

CONSOLIDATED STATEMENTS OF EARNINGS

(US dollars in millions, except for share and per share amounts - Unaudited)

	Three Months Ended December 31		Years Ended December 31	
	2006	2005	2006	2005
Revenues	\$ 513.4	\$ 268.3	\$ 1,710.0	\$ 896.4
Operating expenses	216.3	90.8	643.8	304.0
Depreciation and depletion	127.3	47.9	324.2	135.3
Earnings from mine operations	169.8	129.6	742.0	457.1
Corporate administration ⁽¹⁾	34.6	15.0	83.0	43.9
Exploration	9.2	1.8	29.0	8.0
Write-down of mineral interests	174.7	-	174.7	-
Earnings from operations	(48.7)	112.8	455.3	405.2
Other income (expense)				
Interest and other income	3.5	1.9	18.3	9.2
Interest expense and finance fees	(17.8)	(2.3)	(44.8)	0.1
Gain (loss) on foreign exchange	16.8	(0.9)	5.3	0.5
Non-hedge derivative loss	28.3	-	(4.1)	-
(Loss) gain on marketable securities, net	(0.2)	7.9	(5.0)	10.2
Gain on sale of shares in subsidiary	109.8	-	109.8	-
Dilution gains	2.4	18.7	63.8	18.7
Other	-	-	-	(3.6)
	142.8	25.3	143.3	35.1
Earnings before taxes and non-controlling interests	94.1	138.1	598.6	440.3
Income and mining taxes	18.0	33.9	154.5	142.4
Non-controlling interests	10.2	2.5	35.8	12.2
Net earnings	\$ 65.9	\$ 101.7	\$ 408.3	\$ 285.7
⁽¹⁾ Stock option expense (a non-cash item) included in Corporate administration	\$ 6.8	\$ 3.3	\$ 22.7	\$ 13.9
Earnings per share				
Basic	\$ 0.11	\$ 0.30	\$ 0.94	\$ 0.91
Diluted	0.11	0.27	0.93	0.83
Weighted-average number of shares outstanding (in thousands)				
Basic	597,706	339,064	435,189	314,292
Diluted	603,429	376,144	441,264	345,394

CONSOLIDATED BALANCE SHEETS
 AT DECEMBER 31
 (US dollars in millions - Unaudited)

	2006	2005
Assets		
Current		
Cash and cash equivalents	\$ 555.2	\$ 562.2
Restricted cash	65.0	-
Marketable securities (market value: \$27.0 million; 2005 – \$16.1 million)	14.9	11.3
Accounts receivable	67.0	75.1
Income and mining taxes receivable	-	2.8
Future income and mining taxes	20.7	26.6
Inventories and stockpiled ore	146.5	71.0
Other	14.1	17.2
	883.4	766.2
Mining interests	15,128.8	2,980.8
Goodwill	1,340.2	142.7
Silver purchase arrangements	346.5	74.6
Inventories and stockpiled ore	75.7	57.3
Long-term investments (market value: \$190.9 million; 2005 – \$41.1 million)	134.0	33.5
Other	57.3	10.9
	\$ 17,965.9	\$ 4,066.0
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 228.9	\$ 97.5
Income and mining taxes payable	101.7	93.3
Current portion of long-term debt	135.0	-
	465.6	190.8
Derivative instrument liability	6.1	-
Future income and mining taxes	3,615.8	728.1
Long-term debt	790.0	-
Reclamation and closure cost obligations	226.2	57.7
Income and mining taxes payable	19.5	-
Other	13.2	7.0
	5,136.4	983.6
Non-controlling interests	354.5	108.6
Shareholders' Equity		
Common share, share purchase warrants, and stock options	11,825.8	2,653.8
Cumulative translation adjustment	101.9	101.9
Retained earnings	547.3	218.1
	12,475.0	2,973.8
	\$ 17,965.9	\$ 4,066.0

CONSOLIDATED STATEMENTS OF CASH FLOWS

(US dollars in millions - Unaudited)

	Three Months Ended December 31		Years Ended December 31	
	2006	2005	2006	2005
Operating Activities				
Net earnings	\$ 65.9	\$ 101.7	\$ 408.3	\$ 285.7
Reclamation expenditures	(1.3)	(1.1)	(7.3)	(3.6)
Items not affecting cash				
Depreciation and depletion	127.3	47.9	324.2	135.3
Non-hedge derivatives loss	(28.4)	-	4.1	-
Loss (gain) on marketable securities, net	0.2	(7.9)	5.0	(10.2)
Gain on sale of shares in subsidiary	(109.8)	-	(109.8)	-
Future income and mining taxes	(59.5)	5.6	(67.9)	7.1
Stock option expense	6.8	3.3	22.7	13.9
Non-controlling interests	10.2	2.5	35.8	12.2
Dilution gains	(2.4)	(18.7)	(63.8)	(18.7)
Write-down of mining interests	174.7	-	174.7	-
Other	(12.0)	(1.4)	(0.3)	(2.9)
Change in non-cash working capital	83.8	5.0	65.6	47.0
Cash provided by operating activities	255.5	136.9	791.3	465.8
Investing Activities				
Mining interests	(186.5)	(83.0)	(474.5)	(277.5)
Acquisitions, net of cash acquired	58.0	-	(1,549.2)	62.4
Silver purchase arrangements	(0.1)	-	(285.4)	-
Purchase of marketable securities	-	-	-	(8.2)
Proceeds on sale of marketable securities	0.1	17.3	7.8	36.0
Proceeds on sale of shares in subsidiary	189.0	-	189.0	-
Purchase of long-term investments	(36.2)	(18.5)	(98.9)	(33.6)
Increase in restricted cash	(65.0)	-	(65.0)	-
Other	4.5	1.6	(0.7)	-
Cash used in investing activities	(36.2)	(82.6)	(2,276.9)	(220.9)
Financing Activities				
Long-term debt borrowings	40.0	-	1,505.0	-
Long-term debt repayments	(45.0)	-	(660.0)	-
Common shares issued, net	13.6	16.4	527.5	44.0
Dividends paid to common shareholders	(27.5)	(15.3)	(79.1)	(151.0)
Shares issued by subsidiaries to non-controlling interests	10.9	82.8	185.0	86.7
Other	3.0	(0.2)	-	(1.2)
Cash (used in) provided by financing activities	(5.0)	83.7	1,478.4	(21.5)
Effect of exchange rate changes on cash	(1.4)	3.3	0.2	5.4
Increase (decrease) in cash and cash equivalents	212.9	141.3	(7.0)	228.8
Cash and cash equivalents, beginning of period	342.3	420.9	562.2	333.4
Cash and cash equivalents, end of period	\$ 555.2	\$ 562.2	\$ 555.2	\$ 562.2