

Management's Discussion and Analysis for the Three Months Ended March 31, 2019
Björkdal Operating Results

		Three months ended	
		March 31	
		2019	2018
Operating development	m	1,551	1,155
Mined ore	t	346,520	314,891
Mined ore Au grade	g/t	1.31	1.43
Mined contained Au	oz	14,646	14,480
Mining cost per tonne ore	\$/t	20.93	27.34
Processed ore	t	322,849	290,456
Processed ore mill head grade Au	g/t	1.59	1.55
Recovery Au	%	89.09	89.73
Saleable Au produced	oz	14,385	12,716
Processing cost per tonne ore	\$/t	6.76	9.68
Au sold	oz	15,778	17,677
Capital development (underground)	m	436	614
Capital development (open pit)	t	131,798	387,704
Capital development cost per metre	\$/m	3,059	3,128
Cash operating cost per tonne ore processed ⁽¹⁾	\$/t	41.03	47.91
Adjusted EBITDA per tonne ore processed ^(1,2)	\$/t	15.53	25.77
Cash cost per oz Au produced ^(1,2)	\$/oz	921	1,094
Site all-in cost per oz Au produced ^(1,2)	\$/oz	1,202	1,387

1 Does not include intercompany transfer pricing recharge costs and business development costs.

2 Adjusted EBITDA, cash cost and site all-in cost per ounce of gold produced is a non-IFRS performance measures. Refer to Section 1.14 "Non-IFRS Measures" for further information.