

CONSOLIDATED STATEMENTS OF EARNINGS
YEARS ENDED DECEMBER 31

(Unites States dollars in millions, except for share and per share amounts)

	Note	2009	2008	2007
Revenues	22	\$ 2,723.6	\$ 2,419.6	\$ 2,206.8
Operating expenses		1,187.3	1,164.2	953.8
Depreciation and depletion	22	526.2	499.1	465.1
Earnings from mine operations		1,010.1	756.3	787.9
Corporate administration ⁽¹⁾		137.6	136.7	132.9
Exploration		32.5	66.5	42.7
Write-down of mining interests	9(b) & (f)	24.0	47.1	-
Earnings from operations	22	816.0	506.0	612.3
Other income (expenses)				
Interest and other income (expenses)		(19.1)	28.3	20.5
Interest expense and finance fees	11(b)	(59.0)	(7.2)	(44.7)
Share of earnings of equity investee		-	3.9	0.1
Gain (loss) on non-hedge derivatives, net	15(a)	3.6	(2.6)	(23.5)
Gain (loss) on securities, net	15(a)	50.2	(105.9)	5.5
Gain on disposition of mining interests	4(a), (b), (e) & (f)	20.1	2.6	51.0
Gain on disposition of Silver Wheaton shares	4(d)	-	292.5	-
Dilution gains (loss), net	17	(0.3)	2.2	10.0
Gain (loss) on foreign exchange	15(b)	(366.6)	1,058.9	(49.4)
		(371.1)	1,272.7	(30.5)
Earnings from continuing operations before taxes and non-controlling interests		444.9	1,778.7	581.8
Income and mining taxes	12	(206.7)	(295.4)	(160.3)
Non-controlling interests	17	2.0	(7.7)	(46.1)
Net earnings from continuing operations		240.2	1,475.6	375.4
Net earnings from discontinued operation	6	-	-	84.7
Net earnings		\$ 240.2	\$ 1,475.6	\$ 460.1
⁽¹⁾ Stock based compensation expense (non-cash item) included in corporate administration	18(b)	\$ 45.1	\$ 42.6	\$ 41.2
Net earnings per share from continuing operations				
Basic		\$ 0.33	\$ 2.07	\$ 0.53
Diluted		0.33	2.06	0.53
Net earnings per share				
Basic		\$ 0.33	\$ 2.07	\$ 0.65
Diluted		0.33	2.06	0.65
Weighted-average number of shares outstanding (000's)	18(d)			
Basic		731,306	711,862	704,868
Diluted		734,564	715,434	708,720

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED BALANCE SHEETS

AT DECEMBER 31

(United States dollars in millions)

	Note	2009	2008
Assets			
Cash and cash equivalents	15(b) & 21	\$ 874.6	\$ 262.3
Marketable securities	15(a)	24.9	8.6
Accounts receivable	15(b)	232.6	178.6
Income and mining taxes receivable		38.4	15.6
Future income and mining taxes	12	3.6	3.3
Inventories and stockpiled ore	7	349.4	226.2
Other	8	78.0	66.2
Current assets		1,601.5	760.8
Mining interests	9	18,001.3	17,055.2
Deposits on mining interest expenditures		86.9	230.8
Goodwill	9	761.8	761.8
Stockpiled ore	7	93.6	92.6
Investments	15(a)	390.3	73.4
Other	10	13.3	26.9
		\$ 20,948.7	\$ 19,001.5
Liabilities			
Accounts payable and accrued liabilities		\$ 416.4	\$ 304.8
Income and mining taxes payable		182.6	-
Current debt	11	16.7	-
Future income and mining taxes	12	107.9	181.5
Current derivative liabilities	15(a)	11.4	-
Current liabilities		735.0	486.3
Income and mining taxes payable		65.4	28.0
Long-term debt	11	719.0	5.3
Future income and mining taxes	12	3,575.2	3,196.6
Reclamation and closure cost obligations	13	282.0	262.3
Other		27.8	12.7
		5,404.4	3,991.2
Non-controlling interests	17	51.1	51.2
Shareholders' Equity			
Common shares, share purchase warrants, stock options, restricted share units and equity component of convertible senior notes		12,908.9	12,625.2
Retained earnings		2,345.5	2,237.0
Accumulated other comprehensive income	19	238.8	96.9
		2,584.3	2,333.9
		15,493.2	14,959.1
		\$ 20,948.7	\$ 19,001.5

Commitments and contingencies (notes 15(b) & 23)

Approved by the Board of Directors:



Charles Jeannes, Director



Ian Telfer, Director

The accompanying notes form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF CASH FLOWS YEARS ENDED DECEMBER 31

(United States dollars in millions)

	Note	2009	2008	2007
Operating Activities				
Net earnings from continuing operations		\$ 240.2	\$ 1,475.6	\$ 375.4
Reclamation expenditures	13	(26.5)	(17.8)	(12.0)
Transaction costs on convertible senior notes expensed	11(b)	18.5	-	-
Loss (gain) on securities, net	15(a)	(50.2)	105.9	(5.5)
Items not affecting cash				
Depreciation and depletion	22	526.2	499.1	465.1
Stock based compensation expense	18(b)	45.1	42.6	41.2
Write-down of mining interests	9(b) & (f)	24.0	47.1	-
Accretion on convertible senior notes	11(b)	15.6	-	-
Share of earnings of equity investee		-	(3.9)	(0.1)
Unrealized loss (gain) on non-hedge derivatives, net	15(a)	3.3	(7.6)	3.6
Gain on disposition of mining interests	4(a), (b), (e) & (f)	(20.1)	(2.6)	(51.0)
Gain on disposition of Silver Wheaton shares	4(d)	-	(292.5)	-
Dilution loss (gains)	17	0.3	(2.2)	(10.0)
Future income and mining taxes	12	55.0	157.3	(43.3)
Non-controlling interests	17	(2.0)	7.7	46.1
Unrealized loss (gain) on foreign exchange and other		350.8	(1,075.5)	55.2
Change in non-cash working capital	21	90.0	(67.2)	(214.0)
Cash provided by operating activities of continuing operations		1,270.2	866.0	650.7
Cash provided by operating activities of discontinued operation	6	-	-	73.2
Investing Activities				
Acquisitions, net of cash acquired	4(c) & 4(e)	-	(553.0)	(204.9)
Expenditures on mining interests	22	(1,015.0)	(1,141.2)	(871.4)
Deposits on mining interest expenditures	22	(341.4)	(230.8)	-
Proceeds from disposition of mining interests, net	4(a), (f) & (g)	14.0	-	216.9
Proceeds from disposition of Silver Wheaton shares, net	4(d)	-	1,505.1	-
Expenditures on silver interests		-	-	(57.7)
Purchases of securities		(181.9)	(20.4)	(49.8)
Proceeds from sales of securities	15(a)	65.2	0.2	42.5
Decrease in restricted cash		-	-	65.0
Other		0.4	(1.6)	1.8
Cash used in investing activities of continuing operations		(1,458.7)	(441.7)	(857.6)
Cash used in investing activities of discontinued operation	6	-	-	(5.2)
Financing Activities				
Debt borrowings		1,332.0	206.1	1,406.0
Debt repayments		(460.0)	(845.0)	(1,266.1)
Transaction costs on convertible senior notes	11(b)	(22.7)	-	-
Common shares issued, net		79.1	103.8	70.0
Shares issued by subsidiaries to non-controlling interests		2.5	3.9	39.4
Dividends paid to common shareholders		(131.7)	(128.7)	(126.9)
Cash provided by (used in) financing activities		799.2	(659.9)	122.4
Effect of exchange rate changes on cash and cash equivalents		1.6	(12.9)	1.0
Increase (decrease) in cash and cash equivalents		612.3	(248.5)	(15.5)
Cash and cash equivalents, beginning of year		262.3	510.8	526.3
Cash and cash equivalents, end of year		\$ 874.6	\$ 262.3	\$ 510.8

Supplemental cash flow information (note 21)

The accompanying notes form an integral part of these consolidated financial statements.