

LUNDIN GOLD

Building a leading Gold Company
through responsible mining

Second Quarter 2021 Results Conference Call

August 12, 2021



Ron F. Hochstein

President and CEO



Caution Regarding Forward-Looking Information and Statements

All statements, other than statements of historical fact, made and information contained in this presentation and responses to questions constitute “forward-looking information” or “forward-looking statements” as those terms are defined under Canadian securities laws (“forward-looking statements”). Forward-looking statements may be identified by terminology such as “believes”, “anticipates”, “expects”, “is expected”, “scheduled”, “estimates”, “pending”, “intends”, “plans”, “forecasts”, “targets”, or “hopes”, or variations of such words and phrases or statements that certain actions, events or results “may”, “could”, “would”, “will”, “should” “might”, “will be taken”, or “occur” and similar expressions).

By their nature, forward-looking statements involve assumptions, inherent risks and uncertainties, many of which are difficult to predict, and are usually beyond the control of management, that could cause actual results to be materially different from those expressed by these forward-looking. Lundin Gold believes that the expectations reflected in these forward-looking statements are reasonable as of the date made, but no assurance can be given that these expectations will prove to be correct. In particular, this presentation contains forward-looking statements pertaining to: estimates of gold production, grades, recoveries and costs, expected sales receipts, cash flow forecasts and financing obligations, capital costs and the expected timing and impact of completion of capital projects including the south ventilation raise, the throughput expansion project, the timing and the success of its drill program at Fruta del Norte and its other exploration activities and the Company’s efforts to protect its workforce from COVID-19.

There can be no assurance that such statements will prove to be accurate, as Lundin Gold’s actual results and future events could differ materially from those anticipated as a result of the factors discussed in the “Risk Factors” section Lundin Gold’s Annual Information Form dated March 2, 2021, which is available on SEDAR at www.sedar.com. Forward-looking information should not be unduly relied upon.

Except as noted, the technical information contained in this presentation relating to the Fruta Del Norte Project is based on a Technical Report prepared for the Company entitled “Fruta del Norte Project, Ecuador, NI 43-101 Technical Report on Feasibility Study” dated

June 15, 2016 with an effective date of April 30, 2016. Information of a scientific and technical nature in this presentation was reviewed and approved by Ron Hochstein, P.Eng., Lundin Gold’s President and Chief Executive Officer, and Steve Leary, MAusIMM CP(Geo), a consultant to the Company, who are Qualified Persons within the meaning of National Instrument 43-101 - Standards of Disclosure for Mineral Projects (“NI 43-101”).

Unless otherwise indicated, all dollar values herein are in US dollars.

Important Information for US Investors

This presentation may use the terms “measured”, “indicated”, “inferred” and “historical” mineral resources. U.S. investors are advised that, while such terms are recognized and required by Canadian regulations, the Securities and Exchange Commission does not recognize them. “Inferred mineral resources” and “historical estimates” have a great amount of uncertainty as to their existence and great uncertainty as to their economic feasibility. It cannot be assumed that all or any part of an inferred mineral resource or a historical estimate will ever be upgraded to a higher category. Under Canadian rules, estimates of inferred mineral resources may not form the basis of feasibility or other economic studies. Further, historical estimates are not recognized under Canada’s NI 43-101. U.S. investors are cautioned not to assume that all or any part of measured or indicated mineral resources will ever be converted to mineral reserves.

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5 Year Sustainability Strategy

- 1 Climate Change
- 2 Community Infrastructure
- 3 Community Well-being
- 4 Environmental Stewardship

- 5 Health & Safety
- 6 Human Rights
- 7 Lasting Economic Opportunities
- 8 Responsible Resource Governance



Progress Continues on The Estamos Conectados Connectivity Project

All 1,370 tablets have been distributed to students in the Los Encuentros parish as well as several other rural communities close to Fruta del Norte

Internet service has also been improved for a local school in the area

Installation of fibre optic infrastructure to provide improved internet service to the local communities is underway

Lundin Gold is appreciative of the numerous partners who have committed to supporting this connectivity project through the Lundin Foundation, including:

 **BOLIDEN**

 **NORTON ROSE
FULBRIGHT**

 **BMO**  **Capital Markets***

 **ING** 

 **Scotiabank®**

 **Blakes**

 **NATIXIS**
BEYOND BANKING



Zamora River Bridge Now Fully Operational

Inaugurated during the second quarter and is now being used to access site

Enables a more efficient route for trucks and vehicles to come in and out of Fruta del Norte

Will reduce transportation costs



FDN Continues to Perform Well in 2021

Three Months ended June 30, 2021

108,799 oz

Gold produced

125,412 oz

Gold sold

\$720/oz sold

AISC¹

11.1 g/t

Average Head Grade

88.2%

Average recovery

3,808 tpd

Average Mill Throughput

Six Months ended June 30, 2021

212,936 oz

Gold produced

207,217 oz

Gold sold

\$764/oz sold

AISC¹

11.2 g/t

Average Head Grade

88.0%

Average recovery

3,708 tpd

Average mill throughput



Company is Firmly on Track to Meet its 2021 Guidance

2021 Gold Production

380,000 – 420,000
oz gold

AISC per oz sold¹

\$770 – 830
per oz gold



Ongoing Construction Projects – South Ventilation Raise

Plan to complete the SVR has been revised

New plan includes a smaller diameter 2.1 metre raise followed by slashing to 5.1 metres and concrete lining

No anticipated impact on production forecasts for 2021 or 2022 as a result of the revised work plan

Updated SVR Completion

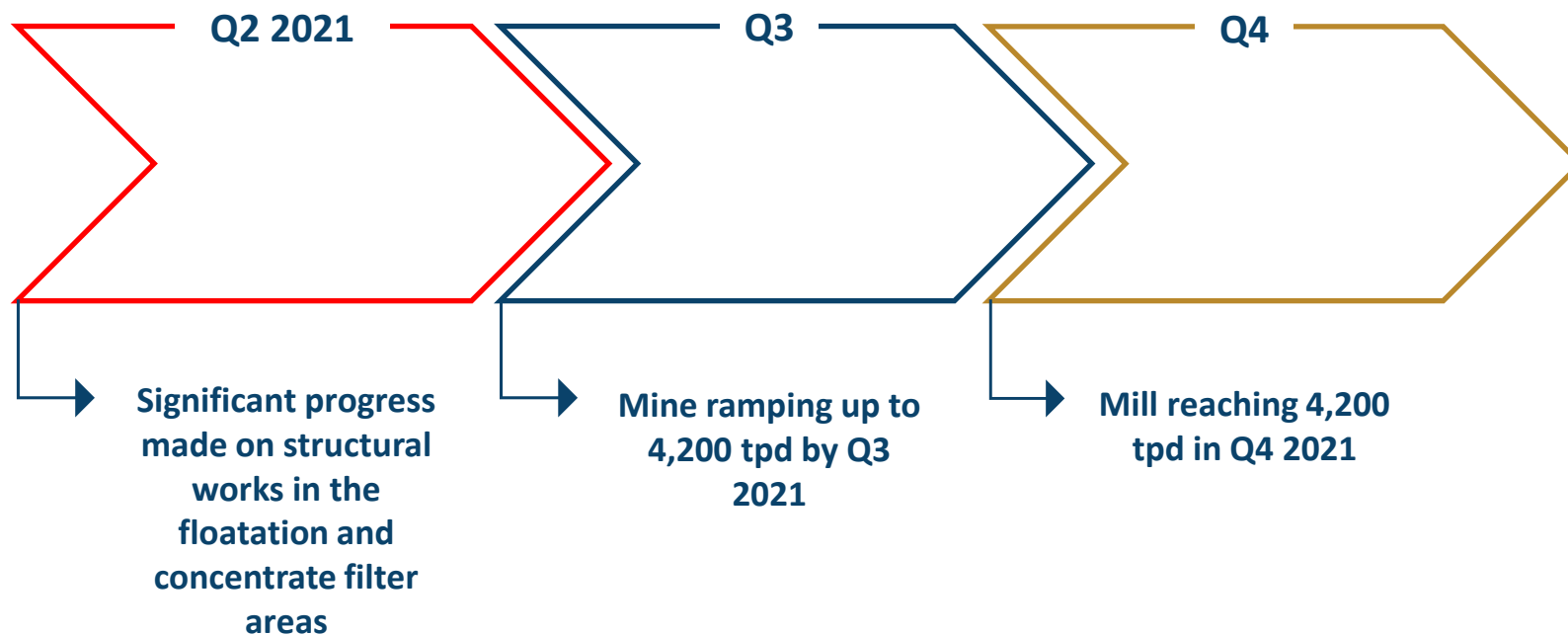
Q2 2022

Impact on Production

None

Throughput Expansion on Track For Completion in Q4

The 4,200 tpd expansion project continues on schedule and on budget

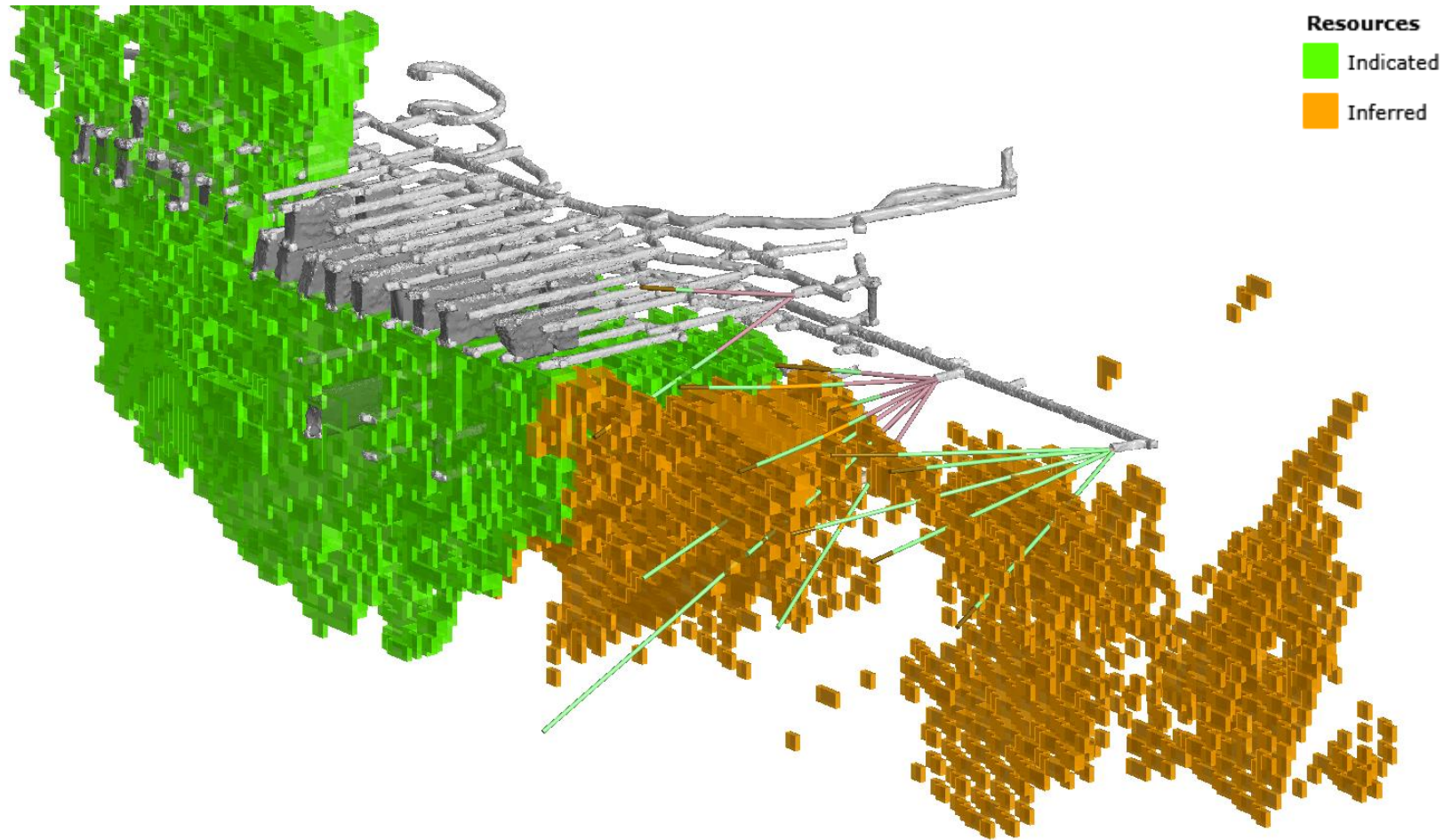


Construction completion was at 42% as of July 31, 2021



Fruta del Norte Resource Expansion Drilling Program Well Underway

10,000 m underground drill program – 7,376 metres drilled as at June 30th, 2021



Drill program focused on opportunities within existing current reserve and expansion of Inferred Resources

9,000m Drill Program Progressing

Barbasco

- Similar surface expressions, structural location and orientation to Fruta del Norte
- Small scale epithermal gold-silver stockwork veins in the area have assayed up to 10.4 g/t Au
- 6,000 m drill program
- Two rigs currently turning

Puente-Princesa

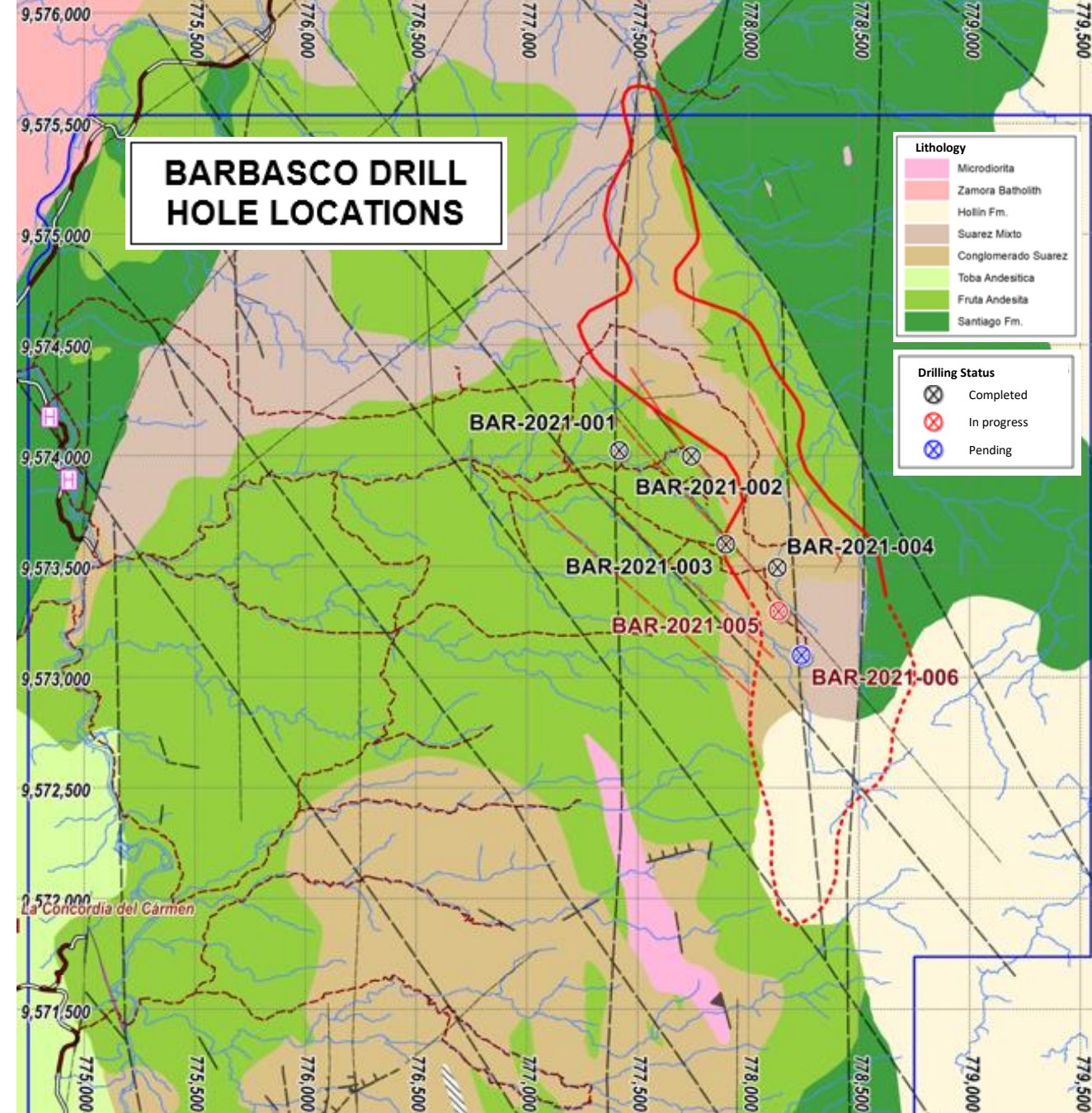
- Has outcropping epithermal Au-Ag mineralization along Basin margin - including 10 m @ 4.89 g/t Au in a 2004 trench
- Untested pathfinder element anomalies exist in the Suarez basin conglomerates
- 3,000 m drill program will test geochemical anomalies

Exploration Update

Drilling began on a section central to the Barbasco anomaly with two holes completed to a depth of approximately 1,000 metres each

The drill rigs were then moved 400 metres south where two additional holes are in progress

As of the end of the quarter, approximately 3,600 metres have been drilled, with assay results expected to be released in the fourth quarter.



Alessandro Bitelli

Executive Vice President and CFO



Second Quarter of 2021 Financial Highlights

(Tables are expressed in \$'000, except share and per share amounts, or unless otherwise stated)

	Three Months ended June 30, 2021	Six Months ended June 30, 2021
Net revenues	216,145	356,136
Income from mining operations	110,604	174,635
Net income (loss)	49,984	135,964
Operating cash flow	142,005	217,088
Average gold sale price (\$/oz sold)¹	1,773	1,770
Average cash operating cost (\$/oz sold)¹	596	626
Average all-in sustaining costs (\$/oz sold)¹	720	764
Operating cash flow per share¹	0.61	0.94
Adjusted net earnings¹	74,800	112,209
Adjusted net earnings per share¹	0.32	0.48



Adjusted Earnings¹

(Tables are expressed in \$'000, except share and per share amounts, or unless otherwise stated)

Net income for the period

Adjusted for:

Derivative gain

Deferred income tax expense (recovery)

Adjusted basic earnings

Basic weighted average shares outstanding

Adjusted basic earnings per share¹

**Three Months ended
June 30, 2021**

**Six Months ended
June 30, 2021**

49,984

135,964

25,599

(25,924)

(783)

2,169

74,800

112,209

231,998,447

231,378,191

0.32

0.48



Average Cash Operating Costs¹

(Tables are expressed in \$'000, unless otherwise stated)

	Three Months ended June 30, 2021	Six Months ended June 30, 2021
Operating expenses	62,140	108,958
Royalty expenses	12,639	20,795
Cash operating costs	74,779	129,753
Gold oz sold	125,412	207,217
Cash operating cost per oz sold¹	\$ 596	\$ 626

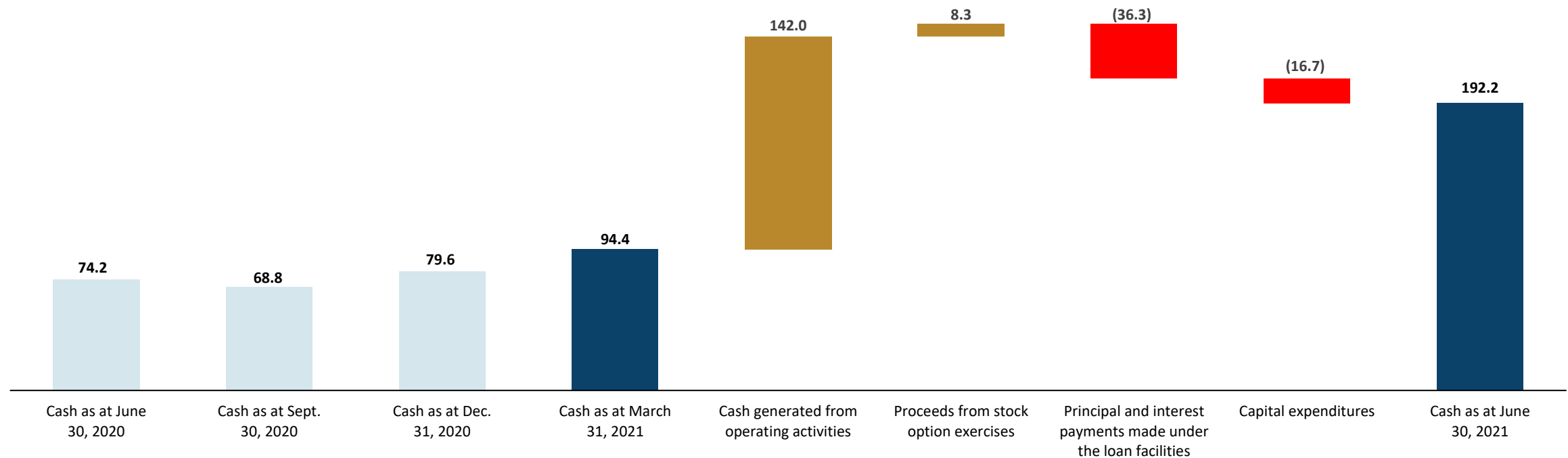
All-In Sustaining Costs¹

(Tables are expressed in \$'000, or unless otherwise stated)

	Three Months ended June 30, 2021	Six Months ended June 30, 2021
Cash operating costs	74,779	129,753
Corporate social responsibility	276	568
Treatment and refining charges	9,080	15,914
Accretion of restoration provision	26	153
Sustaining capital	8,989	17,186
Less: silver revenues	(2,854)	(5,262)
All-in sustaining costs ("AISC") ¹	90,296	158,212
Gold oz sold	125,412	207,217
AISC per oz sold ¹	\$ 720	\$ 764

Lundin Gold Continues to Generate Strong Cash Flows

In H1 2021, Lundin Gold generated \$217 million in operating cash flow and ended the quarter with a cash balance of \$192.2 million, which supports debt repayments, exploration and planned capital expenditures, including the expansion project



As at June 30, 2021, Lundin Gold had a working capital balance of \$109.0 million compared to \$56.6 million at December 31, 2020

Lundin Gold – Value Creation Opportunities

Operational
Excellence



Throughput
Expansion



Reserve Growth



Exploration



2021 Catalysts

2021 production estimated between 380,000 - 420,000 oz based on an average head grade of 10.4 g/t Au and an average gold recovery of 90%

Increasing mine and mill throughput 20% from 3,500 to 4,200 tpd at a cost of \$18.6 million

Continuing with underground resource expansion drill program

Preliminary results from the regional exploration drill program at high-priority Barbasco target





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Building a leading Gold Company
through responsible mining

Questions

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