



FIRST QUARTER 2022 RESULTS CONFERENCE CALL

May 12, 2022

# SAFE HARBOR STATEMENT

REALIZED GOLD PRICE, TOTAL CASH COSTS PER OUNCE OF GOLD SOLD (“TCC”), TOTAL CASH COSTS MARGIN, ALL-IN SUSTAINING COSTS (“AISC”), ALL-IN SUSTAINING COSTS MARGIN, ADJUSTED EARNINGS, EARNINGS BEFORE INTEREST, TAXES, DEPRECIATION AND AMORTIZATION (“EBITDA”), ADJUSTED EBITDA, FREE CASH FLOW, SUSTAINING AND NON-SUSTAINING CAPITAL EXPENDITURES, UNIT COSTS, AND NET CASH/DEBT ARE FINANCIAL MEASURES WITH NO STANDARD MEANING UNDER INTERNATIONAL FINANCIAL REPORTING STANDARDS (“IFRS”). FOR THE OPERATING AND FINANCIAL HIGHLIGHTS, WHICH INCLUDES THE RESPECTIVE COMPARABLE FINANCIAL MEASURE THAT IS DISCLOSED IN THE COMPANY’S CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2022 (Q1 2022), SEE KEY FINANCIAL METRICS SLIDE 23 OF THIS PRESENTATION. FOR ADDITIONAL INFORMATION ON THESE NON-GAAP MEASURES, PLEASE REFER TO THE “NON-GAAP FINANCIAL PERFORMANCE MEASURES” SECTION (the “NGFPM SECTION”) IN THE COMPANY’S MANAGEMENT’S DISCUSSION AND ANALYSIS (THE “MD&A”) FOR Q1 2022, DATED MAY 10, 2022, AVAILABLE UNDER THE COMPANY’S SEDAR PROFILE AT [WWW.SEDAR.COM](http://WWW.SEDAR.COM) AND ON THE COMPANY’S WEBSITE AT [WWW.TOREXGOLD.COM](http://WWW.TOREXGOLD.COM), INCLUDING WITHOUT LIMITATION, COMPOSITION, THE USE OF SUCH NON-GAAP FINANCIAL MEASURES BY INVESTORS AND MANAGEMENT, A DETAILED RECONCILIATION OF EACH OF THESE NON-GAAP FINANCIAL MEASURES TO THE MOST DIRECTLY COMPARABLE FINANCIAL MEASURES UNDER IFRS, AND AN EXPLANATION OF CHANGES, IF ANY. THE NGFPM SECTION IS INCORPORATED BY REFERENCE INTO THIS PRESENTATION.

This presentation contains “forward-looking statements” and “forward-looking information” within the meaning of applicable Canadian securities legislation. Forward-looking information includes, but is not limited to, information with respect to the future exploration, development and exploitation plans concerning the Morelos Property (as defined in the MD&A); the adequacy of the Company’s financial resources to fund such plans; business plans and strategy and other events or conditions that may occur in the future; the results set out in the technical report (the “Technical Report”) for the Morelos Property entitled “Morelos Property – NI 43-101 Technical Report ELG Mine Complex Life of Mine Plan and Media Luna Feasibility Study”, including the Media Luna feasibility study, mineral resource and mineral reserve estimates; the parameters and assumptions underlying the mineral resource and mineral reserve estimates and the financial analysis; the ability to exploit estimated mineral reserves; the Company’s expectation that the ELG Mine Complex (as defined in the MD&A) will continue to be profitable with positive economics from mining; and expected recoveries, grades and annual production and the results of the feasibility study on the Me . In addition, forward-looking statements include but are not limited to: the strategic pillars, as described in the presentation, and expectation that executing strategic plan will significantly enhance shareholder returns; on track to achieve full year guidance; quarterly output expected to trend higher and costs lower through 2022; investment in Media Luna expected to increase quarter or quarter and development and procurement activities ramp-up; expecting another strong year in 2022; cash generation to be weighted towards the second half of 2022; results of the studies included in the Technical Report, including without limitation, expected life of mine, gold production, total cash costs per ounce of gold sold, all-in sustaining costs per ounce of gold sold, and Media Luna Project capex estimate; potential to enhance the return through ongoing investment; expectation that advancing the tunnels from both sides of the Balsas river to mitigate schedule risk; extending and optimizing ELG a key strategic priority as described in the presentation; and the significant resource potential of the Morelos Property. Generally, forward-looking information can be identified by the use of forward-looking terminology such as “strategy”, “plans,” “expects,” or “does not expect,” “is expected,” “potential”, “risk”, “guidance”, “opportunities”, “target”, “envisioned”, “objective”, “focus”, “budget,” “scheduled,” “goal,” “estimates,” “forecasts,” “intends,” “anticipates,” or “does not anticipate,” “believes”, “tends” or variations of such words and phrases or statements that certain actions, events or results “may,” “could,” “would,” “might,” “will” or “will be taken,” “to be,” “be achieved,” or “on track to” occur. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking information, including risks included in the MD&A, the Annual Information Form (“AIF”), the Technical Report and the Company’s other public disclosure which are available on [www.sedar.com](http://www.sedar.com) and [www.torexgold.com](http://www.torexgold.com). Certain material assumptions regarding such forward-looking information and forward-looking statements are discussed in this presentation, the MD&A, the AIF, the Technical Report and elsewhere in the Company’s public disclosure. Readers are cautioned that the foregoing, together with the risks and assumptions set out in the MD&A, the AIF, the Technical Report and elsewhere in the Company’s public disclosure, is not exhaustive of all factors and assumptions which may have been used. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information and forward-looking statements, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that such information or statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. Accordingly, readers should not place undue reliance on forward-looking information. The forward-looking information and forward-looking statements contained herein are presented for the purposes of assisting investors in understanding the Company’s expected financial and operating performance and the Company’s plans and objectives and may not be appropriate for other purposes. The Company does not undertake to update any forward-looking information, except in accordance with applicable securities law.

The scientific and technical data contained in this presentation have been reviewed and approved by David Stefanuto, P.Eng, EVP, Technical Services and Capital Projects of the Company. Mr. Stefanuto is a Qualified Person under National Instrument 43-101 – Standards of Disclosure for Mineral Properties. Additional technical information is contained in the Technical Report. The technical information contained in this presentation is based upon the information contained in the Technical Report, which is available on SEDAR as [www.sedar.com](http://www.sedar.com) and the Company’s website at [www.torexgold.com](http://www.torexgold.com) and as updated in the Company’s continuous disclosure documents also available on [www.sedar.com](http://www.sedar.com) and [www.torexgold.com](http://www.torexgold.com). Torex Gold and the Bull/Moon logo are registered trademarks of the Company.



## OVERVIEW & KEY HIGHLIGHTS

**JODY KUZENKO**  
PRESIDENT & CEO

*All values US dollars unless otherwise stated*

# STRATEGIC PILLARS

Executing on plan expected to significantly enhance shareholder returns



OPTIMIZE &  
EXTEND ELG



ADVANCE &  
DE-RISK MEDIA LUNA



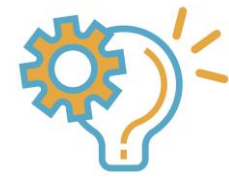
GROW RESERVES &  
RESOURCES



PRUDENT CAPITAL  
ALLOCATION



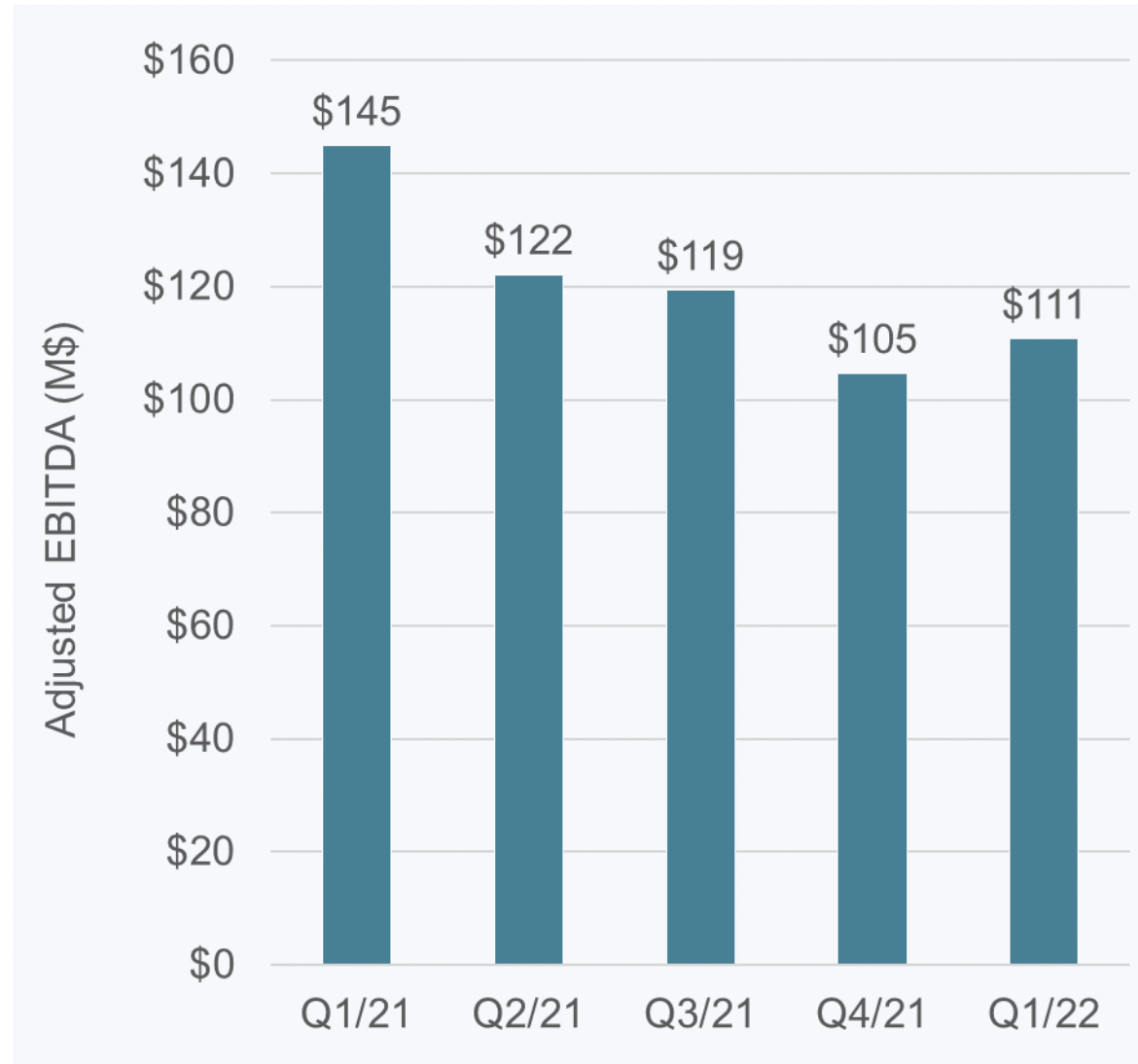
BUILD ON ESG  
EXCELLENCE



LEVERAGE  
INNOVATION

# KEY HIGHLIGHTS

## 2022 off to a solid start



- ▶ Produced **112,446 ounces of gold** in Q1
- ▶ Total cash costs<sup>1</sup> of **\$748 per ounce gold sold** during the quarter and all-in sustaining costs<sup>1</sup> of **\$1,034 per ounce gold sold**
- ▶ Generated revenue of **\$208M** resulting in adjusted EBITDA<sup>1</sup> of **\$111M** during Q1
- ▶ Q1 cash flow from operations of **\$47M** and free cash flow<sup>1</sup> deficiency of **\$19M** due to tax and royalty payments related to fiscal 2021
- ▶ Exited Q1 with **\$237M** in cash and no debt (excluding less than \$4M in lease obligations)
- ▶ Delivered Technical Report on Morelos Complex including Feasibility Study on Media Luna Project

1) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.

# ON TRACK TO ACHIEVE FULL YEAR GUIDANCE<sup>1</sup>

Quarterly output expected to trend higher and costs lower through remainder of 2022

In millions of U.S. dollars, unless otherwise noted		2022	
		Guidance	Year to Date (Q1)
Gold Production	oz	430,000 to 470,000	112,446
Total Cash Costs <sup>2</sup>	\$/oz	695 to 735	748
All-in Sustaining Costs <sup>2</sup>	\$/oz	980 to 1,030	1,034
Sustaining Capital Expenditures <sup>2</sup>			
Capitalized Stripping	\$	50 to 60	16.1
<u>Other Sustaining</u>	\$	<u>35 to 45</u>	<u>5.6</u>
Sustaining Capital Expenditures	\$	85 to 105	21.7
Non-Sustaining Capital Expenditures <sup>2</sup>			
ELG Non-Sustaining	\$	15 to 20	5.3
Media Luna Project	\$	220 to 270	20.8
<u>Media Luna Infill Drilling/Other</u>	\$	<u>20</u>	<u>3.9</u>
Non-Sustaining Capital Expenditures	\$	255 to 310	30.0

- ▶ Quarterly production expected to be higher through remainder of year on stronger anticipated grades
- ▶ Total cash costs<sup>2</sup> and all-in sustaining costs<sup>2</sup> expected to trend lower through remainder of year
- ▶ Investment in Media Luna expected to increase quarter-over-quarter as development and procurement activities ramp-up following Board approval in March

1) Please refer to Safe Harbor Statement on slide 2.

2) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.

# ESG EXCELLENCE AS A FOUNDATION

Sustained performance & ongoing improvement on ESG disclosure a key focus

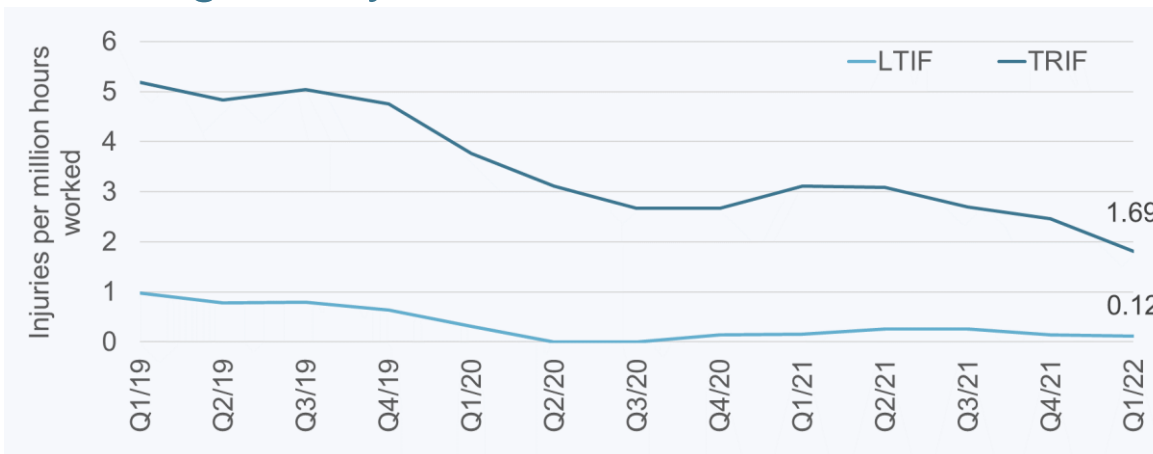
## Managing the latest wave of COVID-19

- 99.7% of employees and 89% of contractors fully vaccinated against COVID-19
- Boosters now being offered at site
- Protocols remain in place
- COVID-related absenteeism materially decreased by end of Q1

## ESG Ratings

- MSCI: 'A' rating from 'BBB'
- Refinitiv: 'B' rating from 'C+'
- ISS: Significant ESG rating improvements – highest governance rating possible ('1')
- Sustainalytics: ESG Risk Rating Score improved to 35.3 from 47.7

## Leading Safety Performance<sup>1,2</sup>



## Community Relations Well Managed

- Annual community development agreements renewed with 11 local communities
- Sixth consecutive agreement signed with Autonomous University of Guerrero to conduct local water quality monitoring
- Received Mexican ESR® 2022 distinction for 4th year running for excellence in social responsibility

1) Lost Time Injury Frequency ("LTIF") based on injuries per 1 million hours worked (employees & contractors) over prior 12-month period.

2) Total Reportable Injury Frequency ("TRIF") based on injuries per 1 million hours worked (employees & contractors) over prior 12-month period.



## OPERATIONAL PERFORMANCE

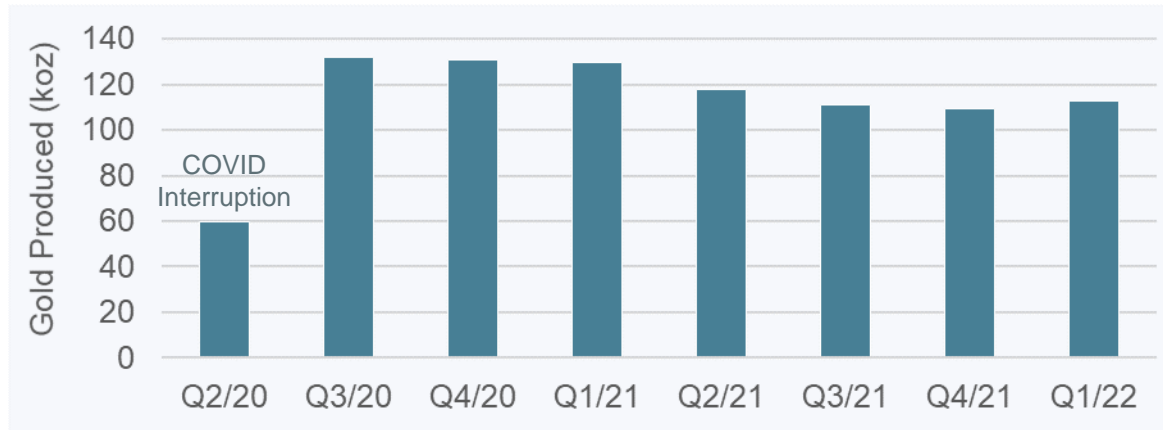
**JODY KUZENKO**  
PRESIDENT & CEO



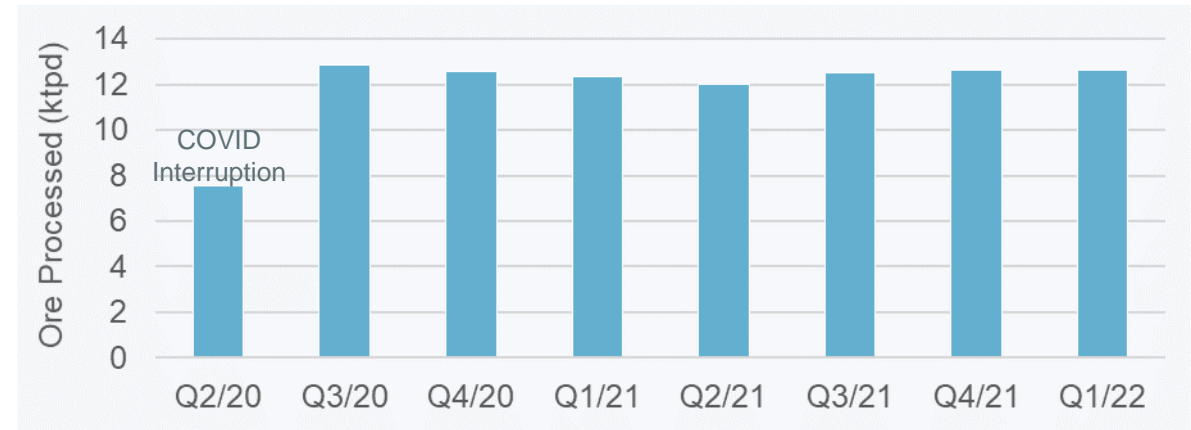
# SOLID OPERATIONAL PERFORMANCE<sup>1</sup>

Production slightly stronger than anticipated on the back of higher processed grades

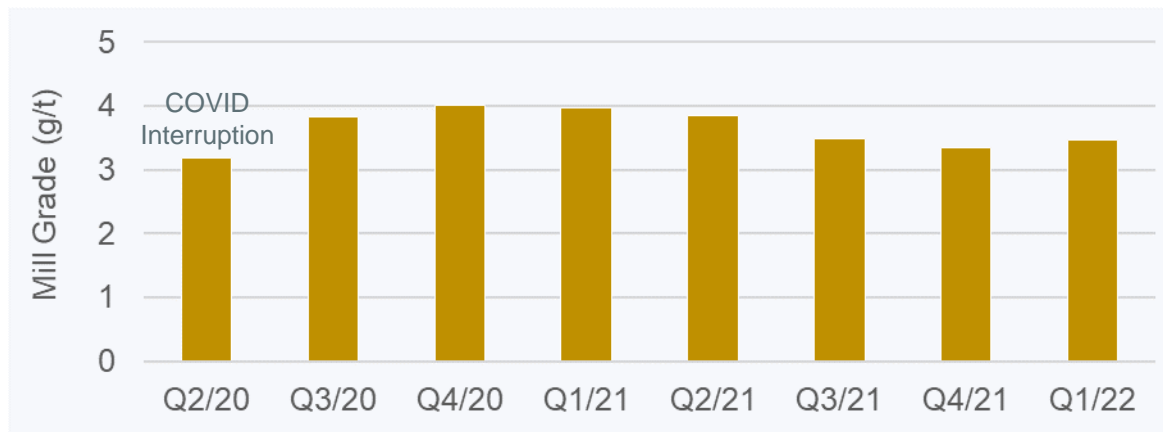
Produced 112,446 ounces to start off 2022



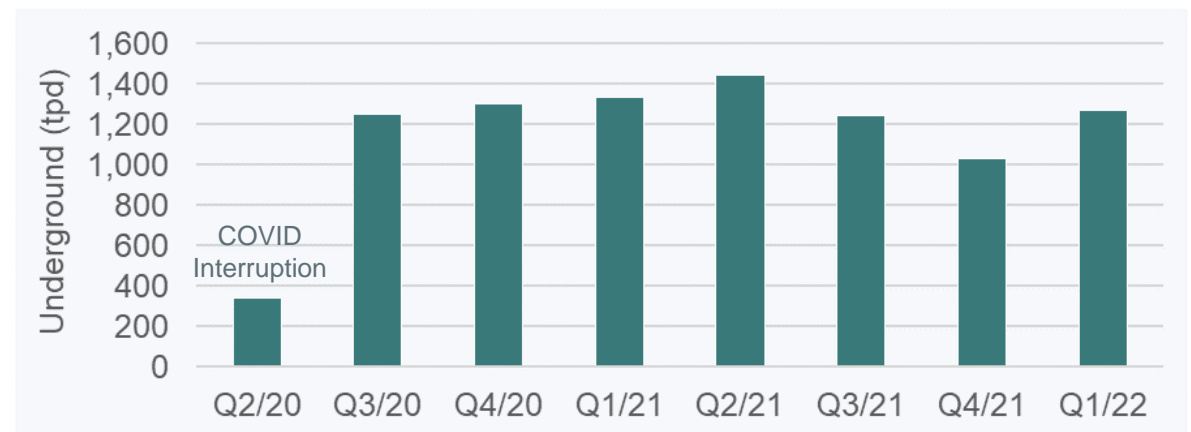
Average plant throughput of 12,605 tpd in Q1



Gold grade processed of 3.47 g/t during first quarter



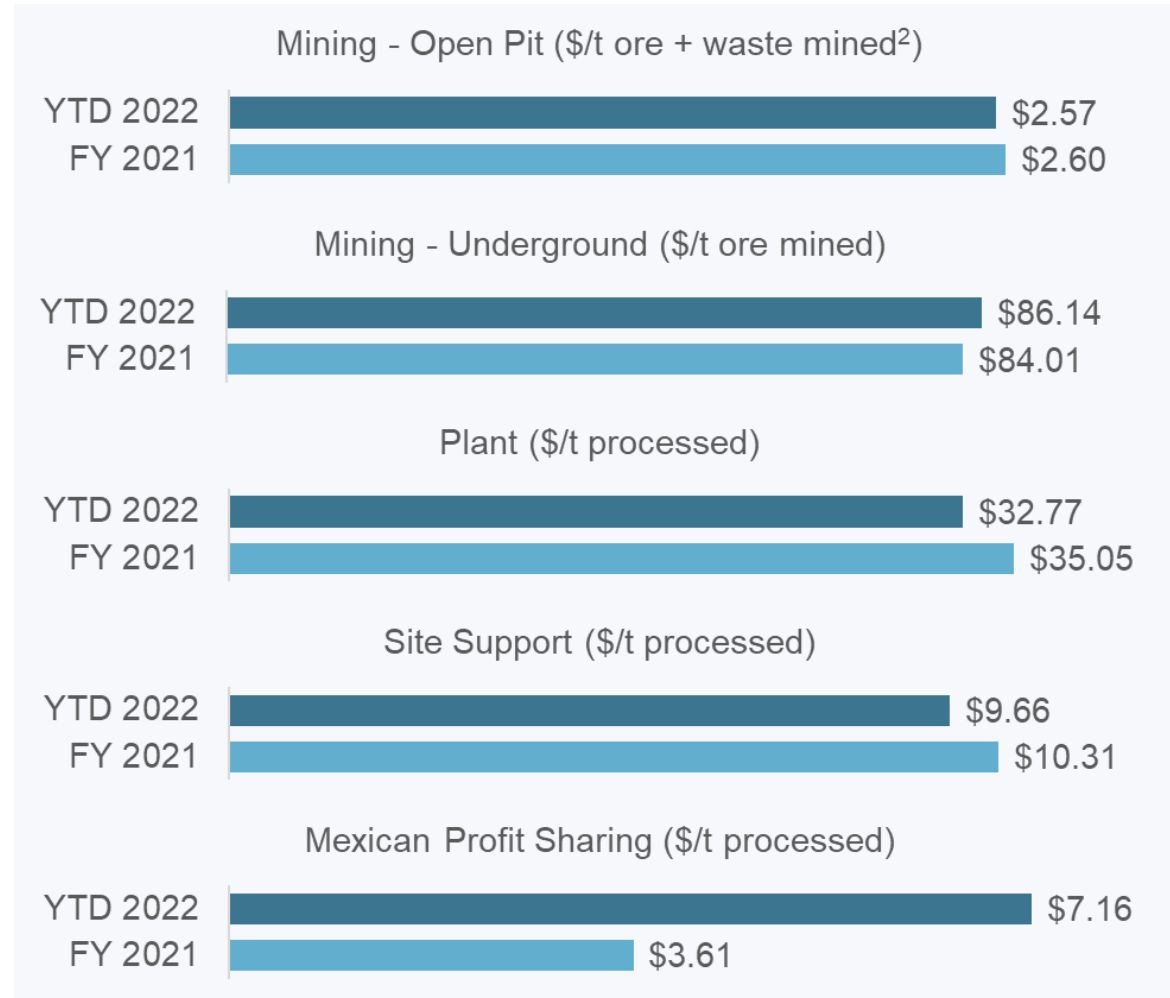
Underground mining rate of 1,267 tpd in Q1



1) Q2 2020 results were impacted by a mandated suspension of operations by the Government of Mexico to mitigate the spread of COVID-19 in the country.

# COST PERFORMANCE<sup>1,2</sup>

## Costs tracking well against full year 2021 results



- Open pit and underground mining unit costs relatively inline with full year 2021 result
- Improvement in processing costs reflects reduced cyanide consumption given specific mineralogy associated with sulphur and iron processed
- Site support costs steady
- Mexican profit sharing (PTU)<sup>2</sup> impacted by true-up on PTU level accrued in 2021 based on updated guidance from Mexican government.
  - PTU expense in Q1 2022 includes \$2.6M of costs related to full year 2021

1) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.

2) Mining costs do not include the capitalization of waste and changes in inventory.



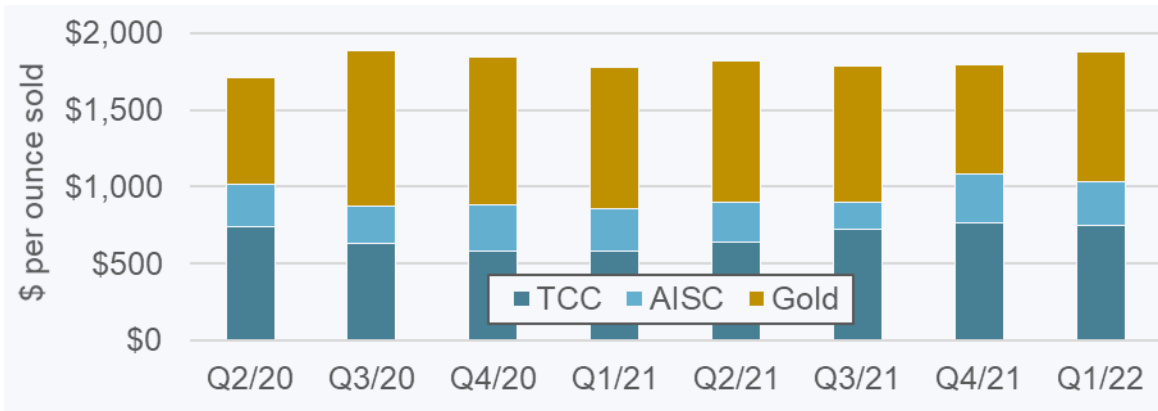
## FINANCIAL PERFORMANCE

**ANDREW SNOWDEN**  
CFO

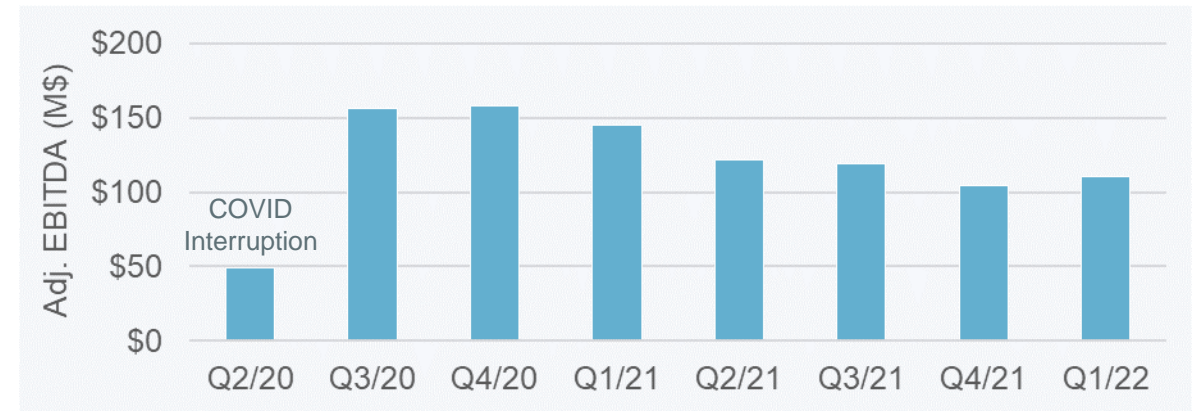
# SOLID FINANCIAL PERFORMANCE<sup>1</sup>

Stronger metal price helped bolster margins quarter-over-quarter

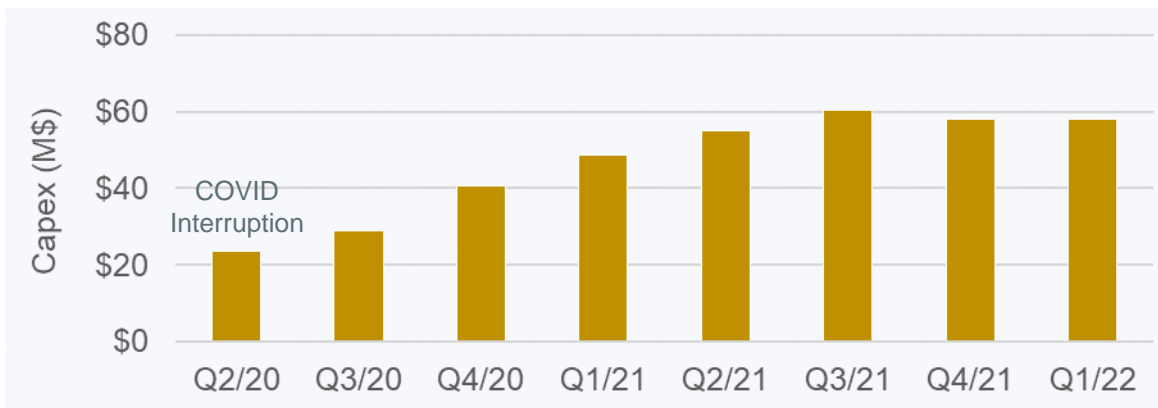
All-in sustaining margin of 44% delivered in Q1



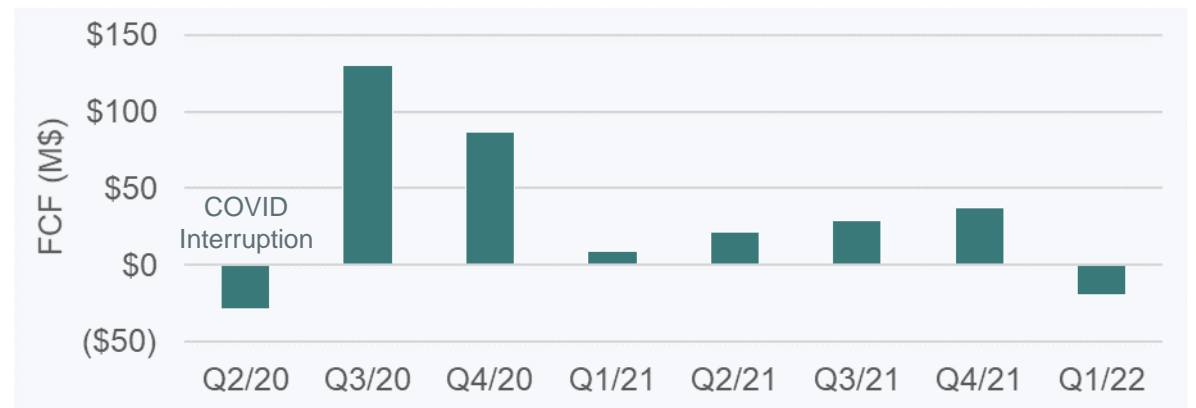
Adjusted EBITDA<sup>2</sup> of \$111M in Q1



Total capital expenditure of \$65M in Q1



Free cash flow deficiency of \$19M in Q1



1) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.

# CASH FLOW GENERATION<sup>1</sup>

Cash generation during Q1 impacted by seasonality of tax and royalty payments

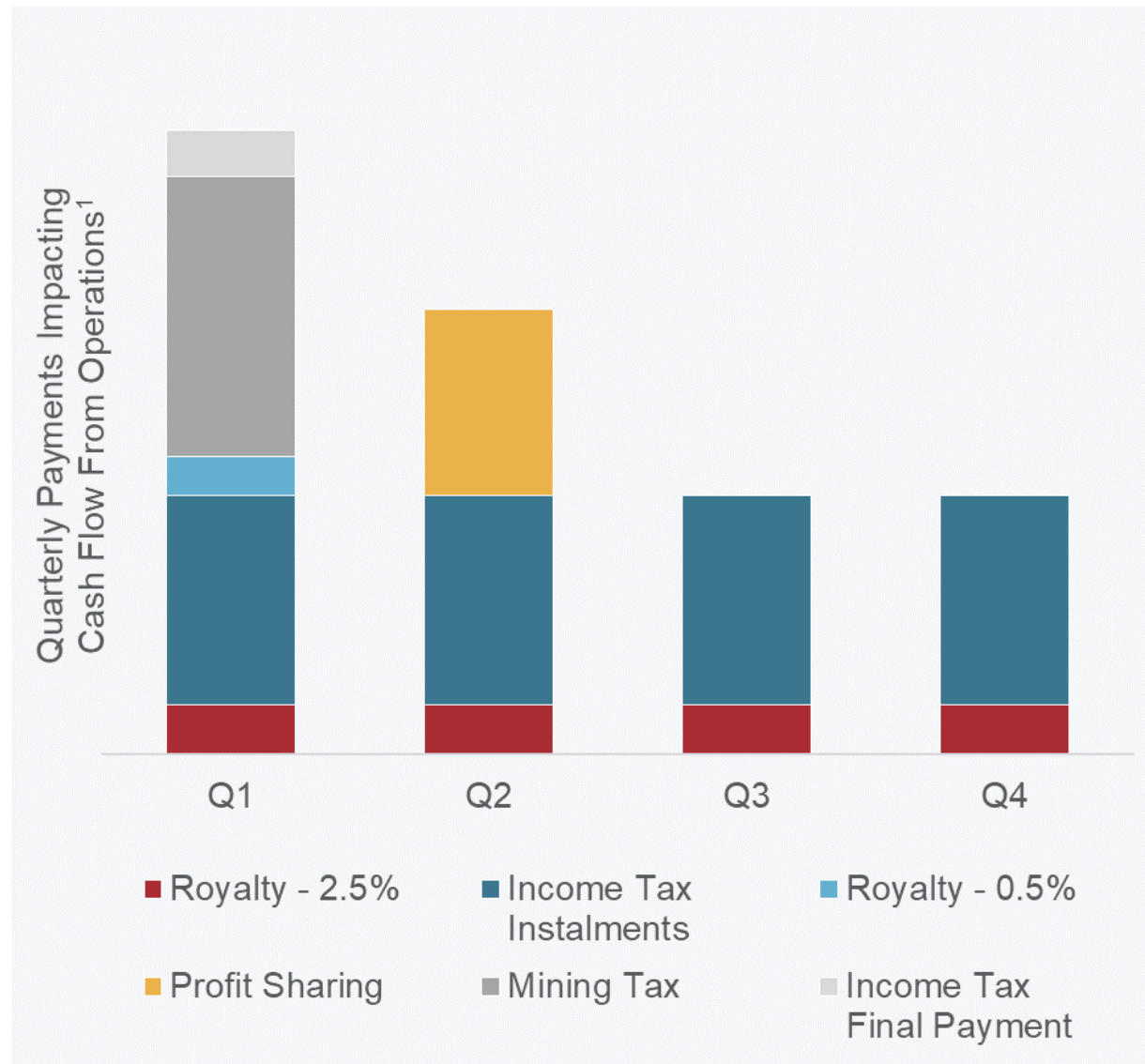


- ▶ Taxes paid includes \$30M related to fiscal 2021 mining tax; working capital includes \$4M related to 0.5% royalty accrued during 2021
- ▶ Cash generation to be weighted towards H2 given seasonality of tax, royalty and profit-sharing payments

1) Sustaining Capex and Non-Sustaining Capex exclude a total of \$0.6M in lease payments as leases are considered financing obligations.  
 2) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.

# CASH FLOW SEASONALITY

Cash flow tends to be the weakest in H1 given timing of tax, royalty and PTU payments



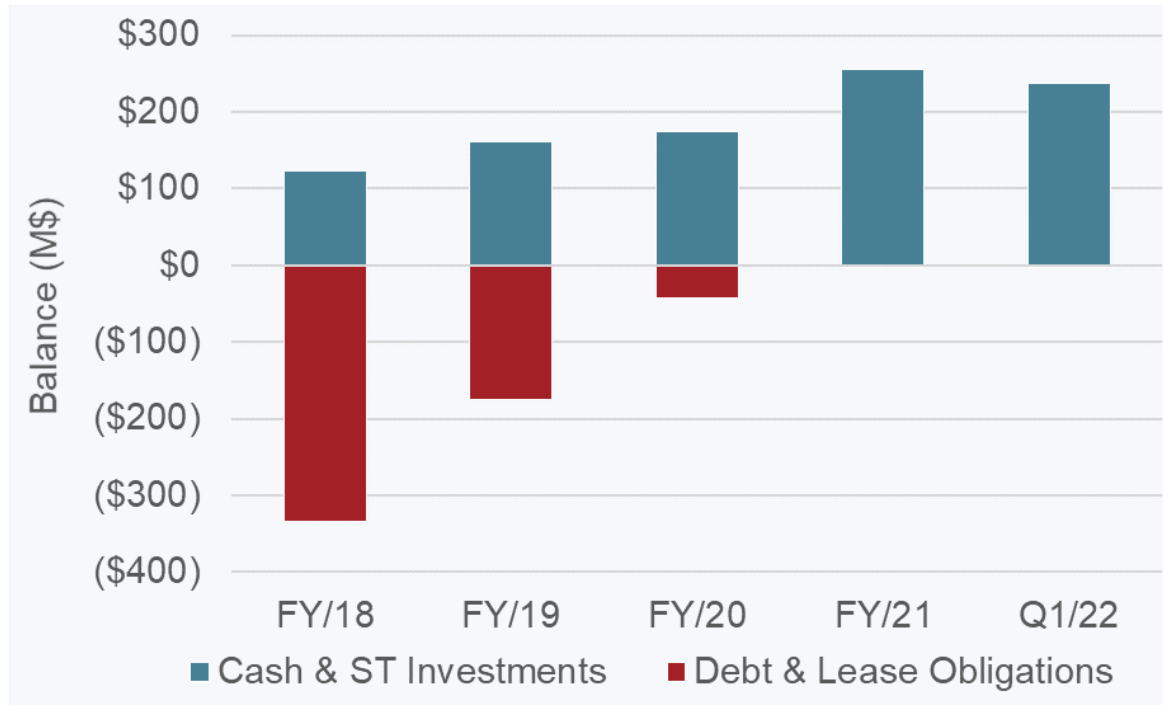
- Final payments related to royalties, profit sharing, and taxes are subject to movements in the Mexican peso relative to the US dollar
- Cash flow from operations prior to changes in non-cash working capital impacted by:
  - Payment of mining royalty
  - Payment of corporate income tax
- Cash flow from operations after changes in non-cash working capital impacted by:
  - Payment of 0.5% and 2.5% royalties
  - Payment of profit sharing

1) For illustrative purposes only. Actual payments subject to multiple factors including but not limited to actual profitability, prior year profitability, MXN/USD at time payments made.

# BALANCE SHEET & LIQUIDITY<sup>1</sup>

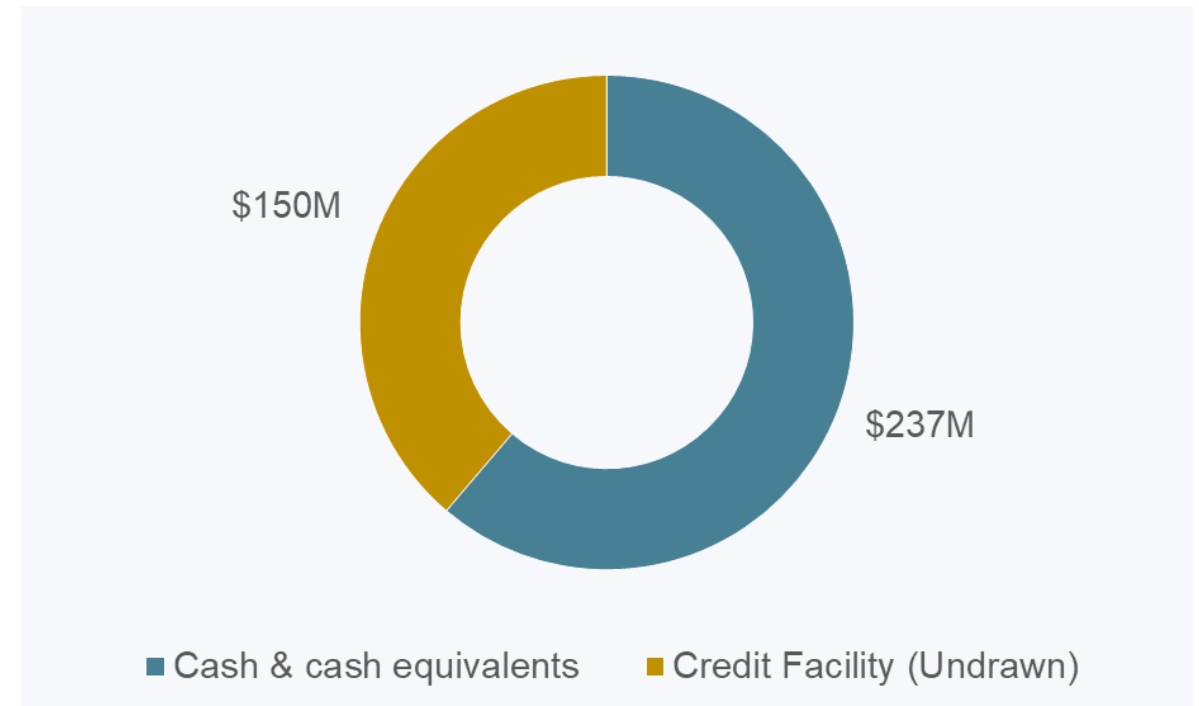
## Financial health of business remains strong

Net cash<sup>2</sup> of \$233M at quarter-end



- Exited Q1 2022 with \$237M of cash
- Debt free with just under \$4M of lease obligations

Available liquidity of \$387M as of March 31<sup>st</sup>



- \$150M revolving debt facility fully undrawn
- Discussions to extend maturity of facility beyond March 2023 have commenced

1) Please refer to Safe Harbor Statement on slide 2.  
 2) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.

# FORWARD PRICE CONTRACTS

## Managing gold price risk during build-out of Media Luna

All amounts in U.S. dollars		2022	2023			
		Q4	Q1	Q2	Q3	Q4
<b>Forward Contracts</b>						
Gold Volumes	koz	30.0	27.0	27.0	27.0	27.0
Gold Price	\$/oz	\$1,910	\$1,924	\$1,924	\$1,924	\$1,924

- Hedged approximately 25% of gold production between October 2022 and December 2023
  - Hedged period coincides with period of higher capital expenditures for Media Luna Project
  - Covers approximately 25% of monthly production during period
- Will evaluate opportunities to further reduce price risk during Media Luna build
  - Potential to extend hedge period into 2024
  - Potential to increase volumes hedged during construction period (Q2 2022 through Q4 2024)

1) Sustaining Capex and Non-Sustaining Capex exclude a total of \$0.6M in lease payments as leases are considered financing obligations.

2) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). See also Key Financial Metrics on slide 23 for the comparable GAAP financial measure.





## PROJECT & EXPLORATION UPDATE

**JODY KUZENKO**  
PRESIDENT & CEO

# MORELOS COMPLEX TECHNICAL REPORT<sup>1,2</sup>

## The foundation for growth has been cast

- ▶ Life of mine more than triples to 11.75 years versus ELG standalone case of 3.5 years
- ▶ Annual AuEq sold<sup>3</sup> of 374 koz at a mine-site AISC<sup>4</sup> of \$954/oz AuEq
  - ▶ 450 koz AuEq at a mine-site AISC of \$929/oz AuEq through 2027 when mill is full
- ▶ Annual revenue of \$605M and mine-site EBITDA<sup>4</sup> of \$298M
  - ▶ Sizeable exposure to copper which represents 20% of life of mine revenue
- ▶ Media Luna Project capital expenditure of \$848M
- ▶ Significant potential to enhance return through ongoing investment in exploration
- ▶ Well positioned to fund Media Luna Project while advancing strategic initiatives
- ▶ Experienced team in place to deliver Media Luna Project on time and on budget
  - ▶ Deep Board experience brings strong governance on project execution

1) Please refer to Safe Harbor Statement on slide 2.

2) As per Technical Report for the Morelos Complex dated March 31, 2022. Estimates as of April 1, 2022.

3) Gold equivalent sold assumes long-term gold price of \$1,600/oz (\$1,700/oz in 2022), silver price of \$21/oz and copper price of \$3.50/lb.

4) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)). For the year ended December 31, 2021, the following historic Non-GAAP Measures were reported in the MD&A: EBITDA - \$461.6M; Total cash cost (TCC) - \$674/oz Au; TCC margin \$1,120/oz Au; All-in sustaining cost (AISC) - \$928/oz, AISC margin - \$865/oz Au; sustaining capital costs - \$85.3M; and non-sustaining costs - \$152.4M. Please note that the mine-site sustaining costs and margin do not include Torex corporate G&A costs and potential sustaining exploration costs and mine-site EBITDA does not include Torex corporate G&A. See also Key Financial Metrics on slide 23 for the historical non-GAAP measure and the comparable GAAP financial measure.

# MEDIA LUNA PROJECT – TUNNEL DEVELOPMENT<sup>1,2</sup>

Advancing from both sides of Balsas River expected to mitigate schedule risk

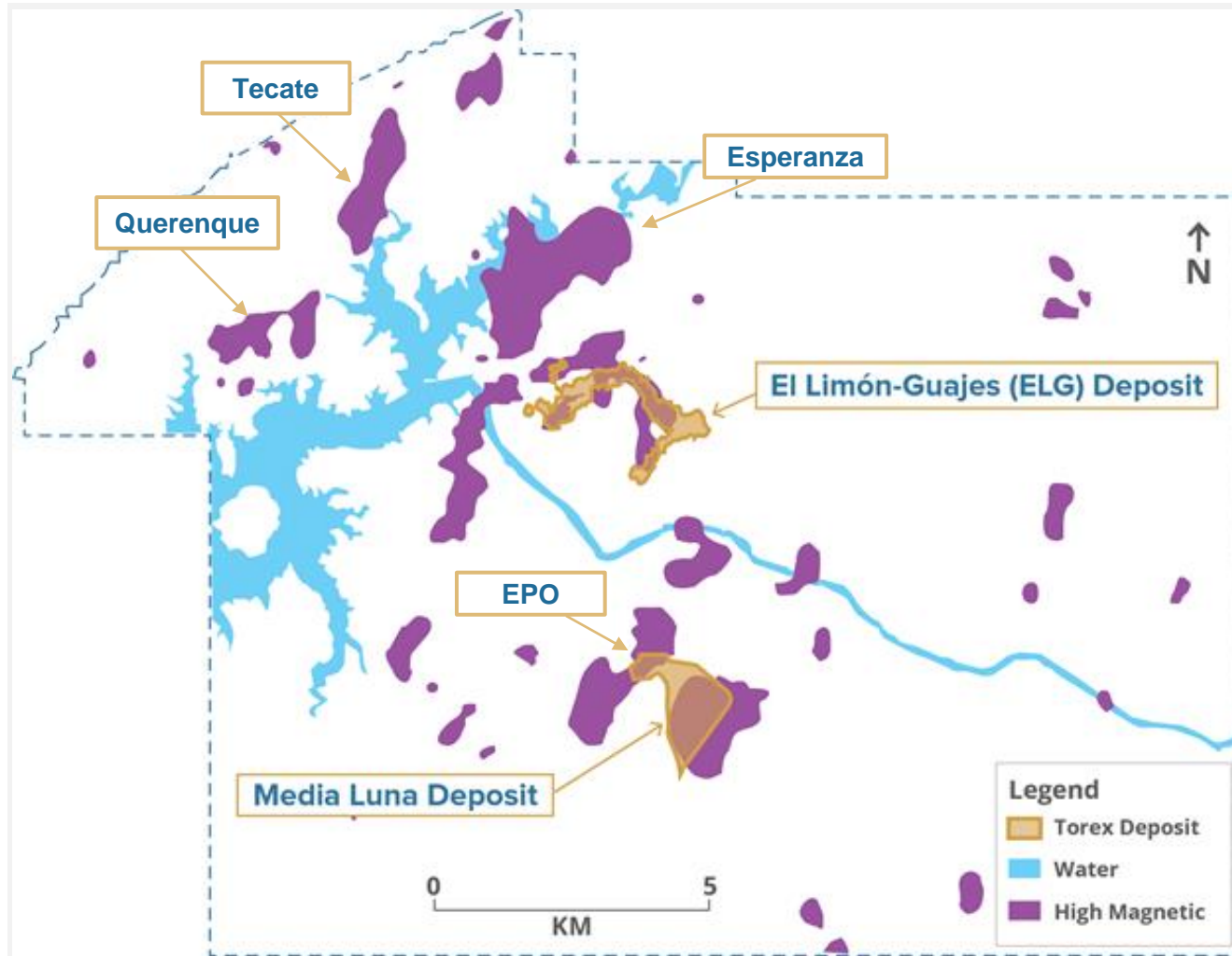


- ▶ Guajes Tunnel expected to have advanced ~1,710 m by end of April
  - ▶ New bolter with longer reach has been commissioned
  - ▶ Year-to-date advance rate of 5.6 m/d versus budgeted rate of 6 to 6.5 m/d
- ▶ South Portal Lower expected to have advanced ~480 m by end of April
  - ▶ Year-to-date advance rate of 2.1 m/d versus budgeted rate of 4.5 to 5 m/d
  - ▶ Rates impacted by challenging rock conditions encountered in March/April
- ▶ South Portal Upper has split with upper ramp advanced ~710 m and lower ramp ~650 m

1) Please refer to Safe Harbor Statement on slide 2.  
2) Advance depicted in figure for illustrative purposes (relative positioning) as image is not to exact scale.

# MORELOS PROPERTY OFFERS SIGNIFICANT RESOURCE POTENTIAL<sup>1</sup>

75% of the broader property remains largely unexplored



- ▶ Drilling/exploration budget of \$39M in 2022
  - ▶ \$19M at Media Luna cluster (~64,000 m)
  - ▶ \$6M at ELG Underground (~28,000 m)
  - ▶ \$9M on near-mine drilling (~28,500 m) and regional exploration (~6,000 m)
  - ▶ \$5M on ore control and definition drilling
- ▶ Total investment of \$6.9M in Q1 2022 (excludes grade control and definition drilling)
- ▶ First round of exploration press releases anticipated shortly; multiple updates anticipated throughout the year

1) Please refer to Safe Harbor Statement on slide 2.



QUESTIONS ?

# KEY OPERATIONAL METRICS<sup>1,2</sup>

	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022
<b>Mining - ELG Open Pit</b>								
Ore mined (kt)	666	1,407	1,689	1,359	1,131	1,406	864	<b>1,061</b>
Waste mined (kt)	4,435	10,097	10,399	9,882	8,593	7,476	8,972	<b>8,958</b>
Strip ratio (waste:ore)	6.7	7.2	6.2	7.3	7.6	5.3	10.4	<b>8.4</b>
Gold grade (g/t)	2.77	2.86	2.87	3.05	3.01	2.43	2.75	<b>2.99</b>
<b>Mining - ELG Underground</b>								
Ore mined (kt)	31	114	120	123	130	113	95	<b>114</b>
Gold grade (g/t)	9.49	6.76	7.02	7.56	7.02	6.68	6.99	<b>5.67</b>
<b>Mining - Total</b>								
Ore mined (kt)	697	1,521	1,809	1,482	1,261	1,519	959	<b>1,175</b>
Gold grade (g/t)	3.07	3.15	3.15	3.42	3.42	2.75	3.17	<b>3.25</b>
<b>Processing</b>								
Ore processed (kt)	688	1,184	1,156	1,111	1,091	1,150	1,160	<b>1,134</b>
Ore processed (tpd)	7,560	12,870	12,565	12,344	11,989	12,500	12,612	<b>12,605</b>
Gold grade (g/t)	3.18	3.83	4.01	3.97	3.84	3.48	3.35	<b>3.47</b>
Gold recovery (%)	89	89	89	89	88	89	88	<b>87</b>
Gold produced (oz)	59,508	131,790	130,649	129,509	118,054	111,229	109,411	<b>112,446</b>
Gold sold (oz)	63,147	133,036	133,063	129,019	111,424	118,989	109,391	<b>108,012</b>

1) Q2 2020 results were impacted by a mandated suspension of operations by the Government of Mexico to mitigate the spread of COVID-19 in the country.

2) For more information on operational and financial results, please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)).

# KEY FINANCIAL METRICS – CONSOLIDATED<sup>1,2</sup>

<i>All amounts in U.S. dollars</i>	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022
<b>Key Metrics</b>								
Gold sold (oz)	63,147	133,036	133,063	129,019	111,424	118,989	109,391	<b>108,012</b>
Realized gold price (\$/oz)	\$1,712	\$1,884	\$1,847	\$1,778	\$1,816	\$1,786	\$1,798	<b>\$1,876</b>
Cost of sales (\$/oz)	\$1,447	\$1,154	\$1,075	\$1,022	\$1,074	\$1,198	\$1,235	<b>\$1,224</b>
Total cash cost (\$/oz)	\$740	\$633	\$579	\$580	\$637	\$727	\$764	<b>\$748</b>
All-in sustaining cost (\$/oz)	\$1,015	\$877	\$886	\$854	\$897	\$900	\$1,079	<b>\$1,034</b>
<b>Financial Results</b>								
Revenue (M\$)	\$109.1	\$256.5	\$251.6	\$231.2	\$205.9	\$216.7	\$202.0	<b>\$207.7</b>
EBITDA (M\$)	\$44.8	\$162.9	\$165.9	\$152.7	\$126.9	\$119.7	\$62.4	<b>\$103.1</b>
Adjusted EBITDA (M\$)	\$49.3	\$156.2	\$158.5	\$144.9	\$122.1	\$119.3	\$104.6	<b>\$110.7</b>
Net income (loss) (M\$)	\$3.8	\$60.3	\$91.9	\$55.0	\$60.7	\$36.5	(\$0.5)	<b>\$40.0</b>
Adjusted net earnings (M\$)	\$3.6	\$51.3	\$60.9	\$57.2	\$47.4	\$42.9	\$32.4	<b>\$37.2</b>
Cash flow from operations (M\$)	\$2.2	\$173.3	\$137.1	\$65.2	\$82.4	\$87.8	\$94.6	<b>\$46.7</b>
Capital expenditures (M\$)	\$28.8	\$40.8	\$48.8	\$55.2	\$60.3	\$58.0	\$56.9	<b>\$65.3</b>
Free cash flow (M\$)	(\$28.5)	\$130.4	\$86.9	\$9.3	\$21.9	\$29.4	\$37.3	<b>(\$19.1)</b>
<b>Balance Sheet</b>								
Cash and cash equivalents (M\$)	\$176.9	\$204.0	\$174.1	\$172.0	\$196.0	\$221.6	\$255.7	<b>\$237.0</b>
Short-term investments (M\$)	\$0.0	\$32.0	\$32.1	\$0.0	\$0.0	\$0.0	\$0.0	<b>\$0.0</b>
Debt & Lease Obligations (M\$)	\$225.2	\$155.0	\$43.4	\$4.7	\$4.5	\$3.8	\$3.3	<b>\$3.6</b>
Net (debt) cash (M\$)	(\$53.5)	\$77.1	\$161.6	\$167.3	\$191.5	\$217.8	\$252.4	<b>\$233.4</b>
Net (debt) cash to EBITDA - Trailing 12 months	(0.2x)	0.2x	0.4x	0.3x	0.3x	0.4x	0.5x	<b>0.6x</b>

1) Q2 2020 results were impacted by a mandated suspension of operations by the Government of Mexico to mitigate the spread of COVID-19 in the country.

2) For more information on operational and financial results, including information on non-GAAP measures (such as realized gold price, total cash costs, total cash costs margin, all-in sustaining costs, all-in sustaining costs margin, adjusted earnings, EBITDA, adjusted EBITDA, free cash flow, sustaining and non-sustaining capital expenditures, unit costs, and net cash/debt), please refer to Torex Gold's latest MD&A filed on SEDAR ([www.sedar.com](http://www.sedar.com)) or on the Company's website ([www.torexgold.com](http://www.torexgold.com)).

# CASH FLOW SEASONALITY

## Timing Differences – Royalties & Profit Sharing

### **Royalty – Mexican Geological Survey**

- ▶ 2.5% of gross revenue
- ▶ Accrued quarterly and paid the following quarter
  - ▶ Recognized in “Royalties” under “Cost of Sales”
  - ▶ Accrued to Accounts Payable
- ▶ Allowable deduction in the calculation of Profit Sharing, Mining Royalty, and Income Tax

### **Royalty – Government of Mexico**

- ▶ 0.5% of gross revenue
- ▶ Accrued quarterly and paid annually in Q1 of the following calendar year
  - ▶ Recognized in “Royalties” under “Cost of Sales”
  - ▶ Accrued to Accounts Payable
- ▶ Allowable deduction in the calculation of Profit Sharing, Mining Royalty, and Income Tax

### **Profit Sharing – Employees**

- ▶ Mandated by Government of Mexico
- ▶ Accrued quarterly and paid annually in Q2 of the following calendar year
  - ▶ Recognized in “Production Cost” under “Cost of Sales”
  - ▶ Accrued to Accounts Payable
- ▶ Allowable deduction in the calculation of Corporate Income Tax, but not an allowable deduction in the calculation of the Mining Royalty



# CASH FLOW SEASONALITY

## Timing Differences – Mining Royalty & Corporate Income Tax

### **Mining Royalty – Government of Mexico**

- ▶ 7.5% of mine level EBITDA plus allowable deductions
- ▶ Accrued quarterly and paid annually in Q1 of the following year
  - ▶ Recognized in “Current Income Tax” as considered an income tax for IFRS purposes
  - ▶ Accrued to Income Taxes Payable
- ▶ Allowable deduction in the calculation of Corporate Income Tax

### **Corporate Income Tax – Government of Mexico**

- ▶ 30% of taxable income in Mexico
- ▶ Accrued quarterly and paid monthly via instalments; outstanding amount owing at year-end paid out in Q1 of the following year
  - ▶ Accrued to Income Taxes Payable
- ▶ Monthly tax instalments are predicated on prior year profit



[www.torexgold.com](http://www.torexgold.com)

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