

Extractive Sector Transparency Measures Act Report

Reporting Year From: 2017-01-01 To: 2017-12-31
Reporting Entity Name Kootenay Silver Inc.
Reporting Entity ESTMA Identification Number E850386

Subsidiary Reporting Entities (if necessary)

Enter names & ESTMA Identification Numbers here separated by comas
(e.g. Sub Reporting Entity 1, Sub Reporting Entity 2, Sub Reporting Entity 3, etc.)

Attestation: Please check one of the the boxes below and provide the required information

Attestation (by Reporting Entity)

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.

Attestation (through independent audit)

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest that I engaged an independent auditor to undertake an audit of the ESTMA report for the entity(ies) and reporting year listed above. Such an audit was conducted in accordance with the Technical Reporting Specifications issued by Natural Resources Canada for independent attestation of ESTMA reports.

*The auditor expressed an unmodified opinion, dated [ENTER DATE: YYYY-MM-DD], on the ESTMA report for the entity(ies) and period listed above.
The independent auditor's report can be found at [INSERT WEBLINK TO AUDIT OPINION POSTED ONLINE – link should be on same page as report link]*

Director or Officer of Reporting Entity Full Name: Raj Kang
Position Title: Chief Financial Officer
Date: 2018-06-28

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name

From: 2017-01-01 To: 2017-12-31
Kootenay Silver Inc.

Reporting Entity ESTMA Identification Number

E850386

Subsidiary Reporting Entities (if necessary)

*Enter names & ESTMA Identification Numbers here separated by commas
(e.g. Sub Reporting Entity 1, Sub Reporting Entity 2, Sub Reporting Entity 3, etc.)*

Payments by Payee

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
									-	
Mexico	Tesorería de la Federación	93,400 **							93,400 **	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Tesorería de la Federación	1,400 **							1,400 **	Permitting. Paid in MXP converted to Canadian dollars **
									-	
									-	
									-	
									-	
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									-	

** Amounts shown are in Canadian Dollar ("C\$"). Payment was made in Mexican Peso ("MXP") and converted for reporting purposes using the average MXP 2017 exchange rate of 0.0688 (MXP/C\$).

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name
Reporting Entity ESTMA Identification Number

From: 2017-01-01 **To:** 2017-12-31
 Kootenay Silver Inc.
 E850386

Subsidiary Reporting Entities (if necessary)

*Enter names & ESTMA Identification Numbers here separated by commas
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Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
									-	
Mexico	La Cigarra	39,300							39,300	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Cervantes	1,600							1,600	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Fer	200							200	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Guadalupe	4,000							4,000	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Los Chinos Fracc 1 4ta Reducc F-1	19,400							19,400	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Male	7,700							7,700	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	San Diego	20,500							20,500	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	San Felipe	300							300	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Santa Lucia	400							400	Concession taxes. Paid in MXP converted to Canadian dollars **
Mexico	Carricito	1,000							1,000	Permitting. Paid in MXP converted to Canadian dollars **
Mexico	Aserradero	400							400	Permitting. Paid in MXP converted to Canadian dollars **
									-	
									-	
									-	
									-	

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