

Consolidated Statements of Cash Flows

(Expressed in thousands of United States dollars)

	Year ended December 31, 2007	Six months ended December 31, 2006	Year ended June 30, 2006
OPERATING ACTIVITIES			
Net (loss) earnings	\$ (31,261)	\$ 7,276	\$ (35,596)
Add (deduct) items not affecting cash:			
Depletion and depreciation	8,704	6,657	9,762
Other finance charges - amortisation and accretion	5,552	2,730	2,945
Equity loss from investment in Intex Resources ASA	404	-	-
Equity earnings from investment in Barberton Mines Limited	-	(153)	(831)
Gain on disposal / dilution of investment in Intex Resources ASA (Note 5)	(72,231)	(35,205)	-
Gain on disposal of Golden Star Resources (Note 7)	(505)	(597)	(628)
Gain on disposals of other investments	-	(6,664)	(2,824)
Unrealized loss on forward obligation contract (Note 5)	358	-	-
Unrealized foreign exchange loss (gain) on long-term debt	41,162	(2,223)	13,230
Stock compensation expense (Note 14(g))	7,249	1,972	1,805
Non-controlling interest	(462)	(31)	(940)
Change in non-cash operating working capital items (Note 18(a))	(13,322)	(3,055)	(14,740)
	(54,352)	(29,293)	(27,817)
FINANCING ACTIVITIES			
Net proceeds from issuance of other long-term debt	-	-	97,442
Net proceeds on convertible bonds	-	-	186,780
Net proceeds from issuance of common shares for cash	63,595	99,733	232,674
Capital lease payments	-	-	(343)
	63,595	99,733	516,553
INVESTING ACTIVITIES			
Proceeds on disposal of investment in Golden Star Resources (Note 7)	1,338	2,445	2,946
Proceeds on disposal of investment in Guinor Gold Corporation	-	-	2,552
Proceeds on disposal of investment in Metorex Limited	-	12,224	-
Proceeds on disposal / dilution of investment in Intex Resources ASA, net of cash disposed of (Note 5)	27,517	80,087	-
Acquisition of minority interest in Nalunaq Gold Mine (Note 4)	(2,614)	-	-
Acquisition of Apex Mining Company, net of cash acquired	-	-	(6,570)
Acquisition of Guinor Gold Corporation, net of cash acquired	-	-	(346,624)
Acquisition of Nugget Pond Asset	-	(62)	-
Expenditures on Nalunaq mineral property, plant and equipment	(2,457)	(4,054)	(5,050)
Expenditures on Lefa mineral property, plant and equipment	(100,610)	(76,452)	(71,492)
Expenditures on Maco mineral property, plant and equipment	(42,446)	(36,435)	(13,217)
Expenditures on Nugget Pond processing facility	(2,264)	(762)	-
Decrease (increase) in security deposits	616	(839)	-
Increase in long-term restricted cash balances	(1,375)	(489)	-
Decrease (increase) in restricted cash	271	6,969	(6,194)
Expenditures on other mineral property interests	(550)	(819)	(1,561)
Dividends received	-	-	1,212
Other	963	(220)	264
	(121,611)	(18,407)	(443,734)
EFFECT OF FOREIGN EXCHANGE TRANSLATION			
ON CASH AND CASH EQUIVALENTS	492	(2,578)	758
NET CASH (OUTFLOW) INFLOW	(111,876)	49,455	45,760
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	131,937	82,482	36,722
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 20,061	\$ 131,937	\$ 82,482

SUPPLEMENTAL CASH FLOW INFORMATION (Note 18)

See accompanying notes to the consolidated financial statements