

Frequently Asked Questions (FAQ) about Coeur d'Alene's 3.25% Senior Convertible Notes due 2028

When do you have to make interest payments on the notes?

The notes will bear interest at the rate of 3.25% per year. We will pay interest on the notes on March 15 and September 15 of each year, beginning on September 15, 2008.

How much potential dilution is associated with this transaction?

This financing was designed to minimize dilution. The notes were structured with a "net share settlement" feature that requires the company to settle the principal amount in cash, not stock. This means that the principal, \$230 million, must be repaid in cash. The excess, if any, of the conversion value over the principal portion may be paid in cash, shares of our common stock or a combination thereof at our election. Please see page S-50, "Description of Notes", in our prospectus filed with the Securities and Exchange Commission on March 14, 2008.

What will you use the proceeds for?

We are using the proceeds to complete work at our San Bartolome mine in Bolivia, where we expect to produce 6 million ounces in 2008 (full year production expected to be 9 million ounces), and for construction of the Palmarejo silver and gold project in Mexico (targeted annual production of 10 million ounces of Silver and 110,000 ounces of gold). Remaining proceeds may be used to repay outstanding loan facilities we hold as a result of the Bolnisi/Palmarejo transaction (approximately \$20 million) and for general corporate purposes.

What are the basic terms of the financing?

Each note is convertible into the equivalent of 176.03 shares. Coeur is obligated to repay the principal amount of each note in cash.

EXAMPLE: At the time of conversion, assuming Coeur's share price is \$10. This equates to \$1,760.03 in value for each note (\$10/share x 176.03 shares). Coeur is obligated to repay the \$1,000 of principal per note in cash. Coeur has the option of repaying the additional value of \$760.03 per note in cash or shares or a combination of the two. If Coeur decided to pay this additional value in shares, the company would issue 76 shares per note (\$760.03 divided by \$10). Given there are 230,000 notes outstanding, this would result in the issuance of 17.5 million new Coeur shares, which is a 3% increase in the Company's total outstanding shares. Holders of the notes are entitled to put options on March 15, 2013, 2015 and 2018 while CDE has call rights on March 22, 2015 onwards.

Has the deal closed, and have you received all of the proceeds?

Yes and yes. We closed the deal and received the proceeds in March.

Why is this good for shareholders?

This financing helps Coeur complete its investments in long life, low cost assets like San Bartolome and Palmarejo. We are poised to nearly triple our targeted production in the next few years. Coeur has relatively little debt, and that means that under our current balance sheet, the future returns from those projects won't have to be discounted to accommodate a high debt load. In addition, compared to other forms of financing, this instrument reflected the lowest cost of funding. Finally, Coeur was not required to hedge any future silver or gold production, thereby retaining future metals price upside for the Company's shareholders.

About Coeur

Coeur d'Alene Mines Corporation is one of the world's leading silver companies and also a significant gold producer, with anticipated 2008 production of approximately 16 million ounces of silver, a 40% increase over 2007 levels. Coeur, which has no silver or gold production hedged, is now set to commence production at the world's largest pure silver mine - San Bartolome in Bolivia - and is currently another world-leading silver mine - Palmarejo in Mexico. The Company also operates two underground mines in southern Chile and Argentina and one surface mine in Nevada; and owns non-operating interests in two low-cost mines in Australia. The Company also owns a major gold project in Alaska and conducts exploration activities in Argentina, Bolivia, Chile, Mexico and Tanzania. Coeur common shares are traded on the New York Stock Exchange under the symbol CDE, the Toronto Stock Exchange under the symbol CDM, and its CHESSE Depository Interests are traded on the Australian Securities Exchange under symbol CXC.

Cautionary Statement

This document contains forward-looking statements within the meaning of securities legislation in the United States, Canada, and Australia, including statements regarding anticipated operating results. Such statements are subject to numerous assumptions and uncertainties, many of which are outside the control of Coeur. Operating, exploration and financial data, and other statements in this press release are based on information that Coeur believes is reasonable, but involve significant uncertainties affecting the business of Coeur, including, but not limited to, future gold and silver prices, costs, ore grades, estimation of gold and silver reserves, mining and processing conditions, construction schedules, currency exchange rates, and the completion and/or updating of mining feasibility studies, changes that could result from future acquisitions of new mining properties or businesses, the risks and hazards inherent in the mining business (including environmental hazards, industrial accidents, weather or geologically related conditions), regulatory and permitting matters, risks inherent in the ownership and operation of, or investment in, mining properties or businesses in foreign countries, as well as other uncertainties and risk factors set out in filings made from time to time with the SEC, the Canadian securities regulators, and the Australian Securities Exchange, including, without limitation, Coeur's reports on Form 10-K and Form 10-Q. Actual results, developments and timetables could vary significantly from the estimates presented. Readers are cautioned not to put undue reliance on forward-looking statements. Coeur disclaims any intent or obligation to update publicly such forward-looking statements, whether as a result of new information, future events or otherwise. Additionally, Coeur undertakes no obligation to comment on analyses, expectations or statements made by third parties in respect of Coeur, its financial or operating results or its securities.

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