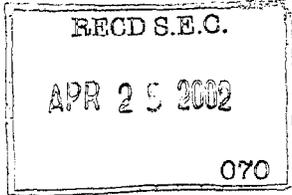




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FORM 6-K



P.E 4-1-02

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Report of Foreign Issuer

Pursuant to Rule 13a-16 or 15d-16 of

the Securities Exchange Act of 1934

For the Month of April 2002

PROCESSED

MAY 07 2002

Agnico-Eagle Mines Limited  
(Translation of registrant's name into English)

THOMSON  
FINANCIAL

401 Bay Street, Suite 2302, Toronto, Ontario M5H 2Y4

[Indicate by check mark whether the registrant files or will file annual reports under cover Form 20F or Form 40-F.]

Form 20-F  X

Form 40-F \_\_\_\_\_

[Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes \_\_\_\_\_

No \_\_\_\_\_

[If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):82- \_\_\_\_\_]

0002809



# NEWS-RELEASE

Stock Symbols:     AEM (NYSE)  
                          AGE (TSE)

For further information:  
Sean Boyd, President and CEO  
Agnico-Eagle Mines Limited  
(416) 947-1212

## For Immediate Release:

(All amounts expressed in U.S. dollars unless otherwise noted)

### AGNICO-EAGLE REPORTS FIRST QUARTER RESULTS

(Toronto, Canada – April 24, 2002) – **Agnico-Eagle Mines Limited** today reported first quarter net earnings of \$0.5 million, or \$0.01 per share unchanged from the same period in 2001. Operating cash flow was \$5.0 million, or \$0.07 per share, compared to \$5.8 million, or \$0.11 per share in 2001. This represented an improvement in cash flow from continuing operations as cash flow from operations in 2001 included a one-time tax refund of \$1.5 million, or \$0.03 per share.

Highlights for the first quarter include:

- Deep drilling program encounters highest-grade gold intersection at depth to date on the LaRonde property.
- El Coco property continues to confirm potential as underground drilling commenced from 20<sup>th</sup> level exploration drift.
- Refinancing of convertible notes completed, securing \$144 million, 4.5% 10-year financing for the Company.

“Our ambitious 2002 drill program at LaRonde has already begun to reap benefits for our shareholders with the highest-grade gold intersection at depth returned to date and continued confirmation of the potential for a new gold zone on the El Coco property”, said Sean Boyd, President and Chief Executive Officer. “We also continue to make steady progress toward our production objective of 7,000 tons per day by the fourth quarter of this year”, added Mr. Boyd.

The Company is hosting a conference call to discuss first quarter results and to provide an update on exploration and development activities at LaRonde on Thursday April 25<sup>th</sup>, 2002 at 11:00 a.m. (EST). To participate in the conference call, please dial (416) 640-4127. To access the rebroadcast, please dial 1-877-289-8525 and enter the reservation number 177334. The conference call can also be accessed over the internet through the Company’s website [www.agnico-eagle.com](http://www.agnico-eagle.com).

## QUARTERLY MANAGEMENT DISCUSSION AND ANALYSIS

### *Change in Reporting Basis*

As a result of its substantial US shareholder base and to maintain comparability with other companies in the gold sector, the Company changed its primary basis of reporting to US GAAP effective January 1, 2002. A full set of consolidated financial statements and the related management discussion and analysis prepared under Canadian GAAP will also continue to be prepared for statutory reporting purposes in Canada and sent to shareholders.

### *Results of Operations*

Excluding the El Coco royalty, cash costs to produce an ounce of gold remained steady in the quarter. However, the total cash operating cost to produce an ounce of gold was \$161 compared to \$127 in the first quarter of 2001. A gold production increase of 6% to 60,259 ounces, coupled with increases in byproduct metal production, was essentially offset by weaker prices for copper and zinc. The net difference in total cash costs was essentially attributable to royalties payable on the El Coco property, which increased from nil in the first quarter of 2001 to \$32 per ounce of gold produced in 2002. As previously projected, production for the full year 2002 remains on target for approximately 340,000 ounces of gold at an estimated total cash cost of \$130 per ounce.

### *Liquidity and Capital Resources*

At March 31, 2002 Agnico-Eagle's consolidated cash and cash equivalents amounted to \$20.3 million while working capital improved to \$53.3 million from \$40.9 million at December 31, 2001. Including the undrawn portion of its bank credit facility, the Company has \$115.3 million of available liquidity.

Cash flow from operating activities in the first quarter improved to \$5.0 million from \$4.3 million, excluding a one-time tax refund of \$1.5 million, in the first quarter of 2001. The increase in cash flow from continuing operations is attributable to an increased gold price, higher gold production and lower interest expense, offset somewhat by lower byproduct metal prices.

For the three months, capital expenditures were \$14.3 million compared to \$9.6 million in the corresponding 2001 period. The increase is attributable to increased underground development and the mill expansion associated with the decision to expand the LaRonde operation to 7,000 tons per day.

Agnico-Eagle further strengthened its balance sheet in the first quarter with the refinancing of its convertible notes, which were scheduled to mature in 2004. The Company realized net proceeds of \$138.5 million from the issuance of the new convertible debentures due 2012. Of this amount, \$120.9 million was used to fully redeem the 2004 convertible notes and the balance was added to the Company's cash

resources for general corporate purposes. Prior to this, the Company had already repurchased \$1.1 million of the debentures under a previously announced normal course issuer bid.

## DRILLING AND EXPLORATION

A total of seven drills were in operation in the first quarter, located on the following target areas:

- Two drills on the 20<sup>th</sup> Level exploration drift on the El Coco property.
- Two drills on production delineation drilling between Levels 98 and 152.
- Two drills on definition drilling on and below Level 194.
- One drill on Level 215 testing Zone 20 North at depth and to the west.

In addition, surface drilling on the El Coco Property was completed at the beginning of March. In all, approximately 61,000 feet of diamond drilling was completed during the quarter.

**Delineation drilling** above Level 152 continued and focused on Zones 20 North and 20 South. All of the results were generated from production draw points. The key results from Zone 20 North were as follows:

Drill Hole	True Thickness(ft)	Gold(oz/ton) Cut(1.5 oz)	Silver(oz/ton)	Copper(%)	Zinc(%)
14320571Au	26.9	0.26	10.75	0.08	0.15
14320571Zn	51.2	0.06	3.13	0.15	8.84

Key results from Zone 20 South were as follows:

Drill Hole	True Thickness(ft)	Gold(oz/ton) Cut(2.0 oz)	Silver(oz/ton)	Copper(%)	Zinc(%)
09821763	13.5	0.94	7.10	0.58	10.15
09821781	13.8	0.60	4.67	0.31	8.09
09821782	20.0	0.29	3.70	0.22	8.49
09821783	16.7	0.51	5.96	0.42	10.43
09821784	16.4	0.14	0.77	0.07	0.69
10221743	9.2	0.31	7.71	2.51	9.93
10221821	10.5	0.24	2.59	0.11	7.03
10221823	15.4	0.48	2.67	0.17	7.35
10621871	16.1	0.28	2.76	0.28	2.19
13721661	9.2	0.44	1.60	1.48	1.62
13721671	9.8	0.38	0.77	0.74	1.06

The Zone 20 South drill holes were completed near the upper western ore limit above Level 102. These mining blocks are scheduled for production during the third quarter of 2002.

**Definition drilling** activity increased significantly due to improved access on both Levels 194 and 212. The drill holes were completed from the haulage drifts and production draw points. The results from Levels 194 to 212 in Zone 20 North have been summarized below:

Drill Hole	True Thickness(ft)	Gold(oz/ton) Cut(1.5 oz)	Silver(oz/ton)	Copper(%)	Zinc(%)
19420511	44.9	0.14	2.58	0.81	1.35
19420512	45.9	0.16	1.97	0.62	0.82
19420521	34.4	0.12	1.71	0.43	0.67
19420522	31.5	0.12	1.59	0.33	1.10
19420531	25.3	0.23	5.74	0.99	2.86
19420532	27.6	0.12	2.79	0.67	1.45
19420541	19.4	0.17	7.30	1.72	3.34
19420542	18.4	0.18	12.42	1.26	5.29
19420551	31.2	0.16	7.27	1.32	8.98
19420552	28.2	0.17	7.21	0.85	7.57
3194-29	24.3	0.14	1.50	1.18	1.30
3194-30	23.6	0.11	1.53	0.67	1.77
3194-31	36.1	0.13	1.33	0.79	1.61
3194-32	59.1	0.17	3.28	1.31	3.32
3194-33	29.5	0.18	5.75	1.18	7.23
3194-34	19.7	0.14	4.30	0.68	2.44
3194-35	32.8	0.29	1.88	1.23	0.82
3194-36	65.6	0.13	1.01	0.43	0.29
21220472	56.8	0.15	2.58	0.99	2.97
21220481	57.7	0.19	3.32	1.34	1.55
21220482	54.1	0.16	4.14	1.75	2.88

Level 194 and 215 will be the main gold/copper-producing horizons from the bottom of the Penna Shaft over the next four years. The definition drilling to date has confirmed the LaRonde geological model from both grade and thickness points of view. The tighter drilling has also confirmed last year's reserve model.

Historically, increased drill hole density has improved initial resource-reserve estimates based on widely spaced drill holes usually drilled from the shaft stations. Historically, ore development and production has indicated an upgrade of 5% with respect to drill hole indicated grades. Currently, level development has advanced to the point where production crosscuts are being driven on four levels (i.e., Levels 191, 194, 212, 215)

Based on an initial comparison with the current reserve model, the following trends are indicated by the first quarter drilling results:

- Thicknesses greater than expected.
- Gold grades as estimated in the reserve model or slightly higher.
- Average net smelter returns higher due to higher copper and silver grades.
- Increased copper grades at depth confirm LaRonde geological model.
- More tons per mining block due to higher specific gravity, improving mine flexibility.

With respect to the **deep drilling program**, one additional deep drill hole was completed below the bottom of the shaft. The results have been summarized below:

Drill Hole	True Thickness(ft)	Gold(oz/ton)	Silver(oz/ton)	Copper(%)	Zinc(%)
3215-21B	86.6	0.24	0.33	0.03	0.03
(cut 1.5oz)	86.6	0.21	0.33	0.03	0.03

The drill hole encountered visible gold and intersected Zone 20 North at a depth of 9,050 feet, approximately 200 feet to the east and below previous drill hole 3194-08, which had intersected 0.18 ounces of gold per ton over 76 feet and approximately 350 feet to the west and below previous drill hole 3220-05, which had intersected 0.17 ounces of gold per ton over 82 feet.

The intersection was the highest grade continuous interval encountered at depth to date and continued to confirm the trend of increasing thickness at depth. The presence of visible gold at depth in this drill intersection indicates that areas of higher grade mineralization can occur at depth in Zone 20 North. The higher grade areas would enhance the economics of any deep development program. A study evaluating various development options at depth is underway and is expected to be completed over the next year.

Two drills will continue to test the area above, below and to the west of the most recent value. The objective of this phase of drilling will be to extend the resource outline to the west and to provide additional information on the quality and volume of the gold mineralization at depth.

The **eastern exploration program** continued on two fronts, from the 20<sup>th</sup> Level exploration drift and from surface. A total of 10 drill holes were completed from surface while 12 drill holes were completed from the 20<sup>th</sup> Level exploration drift. Drilling from underground was completed to a depth of 4,000 feet from surface. The drilling has indicated a mineralized envelope approximately 450 long starting at a depth of approximately 1,300 feet below surface and is open for expansion at depth and to the east. Assays are pending from the drill holes completed from underground. The most significant results from surface are summarized below:

Drill Hole	True Thickness(ft)	Gold(oz/ton) Cut(1.5 oz)	Silver(oz/ton)	Copper(%)	Zinc(%)
106-02-14	9.2	0.08	3.46	0.04	1.52
106-02-15	9.2	0.05	0.40	0.06	0.35
106-02-23	9.2	0.04	0.34	0.09	0.40

Although the results returned to date are not economic, the geology observed in the drill core, consisting of host rocks, alteration and sulphide mineralization, is considered favourable for the discovery of economic gold zones. To date a total of 759 feet of level development has been completed on the El Coco Property. Drilling in the second quarter will test the down plunge extension of the mineralized envelope from the new drill stations.

## **EXPANSION UPDATE**

Construction is on schedule to reach the 7,000 ton per day expanded production rate in the fourth quarter of this year.

At the Penna Shaft, hoisting began for the first time at the new safety factor of 4.0 to 1, increasing the skip load from the Level 220 loadout at the bottom of the shaft to 18 tons per skip. Both the Level 220 loadout and the mid shaft dump were completed during the first quarter. The mid shaft dump will reduce the amount of waste hoisted to surface and provide an additional source of rock fill for the upper levels. Other underground construction activity included the installation and commissioning of the second Geho pump on Level 122, the maintenance facilities on Level 134 and commencement of development of the ore silo on Level 215. Development is now through the ore on the lower levels of the Penna Shaft with initial ore production from the higher gold grade mining blocks planned for May, contributing to the planned ramp up in gold production in the last three quarters of 2002.

In the processing plant, a ball mill has been procured and is being refurbished for the expanded grinding circuit. A contract for the grinding bay was awarded and the ball mill foundations have been completed. In addition, a contract was awarded for the foundation work on the precious metals circuit and construction has now begun. The processing plant is expected to commence operation at 7,000 tons per day in October.

## **EXPANDING PROPERTY POSITION**

Agnico-Eagle has recently agreed to acquire two gold properties, increasing its property position in the Bousquet Cadillac Mining Belt. The first was the Ellison property, consisting of eight contiguous claims between Barrick's Bousquet Mine and Cambior's Doyon Mine. Under a letter of intent signed with Yorbeau Resources Inc., Agnico-Eagle will acquire a 100% undivided interest in the Ellison property for C\$500,000, a net smelter royalty varying from 1.5% to 2.5% and an additional cash payment of C\$500,000 upon commencement of commercial production. The Ellison property contains three mineralized zones. A previous estimate of the mineral resource on Ellison yielded 861,000 tons grading 0.20 ounces per ton gold.

The second acquisition consisted of two claim blocks, the Zulapa and Tonawanda properties, located approximately 10 kilometres east of the LaRonde Mine. Under an agreement with Breakwater Resources Ltd., Agnico-Eagle has the option to acquire a 60% undivided interest in the properties for C\$200,000 and a commitment to invest C\$3.5 million in exploration on the properties over a five year period. Agnico-Eagle also has the option to increase its interest in the properties to 80%. A gold zone was previously intercepted by three diamond drill holes on the Cadillac fault at a vertical depth of approximately 1,900 feet. All three holes returned mineralization with the first hole grading 0.29 ounces of gold per ton over a true thickness of 26 feet, the second 0.64 ounces of gold per ton over seven feet and the last 0.25 ounces of gold per ton over seven

feet. The Company is preparing a program to test the extent of the mineralization in all directions.

*The Longitudinal illustrations that detail the drill results presented in this report can be viewed and/or downloaded from the Company's website:*

[www.agnico-eagle.com](http://www.agnico-eagle.com) (Press Release) or  
<http://files.newswire.ca/3/drillingprogramzone22.gif>  
[http://files.newswire.ca/3/long\\_20n1.gif](http://files.newswire.ca/3/long_20n1.gif)  
[http://files.newswire.ca/3/long\\_20n2.gif](http://files.newswire.ca/3/long_20n2.gif)  
[http://files.newswire.ca/3/long\\_20n3.gif](http://files.newswire.ca/3/long_20n3.gif)  
[http://files.newswire.ca/3/long\\_20s.gif](http://files.newswire.ca/3/long_20s.gif)

This press release contains certain "forward-looking statements" (within the meaning of the United States Private Securities Litigation Reform Act of 1995) that involve a number of risks and uncertainties. There can be no assurance that such statements will prove to be accurate; actual results and future events could differ materially from those anticipated in such statements. Risks and uncertainties are disclosed under the heading "Risk Factors" in the Company's Annual Information Form (AIF) filed with certain Canadian securities regulators (including the Ontario and Quebec Securities Commissions) and with the United States Securities and Exchange Commission (as Form 20-F).

Agnico-Eagle Mines Limited is an established Canadian gold producer with operations located principally in Northwestern Quebec and exploration and development activities in Canada and the Southwestern United States. Agnico-Eagle's operating history includes almost three decades of gold production primarily from underground mining operations. The Company is focused on an expansion program at LaRonde that is expected to increase annual gold production and reduce cash costs to produce an ounce of gold. Current proven and probable mineral reserves stand at 3.3 million contained ounces, with an additional 5.2 million ounces in the mineral resource category at its LaRonde Mine.

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## Summarized Quarterly Data (Unaudited)

Agnico-Eagle Mines Limited

(thousands of United States dollars  
except where noted, US GAAP basis)

Three months ended March 31,  
2002 2001

**Consolidated Financial Data****Income and cash flow**

Revenues from mining operations	\$ 25,547	\$ 21,116
Net income for period	\$ 477	\$ 498
Net income per share	\$ 0.01	\$ 0.01
Operating cash flow (before non-cash working capital)	\$ 4,972	\$ 5,806
Operating cash flow per share	\$ 0.07	\$ 0.11
Weighted average number of shares— basic (in thousands)	68,006	54,248

**Operating and Financial Summary – LaRonde Division**

Revenues from mining operations	\$ 25,547	\$ 21,116
Mine operating costs	17,603	11,873
Mine operating profit	\$ 7,944	\$ 9,243

Tons of ore milled	477,333	477,989
Head grades:		
Gold	0.14	0.13
Silver	2.52	2.10
Zinc	5.24%	5.22%
Copper	0.22%	0.17%
Recovery rates:		
Gold	94.54%	93.20%
Silver	83.70%	82.70%
Zinc	84.90%	78.80%
Copper	60.30%	60.30%
Payable production:		
Gold (ounces)	60,259	56,623
Silver (ounces in thousands)	724	634
Zinc (pounds in thousands)	35,997	33,262
Copper (pounds in thousands)	1,131	927
Realized prices per unit of production (US\$):		
Gold (per ounce)	\$ 300	\$ 269
Silver (per ounce)	\$ 4.48	\$ 4.48
Zinc (per pound)	\$ 0.36	\$ 0.46
Copper (per pound)	\$ 0.72	\$ 0.84

Onsite cash costs per ton milled (C\$)	\$ 52	\$ 50
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**Operating costs per gold ounce produced (US\$):**

Onsite operating costs (including reclamation provision)	\$ 258	\$ 288
Less: Non-cash reclamation provision	(5)	(5)
Net byproduct revenues	(124)	(156)
Cash operating costs	\$ 129	\$ 127
El Coco royalty	32	-
Total cash costs	\$ 161	\$ 127
Non-cash costs:		
Reclamation provision	5	5
Depreciation and amortization	54	60
Total operating costs	\$ 220	\$ 192

More...

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*Consolidated Balance Sheets*

**Agnico-Eagle Mines Limited**

<u>(thousands of United States dollars, US GAAP basis)</u>	<u>March 31,</u> <u>2002</u>	<u>December 31,</u> <u>2001</u>
	<i>(Unaudited)</i>	
<b>ASSETS</b>		
<b>Current</b>		
Cash and cash equivalents	\$ 20,295	\$ 21,180
Metals awaiting settlement and gold bullion	29,233	20,080
Income taxes recoverable	-	628
Inventories:		
In-process and unsold products	5,806	5,854
Supplies	3,722	3,903
Prepaid expenses and other	5,996	3,822
<b>Total current assets</b>	<b>65,052</b>	<b>55,467</b>
Fair values of derivative financial instruments	7,693	6,851
Investments and other assets	6,904	6,035
Future income and mining tax assets	28,677	27,196
<b>Mining properties</b>	<b>312,221</b>	<b>301,221</b>
	<b>\$ 420,547</b>	<b>\$ 396,770</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 10,753	\$ 9,423
Dividends payable	564	1,853
Income and mining taxes payable	9	1,231
Interest payable	385	2,052
<b>Total current liabilities</b>	<b>11,711</b>	<b>14,559</b>
Long-term debt (note 4)	173,750	151,081
Reclamation provision and other liabilities	4,269	4,055
Fair values of derivative financial instruments	6,742	7,026
Future income and mining tax liabilities	18,317	18,317
<b>Shareholders' Equity</b>		
<b>Common shares</b>		
Authorized – unlimited		
Issued – 68,251,002 (2001 – 67,722,853) (note 3)	412,729	407,347
Contributed surplus	7,181	7,181
Deficit	(196,743)	(197,220)
Accumulated other comprehensive loss	(17,409)	(15,576)
<b>Total shareholders' equity</b>	<b>205,758</b>	<b>201,732</b>
	<b>\$ 420,547</b>	<b>\$ 396,770</b>

**Consolidated Statements of Income (Unaudited)****Agnico-Eagle Mines Limited**

(thousands of United States dollars except per share amounts, US GAAP basis)	Three months ended March 31,	
	2002	2001
<b>REVENUES</b>		
Revenues from mining operations	\$ 25,547	\$ 21,116
Interest and sundry income	36	325
	<u>25,583</u>	<u>21,441</u>
<b>COSTS AND EXPENSES</b>		
Production	17,603	11,873
Exploration	749	973
Depreciation and amortization	3,251	3,381
General and administrative	1,001	1,070
Capital tax	380	325
Interest	1,916	3,439
Foreign exchange gain	-	(331)
	<u>683</u>	<u>711</u>
Income before income and mining taxes	683	711
Income and mining tax expense	206	213
Net income for the period	<u>\$ 477</u>	<u>\$ 498</u>
Net income per share – basic and diluted (note 3)	<u>\$ 0.01</u>	<u>\$ 0.01</u>
Weighted average number of shares (in thousands)–		
basic	68,006	55,270
diluted	<u>79,283</u>	<u>55,481</u>

**Comprehensive income (loss):**

Net income for the period	\$ 477	\$ 498
Unrealized loss on hedging activities, net of related income taxes	(1,833)	-
Cumulative transitional adjustment upon the adoption of FAS 133 related to the accounting for derivative instruments and hedging activities, net of related income taxes	-	(1,785)
Comprehensive loss for the period	<u>\$ (1,356)</u>	<u>\$ (1,287)</u>

**Consolidated Statements of Deficit (Unaudited)****Agnico-Eagle Mines Limited**

(thousands of United States dollars, US GAAP basis)	Three months ended March 31,	
	2002	2001
<b>Deficit</b>		
Balance, beginning of period	\$(197,220)	\$ (190,465)
Net income for the period	477	498
Balance, end of period	<u>\$(196,743)</u>	<u>\$ (189,967)</u>

*Consolidated Statements of Cash Flows (Unaudited)*

**Agnico-Eagle Mines Limited**

(thousands of United States dollars, US GAAP basis)	Three months ended March 31,	
	2002	2001
<b><i>Operating activities</i></b>		
Net income for the period	\$ 477	\$ 498
Add (deduct) items not affecting cash from operating activities		
Depreciation and amortization	3,251	3,381
Deferred income and mining tax recoveries	-	1,011
Amortization of deferred interest and financing costs on long-term debt and other	1,244	916
	<u>4,972</u>	<u>5,806</u>
Net change in non-cash working capital balances related to operations		
Metals awaiting settlement and gold bullion	(9,153)	505
Inventories	229	(3,944)
Prepaid expenses and other	(2,174)	2,368
Income and mining taxes recoverable and payable	(594)	(93)
Accounts payable and accrued liabilities	1,330	(2,751)
Interest payable	(1,667)	(1,120)
Cash flows from (used in) operating activities	<u>(7,057)</u>	<u>771</u>
<b><i>Investing activities</i></b>		
Additions to mining properties	(14,252)	(9,601)
Increase in investments and other	(9)	6
Cash flows used in investing activities	<u>(14,261)</u>	<u>(9,595)</u>
<b><i>Financing activities</i></b>		
Dividends paid	(1,289)	(1,116)
Common shares issued	5,226	765
Proceeds from long-term debt	143,750	7,500
Financing costs	(5,266)	-
Repayment of the Company's senior convertible notes	(121,971)	-
Resale of the Company's own shares held by a subsidiary company and other	-	1,566
Cash flows from financing activities	<u>20,450</u>	<u>8,715</u>
Effect of exchange rate changes on cash and cash equivalents	(17)	294
Net increase (decrease) in cash and cash equivalents	(885)	185
Cash and cash equivalents, beginning of period	21,180	13,906
Cash and cash equivalents, end of period	<u>\$ 20,295</u>	<u>\$ 14,091</u>
<b><i>Other operating cash flow information:</i></b>		
Interest paid during the period, net of capitalized interest of \$685 (2001 – nil)	\$ 18,712	\$ 3,785
Taxes paid (recovered) during the period	<u>\$ 3,329</u>	<u>\$ (2,521)</u>

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## AGNICO-EAGLE MINES LIMITED

### Notes to Interim Consolidated Financial Statements, US GAAP basis (Unaudited)

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#### 1. Basis of Presentation

Prior to January 1, 2002, the Company's consolidated financial statements were prepared under Canadian generally accepted accounting principles ("Canadian GAAP"). A reconciliation to United States generally accepted accounting principles ("US GAAP") is presented in Note 11 to the 2001 annual consolidated financial statements. As a result of its substantial US shareholder base and to maintain comparability with other companies in the gold sector, the Company changed its primary basis of reporting to US GAAP effective January 1, 2002. Interim consolidated financial statements and the related management discussion and analysis prepared under Canadian GAAP will also continue to be prepared for statutory reporting purposes in Canada and sent to shareholders.

The accompanying unaudited interim consolidated financial statements have been prepared in accordance with US GAAP in US dollars. They do not include all of the disclosures required by generally accepted accounting principles for annual financial statements. In the opinion of management, the unaudited interim consolidated financial statements reflect all adjustments, which consist only of normal and recurring adjustments, necessary to present fairly the financial position at March 31, 2002 and the results of operations and cash flows for the three-month period ended March 31, 2002 and 2001.

Operating results for the three-month period ended March 31, 2002 are not necessarily indicative of the results that may be expected for the full year ending December 31, 2002. Accordingly, these unaudited interim financial statements should be read in conjunction with the fiscal 2001 annual consolidated financial statements, including the accounting policies and notes thereto, included in the Annual Report and Annual Information Form/Form 20-F for the year ended December 31, 2001.

#### 2. Use of Estimates

The preparation of the consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and accompanying notes. Management believes that the estimates used in the preparation of the consolidated financial statements are reasonable and prudent; however, actual results could differ from these estimates.

#### 3. Capital Stock

Weighted average number of shares for purposes of calculating basic and diluted earnings per share have been determined as follows (in thousands):

Weighted average number of shares		
for purposes of calculating basic earnings per share	68,006	55,270
Dilutive effect of employees stock options	1,009	211
<u>Dilutive effect of the Company's 2012 convertible debenture</u>	<u>10,268</u>	<u>-</u>
Adjusted weighted average number of shares,		
<u>for purposes of calculating diluted earnings per share</u>	<u>79,283</u>	<u>55,481</u>

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## AGNICO-EAGLE MINES LIMITED

### Notes to Interim Consolidated Financial Statements, US GAAP basis (Unaudited)

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#### 3. Capital Stock (continued)

The following table presents the maximum number of common shares that would be outstanding if all dilutive instruments outstanding at March 31, 2002 were exercised:

Common shares outstanding at March 31, 2002	68,251,002
Convertible debenture [based on debenture holders' option]	10,267,919
<u>Employees' stock options</u>	<u>4,259,650</u>
	<u>82,778,571</u>

Issued and outstanding capital includes the advances to officers and directors of \$0.4 million (2001 - \$0.4 million).

During the three-month period ended March 31, 2002, 520,550 (2001 - 69,850) employee stock options were exercised for cash of \$3.3 million (2001 - \$0.3 million).

The Company accounts for its stock-based plan under Accounting Principles Board Opinion 25 "Accounting for Stock Issued to Employees", which results in the recording of no compensation expense in Agnico-Eagle's circumstances. On a pro forma basis under Financial Standards Accounting Board ("FASB") Statement No. 123, for the three-month period ended March 31, 2002, the Company would have reported a loss of \$0.3 million (2001 - loss of \$0.2 million), after giving effect to the grants subsequent to 1994. The weighted average grant date fair value of options granted in 2002 amounted to C\$15.93 per share. The estimated fair value of the options is amortized to expense over the options' vesting period, on a pro forma basis.

Agnico-Eagle estimated the fair value of options under the Black-Scholes option-pricing model and the following weighted average assumptions using a risk free interest rate of 5.5%; expected volatility of Agnico-Eagle's share price of 32.4%; expected dividend yield of 0.46% and an expected life of the options of 2 years.

The Black-Scholes option-pricing model was developed for use in estimating the fair value of traded options that have no vesting restrictions and are fully transferable. As the Company's employee stock options have characteristics significantly different from those of traded options, and because changes in the subjective input assumptions, such as expected stock market price volatility, can materially affect the fair value estimate, in management's opinion, the existing pricing models do not necessarily provide a reliable single measure of the fair value of its employee stock options.

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## AGNICO-EAGLE MINES LIMITED

### Notes to Interim Consolidated Financial Statements, US GAAP basis (Unaudited)

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#### 4. Long-term debt

	March 31, 2002 (Unaudited)	December 31, 2001
Convertible debenture (note 4(a))	\$ 143,750	\$ -
Senior convertible notes (note 4(b))	-	121,081
Revolving credit facility	30,000	30,000
	<u>\$ 173,750</u>	<u>\$ 151,081</u>

(a) Convertible debentures

On February 11, 2002, Agnico-Eagle issued \$143.75 million aggregate stated amount at maturity of convertible debentures due February 11, 2012 for net proceeds of \$138.5 million after deducting underwriting commissions and other issue costs totalled \$5.3 million. The debentures bear interest of 4.50% per annum payable in cash or in common shares, at the Company's option, semi-annually. The debentures are convertible to common shares of Agnico-Eagle at the option of the holder, at any time on or prior to maturity, at a rate of 71.429 common shares per \$1,000 stated amount. The debentures are redeemable by the Company, in whole or in part, at any time on or after February 15, 2006 for cash.

(b) Senior convertible notes

In February 2002, the entire amount of the Company's senior convertible notes was called for redemption on March 18, 2002 for cash of \$120.9 million. There is no gain or loss on the redemption of the Company's senior convertible notes.

#### 5. Recent Accounting Pronouncement

Staff Accounting Bulletin No. 74 released by the staff of the U.S. Securities and Exchange Commission ("SEC") requires disclosures of certain information related to new accounting standards which have not been adopted due to delayed effective dates. FAS No. 143 on "Asset Retirement Obligations", which is effective for financial years beginning after June 15, 2002, requires asset retirement obligations to be initially measured at fair value at the time the obligation is incurred. A corresponding amount is capitalized as part of the asset's carrying amount and depreciated over the asset's useful life using a systematic and rational allocation method. Agnico-Eagle is currently evaluating the impact of adopting FAS No. 143. Effective January 1, 2002, the Company adopted FAS No. 144 on "Accounting for the Impairment of Long-Lived Assets", which sets out accounting criteria for the determination of impairment of long-lived assets. The adoption of FAS No. 144, has no material impact on the Company's financial results.

## SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**AGNICO-EAGLE MINES LIMITED**

Date: April 25, 2002

By:   
Sean Boyd  
President and Chief Executive Officer