

CONSOLIDATED AUDITED ORE RESERVE STATEMENT ¹

AS AT 31 DECEMBER 2017

Deposit	Cut-off Grade ¹	Quantity			Grade			Contained Metal		
		Tonnes (Mt)	Au (g/t)	Ag (g/t)	Pb (%)	Zn (%)	Au (koz)	Ag (koz)	Pb (kt)	Zn (kt)
Minera Fresnillo – Fresnillo/Proaño Mine – Underground²										
Proven	196 g/t AgEq	4,611	0.64	335	0.83	1.48	94	49,619	38	68
Probable		18,717	0.82	216	1.72	3.68	495	130,031	322	688
Proven and Probable		23,327	0.79	240	1.54	3.24	590	179,650	360	757
Minera Saucito – Saucito Mine – Underground²										
Proven	215 g/t AgEq	2,892	1.41	298	1.00	1.64	131	27,725	29	47
Probable		12,963	1.39	253	1.42	2.60	578	105,473	185	337
Proven and Probable		15,855	1.39	261	1.35	2.43	708	133,197	213	385
Minera Ciénega – Ciénega Complex – Underground²										
Proven	Multiple ³	3,077	2.62	174	0.74	1.16	259	17,234	23	36
Probable		5,844	2.00	196	0.62	1.02	376	36,858	36	60
Proven and Probable		8,922	2.21	189	0.66	1.07	635.3	54,091	59	96
Minera Fresnillo – San Julián Mine Underground: Veins²										
Proven	171 g/t AgEq	1,132	2.19	170	–	–	80	6,169	–	–
Probable		5,147	1.71	146	–	–	283	24,101	–	–
Proven and Probable		6,279	1.79	150	–	–	362	30,270	–	–
Minera Fresnillo – San Julián Underground: Disseminated²										
Proven	156 g/t AgEq	15,116	0.11	206	0.60	1.53	52	99,880	91	231
Probable		1,196	0.05	119	0.39	1.00	2	4,573	5	12
Proven and Probable		16,312	0.10	199	0.59	1.49	54	104,454	96	243
Minera Penmont Open Pit: Mega Centauro⁴										
Proven	Multiple ⁵	179,608	0.80	–	–	–	4,616	–	–	–
Probable		126,022	0.77	–	–	–	3,117	–	–	–
Proven and Probable		305,630	0.79	–	–	–	7,733	–	–	–
Minera Penmont Open Pit: Soledad-Dipolos^{4,6}										
Proven	0.25 g/t Au	28,223	0.61	–	–	–	552	–	–	–
Probable		14,762	0.54	–	–	–	256	–	–	–
Proven and Probable		42,985	0.58	–	–	–	808	–	–	–
Minera Penmont Open Pit: Noche Buena⁴										
Proven	0.25 g/t Au	33,151	0.52	–	–	–	554	–	–	–
Probable		16,507	0.50	–	–	–	264	–	–	–
Proven and Probable		49,657	0.51	–	–	–	819	–	–	–
Totals – Underground										
Proven	Multiple	26,827	0.71	233	0.67	1.43	616	200,627	180	383
Probable		43,868	1.23	213	1.25	2.50	1,734	301,036	547	1,097
Proven and Probable		70,695	1.03	221	1.03	2.09	2,350	501,662	727	1,480
Totals – Open Pit										
Proven	Multiple	240,982	0.74	–	–	–	5,722	–	–	–
Probable		157,291	0.72	–	–	–	3,638	–	–	–
Proven and Probable		398,272	0.73	–	–	–	9,360	–	–	–

- 1 All figures rounded to reflect the relative accuracy of the estimates. Mineral reserves are reported at metal equivalent cut-off grades based on metal price assumptions*, variable metallurgical recovery assumptions (variable metallurgical recoveries as a function of grade and relative metal distribution), mining costs, processing costs, general and administrative (G&A) costs, sustaining capital costs, and variable NSR factors (NSR factors include smelting and transportation costs). The AgEq is calculated by dividing the cost by the Ag net value factor which includes prices, recoveries, and payabilities.
 - 2 Reserves include planned dilution to a minimum mining width and to minable outlines.
 - 3 The cut-off grades for the Ciénega reserve vary between 224 and 319 gpt Ag equivalent.
 - 4 Reserves have no additional dilution added to that inherent in the Selective Mining Unit (SMU) of 15m x 15m x 8m. Reserves are converted from resources through the process of pit optimization, pit design, production schedule and supported by a Minera Penmont cash flow model.
 - 5 Mega Centauro mineral reserves are reported at varied cut-offs dependent on material types and grade. Oxide material above 0.25 gpt Au reports to the heap leach, transitional and sulfide material above 0.30 gpt Au reports to the heap leach, oxide material above 0.93 gpt Au reports to the mill, transitional and sulfide material above 0.48 gpt Au reports to the mill.
 - 6 The Soledad/Dipolos mine has been subject to legal action regarding surface access. SRK has been provided with documents indicating a reasonable chance that these actions will be settled in favour of the mine.
- * Metal price assumptions considered for the calculation of metal equivalent grades are: Gold (US\$/oz 1,250.00), Silver (US\$/oz 17.00), Lead (US\$/lb 1.00) and Zinc (US\$/lb 1.20).
- Full mining recovery assumed with a factor applied for pillars where appropriate.
 - The reserves are valid as of December 31, 2017. All topography is valid as of October 31, 2017.
 - The ore reserves were estimated by Fresnillo. Bret C Swanson, BE (Min) MMSAQP #04418QP, a Qualified Person, reviewed and audited the open pit reserve calculations. Fernando Rodrigues, BS Mining, MBA, MMSAQP #01405, MAusIMM #304726 of SRK, a Qualified Person, reviewed and audited the underground reserve calculations.