



**CONDENSED CONSOLIDATED INTERIM FINANCIAL
STATEMENTS**

**FOR THE THREE MONTHS ENDED MARCH 31, 2017 AND 2016
(UNAUDITED)**

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BRIO GOLD INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

<i>(In thousands of United States Dollars), (unaudited)</i>	For the three months ended March 31,	
	2017	2016
Revenue from mining operations	\$ 59,499	\$ 47,133
Cost of sales excluding depletion, depreciation and amortization	(40,318)	(22,461)
Gross margin excluding depletion, depreciation and amortization	19,181	24,672
Depletion, depreciation and amortization	(13,366)	(10,806)
Mine operating earnings	5,815	13,866
Expenses		
General and administrative	(5,065)	(5,252)
Other operating income/(expense) <i>(Note 12)</i>	176	(5,738)
Operating earnings	926	2,876
Foreign exchange (loss)/gain	(1,257)	602
Finance expense <i>(Note 13)</i>	(6,782)	(693)
(Loss)/earnings before income taxes	(7,113)	2,785
Income tax recoveries <i>(Note 14)</i>	9,530	7,690
Net earnings	2,417	10,475
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss:		
Change in fair value of hedging instruments, net of tax <i>(Note 16)</i>	14,997	—
Total comprehensive income	\$ 17,414	\$ 10,475
Net earnings per share		
Net earnings per share (basic) <i>(Note 15)</i>	\$ 0.02	\$ 0.45
Net earnings per share (diluted) <i>(Note 15)</i>	\$ 0.02	\$ 0.42
Weighted average number of shares outstanding <i>(Note 15)</i>		
Basic	112,527,429	23,500,000
Diluted	118,449,925	25,000,000

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

BRIO GOLD INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

	For the three months ended March 31,	
<i>(In thousands of United States Dollars), (unaudited)</i>	2017	2016
Operating activities		
Loss before income tax expense	\$ (7,113)	\$ 2,785
Adjustments to reconcile loss before income taxes to operating cash flows:		
Depletion, depreciation and amortization	13,366	10,806
Unrealized foreign exchange loss/(gain)	1,257	(602)
Finance expense	6,782	693
Other non-cash operating (gains)/expenses <i>(Note 17 b)</i>	(2,739)	4,371
Advance metal sales <i>(Note 10)</i>	4,425	—
Decommissioning, restoration and similar liabilities paid	(404)	(85)
Income taxes paid	(88)	(1,708)
Cash flows from operating activities before net change in working capital	\$ 15,486	\$ 16,260
Net change in working capital <i>(Note 17 a)</i>	(19,531)	(7,509)
Cash flows from operating activities	\$ (4,045)	\$ 8,751
Investing activities		
Property, plant and equipment expenditures	(18,811)	(8,707)
Acquisition of Mineração Riacho dos Machados Ltda <i>(Note 3)</i>	—	(47,393)
Cash flows used in investing activities	\$ (18,811)	\$ (56,100)
Financing activities		
Proceeds from long-term debt <i>(Note 11)</i>	\$ 35,000	\$ —
Related party financing	—	47,729
Interest and other finance expenses paid <i>(Note 11)</i>	(2,075)	—
Cash flows from financing activities	\$ 32,925	\$ 47,729
Effect of foreign exchange on cash	(475)	377
Increase in cash	\$ 9,594	\$ 757
Cash beginning of period	\$ 7,014	\$ 3,966
Cash end of period	\$ 16,608	\$ 4,723

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

BRIO GOLD INC.
CONDENSED CONSOLIDATED INTERIM BALANCE SHEETS

<i>(In thousands of United States Dollars)</i>	As at March 31, 2017 <i>(unaudited)</i>	As at December 31, 2016
Assets		
Current assets:		
Cash	\$ 16,608	\$ 7,014
Trade and other receivables	1,658	154
Inventories <i>(Note 5)</i>	36,342	29,620
Derivative related assets <i>(Note 7)</i>	14,204	1,328
Income taxes recoverable	1,523	—
Other current assets <i>(Note 6)</i>	18,222	12,777
	88,557	50,893
Non-current assets:		
Property, plant and equipment <i>(Note 8)</i>	485,847	481,746
Deferred tax assets	15,079	6,167
Non-current derivative related assets <i>(Note 7)</i>	2,449	—
Other non-current asset <i>(Note 6)</i>	4,217	2,893
Total assets	\$ 596,149	\$ 541,699
Liabilities		
Current liabilities:		
Trade and other payables <i>(Note 9)</i>	\$ 46,183	\$ 56,066
Income taxes payable	4,891	2,998
Other financial liabilities	1,935	1,414
Other provisions and liabilities <i>(Note 10)</i>	8,433	5,243
	61,442	65,721
Non-current liabilities:		
Long-term debt <i>(Note 11)</i>	33,068	—
Decommissioning, restoration and similar liabilities	38,586	36,871
Deferred income tax liabilities	15,119	11,413
Other non-current provisions and liabilities <i>(Note 10)</i>	5,986	4,902
Total liabilities	154,201	118,907
Equity		
Share capital	427,858	427,858
Reserves	87,414	70,675
Deficit	(73,324)	(75,741)
Total equity	441,948	422,792
Total equity and liabilities	\$ 596,149	\$ 541,699

Contractual commitments, contingencies *(Notes 19 and 20)*.

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

BRIO GOLD INC.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

<i>(In thousands of United States Dollars, (unaudited))</i>	Equity Reserves	Hedging Reserves	Total Reserves	Share capital	Deficit	Total equity
Balance at January 1, 2016	\$ 63,399	\$ —	\$ 63,399	\$ 367,750	\$ (58,882)	\$ 372,267
Net earnings	—	—	—	—	10,475	10,475
Transactions with owners:						
Restricted share units	1,742	—	1,742	—	—	1,742
Balance as at March 31, 2016	\$ 65,141	\$ —	\$ 65,141	\$ 367,750	\$ (48,407)	\$ 384,484
Balance at January 1, 2017	\$ 70,367	\$ 308	\$ 70,675	\$ 427,858	\$ (75,741)	\$ 422,792
Net earnings	—	—	—	—	2,417	2,417
Change in fair value of hedging instruments, net of tax	—	14,997	14,997	—	—	14,997
Transactions with owners:						
Restricted share units	1,742	—	1,742	—	—	1,742
Balance as at March 31, 2017	\$ 72,109	\$ 15,305	\$ 87,414	\$ 427,858	\$ (73,324)	\$ 441,948

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

BRIO GOLD INC.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2017

(Tabular amounts in thousands of United States Dollars unless otherwise noted)

(Amounts as at March 31, 2017 and for the three months ended March 31, 2017 and 2016 are unaudited)

1. BASIS OF PREPARATION AND PRESENTATION

These Condensed Consolidated Interim Financial Statements of Brio Gold Inc. (the "Company" or "Brio"), including comparative figures, have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* ("IAS 34") using the accounting principles consistent with International Financial Reporting Standards ("IFRS"). These Condensed Consolidated Interim Financial Statements do not include all disclosures required by IFRS for annual consolidated financial statements and accordingly should be read in conjunction with the Company's Annual Audited Consolidated Financial Statements for the year ended December 31, 2016 prepared in accordance with IFRS. These Condensed Consolidated Interim Financial Statements were authorized for issuance by the Board of Directors of the Company on May 8, 2017.

These Condensed Consolidated Interim Financial Statements have been prepared on the basis of and using the accounting policies, methods of computation and presentation consistent with those applied and disclosed in *Notes 3 and 5* to the Company's Annual Audited Consolidated Financial Statements for the year ended December 31, 2016.

In preparing the Condensed Consolidated Interim Financial Statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses for the period end. Critical accounting estimates represent estimates that are uncertain and for which changes in those estimates could materially impact the Company's Consolidated Financial Statements. Actual future outcomes may differ from present estimates. Management reviews its estimates and assumptions on an ongoing basis using the most current information available.

The critical judgments and key sources of estimation uncertainties in the application of accounting policies during the three months ended March 31, 2017 are the same as those disclosed in *Note 4* to the Company's Annual Audited Consolidated Financial Statements for the year ended December 31, 2016.

2. RECENT ACCOUNTING PRONOUNCEMENTS

Certain pronouncements have been issued by the International Accounting Standards Board ("IASB") or the International Financial Reporting Interpretations Committee ("IFRIC") that are mandatory for accounting periods beginning on or after January 1, 2017. The Company has adopted the narrow scope amendments to IFRS 12 - *Disclosure of Interests in Other Entities*, IAS 7 - *Statement of Cash Flows* and IAS 12 - *Income Taxes* which are effective for annual periods beginning on or after January 1, 2017. The amendments did not have an impact on the Company's Condensed Consolidated Interim Financial Statements. Pronouncements that are not applicable to the Company have been excluded from this note.

The following pronouncements have been issued but are not yet effective:

- (a) IFRS 15 *Revenue from Contracts with Customers* ("IFRS 15") - The Standard is effective for annual reporting periods beginning on or after January 1, 2018 for all entities. The Company has completed a preliminary assessment of the impact of adopting IFRS 15. The Company generates revenue mainly from selling precious metals. Typical for the mining industry, each metal sale transaction is stand-alone and without multiple element arrangements. The point in

the sales transactions where revenue is recognized are concluded to be essentially the same for precious metal streams under IFRS 15 and IAS 18 *Revenue*. In general, no significant impact from the adoption of IFRS 15 is expected. The Company is currently assessing the two transition methods allowed by the new Standard, namely, the full retrospective method in accordance with IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*, and the modified retrospective method with the cumulative effect of initially applying IFRS 15 as an adjustment to the opening balance of retained earnings or other component of equity as appropriate.

- (b) IFRS 16 *Leases* - The standard is effective for annual reporting periods beginning January 1, 2019 for public entities. Early application is permitted for companies that also apply IFRS 15. The Company is assessing the impact on the adoption of this Standard.
- (c) IFRS 9 *Financial Instruments* ("IFRS 9") - The Standard provides a revised model for recognition and measurement of financial instruments and a single, forward-looking 'expected loss' impairment model. IFRS 9 also includes a substantially reformed approach to hedge accounting. It is effective for annual reporting periods beginning January 1, 2018 for public entities. The Company has completed a preliminary assessment of the impact of adopting IFRS 9 and it is not expected to have a significant impact on the Company's financial position nor its results of operations.
- (d) IFRIC Interpretation 22 *Foreign Currency Transactions and Advance Consideration* ("IFRIC 22") - On December 8, 2016, the IASB issued IFRIC 22, which addresses the exchange rate to use in transactions that involve advance consideration paid or received in a foreign currency. The Standard provides guidance on how to determine the date of the transaction for the purpose of determining the spot exchange rate used to translate the asset, expense or income on initial recognition that relates to, and is recognized on the de-recognition of, a non-monetary prepayment asset or a non-monetary deferred income liability. It is effective January 1, 2018. The Company is currently assessing the impact on the adoption of this Standard.

3. ACQUISITION OF MINERAL INTEREST

On February 17, 2016, Brio Gold entered into an Assignment and Assumption Agreement and a Restructuring Agreement pursuant to which it would ultimately acquire all right, title and interests in Mineração Riacho dos Machados Ltda ("MRDM") from Macquarie Bank Limited ("Macquarie"), which held the rights and interests in a loan facility extended to Carpathian Gold Inc ("Carpathian") the owner of MRDM. MRDM owns and operates the Riacho Dos Machados ("RDM") mine which is an open-pit heap-leach gold mine located in Minas Gerais State, Brazil. In these financial statements, the transactions referenced above were entered into to achieve the ultimate objective of acquiring MRDM.

On April 29, 2016, the Company closed on the restructuring procedures and concurrently attained control of MRDM for approximately \$53.9 million in total cash consideration, excluding acquisition related costs of \$3.5 million which were recognized in other operating expenses in the Statements of Operations for the year ended December 31, 2016.

The Company has recognized its interest in the MRDM assets, liabilities, revenues and expenses in accordance with the Company's rights and obligations prescribed by the transaction, as a business combination. In accordance with the Company's accounting policy, the Company has recognized the acquired identifiable assets and liabilities.

The following table summarizes the total fair values of assets and liabilities acquired:

Cash	\$	258
Net working capital acquired (i)		2,323
Property, plant and equipment (including mineral interests)		57,415
Non-current liabilities		(6,134)
Net identifiable assets	\$	53,862

- (i) Included in net working capital acquired is accounts receivables of \$2.6 million at fair value which were collected subsequent to closing of the MRDM acquisition.

4. FAIR VALUE MEASUREMENT

Fair Value of Financial Instruments

The Company's financial instruments include cash and cash equivalents, trade and other receivables, advances and deposits, trade and other payables, long-term debt and derivative assets. The carrying values of cash and cash equivalents, trade and other receivables, advances and deposits, trade and other payables approximate their fair values due to the relatively short-term nature of these instruments. Fair values of derivatives were based on market closing prices at period end, on published and observable market prices for similar instruments and on inputs derived principally from or collaborated by observable market data or other means.

There were no material differences between the carrying value and fair value of non-current financial assets and liabilities. As at March 31, 2017, the credit facility has a carrying value of \$33.1 million (December 31, 2016 - \$nil).

The Company assesses its financial instruments and non-financial contracts on a regular basis to determine the existence of any embedded derivatives which would be required to be accounted for separately at fair value and to ensure that any embedded derivatives are accounted for in accordance with the Company's policy. As at March 31, 2017, there were no embedded derivatives requiring separate accounting.

The Company's sales are predominantly denominated in United States Dollars. The Company is primarily exposed to currency fluctuations relative to the United States Dollar as a portion of the Company's operating costs and capital expenditures are denominated in foreign currencies; predominately the Brazilian Real and the Canadian Dollar. Monetary assets denominated in foreign currencies are also exposed to foreign currency fluctuations. These potential currency fluctuations could have a significant impact on production costs and affect the Company's earnings and financial condition.

Valuation Techniques

The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability (for example, interest rate and yield curves observable at commonly quoted intervals, forward pricing curves used to value currency and commodity contracts and volatility measurements used to value option contracts), or inputs that are derived principally from or corroborated by observable market data or other means. Level 3 inputs are unobservable (supported by little or no market activity). The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs.

Derivative Instruments

The fair value of derivative instruments is determined using either present value techniques or option pricing models that utilize a variety of inputs that are a combination of quoted prices and market-corroborated inputs. The Company continues to monitor the potential impact of the recent instability of the financial markets, and will adjust its derivative contracts for credit risk based upon the credit default swap spread for each of the counterparties as warranted.

5. INVENTORIES

	As at March 31, 2017	As at December 31, 2016
Product inventories	\$ 4,778	\$ 3,518
Metal in circuit and gold in process	3,744	4,923
Ore stockpiles	4,587	1,369
Materials and supplies	23,233	19,810
	\$ 36,342	\$ 29,620

The amount of inventories recognized as an expense for the three month periods ended March 31, 2017 was \$40.3 million (2016 - \$22.5 million) and is included in cost of sales excluding depletion, depreciation and amortization.

6. OTHER ASSETS

	As at March 31, 2017	December 31, 2016
Tax credits receivables	\$ 13,046	\$ 7,096
Advances to suppliers	7,038	6,360
Other long-term advances	2,355	2,214
	\$ 22,439	\$ 15,670
Current	\$ 18,222	\$ 12,777
Non-current	4,217	2,893
	\$ 22,439	\$ 15,670

7. DERIVATIVE RELATED ASSETS

On November 3rd and 4th, 2016, the Company entered into (a) zero-cost collar foreign exchange contracts of \$28.0 million Reais ("R\$") per month for two years (January 2017 through December 2018), totaling R\$672 million, with average call and put strike prices of US\$1 = R\$3.30 and US\$1 = \$3.8971 respectively, and (b) forward contracts of R\$28 million per month for two years (January 2017 through December 2018) totaling R\$672 million, at a fixed exchange rate averaging 1US\$ =R\$3.553.

This is to manage the foreign exchange exposure of the operating and capital expenditures associated with its Brazilian operations.

The following table summarizes the fair value of derivative related assets:

	As at March 31, 2017	As at December 31, 2016
Currency contracts		
Forward contracts	11,255	309
Zero-cost collar contracts	\$ 5,398	\$ 1,019
Total derivative related assets	16,653	1,328
Less: Current portion	\$ (14,204)	\$ (1,328)
Non-current portion	2,449	—

The Company tests the hedge effectiveness quarterly. Effective unrealized changes in fair value are recorded in OCI along with the related tax impact. Ineffective changes in fair value and changes in time value of options are recorded in earnings. At settlement, the realized changes are accounted for at trade date and recorded as follows:

Amount related to hedging of operating expenditures is included in cost of sales to offset the foreign exchange effect recorded by the mines. Amount related to hedging of capital expenditures is included in capitalized purchases of goods or services to offset the foreign exchange recorded by the mines or development projects.

8. PROPERTY, PLANT AND EQUIPMENT

	Mining property costs subject to depletion	Mining property costs not subject to depletion (ii)	Land, building, plant & equipment (i)(ii)	Total
Cost, January 1, 2016	\$ 345,024	\$ 610,771	\$ 251,209	\$ 1,207,004
Additions	46,601	43,658	29,084	119,343
Transfers, reclassification and other non-cash movements	6,046	2,289	(2,449)	5,886
Change in decommissioning, restoration & similar liabilities	6,202	1,893	—	8,095
Disposals	—	(110)	(2,016)	(2,126)
Cost, December 31, 2016	\$ 403,873	\$ 658,501	\$ 275,828	\$ 1,338,202
Additions	1,186	9,936	7,689	18,811
Transfers, reclassifications and other non-cash movements	—	(1,340)	119	(1,221)
Disposals	—	—	(1,024)	(1,024)
Cost, March 31, 2017	\$ 405,059	\$ 667,097	\$ 282,612	\$ 1,354,768
Accumulated depreciation and impairment, January 1, 2016	\$ 133,563	\$ 587,419	\$ 57,893	\$ 778,875
Depreciation for the period	36,779	—	26,357	63,136
Impairment charges / (reversals)	107,573	(92,913)	—	14,660
Transfers, reclassifications and other non-cash movements	—	581	(635)	(54)
Disposal	—	(2)	(159)	(161)
Accumulated depreciation and impairment, December 31, 2016	\$ 277,915	\$ 495,085	\$ 83,456	\$ 856,456
Depreciation for the period	3,780	—	9,636	13,416
Disposals	—	—	(951)	(951)
Accumulated depreciation and impairment, March 31, 2017	\$ 281,695	\$ 495,085	\$ 92,141	\$ 868,921
Carrying value, December 31, 2016	\$ 125,958	\$ 163,416	\$ 192,372	\$ 481,746
Carrying value, March 31, 2017	\$ 123,364	\$ 172,012	\$ 190,471	\$ 485,847

(i) Included in land, building, plant and equipment is \$3.3 million of land which is not subject to depreciation (as at December 31, 2016 - \$6.5 million).

(ii) Balance includes amounts related to C1 Santa Luz for \$135.4 million (as at December 31, 2016 - \$135.3 million) which are not subject to depreciation as the mine is in care and maintenance.

9. TRADE AND OTHER PAYABLES

	As at March 31, 2017	As at December 31, 2016
Trade payables (i)	\$ 33,516	\$ 43,459
Salary and other employee related payables	8,040	11,719
Other payables	4,627	888
	\$ 46,183	\$ 56,066

(i) No interest is charged on the trade payables for the first 60 days from the date of invoice.

10. OTHER PROVISIONS AND LIABILITIES

	As at March 31, 2017	As at December 31, 2016
Unearned revenue from advanced metal sales ⁽ⁱ⁾	4,384	—
Current portion of decommissioning, restoration and similar liabilities	2,029	1,893
Legal contingencies	5,103	5,062
Other taxes payable	2,903	3,190
	\$ 14,419	\$ 10,145
Current	\$ 8,433	\$ 5,243
Non-current	5,986	4,902
	\$ 14,419	\$ 10,145

(i) Relates to payment received from gold sales to be delivered at a future date. During the month of April, 2017 the gold sales were delivered, and the entirety of the balance has been subsequently recognized as revenue. This arrangement is subject to an interest rate of Libor plus 5.75% per annum and a \$3 per ounce structuring fee.

11. LONG-TERM DEBT

The Company has a \$75 million senior debt credit facility, on a revolving basis. During the three months ended March 31, 2017, Brio Gold completed its first draw down of \$35.0 million. The Company incurred \$1.9 million of deferred financing fees for the three months ended March 31, 2017 which is presented under financing activity on the cash flow statement. These fees are classified as long-term debt on the balance sheet and amortized to finance expense over the term of the loan. The Company will, from time to time, repay balances outstanding on its revolving credit and intends to renew the credit facility prior to its maturity in 2019.

12. OTHER OPERATING EXPENSES

	For the three months ended March 31,	
	2017	2016
Business transaction costs	848	2,210
(Gain) loss on indirect tax credits	(3,031)	2,773
Care and maintenance	1,726	505
Other expense	281	250
Other operating (income) expenses	\$ (176)	\$ 5,738

13. FINANCE EXPENSE

	For the three months ended March 31,	
	2017	2016
Unwinding of discounts on provisions	\$ 1,153	\$ 598
Unrealized loss on foreign exchange hedges	5,300	—
Bank, financing fees and other	185	95
Interest expense on long-term debt	144	—
Finance expense	\$ 6,782	\$ 693

14. INCOME TAXES

The following table reconciles income taxes calculated at statutory rates with the income tax expense in the Consolidated Statements of Operations:

<i>(In thousands of United States Dollars)</i>	For the three months ended March 31,	
	2017	2016
Earnings before income taxes	\$ (7,113)	\$ 2,785
Canadian statutory tax rate	26.5%	26.5%
Expected income tax (recovery) / expense	\$ (1,885)	\$ 738
Impact of higher foreign tax rates <i>(i)</i>	(3,136)	(4,289)
Permanent differences	(1,169)	864
Unrecognized deferred tax assets	3,924	(338)
Tax effect of translation in foreign operations	3,251	3,361
Unrealized foreign exchange on non-monetary assets	(9,337)	(13,793)
Withholding Taxes	486	161
Other	(1,664)	5,602
Income tax recovery	\$ (9,530)	\$ (7,694)
Income tax expense is represented by:		
Current income tax expense	\$ 1,194	\$ 2,317
Deferred income tax (recovery)	(10,724)	(10,007)
Total income tax recovery	\$ (9,530)	\$ (7,690)

(i) The Company operates in multiple foreign tax jurisdictions that have tax rates that differ from the statutory rate.

15. EARNINGS PER SHARE

(In thousands of United States Dollars, except for per share and number of shares are shown in full)

	For the three months ended March 31,	
	2017	2016
Weighted average number of common shares - basic	112,527,429	23,500,000
Weighted average number of dilutive Restricted Share Units	5,922,496	1,500,000
Weighted average number of common shares - diluted	118,449,925	25,000,000
Net earnings attributable to Brio Gold equity holders	\$ 2,417	\$ 10,475
Net earnings per share attributable to Brio Gold equity holders - basic	\$ 0.02	\$ 0.45
Net earnings per share attributable to Brio Gold equity holders - diluted	\$ 0.02	\$ 0.42

16. OTHER COMPREHENSIVE INCOME

	For the three months ended March 31,	
	2017	2016
Net change in fair value of hedging instruments		
Change in fair value	\$ 24,893	\$ —
Reclassification of realized gains recorded in cost of sales	(3,265)	—
Reclassification of realized gains capitalized to property, plant and equipment	(1,113)	—
Tax impact	(5,518)	—
Total	\$ 14,997	\$ —

17. SUPPLEMENTARY CASH FLOW INFORMATION

(a) Net Change in Non-Cash Working Capital

	For the three months ended March 31,	
	2017	2016
Net decrease (increase) in:		
Trade and other receivables	\$ (1,590)	\$ (10,605)
Inventories	(3,961)	(174)
Other assets	(6,218)	(2,070)
Net (decrease) increase in:		
Trade payable and other payables	(9,897)	5,372
Other current liabilities	2,135	(32)
Net change in non-cash working capital	\$ (19,531)	\$ (7,509)

(b) Other Non-Cash Operating (Gains)/Expenses

	For the three months ended March 31,	
	2017	2016
Provisions (recoveries) for indirect taxes	\$ (3,031)	\$ 2,773
Share based payments	1,742	1,742
Others	(1,450)	(144)
Other non-cash operating (gains)/expenses	\$ (2,739)	\$ 4,371

18. OPERATING SEGMENTS

The Company, which produces primarily gold, and to a lesser extent silver, bases its operating segments on the way information is reported and used by the Chief Operating Decision Makers ("CODM"). The Company has four reportable operating segments as shown below. Property, plant and equipment referred to below consist of land, buildings, equipment, mining properties subject to depletion and mining properties not subject to depletion which include assets under construction and exploration and evaluation costs.

As at March 31, 2017	Mineração Fazenda Brasileiro	C1 Santa Luz	Pilar	Mineração Riacho dos Machados (i)	Corporate and Others	Total
Property, plant and equipment	\$ 63,565	\$ 135,358	\$ 214,442	\$ 70,541	\$ 1,100	\$ 485,847
Non-current assets	\$ 74,328	\$ 135,573	\$ 217,419	\$ 71,646	\$ 4,390	\$ 503,356
Total assets	\$ 89,884	\$ 145,165	\$ 236,500	\$ 90,822	\$ 29,542	\$ 591,913
Total liabilities	\$ 46,617	\$ 19,936	\$ 24,688	\$ 23,954	\$ 40,883	\$ 156,078

As at December 31, 2016	Mineração Fazenda Brasileiro	C1 Santa Luz	Pilar	Mineração Riacho dos Machados (i)	Corporate and Others	Total
Property, plant and equipment	\$ 67,976	\$ 135,308	\$ 212,753	\$ 65,660	\$ 49	\$ 481,746
Non-current assets	\$ 79,573	\$ 129,967	\$ 215,459	\$ 65,729	\$ 79	\$ 490,807
Total assets	\$ 91,626	\$ 138,182	\$ 231,500	\$ 78,584	\$ 1,807	\$ 541,699
Total liabilities	\$ 40,115	\$ 23,562	\$ 21,954	\$ 24,194	\$ 9,082	\$ 118,907

Segment Operating Earnings

For the three months ended 31 March 2017	Mineração Fazenda Brasileiro	C1 Santa Luz	Pilar	Mineração Riacho dos Machados (i)	Corporate and Others	Total
Total segment revenue	\$ 16,655	\$ —	\$ 24,538	\$ 18,306	\$ —	\$ 59,499
Cost of sales	(9,861)	—	(15,883)	(14,574)	—	(40,318)
Depletion, depreciation and amortization	(6,591)	—	(5,070)	(1,705)	—	(13,366)
Mine operating earnings/(loss)	\$ 203	\$ —	\$ 3,585	\$ 2,027	\$ —	\$ 5,815
Other expenses (ii)						(12,928)
Loss before income taxes						\$ (7,113)
Capital expenditures	(2,976)	(1,063)	(6,543)	(7,666)	(563)	(18,811)

For the three months ended 31 March 2016	Mineração Fazenda Brasileiro	C1 Santa Luz	Pilar	Mineração Riacho dos Machados (i)	Corporate and Others	Total
Total segment revenue	\$ 22,250	\$ —	\$ 24,883	\$ —	\$ —	\$ 47,133
Cost of sales	(10,593)	—	(11,868)	—	—	(22,461)
Depletion, depreciation and amortization	(3,546)	—	(7,260)	—	—	(10,806)
Mine operating (loss)/earnings	\$ 8,111	\$ —	\$ 5,487	\$ —	\$ —	\$ 13,866
Other expenses (ii)						(11,081)
Loss before income taxes						\$ 2,785
Capital expenditures	(3,031)	(1,252)	(4,424)	—	—	(8,707)

(i) Mineração Riacho dos Machados was acquired April 29, 2016 and therefore comparative segment financial information has not been included.

(ii) Other expenses is comprised of general and administrative expense of \$5.1 million (2016 - \$5.3 million), other operating gains of \$0.2 million (2016 - loss of \$5.7 million), foreign exchange loss of \$1.3 million (2016 - gain of \$0.7 million) and finance expense of \$6.8 million (2016 - \$0.7 million).

19. CONTRACTUAL COMMITMENTS

Mine Operating/Construction and Service Contracts

	As at March 31, 2017	As at December 31, 2016
Within 1 year	\$ 75,075	\$ 61,759
Between 1 to 3 years	42,784	43,388
Between 3 to 5 years	19,894	29,174
After 5 years	3,126	10,409
	\$ 140,879	\$ 144,730

20. CONTINGENCIES

Due to the size, complexity and nature of the Company's operations, various legal and tax matters arise in the ordinary course of business. The Company accrues for such items when a liability is both probable and the amount can be reasonably estimated. In the opinion of management, these matters will not have a material effect on the Condensed Consolidated Interim Financial Statements of the Company.
