Telison Mining Corporation
Tahuehueto – Building Mexico’s Next High-Grade Gold Mine
Targeting Early 2021 Completion

TSX.V: TSN       OTCBB: SOHFF
FSE: TSGN

Campo Morado – Base Metal Mine
17 million Tonne Resource
In Commercial Production
Cautionary Note Regarding Production Decisions and Forward-Looking Statements: Statements contained in this corporate presentation that are not historical facts are “forward-looking information” or “forward-looking statements” (collectively, “Forward-Looking Information”) within the meaning of applicable Canadian securities laws and the United States Private Securities Litigation Reform Act of 1995. Forward Looking Information includes, but is not limited to, disclosure regarding possible events, conditions or financial performance in 2018 and future years that is based on assumptions and forecasts about future economic conditions and courses of action; comparisons to other polymetallic producers in the same jurisdiction as the Company; the timing and costs of future activities on the Company’s properties, such as production rates and increases; success of exploration, development and bulk sample processing activities; timing for the restart of continuous mining operations at the Campo Morado Mine; and timing for processing at the Company’s own mineral processing facility on the Tahuehueto project site. In certain cases, Forward-Looking Information can be identified by the use of words and phrases such as “plans”, “expects”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates” or variations of such words and phrases. In preparing the Forward-Looking Information in this corporate presentation, the Company has applied several material assumptions, including, but not limited to, that the current exploration, development, environmental and other objectives concerning the Campo Morado Mine and the Tahuehueto Project can be achieved, the continuity of the price of gold and other metals, economic and political conditions, and operations. Forward-Looking Information involves known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by the Forward-Looking Information. Such risks and uncertainties includes fluctuations in metal prices and currency markets, unpredictable results of exploration activities, uncertainties inherent in the estimation of mineral reserves and resources, fluctuations in the costs of goods and services, problems associated with exploration, mining and milling operations, changes in legal, social or political conditions in the jurisdictions in which Telson operates, lack of appropriate funding and other risk factors discussed in the Company’s filings with Canadian regulatory agencies and available at www.sedar.com. The Company believes that the expectations reflected in Forward-Looking Information in this corporate presentation are reasonable but there can be no assurance that Forward-Looking Information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on Forward-Looking Information. Except as required by law, the Company does not assume or undertake any obligation to update Forward-Looking Information contained in this corporate presentation to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events. Telson relies on litigation protection for Forward-Looking Information. It should be noted that Telson has commenced pre-production mining at both projects without the benefit of pre-feasibility or feasibility studies that outline mineral reserves. Furthermore, it is likely that Telson will declare commercial production at Campo Morado prior to completing a feasibility study of mineral reserves demonstrating economic and technical viability. Accordingly readers should be cautioned that Telson’s production decision will likely be made without a comprehensive feasibility study of established reserves such that there is greater risk and uncertainty as to future economic results from the Campo Morado mine and a higher technical risk of failure than would be the case if a feasibility study was completed and relied upon to make a production decision. Telson is currently completing a preliminary economic assessment (“PEA”) mining study on the Campo Morado mine that will provide a conceptual life of mine plan and a preliminary economic analysis based on the previously identified mineral resources (see News Release dated November 8, 2017). The assessments in the PEA are preliminary in nature, mineral resources are not mineral reserves and do not have demonstrated economic viability, and there is no assurance the preliminary assessments will be realized. The outcome of this PEA may be materially affected by the metals pricing, environmental, permitting, legal, title, taxation, socio-political, marketing, or other relevant issues. The PEA will soon be replaced by a pre-feasibility study (“PFS”) that will allow the application of modifying factors to the mineral resources to allow a portion of them to be converted to mineral reserves; and will support the pre-production activities to bring the Campo Morado mine into commercial production. Telson expects that the PEA will be completed and published in March 2018 and that the PFS should follow within 6 months thereafter.

This corporate presentation also refers to non-GAAP financial measures, such as free cash flow, undiscounted cash flow, average cost per ton; average cost per AuEq ounce; unit LOM operating cash costs; average head grade of ore; average payable recoveries of ore; annual discount rate; and EBITDA. These measures do not have a standardized meaning or method of calculation, even though the descriptions of such measures may be common. These performance measures have no meaning under International Financial Reporting Standards (IFRS) and therefore, amounts presented may not be comparable to similar data presented by other mining companies. Ralph Shearing, P. Geol., President of Telson Mining Corporation is the Qualified Person for the Company as defined in national Instrument 43-101. Mr. Shearing is responsible for ensuring that the technical information contained in this presentation is an accurate summary of the original reports and data provided to or developed by Telson Mining Corporation and has approved this disclosure.

Cautionary Notes to U.S. Investors Concerning Resource Estimates

The terms “Mineral Resource”, “Measured Mineral Resource”, “Indicated Mineral Resource” and “Inferred Mineral Resource” are defined in and required to be disclosed by NI 43-101; however, these terms are not defined terms under SEC Industry Guide 7 and normally are not permitted to be used in reports and registration statements filed with the SEC. Investors are cautioned not to assume that any part or all of mineral deposits in these categories will ever be converted into Reserves. “Inferred Mineral Resources” have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of an Inferred Mineral Resource will ever be upgraded to a higher category or that Mineral Resources will ever be upgraded to Mineral Reserves. Under Canadian rules, estimates of Inferred Mineral Resources may not form the basis of feasibility or other economic studies other than Preliminary Economic Assessments. United States investors are cautioned not to assume that all or any part of Indicated Mineral Resources will ever be converted into Mineral Reserves. United States investors are also cautioned not to assume that all or any part of an Inferred Mineral Resource exists or is economically or legally mineable, or that an Indicated Mineral Resource is economically or legally mineable. Accordingly, information contained in this corporate presentation containing descriptions of the Company’s mineral deposits may not be comparable to similar information made public by U.S. companies subject to the reporting and disclosure requirements under the United States federal securities laws and the rules and regulations thereunder.

Cautionary Note to U.S. Investors regarding Adjacent or Similar Properties

This document may also contain information with respect to adjacent or similar mineral properties in respect of which the Company has no interest or rights to explore or mine. The Company advises United States investors that the United States Securities and Exchange Commission’s mining guidelines strictly prohibit information of this type in documents filed with the SEC. Readers are cautioned that the Company has no interest in or right to acquire any interest in any such properties, and that mineral deposits on adjacent or similar properties are not indicative of mineral deposits on the Company’s properties.
Telson Presents a Rare Opportunity in Recovering Precious Metals Sector
Opportunity in a Recovering Precious Metals Sector
A Robust Gold Project In Construction

Telson Mining Corp
XAU – PHLX Gold/Silver Index
HUI – Gold Bugs Index
AU Spot Price (US$)

Telson’s Tahuehueto gold mine construction advanced to 70% completion. With final funding TSN.V poised for significant recovery
Peer Comparison – 2 Year Stock Performance
Demonstrating Sector Recovery Underway

Great Panther Mining
Endeavour Mining
GoGold Resources
Leagold Mining Corp
Fortuna Silver
Telson Mining

Poised for significant recovery with funding
Highly experienced management team and Board of Directors

Ralph Shearing, P.Geol.
CEO, President and Director

Rory Godinho, LLB
VP Capital Markets and Director

Enrique Margalef
VP Corp Development and Director

Roberto Guzman, M.Fin.
Director

Remigio Martinez Muller, B.S.Geo.
Director

Yao Sun, CFA, CMP, CPA
Director
Telson Mining Corporation Key Facts

2 Mexican Mining Projects (100% Ownership)
1 in commercial production & 1 under construction

~2.2M oz AuEq (Au & Ag only - both projects)
Plus similar value of base metals – Zn, Cu & Pb

~US$98M Projected Revenue
(First full year of production both mines – After Q1/Q2 2021 commissioning and ramp up to full capacity)

~US$27M Free Cash Flow
(2023 after full repayment of all loan debt)
Revenues Guidance – 2020 to 2023

Notes
- This Guidance is Forward-Looking Information prepared by management and is not 43-101 compliant
- Does not include cash flow from investments and financings
- Au: 1,500 USD/ounce, Ag: 15 USD/ounce, Zn: 1 USD per pound, Pb: 0.85 USD/ pound
Operating Profit Guidance – 2020 to 2023

Notes
• This Guidance is Forward-Looking Information prepared by management and is not 43-101 compliant
• Does not include cash flow from investments and financings
• Au: 1,500 USD/ounce, Ag: 15 USD/ounce, Zn: 1 USD per pound, Pb: 0.85 USD/pound
Free Cash Flow Guidance – 2020 to 2023
US $26 million loan debt fully repaid end of 2022

Notes
• This Guidance is Forward-Looking Information prepared by management and is not 43-101 compliant
• Does not include cash flow from investments and financings
• Au: 1,500 USD/ounce, Ag: 15 USD/ounce, Zn: 1 USD per pound, Pb: 0.85 USD/ pound
## TELSON MINING CORPORATION

### Summary of Metal Production

<table>
<thead>
<tr>
<th></th>
<th>Gold (oz)</th>
<th>Silver (oz)</th>
<th>AuEq oz (Au &amp; Ag Only)</th>
<th>Zinc (lbs)</th>
<th>Lead (lbs)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Tahuehueto</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Zn Con</td>
<td>3,338</td>
<td>40,709</td>
<td>3,840</td>
<td>11,709,023</td>
<td></td>
</tr>
<tr>
<td>Pb Con</td>
<td>23,453</td>
<td>219,174</td>
<td>26,156</td>
<td></td>
<td>6,943,883</td>
</tr>
<tr>
<td><strong>TOTALS</strong></td>
<td>26,791</td>
<td>259,883</td>
<td>29,996</td>
<td>11,709,023</td>
<td>6,943,883</td>
</tr>
<tr>
<td><strong>Campo Morado</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Zn Con</td>
<td>1,941</td>
<td>703,138</td>
<td>10,613</td>
<td>53,855,144</td>
<td></td>
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<tr>
<td>Pb Con</td>
<td>2,420</td>
<td>296,087</td>
<td>6,072</td>
<td></td>
<td>5,500,378</td>
</tr>
<tr>
<td><strong>TOTALS</strong></td>
<td>4,361</td>
<td>999,225</td>
<td>16,685</td>
<td>53,855,144</td>
<td>5,500,378</td>
</tr>
</tbody>
</table>

**Note:** AuEq calculations based on prices of US$1,500 for gold and US$18.50 for silver
Reserves & Resources Summary

Tahuehueto Mine (100% Owned)
Au, Ag and base metal epithermal mineral deposit

<table>
<thead>
<tr>
<th>Class</th>
<th>Tonnes Kmt</th>
<th>Gold g/t</th>
<th>Silver g/t</th>
<th>Copper %</th>
<th>Lead %</th>
<th>Zinc %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Probable Reserves</td>
<td>3,264</td>
<td>3.40</td>
<td>41.80</td>
<td>0.35</td>
<td>1.19</td>
<td>2.24</td>
</tr>
<tr>
<td>12 year mine life @ 1,000 tpd</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>M&amp;I Resources</td>
<td>6,114</td>
<td>2.48</td>
<td>42.82</td>
<td>0.31</td>
<td>1.20</td>
<td>2.15</td>
</tr>
<tr>
<td>Additional 11 years of potential mine life in M&amp;I resources</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inferred Resources</td>
<td>3,501</td>
<td>1.31</td>
<td>37.59</td>
<td>0.27</td>
<td>1.34</td>
<td>2.44</td>
</tr>
</tbody>
</table>

Note: Mineral reserves are based upon and included within the current mineral resource estimate
Mineral reserves are estimated using metal price forecasts of $0.60/lb lead, $0.75/lb zinc, $2.10/lb copper, $1,000/oz gold and $19.12/oz silver

Campo Morado Mine (100% Owned)
Au, Ag and base metal VMS mineral deposit

<table>
<thead>
<tr>
<th>Class</th>
<th>Tonnes Kmt</th>
<th>Gold g/t</th>
<th>Silver g/t</th>
<th>Copper %</th>
<th>Lead %</th>
<th>Zinc %</th>
</tr>
</thead>
<tbody>
<tr>
<td>M&amp;I</td>
<td>16,627</td>
<td>1.70</td>
<td>123</td>
<td>0.80</td>
<td>0.93</td>
<td>4.01</td>
</tr>
<tr>
<td>17 year mine life potential @ 2,500 tpd</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inferred</td>
<td>988</td>
<td>1.32</td>
<td>116</td>
<td>0.64</td>
<td>0.92</td>
<td>3.20</td>
</tr>
</tbody>
</table>

Zinc equivalent calculations used a 5.5% ZnEq cut-off and metal prices of USD 1.20/lb for zinc, USD 2.80/lb for copper, USD 17/oz for silver, USD 1150/oz for gold and USD 0.90/lb for lead and metallurgical recoveries of 70% for zinc, 68% for copper, 38% for silver, 25% for gold, and 60% for lead. Metal price assumptions used in the ZnEq calculation are the same assumptions used in establishing the cut-off for the estimates and reasonable prospects of eventual economic extraction.
Tahuehueto Project – In Construction – 60% Advanced
Telson Flagship Asset - Gold and Base Metal Mine.
Building a 1000+ tonne per day mine targeted for Production Early 2021
Potential to increase to 3000 tpd within 5 years with exploration success
## Tahuehueto – Prefeasibility Financial Metrics

<table>
<thead>
<tr>
<th>Item</th>
<th>550 tpd (Published)</th>
<th>1000 tpd (Unpublished)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Average annual EBITDA</td>
<td>$16.6 Mn</td>
<td>Est 95% increase</td>
</tr>
<tr>
<td>NPV @ 8% Annual Discount Rate (Pre-Tax)</td>
<td>$137.8 Mn</td>
<td>Est 63% increase</td>
</tr>
<tr>
<td>Pre-tax Internal Rate of Return (IRR)</td>
<td>56%</td>
<td>76%</td>
</tr>
<tr>
<td>Mine Life</td>
<td>21 years</td>
<td>12 years</td>
</tr>
<tr>
<td>Capital Cost</td>
<td>$37.6 Mn</td>
<td>$40.6 Mn</td>
</tr>
<tr>
<td>Average cost per ton (incl. mining, processing, G&amp;A, freight, marketing and royalties)</td>
<td>$67.35</td>
<td>Est $52.14</td>
</tr>
<tr>
<td>Average cost per AuEq ounce</td>
<td>$494.95</td>
<td>Est $415.00</td>
</tr>
</tbody>
</table>

Metal Prices Used (US$): Au $1,180/oz, Ag $16.70/oz, Cu $2.65/lb, Pb $0.87/lb, Zn $0.92/lb

Currency quoted in US$

**Notes:**
1. 550 tpd PFS results from Published January 2017 PFS – Metal Mining Consultants Inc.
2. 1,000 tpd results from non-published study to PFS level standards – Metal Mining consultants
Tahuehueto Mine Pre-Production Toll Milling Confirms Favorable Metallurgy & Excellent Recoveries

Toll Milling Campaigns Up to Aug 2019
5,185 tonnes Ore Processed.

<table>
<thead>
<tr>
<th>Recoveries %</th>
<th>Ore Head Grades</th>
</tr>
</thead>
<tbody>
<tr>
<td>Au</td>
<td>84.79</td>
</tr>
<tr>
<td>Ag</td>
<td>83.80</td>
</tr>
<tr>
<td>Pb</td>
<td>82.70</td>
</tr>
<tr>
<td>Zn</td>
<td>70.37</td>
</tr>
<tr>
<td>Cu</td>
<td>80.23</td>
</tr>
<tr>
<td>Au</td>
<td>5.2 g/t</td>
</tr>
<tr>
<td>Ag</td>
<td>39.4 g/t</td>
</tr>
<tr>
<td>Pb</td>
<td>1.61 %</td>
</tr>
<tr>
<td>Zn</td>
<td>3.03 %</td>
</tr>
<tr>
<td>Cu</td>
<td>0.21%</td>
</tr>
</tbody>
</table>

Installing flotation cells in Tahuehueto Mill

Tahuehueto Pre-Production Operational Results

- 42,320 ore processed
- 1,286 tonnes lead concentrate
- 2850 tonnes zinc concentrate
- US $12.4 million in cash sales up to Q2 2019

June 3, 2020
PRIVATE PRESENTATION FOR ACCREDITED AND SOPHISTICATED INVESTORS ONLY
Campo Morado Mine

- Large Resource 17.6 Million Tonnes
  - Gold, Silver, Zinc, Copper and Lead
- Production Restarted January 26 2020
- Significant Future Revenue Potential
 Campo Morado – History

- Past producing mine including all equipment, infrastructure and facilities for initiation of mining operations. Over US $500 million invested by the previous owners.

- Telson acquired 100% of O/S shares of Campo Morado in June 2017 for **US$20 million** negotiated “Fire Sale price” *(paid US$14.5 million to date)*

- Telson’s operating team restarted mining operations 4 months after acquisition and produced continuously till July 2019

- July 2019 – Jan 2020 mine was in care and maintenance as a result of weak metal prices and community issues.

- Mining operations resumed late January 2020 with temporarily suspension during April and May 2020 under COVID-19 country wide shut down.

- Operations resuming 1st week of April 2020 with Mining declared an essential industry in Mexico
• Operating Costs (all in including mining, milling, freight, royalties, smelter costs, etc.)
  
  • 2018-19 **US $55/tonne, almost half of previous owners operating cost of US$98/tonne.**
  
  • 2020 Feb & Mar ~ **US $43/tonne** (reduced staff and no development)

• Q1 2019, last full Q of production - C1 Cash Costs US $0.71/lb Zn  AISC US$1.01/lb Zn

• Q1 2019 Mine Operating profit* ~US $2.3 million (C$3.05 million) Last quarter under full operation.

• **Full year 2018 mine operating profit ~US$7.4 million** (C$9.9 million) (includes pre-production and commercial production)*

*Operating Profit figures include non-cash items of accretion of provision for site reclamation, depletion, depreciation and amortization) Non GAAP
**Campo Morado Mine – Future Plans**

**New Revenue Sources Possible**

- Plant Expansion to increase production to 3,000 tpd (80% built)
- Significant Increase to precious metal recoveries possible **Leachox Process**
- Potential Re-processing historic tailings containing possible 280K AuEq ounces (Au & Ag)

**Mining operations re-started Jan 2020**

2013 Leachox testing by Maelgwyn Engineering achieved recoveries of up to 65% for gold (400% increase) 81% silver (200% increase)

**Exploration to double resources next 2-3 years**

Increase production to 5,000 tpd over five years with exploration success
RS [2]35 on third pic from left please remove and can you replace it dore pour pic immediately left then insert the Campo Morado pic of the copper circut in second from left spot.

Ralph Shearing, 6/03/20
The Future Looks Bright for Telson

- Bring Tahuehueto on stream in early 2021 at minimum 1,000 t/d
- Campo Morado Operating with emphasis to increase production rate and significantly increase precious & base metal recoveries using new technology
- Five-year plan to triple Tahuehueto production to 3,000 tpd and double Campo Morado production to 5,000 tpd. Exploration success required.
- New acquisitions will be targeted as financial conditions allow
- As production increases in 2020 and beyond, cashflows are projected to rise transforming Telson Mining Corporation into a true Mid-Tier Mexican mining company
- The resulting significant free cashflows will enable strong growth potential returning significant value to our shareholders

Excellent Exploration Potential Exists at Tahuehueto and Campo Morado to Increases Resources Several Times Current Resources.
- More info available in Appendix A -
Corporate Loan Debt Summary  
as of February 29, 2020

Line of Credit
• MXN$150M (~ US$ 7.5M)
• Interest of 15% payable after 12-month grace period in 12 equal monthly installments
• Cash drawdowns payable following a 36-month grace period in 24 equal consecutive monthly installments to be paid in full no later than July 28, 2022.

Nyrstar Loan
• Interest at 10% (12% on arrears)
• Loan currently in default
• Renegotiation in progress (info on next slide)

Trafígura Off-Take Loan – Campo
• US$5 Million
• 3-year term (6-month grace period) 12 monthly installments
• Interest at LIBOR +5%

Trafígura Off-Take Loan Facility – Tahuehueto
• US$15M (3 tranches) US$12.5 rec’d
• 3-year term (12-month grace period) 24 monthly installments
• Interest at LIBOR +6%

Caterpillar Equipment Leases
• Telson negotiated a conditional extension to July 30, 2021 to all Trafigura debt where Trafigura has waived default of Telson’s debt obligation removing the default status. (Please see Telson press release dated April 17, 2020 for details.)

• Similar negotiation has finalized terms with Nyrstar pending signatures to agreement. Once fully executed, Nyrstar Loan will be removed from default status and loan term conditionally extended to July 30, 2021. (Details to be released when fully executed)

• Total of US $22.51 million debt conditionally extended,
  • Trafigura US $16.25 million
  • Nyrstar US $6.26 million (pending final signature to agreement)
Corporate Details

CEO and PRESIDENT
Ralph Shearing
T. (604) 684-8071  Ext 102
rshearing@telsonmining.com

CAPITAL MARKETS:
Rory Godinho
T. (604) 961-6450
rgodinho@telsonmining.com

BUSINESS DEVELOPMENT:
Enrique Margalef
emargalef@telsonmining.com

Canadian Head Office
1000 – 1111 Melville Street
Vancouver, BC, V6E 3V6
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ir@telsonmining.com

Shares Outstanding: 161,364,823
Share Price (05/29/2020): CAD$ 0.08
Market Capitalization: CAD$ 12.9 million
Options: 9,667,166
Warrants: 15,455,237
TSX.V Listing: TSN
OTCBB Listing: SOHFF
Frankfurt Listing: TSGN

For detailed listing of options and warrants visit website

telsonmining.com
Conditional Loan Funding Arranged

US$12 Million Line of Credit Arranged

- Term Sheet Completed with International Mexican Bank.

- To Fund Tahuehueto Mine Construction (Publicly disclosed on Sept 04, 2019 and currently being refreshed)

- Funding conditional upon independent third-party confirmation of budget and total funding being in place.

Imminent Private Placement Offering or other funding mechanism. Telson would consider stream, small royalty or other...

- Private Placement will be offered to fund balance of construction budget.

- Construction budget currently being finalized and Telson anticipates potential equity raise of up to US$3million.

- Interested in Participating? Please contact the Company
Thank You!

1000 - 1111 Melville Street
Vancouver, BC, V6E 3V6, Canada
Tel: (604) 684-8071
Email: info@telsonmining.com
Appendix A

Projects Technical Info & Future Exploration Potential

- Resource and Reserve Expansion will easily be achieved with exploration to be initiated in the near future once free cash flow or equity funding allow.

- Multiple high-quality drill ready exploration targets available on both projects as shown on following slides....
Total Mineralized District ~90 Sq Km
Telson’s Concessions Cover 7,400 Hectares

- Reserves: 3.2Mn tonnes 3.4 g/t Au, 41.8 g/t Ag plus base metals
- Resources 6.1Mn tonnes (M&I) 2.4 g/t Au, 42.8 g/t Ag plus base metals

Major exploration potential (San Dimas-like district scale), destined to be a multi million oz gold deposit
Current Reserves/Resources
(Based on El Crestón Structure)

2018 Exploration Plan
• Develop and drill between El Crestón and Santiago
• Infill drilling between Cinco de Mayo and El Crestón
• Step out drilling along strike (north and south)
• Explore structure with underground drilling
• Surface drill identified but unexplored mineralized vein structures

June 3, 2020
PRIVATE PRESENTATION FOR ACCREDITED AND SOPHISTICATED INVESTORS ONLY
Campo Morado

- Over 3,000 drill holes for 570,000+ metres of core
- Resources 10.4 Mn tonnes (M&I) at,
  - 7.0% ZnEq cut-off, 10.1% ZnEq
  - Au 1.91 g/t, Ag 146 g/t, Zn 4.85%, Cu 0.87%, Pb 1.11%
- Increase quality of concentrates and gold/silver recoveries using new technologies
- 300,000+ AuEq oz (gold & silver only) in old tailings available to recover with new technology or leaching
- Targeting 5,000 tpd production in 5 years with exploration success

Notes: Mineral Resources have an effective date of November 5, 2017; Eric Titley, PGeo, Titley Consulting Ltd., is the Qualified Person responsible for the Mineral Resource estimate. Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. The Mineral Resources were depleted to December 2014, the last phase of mining, by removing all material from the tabulation found in the excavation solids models provided by Telson Mining Corporation. Zinc equivalent calculations used metal prices of USD 1.20/lb for zinc, USD 2.80/lb for copper, USD 17/oz for silver, USD 1150/oz for gold and USD 0.90/lb for lead. Metal price assumptions used in the ZnEq calculation are the same assumptions used in establishing the cut-off for the estimates and reasonable prospects of eventual economic extraction. A 5.5% ZnEq cut-off in bold is considered to be appropriate for the sub-level caving mining method planned for extraction of the mineralization in the various deposits. All Mineral Resource estimates, cut-offs and metallurgical recoveries are subject to change as a consequence of more detailed economic analyses that would be required in Pre-Feasibility and Feasibility studies. The 5.5% ZnEq cut-off in bold is considered the base case Mineral Resource estimate. Other estimates are reported in the context of cut-off grade sensitivity analysis. Gold grade estimates are reported as grams per tonne rounded to two decimal places. Silver grade estimates are reported as grams per tonne rounded to an integer. Copper, lead, zinc and zinc equivalent estimates are reported as percent rounded to two decimal places. Tonnages are reported as metric tonnes round to one thousand tonnes. Rounding as required by reporting guidelines may result in apparent summation differences. Metal prices of USD 1.20/lb for zinc, USD 2.80/lb for copper, USD 17/oz for silver, USD 1150/oz for gold and USD 0.90/lb for lead
CAMPO MORADO MINE
Significant Exploration Potential
Points to a Long Mine Life

Drilled Area
Geochemical Anomalies
Geophysical Anomalies
12,090 Ha

Details on next slide
Campo Morado Potential

G9 U/G drill hole massive sulphides