PAN AMERICAN SILVER

Unaudited Condensed Interim Consolidated Financial Statements and Notes

FOR THE THREE MONTHS ENDING MARCH 31, 2024

PAN AMERICAN SILVER

Condensed Interim Consolidated Statements of Financial Position
(unaudited, in millions of U.S. dollars)

	March 31, 2024	December 31, 2023
Assets		
Current assets		
Cash and cash equivalents (Note 20)	**$ 301.1**	$ 399.6
Investments (Note 5)	**30.3**	41.3
Trade and other receivables	**149.5**	138.0
Income tax receivables	**60.0**	62.9
Inventories (Note 6)	**744.9**	711.6
Other assets (Note 7)	**33.7**	36.6
	1,319.5	1,390.0
Non-current assets		
Mineral properties, plant and equipment (Note 8)	**5,614.6**	5,675.1
Long-term inventories (Note 6)	**28.4**	27.8
Long-term tax receivables	**13.5**	14.7
Deferred tax assets	**81.8**	80.4
Other long-term assets (Note 9)	**22.2**	25.1
Total assets	**$ 7,080.0**	$ 7,213.1
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Note 10)	**$ 470.3**	$ 498.0
Provisions (Note 11)	**50.1**	41.6
Lease obligations (Note 12)	**43.5**	45.7
Debt (Note 13)	**6.7**	6.7
Income tax payables	**49.0**	32.1
Other liabilities	**6.4**	0.1
	626.0	624.2
Non-current liabilities		
Long-term provisions (Note 11)	**409.0**	432.4
Deferred tax liabilities	**517.8**	541.6
Long-term lease obligations (Note 12)	**58.2**	52.2
Long-term debt (Note 13)	**698.2**	697.0
Other long-term liabilities (Note 14)	**89.8**	93.2
Total liabilities	**2,399.0**	2,440.6
Equity		
Issued capital	**5,938.3**	5,966.5
Share option reserve	**94.2**	94.0
Investment revaluation reserve (Note 4c)	**(30.5)**	(30.3)
Deficit	**(1,333.0)**	(1,269.5)
Total equity attributable to Company shareholders	**4,669.0**	4,760.7
Non-controlling interests	**12.0**	11.8
Total equity	**4,681.0**	4,772.5
Total liabilities and equity	**$ 7,080.0**	$ 7,213.1

Contingencies (Note 23)
See accompanying notes to the condensed interim consolidated financial statements.
APPROVED BY THE BOARD ON MAY 8, 2024

"signed" Gillian Winckler, Director *"signed" Michael Steinmann, Director*

PAN AMERICAN SILVER

Condensed Interim Consolidated Statements of Earnings and Comprehensive Earnings
(unaudited, in millions of U.S. dollars and thousands of shares)

	Three months ended March 31,	
	2024	2023
Revenue (Note 21)	**$ 601.4**	$ 390.3
Cost of sales (Note 21)		
Production costs (Note 16)	**(392.1)**	(230.8)
Depreciation and amortization	**(124.4)**	(73.1)
Royalties	**(13.9)**	(9.2)
	(530.4)	(313.1)
Mine operating earnings (Note 21)	**71.0**	77.2
General and administrative	**(22.4)**	(10.4)
Exploration and project development	**(2.8)**	(1.0)
Mine care and maintenance (Note 17)	**(8.7)**	(22.0)
Foreign exchange gains	**11.4**	0.7
Derivative (losses) gains (Note 4d)	**(10.6)**	3.3
Mineral properties, plant and equipment gains	**0.3**	0.2
Loss from associates	**(0.1)**	(0.4)
Transaction and integration costs	**—**	(18.9)
Other expense	**(3.3)**	(1.2)
Earnings from operations	**34.8**	27.5
Investment (loss) income (Note 4b)	**(10.8)**	6.9
Interest and finance expense (Note 18)	**(20.4)**	(9.2)
Earnings before income taxes	**3.6**	25.2
Income tax expense (Note 22)	**(34.4)**	(8.7)
Net (loss) earnings	**$ (30.8)**	$ 16.5
Net (loss) earnings attributable to:		
Equity holders of the Company	**$ (30.9)**	$ 16.4
Non-controlling interests	**0.1**	0.1
	$ (30.8)	$ 16.5
Other comprehensive (loss) earnings, net of taxes		
Items that will not be reclassified to net earnings:		
Loss on investments (Note 4c)	**$ (0.2)**	$ (16.8)
Income tax recovery related to investments (Note 22)	**—**	0.4
Total other comprehensive loss	**$ (0.2)**	$ (16.4)
Total comprehensive (loss) earnings	**$ (31.0)**	$ 0.1
Total comprehensive (loss) earnings attributable to:		
Equity holders of the Company	**$ (31.1)**	$ —
Non-controlling interests	**0.1**	0.1
	$ (31.0)	$ 0.1
(Loss) earnings per share attributable to common shareholders (Note 19)		
Basic (loss) earnings per share	**$ (0.08)**	$ 0.08
Diluted (loss) earnings per share	**$ (0.08)**	$ 0.08
Weighted average shares outstanding Basic	**364,486**	210,681
Weighted average shares outstanding Diluted	**364,486**	210,704

See accompanying notes to the condensed interim consolidated financial statements.

Condensed Interim Consolidated Statements of Cash Flows
(unaudited, in millions of U.S. dollars)

	Three months ended March 31,	
	2024	2023
Operating activities		
Net (loss) earnings for the period	**$ (30.8)**	$ 16.5
Income tax expense (Note 22)	**34.4**	8.7
Depreciation and amortization	**124.4**	73.1
Loss from associates	**0.1**	0.4
Net realizable value inventory expense (recovery) (Note 16)	**14.4**	(20.9)
Accretion on closure and decommissioning provision (Notes 11, 18)	**7.9**	5.9
Investment loss (income) (Note 4b)	**10.8**	(6.9)
Interest paid	**(9.0)**	(4.0)
Interest received	**3.4**	1.4
Income taxes paid	**(41.1)**	(30.7)
Other operating activities (Note 20)	**18.7**	(0.2)
Net change in non-cash working capital items (Note 20)	**(72.1)**	8.0
	$ 61.1	$ 51.3
Investing activities		
Payments for mineral properties, plant and equipment	**$ (86.9)**	$ (38.5)
Cash acquired from the Yamana Gold Inc. acquisition	**—**	259.5
Proceeds from dispositions and mineral property, plant and equipment	**0.5**	0.1
Proceeds from disposal of investments	**—**	105.3
Net (payments) proceeds from derivatives	**(0.1)**	1.5
	$ (86.5)	$ 327.9
Financing activities		
Distributions to non-controlling interests	**0.1**	(0.2)
Dividends paid	**(36.5)**	(21.1)
Shares repurchased under Normal Course Issuer Bid (Note 15)	**(21.5)**	—
Proceeds from debt (Note 13)	**—**	265.0
Repayment of debt (Note 13)	**(1.7)**	(313.7)
Payment of equipment leases	**(13.1)**	(3.7)
	$ (72.7)	$ (73.7)
Effects of exchange rate changes on cash and cash equivalents	**(0.4)**	(1.2)
(Decrease) increase in cash and cash equivalents	**(98.5)**	304.3
Cash and cash equivalents at the beginning of the period	**399.6**	107.0
Cash and cash equivalents at the end of the period	**$ 301.1**	$ 411.3

Supplemental cash flow information (Note 20).
See accompanying notes to the condensed interim consolidated financial statements.

Condensed Interim Consolidated Statements of Changes in Equity
(unaudited, in millions of U.S. dollars and thousands of shares)

	Attributable to equity holders of the Company							
	Issued shares	Issued capital	Share option reserve	Investment revaluation reserve	Deficit	Total	Non-controlling interests	Total equity
Balance, December 31, 2022	**210,681**	**$ 3,140.0**	**$ 93.3**	**$ (3.0)**	**$ (1,034.8)**	**$ 2,195.5**	**$ 6.1**	**$ 2,201.6**
Total comprehensive loss								
Net loss for the year	—	—	—	—	(103.7)	(103.7)	(1.2)	(104.9)
Other comprehensive loss	—	—	—	(27.3)	—	(27.3)	—	(27.3)
	—	—	—	(27.3)	(103.7)	(131.0)	(1.2)	(132.2)
Shares issued as compensation	221	3.5	—	—	—	3.5	—	3.5
The Acquisition (Note 1)	153,758	2,823.0	—	—	—	2,823.0	484.9	3,307.9
Dispositions	—	—	—	—	—	—	(489.7)	(489.7)
Share-based compensation on option grants	—	—	0.7	—	—	0.7	—	0.7
Distributions by subsidiaries to non-controlling interests	—	—	—	—	(0.6)	(0.6)	11.7	11.1
Dividends paid	—	—	—	—	(130.4)	(130.4)	—	(130.4)
Balance, December 31, 2023	**364,660**	**$ 5,966.5**	**$ 94.0**	**$ (30.3)**	**$ (1,269.5)**	**$ 4,760.7**	**$ 11.8**	**$ 4,772.5**
Total comprehensive loss								
Net loss for the period	—	—	—	—	(30.9)	(30.9)	0.1	(30.8)
Other comprehensive loss	—	—	—	(0.2)	—	(0.2)	—	(0.2)
	—	—	—	(0.2)	(30.9)	(31.1)	0.1	(31.0)
Shares repurchased (Note 15)	(1,720)	(28.2)	—	—	3.9	(24.3)	—	(24.3)
Share-based compensation on option grants	—	—	0.2	—	—	0.2	—	0.2
Distributions by subsidiaries to non-controlling interests	—	—	—	—	—	—	0.1	0.1
Dividends paid	—	—	—	—	(36.5)	(36.5)	—	(36.5)
Balance, March 31, 2024	**362,940**	**$ 5,938.3**	**$ 94.2**	**$ (30.5)**	**$ (1,333.0)**	**$ 4,669.0**	**$ 12.0**	**$ 4,681.0**

	Attributable to equity holders of the Company							
	Issued shares	Issued capital	Share option reserve	Investment revaluation reserve	Deficit	Total	Non-controlling interests	Total equity
Balance, December 31, 2022	**210,681**	**$ 3,140.0**	**$ 93.3**	**$ (3.0)**	**$ (1,034.8)**	**$ 2,195.5**	**$ 6.1**	**$ 2,201.6**
Total comprehensive loss								
Net loss for the period	—	—	—	—	16.4	16.4	0.1	16.5
Other comprehensive loss	—	—	—	(16.4)	—	(16.4)	—	(16.4)
	—	—	—	(16.4)	16.4	—	0.1	0.1
The Acquisition (Note 1)	153,758	2,823.0	—	—	—	2,823.0	489.3	3,312.3
Share-based compensation on option grants	—	—	0.2	—	—	0.2	—	0.2
Distributions by subsidiaries to non-controlling interests	—	—	—	—	(0.2)	(0.2)	—	(0.2)
Dividends paid	—	—	—	—	(21.1)	(21.1)	—	(21.1)
Balance, March 31, 2023	**364,439**	**$ 5,963.0**	**$ 93.5**	**$ (19.4)**	**$ (1,039.7)**	**$ 4,997.4**	**$ 495.5**	**$ 5,492.9**

See accompanying notes to the condensed interim consolidated financial statements.

1. NATURE OF OPERATIONS

Pan American Silver Corp. is the ultimate parent company of its subsidiary group (collectively, the "Company", or "Pan American"). Pan American is a British Columbia corporation domiciled in Canada, and its office is at Suite 2100 – 733 Seymour Street, Vancouver, British Columbia, V6B 0S6. The Company is listed on the Toronto Stock Exchange (TSX: PAAS) and the New York Stock Exchange (NYSE: PAAS).

Pan American engages in silver and gold mining and related activities, including exploration, mine development, extraction, processing, refining and reclamation. The Company owns and operates mines located in Canada, Mexico, Peru, Bolivia, Argentina, Chile and Brazil. The Company also owns the Escobal mine in Guatemala that continues to be on care and maintenance pending satisfactory completion of a consultation process led by the Ministry of Energy and Mines in Guatemala. In addition, the Company is exploring for new silver and gold deposits and opportunities throughout the Americas.

Principal subsidiaries:

The principal subsidiaries, all of which are consolidated, of the Company and their geographic locations at March 31, 2024 were as follows:

Location	Subsidiary	Ownership Interest	Operations and Development Projects
Brazil	Jacobina Mineração e Comércio Ltda.	100%	Jacobina mine
Canada	Lake Shore Gold Corp.	100%	Bell Creek and Timmins West mines (together "Timmins mine")
Chile	Minera Meridian Ltda.	100%	El Peñon mine
	Minera Florida Ltda	100%	Minera Florida mine
	Minera Cavancha SpA.	80%	La Pepa project
Mexico	Plata Panamericana S.A. de C.V.	100%	La Colorada mine
	Compañía Minera Dolores S.A. de C.V.	100%	Dolores mine
Peru	Pan American Silver Huaron S.A.	100%	Huaron mine
	Shahuindo S.A.C.	100%	Shahuindo mine
	La Arena S.A.	100%	La Arena mine
Bolivia	Pan American Silver (Bolivia) S.A.	95%	San Vicente mine
Guatemala	Pan American Silver Guatemala S.A.	100%	Escobal mine
Argentina	Minera Tritón Argentina S.A.	100%	Manantial Espejo & Cap-Oeste Sur Este mines
	Estelar Resources S.A.	100%	Cerro Moro mine
	Minera Joaquin S.R.L.	100%	Joaquin mine
	Minera Argenta S.A.	100%	Navidad project

On March 31, 2023, the Company acquired Yamana Gold Inc. ("Yamana") in exchange for 153.8 million common shares, which were valued at approximately $2.8 billion (the "Acquisition"). The Acquisition included the following principal mines: Jacobina in Brazil; El Peñon and Minera Florida in Chile; and Cerro Moro in Argentina.

2. BASIS OF PREPARATION

These unaudited condensed interim consolidated financial statements ("Interim Financial Statements") have been prepared in accordance with International Accounting Standard ("IAS") 34 - *Interim Financial Reporting* as issued by the International Accounting Standards Board ("IASB") and have been condensed with certain disclosures from the Company's audited consolidated financial statements for the year ended December 31, 2023 (the "2023 Annual Financial Statements") omitted. Accordingly, these Interim Financial Statements should be read in conjunction with the 2023 Annual Financial Statements.

3. MATERIAL ACCOUNTING POLICY INFORMATION, STANDARDS, AND JUDGMENTS

a) Changes in accounting policies

The accounting policies applied in the preparation of these Interim Financial Statements are consistent with those applied and disclosed in the 2023 Annual Financial Statements with the exception of the mandatory adoption of certain amendments noted below:

Classification of Liabilities as Current and Non-Current (Amendments to IAS 1)

The amendments to IAS 1, clarify the presentation of liabilities. The classification of liabilities as current or non-current is based on contractual rights that are in existence at the end of the reporting period and is not affected by expectations about whether an entity will exercise its right to defer settlement. A liability not due over the next twelve months is classified as non-current even if management intends or expects to settle the liability within twelve months. The amendment introduced a definition of 'settlement' to make clear that settlement refers to the transfer of cash, equity instruments, other assets, or services to the counterparty. The amendments also clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. Covenants to be complied with after the reporting date do not affect the classification of debt as current or non-current at the reporting date. The amendments were implemented effective January 1, 2024. The implementation of this amendment did not have a material impact on the Company.

b) Future changes in accounting standards

IFRS 18 - Presentation and Disclosure in Financial Statements

In April 2024, the IASB released IFRS 18 Presentation and Disclosure in Financial Statements. IFRS 18 replaces IAS 1 Presentation of Financial Statements while carrying forward many of the requirements in IAS 1. IFRS 18 introduces new requirements to: i) present specified categories and defined subtotals in the statement of earnings, ii) provide disclosures on management-defined performance measures ("MPMs") in the notes to the financial statements, iii) improve aggregation and disaggregation. Some of the requirements in IAS 1 are moved to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors and IFRS 7 Financial Instruments: Disclosures. The IASB also made minor amendments to IAS 7 Statement of Cash Flows and IAS 33 Earnings per Share in connection with the new standard. IFRS 18 requires retrospective application with specific transition provisions. The Company is required to apply IFRS 18 for annual reporting periods beginning on or after January 1, 2027 with early adoption permitted. The Company is currently evaluating the impact of IFRS 18 on its financial statements.

c) Significant Judgments and Estimates

In preparing the Company's Interim Financial Statements for the three months ended March 31, 2024, the Company applied the significant judgments and estimates disclosed in Note 5 of its 2023 Annual Financial Statements.

4. FINANCIAL INSTRUMENTS

a) Financial assets and liabilities by categories

March 31, 2024	Amortized cost	FVTPL	FVTOCI	Total
Financial Assets:				
Cash and cash equivalents	**$ 301.1**	**$ —**	**$ —**	**$ 301.1**
Trade receivables from provisional concentrates sales[1]	**—**	**21.5**	**—**	**21.5**
Receivables not arising from sale of metal concentrates[1]	**113.1**	**—**	**—**	**113.1**
Investments	**—**	**27.3**	**3.0**	**30.3**
Derivative assets[2]	**—**	**2.7**	**—**	**2.7**
	$ 414.2	**$ 51.5**	**$ 3.0**	**$ 468.7**
Financial Liabilities:				
Derivative liabilities[2]	**$ —**	**$ 6.4**	**$ —**	**$ 6.4**
Debt	**$ 704.9**	**$ —**	**$ —**	**$ 704.9**

(1) Included in Trade and other receivables.
(2) Included in Other assets and Other liabilities.

December 31, 2023	Amortized cost	FVTPL	FVTOCI	Total
Financial Assets:				
Cash and cash equivalents	$ 399.6	$ —	$ —	$ 399.6
Trade receivables from provisional concentrates sales[1]	—	17.5	—	17.5
Receivables not arising from sale of metal concentrates[1]	110.1	—	—	110.1
Investments	—	38.1	3.2	41.3
Derivative assets[2]	—	6.9	—	6.9
	$ 509.7	$ 62.5	$ 3.2	$ 575.4
Financial Liabilities:				
Derivative liabilities[2]	$ —	$ 0.1	$ —	$ 0.1
Debt	$ 703.7	$ —	$ —	$ 703.7

(1) Included in Trade and other receivables.
(2) Included in Other assets and Other liabilities.

b) Investments recorded at fair value through profit or loss ("FVTPL")

A portion of the Company's investments are recorded at FVTPL. The (losses) gains from these investments for the three months ended March 31, 2024 and 2023 were as follows:

	Three months ended March 31,	
	2024	2023
Unrealized (losses) gains on investments	**$ (10.8)**	$ 6.9

c) Investments recorded at fair value through other comprehensive income ("FVTOCI")

A portion of the Company's investments are recorded at FVTOCI. The losses from these investments for the three months ended March 31, 2024 and 2023 were as follows:

	Three months ended March 31,	
	2024	2023
Unrealized losses on investments	**$ (0.2)**	$ —
Realized losses on investments[1]	**—**	(16.8)
	$ (0.2)	$ (16.8)

(1) Excludes income tax recovery of $0.4 million, recorded through OCI, related to investments for the three months ended March 31, 2023.

d) Derivative instruments

The Company's derivatives are comprised of foreign currency and commodity contracts. The (losses) gains on derivatives for the three months ended March 31, 2024 and 2023 were comprised of the following:

	Three months ended March 31,	
	2024	2023
Realized (losses) gains on derivatives	**$ (0.1)**	$ 1.5
Unrealized (losses) gains on derivatives	**(10.5)**	1.8
	$ (10.6)	$ 3.3

e) Fair value information

i) Fair Value Measurement

The categories of the fair value hierarchy that reflect the inputs to valuation techniques used to measure fair value are as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs for the asset or liability based on unobservable market data.

The levels in the fair value hierarchy into which the Company's financial assets and liabilities that are measured and recognized on the Interim Financial Statements at fair value on a recurring basis were categorized as follows:

	At March 31, 2024		At December 31, 2023	
	Level 1	**Level 2**	**Level 1**	**Level 2**
Assets and Liabilities:				
Investments (Note 5)	**$ 30.3**	**$ —**	$ 41.3	$ —
Trade receivables from provisional concentrate sales	**—**	**21.5**	—	17.5
Derivative assets[1]	**—**	**2.7**	—	6.9
Derivative liabilities[1]	**—**	**(6.4)**	—	(0.1)
	$ 30.3	**$ 17.8**	$ 41.3	$ 24.3

(1) Included in Other assets and Other liabilities.

The methodology and assessment of inputs for determining the fair value of financial assets and liabilities as well as the levels of hierarchy for the Company's financial assets and liabilities measured at fair value remains unchanged from that at December 31, 2023.

ii) Valuation Techniques for Level 2 Financial Assets and Liabilities

Derivative assets and liabilities

The Company's derivative assets and liabilities were comprised of foreign currency and commodity contracts, which are classified within Level 2 of the fair value hierarchy and valued using observable market prices.

Receivables from provisional concentrate sales

A portion of the Company's trade receivables arose from provisional concentrate sales and are classified within Level 2 of the fair value hierarchy and valued using quoted market prices based on the forward London Metal Exchange for copper, zinc and lead and the London Bullion Market Association P.M. fix for gold and silver.

f) Financial instruments and related risks

The Company has exposure to risks of varying degrees of significance which could affect its ability to achieve its strategic objectives for growth and shareholder returns. The principal financial risks to which the Company is exposed are:

i) Credit risk
ii) Liquidity risk
iii) Market risk
    1. Currency risk
    2. Interest rate risk
    3. Price risk

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework and reviews the Company's policies on an ongoing basis.

i) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's trade receivables. The carrying value of trade receivables represents the maximum credit exposure.

The Company has concentrate contracts to sell the zinc, lead, copper and silver concentrates produced by the Minera Florida, Huaron, San Vicente and La Colorada mines. Concentrate contracts are a common business practice in the mining industry. The terms of the concentrate contracts may require the Company to deliver concentrate that has a value greater than the payment received at the time of delivery, thereby introducing the Company to credit risk of the buyers of concentrates. Should any of these counterparties not honour purchase arrangements, or should any of them become insolvent, the Company may incur losses for products already shipped and be forced to sell its concentrates on the spot market or it may not have a market for its concentrates and therefore its future operating results may be materially adversely impacted. At March 31, 2024, the Company had receivable balances associated with buyers of its concentrates of $21.5 million (December 31, 2023 - $17.5 million). The vast majority of the Company's concentrate is sold to a limited number of concentrate buyers.

Doré production from Jacobina, El Peñon, Minera Florida, Cerro Moro, La Colorada, Dolores, Shahuindo, La Arena, and Timmins is refined under long-term agreements with fixed refining terms at 7 separate refineries worldwide. The Company generally retains the risk and title to the precious metals throughout the process of refining and therefore is exposed to the risk that the refineries will not be able to perform in accordance with the refining contract and that the Company may not be able to fully recover precious metals in such circumstances. At March 31, 2024, the Company had approximately $18.9 million (December 31, 2023 - $10.8 million) of value contained in precious metal inventory at refineries. The Company maintains insurance coverage against the loss of precious metals at the Company's mine sites,

in-transit to refineries and while at the refineries. Risk is transferred to the refineries at various stages from mine site to refinery.

The Company maintains trading facilities with several banks and bullion dealers for the purposes of transacting the Company's metal sales. None of these facilities are subject to margin arrangements. The Company's trading activities can expose the Company to the credit risk of its counterparties to the extent that the trading positions have a positive mark-to-market value.

Refined silver and gold are sold in the spot market to various bullion traders and banks. Credit risk may arise from these activities if the Company is not paid for metal at the time it is delivered, as required by spot sale contracts, which is uncommon as payments are generally concurrent with the sale.

Supplier advances for products and services yet to be provided are a common practice in some jurisdictions in which we operate. These advances represent a credit risk to us to the extent that suppliers do not deliver products or perform services as expected. As at March 31, 2024, we had made $14.9 million of supplier advances (December 31, 2023 - $10.4 million), which are reflected in "Trade and other receivables" on the Interim Financial Statements.

Management constantly monitors and assesses the credit risk resulting from its refining arrangements, concentrate sales and commodity contracts with its refiners, supplier advances, trading counterparties and customers. Furthermore, management carefully considers credit risk when allocating prospective sales and refining business to counterparties. In making allocation decisions, management attempts to avoid unacceptable concentration of credit risk to any single counterparty.

The Company invests its cash and cash equivalents, which also has credit risk, with the objective of maintaining safety of principal and providing adequate liquidity to meet all current payment obligations.

ii) Liquidity Risk

Liquidity risk is the risk that an entity will not be able to meet its financial obligations as they come due. The Company has in place a rigorous planning, budgeting and forecasting process to help determine the funds required to support the Company's normal operating requirements on an ongoing basis, its growth plans and its dividend distributions. The Company ensures that sufficient committed loan facilities exist to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash and cash equivalents.

As at March 31, 2024, the Company continues to maintain its ability to meet its financial obligations as they come due.

iii) Market Risk

1. Currency Risk

The Company reports its financial statements in U.S. dollars ("USD"); however, the Company operates in jurisdictions that utilize other currencies. As a consequence, the financial results of the Company's operations as reported in USD are subject to changes in the value of the USD relative to local currencies. Since the Company's sales are denominated in USD and a portion of the Company's operating costs and capital spending are in local currencies, the Company is negatively impacted by strengthening local currencies relative to the USD and positively impacted by the inverse.

At March 31, 2024, the Company had outstanding positions on its foreign currency exposure of Mexican peso ("MXN"), Peruvian sol ("PEN"), Canadian dollar ("CAD"), Chilean peso ("CLP") and Brazilian real ("BRL") purchases. The Company recorded the following derivative gains and losses on currencies for the three months ended March 31, 2024:

	Three months ended March 31,	
	2024	2023
Mexican peso gains	**$ —**	$ 1.4
Peruvian sol gains	**0.4**	0.8
Canadian dollar (losses) gains	**(1.7)**	0.5
Chilean peso losses	**(9.0)**	—
Brazilian real losses	**(0.2)**	—
	$ (10.5)	$ 2.7

2. Interest Rate Risk

Interest rate risk is the risk that the fair values and future cash flows of the Company will fluctuate because of changes in market interest rates. The average interest rate earned by the Company during the three months ended March 31, 2024 on its cash and investments was 4.0% (2023 - 2.8%).

At March 31, 2024, the Company has $nil drawn under its $750.0 million Sustainability-Linked Credit Facility (“SL-Credit Facility”), with a maturity date of November 24, 2028 (Note 13).

The Company has two senior notes (see Note 13): senior notes with a fixed 4.625% coupon and maturing in December 2027; and senior notes with a fixed 2.63% coupon and maturing in August 2031 (collectively "Senior Notes"). As the Senior Notes bear interest at fixed rates, they are not subject to significant interest rate risk.

At March 31, 2024, the Company had $101.7 million in lease obligations (2023 - $97.9 million), that are subject to an annualized interest rate of 8.0% (2023 - 8.2%).

3. Price Risk

Metal price risk is the risk that changes in metal prices will affect the Company’s revenue or the value of its related financial instruments. The Company derives its revenue from the sale of silver, gold, lead, copper, and zinc. The Company’s sales are directly dependent on metal prices that have shown significant volatility and are beyond the Company’s control. Consistent with the Company’s mission to provide equity investors with exposure to changes in precious metal prices, the Company’s current policy is to not hedge the price of precious metals.

The Company mitigates the price risk associated with its base metal production by committing some of its forecasted base metal production from time to time under forward sales and option contracts. The Board of Directors continually assesses the Company’s strategy towards its base metal exposure, depending on market conditions.

The Company did not have any base metal or diesel contracts outstanding during the three months ended March 31, 2023 or 2024.

5. INVESTMENTS

	March 31, 2024			December 31, 2023		
	Fair Value	Cost	Accumulated unrealized holding losses	Fair Value	Cost	Accumulated unrealized holding gains
Investments	$ 30.3	$ 37.5	$ (7.2)	$ 41.3	$ 37.3	$ 4.0

6. INVENTORIES

Inventories consist of:

	March 31, 2024	December 31, 2023
Concentrate inventory	$ 27.0	$ 21.3
Stockpile ore	65.2	67.2
Heap leach inventory and in process	364.6	338.6
Doré and finished inventory	121.3	121.1
Materials and supplies	195.2	191.2
Total inventories	$ 773.3	$ 739.4
Less: current portion of inventories	$ (744.9)	$ (711.6)
Non-current portion of inventories[1]	$ 28.4	$ 27.8

(1) Includes $21.1 million (December 31, 2023 - $20.5 million) in supplies at the Escobal mine, which have been classified as non-current pending the restart of operations.

Total inventories held at net realizable value amounted to $162.4 million at March 31, 2024 (December 31, 2023 – $170.0 million). The Company recorded net realizable value write-downs of $14.4 million for the three months ended March 31, 2024 (2023 - recoveries of $20.9 million).

7. OTHER ASSETS

Other assets consist of:

	March 31, 2024	December 31, 2023
Insurance prepaids	$ 7.2	$ 7.4
Other prepaids	23.8	22.3
Derivative assets	2.7	6.9
	$ 33.7	$ 36.6

8. MINERAL PROPERTIES, PLANT AND EQUIPMENT

Mineral properties, plant and equipment consist of:

		March 31, 2024			December 31, 2023		
		Cost	Accumulated Depreciation and Impairment	Carrying Value	Cost	Accumulated Depreciation and Impairment	Carrying Value
Producing:							
Brazil	Jacobina	$ 1,545.3	$ (113.1)	$ 1,432.2	$ 1,539.1	$ (85.5)	$ 1,453.6
Chile	El Peñon	480.4	(70.6)	409.8	477.7	(56.7)	421.0
	Minera Florida	168.3	(26.3)	142.0	167.6	(15.9)	151.7
Peru	Huaron	274.9	(149.5)	125.4	261.6	(146.1)	115.5
	Shahuindo	692.4	(277.7)	414.7	690.6	(265.7)	424.9
	La Arena	312.5	(188.2)	124.3	307.9	(178.8)	129.1
Mexico	La Colorada	446.8	(228.3)	218.5	443.4	(224.8)	218.6
	Dolores	1,775.8	(1,707.1)	68.7	1,777.5	(1,680.7)	96.8
Argentina	Cerro Moro[3]	145.3	(33.7)	111.6	142.5	(22.9)	119.6
Bolivia	San Vicente	161.5	(129.9)	31.6	160.7	(127.8)	32.9
Canada	Timmins	412.3	(173.0)	239.3	400.7	(165.8)	234.9
	Other	45.3	(16.4)	28.9	31.9	(19.6)	12.3
		$ 6,460.8	$ (3,113.8)	$ 3,347.0	$ 6,401.2	$ (2,990.3)	$ 3,410.9
Non-Producing:							
	Land	$ 14.4	$ (1.0)	$ 13.4	$ 14.4	$ (1.0)	$ 13.4
Brazil	Jacobina	982.6	—	982.6	982.6	—	982.6
Chile	El Peñon[2]	227.7	—	227.7	227.7	—	227.7
	Minera Florida	28.9	—	28.9	28.9	—	28.9
	Le Pepa	49.7	—	49.7	49.7	—	49.7
Peru	La Arena	117.0	—	117.0	117.0	—	117.0
Mexico	Minefinders	77.2	(37.5)	39.7	77.2	(37.5)	39.7
	La Colorada	124.5	—	124.5	119.1		119.1
Argentina	Manantial Espejo[1]	518.4	(518.4)	—	518.4	(518.4)	—
	Navidad	566.6	(376.2)	190.4	566.6	(376.2)	190.4
Guatemala	Escobal	258.1	(4.2)	253.9	257.2	(3.8)	253.4
Canada	Timmins	63.6	—	63.6	62.9	—	62.9
	Other[2]	195.3	(19.1)	176.2	196.8	(17.4)	179.4
		$ 3,224.0	$ (956.4)	$ 2,267.6	$ 3,218.5	$ (954.3)	$ 2,264.2
Total		$ 9,684.8	$ (4,070.2)	$ 5,614.6	$ 9,619.7	$ (3,944.6)	$ 5,675.1

(1) Manantial Espejo was placed on care and maintenance in January 2023.
(2) Includes net smelter royalty interests on the MARA Project ($90 million) and the Jeronimo Project ($11.1 million).
(3) Includes a commitment to Sandstorm Gold Ltd. ("Sandstorm") to deliver, for 30% of the spot silver price, 20% of the silver produced by Cerro Moro up to a maximum of 1.2 million ounces annually until 7.0 million ounces have been delivered, after which the Company is committed to deliver to Sandstorm 9% of the remaining life of mine silver production for 30% of the spot silver price.

9. OTHER LONG-TERM ASSETS

Other long-term assets consist of:

	March 31, 2024	December 31, 2023
Long-term prepaids	$ 7.1	$ 9.0
Escrow funds	8.9	9.9
Other	6.2	6.2
	$ 22.2	$ 25.1

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities consist of:

	March 31, 2024	December 31, 2023
Trade account payables[1]	$ **186.2**	$ 198.2
Royalty payables	**31.3**	30.1
Other accounts payable and accrued liabilities	**140.2**	144.2
Payroll and severance liabilities	**72.4**	85.0
Value added tax liabilities	**10.3**	9.6
Other tax payables	**29.9**	30.9
	$ **470.3**	$ 498.0

(1) No interest is charged on the trade accounts payable ranging from 30 to 60 days from the invoice date. The Company has policies in place to ensure that all payables are paid within the credit terms.

11. PROVISIONS

	March 31, 2024	December 31, 2023
Reclamation obligations, opening balance	$ **447.1**	$ 296.2
Reclamation obligations from the Acquisition	**—**	244.0
Dispositions	**—**	(129.9)
Revisions in estimates and obligations	**(17.1)**	29.9
Expenditures	**(6.1)**	(27.3)
Accretion expense (Note 18)	**7.9**	34.2
Reclamation obligations, closing balance	**431.8**	447.1
Litigation	**27.3**	10.5
Litigation from the Acquisition	**—**	34.6
Dispositions	**—**	(18.2)
Total provisions	$ **459.1**	$ 474.0

Provision classification:	March 31, 2024	December 31, 2023
Current	$ **50.1**	$ 41.6
Non-current	**409.0**	432.4
	$ **459.1**	$ 474.0

12. LEASES

Right-of-use Assets ("ROU")

The following table summarizes changes in ROU Assets for the three months ended March 31, 2024, which have been recorded in mineral properties, plant and equipment on the Interim Financial Statements:

	March 31, 2024	December 31, 2023
Opening net book value	$ **105.0**	$ 30.3
Additions	**19.8**	36.8
The Acquisition	**—**	81.4
Depreciation	**(11.9)**	(39.2)
Dispositions	**—**	(9.0)
Other	**(4.6)**	4.7
Closing net book value	$ **108.3**	$ 105.0

Lease obligations

The following table presents a reconciliation of the Company's undiscounted cash flows at March 31, 2024 and December 31, 2023 to their present value for the Company's lease obligations:

	March 31, 2024	December 31, 2023
Within one year	**$ 47.9**	$ 50.7
Between one and five years	**51.4**	53.1
Beyond five years	**24.3**	12.0
Total undiscounted lease obligations	**123.6**	115.8
Less future interest charges	**(21.9)**	(17.9)
Total discounted lease obligations	**101.7**	97.9
Less current portion of lease obligations	**(43.5)**	(45.7)
Non-current portion of lease obligations	**$ 58.2**	$ 52.2

13. DEBT

	December 31, 2023	Repayments	Interest	March 31, 2024
Senior note maturing December 2027	$ 273.8	$ —	$ 0.4	**$ 274.2**
Senior note maturing August 2031	409.8	—	2.5	**412.3**
SL-Credit Facility	—	—	—	**—**
Other loans	20.1	(1.7)	—	**18.4**
Less: current portion	(6.7)			**(6.7)**
Non-current	$ 697.0	$ (1.7)	$ 2.9	**$ 698.2**

	December 31, 2022	Proceeds	Repayments	Interest	Other	The Acquisition	Dispositions	December 31, 2023
Senior note maturing December 2027	$ —	$ —	$ —	$ 1.5	$ —	$ 272.3	$ —	**$ 273.8**
Senior note maturing August 2031	—	—	—	6.9	—	402.9	—	**409.8**
SL-Credit Facility	160.0	315.0	(475.0)	—	—	—	—	**—**
Other loans[1]	33.7	—	(228.5)	1.0	(7.0)	252.4	(31.5)	**20.1**
Less: current portion	(13.7)							**(6.7)**
Non-current	$ 180.0	$ 315.0	$ (703.5)	$ 9.4	$ (7.0)	$ 927.6	$ (31.5)	**$ 697.0**

Senior notes

As part of the Acquisition, the Company acquired the following Senior Notes: $283 million in aggregate principal with a 4.625% coupon and maturing in December 2027; and $500 million in aggregate principal with a 2.63% coupon and maturing in August 2031 (collectively, "Senior Notes"). These Senior Notes are unsecured with interest payable semi-annually. Each series of Senior Notes is redeemable, in whole or in part, at the Company's option, at any time prior to maturity, subject to make-whole provisions. The Senior Notes are accreted to the face value over their respective terms and were recorded at fair value upon acquisition using an effective interest rate of 5.52%.

SL-Credit Facility

The SL-Credit Facility has a limit of $750.0 million plus an accordion feature for up to an additional $250.0 million, which is available at the discretion of the lenders. As of March 31, 2024, the Company was in compliance with all financial covenants under the SL-Credit Facility, which was undrawn. The borrowing costs under the SL-Credit Facility are based on the Company's credit ratings from Moody's and S&P Global's at either: (i) SOFR plus 1.25% to 2.40% or; (ii) The Bank of Nova Scotia's Base Rate on U.S. dollar denominated commercial loans plus 0.15% to 1.30%. Under the ratings based pricing, undrawn amounts under the SL-Credit Facility are subject to a stand-by fee

of 0.23% to 0.46% per annum, dependent on the Company's credit rating and subject to pricing adjustments based on sustainability performance ratings and scores. The SL-Credit Facility matures on November 24, 2028.

Other loans

Construction loans

From May 2022 to December 2022, the Company entered into Peruvian USD denominated promissory notes with a local financial institution in Peru, maturing in under 30 days, to provide short-term funding for the purpose of certain construction activities in advance of entering into term loans. In June 2021 and May 2022, the Company entered into Peruvian USD denominated five-year Loans with that same local financial institution for construction financing. The promissory notes bear a 5.6% interest rate per annum and the June 2021 loan bears a 3.6% interest rate per annum and requires quarterly repayments while the May 2022 loan bears 2.2% interest per annum and requires monthly repayments.

As at March 31, 2024 the carrying value of all construction loans was $18.4 million (2023 - $20.1 million).

For the three months ended March 31, 2024, the Company paid $0.2 million (2023 - $0.8 million) in standby charges on undrawn amounts related to the SL-Credit Facility and $8.8 million (2023 - $2.5 million) in interest, both included in interest and finance expense.

14. OTHER LONG-TERM LIABILITIES

Other long-term liabilities consist of:

	March 31, 2024	December 31, 2023
Deferred credit[1]	**$ 22.7**	$ 21.6
Deferred revenue[2]	**12.9**	13.1
Severance liabilities[3]	**54.2**	58.5
	$ 89.8	$ 93.2

(1) Represents the obligation to deliver future silver production of Navidad pursuant to a silver stream contract.
(2) Represents the obligation to deliver 100% of the future gold production from La Colorada and 5% of the future gold production from La Bolsa, which is in the exploration stage.
(3) Includes $46.1 million of Chilean severances, required by local labour laws.

15. SHARE CAPITAL AND EMPLOYEE COMPENSATION PLANS

a. Stock options and common shares issued as compensation ("Compensation Shares")

For the three months ended March 31, 2024, the total share-based compensation expense relating to stock options and compensation shares was $1.6 million (2023 - $1.2 million) and is presented as a component of general and administrative expense.

- *Stock options*

  The Company did not grant any stock options during the three months ended March 31, 2024 and 2023.

  During the three months ended March 31, 2024 and 2023, the Company did not issue any common shares in connection with the exercise of options.

The following table summarizes changes in stock options for the three months ended March 31, 2024 and year ended December 31, 2023:

	Stock Options	
	Options	Weighted Average Exercise Price CAD$
As at December 31, 2022	377.0	$ 23.01
Granted	167.1	21.18
Expired	(14.4)	23.61
Forfeited	(16.5)	25.39
As at December 31, 2023	513.2	$ 22.32
Granted	—	—
Exercised	—	—
Expired	—	—
Forfeited	—	—
As at March 31, 2024	**513.2**	**$ 22.32**

The following table summarizes information about the Company's stock options outstanding at March 31, 2024:

	Options Outstanding			Options Exercisable	
Range of Exercise Prices CAD$	Number Outstanding as at March 31, 2024	Weighted Average Remaining Contractual Life (years)	Weighted Average Exercise Price CAD$	Number Outstanding as at March 31, 2024	Weighted Average Exercise Price CAD$
$17.53 - $23.03	**446.5**	**5.2**	**$ 21.13**	**159.1**	**$ 19.70**
$23.04 - $28.54	**21.1**	**2.7**	**$ 26.54**	**21.1**	**$ 26.54**
$28.55 - $34.04	**38.8**	**4.7**	**$ 30.70**	**25.9**	**$ 30.70**
$34.05 - $39.48	**6.9**	**3.7**	**$ 39.48**	**6.9**	**$ 39.48**
	513.2	**5.0**	**$ 22.32**	**213.0**	**$ 22.35**

b. PSUs

The Company recorded a $0.8 million expense for PSUs for the three months ended March 31, 2024 (2023 - $0.6 million expense) and is presented as a component of general and administrative expense.

At March 31, 2024, the following PSUs were outstanding:

PSU	Number Outstanding	Fair Value
As at December 31, 2022	288.0	$ 4.8
Granted	534.9	8.7
Paid out	(66.0)	—
Change in value	—	(1.0)
As at December 31, 2023	**756.9**	**12.5**
Granted	—	—
Paid out	—	—
Forfeited	—	—
Change in value	—	**(0.8)**
As at March 31, 2024	**756.9**	**11.7**

c. RSUs

The Company recorded a $1.1 million expense for RSUs for the three months ended March 31, 2024 (2023 - $1.1 million expense) and is presented as a component of general and administrative expense.

At March 31, 2024, the following RSUs were outstanding:

RSU	Number Outstanding	Fair Value
As at December 31, 2022	551.8	$ 9.1
Granted	516.2	8.4
Paid out	(237.3)	(3.9)
Forfeited	(25.7)	(0.4)
Change in value	—	(0.1)
As at December 31, 2023	**805.0**	**$ 13.1**
Granted	—	—
Paid out	—	—
Forfeited	**(7.5)**	**(0.1)**
Change in value	—	**(1.0)**
As at March 31, 2024	**797.5**	**$ 12.2**

d. Issued share capital

The Company is authorized to issue 800 million common shares without par value.

e. Dividends

The Company declared the following dividends for the three months ended March 31, 2024 and year ended December 31, 2023:

Declaration Date	Record Date	Dividend per common share
May 8, 2024 (1)	May 21, 2024	$ 0.10
February 21, 2024	March 4, 2024	$ 0.10
November 7, 2023	November 20, 2023	$ 0.10
August 9, 2023	August 21, 2023	$ 0.10
March 24, 2023	April 14, 2023	$ 0.10
February 22, 2023	March 6, 2023	$ 0.10

(1) These dividends were declared subsequent to the quarter ended March 31, 2024 and have not been recognized as distributions to owners during the period presented.

f. Contingent Value Rights ("CVRs")

As part of the acquisition of Tahoe Resources Inc. on February 22, 2019, the Company issued 313.9 million CVRs, with a term of 10 years, which are convertible into 15.6 million common shares upon the first commercial shipment of concentrate following the restart of operations at the Escobal mine. As of March 31, 2024 and December 31, 2023, there were 313.9 million CVRs outstanding which were convertible into 15.6 million common shares.

g. Normal Course Issuer Bid ("NCIB")

On March 4, 2024, the Company obtained approval of its NCIB from the TSX and the NYSE to purchase for cancellation up to 18,232,990 common shares between March 6, 2024 and March 5, 2025. Daily purchases (other than pursuant to a block purchase exemption) on the TSX and NYSE under the NCIB are limited to a maximum of 151,485 common shares and 25% of the average trading volume for the Company's common shares in the four calendar weeks preceding the date of purchase, respectively.

For the three months ended March 31, 2024, 1,720,366 common shares were repurchased for cancellation under the NCIB at an average price of $14.16 per share for a total consideration of $24.3 million (of which $2.8 million was payable as at March 31, 2024). A total of 304,560 common shares that were repurchased had not been cancelled as at March 31, 2024 and were cancelled during April 2024.

There were no share repurchases during the three months ended March 31, 2023 nor shares held in treasury as at March 31, 2023 or December 31, 2023.

16. PRODUCTION COSTS

Production costs are comprised of the following:

	Three months ended March 31,	
	2024	2023
Materials and consumables	**$ 149.0**	$ 85.9
Salaries and employee benefits[1]	**132.6**	71.9
Contractors	**105.1**	52.9
Utilities	**20.0**	12.8
Insurance	**4.9**	4.2
Other expense	**2.1**	4.6
Changes in inventories[2]	**(21.6)**	(1.5)
	$ 392.1	$ 230.8

(1) Includes $3.5 million of mine closure severances for the three months ended March 31, 2024 (2023 – $6.8 million).
(2) Includes net realizable value write-downs of $14.4 million for the three months ended March 31, 2024 (2023 – recoveries of $20.9 million) and were included in cost of sales.

17. MINE CARE AND MAINTENANCE

	Three months ended March 31,	
	2024	2023
Escobal	**$ 6.9**	$ 6.1
Morococha[1]	**—**	9.0
Navidad	**0.4**	1.0
Manantial Espejo[2]	**1.4**	5.9
	$ 8.7	$ 22.0

(1) Includes $nil in mine closure severances for the three months ended March 31, 2024 (2023 - $5.9 million). Morococha was disposed of on September 22, 2023.
(2) Includes $0.2 million in mine closure severances for the three months ended March 31, 2024 (2023 - $nil).

18. INTEREST AND FINANCE EXPENSE

	Three months ended March 31,	
	2024	2023
Interest expense	**$ 11.6**	$ 2.8
Finance fees	**0.9**	0.5
Accretion expense (Note 11)	**7.9**	5.9
	$ 20.4	$ 9.2

19. EARNINGS PER SHARE (BASIC AND DILUTED)

For the three months ended March 31,	2024			2023		
	Earnings[1]	Shares	Per-Share Amount	Earnings[1]	Shares	Per-Share Amount
Net (loss) earnings for the period	$ (30.9)			$ 16.4		
Basic (loss) earnings per share	$ (30.9)	364,486	$ (0.08)	$ 16.4	210,681	$ 0.08
Effect of Dilutive Securities:						
Stock Options	—	—		—	23	
Diluted (loss) earnings per share	$ (30.9)	364,486	$ (0.08)	$ 16.4	210,704	$ 0.08

(1) Net earnings attributable to equity holders of the Company.

Potentially dilutive securities excluded in the diluted earnings per share calculation were 513.2 thousand options for the three months ended March 31, 2024 (2023 – 278.0 thousand). Also excluded for the three months ended March 31, 2024 were CVRs potentially convertible into 15.6 million common shares (2023 – CVRs potentially convertible into 15.6 million common shares).

20. SUPPLEMENTAL CASH FLOW INFORMATION

The following tables summarize other adjustments for non-cash income statement items, changes in non-cash operating working capital items and significant non-cash items:

	Three months ended March 31,	
Other operating activities	**2024**	2023
Adjustments for non-cash income statement items:		
Unrealized foreign exchange gains	$ (4.8)	$ (0.7)
Interest expense (Note 18)	11.6	2.8
Losses (gains) on derivatives (Note 4d)	10.6	(3.3)
Share-based compensation expense	1.6	1.2
Gains on sale of mineral properties, plant and equipment	(0.3)	(0.2)
	$ 18.7	$ (0.2)

	Three months ended March 31,	
Changes in non-cash operating working capital items:	**2024**	2023
Trade and other receivables	$ (10.9)	$ 36.6
Inventories	(39.3)	20.3
Prepaid expenses	(1.4)	(3.4)
Accounts payable and accrued liabilities	(20.9)	(40.2)
Provisions	0.4	(5.3)
	$ (72.1)	$ 8.0

Cash and cash equivalents	March 31, 2024	December 31, 2023
Cash in banks	$ 301.1	$ 399.6

21. SEGMENTED INFORMATION

The Company reviews its segment reporting to ensure it reflects the operational structure of the Company and enables the Company's Chief Operating Decision Maker ("CODM") to review operating segment performance. We have determined that each producing mine and significant development property represents an operating segment. The Company has organized its reportable and operating segments by significant revenue streams and geographic regions.

From the Acquisition on March 31, 2023, the Company included the following mines: Jacobina, El Peñon and Minera Florida in the Gold Segment, Cerro Moro in the Silver Segment, and the MARA project (disposed on September 20, 2023) in the Other Segment. These mines and projects are included in the segmented disclosures below.

Significant information relating to the Company's reportable operating segments is summarized in the table below:

For the three months ended March 31, 2024

Segment/ Country	Operation	Revenue	Production costs and royalties	Depreciation	Mine operating earnings (losses)	Capital expenditures[1]
Silver Segment:						
Mexico	La Colorada	$ 27.4	$ 26.7	$ 3.5	$ (2.8)	$ 12.0
Peru	Huaron	35.0	24.0	3.0	8.0	18.0
Bolivia	San Vicente	16.7	13.1	1.6	2.0	0.8
Argentina	Cerro Moro	61.0	44.6	8.7	7.7	3.9
Guatemala	Escobal	—	—	—	—	0.7
Total Silver Segment		140.1	108.4	16.8	14.9	35.4
Gold Segment:						
Mexico	Dolores	51.4	54.7	21.4	(24.7)	0.1
Peru	Shahuindo	78.5	36.7	12.0	29.8	7.6
	La Arena	44.6	27.3	8.0	9.3	4.9
Canada	Timmins	69.5	55.0	8.7	5.8	15.1
Brazil	Jacobina	96.0	42.7	28.0	25.3	18.9
Chile	El Peñon	72.1	44.2	16.1	11.8	7.5
	Minera Florida	49.2	37.0	10.7	1.5	6.3
Total Gold Segment		461.3	297.6	104.9	58.8	60.4
Other segment:						
Canada	Pas Corp	—	—	0.2	(0.2)	3.7
	Yamana Corp	—	—	1.9	(1.9)	0.1
Other	Other	—	—	0.6	(0.6)	0.4
Total		$ 601.4	$ 406.0	$ 124.4	$ 71.0	$ 100.0

(1) Includes payments for mineral properties, plant and equipment and payment of equipment leases.

For the three months ended March 31, 2023

Segment/ Country	Operation	Revenue	Production costs and royalties	Depreciation	Mine operating earnings (losses)	Capital expenditures[1]
Silver Segment:						
Mexico	La Colorada	$ 43.6	$ 33.6	$ 5.7	$ 4.3	$ 12.9
Peru	Huaron	38.7	24.7	2.9	11.1	3.4
	Morococha	—	—	—	—	0.3
Bolivia	San Vicente	29.5	21.3	3.1	5.1	0.4
Argentina	Manantial Espejo[2]	23.7	23.6	1.2	(1.1)	0.2
Guatemala	Escobal	—	—	—	—	0.3
Total Silver Segment		135.5	103.2	12.9	19.4	17.5
Gold Segment:						
Mexico	Dolores	63.4	19.1	28.9	15.4	3.3
Peru	Shahuindo	83.0	40.9	13.2	28.9	10.9
	La Arena	40.9	24.7	7.1	9.1	0.8
Canada	Timmins	67.5	52.1	10.4	5.0	9.3
Total Gold Segment		254.8	136.8	59.6	58.4	24.3
Other segment:						
Canada	Pas Corp	—	—	0.1	(0.1)	0.1
Other	Other	—	—	0.5	(0.5)	0.3
Total		$ 390.3	$ 240.0	$ 73.1	$ 77.2	$ 42.2

(1) Includes payments for mineral properties, plant and equipment and payment of equipment leases.
(2) Manantial Espejo was placed on care and maintenance in January 2023.

At March 31, 2024

Segment/Country	Operation	Assets	Liabilities	Net assets
Silver Segment:				
Mexico	La Colorada	$ 445.2	$ 41.3	$ 403.9
Peru	Huaron	165.8	58.5	107.3
Bolivia	San Vicente	85.8	49.7	36.1
Argentina	Manantial Espejo	2.0	20.3	(18.3)
	Cerro Moro	209.4	113.8	95.6
Guatemala	Escobal	291.7	16.3	275.4
Total Silver Segment		1,199.9	299.9	900.0
Gold Segment:				
Mexico	Dolores	306.6	130.1	176.5
Peru	Shahuindo	588.6	169.8	418.8
	La Arena	379.3	153.1	226.2
Canada	Timmins	392.6	73.6	319.0
Brazil	Jacobina	2,485.2	418.4	2,066.8
Chile	El Peñon	772.8	193.8	579.0
	Minera Florida	212.0	94.2	117.8
Total Gold Segment		5,137.1	1,233.0	3,904.1
Other segment:				
Canada	Pas Corp	132.6	47.0	85.6
	Yamana Corp	247.9	728.2	(480.3)
Argentina	Navidad	192.0	13.8	178.2
Other	Other	170.5	77.1	93.4
Total		$ 7,080.0	$ 2,399.0	$ 4,681.0

At December 31, 2023

Segment/Country	Operation	Assets	Liabilities	Net assets
Silver Segment:				
Mexico	La Colorada	$ 428.0	$ 43.8	$ 384.2
Peru	Huaron	149.5	61.0	88.5
Bolivia	San Vicente	78.6	45.0	33.6
Argentina	Manantial Espejo[(1)]	2.2	18.5	(16.3)
Guatemala	Pas Guatemala	290.0	16.4	273.6
Argentina	Cerro Moro	208.2	104.0	104.2
Total Silver Segment		1,156.5	288.7	867.8
Gold Segment:				
Mexico	Dolores	372.5	141.7	230.8
Peru	Shahuindo	604.0	178.2	425.8
	La Arena	383.7	156.6	227.1
Canada	Timmins	395.1	78.5	316.6
Brazil	Jacobina	2,508.2	437.5	2,070.7
Chile	El Penon	776.0	205.6	570.4
	Minera Florida	219.6	103.7	115.9
Total Gold Segment		5,259.1	1,301.8	3,957.3
Other segment:				
Canada	Pas Corp	134.1	24.3	109.8
	Yamana Corp	304.3	725.9	(421.6)
Argentina	Navidad	192.1	14.3	177.8
Other	Other	167.0	85.6	81.4
Total		$ 7,213.1	$ 2,440.6	$ 4,772.5

(1) Manantial Espejo was placed on care and maintenance in January 2023.

	Three months ended March 31,	
Product Revenue	**2024**	2023
Refined silver and gold	**$ 519.0**	$ 278.9
Zinc concentrate[1]	**20.4**	29.5
Lead concentrate[1]	**36.5**	53.2
Copper concentrate[1]	**16.6**	15.0
Silver concentrate[1]	**8.9**	13.7
Total	**$ 601.4**	$ 390.3

(1) Zinc, lead, copper and silver concentrates also include payable quantities of silver and gold.

22. INCOME TAXES

Income tax recognized in net earnings is comprised of the following:

	Three months ended March 31,	
	2024	2023
Current income tax expense	**$ 59.2**	$ 27.7
Deferred income tax recovery	**(24.8)**	(19.0)
Income tax expense	**$ 34.4**	$ 8.7

Income tax recognized as a component of the investment revaluation reserve is comprised of the following:

	Three months ended March 31,	
	2024	2023
Income tax expense related to long-term investments	**—**	0.4

Income tax expense differs from the amounts that would result from applying the Canadian federal and provincial income tax rates to earnings before income taxes. These differences result from the items shown on the following table, which results in effective tax rates that vary considerably from the comparable period. The main factors that impacted the effective tax rate for the three months ended March 31, 2024 and the comparable period for 2023 were changes in the recognition of certain deferred tax assets, the impact of inflation on calculations of tax expense, foreign exchange rate fluctuations, mining taxes paid, and withholding taxes remitted on payments from foreign subsidiaries. The Company expects that these and other factors will continue to cause fluctuations in effective tax rates in the future.

Reconciliation of Effective Income Tax Rate

	Three months ended March 31,	
	2024	2023
Income (loss) before taxes and non-controlling interest	**$ 3.6**	$ 25.2
Statutory Canadian income tax rate	**27.00 %**	27.00 %
Income tax expense based on above rates	**$ 1.0**	$ 6.8
Increase (decrease) due to:		
Non-deductible expenditures	**2.1**	1.1
Foreign tax rate differences	**(1.9)**	2.8
Change in net deferred tax assets not recognized[1]	**14.4**	10.8
Effect of other taxes paid (mining and withholding)	**6.5**	4.0
Effect of foreign exchange on tax expense	**2.3**	(16.0)
Non-taxable impact of foreign exchange	**(0.2)**	0.8
Impact of inflation	**12.9**	(2.3)
Other	**(2.7)**	0.7
Income tax expense	**$ 34.4**	$ 8.7

(1) Includes $nil deferred taxes related to amounts recognized in other comprehensive income for the three months ended March 31, 2024 (2023 - $0.4 million).

23. CONTINGENCIES

The Company is subject to various legal, tax, environmental and regulatory matters that arise in the ordinary course of business activities. Each of these matters is subject to various uncertainties and it is possible that some of these matters may be resolved unfavorably to the Company. In the opinion of management none of these matters are expected to have a material adverse effect on the results of operations or financial conditions of the Company. Since December 31, 2023, there have been no significant changes to these contractual obligations and commitments.

24. SUBSEQUENT EVENTS

On May 1, 2024 the Company announced that it has agreed to sell the La Arena gold mine as well as the La Arena II project in Peru, to Zijin Mining Group Co ("Zijin"). Under the agreement Zijin will pay $245 million in cash and will grant Pan American a life-of-mine gold net smelter return royalty of 1.5% for the La Arena II project. Additionally, upon commencement of commercial production from the La Arena II project, the agreement provides for an additional contingent payment from Zijin of $50 million in cash. The closing of the transaction is subject to customary conditions and receipt of regulatory approvals. The Company expects the transaction to be completed in the third quarter of 2024.