





May 6

2015

# KINROSS GOLD CORPORATION

## Q1 2015 Results Conference Call & Webcast







# CAUTIONARY STATEMENT ON FORWARD-LOOKING INFORMATION

*All statements, other than statements of historical fact, contained or incorporated by reference in or made in giving this presentation and responses to questions, including but not limited to any information as to the future performance of Kinross, constitute "forward looking statements" within the meaning of applicable securities laws, including the provisions of the Securities Act (Ontario) and the provisions for "safe harbour" under the United States Private Securities Litigation Reform Act of 1995 and are based on expectations, estimates and projections as of the date of this presentation. Forward-looking statements contained in this presentation include those statements on slides with, and statements made under, the headings "2015 Guidance", "Organic Production Initiatives", "Strong Balance Sheet", "2015 Regional Guidance", and "The Way Forward", and include without limitation statements with respect to our guidance for production, production costs of sales, all-in sustaining cost and capital expenditures, continuous improvement and other cost savings opportunities, as well as references to other possible events include, without limitation, possible events; opportunities; statements with respect to possible events or opportunities; estimates and the realization of such estimates; future development, mining activities, production and growth, including but not limited to cost and timing; success of exploration or development of operations; the future price of gold and silver; currency fluctuations; expected capital requirements; government regulation; and environmental risks. The words "2015E", "aim", "anticipate", "assumption", "believe", "budget", "efforts", "encouraging", "envision", "estimate", "expects", "forecast", "focus", "future", "guidance", "initiative", "indicate", "intend", "objective", "on track", "opportunity", "options", "outlook", "potential", "plan", "principle", "priority", "promising", "prospect", "pursue", "risk", "strategy", "study", "target", "think", "tracking", or "way forward", or variations of such words and phrases or statements that certain actions, events or results may, can, could, would, should, might, indicates, achieved or will be taken, and similar expressions identify forward looking statements. Forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Kinross as of the date of such statements, are inherently subject to significant business, economic and competitive uncertainties and contingencies. Statements representing management's financial and other outlook have been prepared solely for purposes of expressing their current views regarding the Company's financial and other outlook and may not be appropriate for any other purpose. Many of these uncertainties and contingencies can affect, and could cause, Kinross' actual results to differ materially from those expressed or implied in any forward looking statements made by, or on behalf of, Kinross. 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. All of the forward looking statements made in this presentation are qualified by these cautionary statements, and those made in our filings with the securities regulators of Canada and the U.S., including but not limited to those cautionary statements made in the "Risk Factors" section of our most recently filed Annual Information Form, the "Risk Analysis" section of our FYE 2014 and Q1 2015 Management's Discussion and Analysis, and the "Cautionary Statement on Forward-Looking Information" in our news release dated May 5, 2015, to which readers are referred and which are incorporated by reference in this presentation, all of which qualify any and all forward-looking statements made in this presentation. These factors are not intended to represent a complete list of the factors that could affect Kinross. Kinross disclaims any intention or obligation to update or revise any forward-looking statements or to explain any material difference between subsequent actual events and such forward-looking statements, except to the extent required by applicable law.*

***Other information***

*Where we say "we", "us", "our", the "Company", or "Kinross" in this presentation, we mean Kinross Gold Corporation and/or one or more or all of its subsidiaries, as may be applicable. The technical information about the Company's mineral properties contained in this presentation has been prepared under the supervision of Mr. John Sims, an officer of the Company who is a "qualified person" within the meaning of National Instrument 43-101.*



# FIRST QUARTER RESULTS HIGHLIGHTS

J. PAUL ROLLINSON, CEO

# DELIVERING STRONG PERFORMANCE

11 consecutive quarters of meeting our operational targets

- Strong performance from operations delivered solid Q1 2015 results
  - Cost of sales and all-in sustaining costs favourable year-over-year
- On track to meet 2015 production, cost of sales and all-in sustaining cost guidance

| | Q1 2014 | Q1 2015 | 2015 GUIDANCE[1] |
|---|---|---|---|
| Gold equivalent production (oz.)[2] | 664,690 | 629,360 | 2.4 to 2.6 Moz. |
| Production cost of sales ($/oz.)[3] | $727 | $709 | $720 to $780 |
| All-in sustaining cost ($/oz.) [4] | $1,001 | $964 | $1,000 to $1,100 |
| Capital Expenditures ($M) | $168.9 | $149.5 | $725 |



(1) Refer to endnote #1.
(2) Refer to endnote #2.
(3) Refer to endnote #3.
(4) Refer to endnote #4.




FIRST QUARTER 2015

# MARICUNGA UPDATE

- Heavy rains in late March significantly damaged roads and power lines in the region
- Mine facilities did not sustain any damage
- Mining and crushing operations expected to restart in June with support of an additional backup power plant
- No change to 2015 Americas guidance, as loss in production expected to be largely offset by improved production forecasts at Paracatu

# ORGANIC PRODUCTION INITIATIVES

## PARACATU, BRAZIL



- Reprocessing of tailings from Santo Antonio dam
- Expected to add incremental production of 34koz. per year at $400/oz. for ~9 years
- Plan to commence Q4 2015

## CHIRANO, GHANA



- Extension of mine life to 2020 with additional ounces at two deposits:
  - Paboase (currently in production)
  - Akoti underground
- Additional exploration potential

## LA COIPA PHASE 7, CHILE



- Pre-feasibility study expected to be completed during Q3 2015
- Completed scoping study on processing options for near-surface sulfides
  - Results indicate not economic at current gold prices



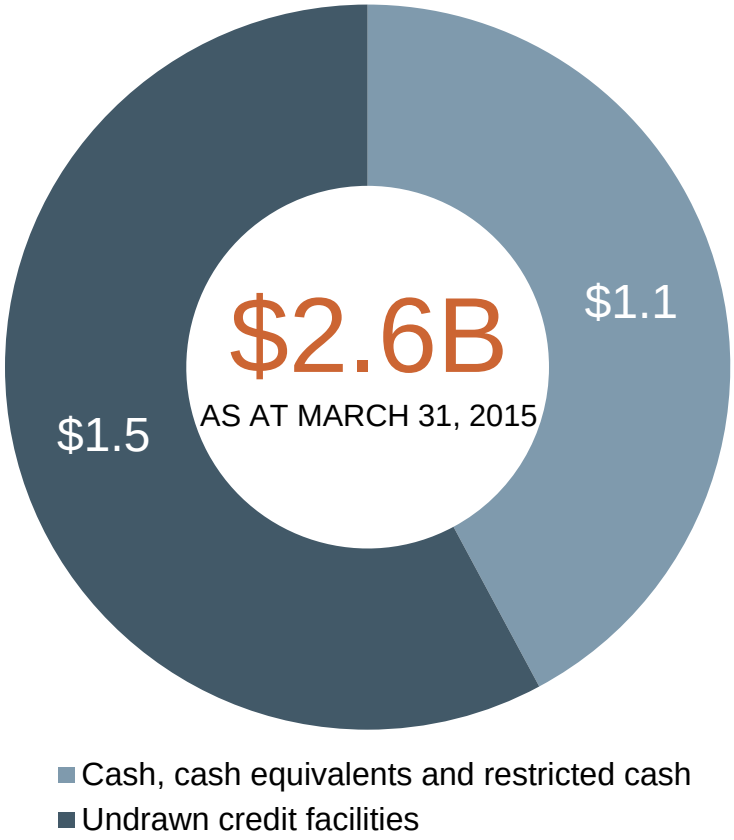
# FINANCIAL HIGHLIGHTS

TONY GIARDINI, CFO

# SOLID FINANCIAL POSITION

Balance sheet strength continues to be a priority objective

## STRONG LIQUIDITY POSITION




## MAINTAINING FINANCIAL FLEXIBILITY

- Improved balance sheet in Q1 2015:
  - Repaid $30M of debt
  - Ended Q1 2015 with over $1.0B in cash, a $27M increase from year-end 2014
  - Reduced net debt to under $1.0B as at March 31
- Only near-term debt maturities are $250M senior notes due in 2016 and regular Kupol loan payments

# FINANCIAL RESULTS

| | Q1 2014 | Q1 2015 |
|---|---|---|
| Attributable gold equivalent ounces (oz.)[2] | | |
| Produced | 664,690 | 629,360 |
| Sold | 621,531 | 634,565 |
| Average realized gold price ($/oz.) | $1,299 | $1,218 |
| Production cost of sales ($/oz.)[3] | | |
| Gold equivalent | $727 | $709 |
| By-product | $708 | $696 |
| All-in sustaining cost ($/oz.)[4] | $1,001 | $964 |
| Capital Expenditures ($M) | $168.9 | $149.5 |
| Revenue | $817.4 | $781.4 |
| Adjusted operating cash flow[5] | $242.2 | $214.8 |
| per share | $0.21 | $0.19 |
| Adjusted net earnings attributable to common shareholders[5] | $34.1 | $15.3 |
| per share | $0.03 | $0.01 |



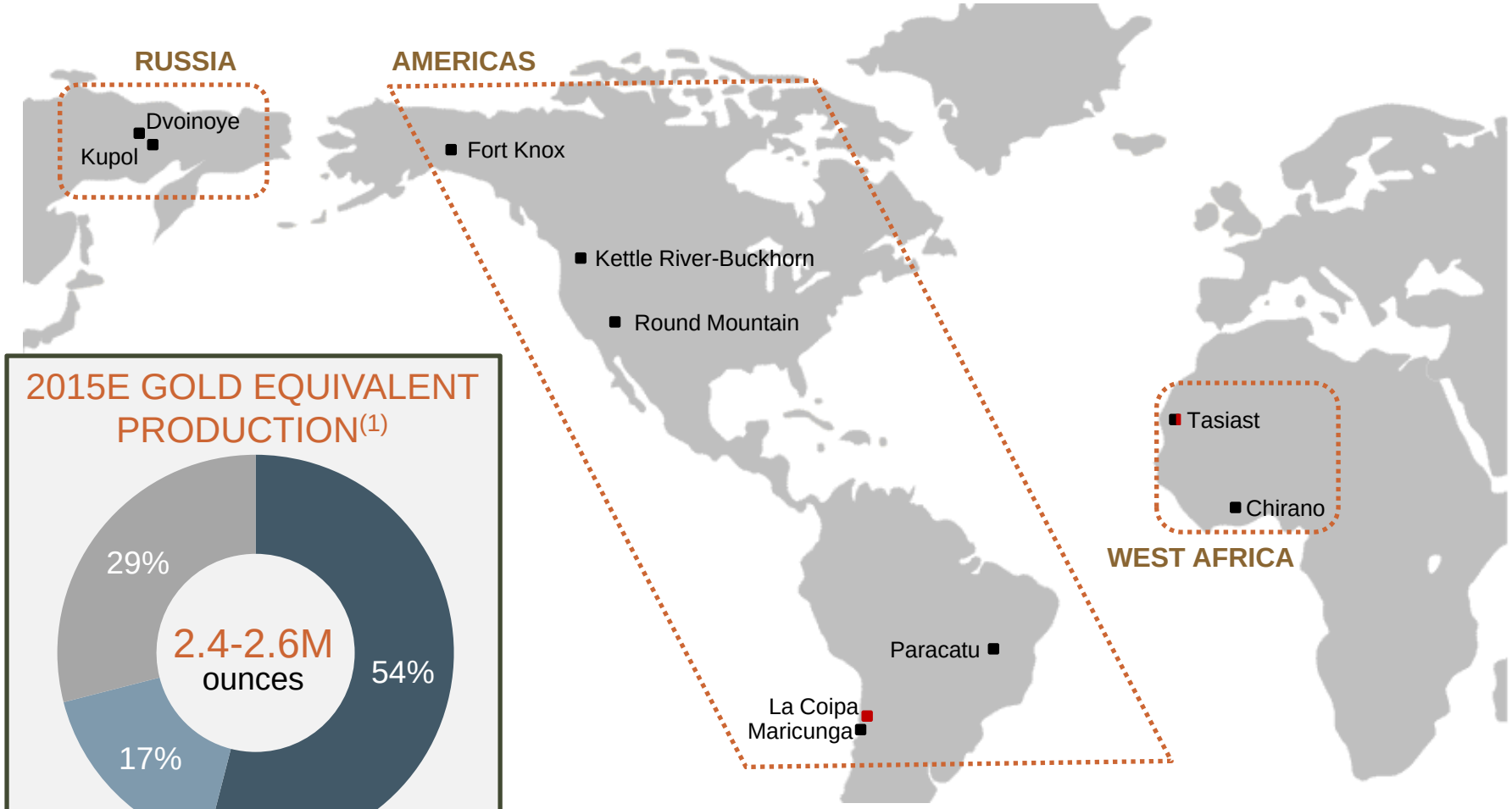
(2) Refer to endnote #2.
(3) Refer to endnote #3.
(4) Refer to endnote #4.
(5) Refer to endnote #5.



# OPERATING HIGHLIGHTS

WARWICK MORLEY-JEPSON, COO

# DELIVERING STRONG OPERATING RESULTS




(1) Refer to endnote #1.

# AMERICAS

- Successfully recommissioned the mill at **ROUND MOUNTAIN**, which is now operating at full capacity
- **FORT KNOX** production lower compared with Q4 2014 due to expected seasonal slow down of production from the heap leach
- Expected decline in grades at **KETTLE RIVER-BUCKHORN** resulting in lower production and increase in costs

| OPERATION | PRODUCTION (Au eq. oz.) | PRODUCTION COST OF SALES[3] ($ per Au eq oz.) |
|---|---|---|
| Fort Knox | 82,673 | $672 |
| Round Mountain (50%) | 40,262 | $890 |
| Kettle River - Buckhorn | 24,265 | $1,006 |
| Paracatu | 124,685 | $752 |
| Maricunga | 56,822 | $1,030 |
| AMERICAS TOTAL | 328,707 | $814 |
| 2015 REGIONAL GUIDANCE[1] | 1.3 – 1.4M | $790 - $850 |



(1) Refer to endnote #1.
(3) Refer to endnote #3.

# MARICUNGA UPDATE

- Severe weather event in northern Chile occurred in late March
- Roads and power lines in the area were severely damaged, while Maricunga facilities did not sustain any damage
- Mining and crushing temporarily suspended
  - ADR plant continues to operate at 80% capacity
- Plan to restart in June with the support of an additional back-up power plant
- Main power lines expected to be restored in September
- Expected to have an impact on Maricunga's production and cost of sales in 2015; primarily in Q3
- Maintaining Americas regional guidance for 2015





# NEW PROCESSING INITIATIVE AT PARACATU

Expected to start-up Q4, contributing ~11,000 ounces in 2015

- Low-cost, incremental production resulting from:
  - Enriched grades near discharge areas of the facility
  - Utilization of excess capacity in Plant 1 due to ore blending strategy
  - Lower energy consumption as no grinding required



**SANTO ANTONIO TAILINGS REPROCESSING**

| | |
|---|---|
| Estimated production | 34,000 ounces per year |
| Project life | Minimum of 9 years |
| Estimated production cost of sales | $400/oz. |
| Capital estimate | $20 million |

# RUSSIA

- First quarter production at the combined operation increased compared with Q4 2014
- Production cost of sales decreased to $476 per Au eq. oz.
  - Lowest level since Q4 2012
- Mainly due to savings associated with favourable foreign exchange movements
- Began to increase proportion of higher grade **DVOINOYE** material going through the mill
  - Expect to increase to 1,200 tpd from 1,000 tpd

| OPERATION | PRODUCTION (Au eq. oz.) | PRODUCTION COST OF SALES[3] ($ per Au eq oz.) |
|---|---|---|
| Kupol - Dvoinoye | 185,729 | $476 |
| RUSSIA TOTAL | 185,729 | $476 |
| 2015 REGIONAL GUIDANCE[1] | 710 – 760k | $495 – $525 |



(1) Refer to endnote #1.
(3) Refer to endnote #3.

# WEST AFRICA

- **TASIAST** production declined compared with Q4 2014 as a result of mine sequencing and lower mill grades
    - Ongoing continuous improvement initiatives focused on improving efficiency and reducing costs
- Minimal impact to **CHIRANO** production as a result of power rationing in Ghana
    - Prioritized use of power from the national grid to mining and milling operations
    - Supplemented with use of back-up generators
    - Increased diesel consumption by 50%, which impacted cost of sales

| OPERATION | PRODUCTION (Au eq. oz.) | PRODUCTION COST OF SALES[3] ($ per Au eq oz.) |
|---|---|---|
| Tasiast | 54,009 | $1,002 |
| Chirano (90%)[2] | 60,915 | $639 |
| WEST AFRICA TOTAL | 114,924 | $800 |
| 2015 REGIONAL GUIDANCE[1] | 390 – 440k | $850 – $920 |



(1) Refer to endnote #1.
(2) Refer to endnote #2.
(3) Refer to endnote #3.

THE WAY FORWARD

# PRINCIPLES FOR BUILDING VALUE

- Focus on operational excellence
- Quality over quantity
- Disciplined capital allocation
- Maintaining a strong balance sheet



# ENDNOTES

1) For more information regarding Kinross' production, cost and capital expenditures outlook for 2015, please refer to the news release dated February 10, 2015, available on our website at www.kinross.com. Kinross' outlook for 2015 represents forward-looking information and users are cautioned that actual results may vary. Please refer to the risks and assumptions contained in the Cautionary Statement on Forward-Looking Information on slide 2 of this presentation.

2) Unless otherwise noted, gold equivalent production, gold equivalent ounces sold and production cost of sales figures in this presentation are based on Kinross' 90% share of Chirano production and sales.

3) Attributable production cost of sales per gold equivalent ounce sold and per gold ounce on a by-product basis are non-GAAP measures. For more information and a reconciliation of this non-GAAP measure for the three months ended March 31, 2015 and 2014, please refer to the news release dated May 5, 2015, under the heading "Reconciliation of non-GAAP financial measures", available on our website at www.kinross.com.

4) All-in sustaining cost is a non-GAAP measure. For more information and a reconciliation of this non-GAAP measure for the three months ended March 31, 2015 and 2014, please refer to the news release dated May 5, 2015 under the heading "Reconciliation of non-GAAP financial measures", available on our website at www.kinross.com.

5) Adjusted net earnings attributable to common shareholders and adjusted operating cash flow numbers are from continuing operations and are non-GAAP financial measures. For more information and a reconciliation of these non-GAAP measures for the three months ended March 31, 2015 and 2014, please refer to the news release dated May 5, 2015, under the heading "Reconciliation of non-GAAP financial measures", available on our website at www.kinross.com.







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