

Debrief – Beginning with a Beat & Unlocking the Underground

OUR TAKE: Positive. Following OceanaGold's conference call and our [First Look](#) note, we have now updated our model for the Q1 results and minor 2023 estimate changes. Yesterday after market, OGC reported production of 118.1koz Au at AISC of \$1,567/oz Au, earning adj. EPS of \$0.06 and beating Street estimates to start 2023. Gold sales lagged production in Q1 by ~6koz due to timing of sales, so we expect these ounces to come into the Q2 results. OGC reiterated 2023 production guidance of 460k-510koz Au and 12k-14kt Cu, with AISC of \$1,425/oz-1,525/oz Au, adding that **Q2 is expected to be the strongest production quarter of 2023**. A number of optimization studies are currently in progress at Didipio, Macraes, and Waihi aimed at increasing underground production at each of the mines, potentially unlocking additional value. At spot prices, we expect OGC could generate FCF of ~\$100M (~6.0% yield) in 2023.

We view the results as **positive** for OGC shares as operational results beat expectations on production while unit costs were in line, and the company reiterated its 2023 guidance. Following model updates, we maintain our SO rating and C\$4.25 price target.

KEY POINTS

Mine optimization studies – A number of optimization studies are currently in progress at Didipio, Macraes, and Waihi aimed at increasing underground production at each of the mines. The most significant of the three studies relates to potentially increasing underground mining rates at Didipio to >2Mtpa and processing rates to 4.3Mtpa; this expansion could displace low-grade mill feed from stockpiles with higher-grade underground ore. These studies are expected to be complete by year-end 2023.

Balance sheet – OGC ended Q1 with \$58M in cash (down from \$83M in Q4/22) with an additional \$100M undrawn on its revolving credit facility. Short- and long-term debt totaled \$249M for net debt of \$191M. Working capital was a cash drag during the quarter, where it was a use of \$37M, due largely to annual Philippines income tax and employee bonus payments.

Catalysts – Macraes Golden Point underground ramp-up and transitioning from Frasers (ongoing); exploration updates from Haile, Waihi, Macraes (ongoing); mine optimization study at Didipio (Q1/24); Waihi North pre-feasibility study (1H/24).

Valuation – At spot gold prices, OGC shares are trading at a P/NAV_{5%} of 0.69x and 3.1x 2024E P/CF vs. peers at 0.79x and 5.2x, respectively.

Qtlly Adj EPS (FD)	Q1	Q2	Q3	Q4	Year	Price/Adj. EPS
2022A	\$0.11	\$0.05	\$0.01	\$0.04	\$0.21	9.1x
2023E	\$0.05	\$0.10	\$0.06	\$0.06	\$0.27	8.8x
2024E	\$0.10	\$0.10	\$0.10	\$0.10	\$0.38	6.2x
2025E	\$0.04	\$0.04	\$0.04	\$0.04	\$0.16	14.8x
(FY-Dec.)		2022A	2023E		2024E	2025E
CFPS		\$0.54	\$0.58		\$0.71	\$0.59
Price/Cash Flow		3.5x	4.1x		3.3x	4.0x
EBITDA (M)		\$393	\$460		\$575	\$514
Rlzd Gold Price (US\$/oz)		\$1,802	\$1,900		\$1,900	\$1,700
Gold Prod (000 oz)		472	487		572	581
All-In Sustaining Cost (\$/oz)		\$1,407	\$1,489		\$1,349	\$1,175

Historical price multiple calculations use FYE prices. All values in US\$ unless otherwise indicated.
Source: FactSet; company reports; Scotiabank GBM estimates. Gold cash costs include by-product credits.

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For Reg AC Certification and important disclosures see Appendix A of this report. Analysts employed by non-U.S. affiliates are not registered/qualified as research analysts with FINRA in the U.S. unless otherwise noted within this report.

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Pertinent Data

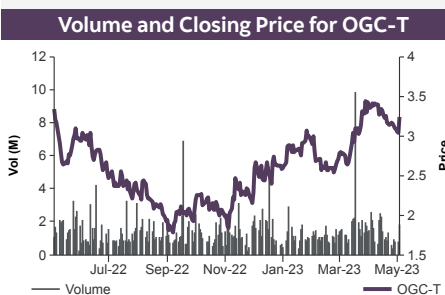
Rating	Sector Outperform
1-Yr. Target	C\$4.25
OGC-T	C\$3.23
1-Yr. Return	32.4%
Div. (NTM)	\$0.02
Div. (Curr.)	\$0.00
Yield (Curr.)	0.0%
NAVPS	C\$3.03
P/NAV	1.07x
ESG Score	64
Quant Ranking	89
Valuation: 50% 1.0x NAV _{5%} and 50% 6.0x 2024E	
CFPS	

Pertinent Revisions

	New	Old
Adj EPS24E	\$0.38	\$0.39
Adj EPS25E	\$0.16	\$0.17
NAVPS	C\$3.03	C\$2.89

Capitalization

Market Cap. (M)	C\$2,319
Net Debt + Pref. (M)	C\$159
Enterprise Value (M)	C\$2,479
Shares O/S (M)	718
Float O/S (M)	705



Source: FactSet.

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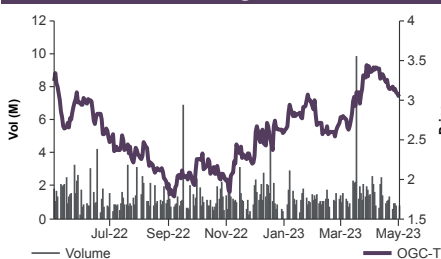
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Rating	Sector Outperform
1-Yr. Target	C\$4.25
OGC-T	C\$3.23
1-Yr. Return	32.4%
Div. (NTM)	\$0.02
Div. (Curr.)	\$0.00
Yield (Curr.)	0.0%
NAVPS	C\$2.89
P/NAV	1.12x
ESG Score	64
Quant Ranking	89
Valuation: 50% 1.0x NAV _{5%} and 50% 6.0x 2024E CFPS	

Capitalization

Market Cap. (M)	C\$2,318
Net Debt + Pref. (M)	C\$193
Enterprise Value (M)	C\$2,510
Shares O/S (M)	718
Float O/S (M)	702

Volume and Closing Price for OGC-T



Source: FactSet.

First Look – Q1/23 Earnings Beat; FY2023 Guidance Reiterated

OUR TAKE: Positive. OceanaGold announced Q1/23 financial and operating results with production of 118.1koz Au (vs. our 112.0koz Au est.) and with AISC of \$1,567/oz Au (vs. our \$1,543/oz est.). **Adjusted EPS for the quarter was \$0.06 (vs. our \$0.05 est. and BB cons. \$0.04; range \$0.02 to \$0.06) and CFPS was \$0.14 (vs. our \$0.12 est. and BB cons. \$0.12; range \$0.08 to \$0.14).** The Q1 performance was driven by strong gold production, although sales lagged production by ~6koz due to timing of sales, and costs that were in line with expectations. 2023 production guidance of 460k-510koz Au and 12k-14kt Cu, with AISC of \$1,425/oz-1,525/oz Au was reiterated as **OGC says the Macraes ball mill trunnion repair was completed March 30, and the Haile underground decline has advanced to the first production level (with first production on track for Q4/23).** OGC ended Q1 with \$58M in cash (down from \$83M in Q4/22) with an additional \$100M of undrawn credit capacity.

Overall, we view this update as **positive** for OGC shares as operational results beat expectations on production while unit costs were inline. We look forward to learning more details on the conference call tomorrow at 10am EST. OGC shares are rated SO with a C\$4.25 PT.

KEY POINTS

Q1 Production Detail – Haile produced 48.1koz Au (vs. our 46.5koz Au est.), Didipio produced 33.0koz Au and 3.5kt Cu (vs. our 31.1koz and 3.0kt Cu est.), Macraes produced 26.7koz Au (vs. our 25.0koz Au est.), while Waihi produced 10.3koz Au (vs. our 9.4koz Au est.). Summary quarterly results are shown in Exhibit 1 below.

2023 Guidance Reiterated – OGC is forecasting consolidated production of 460k-510koz Au and 12k-14kt Cu with AISC of \$1,425/oz-1,525/oz Au. The Macraes ball mill trunnion repair was completed as of March 30 and first ore from Haile underground remains on track for delivery to the mill in Q4/23. As a result, OGC expects 2H/23 to be materially stronger compared to 1H at Macraes and Waihi, with **Q1 being the weakest quarter on a consolidated basis.**

Catalysts – Macraes Golden Point underground ramp-up and transitioning from Frasers (ongoing); exploration updates from Haile, Waihi, Macraes (ongoing); Waihi North pre-feasibility study (1H/24).

Conference Call – A conference call will be held tomorrow, May 3 at 10am EST, dial-in 1-888-390-0546 ; webcast <https://app.webinar.net/E11ALg4nvxG/live>.

Valuation – At spot gold prices, OGC shares are trading at a P/NAV_{5%} of 0.70x and 3.1x 2024E

Price/Adj. EPS	Q3	Q4	Year	Price/Adj. EPS		
2022A	\$0.11	\$0.05	\$0.01	\$0.04	\$0.21	9.1x
2023E	\$0.05	\$0.08	\$0.07	\$0.07	\$0.27	8.9x
2024E	\$0.10	\$0.10	\$0.10	\$0.10	\$0.39	6.0x
2025E	\$0.04	\$0.04	\$0.04	\$0.04	\$0.17	13.9x

(FY-Dec.)	2022A	2023E	2024E	2025E
CFPS	\$0.54	\$0.56	\$0.72	\$0.60
Price/Cash Flow	3.5x	4.2x	3.3x	4.0x
EBITDA (M)	\$393	\$465	\$583	\$521
Rizd Gold Price (US\$/oz)	\$1,802	\$1,900	\$1,900	\$1,700
Gold Prod (000 oz)	472	482	572	581
All-In Sustaining Cost (\$/oz)	\$1,407	\$1,477	\$1,336	\$1,162

Historical price multiple calculations use FYE prices. All values in US\$ unless otherwise indicated.

Source: FactSet; company reports; Scotiabank GBM estimates. Gold cash costs include by-product credits.

Production: May 2, 2023, 19:35 ET. Dissemination: May 2, 2023, 19:44 ET.

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Exhibit 1 - Quarterly Results Summary

		OGC Q1/23A	Scotia Q1/23E	% diff	OGC Q4/22A	q/q Δ%
Consolidated						
Gold production	(oz)	118,100	112,039	5%	120,918	-2%
Gold sales	(oz)	112,100	112,039	0%	118,667	-6%
Copper production	(kt)	3,500	3,000	17%	3,476	1%
Copper sales	(kt)	3,300	2,910	13%	3,530	-7%
Cash Costs (byproduct)	(\$/oz)	\$861	\$843	2%	\$880	-2%
AISC	(\$/oz)	\$1,567	\$1,543	2%	\$1,602	-2%
Net income	(\$M)	\$38.9	\$37.7	3%	\$41.0	-5%
EPS - reported	US\$	\$0.06	\$0.05	14%	\$0.05	20%
Adjusted net income	(\$M)	\$40.1	\$37.7	6%	\$29.9	34%
EPS - adj	US\$	\$0.06	\$0.05	6%	\$0.04	34%
Cash flow from ops (pre W/C)	(\$M)	\$102	\$89	14%	\$88.6	15%
CFPS (pre W/C)	US\$	\$0.14	\$0.12	14%	\$0.12	15%
Cash balance	(\$M)	\$58.0	\$65.7	-12%	\$83.2	-30%
Total Debt Outstanding	(\$M)	\$249.1	\$232.3	7%	\$253.4	-2%
Didipio						
Gold production	(oz)	33,000	31,099	6%	29,104	13%
Copper production	(kt)	3,500	3,000	17%	3,476	1%
AISC	(\$/oz)	585	759	-23%	\$1,061	-45%
Macraes						
Gold production	(oz)	26,700	25,010	7%	39,815	-33%
AISC	(\$/oz)	2,171	1,937	12%	\$1,376	58%
Waihi						
Gold production	(oz)	10,300	9,400	10%	10,466	-2%
AISC	(\$/oz)	2,168	1,808	20%	\$2,035	7%
Haile						
Gold production	(oz)	48,100	46,530	3%	41,533	16%
AISC	(\$/oz)	1,537	1,516	1%	\$1,753	-12%

Source: Company Reports; Scotiabank GBM Estimates

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May 2, 2023

OceanaGold Corporation

OGC (TSX): C\$3.23

Stock Rating: Outperform

Target: C\$4.25

Risk Rating: Speculative

Adj Earnings Beat; Haile U/G on Track & Macraes Back to Full Capacity

This evening after market close, OceanaGold reported Q1 financial and operating results with an Adj. EPS of US \$0.06, a beat vs. NBF and consensus at US\$0.04. CFPS also came in better than expected (*see Figure 1 below for more details*). Oceana produced 118koz of gold during the quarter, a good beat to NBF (112koz), while copper production of 7.7Mlbs was in line with our estimates. Costs were also relatively in line with our estimates with cash costs of US\$861/oz and AISC of US\$1,567/oz, both coming in ~1% below our estimates and ~1% above consensus figures. Management has reiterated that they remain on track to meet FY guidance of 460-510koz of gold (Q1 ~24.4% of midpoint) and 26.5-30.9mlbs of copper (Q1 ~27% of midpoint). At Haile, progress continued on the U/G development, with the main decline now reaching the top of the orebody, and management has reiterated that the Haile U/G remains on track for first production in 4Q23, in line with our estimates. Additionally, management noted that the ball mill trunnion repair at Macraes was completed at the end of the quarter, with the mine returning to full operations in April. Overall, due to the Adj. EPS beat and continued strong operational performance, we would expect OceanaGold's share price to outperform peers in tomorrow's trading. We recently added OceanaGold as our Top Pick in the Intermediate producer space as we believe the company is performing very well operationally and is set to deliver significant production growth over the next 12-18 months, primarily through the ramp-up of the Haile U/G, with both points being reinforced by today's results.

Financial Review

Oceana reported an adjusted net profit of US\$41.0 mln, which adjusted for unrealized FX gains/loss, which we agree with. This yields an Adj. EPS of US\$0.06, a beat to both NBF and consensus at US\$0.04. The earnings beat was driven by slightly higher revenue (+US\$6.0 mln vs. NBF), lower opex (-US\$10.2 mln vs. NBF) and was slightly offset by higher than expected G&A (+US\$2.8 mln vs. NBF). CFPS of US\$0.14 was also a beat to NBF (US\$0.11) and consensus (US\$0.12), driven by the same factors as the earnings beat. Capex spend came in slightly light to our estimates, driven by lower than expected capex spending at Didipio. FCF of -US\$23 mln came in slightly ahead of our estimates (-US\$29 mln) but below consensus, with a higher than expected negative WC adjustment impacting FCF generation likely missed by the street. Oceana finished the quarter with ~US\$58 in cash on hand (down ~US\$25 mln Q/Q) and ~US\$249 mln in debt. The Company has US\$100 mln available on its RCF and we expect it to return to positive FCF in 2Q23.

Figure 1: Overview of Key Quarterly Results for 1Q23

		1Q23	NBFe	Cons.	Beat/Miss ¹
Adjusted EPS	US\$	0.06	0.04	0.04	34%
CFPS²	US\$	0.14	0.11	0.12	21%
Free Cash Flow³	US\$ (mln)	-22.7	-29	-2	-
Capex	US\$ (mln)	81.6	90	84	-3%
Gold Production	k oz Au	118	112	114	4%
Gold Sales	k oz Au	112	112	114	-2%
Copper Production	mlbs	7.7	7.8	7.0	10%
Cash Costs	US\$/oz	\$861	\$867	\$852	1%
AISC	US\$/oz	\$1,567	\$1,590	\$1,550	1%

Notes: 1. Beat/Miss calculated relative to consensus

2. CFPS before working capital adjustments

3. FCF measured after capital leases

Source: Company Reports, NBF, Bloomberg

Operational Review - All Four Mines Beat NBF Production Estimates

Oceana posted 1Q23 production of 118koz which was 6% higher than our 112koz estimate. Management has reaffirmed their 2023 production guidance of 460-510koz and Q1 saw Oceana produce 24.4% of the guidance midpoint. This quarter, Macraes outperformed our lowered Q/Q estimates, coming in at 26.7koz vs. our estimate of 22.8koz. The large decline Q/Q was due to the need to repair a crack in the trunnion of one of the ball mills. The repair was completed on March 30th and the plant has been fully operational in April. Haile showed further signs of improvement due to higher average gold grades, gaining 16% from the prior quarter, increasing production to 48.1koz (NBFe 47.1koz). Waihi saw a modest 2% decline Q/Q to 10.3koz, but a ~5% beat to our estimate of 9.8koz. The modest Q/Q decline was a result of abnormally high rainfalls at the beginning of 2023 affecting productivity, with the mine getting back to normal operating levels now.

On the cost front, cash costs of US\$861/oz were ~US\$6/oz lower than our estimate while consolidated AISC at US\$1,567/oz came in ~1% below our estimate (NBFe US\$1,590/oz) and 2% lower Q/Q. The quarter-on-quarter reduction was driven by higher by-product credits and lower total sustaining capital investments, which more than offset lower comparative gold sales. At Macraes, first quarter AISC was US\$2,171/oz (NBFe US\$2,287/oz), a 58% increase Q/Q mainly due to the lower volume of mill feed. Oceana expects Macraes to deliver stronger operational results over the rest of 2023 following the completion of the ball mill trunnion repair. At Waihi, cash costs increased to US\$1,366/oz, which missed our estimates by ~15%, largely due to slightly lower gold sales. Haile showed excellent improvement on the cost front, continuing to decline Q/Q with cash costs and AISC of US\$658/oz and US\$1,537/oz, respectively.

Figure 2: Operational Performance on a Per Asset Basis

		Operational History				NEW	NBFe	Difference	
Production		1Q22	2Q22	3Q22	4Q22	1Q23	1Q23	vs NBF	Q/Q
Haile	k oz	60	38	37	42	48.1	47.1	2%	16%
Waihi	k oz	7	8	14	11	10.3	9.8	5%	-2%
Macraes	k oz	38	37	29	40	26.7	22.8	17%	-33%
Didipio	k oz	29	29	25	29	33.0	31.9	3%	13%
Total Gold Production	k oz	134	112	105	121	118	112	6%	-2%
Total Gold Sales	k oz	129	110	111	119	112	112	1%	-6%
Total Copper Production	mlbs	7.7	8.4	7.9	7.7	7.7	7.8	-1%	0%
Cash Costs (US\$/oz)		1Q22	2Q22	3Q22	4Q22	1Q23	1Q23	vs NBF	Q/Q
Haile	US\$/oz	567	905	1,175	926	658	828	-21%	-29%
Waihi	US\$/oz	1,692	1,903	1,067	1,221	1,366	1,187	15%	12%
Macraes	US\$/oz	1,005	942	1,298	811	1,349	1,460	-8%	66%
Didipio	US\$/oz	26	519	818	759	574	401	43%	-24%
Consolidated	US\$/oz	630	903	1,100	880	861	867	-1%	-2%
AISC (US\$/oz)		1Q22	2Q22	3Q22	4Q22	1Q23	1Q23	vs NBF	Q/Q
Haile	US\$/oz	1,070	1,432	1,552	1,753	1,537	1,565	-2%	-12%
Waihi	US\$/oz	2,950	2,659	1,601	2,035	2,168	1,755	24%	7%
Macraes	US\$/oz	1,394	1,458	1,924	1,376	2,171	2,287	-5%	58%
Didipio	US\$/oz	40	609	913	1,061	585	624	-6%	-45%
Consolidated	US\$/oz	1,084	1,430	1,554	1,602	1,567	1,590	-1%	-2%

Source: Company Reports, NBF Estimates

We derive our C\$4.25 target price for OceanaGold from a 100% weighted 4.50x NTM EV/EBITDA target multiple, which implies a 1.05x P/NAV multiple. As of the close, OceanaGold was trading at 4.0x and 3.0x our 2023 and 2024 estimates on an EV/EBITDA basis and 0.85x NAV on a cash-adjusted basis. Management will host a conference call on Wednesday (May 3) at 10:00 AM ET (1-888-390-0546).

OceanaGold Corporation

OGC 1Q23 Earnings - Estimates Revisions

OGC (TSX) C\$3.32	STOCK RATING Outperform (Unchanged)	TARGET C\$4.25 (Unchanged)	EST. TOTAL RETURN 28.8%
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Updating For 1Q23 Results; Top Pick Showing Strong

OceanaGold released its 1Q23 operating and financial results last night, for which we provided a first look flash ([see NBF flash from May 2](#)). Oceana reported an Adj. EPS of US\$0.06, a two cent beat to our estimates and consensus. Gold production proved a slight beat to our estimates, while costs came in slightly better than expectations. Management confirmed that they remain well on track to achieve FY guidance and have highlighted that they expect 2Q23 to be the strongest production quarter of the year, driven by high grades at Haile and a return to full throughput at Macraes. Management also reiterated that the Haile U/G is progressing well, with ground conditions improving and water penetration levels decreasing, which we viewed as moderate when we visited the site mid-Q1. Management also expects to begin exploration drilling at Haile U/G later in 2Q23, and we look forward to future exploration updates on this. Today's note follows up with a model update to include 1Q23 results and insights gained from the conference call. As a result of our updates, our NAV ticks up modestly, while our target price remains at C \$4.25 on unchanged multiples.

Model Changes

We updated our model to include Oceana's strong financial and operating results, along with tweaks to better align with management commentary. We have moved our production estimates slightly higher and have tweaked our costs down slightly for the rest of the year to better align with recent trends. As a result of these updates, we see our EBITDA, CFPS and FCF estimates improve modestly. We look forward to updates on the results of the Didipio optimization study to increase mining rates to at least 2Mtpa (not factored into our base case). We continue to see Oceana generating positive FCF this year, with a large ramp-up in 2024 as the company benefits from the ramp-up of the Haile U/G.

Valuation

We derive our C\$4.25 target price (unch.) from a 100% weighted 4.50x NTM EV/EBITDA target multiple (unch.), which implies a P/NAV of 1.05x (unch.). As of today's close, Oceana was trading at 4.0x and 3.2x our '23 and '24 estimates on an EV/EBITDA basis and 0.86x NAV on a cash-adjusted basis. Over the LTM, Oceana has traded between 2.8x-5.0x our estimates on a FY1 EV/EBITDA basis, averaging 3.7x.

STOCK DATA

52-Week High and Low (\$)	3.50-1.78
Dividend per Share (\$)	0.03
Dividend Yield (%)	0.8
Shares Outstanding (Mln)	707.4
Market Capitalization (\$Mln)	2,348.7
Enterprise Value (\$Mln)	2,608.7

Stock data noted in C\$

NBCFM ESTIMATES & VALUATION

Fiscal Y/E December	2022A	2023E	2024E
Gold Price (\$/oz)	1,803	1,984	2,015
Au Production (koz)	472	491	570
AISC (WGC) (\$/oz)	1,407	1,460	1,347
EBITDA (\$Mln)	394.1	485.1	601.8
Adj. EPS (\$)	0.21	0.29	0.40
EV/EBITDA (x)	4.9	4.0	3.2
CFPS (b/f W/C chgs) (\$)	0.54	0.62	0.75
Free Cash Flow (\$Mln)	60.1	31.9	207.2
FCF Yield (%)	3.5	1.9	12.0
NAVPS (C\$)		4.00	
P/NAV (x)		0.86	

All figures in US\$ unless otherwise noted

Source: NBF, Refinitiv and Company reports

STOCK PERFORMANCE (Source: FactSet)



RISK RATING: Speculative

COMPANY PROFILE

OceanaGold is an intermediate gold producer, with producing assets in the United States (Haile), New Zealand (Waihi and Macraes), and the Philippines (Didipio). It currently derives its revenue from gold and copper sales.

Key Estimate Changes

We have updated our model to include Oceana's 1Q23 performance and have modestly tweaked our future estimates to reflect management commentary on the quarter and operating cost trends. We made minor adjustments to our 2Q23 sales estimates to account for the unsold inventory at Haile as of March 31. Additionally, we tweaked our production estimates up modestly given the stronger than expected Q1 (guidance range of 460-510koz (NBFe 491koz vs prev. 486koz)), keeping our remaining nine months relatively unchanged. As a result, our EBITDA, CFPS and FCF for 2023 improved modestly. Our forward looking estimates remain relatively unchanged, with production expected to show a strong increase Y/Y at declining costs on the expected ramp-up to full production at the Haile U/G, which is on schedule to begin producing in 4Q23.

As a result of our model updates, we see a small 1% increase in NAV, while maintaining an unchanged price target of C\$4.25. We remain Outperform rated on OceanaGold. Oceana remains our Top Pick in the Intermediate gold producer space.

Figure 1: Key Estimate Changes

Figure 11: Key Estimate Changes

		New	Old	Change
Target	C\$	4.25	4.25	0%
Rating		OP	OP	-
EV/EBITDA target multiple	x	4.50	4.50	0%
NAVPS	C\$	4.00	3.96	1%

		National Bank Estimates					
			1Q23A	2022A	2023E	2024E	2025E
Gold Production	koz	new	118	472	491	570	596
		old	112	472	486	574	595
All-in Sustaining Cost	US\$/oz	new	1,567	1,407	1,460	1,347	1,148
		old	1,590	1,407	1,476	1,339	1,147
EBITDA	US\$ mln	new	102	394	485	602	609
		old	88	394	467	609	609
CFPS	US\$/share	new	0.14	0.54	0.62	0.75	0.71
		old	0.11	0.54	0.58	0.76	0.71
Total Capex	US\$ mln	new	82	282	349	310	258
		old	90	282	356	311	258
Free Cash Flow	US\$ mln	new	-23	60	32	207	229
		old	-29	60	22	213	229

Source: National Bank Financial, Company Reports

NAV Breakdown

Figure 2 below is a breakdown of our OceanaGold NAV demonstrating its diversified geopolitical risk exposure.

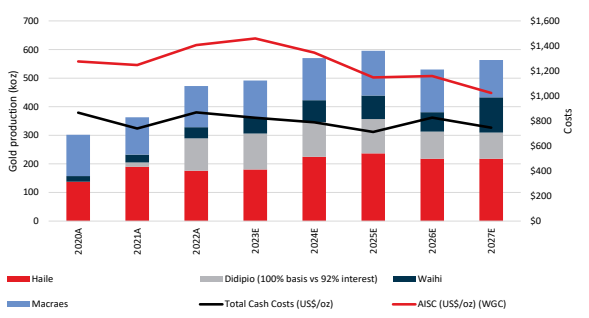
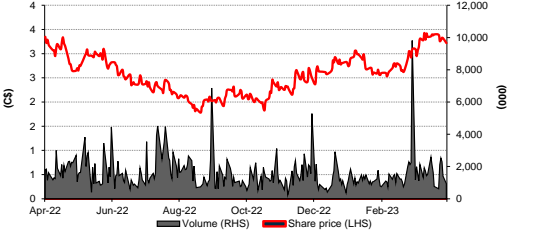
Figure 2: Breakdown Including Major Components of NAV

	Location	C\$mIn	Per share	% of DCF
Didipio (5% DR + credit/oz) (92% interest)	Philippines	C\$618	C\$0.87	17.6%
Waihi Complex (5% DR) + credit/oz for O/P	New Zealand	C\$1,374	C\$1.94	39.1%
Haile (5% DR) + credit/oz for resources	USA	C\$980	C\$1.39	27.9%
Macraes (5% DR) + credit/oz for resources	New Zealand	C\$536	C\$0.76	15.2%
Other		C\$7	C\$0.01	0.2%
Total Mining Assets		C\$3,516	C\$4.97	
Cash, equivalents and other		C\$150	C\$0.21	
Corporate G&A (10 years @ 5% DR)		-C\$575	-C\$0.81	
ST & LT Debt & Capital Leases		-C\$261	-C\$0.37	
Total Net Asset Value		C\$2,831	C\$4.00	
Total F-D shares O/S (M)			707.4	

Source: National Bank Financial, Company Reports

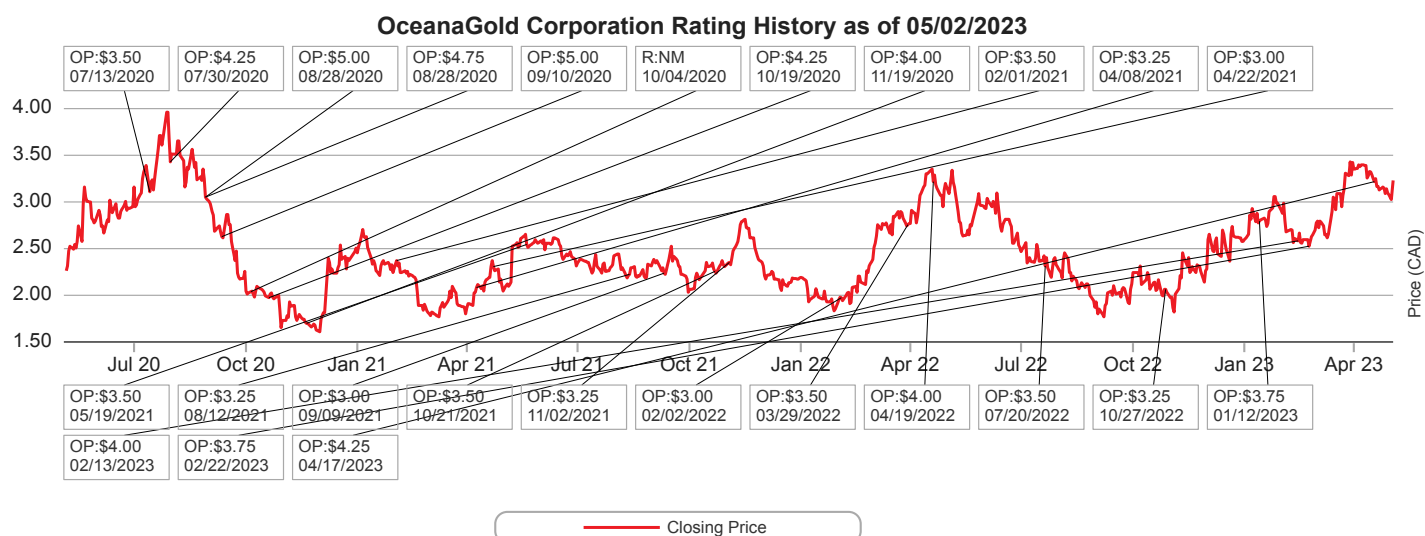
Upcoming Catalysts

- Ongoing Haile U/G development updates
- August Didipio site tour
- 4Q23 Potential for Haile U/G first production
- 1H24 WKP PFS

OceanaGold Corp. (TSX:OGC)						
TICKER	OGC.TO				FISCAL YEAR-END	December 31
CURRENT PRICE (C\$)	3.32				52-WEEK HIGH (C\$)	3.50
STOCK RATING	Outperform				52-WEEK LOW (C\$)	1.78
TARGET PRICE (C\$)	\$4.25				P/NAV (cash adjusted) (x)	0.86
PRICE RETURN	29%				NTM EBITDA (US\$m)	515
RISK RATING	Speculative				EBITDA Target Multiple (x)	4.50
SECTOR RATING	Overweight				EV/EBITDA FY1 (x)	3.9
SHARES OUTSTANDING (mln)	707.4				FCF Yield FY1 (%)	1.9%
MARKET CAPITALIZATION (C\$ mln)	2,348.7					
FINANCIAL DATA						
Technical Assumptions	2020A	2021A	2022A	2023E	2024E	
Gold (US\$/oz)	1,770	1,799	1,803	1,984	2,015	
Silver (US\$/oz)	20.49	25.08	21.82	24.67	25.40	
CAD/USD	1.34	1.25	1.30	1.35	1.34	
NZD/USD	0.64	0.71	0.64	0.62	0.62	
Financial Forecasts	2020A	2021A	2022A	2023E	2024E	
Balance Sheet (US\$ mln)						
Cash & Equivalents	179	133	83	98	157	
Working Capital	41	95	59	13	185	
Total Debt	206	255	154	156	21	
Income Statement (US\$ mln)						
Revenue	500	745	967	1,071	1,233	
Cost of Sales	274	324	506	513	566	
G&A Expense (ex non-cash items)	51	47	60	61	58	
EBITDA	167	366	394	485	602	
Depreciation, Depletion and Amortization	181	188	201	200	228	
Net Income	(150)	(4)	133	206	288	
Cash Flow (US\$ mln)						
Operating CF - Before W/C	218	335	389	441	539	
Capital Expenditures	254	325	282	349	310	
Net Proceeds from Equity	123	0	0	0	0	
Net Proceeds (Repayment) from Debt	59	50	(103)	(0)	(135)	
Dividend Payments	0	0	0	14	14	
Free Cash Flow (post. Div)	(77)	(88)	60	32	207	
Per Share Data (US\$/FD share)						
EPS F-D (US\$)	(0.23)	(0.01)	0.18	0.29	0.40	
Adjusted EPS (US\$)	(0.11)	0.20	0.21	0.29	0.40	
CFPS (US\$)	0.33	0.47	0.54	0.62	0.75	
FCFPS (US\$)	(0.11)	(0.13)	0.09	0.05	0.29	
Weighted-Avg Basic Shares O/S (m)	639	704	704	707	707	
Weighted-Avg Diluted Shares O/S (m)	652	718	718	717	717	
End of Period Shares O/S (m)	704	704	704	707	707	
OPERATIONAL DATA						
Consolidated Production Profile	2020A	2021A	2022A	2023E	2024E	
Gold Production (koz)	302	363	472	491	570	
Total Cash Costs (US\$/oz)	866	740	869	826	789	
NBF All In Sustaining Cost (US\$/GEO)	1,872	1,307	1,499	1,560	1,509	
						
	Haile	Didipio (100% basis vs 92% interest)	Waihi			
	Macraes	Total Cash Costs (US\$/oz)		AISC (US\$/oz) (WGC)		
RESERVES AND RESOURCES						
As at December 31, 2022	Tonnes (m)	Au Grade (g/t)	Contained Au (moz)			
Proven and Probable Reserves	121.1	1.32	5.1			
M&I Resources (incl. reserves)	182.0	1.45	8.5			
Inferred Resources	58.0	2.13	4.0			
Source: National Bank Financial, Refinitiv, OceanaGold Corp.						
STOCK/VOLUME CHART						
						
NAV SUMMARY						
Asset	Ownership (%)	NAVPS (C\$/sh)				
Didipio (5% DR + credit/oz) (92% interest)	92	0.87				
Waihi Complex (5% DR) + credit/oz for O/P	100	1.94				
Haile (5% DR) + credit/oz for resources	100	1.39				
Macraes (5% DR) + credit/oz for resources	100	0.76				
Other	100	0.01				
Project NAV			4.97			
Cash & ST Investments (FY1)		0.21				
In-the-money options & warrants		0.00				
Investments (15% discount)		0.00				
Corporate G&A (10 yr @ 5% DR)		(0.81)				
ST/LT Debt & Cap Leases (FY1)		(0.26)				
Capital Leases (FY1+)		(0.11)				
Total NAVPS (C\$)			4.00			
P/NAV (x)			0.86			
Shares Outstanding (m)		707				
PRECIOUS METAL PRICE SENSITIVITY						
Relative (%)	Δ In Gold Price Assumption (%)					
	-20	-10	0	10	20	
	-61%	-31%	4.00	28%	57%	
	-28%	-14%	0.62	12%	25%	
	-33%	-16%	0.75	18%	35%	
	-29%	-15%	485.1	13%	27%	
2024E EBITDA	-34%	-16%	601.8	18%	36%	
MARKET DATA						
Capital Structure		Weighted-Avg Strike (C\$) Shares (mln)				
Shares Outstanding					707.4	
Exercisable Options				NA	0.0	
Warrants				0.00	10.0	
Fully Diluted Shares					707.4	
Top Ownership		% of Outstanding		Shares (mln)		
Van Eck Associates Corporation		10.8%		75.8		
Fidelity Management & Research Company LLC		4.3%		30.0		
Dimensional Fund Advisors, L.P.		3.7%		26.0		
RBC Global Asset Management Inc.		2.9%		20.3		
The Vanguard Group, Inc.		2.8%		19.5		
Baker Steel Capital Managers LLP		2.6%		18.3		
Sprott Asset Management USA Inc.		2.2%		15.2		
Invesco Advisers, Inc.		2.1%		14.5		
Ninety One SA Pty Ltd.		1.7%		12.2		
Konwave AG		1.5%		10.7		
Ruffer LLP		1.4%		10.2		
Ninety One UK Limited		1.4%		10.1		

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OceanaGold Corporation 195

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 - 15 A redacted draft version of this report has been shown to the issuer for fact checking purposes and changes may have been made to the report before publication.
- 195 An analyst attended a site visit to OceanaGold's Haile Gold Mine in Kershaw County, South Carolina on March 3, 2023. A portion of the analyst's expenses were paid for by the issuer.

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	Outperform	Sector Perform	Underperform
Coverage Universe Ratings Distribution	63%	34%	0%
Investment Banking Distribution	62%	54%	66%

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3 May 2023

Estimates Revised

OceanaGold Corporation

Precious Metals - Producer

Rating
BUY
unchanged

Price Target
C\$5.00
unchanged

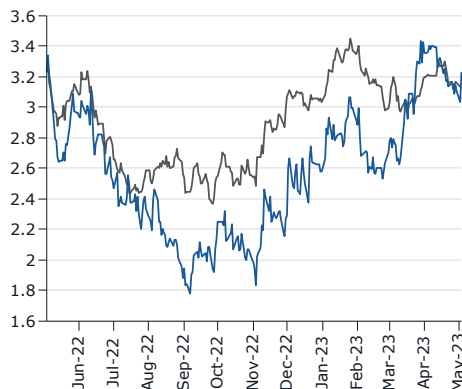
OGC-TSX

Price
C\$3.40

Market Data

52-Week Range (C\$) :	1.78 - 3.50
Avg Daily Vol (000s) :	1,400
Avg Daily Vol (M) :	1.3
Market Cap (C\$M) :	2,396.0
Shares Out. (M) :	704.7
Net Debt (Cash) (US\$M) :	191.1
Enterprise Value (US\$M) :	2,670
NAV /Shr (US\$) :	3.99
P/NAV (x) (US\$) :	0.85

FYE Dec	2022A	2023E	2024E
Gold Production (000oz)	472	476	571
Sales (C\$M)	967.4	1,047↓	1,322↑
Previous	-	1,048	1,313
EBITDA (C\$M)	382.1	449.0↑	705.3↑
Previous	-	444.5	659.9
Operating Cash Flow /Shr CFPS (C\$)	0.52	0.55	0.76
FCF /Shr (C\$)	0.12	0.08↑	0.31↑
Previous	-	0.00	0.29



Source: FactSet

Priced intraday 3 May 2023

OceanaGold Corporation (OGC:TSX) is an intermediate, low-cost, international gold mining company. It operates the Macraes and Waihi mines in New Zealand, the Didipio gold-copper mine in the Philippines, and the Haile gold mine in the USA.

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Q1/23 recap and conference call takeaways

What's new? OGC reported its Q1/23 financial and operating results last night.

Our take: Neutral. Production was above our forecast due to higher grades at Haile (mine sequencing), while sales volumes and AISC were in line with our estimates. Financial results were better than we had forecast, driven largely by higher realized prices for both gold and copper. Management made no changes to its overall 2023 guidance, and reiterated that the Haile Underground remains on track for first production in late 2023 (although the decline has now already accessed the top of the ore body). Issues at both NZ operations (a broken ball mill trunnion at Macraes and operating impacts from heavy rains at Waihi) appear to be behind the company.

Highlights: (See figures 1-3 for details)

- **Operating highlights**
 - Gold production of 118koz vs. our 113koz estimate
 - Gold sales of 112koz, in line with our estimates
 - AISC of \$1,567/oz vs. our \$1,565/oz estimate
- **Financial highlights**
 - Revenue of \$244 million vs. our \$236 million estimate
 - Adj. EBITDA of \$100 million vs. our \$86 million estimate
 - Adj EPS of \$0.06 vs. our \$0.02 estimate and consensus of \$0.04

Other key takeaways:

Haile: Work on the expansion project continued during the quarter. To date, 550 metres of the underground decline has been completed, with the decline now reaching the top of the orebody. Completion remains on track for Q4, but given progress to date we could see first production earlier than anticipated. As a reminder, the Haile Underground is OGC's key organic growth vehicle through 2027, and we see opportunities to extend the underground mine life via the Horseshoe Extension and Palomino targets. We look forward to exploration updates targeting these areas over the course of this year.

New Zealand: As previously disclosed, production at both New Zealand assets was impacted by operational issues. At Macraes, the ball mill trunnion repair was completed in late March, and the company expects strong operational results for the remainder of the year, allowing the asset to achieve full-year guidance. That said, we expect some carry over impacts into Q2.

At Waihi, the impact on operations of heavy rains in January has now been mitigated and the asset remains on track to achieve full-year guidance due to the planned mining of higher grades in the second half of the year.

Waihi North Project (WNP): Consent applications for the WNP were filed with local indigenous councils during the quarter, and have been administratively accepted ahead of a public consultation later this year. OGC is also progressing drilling and technical work in support of a PFS on WNP, which is expected to be completed internally by year-end and released in H1 2024. As previously disclosed, OGC is targeting a 1.1moz initial Indicated resource at the Wharekirauponga deposit (the primary focus of WNP), and we look forward to exploration updates on this high-grade deposit over the course of 2023.

Balance sheet: OGC exited the quarter with \$58 million in cash, \$191 million in net debt, and \$158 million in total liquidity. We forecast OGC to be FCF-positive going forward, with the balance sheet achieving a net cash position mid-2024.

No change to rating or target: We have updated our estimates to reflect OGC's Q1/23 guidance, and we reiterate our BUY rating. Our C\$5.00/sh target price remains based on an equal weighting of 4.0x ntm EBITDA and 1.0x NAV, measured as at April 1, 2024.

Figure 1: 1Q23 Financial and operating results vs. CG estimates

OVERALL										Q1/23	CG Q1/23e	vs. CGe
PRODUCTION												
Gold	koz	83.1	93.8	79.1	106.7	134.0	112.4	105.0	120.9	118.1	112.8	5%
Copper	kt				2.3	3.5	3.8	3.6	3.5	3.5	3.0	16%
SALES												
Gold	koz	82.8	95.9	97.5	105.3	129.1	109.9	111.5	116.4	112.0	112.8	-1%
Copper	kt				1.7	3.7	3.7	3.7	3.5	3.3	3.0	9%
UNIT COSTS												
Au Cash Cost	\$/oz Au	\$ 800	\$ 734	\$ 636	\$ 794	\$ 630	\$ 901	\$ 1,100	\$ 880	\$ 861	\$ 847	2%
Au AISC	\$/oz Au	\$ 1,229	\$ 1,226	\$ 1,200	\$ 1,326	\$ 1,084	\$ 1,430	\$ 1,554	\$ 1,602	\$ 1,567	\$ 1,565	0%
REALIZED PRICES												
Gold	\$/oz	\$ 1,786	\$ 1,893	\$ 1,797	\$ 1,806	\$ 1,915	\$ 1,856	\$ 1,699	\$ 1,769	\$ 1,919	\$ 1,888	2%
FINANCIAL												
Revenue	\$MMs	148.9	182.6	204.6	208.6	285.7	229.4	213.9	238.4	243.9	236.1	3%
EBITDA	\$MMs	66.5	95.4	97.3	88.7	158.0	74.7	40.1	109.3	100.0	85.6	17%
EPS (adj. & dil.)	\$/sh	\$ 0.02	\$ 0.05	\$ 0.08	\$ 0.04	\$ 0.11	\$ 0.05	\$ 0.01	\$ 0.04	\$ 0.06	\$ 0.02	176%
CFPS	\$/sh	\$ 0.07	\$ 0.05	\$ 0.10	\$ 0.15	\$ 0.20	\$ 0.11	\$ 0.06	\$ 0.14	\$ 0.09	\$ 0.08	19%
FCFPS	\$/sh	\$ (0.03)	\$ (0.06)	\$ (0.02)	\$ 0.04	\$ 0.10	\$ 0.02	\$ (0.01)	\$ 0.01	\$ (0.02)	\$ (0.04)	39%
Net debt per share	\$/sh	\$ 0.23	\$ 0.32	\$ 0.36	\$ 0.34	\$ 0.24	\$ 0.22	\$ 0.25	\$ 0.24	\$ 0.27	\$ 0.28	-3%

Consensus EPS

Average	\$ 0.04
High	\$ 0.06
Low	\$ 0.02

Source: Company Reports, Canaccord Genuity estimates

Figure 2: 1Q23 Production by mine

GOLD PRODUCTION BY MINE										Q1/23	CG Q1/23e	vs. CGe
Haile	koz	44.3	57.2	45.9	42.5	60.2	38.0	36.5	41.5	48.1	43.9	10%
Didipo	koz	0.0	0.0	0.0	14.9	29.4	29.3	25.4	29.1	33.0	32.0	3%
Macraes	koz	34.5	32.7	25.7	37.4	37.6	36.9	29.4	39.8	26.7	26.1	2%
Waihi	koz	4.3	3.9	7.5	11.9	6.8	8.2	13.7	10.5	10.3	10.9	-5%

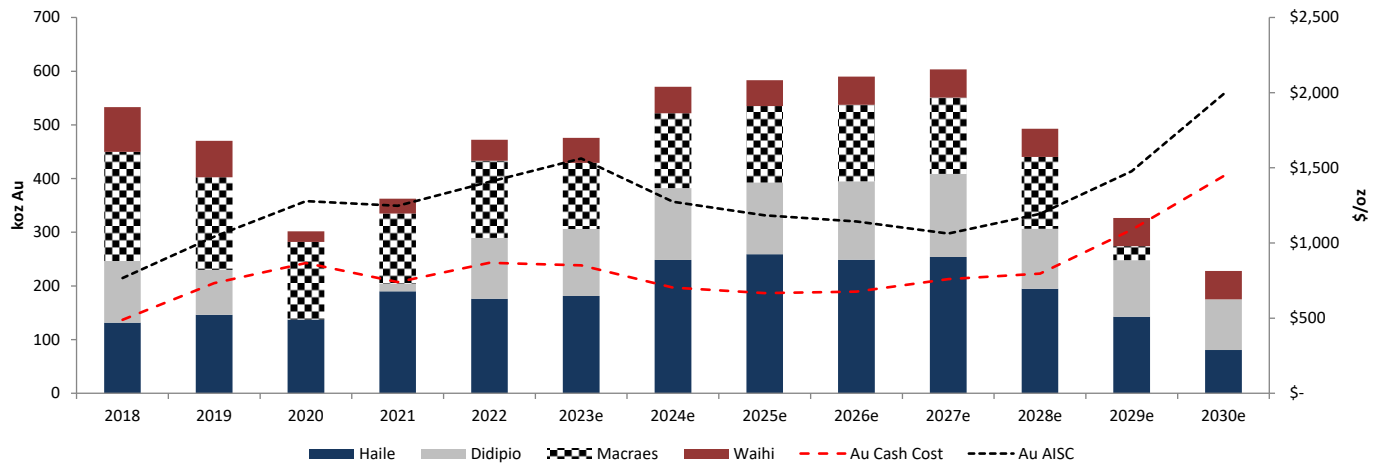
Source: Company Reports, Canaccord Genuity estimates

Figure 3: 1Q23 Unit costs by mine

UNIT COSTS BY MINE										Q1/23	CG Q1/23e	vs. CGe
Au Cash Cost												
Haile	\$/oz	\$ 773	\$ 615	\$ 581	\$ 636	\$ 567	\$ 905	\$ 1,175	\$ 926	\$ 658	\$ 754	-13%
Didipo	\$/oz	\$ -	\$ -	\$ (47)	\$ (236)	\$ 26	\$ 519	\$ 818	\$ 759	\$ 574	\$ 554	4%
Macraes	\$/oz	\$ 818	\$ 897	\$ 990	\$ 1,188	\$ 1,005	\$ 942	\$ 1,298	\$ 811	\$ 1,349	\$ 1,248	8%
Waihi	\$	\$ 972	\$ 1,215	\$ 1,395	\$ 1,142	\$ 1,692	\$ 1,903	\$ 1,067	\$ 1,221	\$ 1,366	\$ 1,125	21%
Au AISC												
Haile	\$/oz	\$ 994	\$ 922	\$ 1,208	\$ 1,161	\$ 1,070	\$ 1,432	\$ 1,552	\$ 1,753	\$ 1,537	\$ 1,506	2%
Didipo	\$	\$ -	\$ -	\$ (47)	\$ 16	\$ 40	\$ 609	\$ 913	\$ 1,061	\$ 585	\$ 773	-24%
Macraes	\$/oz	\$ 1,335	\$ 1,524	\$ 1,573	\$ 1,469	\$ 1,394	\$ 1,458	\$ 1,924	\$ 1,376	\$ 2,171	\$ 1,938	12%
Waihi	\$/oz	\$ 702	\$ 1,223	\$ 2,072	\$ 1,845	\$ 2,950	\$ 2,659	\$ 1,601	\$ 2,035	\$ 2,168	\$ 1,677	29%

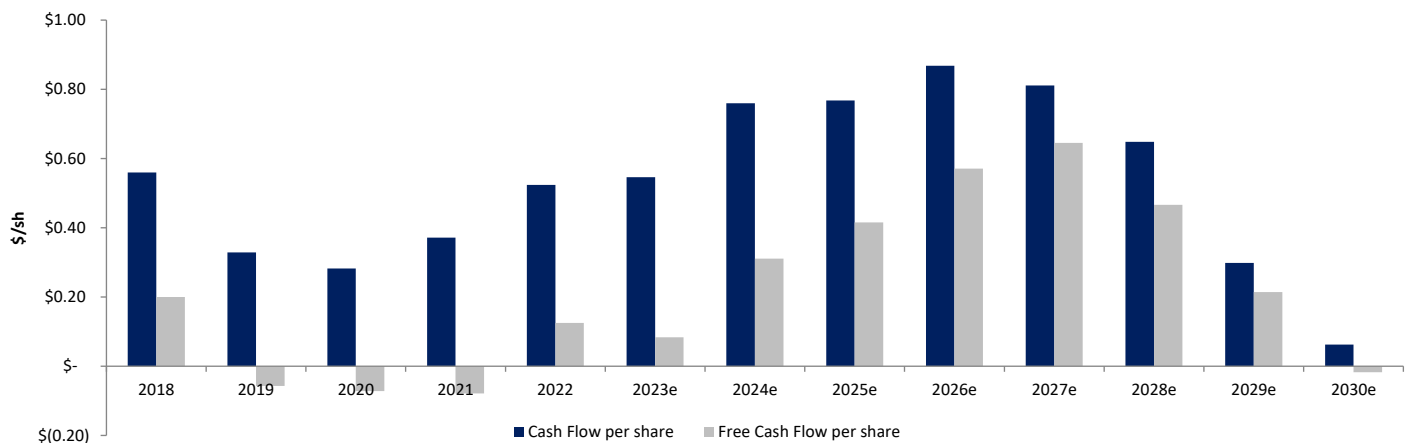
Source: Company Reports, Canaccord Genuity estimates

Figure 4: Au production and cost profile



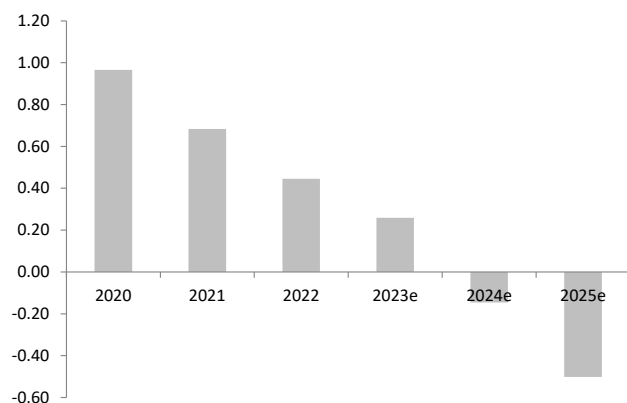
Source: Company Reports, Canaccord Genuity estimates

Figure 5: Cash flow per share



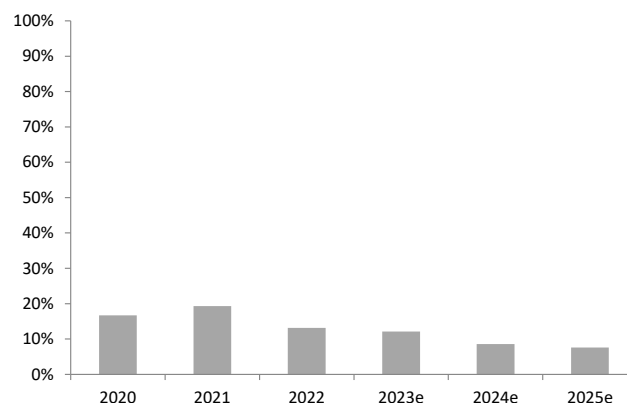
Source: Company Reports, Canaccord Genuity estimates

Figure 6: Net debt to TTM EBITDA



Source: Company Reports, Canaccord Genuity estimates

Figure 7: Debt to capitalization



Source: Company Reports, Canaccord Genuity estimates

Figure 8: NAV Breakdown - as at April 1, 2023

	US\$ mms		Disc. Rate	C\$ mms	C\$/sh	%
Haile	1,143	5.0%		1,546	\$2.19	43%
Didipio	441	7.0%		596	\$0.85	16%
Macraes	475	5.0%		643	\$0.91	18%
Waihi (+WKP in-situ)	619	6.0%		838	\$1.19	23%
Other	0			0	\$0.00	0%
Total Asset Level Cash Flows	2,679			3,623	\$5.14	100%
Cash & Equivalents	58			78	\$0.11	
Working Capital (ex. Cash and Debt)	320			432	\$0.61	
Total Debt	-249			-337	(\$0.48)	
Corporate SG&A	-596	5.0%		-807	(\$1.14)	
Exploration Expenses	0	5.0%		0	\$0.00	
Provisions	-132			-179	(\$0.25)	
Corporate tax adjustment		5.0%		0	\$0.00	
Net Asset Value	2,079			2,811	\$3.99	
Net Asset Value per share	\$2.95			\$3.99		

Source: Company Reports, Canaccord Genuity estimates

Figure 9: Sensitivity to commodity prices

Au Px Δ	2023e			Cu Px Δ	2023e		
	EBITDA	CFPS	NAVPS		EBITDA	CFPS	NAVPS
-20%	-32%	-16%	-47%	-20%	-4%	-2%	-4%
-10%	-16%	-8%	-24%	-10%	-2%	-1%	-2%
0%				0%			
10%	16%	8%	24%	10%	2%	1%	2%
20%	32%	16%	47%	20%	4%	2%	4%

Source: Canaccord Genuity estimates

Figure 10: CG Prior estimates vs. CG current estimates

CURRENT ESTIMATES		Q1/23a	Q2/23e	Q3/23e	Q4/23e	2023e	2024e	2025e
PRODUCTION								
Gold	koz	118	114	118	126	476	571	583
Au Cash Cost	\$/oz	\$ 861	\$ 832	\$ 828	\$ 883	\$ 851	\$ 703	\$ 666
Au AISC	\$/oz	\$ 1,567	\$ 1,542	\$ 1,515	\$ 1,528	\$ 1,562	\$ 1,275	\$ 1,185
FINANCIAL								
Revenue	\$MMs	243.9	253.8	265.2	284.6	1,047.5	1,322.4	1,396.4
EBITDA	\$MMs	100.0	109.1	117.1	122.8	449.0	705.3	788.2
EPS	\$/sh	\$ 0.06	\$ 0.05	\$ 0.05	\$ 0.06	\$ 0.21	\$ 0.37	\$ 0.41
CFPS	\$/sh	\$ 0.09	\$ 0.16	\$ 0.15	\$ 0.14	\$ 0.55	\$ 0.76	\$ 0.77
FCFPS	\$/sh	\$ (0.02)	\$ 0.05	\$ 0.03	\$ 0.03	\$ 0.08	\$ 0.31	\$ 0.42
Net debt per share	\$/sh	\$ 0.27	\$ 0.22	\$ 0.19	\$ 0.16	\$ 0.16	\$ (0.15)	\$ (0.56)
Δ VS. PREVIOUS		Q1/23	Q2/23e	Q3/23e	Q4/23e	2023e	2024e	2025e
PRODUCTION								
Gold	koz	5%	0%	-4%	-4%	-1%	-1%	0%
Au Cash Cost	\$/oz	2%	-5%	-1%	0%	-1%	-12%	-10%
Au AISC	\$/oz	0%	-3%	1%	2%	2%	-2%	-1%
FINANCIAL								
Revenue	\$MMs	3%	2%	-2%	-2%	0%	1%	1%
EBITDA	\$MMs	17%	4%	-5%	-6%	1%	7%	5%
EPS	\$/sh	176%	7%	-7%	-8%	17%	14%	9%
CFPS	\$/sh	19%	47%	15%	-5%	17%	4%	5%
FCFPS	\$/sh	39%	na	153%	-22%	na	7%	19%
Net debt per share	\$/sh	-3%	-21%	-30%	-31%	-31%	-178%	-40%
PREVIOUS ESTIMATES		Q1/23e	Q2/23e	Q3/23e	Q4/23e	2023e	2024e	2025e
PRODUCTION								
Gold	koz	113	114	123	131	482	576	585
Au Cash Cost	\$/oz	\$ 847	\$ 872	\$ 838	\$ 887	\$ 862	\$ 802	\$ 742
Au AISC	\$/oz	\$ 1,565	\$ 1,583	\$ 1,495	\$ 1,503	\$ 1,534	\$ 1,299	\$ 1,194
FINANCIAL								
Revenue	\$MMs	236.1	249.4	271.4	291.4	1,048.3	1,313.0	1,379.0
EBITDA	\$MMs	85.6	105.4	123.4	130.1	444.5	659.9	751.2
EPS	\$/sh	\$0.02	\$0.04	\$0.06	\$0.06	\$0.18	\$0.32	\$0.37
CFPS	\$/sh	\$0.08	\$0.11	\$0.13	\$0.15	\$0.47	\$0.73	\$0.73
FCFPS	\$/sh	(\$0.04)	(\$0.01)	\$0.01	\$0.03	\$0.00	\$0.29	\$0.35
Net debt per share	\$/sh	\$0.28	\$0.29	\$0.27	\$0.24	\$0.24	(\$0.05)	(\$0.40)

Source: Company Reports, Canaccord Genuity estimates

Figure 11: Financial and operating summary

		2019	2020	2021	2022	2023e	2024e	2025e
Key Commodity Prices								
Gold	\$/oz	\$ 1,392	\$ 1,769	\$ 1,799	\$ 1,801	\$ 1,984	\$ 2,100	\$ 2,176
Copper	\$/lb	\$ 2.72	\$ 2.80	\$ 4.23	\$ 4.00	\$ 4.02	\$ 4.25	\$ 4.50
Production								
Gold	koz	470.4	301.7	362.7	472.3	475.8	570.8	583.1
Copper	kt	10.3	0.0	2.3	14.4	14.5	15.2	14.9
Operating Costs								
Au Cash Cost	\$/oz Au	\$ 733	\$ 867	\$ 740	\$ 868	\$ 851	\$ 703	\$ 666
Au AISC	\$/oz Au	\$ 1,042	\$ 1,278	\$ 1,248	\$ 1,407	\$ 1,562	\$ 1,275	\$ 1,185
Income Statement								
Revenue	\$MMs	651.2	500.1	744.7	967.4	1,047.5	1,322.4	1,396.4
Cost of Sales	\$MMs	529.2	455.0	512.0	707.6	738.3	824.1	821.7
Gross Margin	\$MMs	122.0	45.1	232.7	259.8	309.2	498.4	574.7
G&A and other	\$MMs	77.0	87.6	85.9	66.9	74.8	68.0	68.0
Operating Profit	\$MMs	45.0	(42.5)	146.8	192.9	234.4	430.4	506.7
Other costs	\$MMs	(33.7)	(92.3)	(179.9)	(26.3)	(14.8)	(9.7)	(5.6)
Tax expense	\$MMs	3.2	(15.6)	29.4	(34.0)	(70.7)	(159.0)	(214.1)
Net Income	\$MMs	14.5	(150.4)	(3.7)	132.6	148.9	261.7	287.0
Adjusted EPS (Diluted)	\$/sh	\$ 0.02	\$ (0.23)	\$ 0.19	\$ 0.21	\$ 0.21	\$ 0.37	\$ 0.41
EBITDA	\$MMs	214.2	138.7	347.9	382.1	449.0	705.3	788.2
Cash Flows								
CFO	\$MMs	204.3	198.8	261.4	368.7	384.7	535.3	541.0
CAPEX	\$MMs	(239.7)	(249.3)	(316.9)	(280.8)	(326.1)	(316.2)	(248.4)
Free Cash Flow (Firm)	\$MMs	(35.4)	(50.5)	(55.5)	87.9	58.6	219.1	292.6
CFPS	\$/sh	\$ 0.33	\$ 0.28	\$ 0.37	\$ 0.52	\$ 0.55	\$ 0.76	\$ 0.77
FCFPS	\$/sh	\$ (0.06)	\$ (0.07)	\$ (0.08)	\$ 0.12	\$ 0.08	\$ 0.31	\$ 0.42
Debt	\$MMs	0.0	59.7	50.0	(103.3)	(0.3)	(55.6)	0.0
Equity	\$MMs	0.7	122.5	0.3	0.0	0.0	0.0	0.0
All Other Cash Flows	\$MMs	(24.0)	(1.7)	(40.8)	(34.4)	(8.5)	0.0	0.0
Net Source (Use) of Cash	\$MMs	(58.7)	130.0	(46.0)	(49.8)	49.8	163.5	292.6
Balance Sheet								
Cash and Equivalents	\$MMs	49.0	179.0	133.0	83.2	133.0	296.5	589.1
Total Debt	\$MMs	228.4	312.9	370.9	253.4	249.1	193.5	193.5
Net Debt	\$MMs	179.4	133.9	237.9	170.2	116.1	(103.0)	(395.6)
Net Debt per share	\$/sh	\$ 0.29	\$ 0.19	\$ 0.34	\$ 0.24	\$ 0.16	\$ (0.15)	\$ (0.56)
Total debt to cap.	%	13%	17%	19%	13%	12%	9%	8%
Net debt to LTM EBITDA	x	0.8	1.0	0.7	0.4	0.3	(0.1)	(0.5)

** All currencies in US\$ unless otherwise specified

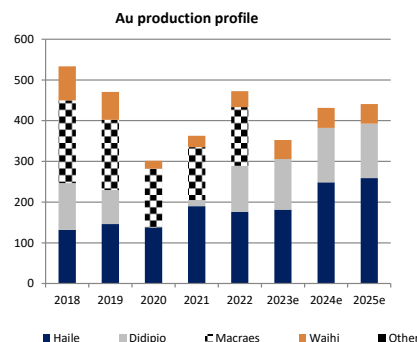
Source: Company Reports, Canaccord Genuity estimates



TP Methodology:
50% 4.0x EV/EBITDA
50% 1.0x P/NAV
*as at April 1, 2024

RATING BUY
TARGET PRICE \$5.00

NAV Breakdown	C\$	C\$/sh	%
Haile	1,546	\$2.19	43%
Didipio	596	\$0.85	16%
Macraes	643	\$0.91	18%
Waihi	838	\$1.19	23%
Other	0	\$0.00	0%
Total Asset Level Cash Flows	3,623	\$5.14	100%
Cash & Equivalents	78	\$0.11	
Working Capital (ex. Cash and Debt)	432	\$0.61	
Total Debt	-337	(\$0.48)	
Corporate SG&A	-807	(\$1.14)	
Exploration Expenses	0	\$0.00	
Provisions	-179	(\$0.25)	
Corporate tax adjustment	0	\$0.00	
Net Asset Value	2,811	\$3.99	



Appendix: Important Disclosures

Analyst Certification

Each authoring analyst of Canaccord Genuity whose name appears on the front page of this research hereby certifies that (i) the recommendations and opinions expressed in this research accurately reflect the authoring analyst's personal, independent and objective views about any and all of the designated investments or relevant issuers discussed herein that are within such authoring analyst's coverage universe and (ii) no part of the authoring analyst's compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed by the authoring analyst in the research, and (iii) to the best of the authoring analyst's knowledge, she/he is not in receipt of material non-public information about the issuer.

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Sector Coverage

Individuals identified as "Sector Coverage" cover a subject company's industry in the identified jurisdiction, but are not authoring analysts of the report.

Investment Recommendation

Date and time of first dissemination: May 03, 2023, 13:28 ET

Date and time of production: May 03, 2023, 13:28 ET

Target Price / Valuation Methodology:

OceanaGold Corporation - OGC

Our target price remains based on an equal weighting of 4.0x ntm EBITDA and 1.0x NAV, measured as at April 1, 2024.

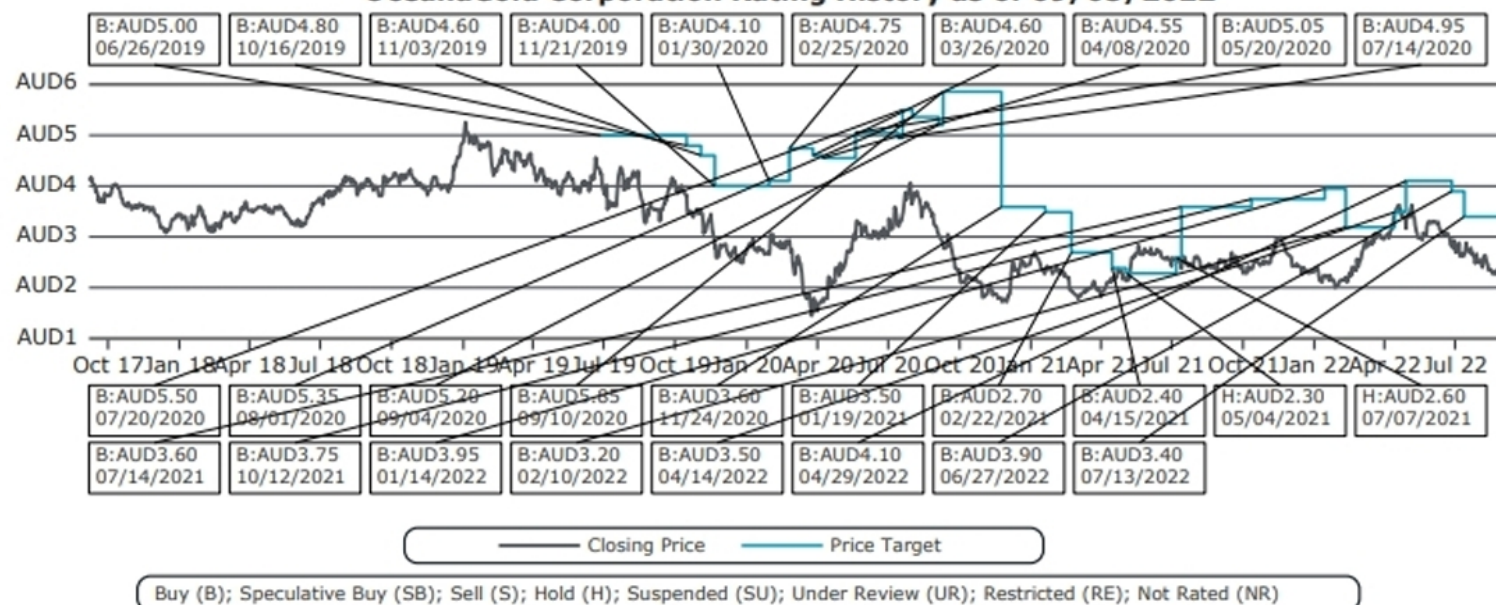
Risks to achieving Target Price / Valuation:

OceanaGold Corporation - OGC

Key risks associated with OGC are those common to all mining companies, including commodity prices, F/X, operational, jurisdictional, environmental and social license risks.

Rating History OGC-ASX (delisted)

OceanaGold Corporation Rating History as of 09/05/2022



OceanaGold

OGC-TSX
OGC-AURating
OutperformPrice: May-2
\$3.23Target
\$4.25Total Rtn
32%

Broadly In-Line First Quarter

Bottom Line:

OGC reported a relatively in-line quarter that featured gold production of 118.1 koz (BMOe: 118.0 koz / Cons: 115.4 koz). Earnings were slightly above expectations due to costs being slightly lower on a consolidated basis. With the Macraes mill back to full operation and expectations of H1 weighted production at Haile, we are expecting a stronger Q2 in terms of production and costs. Management has reiterated all guidance. We maintain our Outperform rating and C\$4.25 target price.

Key Points

Production as expected. Q1 gold production of 118.1 koz closely matched our estimate of 118.0 koz and was slightly above consensus of 115.4 koz. Copper production of 3.5 kt was slightly above expectations (BMOe: 3.3 kt / Cons: 3.2 kt). A slight beat at Didipio and Haile was offset by slightly light quarters at Waihi (on account of abnormally high rainfall) and Macraes (on account of the previously reported crack in the Ball Mill).

Slight earnings beat. Adjusted EPS of \$0.06/sh was slightly higher than expected compared to our estimate and consensus at \$0.04/sh. The difference was largely due to lower operating costs and depreciation. AISC of \$1,567/oz was slightly below our estimate of \$1,638/oz, however, still notably above annual guidance of \$1,425-\$1,525/oz. Higher-than-expected costs at Macraes and Waihi were mostly offset by lower-than-expected costs at Haile and Didipio.

Guidance Maintained. Q1 gold production of 118 koz equates to slightly less than 25% of the midpoint of annual production guidance (460-510 koz). With expectations of first half weighted annual production at its largest producing asset (Haile), we are anticipating stronger production in Q2. The company has also confirmed that it completed the repair to the Ball Mill at Macraes on March 30, and therefore, is expecting stronger performance at Macraes throughout the remainder of the year.

Haile expansion remains on schedule. OGC reported Q1 cash flow from operations of \$65.2M, which was below expectations of approximately \$83M. In terms of spending, capital expenditures totaled \$82M (BMOe: \$86.9M) which included \$15M in growth capital (77% of which was directed to Haile). Management has reiterated the expectation of achieving first underground ore at Haile by Q4/23. For more detail on the expansion see our note from a recent site visit: [Haile Gold Mine Shows Improvement as It Goes Underground](#).

BMO  Capital Markets

IN Fact

Gold

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Legal Entity: BMO Nesbitt Burns Inc.



Company Data				in C\$
Dividend	\$0.02	Shares O/S (mm)	704.2	
Yield	0.8%	Market Cap (mm)	\$2,275	
NAV	\$4.68	P/NAV	0.7x	
BMO Estimates				in \$
(FY-Dec.)	2022A	2023E	2024E	
Revenue	\$969	\$1,034↓	\$1,096↓	
EPS	\$0.22	\$0.24	\$0.21↓	
CFPS	\$0.52	\$0.50↓	\$0.59	
Gold Prod (koz)	472	489	583	
AISC (\$/oz)	\$1,583	\$1,649↑	\$1,387↑	
Consensus Estimates				
	2022A	2023E	2024E	
EPS		\$0.20	\$0.39	
Valuation				
	2022A	2023E	2024E	
P/E	10.8x	9.7x	11.0x	
P/CFPS	4.6x	4.7x	4.0x	
EV/EBITDA	4.9x	4.0x	3.5x	
QTR. EPS	Q1	Q2	Q3	Q4
2022A	\$0.12	\$0.06	\$0.01	\$0.04
2023E	\$0.06a	\$0.07	\$0.06	\$0.05
2024E	\$0.06	\$0.05	\$0.05	\$0.05

Our Thesis

We rate OceanaGold shares Outperform. We think the shares have the potential to re-rate closer to peer averages as the company executes on ramping up operations at Didipio, optimizing Haile and its New Zealand operations, and growing its resource base.

Key Changes

Estimates	2023E	2024E
Revenue	\$1,034	\$1,096
Previous	\$1,043	\$1,098
EPS		\$0.21
Previous		\$0.22
CFPS	\$0.50	
Previous	\$0.55	

OceanaGold - Block Summary Model

Income Statement		2022A	2023E	2024E
Operating Costs		506	506	536
G&A		60	66	63
Depreciation		201	211	265
Tax		(21)	(24)	(21)
Adjusted Net Earnings		156	172	151
EPS		\$0.22	\$0.24	\$0.21
Cash Flow Statement		2022A	2023E	2024E
CFO		369	355	414
CFI		(281)	(348)	(316)
CFF		(130)	(21)	(168)
Free Cash Flow		87	9	98
FCF/Share		0.12	0.01	0.14
Balance Sheet		2022A	2023E	2024E
Cash & Equivalents		130	74	135
Long-Term Debt		253	95	95
Total Assets		2,291	2,429	2,410
Total Liabilities		617	627	484
Total Shareholders' Equity		1,673	1,802	1,926
Attrib. Production & Cash Costs		2022A	2023E	2024E
Gold Production - Macraes (koz)		144	128	178
Gold Production - Didipio (koz)		113	127	118
Gold Production - Waihi (koz)		39	52	80
Gold Production - Haile (koz)		176	183	207
Total Gold Prodn (koz)		472	489	583
Total Gold Eq. Production (koz)		541	552	645
Total Cash Costs (\$/oz)		910	902	846
AISC (\$/oz)		\$1,583	\$1,649	\$1,387
Price Assumptions		2022A	2023E	2024E
Gold Price (US\$/oz)		1,802	1,905	1,709
Silver Price (US\$/oz)		21.78	21.98	21.44
Copper Price (US\$/lb)		4.00	3.95	3.63
USD:CAD		0.775	0.749	0.777
USD:NZD		0.634	0.634	0.652
USD:PHP		0.021	0.021	0.021

Source: BMO Capital Markets, Company Reports

New Scenarios

Valuation

Our C\$4.25 target price is based on a 50% weighting assigned to a 1.0x P/NPV multiple (BMO metal prices, 5% discount rate) and a 50% weighting given to a 5.0x P/NTM CFPS multiple. OGC trades at 0.7x P/NPV and 4.2x P/NTM CFPS versus the medium-sized producers, which currently trade at 1.1x NPV and 7.1x 2023E CFPS.

Upside Scenario

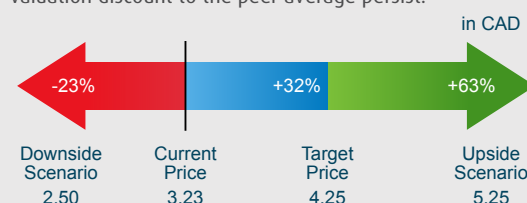
\$5.25

Our upside scenario is based on a 50% weighting assigned to a 1.2x P/NPV multiple (BMO metal prices, 5% discount rate) and a 50% weighting given to an 6.0x P/NTM CFPS multiple. Meeting production and cost targets as the company grows its production profile to >500 kozpa could see shares significantly re-rate.

Downside Scenario

\$2.50

Our downside scenario is based on a 50% weighting assigned to a 0.6x P/NPV multiple (BMO metal prices, 5% discount rate) and a 50% weighting given to a 2.5x P/NTM CFPS multiple. Inconsistent operating results could see the valuation discount to the peer average persist.



Key Catalysts

An ability to meet guidance consistently as growth plans come to fruition would start to re-rate the stock towards peer averages. An on-time, on-budget underground development at Haile should also garner positive attention from the market.

Company Description

OceanaGold is a Canadian-listed, Australian-based gold producer with exploration and development assets located in Australasia, the Philippines, and the U.S. The company operates the Macraes and Waihi mines in New Zealand, the Didipio copper/gold mine in the Philippines, and the Haile project in the U.S.



OGC-TSX
Research



Glossary



Company
Models

Exhibit 1: OGC Block Model at BMO Metal Price Assumptions

OceanaGold		OGC	
Recommendation	OP	Analyst	BQ
As at	2-May-23	BMO Capital Markets	
Year End	December		
Share Price	\$3.23 C\$/share		\$2.37 US\$/share
Target Price	\$4.25 C\$/share		\$3.12 US\$/share
Net Present Value	5% \$4.78 C\$/share		\$3.51 US\$/share
	0% \$6.92 C\$/share		\$5.08 US\$/share
Market Cap	2,274.6 C\$M		1,669.3 US\$M
Ordinary Shares	704.2 M		
Options & Warrants	0.8 M		

PRICE ASSUMPTIONS - BMO PRICES		2021A	2022A	2023E	2024E	2025E
(December Year End)						
Exchange Rate	NZD:USD	0.71	0.63	0.63	0.65	0.66
Exchange Rate	CAD:USD	0.80	0.77	0.75	0.78	0.79
Gold	US\$/oz	1,799	1,802	1,905	1,709	1,675
Silver	US\$/oz	25.14	21.78	21.98	21.44	22.50
Copper	US\$/lb	4.23	4.00	3.95	3.63	3.63
Zinc	US\$/lb	1.36	1.58	1.37	1.18	1.13
Oil	US\$/bbl	67.91	95.56	79.09	98.74	95.00

FINANCIAL SUMMARY		2021A	2022A	2023E	2024E	2025E
(December Year End)						
NPAT (pre-Abs)	(US\$M)	172.5	156.2	171.9	151.4	198.4
ADJUSTED EPS	(US\$/share)	0.25	0.22	0.24	0.21	0.28
PER	(x)	9.7x	10.7x	9.7x	11.0x	8.4x
EBITDA	(US\$M)	166.3	377.7	444.0	480.1	523.7
EBITDA/share	(US\$/share)	0.24	0.54	0.63	0.68	0.74
EV/EBITDA	(x)	11.5x	4.9x	4.0x	3.5x	2.9x
Cash Flow	(US\$M)	261.4	368.7	354.9	413.6	465.4
Cash Flow/share	(US\$/share)	0.37	0.52	0.50	0.59	0.66
P/Cash Flow	(x)	6.4x	4.5x	4.7x	4.0x	3.6x
Dividend	(US\$/share)	0.00	0.00	0.02	0.02	0.02
Ordinary Shares	(M)	704.1	704.2	704.4	704.2	704.2

PROFIT AND LOSS STATEMENT - US\$M		2021A	2022A	2023E	2024E	2025E
(December Year End)						
Sales Revenue		750.0	984.7	1,043.5	1,101.4	1,076.9
Other Revenue		(5.2)	(16.1)	(9.1)	(5.5)	(6.5)
Operating Costs		(324.2)	(506.4)	(506.2)	(536.5)	(470.9)
Depreciation		(187.8)	(201.2)	(211.3)	(264.5)	(266.3)
Interest		(11.7)	(11.1)	(16.1)	(11.2)	0.0
Exploration		0.0	0.0	0.0	0.0	0.0
Corporate		(78.0)	(59.7)	(65.6)	(62.5)	(60.4)
Other Costs		0.0	0.0	0.0	0.0	0.0
Operating Profit Before Tax		143.1	190.2	235.2	221.1	272.7
Income Tax		29.4	(34.0)	(63.3)	(69.7)	(74.4)
Operating Profit After Tax		172.5	156.2	171.9	151.4	198.4
Minorities		0.0	0.0	0.0	0.0	0.0
Net Profit After Tax		172.5	156.2	171.9	151.4	198.4
Abnormals		(176.2)	(23.6)	(16.0)	(13.2)	(13.0)
Tax on Abnormals		0.0	0.0	0.0	0.0	0.0
Reported Profit		(3.7)	132.6	155.9	138.2	185.4

OceanaGold		2021A	2022A	2023E	2024E	2025E
Cash Operating Costs	US\$/oz	913	996	934	796	698
Total Cash Costs	US\$/oz	918	1,061	1,005	846	746
All-In-Sustaining-Costs	US\$/oz	1,538	1,583	1,649	1,387	1,198
All-In-Costs	US\$/oz	1,953	1,692	1,769	1,433	1,253
Gold Price Received	US\$/oz	1,821	1,813	1,912	1,709	1,675
EBIT to Total Assets		-1.7%	-0.4%	0.9%	-1.6%	0.2%
NPAT to Shareholders Equity		-0.2%	7.9%	8.7%	7.2%	8.8%

CASH FLOW ANALYSIS - US\$M		2021A	2022A	2023E	2024E	2025E
(December Year End)						
Cash Flows From Operating Activities						
Net Income		(3.7)	132.6	155.9	138.2	185.4
Non-Cash Items		338.8	256.0	235.9	275.4	280.1
Re-invested in Working Capital		(73.7)	(19.9)	(36.9)	0.0	0.0
Cash Flows From Investing Activities						
Property and Business Activities		8.9	0.9	0.0	0.0	0.0
Acq. of Property, Plant and Equip.		(192.9)	(196.5)	(279.9)	(315.8)	(265.3)
Other		(131.8)	(85.2)	(67.8)	0.0	0.0
Cash Flows From Financing Activities						
Proceeds From Borrowings		52.2	0.0	0.0	0.0	0.0
Repayment of Borrowings		(27.1)	(130.2)	(6.6)	(154.0)	0.0
Other		0.0	0.0	(14.1)	(14.1)	(14.1)
Net Increase in Cash Held		(62.7)	(57.3)	(17.9)	(70.3)	186.0
Cash At Beginning of Year		179.0	133.0	83.2	67.5	(2.8)
Cash At End of Year		133.0	83.2	67.5	(2.8)	183.3

BALANCE SHEET ANALYSIS - US\$M		2021A	2022A	2023E	2024E	2025E
(December Year End)						
Current Assets						
Cash and Cash Equivalents		133.0	83.2	67.5	(2.8)	183.3
Other		164.7	205.7	279.0	279.0	279.0
Non-Current Assets						
Investments		0.0	0.0	0.0	0.0	0.0
Fixed Assets		1,622.3	1,660.8	1,789.1	1,840.3	1,839.3
Other		636.5	629.8	640.4	570.1	756.2
Current Liabilities						
Borrowings		28.8	28.8	154.0	0.0	0.0
Creditors		143.2	174.7	180.9	180.9	180.9
Other		30.3	26.1	26.8	26.8	26.8
Non-Current Liabilities						
Borrowings		342.1	224.6	94.5	94.5	94.5
Other		367.9	392.7	532.7	389.5	403.2
Shareholders Funds						
Net Debt to Equity		15.4%	10.2%	10.0%	5.0%	-4.2%

PROJECT	0% NPV	5% NPV	GOLD EQUIV PRODUCTION (koz)				
	US\$M	US\$M	2021A	2022A	2023E	2024E	2025E
HAILE (USA)	1,591.1	1,092.4	191.2	176.6	182.6	206.6	237.1
DIDIPIO (PHILIPPINES)	450.0	405.0	27.4	181.1	189.4	179.3	174.1
MACRAES (NEW ZEALAND)	877.8	625.9	130.3	143.7	127.7	178.3	140.7
WAHAI (NEW ZEALAND)	1,464.7	970.0	27.6	39.2	52.0	80.3	91.1
Total Production			376.5	540.6	551.6	644.6	642.9
Gold Equiv Sales			410.2	539.0	544.6	644.6	642.9
Exploration Credit	0.0	0.0					
Hedge Book	0.0	0.0					
Corporate	(613.9)	(430.0)					
Net Cash	(191.1)	(191.1)					
Investments/Bullion	0.0	0.0					
Options & Warrants	0.0	0.0					
Total NPV	3,578.5	2,472.2					
Per Share	\$5.08	\$3.51	IRR = 11.1%		P/NPV 0.7x		

By-Product Cash Cost (US\$/oz)		2021A	2022A	2023E	2024E	2025E
HAILE (USA)		637	857	737	843	611
DIDIPIO (PHILIPPINES)		(1,098)	120	368	431	365
MACRAES (NEW ZEALAND)		983	1,001	1,110	720	723
WAHAI (NEW ZEALAND)		1,210	1,384	1,043	1,087	984
QUARTERLY SUMMARY		Q1/23A	Q2/23E	Q3/23E	Q4/23E	
ADJUSTED EPS	(US\$/sh)		0.06	0.07	0.06	0.05
CFPS	(US\$/sh)		0.09	0.15	0.14	0.13
FCFPS	(US\$/sh)		-0.02	0.02	0.01	0.00

Source: BMO Capital Markets

Exhibit 2: OGC Block Model at Spot Metal Prices

OceanaGold

OGC

Recommendation

OP

Analyst

BQ

As at

2-May-23

BMO Capital Markets

Year End

December

Share Price

\$3.23 C\$/share

\$2.37 US\$/share

Target Price

\$4.25 C\$/share

\$3.12 US\$/share

Net Present Value

5% \$8.71 C\$/share

\$6.39 US\$/share

0% \$12.64 C\$/share

\$9.28 US\$/share

Market Cap

2,274.6 C\$M

1,669.3 US\$M

Ordinary Shares

704.2 M

Options & Warrants

0.8 M

PRICE ASSUMPTIONS - SPOT PRICES

(December Year End)

	2021A	2022A	2023E	2024E	2025E
Exchange Rate NZD:USD	0.62	0.62	0.62	0.62	0.62
Exchange Rate CAD:USD	0.73	0.73	0.73	0.73	0.73
Gold US\$/oz	2,016	2,016	2,016	2,016	2,016
Silver US\$/oz	25.37	25.37	25.37	25.37	25.37
Copper US\$/lb	3.89	3.89	3.89	3.89	3.89
Zinc US\$/lb	1.22	1.22	1.22	1.22	1.22
Oil US\$/bbl	75.66	75.66	75.66	75.66	75.66

FINANCIAL SUMMARY

(December Year End)

	2021A	2022A	2023E	2024E	2025E
NPAT (pre-Abs) (US\$M)	172.5	156.2	201.3	290.9	358.3
ADJUSTED EPS (US\$/share)	0.25	0.22	0.29	0.41	0.51
PER (x)	9.7x	10.7x	8.3x	5.7x	4.7x
EBITDA (US\$M)	166.3	377.7	482.5	663.8	729.7
EBITDA/share (US\$/share)	0.24	0.54	0.68	0.94	1.04
EV/EBITDA (x)	11.5x	4.9x	3.6x	2.3x	1.6x
Cash Flow (US\$M)	261.4	368.7	383.7	552.3	625.5
Cash Flow/share (US\$/share)	0.37	0.52	0.54	0.78	0.89
P/Cash Flow (x)	6.4x	4.5x	4.4x	3.0x	2.7x
Dividend (US\$/share)	0.00	0.00	0.02	0.02	0.02
Ordinary Shares (M)	704.1	704.2	704.4	704.2	704.2

PROFIT AND LOSS STATEMENT - US\$M

(December Year End)

	2021A	2022A	2023E	2024E	2025E
Sales Revenue	750.0	984.7	1,082.8	1,288.5	1,282.8
Other Revenue	(5.2)	(16.1)	(9.1)	(3.6)	(0.6)
Operating Costs	(324.2)	(506.4)	(507.0)	(540.0)	(470.9)
Depreciation	(187.8)	(201.2)	(210.7)	(263.2)	(264.7)
Interest	(11.7)	(11.1)	(16.1)	(11.2)	0.0
Exploration	0.0	0.0	0.0	0.0	0.0
Corporate	(78.0)	(59.7)	(65.6)	(62.5)	(60.4)
Other Costs	0.0	0.0	0.0	0.0	0.0
Operating Profit Before Tax	143.1	190.2	274.3	408.0	486.3
Income Tax	29.4	(34.0)	(73.0)	(117.1)	(128.0)
Operating Profit After Tax	172.5	156.2	201.3	290.9	358.3
Minorities	0.0	0.0	0.0	0.0	0.0
Net Profit After Tax	172.5	156.2	201.3	290.9	358.3
Abnormals	(176.2)	(23.6)	(16.0)	(13.2)	(13.0)
Tax on Abnormals	0.0	0.0	0.0	0.0	0.0
Reported Profit	(3.7)	132.6	185.3	277.7	345.3

CASH FLOW ANALYSIS - US\$M

(December Year End)

	2021A	2022A	2023E	2024E	2025E
Cash Flows From Operating Activities					
Net Income	(3.7)	132.6	185.3	277.7	345.3
Non-Cash Items	338.8	256.0	235.3	274.6	280.2
Re-invested in Working Capital	(73.7)	(19.9)	(36.9)	0.0	0.0
Cash Flows From Investing Activities					
Property and Business Activities	8.9	0.9	0.0	0.0	0.0
Acq. of Property, Plant and Equip.	(192.9)	(196.5)	(279.9)	(315.8)	(265.3)
Other	(131.8)	(85.2)	(67.8)	0.0	0.0
Cash Flows From Financing Activities					
Proceeds From Borrowings	52.2	0.0	0.0	0.0	0.0
Repayment of Borrowings	(27.1)	(130.2)	(6.6)	(154.0)	0.0
Other	0.0	0.0	(14.1)	(14.1)	(14.1)
Net Increase in Cash Held	(62.7)	(57.3)	10.9	68.5	346.1
Cash At Beginning of Year	179.0	133.0	83.2	96.3	164.8
Cash At End of Year	133.0	83.2	96.3	164.8	510.9

BALANCE SHEET ANALYSIS - US\$M

(December Year End)

	2021A	2022A	2023E	2024E	2025E
Current Assets					
Cash and Cash Equivalents	133.0	83.2	96.3	164.8	510.9
Other	164.7	205.7	279.0	279.0	279.0
Non-Current Assets					
Investments	0.0	0.0	0.0	0.0	0.0
Fixed Assets	1,622.3	1,660.8	1,789.7	1,842.3	1,842.9
Other	636.5	629.8	669.2	737.7	1,083.8
Current Liabilities					
Borrowings	28.8	28.8	154.0	0.0	0.0
Creditors	143.2	174.7	180.9	180.9	180.9
Other	30.3	26.1	26.8	26.8	26.8
Non-Current Liabilities					
Borrowings	342.1	224.6	94.5	94.5	94.5
Other	367.9	392.7	532.7	390.1	405.6
Shareholders Funds	1,548.8	1,673.3	1,831.7	2,095.4	2,426.6
Net Debt to Equity	15.4%	10.2%	8.3%	-3.4%	-17.2%

	0% NPV US\$M	5% NPV US\$M	2021A	2022A	2023E	2024E	2025E
HAILE (USA)	2,834.9	1,935.7	191.3	176.6	182.6	206.6	237.1
DIDIPIO (PHILIPPINES)	646.6	560.3	27.4	181.4	187.0	173.8	167.5
MACRAES (NEW ZEALAND)	1,447.5	1,024.8	130.3	143.7	127.7	178.3	140.7
WAIHI (NEW ZEALAND)	2,416.9	1,606.7	27.6	39.2	52.0	80.3	91.1
Total Production			376.5	540.9	549.2	639.1	636.3
Gold Equiv Sales			410.3	539.5	542.1	639.1	636.3
Exploration Credit	0.0	0.0					
Hedge Book	0.0	0.0					
Corporate	(613.9)	(430.0)					
Net Cash	(191.1)	(191.1)					
Investments/Bullion	0.0	0.0					
Options & Warrants	0.0	0.0					
Total NPV	6,540.9	4,506.4					
Per Share	\$9.28	\$6.39	IRR = 22.8%	P/NPV 0.4x			

OceanaGold

	2021A	2022A	2023E	2024E	2025E
Cash Operating Costs US\$/oz	910	994	938	802	699
Total Cash Costs US\$/oz	915	1,059	1,011	859	754
All-In-Sustaining-Costs US\$/oz	1,535	1,580	1,658	1,404	1,211
All-In-Costs US\$/oz	1,950	1,689	1,778	1,451	1,266
Gold Price Received US\$/oz	1,821	1,813	1,994	2,016	2,016
EBIT to Total Assets	-1.7%	-0.4%	2.2%	4.8%	6.0%
NPAT to Shareholders Equity	-0.2%	7.9%	10.1%	13.3%	14.2%

By-Product Cash Cost (US\$/oz)

	2021A	2022A	2023E	2024E	2025E
HAILE (USA)	637	855	737	843	611
DIDIPIO (PHILIPPINES)	(1,098)	115	376	399	336
MACRAES (NEW ZEALAND)	983	1,001	1,110	720	715
WAIHI (NEW ZEALAND)	1,210	1,384	1,041	1,080	950

QUARTERLY SUMMARY

	Q1/23A	Q2/23E	Q3/23E	Q4/23E
ADJUSTED EPS (US\$/sh)	0.06	0.08	0.07	0.07
CFPS (US\$/sh)	0.09	0.16	0.14	0.15
FCFPS (US\$/sh)	-0.02	0.03	0.02	0.03






Source: BMO Capital Markets

OceanaGold - ESG Tear Sheet

Bottom Line

OceanaGold was an early adopter with 2021 representing its 12th consecutive year of releasing a sustainability report (started in 2010). The company continues to consider ESG impacts on all its projects and has linked a component of its performance bonuses to energy reductions. With 2019 as the baseline year, OGC has committed to GHG emission targets of 30% reduction by 2030 and net zero by 2050.

Exhibit 1: ESG Themes & Initiatives

Climate Change	Water Management	Extraction Management	Stakeholder Engagement	ESG Governance
				
Key Initiatives <ul style="list-style-type: none"> At the beginning of 2022, the board of directors approved the 2030 climate change target of 30% reductions in carbon emissions per ounce of gold produced (with 2019 as baseline year) During 2020 the company released a Statement of Position on Climate Change which highlighted its 2050 goal of reaching net zero operational GHG emissions Created an Energy and GHG emissions Management Plan at all operations in 2021. Expected to be further developed and updated in the 2022 report In 2021 the company continued to progress several initiatives to support biodiversity which included the baseline survey work on the largest biodiversity offset in the Otago Region (5.4ha ephemeral wetland and 56ha of tussock shrubland) 	Key Initiatives <ul style="list-style-type: none"> The company has created a Water Management Standard to outline and govern its water management In 2021, erosion and sediment controls were upgraded after a rainfall event at the Haile Gold Mine The company has highlighted that the potential to reuse wastewater has increased across all operations. During 2021, water withdrawal reporting was adjusted to better align with the GRI Standards 	Key Initiatives <ul style="list-style-type: none"> During 2021, the company committed to the requirements of the Global Industry Standard on Tailings Management (GISTM) and released an updated TSF Management Statement Position The company plans to perform a review of its external Quality Assurance and Quality Control experts to enhance the TSF governance process OGC requires Cyanide Management Plans at all operations using cyanide and has committed to independent third-party audits of these plans every three years 	Key Initiatives <ul style="list-style-type: none"> As part of the FTAA requirements at Didipio, 1% of gross annual mining revenue is donated to a Community Development Fund (CDF) and 0.5% is donated to a Provincial Development Fund (PDF) At the Wahi Operation in 2021, Phase One of the Social Change Assessment was completed which involved the identification of significant social changes. In 2022 the mine lifecycle sustainability strategy was created At Macraes, there were plans to host a land forum to discuss a land management strategy with the community. After delays from COVID, OGC is now developing a partnership model In 2021, OGC invested US\$1,543,005 in its social investment programs which involve education, training, health, and infrastructure 	Key Initiatives <ul style="list-style-type: none"> The company has tied some ESG components to performance by including the Energy Action Plans that support the GHG and Emissions Management Plans as part of the employee bonus structure in 2021 The company released its inaugural annual Modern Slavery Statement in 2021 (under Australia's Modern Slavery act 2018) OGC requires consideration of energy efficiencies supported by a management plan for all new projects During 2021 the company began updating and revising its current Code of Conduct in order to implement the revisions in 2022
Our Take <ul style="list-style-type: none"> Committed focus to climate change initiatives with in-line targets supported by energy and GHG emission management plans 	Our Take <ul style="list-style-type: none"> No water withdrawal from high risk regions. Company remains focused on improving waste management at all operations 	Our Take <ul style="list-style-type: none"> Strong tailings management framework supported by its recent commitment to major industry standards 	Our Take <ul style="list-style-type: none"> Demonstrated strong local community engagement, particularly through its social investment programs 	Our Take <ul style="list-style-type: none"> Strong ESG governance structure with ESG performance being linked to management incentives

Source: BMO Capital Markets

Exhibit 2: ESG Disclosure Analysis^{1,2}









		% of Peers That Do			% of Peers That Do			% of Peers That Do
Sustainability report?	✓	94%	Workforce breakdown by gender?	✓	88%	Total weight of tailings waste?	✓	84%
Audited sustainability report?	✓	45%	Workforce breakdown by BIPOC?	✗	35%	Lost time injury frequency rate?	✓	96%
Disclosures in line with GRI?	✓	78%	Water use?	✓	88%	Scope 1 GHG emissions?	✓	92%
Disclosures in line with SASB?	✗	71%	Energy consumption?	✓	90%	Scope 2 GHG emissions?	✓	92%
Disclosures in line with TCFD?	✓	71%	Reporting to CDP?	✗	51%	Scope 3 GHG emissions?	✓	47%

Source: BMO Capital Markets

Analyst Commentary

Overall, OceanaGold has demonstrated that it is actively focused on enhancing its ESG activities and disclosures. In 2021, the company improved both its water and waste management reporting with the commitment to the Global Industry Standards on Tailings Management (GISTM) and the introduction of a Water Management standard which aligns with the GRI standards. In the past three years, OGC appears to demonstrate a negative trend for the majority of the ESG performance metrics; however, this is likely related to the company expanding and providing more comprehensive ESG disclosures rather than a decline in ESG performance. Looking ahead, we anticipate OGC introducing various initiatives as part of its strategy to meet its 2030 and 2050 GHG emission goals.

Exhibit 3: ESG Performance Summary

	2019	2020	2021	2-Year Trend ³
 GHG EMISSIONS SCOPE 1 + 2 (KGC02E/TONNE ORE PROCESSED)	20.33	25.57	25.06	↓
 SCOPE 3 GHG EMISSIONS (MTC02E)	ND	99,111	ND	N/A
 ENERGY INTENSITY (GJ/TONNE ORE PROCESSED)	0.27	0.39	0.45	↓
 % RENEWABLE ENERGY	52%	54%	54%	↑
 WATER INTENSITY (CUBIC METRES/TONNE ORE PROCESSED)	1.88	2.40	3.56	↓
 % WATER WITHDRAWAL FROM HIGH RISK REGIONS	0%	0%	0%	→
 HAZARDOUS WASTE INTENSITY (METRIC TONNES/TONNE ORE PROCESSED)	0	0	0	→
 TOTAL EMPLOYEE TURNOVER (%)	13%	9%	15%	↓
 LOST TIME INJURY FREQUENCY RATE	0.90	1.00	1.40	↓
 NUMBER OF FATALITIES	0	0	0	→
 % LOCAL WORKFORCE	86%	89%	88%	↑
 % WOMEN IN WORKFORCE	17%	18%	18%	↑
 % WOMEN ON THE BOARD	29%	29%	29%	↓

Source: BMO Capital Markets

Note: ND refers to No Disclosure or Not Yet Available

EQUITY RESEARCH

May 3, 2023

Earnings Update

OCEANAGOLD CORPORATION

Q1 Earnings Beat Driven By Stronger-Than-Expected Operations

Our Conclusion

OceanaGold reported Q1 adjusted earnings of \$0.06/sh, ahead of our estimate of \$0.03/sh and consensus at \$0.04/sh. Production came in at 118,124 ounces of gold and 3,511 tonnes of copper at all-in sustaining costs (AISC) of \$1,567/oz, vs. our estimate of 110koz of gold and 3,212 tonnes of copper at AISC of \$1,594/oz and consensus of 115koz at AISC of \$1,554/oz. Annual guidance has been maintained at 460-510koz at AISC of \$1,425-\$1,525/oz, with the company well on track after a solid Q1. We maintain our Outperformer rating and C\$4 price target. OGC shares currently trade at 0.7x P/NAV and 2.8x forward P/CF, vs. the peer group at 0.7x P/NAV and 6.6x P/CF.

Key Points

Haile (Ahead Of Expectations): Haile produced 48,112 ounces in the quarter, ahead of our expectations. The quarter benefited from higher average grades at 2.23 g/t which were consistent with the mine plan. During the quarter, progress continued on the Haile expansion following completion of the permitting process in Q4/2022. First ore from the Haile underground project remains on track for delivery to the mill in Q4/2023.

Didipio (Ahead Of Expectations): Didipio produced 33,034 ounces of gold and 3,511 tonnes of copper in the quarter, both ahead of our expectations. The quarter benefited from a combination of higher mill throughput and higher average head grade. In Q2, site AISC at Didipio was \$585/oz (an improvement from the \$1,061/oz reported in Q4/2022), mainly due to higher comparative gold sales and lower sustaining capital investments.

Macraes (As Expected): Macraes produced 26,682 ounces of gold in the quarter, in line with our expectations. Quarterly production was impacted by reduced mill feed due to the crack in a ball mill (Ball Mill ML-02) feed end trunnion which had been disclosed back in February. With the repair completed in late March, management expects Macraes to deliver stronger operational results over the balance of 2023.

Waihi (As Expected): Waihi produced 10,296 ounces of gold in the quarter, in line with our expectations. As previously reported, Waihi had experienced abnormally high rainfall in the beginning of 2023, with over 850mm in January followed by over 250mm in the first two weeks of February, which impacted underground productivity.

Financials: At the end of the quarter, OceanaGold had immediate liquidity of \$158 million, consisting of \$58 million in cash and \$100 million undrawn on its \$250 million revolving credit facility. Free cash flow for Q1 was -\$16.4 million due to timing of gold sales and working capital movements, both of which are expected to normalize during the balance of the year.

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Outperformer

OGC-TSX, Sector: Materials

Current Price (5/2/23): C\$3.23

Price Target (12-18 mos.): C\$4.00

CIBC Estimates and Valuation

(Dec. 31)	2021	2022	2023	2024
Adj. EPS	0.20A	0.21A	0.15E	0.07E
Prior			0.13E	0.11E
CFPS	0.47A	0.54A	0.57E	0.55E
Prior			0.55E	0.60E
Adj. EPS	Q1	Q2	Q3	Q4
2023	0.06A	0.03E	0.05E	0.01E
Prior	0.03E	0.04E		
2022	0.11A	0.05A	0.01A	0.04A
CFPS	Q1	Q2	Q3	Q4
2023	0.14A	0.15E	0.16E	0.12E
Prior	0.11E		0.17E	
2022	0.22A	0.13A	0.08A	0.12A
Valuation	2021	2022	2023	2024
P/E	11.9x	11.5x	16.0x	34.0x
P/CFPS	5.1x	4.4x	4.2x	4.3x

Stock Performance and Key Indicators

Avg. Dly. Vol.:	1,471K	Shares O/S:	705.0M
Market Cap.:	C\$2,277M	Float:	698.0M
52-wk Range:	C\$1.78 - C\$3.43	Div. / Yield:	C\$0.01/0.42%

TSX Composite Index vs. OGC-TSX



(Source: FactSet)

All figures in US dollars unless otherwise stated (C\$1.363:US\$1.00).

Please see "Price Target Calculation and Key Risks to Price Target" information on page 5.
For required regulatory disclosures please refer to "Important Disclosures" beginning on page 6.

This document is intended for Rylan HARVEY (OceanaGold Corporation)

OceanaGold Corporation (OGC-TSX) — Outperformer

Price (5/2/23) C\$3.23 12-18 mo. Price Target C\$4.00

Sector: Materials

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Key Financial Metrics	2021	2022	2023E	2024E
Net Debt	238	170	117	43
FCF Yield	-	8.0%	4.4%	5.0%
Per Share Data	2021	2022	2023E	2024E
CFPS	0.47	0.54	0.57	0.55
Adj. EPS Dil.	0.20	0.21	0.15	0.07
Income Statement	2021	2022	2023E	2024E
Sales	745	967	982	1,059
Cost of Goods Sold	512	708	773	941
Gross Profit	233	260	209	118
SG&A	86	52	65	50
EBITDA	166	379	411	411
D&A	188	201	275	348
Tax Expense	29	(34)	(22)	(6)
Net Income	(4)	133	103	49
Adjusted Net Income	(4)	133	103	49
Cash Flow Statement	2021	2022	2023E	2024E
Operating Activities				
CFO before WC	335	389	407	397
Change in WC	(74)	(20)	(37)	0
CFO	261	369	371	397
Investing Activities				
Capex	(276)	(240)	(299)	(302)
Net CFI	(316)	(281)	(333)	(317)
Financing Activities				
Dividends Paid	0	0	(7)	(7)
Change in Debt	48	(103)	(0)	0
Net CFF	25	(130)	(14)	(7)
Free Cash Flow	(15)	129	71	81
Cash at Begin of Yr	179	133	83	104
Cash at End of Yr	133	83	104	178
NPV (\$M)	NPV5%	\$/sh	NPV10%	\$/sh
Didipio	380	0.54	315	0.45
Haile	803	1.14	612	0.87
Macraes	239	0.34	190	0.27
Waihi	292	0.41	197	0.28
Investments	0	0.00	0	0.00
Total Mining Assets	1,715	2.43	1,314	1.86
Net Cash	(191)	(0.27)	(191)	(0.27)
Corporate G&A	(337)	(0.48)	(498)	(0.71)
Other Corporate Adjustments	0	0.00	0	0.00
Total NPV	1,186	1.68	625	0.89
Price Assumptions	2021	2022	2023E	2024E
CAD:USD	0.80	0.79	0.78	0.77
Gold (\$/oz)	1,798	1,800	1,810	1,700
Silver (\$/oz)	25.13	21.76	23.08	22.00
Copper (\$/lb)	4.24	4.01	3.69	3.75

Operating Summary	2021	2022	2023E	2024E
Total Gold Production (koz)	363	472	491	564
Total Copper Production (Mlb)	1	32	29	28
Total Cash Costs (\$/oz)	\$740	\$869	\$845	\$882
All-In-Sustaining Costs (\$/oz)	\$1,247	\$1,407	\$1,427	\$1,414
Sustaining Capex (\$M)	\$149	\$198	\$244	\$270
Development Capex (\$M)	\$161	\$92	\$66	\$32

Source: Company reports, CIBC World Markets Inc., and FactSet

Company Profile

OceanaGold Corporation is an intermediate gold producer, with operations located in the Philippines, New Zealand and the United States.

Investment Thesis

OceanaGold is well positioned to deliver organic production growth and lower costs, after the receipt of the SEIS Record of Decision and permit now granted for the Haile underground, and Didipio once again operating at full production levels after the FTAA was renewed in 2021. We expect Haile underground to begin contributing meaningfully to cash flow in 2023, positioning the company for a potential re-rate.

Price Target (Base Case): C\$4.00

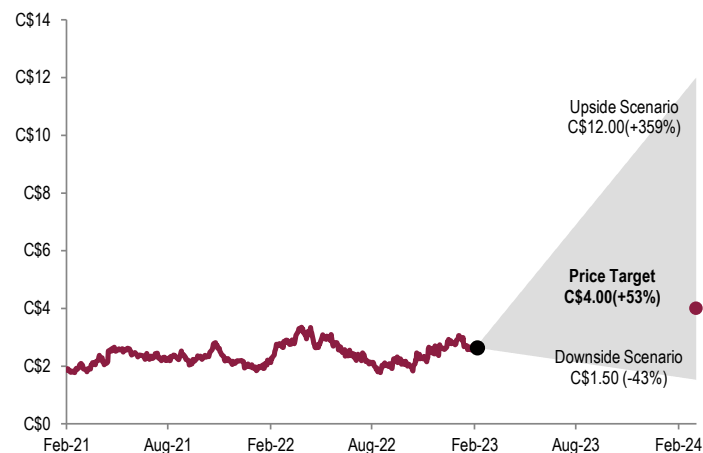
Our price target is based on the CIBC price deck, which features a US\$1,810/oz gold price in 2023, US\$1,700/oz in 2024, and US\$1,650/oz longer-term.

Upside Scenario: C\$12.00

Our upside scenario is based on a US\$3,000/oz gold price.

Downside Scenario: C\$1.50

Our downside scenario is based on a US\$1,200/oz gold price and reduced multiples.



Strong First-quarter Operational Results

Exhibit 1: OceanaGold – Quarterly And Annual Operational Results And Estimates, Q1/22A-Q1/23E

		Q4/21A	Q1/22A	Q2/22A	Q3/22A	Q4/22A	Q1/23A	Q/Q	Q1/23E	Act. Vs. Est.	2022A	2023E	2023 Guidance
Gold Production	000oz	107	134	112	105	121	118	15%	110	7%	472	491	460-510
Copper Production	kt	2.32	3.50	3.80	3.60	3.50	3.50	(3%)	3.21	9%	14	13	12-14
Cash Costs	\$/oz	\$804	\$630	\$903	\$1,175	\$880	\$861	(25%)	\$841	2%	\$869	\$845	\$800-\$900
AISC	\$/oz	\$1,326	\$1,084	\$1,430	\$1,552	\$1,602	\$1,567	3%	\$1,593	(2%)	\$1,407	\$1,427	\$1,425-\$1,525
Haile													
Production	000oz	42.8	60.2	38.0	36.5	41.5	48.1	14%	44.5	8%	175	177	170-185
Cash Costs	\$/oz	\$636	\$567	\$905	\$1,175	\$926	\$658	(21%)	\$672	(2%)	\$867	\$838	\$725-\$825
AISC	\$/oz	\$1,161	\$1,070	\$1,432	\$1,552	\$1,753	\$1,537	13%	\$1,682	(9%)	\$1,407	\$1,571	\$1,500-\$1,600
Didipio													
Gold Production	000oz	15.0	29.4	29.3	25.7	29.1	33.0	13%	30.9	7%	113	126	120-130
Copper Production	kt	2.32	3.50	3.80	3.60	3.50	3.50	(3%)	3.21	9%	14	13	12-14
Cash Costs	\$/oz	(\$236)	\$26	\$519	\$818	\$759	\$574	(7%)	\$445	29%	\$518	\$482	\$525-\$625
AISC	\$/oz	\$16	\$40	\$609	\$913	\$1,061	\$585	16%	\$687	(15%)	\$637	\$661	\$750-\$850
Waihi													
Production	000oz	11.9	6.8	8.2	13.7	10.5	10.3	(23%)	9.6	7%	39	52	50-60
Cash Costs	\$/oz	\$1,142	\$1,692	\$1,903	\$1,067	\$1,221	\$1,366	14%	\$1,784	(23%)	\$1,393	\$1,108	\$1,000-\$1,100
AISC	\$/oz	\$1,845	\$2,950	\$2,659	\$1,601	\$2,035	\$2,168	27%	\$2,277	(5%)	\$2,174	\$1,542	\$1,400-\$1,500
Macraes													
Production	000oz	37.40	37.6	36.9	29.4	39.8	26.7	35%	24.9	7%	144	137	120-135
Cash Costs	\$/oz	\$1,188	\$1,005	\$942	\$1,732	\$811	\$1,349	(53%)	\$1,270	6%	\$992	\$1,179	\$1,000-\$1,100
AISC	\$/oz	\$1,469	\$1,394	\$1,458	\$1,924	\$1,376	\$2,171	(28%)	\$1,994	9%	\$1,510	\$1,730	\$1,625-\$1,725

Source: Company reports and CIBC World Markets Inc.

Key Catalysts

Potential upcoming catalysts for OceanaGold include:

- Production growth from the Haile underground, expected to begin contributing meaningfully in the fourth quarter of 2023;
- Continued production at full production rates from Didipio;
- WKP feasibility study expected to be completed in 2024

Environmental, Social and Governance (ESG) Metrics for OGC-TSX

CIBC ESG Metrics

Governance Metrics	2017	2018	2019	2020	2021
Insider Ownership	1%	0%	1%	1%	0%
Board Gender Diversity	14%	33%	17%	29%	29%
Separation of Chair & CEO	YES	YES	YES	YES	YES
Dual-class Ownership?	NO	NO	NO	NO	NO
Disclose ESG Data?	YES	YES	YES	YES	YES
Social Metrics	2017	2018	2019	2020	2021
CEO Comp./Mkt Cap*	\$1.9	\$1.2	\$1.6	\$1.5	\$3.0
Diversity Targets	YES	YES	YES	YES	YES
Women Managers	16%	25%	22%	26%	25%
Environmental Metrics	2017	2018	2019	2020	2021
Emissions Intensity**	265	240	287	368	243
Net-zero Targets?	NO	NO	NO	YES	YES

*CEO Compensation is shown as per thousand dollars of market capitalization

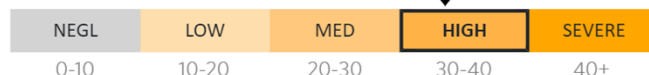
**Emissions Intensity calculated as total emitted CO2e divided by million \$ of CAD revenue

Sustainalytics ESG Risk Rating

33.9 +6.1 High Risk

Updated on
Apr 13, 2023

Momentum



Sustainalytics ESG Risk Rating Ranking

UNIVERSE	RANK	PERCENTILE
	(1 st = lowest risk)	(1 st = lowest risk)
Global Universe	8306/15536	54th
Precious Metals INDUSTRY	19/120	16th
Gold SUBINDUSTRY	15/89	17th

Sustainalytics Material ESG Issues

These are the Material ESG Issues driving the ESG Risk Report

Issue Name	ESG Risk Exposure Score Category	ESG Risk Management Score Category	ESG Risk Rating Score Category	Contribution to ESG Risk Rating
Corporate Governance	9.0 High	67.5 Strong	2.9 Low	8.6%
Human Capital	5.5 Medium	20.9 Weak	4.4 Medium	13.0%
Land Use and Biodiversity	4.2 Medium	62.2 Strong	1.6 Negligible	4.7%
Occupational Health and Safety	9.4 High	78.6 Strong	2.8 Low	8.1%
Resource Use	8.8 High	37.5 Average	6.2 High	18.2%
Bribery and Corruption	6.6 Medium	66.2 Strong	2.4 Low	7.2%
Business Ethics	3.3 Low	95.0 Strong	0.3 Negligible	0.9%
Community Relations	11.0 High	65.6 Strong	4.5 Medium	13.3%
Emissions, Effluents and Waste	10.5 High	63.9 Strong	4.5 Medium	13.1%
Carbon -Own Operations	6.6 Medium	42.6 Average	4.3 Medium	12.8%
Overall	75.0 High	60.3 Strong	33.9 High	100%

CIBC Quantitative Scorecard

Within Sector			Within S&P/TSX Comp.		
Style	Rank	Delta	Style	Rank	Delta
Value	16	+3	Value	128	+10
Momentum	6	+7	Momentum	16	+31
Quality	22	+1	Quality	147	+2
Market	32	-3	Market	166	-10
Low Volatility	32	0	Low Volatility	201	-3
Growth	7	0	Growth	51	-1

Note: Ranking out of 50 stocks

Note: Ranking out of 233 stocks

General Notes Behind the Quantitative Scorecard

Delta refers to the change in the ranking over the past month. Number of stocks "Within Sector" is defined by the number within the GICS. In the "Within S&P/TSX" category, we use all stocks in the S&P/TSX Composite. For detail on the Quant Factors included in each style above, please contact the CIBC Portfolio Strategy Team.

The table above is based upon quantitative, statistical, and mathematical analysis and is not intended to serve as a fundamental recommendation.

CIBC Technical Scorecard

Factor	TSM Score	Factor	TSM Score
TSM	2	Momentum	A
Beta	1.28	MACD	D
Volatility	↓	Alpha (Sector)	C
Trend	↗	Alpha (Index)	B
RSI	Neutral		

General Notes Behind the Technical Scorecard

TSM: The Trendspotting Matrix uses technical factors to score uptrend durability.

Momentum and alpha metrics compare performance over one-month, one-quarter and one-year timeframes, outputting a rating from A to D.

Trend/Volatility metrics measure price deviations relative to underlying moving averages.

RSI is an oscillator that provides mean-reversion estimations.

MACD is a momentum indicator rated from A to D based off the strength of its signal.

The table above is based upon a technical methodology that examines the past trading patterns and trades and is not intended to serve as a fundamental recommendation.

Source: Sustainalytics, Compustat, FactSet, Bloomberg and CIBC World Markets Inc.

Price Target Calculation

We derive our C\$4.00 price target by taking the average of short-term and longer-term valuation metrics. The short-term valuation is calculated at 8x our 2023E cash flow estimate at CIBC deck prices while the long-term valuation is calculated at 0.9x the net asset value (NAV) at 5% discount using deck prices. The 8x cash flow multiple is above the peer group average. The P/NAV of 0.9x is above where the company has traded over the past year but more in line with the peer group.

Key Risks To Price Target

Our price target is based on mine operations continuing without interruptions. Mining is an inherently risky business, where technical, political and human issues can influence operations. We consider the following as risks to our derived price target:

Commodity Price Risk: All mining companies are impacted to varying degrees by changes in commodity prices. The greatest risk to our price target is that commodity prices do not average our long-term forecasts.

Changes To The FTAA: The Didipio project benefits from a tax-free period of investment recovery. While past legal challenges to the Mining Code and the FTAA in the Philippines have been successfully defeated, a change to the Mining Code and FTAA would significantly impact the project economics of the Didipio mine and the valuation of OceanaGold.

Operational Risk: Operating issues are inherent to all mining activities. Unexpected mill shutdowns, as an example, can lead to production shortfalls and cost increases. The impact on our estimates would depend on the nature, as well as the severity, of the operating issue.

Development Risk: Successful project development, including the Horseshoe Underground at Haile and Martha Underground at Waihi, is key to OceanaGold's long-term growth outlook. With mine development come the risks of delays or cost overruns, which translate to risk for our valuation and future OceanaGold estimates.

Rylan Harvey

From: Lam, Wayne <wayne.lam@research.rbccm.com>
Sent: Tuesday, May 2, 2023 17:03
To: Rylan Harvey
Subject: OGC CN - Q1 financial results modestly above consensus; full year guidance reiterated

External

RBC Capital Markets thanks you for consideration of Wayne Lam (Precious Metals) in the 2023 Institutional Investor All-Canada Research Poll.



Capital
Markets

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This report is intended for rylan.harvey@oceanagold.com. Unauthorized redistribution of this report is prohibited.

OceanaGold Corporation

Q1 financial results modestly above consensus; full year guidance reiterated

May 2, 2023

RBC Dominion Securities Inc.

Wayne Lam (Analyst) (416) 842-7840; wayne.lam@rbccm.com

TSX: OGC | CAD 3.23 | Outperform | Price Target CAD 3.50

Sentiment: Neutral

We expect a relatively neutral reaction from OGC shares following Q1 financial results, which were broadly in line with expectations with guidance reiterated for the year. As previously disclosed, operations at Waihi were affected by rainfall-related impacts while the crack in the ball mill at Macraes was repaired at quarter end, positioning the company for a stronger H2. Lastly, first ore from the Haile underground remains on track by Q4. Overall, we expect investors to focus on (1) operational execution and cost containment, (2) underground development at Haile, and (3) advancement of exploration activities particularly on the WKP.

Q1 financial results modestly above consensus; guidance reiterated

- Financial results were modestly ahead of consensus on higher realized prices and lower taxes paid, offset by lower gold sales due to timing
- OGC exited the quarter with \$191M net debt including \$58M in cash and \$100M undrawn on the RCF (\$170M net debt in Q4/22)
- Full year guidance of 460-510 Koz Au at AISC of \$1,425-1,525/oz was reiterated
 - Recall, production was previously H1 weighted on higher grades at Haile
- **Conference Call**
 - Wed, May 3, at 10:00 am ET (1 888-390-0546 / 1 778-383-7413)

Exhibit 1 - Q1/23 financial results vs RBC and consensus

	Q4/22	Actual	Q1/23		Variance (%)	
	Actual		RBC	Cons.	vs RBC	vs Cons.
Adjusted EPS (\$/sh)	\$0.04	\$0.06	\$0.04	\$0.04	\$0.02	\$0.01
CFPS - pre-WC (\$/sh)	\$0.12	\$0.14	\$0.14	\$0.12	(\$0.00)	\$0.02
EBITDA - Adjusted (\$M)	\$92	\$102	\$108	\$97	(6%)	5%
Gold Production (Koz)	121	118	118	115	0%	3%
Copper Production (Mlbs)	7.7	7.7	7.3	6.4	6%	21%
Total Cash Cost (\$/oz)	\$880	\$861	\$802	\$886	7%	(3%)
AISC (\$/oz)	\$1,602	\$1,567	\$1,443	\$1,490	9%	5%

Source: Company reports, RBC Capital Markets estimates, Bloomberg, VisibleAlpha

Exhibit 2 - OGC Q1/23 operating results vs RBC estimates

	Q1/23 Actual			RBCe Estimates			vs. RBCe		
	Production	Cash Costs	AIsc	Production	Cash Costs	AIsc	Production	Cash Costs	AIsc
Haile	48	\$658	\$1,537	48	\$747	\$1,493	(1%)	(12%)	3%
Didipio	33	\$574	\$585	33	\$484	\$731	1%	19%	(20%)
Macraes	27	\$1,349	\$2,171	27	\$1,106	\$1,736	1%	22%	25%
Waihi	10	\$1,366	\$2,168	10	\$1,186	\$1,632	2%	15%	33%
Consolidated	118	\$861	\$1,567	118	\$802	\$1,443	0%	7%	9%

Source: Company reports, RBC Capital Markets estimates

RBC Dominion Securities Inc.

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Link to **Full Research Report**, including Required Disclosures and Disclaimer.

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OceanaGold Corp.

Haile drives Q1/23 beat

OGC production and sales were higher than expected, with lower-than-expected cash costs. The result was driven largely by Haile. There is still some work to do with AISC coming in above the top end of guidance; however, some of this was timing related.

Earnings and operating cash flow beat. Adjusted EPS of \$0.06 was above our \$0.05 (consensus of \$0.04). Adjusted EBITDA of \$100M was slightly below our \$106M est but above consensus of \$97M. Cash flow before W/C items came in at \$102M above our \$88M estimate. We calculate a cash burn of \$16M (cash flow after W/C of \$65M and capex of \$82M) versus our free cash flow estimate of \$4M (cash flow after W/C of \$88M, capex of \$84M) largely driven by a working capital outflow of ~\$38M (vs our nil est). OGC ended the quarter with net debt of \$191M (including \$58M in cash and \$249M in debt) and TTM EBITDA of \$324M for a leverage ratio of 0.6x.

Production beat, sales lag production. Gold production of 118koz was above our 111koz estimate. Gold sales of 112koz lagged production. Cash costs of \$861/oz were slightly below our \$866/oz est as outperformance at Haile more than offset cost underperformance at other mines in the portfolio. AISC of \$1,567/oz were above our \$1,492/oz est.

Strong performance from Haile. Haile produced 48koz (above our 43koz est) at cash costs of \$658/oz (below our \$903/oz est). Costs missed at Didipio, Waihi and Macraes, while production was roughly in-line. 2023 guidance is unchanged.

C\$3 price target, EW rating. We updated our model with Q1/23 actuals, aligned to guidance and other minor changes. Our price target is based on 0.9x P/NAV and 4.0x EV/EBITDA (NTM+1) target multiples, weighted 70/30%.

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Please see analyst certifications and important disclosures beginning on page 6 .

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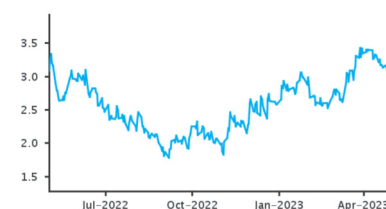
CORE Earnings Review

OGC.TO/OGC CT	EQUAL WEIGHT
	Unchanged
North America Metals & Mining	NEUTRAL
	Unchanged
Price Target	CAD 3.00
	Unchanged
Price (02-May-23)	CAD 3.23
Potential Upside/Downside	-7.1%

Market Cap (CAD mn)	2288
Shares Outstanding (mn)	708.31
Free Float (%)	99.47
52 Wk Avg Daily Volume (mn)	3.1
Dividend Yield (%)	0.43
Return on Equity TTM (%)	8.23
Current BVPS (CAD)	2.38

Source: Bloomberg

Price Performance	Exchange-TOR
52 Week range	CAD 3.50-1.78



Source: IDC

[Link to Barclays Live for interactive charting](#)

North America Metals & Mining

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OGC.TO: Quarterly and Annual EPS (USD)

	2022	2023			2024			Change y/y	
FY Dec	Actual	Old	New	Cons	Old	New	Cons	2023	2024
Q1	0.11A	0.05E	0.06A	0.04E	0.07E	0.07E	0.07E	-45%	17%
Q2	0.05A	0.07E	0.07E	0.06E	0.06E	0.06E	0.07E	40%	-14%
Q3	0.01A	0.06E	0.06E	0.05E	0.06E	0.06E	0.07E	500%	0%
Q4	0.04A	0.05E	0.06E	0.04E	0.05E	0.05E	0.07E	50%	-17%
Year	0.21A	0.23E	0.25E	0.20E	0.24E	0.24E	0.26E	19%	-4%
P/E	11.3		9.6			9.7			

Consensus numbers are from Bloomberg received on 02-May-2023; 12:50 GMT

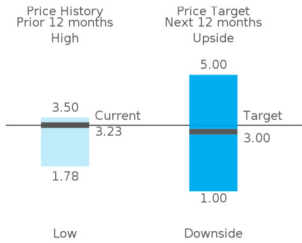
Source: Barclays Research

North America Metals & Mining

NEUTRAL

OceanaGold Corp. (OGC.TO)

EQUAL WEIGHT

Income statement (\$mn)	2022A	2023E	2024E	2025E	CAGR	Price (02-May-2023)	CAD 3.23
Revenue	967	1,036	1,079	1,086	3.9%	Price Target	CAD 3.00
EBITDA (adj)	382	472	548	633	18.3%	Why EQUAL WEIGHT? OGC's current focus is on optimizing Haile, ramping up Didipio, as well as extending mine lives in New Zealand. We believe these efforts will help grow FCF and increase returns on capital. Given recent outperformance, we see the stock as fairly valued.	
EBIT (adj)	193	265	302	371	24.3%		
Pre-tax income	167	241	264	338	26.6%		
Net income (adj)	150	176	175	246	17.9%		
EPS (adj) (\$)	0.21	0.25	0.24	0.34	17.9%		
EPS (reported) (\$)	0.18	0.24	0.24	0.34	22.9%		
Diluted shares (mn)	718.3	716.6	717.2	717.2	-0.1%		
DPS (\$)	0.00	0.02	0.02	0.02	N/A		
Margin and return data	2022A	2023E	2024E	2025E	Average	Upside case CAD 5.00 Our upside scenario uses a 0.9xP/NAV (70%) and a 4.0x EV/EBITDA multiple (30%) with a sustained \$2,000/oz gold price.	
EBITDA (adj) margin (%)	39.5	44.7	48.3	56.0	47.1		
EBIT (adj) margin (%)	18.7	24.6	25.5	31.9	25.2	Downside case CAD 1.00 Our downside scenario uses a 0.9x P/NAV (70%) and a 4.0x EV/EBITDA multiple (30%) with a sustained \$1,200/oz gold price.	
Pre-tax margin (%)	17.2	23.3	24.4	31.1	24.0		
Net (adj) margin (%)	13.7	16.9	16.2	22.6	17.4	Upside/Downside scenarios 	
ROIC (%)	7.9	10.2	9.7	12.6	10.1		
ROA (%)	5.8	7.1	6.7	8.8	7.1		
ROE (%)	7.9	9.6	8.8	11.1	9.4		
Balance sheet and cash flow (\$mn)	2022A	2023E	2024E	2025E	CAGR		
Cash and equivalents	83	82	152	333	58.7%		
Total assets	2,291	2,466	2,605	2,781	6.7%		
Short and long-term debt	253	274	251	196	-8.2%		
Other long-term liabilities	388	415	360	360	-2.5%		
Total liabilities	617	645	623	567	-2.8%		
Net debt/(funds)	170	192	99	-137	N/A		
Shareholders' equity	1,673	1,821	1,982	2,214	9.8%		
Change in working capital	-20	-37	0	0	N/A		
Cash flow from operations	369	381	447	539	13.5%		
Capital expenditure	-252	-370	-340	-290	N/A		
Free cash flow	87	-3	107	250	42.1%		
Valuation and leverage metrics	2022A	2023E	2024E	2025E	Average		
P/E (adj) (x)	11.3	9.6	9.7	6.9	9.4		
P/E (reported) (x)	12.8	9.7	9.7	6.9	9.8		
EV/EBITDA (adj) (x)	9.2	7.5	6.3	5.1	7.0		
Equity FCF yield (%)	5.4	18.0	21.1	29.0	18.4		
P/Sales (x)	3.5	3.2	3.1	3.1	3.2		
P/BV (x)	1.0	0.9	0.9	0.8	0.9		
Dividend yield (%)	0.0	0.8	0.8	0.8	0.6		
Total debt/capital (%)	15.1	15.0	12.7	8.8	12.9		
Selected operating metrics	2022A	2023E	2024E	2025E	CAGR		
Gold price (\$/oz)	1,803	1,930	1,775	1,700	-1.9%		
Gold production (koz)	472	486	552	588	7.6%		
Cash costs (US\$/oz) (\$)	869	864	718	637	-9.8%		

Note: FY End Dec

Source: Company data, Bloomberg, Barclays Research

OGC will host its Q1/23 conference call tomorrow (May 3) at 10:00AM EST. Dial in NA: 1-888-390-0546 or Int: 1-416-764-8688. A webcast will also be available ([Register here](#)).

Q1/23 results summary

EPS beat. Adjusted EPS of \$0.06 was above our \$0.05 estimate (consensus of \$0.04).

EBITDA miss, cash flow beat. Adjusted EBITDA of \$100M was below our \$106M est and above consensus of \$97M. Cash flow before W/C items came in at \$102M, above our \$88M estimate.

Gross profit beat. Gross profit of \$80M was above our \$70M based on revenues of \$244M (vs our \$238M), production costs of \$119M (vs our \$118M), and depreciation of \$45M (vs our \$50M). G&A expenses were \$18.2M (vs our \$14M).

Cash burn higher than expected. We calculate a cash burn of \$16M (cash flow after W/C of \$65M and capex of \$82M) versus our free cash flow estimate of \$4M (cash flow after W/C of \$88M, capex of \$84M) largely driven by a working capital outflow of ~\$38M (vs our nil est). OGC ended the quarter with net debt of \$191M (including \$58M in cash and \$249M in debt) and TTM EBITDA of \$324M for a leverage ratio of 0.6x.

Production beat, sales lag production. Gold production of 118koz was above our 111koz estimate. Gold sales of 112koz lagged production.

Cash costs slight beat; AISC miss. Cash costs of \$861/oz were slightly below our \$866/oz est as outperformance at Haile more than offset cost underperformance at other mines in the portfolio. AISC of \$1,567/oz were above our \$1,492/oz est, and above the top-end of full year guidance.

Haile production and cost beat. Produced 48koz (above our 43koz est) at cash costs of \$658/oz (below our \$903/oz est).

Macraes cost miss. Produced 27koz (above our 25koz est) at cash costs of \$1,349/oz (above our \$1,079/oz est).

Waihi cost miss. Produced 10koz (below our 11koz est) at cash costs of \$1,366/oz (above our \$1196/oz est).

Didipio costs miss. Produced 33koz (above our 32koz est) at cash costs of \$574/oz (above our \$537/oz est). By product copper production was 3.3kt (vs our 3.4kt est).

Other highlights

New CFO starts May 24 2023, new director Apr 24 2023. OGC announced Linda Broughton has joined the Board (background in projects and technical services for the mining sector) and Marius van Niekerk will start as CFO in May (previously at Newcrest as VP Finance - Americas).

2023 guidance reaffirmed. Guidance includes 460-510koz gold at by-product cash costs of \$800-900/oz and AISC of \$1,425-1,525/oz (net of by-products of 12-14kt copper). Capex is guided at \$330-380M including growth capex of \$65-75M.

NAV breakdown

FIGURE 1. OGC NAV breakdown (US\$)

Asset	Ownership	Current NAV (\$M)	NAV \$/sh	Discount Rate	% of total Ops NAV
Operating Mines					
Philippines					
Didipio	100%	\$456	\$0.64	8%	22%
New Zealand					
Waihi	100%	\$464	\$0.65	5%	22%
Macraes	100%	\$323	\$0.45	5%	15%
New Zealand Total		\$787	\$1.10		38%
USA					
Haile	100%	\$583	\$0.81	5%	28%
Total Operating		\$1,825	\$2.55		87%
Exploration					
Waihi	100%	\$268	\$0.37		13%
Total Ops & Exploration NAV		\$2,093	\$2.92		100%
Corporate					
Corporate		(\$26)	(\$0.04)	10%	
Reclamation and Provisions (50%)		(\$65)	(\$0.09)		
ESG Liability		(\$40)	(\$0.06)	5%	
Current debt		(\$262)	(\$0.37)		
Current cash		\$126	\$0.18		
Investments		\$12	\$0.02		
Total Corporate		(\$255)	(\$0.36)		
Total OGC NAV		\$1,838	\$2.56		

Source: Company reports, Barclays Research