NEWMONT MINING CORP /DE/
Form 10-Q
April 24, 2015
Table of Contents

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D. C. 20549

Form 10-Q

(Mark One)

x QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the Quarterly Period Ended March 31, 2015

or

¨ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the transition period from to

Commission File Number: 001-31240

NEWMONT MINING CORPORATION

(Exact name of registrant as specified in its charter)

Delaware	84-1611629
(State or Other Jurisdiction of Incorporation or Organization)	(I.R.S. Employer Identification No.)

6363 South Fiddler's Green Circle	
Greenwood Village, Colorado	80111
(Address of Principal Executive Offices)	(Zip Code)

Registrant's telephone number, including area code (303) 863-7414

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. x Yes ¨ No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). x Yes ¨ No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12-b2 of the Exchange Act.

Large accelerated filer	x		Accelerated filer	¨
Non-accelerated filer	¨	(Do not check if a smaller reporting company.)	Smaller reporting company	¨

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12-b2 of the Exchange Act). ¨ Yes x No

There were 499,846,772 shares of common stock outstanding on April 15, 2015.

Table of Contents

TABLE OF CONTENTS

Table of Contents

PART I—FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS.
NEWMONT MINING CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(unaudited, in millions except per share)

	Three Months Ended March 31, 2015	2014
Sales (Note 3)	$1,972	$1,764
Costs and expenses		
Costs applicable to sales [(1)] (Note 3)	1,019	1,083
Depreciation and amortization	289	298
Reclamation and remediation (Note 4)	23	20
Exploration	33	34
Advanced projects, research and development	28	42
General and administrative	44	45
Other expense, net (Note 5)	39	52
	1,475	1,574
Other income (expense)		
Other income, net (Note 6)	11	46
Interest expense, net	(85)	(93)
	(74)	(47)
Income (loss) before income and mining tax and other items	423	143
Income and mining tax benefit (expense) (Note 7)	(193)	(78)
Equity income (loss) of affiliates	(9)	-
Income (loss) from continuing operations	221	65
Income (loss) from discontinued operations (Note 8)	8	(17)
Net income (loss)	229	48
Net loss (income) attributable to noncontrolling interests (Note 9)	(46)	52
Net income (loss) attributable to Newmont stockholders	$183	$100
Net income (loss) attributable to Newmont stockholders:		
Continuing operations	$175	$117
Discontinued operations	8	(17)
	$183	$100
Income (loss) per common share (Note 10)		
Basic:		
Continuing operations	$0.35	$0.23
Discontinued operations	0.02	(0.03)
	$0.37	$0.20

Diluted:		
Continuing operations	$0.35	$0.23
Discontinued operations	0.02	(0.03)
	$0.37	$0.20
Cash dividends declared per common share	$0.025	$0.150

(1) Excludes Depreciation and amortization and Reclamation and remediation.
The accompanying notes are an integral part of the condensed consolidated financial statements.

1

Table of Contents

NEWMONT MINING CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(unaudited, in millions)

	Three Months Ended March 31,	
	2015	2014
Net income (loss)	$229	$48
Other comprehensive income (loss):		
Unrealized gain (loss) on marketable securities, net of $nil and $(1) tax benefit (expense), respectively	1	(31)
Foreign currency translation adjustments	(10)	(5)
Change in pension and other post-retirement benefits, net of $(2) and $(1) tax benefit (expense), respectively	5	2
Change in fair value of cash flow hedge instruments, net of $4 and $4, tax benefit (expense), respectively		
Net change from periodic revaluations	(22)	9
Net amount reclassified to income	12	-
Net unrecognized gain (loss) on derivatives	(10)	9
Other comprehensive income (loss)	(14)	(25)
Comprehensive income (loss)	$215	$23
Comprehensive income (loss) attributable to:		
Newmont stockholders	$169	$77
Noncontrolling interests	46	(54)
	$215	$23

The accompanying notes are an integral part of the condensed consolidated financial statements.

Table of Contents

NEWMONT MINING CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited, in millions)

	Three Months Ended March 31, 2015	2014
Operating activities:		
Net income	$229	$48
Adjustments:		
Depreciation and amortization	289	298
Stock based compensation and other non-cash benefits	20	13
Reclamation and remediation	23	20
Loss (income) from discontinued operations	(8)	17
Impairment of investments	57	1
Deferred income taxes	61	35
Gain on asset and investment sales, net	(44)	(50)
Other operating adjustments and write-downs	74	151
Net change in operating assets and liabilities (Note 23)	(73)	(350)
Net cash provided from continuing operations	628	183
Net cash used in discontinued operations	(3)	(3)
Net cash provided from operations	625	180
Investing activities:		
Additions to property, plant and mine development	(284)	(235)
Acquisitions, net	-	(28)
Sales of investments	29	25
Purchases of investments	-	(1)
Proceeds from sale of other assets	44	70
Other	(3)	(9)
Net cash used in investing activities	(214)	(178)
Financing activities:		
Proceeds from debt, net	-	3
Repayment of debt	(205)	-
Sale of noncontrolling interests	37	-
Funding from noncontrolling interests	47	-
Acquisition of noncontrolling interests	(3)	(2)
Dividends paid to noncontrolling interests	(3)	-
Dividends paid to common stockholders	(12)	(77)
Restricted cash and other	(57)	(4)
Net cash used in financing activities	(196)	(80)
Effect of exchange rate changes on cash	(20)	(2)
Net change in cash and cash equivalents	195	(80)
Cash and cash equivalents at beginning of period	2,403	1,555
Cash and cash equivalents at end of period	$2,598	$1,475

The accompanying notes are an integral part of the condensed consolidated financial statements.

Table of Contents

NEWMONT MINING CORPORATION

CONDENSED CONSOLIDATED BALANCE SHEETS

(unaudited, in millions)

	At March 31, 2015	At December 31, 2014
ASSETS		
Cash and cash equivalents	$2,598	$ 2,403
Trade receivables	237	186
Other accounts receivables	179	290
Investments (Note 15)	39	73
Inventories (Note 16)	684	700
Stockpiles and ore on leach pads (Note 17)	753	666
Deferred income tax assets	223	240
Other current assets (Note 18)	1,438	881
Current assets	6,151	5,439
Property, plant and mine development, net	13,612	13,650
Investments (Note 15)	272	334
Stockpiles and ore on leach pads (Note 17)	2,805	2,820
Deferred income tax assets	1,828	1,790
Other long-term assets (Note 18)	934	883
Total assets	$25,602	$ 24,916
LIABILITIES		
Debt (Note 19)	$231	$ 166
Accounts payable	376	406
Employee-related benefits	208	307
Income and mining taxes	164	74
Other current liabilities (Note 20)	1,855	1,245
Current liabilities	2,834	2,198
Debt (Note 19)	6,221	6,480
Reclamation and remediation liabilities (Note 4)	1,617	1,606
Deferred income tax liabilities	707	656
Employee-related benefits	498	492
Other long-term liabilities (Note 20)	362	395
Total liabilities	12,239	11,827
Commitments and contingencies (Note 25)		
EQUITY		
Common stock	800	798
Additional paid-in capital	8,741	8,712
Accumulated other comprehensive income (loss)	(492)	(478)
Retained earnings	1,413	1,242

Newmont stockholders' equity	10,462	10,274
Noncontrolling interests	2,901	2,815
Total equity	13,363	13,089
Total liabilities and equity	$25,602	$ 24,916

The accompanying notes are an integral part of the condensed consolidated financial statements.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 1 BASIS OF PRESENTATION

The interim Condensed Consolidated Financial Statements (“interim statements”) of Newmont Mining Corporation and its subsidiaries (collectively, “Newmont” or the “Company”) are unaudited. In the opinion of management, all adjustments and disclosures necessary for a fair presentation of these interim statements have been included. The results reported in these interim statements are not necessarily indicative of the results that may be reported for the entire year. These interim statements should be read in conjunction with Newmont’s Consolidated Financial Statements for the year ended December 31, 2014 filed on February 20, 2015 on Form 10-K. The year-end balance sheet data was derived from the audited financial statements and, in accordance with the instructions to Form 10-Q, certain information and footnote disclosures required by United States generally accepted accounting principles (“GAAP”) have been condensed or omitted. References to “A$” refer to Australian currency and “NZ$” to New Zealand currency.

Certain amounts in prior years have been reclassified to conform to the 2015 presentation. Reclassifications are related to a change to our Indonesia and Australia/New Zealand geographic regions (see Note 3). Other reclassified amounts were not material to the financial statements.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Risks and Uncertainties

As a global mining company, our revenue, profitability and future rate of growth are substantially dependent on prevailing prices for gold, copper and, to a lesser extent, silver. Historically, the commodity markets have been very volatile, and there can be no assurance that commodity prices will not be subject to wide fluctuations in the future. A substantial or extended decline in commodity prices could have a material adverse effect on our financial position, results of operations, cash flows, access to capital and on the quantities of reserves that we can economically produce. The carrying value of our property, plant and mine development assets, inventories, stockpiles and ore on leach pads, and deferred tax assets are particularly sensitive to the outlook for commodity prices. A decline in our long term price outlook from current levels could result in material impairment charges related to these assets.

In September 2014, PT Newmont Nusa Tenggara (“PTNNT”) and the Government of Indonesia signed a Memorandum of Understanding (“MoU”) that resulted in PTNNT receiving a six-month permit to export copper concentrate that expired in mid-March 2015. On March 30, 2015, the Company received a six-month permit extension to export copper concentrate that expires in late September 2015. Effective with the signing of the MoU, PTNNT agreed to pay certain export duties and royalties. The MoU also outlines terms for the six main elements of the Contract of Work renegotiation, which will be incorporated into an amendment of the Contract of Work. The six areas are: concession area size; royalties, taxes and export duties; domestic processing and refining; ownership divestment; utilization of local manpower, domestic goods and services; and duration of the Contract of Work. Negotiations between PTNNT and the Government of Indonesia to amend the Contract of Work remain on-going. No assurances can be made at this time with respect to the outcome of such negotiations and expiration of the export permit without its renewal may negatively impact future operations and financial results at Batu Hijau. As a result of the on-going Contract of Work renegotiations at Batu Hijau, we have evaluated, and will continue to evaluate, the need for asset impairments, inventory write-downs, tax valuation allowances and other applicable accounting charges due to the status of the mine. The total assets at Batu Hijau as of March 31, 2015 and December 31, 2014 were $3,256 and $3,107, respectively.

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Recently Adopted Accounting Pronouncements

Stock-based compensation

In June 2014, the Financial Accounting Services Board (“FASB”) issued Accounting Standards Update (“ASU”) guidance to resolve the diversity of practice relating to the accounting for stock-based performance awards that the performance target could be achieved after the employee completes the required service period. The update is effective prospectively or retrospectively beginning

January 1, 2015. Adoption of the new guidance, effective for the fiscal year beginning January 1, 2015, had no impact on the consolidated financial position, results of operations or cash flows.

Recently Issued Accounting Pronouncements

Debt issuance costs

In April 2015, ASU guidance was issued related to debt issuance costs. This update simplifies the presentation of debt issuance costs by requiring debt issuance costs to be presented as a deduction from the corresponding debt liability. The update is effective in fiscal years, including interim periods, beginning after December 15, 2015, and early adoption is permitted. The Company is currently evaluating this guidance and the impact it will have on the consolidated financial position, results of operations or cash flows.

Consolidations

In February 2015, ASU guidance was issued related to consolidations. This update makes some targeted changes to current consolidation guidance and impacts both the voting and the variable interest consolidation models. In particular, the update will change how companies determine whether limited partnerships or similar entities are variable interest entities. The update is effective in fiscal years, including interim periods, beginning after December 15, 2016, and early adoption is permitted. We currently consolidate certain variable interest entities and we do not expect the updated guidance to have an impact on the consolidated financial position, results of operations or cash flows.

Revenue Recognition

In May 2014, ASU guidance was issued related to revenue from contracts with customers. The new standard provides a five-step approach to be applied to all contracts with customers and also requires expanded disclosures about revenue recognition. The ASU is effective for annual reporting periods beginning after December 15, 2016, including interim periods and is to be retrospectively applied. Early adoption is not permitted. The Company is currently evaluating this guidance and the impact it will have on the consolidated financial position, results of operations or cash flows.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 3 SEGMENT INFORMATION

The Company's reportable segments are based upon the Company's management structure that is focused on the geographic region for the Company's operations. In the first quarter of 2015, the Australia/New Zealand and Indonesia geographic regions were combined into one Asia Pacific geographic region. Geographic regions include North America, South America, Asia Pacific, Africa, and Corporate and Other.

	Sales	Costs Applicable to Sales	Depreciation and Amortization	Advanced Projects and Exploration	Pre-Tax Income (Loss)	Capital Expenditures (1)
Three Months Ended March 31, 2015						
Carlin	$ 276	$ 178	$ 45	$ 3	$ 47	$ 57
Phoenix:						
Gold	61	41	10			
Copper	34	25	6			
Total Phoenix	95	66	16	1	8	7
Twin Creeks	149	59	13	2	74	19
Other North America	-	-	-	5	(1)	6
North America	520	303	74	11	128	89
Yanacocha	301	114	71	5	94	15
Other South America	-	-	3	10	(13)	-
South America	301	114	74	15	81	15
Boddington:						
Gold	239	157	30			
Copper	47	39	7			
Total Boddington	286	196	37	1	58	11
Tanami	120	57	19	1	45	16
Waihi	50	19	5	1	25	6
Kalgoorlie	74	60	5	-	11	7
Batu Hijau:						
Gold	114	50	9			
Copper	246	121	21			

Total Batu Hijau	360	171	30	1	135	20
Other Asia Pacific	-	-	4	1	(9)	-
Asia Pacific	890	503	100	5	265	60
Ahafo	121	55	15	6	44	21
Akyem	140	44	22	-	71	11
Other Africa	-	-	-	1	(3)	-
Africa	261	99	37	7	112	32
Corporate and Other	-	-	4	23	(163)	92
Consolidated	$1,972	$ 1,019	$ 289	$ 61	$ 423	$ 288

(1) Includes an increase in accrued capital expenditures of $4; consolidated capital expenditures on a cash basis were $284.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

	Sales	Costs Applicable to Sales	Depreciation and Amortization	Advanced Projects and Exploration	Pre-Tax Income (Loss)	Capital Expenditures [1]
Three Months Ended March 31, 2014						
Carlin	$293	$ 192	$ 35	$ 4	$ 61	$ 42
Phoenix:						
Gold	70	34	5			
Copper	32	26	3			
Total Phoenix	102	60	8	1	29	7
Twin Creeks	132	55	11	1	111	32
La Herradura [2]	31	16	8	4	3	6
Other North America	-	-	-	6	(9)	5
North America	558	323	62	16	195	92
Yanacocha	265	221	101	7	(87)	15
Other South America	-	-	-	8	(8)	7
South America	265	221	101	15	(95)	22
Boddington:						
Gold	220	142	25			
Copper	39	40	6			
Total Boddington	259	182	31	-	37	20
Tanami	105	55	17	1	28	20
Jundee [3]	82	42	17	1	21	7
Waihi	33	19	5	-	7	3
Kalgoorlie	118	77	6	1	33	1
Batu Hijau:						
Gold	8	8	2			
Copper	42	57	13			
Total Batu Hijau	50	65	15	1	(51)	15
Other Asia Pacific	-	-	4	1	(12)	1
Asia Pacific	647	440	95	5	63	67
Ahafo	141	61	16	9	44	22

Akyem	153	38	21	-	88	-
Other Africa	-	-	-	2	(3)	-
Africa	294	99	37	11	129	22
Corporate and Other	-	-	3	29	(149)	6
Consolidated	$1,764	$ 1,083	$ 298	$ 76	$ 143	$ 209

(1) Includes a decrease in accrued capital expenditures of $26; consolidated capital expenditures on a cash basis were $235.
(2) On October 6, 2014, the Company sold its 44% interest in La Herradura.
(3) The Jundee mine was sold July 1, 2014.

NOTE 4 RECLAMATION AND REMEDIATION

The Company's Reclamation and remediation expense consisted of:

	Three Months Ended March 31,	
	2015	2014
Reclamation and remediation	$1	$ -
Accretion - operating	18	18
Accretion - non-operating	4	2
	$23	$ 20

8

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

The following is a reconciliation of Reclamation and remediation liabilities:

	Three Months Ended March 31,	
	2015	2014
Balance at beginning of period	$1,689	$1,611
Additions, changes in estimates and other	(3)	(8)
Liabilities settled	(24)	(8)
Accretion expense	22	20
Balance at end of period	$1,684	$1,615

At March 31, 2015 and December 31, 2014, $1,512 and $1,497, respectively, were accrued for reclamation obligations relating to operating properties. In addition, the Company is involved in several matters concerning environmental obligations associated with former, primarily historic, mining activities (non-operating). Generally, these matters concern developing and implementing remediation plans at the various sites involved. At March 31, 2015 and December 31, 2014, $172 and $192, respectively, were accrued for such obligations. These amounts are also included in Reclamation and remediation liabilities.

The current portion of Reclamation and remediation liabilities of $67 and $83 at March 31, 2015 and December 31, 2014, respectively, are included in Other current liabilities.

NOTE 5 OTHER EXPENSE, NET

	Three Months Ended March 31,	
	2015	2014
Regional administration	$14	$15
Community development	8	11
Restructuring and other	5	7
Western Australia power plant	2	6
Other	10	13

	$39	$ 52

NOTE 6 OTHER INCOME, NET

	Three Months Ended March 31,	
	2015	2014
Gain (loss) on asset sales, net	$44	$46
Foreign currency exchange, net	12	$(14)
Refinery Income, net	8	4
Derivative ineffectiveness, net	1	-
Gain on sale of investments, net	-	4
Impairment of marketable securities	(57)	(1)
Other	3	7
	$11	$46

9

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 7 INCOME AND MINING TAXES

The Company's income and mining tax expense differed from the amounts computed by applying the United States statutory corporate income tax rate for the following reasons:

	Three Months Ended March 31,			
	2015		2014	
Income (loss) before income and mining tax and other items		$423		$143
Tax at statutory rate	35%	$148	35%	$50
Reconciling items:				
Percentage depletion	(3)%	(15)	(8)%	(11)
Change in valuation allowance on deferred tax assets	10%	44	9 %	13
Mining and other taxes	2 %	8	6 %	8
Disallowed loss on Midas Sale	-	-	9 %	13
Effect of foreign earnings, net of credits	1 %	3	2 %	2
Other	1 %	5	2 %	3
Income and mining tax expense (benefit)	46%	$193	55%	$78

A valuation allowance is provided for those deferred tax assets for which it is more likely than not that the related benefits will not be realized. In determining the amount of the valuation allowance, each quarter, the Company considers future reversals of existing taxable temporary differences, estimated future taxable income, taxable income in prior carryback year(s), as well as feasible tax planning strategies in each jurisdiction to determine if the deferred tax assets are realizable. If it is determined that the Company will not realize all or a portion of its deferred tax assets, it will place or increase a valuation allowance. Conversely, if determined that it will ultimately be able to realize all or a portion of the related benefits for which a valuation allowance has been provided, all or a portion of the related valuation allowance will be reduced. There are a number of risk factors that could impact the Company's ability to realize the deferred tax assets.

The Company operates in numerous countries around the world and accordingly it is subject to, and pays annual income taxes under the various income tax regimes in the countries in which it operates. Some of these tax regimes are defined by contractual agreements with the local government, and others are defined by the general corporate income tax laws of the country. The Company has historically filed, and continues to file, all required income tax returns and pay the income taxes determined to be due. The tax rules and regulations in many countries are highly complex and subject to interpretation. From time to time the Company is subject to a review of its historic income tax filings and in connection with such reviews, disputes can arise with the taxing authorities over the interpretation or application of certain rules to the Company's business conducted within the country involved.

At March 31, 2015, the Company's total unrecognized tax benefit was $398 for uncertain income tax positions taken or expected to be taken on income tax returns. Of this, $80 represents the amount of unrecognized tax benefits that, if recognized, would affect the Company's effective income tax rate.

As a result of the statute of limitations that expire in the next 12 months in various jurisdictions, and possible settlements of audit-related issues with taxing authorities in various jurisdictions, with respect to which none of the issues are individually significant, the Company believes that it is reasonably possible that the total amount of its net unrecognized income tax benefits will decrease by approximately $50 to $55 in the next 12 months.

NOTE 8 DISCONTINUED OPERATIONS

Discontinued operations includes a retained royalty obligation ("Holt") from Holloway Mining Company. Holloway Mining Company, which owned the Holt-McDermott property, was sold to St. Andrew Goldfields Ltd. ("St. Andrew") in 2006. The Company records adjustments based on short and long-term gold prices, discount rate assumptions and resource estimates published by St. Andrew.

During the first quarter of 2015, the Company recorded a benefit of $8, net of tax expense of $4. During the first quarter of 2014, the Company recorded a charge of $17, net of tax benefit of $8.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

Net operating cash used in discontinued operations of $3 and $3 in the first quarter of 2015 and 2014 respectively relates to payments on the Holt property royalty.

NOTE 9 NET INCOME (LOSS) ATTRIBUTABLE TO NONCONTROLLING INTERESTS

	Three Months Ended March 31,	
	2015	2014
Minera Yanacocha	$5	$(29)
Batu Hijau	45	(23)
TMAC	(6)	(1)
Other	2	1
	$46	$(52)

Newmont has a 51.35% ownership interest in Minera Yanacocha S.R.L. ("Yanacocha"), with the remaining interests held by Compañia de Minas Buenaventura, S.A.A. (43.65%) and the International Finance Corporation (5%). Newmont consolidates Yanacocha due to a majority voting interest.

Newmont has a 48.5% effective economic interest in PT Newmont Nusa Tenggara ("PTNNT") with remaining interests held by an affiliate of Sumitomo Corporation of Japan and various Indonesian entities. PTNNT operates the Batu Hijau copper and gold mine in Indonesia.

Newmont's economic ownership interest in TMAC was reduced from 44.69% to 37.79% in January 2015 due to TMAC's private placement to raise funds. The remaining interests are held by TMAC management and various outside investors.

Newmont consolidates PTNNT and TMAC in its condensed consolidated financial statements as both are primary beneficiaries in variable interest entities ("VIEs").

The following summarizes the assets and liabilities, inclusive of deferred tax assets and deferred tax liabilities, of our consolidated VIEs (including noncontrolling interests).

At March 31, 2015	At December 31, 2014

	Total Assets	Total Liabilities	Total Assets	Total Liabilities
TMAC	$59	$ 16	$38	$ 17
Batu Hijau	$3,294	$ 1,213	$3,150	$ 1,155

11

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 10 INCOME (LOSS) PER COMMON SHARE

Basic income per common share is computed by dividing income available to Newmont common stockholders by the weighted average number of common shares outstanding during the period. Diluted income per common share is computed similarly except that weighted average common shares is increased to reflect all dilutive instruments.

	Three Months Ended March 31,	
	2015	2014
Net income (loss) attributable to Newmont stockholders		
Continuing operations	$175	$117
Discontinued operations	8	(17)
	$183	$100
Weighted average common shares (millions):		
Basic	499	498
Effect of employee stock-based awards	1	1
Diluted	500	499
Income (loss) per common share		
Basic:		
Continuing operations	$0.35	$0.23
Discontinued operations	0.02	(0.03)
	$0.37	$0.20
Diluted:		
Continuing operations	$0.35	$0.23
Discontinued operations	0.02	(0.03)
	$0.37	$0.20

Options to purchase 3 million shares of common stock at average exercise price of $48 were outstanding at March 31, 2015 and 2014, but were not included in the computation of diluted weighted average common shares because their exercise prices exceeded the average price of the Company’s common stock for the respective periods presented.

Newmont is required to settle the principal amount of its 2017 Convertible Senior Note in cash and may elect to settle the remaining conversion premium (average share price in excess of the conversion price), if any, in cash, shares or a combination thereof. The effect of contingently convertible instruments on diluted earnings per share is calculated under the net share settlement method. The conversion price exceeded the Company's share price for the periods presented, therefore no additional shares were included in the computation of diluted weighted average common shares.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 11 EMPLOYEE PENSION AND OTHER BENEFIT PLANS

	Three Months Ended March 31, 2015	2014
Pension benefit costs, net		
Service cost	$8	$6
Interest cost	11	10
Expected return on plan assets	(15)	(13)
Amortization, net	7	3
	$11	$6

	Three Months Ended March 31, 2015	2014
Other benefit costs, net		
Service cost	$1	$1
Interest cost	2	2
	$3	$3

NOTE 12 STOCK-BASED COMPENSATION

	Three Months Ended March 31, 2015	2014
Stock options	$-	$ 1
Restricted stock units	8	7
Performance leveraged stock units	10	3
Strategic performance units	2	3
	$20	$ 14

NOTE 13 FAIR VALUE ACCOUNTING

The following table sets forth the Company's assets and liabilities measured at fair value on a recurring basis (at least annually) by level within the fair value hierarchy. As required by accounting guidance, assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

	Fair Value at March 31, 2015			
	Total	Level 1	Level 2	Level 3
Assets:				
Cash equivalents	$1,314	$1,314	$-	$-
Marketable equity securities:				
Extractive industries	140	140	-	-
Other	17	17	-	-
Marketable debt securities:				
Asset backed commercial paper	21	-	-	21
Auction rate securities	7	-	-	7
Trade receivable from provisional copper and gold concentrate sales, net	219	219	-	-
	$1,718	$1,690	$-	$28
Liabilities:				
Derivative instruments, net:				
Foreign exchange forward contracts	$99	$-	$99	$-
Diesel forward contracts	33	-	33	-
Boddington contingent consideration	10	-	-	10
Holt property royalty	164	-	-	164
	$306	$-	$132	$174

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

The fair values of the derivative instruments in the table above are presented on a net basis. The gross amounts related to the fair value of the derivatives instruments above are included in the Derivatives Instruments Note. All other fair value disclosures in the above table are presented on a gross basis.

In addition to the financial instruments listed in the table above, we hold other financial instruments including receivables, accounts payable and debt. The carrying amounts for receivables and accounts payable approximated their fair value. The estimated fair value of our outstanding debt, exclusive of capital leases, was $6,437 at March 31, 2015 and the outstanding carrying value was $6,452 at March 31, 2015. The estimated fair values of our outstanding debt were determined based on quoted prices for similar instruments in active markets (Level 2).

The following table sets forth a summary of the quantitative and qualitative information related to the unobservable inputs used in the calculation of the Company's Level 3 financial assets and liabilities at March 31, 2015:

Description	At March 31, 2015	Valuation technique	Unobservable input	Range/Weighted average	
Auction Rate Securities	$ 7	Discounted cash flow	Weighted average recoverability rate	85	%
Asset Backed Commercial Paper	21	Discounted cash flow	Recoverability rate	90	%
Boddington Contingent Consideration	10	Monte Carlo	Discount rate	4	%
			Long-term gold price	$ 1,300	
			Long-term copper price	$ 3.00	
Holt property royalty	164	Monte Carlo	Weighted average discount rate	4	%
			Long-term gold price	$ 1,300	

The following table sets forth a summary of changes in the fair value of the Company's Level 3 financial assets and liabilities at March 31, 2015:

	Auction Rate	Asset Backed	Total Assets	Boddington Contingent	Holt Property	Total Liabilities

	Securities	Commercial Paper		Royalty	Royalty	
Balance at beginning of period	$ 6	$ 24	$ 30	$ 10	$ 179	$ 189
Settlements	-	-	-	-	(3)	(3)
Revaluation	1	(3)	(2)	-	(12)	(12)
Balance at end of period	$ 7	$ 21	$ 28	$ 10	$ 164	$ 174

At March 31, 2015, assets and liabilities classified within Level 3 of the fair value hierarchy represent 2% and 57%, respectively, of total assets and liabilities measured at fair value.

NOTE 14 DERIVATIVE INSTRUMENTS

The Company's strategy is to provide shareholders with leverage to changes in gold and copper prices by selling its production at spot market prices. Consequently, the Company does not hedge its gold and copper sales. The Company continues to manage certain risks associated with commodity input costs, interest rates and foreign currencies using the derivative market. All of the derivative instruments described below were transacted for risk management purposes and qualify as cash flow hedges.

Cash Flow Hedges

The foreign currency and diesel contracts are designated as cash flow hedges, and as such, the effective portion of unrealized changes in market value have been recorded in Accumulated other comprehensive income (loss) and are reclassified to income during the period in which the hedged transaction affects earnings. Gains and losses from hedge ineffectiveness are recognized in current earnings.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

Foreign Currency Contracts

Newmont had the following foreign currency derivative contracts outstanding at March 31, 2015:

	Expected Maturity Date				
	2015	2016	2017	2018	Total/Average
A$ Operating Fixed Forward Contracts:					
A$ notional (millions)	197	158	105	6	466
Average rate ($/A$)	0.97	0.95	0.93	0.92	0.96
Expected hedge ratio	21 %	12 %	8 %	4 %	
NZ$ Operating Fixed Forward Contracts:					
NZ$ notional (millions)	38	12	-	-	50
Average rate ($/NZ$)	0.80	0.80	-	-	0.80
Expected hedge ratio	41 %	15 %	-	-	

Diesel Fixed Forward Contracts

Newmont had the following diesel derivative contracts outstanding at March 31, 2015:

	Expected Maturity Date			
	2015	2016	2017	Total/Average
Diesel Fixed Forward Contracts:				
Diesel gallons (millions)	17	15	4	36
Average rate ($/gallon)	2.71	2.62	2.69	2.67
Expected Nevada hedge ratio	58 %	36 %	12 %	

Derivative Instrument Fair Values

Newmont had the following derivative instruments designated as hedges at March 31, 2015 and December 31, 2014:

	Fair Values of Derivative Instruments At March 31, 2015			
	Other Current Assets	Other Long-Term Assets	Other Current Liabilities	Other Long-Term Liabilities
Foreign currency exchange contracts:				

A$ operating fixed forwards	$-	$ -	$ 52	$ 44
NZ$ operating fixed forwards	-	-	3	-
Diesel fixed forwards	-	-	23	10
Total derivative instruments (Notes 18 and 20)	$-	$ -	$ 78	$ 54

	Fair Values of Derivative Instruments At December 31, 2014			
	Other Current Assets	Other Long-Term Assets	Other Current Liabilities	Other Long-Term Liabilities
Foreign currency exchange contracts:				
A$ operating fixed forwards	$-	$ -	$ 45	$ 40
NZ$ operating fixed forwards	-	-	2	1
Diesel fixed forwards	1	-	25	12
Total derivative instruments (Notes 18 and 20)	$1	$ -	$ 72	$ 53

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

The following tables show the location and amount of gains (losses) reported in the Company's Condensed Consolidated Financial Statements related to the Company's cash flow hedges.

	Foreign Currency Exchange Contracts		Diesel Fixed Forward Contracts		Forward Starting Swap Contracts	
For the three months ended March 31,	2015	2014	2015	2014	2015	2014
Cash flow hedging relationships:						
Gain (loss) recognized in other comprehensive income	$(27)	$ 34	$(5)	$ (2)	$ -	$ -
Gain (loss) reclassified from Accumulated other comprehensive income into income (effective portion) [(1)]	$(7)	$ 5	$(7)	$ -	$(5)	$ (5)
Gain (loss) reclassified from Accumulated other comprehensive income into income (ineffective portion) [(2)]	$ -	$ -	$ 1	$ -	$ -	$ -

(1) The gain (loss) recognized for the effective portion of cash flow hedges is included in Cost applicable to sales, Other Expense, net and Interest expense, net.

(2) The ineffective portion recognized for cash flow hedges in included in Other Income, net.

Based on fair values at March 31, 2015 the amount to be reclassified from Accumulated other comprehensive income (loss), net of tax to income for derivative instruments during the next 12 months is a loss of approximately $55.

Provisional Gold and Copper Sales

The Company's provisional gold and copper sales contain an embedded derivative that is required to be separated from the host contract for accounting purposes. The host contract is the receivable from the sale of the gold and copper concentrates at the prevailing indices' prices at the time of sale. The embedded derivative, which does not qualify for hedge accounting, is marked to market through earnings each period prior to final settlement.

At March 31, 2015, Newmont had gold and copper sales of 161,000 ounces and 157 million pounds priced at an average of $1,187 per ounce and $2.73 per pound, respectively, subject to final pricing over the next several months.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 15 INVESTMENTS

	At March 31, 2015			
	Cost/Equity Basis	Unrealized Gain	Unrealized Loss	Fair/Equity Basis
Current:				
Marketable Equity Securities:				
Gabriel Resources Ltd.	$ 31	$ -	$ (16)	$ 15
Other	24	4	(4)	24
	$ 55	$ 4	$ (20)	$ 39
Long-term:				
Marketable Debt Securities:				
Asset backed commercial paper	$ 20	$ 1	$ -	$ 21
Auction rate securities	8	-	(1)	7
	28	1	(1)	28
Marketable Equity Securities:				
Regis Resources Ltd.	97	-	-	97
Other	18	3	-	21
	115	3	-	118
Other investments, at cost	14	-	-	14
Investment in Affiliates:				
Euronimba Ltd.	3	-	-	3
Minera La Zanja S.R.L.	94	-	-	94
Novo Resources Corp.	15	-	-	15
	$ 269	$ 4	$ (1)	$ 272

	At December 31, 2014			
	Cost/Equity Basis	Unrealized Gain	Unrealized Loss	Fair/Equity Basis
Current:				
Marketable Equity Securities:				
Gabriel Resources Ltd.	$ 34	$ -	$ (17)	$ 17
Other	30	3	(2)	31
	64	3	(19)	48
Certificate of Deposit	25	-	-	25

	$ 89	$ 3	$ (19)	$ 73
Long-term:				
Marketable Debt Securities:				
Asset backed commercial paper	$ 22	$ 2	$ -	$ 24
Auction rate securities	8	-	(2)	6
	30	2	(2)	30
Marketable Equity Securities:				
Regis Resources Ltd.	153	-	-	153
Other	17	2	-	19
	170	2	-	172
Other investments, at cost	14	-	-	14
Investment in Affiliates:				
Euronimba Ltd.	2			2
Minera La Zanja S.R.L.	101	-	-	101
Novo Resources Corp.	15	-	-	15
	$ 332	$ 4	$ (2)	$ 334

In February 2015, the Company’s $25 Certificate of Deposit matured.

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

In March 2014, the Company sold its investment in Paladin Energy Ltd. for $25, resulting in a pre-tax gain of $4 recorded in Other income, net.

During the three months ended March 31, 2015, the Company recognized impairments for other-than-temporary declines in value of $57 for marketable securities primarily related to its holdings of Regis Resources Ltd. as a result of the continued decline in stock price.

The following tables present the gross unrealized losses and fair value of the Company's investments with unrealized losses that are not deemed to be other-than-temporarily impaired, aggregated by length of time that the individual securities have been in a continuous unrealized loss position:

	Less than 12 Months		12 Months or Greater		Total	
At March 31, 2015	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Marketable equity securities	$25	$ 20	$ -	$ -	$25	$ 20
Auction rate securities	-	-	7	1	7	1
	$25	$ 20	$ 7	$ 1	$32	$ 21

	Less than 12 Months		12 Months or Greater		Total	
At December 31, 2014	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Marketable equity securities	$33	$ 19	$ -	$ -	$33	$ 19
Auction rate securities	-	-	6	2	6	2
	$33	$ 19	$ 6	$ 2	$39	$ 21

While the fair value of the Company's investments in marketable equity securities and auction rate securities are below their respective cost, the Company views these declines as temporary. The Company has the ability and intends to hold its auction rate securities until maturity or such time that the market recovers.

NOTE 16 INVENTORIES

	At March 31, 2015	At December 31, 2014
In-process	$ 125	$ 127
Concentrate and copper cathode	88	110
Precious metals	16	12
Materials, supplies and other	455	451
	$ 684	$ 700

NOTE 17 STOCKPILES AND ORE ON LEACH PADS

	At March 31, 2015	At December 31, 2014
Current:		
Stockpiles	$536	$ 445
Ore on leach pads	217	221
	$753	$ 666
Long-term:		
Stockpiles	$2,555	$ 2,599
Ore on leach pads	250	221
	$2,805	$ 2,820

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

	At March 31, 2015	At December 31, 2014
Stockpiles and ore on leach pads:		
Carlin	$408	$ 399
Phoenix	103	103
Twin Creeks	283	285
Yanacocha	482	459
Boddington	391	390
Tanami	13	14
Waihi	3	2
Kalgoorlie	122	116
Batu Hijau	1,251	1,242
Ahafo	396	376
Akyem	106	100
	$3,558	$ 3,486

The Company recorded write-downs classified as components of Costs applicable to sales of $49 and $110 for the first quarter of 2015 and 2014 respectively. The Company recorded write-downs classified as components of Depreciation and amortization of $17 and $35 for the first quarter of 2015 and 2014 respectively. Write-downs are recorded to reduce the carrying value of stockpiles and ore on leach pads to net realizable value. Adjustments to net realizable value are a result of current and prior stripping costs, lower long-term metal prices and the associated historical and estimated future processing costs in relation to the Company’s long-term price assumptions.

Of the write-downs in first quarter 2015, $34 are related to Carlin, $3 to Twin Creeks, $8 to Yanacocha, and $21 to Boddington.

Of the write-downs in the first quarter 2014, $24 are related to Carlin, $2 to Twin Creeks, $54 to Yanacocha, $30 to Boddington, and $35 to Batu Hijau.

NOTE 18 OTHER ASSETS

	At March 31,	At December 31,

	2015	2014
Other current assets:		
Refinery metal inventory and receivable	$1,252	$ 606
Prepaid assets	91	147
Other refinery metal receivables	90	124
Derivative instruments	-	1
Other	5	3
	$1,438	$ 881
Other long-term assets:		
Income tax receivable	$222	$ 215
Restricted cash	182	127
Prepaid royalties	125	125
Intangible assets	107	109
Goodwill	105	105
Taxes other than income and mining	62	59
Debt issuance costs	56	58
Prepaid maintenance costs	28	30
Other	47	55
	$934	$ 883

19

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 19 DEBT

Scheduled minimum debt repayments are $160 for the remainder of 2015, $222 in 2016, $770 in 2017, $nil in 2018, $1,175 in 2019 and $4,200 thereafter. Scheduled minimum capital lease repayments are $1 in 2015, $2 each year from 2016 to 2019 and $6 thereafter.

On March 31, 2015, the Company made a payment of $200 on the Term Loan Facility, leaving the principal balance at $275 due in 2019.

On March 3, 2015 the Company’s $3,000 Corporate Revolving Credit Facility was amended to extend $2,725 of the facility to March 3, 2020. The remaining $275 matures on March 31, 2019. Fees and other debt issuance costs related to the extension of the facility were capitalized and will be amortized over the term of the facility. There are no borrowings outstanding under the facility at March 31, 2015.

NOTE 20 OTHER LIABILITIES

	At March 31, 2015	At December 31, 2014
Other current liabilities:		
Refinery metal payable and liabilities	$1,252	$ 606
Deferred income tax	132	132
Accrued operating costs	94	99
Interest	82	71
Derivative instruments	78	72
Reclamation and remediation liabilities	67	83
Accrued capital expenditures	62	59
Royalties	46	67
Taxes other than income and mining	19	21
Holt property royalty	13	12
Other	10	23
	$1,855	$ 1,245
Other long-term liabilities:		

Holt property royalty	$151	$ 167
Income and mining taxes	63	79
Derivative instruments	54	53
Power supply agreements	32	35
Social development obligations	29	29
Boddington contingent consideration	10	10
Other	23	22
	$362	$ 395

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 21 CHANGES IN EQUITY

	Three Months Ended March 31, 2015	2014
Common stock:		
At beginning of period	$798	$789
Redemptions of Exchangeable Shares	-	8
Stock-based awards	2	1
At end of period	800	798
Additional paid-in capital:		
At beginning of period	8,712	8,441
Redemption of Exchangeable Shares	-	(8)
Stock-based awards	17	25
Sale of noncontrolling interests	12	-
At end of period	8,741	8,458
Accumulated other comprehensive income (loss):		
At beginning of period	(478)	(182)
Other comprehensive income (loss)	(14)	(23)
At end of period	(492)	(205)
Retained earnings:		
At beginning of period	1,242	945
Net income (loss) attributable to Newmont stockholders	183	100
Dividends Paid	(12)	(77)
At end of period	1,413	968
Noncontrolling interests:		
At beginning of period	2,815	2,916
Net income (loss) attributable to noncontrolling interests	46	(52)
Dividends paid to noncontrolling interests	(3)	-
Sale of noncontrolling interests, net	43	-
Other comprehensive income	-	(2)
At end of period	2,901	2,862
Total equity	$13,363	$12,881

NOTE 22 RECLASSIFICATIONS OUT OF ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)

	Unrealized (loss) on marketable securities, net	Foreign currency translation adjustments	Pension and other post-retirement benefit adjustments	Changes in fair value of cash flow hedge instruments	Total
December 31, 2014	$ (142)	$ 127	$ (249)	$ (214)	$(478)
Change in other comprehensive income (loss) before reclassifications	(55)	(10)	-	(22)	(87)
Reclassifications from accumulated other comprehensive income (loss)	56	-	5	12	73
Net current-period other comprehensive income (loss)	1	(10)	5	(10)	(14)
March 31, 2015	$ (141)	$ 117	$ (244)	$ (224)	$(492)

21

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

Details about Accumulated Other Comprehensive Income (Loss) Components	Amount Reclassified from Accumulated Other Comprehensive Income (Loss)		Affected Line Item in the Condensed Consolidated Statement of Income
	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014	
Marketable securities adjustments:			
Sale of marketable securities	$ (1)	$ (4)	Other income, net
Impairment of marketable securities	57	1	Other income, net
Total before tax	56	(3)	
Tax benefit (expense)	-	1	
Net of tax	$ 56	$ (2)	
Pension liability adjustments:			
Amortization, net	$ 7	$ 3	(1)
Total before tax	7	3	
Tax benefit (expense)	(2)	(1)	
Net of tax	$ 5	$ 2	
Hedge instruments adjustments:			
Operating cash flow hedges	$ 14	$ (5)	Costs applicable to sales
Operating cash flow hedges	(1)	-	Other income, net
Forward starting swap hedges	5	5	Interest expense, net
Total before tax	18	-	
Tax benefit (expense)	(6)	-	
Net of tax	$ 12	$ -	
Total reclassifications for the period, net of tax	$ 73	$ -	

(1) This accumulated other comprehensive income (loss) component is included in General and administrative and costs that benefit the inventory/production process. Refer to Note 2 to the Consolidated Financial Statements for the

year ended December 31, 2014 filed February 20, 2015 on Form 10-K for information on costs that benefit the inventory/production process.

NOTE 23 NET CHANGE IN OPERATING ASSETS AND LIABILITIES

Net cash provided from operations attributable to the net change in operating assets and liabilities is composed of the following:

	Three Months Ended March 31,	
	2015	2014
Decrease (increase) in operating assets:		
Trade and other accounts receivables	$38	$(16)
Inventories, stockpiles and ore on leach pads	(60)	(182)
EGR refinery and other assets	(657)	(256)
Other assets	85	(50)
Increase (decrease) in operating liabilities:		
Accounts payable and other accrued liabilities	(112)	(94)
EGR refinery and other liabilities	657	256
Reclamation liabilities	(24)	(8)
	$(73)	$(350)

Table of Contents

NEWMONT MINING CORPORATION

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

(dollars in millions, except per share, per ounce and per pound amounts)

NOTE 24 CONDENSED CONSOLIDATING FINANCIAL STATEMENTS

The following Condensed Consolidating Financial Statements are presented to satisfy disclosure requirements of Rule 3-10(e) of Regulation S-X resulting from the inclusion of Newmont USA Limited ("Newmont USA"), a wholly-owned subsidiary of Newmont, as a co-registrant with Newmont on debt securities issued under a shelf registration statement on Form S-3 filed under the Securities Act of 1933 under which securities of Newmont (including debt securities guaranteed by Newmont USA) may be issued (the "Shelf Registration Statement"). In accordance with Rule 3-10(e) of Regulation S-X, Newmont USA, as the subsidiary guarantor, is 100% owned by Newmont, the guarantees are full and unconditional, and no other subsidiary of Newmont guaranteed any security issued under the Shelf Registration Statement. There are no restrictions on the ability of Newmont or Newmont USA to obtain funds from its subsidiaries by dividend or loan.

	Three Months Ended March 31, 2015				
Condensed Consolidating Statement of Operation	Newmont Mining Corporation	Newmont USA	Other Subsidiaries	Eliminations	Newmont Mining Corporation Consolidated
Sales	$-	$ 502	$ 1,470	$ -	$ 1,972
Costs and expenses					
Costs applicable to sales (1)	-	288	731	-	1,019
Depreciation and amortization	1	77	211	-	289
Reclamation and remediation	-	3			