



# MINEROS S.A.

## CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

As at September 30, 2023 and December 31, 2022  
and for the three and nine-months ended  
September 30, 2023, and 2022.

(Thousands of United States Dollars)



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CONDENSED INTERIM CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
 FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022 (Unaudited)  
 THOUSANDS OF UNITED STATES DOLLARS, EXCEPT EARNINGS PER SHARE AMOUNTS

		Three months ended September 30,		Nine months ended September 30,	
	Note	2023	2022	2023	2022
Revenue	9	101,371	99,727	316,863	309,878
Cost of sales	10	(75,658)	(69,691)	(219,225)	(212,241)
<b>GROSS PROFIT</b>		<b>25,713</b>	<b>30,036</b>	<b>97,638</b>	<b>97,637</b>
Administrative expenses		(3,495)	(3,614)	(11,625)	(14,007)
Other income	11	326	222	5,022	623
Other expenses		(2,076)	(1,708)	(5,901)	(5,270)
Exploration expenses		(927)	(1,722)	(3,536)	(5,892)
(Impairment) of assets	7	—	(4,791)	—	(4,791)
Finance income		386	172	1,049	493
Finance expense		(2,249)	(1,708)	(6,343)	(4,631)
Foreign exchange differences		(873)	3,483	(5,629)	4,768
<b>PROFIT FOR THE PERIOD BEFORE TAX</b>		<b>16,805</b>	<b>20,370</b>	<b>70,675</b>	<b>68,930</b>
Current tax	15	(6,982)	(8,640)	(30,089)	(28,929)
Deferred tax	15	3,461	(1,959)	11,144	(2,040)
<b>PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<b>13,284</b>	<b>9,771</b>	<b>51,730</b>	<b>37,961</b>
Loss for the period from discontinued operations	6	(45,791)	(7,161)	(56,281)	(13,480)
<b>NET (LOSS) PROFIT FOR THE PERIOD</b>		<b>(32,507)</b>	<b>2,610</b>	<b>(4,551)</b>	<b>24,481</b>
<b>Attributable to:</b>					
Owners of the Group		(32,507)	2,610	(4,551)	24,481
Non-controlling interests		—	—	—	—
<b>NET (LOSS) PROFIT FOR THE PERIOD</b>		<b>(32,507)</b>	<b>2,610</b>	<b>(4,551)</b>	<b>24,481</b>
<b>Basic and diluted earnings per share from continuing operations</b>	12	<b>0.04</b>	<b>0.03</b>	<b>0.17</b>	<b>0.13</b>
<b>Basic and diluted earnings per share from continuing and discontinued operations</b>	12	<b>(0.11)</b>	<b>0.01</b>	<b>(0.02)</b>	<b>0.08</b>

(Signed) "Andrés Restrepo Isaza"

ANDRÉS RESTREPO ISAZA

PRESIDENT AND CEO

(Signed) "Miguel Ángel Hínestroza Hoyos"

MIGUEL ÁNGEL HINESTROZA HOYOS

ACCOUNTANT

P.C 74290-T

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME  
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022 (Unaudited)  
THOUSANDS OF UNITED STATES DOLLARS, EXCEPT EARNINGS PER SHARE AMOUNTS

	Three Months Ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
<b>NET PROFIT FOR THE PERIOD</b>	<b>(32,507)</b>	<b>2,610</b>	<b>(4,551)</b>	<b>24,481</b>
<i>Other comprehensive income, net of taxes</i>				
<b>Items that will not be reclassified subsequently to profit or loss:</b>				
Revaluation of property, plant and equipment	33	(114)	101	(47)
	<b>33</b>	<b>(114)</b>	<b>101</b>	<b>(47)</b>
<b>Items that may be reclassified subsequently to profit or loss:</b>				
Cash flows hedges	1,073	1,929	2,443	2,985
Foreign exchange differences on translation of foreign operations	248	(644)	1,096	(906)
	<b>1,321</b>	<b>1,285</b>	<b>3,539</b>	<b>2,079</b>
<b>Other comprehensive income, net of taxes</b>	<b>1,354</b>	<b>1,171</b>	<b>3,640</b>	<b>2,032</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>(31,153)</b>	<b>3,781</b>	<b>(911)</b>	<b>26,513</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Group	(31,153)	3,781	(911)	26,513
Non-controlling interests	—	—	—	—
	<b>(31,153)</b>	<b>3,781</b>	<b>(911)</b>	<b>26,513</b>

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CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2023, AND DECEMBER 31, 2022 (Unaudited)  
THOUSANDS OF UNITED STATES DOLLARS

	Notes	30/09/2023	31/12/2022
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	13	32,933	49,791
Trade and other receivables, net		20,520	18,189
Inventories	14	23,391	75,166
Derivative financial instruments	5	504	1,529
Investments in financial assets		129	116
Income tax assets	15	32,026	5,666
Other tax assets	15	21,692	25,998
Other assets		14,447	13,296
<b>Total Current assets</b>		<b>145,642</b>	<b>189,751</b>
<b>Non-current assets</b>			
Trade and other receivables		2,227	2,122
Inventories	14	18,874	27,006
Investments in financial assets		10,467	10,603
Other tax assets	15	372	343
Deferred tax assets	15	71	1,616
Investment property		2,024	2,025
Exploration and evaluation projects, net	16	49,051	62,244
Intangible assets, net		40,094	40,066
Investment in associates		5,403	5,285
Property, plant and equipment, net	17	205,409	228,482
<b>Total Non-current assets</b>		<b>333,992</b>	<b>379,792</b>
<b>TOTAL ASSETS</b>		<b>479,634</b>	<b>569,543</b>

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CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2023, AND DECEMBER 31, 2022 (Unaudited)  
THOUSANDS OF UNITED STATES DOLLARS

	Notes	30/09/2023	31/12/2022
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Loans and other borrowings	18	13,040	23,772
Derivative financial instruments	5	411	5,472
Trade and other payables	19	17,156	61,870
Other financial liabilities		10,915	5,211
Employee benefits		5,388	8,114
Income tax liabilities	15	43,768	24,172
Other tax liabilities	15	1,135	3,569
Provisions	20	2,180	2,401
<b>Total current liabilities</b>		<b>93,993</b>	<b>134,581</b>
<b>Non-current liabilities</b>			
Loans and other borrowings	18	20,652	23,248
Employee benefits		4,279	4,031
Deferred tax	15	4,730	14,727
Provisions	20	31,320	46,403
<b>Total non-current liabilities</b>		<b>60,981</b>	<b>88,409</b>
<b>TOTAL LIABILITIES</b>		<b>154,974</b>	<b>222,990</b>
<b>Equity</b>			
Share capital		44	44
Share premium account		30,194	30,194
Reserves	21	233,652	250,147
Other comprehensive income	22	56,163	53,294
Retained earnings	23	4,605	12,872
<b>Equity attributable to the owners of the Group</b>		<b>324,658</b>	<b>346,551</b>
Non-controlling interest		2	2
<b>Total equity</b>		<b>324,660</b>	<b>346,553</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>479,634</b>	<b>569,543</b>
<b>Commitments (Note 29)</b>			

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**MINEROS S.A.**  
**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022 (Unaudited)**  
**THOUSANDS OF UNITED STATES DOLLARS**

	Share capital	Share premium accounts	Reserves	Other comprehensive income	Retained earnings	Equity attributable to the owners of the Group	Non-controlling interest	Total equity
<b>Balance as of January 1, 2022</b>	<b>44</b>	<b>30,194</b>	<b>229,297</b>	<b>56,386</b>	<b>51,609</b>	<b>367,530</b>	<b>2</b>	<b>367,532</b>
Net profit for the period	—	—	—	—	24,481	24,481	—	24,481
Other comprehensive income for the period, net of taxes	—	—	—	2,032	—	2,032	—	2,032
<b>Total comprehensive income for the year</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>2,032</b>	<b>24,481</b>	<b>26,513</b>	<b>—</b>	<b>26,513</b>
Appropriation of reserves	—	—	43,271	—	(43,271)	—	—	—
Dividends	—	—	(22,421)	—	—	(22,421)	—	(22,421)
Reclassification	—	—	—	(36)	36	—	—	—
<b>Balance as of September 30, 2022</b>	<b>44</b>	<b>30,194</b>	<b>250,147</b>	<b>58,382</b>	<b>32,855</b>	<b>371,622</b>	<b>2</b>	<b>371,624</b>
<b>Balance as of January 1, 2023</b>	<b>44</b>	<b>30,194</b>	<b>250,147</b>	<b>53,294</b>	<b>12,872</b>	<b>346,551</b>	<b>2</b>	<b>346,553</b>
Net loss for the period	—	—	—	—	(4,551)	(4,551)	—	(4,551)
Other comprehensive (loss) income for the period, net of taxes	—	—	—	3,640	—	3,640	—	3,640
<b>Total comprehensive income for the year</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>3,640</b>	<b>(4,551)</b>	<b>(911)</b>	<b>—</b>	<b>(911)</b>
Appropriation of reserves	—	—	4,487	—	(4,487)	—	—	—
Dividends	—	—	(20,982)	—	—	(20,982)	—	(20,982)
Reclassification	—	—	—	(36)	36	—	—	—
Reclassification on disposal of assets	—	—	—	(735)	735	—	—	—
<b>Balance as of September 30, 2023</b>	<b>44</b>	<b>30,194</b>	<b>233,652</b>	<b>56,163</b>	<b>4,605</b>	<b>324,658</b>	<b>2</b>	<b>324,660</b>

*(Signed)" Andrés Restrepo Isaza"*

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**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022 (Unaudited)  
THOUSANDS OF UNITED STATES DOLLARS**

	30/09/2023	30/09/2022
<b>Cash flows from (used in) operating activities</b>		
Receipts from sales of goods	376,226	387,758
Receipts from commissions and other revenue	11,891	2,243
Cash receipts from futures contracts, forward contracts, option contracts and swap contracts	1,999	5,312
Payments to suppliers for goods and services	(264,012)	(236,761)
Payments to employees and social security agencies	(60,591)	(66,718)
Payments for premiums and claims, annuities and other policy benefits	(5,556)	(5,308)
Payments for futures contracts, forward contracts, option contracts and swap contracts	(2,692)	(5,507)
Income tax (paid)	(20,531)	(33,167)
Other inflows (outflows) of cash	242	(1,847)
<b>Net cash flows generated by operating activities</b>	<b>36,976</b>	<b>46,005</b>
<b>Cash flows from (used in) investing activities</b>		
Proceeds from the sale of other entities' equity or debt instruments	1,588	—
Proceeds from sales of property, plant and equipment	138	103
Purchases of property, plant and equipment	(28,527)	(33,299)
Purchases of intangible assets and exploration projects	(3,307)	(9,696)
Dividends received	—	69
Receipts from the repayment of loans granted to third parties	3	—
Interest received	854	207
Sales (purchases) of financial instruments	115	(4,452)
<b>Net cash flows used in investing activities</b>	<b>(29,136)</b>	<b>(47,060)</b>
<b>Cash flows from (used in) financing activities</b>		
Proceeds from borrowings	27,775	8,133
Payments of borrowings	(31,848)	(13,094)
Payments of lease liabilities	(9,942)	(7,364)
Dividends paid	(15,291)	(18,128)
Interest paid	(6,451)	(3,601)
<b>Net cash flows used in financing activities</b>	<b>(35,757)</b>	<b>(34,054)</b>
<b>Decrease in cash and cash equivalents before effect of exchange rate changes</b>	<b>(27,917)</b>	<b>(35,109)</b>
Effect of foreign exchange rate changes	11,059	4,396
<b>Net decrease in cash and cash equivalents</b>	<b>(16,858)</b>	<b>(30,713)</b>
Cash and cash equivalents at beginning of the year	49,791	63,130
<b>Cash and cash equivalents at end of the period</b>	<b>32,933</b>	<b>32,417</b>

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P.C 74290-T



## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(THOUSANDS OF UNITED STATES DOLLARS, UNLESS OTHERWISE INDICATED)

## NOTE 1. CORPORATE INFORMATION

Mineros S.A. is the parent company of its consolidated group ("Mineros", "the Company" or "Group"). The Company is a Colombian corporation that was incorporated on November 14, 1974, for an initial period of 99 years, which can be extended by amending the Company's by-laws. Its registered and head offices are in Medellín, Colombia at the Nova Tempo Building (6<sup>th</sup> floor), Carrera 43 A #14-109.

The Company is publicly listed on the Colombian Stock Exchange and on the Toronto Stock Exchange ("TSX"), where 100% of the issued and outstanding common shares are listed under the symbol: MINEROS:CB and MSA.

The Group is a precious metals producer with significant gold production, development, and exploration stage properties throughout Latin America, including Colombia, Nicaragua, Chile and Argentina. The Group principal producing mining properties are the Nechí Alluvial mine in Colombia; the Pioneer and Panama mines in Nicaragua; and the Gualcamayo mine in Argentina.

## Details of the Group's subsidiaries and associate

Outlined below is information related the Mineros S.A. subsidiaries, associates and Joint Ventures as of September 30, 2023 and December 31, 2022:

Corporate Name	Place of incorporation and operation	Type entity	Main	Functional Currency	Equity interest %	
			Activity		30/09/2023	31/12/2022
Mineros Chile SpA	Chile	Subsidiary	Holding company	USD	100%	100%
Mineros Argentina Holdings BV	Netherlands	Subsidiary	Holding company	USD	100%	100%
Mineros Chile Rentista de Capitales Mobiliarios Limitada	Chile	Subsidiary	Holding company	USD	100%	100%
Minas Argentinas S. A <sup>(1)</sup>	Argentina	Subsidiary	Underground and open pit gold mining	USD	0%	100%
HEMCO Nicaragua S.A.	Nicaragua	Subsidiary	Underground gold mining and holding company for operations in Nicaragua	USD	100%	100%
Vesubio Mining S.A.	Nicaragua	Subsidiary	Underground gold mining	USD	100%	100%
Rosita Mining S.A.	Nicaragua	Subsidiary	Underground gold mining	USD	100%	100%
New Castle Gold Mining S. A	Nicaragua	Subsidiary	Inactive	USD	69,9%	69,9%
Roca Larga Mining, S.A.	Nicaragua	Subsidiary	Inactive	USD	100%	100%
Distribuidora Caribe Norte, S.A.	Nicaragua	Subsidiary	Inactive	USD	100%	100%
Minerales Matuzalén S.A.	Nicaragua	Subsidiary	Underground gold mining	USD	100%	100%
Mineros Aluvial S.A.S.BIC.	Colombia	Subsidiary	Alluvial gold mining	USD	100%	100%
Negocios Agroforestales S.A.S.	Colombia	Subsidiary	Biological assets management	COP	100%	100%
Compañía Minera de Ataco S.A.S.	Colombia	Subsidiary	Underground gold mining	COP	100%	100%
Mineros (CANADA) INC	Canada	Subsidiary	Corporate services	USD	100%	100%
Minera Cavanha SpA	Chile	Associate	Underground gold mining	USD	20%	20%

USD: United States Dollar

COP: Colombian Peso

(1) Minas Argentina S.A. belonged to the Mineros group until September 21, 2023 see note 6 Discontinued Operations.

### Details of the Group's Interests in Joint Arrangements

Name	Partner	Location	Type of Arrangement	Purpose	Interest	
					30/09/2023	31/12/2022
Güintar – Niverengo - Margarita (GNM)	Royal Road Minerals Ltd.	Colombia	Joint Operation	Exploration in target GNM	0%	50%
Exploracion Caribe	Royal Road Minerals Ltd.	Nicaragua	Joint Operation	Exploration in target Caribe	100%	50%

### Reduction of Royal Road Interest in Joint Operation

Mineros and Royal Road Mineral Ltd.(hereinafter Royal Road) from May 29th 2023 have terminated strategic alliance agreements for the exploration of their respective properties in Nicaragua and Colombia, and related joint ventures in respect of the Caribe Exploration Target, located on the Hemco Property in Nicaragua, and the Güintar- Niverengo Margarita Exploration Target is located in the Anza Province, Colombia. Royal Road has relinquished its 50% joint venture interest in Caribe Exploration Target to Hemco Nicaragua S.A. ("Hemco"), which is now 100% owned by Hemco. A 1.25% net smelter returns royalty applicable to the two concessions that host the Luna Roja Deposit, which was granted to Royal Road on May 2021 in connection with Mineros' acquisition of Royal Road's 50% joint venture interest in those concessions was terminated, and provisions under the related asset purchase agreement in respect of exploration expenditures to be incurred at the Hemco the property has been released. Mineros has also relinquished its 50% joint venture interest in the Güintar-Niverengo Margarita Exploration Target to Royal Road. Mineros and Royal Road have also annulled a cooperation agreement relating to Mineros' Gualcamayo Project in Argentina.

### NOTE 2. STATEMENT OF COMPLIANCE

These condensed interim consolidated financial statements have been prepared in accordance with IAS 34 - Interim Financial Reporting ('IFRS').

These condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements as of December 31, 2022 prepared in accordance with International Financial Reporting Standards ('IFRS') as issued by the International Accounting Standards Board ('IASB'), which include information necessary or useful to understanding the Group's operations, financial performance, and financial statement presentation. In particular, the Group's significant accounting policies presented in Note 3 to the consolidated financial statements for the year ended December 31, 2022 have been consistently applied in the preparation of these condensed interim consolidated financial statements.

### NOTE 3. BASIS OF PREPARATION

These condensed interim consolidated financial statements have been prepared on the historical cost basis, except certain financial instruments, investment properties and certain classes of property and plant that are measured at fair value at the end of each reporting period. The Group's accounting policies have been applied consistently to all periods in the preparation of these condensed interim consolidated financial statements. In preparing the Company's condensed interim consolidated financial statements for the three and nine months ended September 30, 2023, the Group applied the critical judgments and estimates disclosed in note 4 of its consolidated financial statements for the year ended December 31, 2022.

As of September 30, 2023, there are no significant changes on accountings estimates compared to December 31, 2022.

#### **NOTE 4. RECENT ACCOUNTING PRONOUNCEMENTS**

##### **New and Revised IFRSs, Narrow Scope Amendments to IFRSs and IFRS Interpretations not yet Effective**

The IASB has issued pronouncements which are mandatory for the periods ended after 31 December 2022 as described in note 2 to the annual Consolidated Financial Statements. Such pronouncements are not expected to have a material impact upon adoption.

##### **New and amended IFRS standards that are effective for the current year**

During 2023, the Group has applied a number of new and amended IFRS and interpretations issued by the International Accounting Standards Board ("IASB") that are mandatorily effective for an accounting period that begins on or after January 1, 2023.

IFRS 17 - Insurance Contracts	The Group do not have any contracts that meet the definition of insurance contracts as set out in IFRS 17
IAS 12 - Income taxes	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
IAS 8 - Accounting policies	Definition of Accounting Estimates
IAS 1 - Presentation of financial statements	Disclosure of Accounting Policies

The adoption of these standards has not had any impact on these financial statements.

#### **NOTE 5. FINANCIAL INSTRUMENTS**

The following table combines information about:

- Classification of financial instruments based on their nature and characteristics.
- The carrying amounts of financial instruments.
- Fair values of financial instruments (except financial instruments when carrying amount approximates their fair value)

2023	Book value						
	Financial assets				Financial liabilities		Total
	FVTPL – designated	FVTOCI – designated	FVTOCI – measured	Amortized cost	FVTOCI – measured	Amortized cost	
Cash and cash equivalents (see note 12)	—	—	—	32,933	—	—	32,933
Trade and other receivables (see note 13)	—	—	—	22,747	—	—	22,747
Derivative financial instruments (Hedges) (see note 5)	—	—	504	—	(411)	—	93
Investment in financial asset	129	—	—	—	—	—	129
Non-current investments <sup>(1)</sup>	6,850	3,617	—	—	—	—	10,467
Loans and other borrowing (see note 19)	—	—	—	—	—	(33,692)	(33,692)
Trade and other payables (see note 20)	—	—	—	—	—	(17,156)	(17,156)
Other financial liabilities (see note 11)	—	—	—	—	—	(10,915)	(10,915)

(1) These investments are classified as financial instruments, Mineros has no significant influence over these investments

### Fair value hierarchy of financial instruments

Fair value hierarchy levels 1 to 3 are based on the degree to which the fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

2023	Fair value			
	Level			Total
	1	2	3	
Investment in financial asset	129	—	—	129
Non-current investments	—	—	10,467	10,467
Derivative financial instruments	—	93	—	93

There have been no transfers of assets or liabilities between level 1, level 2 and level 3 measurements in either the current or previous year. There are non-recurring fair value measurements.

As of September 30, 2023, there were no changes on the risk management policies and procedures compared with December 31, 2022.

Valuation techniques for fair value measurement of investments were discounted cash flows over specific periods of time. There are no changes in valuation techniques compared to December 31, 2022. For derivative financial instruments, the Group uses the Black & Scholes model for estimating fair value using observable market inputs.

**Fair value of the group's financial assets and liabilities that are measured at amortized cost but the fair value is required to be disclosed**

Financial assets/ financial liabilities	Valuation technique(s) and key input(s)	Fair value	Carrying value
Loans	Discounted cash flow  Future cash flows are estimated based on forward exchange rates (forward exchange rates observable at the end of the reporting period) and the forward exchange rates of the contract.	\$16.934 (2022: \$20.920)	\$17.088 (2022: \$25.402) excludes leaseback transactions classified as debt for \$288 (2022: \$1.081)

#### Derivative Financial Instruments

The following tables summarize the positions held by the Group as at September 30, 2023:

##### Gold hedging outstanding:

Company	Year	Type	Contracts	Ounces	Maturity	Price (US/Oz) <sup>(1)</sup>
HEMCO	2023	Put/Call	6	3,000	Sep - Dec 2023	Min: 1,700 Max: 1,820
HEMCO	2023	Put/Call	6	3,000	Sep - Dec 2023	Min: 1,870 Max: 2,173
MINEROS S.A.	2023	Put/Call	6	3,000	Sep - Dec 2023	Min: 1,700 Max: 1,820
MINEROS S.A.	2023	Put/Call	6	3,000	Sep - Dec 2023	Min: 1,800 Max: 1,884

##### Foreign exchange hedging outstanding:

Company	Year	Type	Contracts	Amount	Maturity	Price
MINEROS ALUVIAL	2023	Put/Call	6	6,000	Sep - Dec 2023	Min: 4,350 Max: 6,233

(1) Minimum and maximum prices are weighted averages of different put and call options.

As of September 30, 2023, there were no exchange collar contracts for Mineros S.A. (Holding Company), HEMCO Nicaragua.

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The following tables summarize the positions held by the Group at December 31, 2022:

**Gold hedging outstanding:**

Company	Year	Type	Contracts	Ounces	Maturity	Price (US/Oz) <sup>(1)</sup>
HEMCO	2022	Put/Call	24	12,000	Jan - Dec 2023	Min: 1,700
						Max: 1,820
HEMCO	2022	Put/Call	12	3,000	Jan -Jun 2023	Min: 1,650
						Max: 1,760
MINEROS S.A.	2022	Put/Call	24	12,000	Jan - Dec 2023	Min: 1,700
						Max: 1,820
MINEROS S.A.	2022	Put/Call	12	6,000	Jan -Jun 2023	Min: 1,650
						Max: 1,760
MINEROS S.A.	2022	Put/Call	12	3,000	Jan -Jun 2023	Min: 1,750
						Max: 1,809
MINEROS S.A.	2022	Put/Call	24	12,000	Jan - Dec 2023	Min: 1,800
						Max: 1,884

**Foreign exchange hedging outstanding:**

Company	Year	Type	Contracts	Amount	Maturity	Price
MINEROS ALUVIAL	2022	Put/Call	12	24,000,000	Jan - Dec 2023	Min: 4,100
						Max: 5,737
MINEROS ALUVIAL	2022	Put/Call	24	48,000,000	Jan - Dec 2023	Min: 4,350
						Max: 6,233

**Fair value of derivatives**

	30/09/2023	31/12/2022
Assets for hedging operations with derivative financial instruments	504	1,529
Liabilities for hedging operations with derivative financial instruments	(411)	(5,472)
<b>Total net liabilities derivatives financial instruments</b>	<b>93</b>	<b>(3,943)</b>

**Cash Flow Hedge Gains (Losses) in Other Comprehensive Income ("OCI"), net deferred tax**

	30/09/2023	30/09/2022
Cash flows hedges	2,443	2,985
<b>Total</b>	<b>2,443</b>	<b>2,985</b>

**Gold revenue protection strategy**

The Group implemented a deferred premium strategy ("Collar"). The strategy consists of the sale of call options and the purchase of put options on the underlying gold asset. The program covers a total of 6,000 ounces for the period between September and December 2023, which represents approximately 50% of the total amount of gold estimated to be marketed for this period of 2023. The hedges have a minimum price of 1,700 USD/Oz and a maximum price of \$1,884 USD/Oz for 2023.

For HEMCO Nicaragua S.A., The program covers a total of 6,000 ounces during the remaining period from September to December 2023, which representing approximately 50% of the total industrial gold production estimated for the same period of 2023, with a minimum price of 1,700 USD/Oz and a maximum price of \$2,173 USD/Oz.

The total premium paid for the entry was included as part of the fair value and was settled in cash on a net basis as the monthly contracts matured. As of September 30, 2023, the Company recorded \$563 for net hedge settlements, included in realized gains and losses on currency exchange derivative financial instruments. Also, as of September 30, 2023, the Group recorded a loss of \$4,199 for net hedge settlements, included in realized gains and losses on Gold derivative financial instruments which were reflected in an improved selling price per ounce.

Item	30/09/2023	30/09/2022
Gain (Loss) on hedges of currency exchange <sup>(1)</sup>	563	(1,248)
Loss on realized gold sales hedge <sup>(2)</sup>	(4,199)	205
<b>Realized hedge Loss, net</b>	<b>(3,636)</b>	<b>(1,043)</b>

(1) Loss recognized on revenues on the profit or loss statement.

(2) Balance included in gold sales.

#### NOTE 6. DISCONTINUED OPERATIONS - MINAS ARGENTINAS S.A.

On September 8, 2023, the board of directors of Mineros S.A. announced the agreement for the sale of Minas Argentinas S.A. which carried out all of the Group's Argentinian operations. The disposal will allow Mineros to focus in a portfolio of high margin, long-life and lower cost assets. The disposal was completed on September 21, 2023 on which date control of Minas Argentinas S.A. passed to the acquirer.

The results of the discontinued operations (Minas Argentinas S.A.), which have been included in the profit for the year, were as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Revenue	17,759	36,147	59,184	87,932
Cost of sales	(32,535)	(33,820)	(74,589)	(82,762)
<b>Gross (loss) profit from discontinued operations</b>	<b>(14,776)</b>	<b>2,327</b>	<b>(15,405)</b>	<b>5,170</b>
Administrative expenses	(418)	(554)	(1,586)	(1,573)
Other income	477	76	628	377
Other expenses	162	(3,414)	(5,002)	(4,005)
Exploration expenses	(295)	(2,020)	(4,965)	(4,147)
Finance income	3,324	(86)	5,697	205
Finance expense	(1,574)	(1,299)	(5,095)	(3,439)
Foreign exchange differences	571	(448)	3,234	(1,050)
<b>Loss from discontinued operations for the period before tax</b>	<b>(12,529)</b>	<b>(5,418)</b>	<b>(22,494)</b>	<b>(8,462)</b>
Current tax	(533)	—	(533)	—
Deferred tax	525	(1,743)	—	(5,018)
<b>Net loss from discontinued operations</b>	<b>(12,537)</b>	<b>(7,161)</b>	<b>(23,027)</b>	<b>(13,480)</b>
Loss on sale of assets	(33,254)	—	(33,254)	—
<b>Loss for the period from discontinued operations</b>	<b>\$ (45,791)</b>	<b>\$ (7,161)</b>	<b>\$ (56,281)</b>	<b>\$ (13,480)</b>

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A loss of \$33,254 arose on the disposal of Minas Argentinas S.A. on September 21, 2023, being the difference between the proceeds of disposal and the carrying amount of the subsidiary's net assets.

Cash flow from the discontinued operations are as follows

	30/09/2023	30/09/2022
Net cash flows from (used in) operating activities.	(12,763)	8,579
Net cash flows from (used in) investing activities	5,801	(13,533)
Net cash flows from (used in) financing activities	(6,415)	(946)
Net foreign exchange difference	11,845	3,450
<b>Net movement in cash and cash equivalents</b>	<b>\$ (1,532)</b>	<b>\$ (2,450)</b>

The net assets of Minas Argentinas S.A. at the date of disposal were as follows:

	30/09/2023
Cash and cash equivalents	874
Other assets	84
Taxes	6,708
Trade and other receivables	1,518
Inventories	60,933
<b>Total current assets</b>	<b>70,117</b>
<b>Inventories</b>	<b>6,516</b>
Deferred tax assets	1,554
Intangible assets, net	654
Property, plant and equipment, net	20,163
<b>Total non-current assets</b>	<b>28,887</b>
<b>Total Assets disposed of</b>	<b>99,004</b>
<b>Trade and other payables</b>	<b>26,327</b>
<b>Loans and other borrowing</b>	<b>11,251</b>
Employee benefits	4,836
Taxes	2,518
Provisions	162
<b>Total current liabilities</b>	<b>45,094</b>
Provisions	23,156
<b>Total non-current liabilities</b>	<b>23,156</b>
<b>Total liabilities disposed of</b>	<b>68,250</b>
<b>Net assets disposed of</b>	<b>30,754</b>

Consideration <sup>(1)</sup>	4,000
Payment to the purchaser <sup>(2)</sup>	(6,500)
<b>Total consideration</b>	<b>(2,500)</b>
<b>Loss on sale of assets</b>	<b>(33,254)</b>

(1) Advanced by the Purchaser to fund on-going operations of MASA

(2) Mineros S.A. paid US\$6.5 million to the Purchaser to cover certain obligations (working capital) of MASA that exist as at the date of execution of the Agreement.



As part of the agreement the Purchaser assumed any and all obligations of MASA existing as at the closing date of the Transaction, and the agreement by the Purchaser to make the US\$30 million contingent payment that would become payable to NOMAD should the Deep Carbonates Project ever be put into production.

#### **NOTE 7. IMPAIRMENT**

The Group performed a review for indicators of impairment at each of the cash generating units (CGUs) and evaluated key assumptions such as significant reviews to the mining plan including current estimates of recoverable mineral reserves and resources, recent operating results, future expected production based on the reserves, appropriate discount rates.

##### **Nechi Alluvial**

On May 28, 2022, a storm with heavy rains and strong winds hit the area where the Alluvial Operation is located, causing damage to the floating beneficiation plant connected to the Llanuras suction dredge (the "Plant"). Immediately following the accident, the Company's emergency protocols were activated. A rescue operation commenced and was followed by coordinated search, and subsequent recovery operations. These operations are now complete and accident investigations by both the relevant Colombian authorities and independent investigators hired by the Company are underway

As of 30 September 2022, management performed a detailed technical review and inspection to establish the conditions of these assets, which have a carrying value at 30 September 2022 of \$4,791, and determined the non-recoverability of these assets and recorded an impairment on them

This item comprises the following Impairments:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Property, plant and equipment	—	4,791	—	4,791
<b>Total impairment</b>	<b>—</b>	<b>4,791</b>	<b>—</b>	<b>4,791</b>

##### **HEMCO Nicaragua**

##### **Temporary suspension of the main processing plant at the Hemco Property in Nicaragua**

On August 2, 2023, Mineros announced the temporary suspension of its main processing plant, which processes 89% of the material and disposal of tailings at its Hemco Property in Nicaragua.

The suspension is precautionary in nature and is designed to allow for the swift completion of the expansion of its detoxification capacity at the tailings facility prior to hurricane season in Nicaragua. This work had been planned for earlier this year but had been delayed by post-pandemic equipment supply constraints. Given the shut down, the Company has taken this opportunity to perform certain plant maintenance work which was originally scheduled for later this year.

During the suspension period, which lasted for approximately 20 days, industrial and artisanal mining activities will continue and the Vesmisa and La Curva plants will also continue to operate.

The precautionary suspension reduce the Hemco Property's output by approximately 5,000 ounces of gold for the month of August. The current situation was not affected long term production therefore no impairment was recognized

During the nine months ended September 30, 2023 and 2022, the Group concluded that there are no significant changes in the internal and external factors that are evaluated for the determination of impairment in the CGUs (HEMCO Nicaragua, Nechí Alluvial and others). and so, there was no impairment or recovery.

## NOTE 8. SEGMENTS

The Group operates in two principal countries, Colombia (Nechi Alluvial) and Nicaragua (HEMCO Nicaragua), Argentina (Gualcamayo) segment was disposed on September 21, 2023. The Group also has a gold exploration project included in the Segment Chile (La Pepa). The following table provides the Group's results by operational segments in the way information is provided to and used by the Corporation's chief operating decision-making authority (CODM), which is the CEO, to make decisions about the allocation of resources to the segments and assess their performance.

The following is an analysis of the Group's income and results, assets, and liabilities by reportable segment as of September 30, 2023, and 2022:

	Three Months Ended September 30, 2023								
	Nechi Alluvial	HEMCO Nicaragua	Chile (La Pepa)	Mineros S.A (Holding)	Others	Intersegment adjustments and eliminations	Total continuing operations	Discontinued operation (Gualcamayo )	Total
Revenue	46,412	54,834	—	1,845	96	(1,816)	101,371	17,759	119,130
Investment in subsidiaries	—	—	(44,485)	(33,429)	—	77,914	—	—	—
Cost of sales	(29,686)	(49,361)	—	—	(195)	3,584	(75,658)	(32,535)	(108,193)
Gross Profit	16,726	5,473	(44,485)	(31,584)	(99)	79,682	25,713	(14,776)	10,937
Administrative expenses	(621)	(774)	41	(2,714)	(17)	590	(3,495)	(418)	(3,913)
Exploration expenses	—	(781)	—	(146)	—	—	(927)	(295)	(1,222)
Finance income	294	67	—	106	2	(83)	386	3,324	3,710
Finance expense	(1,033)	(657)	—	(556)	(1)	(2)	(2,249)	(1,574)	(3,823)
Income Tax							(3,521)		
Net profit for the period from continuing operations							13,284		

	Nine Months Ended September 30, 2023								
	Nechi Alluvial	HEMCO Nicaragua	Chile (La Pepa)	Mineros S.A (Holding)	Others	Intersegment adjustments and eliminations	Total continuing operations	Discontinued operation (Gualcamayo)	Total
Revenue	131,391	185,321	—	39,861	272	(39,982)	316,863	59,184	376,047
Investment in subsidiaries	—	—	(54,457)	(2,770)	—	57,227	—	—	—
Cost of sales	(83,074)	(146,653)	—	(33,147)	(494)	44,143	(219,225)	(74,589)	(293,814)
Gross Profit	48,317	38,668	(54,457)	3,944	(222)	61,388	97,638	(15,405)	82,233
Administrative expenses	(1,650)	(2,277)	(190)	(8,886)	(436)	1,814	(11,625)	(1,586)	(13,211)
Exploration expenses	—	(2,949)	—	(587)	—	—	(3,536)	(4,965)	(8,501)
Finance income	732	130	—	511	10	(334)	1,049	5,697	6,746
Finance expense	(2,746)	(1,897)	—	(1,694)	—	(6)	(6,343)	(5,095)	(11,438)
Income Tax							(18,945)		
Net profit for the period from continuing operations							51,730		

Three Months Ended September 30, 2022									
	Nechi Alluvial	HEMCO Nicaragua	Chile (La Pepa)	Mineros S.A (Holding)	Others	Intersegment adjustments and eliminations	Total continuing operations	Discontinued operation (Gualcamayo)	Total
Revenue	42,522	57,128	—	38,041	90	(38,054)	99,727	36,146	135,873
Investment in subsidiaries	—	—	(7,711)	2,655	—	5,056	—	—	—
Cost of sales	(25,063)	(46,542)	—	(36,016)	(134)	38,064	(69,691)	(33,820)	(103,511)
<b>Gross Profit</b>	<b>17,459</b>	<b>10,586</b>	<b>(7,711)</b>	<b>4,680</b>	<b>(44)</b>	<b>5,066</b>	<b>30,036</b>	<b>2,326</b>	<b>32,362</b>
Administrative expenses	(460)	(736)	(252)	(2,359)	(14)	207	(3,614)	(553)	(4,167)
Exploration expenses	(35)	(1,415)	(100)	(172)	—	—	(1,722)	(2,020)	(3,742)
Finance income	128	11	—	200	1	(168)	172	(85)	87
Finance expense	(570)	(570)	—	(564)	(24)	20	(1,708)	(1,299)	(3,007)
<b>Income Tax</b>							(10,599)		
<b>Net profit for the period from continuing operations</b>							<b>9,771</b>		

Nine Months Ended September 30, 2022									
	Nechi Alluvial	HEMCO Nicaragua	Chile (La Pepa)	Mineros S.A (Holding)	Others	Intersegment adjustments and eliminations	Total continuing operations	Discontinued operation (Gualcamayo)	Total
Revenue	123,964	185,774	—	93,358	239	(93,457)	309,878	87,931	397,809
Investment in subsidiaries	—	—	(13,100)	32,058	—	(18,958)	—	—	—
Cost of sales	(75,657)	(142,310)	—	(89,685)	(478)	95,889	(212,241)	(82,762)	(295,003)
<b>Gross Profit</b>	<b>48,307</b>	<b>43,464</b>	<b>(13,100)</b>	<b>35,731</b>	<b>(239)</b>	<b>(16,526)</b>	<b>97,637</b>	<b>5,169</b>	<b>102,806</b>
Administrative expenses	(1,391)	(2,282)	(798)	(10,611)	(27)	1,102	(14,007)	(1,573)	(15,580)
Exploration expenses	(36)	(3,949)	(322)	(1,585)	—	—	(5,892)	(4,146)	(10,038)
Finance income	348	28	—	631	3	(517)	493	206	699
Finance expense	(1,550)	(1,678)	—	(1,398)	(77)	72	(4,631)	(3,439)	(8,070)
<b>Income Tax</b>							(30,969)		
<b>Net profit for the period from continuing operations</b>							<b>37,961</b>		

Nine Months Ended September 30, 2023									
	Nechi Alluvial	HEMCO Nicaragua	Chile (La Pepa) (1)	Mineros S.A (Holding)	Others	Intersegment adjustments and eliminations	Total continuing operations	Discontinued operation (Gualcamayo)	Total
Property, plant, and equipment	95,285	97,430	—	2,156	10,538	—	205,409	—	205,409
Total, assets	192,366	241,397	5,859	354,064	108,835	(422,887)	479,634	—	479,634
Total, liabilities	87,720	54,015	4	29,406	101,920	(428,039)	(154,974)	—	(154,974)
Additions of PP&E, intangibles and exploration and evaluation projects	11,180	22,096	—	—	262	—	33,538	7,687	41,225

- (1) This segment includes the financial information corresponding to Mineros Chile SpA, the company that holds the investments in subsidiaries in non-current assets.

**The following is the Information about major customers:**

Customer	30/09/2023	30/09/2022
1	97,921	89,061
2	133,593	114,215
3	51,624	49,760
4	29,694	55,068
<b>Total sales to customers exceeding 10% of annual metal sales</b>	<b>312,832</b>	<b>308,104</b>
<b>Percentage of metal sales</b>	<b>98.73 %</b>	<b>99.43 %</b>

Non-current assets and depreciation and amortization by segment are detailed below:

	30/09/2023	31/12/2022
Nechi Alluvial	114,441	112,615
HEMCO Nicaragua	191,020	190,826
Gualcamayo	—	48,089
Chile (La Pepa)	4,845	45,099
Mineros S.A (Holding)	321,211	351,917
Intersegment adjustments and eliminations	(297,525)	(368,754)
<b>Total non-current assets</b>	<b>333,992</b>	<b>379,792</b>

Depreciation and amortization		
	30/09/2023	30/09/2022
Nechi Alluvial	10,875	10,289
HEMCO Nicaragua	20,878	20,921
Mineros S.A (Holding)	943	1,104
Others	73	95
<b>Total, depreciation and amortization continuing operations</b>	<b>32,769</b>	<b>32,409</b>
Discontinued operation (Gualcamayo)	8,110	11,347
<b>Total, depreciation and amortization continuing &amp; discontinued operations</b>	<b>40,879</b>	<b>43,756</b>

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### NOTE 9. REVENUE

The Group derives its income primarily from the export of gold and precious metals at a point in time.

Item	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Sales of gold	96,450	97,868	303,117	302,220
Sales of silver	3,199	1,598	9,715	5,884
Sales of electric energy	1,119	994	3,275	2,796
Hedges of cash flow (See note 5)	476	(821)	563	(1,248)
Other revenue	127	88	193	226
<b>Total</b>	<b>101,371</b>	<b>99,727</b>	<b>316,863</b>	<b>309,878</b>

At the reporting date, the Group did not have any pending performance obligations related to sales of gold from contracts with customers.

### NOTE 10. COST OF SALES

This item comprises the following costs:

Item	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Direct mining costs	61,865	56,528	179,177	173,807
Depreciation and amortization	10,943	10,625	31,780	31,320
Taxes and royalties	2,850	2,538	8,268	7,114
<b>Total</b>	<b>75,658</b>	<b>69,691</b>	<b>219,225</b>	<b>212,241</b>

### NOTE 11. OTHER INCOME

This item comprises the following types of income:

Item	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Miscellaneous <sup>(1)</sup>	240	158	4,802	734
Reimbursement of costs and expenses	86	64	220	(111)
<b>Total</b>	<b>326</b>	<b>222</b>	<b>5,022</b>	<b>623</b>

<sup>(1)</sup> This balance includes the insurance claim recognition associated to the overturning of a floating beneficiation plant at the Nechí Alluvial Property in Colombia for \$4,562 which includes the payment for \$4,889 offset with insurance policy adjustments for \$646 in May 2023.

### NOTE 12. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the earnings attributable to the Group's shareholders by the weighted average of the common outstanding shares in the year, excluding any common shares reacquired by the Company and held as treasury shares.

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Diluted earnings per share are calculated by adjusting the average of outstanding common shares to simulate the conversion of all the potential dilutive common shares. The Group does not have potentially dilutive shares in any of the years presented.

The calculation of the basic earnings per share is based on the following data:

Item	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	2023	2022
Profit (loss) attributable to controlling interest continuing operations	13,284	9,771	51,730	37,961
Profit (loss) attributable to controlling interest discontinued operations	\$ (45,791)	\$ (7,161)	\$ (56,281)	\$ (13,480)
<b>Weighted average number of outstanding ordinary shares</b>	<b>299,737,402</b>	<b>299,737,402</b>	<b>299,737,402</b>	<b>299,737,402</b>
Earnings per share in USD from continuing operations	0.04	0.03	0.17	0.13
Losses per share in USD from discontinued operations	(0.15)	(0.02)	(0.19)	(0.04)

### Dividends payable

The balances of dividends payable, classified in the financial statement under other financial liabilities, are:

Item	30/09/2023	31/12/2022
Ordinary dividends decreed	15,736	4,856
Dividends from prior periods	415	355
<b>Total</b>	<b>16,151</b>	<b>5,211</b>

In Colombia, according to minute no. 63 of the Ordinary General Meeting of Shareholders of March 30, 2023 the proposal on the payment of dividends was approved, where an ordinary quarterly dividend per share of \$0,0175 was decreed, payable quarterly on April 26, July 26, October 26 of 2023 and January 25 of 2024.

In Colombia, according to minute no. 62 of the Ordinary General Meeting of Shareholders of March 31, 2022, the proposal on the payment of dividends was approved, where an ordinary quarterly dividend per share of USD\$0.0162 was declared, payable quarterly in advance on April 20, July 22, October 20, 2022, and January 20, 2023; and an extraordinary dividend of USD \$0.01 per share payable on April 20, 2022.

The decreed dividends in 2023 totaled \$20,982, (2022:\$22,421) taken from reserves from previous years, as non-taxable dividends.

The following is a reconciliation of dividends payable presented as "Other Financial Liabilities":

Item	30/09/2023
January 1	5,211
Dividends decreed	20,982
Exchange differences	13
Dividends paid	(15,291)
<b>Total</b>	<b>10,915</b>

## 12.1 Share-based Payments

### *Share appreciation rights*

The Group has a Share Appreciation Rights (SAR) plan that entitles certain senior managers to receive a cash payment equal to the increase in the value of the shares from a specified level over a period of time (ie. from the grant date to the vesting date). Awards are made based on whether the corresponding executive's target performance goals were met in the prior financial year, adjusted for subjective factors. The formula is: cash bonus received by the corresponding executive multiplied by a factor of two, divided by the average price of Mineros shares during February and March of 2022. SAR vest after three years from the date of grant and are exercisable for a period of five years. Vested rights are exercisable for cash payment equal to the base price of the stock valuation right less the then-current price of the shares (calculated as the average closing price over the two months prior to the date of exercise). SAR have been granted to certain employees at exercise prices determined by reference to the market value of the Company's common shares on the Colombian Stock Exchange at the grant date. The changes in the Rights for Share Appreciation as of September 30, 2023, are as follows:

	Number outstanding	Weighted average exercise price (COP)
<b>Balance, beginning of period</b>	<b>2,535,190</b>	<b>3,010</b>
Exercised <sup>(1)</sup>	468,102	3,311
<b>Balance, end of period</b>	<b>2,067,088</b>	<b>3,223</b>

(1) Due to retirement of Key management members in 2022 468,102 SAR's granted in prior years were removed of the outstanding amount of SAR's.

No SAR's were granted during the period.

The estimated grant date fair value of the SARs granted during the three months ended September 30, 2023, was calculated using the Black&Scholes option-pricing model with the following weighted average assumptions:

September 30, 2023				
	Granted in 2022	Granted in 2021	Granted in 2020	Granted in 2019
Risk-free interest rate	10,7%	10,6%	10,5%	10,3%
Expected annual volatility	35,8%	35,8%	35,8%	35,8%
Expected life (in years)	3,5	2,5	1,6	0,4
Expected dividend yield	15,8%	15,8%	15,8%	15,8%
Grant date fair value per SAR (COP)	374	1,046	613	1,199
Share price at grant date (COP)	3,505	4,095	3,248	3,193

The Group recognized share-based payments for \$31 (2022: \$34).

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The following summarizes information about SARs outstanding and exercisable at September 30, 2023:

Expiry date	Exercise price (COP)	SARs outstanding	SARs exercisable	Estimated fair value (\$)	Weighted average remaining contractual life (in years)
February 20, 2024 <sup>(1)</sup>	1,999	449,867	449,867	13	0.39
May 20, 2025 <sup>(1)</sup>	3,332	382,908	382,908	4	1.64
March 25, 2026	3,700	604,073	—	7	2.48
March 31, 2027	3,861	630,240	—	7	3.5
<b>Total</b>	<b>3,223</b>	<b>2,067,088</b>	<b>832,775</b>	<b>31</b>	<b>2.18</b>

(1) These options have the right to be exercised in 2023.

**NOTE 13. CASH AND CASH EQUIVALENTS**

The following is the composition of cash and cash equivalents:

Item	30/09/2023	31/12/2022
Bank deposits (US dollars)	31,481	46,093
National banks	469	2,338
Collective investment fund (*)	954	1,331
Petty cash	29	29
<b>Total</b>	<b>32,933</b>	<b>49,791</b>

(\*) Collective investment funds are alternative investment funds that can be cashed in at any time.

These accounts have average yields of 2.75% A.E. (2022: 1.85% A.E.). To date there is no restricted cash.

The following transactions did not generate cash outflows

- Additions of assets for rights of use for \$6,210
- Capitalization of assets under construction for \$3,179.

**NOTE 14. INVENTORIES**

The following is the composition of inventories:

Item	30/09/2023	31/12/2022
Ore Stockpiles <sup>(1)</sup>	—	49,034
Materials and spare parts	42,265	53,138
<b>Total</b>	<b>42,265</b>	<b>102,172</b>
Current portion	23,391	75,166
Non-current portion	18,874	27,006

(1) Change due to the sell of Minas Argentinas S.A. on September 21, 2023, see note 6 Discontinued operations



**NOTE 15. TAXES**

**15.1 Current Tax**

**Income tax assets and other tax assets**

Other tax receivable balances are as follows:

Item	30/09/2023	31/12/2022
VAT <sup>(1)</sup>	21,333	24,387
Financial transaction tax	—	1,322
Municipal tax	731	632
<b>Total</b>	<b>22,064</b>	<b>26,341</b>
Current portion	21,692	25,998
Non- current portion	372	343

Item	30/09/2023	31/12/2022
Income tax assets	32,026	5,666
<b>Total</b>	<b>32,026</b>	<b>5,666</b>

(1) Net balance of impairment

The amounts above represent amounts paid in advance by the Group, on which reimbursement is expected. The Group and its legal and tax advisors consider that the amounts paid will be recoverable once the respective procedure has been completed. Consequently, no estimated losses or contingencies are associated with these items, except for the balance in favor of VAT, which is net of impairment.

**Income tax liabilities and other taxes liabilities**

Liabilities show the net balance owed by the Group for the taxes in each country of operation, pursuant to the applicable tax framework in each nation. The composition of liabilities is as follows:

Item	30/09/2023	31/12/2022
Municipal taxes	1,910	3,550
VAT	(775)	19
<b>Total</b>	<b>1,135</b>	<b>3,569</b>

Item	30/09/2023	31/12/2022
Income tax	31,384	13,736
Prior year income tax (1)	12,384	10,436
<b>Total</b>	<b>43,768</b>	<b>24,172</b>

(1) The variation corresponds to the recognition of works for taxes in the Nechi Alluvial segment.

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**Current and deferred income tax**

The following is a detail of the current and deferred taxes recorded in the statement's other comprehensive income:

Item	30/09/2023	30/09/2022
Income tax <sup>(1)</sup>	30,089	28,929
<b>Subtotal current</b>	<b>30,089</b>	<b>28,929</b>
Deferred tax expense <sup>(2)</sup>	(11,144)	2,040
<b>Total current and deferred tax expense</b>	<b>(11,144)</b>	<b>2,040</b>
<b>Total income tax expense</b>	<b>18,945</b>	<b>30,969</b>

(1) The variation corresponds to higher profits and the non-deductibility of royalties in the Nechi Alluvial segment.

(2) Increase in deferred tax is mainly explained by exchange differences affecting Property Plant and Equipment and tax shields.

**15.2 Deferred tax**

The deferred income tax is as follows:

Item	30/09/2023	31/12/2022
Initial asset balance	1,616	4,528
Taxes movement	(1,545)	(2,912)
<b>Total, deferred tax asset</b>	<b>71</b>	<b>1,616</b>
Initial liability balance	(14,727)	(14,741)
Taxes movement	9,997	14
<b>Total, deferred tax liability</b>	<b>(4,730)</b>	<b>(14,727)</b>
<b>Total, deferred tax (net)</b>	<b>(4,659)</b>	<b>(13,111)</b>

The movement of the deferred tax for each period is as follows:

Item	Property, plant and equipment	Other Assets <sup>(1)</sup>	Financial Obligations	Other Liabilities	Total
<b>Balance as of January 01, 2023</b>	<b>(23,767)</b>	<b>(6,614)</b>	<b>7,067</b>	<b>10,203</b>	<b>(13,111)</b>
(Charge) credit to the statement of profit & loss	4,885	3,628	223	2,408	11,144
(Charge) credit to other comprehensive income	101	—	(1,219)	—	(1,118)
Currency translation effect	(20)	—	—	—	(20)
Disposal Gualcamayo	(1,877)	4,152	(1,562)	(2,267)	(1,554)
<b>Balance as of September 30, 2023</b>	<b>(20,678)</b>	<b>1,166</b>	<b>4,509</b>	<b>10,344</b>	<b>(4,659)</b>

(1) Includes mainly intangible assets, investments, inventories, accounts receivable and tax shields. The variation corresponds mainly to differences between carrying value and fiscal value in intangible assets of HEMCO Nicaragua S.A.

**Tax rules applicable to current and deferred tax corresponding to tax periods 2023**

**Tax Framework**

- a) Income Tax: The Group is subject to an income tax rate of 35% (2022: 35%). The Group for the year 2023 considers a presumptive income base of 0% (2022: 0%) in Colombia.  
 For years beginning on or after 2023, income tax payers that are domestic corporations and legal entities will be subject to a minimum tax rate of 15%, and royalty payments made in cash or in kind associated with the exploitation of non-renewable natural resources are prohibited as deductible expenses.
- b) No changes in the income tax rate in Nicaragua (30%).

**NOTE 16. EXPLORATION AND EVALUATION PROJECTS**

The following are the Group's exploration and evaluation projects, assets in development, under IFRS 6 scope:

Description	Segment	30/09/2023	31/12/2022
Luna Roja	HEMCO Nicaragua	24,462	24,462
Exploracion Porvenir	HEMCO Nicaragua	21,998	19,805
Elefante II	HEMCO Nicaragua	—	7,910
QDDLW <sup>(1)</sup>	Gualcamayo	—	3,418
QDDM <sup>(1)</sup>	Gualcamayo	—	2,450
Las Vacas <sup>(1)</sup>	Gualcamayo	—	1,958
Alaya <sup>(1)</sup>	Gualcamayo	—	653
Viabilizacion Ambiental Etapa 3	Nechi Aluvial	797	542
Exploracion Onzas	Nechi Aluvial	902	538
Ampliacion Viabilizacion Etapa 2	Nechi Aluvial	80	—
Ataco	Mineros S.A. (Holding)	433	433
Viabilizacion Ambiental Etapa 4	Nechi Aluvial	343	39
Viabilizacion Ambiental Etapa 2	Nechi Aluvial	36	36
<b>Total</b>		<b>49,051</b>	<b>62,244</b>

(1) Assets fully amortized at the end of the second quarter of 2023.

Below is the movement in the exploration and evaluation projects during the three months ended September 30, 2023:

Description	
Cost on January 1	62,244
Additions	2,969
Transfers to/from other accounts (-/+)	(13,060)
Disposals, net (-)	(3,102)
<b>Balance as of September 30,</b>	<b>49,051</b>

## NOTE 17. PROPERTY PLANT AND EQUIPMENT, NET

Below is the movement in the Property, Plant and Equipment during the three months ended September 30, 2023:

2023					
	Land and buildings	Machinery, plant and equipment	Constructions in progress	Plantations	Total
<b>Initial balance</b>	<b>46,699</b>	<b>138,041</b>	<b>38,005</b>	<b>5,737</b>	<b>228,482</b>
Additions	–	1,231	30,217	258	31,706
Additional liabilities for new leases	–	6,210	–	–	6,210
Transfer (-/+)	10,953	7,862	(18,815)	–	–
Transfers to other accounts (-/+)	–	559	154	–	713
Disposals, net (-)	–	(576)	(470)	–	(1,046)
Depreciation	(14,845)	(27,244)	–	(46)	(42,135)
Disposition of subsidiaries	(14,352)	(3,294)	(2,517)	–	(20,163)
Currency translation adjustment	546	6	–	1,090	1,642
<b>Net ending balance</b>	<b>29,001</b>	<b>122,795</b>	<b>46,574</b>	<b>7,039</b>	<b>205,409</b>
Cost as of September 30, 2023	43,470	250,042	46,574	7,327	347,413
Accumulated depreciation as of September 30, 2023	(14,469)	(127,247)	–	(288)	(142,004)
<b>Property, plant, and equipment, net as of September 30, 2023</b>	<b>29,001</b>	<b>122,795</b>	<b>46,574</b>	<b>7,039</b>	<b>205,409</b>

## NOTE 18. LOANS AND OTHER BORROWINGS

The following are the balances of credits and other borrowings:

Item	30/09/2023	31/12/2022
Bank loans <sup>(1)</sup>	17,377	26,483
Lease liabilities <sup>(2)</sup>	16,315	20,537
<b>Total</b>	<b>33,692</b>	<b>47,020</b>
Current portion	13,040	23,772
Non-current portion	20,652	23,248

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The movement of financial obligations as of September 30, 2023, is shown below:

Type of contract	Bank loans	Leases	Total financial obligations
Balance as of January 1, 2023	26,483	20,537	47,020
New credits acquired	27,775	—	27,775
Liabilities for new leases	—	6,210	6,210
Reclassifications	(180)	180	—
Credits paid	(31,848)	(9,942)	(41,790)
Interest accrued	4,451	1,990	6,441
Interest paid	(4,461)	(1,990)	(6,451)
Other payments	—	(14)	(14)
Disposal Gualcamayo	(9,291)	(1,960)	(11,251)
Lease retirement	—	(557)	(557)
Exchange differences	4,448	1,861	6,309
<b>Balance as of September 30, 2023</b>	<b>17,377</b>	<b>16,315</b>	<b>33,692</b>

(1) At September 30, 2023, the breakdown of loans is as follows:

- Loan with an outstanding amount of \$12,338, taken out in April 2019, with a term of 7 years, at an interest rate of 16.77% EIR (Effective interest rate) in the Mineros S.A. (Holding) segment.
- 7 loans with an outstanding amount of \$4,712 taken out between 2020 and 2021 with term between 2 and 5, at an average interest rate of 8.23% EIR in the HEMCO Nicaragua segment.
- 5 Leasebacks taken between 2020 and 2021 with a term between 3 years with an outstanding amount \$288, at an average interest rate of 2.75% EIR with guarantee for the HEMCO Nicaragua segment.
- Other loans with an outstanding amount of \$39.

(2) At September 30, 2023, the breakdown of lease liabilities is as follows:

- Lease obligation the machinery and equipment at a rate 16.87% EIR with terms between 61 and 116 months with an outstanding amount of \$10,998 for the Nechí Alluvial segment.
- Leases obligation the machinery and equipment taken out between 2020 and 2022 and new obligations in 2023, with an outstanding amount of \$5,247, at a rate average of 6.77% for a period between 1 and 4 years for the HEMCO Nicaragua segment.
- Other finance lease an outstanding amount of \$70.

The value of the credits according to their maturity is as follows:

	30/09/2023	31/12/2022
1 Year	8,162	12,295
1 to 5 Years	10,629	16,933
	<b>18,791</b>	<b>29,228</b>
Less: unaccrued finance expenses	(1,414)	(2,745)
Present value bank loans	17,377	26,483

The reconciliation of the present value of future minimum lease payments is as follows:

	30/09/2023	31/12/2022
1 Year	7,910	13,141
1 to 5 Years	11,233	11,149
	<b>19,143</b>	<b>24,290</b>
Less: unaccrued finance expenses	(2,828)	(3,753)
Present value of minimum lease payments	16,315	20,537

#### NOTE 19. TRADE AND OTHER PAYABLES

The following is a breakdown of the amounts under this heading:

Item	30/09/2023	30/09/2022
Suppliers	10,707	36,486
Official debtors	3,502	16,502
Other	2,947	8,882
<b>Total</b>	<b>17,156</b>	<b>61,870</b>

In accordance with the Group's policies, trade, and other accounts payable arising in the ordinary course of business are paid within a maximum term of 30 days. The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

#### NOTE 20. PROVISIONS

The detail of provision is the following:

Item	30/09/2023	31/12/2022
Dismantling of assets <sup>(1)</sup>	16,336	35,625
Environmental rehabilitation	14,252	8,768
Other provisions	2,912	4,411
<b>Total</b>	<b>33,500</b>	<b>48,804</b>
Current portion	2,180	2,401
Non-current portion	31,320	46,403

(1) The amounts by country: Argentina \$0 (2022: \$20,552) and Nicaragua \$16,336 (2022: \$15,073).

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A reconciliation of the decommissioning obligations for assets and other provisions is presented below:

	<b>Dismantling of assets</b>	<b>Environmental rehabilitation</b>	<b>Other provisions</b>
Balance as of January 01, 2023	<b>35,625</b>	<b>8,768</b>	<b>4,411</b>
Additions, changes in estimates and other	—	3,620	3,814
Accretion expense	3,022	—	—
Payments and others	(6)	—	(4,032)
Disposition of subsidiaries	(22,305)	—	(1,013)
Foreign currency exchange	—	1,864	(268)
<b>Balance as of September 30, 2023</b>	<b>16,336</b>	<b>14,252</b>	<b>2,912</b>

**Contingent assets**

<b>Type of process</b>	<b>Number of processes</b>	<b>Claims</b>
Taxes, other than income tax	9	43,546
Administrative and environmental	11	9,160
Civil	5	1,019
<b>Total</b>	<b>25</b>	<b>53,725</b>

**Contingent Liabilities**

Contingencies that were evaluated as possible are detailed below:

<b>Type of process</b>	<b>Number of processes</b>	<b>Claims</b>
Labor	53	1,624
Taxes, other than income tax	1	1,342
Administrative and environmental	22	147
Civil	4	314
<b>Total</b>	<b>80</b>	<b>3,427</b>

There are no significant changes in the Group's contingent assets and liabilities.

**NOTE 21. RESERVES**

The details of the reserves as of 30 September 2023 and 31 December 2022 are as follows:

<b>Description</b>	<b>30/09/2023</b>	<b>31/12/2022</b>
Legal Reserve	20	20
Others reserves <sup>(1)</sup>	233,632	250,127
<b>Total</b>	<b>233,652</b>	<b>250,147</b>

- (1) It corresponds to reserves established by the shareholders, mainly for protection of assets. The Company decreed dividends of \$20,982 (2022: \$22,421); and appropriated reserves of \$4,487 (2022: \$43,271).

**NOTE 22. OTHER ACCUMULATED COMPREHENSIVE INCOME**

Detailed below are the figures of the OCI:

Item	30/09/2023	31/12/2022
<b>Items that will not be reclassified to results for the year, net taxes:</b>		
Revaluation of property, plant and equipment	6,951	7,622
Measurement of defined benefits plans	(159)	(159)
<b>Items that will be reclassified to results of the year, net taxes:</b>		
Cash flows hedges	55	(2,390)
Foreign exchange differences on translation of foreign operations	45,210	44,115
Measurement of financial instruments	4,106	4,106
<b>Total</b>	<b>56,163</b>	<b>53,294</b>

**NOTE 23. RETAINED EARNINGS**

Description	2023	2022
Opening	12,872	51,609
Profit (Loss) for the period	(4,551)	4,487
Appropriation of reserves	(4,487)	(43,271)
Depreciation revaluation assets	36	47
Reclassification on disposal of assets	735	—
<b>Closing balance</b>	<b>4,605</b>	<b>12,872</b>

**NOTE 24. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

All the transactions entered into with the Company's related parties were carried out on an arm's length basis, under equal general conditions as for similar transactions with third parties.

During the period, group entities entered into the following commercial transactions with parties that are not members of the Group, but that are related parties of certain Board members:

- Paid insurance premiums to Axa Colpatria Seguros S.A. of \$3,034 compared to \$1,596 as of September 30, 2022.
- Paid to Banco Colpatria Multibanca \$370 for hedging operations, compared to \$945 as of September 30, 2022.

Axa Colpatria Seguros S.A. and Banco Colpatria Multibanca are related to Mercantil Colpatria S.A., a principal shareholder of the Company. Three of the Company's directors, Eduardo Pacheco Cortés, Nicolás Durán Martínez and José Fernando Llano Escandón are executive officers of Mercantil Colpatria S.A.

In September of 2023 and 2022 payments were made to Royal Road through its subsidiary Minerales Camino Real S.A.S:

- Costs in the amount of \$24 (2022: \$912) by Mineros and \$0 (2022: \$1,487) by Hemco.
- Trade and other receivables for \$0 (2022: \$613) by HEMCO Nicaragua S.A

In September of 2023 and 2022, there were no transactions with Yamana Chile Servicios SpA or Minera Cavanha SpA.

Between September of 2022 and September of 2023 there were no outstanding loans for key management personnel



### Compensation of Key Management Personnel

The total compensation paid to key management personnel of the Group (persons who have the authority and responsibility to plan, direct and control the Group's activities) as at September 30, 2023 and 2022 are as follows:

	30/09/2023	30/09/2022
Salaries and short-term benefits	921	873
Other compensations	278	860
Par value of granted SAR's during the year (unvested and unpaid)	—	709

The Group does not have long-term or termination benefits for its key management personnel.

The fees paid to Directors for their attendance at the Board of Directors meetings for the period ended September 30, 2023, of \$430 (September 30, 2022: \$417).

### Transactions with Mineros Foundation

The values recorded for operations carried out with the Foundation in the indicated period are shown below:

Description	2023	2022
Donations	409	383

The transactions carried out with the Foundation are intended to contribute to the development of its social and economic purpose in the geographical areas where the Group's mining activity is carried out. Expenses for donations are certified by the foundation for subsequent income tax deductibility.

### NOTE 25. COMMITMENTS

#### Change in other commitments associated with the acquisition of Royal Road's 50% interest of the Luna Roja exploration target

On May 29, 2023 Mineros and Royal Road Minerals announced the termination of their strategic alliance agreements in Nicaragua and Colombia, as part of the termination agreement the 1.25% net smelter returns royalty applicable to the two concessions that host the Luna Roja Deposit, which was granted to Royal Road on May 2021 in connection with Mineros' acquisition of Royal Road's 50% joint venture interest in those concessions was terminated.

#### Change in other commitments associated with the acquisition of the Gualcamayo Property

As of the date of this document, Mineros is currently in talks with NOMAD and the purchaser of Minas Argentinas S.A. Eris LLC. to transfer its obligation of paying a contingent consideration of \$30 million upon the commercial operation of the Deep Carbonates Project to Eris LLC.

As of the date of this document, NOMAD had not yet released Mineros from such contingent payment obligations. Whilst the assignment is completed Eris is responsible towards Mineros for the contingent payment which obligation is guaranteed with a pledge over 100% of MASA shares

### NOTE 26. EVENTS AFTER REPORTING PERIOD

No events after reporting period have occurred to date.

**NOTE 27. APPROVAL OF FINANCIAL STATEMENTS**

The Condensed Interim Consolidated Financial Statements of Mineros S.A. for the Three and Nine months ended September 30, 2023, were approved by the Board of Directors at its meeting as of November 8, 2023, as per minute number 564.