

CAPSTONE MINING CONSOLIDATED ESTIMATED MINERAL RESERVES

MINERAL RESERVES										CONTAINED METAL						
	Category	kt	Cu %	Zn %	Pb %	Mo %	Ag g/t	Au g/t	Fe %	Cu kt	Zn kt	Pb kt	Mo kt	Ag koz	Au koz	Fe Con ³ Mt
Pinto Valley ¹ Dec 31, 2019	Proven	245,604	0.33	-	-	0.006	-	-	-	805	-	-	16	-	-	-
	Probable	153,308	0.29	-	-	0.006	-	-	-	439	-	-	9	-	-	-
	Total	398,912	0.31	-	-	0.006	-	-	-	1,244	-	-	25	-	-	-
Cozamin ² Dec 31, 2019	Proven	0	0	0	0	-	0	-	-	0	0	0	-	0	-	-
	Probable	5,166	1.50	0.64	0.13	-	40	-	-	78	33	7	-	6,710	-	-
	Total	5,166	1.50	0.64	0.13	-	40	-	-	78	33	7	-	6,710	-	-
Santo Domingo ³ (100%) Nov 14, 2018	Proven	65,390	0.61	-	-	-	-	0.08	30.9	398	-	-	-	-	170	8.2
	Probable	326,936	0.24	-	-	-	-	0.03	27.6	768	-	-	-	-	337	66.9
	Total	392,326	0.30	-	-	-	-	0.04	28.2	1,167	-	-	-	-	507	75.1
TOTAL MINERAL RESERVES										2,489	33	7	25	6,710	507	75.1

NOTES: Mineral Reserves take into account mining activities (where applicable) until January 1, 2020. Rounding as required by reporting guidelines may result in apparent summation differences between tonnes, grade and contained metal content. All Mineral Reserve estimates are inclusive of dilution and mining recovery factors. Contained ounces (oz) are troy ounces. COG is cut-off grade. NSR is net smelter return. All amounts in US\$ unless otherwise specified. Stockpiled material is treated as Proven Mineral Reserves. All mineral reserves are fully diluted and factor mining recovery. See Technical Reports filed under Capstone's profile on SEDAR for further information.

1. Claydon Craig, P.Eng., Superintendent of Mine Technical Services at Pinto Valley Mine, is the Qualified Person responsible for the Pinto Valley Mineral Reserves estimate. Economic inputs to the block model were \$2.75/lb Cu and \$12.50/lb Mo. Mineral Reserves are reported above 0.175% Cu cut-off grade. Summation errors due to rounding. Contained metals are reported at 100%. Pinto Valley Mine is an open pit mine with mineral processing by flotation.

2. Tucker Jensen, P.Eng., Senior Mining Engineer at Capstone Mining Corp., is the Qualified Person for the Cozamin Mine Mineral Reserve. Disclosure of the Cozamin Mine Mineral Reserves as of December 31, 2019 was completed using fully diluted mineable stope shapes generated by the Maptex Vulcan Mine Stope Optimizer software and estimated using the 2018 MNFW and MNV resource block models completed by Garth Kirkham, P.Geo., FGC, Kirkham Geosystems Ltd. The Reserves are based on a \$50/tonne NSR cut-off. The NSR formula used for the Reserves was based on \$2.75/lb Cu, \$16/oz Ag, \$1.10/lb Zn, metallurgical recoveries of 96.5% Cu, 81% Ag, 44% Zn and smelter contract terms were incorporated. The resulting NSR275 formula is $(\$50.707 * \text{Cu} + 0.366 * \text{Ag ppm} + 7.276 * \text{Zn}) * (1 - \text{NSR Royalty})$. Note that zero value is attributed to Pb due to low concentrations. Tonnage and grade estimates include dilution and recovery allowances. The NSR royalty rate applied varies between 1% and 3% depending on the mining concession. Contained metals are reported as 100%. Figures may not sum due to rounding. Cozamin Mine is an underground mine with long-hole stoping and mineral processing by flotation.

3. Santo Domingo Project Mineral Reserves shown on 100% basis (Capstone's share is 70%). Mineral Reserves have an effective date of 14 November 2018 and were prepared by Mr. Carlos Guzman, CMC, an employee of NCL. Mineral Reserves are reported as constrained within Measured and Indicated pit designs and supported by a mine plan featuring variable throughput rates and cut-off optimization. The pit designs and mine plan were optimized using the following economic and technical parameters: metal prices of US\$3.00/lb Cu, US\$1,280/oz Au and US\$100/dmt of Fe concentrate; average recovery to concentrate is 93.4% for Cu and 60.1% for Au, with magnetite concentrate recovery varying on a block-by-block basis; copper concentrate treatment charges of US\$80/dmt, US\$0.08/lb of copper refining charges, US\$5.0/oz of gold refining charges, US\$33/wmt and US\$20/dmt for shipping copper and iron concentrates respectively; waste mining cost of \$1.75/t, mining cost of US\$1.75/t ore and process and G&A costs of US\$7.53/t processed; average pit slope angles that range from 37.6° to 43.6°; a 2% royalty rate assumption and an assumption of 100% mining recovery. Rounding as required by reporting standards may result in apparent summation differences between tonnes, grade and contained metal content. Tonnage measurements are in metric units. Copper and iron grades are reported as percentages, gold as grams per tonne. Contained gold ounces are reported as troy ounces, contained copper as million pounds and contained iron as metric million tonnes. No formal production has occurred from the Santo Domingo property area.

CAPSTONE MINING CONSOLIDATED ESTIMATED MINERAL RESOURCES

MINERAL RESOURCES – Inclusive of Mineral Reserves												CONTAINED METAL			
	Category	kt	Cu %	CuEq %	Zn %	Mo %	Ag g/t	Au g/t	Fe %	S %	Co ppm	Cu kt	Zn kt	Mo kt	Ag koz
Pinto Valley¹ Dec 31, 2019	Measured	566,639	0.33	-	-	0.006	-	-	-	-	-	1,885	-	34	-
	Indicated	790,566	0.28	-	-	0.005	-	-	-	-	-	2,240	-	40	-
	M&I	1,357,205	0.30	-	-	0.005	-	-	-	-	-	4,125	-	74	-
	Inferred	175,653	0.25	-	-	0.005	-	-	-	-	-	431	-	8	-
Cozamin² Apr 30, 2020	Measured	407	1.24	-	1.23	-	53	-	-	-	-	5	5	-	698
	Indicated	26,051	1.63	-	1.08	-	45	-	-	-	-	425	280	-	37,993
	M&I	26,458	1.63	-	1.08	-	45	-	-	-	-	431	285	-	38,687
	Inferred	14,594	0.71	-	2.23	-	38	-	-	-	-	184	326	-	17,928
Santo Domingo³ (100%) Feb 13, 2020	Measured	65,981	0.61	0.81	-	-	-	0.081	30.9	2.3	254	402	-	-	-
	Indicated	470,567	0.26	0.48	-	-	-	0.034	25.0	1.9	225	1,205	-	-	-
	M&I	536,548	0.30	0.52	-	-	-	0.039	25.7	2.0	229	1,604	-	-	-
	Inferred	47,903	0.19	0.41	-	-	-	0.025	23.6	2.2	197	91	-	-	-
TOTAL MEASURED AND INDICATED MINERAL RESOURCES												6,160	285	74	38,687
TOTAL INFERRED MINERAL RESOURCES												706	326	8	17,928

NOTES: Mineral Resources take into account mining activities (where applicable) until January 1, 2020 2019 for Pinto Valley Mine and Cozamin Mine. Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. Mineral Resources are reported inclusive of the Mineral Reserves. All Mineral Resources are exclusive to dilution and mining recovery factors. These Mineral Resource estimates include Inferred Mineral Resources considered too speculative geologically to apply economic considerations for categorization as Mineral Reserves. However, it is reasonably expected that the majority of Inferred Mineral Resources could be upgraded to Indicated Resources. All contained metals are reported at 100%. Rounding as required by reporting guidelines may result in apparent summation differences between tonnes, grade and contained metal content. Contained ounces (oz) are troy ounces. COG is cut-off grade. NSR is net smelter return. M&I = Measured & Indicated. All amounts in US\$ unless otherwise specified. Stockpiled material is treated as Measured Mineral Resources. See Technical Reports filed under Capstone's profile on SEDAR for further information.

1. Klaus Triebel, CPG., Chief Geologist at Pinto Valley, is the Qualified Person responsible for the Pinto Valley Mineral Resources estimate. Mineral Resources are not Mineral Reserves and do not have demonstrated economic viability. Mineral Resources are presented inclusive of Mineral Reserves. Mineral Resources are reported as at December 31, 2019 above a 0.17% Cu cut-off grade. The economic assumptions for the reasonable prospects pit include: \$3.30/lb Cu, \$10.00/lb Mo, 88% Cu recovery, 50% Mo recovery, \$1.50/ton mining costs, \$1.50/ton G&A costs, \$5.00/ton milling costs, and a pit slope of 45°. Totals may not tally due to rounding. Contained metals are reported at 100%. Pinto Valley Mine is an open pit mine with mineral processing by flotation.

2. The independent Qualified Person for the estimates is Mr. Garth D. Kirkham, P. Geo., FGC., of Kirkham Geosystems Ltd. Mineral Resources are classified according to CIM (2014) definitions, estimated following CIM (2019) guidelines and have an effective date of April 30, 2020. Mineral Resources are reported inclusive of Mineral Reserves. Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. Mineral Resources are reported using NSR350 formula: $Cu * 65.024 + Ag * 0.438 + Zn * 10.755 + Pb * 6.981$. Metal price assumptions (in US\$) used to calculate the NSR for all deposits are: Cu = \$3.50/lb, Ag = \$18.00/oz, Zn = \$1.20/lb, and Pb = \$1.00/lb. An exchange rate of MX\$18.50 per US\$1 is assumed. The following metal recoveries are used: 95% Cu, 78% Ag, 58% Zn, 40% Pb. Totals may not sum exactly due to rounding. The NSR cut-off of US\$50/tonne is based on historical mining and milling costs plus general and administrative costs. The Mineral Resources consider underground mining by long-hole stoping and mineral processing by flotation. No dilution is incorporated in the Mineral Resource. All metals are reported as contained. Mineral Resource estimates do not account for mineability, selectivity, mining loss and dilution.

3. Santo Domingo Project Mineral Resources shown on 100% basis (Capstone's share is 70%). Mineral Resources are classified according to CIM (2014) standards. Mineral Resources are reported inclusive of Mineral Reserves. Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. The Qualified Person for the estimates is Mr. David Rennie, P. Eng., an associate of Roscoe Postle Associates Inc. Mineral Resources for the Santo Domingo Sur, Iris, Iris Norte and Estrellita deposits have an effective date of 13 February 2020. Mineral Resources for the Santo Domingo Sur, Iris, Iris Norte and Estrellita deposits are reported using a cut-off grade of 0.125% copper equivalent (CuEq). CuEq grades are calculated using average long-term prices of US\$3.50/lb Cu, US\$1,300/oz Au and US\$99/(dmt) Fe conc. The CuEq equation is: % Cu Equivalent = $(Cu \text{ Metal Value} + Au \text{ Metal Value} + Fe \text{ Metal Value}) / (Cu \text{ Metal Value per percent Cu})$. The general equation for metal value is: $\text{Metal Value} = \text{Grade} * \text{Cm} * \text{R} * (\text{Price} - \text{TCRC} - \text{Freight}) * (100 - \text{Royalty}) / 100$, where Cm is a constant to convert the grade of metal to metal price units, R is metallurgical recovery, and TCRC is smelter treatment charges and penalties. Only copper, gold and iron were recognized in the CuEq calculation; cobalt and sulphur were excluded. Mineral Resources are constrained by preliminary pit shells derived using a Lerchs-Grossmann algorithm and the following assumptions: pit slopes averaging 45°; mining cost of US\$1.90/t, processing cost of US\$7.27/t (including G&A cost); processing recovery of 89% copper and 79% gold, iron recoveries are calculated based on magnetic susceptibility; and

metal prices of US\$3.50/lb Cu, US\$1,300/oz Au and US\$99/dmt Fe concentrate. Rounding as required by reporting standards may result in apparent summation differences. Tonnage measurements are in metric units. Copper, iron and sulphur are reported as percentages, gold as grams per tonne and cobalt as parts per million. No formal production has occurred from the Santo Domingo property area.