





February 11
2016

# KINROSS GOLD CORPORATION

## Q4 & FY 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 "Strong Balance Sheet", "2016 Outlook", "Organic Growth Opportunities", "Kinross Value Proposition", "Attractive Future Growth Opportunities", "Compelling Valuation", "2015 Mineral Reserves and Resources", "Exploration Highlights", 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 "2016E", "ahead", "alternative", "anticipate", "assumption", "believe", "budget", "contemplate", "contingent", "driver", "encouraging", "enhancing", "estimate", "expect", "explore", "feasibility", "flexibility", "focus", "forecast", "forward", "future", "guidance", "initiative", "indicate", "intend", "measures", "objective", "on track", "opportunity", "optimize", "options", "outlook", "PFS", "phased", "plan", "positive", "positioned", "possible", "potential", "principle", "pre-feasibility", "priority", "pro-forma", "projected", "proposition", "prospective", "risk", "strategy", "study", "target", "think", "tracking", "upside" or "view", or variations of or similar such words and phrases or statements that certain actions, events or results may, can, could, would, should, might, indicates, 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 2015 Management's Discussion and Analysis, and the "Cautionary Statement on Forward-Looking Information" in our news release dated February 10, 2016, 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 (other than exploration activities) 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 ("NI 43-101"). The technical information about the Company's exploration activities contained in this news release has been prepared under the supervision of Mr. Sylvain Guerard, an officer of the Company who is a "qualified person" within the meaning of NI 43-101.*



# FOURTH QUARTER & FULL-YEAR 2015
# HIGHLIGHTS



OPERATIONAL EXCELLENCE

# STRONG TRACK RECORD

| | 2012 | 2013 | 2014 | 2015 |
|---|---|---|---|---|
| **MET** or **EXCEEDED** annual production guidance | ✓ | ✓ | ✓ | ✓ |
| **MET** or came in **UNDER** annual cost of sales guidance | ✓ | ✓ | ✓ | ✓ |
| **MET** or came in **UNDER** annual capital expenditures guidance | ✓ | ✓ | ✓ | ✓ |

CONSISTENTLY MEETING OR OUTPERFORMING TARGETS

# DELIVERING STRONG PERFORMANCE

Continued track record of meeting or beating our operational targets

- Operations delivered solid results in 2015:
  - **HIGH-END** of 2015 revised guidance for production
  - **LOW-END** of 2015 revised guidance for cost of sales and all-in sustaining cost
  - **BELOW** 2015 revised guidance for capital expenditures

| | Original 2015 Guidance | Revised 2015 Guidance | 2015 Results |
|---|---|---|---|
| Gold equivalent production (oz.)(1) | 2.4 to 2.6Moz. | 2.5 to 2.6Moz. | 2.6Moz. |
| Production cost of sales (US$/oz.)(2) | $720 to $780 | $690 to $730 | $696 |
| All-in sustaining cost (US$/oz.)(3) | $1,000 to $1,100 | $975 to $1,025 | $975 |
| Capital Expenditures (US$M) | $725 | $650 | $610 |

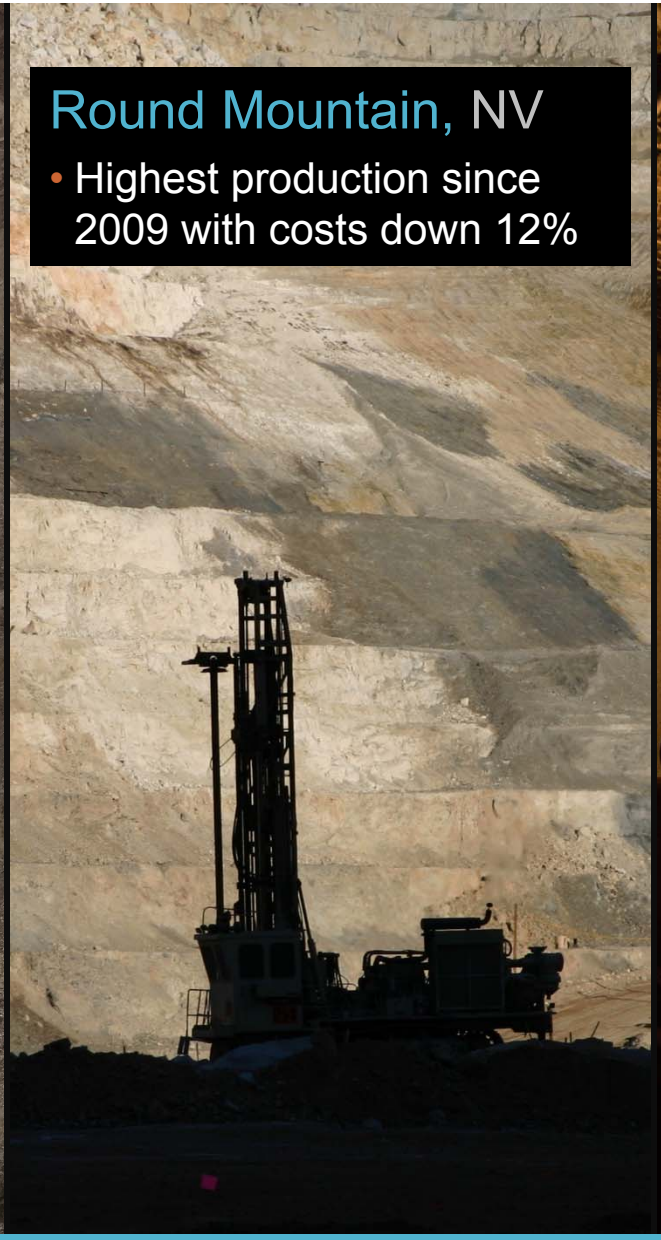


(1) Refer to endnote #1.
(2) Refer to endnote #2.
(3) Refer to endnote #3.



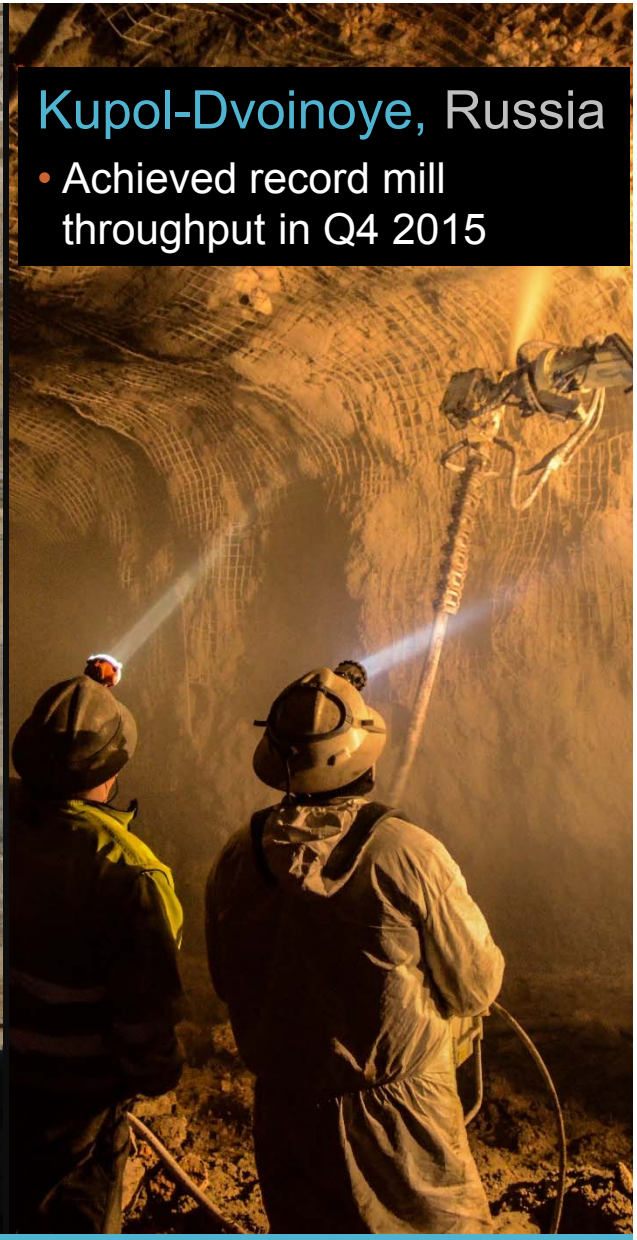
## Fort Knox, AK

- Produced over 400koz., 2nd highest in 19-year history



## Round Mountain, NV

- Highest production since 2009 with costs down 12%



## Kupol-Dvoinoye, Russia

- Achieved record mill throughput in Q4 2015

# 2015 PRODUCTION HIGHLIGHTS

OPERATIONAL EXCELLENCE

OPERATIONAL EXCELLENCE

# REDUCING COSTS

Achieved cost of sales at the low-end of revised 2015 guidance

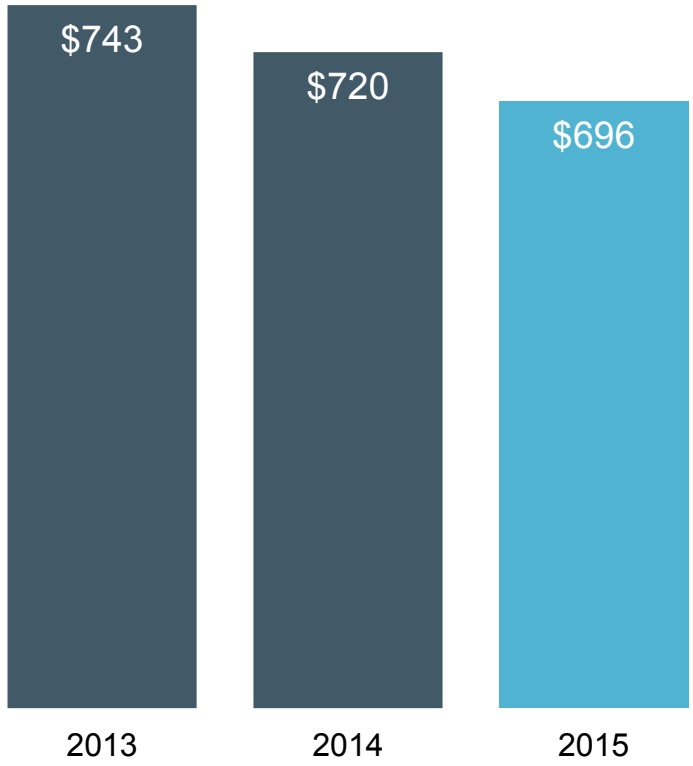
## FX AND OIL PRICES

- Benefiting from foreign exchange, particularly for Brazilian real and Russian rouble
  - Kupol-Dvoinoye achieved **LOWEST** cost of sales since 2011
- Benefits from lower oil, particularly at mines in US and Mauritania

## OPERATIONAL IMPROVEMENTS

- Achieving cost savings through continuous improvement initiatives. Highlights include:
  - Record throughput at **KUPOL** in Q4 2015
  - **ROUND MOUNTAIN** heap leach enhancements
  - Improved throughput at **TASIAST**

Production Cost of Sales[2]
(US$ per gold equivalent ounce)

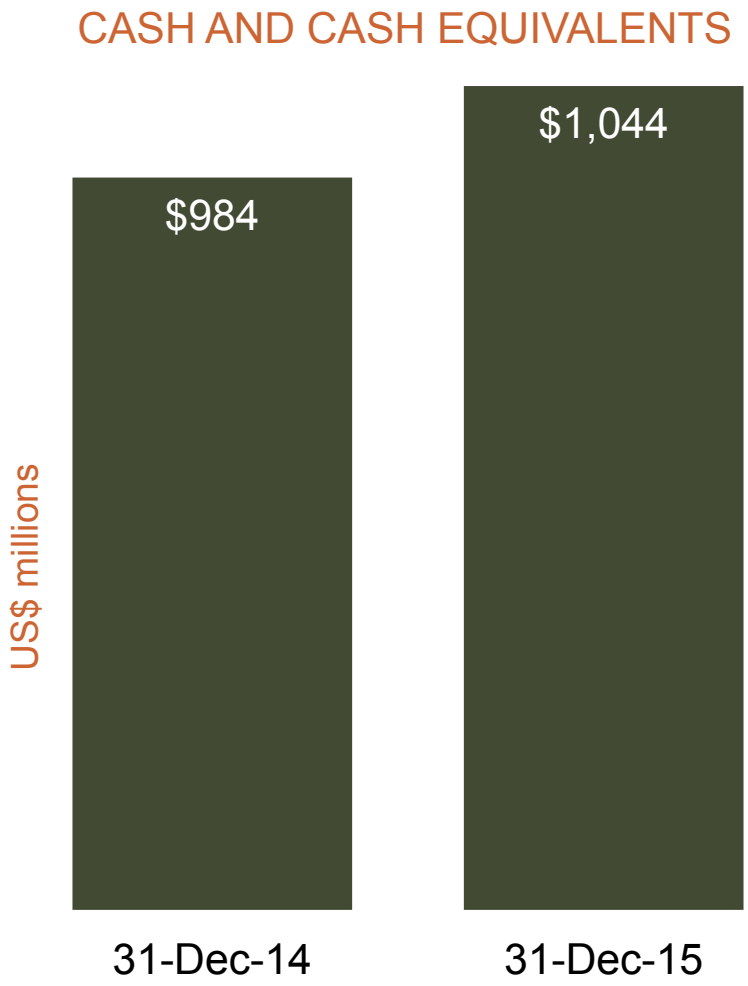



(2) Refer to endnote #2.

STRONG BALANCE SHEET

# FINANCIAL STRENGTH & FLEXIBILITY

- Increased cash balance by **~$60 MILLION** since year-end 2014, despite lower gold prices
- **REPAID** $80 million of debt
- Strong financial position following the acquisition of producing mines in Nevada
  - Pro-forma liquidity of **$1.9 BILLION**(i)




(i) Pro-forma the $610M all cash Nevada transaction.



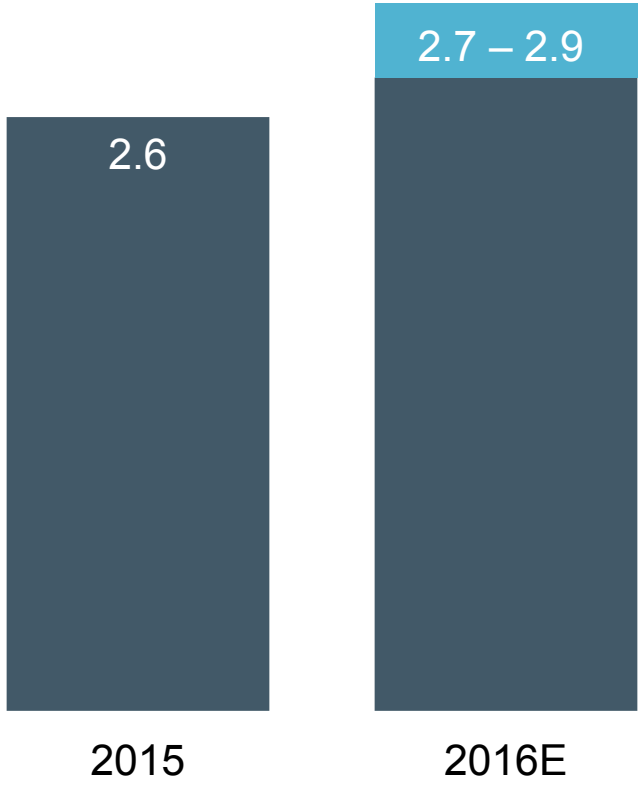
# ACQUIRED QUALITY PRODUCING MINES IN NEVADA

- Two quality producing mines in an excellent jurisdiction
- Enhances U.S. operating portfolio: adds production, increases estimated mine life and projected free cash flow, and lowers costs
- Clear upside potential at Bald Mountain and Round Mountain
- Maintains balance sheet strength: all cash transaction increases overall cash flow, lowers costs and enhances credit metrics

# FORECASTING RECORD PRODUCTION

- Expect to produce **2.7 – 2.9 million** gold equivalent ounces in 2016[4]
  - Includes approximately **350koz.** of additional production from Nevada acquisition
- Over **60%** of expected production from the Americas

Gold Equivalent Production
(millions)

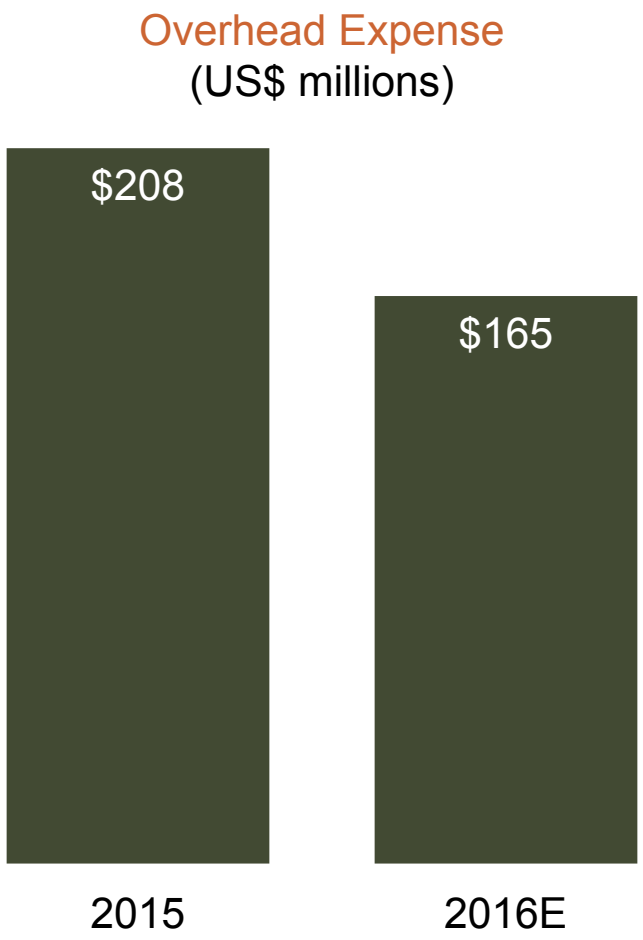





(4) Refer to endnote #4.

# REDUCED OVERHEAD

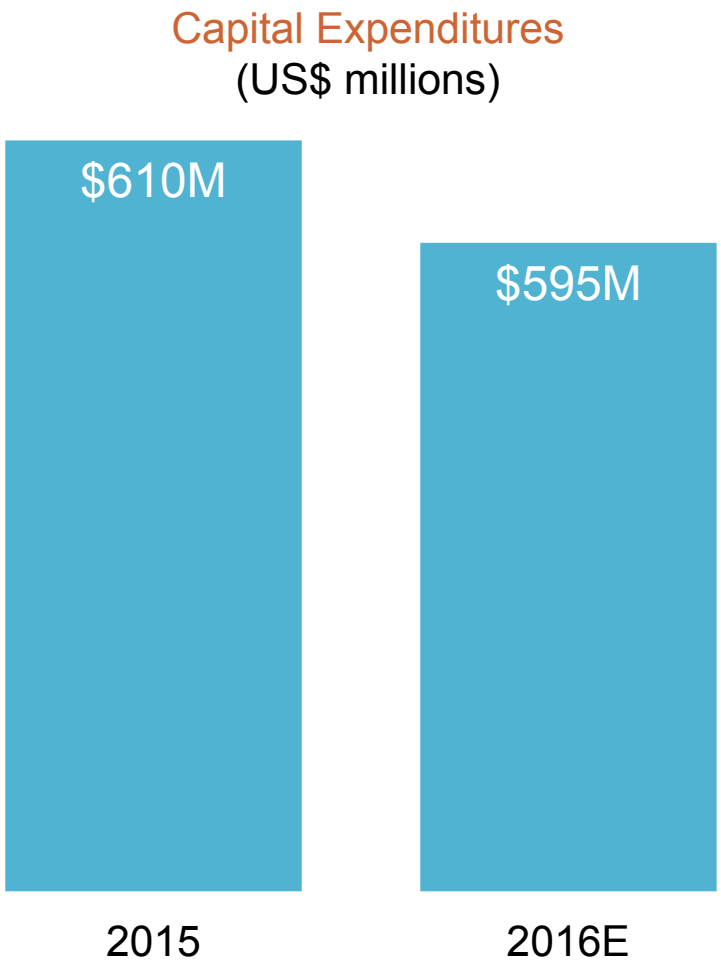
- 2016 overhead expense expected to be **US$165 million**(4)
- **20% REDUCTION** year-over-year reflects savings from corporate headcount reduction
- Benefits from lower Canadian dollar reflected in guidance




(4) Overhead expense consists of general and administrative and business development expense. Refer to endnote #4.

# REDUCING CAPITAL SPENDING

- Trend of **DECLINING** capital expenditures since 2012
- **REDUCED** capital expenditure forecast to $595 million in 2016(4)
  - Does not include capital expenditures for potential Tasiast Phase One expansion






(4) Refer to endnote #4.

ORGANIC GROWTH OPPORTUNITIES

# PHASED APPROACH TO TASIAST EXPANSION

Potential to add incremental capacity in two phases by leveraging existing infrastructure

- **PHASE ONE** would increase throughput to 12,000 tpd with the addition of a gyratory crusher and oversized SAG mill
- **PHASE TWO** would further increase total throughput significantly with additional milling, leaching, thickening and refining capacity
- Opportunity to realize Tasiast's growth potential while substantially lowering overall expected capital costs compared with the previous estimate of $1.6 billion
- Studies progressing well; expect to provide results and file updated technical report in late March 2016







ORGANIC GROWTH OPPORTUNITIES

# LA COIPA PROJECT

- Pre-feasibility study on La Coipa completed during Q3 2015
- Completed additional exploration work to assess opportunities to extend estimated mine life beyond 5.5 years contemplated in the PFS results
- Phase 7 and Catalina deposits added 1Moz. Au to mineral resource estimates
- 2016 plans include additional infill drilling at Catalina, and drilling along 3km prospective corridor

# KINROSS VALUE PROPOSITION

## EXCELLENT OPERATIONAL TRACK RECORD

- Continuing to meet or outperform our operational targets

## STRONG BALANCE SHEET

- $1.9B in liquidity with net debt to EBITDA ratio of 1.5x[(i)]
- Repaid the Kupol loan during Q3, ahead of schedule

## ATTRACTIVE FUTURE GROWTH OPPORTUNITIES

- **LA COIPA** pre-feasibility study generated positive results
- Phased approach to **TASIAST** expansion offers a financially prudent alternative to realizing significant growth potential
- Mineral reserve conversion and exploration at **BALD MOUNTAIN** North and South Zones

## COMPELLING VALUATION

- Attractive value opportunity relative to peers, considering annual production, cost structure, track record and relatively low-risk growth opportunities



SHARE INFORMATION

K – Toronto Stock Exchange

KGC – New York Stock Exchange



(i) Pro-forma the Nevada acquisition, which closed January 11, 2016.



# FINANCIAL HIGHLIGHTS

# FINANCIAL RESULTS

| *All figures in US$ millions, except ounces, per share and per ounce amounts* | Q4 2015 | Q4 2014 | 2015 | 2014 |
|---|---|---|---|---|
| Attributable gold equivalent ounces (oz.)[1] | | | | |
| Produced | 623,716 | 672,051 | 2,594,652 | 2,710,390 |
| Sold | 632,411 | 651,498 | 2,608,870 | 2,715,358 |
| Average realized gold price ($/oz.) | $1,108 | $1,201 | $1,159 | $1,263 |
| Production cost of sales ($/oz.)[2] | | | | |
| Gold equivalent | $688 | $714 | $696 | $720 |
| All-in sustaining cost ($/oz. Au eq.)[3] | $991 | $1,006 | $975 | $973 |
| Capital expenditures ($M) | $160.7 | $189.4 | $610.0 | $631.8 |
| Revenue | $706.2 | $791.3 | $3,052.2 | $3,466.3 |
| Adjusted operating cash flow[5] | $203.8 | $217.2 | $786.6 | $1,023.8 |
| per share | $0.18 | $0.19 | $0.69 | $0.89 |
| Adjusted net earnings (loss) attributable to common shareholders[5] | ($68.8) | ($6.0) | ($91.0) | $131.1 |
| per share | $(0.06) | ($0.01) | ($0.08) | $0.11 |



(1) Refer to endnote #1
(2) Refer to endnote #2.
(3) Refer to endnote #3.
(5) Refer to endnote #5.

# NON-CASH IMPAIRMENT CHARGE

- Recorded after-tax non-cash property, plant & equipment impairment charges of US$430 million
  - Resulted from lower near and long-term gold price assumptions
- Also recorded inventory and other asset write-downs of US$260 million
  - Primarily due to a change in accounting estimates for supplies inventory
  - Write-down of low-grade stockpiles and dump leach inventory at Tasiast and stockpiles at Maricunga

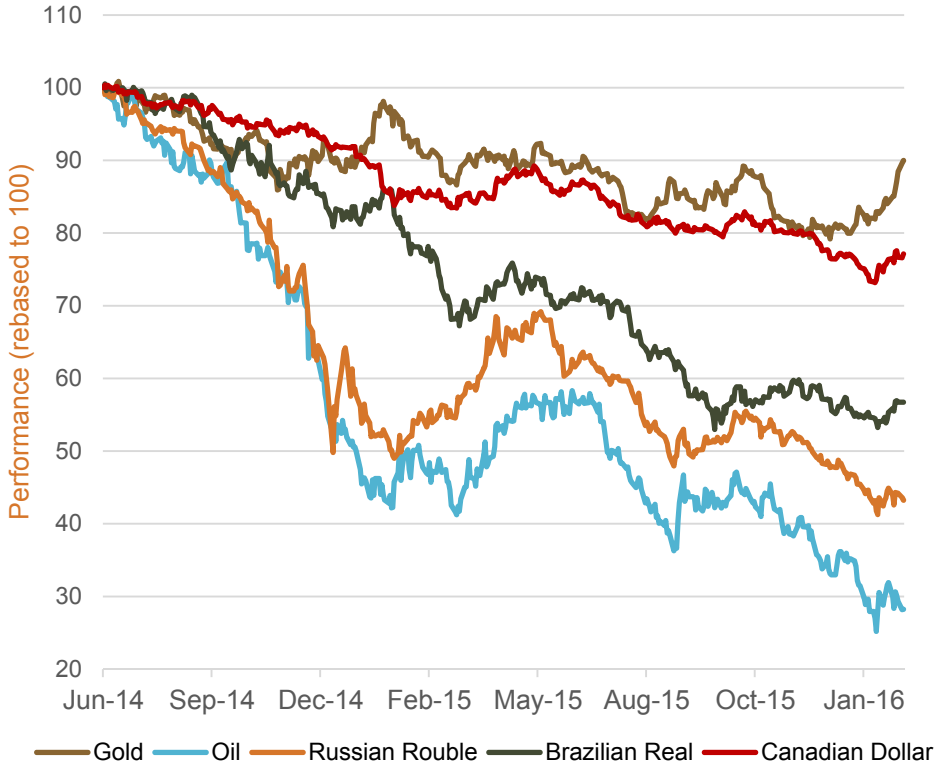
| CASH GENERATING UNIT | TOTAL AFTER-TAX IMPAIRMENT (US$M) |
|---|---|
| Fort Knox | $240 |
| Tasiast | $147 |
| Round Mountain (50% ownership at Dec.31.15) | $43 |
| Inventory and other asset write-downs | $260 |
| TOTAL | $690 |

*Note: Totals in the table above may not add due to rounding.*

# CURRENCY & OIL BENEFITS

**Well-positioned to benefit from further currency and oil weakness**

- Benefits of favourable FX and oil prices partially offsetting lower gold prices




2016 Budget Assumptions & Sensitivities(4)

| | Budget | Spot(i) |
|---|---|---|
| Gold | US$1,100 | US$1,173 |
| Oil | US$55/bbl. | US$31/bbl. |
| Russian Rouble | 55 | 77 |
| Brazilian Real | 3.75 | 3.90 |
| Chilean Peso | 650 | 704 |

| | Change from Assumptions | Impact to cost of sales |
|---|---|---|
| FX | 10% | US$15/oz. |
| Rouble | 10% | US$14/oz.(ii) |
| Brazilian Real | 10% | US$24/oz.(iii) |
| Oil | $10/bbl. | US$3/oz. |
| Gold price | $10/oz. | US$3/oz. |



(4) Refer to endnote #4.

(i) Source: Bloomberg – February 8, 2016.
(ii) Impact to production cost of sales of the Russian operations
(iii) Impact to production cost of sales of the Brazil operation

# FUEL & CURRENCY HEDGES

Managing exposure to fluctuations in foreign currency and input commodity prices

- Made strategic decision to reduce tenor and amount of oil and currency hedges:
  - Prefer to be hedged no more than 18 months out
  - No more than 50% of exposure

## Summary of foreign currency and energy hedges as at December 31, 2015

| | % of 2016 exposure hedged | Average Rate |
|---|---|---|
| Brazilian real | 27% | 3.75 |
| Chilean peso | 24% | 653 |
| Russian rouble | - | - |
| Canadian dollar | 41% | 1.26 |
| Oil & Fuel | 26%(ii) | *(Refer to note i)* |

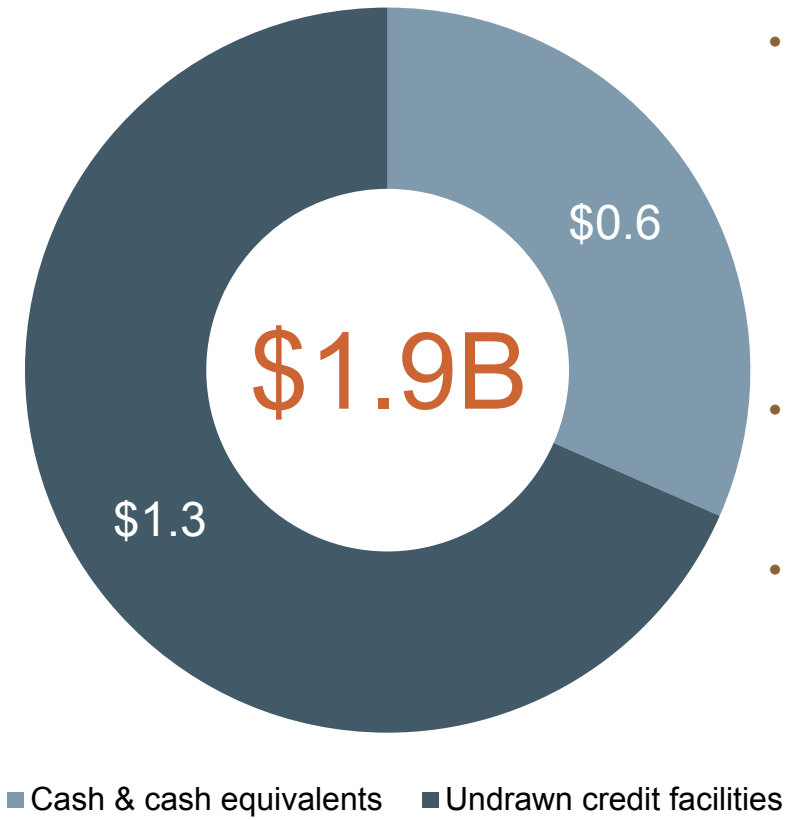
(i) Consists of crude oil swap contracts (404,400 barrels at an average rate of $47.55) as at December 31, 2015.
(ii) As a result of pre-paid fuel purchases mainly relating to the Company's Russian operations and fixed pricing in Ghana and Brazil, Kinross' unhedged, free-floating oil & fuel exposure for 2016 is ~53% of total consumption

STRONG BALANCE SHEET

# SOLID FINANCIAL POSITION

Maintaining balance sheet strength & financial flexibility remain priority objectives

## PRO-FORMA LIQUIDITY POSITION(i)




## MAINTAINING FINANCIAL FLEXIBILITY

- Improved balance sheet during 2015:
  - Added $60M to cash position, ending the period with over $1.0B in cash and cash equivalents
  - Repaid $80M of debt
- Only debt maturity prior to 2019 is $250M of senior notes due in September 2016
- Liquidity position remains strong post-Nevada acquisition, with ~$600M in cash & cash equivalents and $1.3B in undrawn credit facilities

(i) Pro-forma the acquisition of the Nevada assets, which closed January 11, 2016.

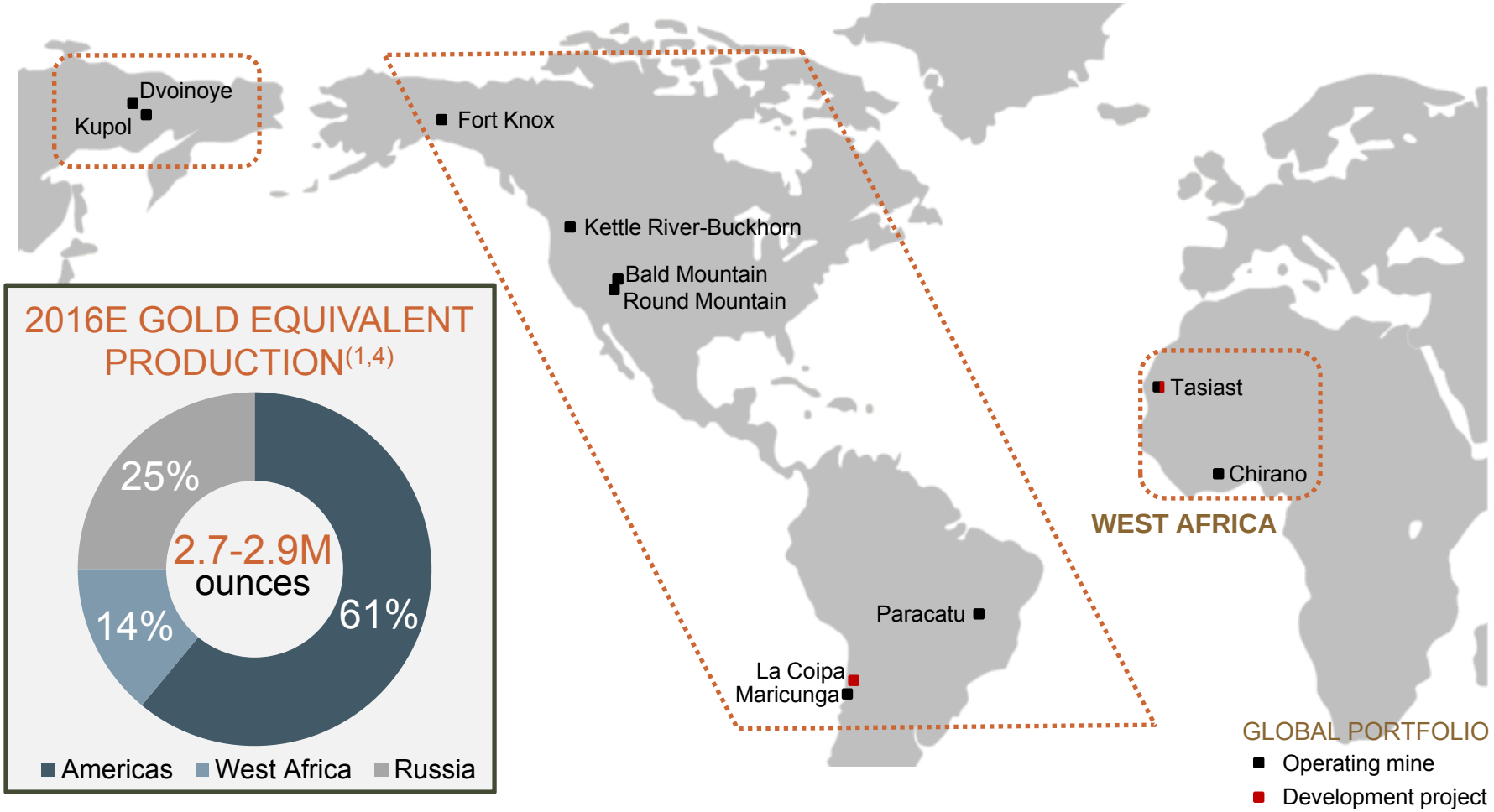


# OPERATING HIGHLIGHTS

OPERATIONAL EXCELLENCE

# DIVERSIFIED PORTFOLIO OF OPERATING MINES

Over 60% of estimated 2016 gold equivalent production from mines located in the Americas




## 2016E GOLD EQUIVALENT PRODUCTION(1,4)




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

OPERATIONAL EXCELLENCE

# PARACATU, BRAZIL

Large gold mine with a long mine life that extends to 2030

## UPDATE ON WATER SITUATION

- Milling operations temporarily curtailed for ~15 days due to lack of rain fall in the region
  - Resulted in a loss of approximately 28,000 ounces during Q4 2015
- Resumed Santo Antonio tailings reprocessing project in December

## 2016 OUTLOOK(4)

- Based on significant rainfall received in January 2016, do not anticipate a curtailment in the first half of 2016





(4) Refer to endnote #4.

OPERATIONAL EXCELLENCE

# TASIAST, MAURITANIA

In Q4 2015, achieved lowest cost of sales since Q1 2013

## COST REDUCTIONS

- Reduced oil and labour costs benefitting operation
  - Reduced workforce by 240 employees



## CONTINUOUS IMPROVEMENT BENEFITS

- Comprehensive review of crushing and grinding circuit to identify opportunities for improvement
- Completed upgrades to the tertiary crushing circuit, secondary crusher and conveyor in November
- Resulted in increased throughput:
  - Averaged 7,500 tpd in Q4 2015, a 10% increase from Q3 2015 average of 6,800 tpd



OPERATIONAL EXCELLENCE

# BALD MOUNTAIN, NEVADA

**Quality producing mine with significant exploration potential**

## GOOD FIT WITHIN KINROSS' PORTFOLIO

- Open-pit run-of-mine heap leach operation
  - Opportunity to leverage Kinross' expertise as a world-class open-pit and heap leach operator
- Large estimated mineral resource base with multiple sources of potential mineral reserve additions
- Excellent exploration potential with known targets and additional brownfield and greenfield opportunities

## INTEGRATION PROCEEDING WELL

- New GM transferred from Round Mountain
- Established a new exploration team and commenced drilling






# BALD MOUNTAIN, NEVADA

**Bald Mountain to be a priority focus of Kinross' 2016 exploration program**

## 2016 SPENDING

- Allocated $6M of exploration budget to Bald Mountain
- Immediate priority is within the footprint of the active mining areas in extensions to known deposits

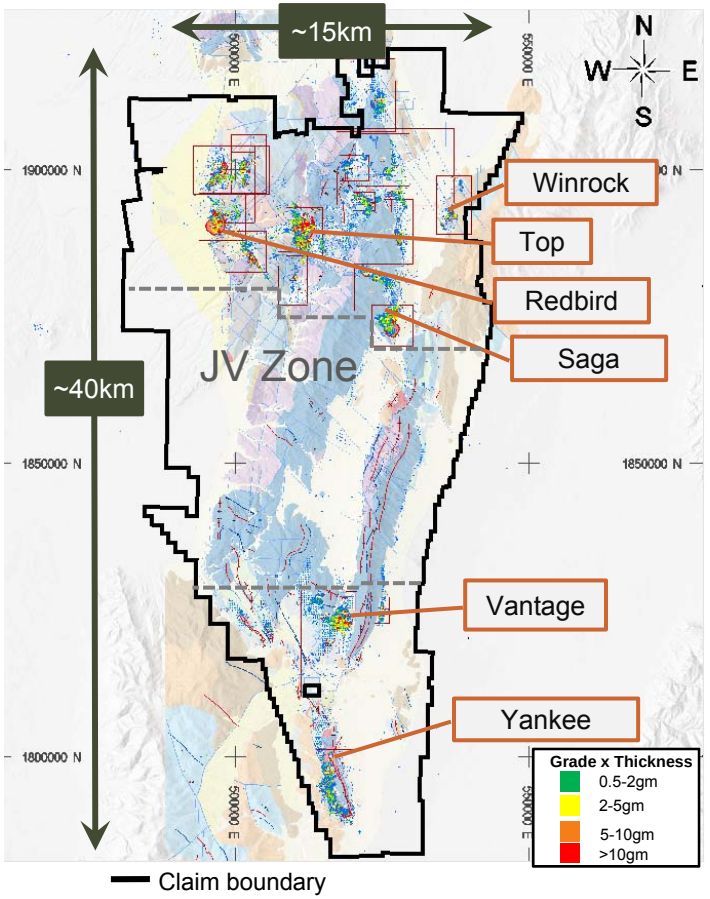
## NORTH ZONE

- Drilling to focus on converting mineral resources to mineral reserves and extending the known orebodies – open in all directions

## SOUTH ZONE

- Conducting geological reviews for the South Area deposits, including Yankee and Vantage
- Drilling to commence upon receipt of permit, expected in mid-2016

## 2016 Priority Exploration Targets





# RESERVE & RESOURCE UPDATE

QUALITY OVER QUANTITY

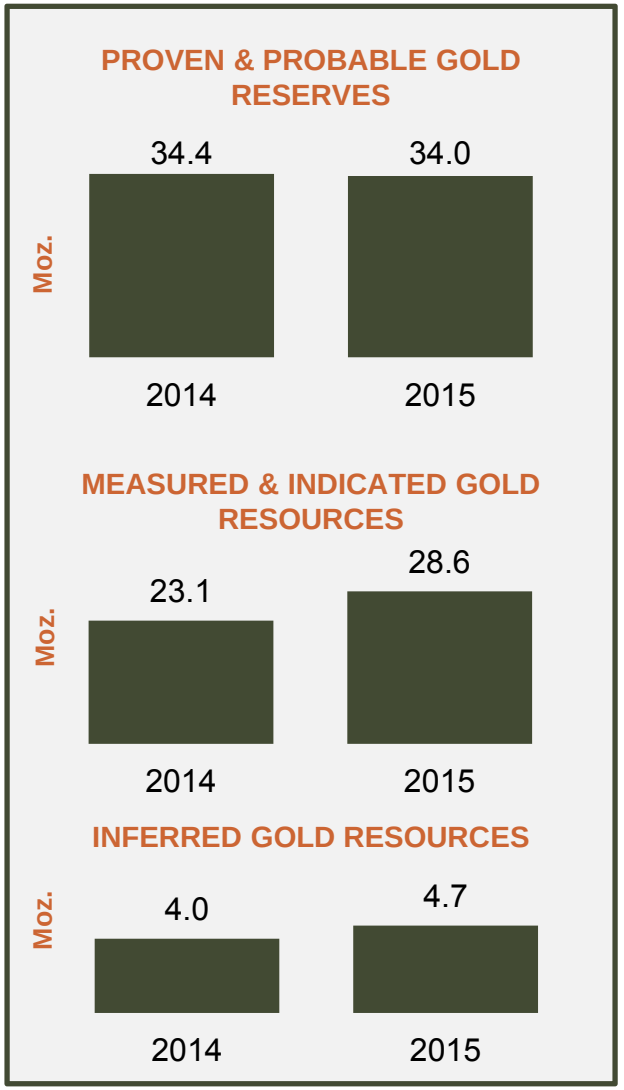
# 2015 MINERAL RESERVES AND RESOURCES(6)

## 2P MINERAL RESERVE ESTIMATES MAINTAINED AT 34Moz.

- Additions largely offset depletion
- Added 1.8Moz. Au through acquisition of Nevada assets
- Net addition of 0.2Moz. at high-grade Chirano mine
- 0.4Moz. added at Kupol, replacing large portion of ounces depleted during 2015

## INCREASE OF 5.5Moz. M&I MINERAL RESOURCE ESTIMATES

- 4.2Moz. added through acquisition of Nevada assets
- Exploration success added:
  - 0.9Moz. at La Coipa Phase 7 and Catalina deposits
  - 0.3Moz. at Tamaya, a prospective oxide target located on the Tasiast Sud license

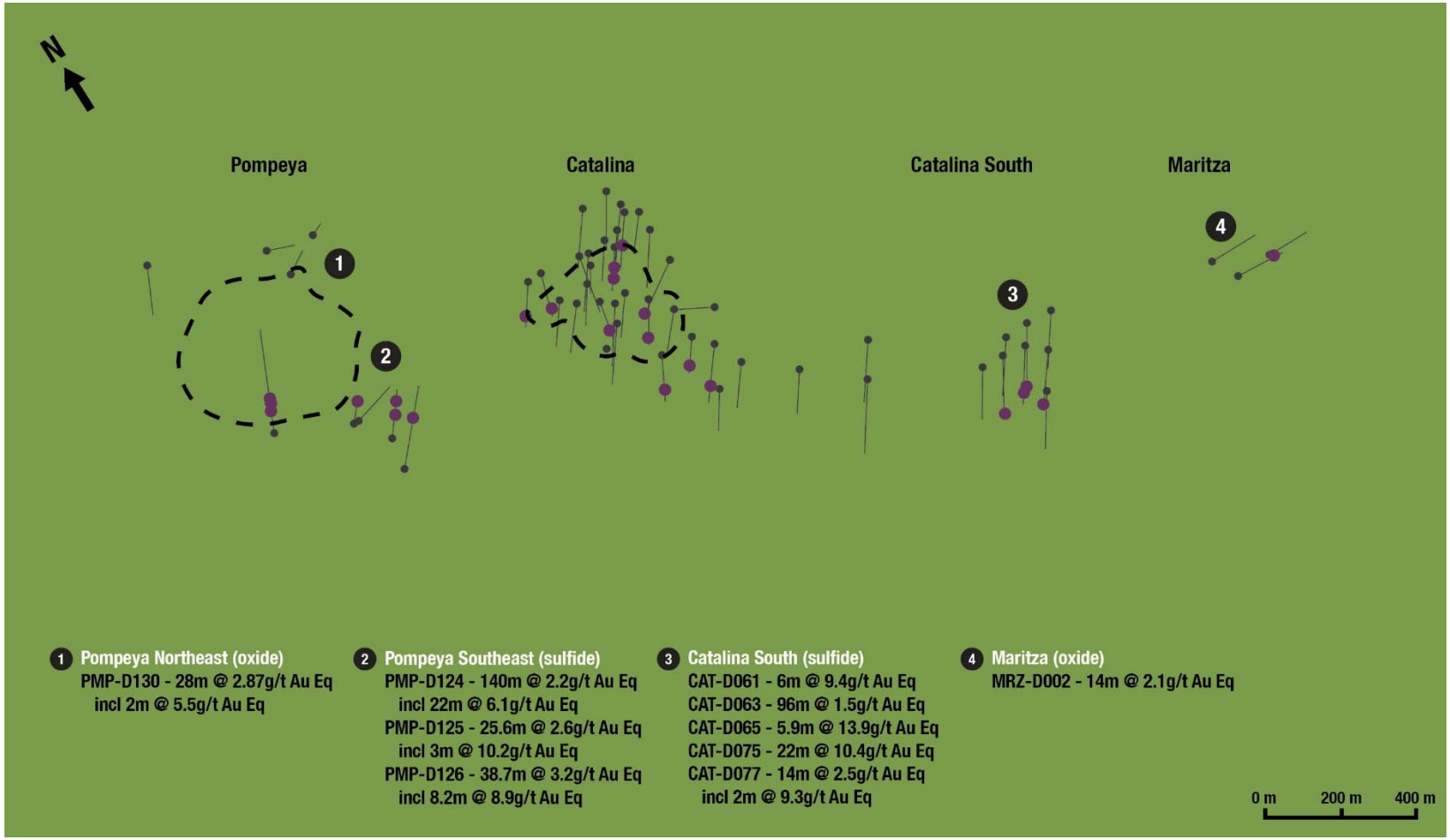



(6) Refer to endnote #6.

EXPLORATION HIGHLIGHTS

# LA COIPA, CHILE

Encouraging results along a prospective 3 km trend



# CHIRANO, GHANA

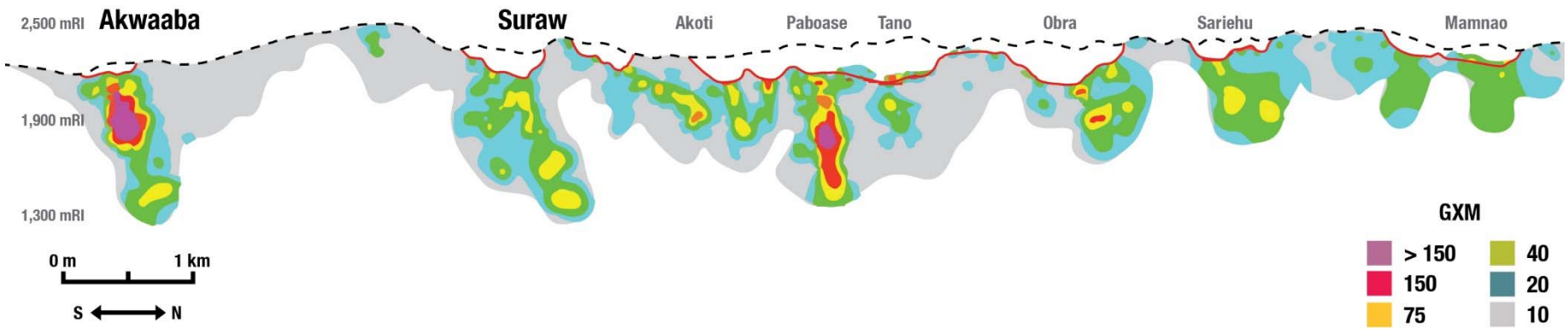
Exploration focused on 8 km mine trend to target open-pit and underground extensions

## SURAW

- Significant gold mineralization was extended 200 m south of the existing M&I mineral resource estimates and also 300 m down dip
- 2015 results demonstrate upside potential of the deposit

## AKWAABA

- Drilling delineated potential extension of the mineralization ~100 m down dip below current reserve limits
- Planning infill drilling in 2016 to better define the orebody extension and evaluate economic viability



# SEPTEMBER NORTH-EAST, RUSSIA

## SEPTEMBER NORTH-EAST

- Defined near-surface, high-grade M&I mineral resource estimate of 68koz. Au grading 32 g/t(6)
- Material being fast-tracked to production, expected in 2017

## DVOINOYE ZONE 1

- Located on the current mining lease
- Drilling confirmed continuity and grade of a mineralized vein at the bottom of a historically mined open-pit
- Mineral resource estimate expected in 2016

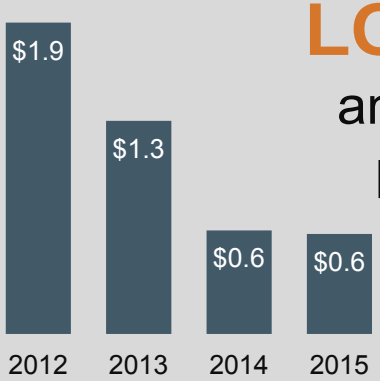



(6) Refer to endnote #6.

# TRACK RECORD OVER PAST 4 YEARS

**4**
Consecutive years

**MET**
guidance targets




**LOWERED**
annual capex by **$1.3B**

Produced over
**10Moz.**
gold equivalent

**10%**

**DECREASED**
all-in sustaining cost

Repaid $700M of debt

Liquidity position $1.9 billion

**MAINTAINED**
strong balance sheet



# APPENDIX

# ENDNOTES

1) 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.

2) Attributable production cost of sales per gold equivalent ounce sold and per gold ounce sold on a by-product basis are non-GAAP measures. For more information and a reconciliation of this non-GAAP measure for the three and twelve months ended December 31, 2015 and 2014, please refer to the news release dated February 10, 2016, under the heading "Reconciliation of non-GAAP financial measures", available on our website at www.kinross.com.

3) All-in sustaining cost is a non-GAAP measure. For more information and a reconciliation of this non-GAAP measure for the three and twelve months ended December 31, 2015 and 2014, please refer to the news release dated February 10, 2016 under the heading "Reconciliation of non-GAAP financial measures", available on our website at www.kinross.com.

4) For more information regarding Kinross' production, cost and capital expenditures outlook for 2016, please refer to the news release dated February 10, 2016 which is available on our website at www.kinross.com. Kinross' outlook for 2016 represents forward-looking information and users are cautioned that actual results may vary. Please refer to the Cautionary Statement on Forward-Looking Information on slide 2 of this presentation and in our news release dated February 10, 2016, 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 and twelve months ended December 31, 2015 and 2014, please refer to the news release dated February 10, 2016, under the heading "Reconciliation of non-GAAP financial measures", available on our website at www.kinross.com.

6) For more information regarding Kinross' 2015 mineral reserve and mineral resource estimates, please refer to our Annual Mineral Reserve and Mineral Resource Statement as at December 31, 2015 contained in our news release dated February 10, 2016, which is available on our website at www.kinross.com.







KINROSS GOLD CORPORATION

25 York Street, 17th Floor | Toronto, ON | M5J 2V5

www.kinross.com





