IAMGOLD CORPORATION

UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

AS AT MARCH 31, 2017

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CONSOLIDATED BALANCE SHEETS

(Unaudited) (In millions of U.S. dollars)	Notes	**March 31, 2017**	December 31, 2016
Assets			
Current assets			
Cash and cash equivalents	28	**$ 1,073.1**	$ 652.0
Restricted cash	5(a)	**92.8**	92.0
Receivables and other current assets	6	**58.6**	61.0
Inventories	7	**203.7**	207.9
		1,428.2	1,012.9
Non-current assets			
Investments in associates and joint ventures	8	**56.7**	52.6
Property, plant and equipment	9	**1,860.3**	1,868.2
Exploration and evaluation assets	10	**208.1**	169.2
Income taxes receivable		**29.7**	29.2
Restricted cash	5(b)	**18.8**	18.7
Other assets	11	**246.2**	249.7
		2,419.8	2,387.6
		$ 3,848.0	$ 3,400.5
Liabilities and Equity			
Current liabilities			
6.75% Senior unsecured notes	15(a), 28	**$ 505.6**	$ —
Accounts payable and accrued liabilities		**162.3**	162.9
Income taxes payable		**24.3**	14.7
Current portion of provisions	12	**15.0**	15.8
Other liabilities	13	**1.0**	2.1
		708.2	195.5
Non-current liabilities			
Deferred income tax liabilities		**157.0**	159.0
Provisions	12	**290.8**	289.8
Long-term debt	15(a), 28	**393.6**	485.1
		841.4	933.9
		1,549.6	1,129.4
Equity			
Equity attributable to IAMGOLD Corporation shareholders			
Common shares	18	**2,671.0**	2,628.2
Contributed surplus		**38.6**	40.1
Deficit		**(427.7)**	(409.7)
Accumulated other comprehensive loss		**(34.1)**	(36.9)
		2,247.8	2,221.7
Non-controlling interests		**50.6**	49.4
		2,298.4	2,271.1
Contingencies and commitments	12(b), 25		
Subsequent events	28		
		$ 3,848.0	$ 3,400.5

The accompanying notes are an integral part of these unaudited condensed consolidated interim financial statements.

CONSOLIDATED STATEMENTS OF EARNINGS

(Unaudited)		Three months ended March 31,	
(In millions of U.S. dollars, except per share amounts)	Notes	**2017**	2016
Revenues		**$ 260.5**	$ 219.7
Cost of sales	21	**225.5**	213.2
Gross profit		**35.0**	6.5
General and administrative expenses		**(10.3)**	(9.4)
Exploration expenses		**(10.9)**	(6.0)
Other expenses		**(2.6)**	(7.4)
Earnings (loss) from operations		**11.2**	(16.3)
Share of net earnings from investments in associates and joint ventures, net of income taxes	8	**1.2**	3.6
Finance costs	22	**(5.0)**	(8.3)
Foreign exchange gain		**0.8**	3.1
Interest income and derivatives and other investment gains (loss)	23	**(16.3)**	76.6
Earnings (loss) before income taxes		**(8.1)**	58.7
Income taxes	14	**(8.7)**	(6.0)
Net earnings (loss)		**$ (16.8)**	$ 52.7
Net earnings (loss) attributable to			
Equity holders of IAMGOLD Corporation		**$ (18.0)**	$ 53.1
Non-controlling interests		**1.2**	(0.4)
Net earnings (loss)		**$ (16.8)**	$ 52.7
Attributable to equity holders of IAMGOLD Corporation			
Weighted average number of common shares outstanding (in millions)			
Basic	19	**457.5**	396.6
Diluted	19	**457.5**	398.0
Basic and diluted earnings (loss) per share	19	**$ (0.04)**	$ 0.13

The accompanying notes are an integral part of these unaudited condensed consolidated interim financial statements.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Unaudited)		Three months ended March 31,	
(In millions of U.S. dollars)	Notes	**2017**	2016
Net earnings (loss)		**$ (16.8)**	$ 52.7
Other comprehensive income, net of income taxes			
Items that will not be reclassified to the statements of earnings			
Movement in marketable securities fair value reserve			
Net unrealized change in fair value of marketable securities		**6.2**	5.4
Net realized change in fair value of marketable securities	16(a)	**—**	(2.0)
Tax impact		**(1.2)**	(0.3)
		5.0	3.1
Items that may be reclassified to the statements of earnings			
Movement in cash flow hedge fair value reserve			
Effective portion of changes in fair value of cash flow hedges	16(b)	**0.8**	3.4
Time value of options contracts excluded from hedge relationship	16(b)	**(3.6)**	(0.3)
Net change in fair value of cash flow hedges reclassified to the statements of earnings	16(b)	**—**	3.6
Tax impact		**0.2**	(0.5)
		(2.6)	6.2
Currency translation adjustment		**0.4**	1.9
Total other comprehensive income		**2.8**	11.2
Comprehensive income (loss)		**$ (14.0)**	$ 63.9
Comprehensive income (loss) attributable to:			
Equity holders of IAMGOLD Corporation		**$ (15.2)**	$ 64.3
Non-controlling interests		**1.2**	(0.4)
Comprehensive income (loss)		**$ (14.0)**	$ 63.9

The accompanying notes are an integral part of these unaudited condensed consolidated interim financial statements.

Consolidated Statements of Changes in Equity

(Unaudited)		Three months ended March 31,	
(In millions of U.S. dollars)	Notes	**2017**	2016
Common shares			
Balance, beginning of the period		**$ 2,628.2**	$ 2,366.2
Issuance of common shares	4, 18	**27.4**	—
Issuance of flow-through common shares	18	**13.4**	27.5
Issuance of common shares for share-based compensation		**2.0**	2.9
Balance, end of the period		**2,671.0**	2,396.6
Contributed surplus			
Balance, beginning of the period		**40.1**	38.2
Issuance of common shares for share-based compensation		**(2.0)**	(2.9)
Share-based compensation	20	**1.4**	1.3
Other		**(0.9)**	(0.2)
Balance, end of the period		**38.6**	36.4
Deficit			
Balance, beginning of the period		**(409.7)**	(461.2)
Net earnings (loss) attributable to equity holders of IAMGOLD Corporation		**(18.0)**	53.1
Balance, end of the period		**(427.7)**	(408.1)
Accumulated other comprehensive loss			
Marketable securities fair value reserve			
Balance, beginning of the period		**(29.0)**	(32.5)
Net change in fair value of marketable securities, net of income taxes		**5.0**	3.1
Balance, end of the period		**(24.0)**	(29.4)
Cash flow hedge fair value reserve			
Balance, beginning of the period		**(3.8)**	(11.1)
Net change in fair value of cash flow hedges recognized in property, plant and equipment	16(b)	**—**	0.3
Net change in fair value of cash flow hedges recognized in other comprehensive income (loss), net of income taxes		**(2.6)**	6.2
Balance, end of the period		**(6.4)**	(4.6)
Currency translation adjustment			
Balance, beginning of the period		**(4.1)**	(3.8)
Change for the period	8	**0.4**	1.9
Balance, end of the period		**(3.7)**	(1.9)
Total accumulated other comprehensive loss		**(34.1)**	(35.9)
Equity attributable to equity holders of IAMGOLD Corporation		**2,247.8**	1,989.0
Non-controlling interests			
Balance, beginning of the period		**49.4**	42.1
Net earnings (loss) attributable to non-controlling interests		**1.2**	(0.4)
Balance, end of the period		**50.6**	41.7
		$ 2,298.4	$ 2,030.7

The accompanying notes are an integral part of these unaudited condensed consolidated interim financial statements.

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)		Three months ended March 31,	
(In millions of U.S. dollars)	Notes	**2017**	2016
Operating activities			
Net earnings (loss)		**$ (16.8)**	$ 52.7
Adjustments for:			
Finance costs		**5.0**	8.3
Depreciation expense		**63.6**	62.3
Changes in asset retirement obligations at closed sites		**0.6**	3.7
Income tax expense		**8.7**	6.0
Derivative loss (gain)		**(0.6)**	1.3
Gain on sale of gold bullion		**—**	(72.9)
Share of net earnings from investments in associates and joint ventures, net of income taxes	8	**(1.2)**	(3.6)
Write-down of inventories	7	**8.5**	2.0
Loss on 6.75% Senior unsecured notes	15(a)	**20.2**	—
Effects of exchange rate fluctuation on restricted cash		**(0.9)**	(4.7)
Effects of exchange rate fluctuation on cash and cash equivalents		**0.6**	(1.7)
Other non-cash items	24(a)	**1.9**	5.6
Adjustments for cash items:			
Settlement of derivatives		**—**	(4.9)
Disbursements related to asset retirement obligations		**(0.5)**	(0.4)
Movements in non-cash working capital items and non-current ore stockpiles	24(b)	**(17.5)**	(0.3)
Cash from operating activities, before income tax paid		**71.6**	53.4
Income tax paid		**(3.3)**	(2.0)
Net cash from operating activities		**68.3**	51.4
Investing activities			
Capital expenditures for property, plant and equipment		**(45.5)**	(67.1)
Proceeds from sale of gold bullion		**—**	170.3
Capital expenditures for exploration and evaluation assets		**(0.5)**	(2.5)
Purchase of additional common shares of associate	8	**(7.4)**	—
Other investing activities	24(c)	**(1.2)**	(5.7)
Net cash from (used in) investing activities		**(54.6)**	95.0
Financing activities			
Interest paid	22	**—**	(0.1)
Net proceeds from issuance of senior notes	15(a)	**393.6**	—
Net proceeds from issuance of flow-through common shares	18	**15.1**	30.3
Repayment of credit facility	15(b)	**—**	(70.0)
Other financing activities	24(d)	**(0.7)**	(2.6)
Net cash from (used in) financing activities		**408.0**	(42.4)
Effects of exchange rate fluctuation on cash and cash equivalents		**(0.6)**	1.7
Increase in cash and cash equivalents		**421.1**	105.7
Cash and cash equivalents, beginning of the period		**652.0**	481.0
Cash and cash equivalents, end of the period	28	**$ 1,073.1**	$ 586.7

The accompanying notes are an integral part of these unaudited condensed consolidated interim financial statements.

(Amounts in notes and in tables are in millions of U.S. dollars, except where otherwise indicated) (Unaudited)

1. CORPORATE INFORMATION

IAMGOLD Corporation ("IAMGOLD" or "the Company") is a corporation governed by the *Canada Business Corporations Act* and domiciled in Canada whose shares are publicly traded. The address of the Company's registered office is 401 Bay Street, Suite 3200, Toronto, Ontario, Canada, M5H 2Y4.

The principal activities of the Company are the exploration, development and operation of gold mining properties.

2. BASIS OF PREPARATION

(a) Statement of compliance

The unaudited condensed consolidated interim financial statements ("consolidated interim financial statements") of IAMGOLD and all of its subsidiaries, joint ventures and associates have been prepared in accordance with IAS 34, Interim Financial Reporting, and do not include all of the information required for annual consolidated financial statements. Accordingly, certain information and disclosures normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") have been omitted or condensed.

These consolidated interim financial statements should be read in conjunction with IAMGOLD's audited annual consolidated financial statements and related notes as at and for the year ended December 31, 2016.

The consolidated interim financial statements of IAMGOLD were authorized for issue in accordance with a resolution of the Board of Directors on May 9, 2017.

(b) Basis of measurement

The consolidated interim financial statements have been prepared on a historical cost basis, except for items measured at fair value as discussed in note 17.

(c) Basis of consolidation

Subsidiaries and investments in joint ventures related to significant properties of the Company are accounted for as outlined below.

Name	Property – Location	**March 31, 2017**	December 31, 2016	Type of Arrangement	Accounting Method
Essakane S.A.	Essakane mine (Burkina Faso)	**90%**	90%	Subsidiary	Consolidation
Rosebel Gold Mines N.V.	Rosebel mine (Suriname)	**95%**	95%	Subsidiary	Consolidation
Doyon division including the Westwood mine	Doyon division (Canada)	**100%**	100%	Division	Consolidation
Trelawney Mining and Exploration Inc.[1]	Côté Gold (Canada)	**100%**	100%	Subsidiary	Consolidation
Euro Ressources S.A.	France	**90%**	90%	Subsidiary	Consolidation
Société d'Exploitation des Mines d'Or de Sadiola S.A.	Sadiola mine (Mali)	**41%**	41%	Joint venture	Equity accounting
Merrex Gold Inc.	Siribaya project (Mali)	**100%**	23%	Subsidiary[2]	Consolidation[2]

1 Trelawney Mining and Exploration Inc. owns a 92.5% interest in Côté Gold project.
2 As of February 28, 2017 (note 4).

(d) Significant accounting judgments, estimates and assumptions

The preparation of consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities as at the date of the consolidated interim financial statements and reported amounts of revenues and expenses during the three months ended March 31, 2017. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events which are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

(e) Significant accounting policies

These consolidated interim financial statements, including comparatives, have been prepared following the same accounting policies and methods of computation as the audited annual consolidated financial statements for the year ended December 31, 2016.

3. NEW ACCOUNTING STANDARDS ISSUED BUT NOT YET EFFECTIVE

The following new accounting standards were not yet effective for the three months ended March 31, 2017, and have not been applied in preparing these Consolidated financial statements.

IFRS 15 - Revenue from Contracts with Customers

The IASB has issued IFRS 15, Revenue from Contracts with Customers, which will replace IAS 11, Construction Contracts and IAS 18, Revenue. The mandatory effective date of IFRS 15 is January 1, 2018. The objective of IFRS 15 is to establish a single, principles based model to be applied to all contracts with customers in determining how and when revenue is recognized. IFRS 15 also requires entities to provide users of financial statements with more informative and relevant disclosures. The extent of the impact of adoption of this standard has not yet been determined.

IFRS 9 - Financial Instruments

On July 24, 2014, the IASB issued the complete IFRS 9 ("IFRS 9 (2014)"), Financial Instruments. IFRS 9 (2014) differs in some regards from IFRS 9 (2013) which the Company early adopted effective April 1, 2014. IFRS 9 (2014) includes updated guidance on the classification and measurement of financial assets. The final standard also amends the impairment model by introducing a new 'expected credit loss' model for calculating impairment. The mandatory effective date of IFRS 9 (2014) is for annual periods beginning on or after January 1, 2018 and must be applied retrospectively with some exemptions. Early adoption is permitted. The extent of the impact of adoption of this standard has not yet been determined.

IFRS 16 - Leases

In January 2016, the IASB issued IFRS 16, Leases. The objective of IFRS 16 is to bring all leases on balance sheet for lessees. IFRS 16 requires lessees to recognize a "right of use" asset and a lease liability calculated using a prescribed methodology. The mandatory effective date of IFRS 16 is for annual periods beginning on or after January 1, 2019. Early adoption is permitted provided that IFRS 15, Revenue from Contracts with Customers, is also adopted. The extent of the impact of adoption of this standard has not yet been determined.

IFRIC 22 - Foreign Currency Transactions and Advance Consideration

In December 2016, the IASB issued IFRIC Interpretation 22, Foreign Currency Transactions and Advance Consideration. The Interpretation clarifies which date should be used for translation when a foreign currency transaction involves an advance payment or receipt. The Interpretation is applicable for annual periods beginning on or after January 1, 2018. Earlier application is permitted. The extent of the impact of adoption of this standard has not yet been determined.

4. ACQUISITION

Merrex - Siribaya Project

On February 28, 2017, the Company acquired all of the issued and outstanding common shares and all of the outstanding common share purchase warrants and options of Merrex Gold Inc. ("Merrex"), that it did not already own. Merrex owns a 50% interest in the Siribaya project in Mali. Including the 50% interest held directly, the Company now has a 100% interest in the Siribaya project. IAMGOLD issued an aggregate of approximately 6.9 million common shares. The total purchase price amounted to $27.5 million, which includes transaction costs of $0.2 million, and is net of cash and cash equivalents acquired of $0.1 million.

Based on management's judgment, the acquisition does not meet the IFRS definition of a business combination as the primary asset (Siribaya project) is an exploration stage property and has not identified economically recoverable ore reserves. Consequently, the transaction has been recorded as an asset acquisition.

The total purchase price was allocated to the assets acquired and the liabilities assumed based on the fair value of the total consideration transferred at the closing date of the acquisition.

Assets acquired and liabilities assumed	Notes		
Exploration and evaluation assets	10	**$**	**36.6**
Current liabilities			**(3.9)**
Other non-current liabilities			**(0.4)**
		$	**32.3**
Consideration transferred			
Share consideration	18	**$**	**27.4**
Less: Cash and cash equivalents acquired			**(0.1)**
Transaction costs			**0.2**
			27.5
Initial Investment	8		**4.8**
		$	**32.3**

Prior to completion of the above mentioned transaction, IAMGOLD owned approximately 45.8 million common shares of Merrex, which represented approximately 23% of Merrex's issued and outstanding common shares, and was accounted for as an investment in an associate, using the equity method (note 8). The carrying amount of the investment of $4.8 million on the date of the acquisition has been included in the total cost of the Merrex Exploration and evaluation assets (note 10).

5. RESTRICTED CASH

(a) Short-term restricted cash

At March 31, 2017, the Company had short-term restricted cash held by the Government of Quebec in the amount of C$123.5 million (March 31, 2017 - $92.8 million; December 31, 2016 - $92.0 million) to guarantee the asset retirement obligation related to the Doyon mine. The Company has the right to replace the cash collateral with another form of acceptable collateral as prescribed by Government regulations.

(b) Long-term restricted cash

The Company had long-term restricted cash of $13.8 million and $5.0 million as at March 31, 2017 (December 31, 2016 - $13.7 million and $5.0 million) for the guarantee of the asset retirement obligations related to Essakane and Rosebel, respectively.

6. RECEIVABLES AND OTHER CURRENT ASSETS

	Notes	**March 31, 2017**	December 31, 2016
Gold receivables		**$ 1.4**	$ 2.7
Receivables from governments[1]		**43.4**	40.4
Receivables from related parties	26	**0.1**	1.2
Other receivables		**3.2**	4.9
Total receivables		**48.1**	49.2
Marketable securities and warrants		**—**	0.2
Prepaid expenses		**8.0**	7.2
Derivatives		**2.5**	4.4
		$ 58.6	$ 61.0

1 Receivables from governments relate primarily to value added tax.

7. INVENTORIES

	Notes	March 31, 2017	December 31, 2016
Finished goods		**$ 54.5**	$ 49.1
Ore stockpiles		**5.1**	9.1
Mine supplies		**144.1**	149.7
		203.7	207.9
Ore stockpiles included in other non-current assets	11	**155.8**	156.0
		$ 359.5	$ 363.9

For the three months ended March 31, 2017, the Company recognized a net realizable value write-down in non-current ore stockpiles amounting to $3.4 million (three months ended March 31, 2016 - $0.1 million). For the three months ended March 31, 2017, the Company recognized an obsolescence write-down in supplies inventories amounting to $5.1 million (three months ended March 31, 2016 - $1.9 million). For the three months ended March 31, 2017, $0.7 million was recognized in Cost of sales for costs related to operating below normal capacity at Westwood (three months ended March 31, 2016 - $6.1 million).

8. INVESTMENTS IN ASSOCIATES AND JOINT VENTURES

	Notes	Associates[1]	Sadiola[2]	Yatela[2]	Total
Balance, January 1, 2016		$ 7.4	$ 49.2	$ —	$ 56.6
Currency translation adjustment		(0.3)	—	—	(0.3)
Share of net earnings (loss), net of income taxes		(0.8)	9.0	(2.1)	6.1
Share of net loss recorded as provision		—	—	2.1	2.1
Share of dividends received		—	(11.3)	—	(11.3)
Disposal[3]		(0.6)	—	—	(0.6)
Balance, December 31, 2016		**5.7**	**46.9**	**—**	**52.6**
Purchase of additional shares of associate[4]		**7.4**	**—**	**—**	**7.4**
Currency translation adjustment		**0.4**	**—**	**—**	**0.4**
Share of net earnings, net of income taxes		**—**	**1.1**	**0.1**	**1.2**
Share of net earnings reversed to provision	12	**—**	**—**	**(0.1)**	**(0.1)**
Acquisition of control over associate[5]	4	**(4.8)**	**—**	**—**	**(4.8)**
Balance, March 31, 2017		**$ 8.7**	**$ 48.0**	**$ —**	**$ 56.7**

1 IAMGOLD includes results based on the latest publicly available information.
2 The Company's joint ventures are not publicly listed.
3 On March 16, 2016, the Company disposed of its 41% ownership interest in Galane Gold Ltd. ("Galane") which had a carrying amount of $0.6 million on the date of disposal for cash proceeds of $0.2 million. The resulting loss of $0.4 million, net of transaction costs, was recognized in Interest income and derivatives and other investment gains in the Consolidated statements of earnings (note 23).
4 Associates include INV Metals Inc. ("INV Metals") a publicly traded company incorporated in Canada and Merrex prior to February 28, 2017 (note 4). The Company's ownership interest in INV Metals as at March 31, 2017 was 35.6% (December 31, 2016 - 35.6%). On March 2, 2017, the Company participated in INV Metals' common shares public equity offering and acquired an additional 9.8 million common shares of INV Metals at a price of C$1.00 per share for an aggregate amount of $7.4 million (C$9.8 million). This acquisition allowed the Company to maintain a 35.6% ownership in INV Metals.
5 On February 28, 2017, Merrex became a 100% subsidiary of the Company (note 4). As a result, the Company accounted for Merrex under the consolidation method as at February 28, 2017. The Company previously accounted for Merrex as an associate, using the equity method.

9. PROPERTY, PLANT AND EQUIPMENT

	Construction in progress	Mining properties	Plant and equipment	Total
Cost				
Balance, January 1, 2016	$ 7.9	$ 2,133.6	$ 1,821.3	$ 3,962.8
Additions	34.9	172.1	87.3	294.3
Changes in asset retirement obligations	—	11.7	—	11.7
Disposals	—	—	(42.6)	(42.6)
Transfers within Property, plant and equipment	(40.0)	19.1	20.9	—
Balance, December 31, 2016	**2.8**	**2,336.5**	**1,886.9**	**4,226.2**
Additions	**3.8**	**37.4**	**21.3**	**62.5**
Changes in asset retirement obligations	**—**	**(0.6)**	**—**	**(0.6)**
Disposals	**—**	**—**	**(7.1)**	**(7.1)**
Transfers within Property, plant and equipment	**(3.9)**	**4.1**	**(0.2)**	**—**
Balance, March 31, 2017	**$ 2.7**	**$ 2,377.4**	**$ 1,900.9**	**$ 4,281.0**

	Construction in progress	Mining properties	Plant and equipment	Total
Accumulated Depreciation and Impairment				
Balance, January 1, 2016	$ 3.5	$ 1,383.0	$ 722.5	$ 2,109.0
Depreciation expense[1]	—	98.5	187.5	286.0
Disposals	—	—	(37.0)	(37.0)
Transfers within Property, plant and equipment	(3.5)	—	3.5	—
Balance, December 31, 2016	**—**	**1,481.5**	**876.5**	**2,358.0**
Depreciation expense[1]	**—**	**23.5**	**45.3**	**68.8**
Disposals	**—**	**—**	**(6.1)**	**(6.1)**
Balance, March 31, 2017	**$ —**	**$ 1,505.0**	**$ 915.7**	**$ 2,420.7**
Carrying amount, December 31, 2016	$ 2.8	$ 855.0	$ 1,010.4	$ 1,868.2
Carrying amount, March 31, 2017	**$ 2.7**	**$ 872.4**	**$ 985.2**	**$ 1,860.3**

1 Excludes depreciation expense related to Corporate assets, which is included in General and administrative expenses.

10. EXPLORATION AND EVALUATION ASSETS

	Notes	March 31, 2017	December 31, 2016
Balance, beginning of the period		**$ 169.2**	$ 155.1
Exploration and evaluation expenditures		**2.3**	14.1
Merrex exploration and evaluation assets	4	**36.6**	—
Balance, end of the period		**$ 208.1**	$ 169.2

Exploration and evaluation assets primarily relate to the Côté Gold project.

11. OTHER NON-CURRENT ASSETS

	Notes	March 31, 2017	December 31, 2016
Ore stockpiles	7	**$ 155.8**	$ 156.0
Receivables from related parties	26	**32.0**	31.3
Marketable securities and warrants		**28.6**	21.7
Advances for the purchase of capital equipment		**10.5**	19.9
Bond fund investments		**6.3**	5.9
Royalty interests		**5.6**	5.6
Derivatives		**2.1**	4.1
Other		**5.3**	5.2
		$ 246.2	$ 249.7

As at March 31, 2017, the allowance for doubtful non-current non-trade receivables from related parties was $36.0 million, (December 31, 2016 - $36.0 million).

12. PROVISIONS

	Notes	March 31, 2017	December 31, 2016
Asset retirement obligations		**$ 284.9**	$ 285.1
Yatela loss provision	8	**14.9**	15.0
Other		**6.0**	5.5
		$ 305.8	$ 305.6

Current portion of provisions	**$ 15.0**	$ 15.8
Non-current provisions	**290.8**	289.8
	$ 305.8	$ 305.6

(a) Asset retirement obligations

The Company's activities are subject to various laws and regulations regarding environmental restoration and closure provisions for which the Company estimates future costs. These provisions may be revised on the basis of amendments to such laws and regulations and the availability of new information, such as changes in reserves corresponding to a change in the mine life and discount rates, changes in estimated costs of reclamation activities and acquisition or construction of a new mine. The Company makes a provision based on the best estimate of the future cost of rehabilitating mine sites and related production facilities on a discounted basis.

(b) Provisions for litigation claims and regulatory assessments

As at March 31, 2017, the Company did not have any material provisions for litigation claims or regulatory assessments. Further, the Company does not believe claims or regulatory assessments, for which no provision has been recorded, will have a material impact on the financial position of the Company.

13. OTHER LIABILITIES

	Notes	March 31, 2017	December 31, 2016
Finance lease liabilities		**$ 0.1**	$ 0.1
Derivatives	17(a)	**0.9**	2.0
Current other liabilities		**$ 1.0**	$ 2.1

14. INCOME TAXES

The Company estimates the effective tax rate expected to be applied for the full fiscal year and uses this rate to determine income provisions in interim periods. The impact of changes in judgments and estimates concerning the probable realization of losses, changes in tax rates, and foreign exchange rates are recognized in the interim period in which they occur.

The tax expense for the three months ended March 31, 2017 was $8.7 million (three months ended March 31, 2016 - $6.0 million) and varied from the tax expense calculated using the combined Canadian federal and provincial statutory income tax rate of 26.6%. The variance was mainly due to net fluctuations in the mix of income for the recognition of certain tax benefits and related deferred tax assets.

15. Long-term Debt and Credit Facilities

(a) Senior notes

i. 7.0% Senior secured notes ("Notes")

On March 16, 2017, the Company issued at face value $400 million of Notes due in 2025 with an interest rate of 7.00% per annum. The Notes are denominated in U.S. dollars and mature on April 15, 2025. Interest is payable in arrears in equal semi-annual installments on April 15 and October 15 of each year, beginning on October 15, 2017. The Notes are guaranteed by some of the Company's subsidiaries.

The Company incurred transaction costs of $6.4 million which have been capitalized and offset against the carrying amount of the Notes within Long-term debt in the Consolidated balance sheets and are being amortized using the effective interest rate method.

Except for the prepayment options as noted below, the Notes are not redeemable, in whole or part, by the Company until April 15, 2020. On and after April 15, 2020, the Company may redeem the Notes, in whole or in part, at the relevant redemption price (expressed as a percentage of the principal amount of the Notes) and accrued and unpaid interest on the Notes up to the redemption date. The redemption price for the Notes during the 12-month period beginning on April 15 of each of the following years is: 2020 - 105.25%; 2021 - 103.50%; 2022 - 101.75%; 2023 and thereafter - 100%.

Prior to April 15, 2020, the Company may redeem some or all of the Notes at a price equal to 100% of the principal amount of the Notes plus a "make-whole" premium, plus accrued and unpaid interest.

Prior to April 15, 2020, using the cash proceeds from an equity offering, the Company may redeem up to 40% of the original aggregate principal amount of the Notes at a redemption price equal to 107% of the aggregate principal amount thereof, plus accrued and unpaid interest, if any, up to the redemption date.

The fair value of the prepayment option embedded derivative, which is an option that represents a derivative asset to the Company, is presented as an offset to the Notes on the Consolidated balance sheets. The debt component is initially recognized as the difference between the fair value of the financial instrument as a whole and the fair value of the embedded derivative.

Subsequently, the debt component is recognized at amortized cost using the effective interest rate method. The embedded derivative represents the prepayment option and is classified as a financial asset at fair value through profit or loss ("FVTPL"). The embedded derivative is subsequently recognized at fair value with changes in the fair value recognized in the Company's Consolidated statements of earnings.

Under the indenture governing the Notes, if the Company makes certain asset sales it may use an amount equal to the net proceeds to repay certain debt obligations and/or reinvest, or commit to reinvest, in the Company's business, within 365 days after the applicable asset sale. At the end of the 365-day period, if there remains $50 million or more of the net proceeds that the Company has not used in this manner, the Company would be required to use any such excess proceeds to offer to purchase the Notes at par in the manner described in the indenture.

ii. 6.75% Senior unsecured notes

On September 21, 2012, the Company issued at face value $650 million of senior unsecured notes with an interest rate of 6.75% per annum. The 6.75% Senior unsecured notes are denominated in U.S. dollars and mature on October 1, 2020. Interest is payable in arrears in equal semi-annual installments on April 1 and October 1.

In April 2016, the Company canceled, at face value, $15.0 million of Notes it purchased in 2015.

In the third quarter of 2016, the Company purchased at face value, pursuant to a tender offer, an additional $145.9 million of the 6.75% Senior unsecured notes for cash consideration of $141.5 million. The resulting gain, net of transaction costs was $4.0 million and was recognized in the third quarter of 2016 in Interest income and derivatives and other investment gains in the Consolidated statements of earnings.

On March 16, 2017, the Company issued a notice to redeem its 6.75% Senior unsecured notes for a total amount of $505.6 million and completed the redemption on April 3, 2017. As a result of the change in the estimated future cash flows, the amortized cost of $485.4M of the 6.75% Senior unsecured notes has been adjusted as at March 31, 2017 to reflect the actual future cash flows of $505.6 million. The resulting loss of $20.2 million was recognized in Interest income and derivatives and other investment gains (loss) in the Consolidated statements of earnings (note 23).

The following are the contractual maturities related to the Notes and the 6.75% Senior unsecured notes, including interest payments:

			Payments due by period			
Notes and 6.75% Senior unsecured notes, balance as at	Carrying amount[1,2]	Contractual cash flows	<1 yr	1-2 yrs	3-5 yrs	>5 yrs
March 31, 2017	**$ 905.6**	**$ 1,145.6**	**$ 535.6**	**$ 56.0**	**$ 56.0**	**$ 498.0**
December 31, 2016	$ 489.1	$ 621.1	$ 33.0	$ 66.0	$ 522.1	$ —

1 The carrying amount of the long-term debt excludes unamortized deferred transaction costs of the Notes of $6.4 million as at March 31, 2017 (December 31, 2016 – $4.0 million).
2 The carrying amount includes $505.6 million of the 6.75% Senior unsecured notes redeemed on April 3, 2017.

(b) Credit facilities

On February 1, 2016, the Company entered into a four-year $250 million credit facility consisting of a fully committed $100 million secured revolving credit facility and a $150 million accordion. During 2016, the Company amended the credit facility to increase the fully committed credit facility from $100 million to $170 million, resulting in $80 million remaining under the accordion. On February 7, 2017, the Company amended the credit facility, utilizing the remaining accordion and adding additional commitments of $80 million, bringing the total commitments under the facility to $250 million, with similar terms and conditions. The key terms of the facility include limitations on incremental debt, restrictions on distributions and financial covenants including Net Debt to EBITDA, Tangible Net Worth, Interest Coverage and Minimum Liquidity. The credit facility provides for an interest rate margin above London Interbank Offered Rate ("LIBOR"), banker's acceptance ("BA") prime rate and base rate advances which varies according to the total net debt ratio of the Company. Fees related to the credit facility vary according to the total net debt ratio of the Company. This credit facility is secured by some of the Company's real assets, guarantees by some of the Company's subsidiaries and pledges of shares in some of the Company's subsidiaries. The maturity date of this credit facility is February 1, 2020. The Company was in compliance with its credit facility covenants as at March 31, 2017.

Upon entering into the $250 million credit facility described above, the Company terminated its four-year $500 million unsecured revolving credit facility. During the first quarter 2016 and prior to termination, the Company repaid the $70 million outstanding on the previous credit facility. Letters of credit worth $2.9 million were issued under the Company's revolving credit facility and $0.4 million under a separate letter of credit. As of March 31, 2017, letters of credit worth $2.9 million were drawn against the credit facility for the guarantee of certain asset retirement obligations.

16. FINANCIAL INSTRUMENTS

(a) Financial assets measured at fair value through other comprehensive income

Marketable securities fair value reserve

Share market price exposure risk is related to the fluctuation in the market price of marketable securities. The Company's portfolio of marketable securities is not part of its core operations, and accordingly, gains and losses from these marketable securities are not representative of the Company's performance during the period. Consequently, the Company has designated all of its investments in marketable securities to be measured at fair value through Other comprehensive income ("OCI"). The Company's portfolio of marketable securities is primarily focused on the mining sector and relates entirely to investments in equity securities.

	Three months ended March 31,	
	2017	2016
Proceeds from sale of marketable securities	**$ —**	$ 0.1
Acquisition date fair value of marketable securities sold	**—**	(2.1)
Loss on sale of marketable securities recorded in OCI	**$ —**	$ (2.0)

(b) Cash flow hedge fair value reserve

(i) Hedge gains/losses

	Hedge gain (loss) recognized in cash flow hedge reserve		**(Gain) loss reclassified or adjusted from cash flow hedge reserve**	
	Three months ended March 31, 2017	Three months ended March 31, 2016	**Three months ended March 31, 2017**	Three months ended March 31, 2016
Exchange rate risk				
Canadian dollar option contracts	**$ 0.4**	$ 0.4	**$ (0.1)**	$ 2.4
Euro option contracts	**(0.1)**	2.4	**0.1**	(0.2)
Oil and fuel market price risk				
Crude oil option contracts	**0.5**	0.6	**—**	1.7
	0.8	3.4	**—**	3.9
Time value of option contracts excluded from hedge relationship	**(3.6)**	(0.3)	**—**	—
	$ (2.8)	$ 3.1	**$ —**	$ 3.9

	(Gain) loss reclassified from cash flow hedge reserve to:	
	Three months ended March 31, 2017	Three months ended March 31, 2016
Consolidated balance sheets		
Property, plant and equipment	**$ —**	$ 0.3
Consolidated statements of earnings		
Cost of sales	**—**	2.7
General and administrative expenses	**—**	0.9
Total	**$ —**	$ 3.9

There was no hedge ineffectiveness for the three months ended March 31, 2017 and 2016.

(ii) Currency exchange rate risk

Movements in the Canadian dollar (C$) and the Euro (€) against the U.S. dollar ($) have a direct impact on the Company's consolidated financial statements.

The Company manages its exposure to the Canadian dollar and the Euro by executing option contracts. The Company's objective is to hedge its exposure to these currencies resulting from operating and capital expenditure requirements at some of its mine sites and corporate offices.

The Company has designated option contracts as cash flow hedges for its highly probable forecasted Canadian dollar and Euro expenditure requirements. The Company has elected to only designate the change in the intrinsic value of options in the hedging relationships. The change in fair value of the time value component of options is recorded in OCI as a cost of hedging.

An economic relationship exists between the hedged items and the hedging instruments as the fair values of both the hedged items and hedging instruments move in opposite directions in response to the same risk. The hedge ratio is determined by dividing the quantity of option contracts by the quantity of the forecasted Canadian dollar and Euro expenditure exposures.

As at March 31, 2017, the Company had outstanding derivative contracts which qualified for hedge accounting. The periods in which the cash flows are expected to occur and impact the Consolidated statements of earnings, are as follows:

	2017	2018	Total
Cash flow hedges			
Exchange rate risk			
Canadian dollar option contracts (millions of C$)	117	60	177
Contract rate range (C$/$)	1.30-1.40[1]	1.30-1.45[2]	
Euro option contracts (millions of €)	95	—	95
Contract rate range ($/€)	1.00-1.20[3]	—	

1 The Company purchased three types of Canadian dollar options in 2017, which consist of call options at a strike price of $1.30, call options at a strike price of $1.35, and collar options in the range of $1.30 and $1.40. The Company will benefit from the margin between the lower market price and the set put strike price of $1.30. If U.S dollar to C$ market prices are above the 1.40 call strike prices in 2017, the Company will incur a loss from the margin between the higher market price and the $1.40 call strike price.

2 The Company purchased Canadian dollar collar options with strike prices within the given range in 2018. If U.S dollar to C$ market prices are below the low end of the range of the put strike prices in 2018, the Company will benefit from the margin between the lower market price and the set put strike price. If U.S dollar to C$ market prices are above the high end of the range of the US$ call strike prices in 2018, the Company will incur a loss from the margin between the higher market price and the set call strike price.

3 The Company purchased Euro collar options with strike prices within the given range in 2017. If EUR to U.S. dollar market prices are below the low end of the range in 2017, the Company will incur a loss from the margin between the lower market price and the set put strike price. If EUR to U.S. dollar market prices are above the high end of the range of the call strike price in 2017, the Company will benefit from the margin between the higher market price and the set call strike price.

Additional information on hedging instruments and hedged forecast transactions related to currency exchange rate risk as at March 31, 2017 and December 31, 2016 was as follows:

	Carrying amount			Fair value changes used for calculating hedge ineffectiveness	
As at March 31, 2017	**Assets**	**Liabilities**	**Accumulated cash flow hedge fair value reserve (before tax)**	**Hedging instruments**	**Hedged items**
Canadian option contracts	$ 1.6	$ —	$ 0.5	$ 0.5	$ (0.5)
Euro option contracts	0.3	(0.9)	(0.4)	(0.4)	0.4
	$ 1.9	$ (0.9)	$ 0.1	$ 0.1	$ (0.1)

	Carrying amount			Fair value changes used for calculating hedge ineffectiveness	
As at December 31, 2016	Assets	Liabilities	Accumulated cash flow hedge fair value reserve (before tax)	Hedging instruments	Hedged items
Canadian option contracts	$ 2.1	$ —	$ 0.2	$ 0.2	$ (0.2)
Euro option contracts	0.2	(2.0)	(0.4)	(0.4)	0.4
	$ 2.3	$ (2.0)	$ (0.2)	$ (0.2)	$ 0.2

(iii) Oil and fuel market price risk

Low sulfur diesel and fuel oil are key inputs to extract tonnage and, in some cases, to wholly or partially power operations. Brent crude oil and West Texas Intermediate (WTI) are components of diesel and fuel oil, respectively, such that changes in the price of crude oil directly impacts diesel and fuel oil costs. The Company established a hedging strategy to limit the impact of fluctuations in crude oil prices and to economically hedge future consumption of diesel and fuel oil at the Rosebel and Essakane mines. The Company has designated option contracts as cash flow hedges for the crude oil component of its highly probable forecasted low sulfur diesel and fuel oil purchases.

As at March 31, 2017, the Company's outstanding crude oil derivative contracts, which qualified for hedge accounting, and the periods in which the cash flows are expected to occur and impact the consolidated statements of earnings, are as follows:

	2017	2018	Total
Brent crude oil option contracts (barrels)[1]	**378**	**344**	**722**
Option contracts with strike prices at ($/barrel)	**60**[2]	**60**[2]	
WTI crude oil option contracts (barrels)[1]	**297**	**247**	**544**
Option contracts with strike prices at ($/barrel)	**60**[2]	**60**[2]	

1 Quantities of barrels are in thousands.
2 The Company purchased call options with a strike price of $60. If crude oil prices are greater than the call strike price ($60) in 2017 and 2018, the Company will benefit from the margin between the higher market price and the set call strike price.

Additional information on hedging instruments and hedged forecast transactions related to oil and fuel market price risk as at March 31, 2017 and December 31, 2016 were as follows:

	Carrying amount			Fair value changes used for calculating hedge ineffectiveness	
As at March 31, 2017	**Assets**	**Liabilities**	**Accumulated cash flow hedge fair value reserve (before tax)**	**Hedging instruments**	**Hedged items**
Brent crude oil option contracts	**$ 1.8**	**$ —**	**$ 0.3**	**$ 0.3**	**$ (0.3)**
WTI crude oil option contracts	**0.9**	**—**	**0.1**	**0.1**	**(0.1)**
	$ 2.7	**$ —**	**$ 0.4**	**$ 0.4**	**$ (0.4)**

	Carrying amount			Fair value changes used for calculating hedge ineffectiveness	
As at December 31, 2016	Assets	Liabilities	Accumulated cash flow hedge fair value reserve (before tax)	Hedging instruments	Hedged items
Brent crude oil option contracts	$ 4.0	$ —	$ —	$ —	$ —
WTI crude oil option contracts	2.2	—	—	—	—
	$ 6.2	$ —	$ —	$ —	$ —

(c) Gain on non-hedge derivatives and warrants

Gain on non-hedge derivatives and warrants is included in Interest income and derivatives and other investment gains (note 23) in the Consolidated statements of earnings. These gains relate to warrants associated with the Company's investments in marketable securities.

		Three months ended March 31,	
	Notes	**2017**	2016
Warrants	23	**$ 0.6**	$ 1.3

17. FAIR VALUE MEASUREMENTS

The fair value hierarchy categorizes into three levels the inputs to valuation techniques used to measure fair value. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities which the entity can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly or indirectly such as those derived from prices.
- Level 3 inputs are unobservable inputs for the asset or liability.

There have been no changes in the classification of the financial instruments in the fair value hierarchy since December 31, 2016.

(a) Financial assets and liabilities measured at fair value on a recurring basis

As at March 31, 2017, the Company's fair value of financial assets and liabilities were as follows:

	March 31, 2017					December 31, 2016
	Carrying Amount	**Level 1**	**Level 2**	**Level 3**	**Total Fair Value**	Total Fair Value
Assets						
Cash and cash equivalents	**$ 1,073.1**	**$ 1,073.1**	**$ —**	**$ —**	**$ 1,073.1**	$ 652.0
Restricted cash	**111.6**	**111.6**	**—**	**—**	**111.6**	110.7
Marketable securities and warrants	**28.6**	**23.1**	**5.5**	**—**	**28.6**	21.9
Bond fund investments	**6.3**	**6.3**	**—**	**—**	**6.3**	5.9
Derivatives						
Currency contracts	**1.9**	**—**	**1.9**	**—**	**1.9**	2.3
Crude oil contracts	**2.7**	**—**	**2.7**	**—**	**2.7**	6.2
	$ 1,224.2	**$ 1,214.1**	**$ 10.1**	**$ —**	**$ 1,224.2**	$ 799.0
Liabilities						
Derivatives						
Currency contracts	**$ (0.9)**	**$ —**	**$ (0.9)**	**$ —**	**$ (0.9)**	$ (2.0)
6.75% Senior unsecured notes	**(505.6)**	**(505.6)**	**—**	**—**	**(505.6)**	(474.0)
Long-term debt	**(393.6)**	**(398.2)**	**—**	**—**	**(398.2)**	—
	$ (900.1)	**$ (903.8)**	**$ (0.9)**	**$ —**	**$ (904.7)**	$ (476.0)

(b) Valuation techniques

Marketable securities and warrants

The fair value of marketable securities and warrants included in Level 1 is determined based on a market approach. The closing price is a quoted market price from the exchange market which is the principal active market for the particular security. The fair value of warrants included in Level 2 is obtained through the use of Black-Scholes pricing model, which uses share price inputs and volatility measurements. The fair value of investments in equity instruments which are not actively traded is determined using valuation techniques which require inputs that are both unobservable and significant, and therefore were categorized as Level 3 in the fair value hierarchy. The Company used the latest transaction price for these securities, obtained from the entity, to value these marketable securities and warrants.

Bond fund investments

The fair value of bond fund investments included in Level 1 is measured using quoted prices (unadjusted) in active markets.

Derivatives

For derivative contracts, the Company obtains a valuation of the contracts from counterparties of those contracts. The Company assesses the reasonableness of these valuations through internal methods and third-party valuations. The Company then calculates a credit valuation adjustment to reflect the counterparty's or the Company's own default risk. Valuations are based on the present value of market valuations considering interest rate and volatility, taking into account the credit risk of the financial instrument. Valuations of derivative contracts are therefore classified within Level 2 of the fair value hierarchy.

Senior Notes

The fair value required to be disclosed is determined using quoted prices (unadjusted) in active markets, and is therefore classified within Level 1 of the fair value hierarchy. The total fair value of the Notes and the 6.75% Senior unsecured notes as at March 31, 2017 was $903.8 million (December 31, 2016 - $474.0 million).

Investments in associates

Investments in associates are measured at fair value on a non-recurring basis when an impairment charge or reversal is to be recorded. After application of the equity method, the fair value of an investment in associate is determined for purposes of assessing whether an impairment charge or reversal of a previously recorded impairment charge is required. For publicly traded companies, the Company determines the fair value of its investments in associates based on a market approach reflecting the closing price of the investments in the associates' shares at the balance sheet date. Since there is a quoted market price, this is classified within Level 1 of the fair value hierarchy. As at March 31, 2017, no investments in associates were measured at fair value.

Finance lease liabilities

Finance lease liabilities are accounted for at amortized cost, using the effective interest rate method. The fair value required to be disclosed is determined using market interest rate inputs and is therefore classified within Level 2 of the fair value hierarchy (note 13). The fair value at March 31, 2017 of the Company's finance lease liabilities approximates their carrying amount of $0.1 million (December 31, 2016 - $0.1 million).

Other financial assets and liabilities

The fair value of all other financial assets and liabilities of the Company approximate their carrying amounts.

18. SHARE CAPITAL

The Company is authorized to issue an unlimited number of common shares, first preference shares issuable in series and second preference shares issuable in series.

		Three months ended March 31,	
Number of common shares (in millions)	Notes	**2017**	2016
Outstanding, beginning of the period		**453.8**	393.4
Equity issuance	4	**6.9**	—
Issuance of flow-through common shares		**3.4**	12.0
Issuance of shares for share-based compensation		**0.6**	0.5
Outstanding, end of period		**464.7**	405.9

Flow-through common shares

In March 2017, the Company issued 3.4 million flow-through common shares at C$5.91 per share for net proceeds of $15.1 million (C$20.0 million), which included a $1.7 million premium reported as a deferred gain on the balance sheet to be recognized in earnings as eligible expenditures are made. A total of $13.4 million was recognized in equity based on the quoted price of the shares on the date of the issue less issuance costs. The flow-through common shares were issued to fund prescribed development expenditures on the Westwood mine. Flow-through common shares require the Company to incur an amount equivalent to the proceeds of the issue on prescribed expenditures in accordance with the applicable tax legislation. As at March 31, 2017, the remaining unspent amount was $10.7 million.

During the fourth quarter 2016, the Company issued 0.9 million flow-through common shares at prices ranging between C$6.56 and C$6.63 per share for net proceeds of $4.4 million (C$5.9 million), which included a $1.1 million premium reported as a deferred gain on the balance sheet to be recognized in earnings as eligible expenditures are made. A total of $3.3 million was recognized in equity based on the quoted price of the shares on the date of the issue less issuance costs. The flow-through common shares were issued to fund prescribed exploration expenditures on the Côté Gold project. As at March 31, 2017, the remaining unspent amount was $2.4 million.

Additionally, during the fourth quarter 2016, the Company issued 2.2 million flow-through common shares at prices ranging between C$5.34 and C$5.60 per share for net proceeds of $8.9 million (C$11.9 million), which included a $0.8 million premium reported as a deferred gain on the balance sheet to be recognized in earnings as eligible expenditures are made. A total of $8.1 million was recognized in equity based on the quoted price of the shares on the date of the issue less issuance costs. The flow-through common shares were issued to fund prescribed development expenditures on the Westwood mine. As at March 31, 2017, there was no remaining unspent amount.

For the three months ended March 31, 2017, $1.8 million was recognized as amortization of the gains related to the issuances of flow-through common shares described above (three months ended March 31, 2016 - $0.7 million), and was included in Interest income and derivatives and other investment gains in the Consolidated statements of earnings (note 23).

Contingently issuable shares

On December 12, 2016, the Company finalized the agreement with the Government of Suriname to acquire the rights to the Saramacca property. Under the terms of the agreement, the rights to the Saramacca property were transferred to Rosebel in exchange for an initial cash payment of $10.0 million which was accounted for as an Exploration and evaluation asset as at December 31, 2016. The purchase consideration also included 3.125 million contingently issuable IAMGOLD common shares to be delivered in three approximately equal tranches in 12 month intervals, from the date the rights to the Saramacca property were transferred to Rosebel. In addition, the agreement provides for a potential upward adjustment to the purchase price based on the contained gold ounces identified by Rosebel in National Instrument 43-101 indicated and measured resource categories, within a certain Whittle shell, over the first 24 months, to a maximum of $10.0 million. Under the terms of the agreement, the Company can at any time during the course of the agreement provide 60 days' notice to the Government of Suriname and terminate the agreement. In such an event, any contingently issuable IAMGOLD common shares not already issued will no longer be required to be delivered to the Government of Suriname.

19. EARNINGS PER SHARE

Basic earnings per share computation

	Three months ended March 31, 2017	2016
Numerator		
Net earnings (loss) attributable to equity holders of IAMGOLD	**$ (18.0)**	$ 53.1
Denominator (in millions)		
Weighted average number of common shares (basic)	**457.5**	396.6
Basic earnings (loss) attributable to equity holders of IAMGOLD ($/share)	**$ (0.04)**	$ 0.13

Diluted earnings per share computation

	Three months ended March 31, 2017	2016
Denominator (in millions)		
Weighted average number of common shares (basic)	**457.5**	396.6
Dilutive effect of share options	**—**	—
Dilutive effect of restricted share units	**—**	1.4
Weighted average number of common shares (diluted)	**457.5**	398.0
Diluted earnings (loss) attributable to equity holders of IAMGOLD ($/share)	**$ (0.04)**	$ 0.13

Equity instruments excluded from the computation of diluted earnings (loss) per share, which could be dilutive in the future, were as follows:

(in millions)	Notes	Three months ended March 31, 2017	2016
Share options		**7.5**	6.5
Restricted share units		**5.1**	—
Contingently issuable shares	18	**—**	—
		12.6	6.5

20. SHARE-BASED COMPENSATION

(a) Share option award plan

Three months ended March 31, 2017	Share options (in millions)	Weighted average exercise price (C$/share)[1]
Outstanding, beginning of the period	**6.0**	**$ 7.79**
Granted	**1.6**	**5.24**
Forfeited	**(0.1)**	**12.28**
Outstanding, end of the period	**7.5**	**$ 7.12**
Exercisable, end of the period	**3.7**	**$ 9.75**

1 Exercise prices are denominated in Canadian dollars. The exchange rate at March 31, 2017 between the U.S. dollar and Canadian dollar was $0.7507/C$.

The following were the weighted average inputs to the Black-Scholes model used in determining the fair value of the options granted. The estimated fair value of the options is expensed over their expected life.

Three months ended March 31, 2017		
Weighted average risk-free interest rate		**1.1%**
Weighted average expected volatility[1]		**66%**
Weighted average dividend yield		**0.00%**
Weighted average expected life of options issued (years)		**5.0**
Weighted average grant-date fair value (C$ per share)	**$**	**2.89**
Weighted average share price at grant date (C$ per share)	**$**	**5.24**
Weighted average exercise price (C$ per share)	**$**	**5.24**

1 Expected volatility is estimated by considering historic average share price volatility based on the average expected life of the options.

(b) Full value award plans

Full value awards consist of restricted share units.

Three months ended March 31, 2017 (in millions)	
Outstanding, beginning of the period	**3.7**
Granted	**2.2**
Issued	**(0.6)**
Forfeited	**(0.2)**
Outstanding, end of the period	**5.1**

The following were the weighted average inputs to the Black-Scholes model used in determining the fair value of the restricted share units granted. The estimated fair value of the awards is expensed over their vesting period.

Three months ended March 31, 2017		
Weighted average risk-free interest rate		**0.8%**
Weighted average expected volatility[1]		**72%**
Weighted average dividend yield		**0.00%**
Weighted average expected life of RSUs issued (years)		**2.8**
Weighted average grant-date fair value (C$ per share)	**$**	**5.24**
Weighted average share price at grant date (C$ per share)	**$**	**5.24**

1 Expected volatility is estimated by considering historic average share price volatility based on the average expected life of the restricted share units.

21. COST OF SALES

	Three months ended March 31,			
	2017		2016	
Operating costs[1]	**$**	**151.7**	$	142.5
Royalties		**10.4**		9.2
Depreciation expense[2]		**63.4**		61.5
	$	**225.5**	$	213.2

1 Operating costs include mine production, transport and smelter costs, and site administrative expenses.
2 Depreciation expense excludes depreciation related to Corporate assets, which is included in General and administrative expenses.

22. FINANCE COSTS

	Three months ended March 31,	
	2017	2016
Interest expense	**$ 4.2**	$ 7.3
Credit facility fees	**0.6**	0.4
Accretion expense	**0.2**	0.6
	$ 5.0	$ 8.3

Total interest paid during the three months ended March 31, 2017 was $nil (three months ended March 31, 2016 - $0.1 million). Interest paid relates to interest charges on notes, credit facilities and finance leases.

23. INTEREST INCOME AND DERIVATIVES AND OTHER INVESTMENT GAINS (LOSS)

		Three months ended March 31,	
	Notes	**2017**	2016
Interest income		**$ 1.4**	$ 0.5
Gain on non-hedge derivatives and warrants	16(c)	**0.6**	1.3
Gain on sale of gold bullion		**—**	72.9
Amortization of gains related to flow-through common shares	18	**1.8**	0.7
Loss on 6.75% Senior unsecured notes	15(a)	**(20.2)**	—
Write-down of receivables		**—**	(0.4)
Other gains		**0.1**	1.6
		$ (16.3)	$ 76.6

24. CASH FLOW ITEMS

The consolidated statements of cash flows include results and balances from discontinued operations.

(a) Adjustments for other non-cash items within operating activities

		Three months ended March 31,	
	Notes	**2017**	2016
Share-based compensation		**$ 1.4**	$ 1.3
Amortization of gains related to flow-through common shares	23	**(1.8)**	(0.7)
Write-down of receivables	23	**—**	0.4
Write-down of assets		**1.0**	2.7
Other		**1.3**	1.9
		$ 1.9	$ 5.6

(b) Movements in non-cash working capital items and non-current ore stockpiles

	Three months ended March 31,	
	2017	2016
Receivables and other current assets	**$ (0.7)**	$ (6.9)
Inventories and non-current ore stockpiles	**(2.7)**	14.5
Accounts payable and accrued liabilities	**(14.1)**	(7.9)
	$ (17.5)	$ (0.3)

(c) Other investing activities

	Notes	Three months ended March 31, 2017	2016
Acquisition of investments		**$ (0.4)**	$ (5.7)
Advances to related parties	26	**(0.9)**	(0.7)
Repayments from related parties	26	**0.3**	0.1
Other		**(0.2)**	0.6
		$ (1.2)	$ (5.7)

(d) Other financing activities

	Three months ended March 31, 2017	2016
Repayment of finance lease liabilities	**$ —**	$ (0.4)
Other finance costs	**(0.7)**	(2.2)
	$ (0.7)	$ (2.6)

(e) Reconciliation of liabilities arising from financing activities

	Balance as at December 31, 2016	**Cash flows**	**Non-cash changes: Amortization of deferred financing charges**	**Non-cash changes: Loss on 6.75% Senior unsecured notes[1]**	**Non-cash changes: Reclassification to current liabilities[1]**	**Balance, as at March 31, 2017**
Long-term debt	$ 485.1	**$ 393.6**	**$ 0.3**	**$ 20.2**	**$ (505.6)**	**$ 393.6**

1 Note 15(a).

25. COMMITMENTS

Commitments

	March 31, 2017	December 31, 2016
Purchase obligations	**$ 76.9**	$ 53.2
Capital expenditure obligations	**18.7**	4.6
Operating leases	**5.3**	4.3
	$ 100.9	$ 62.1

Commitments – payments due by period

As at March 31, 2017	**Total**	**<1 yr**	**1-2 yrs**	**3-5 yrs**	**>5 yrs**
	Payments due by period				
Purchase obligations	**$ 76.9**	**$ 75.3**	**$ 1.2**	**$ 0.3**	**$ 0.1**
Capital expenditure obligations	**18.7**	**14.2**	**4.5**	**—**	**—**
Operating leases	**5.3**	**1.2**	**2.4**	**1.7**	**—**
	$ 100.9	**$ 90.7**	**$ 8.1**	**$ 2.0**	**$ 0.1**

26. RELATED PARTY TRANSACTIONS

Receivables from related parties

The Company had the following related party transactions included in Receivables and other current assets and in Other non-current assets in the Consolidated balance sheets:

	Three months ended March 31,	
	2017	2016
Sadiola and Yatela (Non-interest bearing)		
Balance, beginning of the period	**$ 0.2**	$ 0.2
Advances	**0.2**	—
Repayments	**(0.3)**	(0.1)
Balance, end of the period[1]	**$ 0.1**	$ 0.1
Sadiola Sulphide Project (LIBOR plus 2%)[2]		
Balance, beginning of the period	**$ 31.3**	$ 29.3
Advances	**0.7**	0.7
Balance, end of the period[1]	**$ 32.0**	$ 30.0

1 Balances as of December 31, 2016 for Sadiola and Yatela and for the Sadiola Sulphide Project were $0.2 million and $31.3 million, respectively.
2 These advances were part of an extended loan agreement, reached in the fourth quarter of 2016, for the Sadiola Sulphide Project, and are to be repaid on the earlier of December 31, 2020 or, at such time as Sadiola has sufficient free cash flow.

27. SEGMENTED INFORMATION

The Company's gold mine segment is divided into the following geographic segments:

- Burkina Faso - Essakane mine;
- Suriname - Rosebel mine;
- Canada - Doyon division includes the Westwood mine and the Doyon mine, which is in closure; and
- Joint ventures (Mali) - Sadiola mine (41%) and Yatela mine (40%).

The Company's non-gold segments are divided into the following:

- Exploration and evaluation; and
- Corporate - includes royalty interests located in Canada and investments in associates and joint ventures.

	March 31, 2017			December 31, 2016		
	Total non-current assets	**Total assets**	**Total liabilities**	Total non-current assets	Total assets	Total liabilities
Gold mines						
Burkina Faso	**$ 866.6**	**$ 1,098.6**	**$ 187.3**	$ 883.4	$ 1,099.6	$ 189.9
Suriname	**506.7**	**681.9**	**202.2**	512.8	667.3	198.1
Canada	**681.6**	**792.7**	**192.1**	675.0	783.7	195.8
Total gold mines	**2,054.9**	**2,573.2**	**581.6**	2,071.2	2,550.6	583.8
Exploration and evaluation	**200.4**	**228.5**	**9.1**	163.1	193.2	8.4
Corporate[1]	**164.5**	**1,046.3**	**958.9**	153.3	656.7	537.2
Total per consolidated financial statements	**$ 2,419.8**	**$ 3,848.0**	**$ 1,549.6**	$ 2,387.6	$ 3,400.5	$ 1,129.4
Joint ventures (Mali)[2]	**$ 117.2**	**$ 163.3**	**$ 146.0**	$ 116.5	$ 160.2	$ 144.1

1 The carrying amount of the Investment in joint ventures is included in the corporate segment as non-current assets.
2 The breakdown of the financial information for the joint ventures has been disclosed above as it is reviewed regularly by the Company's chief operating decision maker to assess performance of the Joint Ventures and to make resource allocation decisions.

Three months ended March 31, 2017

	Consolidated statements of earnings information							
	Revenues	Cost of sales[1]	Depreciation expense	General and administrative[2]	Exploration	Other	Earnings (loss) from operations	Net capital expenditures[3]
Gold mines								
Burkina Faso	$ 126.9	$ 81.9	$ 30.9	$ —	$ —	$ —	$ 14.1	$ 17.1
Suriname	98.4	58.6	21.8	—	2.6	1.2	14.2	11.6
Canada	35.0	22.1	9.7	—	—	0.6	2.6	16.7
Total gold mines excluding joint ventures	260.3	162.6	62.4	—	2.6	1.8	30.9	45.4
Exploration and evaluation[4]	—	—	0.1	0.1	8.3	0.2	(8.7)	0.5
Corporate	0.2	(0.5)	0.9	10.2	—	0.6	(11.0)	0.1
Total per consolidated financial	260.5	162.1	63.4	10.3	10.9	2.6	11.2	46.0
Joint ventures (Mali)[5]	19.3	15.0	0.4	—	0.3	—	3.6	1.6
	$ 279.8	$ 177.1	$ 63.8	$ 10.3	$ 11.2	$ 2.6	$ 14.8	$ 47.6

1 Excludes depreciation expense.
2 Includes depreciation expense relating to Corporate and Exploration and evaluation assets.
3 Includes cash expenditures for Property, plant and equipment, Exploration and evaluation assets, finance lease payments and is net of proceeds from finance leases.
4 Closed site costs on Exploration and evaluation properties included in other operating costs.
5 Net earnings (loss) from Joint Ventures are included in a separate line in the Consolidated statements of earnings. The breakdown of the financial information has been disclosed above as it is reviewed regularly by the Company's chief operating decision maker to assess its performance and to make resource allocation decisions.

Three months ended March 31, 2016

	Consolidated statements of earnings information							
	Revenues	Cost of sales[1]	Depreciation expense	General and administrative[2]	Exploration	Other	Earnings (loss) from operations	Net capital expenditures[3]
Gold mines								
Burkina Faso	$ 114.7	$ 72.7	$ 23.3	$ —	$ —	$ —	$ 18.7	$ 33.5
Suriname	82.8	57.0	24.9	—	0.9	3.2	(3.2)	12.6
Canada	21.9	22.1	12.2	—	—	3.6	(16.0)	21.4
Total gold mines excluding joint ventures	219.4	151.8	60.4	—	0.9	6.8	(0.5)	67.5
Exploration and evaluation[4]	—	—	—	—	5.1	0.1	(5.2)	1.8
Corporate[5]	0.3	(0.1)	1.1	9.4	—	0.5	(10.6)	0.7
Total per consolidated financial	219.7	151.7	61.5	9.4	6.0	7.4	(16.3)	70.0
Joint ventures (Mali)[6]	23.8	16.5	0.9	—	0.1	—	6.3	0.9
	$ 243.5	$ 168.2	$ 62.4	$ 9.4	$ 6.1	$ 7.4	$ (10.0)	$ 70.9

1 Excludes depreciation expense.
2 Includes depreciation expense relating to Corporate and Exploration and evaluation assets.
3 Includes cash expenditures for Property, plant and equipment, Exploration and evaluation assets, finance lease payments and is net of proceeds from finance leases.
4 Closed site costs on Exploration and evaluation properties included in other operating costs.
5 Includes earnings from royalty interests.
6 Net earnings (loss) from Joint Ventures are included in a separate line in the Consolidated statements of earnings. The breakdown of the financial information has been disclosed above as it is reviewed regularly by the Company's chief operating decision maker to assess its performance and to make resource allocation decisions.

28. SUBSEQUENT EVENTS

On April 3, 2017, the Company redeemed the 6.75% Senior unsecured notes. Total cash consideration paid on the redemption was $505.6 million. As a result of the change in the estimated future cash flows, the amortized cost of $485.4 million of the 6.75% Senior unsecured notes has been adjusted as at March 31, 2017 to reflect the actual future cash flows of $505.6 million. The resulting loss of $20.2 million was recognized in Interest income and derivatives and other investment gains (loss) in the Consolidated statements of earnings (notes 15(a), 23). As at March 31, 2017, Cash and cash equivalents included $505.6 million payable towards the redemption of the 6.75% Senior unsecured notes, which were settled on April 3, 2017.