

YAMANA GOLD INC.

CHARTER OF THE SUSTAINABILITY COMMITTEE

DATED AS OF OCTOBER 14, 2006

I. PURPOSE

The principal purposes of the Sustainability Committee of Yamana Gold Inc. (the “Company”) are to:

- assist the Board of Directors in establishing objectives relating to exploration, development, operations and mining of the Company’s properties and monitoring and assessing the Company’s performance against such objectives;
- review feasibility studies relating to the property interests of the Company and report to the Board of Directors on such feasibility studies;
- provide advice, as applicable, to the Chief Executive Officer in relation to the operations of the Company;
- oversee the development and implementation of policies and management systems of the Company relating to environmental and health and safety issues in order to ensure compliance with applicable laws and best management practices; and
- assist the Board of Directors in developing a corporate culture of environmental responsibilities and awareness as to the importance of health and safety.

II. ACKNOWLEDGEMENT OF THE SUSTAINABILITY COMMITTEE

The Sustainability Committee acknowledges and accepts the responsibilities placed on directors of corporations with respect to complying with legislation and regulations aimed to protect the environment and the health and safety of its employees, which are contained in a number of laws, regulations and policies in different jurisdictions around the world.

III. COMPOSITION AND MEETINGS

The Sustainability Committee shall consist of three directors whom shall be “independent” directors in accordance with applicable legal requirements, currently including the requirements published by the Canadian Securities Administrators and the American Stock Exchange. In addition, all members should have skills and/or experience, which are relevant to the mandate of the

Sustainability Committee. The Sustainability Committee shall operate under the guidelines applicable to all Board Committees.

The Sustainability Committee will meet regularly at times necessary to perform the duties described above in a timely manner, but not less than once per year. In addition, the Sustainability Committee shall conduct site visits at the Company's properties, at least once per year. Meetings may be held at any time deemed appropriate by the Sustainability Committee. These meetings may be with representatives of appropriate members of management, either individually or collectively as may be required by the Chairman of the Sustainability Committee.

The Chairman of the Sustainability Committee has the responsibility of making periodic reports to the Board of Directors, as requested, on sustainability, environmental, and health and safety related matters relative to the Company. In addition, the Sustainability Committee shall report its discussions to the Board of Directors by maintaining minutes of its meetings.

IV. DUTIES AND RESPONSIBILITIES

The Sustainability Committee shall:

- Assist the Board of Directors in establishing objectives relating to exploration, development, operations and mining of the Company's properties.
- Assist the Board of Directors in monitoring and assessing the Company's performance against its objectives in (i) above.
- Review feasibility studies relating to the property interests of the Company and report to the Board of Directors on such feasibility studies;
- Review expansion, exploration and development plans of the Company and make recommendations to the Board of Directors with respect to such plans.
- Provide advice, as applicable, to the Chief Executive Officer in relation to the operations of the Company
- Oversee all technical disclosure of the Company and obtain reports from management, as necessary, in support of any mineral resource and mineral reserve disclosure.
- Make recommendations to the Board of Directors in respect of technical related matters relating to the Company's operations.

- Review and monitor the environmental, safety and health policies and activities of the Company on behalf of the Board of Directors and oversee the development and implementation of additional policies and management systems relating to sustainability, environmental, health and safety issues to ensure that the Company is in compliance with all applicable laws.
- Review monthly environmental, health and safety reports.
- Review an annual report by management on environmental, safety and health related issues.
- Encourage, assist, support and counsel management in developing short and long term policies and standards to ensure that the principles set out in the environmental, health and safety policies of the Company are being adhered to and achieved.
- Periodically review environmental, health and safety response compliance issues and incidents to determine, on behalf of the Board of Directors, that the Company is taking all necessary action in respect of those matters and that the Company has been duly diligent in carrying out its responsibilities and activities in that regard.
- Review results of operational environment, health and safety audits and management's activities to maintain appropriate internal and external environmental and safety audits.
- Ensure that principle areas of environmental, health and safety risk and impacts are identified and that sufficient resources are allocated to address these.
- Ensure that the Company's directors are kept abreast of their duties and responsibilities related to the scope of the Sustainability Committee.
- Make periodic visits, as individual members or as the Sustainability Committee, to corporate locations in order to become familiar with the nature of the operations, and to review relevant objectives, procedures and performance with respect to sustainability, environment, health and safety.
- Investigate, or cause to be investigated, any extraordinary negative environment, health and safety performance where appropriate.