

MINERAL RESERVE AND MINERAL RESOURCE STATEMENT¹

Proven and Probable Mineral Reserves¹

Gold Mineral Reserves

Property	Proven			Probable			Proven and Probable		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Relief Canyon Subtotal	11,803	0.81	307	15,623	0.65	324	27,426	0.72	631
Total Gold	11,803	0.81	307	15,623	0.65	324	27,426	0.72	631

Silver Mineral Reserves

Property	Proven			Probable			Proven and Probable		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Relief Canyon Subtotal	9,238	4	1,231	3,550	3	366	12,789	4	1,597
Galena - Ag-Pb	371	301	3,595	465	257	3,836	836	276	7,432
Galena - Ag-Cu	194	559	3,485	233	592	4,440	427	577	7,925
Galena Subtotal	565	390	7,080	698	369	8,276	1,264	378	15,357
San Rafael	1,155	127	4,722	1,757	98	5,563	2,912	110	10,285
El Cajón	-	-	-	831	147	3,939	831	147	3,939
Zone 120	-	-	-	2,047	161	10,610	2,047	161	10,610
Cosalá Subtotal	1,155	127	4,722	4,635	135	20,112	5,790	133	24,834
Total Silver	10,959	37	13,033	8,883	101	28,754	19,842	66	41,787

Zinc Mineral Reserves

Property	Proven			Probable			Proven and Probable		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
San Rafael Subtotal	1,155	3.97	101.1	1,757	3.99	154.7	2,912	3.98	255.7
Total Zinc	1,155	3.97	101.1	1,757	3.99	154.7	2,912	3.98	255.7

Lead Mineral Reserves

Property	Proven			Probable			Proven and Probable		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
Galena - Ag-Pb	371	7.94	65.0	465	7.52	77.1	836	7.70	142.0
Galena Subtotal	371	7.94	65.0	465	7.52	77.1	836	7.70	142.0
San Rafael	1,155	1.80	45.9	1,757	1.59	61.8	2,912	1.68	107.7
Cosalá Subtotal	1,155	1.80	45.9	1,757	1.59	61.8	2,912	1.68	107.7
Total Lead	1,526	3.29	110.9	2,222	2.83	138.8	3,749	3.02	249.7

Copper Mineral Reserves

Property	Proven			Probable			Proven and Probable		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
Galena Subtotal	194	0.54	2.3	233	0.54	2.8	427	0.54	5.1
El Cajón	-	-	-	831	0.46	8.4	831	0.46	8.4
Zone 120	-	-	-	2,047	0.40	18.1	2,047	0.40	18.1
Cosalá Subtotal	-	-	-	2,877	0.42	26.5	2,877	0.42	26.5
Total Copper	194	0.54	2.3	3,111	0.43	29.3	3,305	0.43	31.6

¹ Please refer to note 11 in "Notes for Mineral Reserve and Mineral Resource Estimates" for the effective dates of the estimate.

Measured and Indicated Mineral Resources¹

Gold Mineral Resources - Inclusive of Mineral Reserves

Property	Measured			Indicated			Measured and Indicated		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Relief Canyon Subtotal	13,143	0.77	327	24,838	0.58	462	37,982	0.65	789
Total Gold	13,143	0.77	327	24,838	0.58	462	37,982	0.65	789

Silver Mineral Resources - Inclusive of Mineral Reserves

Property	Measured			Indicated			Measured and Indicated		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Relief Canyon Subtotal	9,804	4	1,325	6,138	4	732	15,941	4	2,057

Silver Mineral Resources - Exclusive of Mineral Reserves

Property	Measured			Indicated			Measured and Indicated		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Galena - Ag-Pb	432	284	3,942	570	276	5,051	1,002	279	8,993
Galena - Ag-Cu	262	570	4,809	531	602	10,274	793	591	15,083
Galena Subtotal	695	392	8,752	1,101	433	15,325	1,795	417	24,076
San Rafael	1,310	100	4,207	1,774	82	4,692	3,084	90	8,899
Nuestra Señora	257	85	700	1,879	89	5,379	2,136	89	6,079
El Cajón	-	-	-	226	150	1,089	226	150	1,089
Zone 120	-	-	-	1,129	126	4,568	1,129	126	4,568
Cosalá Subtotal	1,567	97	4,907	5,008	98	15,728	6,575	98	20,635
Total Silver	2,261	188	13,659	6,109	158	31,053	8,371	166	44,712

Zinc Mineral Resources - Exclusive of Mineral Reserves

Property	Measured			Indicated			Measured and Indicated		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
San Rafael	1,310	2.30	66.3	1,774	2.12	83.0	3,084	2.20	149.3
Nuestra Señora	257	1.76	10.0	1,879	1.74	71.9	2,136	1.74	81.9
Cosalá Subtotal	1,567	2.21	76.3	3,653	1.92	154.9	5,220	2.01	231.2
Total Zinc	1,567	2.21	76.3	3,653	1.92	154.9	5,220	2.01	231.2

Lead Mineral Resources - Exclusive of Mineral Reserves

Property	Measured			Indicated			Measured and Indicated		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
Galena - Ag-Pb	432	8.66	82.6	570	8.55	107.4	1,002	8.60	190.0
Galena Subtotal	432	8.66	82.6	570	8.55	107.4	1,002	8.60	190.0
San Rafael	1,310	0.98	28.4	1,774	0.91	35.7	3,084	0.94	64.1
Nuestra Señora	257	0.84	4.8	1,879	0.82	33.9	2,136	0.82	38.7
Cosalá Subtotal	1,567	0.96	33.1	3,653	0.86	69.6	5,220	0.89	102.8
Total Lead	1,999	2.63	115.7	4,223	1.90	177.1	6,222	2.13	292.8

Copper Mineral Resources - Exclusive of Mineral Reserves

Property	Measured			Indicated			Measured and Indicated		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
Galena - Ag-Cu	262	0.68	3.9	531	0.60	7.1	793	0.63	11.0
Galena Subtotal	262	0.68	3.9	531	0.60	7.1	793	0.63	11.0
Nuestra Señora	257	0.16	0.9	1,879	0.20	8.2	2,136	0.19	9.2
El Cajón	-	-	-	226	0.46	2.3	226	0.46	2.3
Zone 120	-	-	-	1,129	0.32	8.0	1,129	0.32	8.0
Cosalá Subtotal	257	0.16	0.9	3,234	0.26	18.5	3,491	0.25	19.4
Total Copper	519	0.43	4.9	3,765	0.31	25.6	4,284	0.32	30.5

¹ Please refer to note 11 in "Notes for Mineral Reserve and Mineral Resource Estimates" for the effective dates of the estimate.

Inferred Mineral Resources¹

Gold Mineral Resources

Property	Inferred		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Relief Canyon Subtotal	4,758	0.30	45
Total Gold	4,758	0.30	45

Silver Mineral Resources

Property	Inferred		
	Tonnes (kt)	Grade (g/t)	Ounces (koz)
Relief Canyon Subtotal	716	2	54
Galena - Ag-Pb	713	282	6,453
Galena - Ag-Cu	381	654	8,005
Galena Subtotal	1,093	411	14,458
San Rafael	452	167	2,421
Nuestra Señora	2,009	101	6,539
El Cajón	164	117	618
Zone 120	214	125	864
Cosalá Subtotal	2,839	114	10,442
Total Silver	4,648	167	24,954

Zinc Mineral Resources

Property	Inferred		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
San Rafael	452	0.39	3.8
Nuestra Señora	2,009	1.90	84.3
Cosalá Subtotal	2,461	1.62	88.1
Total Zinc	2,461	1.62	88.1

Lead Mineral Resources

Property	Inferred		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
Galena Ag-Pb	713	9.63	151.4
Galena Subtotal	713	9.63	151.4
San Rafael	452	2.23	22.2
Nuestra Señora	2,009	0.83	37.0
Cosalá Subtotal	2,461	1.09	59.1
Total Lead	3,174	3.01	210.5

Copper Mineral Resources

Property	Inferred		
	Tonnes (kt)	Grade (%)	Pounds (Mlbs)
Galena - Ag-Cu	381	0.86	7.2
Galena Subtotal	381	0.86	7.2
Nuestra Señora	2,009	0.26	11.3
El Cajón	164	0.20	0.7
Zone 120	214	0.32	1.5
Cosalá Subtotal	2,387	0.26	13.6
Total Copper	2,768	0.34	20.7

¹ Please refer to note 11 in "Notes for Mineral Reserve and Mineral Resource Estimates" for the effective dates of the estimate.

Notes for Mineral Reserve and Mineral Resource Estimates:

1. *CIM (2014) Definitions and Standards were followed for Mineral Reserve and Mineral Resource Estimates.*
2. *Mineral Reserves are estimated at a net smelter return ("NSR") cut-off value of US\$50/tonne at San Rafael, US\$40/tonne at El Cajón, US\$40/tonne at Zone 120 and US\$198/tonne at Galena. Mineral Reserves at Relief Canyon are estimated at a 0.17g/tonne Au constrained by an open pit design.*
3. *Mineral Resources are estimated at a NSR cut-off value of US\$34/tonne at San Rafael, US\$40/tonne at Zone 120, US\$40/tonne at El Cajón and US\$198/tonne at Galena. Mineral Resources at Nuestra Señora are estimated at a 90g/tonne silver equivalent cut-off grade. Mineral Resources are estimated using variable cut-off grades depending on the mineralized material type. Oxide, mixed and sulfide Mineral Resources are reported at cut-off grades of 0.17g/tonne Au, 0.34g/tonne Au and 0.69 g/tonne Au respectively.*
4. *Mineral Reserves are estimated using metal prices of US\$1,290/oz Au, US\$16.00/oz Ag, \$2.50/lb Cu, \$0.90/lb Pb and \$0.90/lb Zn.*
5. *Mineral Resources are estimated using metal prices of US\$18.00/oz Ag, \$3.00/lb Cu, \$1.05/lb Pb and \$1.05/lb Zn.*
6. *Mineral Resources at Relief Canyon are inclusive of Mineral Reserves, specifically the Measured and Indicated oxide resources. Mineral Resources at the other properties are reported exclusive of Mineral Reserves and as such these Mineral Resources do not have demonstrated economic viability.*
7. *A minimum mining width of 4.5 feet was used for estimating Galena Reserves, with a minimum additional dilution of 0.5 feet from both the hangingwall and footwall. A mining recovery of 95% was used to reflect the selective nature of the mining methods used at the operation.*
8. *A mining recovery of 80% and 5% dilution factor at zero grade were used for estimating Mineral Reserves at San Rafael to reflect the mining methods (post-pillar cut and fill) used at the operation.*
9. *A minimum mining width of 4 meters and a 15% dilution factor, at zero grade, with varied mining recoveries between 80% to 95% depending on the width of the ore zone to reflect the proposed overhand cut and fill mining method were used for estimating Mineral Reserves at El Cajón and Zone 120.*
10. *Numbers may not add or multiply accurately due to rounding.*
11. *The effective date of the Mineral Reserve and Mineral Resource estimates at San Rafael, Nuestra Señora and Galena is June 30, 2018. The effective date of the Mineral Reserve and Mineral Resource estimates at El Cajón and Zone 120 is April 3, 2019. The effective date of the Mineral Reserve and Mineral Resource estimate at Relief Canyon is May 24, 2018 and November 1, 2016 respectively. The Company will be updating the Mineral Reserve and Mineral Resource estimates for all properties at mid-year 2019.*
12. *The Mineral Resource estimate for the Cosalá Operations is based on block models prepared by independent mineral resource consultants. The Nuestra Señora Mineral Reserve and Resource estimate was prepared by Company personnel under the supervision of James Stonehouse, a Qualified Person for the purpose of NI 43-101. The San Rafael, Zone 120 and El Cajón Mineral Resource estimates were prepared by Paul Tietz, C.P.G. who is an independent consultant and Qualified Person for the purpose of NI 43-101. The San Rafael Mineral Reserve estimate was prepared by company personnel under the supervision of Shawn Wilson, P.Eng., a Qualified Person for the purpose of NI 43-101.*
13. *The Mineral Resource estimate for the Galena Complex was prepared using a combination of block modelling and the accumulation method. The Mineral Resource estimate was prepared by Company personnel under the supervision of Aaron Gross, C.P.G., a Qualified Person for the purpose of NI 43-101. The Mineral Reserve estimate was prepared by Company personnel under the supervision of Shawn Wilson, a Qualified Person for the purpose of NI 43-101.*
14. *The Mineral Resource estimate for El Cajon and Zone 120 was prepared internally by Niel de Bruin, P.Geo., a Qualified Person for the purpose of NI 43-101. The Mineral Reserve estimate was prepared internally by Shawn Wilson, P.Eng., a Qualified Person for the purpose of NI 43-101.*
15. *The Relief Canyon Mineral Resource estimate was prepared by Paul Tietz, C.P.G. and the Mineral Reserve estimate was prepared by Neil Prenn, P.E., both of which are independent consultants and Qualified Persons for the purpose of NI 43-101.*
16. *The Company is not aware of any environmental, permitting, legal, title, taxation, socio-economic, marketing, political, or other relevant issues that would materially affect the Mineral Reserve and Mineral Resource estimates.*