations and considered to be meaningful in evaluating the Company’s past financial performance or the future prospects. The Company believes that a conventional measure of performance prepared in accordance with Canadian GAAP does not fully illustrate the ability of its operating mines to generate cash flows.

The following table provides a reconciliation of cash flows from operating activities of continuing operations before changes in non-cash working capital:

		Three months ended		Nine months ended	
		Sept 30, 2010	**Sept 30, 2009**	**Sept 30, 2010**	**Sept 30, 2009**
Cash flows from operating activities of continuing operations	$	**153,320**	144,439	**380,231**	317,009
Adjustments:					
Net change in non-cash working capital		**55,495**	23,491	**105,035**	23,574
Cash flows from operating activities of continuing operations before changes in non-cash working capital	$	**208,815**	167,930	**485,266**	340,583

Non-GAAP measures Reconciliation

Gross Margin

The Company uses the financial measure "gross margin" to supplement its consolidated financial statements. The presentation of gross margin is not meant to be a substitute for net earnings presented in accordance with Canadian GAAP, but rather should be evaluated in conjunction with such Canadian GAAP measures. Gross margin represents the amount of revenues in excess of cost of sales excluding depletion, depreciation and amortization. It may be expressed in terms of percentage of revenues, both in total amount or on a per-GEO basis.

The term "gross margin" does not have a standardized meaning prescribed by Canadian GAAP, and therefore the Company's definition is unlikely to be comparable to similar measures presented by other companies. The Company's management believes that the presentation of gross margin provides useful information to investors because it excludes the non-cash operating cost items such as depreciation, depletion and amortization and accretion for asset retirement obligations, and considers this non-GAAP measure meaningful in evaluating the Company's past financial performance or future prospects. The Company believes that a conventional measure of performance prepared in accordance with Canadian GAAP does not fully illustrate the ability of its operating mines to generate cash flows.

The following table provides a reconciliation of gross margin:

	Three months ended			
	September 30, 2010	September 30, 2009	**September 30, 2010**	September 30, 2009
Revenues	**$ 453,965**	$ 333,179	**$ 1,151,681**	$ 783,489
Cost of sales excluding depletion, depreciation and amortization	**(171,913)**	(131,357)	**(452,722)**	(338,152)
Gross margin	**$ 282,052**	$ 201,822	**$ 698,959**	$ 445,337
Gross margin as % of revenues from continuing operations	**62%**	61%	**61%**	57%
GEO sold (excluding Alumbrera)	**261,847**	254,853	**732,044**	633,508
Gross margin per GEO Sold	**$ 1,077**	$ 792	**$ 955**	$ 703