

AUDITED ORE RESERVE STATEMENT FOR MINERA JUANICICIO

Deposit	Quantity	Grade				Contained metal			
	Tonnes (kt)	Au (g/t)	Ag (g/t)	Pb (%)	Zn (%)	Au (koz)	Ag (moz)	Pb (kt)	Zn (kt)
Proven (56%)	–	–	–	–	–	–	–	–	–
Probable (56%)	8,869	1.47	307	2.1	3.6	419	88	184	322
Proven and Probable	8,869	1.47	307	2.1	3.6	419	88	184	322

Notes:

- All figures rounded to reflect the relative accuracy of the estimates. Ore Reserves are reported at NSR cut-off value based on metal price assumptions, metallurgical recovery assumptions, mining costs, processing costs, G&A costs, sustaining capital costs, and variable smelting and transportation costs.
- JORC Code was used for reporting Ore Reserves.
- NSR values are calculated as:
 - NSR = 28.65*Au+0.40*Ag+16.48*Pb+12.07*Zn.
 - Units gold (g/t), silver (g/t), lead (%), zinc (%)
- NSR factors are based on metal prices of US\$1,400/oz Au, US\$17.50/oz Ag, US\$0.90/lb Pb, and US\$1.05/lb Zn and estimated recoveries of 81.15% Au, 94.62% Ag, 92.80% Pb, and 89.80% Zn.
- Payable metal assumptions for Au are 95% for lead concentrates, 98% for precipitate, and 65% for zinc concentrate; for Ag: 95% for lead concentrates, 97% for precipitate, and 70% for zinc concentrate. Lead 95% payable and zinc 85% payable.
- The all-inclusive stope cut-off value is US\$100/t for longhole and US\$110/t for Cut and Fill, marginal stope cut-off value is US\$65/t.
- The stope hangingwall and footwall dilution (ELOS) was included in the stope optimisation process. The dilution thickness for stope hangingwall and footwall are 0.7m and 0.4m respectively.
- An additional operational dilution of 10% is applied to the reserve calculation.
- Mining recovery factors range from 95% for backfilled stopes to 85% for sill pillars. CAF has a 95% recovery.
- Exchange rate of 22 MXP to US\$1.

Competent Person for the Ore Reserve statement for Minerva Juanicipio Mine.

Gary Methven, P.Eng., RPEQ, has verified the reserve estimations for the Minera Juanicipio Mine. Gary Methven has sufficient experience which is relevant to the style of mineralization and type of deposits under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the JORC Code. Gary Methven is independent of Fresnillo.