



Wesdome Announces 2022 Third Quarter Financial Results

TORONTO, Nov. 09, 2022 (GLOBE NEWSWIRE) -- Wesdome Gold Mines Ltd. (TSX: WDO) ("Wesdome" or the "Company") today announces its third quarter financial results. All figures are stated in Canadian dollars unless otherwise noted.

Duncan Middlemiss, President and CEO commented, "During Q3, we are pleased to have made significant advancements on the build out at Kiena, such as completing the hoist refurbishment project during the July shut down. As well, the remaining key electrical components for the paste plant were delivered and installed, and have been successfully powered. Post quarter end, construction is being finalized, and pre-commissioning activities have started. We expect the plant to be fully operational in Q4. Once this is achieved, the Company can declare commercial production at the Kiena mine.

At Eagle, initial mining of the Falcon zone in the volcanic host rock resulted in one stope returning lower grades than forecast. However, ongoing development and drilling throughout the year has continued to better define the higher-grade shoots within the Falcon Zone and improved our confidence in forecasting production going forward. Additionally, recent surface and underground drilling, from the 355 m-level exploration drift, has extended the up-plunge extent of the Falcon 7 zone to surface. As the mill was on shut down in July for planned mill thickener refurbishment work, production was relatively in line with Q2 2022 with higher production planned for Q4.

Year to date, previously released combined production of 75,734 ounces positions the Company is currently tracking to produce near the low end of its 120,000 – 140,000 ounce revised guidance range and the higher end of our cost guidance range, which relies on significant production late in the fourth quarter. Costs have been higher than previously guided at the start of the year due to a number of factors, primarily lower grade at Eagle River as a result of grade underperformance in the Falcon Zone, supply chain delays resulting in less ounces produced than budgeted at Kiena, and inflationary pressures. The ground conditions in Kiena Deep, specific to the schist and komatiite in the footwall of the A Zone remain challenging, and the equipment delays encountered earlier in the year (now received with the exception of some bolting equipment), have resulted in the development and mining rates being slower to ramp up than originally anticipated. Ramp up activities at Kiena will continue during 2023 as the development deficit incurred is being addressed. With learnings from mining the new Falcon Zone at Eagle in 2022, and as we integrate Kiena, 2023 is expected to be a consolidation year with financial improvement expected as growth capital at Kiena tapers off, and production increases throughout the year."

2022 Guidance	Initial	Revised	YTD 2022 Achievement
Gold production			
Eagle River	95,000 – 105,000 ounces	85,000 – 95,000 ounces	54,495 ounces
Mishi	1,000 – 2,000 ounces	1,000 – 2,000 ounces	2,005 ounces
Kiena	64,000 – 73,000 ounces	34,000 – 43,000 ounces	19,234 ounces
	160,000 – 180,000 ounces	120,000 – 140,000 ounces	75,734 ounces
Head grade (g/t Au)			
Eagle River	12.1 – 13.4	10.5 – 11.7	10.6
Mishi	2.0 – 2.5	2.9 – 3.3	3.2
Kiena	10.6 – 11.8	8.6 – 9.5	9.5
Cash cost per ounce 1	\$875 - \$970 (US\$700 – US\$775)	\$1,260 - \$1,390 (US\$980 – US\$1085)	\$1,485 (US\$1,158)
AISC per ounce 1	\$1,270 - \$1,400 (US\$1,015 – US\$1,125)	\$1,765 - \$1,950 (US\$1,370 – US\$1,520)	\$1,975 (US\$1,539)

Key operating and financial highlights of the Q3 2022 results include:

- ▮ Gold production of 22,883 ounces, including 5,208 Kiena pre-commercial ounces, is a 22% decrease over the same period of the previous year (Q3 2021: 29,344 ounces):
 - ▮ Eagle River Underground milled 52,247 tonnes at a head grade of 10.7 grams per tonne for 17,405 ounces produced, a 26% decrease over the same period in the previous year (Q3 2021: 23,621 ounces).
 - ▮ Mishi Open Pit milled 3,595 tonnes at a head grade of 2.8 grams per tonne for 270 ounces produced (Q3 2021: 212 ounces).
 - ▮ Kiena milled 16,112 tonnes at a head grade of 10.2 grams per tonne for 5,208 pre-commercial ounces produced.
- ▮ Revenue of \$61.8 million, an 8% decrease over the same period of the previous year (Q3 2021: \$67.5 million).
- ▮ Ounces sold were 27,500 at an average sales price of \$2,246/oz (Q3 2021: 30,000 ounces at an average price of \$2,249/oz).
- ▮ Cash margin¹ of \$17.0 million, a 52% decrease over the same period of the previous year (Q3 2021: \$35.3 million).
- ▮ Operating cash flows decreased by 62% to \$12.9 million or \$0.09 per share¹ as compared to \$33.9 million or \$0.24 per share for the same period in 2021.
- ▮ Free cash outflow of \$23.2 million, net of an investment of \$22.8 million in Kiena, or (\$0.16) per share¹ (Q3 2021: free cash outflow of \$9.1 million or (\$0.06) per share¹).

- ▮ Net loss of \$3.9 million or (\$0.03) per share (Q3 2021: Net income - \$14.5 million or \$0.10 per share) and Net loss (adjusted)¹ of \$3.9 million or (\$0.03) per share (Q3 2021: \$17.4 million or \$0.12 per share)
- ▮ Cash position at the end of the quarter of \$24.7 million.
- ▮ Cash costs¹ of \$1,628/oz or US\$1,247/oz, an 52% increase over the same period in 2021 (Q3 2021: \$1,072/oz or US\$851/oz);
- ▮ AISC¹ increased by 48% to \$2,217/oz or US\$1,698/oz over the same period in 2021 (Q3 2021: \$1,495 or US\$1,186 per ounce).
 1. Refer to the Company's 2021 Annual Management Discussion and Analysis section entitled "Non-IFRS Performance Measures" for the reconciliation of these non-IFRS measurements to the consolidated financial statements.

Production and Exploration Highlights	Achievements
Eagle River Complex	<ul style="list-style-type: none"> ▮ Q3 2022 Eagle River underground ore production decreased by 26% from Q3 2021 to 17,405 ounces due to lower head grade and throughput. In July, the mill performed a planned shutdown to refurbish its thickener, resulting in 15 days of downtime. Head grade at Eagle River in Q3 2022 averaged 10.7 g/t, which is within the revised 2022 grade guidance of 10.5 -11.7 g/t Au. Production was negatively impacted as two underground crews were sent off-site in September due to members testing positive for Covid. ▮ Q3 2022 cash cost of \$1,473 (US\$1,128) per ounce of gold sold¹ increased by 49% or \$486 per ounce from Q3 2021 due to a 30% decrease in ounces sold, and a 4% increase in overall aggregate site operating costs resulting from higher costs incurred on operating development, improvements made to strengthen the technical and mine management team at site, general maintenance improvements, and inflationary pressures, driven by higher labour costs and an increase in commodity inputs, including higher fuel and energy costs. ▮ Q3 2022 AISC of \$2,259 (US\$1,730) per ounce of gold sold¹ increased by 56% or \$808 per ounce from Q3 2021 due to a 30% decrease in ounces sold, a 32% increase in capital spending primarily resulting from the stage 5 tailings dam lift, and a 4% increase in overall aggregate site operating costs resulting from higher costs incurred on operating development, improvements made to strengthen the technical and mine management team at site, general maintenance improvements, and inflationary pressures, driven by higher labour costs and an increase in commodity inputs, including higher fuel and energy costs. ▮ Generated a cash margin in Q3 2022 of \$14.6 million compared to \$34.2 million in Q3 2021 due to the 30% decrease in ounces sold, and the 4% increase in overall aggregate site operating costs. ▮ The new 355 m level development is now complete along the western extent of the mine infrastructure. The development extends 400 m west of the mine into the volcanic rocks that host the Falcon 7 zone. This development provides drill platforms to test for gold mineralization near the Falcon 7 zone further along strike, and for parallel zones. In the future it will provide access for mining and will improve operational planning, as it is situated away from the main mining area at depth. ▮ Most recently, surface, and underground drilling from the newly established 355 m level exploration drift, has defined the up-plunge extent of the Falcon 7 zone. Highlights of the recent drilling include 11.1 g/t Au over 3.0 m core length and 26.5 g/t Au over 2.0 m core length. ▮ In addition, a number of drill holes have intersected mineralization in subparallel zones in the hanging wall of the Falcon 7 zone, including a recent hole that returned 40.3 g/t Au over 1.5 m. One hole, further to the west along strike from the Falcon 7 zone, near the historic 9 zone, returned 19.4 g/t Au over 0.7 m.
	<ul style="list-style-type: none"> ▮ Exploration drilling completed much further to the east, within the central portion of the mine diorite defined a new lens of gold mineralization. This lens is interpreted to be east of and along strike from the 7 Zone structure, which is host to the Falcon 7 zone further to the west in the volcanic rocks and the 7 zone currently being mined within the mine diorite. Recent highlights include 27 g/t Au over 4.6 m and 40.4 g/t Au over 3.0 m core length. This new lens will now be drilled and accessed from adjacent underground infrastructure along the previous mined 8 zone approximately 100 m to the south. ▮ Additionally, initial surface drilling within the volcanic rocks, 150 metres east and down dip of the previously mined 2 Zone intersected altered volcanic rocks with quartz veining and VG. One hole returned 233.0 g/t Au over 0.4 metres.
Kiena	<ul style="list-style-type: none"> ▮ Generated \$2.4 million in cash margin despite the high cash costs of \$1,963 (US\$1,504) per ounce of gold sold¹ due to low pre-commercial production levels. Kiena performed a planned hoist refurbishment shutdown in July, which resulted in 24 days of downtime. ▮ Now that the paste fill plant components have all been received, construction is being finalized and pre-commissioning activities have begun. Commissioning of the paste fill plant is still expected in Q4 2022.

Pending completion of the paste plant in Q4, the Company will declare commercial production, which signifies that the required operational infrastructure is in place.

- | The ground conditions in Kiena Deep specific to the schist and komatiite in the footwall of the A Zone remain challenging and the global supply chain disruption continues to delay delivery of critical bolting equipment (originally planned to be delivered in March 2022), which has resulted in the development and mining rates being slower to ramp up than originally anticipated. Ramp-up activities at Kiena will continue during 2023 as the development deficit incurred is being addressed.
- | The recent discovery of the South Limb and Footwall zones show the underexplored exploration potential of the Kiena Deep Zone, and therefore, the potential to increase the number of ounces per vertical metre and to provide additional working faces during mining. The discovery of these zones highlights the potential to add ounces in additional zones in this area within the basalt and is the focus of the current drilling. We expect to report these results in the near future.
- | Underground drills are active on 33 level to test historic zones and encouraging drill results further to the southeast along strike from the Kiena mine.
- | From surface, drilling has focused on the Presqu'île Zone located 2 kilometres west of the Kiena Mine. Highlights include 24.3 g/t over 3.3 m core length and 30.0 g/t Au over 9.4 m core length. Given the significant upside that the Presqu'île zone could represent for Kiena, the Company is currently evaluating options to fast-track an exploration ramp from surface. It could also easily be connected to Kiena's existing underground ramp network, providing access to surface for the existing operation.
- | To the east of the mine, surface drilling has been focused near the recent discoveries at the Shawkey and Bourgo zones and most recently at the historic Dubuisson zone. Recent drilling has intersected gold mineralization in albite altered diorites with tourmaline and gold, which is interpreted to be a different style and later stage of mineralization compared to Kiena Deep. We continue to focus our drilling in this area and will report results in the near term for this drilling. Given that these zones are relatively close to the existing 33 level development, these areas represent a potential additional source of ore for the Kiena mill.

Wesdome Gold Mines 2022 Third Quarter Financial Results conference call:

November 10, 2022 at 10:00 am ET. Registration is required.

Participant registration link:

<https://register.vevent.com/register/Bla0c662c27f454f2e96c3c3beeea0d9d8>

Webcast link:

<https://edge.media-server.com/mmc/p/9m82jvc3>

The webcast can also be accessed under the News and Events section of the Company's website (www.wesdome.com)

Technical Disclosure

The technical content of this release has been compiled, reviewed and approved by Frederic Langevin, Eng, Chief Operating Officer, a "Qualified Person" as defined in National Instrument 43-101 - *Standards of Disclosure for Mineral Projects*.

ABOUT WESDOME

Wesdome is a Canadian focused gold producer with two high grade underground assets, the Eagle River mine in Ontario and the recently re-started Kiena mine in Quebec. The Company also retains meaningful exposure to the Moss Lake gold deposit in Ontario through its equity position in Goldshore Resources Inc. The Company's primary goal is to responsibly leverage this operating platform and high-quality brownfield and greenfield exploration pipeline to build Canada's next intermediate gold producer. Wesdome trades on the Toronto Stock Exchange under the symbol "WDO," with a secondary listing on the OTCQX under the symbol "WDOFF."

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This news release contains "forward-looking information" which may include, but is not limited to, statements with respect to the future financial or operating performance of the Company and its projects. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or

“believes” or variations (including negative variations) of such words and phrases, or state that certain actions, events or results “may”, “could”, “would”, “might” or “will” be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Forward-looking statements contained herein are made as of the date of this press release and the Company disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. The Company undertakes no obligation to update forward-looking statements if circumstances, management’s estimates or opinions should change, except as required by securities legislation. Accordingly, the reader is cautioned not to place undue reliance on forward-looking statements. The Company has included in this news release certain non-IFRS performance measures, including, but not limited to, mine operating profit, mining and processing costs and cash costs. Cash costs per ounce reflect actual mine operating costs incurred during the fiscal period divided by the number of ounces produced. These measures are not defined under IFRS and therefore should not be considered in isolation or as an alternative to or more meaningful than, net income (loss) or cash flow from operating activities as determined in accordance with IFRS as an indicator of our financial performance or liquidity. The Company believes that, in addition to conventional measures prepared in accordance with IFRS, certain investors use this information to evaluate the Company’s performance and ability to generate cash flow.

Wesdome Gold Mines Ltd.
Summarized Operating and Financial Data

(Unaudited, expressed in thousands of Canadian dollars, except per share and per unit amounts and otherwise indicated)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2022	2021	2022	2021
Operating data				
Milling(tonnes)				
Eagle River	52,247	56,003	165,428	172,600
Mishi	3,595	3,727	23,153	30,293
Kiena	16,112	30,470	63,752	30,470
Throughput ²	71,954	90,200	252,333	233,363
Head grades (g/t)				
Eagle River	10.7	13.4	10.6	13.8
Mishi	2.8	2.3	3.2	2.4
Kiena	10.2	5.8	9.5	5.8
Recovery (%)				
Eagle River	96.6	97.9	96.6	97.5
Mishi	83.0	78.0	83.5	81.4
Kiena	98.5	97.9	98.4	97.9
Production(ounces)				
Eagle River	17,405	23,621	54,495	74,853
Mishi	270	212	2,005	1,920
Kiena	5,208	5,511	19,234	5,511
Total gold produced²	22,883	29,344	75,734	82,284
Total gold sales(ounces)⁴	27,500	30,000	81,500	80,957
Eagle River Complex(per ounce of gold sold)¹				
Average realized price	\$ 2,247	\$ 2,254	\$ 2,343	\$ 2,240
Cash costs	1,473	987	1,377	966
Cash margin	\$ 774	\$ 1,267	\$ 966	\$ 1,274
All-in Sustaining Costs ¹	\$ 2,259	\$ 1,451	\$ 1,989	\$ 1,413
Mine operating costs/tonne milled ¹	\$ 475	\$ 388	\$ 412	\$ 347
Average 1 USD → CAD exchange rate	1.3056	1.2600	1.2828	1.2513
Cash costs per ounce of gold sold (US\$) ¹	\$ 1,128	\$ 783	\$ 1,073	\$ 772
All-in Sustaining Costs (US\$) ¹	\$ 1,730	\$ 1,152	\$ 1,551	\$ 1,129
Kiena Mine (per ounce of gold sold)¹				
Average realized price	\$ 2,244	\$ 2,209	\$ 2,314	\$ 2,209

Cash costs ^{3, 5}	1,963	1,844	1,746	1,243
Cash margin	\$ 281	\$ 365	\$ 568	\$ 966
All-in Sustaining Costs ^{1, 3, 5}	\$ 2,126	\$ 1,891	\$ 1,941	\$ 1,288
Mine operating costs/tonne milled ¹	\$ 869	\$ 335	\$ 643	\$ 335
Average 1 USD → CAD exchange rate	1.3056	1.2600	1.2828	1.2513
Cash costs per ounce of gold sold (US\$) ¹	\$ 1,581	\$ 1,463	\$ 1,361	\$ 993
All-in Sustaining Costs (US\$) ¹	\$ 1,628	\$ 1,501	\$ 1,513	\$ 1,029

Financial Data

Cash margin ¹	\$ 16,993	\$ 35,307	\$ 69,208	\$ 97,673
Net income	\$ (3,899)	\$ 14,486	\$ (11,179)	\$ 106,526
Net income adjusted ¹	\$ (3,899)	\$ 17,408	\$ (2,329)	\$ 45,141
Earnings before interest, taxes, depreciation and amortization ¹	\$ 4,814	\$ 31,848	\$ 34,308	\$ 87,964
Operating cash flow	\$ 12,945	\$ 33,890	\$ 54,939	\$ 82,798
Free cash flow	\$ (23,193)	\$ (9,087)	\$ (58,565)	\$ (18,119)
Per share data				
Net income	\$ (0.03)	\$ 0.10	\$ (0.08)	\$ 0.76
Adjusted net income ¹	\$ (0.03)	\$ 0.12	\$ (0.02)	\$ 0.32
Operating cash flow ¹	\$ 0.09	\$ 0.24	\$ 0.39	\$ 0.59
Free cash flow ¹	\$ (0.16)	\$ (0.06)	\$ (0.41)	\$ (0.13)

1. Refer to the Company's 2021 Annual Management Discussion and Analysis section entitled "Non-IFRS Performance Measures" for the reconciliation of these non-IFRS measurements to the consolidated financial statements.
2. Totals for tonnage and gold ounces may not add due to rounding.
3. YTD 2021 includes a \$0.4 million charge for product inventory costs from the sale of 1,793 ounces of gold from the Kiena bulk sample, which was processed in Q4 2020.
4. YTD 2021 includes 1,793 ounces of gold from the Kiena bulk sample, which was processed in Q4 2020
5. In determining the Cash cost per ounce and AISC per ounce, the total ounces sold includes 1,793 ounces of gold from the Kiena bulk sample, which was processed in Q4 2020 and sold in Q1 2021.

Wesdome Gold Mines Ltd.
Condensed Interim Statements of Financial Position
(Unaudited, expressed in thousands of Canadian dollars)

	As at September 30, 2022	As at December 31, 2021
Assets		
Current		
Cash and cash equivalents	\$ 24,741	\$ 56,764
Receivables and prepaids	10,327	13,793
Inventories	19,338	17,918
Income and mining tax receivable	3,870	-
Share consideration receivable	-	4,560
Total current assets	58,276	93,035
Restricted cash	1,176	657
Deferred financing costs	1,570	758
Mining properties, plant and equipment	207,377	212,394
Mines under development	294,525	214,089
Exploration properties	1,139	1,139
Marketable securities	600	1,860
Share consideration receivable	4,565	10,729
Investment in associate	9,534	19,058
Total assets	\$ 578,762	\$ 553,719

Liabilities

Current			
Payables and accruals	\$	59,334	\$ 40,093
Borrowings		27,414	-
Income and mining tax payable		-	5,490
Current portion of lease liabilities		6,985	7,789
Total current liabilities		93,733	53,372
Lease liabilities		4,004	6,786
Deferred income and mining tax liabilities		73,981	77,195
Decommissioning provisions		18,824	21,191
Total liabilities		190,542	158,544

Equity

Equity attributable to owners of the Company			
Capital stock		192,753	187,911
Contributed surplus		6,501	5,859
Retained earnings		190,466	201,645
Accumulated other comprehensive loss		(1,500)	(240)
Total equity attributable to owners of the Company		388,220	395,175
Total liabilities and equity	\$	578,762	\$ 553,719

Wesdome Gold Mines Ltd.**Condensed Interim Statements of Income/(Loss) and Comprehensive Income/(Loss)**

(Expressed in thousands of Canadian dollars except for per share amounts)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2022	2021 ¹	2022	2021 ¹
Revenues	\$ 61,823	\$ 67,548	\$ 190,448	\$ 177,402
Cost of sales	(56,294)	(39,636)	(152,374)	(99,674)
Gross profit	5,529	27,912	38,074	77,728
Other expenses				
Corporate and general	2,918	2,565	9,514	7,797
Stock-based compensation	823	558	2,453	2,071
Exploration and evaluation	5,273	-	12,442	-
Reversal of impairment charges	-	-	-	(58,563)
Impairment charge on exploration properties	-	4,394	-	7,507
Loss (gain) on disposal of mining equipment	74	(3)	62	(3)
Total other expenses (income)	9,088	7,514	24,471	(41,191)
Operating (loss) income	(3,559)	20,398	13,603	118,919
Gain on sale of Moss Lake exploration properties	-	-	-	34,330
Impairment of investment in associate	-	-	(11,800)	-
Fair value adjustment on share consideration receivable	(1,552)	(612)	(7,391)	909
Interest expense	(588)	(325)	(1,167)	(855)
Accretion of decommissioning provisions	(239)	(176)	(618)	(410)
Share of income (loss) of associate	155	(15)	(388)	(104)
Loss on dilution of ownership	(35)	-	(669)	-
Other (expense) income	(1,420)	464	(1,363)	(239)
(Loss) income before income and mining taxes	(7,238)	19,734	(9,793)	152,550
Income and mining tax (recovery) expense				
Current	325	3,309	4,601	8,655
Deferred	(3,664)	1,939	(3,215)	37,369
Total income and mining tax (recovery) expense	(3,339)	5,248	1,386	46,024

Net (loss) income	\$	(3,899)	\$	14,486	\$	(11,179)	\$	106,526
Other comprehensive loss								
Change in fair value of marketable securities		(360)		-		(1,260)		-
Total comprehensive (loss) income	\$	(4,259)	\$	14,486	\$	(12,439)	\$	106,526

(Loss) earnings per share

Basic	\$	(0.03)	\$	0.10	\$	(0.08)	\$	0.76
Diluted	\$	(0.03)	\$	0.10	\$	(0.08)	\$	0.75

Weighted average number of common shares (000s)

Basic	142,487	140,432	142,260	139,872
Diluted	142,487	143,069	142,260	142,653

1. Q3 2021 has been restated to correct an error in the valuation of the share consideration receivable related to the sale of the Moss Lake Project which closed on May 31, 2021. The proceeds have been restated to \$44.7 million from \$49.5 million, which has decreased the gain on sale of the Moss Lake properties to \$30.2 million (net of tax of \$4.1 million) from \$34.6 million (net of tax of \$4.5 million). The Q3 2021 net income has decreased by \$0.9 million resulting from the mark-to-market of the share consideration receivable. Basic earnings per share for Q3 2021 changed from \$0.11 to \$0.10 per share and basic earnings per share for Q3 YTD 2021 changed from \$0.79 to \$0.76 per share.

Wesdome Gold Mines Ltd.
Condensed Interim Statements of Changes in Equity
(Unaudited, expressed in thousands of Canadian dollars)

	Capital Stock	Contributed Surplus	Retained Earnings¹	Accumulated Other Comprehensive Loss	Total Equity¹
Balance, December 31, 2020	\$ 179,540	\$ 6,472	\$ 70,357	\$ -	\$ 256,369
Net income for the period ended September 30, 2021	-	-	106,526	-	106,526
Exercise of options	3,045	-	-	-	3,045
Value attributed to options exercised	1,478	(1,478)	-	-	-
Value attributed to RSUs exercised	786	(786)	-	-	-
Stock-based compensation	-	2,071	-	-	2,071
Balance, September 30, 2021	\$ 184,849	\$ 6,279	\$ 176,883	\$ -	\$ 368,011
Balance, December 31, 2021	\$ 187,911	\$ 5,859	\$ 201,645	\$ (240)	\$ 395,175
Net loss for the period ended September 30, 2022	-	-	(11,179)	-	(11,179)
Other comprehensive loss	-	-	-	(1,260)	(1,260)
Exercise of options	3,031	-	-	-	3,031
Value attributed to options exercised	1,173	(1,173)	-	-	-
Value attributed to RSUs exercised	638	(638)	-	-	-
Stock-based compensation	-	2,453	-	-	2,453
Balance, September 30, 2022	\$ 192,753	\$ 6,501	\$ 190,466	\$ (1,500)	\$ 388,220

1. See footnote in the condensed interim statements of income/(loss) and comprehensive income/(loss) for details of the restatement in Q3 2021.

Wesdome Gold Mines Ltd.
Condensed Interim Statements of Cash Flows
(Unaudited, expressed in thousands of Canadian dollars)

Three Months Ended September 30, **Nine Months Ended September 30,**

	2022	2021 ¹	2022	2021 ¹
Operating Activities				
Net (loss) income	\$ (3,899)	\$ 14,486	\$ (11,179)	\$ 106,526
Depreciation and depletion	11,464	7,395	31,134	19,945
Stock-based compensation	823	558	2,453	2,071
Accretion of decommissioning provisions	239	176	618	410
Deferred income and mining tax expense	(3,664)	1,939	(3,215)	37,369
Amortization of deferred financing cost	99	104	268	328
Interest expense	588	325	1,167	855
Reversal of impairment charges	-	-	-	(58,563)
Gain on sale of Moss Lake exploration properties	-	-	-	(34,330)
Impairment charge on exploration properties	-	4,394	-	7,507
Loss (gain) on disposal of mining equipment	74	(3)	62	(3)
Impairment of investment in associate	-	-	11,800	-
Fair value adjustment on share consideration receivable	1,552	612	7,391	(909)
Share of (income) loss of associate	(155)	15	388	104
Loss on dilution of ownership	35	-	669	-
Foreign exchange loss (gain) on borrowings	1,569	64	1,460	(15)
Net changes in non-cash working capital	6,978	6,638	25,884	9,677
Mining and income tax paid	(2,758)	(2,813)	(13,961)	(8,174)
Net cash from operating activities	12,945	33,890	54,939	82,798
Financing Activities				
Proceeds from revolving credit facility	25,928	-	40,884	-
Repayment of revolving credit facility	-	-	(14,810)	-
Exercise of options	-	1,814	3,031	3,045
Deferred financing costs	(1,079)	(5)	(1,079)	(339)
Repayment of lease liabilities	(2,300)	(1,877)	(6,731)	(5,277)
Interest paid	(588)	(325)	(1,167)	(855)
Net cash from (used in) financing activities	21,961	(393)	20,128	(3,426)
Investing Activities				
Additions to mining properties	(11,058)	(12,620)	(24,380)	(30,492)
Additions to mines under development	(22,780)	(27,481)	(82,393)	(40,882)
Additions to exploration properties	-	-	-	(23,267)
Purchase of exploration property	-	(1,000)	-	(1,000)
Cash proceeds on sale of Moss Lake, net of transaction costs	-	-	-	11,762
Funds held against standby letter of credit	(25)	-	(519)	-
Proceeds on disposal of mining equipment	182	73	202	73
Net changes in non-cash working capital	-	9,205	-	10,427
Net cash used in investing activities	(33,681)	(31,823)	(107,090)	(73,379)
Increase (decrease) in cash and cash equivalents	1,225	1,674	(32,023)	5,993
Cash and cash equivalents - beginning of period	23,516	67,799	56,764	63,480
Cash and cash equivalents - end of period	\$ 24,741	\$ 69,473	\$ 24,741	\$ 69,473
Cash and cash equivalents consist of:				
Cash	\$ 24,741	\$ 69,473	\$ 24,741	\$ 69,473
	\$ 24,741	\$ 69,473	\$ 24,741	\$ 69,473

1. See footnote in the condensed interim statements of income/(loss) and comprehensive income/(loss) for details of the restatement in Q3 2021.

PDF available:

