

Marigold Mine

(66.7% ownership)

MARIGOLD, U.S.A.

FACT SHEET / SUMMER 2011



Haulage of ore

LOCATION

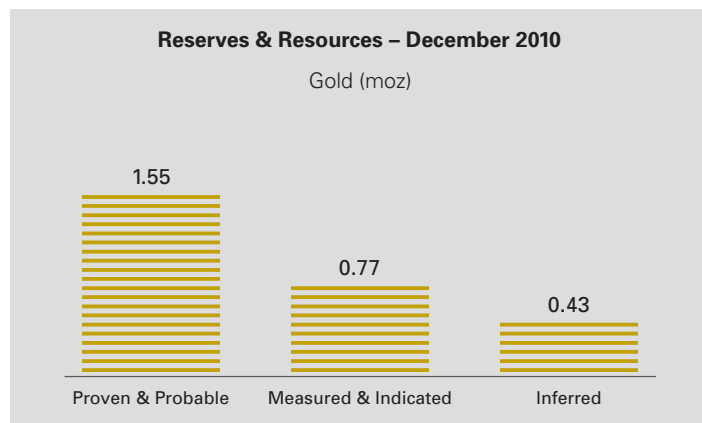
The mine is situated in southeastern Humboldt County, Nevada at the north end of the Battle Mountain-Eureka Trend that extends through central Nevada. It is located 36 miles east of Winnemucca and four miles south of Valmy, Nevada.

FUTURE

Exploration continues to test the potential for disseminated and high-grade gold systems in the Pediment area and along the mineralized trends of the existing deposits. In 2009, an extensive drilling campaign tested targets generated by new data and a better geological understanding of the gravel covered deposits. Recent discoveries near the existing pits and higher gold prices have resulted in an increase in reserves.

DESCRIPTION

Marigold is an open pit, run-of-mine heap leach operation that commenced production in 1988. The mine was transformed from a modest, conventional milling operation into a large and extremely efficient heap leach mine. Recent exploration activities led to the discovery of the Mega ore body, transforming several small pits into one continuous pit approximately 3 miles in length.



KEY OPERATIONAL FACTS

Location	Humboldt County, Nevada
Workforce (including contractors)	345
Estimated mine life (reserves)	11 years
Mining type	Open Pit
Processing method	Heap Leach
Power usage	17.8 MW
Milling/Processing capacity	33,000 tpd
2011 gold production estimate	90,000 oz

GOLD RESERVES

Proven (oz)	350,000
Probable (oz)	1,200,000
Proven and Probable (oz)*	1,550,000

KEY FACTS SUMMARY

	2010A	2009A	2008A
Operating data			
Gold produced (oz)	91,200	97,900	96,200
Gold sold (oz)	91,200	99,500	93,200
Ore milled/processed (t)	6,162,600	8,001,100	6,419,300
Gold grade (g/t)	0.61	0.63	0.52
Gold recovery (%)	73%	73%	70%
By-product cash costs (US\$/oz)	\$678	\$596	\$608
Realized gold price (US\$/oz)	\$1,224	\$994	\$872
Throughput (tpd)	25,665	33,321	26,734
Mining costs per tonne mined (US\$/t moved)	\$1.48	\$1.62	\$1.74
Processing costs per tonne milled (US\$/t milled)	\$1.23	\$1.03	\$1.19
Financial data (US\$ millions)			
Revenue	\$111.7	\$99.0	\$81.4
Depreciation and depletion	\$17.8	\$14.8	\$10.4
Earnings from operations	\$29.0	\$22.0	\$12.1
Expenditures on mining interests	\$19.5	\$29.3	\$14.6

* Due to rounding, numbers may not add up.

GEOLOGY

The gold mineralization at Marigold is finely disseminated into the host rock as very small particles. The rock formations exposed or mined at Marigold consist of the Valmy, Antler, and Havallah; all three formations have members that act as host rock. These sedimentary and meta-sedimentary rocks are Paleozoic in age with the Havallah formation as the upper plate of the Golconda thrust fault. The great majority of mineralization occurs in or below the Golconda thrust fault which has acted as a type of seal, causing the deposition of gold into favourable host rock.

The various open pit mines at Marigold contain examples of the variety of rock hosting gold mineralization; these include limestone, siltstone, breccias, meta-basalts and quartzite. Much of the property is masked by a cover of Tertiary tuff and Quaternary alluvium so drilling is very important in the unraveling of Marigold's geologic secrets.

SETTING

The region is characterized as a high desert with low humidity, clear skies and large daytime variations in temperature. The annual average daily temperature is about 9°C. Most precipitation (20 to 25 centimetres per year) falls as snow during winter months. The remainder of the year is dry with isolated rainfall occurring in thunderstorms during the summer months.

SAFETY INITIATIVES

Marigold is committed to making the mine "Safe Enough for Our Families", meaning we would allow and feel comfortable with one of our family members performing any of the same tasks at the mine. Marigold continues to reach out to the families to promote safety in all aspects of their lives. There are a variety of programs involving family members, such as the Home Safety Challenge. The core elements of our safety and health programs include Hazard Recognition, Evaluation and Control, employee involvement and accountability.

Current health and safety projects include implementation of a Safety Management Information System, completing the implementation of the DELTA Safety Leadership Training and enhancing Marigold's occupational health program.

ENVIRONMENTAL STEWARDSHIP

Marigold is committed to sound environmental stewardship that integrates proven methods for protecting, reclaiming and enhancing the environment at every stage of mine development. At the same time, the operation seeks to develop innovative approaches to environmental management that promise to produce more effective results.



Marigold Truck and Loader

In 2006, Marigold became the first operating mine in the world to be certified as fully compliant with the International Cyanide Management Code. In 2010, it became the first operation in the world to attain recertification.

In 2010, Marigold initiated efforts to begin a detailed, regional Mule Deer study. In addition to conducting numerous vegetation and habitat studies, Marigold is providing funding for the Nevada Department of Wildlife to install radio collars on several animals to aid in tracking seasonal migration patterns.

COMMUNITY DEVELOPMENT

Marigold is an active participant in the area of community sustainable development. Several of Marigold's staff members are key participants in local research and development efforts, such as the innovative FIND (Future Industrial Needs Discovery) project, specifically geared towards the identification, attraction and ultimate development of other businesses in rural northern Nevada.

Marigold's involvement and commitment to Safety Leadership extends beyond the mine. The Marigold safety and environmental teams provide emergency response assistance and expertise to the local Emergency Planning Committee (Lander County Local Emergency Planning Committee, LEPC). Recent efforts have led to the procurement of two fully equipped Hazardous Materials Response Trailers, development and implementation of the Lander County "Emergency Operations Plan" in addition to obtaining funding to purchase emergency kits for schools in Lander County. Additionally, several members of the mine's emergency response team are affiliates of local emergency response teams.

Duane Peck
Mine General Manager

