



FINANCIAL RESULTS 1H 2022

Financial highlights

	1H 2022	1H 2021	Change
Revenue, \$mln	1,048	1,274	-18%
Adjusted EBITDA, \$mln	426	660	-35%
Adjusted EBITDA margin	41%	52%	-11 p.p.
Total cash cost, \$/GE oz	853	712	+20%
All-in sustaining cash cost, \$/GE oz	1,371	1,019	+34%
Underlying net earnings, \$mln	203	422	-52%
Underlying EPS, \$/share	0.43	0.89	-52%
Dividends proposed for 1H, \$/share	-	0.45	-100%
Net operating cash flow, \$mln	-405	358	NM
Capital expenditure, \$mln	373	375	-1%
Free cash flow (pre M&A), \$mln	-630	-27	NM
Net debt, \$mln	2,800	1,647 ¹	+70%
Net debt/Adjusted LTM EBITDA, x	2.27²	1.13²	+102%

Notes:

1) As at 31/12/2021

2) On a last twelve months basis. Adjusted EBITDA for 2H 2021 was US\$ 805 mln

Revenue

- ▼ In 1H 2022, revenue decreased by 18%, totalling US\$ 1,048 mln (1H 2021: US\$ 1,274 mln). Average realised gold and silver prices tracked market dynamics: gold price increased by 4% while silver price decreased by 14%

REVENUE RECONCILIATION, \$mln



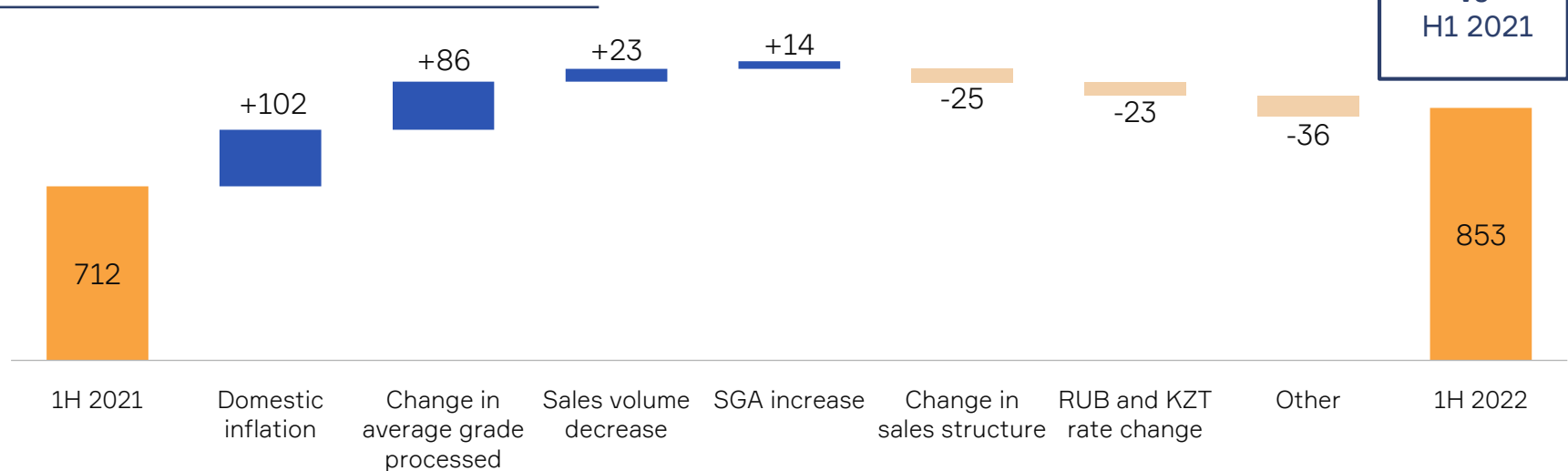
Total Cash Costs

Group TCC for 1H 2022 were US\$ 853/GE oz, at the lower end of the Group's guidance of US\$ 850-950/GE oz. An increase of 20% y-o-y was driven by:

- ▶ Sharp increase in domestic inflation and escalation of logistical costs
- ▶ Planned grades decline in ore processed (notably, at Albazino and Kyzyl)
- ▶ Decrease in sales volume and associated increase in SGA expenses

Negative cost performance was partially offset by the RUB/USD exchange rate fluctuations, with average rate of 76.2 RUB/USD versus the current level of 60 RUB/USD, as well as a shift in the sales structure.

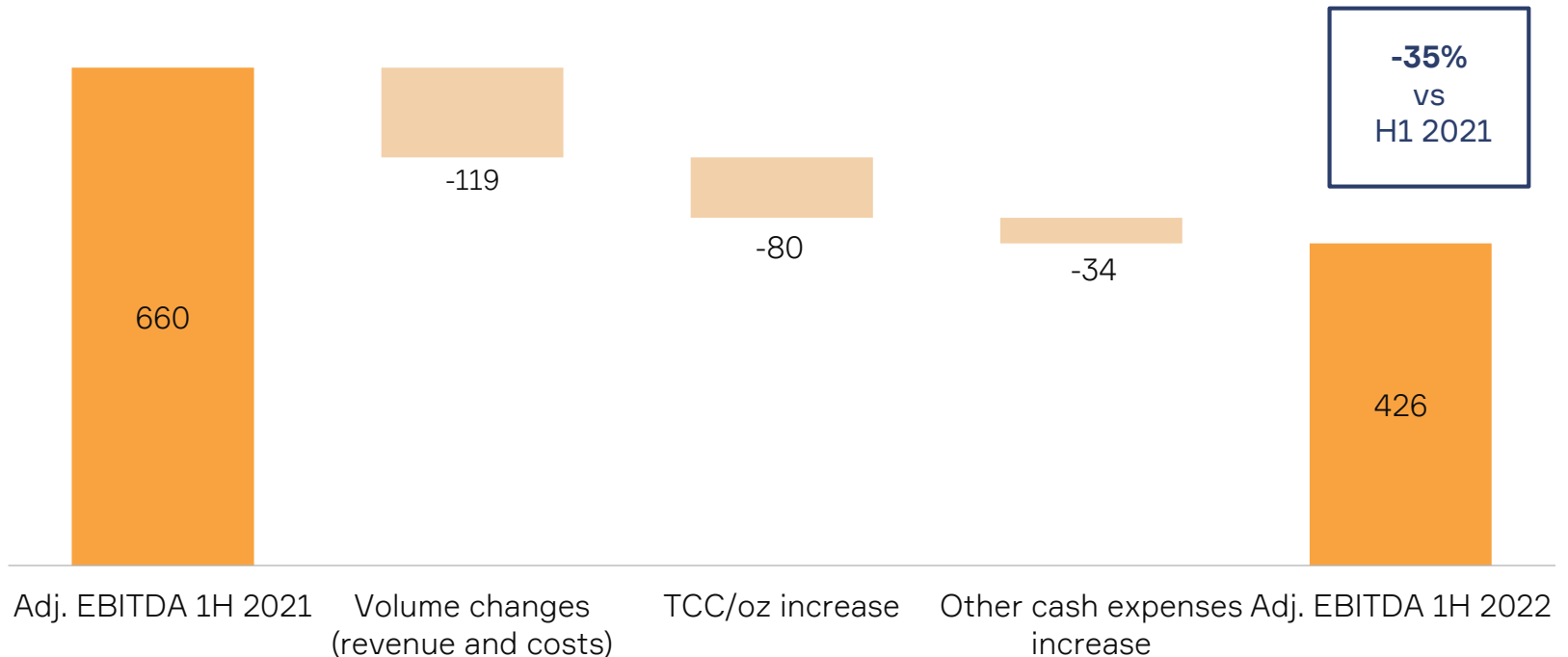
TCC RECONCILIATION, \$/oz



EBITDA

- ▶ In 1H 2022, Adjusted EBITDA decreased by 35% year-on-year to US\$ 426 mln, with an Adjusted EBITDA margin of 41% (1H 2021: 52%), driven by the cost dynamics described above combined with revenue decrease due to lower sales volumes

EBITDA RECONCILIATION, \$mln

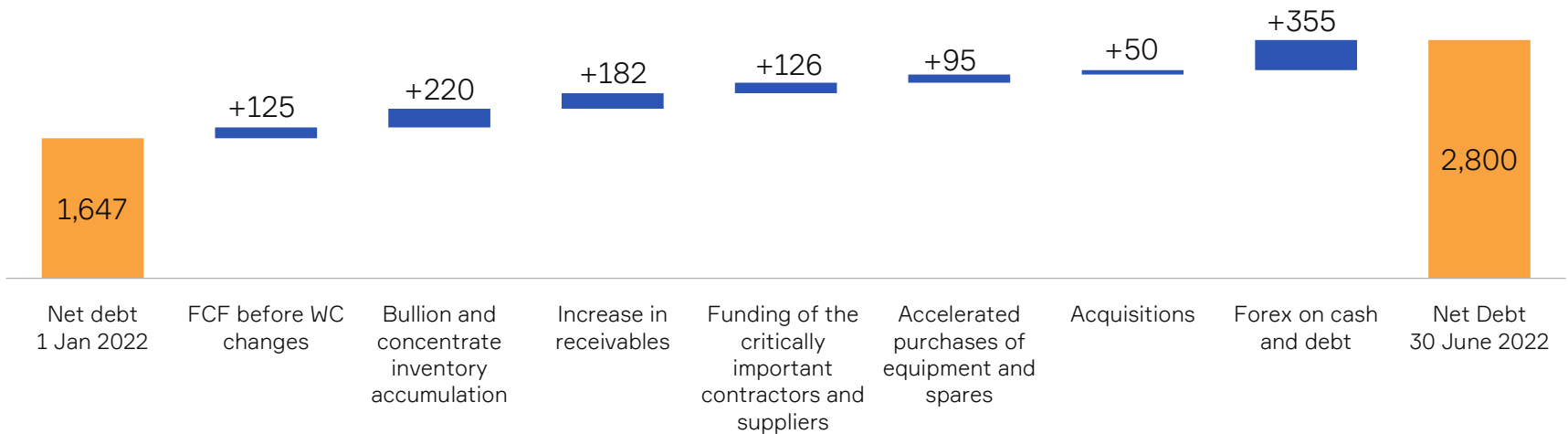


Net debt reconciliation

Net debt as of 30 June 2022 stood at approximately US\$ 2.8 bln. An increase of US\$ 1.15 bln for the 1H 2022 was driven by:

- ▼ Bullion and concentrate inventory accumulation
- ▼ Accelerated purchases of equipment and spares
- ▼ Funding of the critically important contractors and suppliers
- ▼ Upward US\$ re-valuation of Rouble-denominated debt driven by 30% Rouble strengthening

NET DEBT CHANGES IN 1H 2022, \$mln



2022 guidance

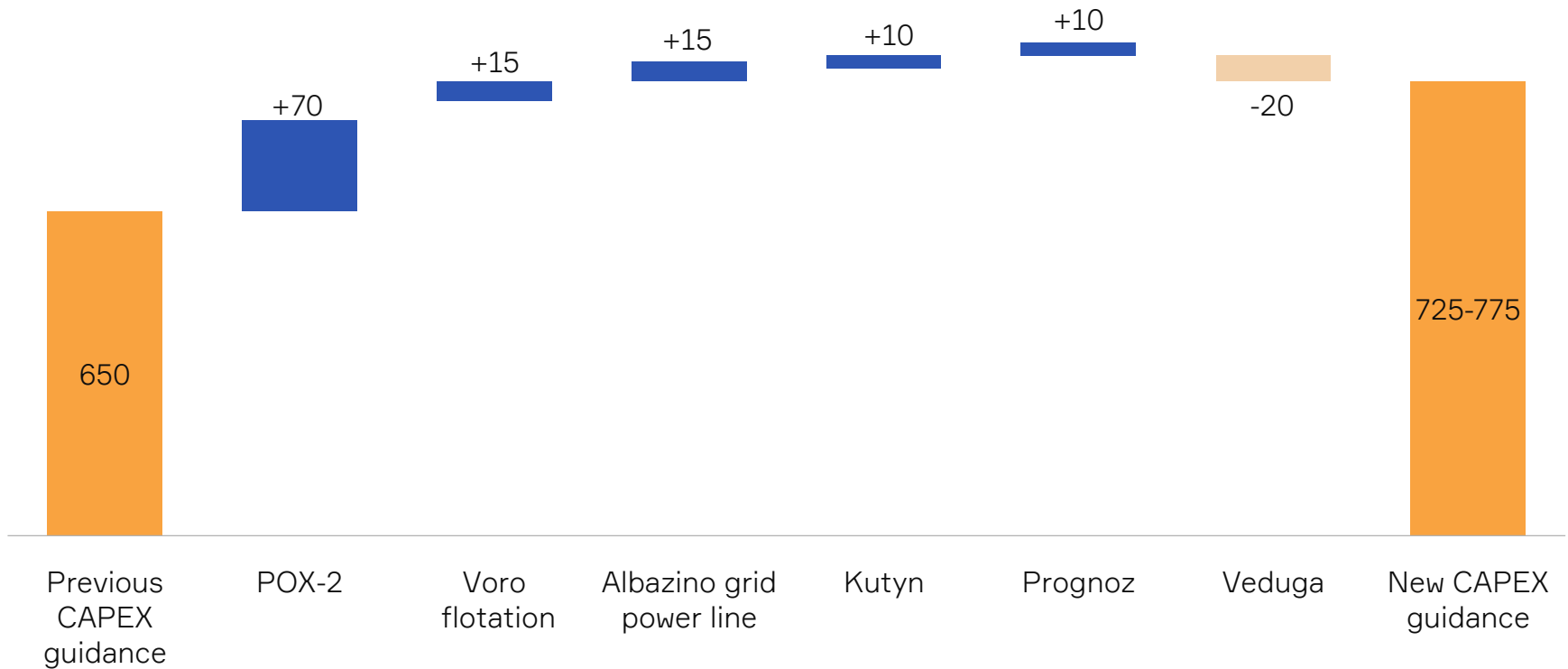
	2021	Previous 2022 Guidance	New 2022 Guidance
Production, Koz of GE	1,677	1,700	1,700
TCC, \$/oz of GE	730	850-950	900-1,000
AISC, \$/oz of GE	1,030	1,200-1,300	1,300-1,400
Capital expenditure, \$m	759	650	725-775

Assumptions	2021 Average	2022 Budget
Gold, \$/oz	1,799	1,800
Silver, \$/oz	25	22
RUB/USD rate	74	70
KZT/USD rate	427	480

Note: the guidance remains contingent on the RUB/USD exchange rate and domestic inflation

2022 CAPEX

CAPEX GUIDANCE RECONCILIATION, \$mIn





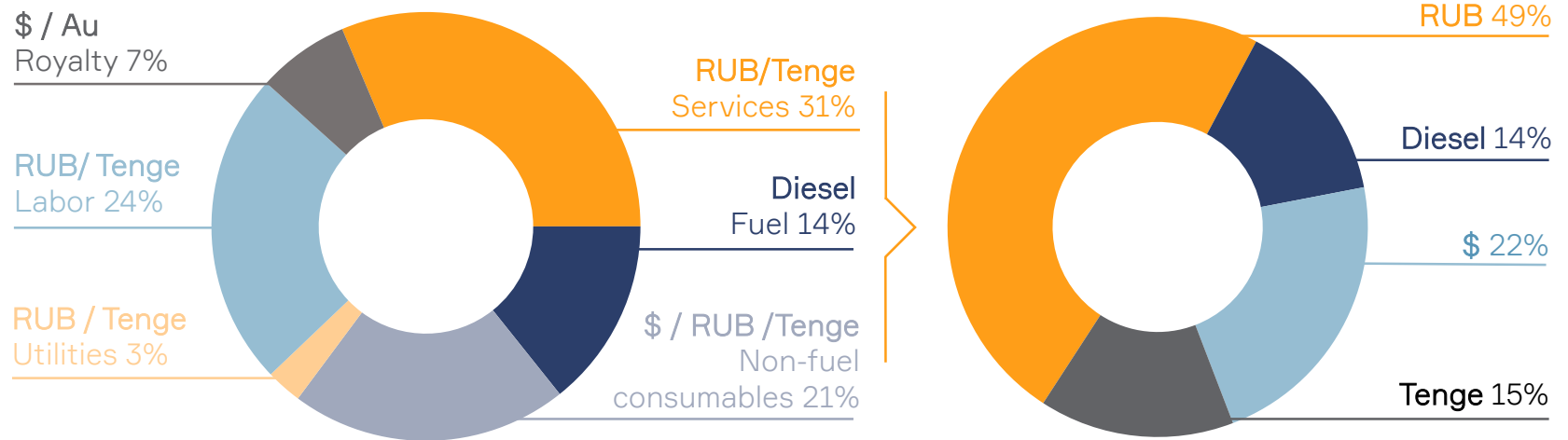
Appendix

Production

Mine	Production, GE Koz (@80 Au/Ag)			Comment
	H1 2022	H1 2021	Change	
Kyzyl	135	182	-26%	Contracted mostly due to the planned decline in grade as mining shifted to the eastern part of the pit
Dukat	127	135	-6%	Silver output was lower in line with the budget
Varvara	109	110	-1%	Gold output at Varvara was largely stable y-o-y and exceeded the production plan.
Albazino	95	123	-23%	Depletion of high-grade Anfisa pit
Omolon	85	98	-14%	Planned grade decline
Nezhda	61	-	NA	
Svetloye	43	53	-19%	Contracted on the back of stacking of stockpiled lower-grade ore from the depleted Lyudmila main pit
Voro	39	41	-4%	
Mayskoye	4	10	-60%	
TOTAL	697	753	-7%	

Cash cost structure

2022E CASH COST STRUCTURE, \$/oz



Sensitivity to RUB/USD and gold price

	A 1 RUB/USD movement in domestic currency	A \$100/oz movement in gold price
Effect on TCC	\$7-9 per oz	~\$5 per oz
Effect on EBITDA	\$17-21 mln	~\$170 mln
Effect on FCF	\$23-27 mln	~\$140 mln