

TAILINGS RESOURCE

Implied Values

Contained in 2 Mt Oxide Tailings with 95.5 g/t silver, 0,53 g/t gold grade and based on a recovery of 73% for silver and 78.9% for gold

US\$43.7 Million

Capital Cost

For 500,000 tonne per annum agglomeration/heap leach operation

US\$16.2 Million

Estimated Operating Cost

Per tonne of tailings treated (stripping costs excluded)

US\$8.64/tonne

Estimated Net Revenue

Using \$8.00 per ounce Silver and \$500/ounce gold

US\$8.64/tonne