



# Q4 and Year-end 2016 Results Conference Call – February 24, 2017

centerra**GOLD**



TSX: CG

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

# Senior Management Participants

centerraGOLD



**SCOTT PERRY**

Chief Executive Officer

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**FRANK HERBERT**

President

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**GORDON REID**

Chief Operating Officer

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**DARREN MILLMAN**

Chief Financial Officer

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# Caution Regarding Forward-Looking Information

Information contained in this presentation which are not statements of historical facts, and the documents incorporated by reference herein, may be “forward-looking information” for the purposes of Canadian securities laws. Such forward-looking information involves risks, uncertainties and other factors that could cause actual results, performance, prospects and opportunities to differ materially from those expressed or implied by such forward looking information. The words “believe”, “expect”, “anticipate”, “contemplate”, “target”, “plan”, “intends”, “continue”, “budget”, “estimate”, “may”, “will”, “schedule” and similar expressions identify forward-looking information. These forward-looking statements relate to, among other things, the Company’s expectations regarding funding all planned capital and operating expenditures of the Company for 2017 from cash, short-term investments and cash generated from the Mount Milligan mine; expectations regarding continued discussions with the Government of the Kyrgyz Republic to resolve all outstanding issues affecting the Kumtor Project in a manner that is fair to all stakeholders; the continuation of negotiations with the Mongolian Government on definitive agreements related to the Gatsurt Project; the impact of continuous improvement projects at Mount Milligan, including improvements on gold and copper recovery rates; the timing for a new technical report on the Mount Milligan Project; timing for gold production from the Oksüt Project; ability to satisfy conditions precedents to access funds under the Oksüt Facility, including the receipt of the key pastureland permit; expected time frames for an arbitral decision on the Company’s application for partial award or in the alternative, interim relief; the expectation of applying for and receiving the permit to discharge water from its tailings facility starting in the spring; plans to appeal to the Kyrgyz Republic Supreme Court any court decisions on the Kumtor environmental court claims (if needed); expectations of the resumption of the Kumtor environmental pollution claim in the Kyrgyz Republic court; timing for the closing of the sale of ATO; statements made under the heading, “2017 Outlook” including 2017 production, all-in sustaining costs per ounce sold; 2017 exploration expenditures, 2017 capital expenditures, 2017 corporate administration and community investment expenses, 2017 depreciation, depletion and amortization expenses, expectations of our hedging program, and 2017 tax expenses; planned mining activities in 2017; expectations regarding the continuation of the cash neutral basis of the Company’s molybdenum business unit; the expected time frame for the tailings dam construction at the Kumtor mine.

Forward-looking information is necessarily based upon a number of estimates and assumptions that, while considered reasonable by Centerra, are inherently subject to significant political, business, economic and competitive uncertainties and contingencies. Known and unknown factors could cause actual results to differ materially from those projected in the forward looking information. Factors that could cause actual results or events to differ materially from current expectations include, among other things: (A) strategic, legal, planning and other risks, including: political risks associated with the Company’s operations in the Kyrgyz Republic, Mongolia and Turkey; resource nationalism including the management of external stakeholder expectations; liquidity risks created by Centerra’s inability to access funds held at KGC; the impact of changes in, or to the more aggressive enforcement of, laws, regulations and government practices in the jurisdictions in which the Company operates including any delays or refusals to grant required permits and licenses, unjustified civil or criminal action against the Company, its affiliates or its current or former employees; risks that community activism may result in increased contributory demands or in business interruptions; the impact of any actions taken by the Kyrgyz Republic Government and Parliament relating to the Kumtor Project Agreements which are inconsistent with the rights of Centerra and KGC under the Kumtor Project Agreements; any impact on the purported cancellation of Kumtor’s land use rights at the Kumtor Project pursuant to a court claim commenced by the Kyrgyz Republic GPO; the risks related to other outstanding litigation affecting the Company’s operations in the Kyrgyz Republic and elsewhere; the potential impact on the Kumtor Project of investigations by Kyrgyz Republic instrumentalities and movement restrictions on KGC employees and managers; the impact of changes to, the increased enforcement of, environmental laws and regulations relating to the Company’s operations; the impact of any sanctions imposed by Canada, the United States or other jurisdictions against various Russian individuals and entities; potential defects of title in the Company’s properties that are not known as of the date hereof; the inability of the Company and its subsidiaries to enforce their legal rights in certain circumstances; the presence of a significant shareholder that is a state-owned company of the Kyrgyz Republic; risks related to anti-corruption legislation; risks related to the concentration of assets in Central Asia; Centerra’s future exploration and development activities not being successful; Centerra not being able to replace mineral reserves; difficulties with Centerra’s joint venture partners; and aboriginal claims and consultative issues relating to the Company’s properties which are in proximity to First Nations communities; potential risks related to kidnapping or acts of terrorism; (B) risks relating to financial matters, including: sensitivity of the Company’s business to the volatility of gold and copper prices, the use of provisionally-priced sales contracts for production at Mount Milligan, reliance on a few key customers for the gold-copper concentrate at Mount Milligan, use of commodity derivatives, the imprecision of the Company’s mineral reserves and resources estimates and the assumptions they rely on, the accuracy of the Company’s production and cost estimates, the impact of restrictive covenants in the Company’s credit facilities which may, among other things, restrict the Company from pursuing certain business activities or making distributions from its subsidiaries, the Company’s ability to obtain future financing, the impact of global financial conditions, the impact of currency fluctuations, the effect of market conditions on the Company’s short-term investments, the Company’s ability to make payments including any payments of principal and interest on the Company’s debt facilities depends on the cash flow of its subsidiaries; and (C) risks related to operational matters and geotechnical issues and the Company’s continued ability to successfully manage such matters, including: movement of the Davidov Glacier and the waste and ice movement at the Kumtor Project, the continued performance of the buttress; the occurrence of further ground movements at the Kumtor Project and mechanical availability; the ability of the Company to successfully ramp-up to design criteria of the secondary crusher at the Mt. Milligan Project; the success of the Company’s future exploration and development activities, including the financial and political risks inherent in carrying out exploration activities; inherent risks associated with the use of sodium cyanide in the mining operations; the adequacy of the Company’s insurance to mitigate operational risks; mechanical breakdowns; the Company’s ability to obtain the necessary permits and authorizations to (among other things) raise the tailings dam at the Kumtor Project to the required height; the Company’s ability to replace its mineral reserves; the occurrence of any labour unrest or disturbance and the ability of the Company to successfully re-negotiate collective agreements when required; the risk that Centerra’s workforce may be exposed to widespread epidemic; seismic activity in the vicinity of the Company’s properties; long lead times required for equipment and supplies given the remote location of some of the Company’s operating properties; reliance on a limited number of suppliers for certain consumables, equipment and components; illegal mining on the Company’s Mongolian properties; the Company’s ability to accurately predict decommissioning and reclamation costs; the Company’s ability to attract and retain qualified personnel; competition for mineral acquisition opportunities; and risks associated with the conduct of joint ventures/partnerships; the Company’s ability to manage its projects effectively and to mitigate the potential lack of availability of contractors, budget and timing overruns and project resources. See “Risk Factors” in the Company’s Management’s Discussion and Analysis for the year ended December 31, 2016 and the 2015 Annual Information Form, both of which are available on SEDAR at [www.sedar.com](http://www.sedar.com).

Furthermore, market price fluctuations in gold and copper, as well as increased capital or production costs or reduced recovery rates may render mineral reserves containing lower grades of mineralization uneconomic and may ultimately result in a restatement of reserves. The extent to which resources may ultimately be reclassified as proven or probable reserves is dependent upon the demonstration of their profitable recovery. Economic and technological factors which may change over time always influence the evaluation of reserves or resources. Centerra has not adjusted mineral resource figures in consideration of these risks and, therefore, Centerra can give no assurances that any mineral resource estimate will ultimately be reclassified as proven and probable reserves. There can be no assurances that forward-looking information and statements will prove to be accurate, as many factors and future events, both known and unknown could cause actual results, performance or achievements to vary or differ materially, from the results, performance or achievements that are or may be expressed or implied by such forward-looking statements contained herein or incorporated by reference. Accordingly, all such factors should be considered carefully when making decisions with respect to Centerra, and prospective investors should not place undue reliance on forward looking information. Forward-looking information is as of February 23, 2017. Centerra assumes no obligation to update or revise forward looking information to reflect changes in assumptions, changes in circumstances or any other events affecting such forward-looking information, except as required by applicable law. Except as otherwise noted herein, Gordon Reid, Professional Engineer and Centerra’s Vice President and Chief Operating Officer, has reviewed and approved the scientific and technical information contained in this presentation. Mr. Reid is a Qualified Person within the meaning of NI 43-101. For more information, please refer to the properties technical reports, which are available on SEDAR. All figures are in United States dollars unless otherwise stated.



**Q4 & 2016 Financial Results – February 24, 2017**  
**Scott Perry - Chief Executive Officer**

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# Q4 & 2016 Corporate Update

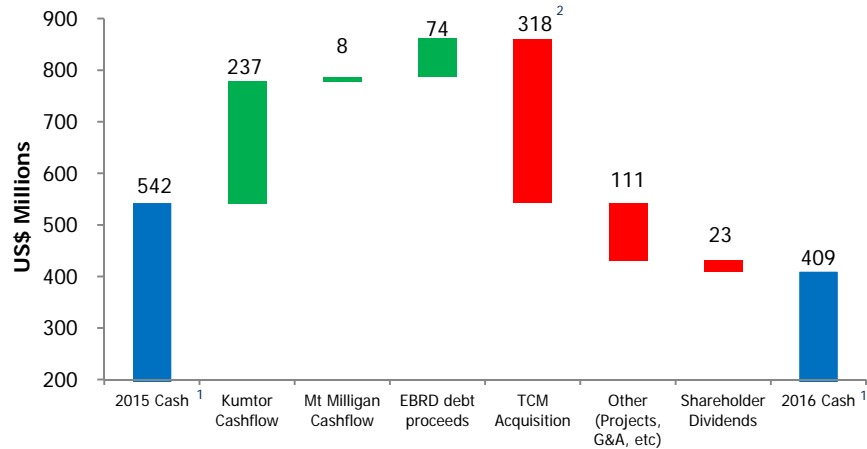
➤	<b>Safety – Continue to roll out “<i>Work Safe : Home Safe</i>” Program Across the Company</b>
➤	<b>Strong Gold Production of 598,677 Ounces, including 550,960 Ounces at Kumtor</b>
➤	<b>2016 All-In Sustaining Cost<sup>1</sup> of \$682 Per Ounce, Kumtor achieved \$640 Per Ounce, both lower than revised guidance</b>
➤	<b>2016 Net Earnings of \$151.5 Million (\$0.60 Cents Per Share, basic), including Q4 Net Earnings of \$63.6 Million (\$0.23 Cents Per Share, basic)</b>
➤	<b>Cash Flow From Operations of \$371.4 Million (\$1.48 Cents Per Share, basic)</b>
➤	<b>Kumtor Generated \$237 Million and Mount Milligan Generated \$8 Million Cash</b>
➤	<b>Dec.31, 2016 Cash<sup>2</sup> Position of \$409 Million<sup>2</sup></b>
➤	<b>Closed Acquisition of Thompson Creek Metals</b>
➤	<b>Entered into New US\$325 Million 5-year Credit Agreement to Finance Acquisition</b>

1. All-in sustaining costs per ounce sold is a non-GAAP measure and is discussed under “Non-GAAP Measures” in the Company’s MD&A December 31, 2016 and news release February 23, 2017.

2. Includes cash, cash equivalents and short-term investments, including restricted cash at December 31, 2016.

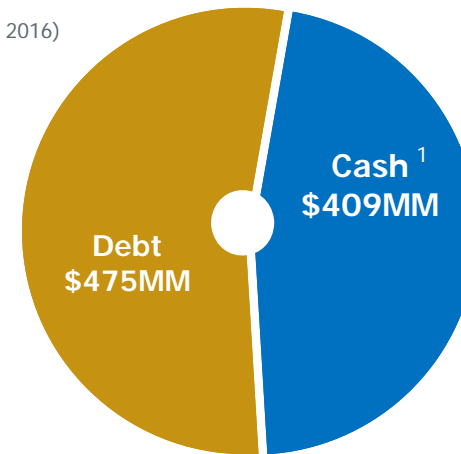
# 2016 Corporate Update

## 2016: Internally Funded Business (US\$)

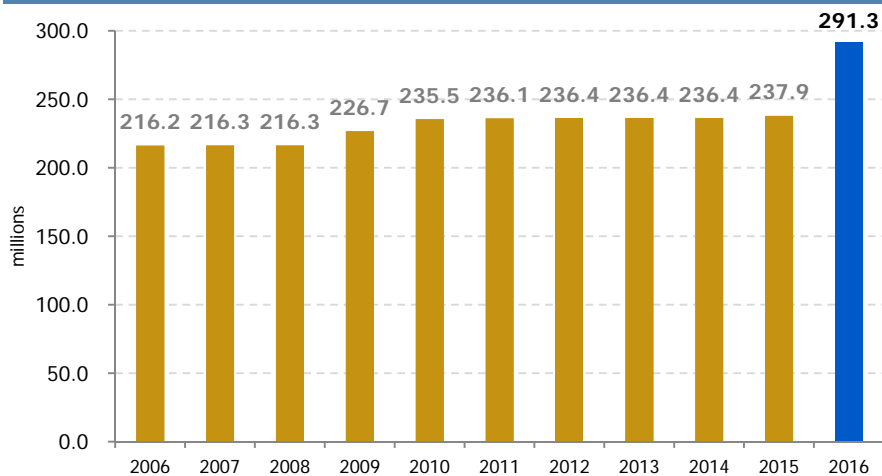


## Strong Balance Sheet (US\$)

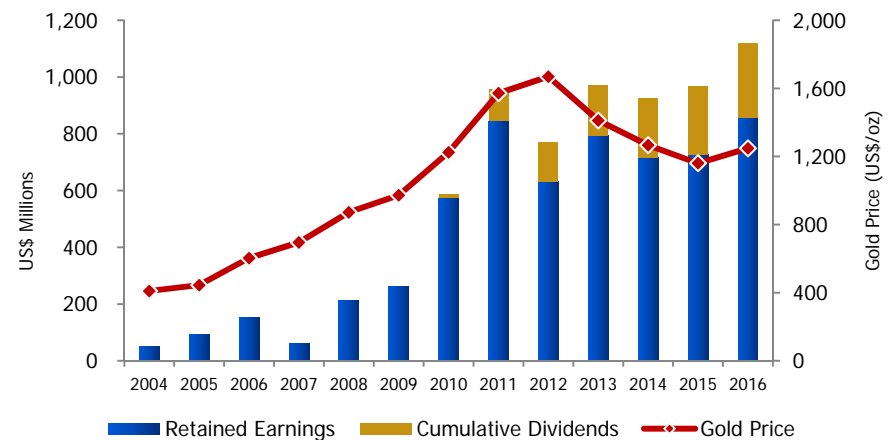
(as of December 31 2016)



## Share Count



## Retained Earnings Profile (US\$)



<sup>1</sup> Includes cash, cash equivalents, and short-term investments, (includes restricted cash of KGC).

<sup>2</sup> TCM acquisition is shown net of cash received on completion of acquisition (\$98M), net proceeds from equity offering (\$141M), net proceeds from debt (\$324M).

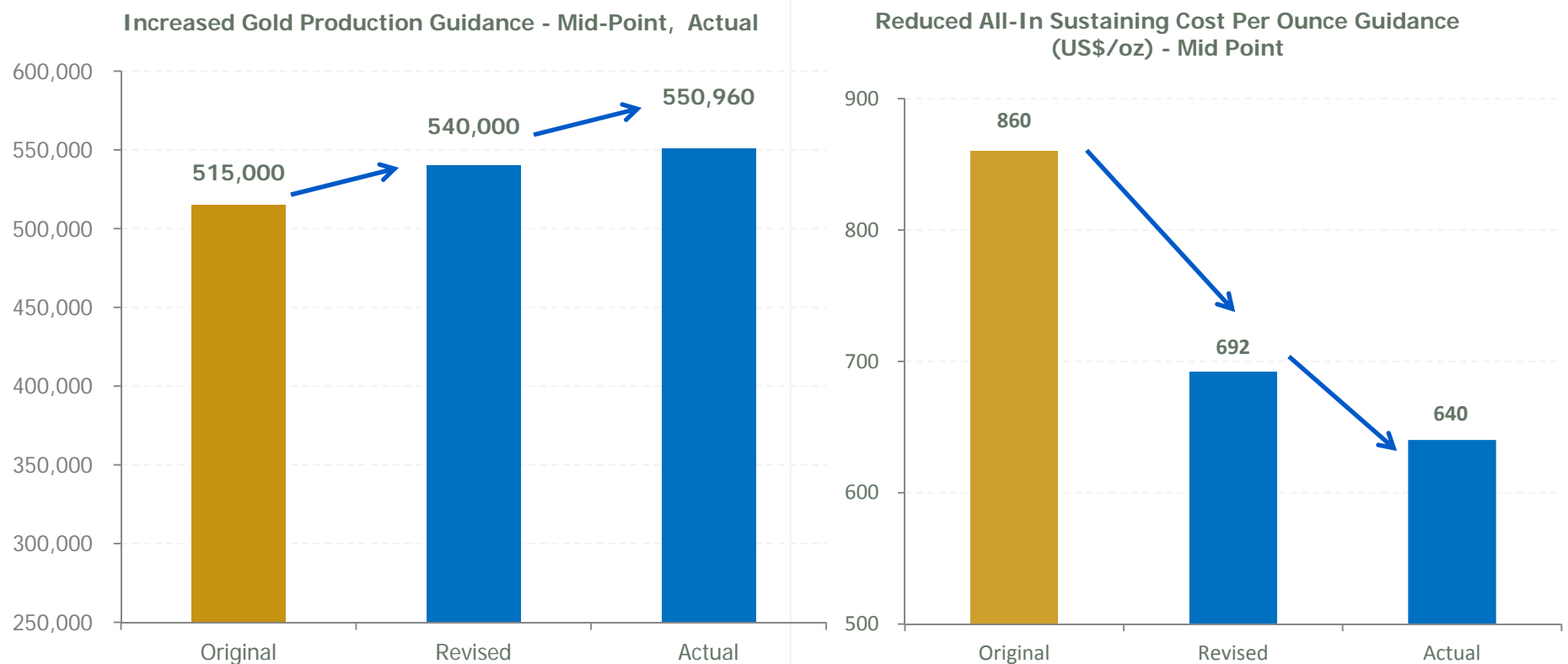
# Operational Excellence



## 2016 GUIDANCE vs ACTUAL: GROWING PRODUCTION AND DECLINING COSTS

Production increase: *up to 7%*; Costs decline: *up to 26%*; 2016 Gold Production exceeds mid-point of revised guidance, AISC lower than mid-point of revised guidance

### 2016 Kumtor Guidance Highlights





**Q4 & 2016 Operating Results – February 24, 2017**  
**Gordon Reid - Chief Operating Officer**

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# Operating Highlights

	<b>2016 gold production - Kumtor 550,960 ounces, Mount Milligan 47,717 ounces<sup>1</sup> 2016 copper production - Mount Milligan 10,399,000 pounds<sup>1</sup></b>
	<b>Kumtor received the necessary permits and approvals for 2017 mine plan</b>
	<b>2017 Company-wide guidance, 715,000 – 795,000 oz gold @ AISC<sup>4</sup> \$743 - \$824/oz and 55 – 65 Million pounds of payable copper</b>

<i>(US\$'s in thousands, except ounces, copper lbs and all-in sustaining costs per ounce sold<sup>4</sup>)</i>	Q4 2016	Q4 2015	2016	2015
Gold ounces produced <sup>(1)</sup>	<b>248,479</b>	133,664	<b>598,677</b>	536,920
Copper produced (000's payable lbs) <sup>(1)</sup>	<b>10,399</b>	-	<b>10,399</b>	-
Kumtor All-in Sustaining Costs per ounce sold <sup>(4)</sup>	<b>\$538</b>	\$553	<b>\$640</b>	\$731
Consolidated All-in Sustaining Costs on a by-product basis per ounce sold <sup>(1),(2),(4)</sup>	<b>\$586</b>	\$617	<b>\$682</b>	\$814
Revenue from mining operations (\$000) <sup>(3)</sup>	<b>\$286,688</b>	\$148,332	<b>\$741,723</b>	\$623,950

1. 2016 numbers for gold ounces and copper produced excludes any ounces from the Boroo mine and includes results from Mt Milligan on a 100% basis beginning October 20, 2016 with no comparative results.
2. For the three months ended and year ended December 31, 2016 consolidated all-in sustaining cost per ounce includes Mt. Milligan, but excludes Boroo costs.
3. For the three months ended and year ended December 31, 2016 revenue from mining ops excludes any revenue from Boroo, tolling and Molybdenum sales.
4. All-in sustaining costs per ounce sold is a non-GAAP measure and is discussed under "Non-GAAP Measures" in the Company's MD&A and News Release dated February 23,

# Mount Milligan



Continue to optimize the permanent secondary crushing plant



Focus on optimizing the mine and mill to increase gold and copper recoveries



# Mineral Reserves - Proven & Probable



Proven and Probable Gold Mineral Reserves Increase to 16 million ounces



Proven and Probable Copper Mineral Reserves are 2,049 million pounds

Gold Mineral Reserves									
Property	Proven			Probable			Total Proven and Probable		
	Tonnes (kt)	Grade (g/t)	Contained Gold (koz)	Tonnes (kt)	Grade (g/t)	Contained Gold (koz)	Tonnes (kt)	Grade (g/t)	Contained Gold (koz)
Mt Milligan	256,847	0.4	3,503	239,362	0.3	2,257	496,210	0.4	5,760
Kumtor - Open Pit	11,440	1.9	714	51,623	2.7	4,416	63,063	2.5	5,130
Gatsuurt	-	-	-	17,129	2.9	1,603	17,129	2.9	1,603
Öksüt	-	-	-	26,137	1.4	1,161	26,137	1.4	1,161
Hardrock - Open Pit	-	-	-	70,858	1.0	2,324	70,858	1.0	2,324
<b>Total</b>	<b>268,287</b>	<b>0.5</b>	<b>4,217</b>	<b>405,109</b>	<b>0.9</b>	<b>11,760</b>	<b>673,396</b>	<b>0.7</b>	<b>15,978</b>

Copper Mineral Reserves									
Property	Proven			Probable			Total Proven and Probable		
	Tonnes (kt)	Grade (%)	Contained Copper (Mlbs)	Tonnes (kt)	Grade (%)	Contained Copper (Mlbs)	Tonnes (kt)	Grade (%)	Contained Copper (Mlbs)
Mt Milligan	256,847	0.187	1,059	239,362	0.188	991	496,209	0.187	2,049



**Q4 & 2016 Financial Results – February 24, 2016**  
**Darren Millman - Chief Financial Officer**

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# Financial Highlights<sup>1</sup>



<i>(in thousands, except ounces, per share amounts, and average realized price<sup>3</sup>)</i>	Quarter Ended Dec.31, 2016	Quarter Ended Dec.31, 2015	Year Ended Dec.31, 2016	Year Ended Dec.31, 2015
Revenue <sup>(2)</sup>	<b>\$305,723</b>	\$148,332	<b>\$760,758</b>	\$623,950
Total gold ounces sold <sup>(3)</sup>	<b>225,996</b>	135,064	<b>580,496</b>	536,842
Total copper pounds sold <sup>(3)</sup> (000's)	<b>10,399</b>	-	<b>10,399</b>	-
Operating cash flow	<b>\$170,397</b>	\$47,534	<b>\$371,444</b>	\$333,566
Operating cash flow per share, basic	<b>\$0.60</b>	\$0.20	<b>\$1.48</b>	\$1.41
Net earnings (loss)	<b>\$63,628</b>	(\$2,877)	<b>\$151,538</b>	\$41,629
Earnings (loss) per share, basic	<b>\$0.23</b>	(\$0.01)	<b>\$0.60</b>	\$0.18
Average realized gold price per ounce <sup>(3)(4)</sup>	<b>\$1,154</b>	\$1,098	<b>\$1,233</b>	\$1,162

1. U.S. dollars

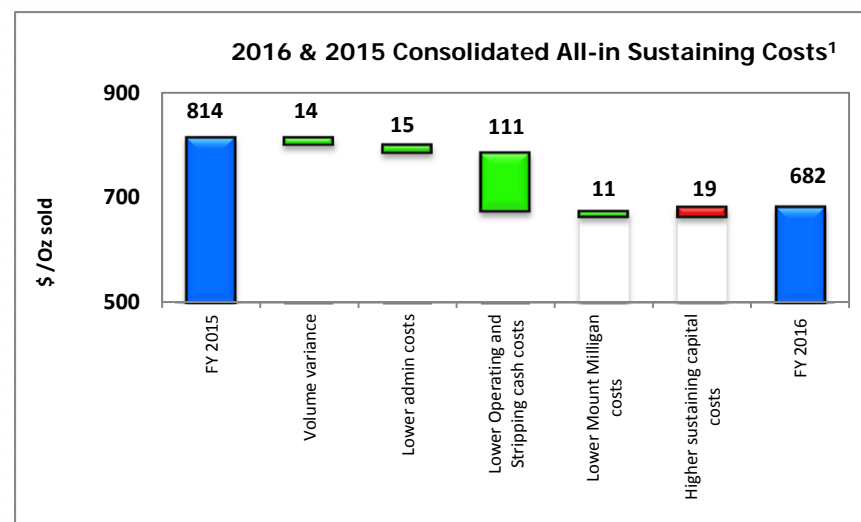
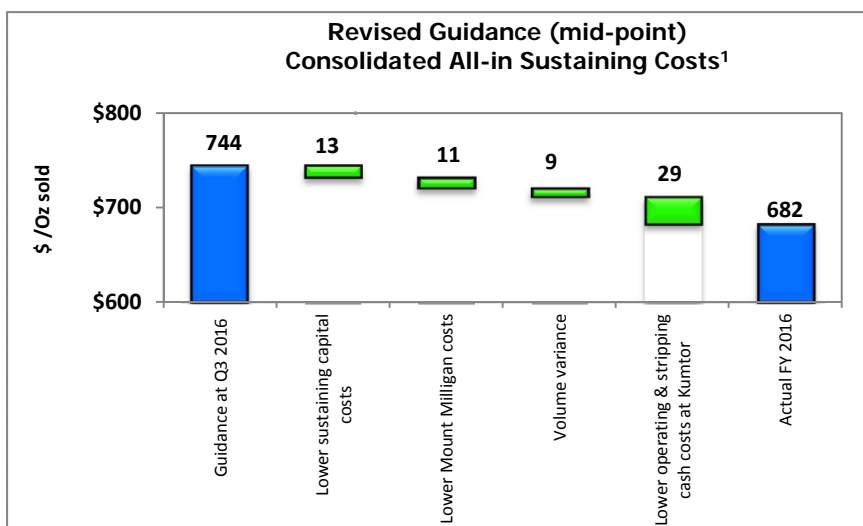
2. For the three months and year ended December 31, 2016 consolidated revenue excludes any revenue from Boroo and includes results from Thompson Creek operations on a 100% basis beginning October 20, 2016 with no comparative results included in both periods of 2015.

3. 2016 numbers for gold ounces sold exclude any sales from the Boroo mine and includes gold and copper sales on a 100% basis from Mt. Milligan beginning October 20, 2016 with no comparative results included in 2015.

4. Average realized gold price per ounce is a non-GAAP measure and is discussed under "Non-GAAP Measures" in the Company's MD&A December 31, 2016.

# Other Financial Highlights

- 
**US\$150 Million Project Financing Facility For Öksüt, EBRD joins UniCredit Facility**
- 
**Acquisition of TCM now complete. Focus now shifts to realisation of synergies identified**
- 
**New US\$325 Million Revolver and Term Loan Facility with lending syndicate (5-year term)**
- 
**Implemented a balanced copper hedging program**



<sup>1</sup> All-in sustaining costs per ounce sold is a non-GAAP measure and is discussed under "Non-GAAP Measures" in the Company's MD&A and News Release dated February 23, 2017.



**Q4 and 2016 Financial Results – February 24, 2016**  
**Scott Perry - Chief Executive Officer**

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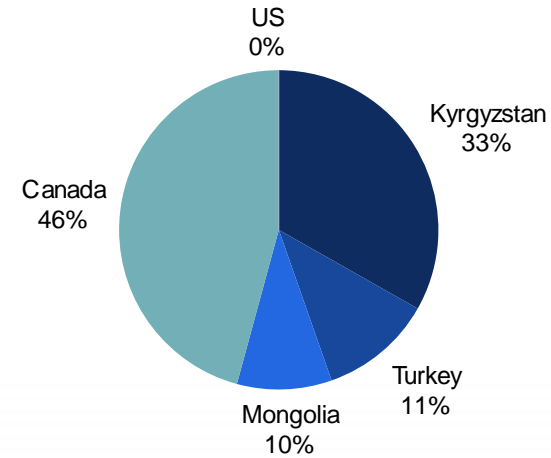
# Centerra: Built For Success



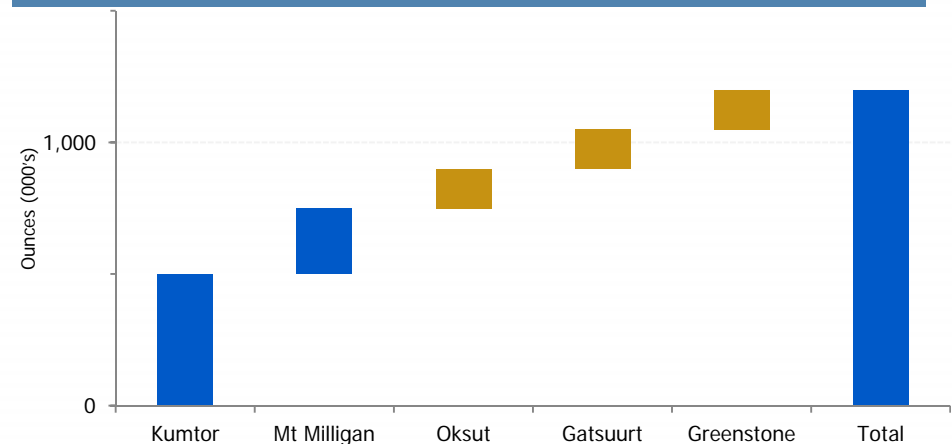
## Corporate Highlights

✓	Internationally Diversified Gold Producer
✓	Closed Thompson Creek Acquisition
✓	Up to 795kozpa gold at AISC <sup>1</sup> of \$743 to \$824 per ounce and 60M lbs of copper
✓	Significant operational cash flow profile
✓	Solid late-stage development pipeline
✓	Projects drive +100% increase in gold production by 2020
✓	Cash <sup>2</sup> Position of US\$409MM <sup>2</sup>
✓	Trading at a discount to peers, potential rerating
✓	Positive Retained Earnings of US\$856MM <sup>2</sup>

## Consensus Asset NAV Breakdown



## Profitably Growing to +1Moz's Per Annum



1. 2017e AISC: Kumtor mine \$836 to \$925 / oz, Mt. Milligan \$457 to \$508 / oz. All-in sustaining costs per ounce sold is a non-GAAP measure and is discussed under "Non-GAAP Measures" in the Company's news release Feb.23, 2017.  
 2. As at December 31, 2016; Cash includes cash, cash equivalents, short-term investments (includes restricted cash at KGC).





**Q4 and 2016 Financial Results – February 24, 2016  
Question & Answer Session**

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Appendix

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# Centerra: 2017 Guidance



	2017 Gold Production	2017 Copper Production	2017 All-in Sustaining Costs on a By-product basis <sup>1</sup>
	(ounces)	(millions pounds)	(per ounce sold)
<b>Kumtor Mine</b>	455,000 – 505,000	-	\$836 – \$925
<b>Mount Milligan</b>	260,000 – 290,000	55 – 65	\$457 – \$508
<b>Centerra</b>	<b>715,000 – 795,000</b>	<b>55 – 65</b>	<b>\$743-\$824</b>

Projects	2017 Sustaining Capital <sup>1</sup>	2017 Growth Capital <sup>1</sup>
	(millions)	(millions)
<b>Kumtor Mine</b>	\$68	\$28
<b>Mount Milligan Mine</b>	\$26	-
<b>Öksüt Project</b>	-	\$11
<b>Mongolia/Gatsuurt Project</b>	-	\$5
<b>Greenstone Property<sup>2</sup></b>	-	\$8
<b>Corporate and other</b>	\$2	-
<b>Consolidated Total</b>	<b>\$96</b>	<b>\$52</b>

<sup>1</sup> Non-GAAP measure discussed under “Non-GAAP Measures” in the Company’s news release dated February 23, 2017.

<sup>2</sup> Greenstone growth capital includes capitalized amounts for Premier’s 50% share of the Greenstone costs funded in full by Centerra.

# 2017 Guidance: Sensitivities

	Change	Impact on (\$ millions)				Impact on (\$ per ounce sold)
		Costs	Revenues	Cash flows	Net Earnings (after tax)	AISC <sup>(2)</sup> on by-product basis
Gold Price	\$50/oz	3.4 - 3.8	31.2 – 34.7	27.7 - 30.7	27.7 - 30.7	1.0
Copper Price <sup>(3)</sup>	10%	0.1 - 0.2	4.6 – 6.7	4.5 – 6.6	4.5 – 6.6	6.3 – 8.3
Diesel Fuel	10%	3.5	-	8.3	3.5	10.4 – 11.6
Kyrgyz som <sup>(1)</sup>	1 som	0.9	-	1.4	0.9	1.8 – 2.0
Canadian dollar <sup>(1)</sup>	10 cents	21.0	-	22.7	21.0	28.5 – 31.7

<sup>1</sup> Appreciation of currency against the U.S. dollar will result in higher costs and lower cash flow and earnings, depreciation of currency against the U.S. dollar results in decreased costs and increased cash flow and earnings.

<sup>2</sup> All-in sustaining costs per ounce sold (“AISC”) on a by-product basis is a non-GAAP measure discussed under “Non-GAAP Measures” in the Company’s news release February 23, 2017.

<sup>3</sup> The Company has recalculated the sensitivities for its revenues, earnings and cash flows for 2017 to copper price changes following a commencement in the first quarter of 2017 of a program to mitigate copper price risk by purchasing fixed price forward sales contracts and zero-cost collar.

## Material Assumptions and Risks

Material assumptions or factors used to forecast production and costs for 2017 include the following:

- a gold price of \$1,200 per ounce,
- a copper price of \$2.50 per pound,
- a molybdenum price of \$7.35 per pound,
- exchange rates:
  - \$1USD:\$1.32 CAD,
  - \$1USD:67.0 Kyrgyz som,
  - \$1USD:0.90 Euro,
- diesel fuel price assumption:
  - \$0.50/litre at Kumtor,
  - \$0.65/litre at Mount Milligan.



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