



# First Quarter 2019 Operating & Financial Results

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# Building A Leading Intermediate Producer



## Now

- ✓ Superior Free Cash Flow
- ✓ ~20 Year Mine Life
- ✓ 2 Producing Plants
- ✓ Attractive Value Proposition
- ✓ Track Record of Delivery

## What is Next?

- ✓ Ardich – Potential to Add Production in 2-3 Years
- ✓ Çöpler Heap Leach Pad Expansion
- ✓ Exploration – High Quality Pipeline
  - ✓ Near to Existing Operations
  - ✓ Turkey Regional
- ✓ Gediktepe PFS IRR<sup>1</sup> of 27%

**2019 Guidance of 320koz – 380koz at AISC of \$675 – \$725 per ounce**

# 2019 Highlights – Production from Oxide & Sulfide Plants



## Operational

### Safety

- 873 days or >20M man-hours worked without a lost-time injury

### Gold Production<sup>2</sup>

- 89 Kozs
  - Oxide plant: 52 Kozs
  - Sulfide plant: 37 Kozs
    - Positive trend for utilization, throughput & recovery
    - Q/Q increases expected
    - First planned major autoclave shutdown for internal inspection completed in April, autoclave in excellent condition
- Commercial Production expected Q2

### Cost Metrics<sup>3</sup>

- Oxide only Total Cash Costs of \$511/oz
- Mine site oxide only AISC of \$569/oz
- Consolidated AISC of \$721/oz

### Sulfide Stockpiles

- ~811Kozs at 3.20 g/t



## Growth

### Ardich

- Indicated Mineral Resource increased 117% to 639Kozs<sup>4</sup>
- Potential to add production in 2-3 years

### Çöpler District Oxide Optionality

- Identified low capital options for additional ~20Mt heap leach capacity
- Conceptual pad design & stability study completed and ready for EIA amendment submission

### Gediktepe

- Prefeasibility Study demonstrates positive economics<sup>1</sup>
  - 27% IRR
  - \$252M NPV<sub>5%</sub>



## Financial

### Liquidity

- Consolidated Cash of \$117M<sup>5</sup>
- Debt of \$332M
- Net Debt of \$215M<sup>5</sup>, decreased \$29M from December 31, 2018

### Cash Generation

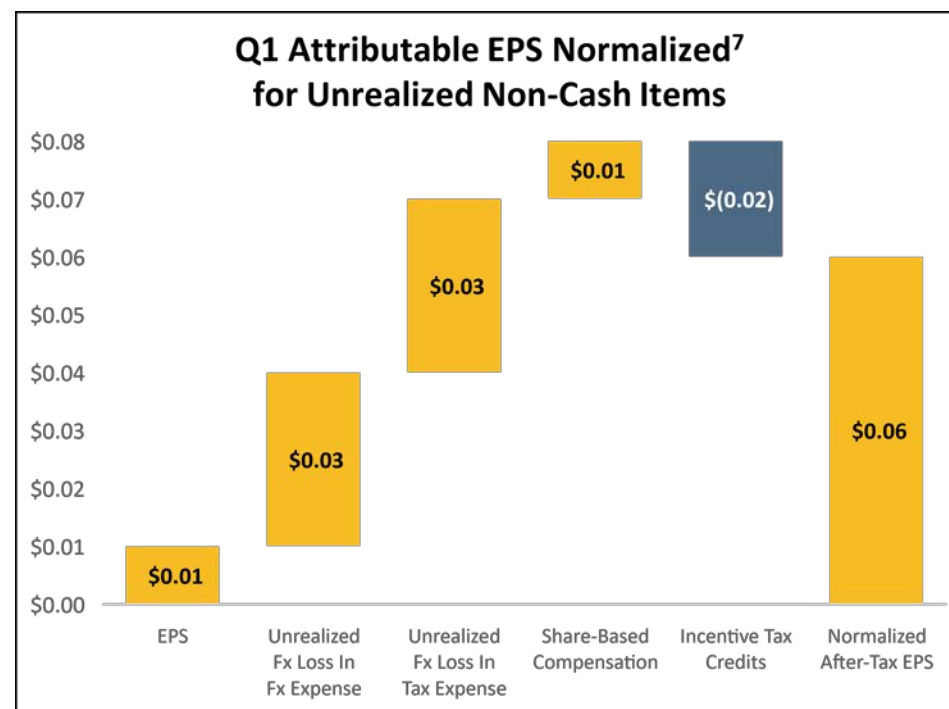
- Unlevered free cash flow of ~\$35M<sup>6</sup>
- Sulfide plant gold sales proceeds of \$45M and costs of \$25M are capitalized to sulfide plant construction costs as pre-commercial production items

### EPS

- Attributable EPS of \$0.01
- Normalized attributable EPS<sup>7</sup> of \$0.06

# Q1 2019 Financial Highlights

On 100% basis	Three Months ended March 31	
	2018	2019
Total gold ozs produced <sup>8</sup>	37,875	89,354
Total gold ozs sold <sup>8</sup>	42,131	91,044
Avg realized price	\$1,337	\$1,305
Total gold sales proceeds <sup>8</sup> (\$M)	56	119
Consolidated operating cash flows (\$M)	30	33
EBITDA (\$M)	18	27
EBIT(\$M)	4	17
Income tax expense (benefit) (\$M)	(31)	9
Net Profit (Loss) (\$M)	35	6
Consolidated Cash of \$117M <sup>5</sup> Debt of \$332M Net Debt of \$215M <sup>5</sup>		



Alacer consolidated effective **cash** tax rate forecast to be approximately 5% going forward

**Consolidated operating cash flows of \$33M**  
**Sulfide plant commercial production expected in Q2 2019**



# Çöpler Oxide Plant - A Material Contributor to Free Cash Flow

- **Two Sources of Oxide Ore in 2019**
  - Çöpler Mine
  - Çakmaktepe Mine
- **Material Free Cash Flow Generation in 2019**
- **Q1'19 oxide plant production of 52 Kozs**
  - Oxide only Total Cash Costs of \$511 per oz\*
  - Mine site oxide only AISC of \$569 per oz\*
    - \* Includes purchase of Çakmaktepe ore from Kartaltepe (a 50% owned Alacer subsidiary).
- **Key 2019 Milestones**
  - Çakmaktepe Phase 1 mining completed and ore stacked
  - 20MT heap leach pad expansion study
  - Çöpler in-pit exploration potential to add to production profile

## 2019 Oxide Plant Guidance<sup>9</sup>

Production ('000's ounces)	90 – 110
Total Tonnes Treated (M tonnes)	2.1
Average Grade Treated (g/t gold)	1.60
Oxide Only Total Cash Costs ("C2") <sup>3</sup> (\$/oz)	\$650 - \$700
Mine Site Oxide Only All-in Sustaining Costs <sup>3</sup> (AISC) (\$/oz)	\$700 - \$750

Çöpler Mine



Çakmaktepe Mine



# Çöpler Sulfide Plant Ramping Up

- **Ramp Up Underway & Plant Design Proving to be Robust**
  - Performance in January & February impacted by typical commissioning issues
    - Being addressed by tuning the control systems, improvements in operating practice, and minor modifications (e.g. valve trims/seats, improvements to acidulation tanks)
  - During March, sulfide plant operating metrics demonstrated positive trend with improved plant utilization, throughput, and recoveries
    - Operating utilization ~90% in March
    - Recoveries of ~91% in March
  - Planned major autoclave shutdown to undertake internal inspection successfully completed in April and both autoclaves now back online
    - Almost no scaling or wear encountered
    - Opportunity to defer next major autoclave shutdown to early 2020
  - Performance is expected to continue to improve quarter-on-quarter
  - Commercial production expected in Q2 2019

	<i>Plant Feed</i>	<i>Feed Grade</i>	<i>Overall Recovery</i>	<i>POx Utilization</i>
<i>Month</i>	<i>Tonnes</i>	<i>g/t Au</i>	<i>% Au</i>	<i>%</i>
Jan-19	75,387	5.51	90.8	79.2
Feb-19	77,078	4.27	88.6	72.9
Mar-19	108,667	4.91	91.0	90.2
Total 90 days	261,132	4.90	90.3	81.0

*Sulfide Plant In Full Operation*



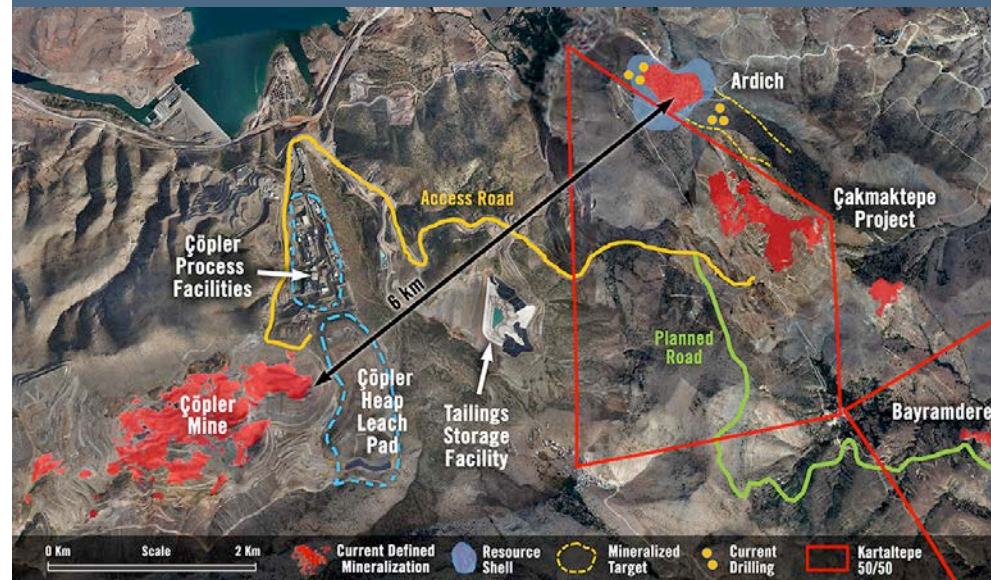
*2019 Sulfide Plant Guidance<sup>9</sup>*

Production ('000's ounces)	230 - 270
Total Tonnes Treated (M tonnes)	1.7
Average Grade Treated (g/t gold)	4.75
Sulfide Plant Processing Cost (\$/t)	\$44 - \$48
Sulfide Only Total Cash Costs ("C2") <sup>3</sup> (\$/oz)	\$425 - \$475
Mine Site Sulfide Only All-in Sustaining Costs <sup>3</sup> (AISC) (\$/oz)	\$600 - \$650

# Ardich Continues to Grow Substantially

- Updated Mineral Resource increased by 117%<sup>4</sup>
  - Indicated Mineral Resource of 639Kozs at average grade of 1.5 gold g/t
  - Inferred Mineral Resource of 96Kozs at average grade of 1.16 gold g/t
- Mineralization remains open in all directions
  - Mineralized target now extends >2km
- Metallurgical results indicate oxide ores suitable for heap leaching
- Conceptual design & stability study of pad expansion completed for EIA submission
- Step-out drilling to the most prospective areas to the southeast is underway

## Ardich Satellite Deposit Location



## Ardich Satellite Deposit – Select Drill Results<sup>4</sup>

- Hole AR09 - 67.7m at 4.08 g/t gold
- Hole AR31 - 68.6m at 2.21 g/t gold
- Hole AR41 - 50.2m at 3.01 g/t gold
- Hole AR52 - 57.7m at 3.84 g/t gold
- Hole AR54 - 61.4m at 2.22 g/t gold

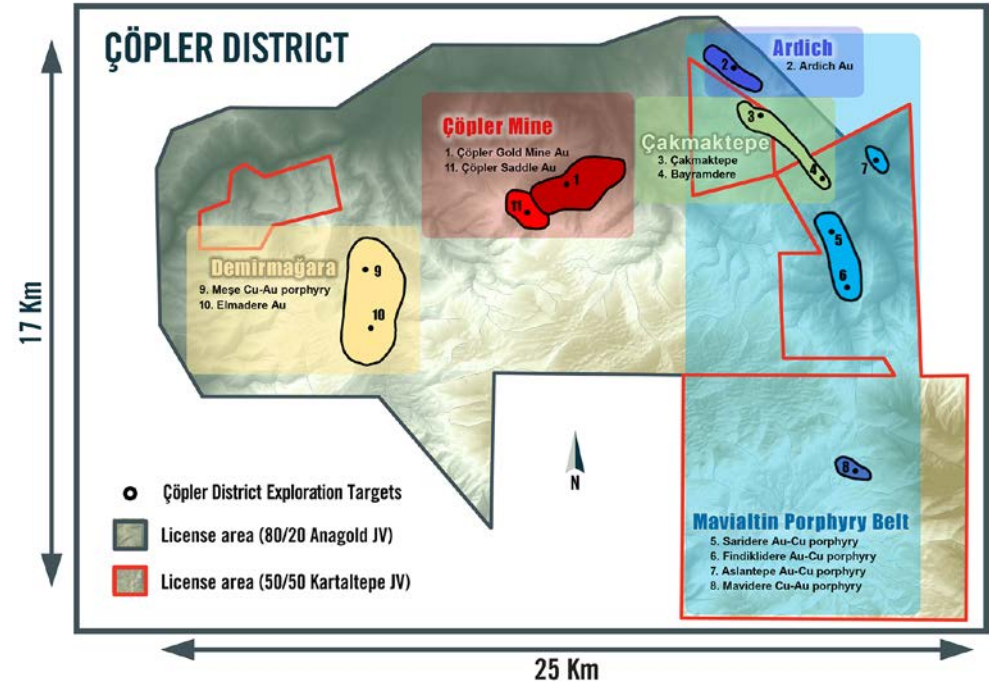
**Priority Target in Alacer's Portfolio with the Potential to Add Production in the Next 2-3 Years**



# Çöpler District – New Mine Opportunities

## Cöpler District Extensive Exploration Potential Across 5 Areas

- Çöpler Mine
  - Currently drilling Çöpler Saddle adjacent to the Mine
- Çakmaktepe
  - Currently mining Phase 1
- Ardich
  - Currently drilling and permitting process underway
- Mavialtın Porphyry Belt
  - Currently drilling at Findiklidere
- Demirmağara
  - Forestry permits received and part of 2019 exploration program



## Oxide Ore Processing Scoping Study Results

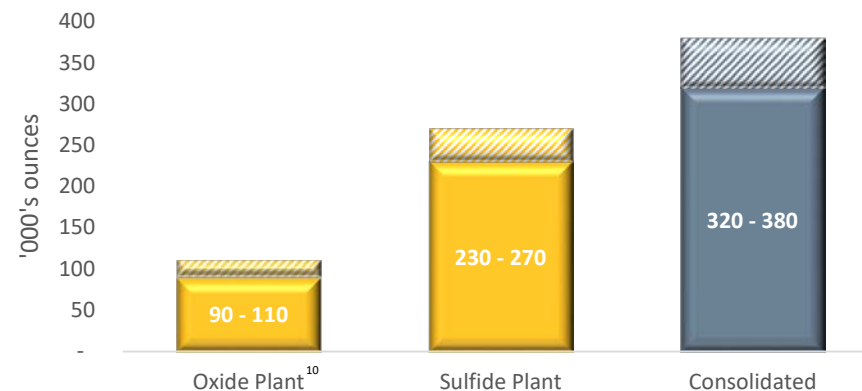
- Options for standalone infrastructure, including new heap leach pads, with some >50Mt identified at Ardich
- Options provide near-term and long-term alternatives for Ardich and other potential oxide targets
- The viability of de-stacking and re-stacking the existing heap leach pad was verified
- Existing heap leach can be expanded by ~20Mt at a low cost (\$15-\$20M )
- Engineering study on expansion option to be completed in 2019
  - Conceptual pad design & stability study completed for amended EIA submission



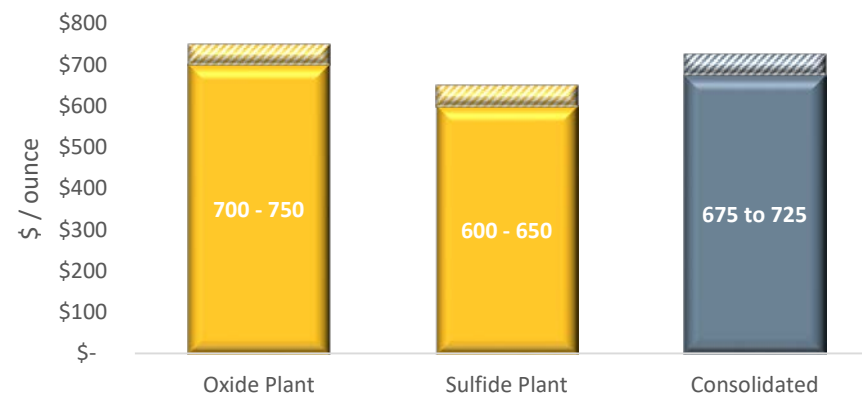
# 2019 – A Major Step Change

- Significant free cash flow generation
- Debt repayments commenced - \$17.5M per quarter
- First quartile AISC
- Sulfide plant operating metrics expected to improve Q/Q
- 2019 guidance reaffirmed
- Drilling focused on in-pit and near-mine targets to add near-term production
- 2 producing plants

**2019 Consolidated Production Guidance<sup>9</sup>**



**2019 Consolidated AISC Guidance<sup>3</sup>**



# Endnotes

*The reader is encouraged to read the information contained in this presentation in conjunction with the following notes, the Cautionary Statements on slide 12 and the factors described under the “Additional Information and Risk Factors” section of the most recent Management’s Discussion and Analysis.*

- 1 Detailed information on the Gediktepe Project can be found in the press release entitled “Alacer Gold Announces the Results of the Updated Prefeasibility Study for the Gediktepe Project,” dated April 3, 2019 and in the updated NI 43-101 compliant Technical Report filed simultaneously with the Press Release, both of which are available on [www.sedar.com](http://www.sedar.com) and on [www.asx.com.au](http://www.asx.com.au).
- 2 Production results are reported on a 100% basis, production results are reduced by a 20% non-controlling interest at the Çöpler Gold Mine to derive attributable gold production. Çakmaktepe is owned 50% by Alacer and 50% by Lidya Mining. Production from Çakmaktepe ore will be 80% attributable to Alacer as a commercial arrangement has been entered into whereby the Çöpler operation will purchase Çakmaktepe ore.
- 3 Total Cash Costs, All-in Sustaining Costs & Normalized EPS are Non-GAAP Measures with no standardized definitions under IFRS. For further information and a detailed reconciliation to IFRS, please see the “Non-GAAP Measures” section of the most recent MD&A. AISC for the oxide and sulfide plants are for the mine site only and do not include general and administrative costs, share-based compensation costs and other exploration expenses.
- 4 Detailed information regarding the updated Mineral Resource for Ardich, including complete drill hole data, can be found in the press release entitled “Alacer Gold Announces a 117% Increase to the Ardich Indicated Mineral Resource Located in the Çöpler Mining District” dated April 3, 2019, available on [www.sedar.com](http://www.sedar.com) and on [www.asx.com.au](http://www.asx.com.au).
- 5 Consolidated cash is a Non-GAAP Measure and includes restricted cash shown as a long-term asset in the Company’s financial statements. Net Debt is a Non-GAAP Measure derived from the sum of short and long-term borrowings per IFRS, adjusted for the exclusion of short and long-term discounted finance facility costs, and subtracting Consolidated Cash.
- 6 Unlevered free cash flow is a Non-GAAP Measure with no standard definition under IFRS. Unlevered free cash flow is derived from the decrease in cash and cash equivalents adjusted for borrowings.
- 7 Normalized EPS is a Non-GAAP Measure with no standardized definition under IFRS. Normalized EPS is derived from attributable EPS and adjusted for unrealized non-cash items: foreign exchange loss, foreign exchange and incentive tax credit impact in deferred tax expense and share-based compensation.
- 8 For 2019, total gold ounces produced, sold and total gold sales proceeds include sulfide plant production of 36,933 ozs and 34,686 ozs respectively of sulfide plant production sold that will be capitalized to sulfide plant construction costs as pre-commercial production.
- 9 Detailed information regarding 2019 guidance can be found in the press release entitled “Alacer Provides 2019 Production Guidance of 320,000 to 380,000 ounces at AISC of \$675 to \$725 per ounce” dated January 22, 2019, available on [www.sedar.com](http://www.sedar.com) and on [www.asx.com.au](http://www.asx.com.au).
- 10 Oxide plant includes production from both Çöpler oxide ore and Çakmaktepe oxide ore.

# Cautionary Statements

Certain statements contained in this document constitute “forward-looking information”, “future oriented financial information” or “financial outlooks” (collectively, “forward looking information”) within the meaning of applicable securities laws. Forward-looking information often relates to statements concerning Alacer’s future outlook and anticipated events or results, and in some cases, can be identified by terminology such as “may,” “will,” “could,” “should,” “expect,” “plan,” “anticipate,” “believe,” “intend,” “estimate,” “projects,” “predict,” “potential,” “continue” or other similar expressions concerning matters that are not historical facts.

Forward-looking information includes statements concerning, among other things, production, cost, and capital expenditure guidance; the results of any gold reconciliations; matters relating to proposed exploration; communications with local stakeholders; maintaining community and government relations; negotiations of joint ventures; negotiation and completion of transactions; commodity prices; mineral resources, mineral reserves, realization of mineral reserves, and the existence or realization of mineral resource estimates; the timing and amount of future production; the timing of studies, announcements, and analysis; the timing of construction and development of proposed mines and process facilities; capital and operating expenditures; economic conditions; availability of sufficient financing; exploration plans; receipt of regulatory approvals; and any and all other timing, exploration, development, operational, financial, budgetary, economic, legal, social, regulatory, and political matters that may influence or be influenced by future events or conditions.

Such forward-looking information and statements are based on a number of material factors and assumptions, including, but not limited in any manner to, those disclosed in any of Alacer’s other public filings, and include the inherent speculative nature of exploration results; the ability to explore; communications with local stakeholders; maintaining community and governmental relations; status of negotiations of joint ventures; weather conditions at Alacer’s operations; commodity prices; the ultimate determination of and realization of mineral reserves; existence or realization of mineral resources; the development approach; availability and receipt of required approvals, titles, licenses and permits; sufficient working capital to develop and operate the mines and implement development plans; access to adequate services and supplies; foreign currency exchange rates; interest rates; access to capital markets and associated cost of funds; availability of a qualified work force; ability to negotiate, finalize, and execute relevant agreements; lack of social opposition to the mines or facilities; lack of legal challenges with respect to the property of Alacer; the timing and amount of future production; the ability to meet production, cost, and capital expenditure targets; timing and ability to produce studies and analyses; capital and operating expenditures; economic conditions; availability of sufficient financing; the ultimate ability to mine, process, and sell mineral products on economically favorable terms; and any and all other timing, exploration, development, operational, financial, budgetary, economic, legal, social, geopolitical, regulatory and political factors that may influence future events or conditions. While we consider these factors and assumptions to be reasonable based on information currently available to us, they may prove to be incorrect.

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Other than as required by law, Alacer does not intend, and undertakes no obligation to update any forward-looking information to reflect, among other things, new information or future events. For additional information you should refer to Alacer’s public filings available at [www.alacergold.com](http://www.alacergold.com), [www.sedar.com](http://www.sedar.com) and [www.asx.com.au](http://www.asx.com.au).

Scientific and technical information presented in this document has been prepared in accordance with National Instrument 43-101 (“NI 43-101”) standards and the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (“JORC Code”). The scientific and technical information in this document has been reviewed and approved by Loren Ligocki, Alacer’s Manager, Resource Geology, who is a Qualified Person pursuant to NI 43-101 and a Competent Person as defined in the JORC Code.

The information in this presentation that relates to Çöpler District Mineral Resource and Mineral Reserve and exploration results is based on, and fairly represents, the information and supporting documentation prepared by Messrs. Ligocki, Statham or Soyly who are Qualified Persons pursuant to NI 43-101 and Competent Persons as defined in the JORC Code. Further information is available in the press release entitled “Alacer Gold Announces Maiden Mineral Reserve and a 70% Increase in Indicated Mineral Resource for Çakmaktepe as well as Additional Exploration Results for Çakmaktepe” dated December 18, 2017 and press release entitled “Alacer Gold Announces Additional Positive Drill Results for the Ardich Gold Prospect, Including 50.2 Meters at 3.01 Grams Per Tonne Gold Near Surface” (“Ardich Exploration Release”) dated July 25, 2018.

The information in this document that relates to the Çöpler Mineral Resource and Mineral Reserve estimate is based on, and fairly represents, the information and supporting documentation prepared by Dr. Parker, Mr. Seibel, Mr. Statham and Mr. Ligocki. Dr. Parker and Messrs. Seibel, Statham and Ligocki are Qualified Persons pursuant to NI 43-101 and qualify as Competent Persons as defined in the JORC Code. Further information is available in NI 43-101 technical report entitled “Çöpler Mine Technical Report” (“Çöpler Technical Report”) dated June 9, 2016.

Alacer confirms that it is not aware of any new information or data that materially affects the scientific and technical information included in this document, and in the case of Mineral Resources and Mineral Reserves and exploration results, that all material assumptions or technical parameters underpinning such estimates, production targets and forecast financial information continue to apply and have not materially changed from the original public disclosure. Alacer also confirms that the form and content in which such scientific and technical information is presented in this document has not materially changed from the original public disclosure.





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