



OSISKO DEVELOPMENT

**OSISKO DEVELOPMENT CORP.**

.....  
**Condensed Consolidated Financial Statements**

**For the three and six months ended  
June 30, 2023**

**Osisko Development Corp.**  
**Consolidated Statements of Financial Position**  
**As at June 30, 2023 and December 31, 2022**  
**(Unaudited)**

(Expressed in thousands of Canadian dollars)

	Notes	June 30, 2023 \$	December 31, 2022 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	86,904	105,944
Amounts receivable	5	5,223	11,046
Inventories	6	14,623	17,641
Other current assets		6,893	6,621
		<u>113,643</u>	<u>141,252</u>
<b>Non-current assets</b>			
Investments in associates	7	8,645	8,833
Other investments	7	25,787	33,819
Mining interests	8	596,499	580,479
Property, plant and equipment	9	115,570	111,696
Exploration and evaluation	10	63,155	55,126
Other assets	25	44,572	36,994
		<u>967,871</u>	<u>968,199</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	11	22,273	31,106
Lease liabilities		576	1,208
Contract liability	14	811	941
Current portion of long-term debt	12	12,833	4,663
Environmental rehabilitation provision	15	11,955	9,738
Deferred consideration and contingent payments	13	6,289	3,386
		<u>54,737</u>	<u>51,042</u>
<b>Non-current liabilities</b>			
Long term debt	12	6,942	12,256
Lease liabilities		753	962
Contract liability	14	60,905	54,252
Environmental rehabilitation provision	15	63,296	66,032
Warrant liability	16	21,838	16,395
Deferred Consideration and contingent payments	13	10,123	13,252
Deferred income taxes		22,112	23,574
		<u>240,706</u>	<u>237,765</u>
<b>Equity</b>			
Share capital	17	1,076,571	1,032,786
Warrants	17	11,859	1,573
Contributed surplus		15,362	12,857
Accumulated other comprehensive income		(12,304)	7,166
Deficit		(364,323)	(323,948)
		<u>727,165</u>	<u>730,434</u>
		<u>967,871</u>	<u>968,199</u>

Going concern (Note 1)

**APPROVED ON BEHALF OF THE BOARD**  
*(signed)* Sean Roosen, Director

*(signed)*, Charles Page, Director

**Osisko Development Corp.**  
**Consolidated Statements of Loss**  
**For the three and six months ended June 30, 2023 and 2022**  
**(Unaudited)**

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

	Notes	Three months ended		Six months ended	
		2023	June 30, 2022	2023	June 30, 2022
		\$	\$	\$	\$
<b>Revenues</b>		<b>10,847</b>	12,863	<b>14,299</b>	22,030
<b>Operating expenses</b>					
Cost of sales	19	<b>(11,407)</b>	(12,209)	<b>(15,814)</b>	(21,376)
Other operating costs	19	<b>(3,476)</b>	(20,602)	<b>(14,029)</b>	(35,848)
General and administrative	20	<b>(10,548)</b>	(9,934)	<b>(20,544)</b>	(17,739)
Exploration and evaluation, net of tax credits		<b>(233)</b>	(157)	<b>(1,040)</b>	(277)
<b>Operating loss</b>		<b>(14,817)</b>	(30,039)	<b>(37,128)</b>	(53,210)
Finance costs		<b>(5,562)</b>	(1,768)	<b>(6,846)</b>	(2,215)
Share of loss of associates		<b>(76)</b>	(141)	<b>(189)</b>	(472)
Change in fair value of warrant liability	16	<b>3,164</b>	19,381	<b>(6,010)</b>	19,381
Other income, net	21	<b>3,751</b>	12,588	<b>12,567</b>	14,174
<b>Income (loss) before income taxes</b>		<b>(13,540)</b>	21	<b>(37,606)</b>	(22,342)
Income tax recovery (expense)		<b>222</b>	(1,521)	<b>951</b>	(1,490)
<b>Net loss</b>		<b>(13,318)</b>	(1,500)	<b>(36,655)</b>	(23,832)
Basic and diluted loss per share					
Weighted average number of shares outstanding-basic and diluted	22	<b>(0.16)</b>	(0.03)	<b>(0.45)</b>	(0.46)

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

**Osisko Development Corp.**  
**Consolidated Statements of Comprehensive Loss**  
**For the three and six months ended June 30, 2023 and 2022**  
**(Unaudited)**

(Expressed in thousands of Canadian dollars)

	Three months ended		Six months ended	
	June 30,		June 30,	
	2023	2022	2023	2022
	\$	\$	\$	\$
<b>Net loss</b>	<b>(13,318)</b>	(1,500)	<b>(36,655)</b>	(23,832)
<b>Other comprehensive income (loss)</b>				
<i>Items that will not be reclassified to the consolidated statements of loss</i>				
Changes in fair value of financial assets at fair value through comprehensive income (loss)	<b>(2,817)</b>	(1,513)	<b>(7,061)</b>	(1,874)
Income tax effect	-	12	-	33
Share of other comprehensive loss of associates	-	(294)	-	(294)
<i>Items that may be reclassified to the consolidated statements of loss</i>				
Currency translation adjustments	<b>(7,162)</b>	2,860	<b>(12,425)</b>	3,244
<b>Other comprehensive income (loss)</b>	<b>(9,979)</b>	1,065	<b>(19,486)</b>	1,109
<b>Comprehensive loss</b>	<b>(23,297)</b>	(435)	<b>(56,141)</b>	(22,723)

The notes are an integral part of these condensed consolidated financial statements

**Osisko Development Corp.**  
**Consolidated Statements of Cash Flows**  
**For the three and six months ended June 30, 2023 and 2022**  
**(Unaudited)**

(Expressed in thousands of Canadian dollars)

	Notes	Three months ended		Six months ended	
		2023	June 30, 2022	2023	June 30, 2022
		\$	\$	\$	\$
<b>Operating activities</b>					
Net loss		(13,318)	(1,500)	(36,655)	(23,832)
Adjustments for:					
Share-based compensation		2,322	1,316	4,398	3,197
Depreciation	18,19	2,833	3,867	6,404	7,314
Finance Costs		5,562	767	6,846	1,214
Gain on deemed disposal of associate		-	(11,854)	-	(11,854)
Share of loss of associates	7	76	141	189	472
Change in fair value of financial assets at fair value through profit and loss	7	(31)	157	(31)	384
Change in fair value of warrant liability		(3,164)	(19,381)	6,010	(19,381)
Unrealized Foreign exchange gain		(3,750)	(1,573)	(10,225)	(2,097)
Deferred income tax expense (recovery)		(222)	1,521	(951)	1,490
Premium on flow-through shares		-	(573)	-	(914)
Cumulative catch-up adjustment on contract liability		82	-	264	-
Proceeds from contract liability		(1,100)	-	(1,440)	-
Other		1,625	2,188	144	1,815
Environmental rehabilitation obligations paid		(448)	-	(953)	-
Net cash flows used in operating activities before changes in non-cash working capital items		(9,533)	(24,924)	(26,000)	(42,192)
Changes in non-cash working capital items	23	(2,196)	(10,266)	1,432	(9,894)
Net cash flows used in operating activities		(11,729)	(35,190)	(24,568)	(52,086)
<b>Investing activities</b>					
Mining interests		(13,972)	(15,265)	(24,585)	(24,926)
Additions to Property, plant and equipment		(3,392)	(5,705)	(11,434)	(9,078)
Additions to Exploration and evaluation expenses		(4,695)	(681)	(9,710)	(686)
Proceeds on disposals of investments	7	417	226	1,002	21,281
Cash payments on deferred consideration and contingent payments		(334)	-	(334)	-
Acquisition of Tintic, net of cash acquired		-	(62,189)	-	(66,627)
Reclamation deposit		(24)	(13,371)	(24)	(13,371)
Other		-	(774)	-	(1,038)
Net cash flows used in investing activities		(22,000)	(97,759)	(45,085)	(94,445)
<b>Financing activities</b>					
Proceeds from equity financings	17	-	213,153	51,756	255,543
Other issuance of common shares		31	-	69	-
Share issue expense		(501)	(3,712)	(3,274)	(7,238)
Capital payments on lease liabilities		(413)	(907)	(822)	(5,899)
Long term debt	12	1,158	3,666	5,878	7,536
Repayment of long-term debt	12	(1,520)	(1,975)	(2,798)	(2,580)
Withholding taxes on settlement of restricted units		(337)	-	(337)	-
Net cash flows (used) provided by financing activities		(1,582)	210,225	50,472	247,362
Increase (decrease) in cash and cash equivalents before impact of exchange rate		(35,311)	77,276	(19,181)	(100,831)
Effects of exchange rate changes on cash and cash equivalents		50	2,225	141	2,064
<b>Increase (decrease) in cash and cash equivalents</b>		<b>(35,261)</b>	<b>79,501</b>	<b>(19,040)</b>	<b>102,895</b>
<b>Cash and cash equivalents – Beginning of period</b>		<b>122,165</b>	<b>56,801</b>	<b>105,944</b>	<b>33,407</b>
<b>Cash and cash equivalents – end of period</b>		<b>86,904</b>	<b>136,302</b>	<b>86,904</b>	<b>136,302</b>

The notes are an integral part of these condensed consolidated financial statements

**Osisko Development Corp.**  
**Consolidated Statements of Changes in Equity**  
**For the six months ended June 30, 2023**  
**(Unaudited)**

(Expressed in thousands of Canadian dollars except number of shares)

	Notes	Number of common shares outstanding	Share capital (\$)	Warrants (\$)	Contributed surplus (\$)	Accumulated other comprehensive income (loss) (\$)	Deficit (\$)	Total (\$)
<b>Balance – January 1, 2023</b>	17	75,629,849	1,032,786	1,573	12,857	7,166	(323,948)	730,434
Net loss		-	-	-	-	-	(36,655)	(36,655)
Other comprehensive loss, net		-	-	-	-	(19,486)	-	(19,486)
Comprehensive loss		-	-	-	-	(19,486)	(36,655)	(56,141)
Transfer of realized loss on financial assets at fair value through other comprehensive loss, net of taxes		-	-	-	-	16	(16)	-
Bought deal financing	17	7,841,850	45,545	6,211	-	-	-	51,756
Shares issued to Williams Lake First Nation	17	10,000	75	-	-	-	-	75
Share issue expense	17	-	(2,988)	(408)	-	-	-	(3,396)
Change in fair value related to warrants modification	17	-	-	4,483	-	-	(4,483)	-
Share-based compensation								
– Share options		-	-	-	2,197	-	-	2,197
– Restricted and deferred share units		-	-	-	2,397	-	-	2,397
Shares issued - employee share purchase plan		29,693	180	-	-	-	-	180
Share issued from RSU/DSU redemption		44,466	973	-	(2,089)	-	779	(337)
<b>Balance – June 30, 2023</b>		<b>83,555,858</b>	<b>1,076,571</b>	<b>11,859</b>	<b>15,362</b>	<b>(12,304)</b>	<b>(364,323)</b>	<b>727,165</b>

The notes are an integral part of these consolidated financial statements.

**Osisko Development Corp.**  
**Consolidated Statements of Changes in Equity**  
**For the six months ended June 30, 2022**  
**(Unaudited)**

(Expressed in thousands of Canadian dollars except number of shares)

	Number of common shares outstanding	Share capital	Warrants	Contributed surplus	Accumulated other comprehensive income (loss)	Deficit	Total
		(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
<b>Balance – January 1, 2022</b>	44,400,854	714,373		6,436	6,764	(143,371)	584,202
Net loss	-	-	-	-	-	(23,832)	(23,832)
Other comprehensive loss	-	-	-	-	1,109	-	1,109
Comprehensive income	-	-	-	-	1,109	(23,832)	(22,723)
Transfer of realized loss on financial assets at fair value through other comprehensive income, net of taxes	-	-	-	-	(11,752)	11,752	-
Private placements – Brokered	7,752,917	101,873	1,628	-	-	-	103,501
Private placements – Non-Brokered	11,363,933	112,201	-	-	-	-	112,201
Share-issue costs	-	(6,182)	(55)	-	-	-	(6,237)
Share-based compensation							
– Share options	-	-	-	1,399	-	-	1,399
– Restricted and deferred share units	-	-	-	2,029	-	-	2,029
Shares issued - employee share purchase plan	17,113	254	-	-	-	-	254
Shares issued on Acquisition of Tintic	12,049,449	109,657	-	-	-	-	109,657
Share issued from RSU/DSU Redemption	-	608	-	(1,320)	-	406	(306)
<b>Balance – June 30, 2022</b>	<b>75,584,266</b>	<b>1,032,784</b>	<b>1,573</b>	<b>8,544</b>	<b>(3,879)</b>	<b>(155,045)</b>	<b>883,977</b>

# Osisko Development Corp.

## Notes to the Condensed Consolidated Financial Statements

### For the three and six months ended June 30, 2023 and 2022

#### (Unaudited)

(Tabular amounts expressed in thousands of Canadian dollars, except per share amounts)

#### 1. Nature of operations and going concern

Osisko Development Corp. (“**Osisko Development**” or the “**Company**”) is a mineral exploration and development company focused on the acquisition, exploration and development of precious metals resource properties in North America. The common shares of Osisko Development began trading under the symbol ODV on the TSX Venture Exchange (“**TSX-V**”) on December 2, 2020 and on the New York Stock Exchange (“**NYSE**”) on May 27, 2022. Osisko Development is focused on exploring and developing its mining assets, including the Cariboo Gold Project in British Columbia, the San Antonio gold project in Mexico and the Trixie test mine in the USA.

The Company’s registered and business address is 1100, avenue des Canadiens-de-Montréal, suite 300, Montreal, Québec. The common shares outstanding presented have been retroactively adjusted to reflect the effect of the 3:1 share consolidation that took place on May 4, 2022. Common share warrants and per share amounts have been adjusted retroactively for the 3:1 share consolidation unless noted otherwise.

On June 30, 2023, the former parent Company, Osisko Gold Royalties (**OGR**) held an interest of 44.1% (compared to 44.1% as at December 31, 2022) in Osisko Development Corp. Effective September 30, 2022, following certain changes made to OGR’s investment agreement with Osisko Development, it was determined that OGR no longer controlled Osisko Development.

The principal subsidiaries of the Company and their geographic locations at June 30, 2023 were as follows:

<b>Entity</b>	<b>Jurisdiction</b>	<b>% ownership</b>
Barkerville Gold Mines Ltd. (“ <b>Barkerville</b> ”)	British Columbia	100%
Sapuchi Minera, S. de R.L. de C.V. (“ <b>Sapuchi</b> ”)	Mexico	100%
Tintic Consolidated Metals LLC (“ <b>Tintic</b> ”)	USA	100%

These condensed consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they come due. In assessing whether the going concern assumption is appropriate, Management takes into account all available information about the future, which is at least, but not limited to twelve months from the end of the reporting period. As at June 30, 2023, the Company’s working capital was \$58.9 million, which included cash and cash equivalent balance of \$86.9 million. The Company also has an accumulated deficit of \$364.3 million and incurred a loss of \$36.7 million for the six month period ending June 30, 2023.

The working capital position as at June 30, 2023 will not be sufficient to meet the Company’s obligations, commitments and forecasted expenditures up to the period ending June 30, 2024. Management is aware, in making its assessment, of material uncertainties related to events and conditions that may cast a substantial doubt upon the Company’s ability to continue as a going concern as described in the preceding paragraph, and accordingly, the appropriateness of the use of accounting principles applicable to a going concern. These condensed consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities, expenses and financial position classifications that would be necessary if the going concern assumption was not appropriate. These adjustments could be material.

The Company’s ability to continue future operations and fund its planned activities is dependent on Management’s ability to secure additional financing in the future, which may be completed in several ways including, but not limited to, a combination of selling additional investments from its portfolio, project debt finance, offtake or royalty financing and other capital market alternatives. Failure to secure future financings may impact and/or curtail the planned activities for the Company, which may include, but are not limited to, the suspension of certain development activities and the disposal of certain investments to generate liquidity. While Management has been successful in securing financing in the past, there can be no assurance that it will be able to do so in the future or that these sources of funding or initiatives will be available to the Company or that they will be available on terms which are acceptable to the Company. If Management is unable to obtain new funding, the Company may be unable to continue its operations, and amounts realized for assets might be less than the amounts reflected in these condensed consolidated financial statements.



# Osisko Development Corp.

## Notes to the Condensed Consolidated Financial Statements

### For the three and six months ended June 30, 2023 and 2022

#### (Unaudited)

(Tabular amounts expressed in thousands of Canadian dollars, except per share amounts)

## 2. Basis of presentation and Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards as issued by the International Accounting Standards Board (“IASB”) (“IFRS”) and as applicable to the preparation of interim financial statements, including IAS 34 *Interim Financial Reporting*. Accordingly, certain disclosures included in the annual financial statements prepared in accordance with IFRS have been condensed or omitted and these condensed interim consolidated financial statements should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2022. The accounting policies, methods of computation and presentation applied in the preparation of these condensed interim consolidated financial statements are consistent with those of the previous financial year, unless otherwise noted.

The Board of Directors approved these condensed interim consolidated financial statements on August 8, 2023.

## 3. New accounting standards and policies

### *New accounting policy*

Cash and cash equivalents include cash on hand and short-term highly liquid investments with an initial maturity of three months or less that are readily convertible to known amounts of cash and which are exposed to an insignificant risk of changes in value.

### *New accounting standards and amendments*

The following pronouncements to existing accounting standards were effective on January 1, 2023:

- Amendment to IAS 12 *Income taxes* requires companies to recognize deferred tax on particular transactions that, on initial recognition, give rise to equal amounts of taxable and deductible temporary differences.
- Narrow scope amendment to IAS 1 *Presentation of Financial Statements* to improve accounting policy disclosures.
- Narrow scope amendment to IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors to distinguish changes in accounting estimates from changes in accounting policies*.

No material impact was identified in connection with the adoption of these amendments.

### *New accounting standards, amendments and interpretations not yet adopted*

The Company has not yet adopted certain standards, interpretations to existing standards and amendments which have been issued but have an effective date of later than December 31, 2023. Some of these updates are not expected to have any significant impact on the Company and are therefore not discussed herein.

### *Classification of liabilities as current or non-current (Amendments to IAS 1)*

The IASB has published amendments to IAS 1 (*Classification of liabilities as current or non-current and non-current liabilities with covenants*) which clarify the guidance on whether a liability should be classified as either current or non-current. The amendments:

- Clarify that the classification of liabilities as current or non-current should only be based on rights that are in place “at the end of the reporting period”;
- Clarify that classification is unaffected by intentions or expectations about whether an entity will exercise its right to defer settlement of a liability; and
- Make clear that settlement includes transfers to the counterparty of cash, equity instruments, other assets or services that result in extinguishment of the liability.

In addition, the IASB confirmed that only covenants with which an entity must comply on or before the reporting date affect the classification of a liability as current or non-current. Covenants with which an entity must comply within twelve months of the reporting date (“**Future Covenants**”) do not affect a liability’s classification at the reporting date. However, when non-current liabilities are subject to Future Covenants, entities will need to disclose information in the notes that enables users of the

**Osisko Development Corp.**  
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condensed consolidated financial statements to understand the risk that the liability could become repayable within twelve months of the reporting date.

The amendments to IAS 1 are effective for annual periods beginning on or after January 1, 2024 and should be applied retrospectively in accordance with IAS 8. The adoption of the amendments to IAS 1 is expected to impact the classification of the Warrant liability from non-current to current liability.

**4. Cash and cash equivalents**

As at June 30, 2023 and December 31 2022, the consolidated cash and cash equivalents position was as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	\$	\$
<b>Cash and cash equivalents held in Canadian dollars</b>	<b>31,545</b>	32,444
Cash and cash equivalents held in U.S. dollars	41,798	54,242
<b>Cash and cash equivalents held in U.S. dollars (Canadian equivalent)</b>	<b>55,341</b>	73,465
Cash held and cash equivalents in Mexican Pesos	234	565
<b>Cash held and cash equivalents in Mexican Pesos (Canadian equivalent)</b>	<b>18</b>	35
<b>Total cash and cash equivalents</b>	<b>86,904</b>	105,944

**5. Amounts receivable**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	\$	\$
Trade receivables	2,833	1,777
Exploration tax credits	1,578	8,360
Sales taxes	420	889
Interest income receivable	185	20
Other	207	-
	<b>5,223</b>	11,046

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**For the three and six months ended June 30, 2023 and 2022**  
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(Tabular amounts expressed in thousands of Canadian dollars, except per share amounts)

**6. Inventories**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	\$	\$
Ore in stockpiles	3,792	5,943
Tailings	3,413	2,616
Gold-in-circuit inventory	2,607	4,451
Refined precious metals	414	37
Supplies and other	4,397	4,594
<b>Total inventories</b>	<b>14,623</b>	<b>17,641</b>

Refined precious metals, gold-in-circuit and ore in stockpiles are measured at the lower of weighted average production cost and net realizable value. Net realizable value is calculated as the difference between the estimated selling price and estimated costs to complete processing into a saleable form plus variable selling expenses. Production costs include the cost of materials, labour, mine site production overheads and depreciation to the applicable stage of processing.

**7. Investments in associates and other investments**

***Investments in associates***

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	\$	\$
Balance – Beginning of period	8,833	12,964
Transfer to Other investments	-	(15,344)
Share of loss and comprehensive loss, net	(188)	(641)
Gain on deemed disposal <sup>(i)</sup>	-	11,854
Balance – End of period	<b>8,645</b>	<b>8,833</b>

- (i) In 2022, the gain on deemed disposal is related to an investment in an associate that was transferred to *other assets* as the Company has considered that it has lost its significant influence over the investee.

**Osisko Development Corp.**  
**Notes to the Condensed Consolidated Financial Statements**  
**For the three and six months ended June 30, 2023 and 2022**  
**(Unaudited)**

(Tabular amounts expressed in thousands of Canadian dollars, except per share amounts)

*Other investments*

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
<b>Fair value through profit or loss (warrants &amp; convertible loan)</b>		
Balance – Beginning of period	18	6,952
Acquisitions	-	4,438
Exercises	-	(117)
Acquisition of Tintic	-	(10,827)
Change in fair value	31	(480)
Foreign exchange	-	52
Balance – End of period	<b>49</b>	18
<b>Fair value through other comprehensive income (shares)</b>		
Balance – Beginning of period	33,801	42,564
Acquisitions	-	329
Disposals	(1,002)	(22,585)
Change in fair value	(7,061)	(1,849)
Transfer from associates	-	15,342
Balance – End of period	<b>25,738</b>	33,801
<b>Total</b>	<b>25,787</b>	33,819

Other investments comprise of common shares and warrants, almost exclusively from publicly traded companies.

**Osisko Development Corp.**  
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**For the three and six months ended June 30, 2023 and 2022**  
**(Unaudited)**

(Tabular amounts expressed in thousands of Canadian dollars, except per share amounts)

**8. Mining interests**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
Cost – Beginning of period	<b>583,669</b>	475,621
Acquisition of Tintic	-	169,175
Additions	<b>17,223</b>	49,297
Mining tax credit	<b>152</b>	(6,404)
Asset retirement obligation	<b>(586)</b>	9,248
Depreciation capitalized	<b>2,224</b>	1,141
Share-based compensation capitalized	<b>154</b>	530
Impairment	-	(140,000)
Other adjustments	-	5,579
Currency translation adjustments	<b>(1,994)</b>	19,482
Cost – End of period	<b>600,842</b>	583,669
Accumulated depreciation – Beginning of period	<b>3,190</b>	-
Depreciation	<b>697</b>	2,964
Currency translation adjustments	<b>456</b>	226
Accumulated depreciation – End of period	<b>4,343</b>	3,190
Cost	<b>600,842</b>	583,669
Accumulated depreciation	<b>(4,343)</b>	(3,190)
Net book value	<b>596,499</b>	580,479

OGR and through its wholly owned subsidiaries, holds a 5% NSR royalty on the Cariboo and Bonanza Ledge properties, owned by Barkerville, and a 15% gold and silver stream on the San Antonio and Tintic properties. The Cariboo and Bonanza Ledge properties 5% NSR royalty is perpetual and is secured by a debenture on all of Barkerville movable and immovable assets, including Barkerville's interest in the property and mineral rights, in an amount of not less than \$150 million. The security shall be first ranking, subject to permitted encumbrances.

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**9. Property, plant and equipment**

	<b>Land and Buildings</b>	<b>Machinery and Equipment</b>	<b>Construction- in-progress</b>	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	\$	\$	\$	\$	\$
Cost– Beginning of period	27,980	80,208	23,721	<b>131,909</b>	93,241
Acquisition of Tintic	-	-	-	-	13,054
Additions	608	6,859	3,175	<b>10,642</b>	29,409
Disposals	-	(127)	(101)	<b>(228)</b>	(1,351)
Write-off	(108)	(31)	-	<b>(139)</b>	(5,455)
Other adjustments	(220)	(92)	-	<b>(312)</b>	(896)
Transfers	1,923	690	(2,613)	-	-
Currency translation adjustments	(176)	1,395	1,083	<b>2,302</b>	3,907
Cost – End of period	<b>30,007</b>	<b>88,902</b>	<b>25,265</b>	<b>144,174</b>	<b>131,909</b>
Accumulated depreciation – Beginning of period	4,468	15,745	-	<b>20,213</b>	9,529
Depreciation	1,508	6,249	-	<b>7,757</b>	12,869
Disposal	-	(19)	-	<b>(19)</b>	(192)
Write-off	(13)	(19)	-	<b>(32)</b>	(2,687)
Currency translation adjustments	19	666	-	<b>685</b>	694
Accumulated depreciation – End of period	<b>5,982</b>	<b>22,622</b>	<b>-</b>	<b>28,604</b>	<b>20,213</b>
Net book value	24,025	66,280	25,265	<b>115,570</b>	111,696

Property, plant and equipment includes right-of-use assets with a net carrying value of \$3.5 million as at June 30, 2023 (\$3.8 million as at December 31, 2022).

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**10. Exploration and evaluation**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
Net book value - Beginning of period	<b>55,126</b>	3,635
Acquisition of Tintic	-	38,508
Additions	<b>9,052</b>	10,786
Depreciation capitalized	<b>300</b>	80
Other adjustments	-	(460)
Currency translation adjustments	<b>(1,323)</b>	2,577
Net book value – End of period	<b>63,155</b>	55,126
Cost	<b>163,362</b>	155,333
Accumulated impairment	<b>(100,207)</b>	(100,207)
Net book value – End of period	<b>63,155</b>	55,126

**11. Accounts payable and accrued liabilities**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
Trade payables	<b>12,265</b>	18,057
Other payables	<b>4,034</b>	5,005
Income taxes payable	-	716
Accrued liabilities	<b>5,974</b>	7,328
	<b>22,273</b>	31,106

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**12. Long-term debt**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
Balance – Beginning of period	<b>16,919</b>	3,764
Additions- mining equipment financing	<b>5,878</b>	17,772
Repayment of liabilities	<b>(2,798)</b>	(4,860)
Currency translation adjustments	<b>(224)</b>	243
Balance – End of period	<b>19,775</b>	16,919
Current long-term debt	<b>12,833</b>	4,663
Non-current long-term debt	<b>6,942</b>	12,256
	<b>19,775</b>	16,919

**13. Deferred consideration and contingent payments**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
Balance – Beginning of period	<b>16,638</b>	-
Additions	-	15,209
Interest	<b>483</b>	577
Repayment	<b>(334)</b>	-
Foreign exchange	<b>(375)</b>	952
Balance – End of period	<b>16,412</b>	16,638
Current portion of deferred consideration and contingent payments	<b>6,289</b>	3,386
Non-current portion of deferred consideration and contingent payments	<b>10,123</b>	13,252
	<b>16,412</b>	16,638



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**14. Contract liability**

On November 20, 2020, the Company's wholly owned subsidiary Sapuchi completed a gold and silver stream agreement with Osisko Bermuda Ltd, a subsidiary of OGR, for US\$15.0 million (\$19.1 million). An amount of US\$10.5 million was contributed in November 2020 and the remaining US\$4.5 million was paid in February 2021.

Under the terms of the stream agreement, Osisko Bermuda Ltd will purchase 15% of the payable gold and silver from the San Antonio gold project at a price equal to 15% of the daily per ounce gold and silver market price. The initial term of the stream agreement is for 40 years and can be renewed for successive 10-year periods. The stream is also secured with (i) a first priority lien in all of the collateral now owned or hereafter acquired; (ii) a pledge by Osisko Development of its shares of Sapuchi Minera Holdings Two B.V. and (iii) a guarantee by Osisko Development. The interest rate used to calculate the accretion on the contract liability's financing component is 24%.

On September 26, 2022, Tintic completed a metals stream agreement with Osisko Bermuda Ltd, for US\$20 million (\$26.1 million).

Under the terms of the stream agreement, Osisko Bermuda Ltd will receive 2.5% of the refined metal production from Tintic until 27,150 ounces of refined gold have been delivered, and thereafter Osisko Bermuda Ltd will receive 2.0% of the refined metal production from Tintic. Osisko Bermuda Ltd will make ongoing cash payments to Tintic equal to 25% of the applicable spot metal price on the business day immediately preceding the date of delivery for each ounce of refined metal delivered pursuant to the stream agreement. The interest rate used to calculate the accretion on the contract liability's financing component is 5%.

The movement of the contract liability is as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
Balance – Beginning of period	<b>55,193</b>	24,820
Deposits	-	26,112
Proceeds from contract liability	<b>(1,474)</b>	(2,792)
Accretion on the contract liability's financing component	<b>4,926</b>	7,377
Cumulative catch-up adjustment	<b>255</b>	(4,362)
Currency translation adjustment	<b>2,796</b>	4,038
Balance – End of period	<b>61,716</b>	55,193
Current liabilities	<b>811</b>	941
Non-current liabilities	<b>60,905</b>	54,252
	<b>61,716</b>	55,193

Under IFRS 15, the stream agreements are considered to have a significant financing component. The Company therefore records notional non-cash interest.

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**15. Environmental rehabilitation provision**

	June 30, 2023	December 31, 2022
	\$	\$
Balance – Beginning of period	75,770	53,236
Acquisition of Tintic	-	4,599
New liabilities	489	22,353
Revision of estimates	(2,425)	(5,637)
Accretion expense	1,440	3,223
Settlement of liabilities / payment of liabilities	(956)	(3,409)
Currency translation adjustment	933	1,405
Balance – End of period	<u>75,251</u>	<u>75,770</u>
Current liabilities	11,955	9,738
Non-current liabilities	<u>63,296</u>	<u>66,032</u>
	<u>75,251</u>	<u>75,770</u>

The environmental rehabilitation provision represents the legal and contractual obligations associated with the eventual closure of the Company's mining interests, property, plant and equipment and exploration and evaluation assets. As at June 30, 2023, the estimated inflation-adjusted undiscounted cash flows required to settle the environmental rehabilitation amounts to \$88.2 million. The weighted average actualization rate used is 4.50% and the disbursements are expected to be made between 2023 and 2030 as per the current closure plans.

**16. Warrant Liability**

The Company completed a non-brokered private placement, issuing non-brokered subscription receipts on May 27, 2022, each non-brokered subscription receipt holder received one unit comprised of one common share and one common share purchase warrant, upon the listing of Osisko Development's common shares on the NYSE. Each warrant entitling the holder to purchase one additional common share at a price of USD\$18.00 per common share for a period of 5 years from the date of issue. On March 17, 2023, the Company received the required approvals to reduce the exercise price of the common share purchase warrants issued in 2022 under the non-brokered private placements from US\$18.00 to US\$10.70.

These warrants include an embedded derivative as they are exercisable in U.S. dollars and, therefore, fail the "fixed for fixed" requirements prescribed in IAS 32 *Financial Instruments: presentation*. As a result, they are classified as a liability and measured at fair value. The liability is revalued at its estimated fair value using the Black-Scholes model at the end of each reporting period, and the variation in the fair value is recognized on the consolidated statements of loss under *other gains (losses), net*.

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	<b>June 30, 2023</b>	<b>December 31, 2022</b>
	<b>\$</b>	<b>\$</b>
<b>Fair value through profit or loss (warrants)</b>		
Balance – Beginning of period	<b>16,395</b>	-
Additions	-	39,841
Change in fair value	<b>6,010</b>	(25,008)
Foreign exchange	<b>(567)</b>	1,562
Balance – End of period	<b>21,838</b>	16,395

For the period ended June 30, 2023, the Company recognized an unrealized gain of \$3.2 million on the fair value adjustment of the warrant liability.

In absence of quoted market prices, the valuation of the warrants exercisable in USD, when granted and re-measured at fair value is determined by the Black-Scholes option pricing model based on the following range of assumptions:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>
Dividend per share	-	-
Expected volatility	66.3%	69.0%
Risk-free interest rate	4.16%	4.00%
Expected life	3.9 years	4.4 years
Exercise price (USD)	\$10.70	\$18.00
Share price (USD)	\$4.59	\$4.30

## 17. Share capital and warrants

### Shares

Authorized: unlimited number of common shares, without par value

Issued and fully paid: 83,555,858 common shares

### Employee Share Purchase Plan

The Company offers an employee share purchase plan to its employees. Under the terms of the plan, the Company contributes an amount equal to 60% of the eligible employee's contribution towards the acquisition of common shares from treasury on a quarterly basis. Under this plan, no employee shall acquire common shares which exceed 10% of the issued and outstanding common shares of the issuer at the time of the purchase of the common shares.

### 2023 Bought Deal Financing

On March 2, 2023, the Company completed a public offering on a bought deal basis issuing 7,841,850 units at a price of \$6.60 per unit for aggregate gross proceeds of \$51.8 million (the "Bought Deal Financing"). Each unit is comprised of one common share and one warrant, with each warrant entitling the holder to purchase one additional common share at a price of \$8.55 per common share for a period of 3 years following the closing date of the Bought Deal Financing. The fair value of the warrants issued was evaluated using the residual method and were valued at \$6.2 million. Share issue expense related to the Bought Deal Financing amounted to \$3.4 million of which \$3.2 million were paid during the six months ended June 30, 2023 and have been allocated against the common shares and warrants issued.

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**Participation Agreement with Williams Lake First Nation**

On March 2, 2023, the Company issued 10,000 common shares in accordance with the terms of a participation agreement dated June 10, 2022 with Williams Lake First Nation relating to the Company's Cariboo Gold Project. The fair value of the common shares issued is calculated with reference to the share price of the Company's common shares.

**Warrants**

The following table summarizes the Company's movements for the warrants outstanding:

	June 30, 2023		December 31, 2022	
	Number of Warrants	Weighted average exercise price	Number of Warrants <sup>(iii)</sup>	Weighted average exercise price
		\$		\$
Balance – Beginning of period	24,046,640	17.86	4,929,791	30.00
Issued – Brokered private placement	-	-	7,752,917	22.80
Issued – Non-brokered private placement <sup>(i)</sup>	-	-	11,363,932	13.53
Issued – Bought deal financing <sup>(ii)</sup>	7,841,850	8.55		
Balance – End of period	<b>31,888,490</b>	<b>15.57</b>	24,046,640	17.86

The warrants have a maturity date of Dec 1, 2023, March 2, 2026 and March 2, 2027

- (i) Exercise price of warrants issued in non-brokered private placement is in USD.
- (ii) On March 17, 2023, the Company received the required approvals to reduce the exercise price of the common share purchase warrants issued in 2022 under the brokered and non-brokered private placements. The exercise price to purchase one additional common share was reduced from \$22.80 to \$14.75 for the brokered private placement and from US\$18.00 to US\$10.70 for the non-brokered private placements.

The increase in fair value of the amended share purchase warrants classified as equity instruments was estimated to \$4.5 million and recorded directly in the Deficit, considering the fair value of the original warrants left at the date of the modification, using the Black-Scholes option pricing model based on the following assumptions:

Dividend per share	-
Expected volatility	66%
Risk-free interest rate	2.9%
Expected life	4 years
Share price	\$6.20

- (iii) The number of options presented for 2022 have been adjusted to reflect the effect of the 3:1 share consolidation that took place on May 4, 2022

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**18. Share-based compensation**

**Share options**

The Company offers a share option plan to directors, officers, management, employees and consultants.

The following table summarizes information about the movement of the share options outstanding under the Company's plan:

	June 30, 2023		December 31, 2022	
	Number of options	Weighted average exercise price	Number of options <sup>(i)</sup>	Weighted average exercise price
		\$		\$
Balance – Beginning of period	1,812,450	11.52	697,841	21.21
Granted	1,202,400	6.59	1,245,400	6.43
Forfeited	(130,219)	9.56	(130,791)	14.74
Balance – End of period	<b>2,884,631</b>	<b>9.56</b>	<b>1,812,450</b>	<b>11.52</b>
Options exercisable – End of period	<b>522,507</b>	<b>13.70</b>	<b>205,229</b>	<b>21.32</b>

(i) The number of options presented for 2022 have been adjusted to reflect the effect of the 3:1 share consolidation that took place on May 4, 2022.

The following table summarizes the share options outstanding as at June 30, 2023:

Grant date	Exercise price	Options outstanding		Options exercisable	
		Number	Weighted average remaining contractual life (years)	Number	Weighted average remaining contractual life (years)
	\$				
December 22, 2020	22.86	331,665	2.48	112,051	2.48
February 5, 2021	24.30	10,533	2.60	3,511	2.60
June 23, 2021	21.30	160,952	2.98	108,001	2.98
August 16, 2021	16.89	36,199	3.13	12,067	3.13
November 12, 2021	16.20	42,082	3.37	15,044	3.37
June 30, 2022	6.49	815,500	4.00	271,833	4.00
November 18, 2022	6.28	298,700	4.39	-	-
April 3, 2023	6.59	1,189,000	4.76	-	-
	<b>9.56</b>	<b>2,884,631</b>	<b>4.10</b>	<b>522,507</b>	<b>3.42</b>

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The options, when granted, are accounted for at their fair value determined by the Black-Scholes option pricing model based on the vesting period and on the following weighted average assumptions:

	<u>June 30, 2023</u>	<u>December 31, 2022</u>
Dividend per share	-	-
Expected volatility	<b>66%</b>	64%
Risk-free interest rate	<b>3.2%</b>	3.3%
Expected life	<b>48 months</b>	47 months
Weighted average share price	<b>\$6.59</b>	\$6.43
Weighted average fair value of options granted	<b>\$3.43</b>	\$3.27

The expected volatility is estimated by benchmarking with companies having businesses similar to Osisko Development. The historical volatility of the common share price of these companies was used for benchmarking back from the date of grant and for a period corresponding to the expected life of the options.

The fair value of the share options is recognized as compensation expense over the vesting period. During the three and six months ended June 30, 2023, the total share-based compensation related to share options granted under the Osisko Development's plan amounted to \$1.4 million and \$2.2 million, respectively (\$0.6 million and \$1.5 million for the three and six months ended June 30, 2022, respectively)

**Deferred and restricted share units ("DSU" and "RSU")**

The following table summarizes information about the DSU and RSU movements:

	<u>June 30, 2023</u>		<u>December 31, 2022</u>	
	<u>DSU</u>	<u>RSU</u>	<u>DSU<sup>(i)</sup></u>	<u>RSU</u>
Balance – Beginning of period	<b>206,426</b>	<b>1,054,194</b>	79,781	345,377
Granted	<b>99,170</b>	<b>261,900</b>	137,528	794,500
Settled	-	<b>(95,459)</b>	(10,883)	(49,118)
Forfeited	-	<b>(48,930)</b>	-	(36,565)
Balance – End of period <sup>(iii)</sup>	<b>305,596</b>	<b>1,171,705</b>	206,426	1,054,194
Balance – Vested	<b>206,426</b>	-	68,898	-

- (i) The number of DSU/RSU presented for 2022 have been adjusted to reflect the effect of the 3:1 share consolidation that took place on May 4, 2022.
- (ii) Unless otherwise decided by the board of directors of the Company, the DSU vest the day prior to the next annual general meeting and are payable in common shares, cash or a combination of common shares and cash, at the sole discretion of the Company, to each director when he or she leaves the board or is not re-elected. The value of the payout is determined by multiplying the number of DSU expected to be vested at the payout date by the closing price of the Company's shares on the day prior to the grant date. The fair value is recognized over the vesting period. On the settlement date, one common share will be issued for each DSU, after deducting any income taxes payable on the benefit earned by the director that must be remitted by the Company to the tax authorities.

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The total share-based compensation expense related to the Osisko Development's DSU and RSU plans for the three and six months ended June 30, 2023 amounted to \$2.3 million (\$0.8 million and \$2.0 million for the three and six months ended June 30, 2022, respectively).

Based on the closing price of the common shares at June 30, 2023 (\$6.11), and considering a marginal income tax rate of 53.3%, the estimated amount that Osisko Development is expected to transfer to the tax authorities to settle the employees' tax obligations related to the vested RSU and DSU to be settled in equity amounts to \$ .06 million (\$.02 million as at December 31, 2022) and to \$4.8 million based on all RSU and DSU outstanding (\$3.9 million as at December 31, 2022)

**19. Cost of sales and other operating costs**

	Three months ended		Six months ended	
	2023	June 30, 2022	2023	June 30, 2022
	\$	\$	\$	\$
Salaries and benefits	3,974	5,321	5,705	9,005
Share-based compensation	91	87	174	198
Royalties	108	522	413	980
Contract Services	2,560	11,226	5,965	21,083
Raw materials and consumables	2,158	4,764	5,313	9,391
Operational overhead and write-downs	3,188	7,072	5,996	9,367
Depreciation	2,804	3,819	6,277	7,200
	<b>14,883</b>	<b>32,811</b>	<b>29,843</b>	<b>57,224</b>

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**20. General and administrative expenses**

	Three months ended June 30,		Six months ended June 30,	
	2023	2022	2023	2022
	\$	\$	\$	\$
Salaries and benefits	3,674	2,785	7,252	4,153
Share-based compensation	2,219	1,231	4,212	2,987
Insurance	1,606	724	3,043	956
Depreciation	48	40	127	80
Transaction costs	-	2,664	-	4,727
Legal and other Consulting fees	1,804	1,552	3,566	2,190
NYSE and TSX	492	47	820	66
Other administrative expenses	705	892	1,524	2,580
	<b>10,548</b>	<b>9,934</b>	<b>20,544</b>	<b>17,739</b>

**21. Other income, net**

	Three months ended June 30,		Six months ended June 30,	
	2023	2022	2023	2022
	\$	\$	\$	\$
Interest income, net	1,113	434	2,371	517
Foreign exchange gain (loss)	2,520	1,691	9,077	2,059
Premium on flow-through shares	-	573	-	914
Gain on deemed disposal of investment	-	11,854	-	11,854
Other	118	(1,964)	1,119	(1,170)
	<b>3,751</b>	<b>12,588</b>	<b>12,567</b>	<b>14,174</b>



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**22. Loss per share**

	Three months ended		Six months ended	
	June 30,		June 30,	
	2023	2022	2023	2022
Net loss attributable to shareholders of the Company	(13,318)	(1,500)	(36,655)	(23,832)
Basic and diluted weighted average number of common shares outstanding	82,612,806	58,050,887	80,862,552	51,776,819
Net loss per share, basic and diluted	(0.16)	(0.03)	(0.45)	(0.46)

The weighted average basic and diluted shares outstanding for 2022 presented have been adjusted to reflect the effect of the 3:1 share consolidation that took place on May 4, 2022.

Excluded from the calculation of the diluted loss per share are all common share purchase warrants and stock options, as their effect would be anti-dilutive.

**23. Supplementary cash flows information**

	Three months ended		Six months ended	
	June 30,		June 30,	
	2023	2022	2023	2022
	\$	\$	\$	\$
Changes in non-cash working capital items				
Decrease (increase) in amounts receivable	(510)	(1,019)	7,089	(805)
Decrease (Increase) in inventory	629	472	1,322	(5,945)
Increase in other current assets	(817)	(2,024)	158	(3,029)
Decrease in accounts payable and accrued liabilities	(1,498)	(7,695)	(7,137)	(115)
	(2,196)	(10,266)	1,432	(9,894)

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**24. Fair value of financial instruments**

The following table provides information about financial assets and liabilities measured at fair value in the consolidated statements of financial position and categorized by level according to the significance of the inputs used in making the measurements.

Level 1– Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2– Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices); and

Level 3–Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

	<b>June 30, 2023</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	\$	\$	\$	\$
<b><u>Recurring measurements</u></b>				
<b>Financial assets at fair value through profit or loss</b>				
Convertible loan receivable	-	-	-	-
Warrants on equity securities				
Publicly traded mining exploration and development companies				
Precious metals	-	-	49	49
Other minerals	-	-	-	-
<b>Financial assets at fair value through other comprehensive loss</b>				
Equity securities				
Publicly traded mining exploration and development companies				
Precious metals	8,928	-	-	8,928
Other minerals	16,810	-	-	16,810
	<b>25,738</b>	<b>-</b>	<b>49</b>	<b>25,787</b>

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	December 31, 2022			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<b><u>Recurring measurements</u></b>				
Financial assets at fair value through profit or loss				
Convertible loan receivable	-	-	-	-
Warrants on equity securities				
Publicly traded mining exploration and development companies				
Precious metals	-	-	18	18
Other minerals	-	-	-	-
<b>Financial assets at fair value through other comprehensive loss</b>				
Equity securities				
Publicly traded mining exploration and development companies				
Precious metals	9,537	-	-	9,537
Other minerals	24,264	-	-	24,264
	<u>33,801</u>	<u>-</u>	<u>18</u>	<u>33,819</u>

During the period ended June 30, 2023 and 2022 there were no transfers among Level 1, Level 2 and Level 3.

The following table presents the changes in the Level 3 investments (warrants and convertible loan) for the three months ended June 30, 2023 and the year ended December 31, 2022:

	June 30, 2023	December 31, 2022
	\$	\$
Balance – Beginning of period	18	6,952
Acquisitions	-	4,438
Warrants exercised	-	(117)
Acquisition of Tintic	-	(10,827)
Change in fair value – warrants exercised <sup>(i)</sup>	31	49
Change in fair value – expired <sup>(i)</sup>	-	(287)
Change in fair value – held at the end of the year <sup>(i)</sup>	-	(241)
Foreign exchange	-	51
Balance – End of period	<u>49</u>	<u>18</u>

(i) Recognized in the consolidated statements of loss under *other income, net*.

The fair value of the financial instruments classified as Level 3 depends on the nature of the financial instruments.

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The fair value of the warrants on equity securities of publicly traded mining exploration and development companies and the convertible debentures, classified as Level 3, is determined using the Black-Scholes option pricing model or discounted cash flows. The main non-observable input used in the model is the expected volatility. An increase/decrease in the expected volatility used in the models of 10% would lead to an insignificant variation in the fair value of the warrants as at June 30, 2023 and December 31, 2022.

**Financial instruments not measured at fair value on the consolidated statements of financial position**

Financial instruments that are not measured at fair value on the consolidated statement of financial position are represented by cash and cash equivalents, trade receivables, amounts receivable from associates and other receivables, notes receivable, accounts payable and accrued liabilities and long-term debt. The fair values of cash and cash equivalents, trade receivables, amounts receivable from associates and other receivables, accounts payable and accrued liabilities and short-term debt approximate their carrying values due to their short-term nature. The carrying value of the long-term debt approximates its fair value given that its interest rates are similar to the rates the Company would obtain under similar conditions at the reporting date.

**25. Segmented information**

The chief operating decision-maker organizes and manages the business under geographic segments, being the acquisition, exploration and development of mineral properties. The assets related to the exploration, evaluation and development of mining projects are located in Canada, in Mexico, and in the USA and are detailed as follows as at June 30, 2023 and December 31, 2022:

	<b>June 30, 2023</b>			
	<b>Canada</b>	<b>Mexico</b>	<b>USA</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Other assets (non-current)	20,604	20,174	3,794	44,572
Mining interest	382,437	20,161	193,901	596,499
Property, plant and equipment	61,174	22,086	32,310	115,570
Exploration and evaluation assets	3,653	-	59,502	63,155
<b>Total non-current assets</b>	<b>467,868</b>	<b>62,421</b>	<b>289,507</b>	<b>819,796</b>
(Excluding investments)				

	<b>December 31, 2022</b>			
	<b>Canada</b>	<b>Mexico</b>	<b>USA</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Other assets (non-current)	16,252	17,485	3,257	36,994
Mining interest	372,061	16,822	191,596	580,479
Property, plant and equipment	63,655	21,688	26,353	111,696
Exploration and evaluation assets	3,653	-	51,473	55,126
<b>Total non-current assets</b>	<b>455,621</b>	<b>55,995</b>	<b>272,679</b>	<b>784,295</b>
(Excluding investments)				

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	<b>Canada</b>	<b>Mexico</b>	<b>USA</b>	<b>Total</b>
	\$	\$	\$	\$
<b>For the three months ended June 30, 2023</b>				
Revenues	2,462	3,288	5,097	10,847
Cost of Sales	(1,959)	(4,558)	(4,890)	(11,407)
Other operating costs	(5,849)	2,400	(27)	(3,476)
General and administrative expenses	(8,491)	(639)	(1,418)	(10,548)
Exploration and evaluation	(204)	(29)	-	(233)
<b>Operating Gain (Loss)</b>	<b>(14,041)</b>	<b>462</b>	<b>(1,238)</b>	<b>(14,817)</b>

**For the three months ended June 30, 2022**

Revenues	8,987	-	3,876	12,863
Cost of Sales	(8,987)	-	(3,222)	(12,209)
Other operating costs	(16,890)	(3,712)	-	(20,602)
General and administrative expenses	(9,069)	(758)	(107)	(9,934)
Exploration and evaluation	(128)	(29)	-	(157)
<b>Operating Gain (Loss)</b>	<b>(26,087)</b>	<b>(4,499)</b>	<b>547</b>	<b>(30,039)</b>

	<b>Canada</b>	<b>Mexico</b>	<b>USA</b>	<b>Total</b>
	\$	\$	\$	\$
<b>For the six months ended June 30, 2023</b>				
Revenues	3,137	5,977	5,185	14,299
Cost of Sales	(2,633)	(7,079)	(6,102)	(15,814)
Other operating costs	(13,323)	(406)	(300)	(14,029)
General and administrative expenses	(16,344)	(1,363)	(2,837)	(20,544)
Exploration and evaluation	(945)	(95)	-	(1,040)
<b>Operating Gain (Loss)</b>	<b>(30,108)</b>	<b>(2,966)</b>	<b>(4,054)</b>	<b>(37,128)</b>

**For the six months ended June 30, 2022**

Revenues	18,154	-	3,876	22,030
Cost of Sales	(18,154)	-	(3,222)	(21,376)
Other operating costs	(24,262)	(11,586)	-	(35,848)
General and administrative expenses	(15,726)	(1,908)	(105)	(17,739)
Exploration and evaluation	(212)	(65)	-	(277)
<b>Operating Gain (Loss)</b>	<b>(40,200)</b>	<b>(13,559)</b>	<b>549</b>	<b>(53,210)</b>

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**26. Subsequent event**

On July 6, 2023, the Company announced that in connection with the terms of the Company's previously-completed acquisition in May 2022 of a 100% ownership interest in the Tintic project, it has satisfied the first of five deferred payments to the sellers. Deferred consideration of US\$2,500,000 was satisfied by an amount of US\$250,000 (\$334,400) paid in cash in June 2023 and an amount of US\$2,250,000 (\$2,986,425) settled by the issuance of 454,026 common shares on July 5, 2023.