

# OPTIMIZED TO PERFORM



**Q2 2021 RESULTS WEBCAST – July 28, 2021**

Image: Pinto Valley Mine – Tailings Thickeners

PV3 Optimization Work During the Quarter Included Substantial Upgrades to Tailings Thickeners to Increase Throughput and Water Recovery Capability





# Today's Presenters



**Darren Pylot**

President & CEO



**Raman Randhawa**

SVP & CFO



**Brad Mercer**

SVP & COO



**Jerrold Annett**

SVP, Strategy & Capital  
Markets

# Cautionary Notes

## CAUTIONARY NOTE ON FORWARD LOOKING INFORMATION

This document may contain “forward-looking information” within the meaning of Canadian securities legislation and “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995 (collectively, “forward-looking statements”). These forward-looking statements are made as of the date of this document and the Company does not intend, and does not assume any obligation, to update these forward-looking statements, except as required under applicable securities legislation.

Forward-looking statements relate to future events or future performance and reflect our expectations or beliefs regarding future events and the impacts of the ongoing and evolving COVID-19 pandemic. Forward-looking statements include, but are not limited to, statements with respect to the estimation of Mineral Resources and Mineral Reserves, the expected timing, operations and success of the underground paste backfill system study and tailings filtration project at Cozamin, the success of the Pinto Valley HydroFloat project, the restart of molybdenum production at Pinto Valley, the outcome and timing of the PV4 study, the timing and success of our use of the Jeti Technology, the successful completion of a port agreement with Puerto Ventanas and/or rail agreement with Sigdo Kopper’s rail business, the success of our strategic process for the Santo Domingo project, the expected reduction in capital requirements for the Santo Domingo Project, the timing and success of the Cobalt Study for Santo Domingo, the timing and success of the PV3 Optimization project, the realization of Mineral Reserve estimates, the timing and amount of estimated future production, costs of production and capital expenditures and reclamation, the success of our mining operations, the success of mineral exploration, the estimations for potential quantities and grade of inferred resources and exploration targets, Capstone’s ability to fund future exploration activities, Capstone’s ability to finance the Santo Domingo project, environmental risks, unanticipated reclamation expenses and title disputes. The potential effects of the COVID-19 pandemic on our business and operations are unknown at this time, including Capstone’s ability to manage challenges and restrictions arising from COVID-19 in the communities in which Capstone operates and our ability to continue to safely operate and to safely return our business to normal operations. The impact of COVID-19 to Capstone is dependent on a number of factors outside of our control and knowledge, including the effectiveness of the measures taken by public health and governmental authorities to combat the spread of the disease, global economic uncertainties and outlook due to the disease, and the evolving restrictions relating to mining activities and to travel in certain jurisdictions in which we operate.

In certain cases, forward-looking statements can be identified by the use of words such as “anticipates”, “approximately”, “believes”, “budget”, “estimates”, “expects”, “forecasts”, “guidance”, “intends”, “plans”, “scheduled”, “target”, or variations of such words and phrases, or statements that certain actions, events or results “be achieved”, “could”, “may”, “might”, “occur”, “should”, “will be taken” or “would” or the negative of these terms or comparable terminology. In this document certain forward-looking statements are identified by words including “anticipated”, “expected”, “guidance” and “plan”. By their very nature, forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Such factors include, amongst others, risks related to inherent hazards associated with mining operations and closure of mining projects, future prices of copper and other metals, compliance with financial covenants, surety bonding, our ability to raise capital, Capstone’s ability to acquire properties for growth, counterparty risks associated with sales of our metals, use of financial derivative instruments and associated counterparty risks, foreign currency exchange rate fluctuations, market access restrictions or tariffs, changes in general economic conditions, availability of water, accuracy of Mineral Resource and Mineral Reserve estimates, operating in foreign jurisdictions with risk of changes to governmental regulation, compliance with governmental regulations, compliance with environmental laws and regulations, reliance on approvals, licenses and permits from governmental authorities and potential legal challenges to permit applications, contractual risks including but not limited to, our ability to meet the completion test requirements under the Cozamin Silver Stream Agreement with Wheaton Precious Metals, our ability to meet certain closing conditions under the Santo Domingo Gold Stream Agreement with Wheaton Precious Metals, acting as Indemnitor for Minto Exploration Ltd.’s surety bond obligations post divestiture, impact of climate change and changes to climatic conditions at our Pinto Valley and Cozamin operations and Santo Domingo project, changes in regulatory requirements and policy related to climate change and GHG emissions, land reclamation and mine closure obligations, risks relating to widespread epidemics or pandemic outbreak including the COVID-19 pandemic; the impact of COVID-19 on our workforce, suppliers and other essential resources and what effect those impacts, if they occur, would have on our business, including our ability to access goods and supplies, the ability to transport our products and impacts on employee productivity, the risks in connection with the operations, cash flow and results of Capstone relating to the unknown duration and impact of the COVID-19 pandemic, uncertainties and risks related to the potential development of the Santo Domingo Project, increased operating and capital costs, increased cost of reclamation, challenges to title to our mineral properties, increased taxes in jurisdictions the Company operates or is subject to tax, changes in tax regimes we are subject to and any changes in law or interpretation of law may be difficult to react to in an efficient manner, maintaining ongoing social license to operate, dependence on key management personnel, potential conflicts of interest involving our directors and officers, corruption and bribery, limitations inherent in our insurance coverage, labour relations, increasing energy prices, competition in the mining industry including but not limited to competition for skilled labour, risks associated with joint venture partners, our ability to integrate new acquisitions and new technology into our operations, cybersecurity threats, legal proceedings, the volatility of the price of the Common Shares, the uncertainty of maintaining a liquid trading market for the Common Shares, risks related to dilution to existing shareholders if stock options or other convertible securities are exercised, the history of Capstone with respect to not paying dividends and anticipation of not paying dividends in the foreseeable future, and sales of Common Shares by existing shareholders can reduce trading prices, and other risks of the mining industry as well as those factors detailed from time to time in the Company’s interim and annual financial statements and MD&A of those statements and Annual Information Form, all of which are filed and available for review under the Company’s profile on SEDAR at [www.sedar.com](http://www.sedar.com). Although the Company has attempted to identify important factors that could cause our actual results, performance or achievements to differ materially from those described in our forward-looking statements, there may be other factors that cause our results, performance or achievements not to be as anticipated, estimated or intended. There can be no assurance that our forward-looking statements will prove to be accurate, as our actual results, performance or achievements could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on our forward-looking statements.

# Cautionary Notes

## CAUTIONARY NOTE TO UNITED STATES INVESTORS REGARDING PRESENTATION OF MINERAL RESERVE AND MINERAL RESOURCE ESTIMATES

As a British Columbia corporation and a “reporting issuer” under Canadian securities laws, we are required to provide disclosure regarding our mineral properties in accordance with Canadian National Instrument 43-101 – *Standards of Disclosure for Mineral Projects* (“NI 43-101”). NI 43-101 is a rule developed by the Canadian Securities Administrators that establishes standards for all public disclosure an issuer makes of scientific and technical information concerning mineral projects. In accordance with NI 43-101, we use the terms mineral reserves and resources as they are defined in accordance with the CIM Definition Standards on mineral reserves and resources (the “CIM Definition Standards”) adopted by the Canadian Institute of Mining, Metallurgy and Petroleum. In particular, the terms “mineral reserve”, “proven mineral reserve”, “probable mineral reserve”, “mineral resource”, “measured mineral resource”, “indicated mineral resource” and “inferred mineral resource” used in this annual information form and the documents incorporated by reference herein and therein, are Canadian mining terms defined in accordance with CIM Definition Standards. These definitions differ from the definitions in the disclosure requirements promulgated by the SEC. Accordingly, information contained in this annual information form and the documents incorporated by reference herein may not be comparable to similar information made public by U.S. companies reporting pursuant to SEC disclosure requirements.

United States investors are also cautioned that while the SEC will now recognize “measured mineral resources”, “indicated mineral resources” and “inferred mineral resources”, investors should not assume that any part or all of the mineralization in these categories will ever be converted into a higher category of mineral resources or into mineral reserves. Mineralization described using these terms has a greater amount of uncertainty as to their existence and feasibility than mineralization that has been characterized as reserves. Accordingly, investors are cautioned not to assume that any “measured mineral resources”, “indicated mineral resources”, or “inferred mineral resources” that we report are or will be economically or legally mineable. Further, “inferred resources” have a greater amount of uncertainty as to their existence and as to whether they can be mined legally or economically. Therefore, United States investors are also cautioned not to assume that all or any part of the inferred resources exist. In accordance with Canadian rules, estimates of “inferred mineral resources” cannot form the basis of feasibility or other economic studies, except in limited circumstances where permitted under NI 43-101.

## CURRENCY

**All amounts are in US\$ unless otherwise specified.**

## ALTERNATIVE PERFORMANCE MEASURES

“C1 cash cost”, “cash cost”, “adjusted EBITDA”, “operating cash flow before changes in working capital”, “adjusted net income”, “net debt”, “all-in sustaining costs”, “all-in costs”, “available liquidity”, “expansion capital” and sustaining capital” are Alternative Performance Measures. Alternative performance measures are furnished to provide additional information. These non-GAAP performance measures are included in this presentation because these statistics are key performance measures that management uses to monitor performance, to assess how the Company is performing, to plan and to assess the overall effectiveness and efficiency of mining operations. These performance measures do not have a standard meaning within IFRS and, therefore, amounts presented may not be comparable to similar data presented by other mining companies. These performance measures should not be considered in isolation as a substitute for measures of performance in accordance with IFRS. For full information, please refer to the Company’s latest Management Discussion and Analysis published on its [Financial Reporting](#) webpage or on SEDAR.

## COMPLIANCE WITH NI 43-101

Unless otherwise indicated, Capstone has prepared the technical information in this document (“Technical Information”) based on information contained in the technical reports, Annual Information Form and news releases (collectively the “Disclosure Documents”) available under Capstone Mining Corp.’s company profile on SEDAR at [www.sedar.com](http://www.sedar.com). Each Disclosure Document was prepared by or under the supervision of a qualified person (a “Qualified Person”) as defined in National Instrument 43-101 – Standards of Disclosure for Mineral Projects of the Canadian Securities Administrators (“NI 43-101”). Readers are encouraged to review the full text of the Disclosure Documents which qualifies the Technical Information. Readers are advised that Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. The Disclosure Documents are each intended to be read as a whole, and sections should not be read or relied upon out of context. The Technical Information is subject to the assumptions and qualifications contained in the Disclosure Documents.

Disclosure Documents include the National Instrument 43-101 compliant technical reports titled “NI 43-101 Technical Report on the Cozamin Mine, Zacatecas, Mexico” effective October 23, 2020, “NI 43-101 Technical Report on the Pinto Valley Mine, Arizona, USA” effective March 31, 2021 and “Santo Domingo Project, Region III, Chile, NI 43-101 Technical Report” effective February 19, 2020.

The disclosure of scientific and Technical Information in this presentation was reviewed and approved by Brad Mercer, P. Geol., Senior Vice President and Chief Operating Officer (technical information related to mineral exploration activities and to Mineral Resources at Cozamin), Clay Craig, P.Eng, Manager, Mining & Evaluations (technical information related to Mineral Reserves and Mineral Resources at Pinto Valley), Tucker Jensen, Superintendent Mine Operations, P.Eng (technical information related to Mineral Reserves at Cozamin) and Albert Garcia III, PE, Vice President, Projects (technical information related to project updates at Santo Domingo) all Qualified Persons under NI 43-101.

## ADDITIONAL REFERENCE MATERIALS

Refer to the Company’s news release of July 27, 2021 and MD&A and Financial Statements for the three months (“Q2 2021”) and six months (“H1 2021”) ended June 30, 2021, and the Company’s 2020 Annual Information Form for full details to the information referenced throughout this presentation.





**Darren Pylot**  
President & CEO



# 2020 Sustainability Report – *Seeing Beyond*



## Water Management at Pinto Valley

Water management is a priority at Pinto Valley. For this reason, we are placing hexagonal floating covers on the surface of the Cottonwood water reservoir in order to reduce evaporation and maximize water conservation.

Other water management initiatives include the use of an organic film product that reduces surface evaporation of our water reservoirs and upgrades to tailings thickeners to increase recycled water.

- Fifth annual **Sustainability Report**.
- **Sustainability improvements play key role in our corporate strategy** and long-term goal of creating value for shareholders.
- **Prepared in accordance with Global Reporting Initiative Standards (“GRI”), Core Option.**
- Download at [www.capstonemining.com/responsibility](http://www.capstonemining.com/responsibility)

## In 2021

- **Initiated process to launch Capstone’s purpose and develop long-term ESG strategy.** The strategy will formalize our ongoing and future contributions to the ambitious UN Sustainable Development Goals.
- **Formed a cross organization and cross-functional ESG Committee** to be the catalyst for ESG opportunity identification and ESG risk awareness at operations and corporate level.

# Q2 2021 Results Summary

	Q2 Cu Production (Mlbs)	Q2 C1 Cash Costs <sup>1</sup> Per Payable lb Cu Produced
Pinto Valley	29.5	\$2.33
Cozamin	13.8	\$1.00
Total	43.3	\$1.91
2021 GUIDANCE	175 – 190 Mlbs Cu Production	
	\$1.75 – \$1.90 C1 Cash Costs <sup>1</sup>	



## Cozamin Mine, Mexico

Achieved record quarterly Cu production and reached run rate target following ramp up of one-way Calicanto ramp in Q1 2021.

1. This is an alternative performance measure; refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details.

# Another Record Quarter for Capstone

Adj. EBITDA (US\$M)



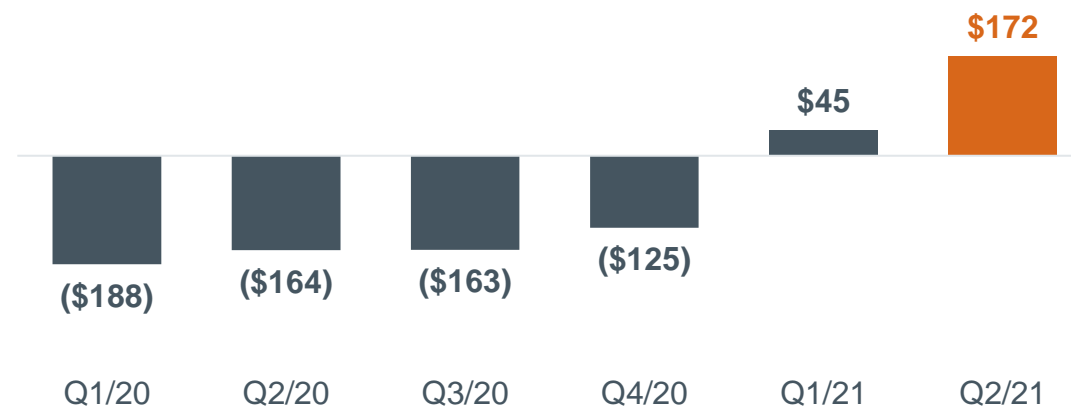
OCF (After-Tax) Before Changes in WC (US\$M)



Adj. EPS (US\$/sh)



(Net Debt) / Net Cash (US\$M)



Adjusted EPS, Adjusted EBITDA and Operating Cash Flow (After-Tax) Before Changes in Working Capital are Alternative Performance Measures. Please refer to the Q2 2021 MD&A for full information.

(1) Q1 2021 OCF before changes in working capital excludes \$150M Cozamin stream proceeds.

(2) Q2 2021 OCF before changes in working capital excludes \$30M MSD stream proceeds



# Q2 2021 Highlights – Setting **New Records**

## CORPORATE

- **\$172 million in net cash<sup>1</sup>** and debt free. Strong cash flow generation in H1 2021 in robust Cu price environment.
- **43.3 million pounds Cu produced @ C1 cash costs<sup>1</sup> of \$1.91 per payable pound.**
- **Adjusted net income<sup>1</sup> of \$68.7 million or \$0.17 per share.** Above market expectations of \$0.14 per share.
- **Record Operating Cash Flow<sup>1,2</sup> of \$110.4 million or \$0.27 per share,** excluding a \$30 million payment from Wheaton, is the highest in Capstone's history.
- Published the **2020 Sustainability Report** – GRI Standards, Core option.

## PINTO VALLEY

Majority of annual mill maintenance and PV3 Optimization work complete in July.  
PV4 feasibility work advancing well (2022).



Pinto Valley Ball Mill Shell Replacement to Improve Reliability

## COZAMIN

**Record Quarterly copper production** of 13.8 Mlb with record quarterly cash flow of \$46 million.  
First quarter at run rate target of 3,780 tpd.



Miner's Day celebrations @ Cozamin, July 2021

## SANTO DOMINGO PROJECT

Advanced discussions for strategic partnership, infrastructure sharing, capital reduction and financing (Q3 2021).  
Commenced exploration for resource expansion and cobalt study geometallurgical test work.



Santo Domingo PQ Core for Cobalt Feasibility Work

<sup>1</sup> This is an alternative performance measure; refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details.

<sup>2</sup> Operating cash flow before changes in working capital. Note, Q2 2021 Operating cash flow before changes in working capital was \$140.4M, excluding the \$30M from Wheaton for early deposit on gold stream is \$110.4M.

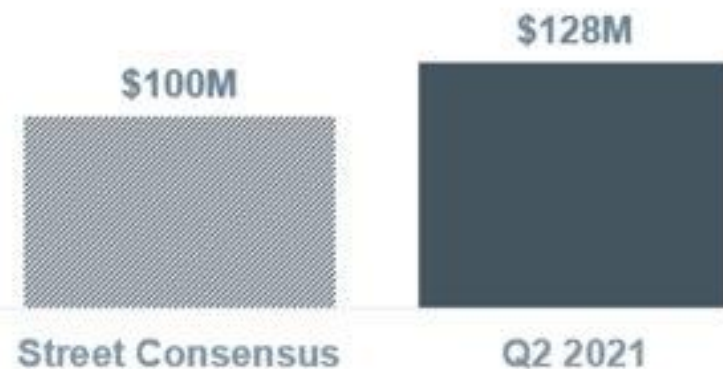
<sup>3</sup> Debt Free is in reference to zero long term debt balance on the financial statements ending June 30, 2021.

# Strong Operating Performance Delivering Cash Flow

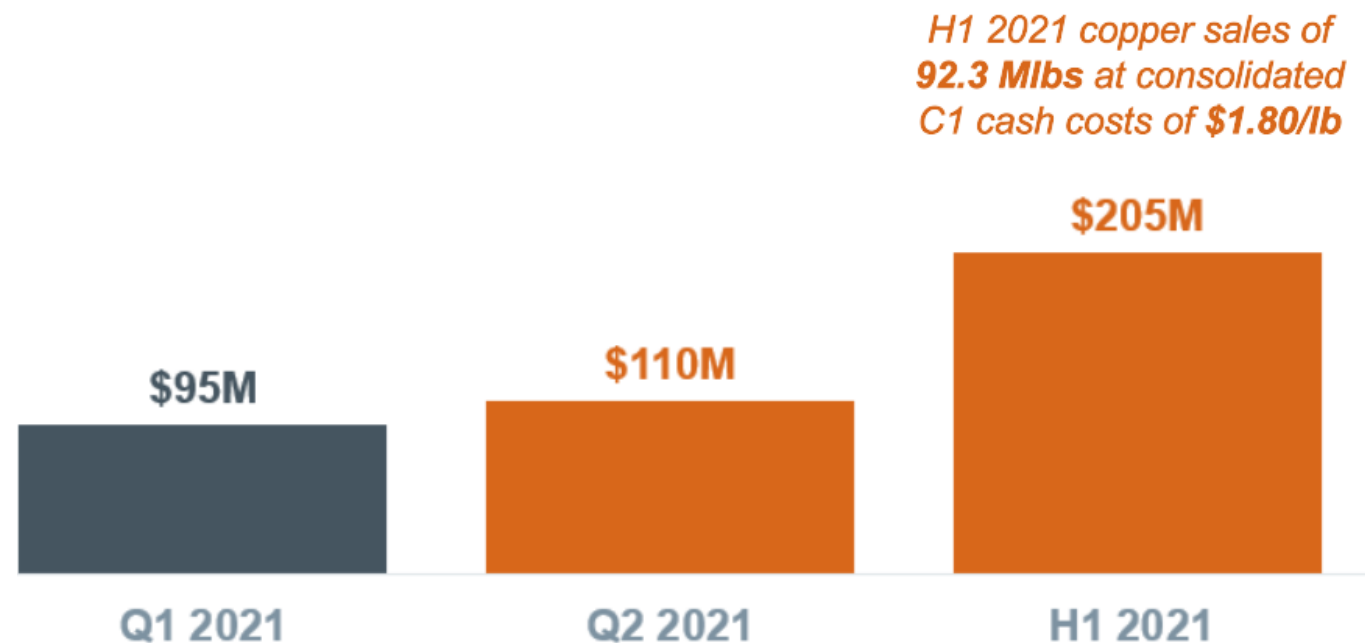
## Q2 EBITDA vs. Consensus (US\$M)

### Q2 2021 Consolidated Actual Results

Q2 2021 copper sales of **43.1 Mlbs** at  
consolidated C1 cash costs of **\$1.91/lb**



## OCF (After-Tax) Before Changes in WC (US\$M)



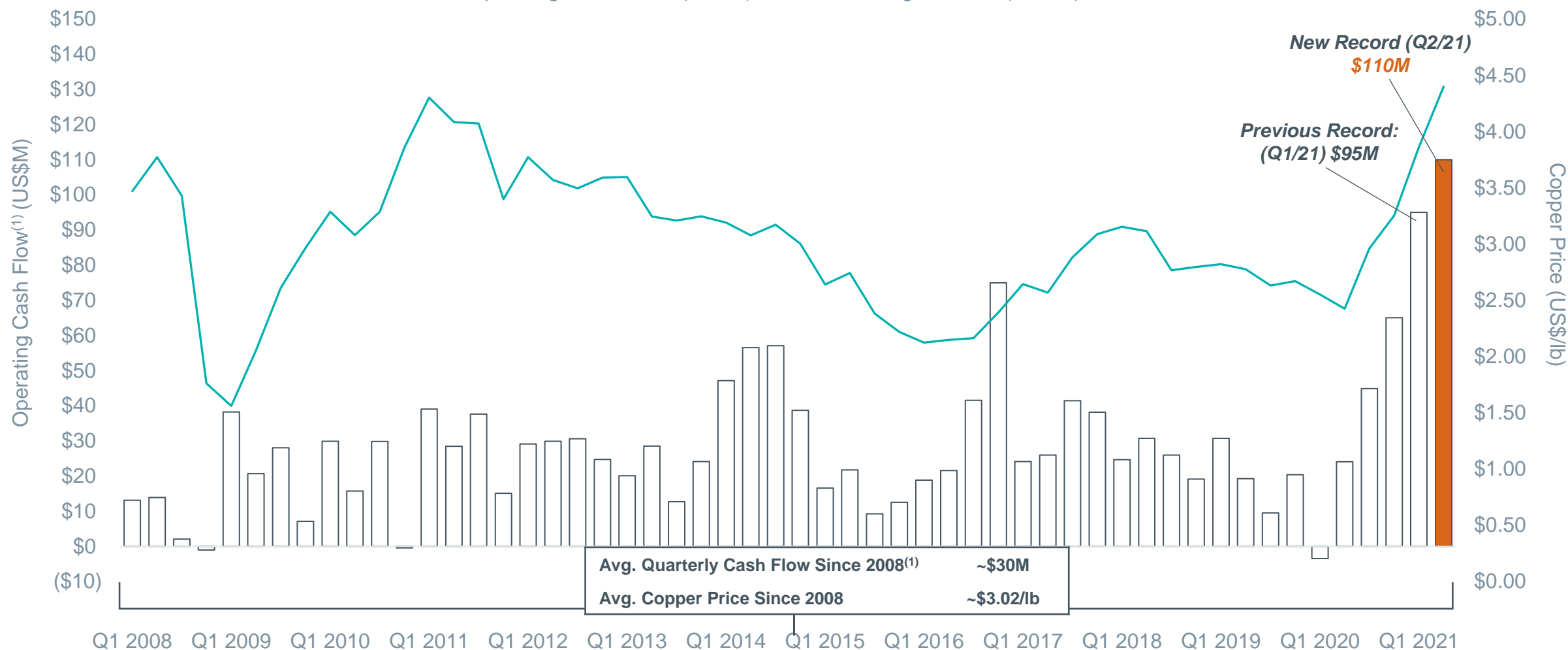
Note: Operating cash flow before changes in working capital ("OCF") shown above excludes upfront payments for precious metal streams of \$150M (Q1 2021), \$30M (Q2 2021) and \$180M (H1 2021). OCF is an alternative performance measure; refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details.  
EBITDA refers to Adjusted EBITDA and an alternative performance measure; refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details.



# RECORD Operating Cash Flow<sup>(1)</sup>

... driven by record high realized copper prices of \$4.78/lb Cu

Operating Cash Flow<sup>(1)</sup> (US\$M) LME Avg Cu Price (US\$/lb)

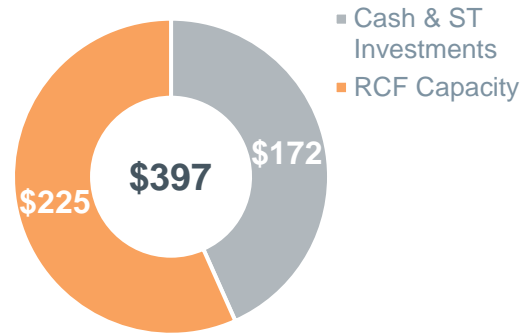


<sup>1</sup> Operating cash flow before changes in working capital ("OCF") is an alternative performance measure. Refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details. \$110M Q2/21 OCF excludes \$30M received from Wheaton during the quarter. \$95M Q1/21 OCF excludes \$150M received from Wheaton during the quarter.

# Balance Sheet is Growing to Finance Next Stage of Growth

**LONG TERM DEBT FREE**  
with  
**STRONG BALANCE SHEET LIQUIDITY**

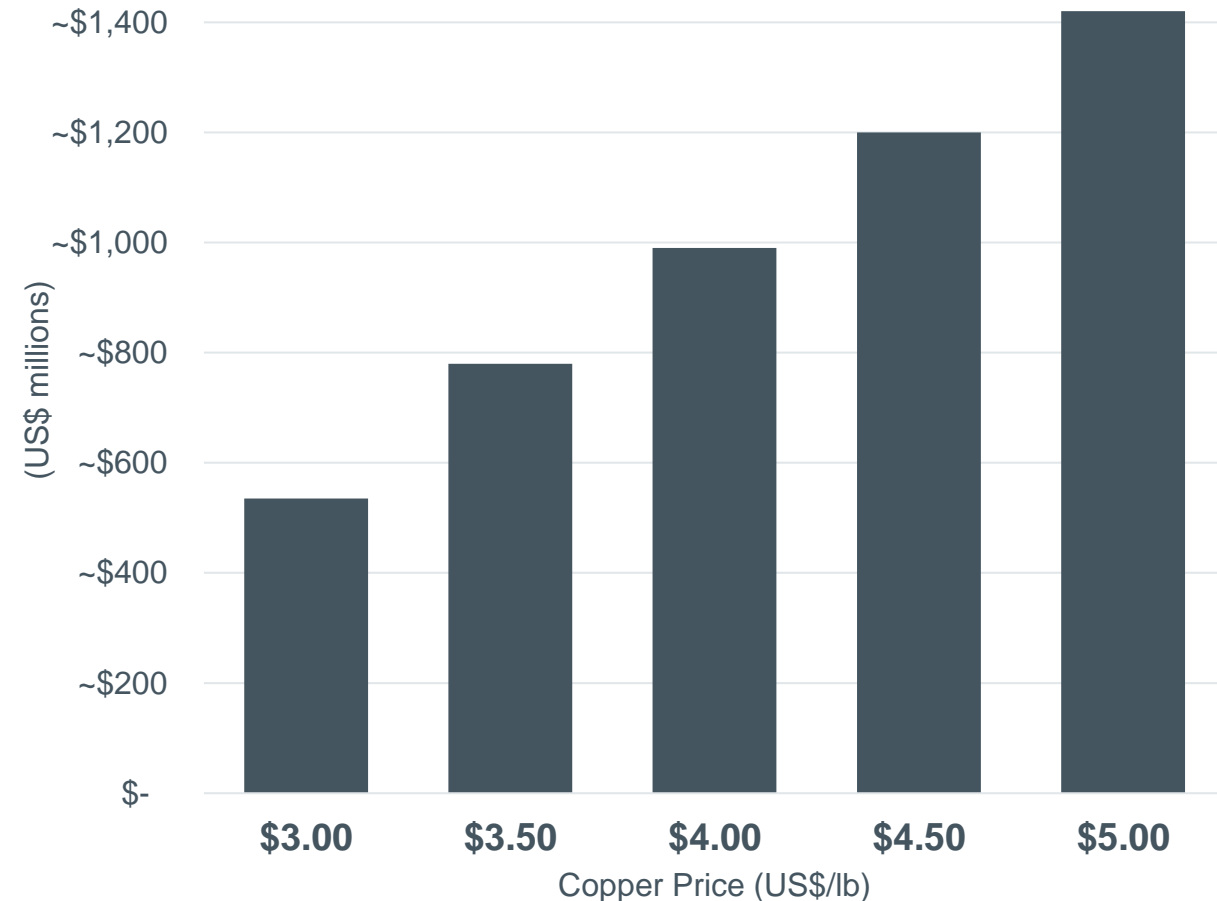
Available Liquidity<sup>1</sup> (US\$M)



- Capstone has pipeline of low capital, high return brownfield growth projects at Pinto Valley and Cozamin.
- Unhedged copper cash flow to build equity.

Shares Outstanding <i>(as at June 30/21)</i>	412 million
Market Cap <i>(as at July 26/21)</i>	US\$1,790 million
Less: Cash & ST Invest. <i>(as at Jun 30/21)</i>	US\$172 million
Add: Long term Debt <i>(as at Jun 30/21)</i>	Nil
Enterprise Value <i>(as at Jul 26/21)</i>	US\$1,618 million

**2021E-2023E**  
**Cumulative After-Tax Operating Cash Flow<sup>1, 2</sup>**



<sup>1</sup> This is an alternative performance measure. Refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details.

<sup>2</sup> OCF is operating cash flow, inclusive of tax and interest payments. OCF forecasts assume Ag pricing of \$26/oz



# 2021 Consolidated Capital Guidance Update

CAPEX (\$M)	Original 2021 Guidance (January 2021)	Revised 2021 Guidance (July 2021)
Sustaining capital <sup>1</sup>	\$43	\$55
Expansionary capital <sup>1</sup>	\$20	\$25
Stripping*	\$7	\$12
<i>Total Pinto Valley</i>	<i>\$70</i>	<i>\$92</i>
Sustaining capital <sup>1</sup>	\$25	\$25
Expansionary capital <sup>1</sup>	\$13	\$13
<i>Total Cozamin</i>	<i>\$38</i>	<i>\$38</i>
Santo Domingo Capital	\$20**	\$40
<b>TOTAL</b>	<b>\$128</b>	<b>\$170</b>

## Key variances:

### *Pinto Valley (+\$22M):*

Sustaining capital<sup>1</sup> increase related to one-time water management and tailings projects. Accelerated stripping during Q2 2021  
Expansionary capital<sup>1</sup> increases related to advancing the PV4 study and Jeti oxide production

### *Santo Domingo (+\$20M):*

Consolidation of ownership from 70% to 100% = \$9 million.  
Increase relates to exploration drilling and additional Cobalt feasibility study costs to next stage gate. Total cobalt study cost estimate remains as \$20 million over 2021/2022. Amounts approved through a stage gate process and added to forecasts as approved.

\*Stripping Forecast is \$4M for sustaining stripping and \$8 million for expansionary stripping

\*\* Original guidance of \$20M on 70% or \$29M on 100% basis.

Sustaining capital and expansion capital are alternative performance measure; refer to the Company's MD&A for the three and six months ended June 30, 2021 for full details.

# Santo Domingo Project Capital Estimate Update

(US\$ Millions)	Total Capex Cost (May 2021)	Total Capex Cost (2018 Feasibility)	Variance
Mine	180	180	-
Process Plant	330	315	15
Tailing and Water Recovery	50	50	-
Plant infrastructure (on-site)	110	105	5
External Infrastructure (off-site)	45	45	-
Indirect Project Costs	290	275	15
Contingency	150	150	-
<b>Initial Capital Cost (excluding port / pipeline*</b>	<b>\$1,155M</b>	<b>\$1,120M</b>	<b>\$35M</b>

- Labour Model is adjusted, related amounts increased by 7%
- Material cost increase of 5% related to more detailed engineering
- FX rate changed from 600 to 700 which provides a saving of ~\$70M million in the new figure
- Updates on key process and mine equipment based on quotations

\*The Company and its partner, Puerto Ventanas, are working to finalize the port services agreement and evaluating opportunities to optimize the Santo Domingo project by replacing the iron pipeline with a rail option. The targeted reduction in initial CAPEX from these activities is ~\$400 million from the 2018 Technical Report initial capital estimate of \$1.5 billion.

**Capital estimate updated in advance of Financing decision – increase is nominal on net basis of FX change**



# Pinto Valley – Wrapping Up PV3 Optimization Project

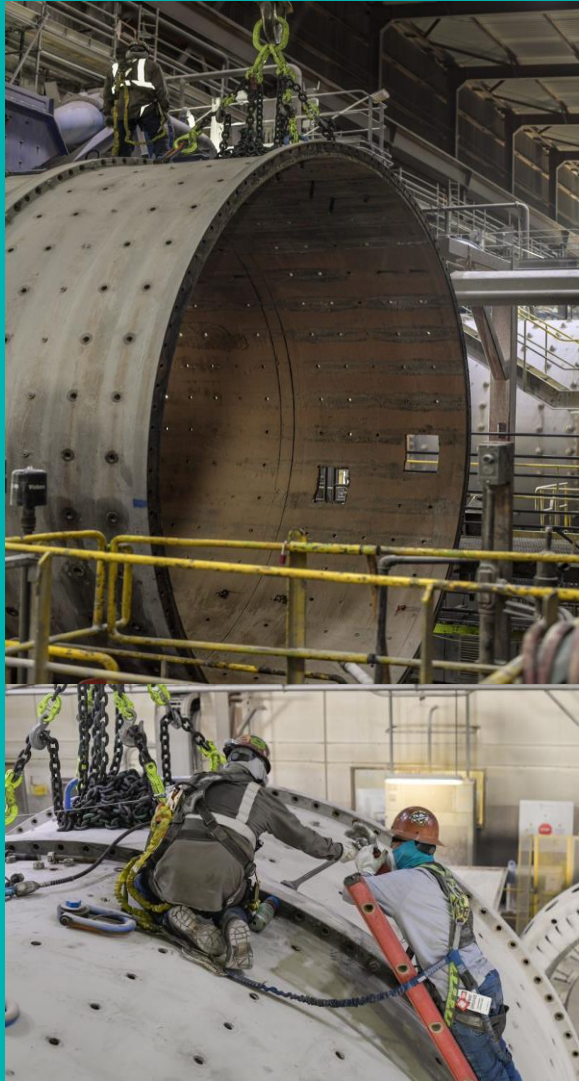
- **Significant Q2 planned downtime for maintenance and Phase 2 PV3 Optimization work:** Mill throughput of 49,170 tpd compared to Q3 2020 of 49,104 tpd where most of Phase 1 PV3 Optimization work was done. Wildfires in region during May and June had a minor impact to production as road closures hindered some employees access to work.
- **Strong copper recoveries of 88.6%** helped by higher grades of 0.33% for the quarter and investments in flotation circuit.
- **PV4 Study Update:**
  - **Jetti catalytic column leach tests** on PV4 geometallurgical samples have commenced and will run through H1 2022. Results will help formulate cut-off-grades.
  - **Eriez HydroFloat:** Internal feasibility study continues with additional engineering required to incorporate Eriez with PV4 tailings management strategies. Current capital estimate is \$90 million and now includes additional regrind milling capacity.
- **Pyrite Agglomeration:**
  - Low capital project of ~\$7 million with payback less than one year.
  - Strong Environmental Benefits: Diverts acid generating minerals including chalcopyrite from tailings and adds them to dump leach where additional copper can be recovered.
  - Pyrite oxidizes to generate valuable acid which is expected to reduce sulfuric acid purchases.



Ball Mill #3 was installed safely in 30% less time than Ball Mill #4 last year.



# Phase 2 Work for PV3 Optimization Mostly Complete in July



Ball mill shell #3 replaced.  
Increased reliability and throughput.



Tailings thickeners upgrades expected to result in increased water recovery and higher throughput.



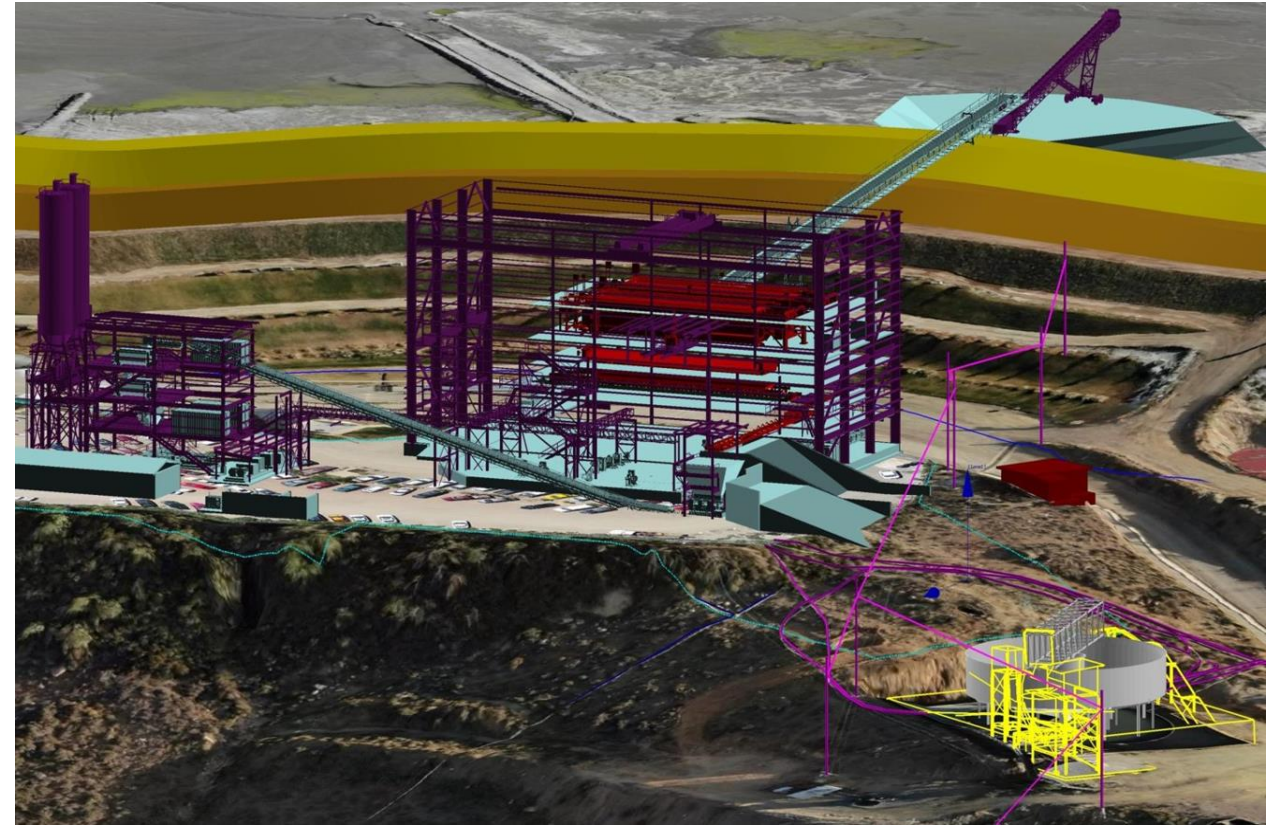
Restart and ramp up of molybdenum production in H2 2021.





# Cozamin Mine – Ramp-up Complete

- **Mine expansion to targeted run rate complete.** Mill throughput increased from 2,949 tpd in 2020 to 3,828 tpd in Q2 2021.
- **Higher Grades and Higher Recovery.** Grades rose from 1.67% in Q2 2020 to 1.86% in Q2 2021 and copper recovery rose to 96.3% from 95.4% in Q2 2020.
- **Record quarterly cash flow of \$46 million.**
- **Construction of filtered (dry stack) tailings** and paste backfill facility is progressing on schedule and targeting completion by year-end 2022.
- **Cozamin Exploration:**
  - The focus for 2021 is testing the MNFWZ West Target with two surface rigs. Two additional surface rigs are now testing other brownfield targets.
  - Development of the west exploration drift and crosscuts progressing well which will allow more efficient testing of the target from underground once completed in early 2022.



Future Paste Backfill & Dry Stack Tailings Operation – First Full Year Expected in 2023

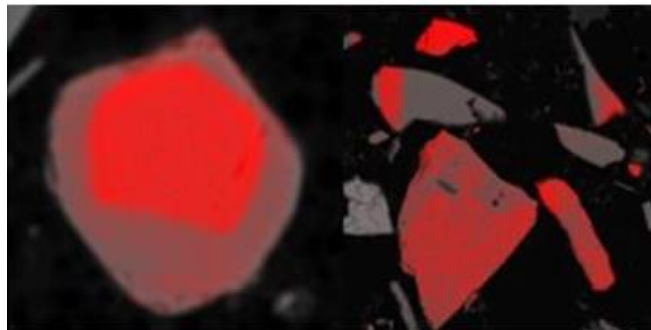


# Santo Domingo Cobalt Feasibility Enters Phase 2 With Additional Drilling



Metallurgical Drilling Underway  
Maiden cobalt mineral reserve expected in 2022.

Cobalt (in red) is predominantly present in pyrite crystals (in grey), typical for IOCG ores in Chile (microbe image of Santo Domingo pyrites)



High Recovery  
As Cobalt is contained within pyrite mineralization (~0.6% cobalt in pyrite concentrate).

## Proven Technology

Roasting allows for energy harvesting through steam and production of sulphuric acid as a by-product. Extensive global experience exists in downstream hydrometallurgical treatment for cobalt purification and precipitation.



**Eti Bakir, Pyrite Roasting Plant, Turkey**  
3,100 tpa Cobalt

# Santo Domingo DL 600 Tax Stability Agreement

- Santo Domingo remains attractive as the Cu-Fe project is permitted and it retains a Decree Law 600 (“DL 600”) tax invariability agreement, which protects the project from any potential mining royalty tax changes for the majority of the expected reserve life (15 years after commercial production is achieved/declared).
- Discussions about the proposed new mining royalty have focused on the impact it will have on the competitiveness of Chile’s mining industry and on the overall economy.
- The cancelation of the DL 600 contracts was considered but not approved for inclusion in the Lower House Bill. The Senate has confirmed that cancelation of the tax invariability contracts is not being considered during the on-going Mining and Energy Committee deliberations.

End-year of Specific Tax on Mining (Royalty) Stability Contracts	
Company	End of Stability
Glencore	Ended in 2018
Lundin - Candelaria	2023
Freeport - El Abra	2023
Anglo American	2023
Collahuasi	2023
BHP - Escondida	2023
BHP - Cerro Colorado	2023
AMSA - Los Pelambres	2023
AMSA - Zaldivar	2023
Caserones	2027
Teck - Carmen de Andacollo	2027
KGHM Sierra Gorda	2030
AMSA - Antucoya	2030
AMSA - Centinela	2031
BHP - Spence	2032
Teck - Quebrada Blanca	15 years after start-up
Goldfields - Salares Norte	15 years after start-up
<b>Capstone – Santo Domingo</b>	<b>15 years after start-up</b>

# Catalysts and Scorecard

<b>Corporate</b>	<ul style="list-style-type: none"> <li>• <b>Debt free<sup>1</sup></b></li> <li>• <b>2020 Sustainability Report</b> – GRI Core option</li> <li>• Sustainable 200 Mlbs Cu producer by 2022</li> </ul>	✓ <b>Q1 2021</b> ✓ <b>Published Q2 2021</b> On track
<b>Pinto Valley</b>	<ul style="list-style-type: none"> <li>• <b>Phase 2 PV3 Optimization</b></li> <li>• Molybdenum production restart</li> <li>• Pyrite agglomeration</li> <li>• PV4 PFS Study (including increased Jetti catalytic leaching and Eriez HydroFloat)</li> </ul>	✓ <b>Q3 2021</b> Ramp-up H2 2021 Decision H2 2021 H2 2022
<b>Cozamin</b>	<ul style="list-style-type: none"> <li>• <b>Ramp up to 3,780 tpd for end of Q1 2021</b></li> <li>• MNFWZ and MNV West exploration expansion</li> <li>• Paste Backfill &amp; Dry Stack Tailings Facility</li> </ul>	✓ <b>Achieved</b> Update H2 2021 YE 2022
<b>Santo Domingo</b>	<ul style="list-style-type: none"> <li>• <b>Au Stream Agreement with Wheaton</b></li> <li>• <b>Port Deal</b></li> <li>• Rail and other infrastructure sharing opportunities final agreements</li> <li>• Strategic partner + financing announcement</li> <li>• Cobalt Feasibility Study</li> </ul>	✓ <b>Announced March 2021</b> ✓ <b>Announced March 2021</b> Q4 2021 H2 2021 H2 2021 H2 2022

<sup>1</sup> Debt Free is in reference to zero long term debt balance on the financial statements ending June 30, 2021.



# Transformational Growth in 2024

2022-2023

~200 Mlbs sustainable copper production

## Pinto Valley

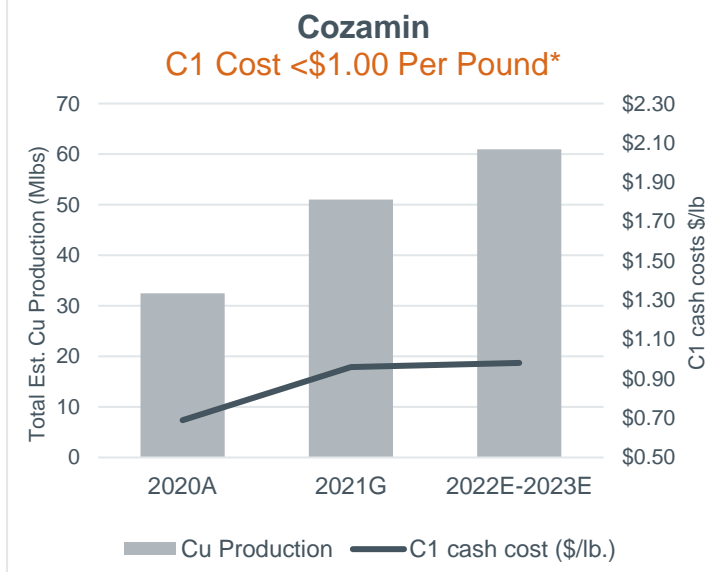
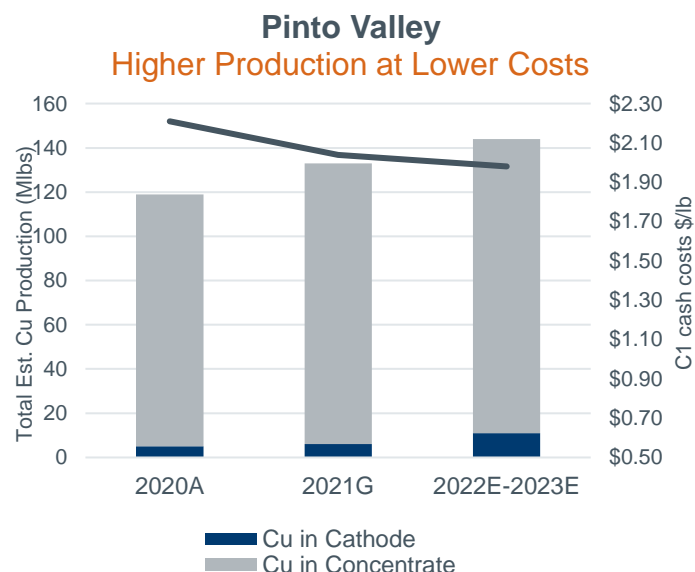
- PV4 study released; evaluating scenarios for increased mining rates, higher mill grades and increased leaching (2022)

## Cozamin

- Impact23 Growth Project report (2023)
- Paste backfill plant and pillar recovery to start (2023)

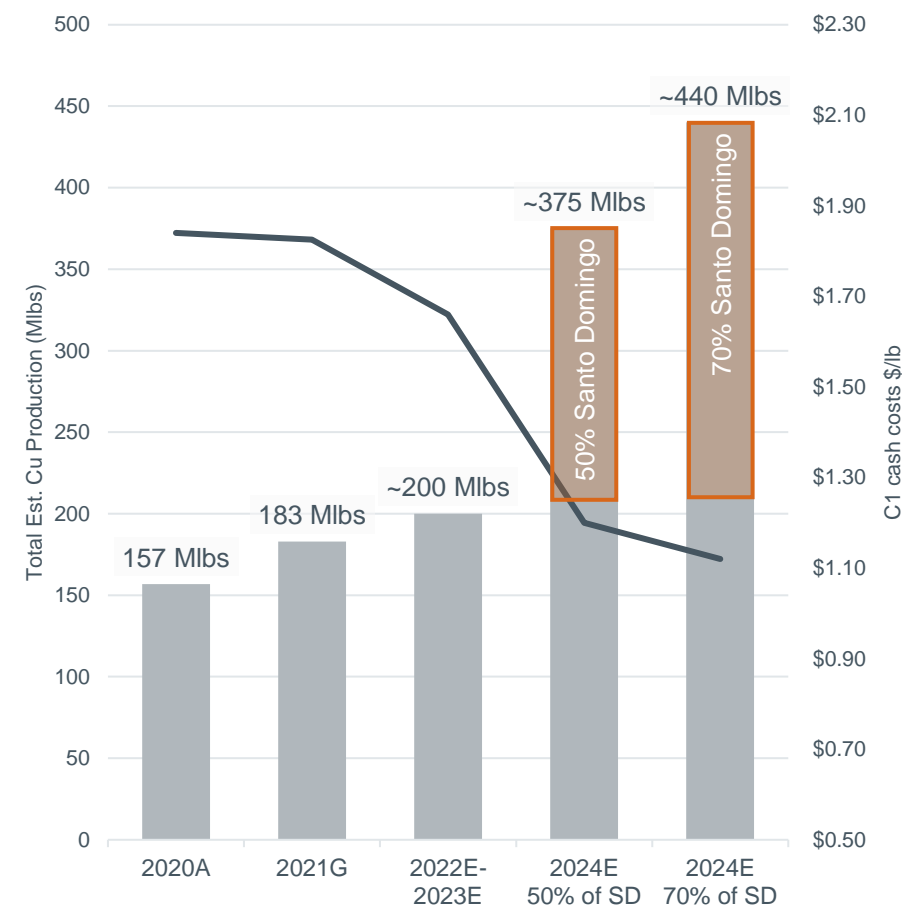
## Santo Domingo

- Cobalt feasibility released and permitting underway (2022)



2024\*\*

Transformational copper production growth with Santo Domingo



E = company estimate, guidance is only provided for the current year.  
G = is mid-point of guidance for consolidated copper production and C1 costs.  
\*With silver stream for 50% of silver production, commenced Dec 2020. \*\*Santo Domingo gold stream sold to help fund initial capex.

# Pinto Valley – Community Support



In June, regional wildfires in Arizona briefly disrupted road access to the Pinto Valley Mine.

The mine was never at risk, but some neighbouring communities were forced to evacuate their homes and the Pinto Valley Mine played a key role to bring the fires under control.

We thank all first respondents, volunteers and community members, who came together and worked as one to care for each other.

**We are all in this together!**

Globe-Miami Times ad, July 2021

# Contact Information

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