KINROSS

# 2012 SECOND QUARTER OPERATING & FINANCIAL RESULTS

August 9, 2012

# 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, including 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 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 expenditures and requirements for additional capital; government regulation of mining operations and exploration; environmental risks; unanticipated reclamation expenses; and title disputes. The words "aim", "plans", "expects", "subject to", "budget", "estimate", "scheduled", "timeline", "projected", "pro forma", "estimates", "envision", "view", "forecasts", "guidance", "conceptual", "seek", "strategy", "target", "possible", "illustrative", "model", "opportunity", "objective", "outlook", "potential", "intends", "anticipates" or "believes", or variations of such words and phrases or statements that certain actions, events or results "may", "can", "could", "would", "should", "might", "indicates", "will be taken", "become", "create", "occur", or "be achieved", 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 2011 and Q2 2012 Management's Discussion and Analysis, and the "Cautionary Statement on Forward-Looking Information" in our news release dated August 8, 2012, 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 (other than exploration activities) contained in this presentation has been prepared under the supervision of and verified by Mr. Jim Fowler, 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 presentation has been prepared under the supervision of and verified by Dr. Glenton Masterman, an officer of the Company who is a "qualified person" with the meaning of NI 43-101.*

# PAUL ROLLINSON

## CHIEF EXECUTIVE OFFICER

# GUIDING PRINCIPLES GOING FORWARD

1) Managing for value
    - Focus on opportunities to optimize free cash flow
    - Reduce operating & capital costs: initiating company-wide cost reduction initiative
2) Focusing on the fundamentals
    - Deliver on key metrics
    - Improve decision-making & efficiency
3) Taking the time to get our projects right
    - Optimize the scale and sequence of projects
    - Evaluate mid-size CIL mill option for Tasiast

# PAUL BARRY

## EXECUTIVE VICE-PRESIDENT & CHIEF FINANCIAL OFFICER

# Q2 2012 RESULTS

| *(in millions, except ounces and per share amounts)* | Q2 2011 | Q2 2012 | % Change |
|---|---|---|---|
| Gold equivalent production(1) (ounces) | 660,807 | 632,772 | -4% |
| Gold equivalent sales(1) (ounces) | 669,658 | 634,538 | -5% |
| Revenue | $963.6 | $1,006.7 | 4% |
| Adjusted operating cash flow(2) | $404.8 | $270.5 | -33% |
| per share | $0.36 | $0.24 | -33% |
| Adjusted net earnings attributed to common shareholders(2) | $222.6 | $156.0 | -30% |
| per share | $0.20 | $0.14 | -30% |

(1) Refer to endnote #1.
(2) Refer to endnote #2.
(3) From continuing operations. Refer to endnote #3.
(4) Refer to endnote #4.

# 2012 OUTLOOK[5]

- Updated to reflect the sale of Crixás

| Region | Production (000 ounces) | % of Total Production | Production cost of Sales[3] ($/oz) |
|---|---|---|---|
| South America | 890 – 930 | 36% | $830– $870 |
| North America | 640 – 660 | 25% | $620 – $660 |
| West Africa (attributable) | 430 – 460 | 17% | $780 – $820 |
| Russia | 535 – 565 | 22% | $470 – $495 |
| **Total Kinross:** | **2.5 – 2.6 million** | **100%** | **Gold equivalent: $690 - $725/oz By-product[5]: $605- $655/oz** |

***Key Sensitivities:*** *Taking into account existing currency and oil hedges, 10% change in foreign exchange could result in an approximate $5 impact on production cost of sales per ounce. A $10 change in the price of oil could result in an approximate $2 impact on production cost of sales per ounce. The impact on royalties of a $100 change in the gold price could result in an approximate $4 impact on production cost of sales per ounce.*



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

# BRANT HINZE

## PRESIDENT & CHIEF OPERATING OFFICER

# Q2 2012 OPERATING RESULTS

| | Gold equivalent production[1] (oz.) | | Production cost of sales[3] (US$/oz.) | |
|---|---|---|---|---|
| | Q2 2012 | H1 2012 | Q2 2012 | H1 2012 |
| Fort Knox | 71,952 | 133,668 | $757 | $805 |
| Round Mountain | 53,147 | 97,905 | $662 | $749 |
| Kettle River | 35,985 | 78,603 | $508 | $496 |
| **North America total:** | **161,084** | **310,176** | **$666** | **$707** |
| **Russia total (Kupol)[1]:** | **149,214** | **276,184** | **$467** | **$474** |
| Paracatu | 118,419 | 223,037 | $914 | $933 |
| La Coipa | 36,113 | 73,853 | $1,177 | $1,083 |
| Maricunga | 60,841 | 124,830 | $725 | $676 |
| **South America total:** | **215,373** | **421,720** | **$897** | **$881** |
| Tasiast | 49,807 | 87,441 | $961 | $923 |
| Chirano[1] | 57,294 | 125,609 | $780 | $728 |
| **West Africa total:** | **107,101** | **213,050** | **$857** | **$802** |
| **Total Kinross[1]:** | **632,772** | **1,221,130** | **$725** | **$732** |



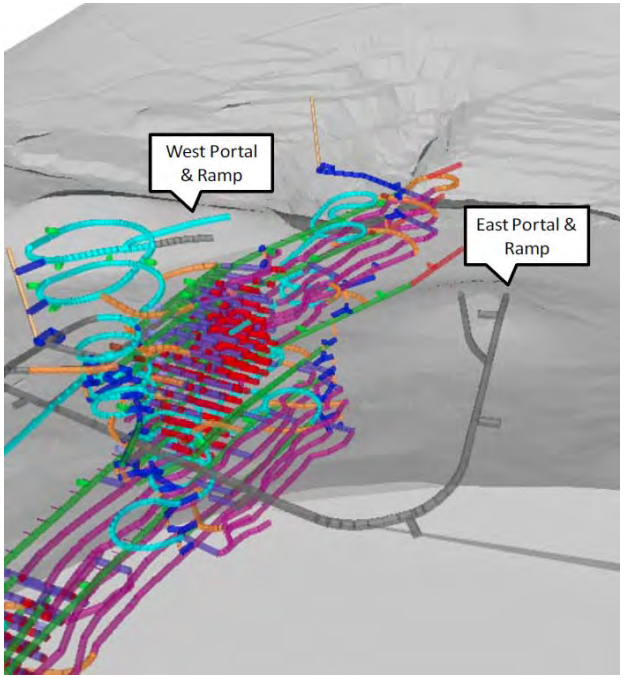
(1) Refer to endnote #1.
(3) Refer to endnote #3.

# UPDATE ON TASIAST OPTIMIZATION

- Conducting a pre-feasibility study on a mid-size CIL mill in the 30k tpd range with potential for further expansion
  - Staged approach could reduce initial capital costs and execution risk
  - May deliver a rate of return comparable to a larger initial mill
- Pre-feasibility study on a mid-sized CIL mill expected to be complete Q1 2013
- Evaluation of mine planning and phasing options for a 60k tpd mill option continues
- Heap leach testing expected to be complete Q4 2012
  - Results will be evaluated as part of overall processing strategy, including potential expansion of current dump leach
- Received approval of the project EIA

# DVOINOYE CONTINUES ON SCHEDULE

- Underground development continues ahead of plan
  - At end of Q2, 1,400 m completed
  - 3,700 m completed since development began
- Surface infrastructure construction 22% complete
- Temporary camp complete; foundations for permanent camp near completion
- 51 km of the all-season road constructed – 60% complete




- All necessary permits for current scope of underground development and construction activities are in place
- Project remains on schedule for expected delivery of first ore to the Kupol mill in H2 2013

# 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 do not include production from Crixas, due to the sale of Kinross' 50% ownership completed June 28, 2012.

2) Adjusted net earnings attributed to common shareholders and adjusted operating cash flow numbers are from continuing operations and are non-GAAP financial measures which are meant to provide additional information and should not be used as a substitute for performance measures prepared in accordance with GAAP. For more information about these non-GAAP measures, and a reconciliation of these non-GAAP financial measures for the three months and six months ended June 30, 2012 and June 30, 2011, please refer to the news release dated August 8, 2012, under the heading "Reconciliation of non-GAAP financial measures", available on our website at **www.kinross.com**.

3) Production cost of sales per gold equivalent ounce from continuing operations and is a non-GAAP measure defined as attributable production cost of sales divided by the attributable number of gold equivalent ounces sold. Production cost of sales is equivalent to total production cost of sales per the financial statements less depreciation, depletion and amortization and impairment charges. For more information about this non-GAAP measure, and a reconciliation of this non-GAAP financial measure for the three months and six months ended June 30, 2012 and June 30, 2011, please refer to the news release dated August, 2012, under the heading "Reconciliation of non-GAAP financial measures", available on our website at **www.kinross.com**.

4) Attributable margin per ounce is defined as the average realized price of gold less attributable production cost of sales per ounce.

5) For more information regarding Kinross' production and cost outlook for 2012, please refer to the news releases dated August 8, 2012, available on our website at **www.kinross.com**.

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