



Blackwater Gold Project Update

Minerals North

Prince George, BC

April 26, 2017



ALL AMOUNTS IN U.S. DOLLARS UNLESS OTHERWISE STATED

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS

Certain information contained in this presentation, including any information relating to New Gold's future financial or operating performance are "forward looking". All statements in this presentation, other than statements of historical fact, which address events, results, outcomes or developments that New Gold expects to occur are "forward-looking statements". Forward-looking statements are statements that are not historical facts and are generally, but not always, identified by the use of forward-looking terminology such as "plans", "expects", "is expected", "budget", "scheduled", "targeted", "estimates", "forecasts", "intends", "anticipates", "projects", "potential", "believes" or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "should", "might" or "will be taken", "occur" or "be achieved" or the negative connotation of such terms. Forward-looking statements in this presentation include the statements made under "2017 Guidance", "2017 Consolidated Cost Guidance", "2017 Capital Expenditures by Category" and "Projects Update - Rainy River - 2017 Production and Cost Guidance", as well as other statements elsewhere in this presentation, including, among others, statements with respect to: guidance for production, operating expense, total cash costs and all-in sustaining costs, and the factors contributing to those expected results, as well as expected capital and other expenditures; planned development activities for 2017 at the Rainy River project, including the completion and commissioning of the processing facilities; planned preparations for operations at the Rainy River project, including the mining rate, removal of overburden and waste, and storage of water, and stock piling of ore prior to first production; the expected production, costs, economics, grade and other operating parameters of the Rainy River project; the capacity of the starter dam; the expected production, costs, economics and operating parameters of the Rainy River project; the capacity of the starter dam; targeted timing for permits, including the amendment to Schedule 2 of the Metal Mining Effluent Regulations; targeted timing for commissioning, start-up, production and commercial production; and targeting timing for development and other activities related to the Rainy River project.

All forward-looking statements in this presentation are based on the opinions and estimates of management as of the date such statements are made and are subject to important risk factors and uncertainties, many of which are beyond New Gold's ability to control or predict. Certain material assumptions regarding such forward-looking statements are discussed in this presentation, New Gold's latest annual management's discussion and analysis ("MD&A"), Annual Information Form and Technical Reports filed at www.sedar.com and on EDGAR at www.sec.gov. In addition to, and subject to, such assumptions discussed in more detail elsewhere, the forward-looking statements in this presentation are also subject to the following assumptions: (1) there being no significant disruptions affecting New Gold's operations; (2) political and legal developments in jurisdictions where New Gold operates, or may in the future operate, being consistent with New Gold's current expectations; (3) the accuracy of New Gold's current mineral reserve and mineral resource estimates; (4) the exchange rate between the Canadian dollar, Australian dollar, Mexican peso and U.S. dollar being approximately consistent with current levels; (5) prices for diesel, natural gas, fuel oil, electricity and other key supplies being approximately consistent with current levels; (6) equipment, labour and materials costs increasing on a basis consistent with New Gold's current expectations; (7) arrangements with First Nations and other Aboriginal groups in respect of the Rainy River project being consistent with New Gold's current expectations; (8) all required permits, licenses and authorizations, including the amendment to Schedule 2 of the Metal Mining Effluent Regulations, being obtained from the relevant governments and other relevant stakeholders within the expected timelines; (9) the results of the feasibility study for the Rainy River project being realized; and (10) in the case of production, cost and expenditure outlooks at the operating mines and the Rainy River project for 2017, commodity prices and exchange rates being consistent with those estimated for the purposes for 2017.

Forward-looking statements are necessarily based on estimates and assumptions that are inherently subject to known and unknown risks, uncertainties and other factors that may cause actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking statements. Such factors include, without limitation: significant capital requirements and the availability and management of capital resources; additional funding requirements; price volatility in the spot and forward markets for metals and other commodities; fluctuations in the international currency markets and in the rates of exchange of the currencies of Canada, the United States, Australia and Mexico; discrepancies between actual and estimated production, between actual and estimated mineral reserves and mineral resources and between actual and estimated metallurgical recoveries; fluctuation in treatment and refining charges; changes in national and local government legislation in Canada, the United States, Australia and Mexico or any other country in which New Gold currently or may in the future carry on business; taxation; controls, regulations and political or economic developments in the countries in which New Gold does or may carry on business; the speculative nature of mineral exploration and development, including the risks of obtaining and maintaining the validity and enforceability of the necessary licenses and permits and complying with the permitting requirements of each jurisdiction in which New Gold operates, including, but not limited to: in Canada, obtaining the necessary permits for the Rainy River project; and in Mexico, where Cerro San Pedro has a history of ongoing legal challenges related to our environmental authorization; the lack of certainty with respect to foreign legal systems, which may not be immune from the influence of political pressure, corruption or other factors that are inconsistent with the rule of law; the uncertainties inherent to current and future legal challenges New Gold is or may become a party to; diminishing quantities or grades of mineral reserves and mineral resources; competition; inherent uncertainties with cost estimates and estimated schedule for the construction and commencement of production at Rainy River as contemplated; loss of key employees; rising costs of labour, supplies, fuel and equipment; actual results of current exploration or reclamation activities; uncertainties inherent to mining economic studies including the feasibility studies for the Rainy River project; changes in project parameters as plans continue to be refined; accidents; labour disputes; defective title to mineral claims or property or contests over claims to mineral properties; unexpected delays and costs inherent to consulting and accommodating rights of Indigenous groups; risks, uncertainties and unanticipated delays associated with obtaining and maintaining necessary licenses, permits and authorizations and complying with permitting requirements, including those associated with the amendment to Schedule 2 of the Metal Mining Effluent Regulations for the Rainy River project. In addition, there are risks and hazards associated with the business of mineral exploration, development and mining, including environmental events and hazards, industrial accidents, unusual or unexpected formations, pressures, cave-ins, flooding and gold bullion losses and risks associated with the start of production of a mine, such as Rainy River, (and the risk of inadequate insurance or inability to obtain insurance to cover these risks) as well as "Risk Factors" included in New Gold's Annual Information Form, MD&A and other disclosure documents filed on and available at www.sedar.com and on EDGAR at www.sec.gov. Forward-looking statements are not guarantees of future performance, and actual results and future events could materially differ from those anticipated in such statements. All of the forward-looking statements contained in this presentation are qualified by these cautionary statements. New Gold expressly disclaims any intention or obligation to update or revise any forward-looking statements whether as a result of new information, events or otherwise, except in accordance with applicable securities laws.

The footnotes, endnotes and appendix to this presentation contain important information. The endnotes and appendix are found at the end of the presentation. All amounts in US dollars unless otherwise indicated.

Presentation Agenda

Company Overview

Blackwater Project Update

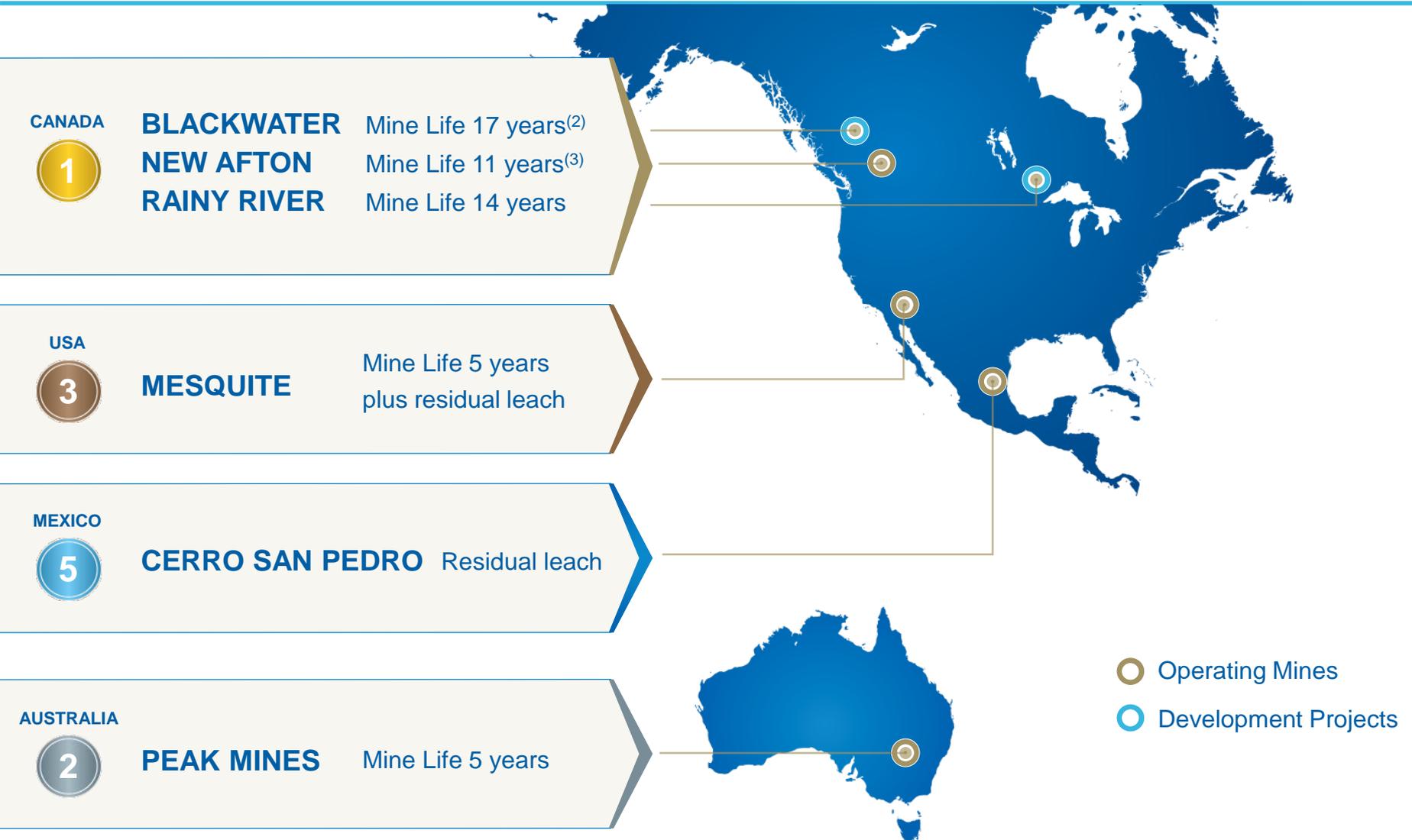
Environmental Assessment Process

Rainy River Project Update

Next Steps

All New Gold assets

Ranked in top 5 global mining jurisdictions ⁽¹⁾



1. Source: 2015 Behre Dolbear Report – “2015 Ranking of Countries for Mining Investment”.

2. Based on 2013 Feasibility Study.

3. Six years of current B-zone reserves plus five years of C-zone.

Strong Canadian presence

Multiple organic growth options in portfolio

Our Footprint in Canada

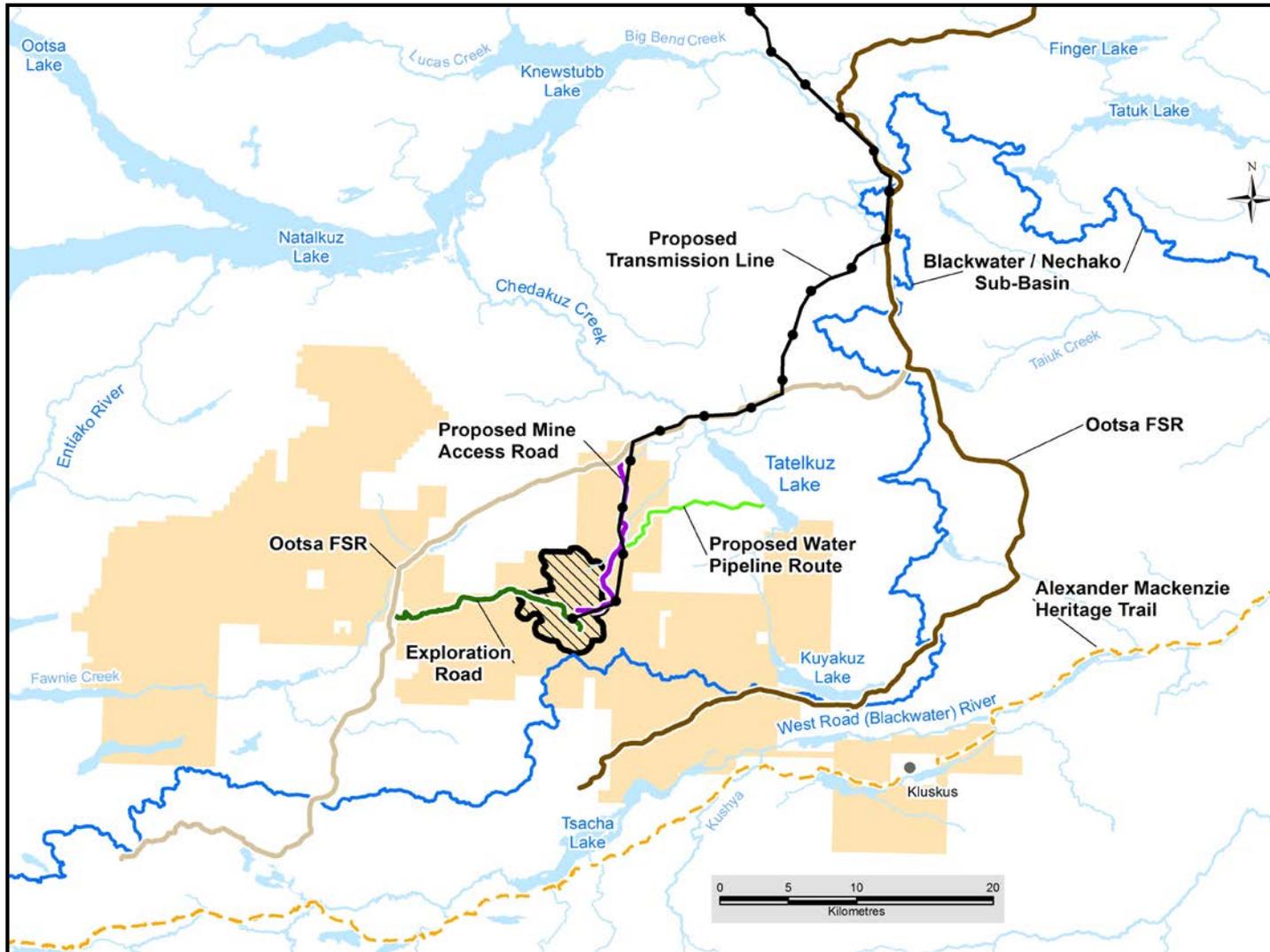


1. Source: 2015 Behre Dolbear Report – “2015 Ranking of Countries for Mining Investment”.

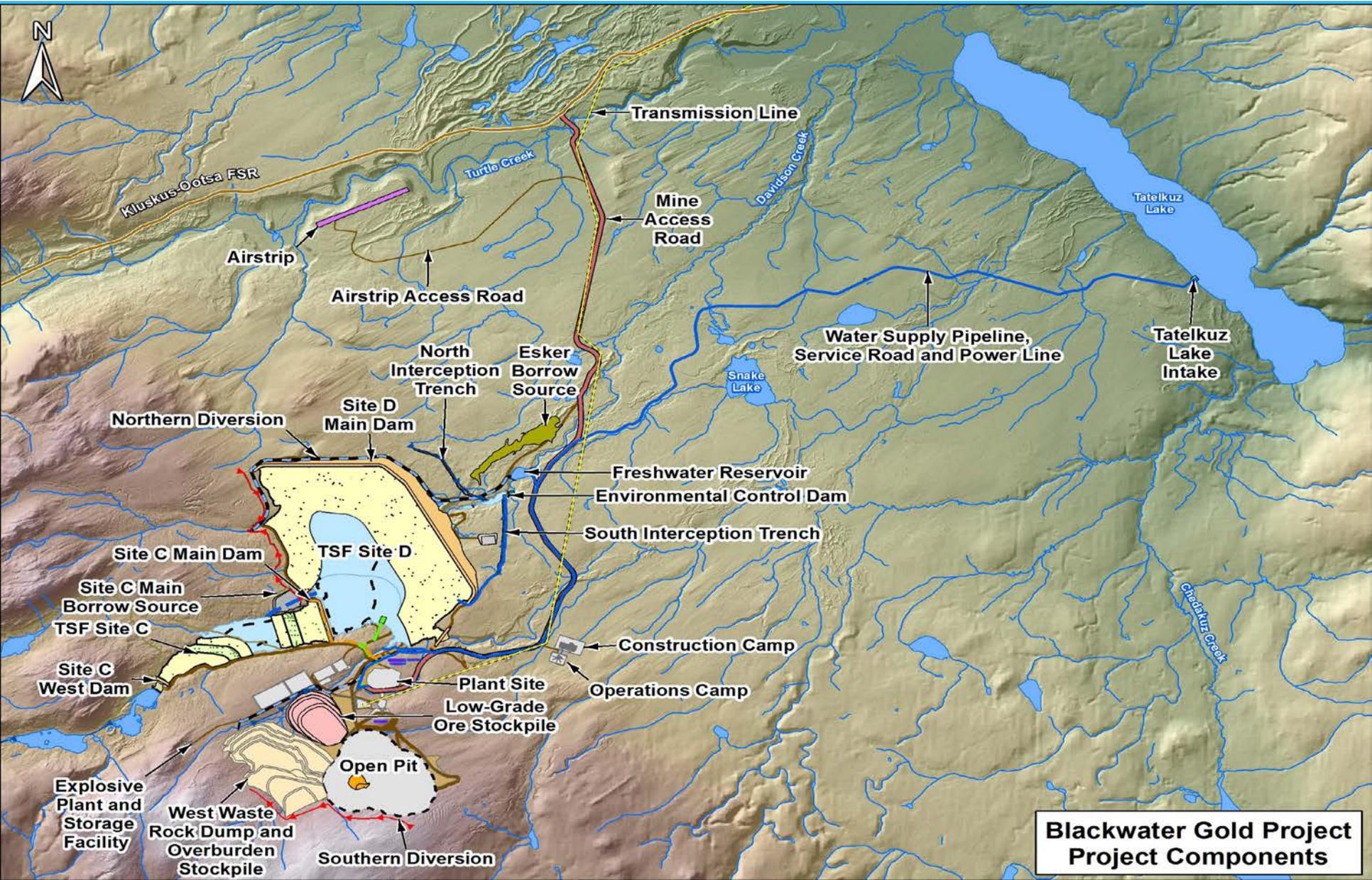
2. For a detailed breakdown of Mineral Resources and Reserves by category, refer to New Gold's December 31, 2016 MD&A. Refer to Endnotes under the heading “Cautionary note to U.S. readers concerning estimates of Mineral Reserves and Mineral Resources” and “Technical Information”.



Blackwater Project location



Blackwater Project components



**Blackwater Gold Project
Project Components**

Blackwater

Flagship project already in portfolio

Jurisdiction

British Columbia,
Canada

Significant Gold Reserve⁽¹⁾

8.2 Moz

Silver Reserve⁽¹⁾

60.8 Koz

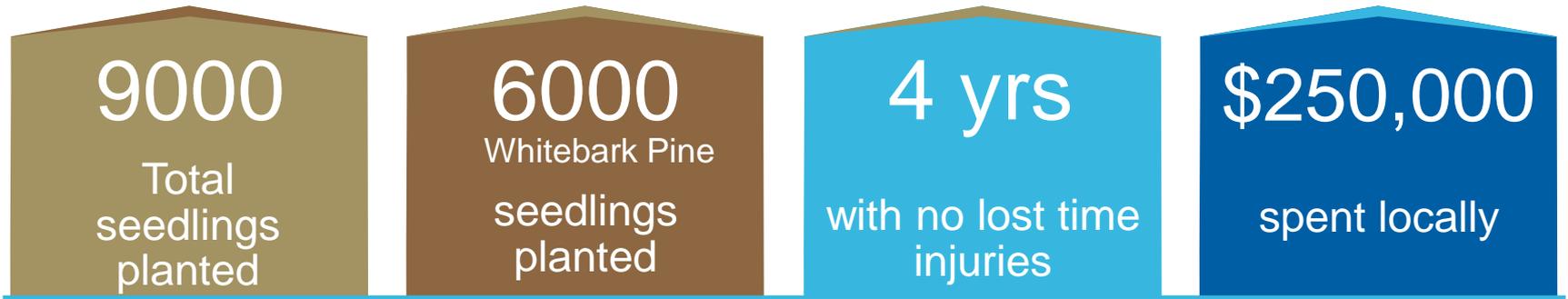
Land Package

1,058 km²



Environmental
Assessment permits
expected in 2017

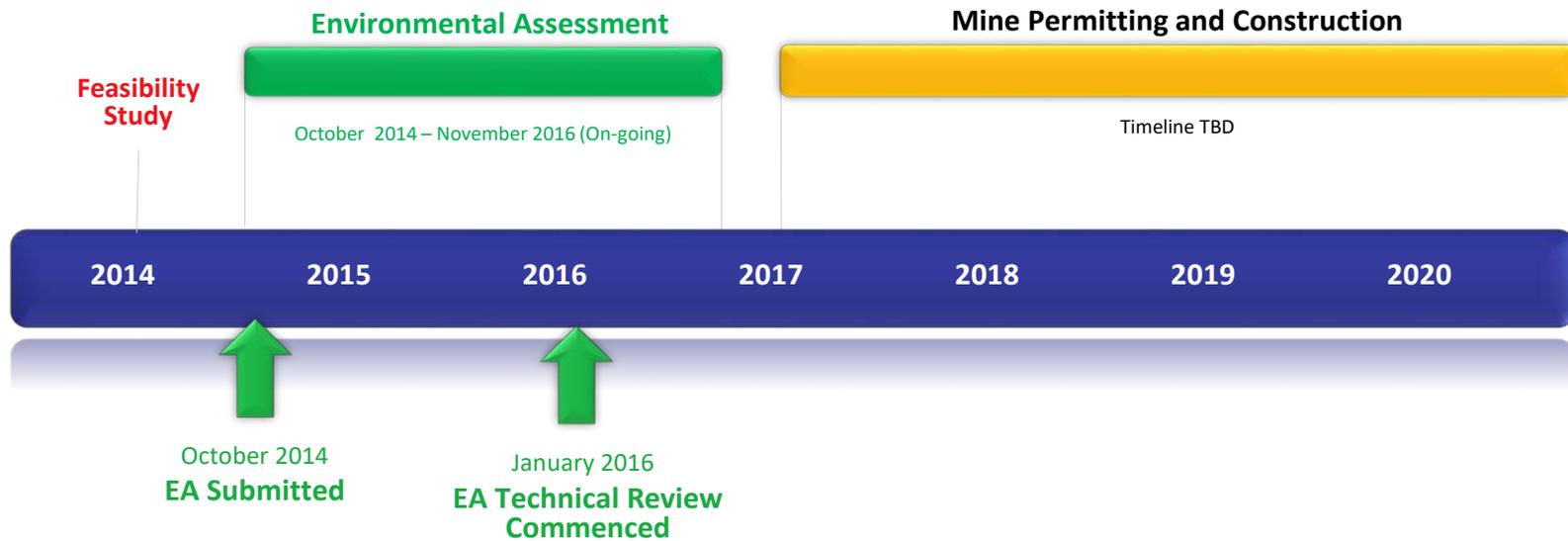
▶ 2016 Field Program: Focus on reclamation



▶ 2017 Field Program: Currently planning



Projected EA timeline



- Currently in the technical review period
- 30 day public comment period in place April 5- May 4, 2017
- Anticipate to have fully certified project around mid 2017
- Project entered the 180 day review period on January 12, 2016
- New Gold has requested a suspension of the EA process to allow review of additional environmental analyses and project changes that were voluntarily made by New Gold

The New Gold Blackwater Project:

- has already made significant contributions to the Province with close to \$1 billion spent in acquisition and development costs since 2012
- will directly and indirectly contribute more than \$4.7 billion to the BC economy in terms of Gross Domestic Product over the project life.
- spend nearly \$300 million annually on goods and services, with almost \$110 million spent regionally once in production
- the average annual wage will be \$120,000 including benefits during construction and \$110,000 during operations



Site	% Local hires	% Indigenous (included as local)	National average comparison
Rainy River	75%	30%	More than 4x
New Afton	77%	23%	More than 3x
Blackwater	30%	15%	More than 2X



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Country Ranking⁽¹⁾

Ontario, Canada

Land package over 200 square kilometres

- Combined open pit and underground operation
- 21,000 tonnes per day
- 14-year mine life

Resource Scale⁽²⁾

0.9 Moz at 5.3 g/t

Underground

3.0 Moz at 1.0 g/t

Open Pit



0.6 Moz at 3.7 g/t

Underground

1.7 Moz at 0.8 g/t

Open Pit



1. Source: Based on 2015 Behre Dolbear Report – “2015 Ranking of Countries for Mining Investment”.

2. For a detailed breakdown of Mineral Resources and Reserves by category, refer to New Gold’s December 31, 2016 MD&A. Refer to Endnotes under the heading “Cautionary note to U.S. readers concerning estimates of Mineral Reserves and Mineral Resources” and “Technical Information”.

First Production

September
2017

Capital Spent Project to Date

\$777 million
Through December 2016

Total Remaining Capital

\$515 million
From January 2017 through targeted
November commercial production

- Mining rate currently averaging approximately 100,000 tonnes per day
- Year-to-date mining tracking on plan
- Approximately 350,000m³ of construction material has been placed at the starter tailings cell
- Contractor hired to mine discrete areas has been mobilized
- Installation of mechanical, piping, electrical and instrumentation in processing facilities over 65% complete
- Staged commissioning of processing facilities scheduled to commence with primary crusher in March 2017
- Commissioning of SAG and ball mills during second quarter
- Dry and wet commissioning of full process facility scheduled for August 2017

Proceeding with Environmental Assessment & permitting phase

Attending local and regional forums, conferences and community events

Continuing consulting with local government officials, First Nations Governments and stakeholders

Executing 2017 field season program and camp activities



newgold[™] Blackwater Project

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