

Red Cloud's Summer Silver Conference 2022 *Conference Recap*

Thematic
August 11, 2022

Yesterday, Red Cloud hosted its Summer Silver Conference which featured 11 presenting silver companies and a fireside chat with Tavi Costa from Crescat Capital LLC, Peter Krauth, Author and Editor, and Maria Smirnova from Sprott Asset Management. The conference had almost 383 participants registered in advance of the event. With this note, we provide a quick recap of the highlights for those who were unable to attend the event. Replays will be available at www.redcloudfs.com.

Fireside Chat – The Silver Perspective

Tavi Costa – Partner & Portfolio Manager, Crescat Capital LLC

Maria Smirnova – Senior Portfolio Manager & Chief Investment Officer, Sprott Asset Management

Peter Krauth – Author, The Great Silver Bull and Editor, Silver Stock Investor Newsletter

The fireside chat commenced with panellists providing broad comments on the current state of the silver market. Mr. Krauth highlighted that silver has rallied by ~150% since the pandemic. While it has struggled recently because of higher interest rates and concerns for a potential recession, it continues to maintain levels >US\$20/oz. He added that Russia's invasion of Ukraine is unlikely to have any direct impact on the silver market, however, limits on Russian copper imports could have an indirect effect on the silver supply since ~25% of the world's silver supply comes from copper mines.

Macro-economic factors affecting the silver market. Replying to a question on the recent liquidity injection by the Fed, Ms. Smirnova pointed out that the U.S. government debt has ballooned to ~US\$30T, and the total debt stood at ~US\$67T, amounting to ~274% of the GDP. Additionally, a budget deficit of US\$1T and consumer credit touching US\$5T further constrains the Fed's ability to raise interest rates. She noted that while the July CPI at 8.5% has moderated slightly, inflation is still higher than interest rates, creating a negative real rates environment, which is positive for precious metals like silver. Her thoughts were seconded by Mr. Krauth who believes the Fed might have to make a tough choice between quashing the economy or taming inflation.

Mr. Costa built his view around three macroeconomic imbalances, that is, 1) high inflation – which is reaching the 1970s level, 2) high debt – characterized by the low disposable income of ~5%, and 3) high valuations – especially in the tech space where some companies are trading at >15x the revenue. He believes that these three factors combined could lead to higher demand for tangible assets like silver and gold.

Supply and demand scenario. Providing a breakdown of the two components of silver's demand, Mr. Krauth noted that ~54% of its demand emanates from industrial requirements such as solar panels (~11% of demand), medical equipment, and electronics, and the balance is comprised of demand from the investment industry, mostly ETFs. EVs use twice as much silver compared to traditional IC engines, and rising demand from the EV industry could be a key driver for silver going forward. Meanwhile, only ~25% of supply comes from primary silver mines which could lead to a situation where there are not enough primary silver producers to meet a surge in demand.

Talking about the supply deficit, Ms. Smirnova commented that while exploration funding has improved over the last couple of years, mine supply has always been disappointing. Furthermore, years of underinvestment have led to a scarcity of mines coming into production, which is being amplified by falling grades, higher permitting times, and political unrest in silver-producing countries of Latin America.

Mr. Costa added that the global economy might not be able to sustain the rising dollar, high-interest rates, and falling bond markets. With the growing demand for silver from China for solar panels and an increasingly de-globalized economy, the imbalance is likely to expand.

Future trends. Mr. Krauth stressed that ETFs and cryptocurrencies could be key driving factors for investment demand in the silver space. ETFs have been accumulating silver consistently since their launch, which has been largely unaffected by the price volatility. Additionally, some gold-backed cryptocurrencies have surged to a valuation of over a billion dollars, which means younger investors remain interested in precious metals.

Upcoming jurisdictions. Mr. Costa and Mr. Krauth shared the view that Yukon and Bolivia are upcoming jurisdictions for silver mines. Bolivia has been increasingly supportive of investments in silver mining and remains relatively underexplored. Additionally, northern BC, Newfoundland, and New Brunswick are increasingly becoming attractive jurisdictions for silver.

Stock selection criteria. Ms. Smirnova believes that tier-one location, efficient management teams, prospective geology, and tight capital structure are key factors to consider when selecting silver stocks. To this, Mr. Costa added that projects with a large land package with multiple targets are likely to succeed as compared to their smaller counterparts. He believes the best opportunities arise from exploration stage companies as these usually go unnoticed and are often mispriced.

Ending the discussion, all three panel members advocated that the backdrop for silver remains positive and that having precious metals in portfolios could increase return and decrease risk over the long term.

Presentation Highlights:

The Americas

Summary of panel discussion

The panel discussion included Mr. Andrew Pollard from Blackrock Silver Corp., Mr. Kevin Brewer from CMC Metals Ltd., Mr. Joseph Kizis from Equity Metals Corp., Mr. Joseph Herbert from Outcrop Silver & Gold Corp., Mr. Sebastian Wahl from Silver X Mining Corp., and Mr. Mathew Wilson from Sterling Metals Corp. The discussion was moderated by Taylor Combaluzier, Mining Analyst at Red Cloud Securities.

The discussion started by addressing current sentiment in the silver market, which has been more than subdued. Mr. Herbert highlighted silver's use as an industrial metal, and its changing role with the growing green/EV revolution whereby more commodities like silver and copper are required to support increasing demand. He also noted that the market will hit 'bottom' eventually and we are poised to see a return in the sector. Given recent inflationary indicators, Mr. Kizis was also surprised about how prices and valuations have not been responding adequately. He stated that with threats of a recession looming, it may be a good time for investors to get involved as valuations bounce back up. Mr. Pollard pointed out that prices have been following at a historic pace and given the undervaluation in the sector, he believes it's a matter of time before things turn around.

Next, the panelists addressed whether they believe there are enough primary silver projects to meet growing silver demand. Mr. Wilson highlighted that most production of silver occurs as a by-product from other commodities and not necessarily from primary silver mines. Mr. Combaluzier pointed out that 27% of the world's silver production comes from primary sources, with the rest as a by-product. Mr. Wilson then made the point that as companies diversify into other commodities, there may be more silver produced as a result. Mr. Wahl, however, took a different view. Silver X Mining, as a current producer, is looking for assets to expand production and eventually grow into a mid-tier producer. As such he highlighted that there are not many projects out there with potential, and a lot of the current projects with resources may never see production, especially if silver prices persist at the sub \$20 level.

Panelists then discussed headwinds for the silver space. Mr. Wahl pointed out that all companies, whether silver producing or other commodities, need to make money. To combat volatility, most companies are therefore diversified, gaining income from different commodity streams so as to not rely solely on one commodity and its attendant price fluctuations. Mr. Kizis pointed out that with increasing EV demand, polymetallic deposits have become attractive so there is currently a lot of exploration and development for these kinds of deposits.

Lastly, the panelists touched on the regulatory regimes in each of their operating jurisdictions. British Columbia could be a tough environment to navigate. While regulators understand what is required and are supportive mining activities, there are issues with First Nations communities which makes mining exploration and development challenging in the province. Panelists expressed similar sentiments with the Yukon. Mr. Brewer pointed out that the government needs to do more and step in, particularly as simple permits can take lots of time for approval. Newfoundland on the other hand, is a great place to work. Given the mining history in the province, all levels of government are very supportive of mining activities. Mr. Wahl talked about Peru and how it is a pragmatic environment to operate in, despite the perception. Peru has been a mining jurisdiction for over 400 years and is very mining friendly. Nevada was discussed last, and Mr. Pollard highlighted how it is always ranked highly on the Fraser Institute's Annual Survey of Mining Companies. Nevada is steeped in mining history and has its own EPA. During the COVID-19 pandemic, not a single mine in Nevada was shut down by the government; the same cannot be said for many other mining regions around the world.

Blackrock Silver Corp. (TSXV:BRC, RESTRICTED)

Presenter: Andrew Pollard, President & CEO

Company Description:

Blackrock's flagship Tonopah West silver-gold project consolidates the western half of the famed Tonopah Silver District within the Walker Lane trend of Nevada. Known as the Queen of the Silver Camps, the Tonopah Silver District produced over 174M oz Ag and 1.8M oz Au from approximately 7.5Mt. Having drilled in excess of 140,000m in two years, and just recently delivering a maiden resource estimate, Blackrock has established Tonopah West as one of the highest-grade undeveloped, silver projects in the world, with 42M oz AgEq at an average grade of 446 g/t AgEq.

Highlights:

- We are currently restricted on Blackrock Silver Corp.

CMC Metals Ltd. (TSXV:CMB, BUY, C\$0.25 target, Taylor Combaluzier)

See our previous research [here](#)

Presenter: Kevin Brewer, President, CEO & Director

Company Description:

CMC Metals Ltd. is a growth stage exploration company focused on advancing high grade polymetallic deposits in Yukon, British Columbia and Newfoundland. Its polymetallic silver-lead-zinc CRD prospects include the Silver Hart deposit and Blue Heaven claims (the Silver Hart project) and Rancheria South, Amy and Silverknife claims (the Rancheria South project), while projects with potential for copper-silver-gold and other metals include Logjam (Yukon), Bridal Veil, Terra Nova and Rodney Pond all of which are in Newfoundland.

Highlights:

- Mr. Brewer provided an overview of exploration activities that have been undertaken and are underway across CMC's portfolio of projects. The company started off the summer season with field work at its Bridal Veil property with a ground magnetic and geochemical surveys. Based on results, the company has identified potential for Au and polymetallic mineralization. Its neighbour to the north, Gander Gold Inc. (CSE:GAND, Not Rated), has also had success and has identified a new gold trend with potential for new discoveries. This trend continues on CMC's property which the company views as an encouraging sign.
- At its Silver Hart property, the company is exploring for carbonate replacement deposits (CRDs). While a 5,000m drilling program was planned here for the summer, the company anticipates completing 4,000m to 4,300m this season. Assays are anticipated in the fall.
- At its Silverknife property, part of the Rancheria South project the company is employing similar exploration techniques to that being used at Coeur Mining's (NYSE:CDE, Not Rated) Silvertip mine. Gravity surveys completed on the northern part of the property have identified two anomalies which are yet to be drill tested. Geological mapping and prospecting are currently underway in the southern part of the property.

Equity Metals Corp. (TSXV:EQTY, Not Rated, Timothy Lee)

See our previous research [here](#)

Presenter: Joseph Kizis, President & Director

Company Description:

Equity Metals owns a 100% interest in the Silver Queen Au-Ag-Zn-Cu project, located along the Skeena Arch in British Columbia. The property hosts high-grade, precious- and base-metal veins related to a buried porphyry system, which has been only partially delineated. The company also has other assets, including a controlling JV interest in the Monument diamond project, NWT, strategically located in the Lac De Gras district within 40km of both the Ekati and Diavik diamond mines.

Highlights:

- The Silver Queen project hosts 244k oz AuEq at 9.31 g/t AgEq and 193k oz AuEq at 7.51 g/t AgEq in indicated and inferred resources. A majority of the resource is based on the No. 3 vein however there are other prospective targets on the property available for resource expansion.
- Since taking over the property in 2019, the company has completed 78 holes (~26,000m) of drilling. Equity Metals has recently been drilling the Camp vein and has intercepted bonanza grades with several zones that have returned +1 kg/t. While these are high grades, the intervals are thin, however there is a low-grade halo around the high-grade vein, making the vein economical for extraction.
- An updated resource for the project, which is expected to include the Camp vein is expected in Q3/22 ([read more](#)). Management is targeting 1.0M to 1.5M oz AuEq with this resource update.

Outcrop Silver & Gold Corp. (TSXV:OCG, Not Rated)

Presenter: Joseph Hebert, CEO & Director

Company Description:

Outcrop is advancing exploration on five, silver and gold exploration projects, with world-class discovery potential in Colombia. The company is currently focused on advancing the Santa Ana project in Colombia, a high-grade silver-gold discovery, via the drill bit.

Highlights:

- The 36,000 ha Santa Ana project is one of the highest-grade Ag projects in Colombia. To date, 60km of veins have been delineated on the property but less than 10% have been tested.
- Of the 240 holes that have been drilled at the project, the weighted average grade of 170 holes is 1,580 g/t AgEq over an average width of 0.8m. Drilling has defined 13 high-grade shoots and 8 near term targets, all within a 5km x 1.2km footprint.
- To date, the company has completed over 30,000m of drilling with a 18,000m (Phase 4) program currently underway, and a 8,500m (Phase 5) program to follow. A maiden resource estimate for the Santa Ana project is expected in Q4/22 and management is targeting 45M to 55M oz AgEq at average grades of 550 g/t to 750 g/t AgEq.

Silver X Mining Corp. (TSXV:AGX, BUY, C\$0.95 target, Timothy Lee)

See our previous research [here](#)

Presenter: Sebastian Wahl, Director & VP Corporate Development

Company Description:

Silver X is a Canadian silver mining company with assets in Peru. The company's flagship asset is the 15,000 ha, Nueva Recuperada Ag, Au, Pb, Zn and Cu project located in Huancavelica, Peru, 10 km N-NW of the Nueva Recuperada polymetallic concentrate plant. The Nueva Recuperada plant is currently ramping up to its full processing capacity of 720tpd.

Highlights:

- Mr. Wahl started by discussing the mission of the company, which is to become a mid-tier silver producer within the next few years, producing ~10M oz Ag annually. Management holds ~20% share in the company and he believes that Silver X is highly undervalued with an enterprise value of C\$0.2/oz.
- The recent resource at the company's flagship Neuva Recuperada project nearly tripled the metal content ([read more](#)), showing potential for a larger operation. Most of the resource is situated in the Tangana Mining Unit which hosts 12M t across seven veins. It is the main source of material for the Nueva Recuperada processing plant, which was recently upgraded to 720 tpd capacity, thereby increasing the monthly production in July by 58% to 123,592 AgEq oz ([read more](#)).
- Going forward, the company is developing infrastructure at the Cauca vein. Plans are to complete 15,500m exploration drilling followed by a PEA expected to be released later this year.

Sterling Metals Corp. (TSX:SAG, BUY (S), Taylor Combaluzier)

See our previous research [here](#)

Presenter: Mathew Wilson, CEO

Company Description:

Sterling Metals is working to uncover Canada's next high grade silver district. The company holds a 100% interest in the 13,500 ha Sail Pond silver and base metal project in NW Newfoundland. A 7,500-10,000m drilling program is underway at the project, to expand on the 2021 Heimdall zone discovery where the company uncovered a large zone of mineralization covering <3% of the 12km mineralized trend. It remains fully funded to pursue the planned exploration, having completed a \$4.8M financing in the spring of 2022.

Highlights:

- The Sail Pond Ag polymetallic project is well-located and is accessible by a nearby airport and a series of paved highways, forest access roads and trails. The project has never been mined and is highly underexplored. Surface mineralization and trenching results confirm a high-grade polymetallic vein system across a strike length of 12km. Mr. Wilson believes that the project has similarities to the 200M oz Western Keno Hill Area.
- A total of 8,000m was drilled last year, with assays grading up to ~4,414 g/t Ag over 0.34m from the recently discovered Heimdall zone ([read more](#)). The project hosts several argillite warps and the company has drilled ~3,000m this year to validate the presence of these warps along the 12km corridor.

- Ending the presentation, Mr. Wilson highlighted the company is favourably placed at the Lassonde curve for a potential re-rating. He also stressed upon the diversified metal exposure of the project, including Ag, Cu, Zn, and Sb, which cater to the demands of the clean energy revolution.

Mexico

Summary of panel discussion

The Mexico panel discussion included Rob Macdonald and Lawrence Page from Southern Silver Exploration Corp., Chris Wright and Doug Cavey from Defiance Silver Corp., Lauren Megaw from Reyna Silver Corp., Steve Cope from Silver Viper Minerals Corp., Ben Whiting from Orex Minerals Inc., and Timothy Lee from Red Cloud Securities Inc.

The discussion started off with each panelist providing a general update on ongoing activities at its operations, and each company answered questions specific to their own operations. In particular, Mr. Whiting mentioned that Orex could potentially sell its 2% NSR royalty on the Barsele gold deposit, of which Agnico Eagle (NYSE:AEM, Not Rated) has the right of first refusal on. This would provide the company with additional cash, although it does currently have enough in the treasury to fund ongoing operations. Ms. Megaw mentioned that Reyna Silver is looking forward to its Phase 3 drilling program at Guigui, as well as an initial 7,000m drill program at its Medicine Springs project. Mr. Page spoke to the possibility of Southern Silver potentially selling off its asset to a producer after recently completing its PEA. He believes the best decision for the company would be to form a joint venture with another company, whereby Southern Silver would have a reasonable retained interest on the project. Mr. Wright articulated his experience on the legal process of retaining rights on claims at Defiance's Tepal project. He mentioned that the company is taking every step possible to enforce rights and, although it still may take some time for legal process to run its course, he is pushing to have the process completed as soon as possible. Lastly, Mr. Cope mentioned that Silver Viper is planning to commence a larger drill program in the near-term, which will likely need to be funded through an equity raise. .

The final portion of the discussion was centred around challenges with getting the drill rigs turning and receiving results from assay labs. Although the majority of panelists mentioned that there have not been many issues with getting drill rigs, they have heard complaints from other companies about having trouble securing drill rigs. When it comes to assay labs, the turnaround times were a little worse earlier in the year, but they do seem to be catching up as time has gone on. Mr. Cavey also spoke to the strong infrastructure currently in place for mining and exploration in Mexico, which is helping the situation.

Defiance Silver Corp. (TSXV:DEF, BUY, C\$1.40 target, Timothy Lee),

See our previous research [here](#)

Presenter: Chris Wright, Chairman & CEO and Doug Cavey, Vice President, Corporate Development

Company Description:

Defiance Silver Corp. is a Mexico-based silver, gold, copper, and polymetallic exploration & development company actively engaged in advancing two major projects in Mexico, including the Zacatecas silver project in the historic mining region of Zacatecas, and the Tepal copper-gold project in Michoacan, Mexico. Defiance Silver Corp. trades under the symbol 'DEF' on the TSX Venture Exchange and 'DNCVF' on the OTCQX.

Highlights:

- With the Zacatecas project, Defiance Silver holds the second largest land package in the historic Zacatecas mining camp. The project hosts an initial resource of 16.9M oz AgEq which was based on 10,200m of drilling. Since the maiden resource, the company has completed an additional ~25,000m of drilling on the property.
- Defiance recently acquired the Lucita concession from Pan American Silver (TSX:PAAS, Not Rated). Recent drilling results from eight holes on this concession returned encouraging results ([read more](#)), indicating the presence of a mineralized system.
- At its Tepal project, host to 1.8M oz Au and 813M lb Cu, certain mining concessions were illegally and fraudulently transferred to a third party individual last month. The company is in the midst of sorting this out and believe that it has the legal standing to reverse the transfer and regain claim of these concessions. The Tepal project is advanced stage project with a PEA (from 2017).

Orex Minerals Inc. (TSXV:REX, BUY (S), Koby Kushner)

See our previous research [here](#)

Presenter: Ben Whiting, President, CEO & Director

Company Description:

Orex Minerals Inc. is a Canadian-based junior mineral exploration company with a portfolio of large gold, silver and copper exploration projects on prominent mineral trends in Mexico (Coneto Au-Ag and Sandra Ag-Au projects) and Canada (Jumping Josephine Au project). Orex's projects are operated either independently, or with major joint venture partners, including Pan American Silver Corp. and Fresnillo PLC.

Highlights:

- Mr. Whiting provided a thorough overview of Orex's projects including the Coneto Au-Au project, Sandra Ag-Au project, and the Jumping Josephine Au project. The company also currently holds a 2% NSR on the Barsele gold deposit, which Agnico Eagle (TSX:AEM, Not Rated) can purchase for US\$5M. Mr. Whiting noted that Orex has a diversified shareholder base, with institutions holding 65% (including Ingalls & Snyder, US Global, Sprott), while retail shareholders and management own 17% and 15%, respectively
- Mr. Whiting mainly spoke to the company's Coneto and Sandra projects. Orex has a 45% ownership in the Coneto project, which comprises 4,995 ha of mineral concessions and has completed 106 drill holes (38,613m) on twelve targets. Coneto also has a resource estimate in six zones ([read more](#)). Meanwhile, the Sandra project consists of a 60:40 joint venture between Pan American Silver (TSX:PAAS, Not Rated) and Orex, covers 6,875 ha, and is currently being drilled. Mr. Whiting also mentioned that the company will likely be looking to sell its stake in the Jumping Josephine project.
- We believe there are several near-term catalysts that could help drive the company's share price including 1) 2022 diamond drilling, 2) social and environmental programs, and 3) reviews of new property submissions.

Reyna Silver Corp. (TSXV:RSLV, BUY (S), Timothy Lee)

See our previous research [here](#)

Presenter: Lauren Megaw, Investor Relations

Company Description:

Reyna Silver Corp. is an exploration company with a portfolio of silver assets in Mexico and the United States. Reyna Silver's strategy centers around exploring projects that have the potential for high-grade, district-scale discoveries. The company is currently focused on exploring its flagship Guigui project located in Mexico, as well its Batopilas and Medicine Springs projects located in Mexico and Nevada, respectively.

Highlights:

- Ms. Megaw provided a detailed overview of the company's three high-grade and district-scale exploration projects, the Carbonate Replacement Deposits (CRD) at its projects, and its experienced management and technical team that is discovery driven. Reyna Silver is well-funded and has a clean balance sheet with C\$10.7M in cash and no debt and has a relatively tight share structure with ~117M of common shares outstanding.
- At the Batopilas project, the company has a 10,000m drilling program that is currently in progress. Targets at the project include multiple extensions to the 30 known veins within the district, and two veins with multiple high-grade silver and gold sample results of up to 42,302 g/t Ag and 21.4 g/t Au discovered during trenching. At the Guigui and Medicine Springs projects, the company is using a CRD exploration model which hosts significant potential for large regional structures.
- Moving forward, we believe there are several near-term catalysts that should help drive the company's share price including: 1) drilling results, geophysics, and sampling and structural surveys from Batopilas (ongoing), 2) 8,000m phase 3 drilling and geophysics at Guigui (2022), and 3) permitting and an initial 7,000m drill program at Medicine Springs (2022).

Silver Viper Minerals Corp. (TSXV:VIPR, BUY, C\$1.10 target, David A. Talbot)

See our previous research [here](#)

Presenter: Steve Cope, President, CEO & Director

Company Description:

Silver Viper Minerals Corp. is a Canadian-based junior mineral exploration company focused on precious metals in Sonora, Mexico. The company operates its 100%-owned La Virginia gold-silver project and has the option to acquire a 100%-interest in the Rubi-Esperanza group of claims internal to those concessions. Part of the Belcarra Group Management Ltd., Silver Viper is managed by highly qualified mining professionals with a consistent track record of identifying and advancing successful mineral exploration projects.

Highlights:

- Mr. Cope provided a comprehensive overview of the company's portfolio of high-quality assets, including the La Virginia Au-Ag project in Sonora, Mexico, which hosts the NI 43-101 resource-complaint El Rubi Discovery zone. The company is led by a strong management and technical team and has a clean balance sheet with ~C\$1.8M in cash and no debt. We note that the majority of shareholders are on the institutional side (57%), while management has the second largest holding at 23%, and retail shareholders hold 20%.

- La Virginia is comprised of 6,882 ha in four claims and is situated in a largely unexplored portion of the Sierra Madre Occidental. Mr. Cope mentioned that one of the most exciting discoveries at the project is El Rubi ([read more](#)), where the latest geophysics has shown that targets that were previously unknown targets could host significant potential.
- Moving forward, we expect drilling results from Phase 3 at La Virginia, which would aim to test additional anomalies, to be the primary source of newsflow and help expand upon the maiden resource at the project in the near-term.

Southern Silver Exploration Corp. (TSXV:SSV, BUY, C\$0.80 target, Timothy Lee)

See our previous research [here](#)

Presenter: Lawrence Page, President & Director and Robert Macdonald, VP Exploration

Company Description:

Southern Silver is a member of Manex Resource Group of Vancouver and over the past twelve years has focused on the development its flagship, 100%-owned Cerro Las Minitas (CLM) Ag-Cu-Pb-Zn property in Mexico. Preparation of a Preliminary Economic Assessment is currently underway at CLM, supported by the continued use of diamond drilling. Southern Silver also owns the Oro property located in New Mexico, where preliminary exploration work is underway.

Highlights:

- Mr. Macdonald discussed the CLM Ag-Cu-Pb-Zn project, which is one of the largest, highest grade and undeveloped silver projects in the world with 335M oz AgEq in indicated and inferred resources.
- The CLM project is a large property with four mineral deposits on the western side and two on the eastern side, and recent drilling along the northern side. The company has completed 90,000m of drilling to date at an average cost of C\$0.09/oz AgEq. A PEA for the project is expected in Q3/22.
- Drilling is also underway at the company's 100%-owned Oro project in New Mexico. Southern Silver plans to complete 4,000m here, with the third hole of six planned currently being completed. Assays from drilling are expected in Sep/22. Surface work is also planned at the Hermanas project, where the company is earning a 100% interest.

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Company Specific Disclosure Details

| Company Name | Ticker Symbol | Disclosures | Company Name | Ticker Symbol | Disclosures |
|-----------------------------|---------------|-------------|-----------------------------------|---------------|-------------|
| Blackrock Silver Corp. | TSXV:BRC | 3,4 | Reyna Silver Corp. | TSXV:RSLV | 3,4 |
| CMC Metals Ltd. | TSXV:CMB | 3,4 | Silver Viper Minerals Corp. | TSXV:VIPR | 3,4 |
| Defiance Silver Corp. | TSXV:DEF | 1,2,3,4 | Silver X Mining Corp. | TSXV:AGX | 1,2,3,4 |
| Equity Metals Ltd. | TSXV:EQTY | | Southern Silver Exploration Corp. | TSXV:SSV | 3,4 |
| Orex Minerals Inc. | TSXV:REX | | Sterling Metals Corp. | TSXV:SAG | 3,4 |
| Outcrop Silver & Gold Corp. | TSXV:OCG | | | | |

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