



PRESS RELEASE

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Concord, New Hampshire

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JAG - TSX/NYSE

Jaguar Mining Reports Q2 2010 and YTD 2010 Earnings

Jaguar Mining Inc. (“Jaguar” or the “Company”) (JAG: TSX/NYSE) reports its financial and operational results for the period ended June 30, 2010. All figures are in U.S. dollars unless otherwise indicated.

Q2 2010 Highlights

- Q2 2010 net loss of \$5.9 million or (\$0.07) per basic and fully diluted share compared to net income of \$9.7 million or \$0.12 per basic and fully diluted share in Q2 2009. Net income for Q2 2010 was adversely impacted by significantly higher cash operating costs caused by higher-than-planned dilution at its underground mines, especially at Turmalina.
- Q2 2010 gold sales decreased to 30,646 ounces at an average price of \$1,203 per ounce yielding revenue of \$36.9 million compared to Q2 2009 gold sales of 35,561 ounces at an average price of \$922 per ounce and revenue of \$32.8 million.
- Q2 2010 gold production totaled 30,586 ounces at Turmalina and Paciência at an average cash operating cost of \$746 per ounce compared to 35,806 ounces at an average cash operating cost of \$447 per ounce during the same period last year (see Non-GAAP Performance Measures). The 15% drop in gold production and the net increase in cash operating costs from the prior year were attributable to a significant decrease in run-of-mine (“ROM”) grades, primarily caused by abnormally high dilution.
- Q2 2010 average feed grade was 3.17 g/t compared to 4.18 g/t during Q2 2009. The Company continued to encounter geo-mechanical issues at level 3 in the Turmalina Ore Body A ore shoot, which resulted in dilution averaging 30%, double what was planned. As a consequence, less ore was shipped from Ore Body A to the Turmalina Plant. Management believes this will continue to have an impact on the grades and production at the Turmalina operation through the balance of 2010 until the development of level 4 is completed and employing the new mining method.

The decision was made in early 2010 to change the mining method from selective stoping to cut-and-fill at level 4 and below in the Turmalina Ore Body A. This changeover has been slower than planned due to geo-mechanical issues, specifically in developing the access ramp within level 4 of Ore Body A. Management has tested and believes these modifications will

significantly contribute to higher ROM grades in early 2011. A complete review and reconciliation of the grades mined and processed, compared to what was anticipated from the block model, confirms there is no change in the overall geology, i.e. no decrease in in-situ grades. The primary issue is fully implementing different mining techniques.

- Q2 2010 gross profit decreased to \$2.1 million from \$9.1 million in Q2 2009.
- Q2 2010 cash provided by operating activities (see non-GAAP measures) was \$4.5 million compared to \$12.6 million in Q2 2009. The decrease was primarily due to the higher average operating cash costs.
- The formal inauguration of the Company's Caeté gold operation took place on June 23, 2010. The Caeté Plant was completed in late May and the crushing circuit was activated on May 25, 2010. Testing of the milling circuit was conducted in early June and the plant was charged with ore on June 12, 2010, formally entering the commissioning phase.
- Jaguar invested \$36.5 million in growth projects in Q2 2010 compared to \$20.1 million invested in Q2 2009.
- As of June 30, 2010 the Company held cash holdings of \$65.4 million, including \$5.9 million in short-term certificate of deposits and \$0.9 million of restricted cash.

Commenting on the Q2 2010 results, Daniel R. Titcomb, Jaguar's President and CEO stated, "Our second quarter operational and financial performance was sharply below our plans as a result of geo-mechanical rock issues at the Turmalina operation. To overcome this issue, our technical team has been changing the mining method from selective stoping to cut and fill, however at a slower pace than planned. We are confident the transition to a cut-and-fill method will decrease dilution and lead to improved feed grades into the plant. Although still early, we are achieving sharp improvements in the limited number of cuts mined during July with overall dilution now running approximately 12 to 15%. However, we will not have the new development and sequencing in-place until later this year required to increase the tonnage from the primary ore body at Turmalina to meet our previous targets."

Mr. Titcomb added, "Our plan to reach mid-tier status remains intact. However, we will not be in a position to provide updated production and CAPEX figures until our engineering team completes the review of new technologies that management believes should sharply reduce our capital requirements and lower our operating costs. This analysis will be completed later this fall. Based on our present mine plans, which include the changes in mining methods at Turmalina, feed grades should improve in 2011. Moreover, with the contribution of the Caeté operation, which is ramping-up as anticipated, we estimate 2011 gold production could rise nearly 40% over this year's revised outlook."

1st Half 2010 Highlights

- Net loss of \$10.5 million or (\$0.13) per basic and fully diluted share for the six months ended June 30, 2010 compared to net income of \$14.5 million or \$0.20 per basic share and \$0.19 per fully diluted share for the same period in 2009. The net loss for 2010 was unfavorably impacted mostly by higher costs on fewer ounces sold during Q2 2010 but also by the

requirement to recognize non-cash interest expense associated with Jaguar's 4.5% senior convertible notes, which totaled \$4.0 million for the first half of 2010.

- First half 2010 gold sales totaled 67,535 ounces at an average price of \$1,148 per ounce yielding revenue of \$77.5 million compared to gold sales of 71,440 ounces at an average price of \$925 per ounce and revenue of \$66.1 million for the same period in 2009.
- First half 2010 gold production totaled 61,810 ounces at Turmalina and Paciência at an average cash operating cost of \$671 per ounce compared to 68,675 ounces at an average cash operating cost of \$434 per ounce during the same period last year (see Non-GAAP Performance Measures). The Company's gold production for the six months ended June 30, 2010 decreased 16% from the comparable period in 2009 due largely to the shutdown of oxide leaching operations at Sabará and the geo-mechanical issues at Turmalina.
- Gross profit for the six months ended June 30, 2010 decreased to \$9.5 million from \$20.4 million during the same period in 2009.
- Cash provided by operating activities during the first half of 2010 totaled \$11.2 million compared to \$19.3 million during the first half of 2009.
- Jaguar invested \$73.4 million in growth projects during the first half of 2010, up from the \$25.6 million invested during the same period in 2009. The development of the new Caeté operation represented the largest investment during the first half of 2010.
- The Company achieved underground development targets of 9.2 km for the six months ended June 30, 2010; on plan.

Summary of Key Operating Results

The following is a summary of key operating results:

	Three Months Ended June 30		Six Months Ended June 30	
	2010	2009	2010	2009
(unaudited)				
(\$ in 000s, except per share amounts)				
Gold sales	\$ 36,853	\$ 32,786	\$ 77,522	\$ 66,072
Ounces sold	30,646	35,561	67,535	71,440
Average sales price \$ / ounce	1,203	922	1,148	925
Gross profit	2,098	9,111	9,467	20,405
Net income (loss)	(5,913)	9,724	(10,518)	14,483
Basic income (loss) per share	(0.07)	0.12	(0.13)	0.20
Diluted income (loss) per share	(0.07)	0.12	(0.13)	0.19
Weighted avg. # of shares outstanding - basic	84,128,483	77,957,007	84,062,278	73,315,017
Weighted avg. # of shares outstanding - diluted	84,128,483	79,787,135	84,062,278	74,685,075

Additional details are available in the Company's filings on SEDAR and EDGAR, including Management's Discussion and Analysis of Financial Condition and Results of Operations and Interim Consolidated Financial Statements for the period ended June 30, 2010.

2010 Outlook

The Company's production and cash operating cost estimates for 2010 are shown below.

Operation	<i>Actual</i>	<i>Actual</i>	<i>Estimated</i>	<i>Estimated</i>
	2009	2009	FY 2010	FY 2010
	Production	Cash Operating Cost	Production	Cash Operating Cost
	(oz)	(\$/oz)	(oz)	(\$/oz)
Turmalina	82,070	\$424	69,000	\$690 - \$695
Paciência	66,672	\$502	64,000	\$665 - \$670
Caeté	-	-	30,000	\$535 - \$545
Sabará	6,360	\$680	-	-
Total	155,102	\$468	163,000 - 168,000	\$650 - \$660

Notes:

Estimated 2010 cash operating costs based on R\$1.75 per \$1.00 exchange rate. The 2009 exchange rate was R\$2.04 per \$1.00.

Caeté Q3/Q4 based on development ore during the commissioning phase.

The Company has provided its 2010 quarterly production and grades for its operations as follows:

2010 Estimated Gold Production, By Operation					
Operation	<u>Q1 Actual</u>	<u>Q2 Actual</u>	<u>Q3 Estimate</u>	<u>Q4 Estimate</u>	<u>FY 2010</u>
Turmalina	16,987	15,896	16,000	20,000	69,000
Paciência	14,236	14,717	17,500	17,500	64,000
Caeté	-	-	10,000	20,000	30,000
Total	31,223	30,613	43,500	57,500	163,000 - 168,000

Note: The FY 2010 total represents the range of production for the year whereas quarterly figures represent the target.

Caeté Q3/Q4 based on development ore during the commissioning phase.

2010 Estimated Feed Grades, By Operation					
Operation	<u>Q1 Actual</u>	<u>Q2 Actual</u>	<u>Q3 Estimate</u>	<u>Q4 Estimate</u>	<u>FY 2010</u>
Turmalina	4.16	3.13	3.58	3.41	3.53
Paciência	3.32	3.21	3.44	3.48	3.36
Caeté	-	-	3.38	3.56	3.48
Average	3.74	3.17	3.48	3.48	3.46

Cash Operating Cost	\$595	\$746	\$695	\$609	\$650-\$660
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Note: The FY 2010 total represents the range of cash operating costs for the year whereas quarterly figures represent the target.

Non-GAAP Performance Measures

The Company has included the non-GAAP performance measures discussed below in this press release. These non-GAAP performance measures do not have any standardized meaning prescribed by Canadian GAAP ("GAAP") and, therefore, may not be comparable to similar measures presented by other companies. The Company believes that, in addition to conventional measures prepared in accordance with GAAP, these non-GAAP measures provide certain

investors with additional information that will better enable them to evaluate the Company's performance. Accordingly, these Non-GAAP measures are intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared with GAAP.

The Company has included cash operating cost per ounce processed because it believes these figures are a useful indicator of a mine's performance as they provide: (i) a measure of the mine's cash margin per ounce, by comparison of the cash operating costs per ounce to the price of gold; (ii) the trend in costs as the mine matures; and, (iii) an internal benchmark of performance to allow for comparison against other mines. Cash provided by operating activities has also been included as an overall measure of cash generation capability on a standardized basis. The definitions for these performance measures and reconciliation of the non-GAAP measures to reported GAAP measures are set out in the following tables.

Cash provided by operating activities

(Expressed in thousands of U.S. dollars except per share amounts)

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009
Cash provided by operating activities as reported				
Net income (loss) for the period	\$ (5,913)	\$ 9,724	\$ (10,518)	\$ 14,483
Items not involving cash:				
Unrealized foreign exchange (gain) loss	2,284	(5,633)	2,607	(8,665)
Stock-based compensation	1,499	1,245	1,553	2,265
Non-cash interest expense	2,008	683	3,983	1,044
Accretion expense	326	192	726	380
Future income taxes	465	2,483	306	2,483
Depletion and amortization	8,945	5,066	17,103	10,052
Unrealized loss (gain) on foreign exchange contracts	473	(880)	1,172	(2,421)
Gain on disposition of property	(4,625)	-	(4,625)	-
Reclamation expenditure	(995)	(283)	(1,074)	(283)
	4,467	12,597	11,233	19,338
	\$ 0.05	\$ 0.16	\$ 0.13	\$ 0.26

Summary of Cash Operating Cost per tonne processed	Three Months Ended June 30, 2010	Six Months Ended June 30, 2010
Production costs per statement of operations ¹	\$ 22,936,000	\$ 44,783,000
Change in inventory ²	1,177,000	(1,881,000)
Operational cost of gold produced ³	24,113,000	42,902,000
<i>divided by</i>		
Tonnes processed	375,000	673,500
<i>equals</i>		
Cost per tonne processed	\$ 64.30	\$ 63.70

Turmalina Cash Operating Cost per tonne processed	Three Months Ended June 30, 2010	Six Months Ended June 30, 2010
Production costs	\$ 12,384,000	\$ 23,947,000
Change in inventory ²	1,293,000	(770,000)
Operational cost of gold produced ³	13,677,000	23,177,000
<i>divided by</i>		
Tonnes processed	198,900	349,600
<i>equals</i>		
Cost per tonne processed	\$ 68.80	\$ 66.30

Paciência Cash Operating Cost per tonne processed	Three Months Ended June 30, 2010	Six Months Ended June 30, 2010
Production costs	\$ 10,552,000	\$ 20,836,000
Change in inventory ²	(116,000)	(1,111,000)
Operational cost of gold produced ³	10,436,000	19,725,000
<i>divided by</i>		
Tonnes processed	176,100	323,900
<i>equals</i>		
Cost per tonne processed	\$ 59.30	\$ 60.90

Summary of Cash Operating Cost per oz of gold produced	Three Months Ended June 30, 2010	Six Months Ended June 30, 2010
Production costs per statement of operations ¹	\$ 22,936,000	\$ 44,783,000
Change in inventory ²	(119,000)	(3,308,000)
Operational cost of gold produced ³	22,817,000	41,475,000
<i>divided by</i>		
Gold produced (oz)	30,586	61,810
<i>equals</i>		
Cost per oz of gold produced	\$ 746	\$ 671

Turmalina Plant Cash Operating Cost per oz produced	Three Months Ended June 30, 2010	Six Months Ended June 30, 2010
Production costs	\$ 12,384,000	\$ 23,947,000
Change in inventory ²	119,000	(2,054,000)
Operational cost of gold produced ³	12,503,000	21,893,000
<i>divided by</i>		
Gold produced (oz)	15,869	32,857
<i>equals</i>		
Cost per oz of gold produced	\$ 788	\$ 666

Paciência Plant Cash Operating Cost per oz produced	Three Months Ended June 30, 2010	Six Months Ended June 30, 2010
Production costs	\$ 10,552,000	\$ 20,836,000
Change in inventory ²	(238,000)	(1,254,000)
Operational cost of gold produced ³	10,314,000	19,582,000
<i>divided by</i>		
Gold produced (oz)	14,717	28,953
<i>equals</i>		
Cost per oz of gold produced	\$ 701	\$ 676

¹ Production costs do not include cost of goods sold adjustment of approximately \$1.3 million, royalties of \$1.1 million and CFEM tax of \$368,000 for the three months ended June 30, 2010; and of goods sold adjustment of approximately \$2.6 million, royalties of \$2.6 million and CFEM tax of \$778,000 for the six months ended June 30, 2010.

² Under the Company's revenue recognition policy, revenue is recognized when legal title passes. Since total cash operating costs are calculated on a production basis, this change reflects the portion of gold production for which revenue has not been recognized in the period.

³ The basis for calculating cost per ounce produced includes the change to gold in process inventory, whereas the cost per tonne processed does not.

The following tables are included in Jaguar's audited financial statements as filed on SEDAR and readers should refer to those filings for the associated footnotes which are an integral part of the tables.

JAGUAR MINING INC.

Interim Consolidated Balance Sheets
(Expressed in thousands of U.S. dollars)

	June 30, 2010	December 31, 2009
	(unaudited)	
Assets		
Current assets:		
Cash and cash equivalents	\$ 58,624	\$ 121,256
Short-term investments	5,862	-
Inventory	39,457	36,986
Prepaid expenses and sundry assets	18,651	19,050
Unrealized foreign exchange gains	108	1,280
	122,702	178,572
Prepaid expenses and sundry assets	44,036	35,837
Net smelter royalty	1,006	1,006
Restricted cash	908	108
Property, plant and equipment	240,906	205,329
Mineral exploration projects	149,139	129,743
	\$ 558,697	\$ 550,595
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 25,534	\$ 22,892
Notes payable	10,058	5,366
Income taxes payable	16,645	15,641
Asset retirement obligations	533	510
	52,770	44,409
Deferred compensation liability	9,889	8,616
Notes payable	133,813	126,784
Future income taxes	11,812	11,821
Asset retirement obligations	11,961	12,331
Other liabilities	964	738
Total liabilities	221,209	204,699
Shareholders' equity		
Common shares	368,429	365,667
Stock options	14,110	14,762
Contributed surplus	42,028	42,028
Deficit	(87,079)	(76,561)
	337,488	345,896
Commitments		
Subsequent events		
	\$ 558,697	\$ 550,595

JAGUAR MINING INC.

Interim Consolidated Statements of Operations and Comprehensive Income (Loss)
(Expressed in thousands of U.S. dollars, except per share amounts)

(unaudited)

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009
Gold sales	\$ 36,853	\$ 32,786	\$ 77,522	\$ 66,072
Production costs	(25,683)	(18,568)	(50,823)	(35,651)
Stock-based compensation	(253)	(155)	(380)	(181)
Depletion and amortization	(8,819)	(4,952)	(16,852)	(9,835)
Gross profit	2,098	9,111	9,467	20,405
Operating expenses:				
Exploration	1,171	691	2,279	1,330
Stock-based compensation	1,246	1,090	1,173	2,084
Administration	4,819	4,059	9,116	7,821
Management fees	297	278	636	802
Amortization	126	114	250	216
Accretion expense	326	192	726	380
Other	329	141	1,018	895
Total operating expenses	8,314	6,565	15,198	13,528
Income (loss) before the following	(6,216)	2,546	(5,731)	6,877
Loss (gain) on forward foreign exchange derivatives	(61)	(540)	192	(827)
Foreign exchange loss (gain)	988	(10,414)	1,477	(12,992)
Interest expense	4,268	2,650	8,249	4,864
Interest income	(1,146)	(1,251)	(2,507)	(1,750)
Disposition of property	(4,956)	(455)	(5,453)	(915)
Other non-operating expenses	-	-	-	741
Total other expenses (income)	(907)	(10,010)	1,958	(10,879)
Income (loss) before income taxes	(5,309)	12,556	(7,689)	17,756
Income taxes				
Current income taxes	139	349	2,523	790
Future income taxes	465	2,483	306	2,483
Total income taxes	604	2,832	2,829	3,273
Net income (loss) and comprehensive income (loss) for the period	\$ (5,913)	\$ 9,724	\$ (10,518)	\$ 14,483
Basic net income (loss) per share	\$ (0.07)	\$ 0.12	\$ (0.13)	\$ 0.20
Diluted net income (loss) per share	\$ (0.07)	\$ 0.12	\$ (0.13)	\$ 0.19
Weighted average number of common shares outstanding - Basic	84,128,483	77,957,007	84,062,278	73,315,017
Weighted average number of common shares outstanding - Diluted	84,128,483	79,787,135	84,062,278	74,685,075

See accompanying notes to interim consolidated financial statements.

JAGUAR MINING INC.

Interim Consolidated Statements of Cash Flows
(Expressed in thousands of U.S. dollars)

(unaudited)

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009
Cash provided by (used in):				
Operating activities:				
Net income (loss) for the period	\$ (5,913)	\$ 9,724	\$ (10,518)	\$ 14,483
Items not involving cash:				
Unrealized foreign exchange (gain) loss	2,284	(5,633)	2,607	(8,665)
Stock-based compensation	1,499	1,245	1,553	2,265
Non-cash interest expense	2,008	683	3,983	1,044
Accretion expense	326	192	726	380
Future income taxes	465	2,483	306	2,483
Depletion and amortization	8,945	5,066	17,103	10,052
Unrealized loss (gain) on foreign exchange contracts	473	(880)	1,172	(2,421)
Disposition of property	(4,625)	-	(4,625)	-
Reclamation expenditure	(995)	(283)	(1,074)	(283)
	4,467	12,597	11,233	19,338
Change in non-cash operating working capital				
Inventory	(3,343)	(2,860)	(1,134)	(3,164)
Prepaid expenses and sundry assets	(2,545)	(4,605)	(5,482)	(4,879)
Accounts payable and accrued liabilities	(1,740)	5,277	2,642	4,858
Income taxes payable	206	1,547	1,004	1,717
	(2,955)	11,956	8,263	17,870
Financing activities:				
Issuance of common shares, special warrants and warrants, net	450	226	1,952	63,692
Increase in restricted cash	-	(1)	(800)	(1)
Repayment of debt	(3,467)	(2,274)	(3,535)	(2,561)
Increase in debt	7,575	-	11,116	-
Other long term liabilities	62	-	226	-
	4,620	(2,049)	8,959	61,130
Investing activities				
Short-term investments	(51)	-	(5,862)	-
Mineral exploration projects	(11,584)	(5,440)	(19,977)	(7,109)
Purchase of property, plant and equipment	(24,878)	(14,640)	(53,414)	(18,538)
	(36,513)	(20,080)	(79,253)	(25,647)
Effect of foreign exchange on non-U.S. dollar denominated cash and cash equivalents				
	(1,581)	4,702	(601)	5,307
Increase (decrease) in cash and cash equivalents	(36,429)	(5,471)	(62,632)	58,660
Cash and cash equivalents, beginning of period	95,053	84,691	121,256	20,560
Cash and cash equivalents, end of period	\$ 58,624	\$ 79,220	\$ 58,624	\$ 79,220

Supplemental cash flow information

See accompanying notes to interim consolidated financial statements.

Conference Call Details

The Company will hold a conference call tomorrow, August 10 at 10:00 a.m. EDT, to discuss the results. Management will review a presentation during the conference call that includes graphics concerning the second quarter's performance and details concerning the current initiatives at the Company's operations. The presentation can be downloaded from the Company's website at www.jaguarmining.com.

From North America:	800-218-5691
International:	213-416-2192
Replay:	
From North America:	800-675-9924
International:	213-416-2185
Replay ID:	81010
Webcast:	www.jaguarmining.com

About Jaguar Mining

Jaguar is one of the fastest growing gold producers in Brazil with operations in a prolific greenstone belt in the state of Minas Gerais and has plans to develop the Gurupi Project in northern Brazil in the state of Maranhão. Jaguar is actively exploring and developing additional mineral resources at its approximate 575,000-acre land base in Brazil. Additional information is available on the Company's website at www.jaguarmining.com.

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The Company uses the financial measure "adjusted cash flows from operating activities" to supplement its consolidated financial statements. The presentation of adjusted cash flows from operating activities is not meant to be a substitute for cash flows from operating activities presented in the statement of cash flows in accordance with GAAP, but rather should be evaluated in conjunction with such GAAP measures. Adjusted cash flows from operating activities is calculated as operating cash flow excluding the change in non-cash operating working capital. The term adjusted cash flows from operating activities does not have a standardized meaning prescribed by Canadian GAAP, and therefore the Company's definitions are unlikely to be comparable to similar measures presented by other companies. The Company's management believes that the presentation of adjusted cash flows from operating activities provides useful information to investors because it excludes certain non-cash changes and is a better indication of the Company's cash flow from operations. The non-cash charges excluded from the computation of adjusted cash flows from operating activities, which are included in the

Statements of Cash Flows prepared in accordance with Canadian GAAP, are items that the Company does not consider to be meaningful in evaluating the Company's past financial performance or the future prospects and may hinder a comparison of its period to period cash flows.

Forward Looking Statements

Certain statements in this press release constitute "forward-looking statements" within the meaning of the U.S. Private Securities Litigation Reform Act of 1995 and Canadian securities legislation. This press release contains forward-looking statements, including statements concerning, expected grades, revenue and cash flow and estimates for 2010, production and cash operating cost outlooks. Forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual timing of commissioning, production and results of operations to be materially different from any future results or performance expressed or implied by the Forward-Looking Statements. These factors include the inherent risks involved in the exploration and development of mineral properties, the uncertainties involved in interpreting drilling results and other geological data, fluctuating gold prices and monetary exchange rates, the possibility of project cost delays and overruns or unanticipated costs and expenses, uncertainties relating to the availability and costs of financing needed in the future, uncertainties related to production rates, timing of production and the cash and total costs of production, changes in applicable laws including laws related to mining development, environmental protection, and the protection of the health and safety of mine workers, the availability of labour and equipment, the possibility of labour strikes and work stoppages and changes in general economic conditions. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking information, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. These forward-looking statements represent the Company's views as of the date hereof. Subsequent events and developments could cause the Company's views to change. The Company does not undertake to update any forward-looking statements, either written or oral, that may be made from time to time by or on behalf of the Company subsequent to the date of this discussion other than as required by law. For a discussion of important factors affecting the Company, including fluctuations in the price of gold and exchange rates, uncertainty in the calculation of mineral resources, competition, uncertainty concerning geological conditions and governmental regulations and assumptions underlying the Company's forward-looking statements, see the "CAUTIONARY NOTE" regarding forward-looking statements and "RISK FACTORS" in the Company's Annual Information Form for the year ended December 31, 2009 filed on System for Electronic Document Analysis and Retrieval and available at <http://www.sedar.com> and the Company's Annual Report on Form 40-F for the year ended December 31, 2009 filed with the United States Securities and Exchange Commission and available at www.edgar.com.

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