



Building A Responsible High-Margin  
Silver Mining Company

**CSE: KUYA | OTCQB: KUYAF | FRA: 6MR1**

HIGH GRADE | GROWING | SILVER PRODUCTION | AMERICAS



**JULY 2021**

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# IMPORTANT DISCLOSURES - PLEASE READ CAREFULLY

## CAUTIONARY NOTE REGARDING TECHNICAL DISCLOSURE

The information in this presentation has been reviewed and approved by Dr. Scott Jobin-Bevans, P.Geo., who is a Qualified Person for the Company under the definitions established by National Instrument 43-101 ("NI 43-101"). A qualified person, as defined by NI 43-101, has not done sufficient enough work to verify the historical assay results and technical information reported herein. Historical mineral resources and reserves for the Bethania Property were estimated by Dionicio Milla Simon (Geological Engineer), as documented in a report entitled, "Mina Santa Elena Estimacion de Recursos y Reservas Minerales", dated March 2016. The historical mineral resources and reserves were calculated using simple block modelling for ore stopes and larger resource blocks, using the data collected through drifting and significant rock sampling from within the mine workings. The historical Bethania Mine has more than 6,000 metres of horizontal development among seven different veins. In addition, there is vertical development in the ore reserve areas between production stopes. Mineral reserve estimates considered mineralized material that was immediately accessible by existing mine workings and was calculated exclusive of mineral resources. The vein and ore development were methodically and consistently sampled for silver, lead and zinc, as well as the thickness of each vein sample and location recorded. Copper was assayed only intermittently and more sampling is required in order to include copper in any future mineral resource or mineral reserve estimates. No cut-off grade was provided but a specific gravity (density) of 3.0 and a dilution factor of 5% were applied. The historical estimates were completed using the categories set out in sections 1.2 and 1.3 of NI 43-101 and following the guidelines of the Canadian Institute of Mining, Metallurgy and Petroleum's CIM Definition Standards on Mineral Resources and Mineral Reserves, as adopted by CIM Council August 20, 2000, and amended in 2014. There are no recent estimates or data available to the Company. Verification of the historical mineral resource and reserve estimates would require sampling of mineralization at surface and underground (drill holes and on-vein sampling in mine workings) to generate a statistically significant number of samples of the historical resource and reserve blocks. A qualified person has not done sufficient work to classify the historical estimates as current mineral resources or mineral reserves and the Company is not treating the historical estimates as current mineral resources or mineral reserves. Investors should not rely on the historical estimates as current mineral resources or mineral reserves until they have been verified and supported in a technical report in accordance with NI 43-101.



# WELL-RUN SILVER MINES COMMAND A MARKET PREMIUM

**Bethania** is a great first asset

## Recent Past

- Producing silver mine until 2016 – now on care and maintenance.
- **Extensive database** of information with clear geologic model in place.
- Earn-in acquisition signed with Kuya late 2017
- Mine debt retirement completed in 2019
- Technical program for mine expansion initiated
- Completed initial 43-101 technical report

## Present (2020-2021)

- RTO Q3 2020 **(June-Sept)**
- Raised C\$12.3M **(June-July)**
- Received EIA approval **(August)**
- Closed acquisition of mine **(December)**
- Engaged Mining Plus for PEA **(December)**
- Drill/update historical estimate **(Current)**
- PEA – Mine Expansion
- Finance plant/expansion
- Build management team **(Ongoing)**

## Future Vision (2022+)

- Commission/Production
- Low cost silver production
- Aggressive regional exploration
- Next growth stage: expand Bethania, develop Kerr Project, Ontario (Canada)
- Longer-term growth from regional exploration in Peru and Silver Kings project, Canada
- Re-rating potential based on comparable public **silver mining** companies

# SHARE STRUCTURE

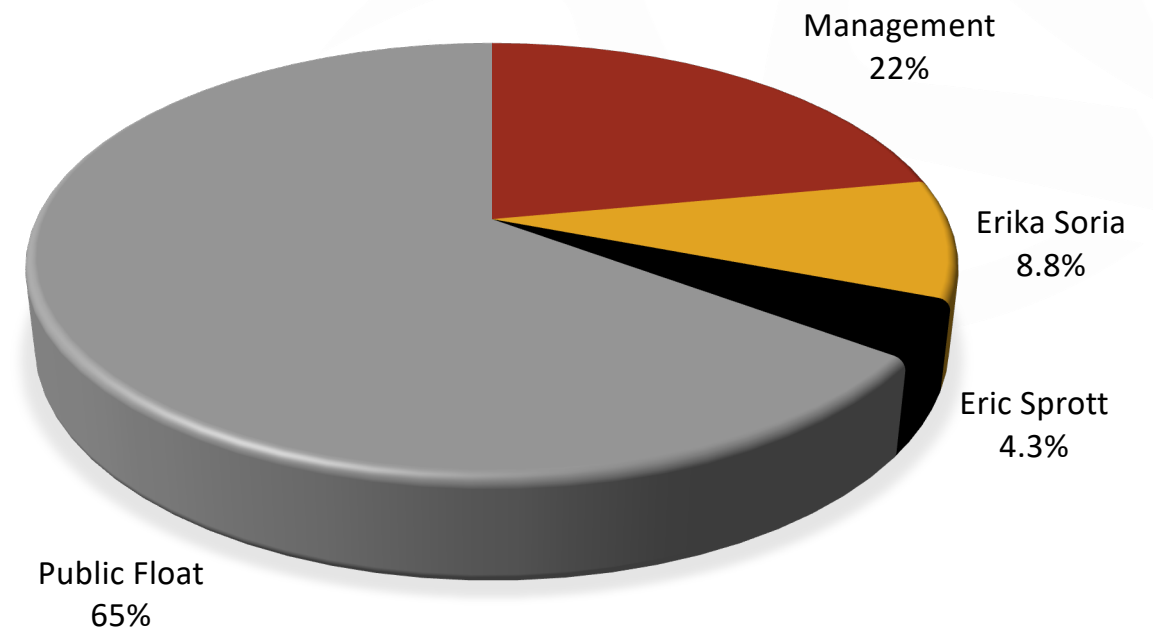
<b>Shares Outstanding</b>	<b>44,508,840</b>
Market Cap. (June 22 <sup>nd</sup> )	C\$68.98M
Warrants	2,421,325
Options	1,172,500
<b>Fully Diluted</b>	<b>48,102,665</b>

## Significant Shareholders

Management	<b>22%</b>
Erika Soria (S&L Andes)	8.8%
Eric Sprott	4.3%

## Other Large Shareholders

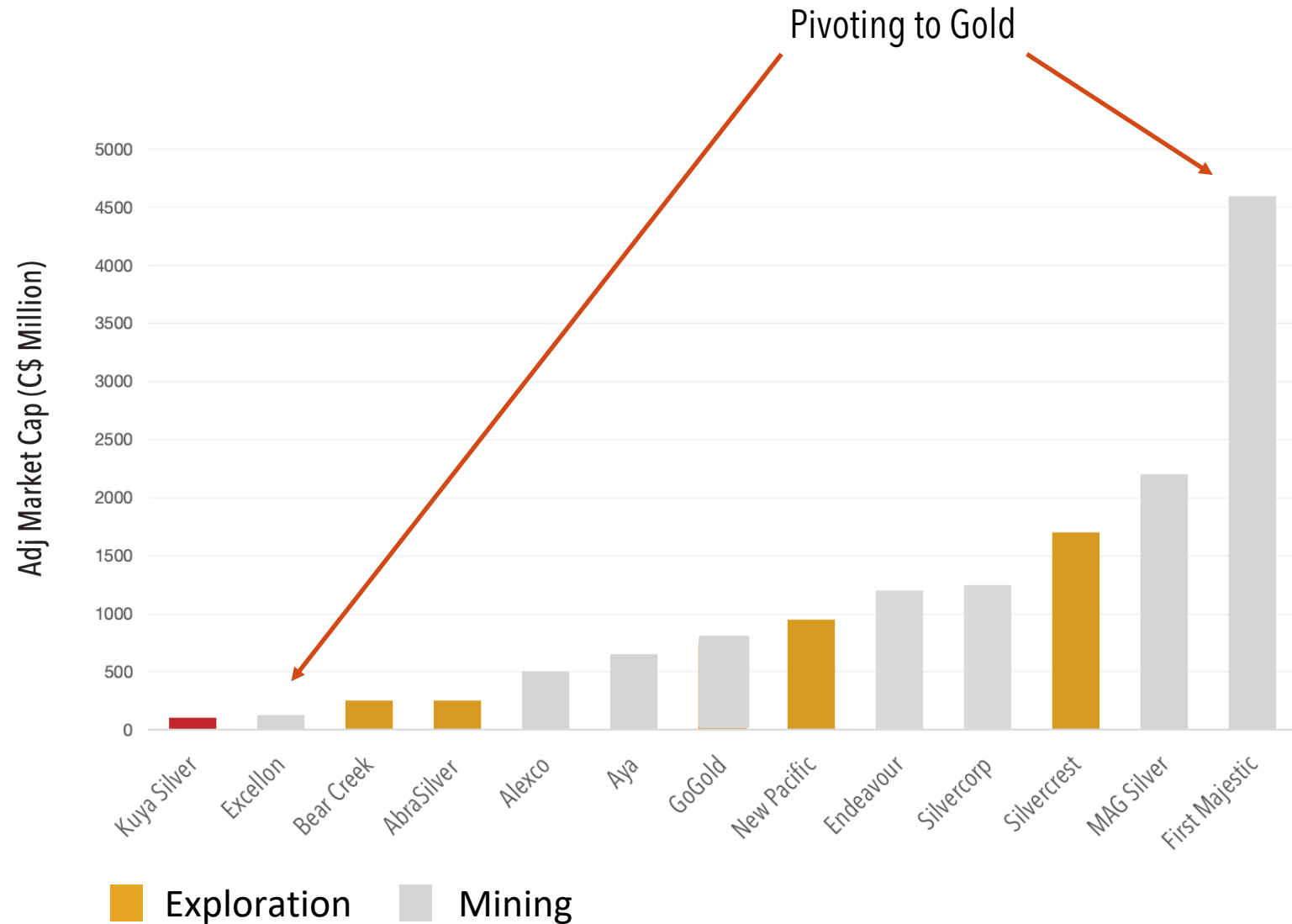
Sprott Asset Management
Crescat Capital
First Cobalt Corp.
Earth Resource Investment Group



# SILVER COMPANIES - VERY SMALL SECTOR

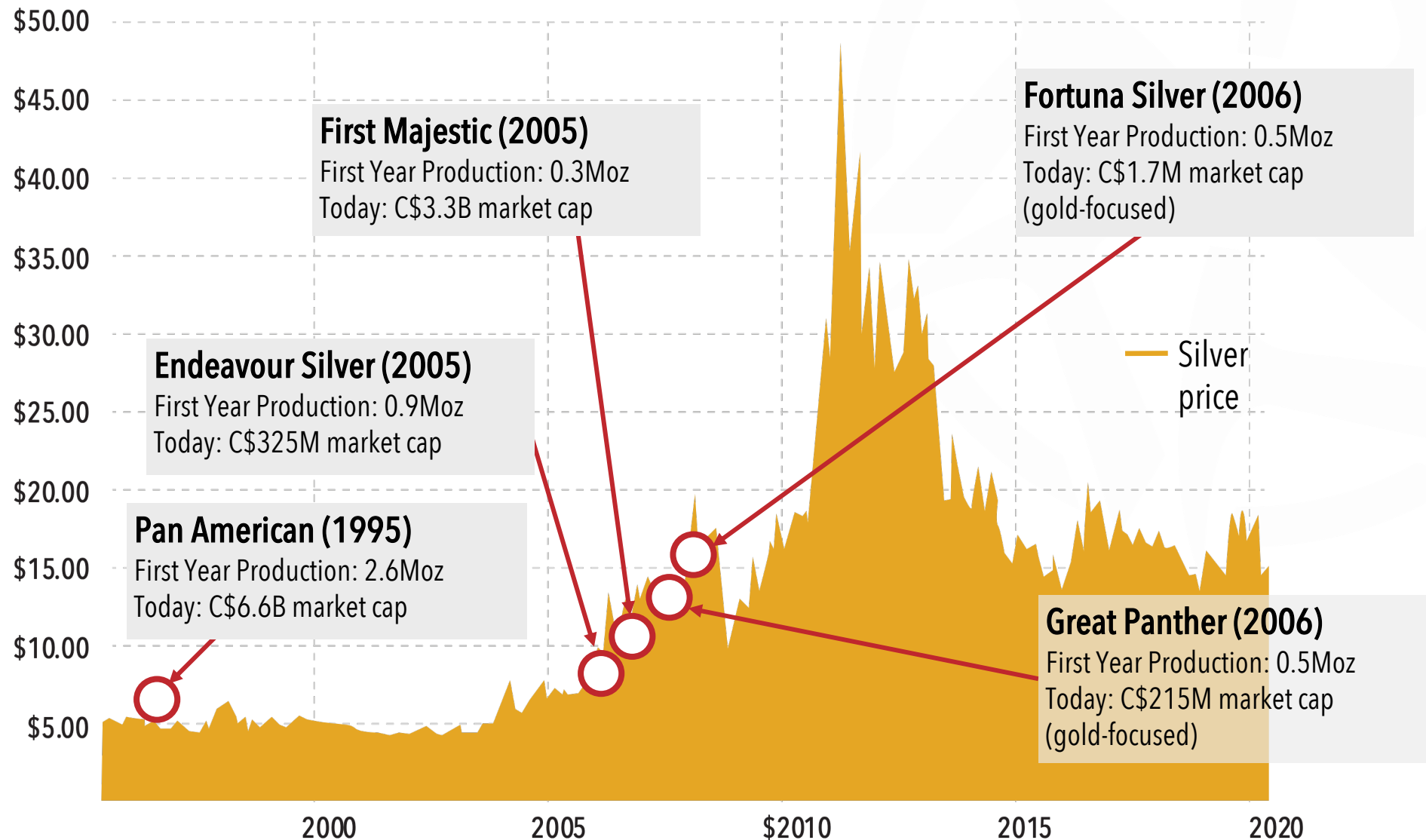
## Silver Equities Universe

- Lack of good investment choices drives valuations higher
- The investable silver universe is very small
- Significant value increase for production
- Production and/or significant exploration projects valued at C\$100M+



# WHAT DO THESE SUCCESSFUL SILVER COMPANIES HAVE IN COMMON?

Start **small**  
and grow  
through  
**production**  
and  
**acquisition**



# FOLLOWING A SUCCESSFUL PROVEN STRATEGY

The **Bethania Mine** will Launch the Market's Next Silver Mining Company

1

Identify a high-grade silver mine in either Peru or Mexico – the two most prolific silver mining countries in the world – benefitting from strong mining culture, and infrastructure

**START with a great silver mining asset!**

2

Acquire small-scale mines from local owners – with institutional market access to capital we are able to drill (increase resources/reserves) and expand (increase production/reduce costs)

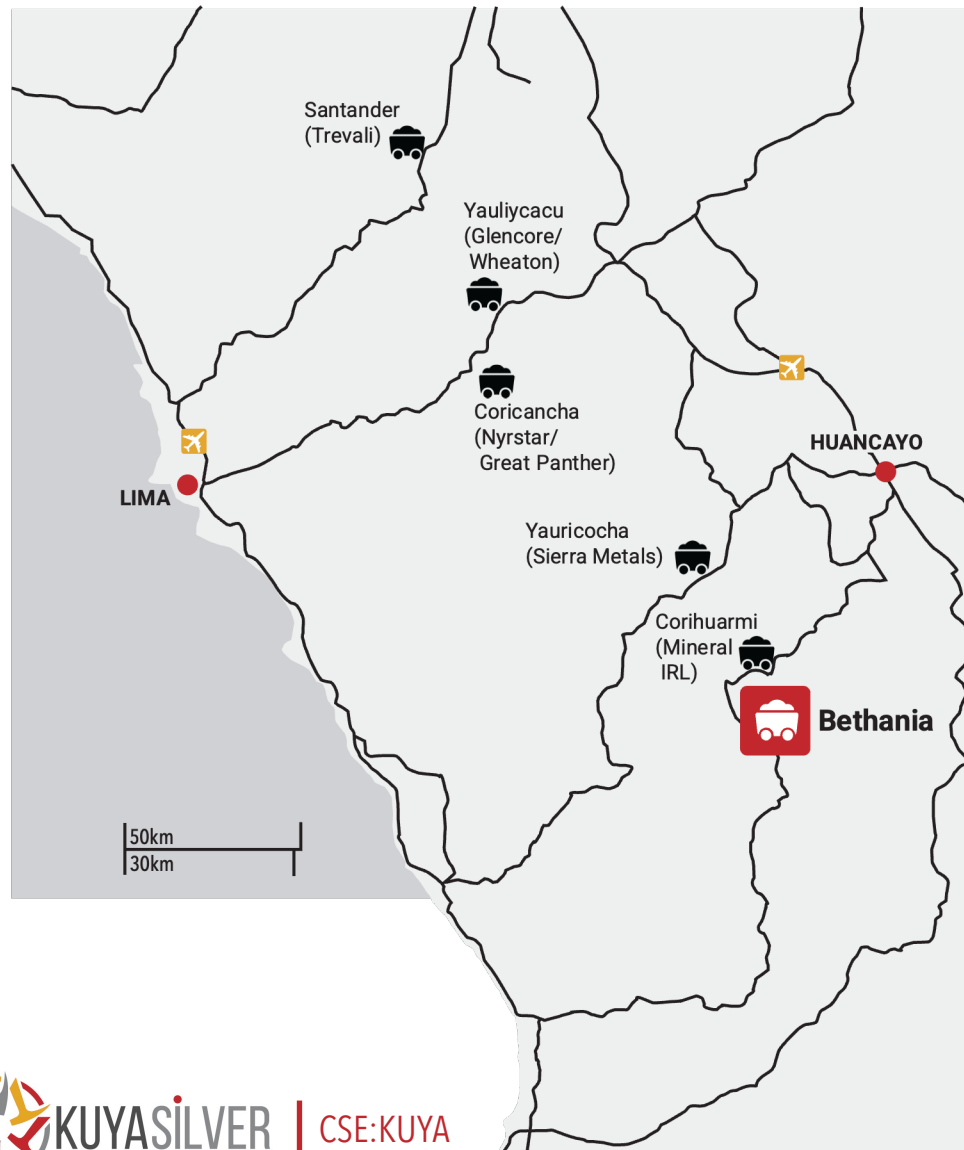
3

Benefit from by-product sales: base metals and gold (65%+ revenue from silver in our case)

4

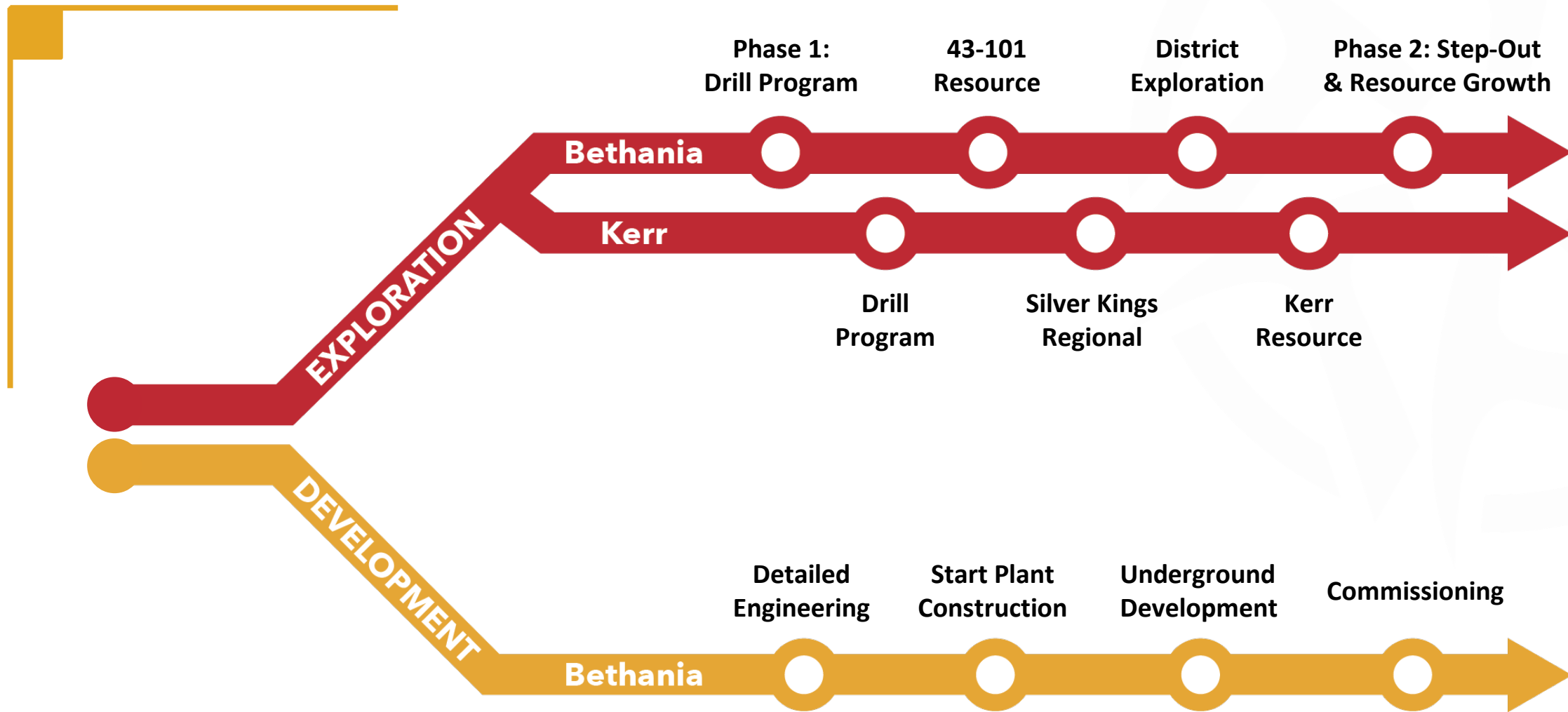
Lower risk: predictable geology, low capital intensity, well-established mining methods, off-the-shelf processing methods, established workforce, and permits in place

# GREAT ACCESS AND HISTORY



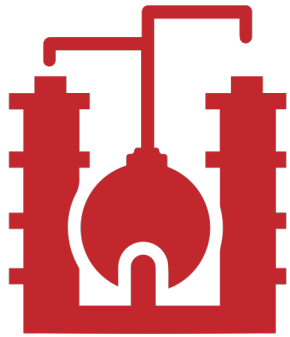
- Located in major silver-lead-zinc mining district in Central Peru
- Access mine by road from Huancayo (major city)
- Daily flights from Lima to Jauja (near Huancayo)
- Mine located near mining village of Bethania
- The Bethania Mine opened in 1977 after discovery of two veins (Española and 12 de Mayo) and has been operating at a small scale on and off for 40 years
- Peruvian family acquired Bethania mine, restarted ore production in 2009 and began toll processing in 2013
- Achieved production of 28,788 tonnes in 2014, producing 425,000 oz silver equivalent (only lead and zinc by-products)

# DUAL - TRACK VALUE CREATION



# BETHANIA EXPANSION – OPTIMIZING FUTURE PRODUCTION

## Potential Cost Savings



### TREATMENT/ REFINING

- Onsite 350 tpd facility
- Better TC/RC market
- addition of copper/gold circuit



### PROCESSING

- no toll milling fees
- greater recoveries



### TRANSPORT

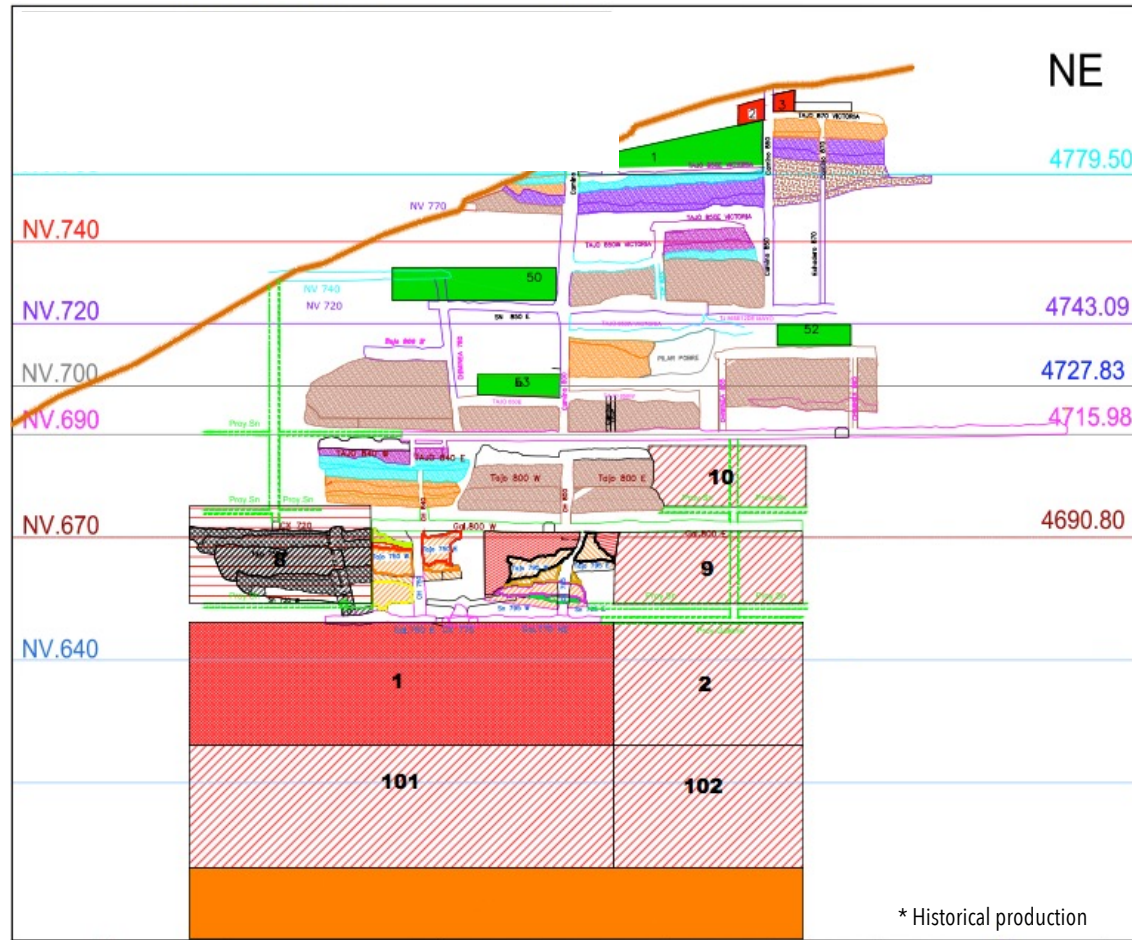
- eliminate long haul ore trucking

## Onsite Production

- High grades, higher recoveries
- No royalties or streams
- Mining near surface (lower haulage, mining costs vs. deep mines)
- Low non-discretionary sustaining capital, can increase with higher profits
- Lower G&A (no legacy costs)

## SIMPLE MINING – WELL UNDERSTOOD MINERALIZATION

## Bethania Target Block (Victoria Vein)

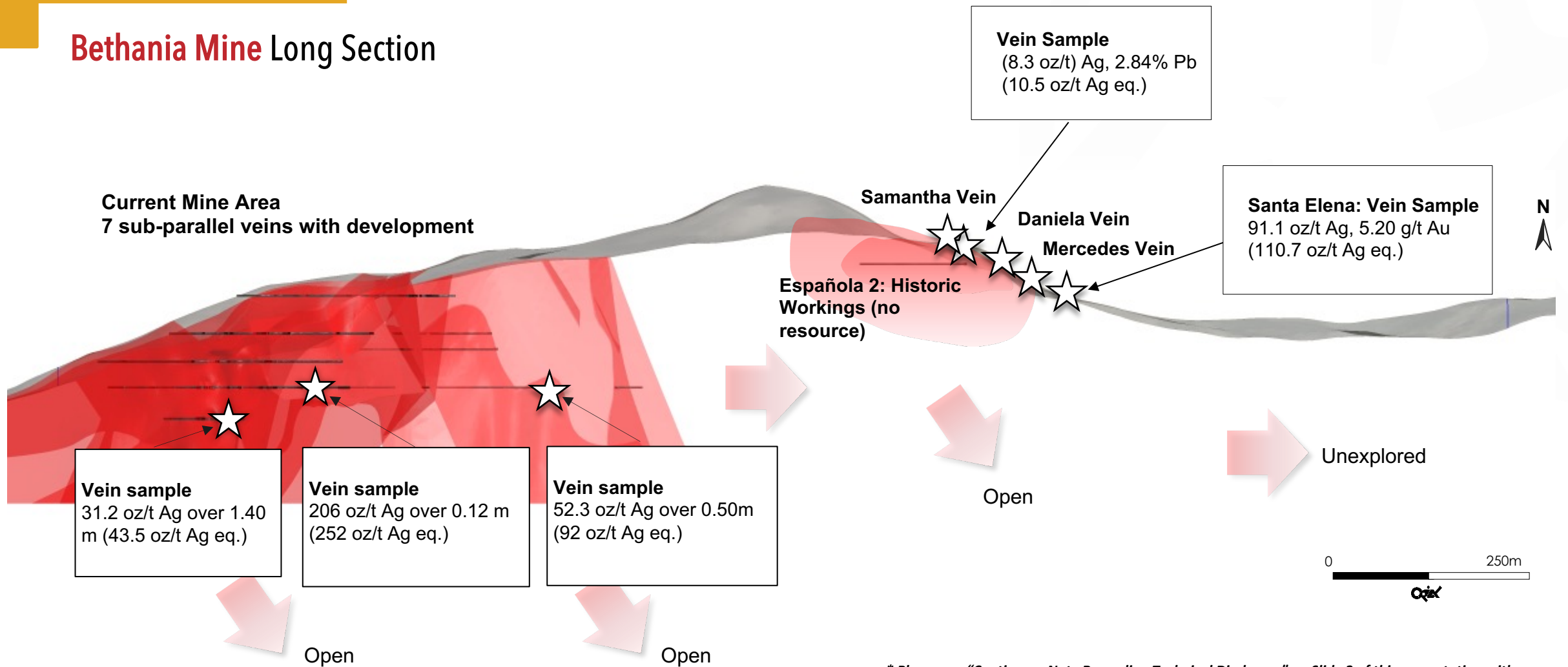


- Drifting exploration/production adits from several adits on east and west side
- Swarm of high-grade veins trending NE-SW
- Mined by underhand cut and fill
- 6 veins – source of historical production
- 1 vein – no production to date
- 4 veins – mineralization intersected by recent workings (no resources)

***Bethania historically produced  
>400,000 oz/yr silver equivalent as a  
toll-treatment mining operation prior to  
2016***

# LOW-RISK EXPLORATION

## Bethania Mine Long Section



\* Please see "Cautionary Note Regarding Technical Disclosure" on Slide 2 of this presentation with regards to historical estimates.

# LOW-RISK EXPLORATION

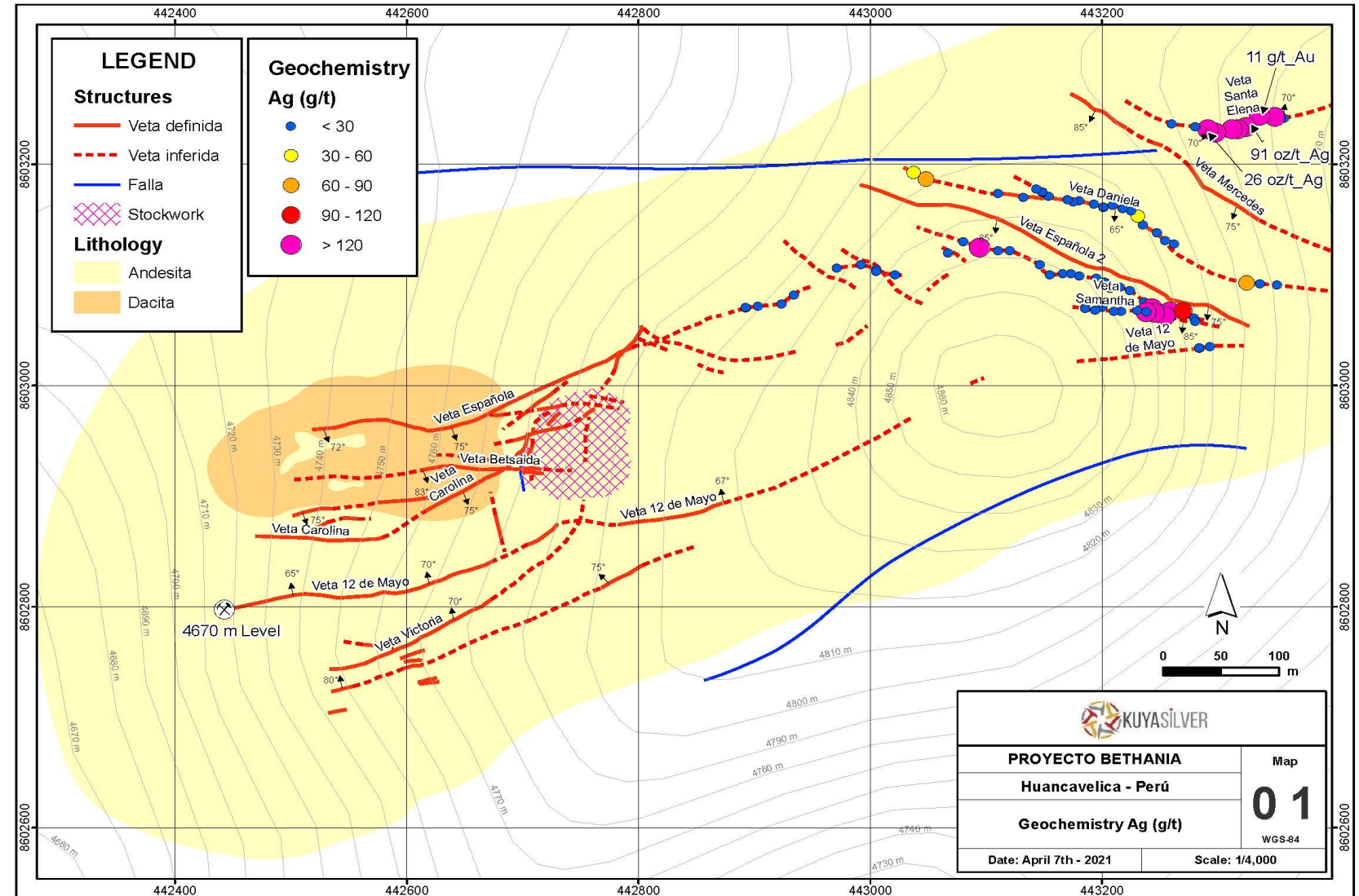
## Phase 1 Drilling Underway:

- 4000m: Testing western third of project ( 7 resource veins)
- 1000m: Target Espanola 2 area along strike of resource block.

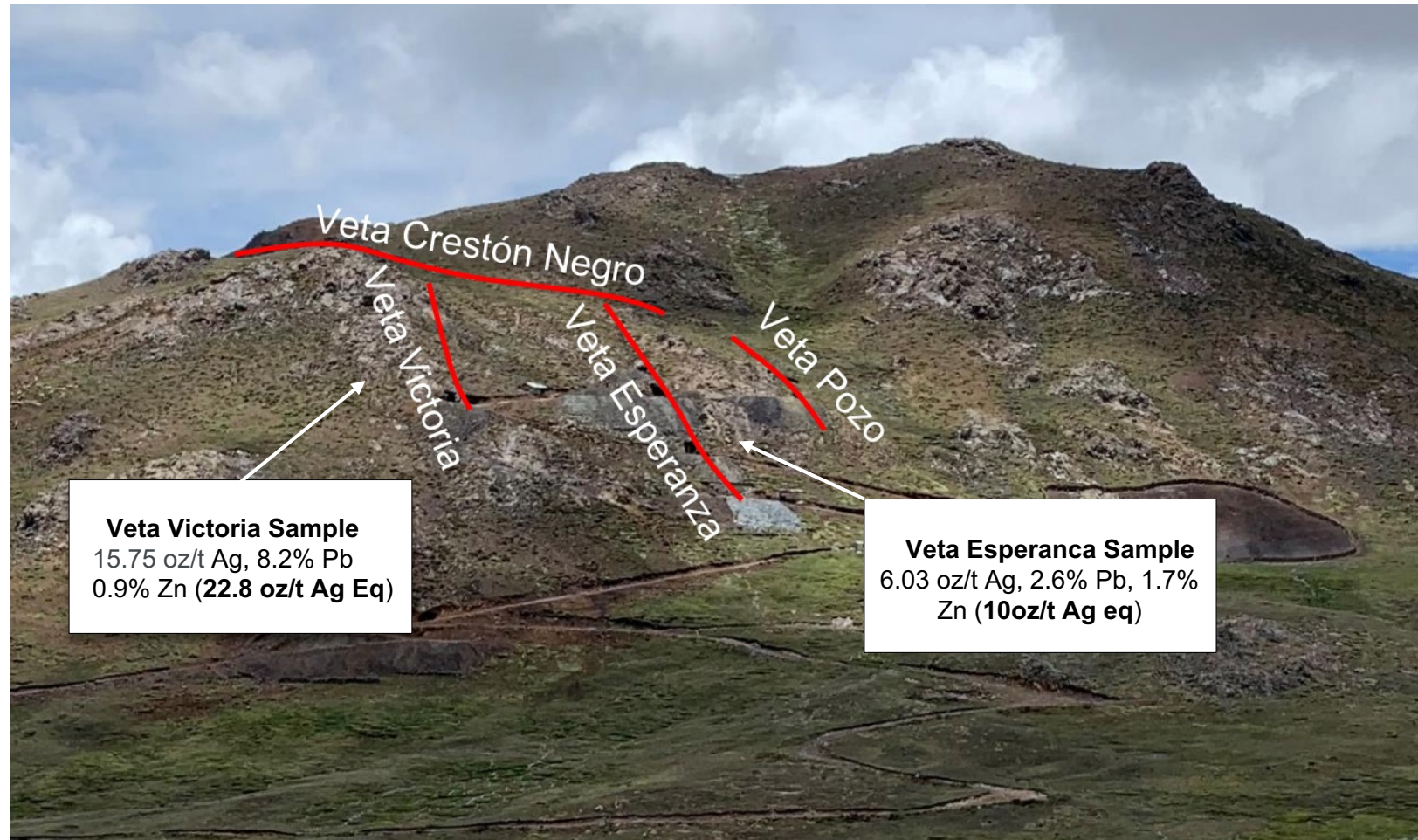
## 2021 Surface Sampling:

- Santa Elena Vein discovery: **500m** along strike of eastern limit of underground workings

\* Please see “Cautionary Note Regarding Technical Disclosure” on Slide 2 of this presentation with regards to historical estimates.



# GROWTH POTENTIAL - CARMELITA



## Carmelita Property Bethania District

800 Hectare property strategically located  
~3km from the Bethania Mine.

- Potential strike extension to high – grade silver-polymetallic vein system at Bethania
- Kuya geologists observed 5 veins outcropping on surface and took several samples (see image) of near – surface vein system.
  - System can be traced over 1 km in strike length
  - A potential satellite deposit

# SOCIAL RESPONSIBILITY

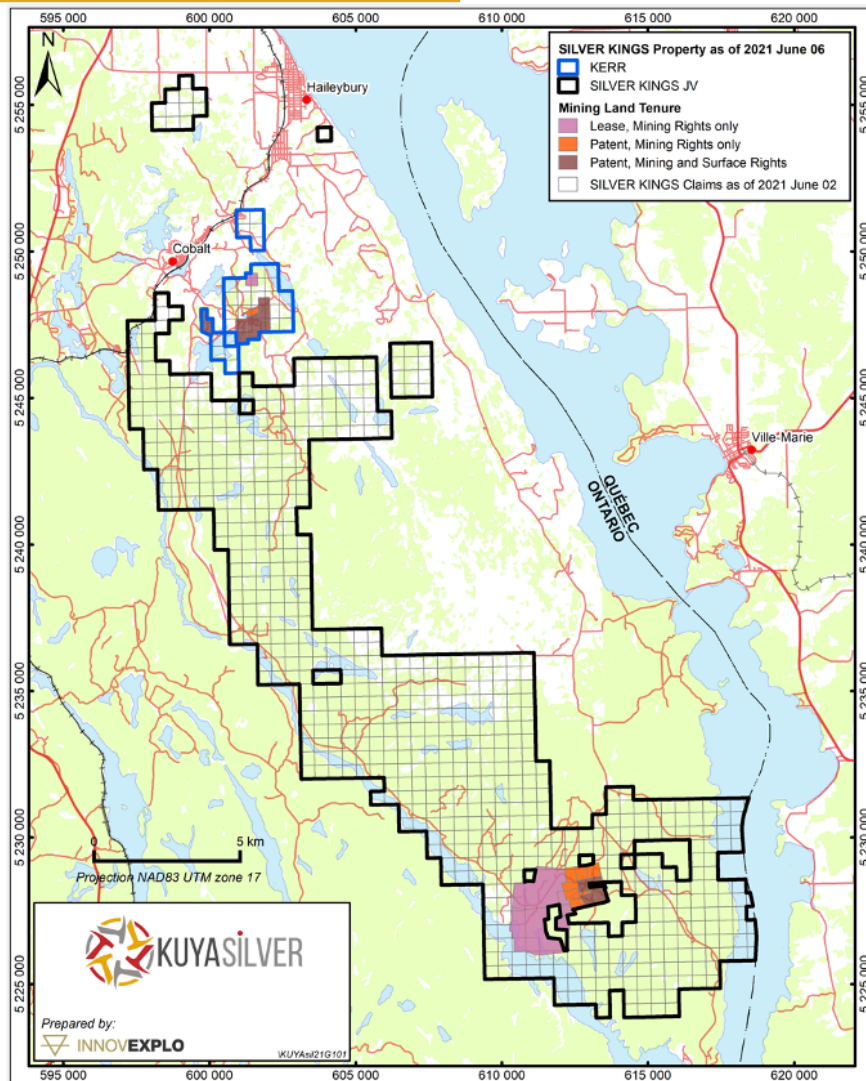
**Kuya Silver is actively engaged in building on a strong legacy of working cooperatively with the local Poroche community to develop a mutually beneficial, safe and sustainable mining business in the region**

The Company is committed to:

1. Providing a safe and sustainable work environment by implementing **new COVID-19 protocols**
2. Providing jobs to people from local communities
3. Meeting all environmental and governmental regulations
4. Operating under the highest ethical standards



# INTRODUCING THE SILVER KINGS PROPERTY

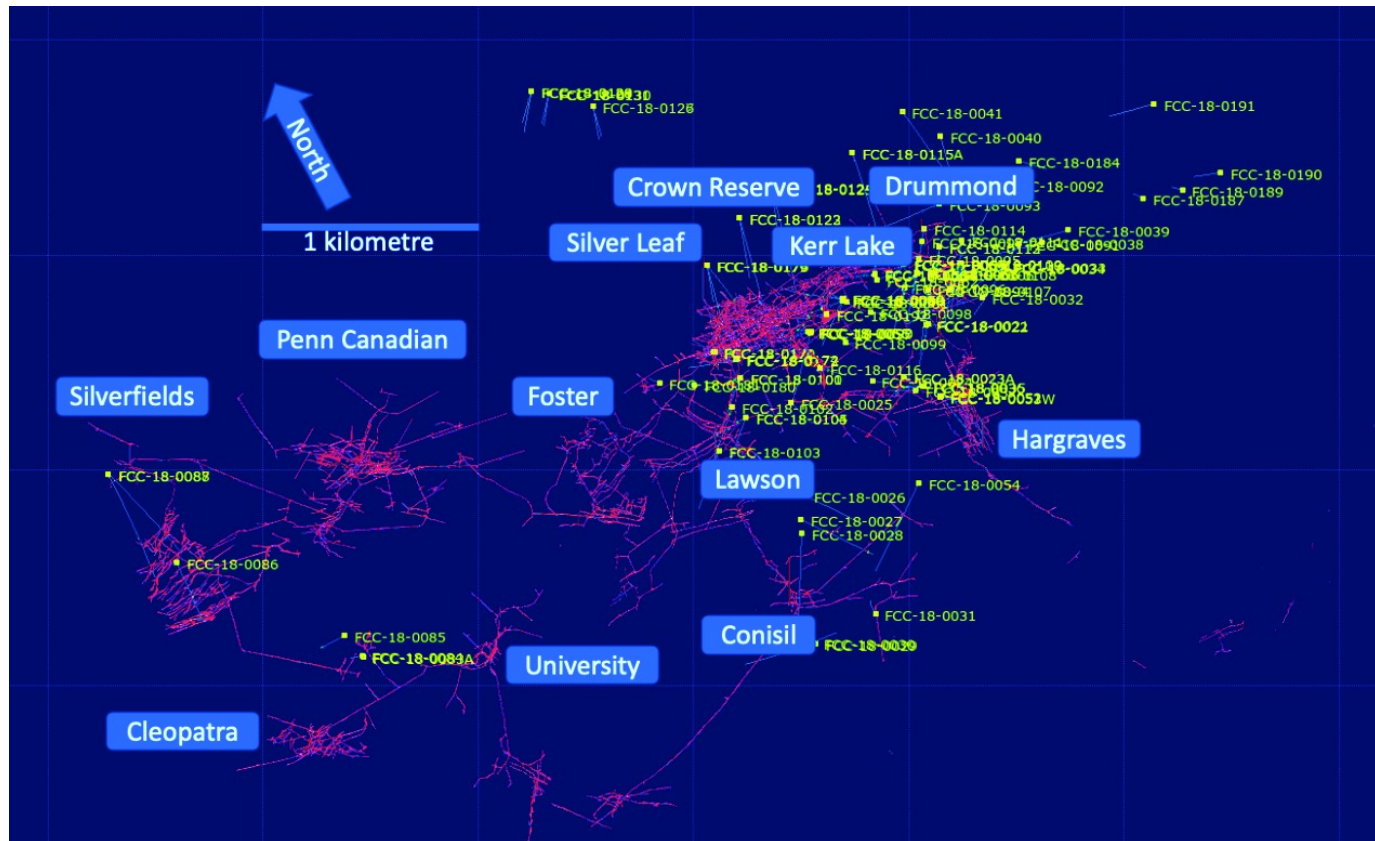


In March 2021, Kuya completed a transaction with First Cobalt Corp. to acquire 100% of the Kerr Project and an option to enter a joint venture to earn up to 70% of its remaining Cobalt area claims. The combined property area is now known as the Silver Kings Project.

## Silver Kings Project

- The 10,000-hectare land package in NE Ontario is located within the historic Cobalt, Ontario silver mining district
- Previous operator identified several bonanza-style silver intercepts while exploring for cobalt at Kerr.  
*2,500m drilling program* is planned to follow up and extend high-grade zones.
- Project offers both near-term production potential at Kerr and district-scale opportunity at the underexplored Silver Kings JV.

## A World – Class Silver District



## The Kerr Property at Silver Kings

Property Includes eight historic silver mines (Crown Reserve, Silver Leaf, Kerr Lake, Drummond, Hargrave, Silverfields and others.) on a contiguous 900-hectare area.

- Mines produced over 50 million ounces of silver between 1905 to 1950.
- The deepest shaft was less than 200 metres deep.
- System remains untested at depth

Intercepts from 2017 – 2018 First Cobalt drill campaign include:  
 FCC-18-0058: From 29.4 m, **intersected 3.57 m of 821 g/t Ag**  
 FCC-18-0093: From 172.1 m, **intersected 2.2 m of 515\* g/t Ag**  
 FC-18-0094: From 20.0 m, **intersected 2.0 m of 450\* g/t Ag**  
 FCC-18-0174: From 66.0 m, **intersected 2.5 m of 1441 g/t Ag**

\*Individual silver assays capped at 1500 g/t included in reported intersection

# MANAGEMENT & TEAM

## **David Stein, MSc (Geo), CFA – President and CEO, Director**

Mr. Stein founded Kuya Silver in 2017 to acquire the Bethania Silver Mine and develop the next silver mining company. Mr. Stein has spent most of his 20-year career in mining investments, first as a sell-side analyst and more recently as an investment manager.

## **Annie Sismanian – Chief Financial Officer**

Ms. Sismanian is a chartered professional accountant (CPA, CA) with over 18 years of broad progressive experience in finance, strategy and corporate development. Prior to joining Kuya, she was vice-president of corporate finance and investor relations at Guyana Gold and has held senior financial roles at Hydro One, Kinross, Barrick, Fairmont and PWC.

## **Tyson King – VP Corporate Development**

Mr. King has over 10 years experience in the management of publicly trading and privately held companies within the commodities and natural resources sector. He has been actively engaged in overseeing the day-to-day operations of several companies where he's held various senior officer positions throughout his career. Mr. King holds a BA in Economics from the University of Calgary.

## **Christian Aramayo, MSc (Eng), CEng – VP Operations**

Mr. Aramayo is a UK-educated Peruvian engineer, previously worked on global projects for Kinross before starting his own mining consultancy. He founded SIGC Consultants in Lima, and Kuya has access to Mr. Aramayo and his team for engineering and planning as well as access to a deep network in South America.

## **Erika Soria – Logistics/Business Development**

Ms. Soria manages the commercial and administrative affairs of the Bethania mine and is the liaison with the local community. She is also well-connected in the Peruvian mining community and sources new opportunities for Kuya.

## **Dr. Quinton Hennigh – Chairman**

Dr. Hennigh is an economic geologist with more than 25 years of exploration experience with major gold mining firms, including Homestake Mining, Newcrest Mining and Newmont Mining. Currently, Dr. Hennigh is President and Chairman of Novo Resources Corp and serves as a director for Irving Resources Inc., TriStar Gold Inc., Precipitate Gold Corp and NV Gold Corp.

## **Andres Recalde – Director**

Mr. Recalde is the Director of Mining for Common Good. His expertise is with social performance and building stakeholder confidence for the extractive industries. Mr. Recalde is Peruvian/Canadian and has worked extensively all over Latin America as a consultant, advisor and corporate director to mining companies such as Barrick Gold, Pan American Silver and Torex Gold.

## **Dale Peniuk – Director**

Mr. Peniuk is a Chartered Professional Accountant (CPA, CA) and corporate director. Mr. Peniuk has a B.Comm from the University of British Columbia (1982) and received his Chartered Accountant designation from the Institute of Chartered Accountants of British Columbia. Mr. Peniuk also serves as a director and Audit Committee Chair of Lundin Mining Corporation, Capstone Mining Corp. and Argonaut Gold Inc

## **Maura Lendon – Director**

Ms. Lendon, is a seasoned, internationally-experienced general counsel with over 20 years' experience in the mining and telecom industries gained after initially practicing with top Bay Street law firms. Ms. Lendon is the founder and Chief General Counsel of Scalable General Counsel, providing general counsel services to growing companies since 2019, and is currently a director of Eastmain Resources Inc. Previously, she was Chief General Counsel and Corporate Secretary of Primero Mining from 2012 to 2018.



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