



# BUILDING THE NEXT SENIOR STREAMING AND ROYALTY COMPANY

January 2023  
Corporate Presentation

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*This presentation does not constitute an offer to sell or a solicitation of an offer to purchase any security in any jurisdiction*

## **Cautionary Note Regarding Forward-Looking Information and Statements:**

This presentation contains “forward-looking information” within the meaning of applicable Canadian securities laws and “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995, respectively (collectively referred to herein as “forward-looking information”). Forward-looking information may be identified by the use of forward-looking terminology such as “plans”, “targets”, “expects”, “is expected”, “budget”, “scheduled”, “estimates”, “outlook”, “forecasts”, “projection”, “prospects”, “strategy”, “intends”, “anticipates”, “believes”, or variations of such words and phrases or terminology which states that certain actions, events or results “may”, “could”, “would”, “might”, “will”, “will be taken”, “occur” or “be achieved”. Forward-looking information in this presentation includes: the strengths, characteristics and expected benefits and synergies of the Transaction; and our assessments of, and expectations for, future periods (including, but not limited to, the long-term production outlook for GEOs). In addition, any statements that refer to expectations, intentions, projections or other characterizations of future events or circumstances, including information in this presentation regarding the Transaction and the anticipated benefits therefrom, contain forward-looking information. Statements containing forward-looking information are not historical facts but instead represent our expectations, estimates and projections regarding possible future events or circumstances.

The forward-looking information included in this presentation is based on our opinions, estimates and assumptions in light of our experience and perception of historical trends, current conditions and expected future developments, our assumptions regarding the Transaction (including, but not limited to, our ability to derive the anticipated benefits therefrom), as well as other factors that we currently believe are appropriate and reasonable in the circumstances. The forward-looking information contained in this presentation is also based upon a number of assumptions, including the ongoing operation of the properties in which we hold a stream or royalty interest by the owners or operators of such properties in a manner consistent with past practice; the accuracy of public statements and disclosures made by the owners or operators of such underlying properties; and the accuracy of publicly disclosed expectations for the development of underlying properties that are not yet in production. These assumptions include, but are not limited to, the following: assumptions in respect of current and future market conditions and the execution of our business strategies, that operations, or ramp-up where applicable, at properties in which we hold a royalty, stream or other interest, continue without further interruption through the period, and the absence of any other factors that could cause actions, events or results to differ from those anticipated, estimated, intended or implied. Despite a careful process to prepare and review the forward-looking information, there can be no assurance that the underlying opinions, estimates and assumptions will prove to be correct. Forward-looking information is also subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Such risks, uncertainties and other factors include, but are not limited to, those set forth under the caption “Risk Factors” in our annual information form and in our most recent management’s discussion and analysis as filed from time to time on SEDAR at [www.sedar.com](http://www.sedar.com) and on EDGAR at [www.sec.gov](http://www.sec.gov). For clarity, mineral resources that are not mineral reserves do not have demonstrated economic viability and inferred resources are considered too geologically speculative for the application of economic considerations.

Although we have attempted to identify important risk factors that could cause actual results or future events to differ materially from those contained in forward-looking information, there may be other risk factors not presently known to us or that we presently believe are not material that could also cause actual results or future events to differ materially from those expressed in such forward-looking information. There can be no assurance that such information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. Accordingly, readers should not place undue reliance on forward-looking information, which speaks only as of the date made. The forward-looking information contained in this presentation represents our expectations as of the date of this presentation and is subject to change after such date. We disclaim any intention or obligation or undertaking to update or revise any forward-looking information whether as a result of new information, future events or otherwise, except as required by applicable securities laws. All of the forward-looking information contained in this presentation is expressly qualified by the foregoing cautionary statements.

## **Technical and Third-Party Information**

Triple Flag does not own, develop or mine the underlying properties on which it holds stream or royalty interests. As a royalty or stream holder, Triple Flag has limited, if any, access to properties included in its asset portfolios. As a result, Triple Flag is dependent on the owners or operators of the properties and their qualified persons to provide information to Triple Flag and on publicly available information to prepare disclosure pertaining to properties and operations on the properties on which Triple Flag holds stream, royalty or other similar interests. Triple Flag generally has limited or no ability to independently verify such information. Although Triple Flag does not believe that such information is inaccurate or incomplete in any material respect, there can be no assurance that such third-party information is complete or accurate.

## **Market and Industry Data**

Market and industry data presented throughout this presentation were obtained from third-party sources, industry reports and publications, websites and other publicly available information, as well as industry and other data prepared by us or on our behalf, on the basis of our knowledge of the markets in which we operate, including information provided by other industry participants. These third-party sources include Skarn Associates Limited, S&P Global Market Intelligence, SNL Metals & Mining Data and Wood Mackenzie Inc. Although we believe it to be reliable, Triple Flag has not independently verified any of the data from third-party sources referred to in this presentation, analyzed or verified the underlying studies or surveys relied upon or referred to by such sources, or ascertained the underlying market, economic and other assumptions relied upon by such sources. Market and industry data are subject to variations and cannot be verified due to limits on the availability and reliability of data inputs, the voluntary nature of the data gathering process and other limitations and uncertainties inherent in any statistical survey.

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## **Gold Equivalent Ounces (“GEOs”):**

GEOs are a non-IFRS measure and are based on stream and royalty interests and are calculated on a quarterly basis by dividing all revenue from such interests for the quarter by the average gold price during such quarter. The gold price is determined based on the London Bullion Market Association (“LBMA”) PM fix. For periods longer than one quarter, GEOs are summed for each quarter in the period. Triple Flag uses this measure internally to evaluate its underlying operating performance across its stream and royalty portfolios for the reporting periods presented and to assist with the planning and forecasting of future operating results. GEOs are intended to provide additional information only and do not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The measures are not necessarily indicative of gross profit or operating cash flow as determined under IFRS. Other companies may calculate these measures differently.

## **Non-IFRS Measures**

This presentation makes reference to certain non-IFRS measures. These measures are not recognized measures under International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board and do not have a standardized meaning prescribed by IFRS and are therefore unlikely to be comparable to similar measures presented by other companies. Rather, these measures are provided as additional information to complement IFRS measures by providing further understanding of our results of operations from management’s perspective. Accordingly, these measures should not be considered in isolation or as a substitute for analysis of our financial information reported under IFRS and may be calculated differently by other companies. These non-IFRS measures, including GEOs, adjusted net earnings (loss), adjusted net earnings (loss) per share, free cash flow, adjusted EBITDA, asset margin, total margin, cash costs and cash costs per GEO, are used to provide investors with supplemental measures of our operating performance and thus highlight trends in our core business that may not otherwise be apparent when relying solely on IFRS measures. We also believe that securities analysts, investors and other interested parties frequently use non-IFRS measures in the evaluation of issuers. Our management also uses non-IFRS measures in order to facilitate operating performance comparisons from period to period, to prepare annual operating budgets and forecasts and to determine components of management compensation. See the Appendix to this presentation for a reconciliation of the foregoing non-IFRS measures to their most directly comparable measures calculated in accordance with IFRS.

# TRIPLE FLAG

Pure play precious metals streaming and royalty company

- **Delivering value to our shareholders, partners and communities**
- **Streaming and royalty business** gold focused and high margin
- **229 assets including 29 paying assets**
  - Predominantly in Australia, North America and South America
- **Strategic and synergistic Maverix acquisition**
  - Closed in January 2023
- **Cornerstone stream on the Northparkes Mine in Australia** plus key assets on Cerro Lindo, Fosterville and RBPlat
- **ESG excellence is core to our identity**
  - Ensure portfolio quality through rigorous due diligence
  - Contribute to a responsible and sustainable mining sector
- **Shareholder alignment and low G&A**
  - Management are founders and substantial owners

# BUILDING THE NEXT SENIOR STREAMER

Track record, continued organic growth and firepower to grow value



**\$2.8B**  
Market Cap <sup>1</sup>

**113-116 koz**  
2022E GEOs  
Pro Forma Basis

**\$148M**  
LTM Operating Cash Flow  
Pro Forma Basis <sup>2</sup>

**229 Assets**  
29 Paying Assets  
Streams and Royalties

**1.4%**  
Dividend Yield <sup>3</sup>

**+\$600M**  
Available liquidity <sup>4</sup>

## Leading ESG Ratings



All figures in US\$ unless otherwise noted. Pro Forma Basis represents combination of Triple Flag and Maverix

- 1) Market capitalization based on share price as at January 19, 2023
- 2) Operating cash flow on pro forma basis for the last twelve months ended September 30, 2022
- 3) Based on share price as at January 19, 2023
- 4) Pro forma available liquidity represents pro forma net cash and undrawn credit facility

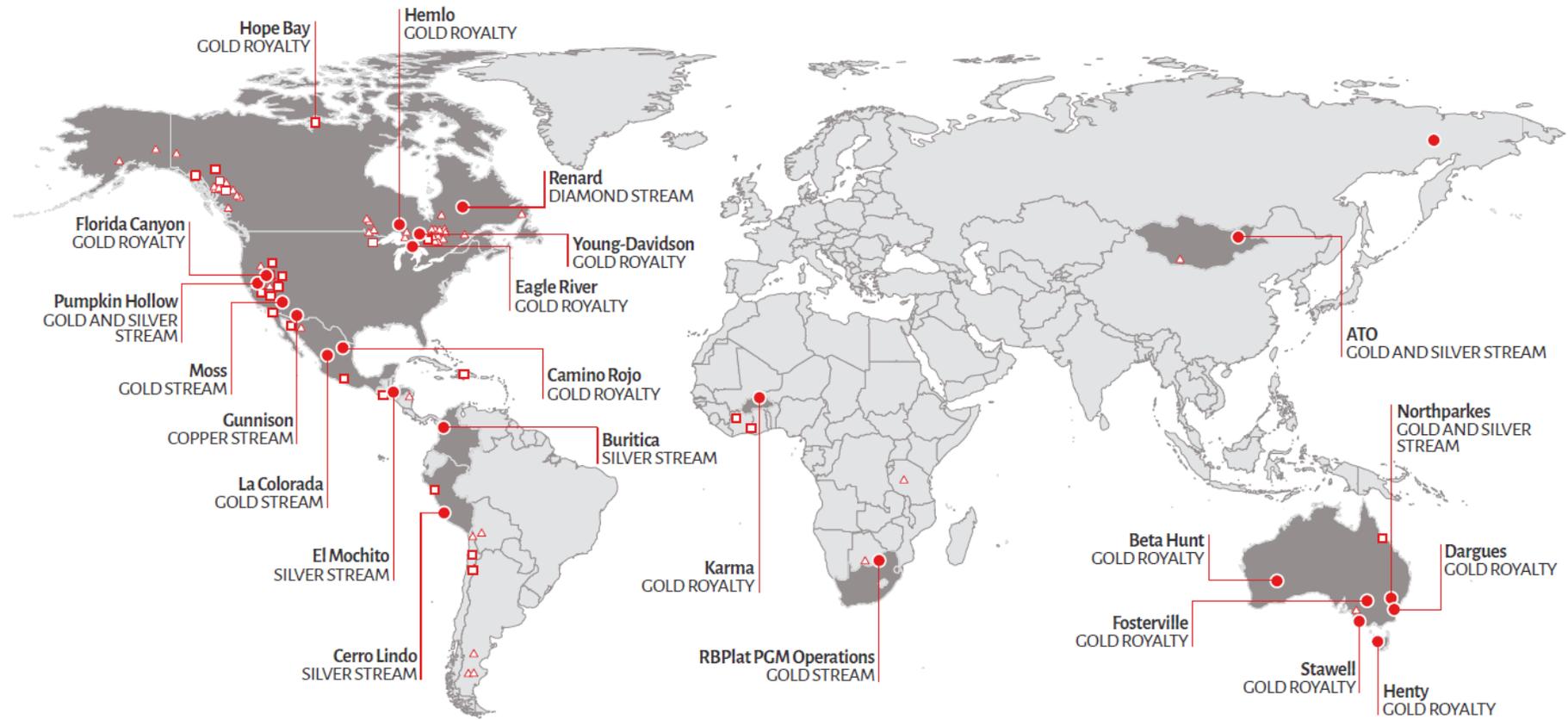
# COMBINED PORTFOLIO TRIPLE FLAG AND MAVERIX



Diversified portfolio of streams and royalties in top-tier jurisdictions

**Portfolio of 229 Assets**  
*Streams and royalties*

**29 Paying Assets**  
*Streams and royalties*



- Producing Assets
- Development Stage Assets
- △ Exploration Stage Assets

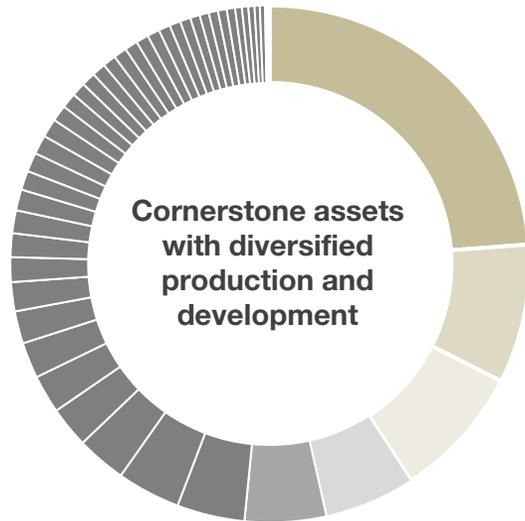
**Strong Development and Exploration Pipeline**

# PURE PLAY PRECIOUS METALS

Combination with Maverix enhances high-quality diversification

## Asset

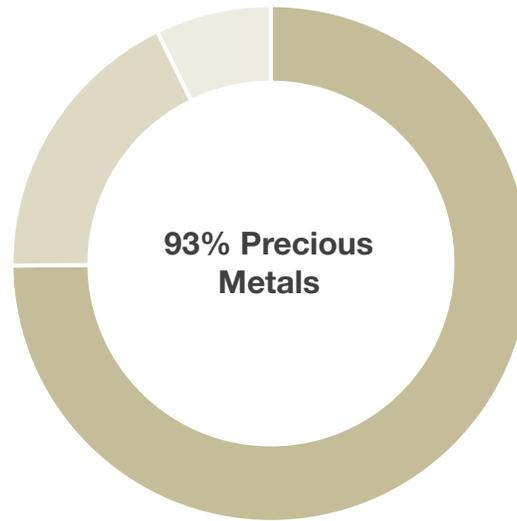
Consensus NAV



Northparkes	24%
RBPlat	9%
Cerro Lindo	8%
Buritica	6%
ATO	5%
Other	48%

## Commodity

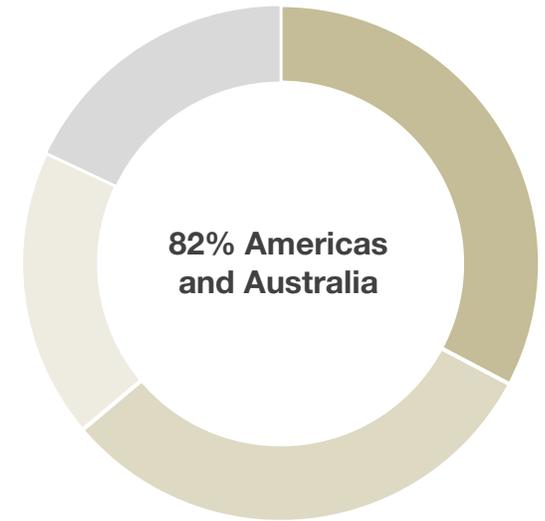
Consensus NAV



Gold	75%
Silver	18%
Other	7%

## Geography

Consensus NAV

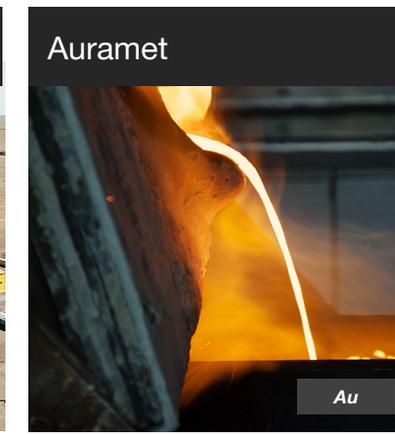
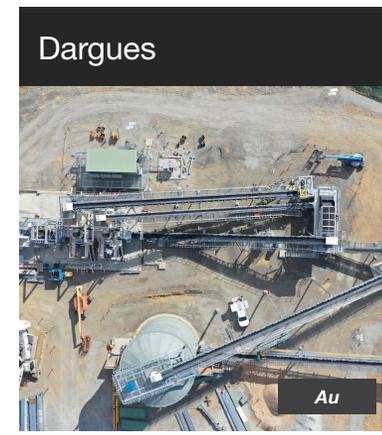
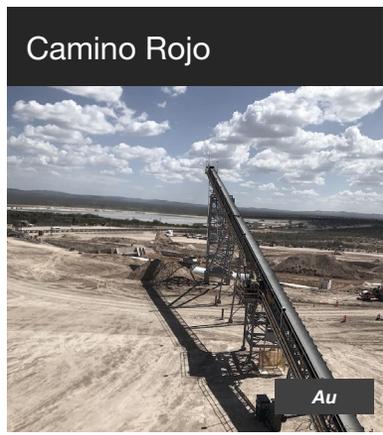
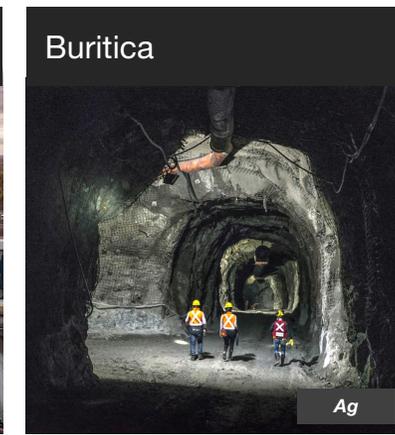
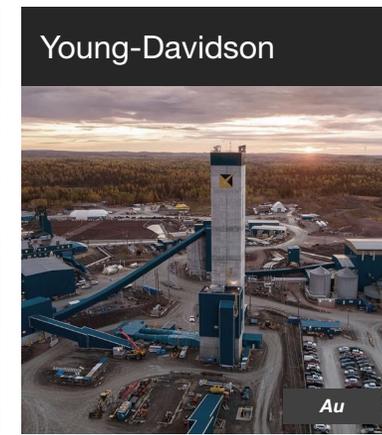
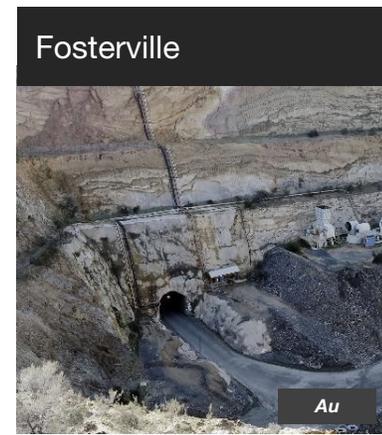
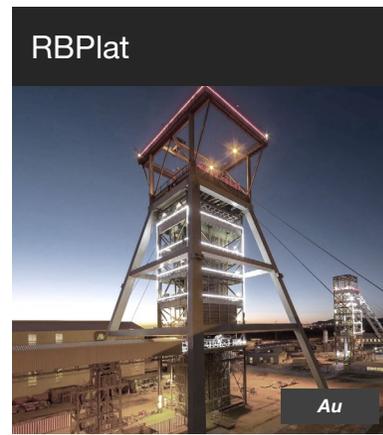
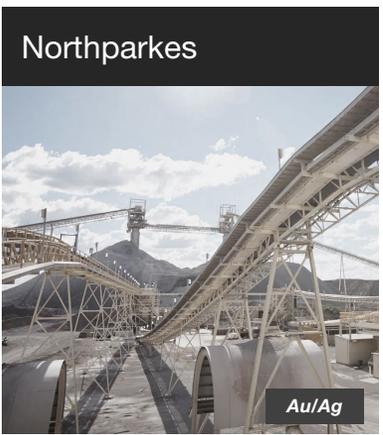


North America	33%
Australia	31%
Latin America	18%
Rest of World	18%

Source: Corporate disclosure; analyst research

# DIVERSIFIED PRODUCTION

Portfolio with cornerstone assets and diversified production



**29 paying assets across diversified portfolio**

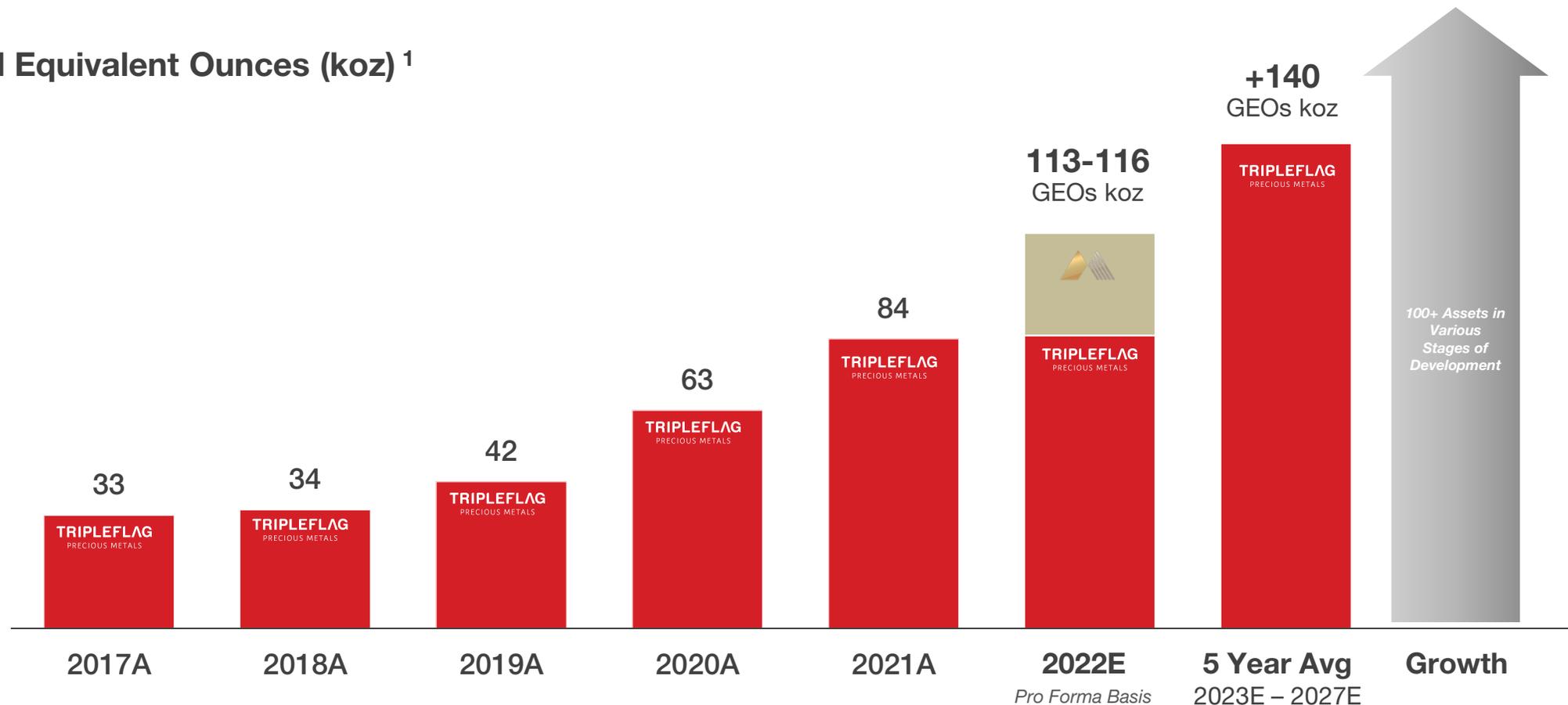
**Au** Note: Denotes primary stream and/or royalty exposure by commodity

# TRACK RECORD, CAPITAL DISCIPLINE & RECORD GROWTH



High-quality, sustainable production profile

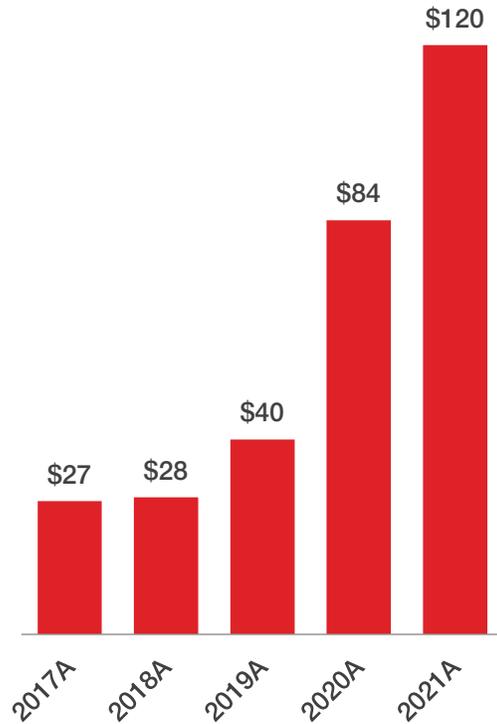
## Gold Equivalent Ounces (koz) <sup>1</sup>



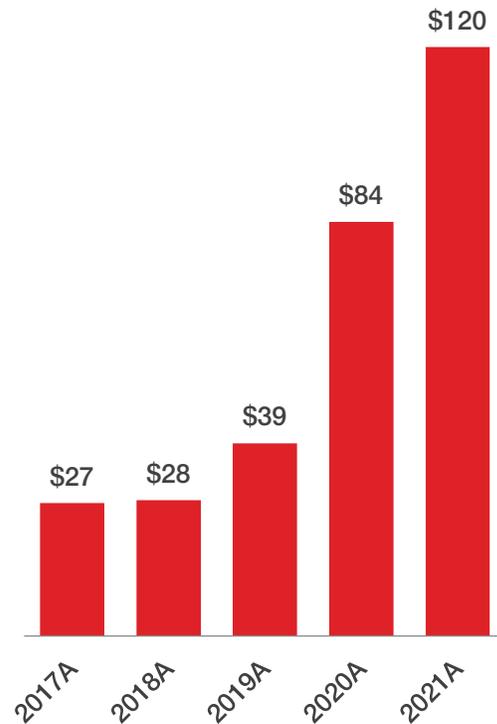
1) GEOs are based on stream and royalty interests and are calculated on a quarterly basis by dividing all revenue from such interests for the quarter by the average gold price during such quarter. The gold price is determined based on the London Bullion Market Association (“LBMA”) PM fix. For periods longer than one quarter, GEOs are summed for each quarter in the period. 2022E and long-term expected GEOs (pro forma basis) are based on publicly available forecasts of the owners or operators of stream and royalty properties. When publicly available forecasts on properties are not available, we obtain internal forecasts from the owners or operators, or use our own best estimate. We conduct our own independent analysis of this information to reflect our expectations based on an operator’s historical performance and track record of replenishing Mineral Reserves and the operator’s publicly disclosed guidance on future production, the conversion of Mineral Resources to Mineral Reserves, drill results, our view on opportunities for mine plan optimization and other factors. In estimating 5-year average GEOs (pro forma basis), we used analyst consensus commodity price forecasts

# STRONG FREE CASH FLOW

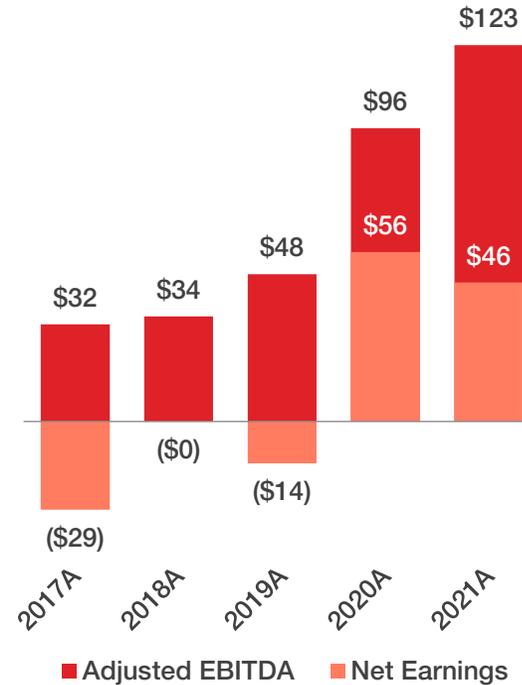
**Operating Cash Flow**  
(US\$M)



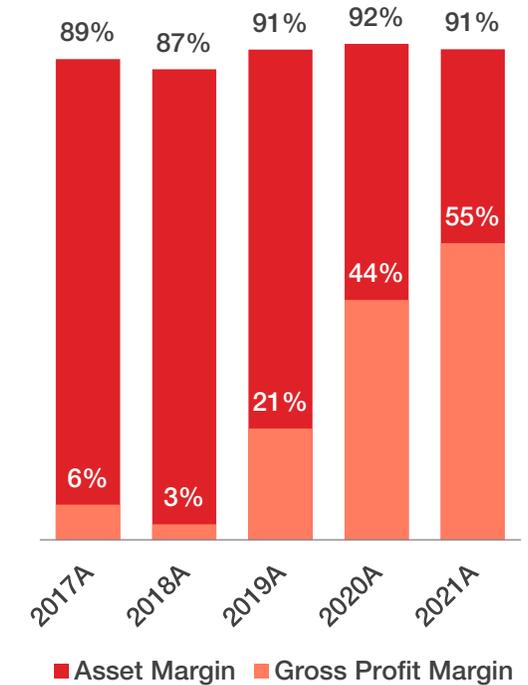
**Free Cash Flow <sup>1</sup>**  
(US\$M)



**Net Earnings and Adjusted EBITDA <sup>2</sup>**  
(US\$M)



**Gross Profit Margin and Asset Margin <sup>3</sup>**  
(% of revenue)



Notes: For a discussion of Asset Margin, Adjusted EBITDA and Free Cash Flow and for a reconciliation to the most directly comparable measure calculated and presented in accordance with IFRS, see Appendix to this presentation

- 1) Free cash flow is a non-IFRS measure which deducts acquisition of other assets (excluding acquisition of mineral interests) from operating cash flow. Acquisition of other assets includes the acquisition of fixtures, leasehold improvements and other assets in connection with the Company's head office premises
- 2) Adjusted EBITDA is a non-IFRS measure which excludes the following items from net earnings (loss): income tax expenses, finance costs, finance income, depletion and amortization, impairment charges, gain/loss on sale or disposition of assets/investments/mineral interests, foreign currency translation gains/losses, increase/decrease in fair value of investments and non-recurring charges
- 3) Gross profit margin is defined as gross profit divided by revenue. Asset margin is a non-IFRS measure and is calculated by adding depletion to gross profit and then dividing by revenue

# ROBUST PROJECT PIPELINE

Multiple projects in the execution and feasibility study phase

Execution	Pre-Feasibility / Feasibility	Preliminary Economic Assessment	Resources
Camino Rojo	Koné	Converse	Golden Eagle
Beta Hunt Expansion	Polo Sur	McCoy-Cove	Juby
Hope Bay	South Railroad	Fenn-Gib	Monument Bay
Silvertip	Gemfield	Tamarack	Linear
Kensington	DeLamar	Tres Cruces	Uudam Khundii
Pumpkin Hollow Underground	Cerro Blanco	Shalipayco	Maverick Springs
Gunnison	Mother Lode	Romero	Bullfrog
Northparkes E31, E26, E22	Cerro Casale	Thunder Bay North	Akasaba
ATO Phase II Expansion	Agua Rica		Buffalo Valley
	Kemess		Chimo
	Hasbrouck-Three Hills		Hosco-Heva
	Eastern-Borosi		
	Eskay Creek		
	Pumpkin Hollow Open Pit		

South Railroad

# CATALYSTS

Near-term organic growth...

## NEAR-TERM ASSET CATALYSTS

### Northparkes

E26 Lift 1 North Block Cave commenced production in 2022

### Buritica

Expanding throughput from 3,000 to 4,000 tpd

### Camino Rojo

Construction complete, operations reaching steady state

### RBPlat

Styldrift to reach steady-state run rate

### Hope Bay

Agnico focused on exploration and potential 4 ktpd UG operation

### Beta Hunt

Expansion underway to double production

### Fosterville

Mining of high-grade stopes in Q4 2022 and robust high-grade drill results

## CORPORATE CATALYSTS

Maverix Transaction closed in January 2023

Index inclusion / rebalancing

# SHAREHOLDER BASE

Enhanced shareholder base and trading liquidity

- **Dual listed on TSX and NYSE**
- **Robust institutional and strategic ownership**
- **Leading insider ownership**
  - Management and Board are founders and substantial owners
- **Index inclusion / rebalancing**
  - Triple Flag has replaced Maverix in the Global Junior Gold Miners Index (GDXJ) <sup>1</sup>

1) MarketVector Indexes GmbH ("MVIS") has replaced Maverix with Triple Flag in their Global Junior Gold Miners Index ("GDXJ") in connection with the acquisition of Maverix



# ROBUST VALUE CREATION

~11% Free Cash Flow yield on Net Investment in Mineral Interests <sup>1</sup>

All figures in US\$M

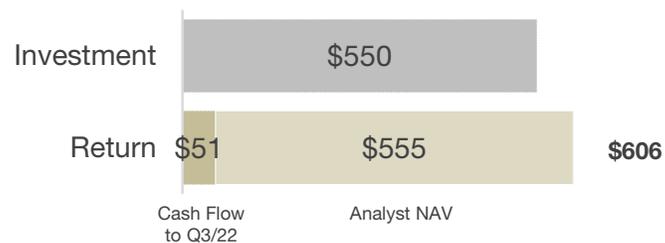
## Cerro Lindo 2016 Investment



## Fosterville 2018 Investment



## Northparkes 2020 Investment



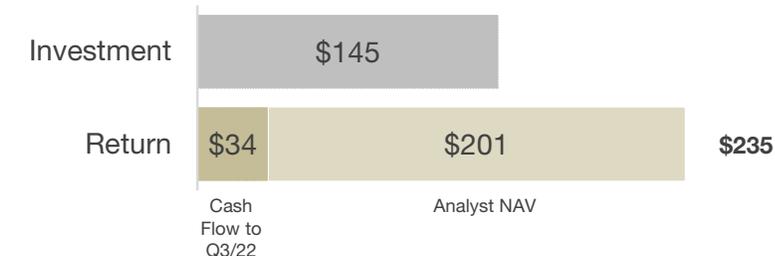
## Buritica 2019 Investment



## ATO 2017 Investment



## RBPlat 2020 Investment



Note: Cash Flow to Q3/22 represents Revenue less Cost of sales plus Proceeds on disposition of mineral interests from September 30, 2016 to September 30, 2022. Analyst NAV based on consensus estimates

- 1) Represents Triple Flag 2021A Free Cash Flow divided by Net Investment in Mineral Interests as at December 31, 2021 (Stream and Royalty Capital Invested less Cash Flow and Proceeds on Disposition from September 30, 2016 to December 31, 2021)
- 2) Buritica cash flow includes Proceeds on disposition of mineral interests (\$78M gold stream buyback in 2020) following which TFPM retained a 100% silver stream on Buritica

# SUSTAINABILITY

Superior ESG practices are core



- **Top ESG rankings**
  - Inaugural (Nov 2022) ESG Risk Rating of 9.2 from Morningstar Sustainalytics<sup>1</sup>
    - Ranked 4<sup>th</sup> of 120 companies in the global precious metals sector
    - Ranked top 1% of 15,556 rated companies globally
- **Climate commitment and performance**
  - Carbon neutral since inception offsetting 14,223 t of CO<sub>2</sub>e for 2021 emissions<sup>2</sup>
  - Committed to our long-term goal of net zero emissions by 2050
- **Community investment average target of 2% of net income**
  - Contributing to community and sector development through our global scholarship programs is a priority
- **Target of at least 30% women on the Board and 30% diversity in senior management by 2025**



**WOMEN'S  
EMPOWERMENT  
PRINCIPLES**

1) Copyright ©2022 Sustainalytics. All rights reserved

2) Accounting for our emissions from corporate activities and attributable emissions from our investments. Includes Scope 1, 2 and 3 (categories 6, 7 and 15) greenhouse gas (GHG) emissions as defined by the Greenhouse Gas Protocol

# LEADERSHIP TEAM

Deep experience and networks in senior executive, commercial, ESG and accounting mining roles



**Shaun Usmar**  
Chief Executive Officer

- Founder of Triple Flag
- Former SEVP and CFO, Barrick Gold Corporation
- Early executive team member of Xstrata; GM of Business Development, CFO of Xstrata Alloys and CFO of Xstrata Nickel
- Former Corporate Finance Manager at Billiton plc
- Started career as Production Engineer
- Vice-Chair of Make A Wish Canada



**Sheldon Vanderkooy**  
Chief Financial Officer

- Former Assistant General Counsel at First Quantum
- Former Senior Director, Legal Affairs at Inmet Mining
- Former Partner at Blake, Cassels & Graydon LLP
- Former Chartered Accountant, Ernst & Young LLP



**James Dendle**  
SVP, Corporate Development

- Chartered Geologist with 10 years of broad experience estimating and auditing resources and reserves, multi-disciplinary due diligence and technical studies
- Former Senior Consultant at SRK Consulting



**Eban Bari**  
VP, Finance

- Over 15 years of financial reporting experience across complex multi-national organizations
- Former Senior Director, Financial Reporting at Barrick Gold Corporation



**Warren Beil**  
General Counsel

- Former General Counsel of Maverix Metals
- Former VP, Legal for two gold exploration companies and former General Counsel for a private VC company focused on the natural resource sector
- Began career in private practice with Blake, Cassels & Graydon LLP



**Katy Board**  
VP, Talent & ESG

- Nearly 20 years of experience in Human Resources, largely in the mining industry
- Former VP, Global Total Rewards at Barrick Gold Corporation
- Has consulted to various small and large cap mining companies on Executive Compensation, Governance and Disclosure initiatives



**John Cash**  
Senior Advisor, Mining Engineering

- Technical mining professional with 30+ years of mining experience
- Former Senior Mining Consultant at Hatch
- Former Vice President, LOM Planning & Growth for Barrick Gold Corporation



**Leshan Daniel**  
Managing Director, Finance

- Over 20 years of experience working with global companies in the areas of finance, internal controls and compliance
- Former Director of Finance at Barrick Gold Corporation

# EXPERIENCED BOARD

Diverse capabilities, with deep mining and investing backgrounds and networks



**Dawn Whittaker**  
Director & Chair



**Susan Allen**  
Director & Committee Chair<sup>1</sup>



**Timothy Baker**  
Director



**Geoff Burns**  
Director



**Mark Cicirelli**  
Director



**Peter O'Hagan**  
Director & Committee Chair<sup>2</sup>



**Blake Rhodes**  
Director



**Shaun Usmar**  
Director & Chief Executive Officer

1) Chair of the Audit Committee  
2) Chair of the Compensation & ESG Committee

# BUILDING THE NEXT SENIOR STREAMER

**DISCIPLINED AND GOLD  
FOCUSED**

**DIVERSIFIED, QUALITY,  
PURE PLAY PORTFOLIO**

**ROBUST CASH FLOW AND  
EMBEDDED GROWTH**

**POSITIONED FOR  
PREMIUM VALUATION**

# Appendix

# NON-IFRS MEASURES



## Gold Equivalent Ounces (“GEOs”)

GEOs are a non-IFRS measure and are based on stream and royalty interests and are calculated on a quarterly basis by dividing all revenue from such interests for the quarter by the average gold price during such quarter. The gold price is determined based on the London Bullion Market Association (“LBMA”) PM fix. For periods longer than one quarter, GEOs are summed for each quarter in the period. Management uses this measure internally to evaluate our underlying operating performance across our stream and royalty portfolio for the reporting periods presented and to assist with the planning and forecasting of future operating results. GEOs are intended to provide additional information only and does not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The measures are not necessarily indicative of gross profit or operating cash flow as determined under IFRS. Other companies may calculate these measures differently.

## Adjusted Net Earnings (Loss) and Adjusted Net Earnings (loss) per Share

Adjusted net earnings (loss) is a non-IFRS financial measure, which excludes the following from net earnings (loss): impairment charges; gain/loss on sale or disposal of assets/investments/mineral interests; foreign currency translation (gains) losses; increase/decrease in fair value of investments; non-recurring charges; and impact of income taxes on these items. Management uses this measure internally to evaluate our underlying operating performance for the reporting periods presented and to assist with the planning and forecasting of future operating results. Management believes that adjusted net earnings (loss) is a useful measure of our performance because impairment charges, gain/loss on sale or disposal of assets/investments/mineral interests, foreign currency translation (gains) losses, increase/decrease in fair value of investments and non-recurring charges (such as IPO readiness costs) do not reflect the underlying operating performance of our core business and are not necessarily indicative of future operating results. The tax effect is also excluded to reconcile the amounts on a post-tax basis, consistent with net earnings. Management’s internal budgets and forecasts and public guidance do not reflect the types of items we adjust for. Consequently, the presentation of adjusted net earnings (loss) enables users to better understand the underlying operating performance of our core business through the eyes of management. Management periodically evaluates the components of adjusted net earnings (loss) based on an internal assessment of performance measures that are useful for evaluating the operating performance of our business and a review of the non-IFRS measures used by industry analysts and other streaming and royalty companies. Adjusted net earnings (loss) is intended to provide additional information only and does not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The measures are not necessarily indicative of gross profit or operating cash flow as determined under IFRS. Other companies may calculate these measures differently.

## Free Cash Flow

Free cash flow is a non-IFRS measure that deducts acquisition of other assets (excluding acquisition of mineral interests) from operating cash flow. Acquisition of other assets includes the acquisition of fixtures, leasehold improvements and other assets in connection with our head office premises. Management believes this to be a useful indicator of our ability to operate without reliance on additional borrowing or usage of existing cash. Free cash flow is intended to provide additional information only and does not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The measure is not necessarily indicative of operating profit or operating cash flow as determined under IFRS. Other companies may calculate this measure differently.

## Adjusted EBITDA

Adjusted EBITDA is a non-IFRS financial measure, which excludes the following from net earnings: income tax expense; finance costs; finance income; depletion and amortization; impairment charges; gain/loss on sale or disposal of assets/investments/mineral interests; foreign currency translation gains/losses; increase/decrease in fair value of investments; and non-recurring charges. Management believes that adjusted EBITDA is a valuable indicator of our ability to generate liquidity by producing operating cash flow to fund working capital needs, service debt obligations, and fund acquisitions. Management uses adjusted EBITDA for this purpose. Adjusted EBITDA is also frequently used by investors and analysts for valuation purposes whereby adjusted EBITDA is multiplied by a factor or “multiple” that is based on an observed or inferred relationship between adjusted EBITDA and market values to determine the approximate total enterprise value of a company. In addition to excluding income tax expense, finance costs, finance income and depletion and amortization, adjusted EBITDA also removes the effect of impairment charges; gain/loss on sale or disposition of assets/investments/mineral interests, foreign currency translation gains/losses, increase/decrease in fair value of investments and non-recurring charges. We believe these items provide a greater level of consistency with the adjusting items included in our adjusted net earnings reconciliation, with the exception that these amounts are adjusted to remove any impact of income tax expense as they do not affect adjusted EBITDA. We believe this additional information will assist analysts, investors and our shareholders to better understand our ability to generate liquidity from operating cash flow, by excluding these amounts from the calculation as they are not indicative of the performance of our core business and not necessarily reflective of the underlying operating results for the periods presented. Adjusted EBITDA is intended to provide additional information to investors and analysts and does not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. Adjusted EBITDA is not necessarily indicative of operating profit or operating cash flow as determined under IFRS. Other companies may calculate adjusted EBITDA differently.

## Gross Profit Margin, Asset Margin, and Total Margin

Gross profit margin is an IFRS financial measure which we define as gross profit divided by revenue. Asset margin is a non-IFRS financial measure which we define by taking gross profit and adding back depletion and dividing by revenue. Total margin is a non-IFRS financial measure which we define as adjusted EBITDA divided by revenue. We use gross profit margin to assess profitability of our metal sales and use asset margin and total margin in order to evaluate our performance in increasing revenue and containing costs and providing a useful comparison to our peers. Both asset margin and total margin are intended to provide additional information only and do not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS.

## Cash Costs and Cash Costs per GEO

Cash costs and cash costs per GEO are non-IFRS measures with no standardized meaning under IFRS and may not be comparable to similar measures presented by other issuers. Cash costs is calculated by starting with total cost of sales, then deducting depletion. Cash costs is then divided by GEOs sold, to arrive at cash costs per GEO. Cash costs and cash costs per GEO are only intended to provide additional information to investors and analysts and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. Management uses cash costs and cash costs per GEO to evaluate our ability to generate positive cash flow from its portfolio of assets. Management and certain investors also use this information to evaluate the Company’s performance relative to peers who present this measure on a similar basis.

# RECONCILIATION TO IFRS MEASURES

## Gold Equivalent Ounces (“GEOs”)

(\$ thousands, except average gold price and GEOs information)	2022			
	Three months ended Sept 30	Three months ended June 30	Three months ended March 31	Nine months ended Sept 30
Revenue	33,754	36,490	37,755	
Average gold price per ounce	1,729	1,871	1,877	
<b>GEOs</b>	<b>19,523</b>	<b>19,507</b>	<b>20,113</b>	<b>59,143</b>

(\$ thousands, except average gold price and GEOs information)	2021			
	Three months ended Sept 30	Three months ended June 30	Three months ended March 31	Nine months ended Sept 30
Revenue	37,126	40,939	35,366	
Average gold price per ounce	1,790	1,816	1,794	
<b>GEOs</b>	<b>20,746</b>	<b>22,537</b>	<b>19,714</b>	<b>62,997</b>

## Adjusted Net Earnings

(\$ thousands, except share and per share information)	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Net earnings	\$12,815	\$5,128	\$39,626	\$32,146
Gain on disposal of mineral interests	-	-	(2,099)	-
Loss on derivatives	-	-	-	297
Foreign currency translation losses (gains)	136	46	289	24
Decrease (increase) in fair value of investments	522	8,495	5,014	10,846
Increase in fair value of prepaid gold interest	(215)	-	(215)	-
IPO readiness costs <sup>1</sup>	-	-	-	670
Income tax effect	-	(405)	968	172
<b>Adjusted net earnings</b>	<b>\$13,258</b>	<b>\$13,714</b>	<b>\$43,583</b>	<b>\$44,155</b>
Weighted average shares outstanding- basic	155,970,318	156,192,715	156,003,665	145,284,500
Net earnings per share	\$ 0.08	\$ 0.03	\$ 0.25	\$ 0.22
Adjusted net earnings per share	\$ 0.09	\$ 0.09	\$ 0.28	\$ 0.30

(1) Reflects charges related to a potential U.S. listing that was not pursued.

## Cash Costs and Cash Costs per GEO

(\$ thousands, except GEOs and cash costs per GEO)	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Cost of sales	\$14,034	\$16,946	\$45,453	\$50,829
Less: Depletion	10,817	13,502	35,481	40,616
Cash costs	3,217	3,444	9,972	10,213
GEOs	19,523	20,746	59,143	62,997
<b>Cash costs per GEO</b>	<b>165</b>	<b>166</b>	<b>169</b>	<b>162</b>

## Free Cash Flow

(\$ thousands)	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Operating cash flow	\$25,356	\$29,455	\$81,655	\$91,018
Acquisition of other assets	-	-	-	-
<b>Free cash flow</b>	<b>\$25,356</b>	<b>\$29,455</b>	<b>\$81,655</b>	<b>\$91,018</b>

## Adjusted EBITDA

(\$thousands)	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Net earnings	\$12,815	\$5,128	\$39,626	\$32,146
Finance costs, net	262	494	1,241	5,071
Income tax expense	1,624	1,334	5,036	4,636
Depletion and amortization	10,910	13,602	35,763	40,915
Gain on disposal of mineral interests	-	-	(2,099)	-
Loss on derivatives	-	-	-	297
Foreign currency translation loss (gain)	136	46	289	24
Decrease (increase) in fair value of investments	522	8,945	5,014	10,846
Increase in fair value of prepaid gold interest	(215)	-	(215)	-
IPO readiness costs <sup>1</sup>	-	-	-	670
<b>Adjusted EBITDA</b>	<b>\$26,054</b>	<b>\$29,549</b>	<b>\$84,655</b>	<b>\$94,605</b>

(1) Reflects charges related to a potential U.S. listing that was not pursued.

## Gross Profit Margin, Asset Margin, and Total Margin

(\$ thousands except Gross profit margin, Asset margin, and Total margin)	Three months ended September 30		Nine months ended September 30	
	2022	2021	2022	2021
Revenue	\$33,754	\$37,126	\$107,999	\$113,431
Cost of sales	14,034	16,946	45,453	50,829
Gross profit	19,720	20,180	62,546	62,602
<b>Gross profit margin</b>	<b>58%</b>	<b>54%</b>	<b>58%</b>	<b>55%</b>
Gross profit	\$19,720	\$20,180	\$62,546	\$62,602
Add: Depletion	10,817	13,502	35,481	40,616
	30,537	33,682	98,027	103,218
Revenue	33,754	37,126	107,999	113,431
<b>Asset margin</b>	<b>90%</b>	<b>91%</b>	<b>91%</b>	<b>91%</b>
Gross profit	\$19,720	\$20,180	\$62,546	\$62,602
Add: Depletion and amortization	10,910	13,602	35,763	40,915
Less: Sustainability initiatives	255	80	638	434
Less: Business development costs	694	114	1,932	443
Less: General administration costs	3,627	4,039	11,084	8,035
Adjusted EBITDA	26,054	29,549	84,655	94,605
Revenue	33,754	37,126	107,999	113,431
<b>Total margin</b>	<b>77%</b>	<b>80%</b>	<b>78%</b>	<b>83%</b>