CENTAMIN

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED
31 MARCH 2017

RESPONSIBILITY STATEMENT

We confirm that to the best of our knowledge:

(a) the condensed set of interim consolidated financial statements for the quarter and three months ended 31 March 2017 has been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' as adopted by the European Union and as issued by the International Accounting Standards Board ("IASB");

(b) the condensed set of interim consolidated financial statements, which has been prepared in accordance with the applicable set of accounting standards, gives a true and fair view of the assets, liabilities, financial position and profit or loss of the issuer, or the undertakings included in the consolidation as a whole as required by DTR 4.2.4;

(c) the interim management report includes a fair review of the information required by DTR 4.2.7R (indication of important events during the first three months and description of principal risks and uncertainties for the remaining nine months of the year); and

(d) the interim management report includes a fair review of the information required by DTR 4.2.8R (disclosure of related parties' transactions and changes therein).

By order of the Board,

Chief Executive Officer	Chief Financial Officer
Andrew Pardey	Ross Jerrard
3 May 2017	3 May 2017

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2017

	Note	31 March 2017 (Unaudited) US$'000	31 March 2016 (Unaudited) US$'000
Revenue	3	140,724	148,107
Cost of sales	4	(106,069)	(101,700)
Gross profit		34,655	46,407
Other operating costs	4	(5,425)	(5,602)
Impairment of available-for-sale financial assets		(113)	(67)
Finance income	4	350	126
Profit before tax		29,467	40,864
Tax		84	(14)
Profit for the period after tax		29,551	40,850
EMRA profit share	5	(16,140)	-
Profit for the period after EMRA profit share		13,411	40,850
Profit for the period attributable to:			
- **the owners of the parent**		13,411	40,850
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Profits/(losses) on available for sale financial assets (net of tax)	14	(91)	21
Other comprehensive income for the period		(91)	21
Total comprehensive income for the period attributable to:			
- the owners of the parent		13,320	40,871
Earnings per share before profit share:			
Basic (cents per share)	11	2.557	3.564
Diluted (cents per share)	11	2.537	3.513
Earnings per share after profit share:			
Basic (cents per share)	11	1.161	3.564
Diluted (cents per share)	11	1.152	3.513

The above Unaudited Interim Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	Note	31 March 2017 (Unaudited) US$'000	31 December 2016 (Audited) US$'000
NON-CURRENT ASSETS			
Property, plant and equipment	12	856,891	868,926
Exploration and evaluation asset	13	161,988	153,918
Prepayments and other receivables		379	376
Total non-current assets		1,019,258	1,023,220
CURRENT ASSETS			
Inventories	18	122,172	136,562
Available-for-sale financial assets		124	130
Trade and other receivables		14,210	24,870
Prepayments	6	3,638	2,028
Cash and cash equivalents	17(a)	265,984	399,873
Total current assets		406,128	563,463
Total assets		1,425,386	1,586,683
NON-CURRENT LIABILITIES			
Provisions		7,877	7,697
Total non-current liabilities		7,877	7,697
CURRENT LIABILITIES			
Trade and other payables		28,270	47,991
Provisions		6,451	6,476
Total current liabilities		34,721	54,467
Total liabilities		42,598	62,164
Net assets		1,382,788	1,524,519
EQUITY			
Issued capital	9	667,472	667,472
Share option reserve		3,434	3,048
Accumulated profits		711,882	853,999
Total Equity		1,382,788	1,524,519

The above Unaudited Interim Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2017

	Issued Capital US$'000	Share option reserve US$'000	Accumulated profits US$'000	Total Equity US$'000
Balance as at 1 January 2017	667,472	3,048	853,999	1,524,519
Profit for the period	-	-	29,551	29,551
Other comprehensive income for the period	-	-	(91)	(91)
Total comprehensive income for the period	-	-	29,460	29,460
Dividend paid - shareholders	-	-	(155,437)	(155,437)
EMRA profit share	-	-	(16,140)	(16,140)
Transfer of share based payments	-	-	-	-
Recognition of share based payments	-	(386)	-	(386)
Balance as at 31 March 2017	667,472	3,434	711,882	1,382,788

	Issued Capital US$'000	Share option reserve US$'000	Accumulated profits US$'000	Total Equity US$'000
Balance as at 1 January 2016	665,590	2,469	685,273	1,353,332
Profit for the period	-	-	40,850	40,850
Other comprehensive income for the period	-	-	21	21
Total comprehensive income for the period	-	-	40,871	40,871
Dividend paid	-	-	-	-
Transfer of share based payments	-	-	-	-
Recognition of share based payments	-	(339)	-	(339)
Balance as at 31 March 2016	665,590	2,130	726,144	1,393,864

The above Unaudited Interim Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2017

	Note	31 March 2017 (Unaudited) US$'000	31 March 2016 (Unaudited) US$'000
Cash flows from operating activities			
Cash generated in operating activities	17(b)	58,341	60,482
Finance income		(350)	(126)
Net cash generated by operating activities		57,991	60,356
Cash flows from investing activities			
Acquisition of property, plant and equipment		(11,907)	(11,691)
Exploration and evaluation expenditure		(8,070)	(13,100)
Finance income		350	126
Net cash used in investing activities		(19,627)	(24,665)
Cash flows from financing activities			
Dividend paid		(155,437)	-
EMRA profit share paid	5	(18,640)	-
Net cash provided by financing activities		(174,077)	-
Net (decrease)/increase in cash and cash equivalents		(135,713)	35,691
Cash and cash equivalents at the beginning of the period		399,873	199,616
Effect of foreign exchange rate changes		1,824	(846)
Cash and cash equivalents at the end of the period	17(a)	265,984	234,461

The above Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTE 1: ACCOUNTING POLICIES

Basis of preparation

These unaudited interim condensed consolidated financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" (IAS 34) as adopted by the European Union and as issued by the International Accounting Standards Board ("IASB") and the requirements of the Disclosure and Transparency Rules (DTR) of the Financial Conduct Authority (FCA) in the United Kingdom as applicable to interim financial reporting. These unaudited interim condensed consolidated financial statements are not affected by seasonality.

The unaudited interim condensed consolidated financial statements represent a 'condensed set of financial statements' as referred to in the DTR issued by the FCA. Accordingly, they do not include all of the information required for a full annual financial report and are to be read in conjunction with the Group's financial statements for the year ended 31 December 2016, which were prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and adopted for use by the European Union and IFRS as issued by the IASB. The financial statements for the year ended 31 December 2016 have been filed with the Jersey Financial Services Commission. The financial information contained in this report does not constitute statutory accounts under the Companies (Jersey) Law 1991, as amended. The financial information for the year ended 31 December 2016 is based on the statutory accounts for the year ended 31 December 2016. Readers are referred to the auditor's report to the Group financial statements as at 31 December 2016 (available at www.centamin.com).

The accounting policies applied in these interim financial statements are consistent with those used in the annual consolidated financial statements for the year ended 31 December 2016 except for the adoption of a number of amendments issued by the IASB and endorsed by the EU which apply for the first time in 2017. The new pronouncements do not have a significant impact on the accounting policies, methods of computation or presentation applied by the Group and therefore the prior period consolidated financial statements have not been restated. The Group has not early adopted any amendments, standards or interpretations that have been issued but are not yet effective.

The preparation of these interim condensed consolidated financial statements requires the use of certain significant accounting estimates and judgment by management in applying the Group's accounting policies. There have been no changes to the areas involving significant judgement and estimates that have been set out in Note 4 of the Group's annual audited consolidated financial statements for the year ended 31 December 2016.

Going concern

These financial statements for the period ended 31 March 2017 have been prepared on a going concern basis, which contemplate the realisation of assets and liquidation of liabilities during the normal course of operations.

As discussed in Note 8, during 2012 the operation of the mine was affected by two legal actions. The first of these followed from a decision taken by Egyptian General Petroleum Corporation ("EGPC") to charge international, not local (subsidised) prices for the supply of DFO, and the second arose as a result of a judgment of the Administrative Court in relation to, amongst other matters, the Company's 160km^2 exploitation lease. In relation to the first decision, the Company remains confident that in the event that it is required to continue to pay international prices, the mine at Sukari will remain commercially viable. Similarly, the Company remains confident that the appeal it has lodged in relation to the decision of the Administrative Court will ultimately be successful, although final resolution of it may take some time. On 20 March 2013 the Supreme Administrative Court upheld the Company's application to suspend the decision until the merits of the Company's appeal were considered and ruled on, thus providing assurance that normal operations will be able to continue during this process.

In the unlikely event that the Group is unsuccessful in either or both of its legal actions, and that the operating activities are restricted to a reduced area, it is the director's belief that the Group will be able to continue as going concern.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2017 (CONTINUED)

NOTE 1: ACCOUNTING POLICIES (CONTINUED)

The directors have a reasonable expectation that the Group will have adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing these interim condensed consolidated financial statements.

NOTE 2: SEGMENT REPORTING

The Group is engaged in the business of exploration for and mining of metals only, which represents a single operating segment. The Board is the Group's chief operating decision maker within the meaning of IFRS 8.

Non-current assets other than financial instruments by country, is as follows:

	31 March 2017 (Unaudited) US$'000	31 December 2016 (Audited) US$'000
Egypt	890,958	899,852
Burkina Faso	107,417	105,432
Côte d'Ivoire	20,827	17,870
Australia	3	3
Jersey	53	63
	1,019,258	1,023,220

NOTE 3: REVENUE

An analysis of the Group's revenue for the period, from continuing operations, is as follows:

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Gold sales	140,391	147,852
Silver sales	332	255
	140,724	148,107

NOTE 4: PROFIT BEFORE TAX

Profit for the period has been arrived at after crediting/(charging) the following gains/(losses) and expenses:

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Finance income		
Interest received	350	126
Expenses		
Cost of sales		
Mine production costs	(75,454)	(71,641)
Movement in inventory	(6,686)	(3,340)
Depreciation and amortisation	(23,929)	(26,719)
	(106,069)	(101,700)

NOTE 4: PROFIT BEFORE TAX (CONTINUED)

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Other operating costs		
Fixed royalty – attributable to the Egyptian government	(4,210)	(4,432)
Corporate costs	(3,009)	(1,800)
Other expenses	(34)	(45)
Foreign exchange gain, net	1,999	847
Provision for restoration and rehabilitation – unwinding of discount	(157)	(145)
Depreciation	(13)	(27)
	(5,425)	(5,602)
Impairment of available for sale financial assets	(114)	(67)

NOTE 5: EMRA PROFIT SHARE

EMRA is entitled to a share of 50% of SGM's net production surplus which can be defined as 'revenue less payment of the fixed royalty to Arab Republic of Egypt ("ARE") and recoverable costs'. However, in accordance with the terms of the Concession Agreement, in the first and second years in which there is a profit share, PGM will be entitled to an additional 10% of net production surplus and an additional 5% in the third and fourth years.

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Income statement		
EMRA profit share	(14,640)	-
Balance sheet		
EMRA advance profit share prepayment	-	28,750
EMRA profit share accrual	1,500	-

Entitlements to EMRA pursuant to the provisions of the Concession Agreement are recognised as a variable charge in the income statement (below profit after tax) of Centamin, which leads to a reduction in the earnings per share. The profit share payments during the year will be reconciled against SGM's audited June 2017 financial statements.

Any variation between payments made during the year (which are based on the Company's estimates) and the audited financial statements, may result in a balance due and payable to EMRA or advances to be offset against future distributions. This will be reflected as an accrual or prepayment in each reporting period.

Centamin elected to make advance payments against future profit share from 2013 onwards and the value of the payments amounted to US$28.75 million. These payments were recovered by PGM during the 2016 financial year by way of net off against EMRA's entitlement to profit share during that period.

NOTE 5: EMRA PROFIT SHARE (CONTINUED)

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Cash flows		
EMRA cash payments during the period	(18,640)	-
Offset by:		
EMRA accrual /(release)	2,500	-
EMRA profit share	(16,140)	-

EMRA and PGM benefit from advance distributions of profit share which are made on a weekly/fortnightly basis and proportionately in accordance with the terms of the Concession Agreement. Future distributions will take into account ongoing cash flows, historic costs that are still to be recovered and any future capital expenditure. The profit share payments during the period will be reconciled against SGM's audited June 2017 financial statements.

Subsequent to period end, further profit share advance distributions totalling US$4.3m have been made to EMRA.

NOTE 6: PREPAYMENTS

	31 March 2017 (Unaudited) US$'000	31 December 2016 (Audited) US$'000
Non-current Prepayments		
EMRA	-	-
Other	296	295
Current Prepayments		
Prepayments	664	1,151
Fuel prepayments	2,974	877
	3,638	2,028

The cumulative fuel prepayment recognised and provision charged as at 31 March 2017 is as follows:

Movement in fuel prepayments		
Balance at the beginning of the period	877	3,169
Fuel prepayment recognised	10,439	23,014
Less: *Provision charged to :*		
Mine production costs	(8,435)	(22,844)
Property, plant and equipment	(7)	(2,269)
Inventories	100	(193)
	(8,342)	(25,306)
Balance at the end of the period	2,974	877

NOTE 6: PREPAYMENTS (CONTINUED)

Diesel fuel oil ("DFO") dispute

As more fully described in note 8 below, the group is currently involved in court action concerning the price at which it is supplied with DFO. Since January 2012, the group has had to pay for DFO at the international price rather than the subsidised price which it believes it is entitled to. It is seeking recovery of the funds advanced since 2012 through court action. However, management recognises the practical difficulties associated with reclaiming funds from the government and for this reason has fully provided against the prepayment of US$242 million to 31 March 2017 of which US$7.6 million was provided during 2017.

In order to allow a better understanding of the financial information presented within the consolidated financial statements, and specifically the group's underlying business performance, the effect of the Diesel Fuel Oil dispute is shown below.

	Three months ended 31 March 2017			Three months ended 31 March 2016		
	Before adjustment	Adjustment	Total	Before adjustment	Adjustment	Total
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
Expenses						
Cost of sales						
Mine production costs	(67,019)	(8,435)	(75,454)	(65,709)	(5,932)	(71,641)
Movement in inventory	(7,488)	802	(6,686)	(2,831)	(509)	(3,340)
Depreciation and amortisation	(23,929)	-	(23,929)	(26,719)	-	(26,719)
	(98,436)	(7,633)	(106,068)	(95,259)	(6,441)	(101,700)

This has resulted in a net charge of US$7.6 million in the profit and loss for the current quarter.

The effect on earnings per share is shown below:

	Three months ended 31 March 2017			Three months ended 31 March 2016		
	Before adjustment	Adjustment	Total	Before adjustment	Adjustment	Total
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
Earnings per share before profit share:						
Basic (cents per share)	3.218	(0.661)	2.557	4.126	(0.562)	3.564
Diluted (cents per share)	3.193	(0.656)	2.537	4.067	(0.554)	3.513
Earnings per share after profit share:						
Basic (cents per share)	1.821	(0.660)	1.161	4.126	(0.562)	3.564
Diluted (cents per share)	1.807	(0.655)	1.152	4.067	(0.554)	3.513

NOTE 7: COMMITMENTS

The following is a summary of the Company's outstanding commitments as at 31 March 2017:

Payments due	**Total**	**< 1 year**	**1 to 5 years**	**>5 years**
	US$'000	**US$'000**	**US$'000**	**US$'000**
Operating Lease Commitments[(1)]	92	61	31	-
Total commitments	92	61	31	**-**

(1) Operating lease commitments are limited to office premises in Jersey.

NOTE 8: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

<u>Contingent Liabilities</u>

Fuel Supply

As set out in note 6 above, in January 2012, the Group received a letter from Chevron to the effect that Chevron would only be able to supply DFO (Diesel Fuel Oil) to the mine at Sukari at international prices rather than at local subsidised prices. It is understood that the reason that this letter was issued was that Chevron had received a letter instructing it to do so from the EGPC. It is further understood that EGPC itself issued this instruction because it had received legal advice from the Legal Advice Department of the Council of State (an internal government advisory department) that companies operating in the gold mining sector in Egypt were not entitled to such subsidies. In November 2012, the Group received a further demand from Chevron for the repayment of fuel subsidies received during the period from late 2009 through to January 2012, for EGP403 million (approximately US$23.0 million at current exchange rates).

The Group has taken detailed legal advice on this matter (and, in particular, on the opinion given by the Legal Advice Department of the Council of State) and in June 2012 lodged an appeal against EGPC's decision in the Administrative Courts. Again, the Group believes that its grounds for appeal are strong and that there is a good prospect of success. However, as a practical matter, and in order to ensure the continuation of supply whilst the matter is resolved, the Group has since January 2012 advanced funds to its fuel supplier, based on the international price for fuel.

As at the date of this document, no decision had been taken by the courts regarding this matter. The Group has received an unfavourable State Commissioner's report in the case, however, the report is non-binding and the Group's legal advisors remain of the view that the Group has a strong case. The Group remains of the view that an instant move to international fuel prices is not a reasonable outcome and will look to recover funds advanced thus far should the court action be successfully concluded. However, management recognises the practical difficulties associated with reclaiming funds from the government and for this reason has fully provided against the prepayment of US$242.0 million. Refer to Note 6 of these financial statements for further details on the impact of this provision on the Group's results for Q1 2017.

No provision has been made in respect of the historic subsidies prior to January 2012 as, based on legal advice, the Company believes that, notwithstanding the unfavourable State Commissioner's report, the prospects of a court finding in its favour in relation to this matter remain very strong.

Supreme Administrative Court Appeal

On 30 October 2012, the Administrative Court in Egypt handed down a judgment in relation to a claim brought by, amongst others, an independent member of a previous parliament, in which he argued for the nullification of the agreement that confers on the Group rights to operate in Egypt. This agreement, the Concession Agreement, was entered into between the Arab Republic of Egypt, the Egyptian Mineral Resources Authority and Centamin's wholly-owned subsidiary Pharaoh Gold Mines, and was approved by the People's Assembly as Law 222 of 1994.

In summary that judgment states that, although the Concession Agreement itself remains valid and in force, insufficient evidence had been submitted to Court in order to demonstrate that the 160km^2 exploitation lease between PGM and EMRA had received approval from the relevant Minister as required by the terms of the Concession Agreement. Accordingly, the Court found that the exploitation lease in respect of the area of 160km^2 was not valid although it stated that there was in existence such a lease in respect of an area of 3km^2. Centamin, however, is in possession of the executed original lease documentation which clearly shows that the 160km^2 exploitation lease was approved by the Minister of Petroleum and Mineral Resources. It appears that an executed original document was not supplied to the Court in the first instance.

NOTE 8: CONTINGENT LIABILITIES AND CONTINGENT ASSETS (CONTINUED)

Upon notification of the judgment the Group took various steps to protect its ability to continue to operate the mine at Sukari. These included lodging a formal appeal before the Supreme Administrative Court on 26 November 2012. In addition, in conjunction with the formal appeal the Group applied to the Supreme Administrative Court to suspend the initial decision until such time as the court was able to consider and rule on the merits of the appeal. On 20 March 2013 the Court upheld this application thus suspending the initial decision and providing assurance that normal operations would be able to continue whilst the appeal process was under way.

EMRA lodged its own appeal in relation to this matter on 27 November 2012, the day after the Company's appeal was lodged, supporting the Group's view in this matter. Furthermore, in late December 2012, the Minister of Petroleum lodged a supporting appeal and shortly thereafter publicly indicated that, in his view, the terms of the Concession Agreement were fair and that the exploitation lease was valid. The Minister of Petroleum also expressed support for the investment and expertise that Centamin brings to the country. The Company believes this demonstrates the government's commitment to the Group's investment at Sukari and the government's desire to stimulate further investment in the Egyptian mining industry.

The Supreme Administrative Court has stayed the Concession Agreement appeal until the Supreme Constitutional Court has ruled on the validity of Law 32 of 2014. The Company continues to believe that it has a strong legal position and, in addition, that it will ultimately benefit from Law 32 which restricts the capacity for third parties to challenge any contractual agreement between the Egyptian government and an investor. This law, whilst in force and ratified by the new parliament, is currently under review by the Supreme Constitutional Court. If the Supreme Constitutional Court rules that Law 32 is invalid, the Group remains confident that its appeal will be successful on the merits.

The Company does not yet know when the appeal will conclude, although it is aware of the potential for the process in Egypt to be lengthy. The Company has taken extensive legal advice on the merits of its appeal from a number of leading Egyptian law firms who have confirmed that the proper steps were followed with regard to the grant of the $160km^2$ lease. It therefore remains of the view that the appeal is based on strong legal grounds and will ultimately be successful. In the event that the appellate court fails to be persuaded of the merits of the case put forward by the Group, the operations at Sukari may be adversely effected to the extent that the Group's operation exceeds the exploitation lease area of $3km^2$ referred to in the original court decision.

The Company remains confident that normal operations at Sukari will be maintained whilst the appeal case is heard.

Contingent Assets

There were no contingent assets at period-end (31 March 2017: nil, 31 December 2016: nil).

NOTE 9: ISSUED CAPITAL

Fully Paid Ordinary Shares	**Three Months Ended 31 March 2017 (Unaudited)**		**Year Ended 31 December 2016 (Audited)**	
	Number	**US$'000**	**Number**	**US$'000**
Balance at beginning of the period	1,152,107,984	667,472	1,152,107,984	665,590
Issue of shares [1]	-	-	-	(17)
Transfer from share options reserve	-	-	-	1,899
Balance at end of the period	**1,152,107,984**	**667,472**	**1,152,107,984**	**667,472**

[1] Fully paid ordinary shares carry one vote per share and carry the right to dividends.

NOTE 10: RELATED PARTY TRANSACTIONS

The related party transactions for the three months ended 31 March 2017 are summarised below:

- Salaries, superannuation contributions, bonuses, LTI's, consulting and directors' fees paid to Directors during the three months ended 31 March 2017 amounted to US$168,280 (31 March 2016: US$608,048).

- Mr J El-Raghy is a director and shareholder of El-Raghy Kriewaldt Pty Ltd ("ELK"), which provides office premises to the Company in Australia. All dealings with ELK are in the ordinary course of business and on normal terms and conditions. Rent paid to ELK during the three months ended 31 March 2017 amounted to US$12,650 (31 March 2016: US$11,011).

NOTE 11: EARNINGS PER SHARE

Basic earnings per share are calculated using the weighted average number of shares outstanding. Diluted earnings per share are calculated using the treasury stock method. In order to determine diluted earnings per share, the treasury stock method assumes that any proceeds from the exercise of dilutive stock options and warrants would be used to repurchase common shares at the average market price during the period, with the incremental number of shares being included in the denominator of the diluted earnings per share calculation. The diluted earnings per share calculation exclude any potential conversion of options and warrants that would increase earnings per share.

	Three Months Ended 31 March 2017 (Unaudited) Cents Per Share	Three Months Ended 31 March 2016 (Unaudited) Cents Per Share
Basic EPS (before profit share)	2.557	3.564
Diluted EPS (before profit share)	2.537	3.513
Basic EPS (after profit share)	1.161	3.564
Diluted EPS (after profit share)	1.152	3.513

Basic earnings per share

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Earnings used in the calculation of basic EPS[(1)]	29,551	40,850
Earnings used in the calculation of basic EPS[(2)]	13,411	40,850

[(1)] Before profit share
[(2)] After profit share

	Three Months Ended 31 March 2017 (Unaudited) No.	Three Months Ended 31 March 2016 (Unaudited) No.
Weighted average number of ordinary shares for the purpose of basic EPS	1,155,537,983	1,146,114,943

NOTE 11: EARNINGS PER SHARE (CONTINUED)

Diluted earnings per share

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
The earnings and weighted average number of ordinary shares used in the calculation of diluted earnings per share are as follows:		
Earnings used in the calculation of diluted EPS[1]	29,551	40,850
Earnings used in the calculation of diluted EPS[2]	13,411	40,850

[1] Before profit share
[2] After profit share

	Three Months Ended 31 March 2017 (Unaudited) No.	Three Months Ended 31 March 2016 (Unaudited) No.
Weighted average number of ordinary shares for the purpose of diluted EPS	1,164,616,977	1,162,764,445
Weighted average number of ordinary shares for the purpose of basic EPS	1,155,537,983	1,146,114,943
Shares deemed to be issued for no consideration in respect of employee options	9,078,994	16,649,502
Weighted average number of ordinary shares used in the calculation of diluted EPS	1,164,616,977	1,162,764,445

NOTE 12: PROPERTY, PLANT AND EQUIPMENT

Three Months Ended 31 March 2017 (Unaudited)	Office equipment US$'000	Land and buildings US$'000	Plant and equipment US$'000	Mining equipment US$'000	Mine Development properties US$'000	Capital WIP US$'000	Total US$'000
Cost							
Balance at 31 December 2016	6,052	2,019	584,113	249,491	365,902	75,775	1,283,352
Additions	323	-	2,799	4,405	3,965	414	11,906
Balance at 31 March 2017	6,375	2,019	586,912	253,896	369,867	76,189	1,295,258
Accumulated depreciation							
Balance at 31 December 2016	(5,400)	(412)	(127,913)	(129,610)	(151,091)	-	(414,426)
Depreciation and amortisation	(148)	(34)	(7,572)	(8,063)	(8,124)	-	(23,941)
Balance at 31 March 2017	(5,548)	(446)	(135,485)	(137,673)	(159,215)	-	(438,367)

Year Ended 31 December 2016 (Audited)	Office equipment US$'000	Land and buildings US$'000	Plant and equipment US$'000	Mining equipment US$'000	Mine Development properties US$'000	Capital WIP US$'000	Total US$'000
Cost							
Balance at 31 December 2015	5,535	1,194	582,854	241,316	316,304	32,469	1,179,672
Additions	547	825	1,474	8,733	2,075	43,306	59,960
Disposals	(30)	-	(215)	(558)	-	-	(803)
Transfers	-	-	-	-	47,523	-	47,523
Balance at 31 December 2016	6,052	2,019	584,113	249,491	365,902	75,775	1,283,352
Accumulated depreciation							
Balance at 31 December 2015	(4,867)	(293)	(98,504)	(100,826)	(103,715)	-	(308,205)
Depreciation and amortisation	(558)	(119)	(29,496)	(29,424)	(47,376)	-	(106,973)
Disposals	25	-	87	640	-	-	752
Balance at 31 December 2016	(5,400)	(412)	(127,913)	(129,610)	(151,091)	-	(414,426)
Net book value							
As at 31 December 2016	652	1,607	456,200	119,882	214,811	75,775	868,926
As at 31 March 2017	**827**	**1,573**	**451,427**	**116,223**	**210,652**	**76,189**	**856,891**

NOTE 13: EXPLORATION AND EVALUATION ASSETS

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Year Ended 31 December 2016 (Audited) US$'000
Balance at the beginning of the period	153,918	152,077
Expenditure for the period	8,070	49,487
Transfer to Property Plant & Equipment	-	(47,524)
Impairment of exploration and evaluation asset	-	(122)
Balance at the end of the period	161,988	153,918

The exploration and evaluation asset relates to the drilling, geological exploration and sampling of potential ore reserves and can be attributed to Egypt (US$33.8m) Burkina Faso (US$107.4m) and Côte d'Ivoire (US$20.8m).

NOTE 14: AVAILABLE-FOR-SALE FINANCIAL ASSETS

The unrealised gains/(losses) on available-for-sale investments recognised in other comprehensive income were as follows:

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Profit / (Loss) on fair value of investment – other comprehensive income	(91)	21

The available for sale financial asset at period-end relates to a 5.33% (2016: 11.34%) equity interest in Nyota Minerals Limited ("NYO"), a listed public company, as well as a 0.29% (2016: 1.6%) equity interest in KEFI Minerals plc ("KEFI").

NOTE 15: SHARE BASED PAYMENTS

No share based payments were awarded or granted to Employees during the first quarter.

NOTE 16: FINANCIAL INSTRUMENTS' FAIR VALUE DISCLOSURES

The Group has no financial instruments with fair values that are determined by reference to significant unobservable inputs, i.e. those that would be classified as level 3 in the fair value hierarchy, nor have there been any transfers of assets or liabilities between levels of the fair value hierarchy.

The Group's interest in Nyota Minerals Limited and KEFI Minerals plc is classified as an available for sale financial asset. The Group carries its interest in Nyota Minerals Limited and KEFI Minerals plc at fair value, and measures its interest using Level 1 unadjusted quoted prices.

The directors consider that the carrying amounts of financial assets and financial liabilities carried at amortised cost approximate their fair value.

NOTE 17: NOTES TO THE STATEMENTS OF CASH FLOWS

(a) Reconciliation of cash and cash equivalents

For the purpose of the statements of cash flows, cash and cash equivalents includes cash on hand and at bank and deposits.

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Cash and cash equivalents	265,984	234,461

NOTE 17: NOTES TO THE STATEMENTS OF CASH FLOWS (CONTINUED)

(b) Reconciliation of profit for the period to cash flows from operating activities

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Three Months Ended 31 March 2016 (Unaudited) US$'000
Profit for the period	29,551	40,850
Add/(less) non-cash items:		
Depreciation / amortisation of property, plant and equipment	23,941	26,746
Increase in provisions	155	419
Foreign exchange rate (loss), net	(1,823)	(809)
Impairment of exploration and evaluation assets	-	85
Impairment of available-for-sale financial assets	(91)	67
Share based payment (expense)/income	386	(339)
Changes in working capital during the period :		
Decrease/(Increase) in trade and other receivables	10,660	(3,623)
Decrease in inventories	14,391	9,009
(Increase) in prepayments	(1,610)	(906)
(Increase) in trade and other payables	(17,219)	(11,017)
Cash flows generated from operating activities	58,341	60,482

(c) Non-cash financing and investing activities

There have been no non-cash financing and investing activities during the current or comparative period quarter.

NOTE 18: INVENTORIES

	Three Months Ended 31 March 2017 (Unaudited) US$'000	Year Ended 31 December 2016 (Audited) US$'000
Mining stockpiles and ore in circuit	27,531	34,217
Stores inventory	94,641	102,345
	122,172	136,562

NOTE 19: SUBSEQUENT EVENTS

Subsequent to the period end a further distribution of profit share of US$4.3m was made to EMRA. Further details are set out in Note 5 of these financial statements.

Other than the above, there has not arisen in the interval between the end of the financial period and the date of this report any item, transaction or event of a material and unusual nature likely in the opinion of the Directors of the Company to affect significantly the operations of the company, the results of those operations, or the state of affairs of the Company in subsequent financial period.

CAUTIONARY NOTE REGARDING FORWARD LOOKING STATEMENTS

This document contains “forward-looking information” which may include, but is not limited to, statements with respect to the future financial or operating performance of Centamin plc (“Centamin” or the ”Company”), its subsidiaries (together the “group”), affiliated companies, its projects, the future price of gold, the estimation of mineral reserves and mineral resources, the realization of mineral reserve and resource estimates, the timing and amount of estimated future production, revenues, margins, costs of production, estimates of initial capital, sustaining capital, operating and exploration expenditures, costs and timing of the development of new deposits, costs and timing of future exploration, requirements for additional capital, foreign exchange risks, governmental regulation of mining operations and exploration operations, timing and receipt of approvals, consents and permits under applicable mineral legislation, environmental risks, title disputes or claims, limitations of insurance coverage and regulatory matters. Often, but not always, forward-looking statements can be identified by the use of words such as “plans”, “expects”, “is expected”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “targets”, “aims”, “anticipates” or “believes” or variations (including negative variations) of such words and phrases, or may be identified by statements to the effect that certain actions, events or results “may”, “could”, “would”, “should”, “might” or “will” be taken, occur or be achieved.

Forward-looking statements involve known and unknown risks, uncertainties and a variety of material factors, many of which are beyond the Company’s control which may cause the actual results, performance or achievements of Centamin, its subsidiaries and affiliated companies to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Readers are cautioned that forward-looking statements may not be appropriate for other purposes than outlined in this document. Such factors include, among others, future price of gold; general business, economic, competitive, political and social uncertainties; the actual results of current exploration and development activities; conclusions of economic evaluations and studies; fluctuations in the value of the US dollar relative to the local currencies in the jurisdictions of the Company’s key projects; changes in project parameters as plans continue to be refined; possible variations of ore grade or projected recovery rates; accidents, labour disputes or slow-downs and other risks of the mining industry; climatic conditions; political instability, insurrection or war, civil unrest or armed assault; labour force availability and turnover; delays in obtaining financing or governmental approvals or in the completion of exploration and development activities; as well as those factors referred to in the section entitled “Principal risks affecting the Centamin Group” section of the Management Discussion & Analysis filed on SEDAR. The reader is also cautioned that the foregoing list of factors is not exhausted of the factors that may affect the Company’s forward-looking statements.

Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. Forward-looking statements contained herein are made as of the date of this document and, except as required by applicable law, the Company disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

QUALIFIED PERSON AND QUALITY CONTROL

Please refer to the technical report entitled “Mineral Resource and Reserve Estimate for the Sukari Gold Project, Egypt” effective on 30 June 2015 and issued on 23 October 2015 and filed on SEDAR at www.sedar.com, for further discussion of the extent to which the estimate of mineral resources/reserves may be materially affected by any known environmental, permitting, legal, title, taxation, socio-political, or other relevant issues as well as details of the qualified persons and quality control.

Information of a scientific or technical nature in this document have been prepared by qualified persons, as defined under the Canadian NI 43-101.

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