



CAPITAN SILVER CORP

# CORPORATE PRESENTATION

NOVEMBER 2023

TSX-V: CAPT



# DISCLAIMER

## Forward-Looking Statements

This document contains forward-looking statements and factual information that are current as of the date the document was originally created for Capitan Silver Corp. ("the Company") disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. Forward looking statements include, but are not limited to, statements with respect to the timing and amount of estimated future exploration, success of exploration activities, expenditures, permitting, and requirements for additional capital and access to data.

Forward looking statements involve known and unknown risks, uncertainties, and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by the forward- looking statements. Such factors include, among others, risks related to actual results of current exploration activities; changes in project parameters as plans continue to be refined; the ability to enter into joint ventures or to acquire or dispose of properties; future prices of mineral resources; accidents, labor disputes and other risks of the mining industry; ability to obtain financing; and delays in obtaining governmental approvals of financing. Any statements, opinions, projections, forecasts or other material contained in this presentation do not constitute a commitment, representation or warranty by the company or its directors, officers, agents or employees. The directors, officers, agents and employees of the company shall in no way be liable to any person or body for any loss, claim, demand, damages, costs or expenses of whatsoever nature arising in any way out of, or in connection with, the information contained in this presentation. This presentation does not constitute an offer to sell securities and is not a solicitation of an offer to buy securities. It is not to be distributed to third parties without the consent of the company. An investment in the company is considered to be speculative in nature. Each individual should rely solely upon its own investigations and inquiries with respect to the company and agrees it will not in any way rely upon this presentation. The company recommends that you consult your own professional advisor(s).

## Qualified Person

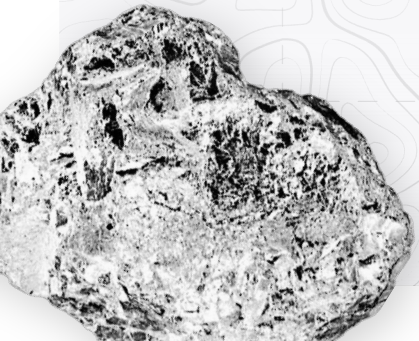
The scientific and technical data contained in this presentation relating to Capitan's mineral properties were reviewed and approved by Marc Idziszek, P.Geo. Mr. Idziszek who is a non-independent "Qualified Person" under National Instrument 43-101.






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# INVESTMENT OPPORTUNITY

## Big Milestone

Capitan acquires key property from Fresno & consolidates a 3 km silver trend



-  **New Silver Exploration Company**
-  **Advanced Exploration in Durango, Mexico**
-  **Strong Management Team**
-  **Tight Share Structure with Quality Shareholder Base**
-  **Attractive Valuation**

- Historic silver mining district which was the birthplace of the Penoles Mining company
- +3 kilometer silver vein mineralized trend
- Preliminary resource with significant potential for resource expansion
- Multiple high-grade silver targets with scale
- Expanding gold heap leach, oxide deposit



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# A DISCIPLINED APPROACH



## No Free Shares

- Lowest priced shares issued @ C\$0.20 per share
- No free shares issued to founders, management or bankers



## Tight Share Structure

- CAPT has one of the tightest share structures among its silver explorer peer group.



## No Warrants Outstanding

- No warrant overhang on CAPT shares
- Warrants cause noise in the capital structure
- Only way for investors to benefit from CAPT share performance is through share ownership



## Royalty Free

- CAPT management has contracted to remove all royalties on the project
- Royalties impair project economics for equity owners



MAY 2023

# SHARE STRUCTURE

**Shared Issued**

70.6M

**Options**

1.52M subject to vesting schedule

2.3M

**Fully Diluted**

72.9M

**Market Cap**

\$13.8M

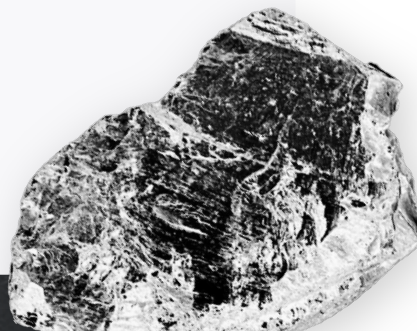
**Shares Tightly Held**

(includes management and insiders)

+68%

**Insiders & Management**

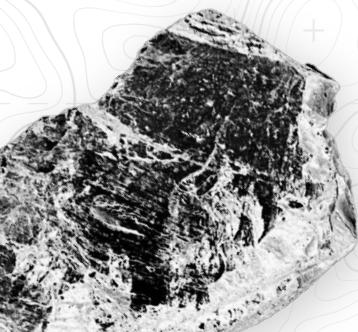
+22%



## LEADERSHIP

# A TEAM THAT DELIVERS RESULTS

With decades of experience  
exploring and developing  
projects in Mexico



## BOARD OF DIRECTORS



### Alberto Orozco

CEO

President Sonora Mining Cluster

Previously with Argonaut Gold,  
Pediment Gold, Linear Gold.



### Arturo Bonillas

DIRECTOR

CEO Magna Gold



### John-Mark Staude

CHAIRMAN

CEO Riverside Resources



### Robert Scott

CFO

Former CFO of Great Bear

## MANAGEMENT

### Alberto Orozco

CEO

### Óscar Jiménez

PROJECT MANAGEMENT

### Francisco Rangel

GEOLOGIST

### Javier Tolano

LAND MGMT & SURVEYING

### Román Holguín

GOVERNMENT,  
COMMUNITY  
& LABOR AFFAIRS

### Yolanda Chairez

DATABASE, QA/QC

### Gordon Fernandes

ADVISOR, CAPITAL MARKETS

2019

2004

ARGONAUT  
GOLD

PEDIMENT  
GOLD

LINEAR  
GOLD

ARGONAUT  
GOLD

PEDIMENT  
GOLD

PEÑOLES,  
REAL DE  
ÁNGELES

ARGONAUT  
GOLD

CASTLE  
GOLD

TECK

ARGONAUT  
GOLD

AURICO  
GOLD

NAYARIT  
GOLD

ARGONAUT  
GOLD

TIMMINS  
GOLD

COBRE  
DEL MAYO

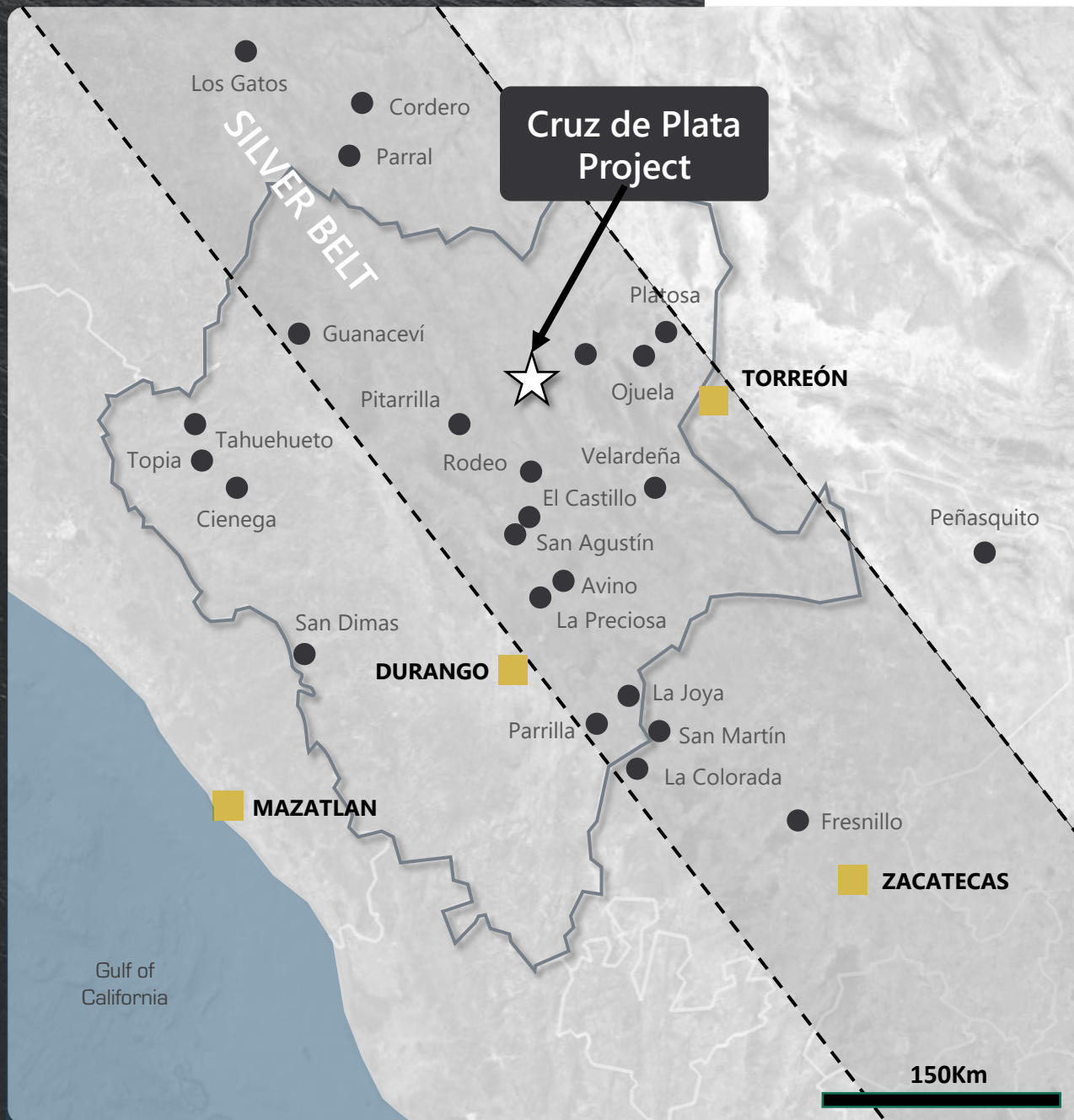
ARGONAUT  
GOLD

PHOENIX  
ADVISORS

## SILVER - GOLD PROJECT

# CRUZ DE PLATA

-  Located in friendly mining State of Durango
-  At the heart of Mexico's silver belt; near multiple operating mines
-  Gentle topography
-  Good infrastructure (road, power to the property)
-  Community agreement in place until 2030  
Good relationship for over 13 years of work





CRUZ DE PLATA

# A HISTORICALLY- PRODUCING, HIGH-GRADE SILVER ASSET

The Cruz de Plata district is the birthplace of the Peñoles Mining company. Its first mines, Jesús María and San Rafael, commenced production in late 1800's

## Underground production (1887-1908)

- Jesus María mine Produced grades from 300 to 2,000 g/t Ag, 3-12% Pb and 4-10% Zn
- San Rafael mine produced grades between 300 and 1,000 g/t Ag

*Capitan Silver team  
inside Jesus María workings*





CRUZ DE PLATA

# HIGH-GRADE SILVER

A limited, initial 4,470m\* diamond drill program (2011-2014) by previous operators identified high silver grades at Cruz de Plata

## Highlights include:

- JM\_DD13\_06
  - 0.9m of 3,409 g/t Ag, 0.36 Au, 3.4% Pb and 7% Zn  
*Within a wider interval of 11.8m of 320.3 g/t Ag and 0.17 g/t Au*
- JM\_DD14\_24
  - 7.15m of 988 g/t Ag and 1.24 g/t Au  
*Within a wider interval of 70.8m of 147.8 g/t Ag, 0.37 g/t Au*
- JM\_DD14\_10
  - 4.25m of 732.2 g/t Ag, 1.2 g/t Au  
*Within a wider interval of 40.6m of 123.9g/t Ag and 0.54 g/t Au*
- JM\_DD13\_07
  - 2m of 988.5 g/t Ag, 0.23 g/t Au  
*Within an interval of 4m of 533 g/t Ag and 0.16 g/t Au*

Results not followed up on, until Capitan resumed drilling in the area in 2021

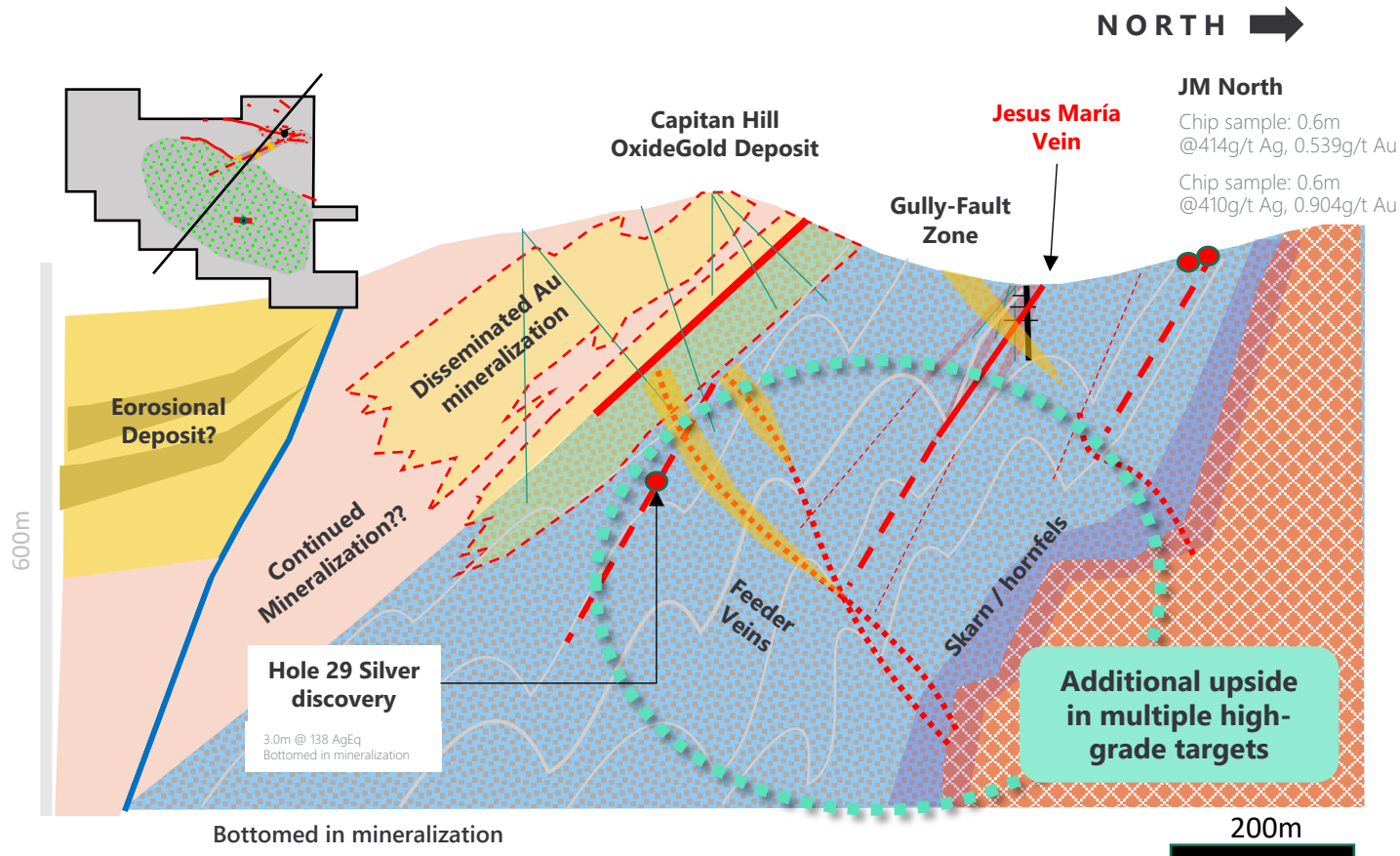
\*: 3,000m Jesus María zone and 1,470m at San Rafael zone  
See appendix 1 and 2 for further detail

High-grade core sample  
of Jesus María vein



## CRUZ DE PLATA

# GEOLOGY



Schematic illustration of Cruz de Plata mineral system showing different styles of mineralization identified.

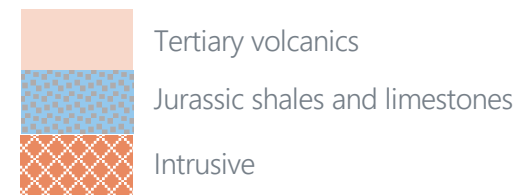
## Robust Mineralized System

### Different Styles Of Mineralization

- Polymetallic (Ag-Au-Pb-Zn) replacement veins (Jesus María / El Refugio)
- Ag-Au epithermal veins (San Rafael / Gully Fault)
- Disseminated Au oxide (Capitan hill)

### Additional Targets

- Higher-temperature feeder-vein system underneath Capitan hill
- Skarn mineralization (skarn alteration already observed on surface and in drilling)





CRUZ DE PLATA

# HIGH-GRADES CONTINUE

Between late 2021 and 2022 Capitan has added 6,250m of drilling (and added 1,930m through new area contracted) in the silver trend, mostly in the Jesús María vein

## Highlights include<sup>(1)(2)</sup>:

- 21-JMRC-01: 42.7m @ 207.82 g/t AgEq:
  - 1.5m @ 1,099.3 g/t AgEq,
  - 1.5m @ 1,267.2 g/t AgEq
  - 1.5m @ 341.6 g/t AgEq
  - 3.0m @ 311.3 g/t AgEq
- 21-JMRC-03: 10.7m @ 403.43:
  - 1.5m @ 739.6 g/t AgEq
  - 1.5m @ 800.0 g/t AgEq
  - 1.5m @ 595.5 g/t AgEq
- 21-JMRC-07: 22.9m @ 71.53 g/t AgEq:
  - 1.5m @ 398.7 g/t AgEq
- 21-JMRC-10: 16.8m @ 309.82 g/t AgEq:
  - 9.1m @ 494.8 g/t AgEq which includes
    - 1.5m @ 2,250.1 g/t AgEq
- 22-JMRC-12: 21.3m @ 133.04 g/t AgEq:
  - 1.5m @ 455.13 g/t AgEq
  - 1.5m @ 305.61 g/t AgEq
- 22-JMRC-14: 4.6m @ 218.68 g/t AgEq:
  - 1.5m @ 577.98 g/t AgEq
- 22-JMRC-22: 10.7m @ 314.54 g/t AgEq:
  - 3.0m @ 913.6 g/t AgEq, which includes
    - 1.5m @ 1,431.68 g/t AgEq

(1) Silver equivalent calculated using the following equation

$\text{Ageq} = (\text{Ag} \times 0.94) + (\text{Au} \times 0.86 \times 80) + (\text{Zn} \times 0.037 \times 0.935) + (\text{Pb} \times 0.03 \times 0.92)$

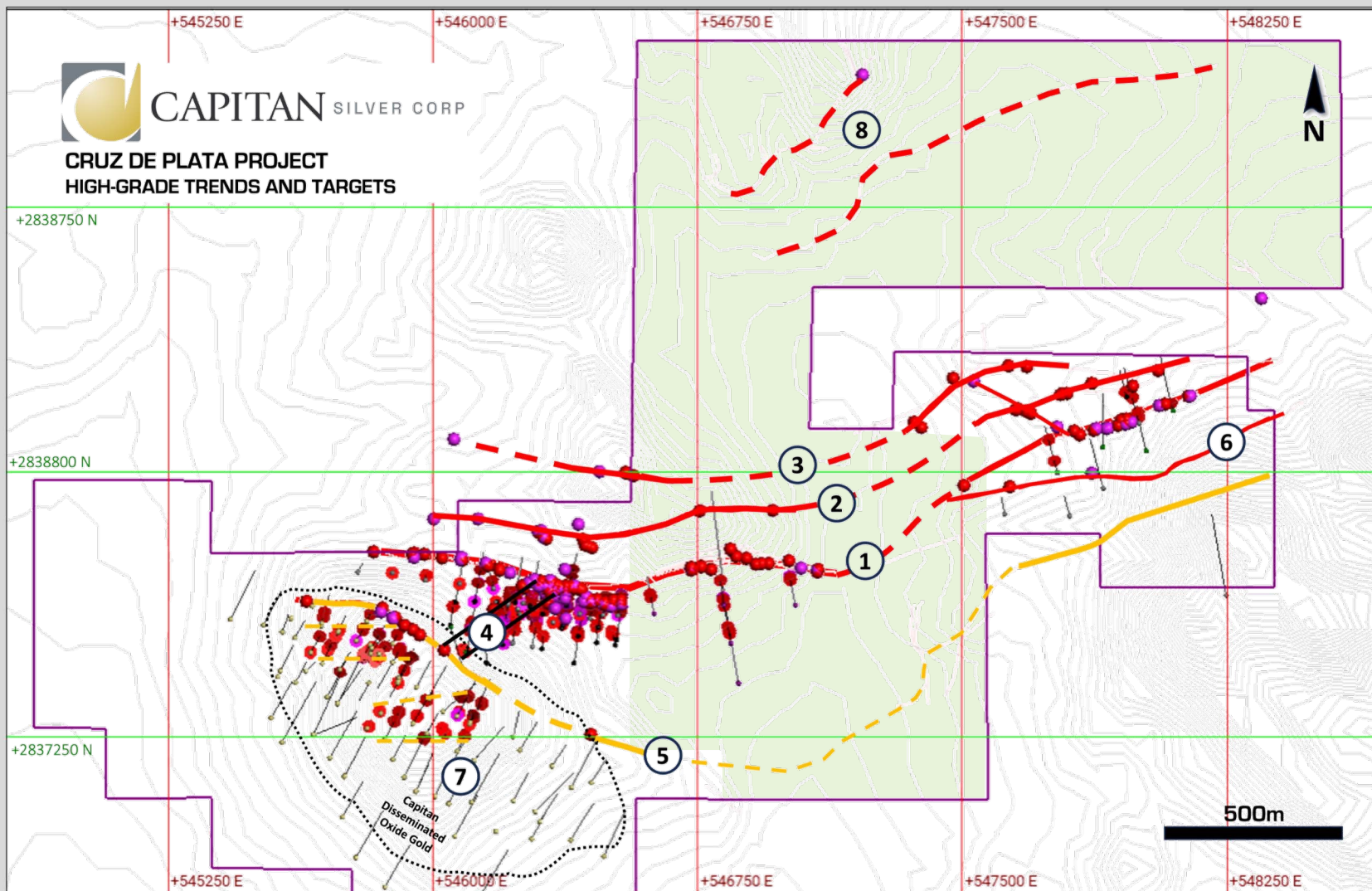
(2) For further detail see appendix 1 and 2 and press releases dated February 16 2022, 08 March 2022, May 02 2022, June 29, 2022, January 17, 2023.





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## CRUZ DE PLATA PROJECT HIGH-GRADE TRENDS AND TARGETS



### LEGEND

● Surface sample >300 g/t AgEq

● Surface sample >100 g/t AgEq

● Drill sample >300 g/t AgEq

● Drill sample >100 g/t AgEq

— Predominantly silver Vein

- - - Interpreted continuity of vein

— Predominantly gold Vein

- - - Interpreted continuity of vein or trend

□ Property boundary

□ Recently acquired property

(X) Vein targets

1. Jesus María vein
2. Santa Teresa vein
3. San Rafael North vein
4. Gully Fault zone
5. Capitan vein
6. Escondida vein
7. JM South (at depth)
8. Providencia



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## CRUZ DE PLATA

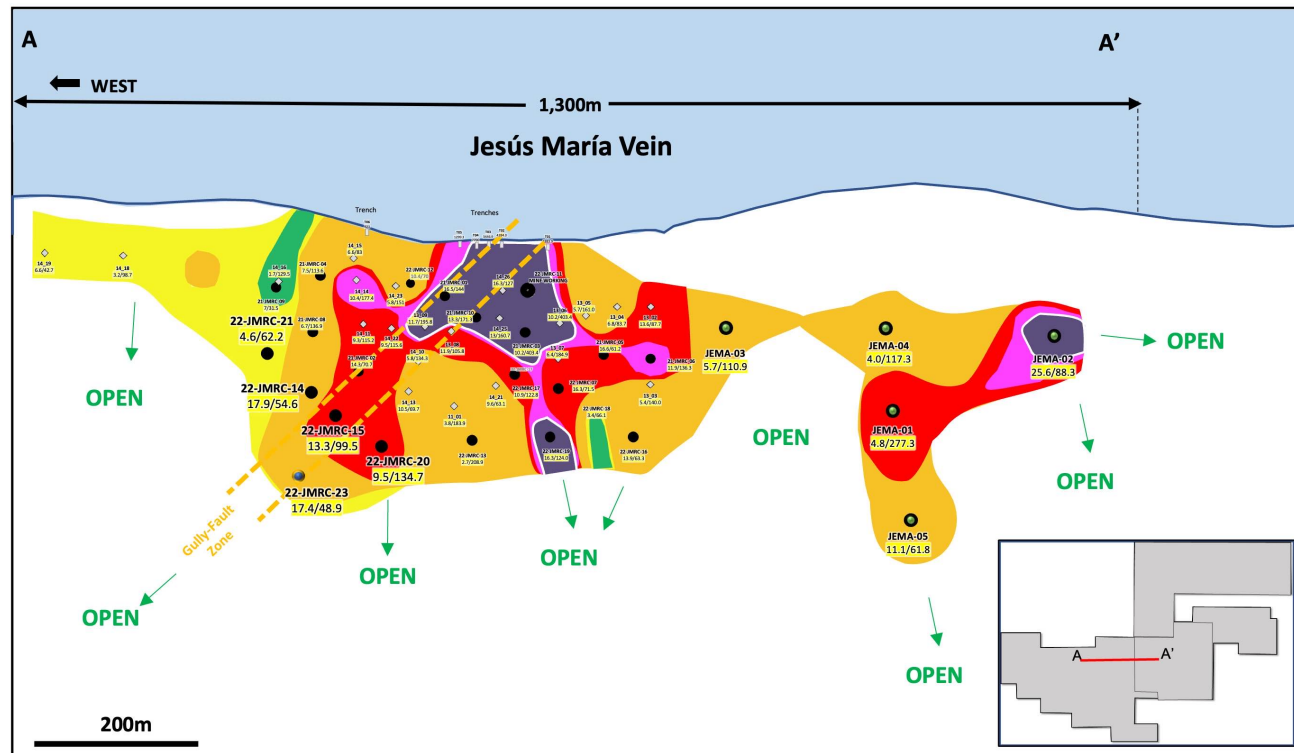
### REVISED INTERPRETATION

- Capitan has revised its interpretation of mineralized structures at Cruz de Plata based on surface and drill data available to date
- Significant scale has been identified in several structures which are prospective for future silver and gold discoveries
- Key structures identified
  - **Jesus Maria:** (most advanced target) characterized by high grade silver polymetallic mineralization with potential strike length of 2.8Km
  - **Gully Fault:** characterized by high grade silver with gold
  - **Santa Teresa:** High-grade silver polymetallic mineralization on surface with potential strike length of 1.8Km
  - **San Rafael North:** High-grade silver polymetallic mineralization on surface with potential strike length of 1.3Km
- **Gold Trend:** Capitan Hill oxide gold deposit and Capitan East gold target



CRUZ DE PLATA

# JESUS MARIA VEIN



**Cruz de Plata Project**  
Inclined Longitudinal Section  
Jesús María vein



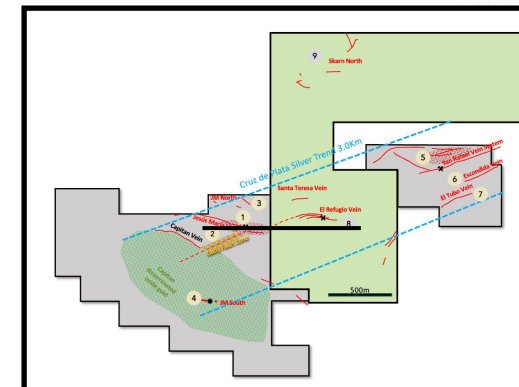
- 2022 RC Drill Hole (this press release)
- 2022 RC Drill Hole (Assays pending)
- 2021-2022 RC Drill Hole Program (previously reported)
- ◆ 2014 diamond hole
- Diamond drill holes within new property

(AgEq Grade) X (Est. True Width)



## Jesus María Vein Scale Potential

1. Expanded on strike length from 800 to 1,300m with new property
2. Expanded down-dip
3. Open on strike and at depth
4. Vein thickness consistent. As wide as 21m (TW)
5. New drill holes expanded favorable zones at depth
6. Only about 12,500m drilled in silver trend to date (including new property and San Rafael)

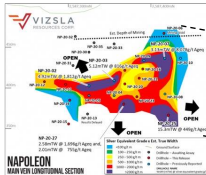


Silver equivalent calculated using the following equation  $Ageq = (Ag \times 0.94) + (Au \times 0.86 \times 80) + (Zn \times 0.037 \times 0.935) + (Pb \times 0.03 \times 0.92)$

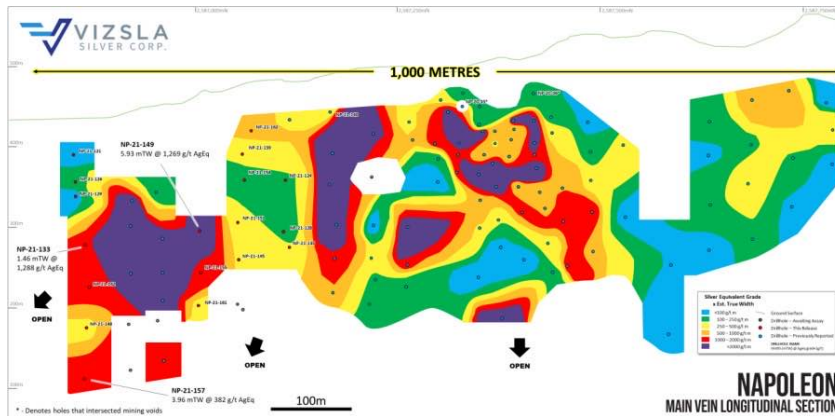


## CRUZ DE PLATA

# COMPARISON TO VIZSLA SILVER



Longitudinal section of the Napoleon vein as reported on Vizsla Silver press release dated October 06, 2020

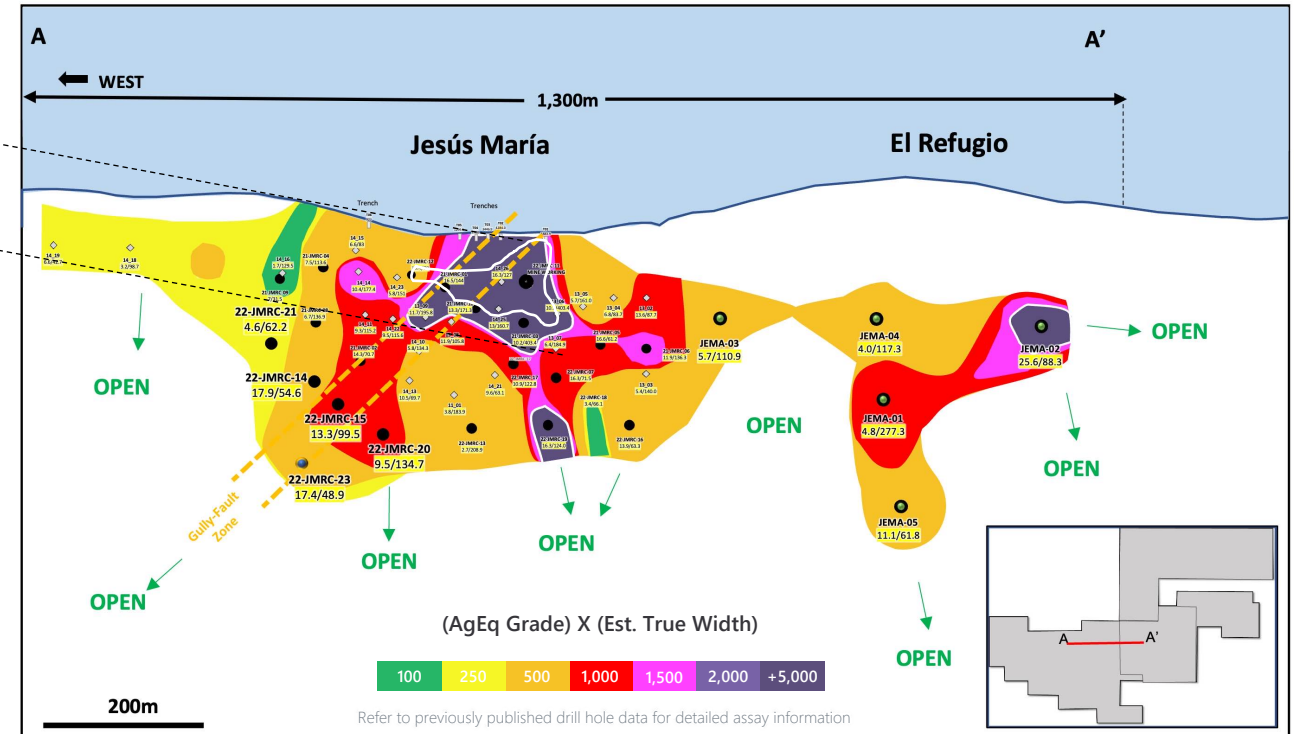


Longitudinal section of the Napoleon vein as reported on Vizsla Silver press release dated September 02, 2021

## JESÚS MARÍA COMPARED VS. NAPOLEON VEIN

- Initial Jesús María zone defined with only 3,000m drilling
- High-grade shoots at Jesús María larger than initially delineated at Napoleon in 2020.
- Excellent continuity of high-grade shoot at Jesús María

## Jesús María Vein Longitudinal section



- Current vein extent wider on strike than reported size of Napoleon vein in September 2021
- Multiple silver targets at Cruz de Plata in addition to JM
- Part of a 2.5Km silver trend including San Rafael zone to the East

The map illustrates the geological structure of the Santa Teresa area, highlighting the Jesús María and Santa Teresa veins. Key features include the 'GOLD PEARL ZONE' and a 'No drilling' area. The map is oriented with West (W) to the left and East (E) to the right. A scale bar indicates distances up to 300 meters. An inset map shows the location of the study area within a larger regional context.

 Diamond drill holes within new property

(AgEq Grade) X (Est. True Width)



Refer to previously published drill hole data for detailed assay information

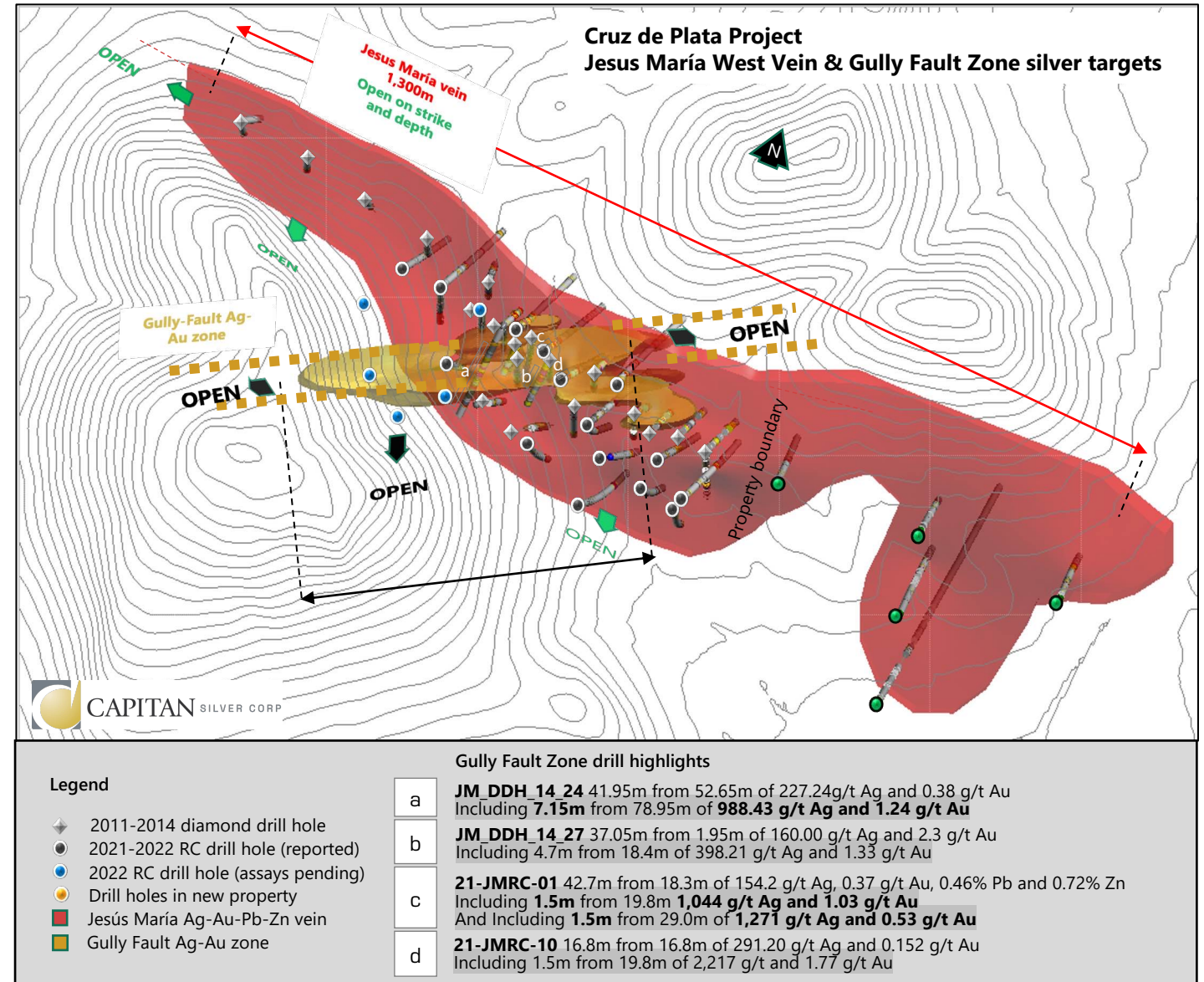
- Silver system has great scale potential
- Drilling still at an early stage compared to similar, more-developed silver projects
- 2.8 km silver-mineralization trend controlled by Capitan
- A number of new targets being developed with drilling and surface sampling, including: JM North, JM South.

## CRUZ DE PLATA

# GULLY FAULT ZONE

## Gully-Fault, Silver-Gold Mineralization

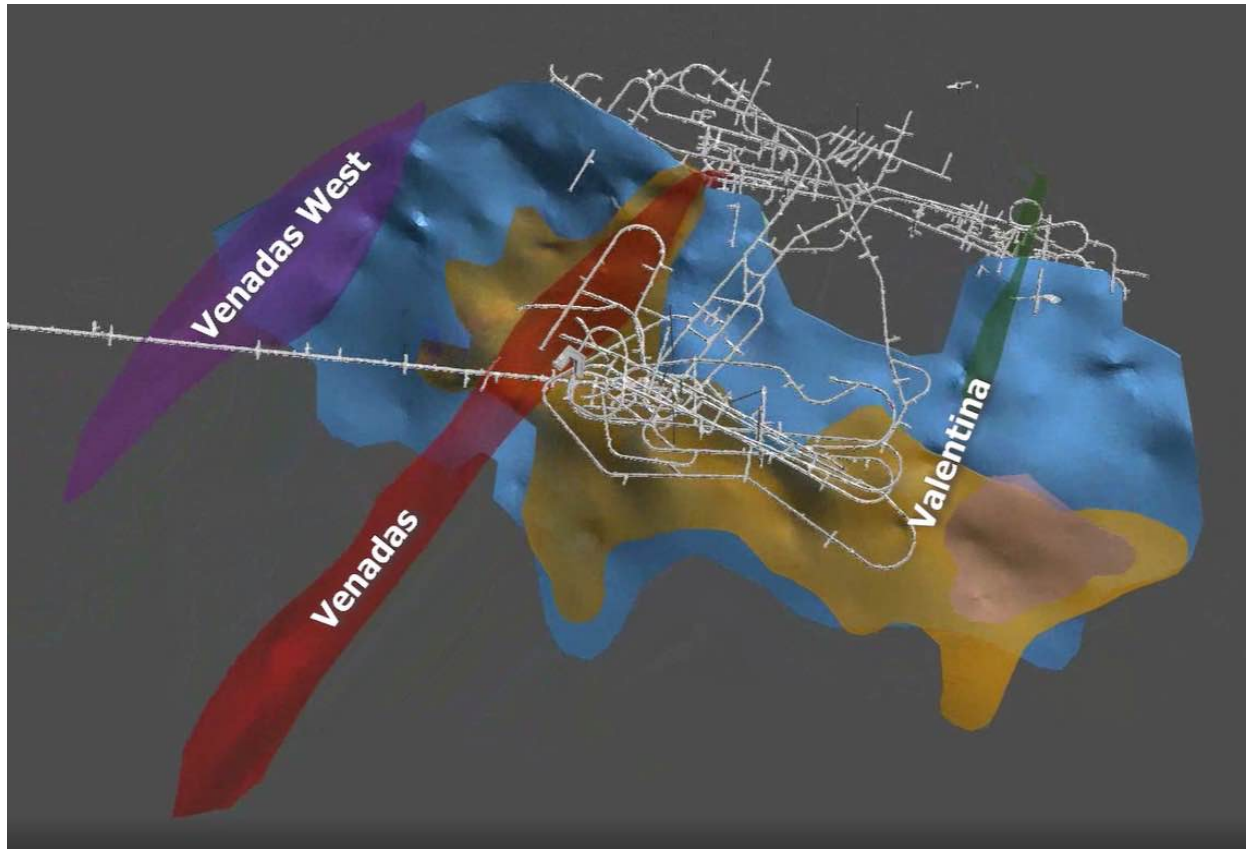
1. A potentially younger, cross-cutting structure to Jesus Maria
2. Higher in Ag-Au relative to Pb-Zn (low base metals) compared to Jesus Maria
3. Open in all directions
4. Drilling highlights include
  1. JM\_DDH\_14\_24: 7.2m of 988.43 g/t Ag and 1.24 g/t Au
  2. 21-JMRC-01: 1.5m of 1,044 g/t Ag and 1.03 g/t Au  
AND  
1.5m of 1,271 g/t Ag and 0.53 g/t Au
  3. 21-JMRC-10: 1.5m of 2,217 g/t Ag and 0.152 g/t Au
5. The Gully Fault is a broad mineralized zone of up to 54m width on surface (trenches) that include narrower high-grade zones such as those shown above.





CRUZ DE PLATA

## CASE STUDY: MAG SILVER



Source: Mag Silver Corporate Disclosures

### Similarities to MAG Silver's Venadas and Venadas West zones:

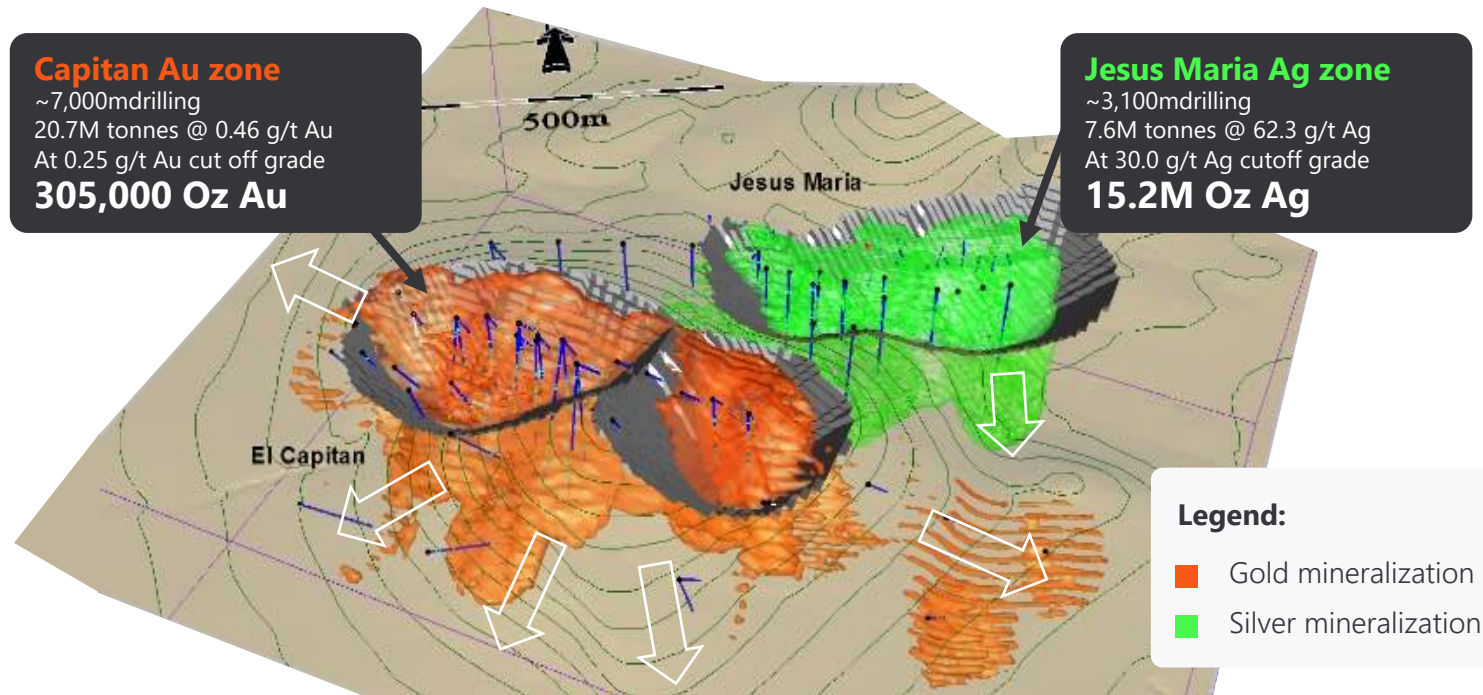
1. Capitan Silver's Cruz de Plata and Mag Silver's Juanicipio are both intermediate sulfidation systems that have strong vertical continuity.
2. At an angle or cross-cutting relative to polymetallic veins
3. Higher in Ag-Au and low base metals compared to polymetallic veins

### Exploration upside for Gully Fault Zone

1. Open along strike and down dip
2. Drilling has intersected high grades contained within broader mineralized zones
3. Could be feeder to Capitan gold zone (?)

CRUZ DE PLATA

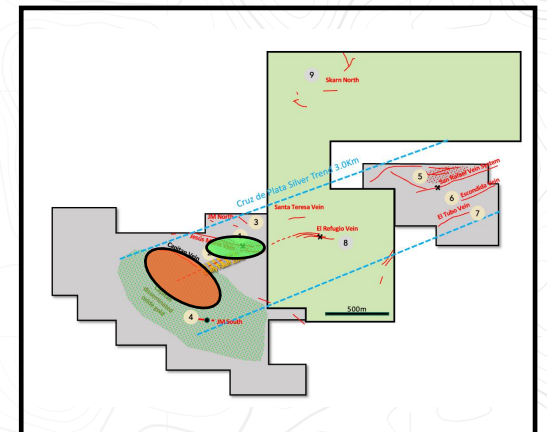
# 43-101 INFERRED RESOURCES



"Base case" cut-off grade of 0.25g/t Au (for Capitan zone) and 30g/t Ag (for Jesus Maria zone). Resources are not mineral reserves as the economic viability has not been demonstrated. For further detail see NI 43-101 Report on the Peñoles Gold-Silver Project Durango, Mexico prepared By Derrick Strickland, P. Geo. Robert Sim, P. Geo. of Sim Geological Inc. Effective Date: January 12th, 2020

## i Notes:

1. Initial inferred resource estimated as an open-pit scenario
2. High silver veins not modelled
3. Only 80 drill holes and ~10,000m of drilling
4. Open on strike and at depth
5. San Rafael zone not included due to very limited drilling (only 5 drill holes)





CRUZ DE PLATA

# CAPITAN HILL OXIDE, GOLD DEPOSIT

## 2020-2021 Significant Resource Expansion Potential

### Metres Drilled

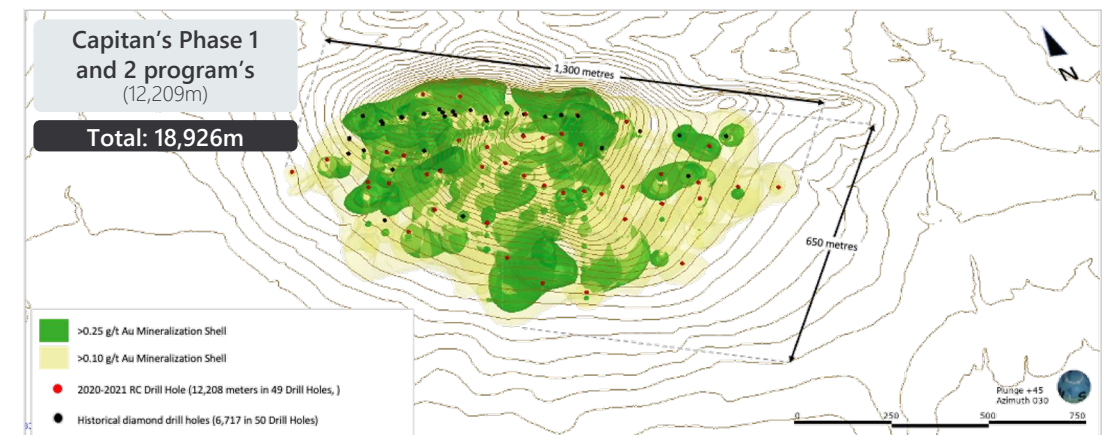
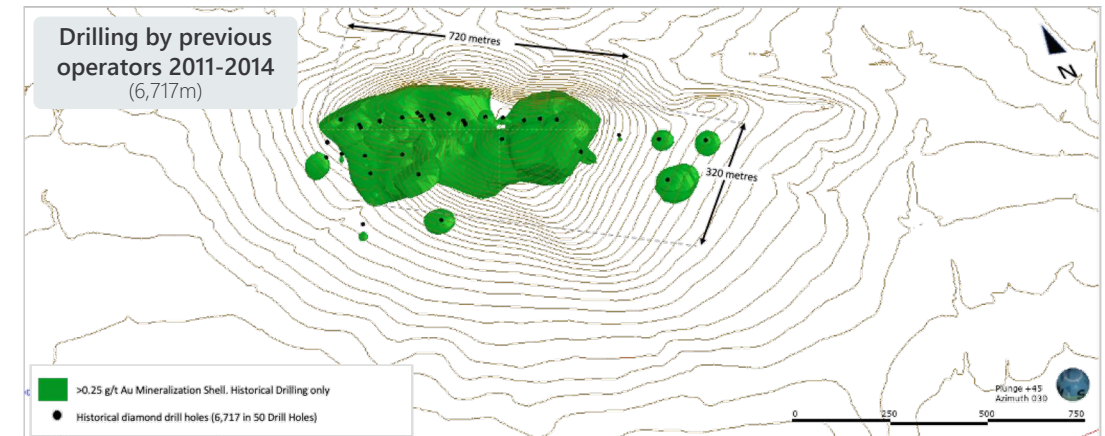
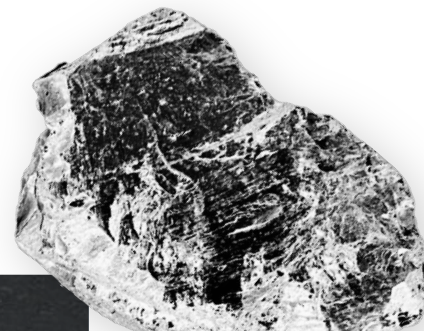
Added 12,209m of RC drilling in 2020-2021 (Increased total drilling at Capitan by 280%)

### Mineralized Body

Main zone nearly doubled on strike length and at depth. Definition and growth of new Hanging Wall zone

### New Targets

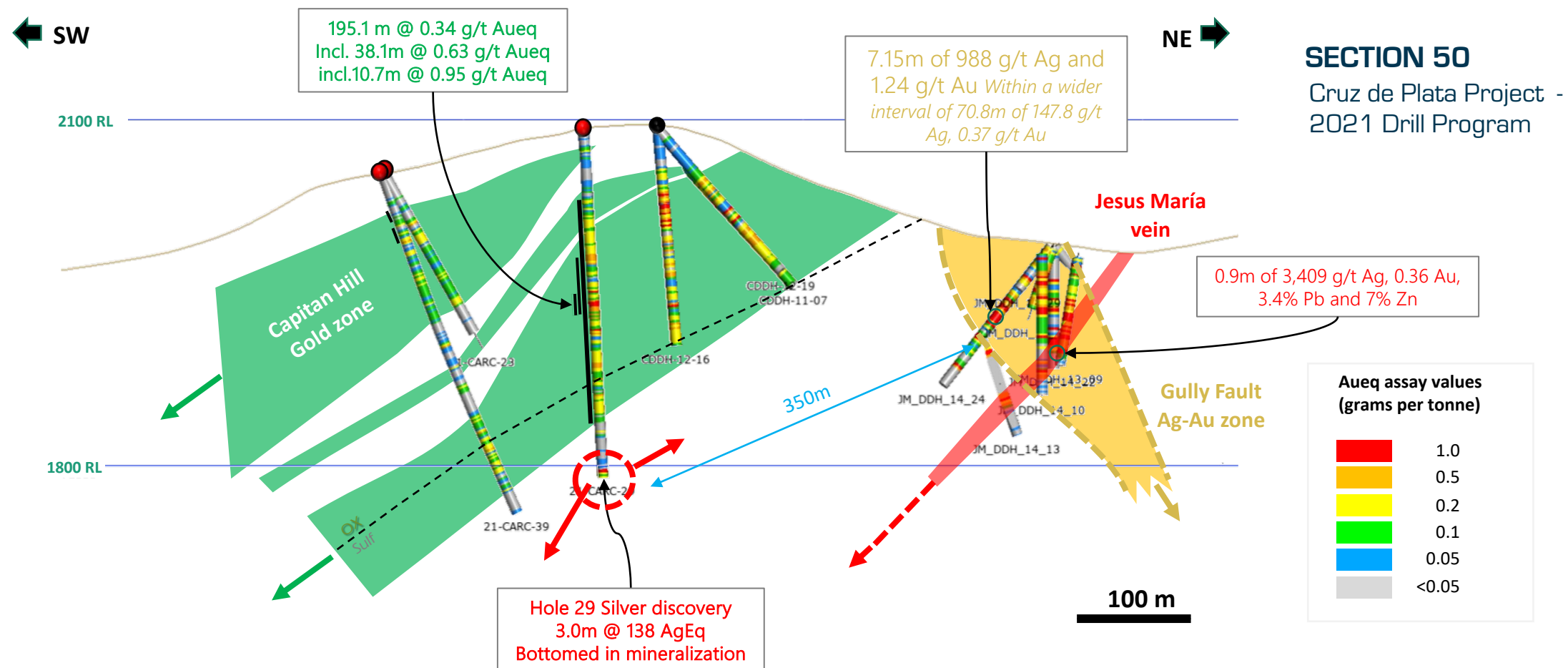
Gold mineralization remains open and discovery of Jesús María-style silver mineralization underneath Capitan gold zone.





CRUZ DE PLATA

# CAPITAN HILL OXIDE, GOLD DEPOSIT



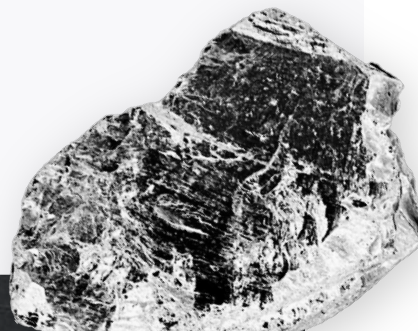
# VALUATION

Company	Location	Stage	S/O (M)	S/O FD (M)	Market Cap (C\$M)	Enterprise Value (C\$M)
Aftermath Silver Ltd.	Chile	Resource	207.2	255.4	\$48	\$47
Defiance Silver Corp.	Mexico	Resource	227.7	260.7	\$37	\$30
Golden Tag Resources Ltd.	Mexico	Resource	216.3	236.6	\$28	\$22
GR Silver Mining Ltd.	Mexico	Resource	261.8	322.4	\$25	\$24
Kootenay Silver Inc.	Mexico / Canada	Resource	457.7	670.5	\$45	\$42
Reyna Silver Corp.	Mexico / USA	Pre-resource	150.0	197.0	\$32	\$24
Silver One Resources Inc.	Mexico	PEA	244.5	275.7	\$78	\$70
Silver Tiger Metals	Mexico	Resource	364.5	406.8	\$80	\$62
Silver Viper Minerals Corp.	Mexico	Resource	154.7	203.6	\$11	\$10
Southern Silver Exploration Corp.	Mexico	Resource	291.5	386.0	\$50	\$45
Viszla Silver Corp.	Mexico	Resource	207.9	239.7	\$376	\$328
Zacatecas Silver Corp.	Mexico	Resource	82.6	90.4	\$32	\$31
Average			238.9	295.4	\$70	\$61
Median			222.0	258.1	\$41	\$36
Average (ex. High/Low)			232.6	278.4	\$45	\$40
<b>Capitan Mining Inc.</b>	<b>Mexico</b>	<b>Resource</b>	<b>70.6</b>	<b>72.9</b>	<b>\$14</b>	<b>\$13</b>

Source: Corporate Disclosures and TMX Group - June 19th, 2023

# VALUE DRIVERS

- ✓ Silver trend consolidated
- ✓ Project contracted royalty free
- ✓ Expansion of existing high-grade zones at Jesus Maria and Gully Fault
- ✓ Capitan Hill Gold zone expanded



**Continue drilling and expanding multiple silver targets in consolidated property**



**Advancing other targets in high quality exploration property**



**Continue to evaluate new land opportunities**





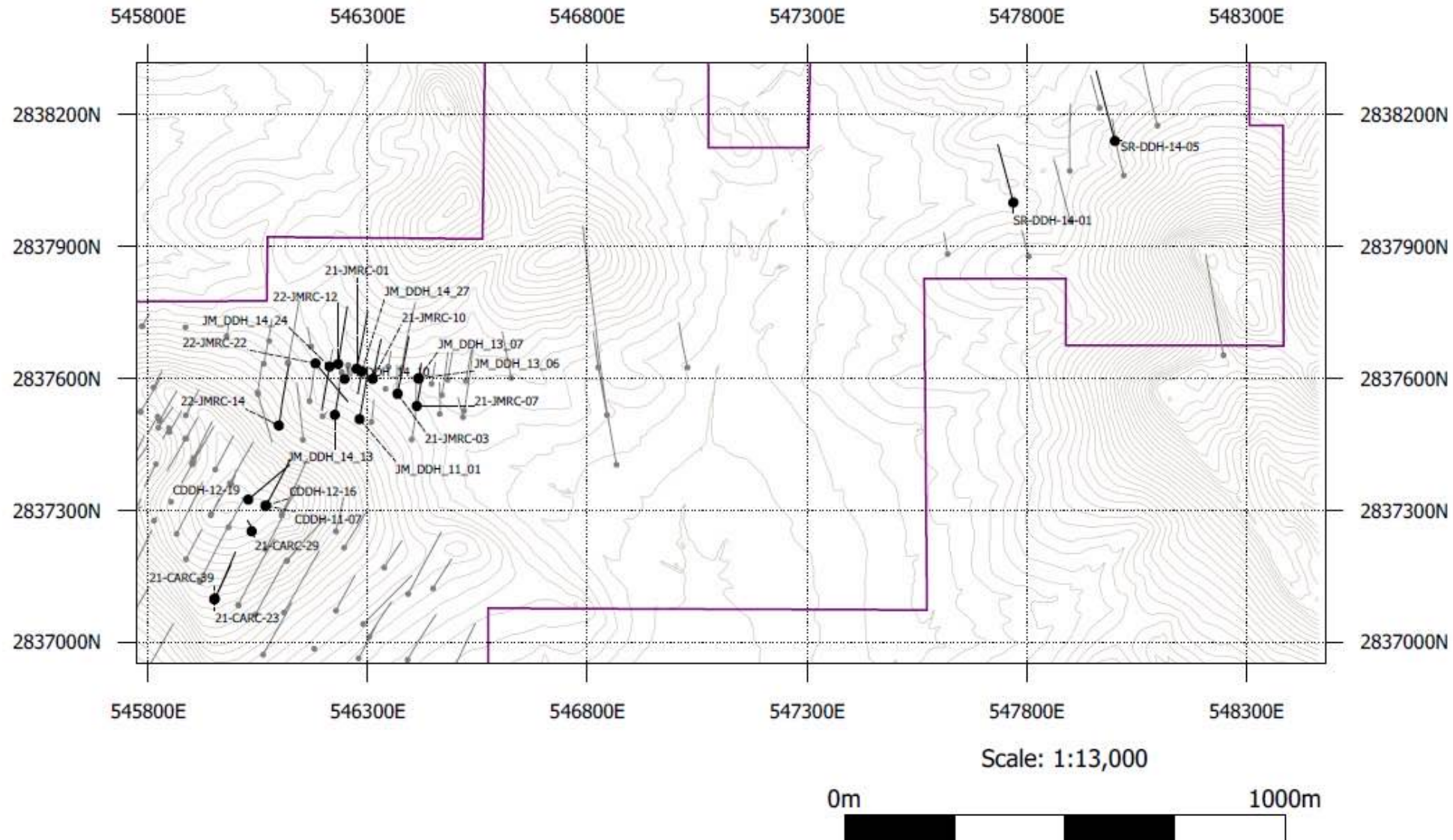
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## **CONTACT US**

**[info@capitansilver.com](mailto:info@capitansilver.com)**  
**[www.capitansilver.com](http://www.capitansilver.com)**



## CRUZ DE PLATA PROJECT DRILL MAP





## APPENDIX 2

### DETAIL OF DRILL HIGHLIGHTS

21-JMRC-01	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	18.3	61.0	42.7	207.82	154.15	0.371	0.46	0.716
Including	19.8	21.3	1.5	1,099.34	1,044.00	1.028	0.80	0.730
Including	29.0	30.5	1.5	1,267.22	1,271.00	0.534	0.49	0.646
Including	38.1	39.6	1.5	341.60	286.00	0.660	0.38	0.493
Including	50.3	53.3	3.0	311.33	154.50	0.658	1.65	2.195
21-JMRC-03	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	77.7	88.4	10.7	403.43	177.44	0.371	3.20	3.569
Including	79.2	80.8	1.5	739.63	290.00	0.762	6.82	6.560
Including	83.8	85.3	1.5	799.99	370.00	0.271	5.59	8.130
Including	86.9	88.4	1.5	595.52	281.00	0.513	5.92	3.820
21-JMRC-07	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	112.8	135.6	22.9	71.53	56.91	0.101	0.13	0.219
Including	131.1	132.6	1.5	398.67	342.00	0.390	0.65	0.942
21-JMRC-10	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	16.8	33.5	16.8	309.82	291.20	0.383	0.15	0.161
Including	19.8	21.3	1.5	2,250.12	2,217.00	1.766	1.06	0.438
JM_DD13_07	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	114.7	120.7	6.0	368.26	363.03	0.109	0.27	0.354
Including	114.7	116.7	2.0	970.77	988.50	0.225	0.34	0.490
JM_DD14_10	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	18.9	59.5	40.6	160.05	123.89	0.536	0.07	0.138
Including	27.7	32.0	4.3	786.50	732.24	1.201	0.13	0.348
JM_DD14_24	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	52.7	94.6	42.0	244.72	227.24	0.377	0.05	0.113
Including	79.0	86.1	7.1	1,024.38	988.43	1.240	0.13	0.189

22-JMRC-12	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	15.2	36.6	21.3	133.04	100.50	0.249	0.25	0.421
Including	21.3	22.9	1.5	455.13	383.00	0.584	0.94	0.842
Including	24.4	25.9	1.5	305.61	239.00	0.331	0.96	0.917
22-JMRC-14	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	140.2	144.8	4.6	218.68	183.10	0.632	0.05	0.049
Including	141.7	143.3	1.5	577.98	504.00	1.450	0.11	0.037
22-JMRC-22	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	74.7	85.3	10.7	314.54	287.24	0.481	0.19	0.179
Including	74.7	76.2	1.5	1,431.68	1,381.00	1.358	0.85	0.480
JM_DD11_01	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	194.5	196.9	2.5	257.80	113.63	0.132	2.46	2.141
Including	194.5	195.1	0.6	931.15	392.55	0.416	9.55	7.800
JM_DD13_06	From (m)	To (m)	Interval (m)	AgEq (g/t)*	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)
Interval	66.6	80.3	13.7	381.06	280.40	0.171	1.19	2.121
Including	79.4	80.3	0.9	3,567.36	3,409.10	0.355	3.42	7.120