



MINEROS S.A.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine-month ended 30 September 2021
and 2020 and December 31, 2020

(Expressed in Thousands of United States Dollars)



Mineros
for the well-being of every one

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MINEROS S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE THREE AND NINE-MONTHS ENDED SEPTEMBER 30 2021 AND 2020
(UNAUDITED)
AMOUNTS EXPRESSED IN THOUSANDS OF U.S. DOLLARS

		Three months ending September 30		Nine months ending September 30	
	Note	2021	2020	2021	2020
Revenues	8	120,188	121,263	374,029	363,821
Costs of sales	9	(94,769)	(78,548)	(275,678)	(234,029)
GROSS PROFIT		25,419	42,715	98,351	129,792
Administration expenses		(4,666)	(3,570)	(14,703)	(11,794)
Other income		382	1,647	2,041	2,727
Other expenses		(2,272)	(4,678)	(11,253)	(13,629)
Exploration expenses		(5,033)	(1,645)	(7,551)	(7,945)
Impairment of Asset	6	-	-	-	(7,947)
Finance income		265	299	1,088	622
Finance expense		(2,192)	(1,883)	(6,732)	(6,278)
Gain/(Loss) from Hedging operations		-	2,725	-	(2,490)
Foreign currency exchange differences		(1,943)	2,006	(344)	(359)
PROFIT FOR THE PERIOD BEFORE TAX		13,846	37,616	60,897	82,699
Current tax	14	(6,812)	(10,364)	(23,512)	(31,501)
Deferred tax	14	1,116	(2,457)	(5,058)	(1,698)
NET PROFIT FOR THE PERIOD		8,150	25,795	32,327	49,500
Attributable to:					
Controlling interest		8,150	24,730	32,211	49,290
Non-controlling interests		-	65	116	210
NET PROFIT FOR THE PERIOD		8,150	24,795	32,327	49,500
Basic and diluted earnings per share in U.S. Dollars	10	0.03	0.09	0.12	0.19

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 ANDRÉS RESTREPO ISAZA
 PRESIDENT AND CEO

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CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MINEROS S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE AND NINE-MONTH ENDED SEPTEMBER 30 2021 AND 2020 (UNAUDITED)
AMOUNTS EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Three months ending September 30		Nine months ending September 30	
	2021	2020	2021	2020
NET PROFIT FOR THE PERIOD	8,150	24,795	32,327	49,500
Other comprehensive income, net of taxes				
Items that will not be reclassified to results for the period:				
Remeasurement of defined benefit plans	-	-	4	-
Revaluation of property, plant and equipment	(83)	-	104	-
	(83)	-	108	-
Items that will be reclassified to results for the period:				
Cash flows hedges	(152)	(796)	2,129	(1,268)
Foreign exchange differences on translation of foreign operations	(171)	65,065	196	46,065
	(323)	64,269	2,325	44,797
Foreign exchange differences on translation of foreign operations non-controlling interests	-	(257)	24	(262)
Other comprehensive income, net of taxes	(406)	64,012	2,457	44,535
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	7,744	88,807	34,784	94,035
Total comprehensive income attributable to:				
Controlling interest	7,744	88,999	34,644	94,087
Non-controlling interests	-	(192)	140	(52)
	7,744	88,807	34,784	94,035

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MINEROS S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2021, AND DECEMBER 31, 2020 (UNAUDITED)
AMOUNTS EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Notes	30/09/2021	31/12/2020
ASSETS			
Current assets			
Cash and cash equivalents	11	51,776	63,598
Trade and other receivables	12	30,051	19,811
Inventories	13	50,476	64,621
Derivative financial instruments	5	3,540	11,332
Investments		98	1,563
Income tax receivables	14	8,140	5,189
Other tax receivables	14	18,717	29,192
Other assets	15	9,923	4,969
Current assets		172,721	200,275
Non-current assets			
Trade and other receivables	12	1,981	2,414
Inventories	13	25,153	21,232
Investments		4,763	5,235
Other tax receivables	14	522	592
Deferred tax assets	14	1,397	4,612
Investment property		2,441	2,441
Exploration and evaluation projects	16	60,169	26,112
Intangible assets, net	17	33,729	39,897
Property, plant and equipment, net	18	262,231	239,425
Total non-current assets		392,386	341,960
TOTAL ASSETS		565,107	542,235

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MINEROS S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2021, AND DECEMBER 31, 2020 (UNAUDITED)
AMOUNTS EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Notes	30/09/2021	31/12/2020
LIABILITIES AND EQUITY			
Liabilities			
Current liabilities			
Loans and other borrowings	19	44,139	27,277
Derivative financial instruments	5	1,346	9,319
Trade and other payables	20	47,236	52,050
Other financial liabilities	10	8,453	4,076
Employee benefits		8,272	6,086
Income tax	14	24,337	27,851
Other taxes	14	3,554	1,408
Provisions	21	704	746
Total current liabilities		138,041	128,813
Non-current liabilities			
Loans and other borrowings	19	42,149	47,181
Employee benefits		4,342	4,603
Deferred tax	14	12,400	10,442
Provisions	21	39,629	36,415
Total non-current liabilities		98,520	98,641
Total liabilities		236,561	227,454
Equity			
Issued capital		39	39
Share premium		383	383
Reserves		229,883	184,724
Other comprehensive income	22	57,524	55,128
Retained earnings		40,715	74,158
Equity attributable to the controlling interest		328,544	314,432
Non-controlling interest		2	349
Total equity		328,546	314,781
TOTAL LIABILITIES AND EQUITY		565,107	542,235

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CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MINEROS S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE-MONTHS ENDED SEPTEMBER 30, 2021 AND 2020 (UNAUDITED)
AMOUNTS EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	Issued capital	Share premium	Reserves	Other comprehensive income	Retained earnings	Equity attributable to the controlling interest	Non-controlling interests	Total equity
Balance at January 1, 2020	53	517	226,738	8,200	46,718	282,226	332	282,558
Net profit for the period	-	-	-	-	49,290	49,290	210	49,500
Other comprehensive income for the period	-	-	-	44,797	-	44,797	(262)	44,535
Total comprehensive income for the period	-	-	-	44,797	49,290	94,087	(52)	94,035
Effect of change in functional currency	(14)	(134)	(59,708)	-	(6,742)	(66,598)	-	(66,598)
Appropriation of reserves	-	-	30,151	-	(30,151)	-	-	-
Dividends declared	-	-	(12,457)	-	-	(12,457)	-	(12,457)
Reclassification	-	-	-	(941)	941	-	-	-
Others	-	-	-	-	691	691	-	691
Balance at September 30, 2020	39	383	184,724	52,056	60,747	297,949	280	298,229
Balance at January 1, 2021	39	383	184,724	55,128	74,158	314,432	349	314,781
Net Profit for the period	-	-	-	-	32,211	32,211	116	32,327
Other comprehensive income for the period	-	-	-	2,433	-	2,433	24	2,457
Total comprehensive income for the period	-	-	-	2,433	32,211	34,644	140	34,784
Appropriation of reserves	-	-	63,372	-	(63,372)	-	-	-
Acquisition of non-controlling interests	-	-	-	-	(2,319)	(2,319)	(487)	(2,806)
Dividend declared	-	-	(18,213)	-	-	(18,213)	-	(18,213)
Reclassification	-	-	-	(37)	37	-	-	-
Balance at September 30, 2021	39	383	229,883	57,524	40,715	328,544	2	328,546

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MINEROS S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30 2021 AND 2020 (UNAUDITED)

AMOUNTS EXPRESSED IN THOUSANDS OF U.S. DOLLARS

	30/09/2021	30/09/2020
Cash flows from (used in) operating activities		
<u>Classes of cash receipts from operating activities</u>		
Receipts from sales of goods	361,049	357,502
Receipts from commissions and other revenue	2,190	3,094
Cash receipts from futures contracts, forward contracts, option contracts and swap contracts	4,794	242
Other charges for operating activities	6,124	4,057
<u>Classes of cash payments from operating activities</u>		
Payments to suppliers for goods and services	(212,596)	(215,842)
Payments to employees and social security agencies	(50,580)	(53,868)
Payments for premiums and claims, annuities and other policy benefits	(7,247)	(2,483)
Payments for futures contracts, forward contracts, option contracts and swap contracts	(1)	(9,816)
Income taxes (paid)	(35,743)	(14,976)
Other outflows of cash	(293)	(1,093)
Net cash flows generated by operating activities	67,697	66,817
<u>Cash flows from (used in) investing activities</u>		
Cash flows from the disposal of subsidiaries	-	5,475
Proceeds from the sale of other entities' equity or debt instruments	-	915
Cash payments for acquisition of subsidiary or non-controlling interests, net of cash acquired	(2,385)	-
Proceeds from sales of property, plant and equipment	801	66
Purchase of property, plant and equipment	(59,826)	(20,896)
Purchase of intangible assets and exploration projects	(35,712)	(14,651)
Loans granted to third parties	-	(236)
Receipts from loans to third parties	177	-
Dividends received	105	-
Interest received	115	32
Proceeds from sales of financial instruments	19,452	181
Net cash flows used in investing activities	(77,273)	(29,114)
<u>Cash flows from (used in) financing activities</u>		
Proceeds from borrowings	30,986	19,879
Payments of borrowings	(8,550)	(19,148)
Payments of lease liabilities	(8,221)	(9,612)
Dividends paid	(13,656)	(9,454)
Interest paid	(3,191)	(3,963)
Net cash flows generated by (used in) financing activities	(2,632)	(22,298)
Net (decrease) increase in cash and cash equivalents before effect of exchange rate changes	(12,208)	15,405
Effect of exchange rate changes on cash and cash equivalents	386	(42)
Net (decrease) increase in cash and cash equivalents	(11,822)	15,363
Cash and cash equivalents at beginning of year	63,598	19,046
Cash and cash equivalents at end of year	51,776	34,409

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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

(AMOUNTS IN THOUSANDS OF UNITED STATES DOLLARS, UNLESS OTHERWISE INDICATED)

NOTE 1. CORPORATE INFORMATION

Mineros S.A. ("Mineros", the "Company" or "Group") is a Colombian Company 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 located in Medellín, Colombia at the Nova Tempo Building (6th floor), Carrera 43 A #14-109.

The Company is publicly listed on the Colombian Securities Exchange, *Bolsa de Valores de Colombia*, where 100% of the issued and outstanding common shares are listed under the symbol: MINEROS CB.

The symbol on the Toronto Stock Exchange ("TSX") will be: MSA

The Company on September 17, 2021, filed and received acknowledgement of receipt of a preliminary prospectus with the securities regulatory authorities in each of the provinces of Canada, except Québec, for a proposed initial public offering of common shares. It also filed with the Superintendencia of Finance of Colombia a preliminary prospectus for a simultaneous public offering of common shares in Colombia. The number of common shares to be sold and the price per common share have not yet been determined. Mineros will grant the Underwriters an over-allotment option, exercisable for a period of 30 days from the closing date of the Offering, to purchase up to an additional 15% of the total number of common shares to be sold under the Offering.

In connection with the Offering, Mineros has applied to list the Common Shares to be distributed under the Offering, as well as its additional issued and outstanding Common Shares, on the Toronto Stock Exchange ("TSX").

On November 11, the Company filed the final prospectus with the corresponding authorities, and the initial public offering of common shares.

The Company is a precious metals producer with significant gold production, development and exploration stage properties throughout Latin and South America, including Colombia, Nicaragua and Argentina. The Company's principal producing mining properties are the Nechí Alluvial and La Y mines (disposed in May 2020) in Colombia; the Pioneer and Panama mines in Nicaragua; and the Gualcamayo mine in Argentina.

Details of the Company's subsidiaries

The names, country of incorporation, main activity, functional currency and equity interest held by Mineros S.A. in each subsidiary are listed below:

Corporate Name	Place of incorporation and operation	Main Activity	Functional Currency	Equity interest %	
				30/06/2021	31/12/2020
Mineros Chile SpA	Chile	Holding company	USD ⁽¹⁾	100%	100%
Mineros Argentina Holdings BV	Netherlands	Holding company	USD ⁽¹⁾	100%	100%
Mineros Chile Rentista de Capitales Mobiliarios Limitada	Chile	Holding company	USD ⁽¹⁾	100%	100%
Minas Argentinas S.A.	Argentina	Underground and open pit gold mining	USD ⁽¹⁾	100%	100%
HEMCO Nicaragua S.A.	Nicaragua	Underground gold mining and holding company for operations in Nicaragua	USD ⁽¹⁾	100%	100%

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Corporate Name	Place of incorporation and operation	Main Activity	Functional Currency	Equity interest %	
				30/06/2021	31/12/2020
Vesubio Mining S.A. ⁽³⁾	Nicaragua	Underground gold mining	USD ⁽¹⁾	100%	75%
Rosita Mining S.A.	Nicaragua	Underground gold mining	USD ⁽¹⁾	100%	100%
New Castle Gold Mining S.A.	Nicaragua	Inactive	USD ⁽¹⁾	69.9%	69.9%
Roca Larga Mining, S.A.	Nicaragua	Inactive	USD ⁽¹⁾	100%	100%
Distribuidora Caribe Norte, S.A.	Nicaragua	Inactive	USD ⁽¹⁾	100%	100%
Minerales Matuzalén S.A.	Nicaragua	Underground gold mining	USD ⁽¹⁾	100%	100%
Mineros Aluvial S.A.S. BIC.	Colombia	Alluvial gold mining	USD ⁽¹⁾	100%	100%
Negocios Agroforestales S.A.S. BIC.	Colombia	Biological assets management	COP ⁽²⁾	100%	100%
Compañía Minera de Ataco S.A.S.	Colombia	Underground gold mining	COP ⁽²⁾	100%	100%

(1) United States dollar

(2) Colombian Peso

- (3) On March 4, the Company entered into an agreement for the acquisition of 10% of the shares of Vesmisa by one of its subsidiaries, Vesubio Mining S.A. is a processing plant of minerals coming from artisanal mining in the municipality of Bonanza, in the North Caribbean Autonomous Region. The purchase of these shares constituted a direct investment of US \$1,306, corresponding to 100 common shares.

Additionally, on July 27, 2021, HEMCO Nicaragua S.A. signed an agreement for the remaining 15% of the shares of Vesubio Mining S.A. The purchase of these shares constituted a direct investment of US \$1,500, corresponding to 150 common shares. As a result of these transactions, HEMCO Nicaragua S.A. currently has a 100% interest in Vesubio Mining S.A. To date, payment for these transactions has been made.

Acquisition of 50% of the Luna Roja Project in Nicaragua

HEMCO Nicaragua S.A. (a subsidiary of Mineros in Nicaragua), completed the purchase of 50% Royal Road's interest in the Luna Roja Project, which includes mining concessions Monte Carmelo I and Monte Carmelo II in Nicaragua.

The acquisition of the 50% stake in the Luna Roja Project was carried out as follows:

- Purchase price: (i) \$24.4 million, (ii) NSR royalty of 1.25% on all future mineral production from the mining concessions of Mount Carmel I and Mount Carmel II, from the start of their commercial production.
- Investment Commitment - Royal Road agreed to an investment of at least \$7.5 million over a five-year period until May 21, 2026, in exploration programs to be carried out by HEMCO Nicaragua S.A and Royal Road, under the Strategic Partnership Agreement.

The transaction was completed on May 21, 2021. With the closure of this transaction, Mineros consolidates 100% participation in the Luna Roja Project, which will consequently cease to be part of the strategic alliance between Royal Road Minerals and HEMCO Nicaragua S.A. However, the alliance will continue to be in force including the Caribe project and other property projects jointly.

The transaction was recorded in the financial statements as the acquisition of a mineral exploration asset. See note 17.

Option agreement Minera Cavancho SpA

On June 25, 2021, Mineros S.A., through its subsidiary Mineros Chile SpA, sent a notification to Minera Yamana Chile SpA, presenting its intention to give effect to the 20% interest in Minera Cavancho SpA, which holds title to the La Pepa exploration project. To date, the Company has not received confirmation from Minera Yamana Chile SpA regarding this request.

Strategic Alliance Agreement between Mineros S.A. and Royal Road Minerals Limited (Guntar-Niverengo)

On July 22, 2021 Mineros S.A. sent notice to Royal Road indicating that to date the conditions established through investment in the project have been met to exercise the first option to acquire a 20% interest in the Margaritas project located in Middle Cauca, Antioquia.

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, 2020, 2019 and 2018 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 Company's operations, financial performance, and financial statement presentation. In particular, the Company's significant accounting policies were presented in Note 3 to the consolidated financial statements for the year ended December 31, 2020, 2019 and 2018 and have been consistently applied in the preparation of these condensed interim consolidated financial statements.

NOTE 3. BASIS OF PRESENTATION

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 Company'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, 2021, the Company applied the critical judgments and estimates disclosed in note 4 of its consolidated financial statements for the year ended December 31, 2020.

As of September 30 2021, there are no changes on accountings estimates compared to December 31, 2020.

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 2020 as described in note 2 to the annual Consolidated Financial Statements. Such pronouncements are not expected to have a material impact upon adoption.

NOTE 5. FINANCIAL INSTRUMENTS

The following table combines information about:

- Classes 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)

2021	Carrying value						
	Financial assets				Financial liabilities		Total
	FVTPL – designated	FVTOCI – designated	FVTOCI – mandatorily measured	Amortized cost	FVTOCI – mandatorily measured	Amortized cost	
Cash and cash equivalents. See note 11	-	-	-	\$ 51,776	-	-	\$ 51,776
Trade and other receivables. See note 12	-	-	-	32,032	-	-	32,032
Derivative financial instruments. See note 5	-	-	3,540	-	(1,346)	-	2,194
Investments current	98	-	-	-	-	-	98
Investments non-current ⁽¹⁾	898	3,865	-	-	-	-	4,763
Loans and other borrowing. See note 19	-	-	-	-	-	(86,288)	(86,288)
Trade and other payables. See note 20	-	-	-	-	-	(47,235)	(47,235)
Other financial liabilities. See note 10	-	-	-	-	-	(8,453)	(8,453)

(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).

2021	Fair value			
	Level			
	1	2	3	Total
Investments current	98	-	-	98
Investments non-current	-	-	4,763	4,763
Derivative financial instruments	-	2,194	-	2,194

For financial instruments designated at amortized cost, fair value information is not disclosed because management believes that the carrying amount approximates fair value.

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 no non-recurring fair value measurements.

As of September 30, 2021, there were no changes on the risk management policies and procedures compared with December 31, 2020.

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, 2020. For derivative financial instruments, the Company uses the Black Scholes model for estimating fair value using observable market inputs.

Derivative Financial Instruments

The following tables summarize the positions held by the Company at September 30, 2021:

Gold hedging outstanding:

Company	Type	Contracts	Ounces	Maturity	Price (US/Oun)
HEMCO	Put / Call	6	7,500	Oct – Dec 2021	Min: 1,800
					Max: 1,939
HEMCO	Put / Call	6	9,000	Ene – Jun 2022	Min: 1,750
					Max: 1,885
MINEROS	Put / Call	6	12,000	Oct – Dec 2021	Min: 1,800
					Max: 1,939
MINEROS	Put / Call	6	15,000	Ene – Jun 2022	Min: 1,750
					Max: 1,885

Foreign exchange hedging outstanding:

Company	Type	Contracts	Amount USD	Maturity	Price
MINEROS ALUVIAL	Put/Call USD	6	15,000,000	Oct – Dec 2021	Min: 3,450
					Max: 4,057

As at September 30, 2021, there were no collar contracts for Mineros S.A. (Holding Company), HEMCO Nicaragua or Minas Argentinas

Fair value of derivatives

Item	30/09/2021	31/12/2020
Assets for hedging operations with derivative financial instruments	\$ 3,540	\$ 11,332
Liabilities for hedging operations with derivative financial instruments	(1,346)	(9,319)
Total assets net derivatives financial instruments	\$ 2,194	\$ 2,013

Cash Flow Hedge Gains (Losses) in Other Comprehensive Income ("AOCI")

	30/09/2021	31/12/2020
Cash flows hedges	\$ 2,129	\$ 1,351

Gold revenue protection strategy

The Company implemented a deferred premium strategy ("Collar"). The strategy consists of the sale of options and the purchase of options on the underlying gold asset. The program covers a total of 12,000 ounces for the period from October to December 2021, which represents approximately 75% of the total estimated gold production of Minas Argentinas S.A. for this period of 2021. The collar has a minimum price of 1.800 USD/Oz and a maximum price of \$1.939 USD/Oz for the second half of 2021. For the 2022 the company also hired a new hedging layer with a total amount of 15,000 ounces with a minimum selling price of \$1.750 USD/Oz and a maximum selling price of \$1.885 USD/Oz.

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Additionally, the Company implemented a deferred premium strategy ("Collar"). The strategy consists of the sale of options and the purchase of options on the underlying gold asset. The program covers a total of 7,500 ounces for HEMCO Nicaragua S.A. for the remaining period from July to December 2021, representing approximately 25% of HEMCO Nicaragua S.A. total estimated gold production for this 2021 period, with a minimum price of 1.800 USD/Oz and a maximum price of \$1.939 USD/Oz per ounce for the second half of 2021. For the 2022 the company also hired a new hedging layer with a total amount of 9,000 ounces with a minimum selling price of \$1.750 USD/Oz and a maximum selling price of \$1.885 USD/Oz.

The total premium paid for admission was included as part of the fair value of and was settled in cash on a net basis as the monthly contracts expired. As of September 30, 2021, the Company received USD \$807 for Collar settlements, included in the realised gains and losses on TRM (market representative rate) derivative financial instruments.

Item	30/09/2021	30/09/2020
Realised gain (loss) in revenue protection strategy ⁽¹⁾	\$ 807	(\$ 3,451)
Unrealised (loss) gains in gold revenue protection strategy ⁽²⁾	-	(2,490)
Profit (loss) on derivative financial instruments	\$ 807	(\$ 5,941)

(1) Realised gain (loss) recognized on the line revenues on the profit or loss statement.

(2) Effect of the variation of hedges, which have been affected by the greater volatility of the exchange rate (COP/USD) compared to previous years. According to the analysis, no ineffective hedges were reported during 2021.

NOTE 6. IMPAIRMENT

The cash-generating units (CGUs) defined by the company and on which impairment or recovery analyses are carried out are the following:

The Company performed a review for indicators of impairment at each of the cash generating units and evaluated key assumptions such as significant revisions to the mine plan including current estimates of recoverable mineral reserves and resources, recent operating results, future expected production based on the reserves, appropriate discount rates), which led to an indicator of impairment of the Gualcamayo CGU.

Gualcamayo

During the nine months ended September 30, 2021, the Company concluded that there are no significant changes in the internal and external factors that are assessed for the determination of impairment on this CGU and therefore no impairment or recovery occurred.

During the nine months ended September 30, 2020, the Company recorded an impairment charge on non-current assets of \$7,947 recognized at the Gualcamayo Mine in property, plant and equipment for \$7,217 and exploration expenses for \$730. The closing net book value after impairment was \$99,553.

Key Assumptions

The Company's impairment test incorporated the following key assumptions: long term gold prices ranging from \$1,350 to \$1,639 per ounce; life of mine estimate of 9 years; and, an after-tax discount rate of 31.7%, which represented the Company's weighted average cost of capital and which included estimates for risk-free interest rates, market value of the Company's equity, market return on equity, share volatility and debt-to-equity financing ratio.

The recoverable amounts of the Gualcamayo CGU were based primarily on the future after-tax cash flows expected to be derived from the Company's mining interests and represents the VIU (Value in use). The projected cash flows used in impairment testing is affected by changes in assumptions for discount rates, metal prices, changes in the amount of recoverable reserves, resources, and exploration potential, production costs estimates and capital expenditures estimates.

HEMCO Nicaragua

During the nine months ended September 30, 2021 and 2020, the Company concluded that there are no significant changes in the internal and external factors that are assessed for the determination of impairment on this CGU and therefore no impairment or recovery occurred.

Nechi Alluvial

On April 9, 2021 the ANLA (Agencia Nacional de Licencias Ambientales) issued the Resolution 00659 denying a significant portion of the permits for the alluvial operation, Mineros responded to the resolution by filing an appealing for the ungranted permits and later on June 23, the ANLA responded to the appeal regarding the decisions taken in the Resolution No. 00659, which were largely reconsidered by the environmental authority. In this sense, after evaluating the impacts of the same, the Company considers that, although not all the requested areas were granted, it will be able to continue its operation.

On October 19, 2021 the ANLA (Agencia Nacional de Licencias Ambientales) issued the Resolution 00659 notified Mineros that 100% of the requested area was granted corresponding to 141.63 hectares of Nechí. Additionally, during the last two months of 2021, the Company plans to submit a new request for modification to the Environmental Management Plan, which will allow the Company to extend the operation time by an estimated five additional years.

Others Segments

During the nine months ended September 30, 2021 and 2020, the Company concluded that there are no significant changes in the internal and external factors that are assessed for the determination of impairment on this CGU and therefore no impairment or recovery occurred.

NOTE 7. SEGMENTS

The Company operates in three principal countries, Colombia (Nechi Alluvial), Nicaragua (HEMCO Nicaragua), and Argentina (Gualcamayo). The Company also has significant gold exploration projects including the La Pepa project in Chile included in the Segment Chile (La Pepa). The following table provides the Company's results by operating segment in the way information is provided to and used by the Corporation's chief operating decision maker, which is the CEO, to make decisions about the allocation of resources to the segments and assess their performance.

Nine months ended, September 30 2021								
	Nechi Alluvial*	HEMCO Nicaragua	Gualcamayo	Chile (La Pepa)**	Mineros S.A (Holding)*	Others	Intersegment adjustments and eliminations	Total
Revenue	\$ 107,363	\$ 177,241	\$ 87,342	(\$4,244)	\$ 133,772	\$ 208	(\$127,653)	\$ 374,029
Cost of sales	(67,673)	(132,642)	(79,797)	-	(88,023)	(422)	92,879	(275,678)
Gross Profit	39,690	44,599	7,545	(4,244)	45,749	(214)	(34,774)	98,351
Administrative expenses	(1,702)	(2,209)	(1,474)	(699)	(10,483)	(26)	1,890	(14,703)
Exploration expenses	-	(3,790)	(2,049)	(593)	(1,119)	-	-	(7,551)
Finance income	291	139	604	-	704	-	(650)	1,088
Finance expense	(1,117)	(1,514)	(3,168)	(1)	(1,550)	(32)	650	(6,732)
Income Tax								(28,570)
Current period net income								32,327

**Includes income by equity method

Three months ended, September 30 2021								
	Nechi Alluvial*	HEMCO Nicaragua	Gualcamayo	Chile (La Pepa)**	Mineros S.A (Holding)**	Others	Intersegment adjustments and eliminations	Total
Revenue	\$ 31,541	\$ 60,581	\$ 28,263	(\$2,196)	\$ 36,340	\$ 86	(\$34,427)	\$ 120,188
Cost of sales	(22,190)	(46,705)	(27,255)	-	(28,284)	(145)	29,810	(94,769)
Gross Profit	9,351	13,876	1,008	(2,196)	8,056	(59)	(4,617)	25,419
Administration expenses	(536)	(785)	(393)	(223)	(3,124)	(9)	404	(4,666)
Exploration expenses	-	(3,123)	(809)	(212)	(889)	-	-	(5,033)
Impairment of Asset	-	-	-	-	-	-	-	-
Finance income	96	5	128	-	235	-	(199)	265
Finance expense	(352)	(604)	(998)	(1)	(426)	(32)	221	(2,192)
Income Tax								(5,696)
Current period net income								8,150

**Includes income by equity method

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Nine months ended, September 30 2020								
	Nechi Alluvia*	HEMCO Nicaragua	Gualcamayo	Chile (La Pepa)**	Mineros S.A (Holding)**	Others	Intersegment adjustments and eliminations	Total
Revenue	\$ 102,494	\$ 169,681	\$ 91,316	\$ 4,536	\$ 152,532	\$ 113	(\$ 156,851)	\$ 363,821
Cost of sales	(59,973)	(110,796)	(68,593)	-	(85,559)	(253)	91,145	(234,029)
Gross Profit	42,521	58,885	22,723	4,536	66,973	(140)	(65,706)	129,792
Administrative expenses	(1,553)	(1,993)	(1,269)	(660)	(8,127)	(21)	1,829	(11,794)
Exploration expenses	-	(1,587)	(1,037)	(2,225)	(3,096)	-	-	(7,945)
Impairment of Asset	-	-	(7,947)	-	-	-	-	(7,947)
Finance income	189	46	218	-	725	2	(558)	622
Finance expense	(1,314)	(1,438)	(7,795)	(1)	(1,923)	(37)	6,230	(6,278)
Income Tax								(33,199)
Current period net income								49,500

*Includes La Y Mine which was disposed of on May 31, 2020.

**Includes income by equity method

Three months ended, September 30 2020								
	Nechi Alluvia*	HEMCO Nicaragua	Gualcamayo	Chile (La Pepa)**	Mineros S.A (Holding)**	Others	Intersegment adjustments and eliminations	Total
Revenue	\$ 29,143	\$ 61,823	\$ 30,057	\$ 5,469	\$ 42,042	\$ 65	(\$ 47,336)	\$ 121,263
Cost of sales	(18,172)	(40,926)	(20,480)	-	(14,027)	(101)	15,158	(78,548)
Gross Profit	10,971	20,897	9,577	5,469	28,015	(36)	(32,178)	42,715
Administrative expenses	(497)	(576)	(472)	(422)	(3,653)	(10)	2,060	(3,570)
Exploration expenses	-	(301)	(1,037)	(136)	(171)	-	-	(1,645)
Finance income	100	24	106	-	254	1	(186)	299
Finance expense	(456)	(460)	(1,745)	-	(663)	(15)	1,456	(1,883)
Income Tax								(12,821)
Current period net income								24,795

**Includes income by equity method

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Nine months ended, September 30 2021								
	Nechi Alluvial	HEMCO Nicaragua	Gualcamayo	Chile (La Pepa) ⁽¹⁾	Mineros S.A (Holding)	Others	Intersegment adjustments and eliminations	Total
Property, plant and equipment	\$ 95,875	\$ 74,510	\$ 78,792	\$ -	\$ 2,675	\$ 10,379	-	\$ 262,231
Total assets	160,218	197,694	164,776	100,622	422,338	10,619	(491,160)	565,107
Total liabilities	(74,782)	(65,956)	(261,205)	(68)	(92,022)	(2,464)	259,936	(236,561)
Additions of PP&E, intangibles and exploration and evaluation projects	9,839	47,746	40,005	-	850	379	-	98,819

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

The following is the Information about major customers:

Customer	30/09/2021	30/09/2020
1	\$ 146,280	\$ -
2	119,368	31,181
3	53,410	154,057
4	49,841	55,422
5	-	54,636
Total sales to customers exceeding 10% of annual metal sales	\$ 368,899	\$ 295,296
Percentage of metal sales	98%	81%

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

Non-current assets		
	30/09/2021	31/12/2020
Nechi Alluvial	\$ 109,276	\$ 103,957
HEMCO Nicaragua	160,521	132,356
Gualcamayo	98,819	82,761
Chile (La Pepa)	98,357	102,601
Mineros Holdings	355,946	360,140
Others and eliminations	(430,533)	(439,855)
Total Non-current assets	\$ 392,386	\$ 341,960

Depreciation and amortization		
	30/09/2021	30/09/2020
Nechí Alluvial + Mine Y ⁽¹⁾	\$ 8,563	\$ 7,445
HEMCO Nicaragua	16,478	12,379
Gualcamayo	9,470	8,651
Mineros S.A (Holding)	1014	1000
Others	81	68
Total depreciation and amortization	\$ 35,606	\$ 29,543

(1) Includes information until May 31, 2020, date of the disposal of the Operadora.

NOTE 8. REVENUES

The Company derives its revenue from contracts with customers for the transfer of gold and silver at a point of time. This is consistent with the revenue information that is disclosed for each reportable segment under IFRS 8 Operating Segments (see note 7).

Item	Three-months ended, September 30		Nine-months ended, September 30	
	2021	2020	2021	2020
Sales of gold	\$ 116,135	\$ 120,206	\$ 362,310	\$ 359,918
Sales of silver	2,724	1,802	7,347	4,447
Sales of electric energy	1,246	1,027	3,361	2,577
Hedging of sales of gold (See note 5)	(1)	(2,012)	807	(3,451)
Other revenues	84	240	204	330
Total	\$ 120,188	\$ 121,263	\$ 374,029	\$ 363,821

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

NOTE 9. COST OF SALES

Item	Three-months ended, September 30		Nine-months ended, September 30	
	2021	2020	2021	2020
Direct mining costs	\$ 76,902	\$ 60,729	\$ 224,621	\$ 187,154
Depreciation and amortization	11,242	12,389	34,508	28,551
Taxes and royalties	6,625	5,430	16,549	18,324
Total	\$ 94,769	\$ 78,548	\$ 275,678	\$ 234,029

NOTE 10. EARNINGS PER SHARE

The Company does not have potentially dilutive shares in any of the periods presented.

Item	Three-months ended, September 30		Nine-months ended, September 30	
	2021	2020	2021	2020
Profit attributable to controlling interest	\$ 8,150	\$ 24,730	\$ 32,211	\$ 49,290
Weighted average number of outstanding ordinary shares	261,687,402	261,687,402	261,687,402	261,687,402
Earnings per share in U.S Dollars	0.03	0.09	0.12	0.19

In an extraordinary meeting of the General Shareholders' Meeting held on April 16, 2021, it was authorized to make and notarize an amendment to the Company's Bylaws that allowed the increase of the Company's authorized capital to a total of fifty-five thousand dollars (USD 55,243), represented in eight hundred million (800,000,000) Shares each with a par value of fifty cents of Colombian pesos (COP 0.50).

Dividends payable

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

Item	30/09/2021	31/12/2020
Dividends payables	\$ 8,060	\$ 3,679
Dividends payables from prior periods	393	397
Total	\$ 8,453	\$ 4,076

In Colombia, according to minute no. 59 of the Ordinary General Meeting of Shareholders of March 25, 2021, the proposal on the payment of dividends was approved. It decrees an ordinary dividend per share of \$0.0154 payable each quarter in the months of April, July, October 2021 and January 2022, between the 10th and 20th days of each month; and an extraordinary dividend per share of \$0.0080 for the period of April 2021 - March 2022.

The declared dividends in 2021 totaled \$18,213, taken from reserves from previous years, as non-taxable dividends.

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

Item	30/09/2021	31/12/2020
January 1	\$ 4,076	\$ 3,850
Dividends declared	18,213	12,457
Dividends declared non-controlling interest	-	266
Dividends paid as advances in prior periods ⁽¹⁾	(360)	(184)
Effect exchange rate changes	180	990
Dividends paid	(13,656)	(13,303)
Total	\$ 8,453	4,076

(1) Non-cash transaction for the period

11.1 Share-based Payments

Share appreciation rights

The Company adopted a Share Appreciation Rights ("SARs") plan that entitles certain senior management to receive a cash payment that equals the increase in value of the shares from a specified level over a specified period of time – e.g. from grant date to a vesting date. Awards are made based on whether objective performance goals for the applicable executive were met in the previous financial year, as adjusted for subjective factors. The formula is: cash bonus received by the applicable executive multiplied by a factor of two, divided by Mineros' average stock price during October and November of preceding year. SARs vest after three years from the grant date and are exercisable for a period of five years. Vested SARs can be exercised for cash payment equal to the SAR base price less the then-current stock price (calculated as the average closing price during the two month preceding the exercise date).

SARs have been granted to certain employees at exercise prices determined by reference to the market value of the Company's common shares on the date of the grant. The changes in SARs during the three months ended September 30, 2021 are as follows:

	Number of SARs outstanding	Weighted average exercise price (COP)
Balance, beginning of period	1,760,626	2,595
Granted	838,712	3,700
Balance, end of period	2,599,338	3,010

The estimated grant date fair value of the SARs granted during the nine months ended september 30, 2021 was calculated using the Black&Scholes option-pricing model with the following weighted average assumptions:

	Granted in 2021	Granted in 2020	Granted in 2019
Risk-free interest rate	6.09%	5.42%	4.62%
Expected annual volatility	32%	32%	32%
Expected life (in years)	4.48	3.64	2.39
Expected dividend yield	6.1%	6.1%	6.1%
Grant date fair value per SARs (COP)	1,046	613	1,199
Share price at grant date (COP)	4,095	3,248	3,193

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The following summarizes information about SARs outstanding and exercisable at September 30, 2021:

Expiry date	Exercise price (COP)	SARs outstanding	SARs exercisable	Estimated fair value (\$)	Weighted average remaining contractual life (in years)
February 20, 2024	1,999	974,148	-	228	2.39
May 20, 2025	3,332	786,478	-	51	3.64
March 25, 2026	3,700	838,712	-	19	4.48
Total	3,010	2,599,338	-	298	3.44

NOTE 11. CASH AND CASH EQUIVALENTS

The following is the breakdown of cash and cash equivalents:

Item	30/09/2021	31/12/2020
Bank accounts (USD)	\$ 34,188	\$ 51,942
Bank accounts (other foreign currencies)	4,131	9,571
Collective investment fund (*)	13,409	2,031
Petty cash	24	30
Bank – funds	24	24
Total	\$ 51,776	\$ 63,598

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

The Company had right-of-use asset additions of \$3,281 which did not result in cash outflows. See note 18.

NOTE 12. TRADE AND OTHER RECEIVABLES

The following is the breakdown of trade and other receivables:

Item	30/09/2021	31/12/2020
Trade accounts receivable:		
International Clients ⁽¹⁾	\$ 25,177	\$ 13,836
Local Clients	30	-
Total trade accounts Receivable	\$ 25,207	\$ 13,836
Other accounts receivable:		
Employee loans	2,410	2,745
Other debtors	4,415	5,644
Total	\$ 6,825	\$ 8,389
Trade and other receivables	\$ 32,032	\$ 22,225
Current portion	30,051	19,811
Non-current portion	1,981	2,414

(1) Corresponds to the invoices for the last shipments of gold.

NOTE 13. INVENTORIES

The following is the breakdown of inventories:

Item	30/09/2021	31/12/2020
Ore Stockpiles ⁽¹⁾	\$ 30,697	\$ 47,716
Materials and spare parts ⁽²⁾	44,932	38,137
Total	\$ 75,629	\$ 85,853
Current portion	50,476	64,621
Non-current portion	25,153	21,232

- (1) The decrease in ore stockpiles is associated with higher consumption of heap leaches in Argentina.
 (2) The variation is mainly generated by higher prices and additional stock considering the worldwide shortage of containers

NOTE 14. TAXES
Assets: Income tax receivables and other tax receivables

Tax receivable balances are as follows:

Other taxes

Item	30/09/2021	31/12/2020
VAT	\$ 18,022	\$ 28,647
Financial transaction tax	526	607
Municipal tax	691	530
Total	\$ 19,239	\$ 29,784
Current portion	18,717	29,192
Non- current portion	522	592

Income taxes

Item	30/09/2021	31/12/2020
Income taxes receivable	\$ 8,140	\$ 5,189

The amounts above represent amounts paid in advance by the Company, on which reimbursement is expected. The Company 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.

Liabilities: Income tax and other taxes

Liabilities show the net balance owed by the Company for the taxes in each country of operation, pursuant to the applicable tax framework in each nation, as described in detail in Note 23.5 of the consolidated financial statements annual. The breakdown of liabilities is as follows:

Other taxes

Item	30/09/2021	31/12/2020
Municipal taxes ⁽¹⁾	\$ 3,554	\$ 1,334
VAT	-	74
Total	\$ 3,554	\$ 1,408

(1) The variation corresponds mainly to gold taxes payable at Minas Argentinas S.A.

Income tax

Item	30/09/2021	31/12/2020
Income tax	\$ 17,676	\$ 27,851
Prior year income tax ⁽¹⁾	6,661	-
Total	\$ 24,337	\$ 27,851

(1) The variation corresponds to the recognition of works for taxes in the Nechi Alluvial segment. See note 15

Tax current and deferred

The following is a breakdown of the current and deferred taxes recorded in the statement of income:

Item	30/09/2021	30/09/2020
Income tax ⁽¹⁾	\$ 23,512	\$ 31,501
Subtotal current	\$ 23,512	\$ 31,501
Deferred tax expense (recovery) ⁽²⁾	5,058	1,698
Total current and deferred tax expense (recovery)	\$ 5,058	1,698
Total income tax expense	\$ 28,570	\$ 33,199

(1) Corresponds to the decrease in the profits of HEMCO Nicaragua S.A. and Mineros Aluvial S.A.S BIC. During September 2020; in addition to the tax loss generated in Mineros S.A. and Negocios Agroforestales on which income tax is being calculated based on presumptive income with a 0% rate in accordance with tax guidelines.

(2) The variation of the deferred tax corresponds mainly to the effect of the application of Law 2155 published in Colombia on September 14, 2021, which increases the nominal tax rate as from 2022, going from 30% to 35%, additionally the deferred tax was recognized in the segment of Mineros S.A. (Holding) on tax shields recognized in the income tax return for the taxable year 2020. The change of functional currency in Mineros S.A. and Mineros Aluvial S.A.S. also affected the result, mainly the items of property, plant and equipment and other assets; in the Gualcamayo segment the variation

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corresponds to the use of tax shields in the amount of \$2.4 million, tax inflation adjustments in the amount of \$4.1 million and the adjustment in fixed assets for USD 770 thousand.

Deferred tax

The deferred income tax is as follows:

Item	30/09/2021	31/12/2020
Initial balance asset	\$ 4,612	\$ 13,751
Taxes movement	(3,215)	(9,139)
Total deferred tax asset	\$ 1,397	\$ 4,612
Initial balance liabilities	(10,442)	(17,003)
Taxes movement	(1,958)	6,561
Total deferred tax liability	(12,400)	(10,442)
Total deferred tax (net)	(\$ 11,003)	(\$ 5,830)

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

Item	Property, plant and equipment	Other ⁽¹⁾	Financial Obligations	Other	Currency translation effect	Total
Total 31/12/2020	(24,683)	6,035	6,723	6,095	-	(5,830)
(Charge) credit to the statement of profit & loss	5,853	(2,427)	(7,076)	(1,408)	-	(5,058)
(Charge) credit to other comprehensive income	(1,889)	-	(435)	12	-	(2,312)
Currency translation effect	1,878	-	331	(12)	-	2,197
Total 30/09/2021	(18,841)	3,608	(457)	4,687	-	(11,003)

- (1) Includes mainly intangible assets, investments, inventories, accounts receivable and tax shields. The variation corresponds mainly to differences between books in intangible assets of HEMCO Nicaragua S.A. and inflation adjustment of Minas Argentina S.A.

Tax rules applicable to current and deferred tax corresponding to tax periods 2021

Tax Framework

- Income Tax:** The Company is subject to an income tax rate of 31% (2020: 32%). The company for the year 2021 considers a presumptive income base of 0% (2020: 0.5%) in Colombia.
- No changes in the income tax rate in Nicaragua (30%) and Argentina (25%).

Tax Reform Colombia

The Tax Reform in Colombia has been approved on September 14, 2021.

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The most relevant impact at corporate level of the Tax Reform implies an increase in the nominal income tax rate that would go from 30% to 35% for the taxable year 2022; it must be taken into account that this same rate applies in case of distributing dividends as taxed, when dividends are distributed, charged to the non-taxed net income, the dividend tax is caused at a rate of 10% for individuals or non-tax resident.

The discount for payment of ICA (Industry and Commerce Tax) will remain at 50%, revoking the benefit of 100% that was estimated to apply from 2022.

NOTE 15. OTHER ASSETS

Item	30/09/2021	31/12/2020
Works for taxes ⁽¹⁾	\$ 6,661	-
Prepaid expenses	2,581	4,893
Other assets	681	76
Total	\$ 9,923	\$ 4,969
Current portion	9,923	4,969

- (1) Corresponds to the second stage of rehabilitation, improvement and paving of the Escarralao-El Jobo road, which will be carried out with the resources that were destined to the income tax of Mineros Aluvial of 2020.

NOTE 16. EXPLORATION AND EVALUATION PROJECTS

The following are the Company's exploration and evaluation projects, assets in development, under the scope of IFRS 6 - Exploration for and Evaluation of Mineral Resources:

Description	Segment	30/09/2021	31/12/2020
Hem Jv Rrm Luna Roja	HEMCO Nicaragua	\$ 24,462	\$ -
Exploracion Vesubio	HEMCO Nicaragua	14,997	12,714
Proyecto Pluto Sw 850	HEMCO Nicaragua	4,362	2,283
Elefante li	HEMCO Nicaragua	4,123	3,368
Target D	Gualcamayo	3,423	2,675
Qddlw	Gualcamayo	2,420	1,360
Las Vacas	Gualcamayo	2,229	1,324
Mas Aim - Y Alrededores	Gualcamayo	1,123	-
Qddm	Gualcamayo	690	272
Alaya	Gualcamayo	652	-
Preg Robbin Fase 2	Gualcamayo	503	503
Ataco	Mineros S.A. Holding	434	434
Preg Robbin Fase 1	Gualcamayo	413	413
Alu Viabilizacion Ambiental Etapa 2	Nechi Alluvial	338	216
Cuerpo Santiago	Gualcamayo	-	550
Total		\$ 60,169	\$ 26,112

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Below is the movement in the exploration and evaluation projects during the nine months ended September 30, 2021:

Description	30/09/2021
Cost at January 1	\$ 26,112
Additions	34,632
Transfers to/from other accounts (-/+)	(25)
Disposals, net (-)	(550)
Total	\$ 60,169

NOTE 17. INTAGIBLE ASSETS, NET

Below is the movement in the intangible assets during the nine months ended September 30, 2021:

2021				
Description	Exploitation and development projects	Software and software applications	Mineral resource asset ⁽¹⁾	Total
Initial balance	\$ 16,734	\$ 8,678	\$ 14,485	\$ 39,897
Additions	-	1,080	-	1,080
Transfers to other accounts (-/+)	-	(7)	-	(7)
Disposals, net (-)	-	(816)	-	(816)
Amortization	(4,097)	(1,415)	(913)	(6,425)
Net final balance	\$ 12,637	\$ 7,520	\$ 13,572	\$ 33,729
Cost at September 30, 2021	23,700	12,080	17,469	53,249
Accumulated depreciation at September 30, 2021	(11,063)	(4,560)	(3,897)	(19,520)
Intangible assets at September 30, 2021	\$ 12,637	\$ 7,520	\$ 13,572	\$ 33,729

NOTE 18. PROPERTY PLANT AND EQUIPMENT, NET

Below is the movement in the Property, Plant and Equipment during the nine months ended September 30, 2021:

2021					
	Land and buildings	Machinery, plant and equipment	Constructions in progress	Plantations	Total
Initial balance	\$ 76,846	\$ 135,180	\$ 20,274	\$ 7,125	\$ 239,425
Additions	119	3,839	55,489	379	59,826
Additional liabilities for new leases	-	3,281	-	-	3,281
Transfer (-/+)	25,155	14,490	(39,645)	-	-
Transfers to other accounts (-/+)	(431)	59	(1,067)	(49)	(1,488)
Disposals, net (-)	(57)	(262)	(2,463)	(16)	(2,798)
Depreciation	(12,932)	(21,850)	-	(40)	(34,822)
Currency translation adjustment	(434)	(6)	-	(753)	(1,193)
Net final balance	88,266	134,731	32,588	6,646	262,231
Cost at June 30, 2021	124,356	234,265	32,588	6,833	398,042
Accumulated depreciation at September 30, 2021	(36,090)	(99,534)	-	(187)	(135,811)
Property, plant and equipment at September 30, 2021	\$ 88,266	\$ 134,731	\$ 32,588	\$ 46,646	\$ 262,231

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

As of September 30, the company reports additions of contracts considered as leaseback for \$1,257, which were recognized as financial liabilities.

NOTE 19. LOANS AND OTHER BORROWINGS

The following are the balances of credits and other borrowings:

Item	30/09/2021	31/12/2020
Financial obligations ⁽¹⁾	\$ 63,230	\$ 42,369
Lease liabilities ⁽²⁾	23,058	32,089
Total	\$ 86,288	\$ 74,458
Current portion	44,139	27,277
Non-current portion	42,149	47,181

The change in financial obligations is shown below:

Type of contract	Préstamos bancarios	Arrendamientos	Total obligaciones financieras
Balance at January 1, 2021	\$ 42,369	\$ 32,089	\$ 74,458
New credits acquired	30,986	-	30,986
Liabilities for new leases	-	3,281	3,281
Reclasificaciones	2,240	(2,240)	-
Remedy leases obligations	-	-	-
Credits paid	(8,550)	(8,221)	(16,771)
Interest accrued	1,852	1,406	3,258
Interest paid	(1,786)	(1,405)	(3,191)
Disposals leases liabilities	-	(20)	(20)
Other payments	-	-	-
Currency translation effect	(3,881)	(1,832)	(5,713)
Balance at Jun 30, 2020	\$ 63,230	\$ 23,058	\$ 86,288

(1) At September 30, 2021, the breakdown of loans is as follows:

- Loan for \$22,701, taken out in April 2019, with a term of 7 years, at an interest rate of 5.60% E.A (Effective annual). For the Mineros S.A. Holding segment.
- Treasury loan for \$15,107, taken out in May 2021, for a term of 6 months for the Mineros S.A Holding with a rate of 1.84% E.A.
- Treasury loans for \$6,427 taken out in March 2021 for a term of 12 months for the Mineros S.A. Holding segment with a rate of 2.70% E.A.
- Loan for \$4,458, taken out in April 2021, for a term of 1 years for the Mineros S.A. Holding segment with a rate of 2.70% E.A.
- 22 loans taken out between 2015 and 2021 with terms between 2 and 7 years for \$14,537, at an average interest rate of 6.15% E.A with suitable guarantee for the HEMCO Nicaragua segment.

(2) At September 30, 2021, the breakdown of lease liabilities is as follows:

- Lease obligation the machinery and equipment at a rate DTF (colombian average savings rate) + 3.05 points over a 144-month period for \$15,438 for the Nechí Alluvial segment.
- Leases obligation the machinery and equipment taken out between 2019 and 2021 for \$4,391, at a rate average of 6.68% for a period¹ between 3 years for the HEMCO Nicaragua segment.
- Lease obligation the machinery and equipment, taken out in 2020 for \$2,981, for a period between 1 and 3 years, at an interest rate of 15% E.A, for the Gualcamayo segment.
- Other finance lease of \$248

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

	30/09/2021	31/12/2020
1 Year	\$ 7,084	\$ 6,571
1 to 5 Years	17,188	15,223
More than 5 years	23,821	23,821
	\$ 48,093	\$ 45,615
Less: unaccrued finance expenses	(25,035)	(13,526)
Present value of minimum lease payments	23,058	32,089

NOTE 20. TRADE AND OTHER PAYABLES

Item	30/09/2021	31/12/2020
Suppliers	\$ 31,832	\$ 36,183
Taxes (1)	14,436	15,238
Other	968	629
Total	\$ 47,236	\$ 52,050

(1) Corresponds mainly to withholdings for foreign payments of \$10,879 (2020: \$9,136).

NOTE 21. PROVISIONS

The detail of provision is the following:

Item	30/09/2021	31/12/2020
Dismantling of assets ⁽¹⁾	\$ 34,926	\$ 31,722
Other provisions	5,407	5,439
Total	40,333	37,161
Current portion	704	746
Non-current portion	39,629	36,415

(1) The amounts by country: Argentina \$20,007 (2020: \$19,100), Nicaragua \$9,488 (2020: \$8,923) and Colombia \$5,431 (2020: \$3,699).

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

	Dismantling of assets	Other provisions
Balance December 31, 2020	\$ 31,722	\$ 5,439
Additions, changes in estimates and other	2,887	307
Payments and other	(19)	0
Accretion expense	937	-
Foreign currency exchange	(601)	(339)
Balance September 30, 2021	\$ 34,926	\$ 5,407

Contingent assets

Type of process	Number of processes	Claims
Administrative and environmental	11	\$ 9,671
Taxes, other than income tax	9	47,098
Total	20	\$ 56,769

Contingent Liabilities

Contingencies that were evaluated as possible are detailed below:

Type of process	Number of processes	Claims
Administrative and environmental	3	\$ 282
Taxes	1	1,419
Civil	6	580
Labour	50	2,681
Total	60	\$ 4,962

NOTE 22. OTHER ACCUMULATED COMPREHENSIVE INCOME

Detailed below are the figures of the AOCI:

Item	30/09/2021	31/12/2020
Items that will not be reclassified to results of the period. net of deferred tax:		
Revaluation of property, plant and equipment	\$ 7,574	\$ 7,507
Measurement of defined benefits plans	(5)	(8)
Items that may be reclassified to results of the period. net of deferred tax:	\$ 7,569	\$ 7,499
Cash flows hedges	1,522	(607)
Conversion adjustment	45,697	45,500
Changes in Financial instruments designated at FVTOCI	2,736	2,736
Total	57,524	55,128

NOTE 23. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The following is disclosed in accordance with IAS 24:

Related party transactions

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. Transactions between related parties and the Company are eliminated in consolidation.

During the three months ended September 30, 2021, the Company entered into the following commercial transactions with related parties of certain Board members:

- Paid insurance premiums to Axa Colpatria Seguros S.A. and Seguros de Vida Colpatria S.A., of \$1,309 (2021) and \$488 (2020) for various insurance policies of the Company.

On June 18, 2021, Alberto Mejia Hernandez, Director and stakeholder, sold 100,000 shares. The sale was approved by the Board of Directors on July 2, 2021, as recorded on the Board's meeting minutes No. 537.

Compensation of Key Management Personnel

The total compensation paid to key management personnel of the Company (persons who have the authority and responsibility to plan, direct and control the Company's activities) as at September 30 2021 and 2020 are as follows:

	30/09/2021	30/09/2020
Salaries and short-term benefits	853	761
Other compensation	1,490	828

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

The fees paid to Directors for their attendance at the Board of Directors meetings for the nine months ended September 30, 2021 of \$391 (September 30, 2020: \$258).

NOTE 24. SUBSEQUENT EVENTS

No subsequent events have occurred to date.

NOTE 25. APPROVAL OF FINANCIAL STATEMENTS

The Condensed Consolidated Interim Condensed Financial Statements of Mineros S.A. for the nine months ended September 30, 2021 were approved by the Board of Directors at its meeting as November 13, 2021, as per minute number 545.