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Global Gold

Gold miners represent strong value on Citi's $5,000/oz price deck

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CITI'S TAKE

We update our gold models ahead of 3Q'26 results. Citi's global commodity team remains constructive on gold seeing prices retaking $5,000/oz in 2027 – see report: Global Commodities: Commodities Outlook - 4Q'26: Conflicts and El Niño skew commodity and inflation risks higher?. We continue to see value in the equities on this price deck with FCF yields in the 5-10% range (or ~1.5-2.0x LT averages): Gold Sector Update Presentation: Citi Remains Bullish Gold; Equities Continue To Price Gold Prices Below Spot. With this report we transfer coverage of NEM.AX to Thiago Ojea. Target price on NEM.AX is updated to A$200/sh (equivalent to our US$140/sh target price on NEM.US at spot AUD). Ratings remain unchanged: Buy on Newmont and Agnico Eagle; Neutral on Barrick.

Gold — Citi likes the risk skew for gold into year end and 2027 with a 6-12M price target of $5,000/oz (60% indicative probability). Gold has substantial upside potential if the SoH reopens and the Yemen/Saudi conflict de-escalates (and assume this by year-end). Much lower oil prices could see the Fed shift from hiking to cutting rates driving up investment demand for gold and re-igniting a momentum bull market globally underpinned by multiple structurally bullish dynamics.

AEM — We continue to see AEM well positioned with relatively younger mines in Tier 1 jurisdictions, organic growth potential (Detour Lake, Hope Bay and others) and one of the best 20-year track records in the global mining industry. 3Q26 EPS is set at $2.50/sh. 2026E EBITDA is lowered 1% to $10.7bn, 2027E EBITDA is unchanged at $11.4bn (~$5,000/oz gold).

B — 3Q26 EPS is set at $0.77/sh. 2026E EBITDA is unchanged at $14.2bn, 2027E EBITDA is unchanged at $17.0bn (~$5,000/oz gold).

NEM — We continue to see NEM well positioned with NGM resolved, operations mostly on track and 6moz of production in reach. Key challenges are exogenous – Ghana regulation and Cadia seismicity. 3Q26 EPS is set at $1.84/sh. 2026E EBITDA is lowered 1% to $16.4bn, 2027E EBITDA is unchanged at $18.3bn (~$5,000/oz gold). NEM. US target price is raised to $140/sh on 1.6x NAV (previously 1.5x) on $3,500/oz gold, with the higher NAV multiple to reflect better investor sentiment.

See Appendix A-1 for Analyst Certification, Important Disclosures and Research Analyst Affiliations.

Data Summary

															Current Fiscal Year		Next Fiscal Year	
						Rating		Short-Term	Target Price						EPS		EPS	
Company	Ticker	Ccy	Price	Mkt Cap (M)	Date & Time	Old	New	View	Old	New	ESPR (%)	Div Yld (%)	ETR (%)	Last Rpt Yr	Old	New	Old	New
Agnico Eagle Mines	AEM	US$	189.53	95,956	16 Oct 16:00	1	nc	-	200.00	nc	5.5	0.8	6.4	Dec-25	11.92	11.77	12.50	12.48
Barrick Mining Corp	B	US$	40.82	67,185	16 Oct 16:00	2	nc	-	45.00	nc	10.2	1.7	12.0	Dec-25	3.49	3.38	4.28	4.29
Newmont	NEM.AX	A$	166.17	12,652	16 Oct 16:00	1	nc	-	215.00	200.00	20.4	0.9	21.2	Dec-25	9.05	8.98	9.68	9.75
Newmont	NEM	US$	118.60	124,968	16 Oct 16:00	1	nc	-	125.00	140.00	18.0	0.9	18.9	Dec-25	9.05	8.98	9.68	9.75

1 = Buy, 2 = Neutral, 3 = Sell, H = High Risk
ESPR = Expected Share Price Return, ETR = Expected Total Return, nc = no change
Source: Citi Research
^Catalyst Watch

Earnings Estimates

				Last Reported Year					Current Fiscal Year					Next Fiscal Year				
Company Name	Ticker	Last Rpt Year	Currency	1Q	2Q	3Q	4Q	FY0	1Q	2Q	3Q	4Q	FY1	1Q	2Q	3Q	4Q	FY2
Agnico Eagle Mines	AEM	Dec-25	US$	1.53	1.93	2.16	2.69	8.30	3.40	3.18	2.50	2.69	11.77	2.86	3.07	3.28	3.28	12.48
Old		Dec-25	US$	1.53	1.93	2.16	2.69	8.30	3.40	3.18	2.54	2.79	11.92	2.86	3.07	3.28	3.28	12.50
Barrick Mining Corp	B	Dec-25	US$	0.35	0.47	0.58	1.03	2.42	0.96	0.82	0.77	0.84	3.38	0.98	1.06	1.13	1.13	4.29
Old		Dec-25	US$	0.35	0.47	0.58	1.03	2.42	0.96	0.82	0.78	0.93	3.49	0.99	1.06	1.12	1.12	4.28
Newmont	NEM.AX	Dec-25	US$	1.25	1.43	1.71	1.19	5.65	2.90	2.10	1.84	1.99	8.98	2.22	2.40	2.57	2.57	9.75
Old		Dec-25	US$	1.25	1.43	1.71	1.19	5.65	2.90	2.10	1.84	2.06	9.05	2.20	2.38	2.55	2.55	9.68
Newmont	NEM	Dec-25	US$	1.25	1.43	1.71	1.19	5.65	2.90	2.10	1.84	1.99	8.98	2.22	2.40	2.57	2.57	9.75
Old		Dec-25	US$	1.25	1.43	1.71	1.19	5.65	2.90	2.10	1.84	2.06	9.05	2.20	2.38	2.55	2.55	9.68

Source: Citi Research

Figure 1. Citi Gold Price Forecasts

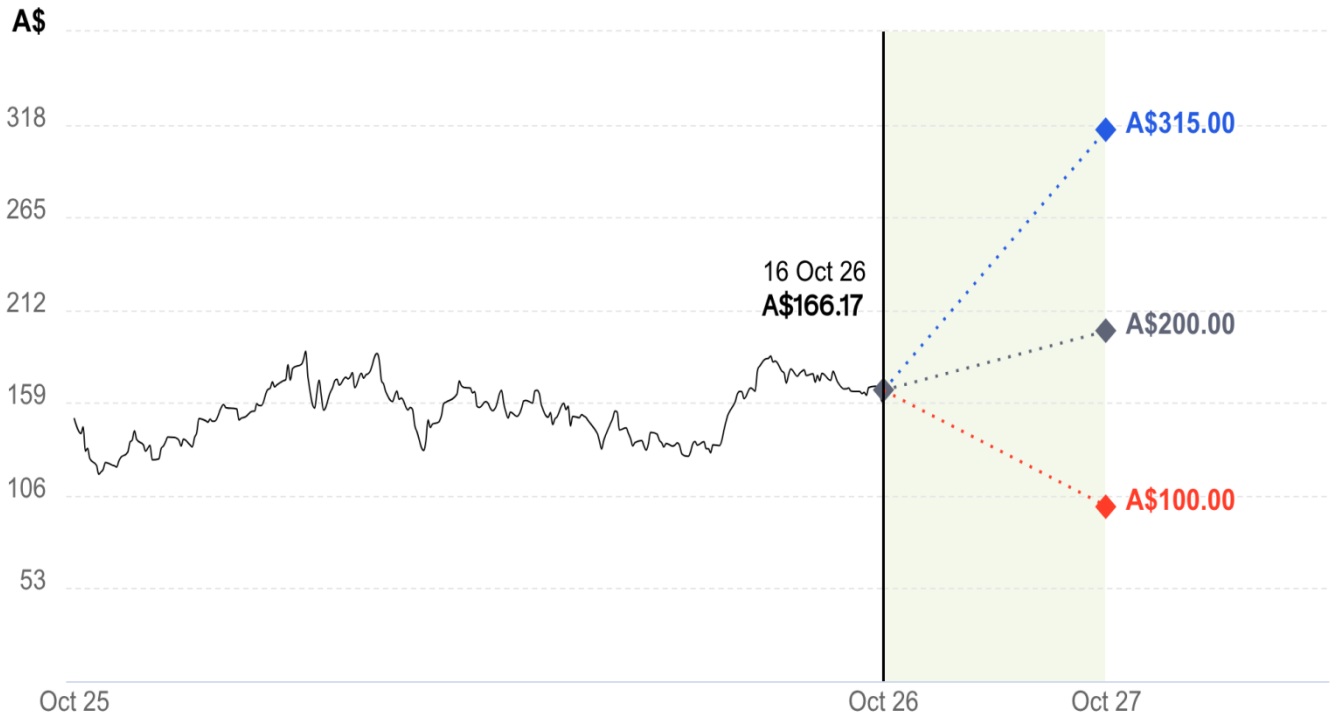
Precious Metals	Scenario Weight	Unit	0-3 mth pt price	6-12 mth pt price	1Q26	2Q26	3Q26f	4Q26f	2026f	1Q27f	2Q27f	3Q27f	4Q27f	2027f
Gold (Bull)	10%	$/oz					4300	5000	4670	5250	5500	5750	6000	5625
Gold (Base)	60%	$/oz	4800	5000	4865	4510	4270	4600	4560	5000	5000	5000	5000	5000
Gold (Bear)	30%	$/oz					4250	4100	4430	4000	4000	4000	4000	4000
Silver (Bull)	10%	$/oz					64	85	76	100	110	120	130	115
Silver (Base)	60%	$/oz	75	90	84	73	63	72	73	80	80	80	80	80
Silver (Bear)	30%	$/oz					63	58	69	55	55	55	55	55

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Source: Citi Research

Bull/Bear: Newmont (NEM.AX)

A$315.00 ▲90% Upside | A$200.00 ▲20% Upside | A$100.00 ▼40% Downside



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Current Price and expected returns (upside/downside) as of 16 Oct 2026

BULL Assumptions

- 1.6x on $4,500/oz long-term gold price

BASE Assumptions

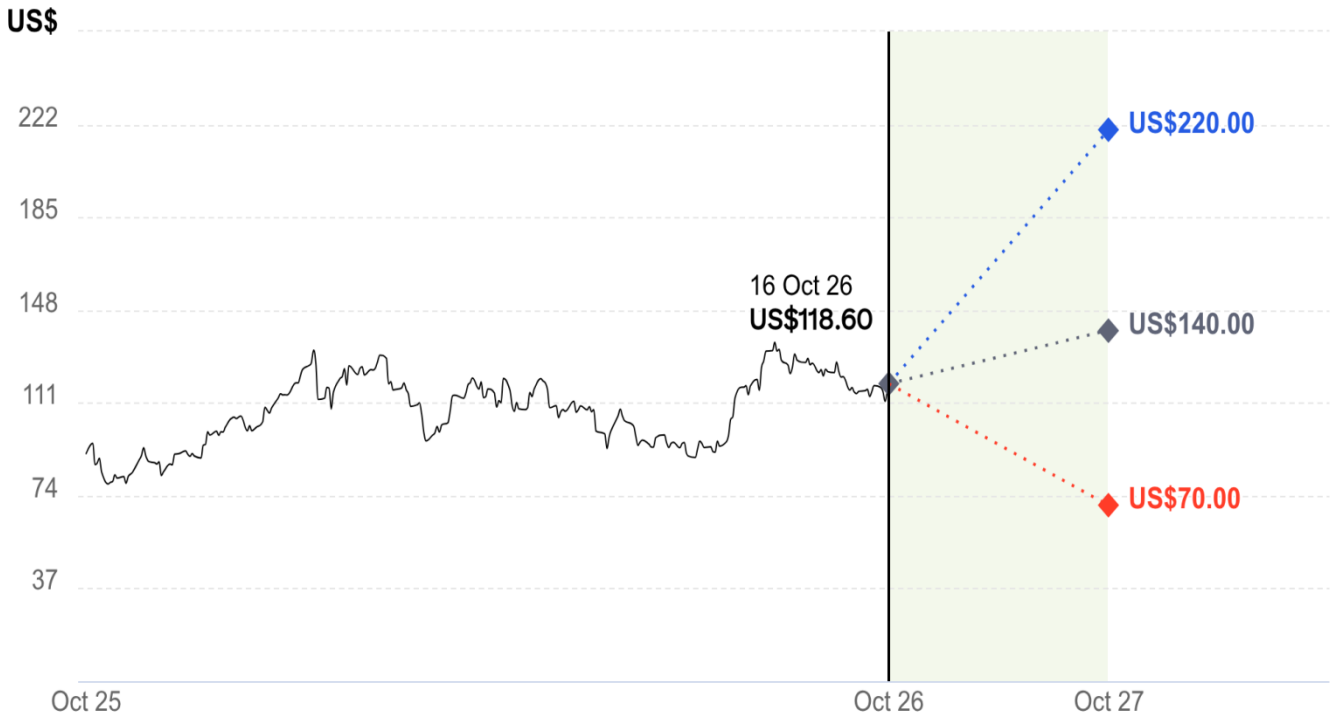
- 1.6x on $3,500/oz long-term gold price

BEAR Assumptions

- 1.6x on $2,500/oz long-term gold price

Bull/Bear: Newmont Corporation (NEM.N)

US$ 220.00 ▲85% Upside | US$ 140.00 ▲18% Upside | US$ 70.00 ▼41% Downside



Spread 126pp
Current Price and expected returns (upside/downside) as of 16 Oct 2026

BULL Assumptions

- 1.6x on $4,500/oz long-term gold price

BASE Assumptions

- 1.6x on $3,500/oz long-term gold price

BEAR Assumptions

- 1.6x on $2,500/oz long-term gold price

Agnico Eagle Mines Ltd

Investment strategy

We rate Agnico Eagle a Buy (1). Agnico is a top-notch company in our view, with high-quality assets and a strong operational track record. The company has demonstrated superior execution over the past decade. The acquisition of Kirkland Lake Gold added low-cost ounces in good jurisdictions. We currently see more upside than downside in the stock.

Valuation

Our $200/sh target price is based on a 1.6x P/NAV multiple reflecting higher spot gold prices on a long-term gold price assumption of $3,500/oz.

Risks

Key risks to our investment thesis include commodity exposure, political risk (although most of AEM's operations are in areas with low political risk and a history of mining), and operating risk.

Metal Pricing Volatility — Gold pricing is driven by a number of market factors including mining output, scrap availability, central bank sales, and US inflation rates. A significant decline in the price of gold due to any combination of these factors could reduce AEM's realized pricing and sales volumes. However, an increase in the gold price would be a benefit. AEM is also exposed to volatility in silver, copper, and zinc pricing.

Mining Operations — The company's mining operations are subject to variability in ore quality and structural issues that could decrease production volumes and increase unit costs.

If the impact from these risks turns out to be greater/less than estimated, the shares could fail to achieve/outperform our target price.

Barrick Mining Corp

Investment strategy

We rate Barrick Gold Neutral (2). Positive factors include multiple Tier 1 gold mines, relatively low cost operations with significant FCF generation at current prices, exposure to copper and a strong balance sheet. Negative factors include geopolitical risk, recent operating challenges and a general difficulty in growing production from such a large existing base. On balance, we see equal upside and downside at current levels.

Valuation

Our $45 target price for Barrick Mining Corp. is based on a 1.3x P/NAV multiple on our NAV using $3,500/oz long-term gold and ~5% WACC.

Risks

The keys risks to our investment thesis on B include commodity exposure, political risk (particularly with its Africa operations) & operating risk. If the

impact from the risks outlined turns out to be greater/less than estimated, the shares could fail to reach/exceed our target price.

Metals Pricing Volatility – Gold pricing is driven by a number of market factors, including mining output, scrap availability, central bank sales, and US inflation rates. A significant decline in the price of gold due to any combination of these factors could reduce B's realized pricing and sales volumes. However, an increase in the gold price would be a benefit. B is also exposed to volatility in copper and silver pricing.

Mining Operations – The company's mining operations are subject to variability in ore quality and structural issues which could potentially decrease production volumes and increase unit costs. However, better ore quality and structural efficiency would be a positive and constitutes an upside risk.

Projects – Barrick has projects in the pipeline that have execution risks. The process to bring a development project to production has many hurdles including project financing, permitting, regulatory compliance, staffing and construction. Any unexpected issues or delays could affect project delivery, increase project development and operating costs, and reduce the NPV of projects.

Newmont

Investment strategy

We rate Newmont Mining Buy (1). Positive factors include low operating costs, a stable balance sheet, management with a strong operating track record, potential upside from synergies at the Nevada JV, and optimization of NCM portfolio. Negative factors include some challenging legacy assets (earmarked for divestment), geopolitical risk, and challenges to grow production from such a large base. On balance we see more upside than downside at current levels.

Valuation

Our rounded A$200/sh target price for the Newmont CDI is based on our US TP for Newmont (based on P/NAV) converted on spot FX of 0.70. We assume a WACC of ~5.0% and a LT gold price of $3,500/oz.

Risks

The keys risks to our investment thesis and valuation on NEM include commodity exposure, political risk (particularly with its Africa operations), and operating risk. If the impact from the risks outlined turns out to be greater/less than estimated, the shares could fail to reach/exceed our target price.
Metals Pricing Volatility – Gold pricing is driven by a number of market factors including mining output, scrap availability, central bank sales, and US inflation rates. A significant decline in the price of gold due to any combination of these factors could reduce NEM's realized pricing and sales volumes. However, an increase in the gold price would be a benefit. NEM is also exposed to volatility in copper and silver pricing.
Mining Operations – The company's mining operations are subject to

variability in ore quality and structural issues, which could potentially decrease production volumes and increase unit costs. However, better ore quality and structural efficiency would be a positive and constitutes an upside risk.

Projects – Newmont has projects in the pipeline that have execution risks. The process to bring a development project to production has many hurdles including project financing, permitting, regulatory compliance, staffing, and construction. Any unexpected issues or delays could affect project delivery, increase project development and operating costs, and reduce the NPV of projects.

Newmont Corporation

Investment strategy

We rate Newmont Mining Buy (1). Positive factors include low operating costs, a stable balance sheet, management with a strong operating track record, potential upside from synergies at the Nevada JV, and optimization of NCM portfolio. Negative factors include some challenging legacy assets (earmarked for divestment), geopolitical risk, and challenges to grow production from such a large base. On balance we see more upside than downside at current levels.

Valuation

Our $140/sh target price for Newmont Mining is based on a 1.6x P/NAV multiple. We assume a WACC of ~5.0% and a LT gold price of $3,500/oz.

Risks

The keys risks to our investment thesis and valuation on NEM include commodity exposure, political risk (particularly with its Africa operations), and operating risk. If the impact from the risks outlined turns out to be greater/less than estimated, the shares could fail to reach/exceed our target price.

Metals Pricing Volatility – Gold pricing is driven by a number of market factors including mining output, scrap availability, central bank sales, and US inflation rates. A significant decline in the price of gold due to any combination of these factors could reduce NEM's realized pricing and sales volumes. However, an increase in the gold price would be a benefit. NEM is also exposed to volatility in copper and silver pricing.

Mining Operations – The company's mining operations are subject to variability in ore quality and structural issues, which could potentially decrease production volumes and increase unit costs. Howev
quality and structural efficiency would be a positive and cons
upside risk.

Projects – Newmont has projects in the pipeline that have exe
process to bring a development project to production has ma
including project financing, permitting, regulatory complianc
construction. Any unexpected issues or delays could affect pr
increase project development and operating costs, and reduc



projects.

Synergies from Newcrest merger – If synergies from the Newcrest merger turn out to be more or less favorable than we expect, the shares could perform better or worse than we expect.