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TSGN



Telson Mining Corporation

A New Multi- Mine Producer in Mexico



Forward Looking Statements

Cautionary Note Regarding Production Decisions and Forward-Looking Statements: Statements contained in this corporate presentation that are not historical facts are “forward-looking information” or “forward-looking statements” (collectively, “Forward-Looking Information”) within the meaning of applicable Canadian securities laws and the United States Private Securities Litigation Reform Act of 1995. Forward Looking Information includes, but is not limited to, disclosure regarding possible events, conditions or financial performance in 2018 and future years that is based on assumptions and forecasts about future economic conditions and courses of action; comparisons to other polymetallic producers in the same jurisdiction as the Company; the timing and costs of future activities on the Company’s properties, such as production rates and increases; success of exploration, development and bulk sample processing activities; timing for the restart of continuous mining operations at the Campo Morado Mine; and timing for processing at the Company’s own mineral processing facility on the Tahuehueto project site. In certain cases, Forward-Looking Information can be identified by the use of words and phrases such as “plans”, “expects”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates” or variations of such words and phrases. In preparing the Forward-Looking Information in this corporate presentation, the Company has applied several material assumptions, including, but not limited to, that the current exploration, development, environmental and other objectives concerning the Campo Morado Mine and the Tahuehueto Project can be achieved, the continuity of the price of gold and other metals, economic and political conditions, and operations. Forward-Looking Information involves 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 Information. Such risks and uncertainties includes fluctuations in metal prices and currency markets, unpredictable results of exploration activities, uncertainties inherent in the estimation of mineral reserves and resources, fluctuations in the costs of goods and services, problems associated with exploration, mining and milling operations, changes in legal, social or political conditions in the jurisdictions in which Telson operates, lack of appropriate funding and other risk factors discussed in the Company’s filings with Canadian regulatory agencies and available at www.sedar.com. The Company believes that the expectations reflected in Forward-Looking Information in this corporate presentation are reasonable but there can be no assurance that Forward-Looking Information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on Forward-Looking Information. Except as required by law, the Company does not assume or undertake any obligation to update Forward-Looking Information contained in this corporate presentation to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events. Telson relies on litigation protection for Forward-Looking Information. It should be noted that Telson has commenced pre-production mining at both projects without the benefit of pre-feasibility or feasibility studies that outline mineral reserves. Furthermore, it is likely that Telson will declare commercial production at Campo Morado prior to completing a feasibility study of mineral reserves demonstrating economic and technical viability. Accordingly readers should be cautioned that Telson’s production decision will likely be made without a comprehensive feasibility study of established reserves such that there is greater risk and uncertainty as to future economic results from the Campo Morado mine and a higher technical risk of failure than would be the case if a feasibility study was completed and relied upon to make a production decision. Telson is currently completing a preliminary economic assessment (“PEA”) mining study on the Campo Morado mine that will provide a conceptual life of mine plan and a preliminary economic analysis based on the previously identified mineral resources (see News Release dated November 8, 2017). The assessments in the PEA are preliminary in nature, mineral resources are not mineral reserves and do not have demonstrated economic viability, and there is no assurance the preliminary assessments will be realized. The outcome of this PEA may be materially affected by the metals pricing, environmental, permitting, legal, title, taxation, socio-political, marketing, or other relevant issues. The PEA will soon be replaced by a pre-feasibility study (“PFS”) that will allow the application of modifying factors to the mineral resources to allow a portion of them to be converted to mineral reserves; and will support the pre-production activities to bring the Campo Morado mine into commercial production. Telson expects that the PEA will be completed and published in March 2018 and that the PFS should follow within 6 months thereafter.

This corporate presentation also refers to non-GAAP financial measures, such as **free cash flow, undiscounted cash flow, average cost per ton, average cost per AuEq ounce, unit LOM operating cash costs; average head grade of ore; average payable recoveries of ore; annual discount rate; and EBITDA**. These measures do not have a standardized meaning or method of calculation, even though the descriptions of such measures may be common. These performance measures have no meaning under International Financial Reporting Standards (IFRS) and therefore, amounts presented may not be comparable to similar data presented by other mining companies. Ralph Shearing, P. Geol., President of Telson Mining Corporation is the Qualified Person for the Company as defined in national Instrument 43-101. Mr. Shearing is responsible for ensuring that the technical information contained in this presentation is an accurate summary of the original reports and data provided to or developed by Telson Mining Corporation, and has approved this disclosure.

Cautionary Notes to U.S. Investors Concerning Resource Estimates

The terms “Mineral Resource”, “Measured Mineral Resource”, “Indicated Mineral Resource” and “Inferred Mineral Resource” are defined in and required to be disclosed by NI 43-101; however, these terms are not defined terms under SEC Industry Guide 7 and normally are not permitted to be used in reports and registration statements filed with the SEC. Investors are cautioned not to assume that any part or all of mineral deposits in these categories will ever be converted into Reserves. “Inferred Mineral Resources” have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of an Inferred Mineral Resource will ever be upgraded to a higher category or that Mineral Resources will ever be upgraded to Mineral Reserves. Under Canadian rules, estimates of Inferred Mineral Resources may not form the basis of feasibility or other economic studies other than Preliminary Economic Assessments. United States investors are cautioned not to assume that all or any part of Indicated Mineral Resources will ever be converted into Mineral Reserves. United States investors are also cautioned not to assume that all or any part of an Inferred Mineral Resource exists or is economically or legally mineable, or that an Indicated Mineral Resource is economically or legally mineable. Accordingly, information contained in this corporate presentation containing descriptions of the Company’s mineral deposits may not be comparable to similar information made public by U.S. companies subject to the reporting and disclosure requirements under the United States federal securities laws and the rules and regulations there under.

Cautionary Note to U.S. Investors regarding Adjacent or Similar Properties

This document may also contain information with respect to adjacent or similar mineral properties in respect of which the Company has no interest or rights to explore or mine. The Company advises United States investors that the United States Securities and Exchange Commission’s mining guidelines strictly prohibit information of this type in documents filed with the SEC. Readers are cautioned that the Company has no interest in or right to acquire any interest in any such properties, and that mineral deposits on adjacent or similar properties are not indicative of mineral deposits on the Company’s properties.

Telson Mining Corporation Key Facts



2 Producing Mines (100% Ownership)



2.3M oz AuEq (Au & Ag only - both projects)



US\$104M Projected Net Revenue
(First full year of production – Q3 2019 to Q3 2020)



US\$36M Projected Free Cashflow
(First full year of production – Q3 2019 to Q3 2020)

New Stage in Telson's Development

Value of Telson and its Team – Demonstrating rapid growth

- Telson has built a solid base of assets in past 2 short years moving rapidly into production at Campo Morado only four months after acquisition and pre-production while building our 2nd mine at Tahuehueto.
- Campo Morado is now in commercial production with vastly reduced operating costs. Over 1 year and counting of continuous successful Campo Morado mining operation in Guerrero State Mexico.
- Tahuehueto in pre-production and mine construction with production targeted near end of Q3 2019
- 12-year mine life at both mines, mining only reserves at Tahuehueto @ 1,000 tpd production and mining M&I resources at Campo Morado, 2,500 tpd production.

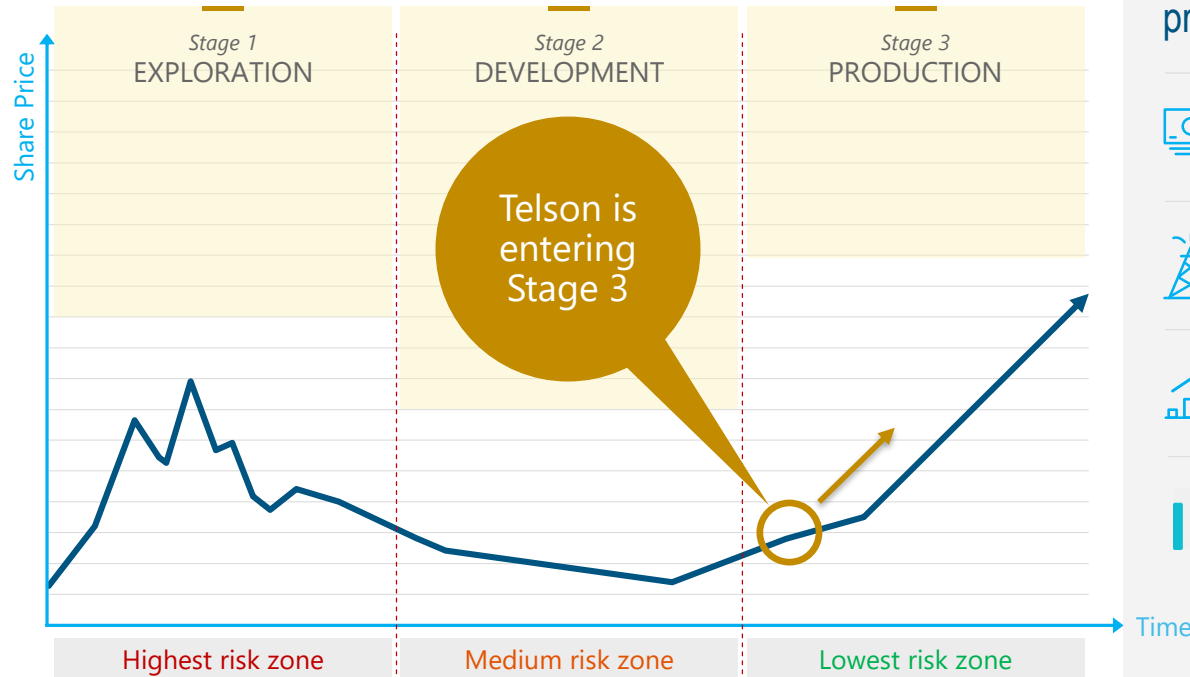
Additional Value Ahead

- Assured continued growth from expansion plans on both existing projects and from new potential acquisitions



Telson: The Investment Window is Now

Standard Exploration to Production Public Company Market Cycle



Not one, but two mines are going into production



Development costs have already been invested



Infrastructure and equipment is in place

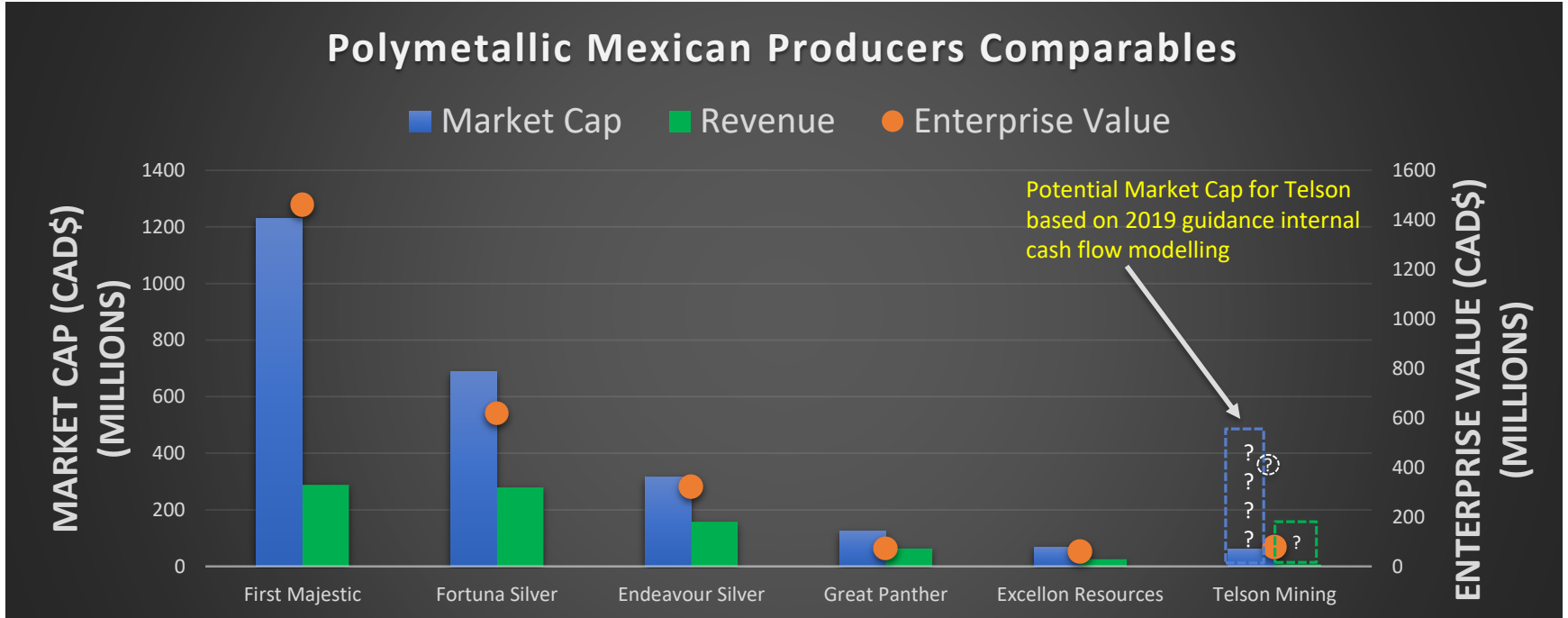


Once commercial production begins, valuations most certainly will rise—rapidly



Current gold and base metal mining equities selling at historic lows

Polymetallic Mexican Producers Comparables



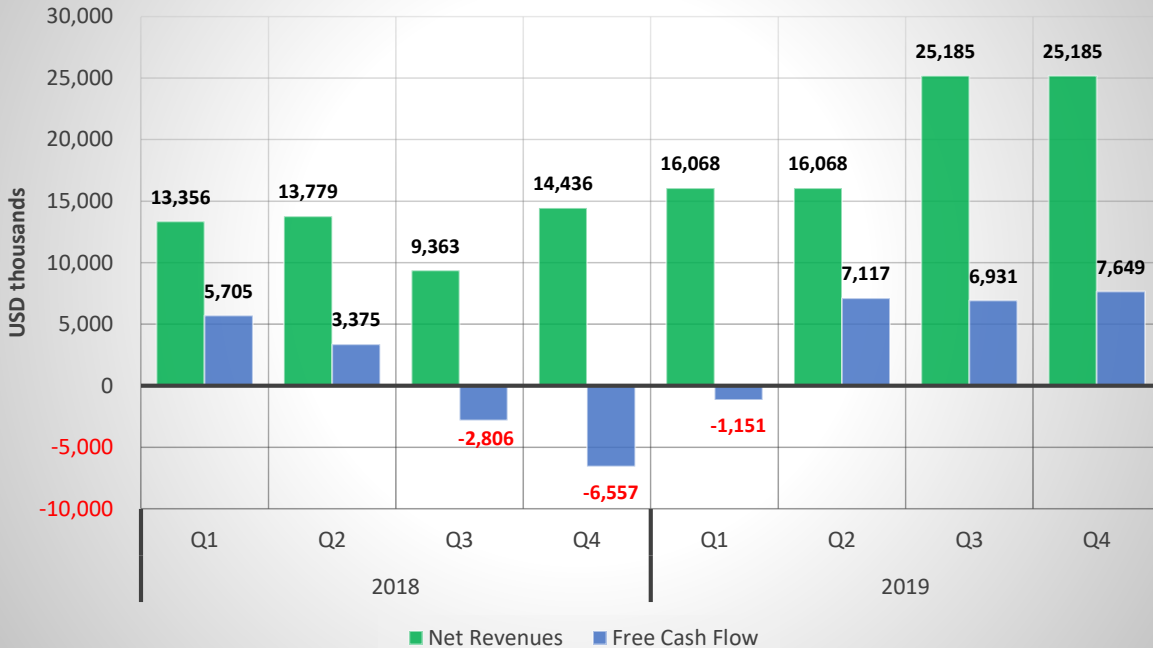
Source: Updated on November 13, 2018. Share outstanding is taken from the most recently filed quarterly or annual report and Market Cap is calculated using shares outstanding. Enterprise Value is calculated by Yahoo Finance. Revenue figures are calculated on a trailing 12 month basis. Guidance based on published PFS for Tahuehueto dated January 2017, published PEA for Campo Morado dated March 2018 and management estimates



Telson Mining Corporation Cash Flow Guidance (both mines)

Telson Mining Cash Flow Guidance - 2018/2019

(USD thousands)



Year 2018 (Achieved)

US\$50.9M Net Revenue

Tahuehueto: \$7 million

Campo Morado: \$43.9 million

US\$ (-283K) Free Cash Flow

Tahuehueto: (\$-6.5 million)

Campo Morado: \$6.3 million

Year 2019 (Projected)

US\$82.5M Net Revenue

Tahuehueto: \$34.5 million

Campo Morado: \$48 million

US\$20.5 million Free Cash Flow

Tahuehueto: \$22.2 million

Campo Morado: (\$-1.7 million)

Notes

- 2018 negative Free Cash Flow a result of mine construction costs and Campo Morado acquisition costs which extend into 2019 using conservatively estimated zinc prices.

- This Guidance is Forward-Looking Information prepared by management and is not 43-101 compliant

Who We Are – Creators of Shareholder Value



Antonio Berlanga – Telson CEO and Director – Mining & Metallurgical Engineer

- Aurcana Corp. – Market Cap from \$50K to \$200M in 2 years, 2006 – 2008 with introduction and development of the La Negra Mine.
- Cayden Resources – From Cdn \$25 Million to Cdn \$210 million friendly takeover by Agnico-Eagle in 2014 with introduction & development of Morelos Sur and El Barqueno projects.
- Telson Mining – From \$200K to \$60M in last 3 years, with acquisition of Campo Morado and initiation of pre-production & mine construction at Tahuehueto.
- 40 years experience promoting, developing and operating mining operations in the Mexican mining industry

Ralph Shearing – President, Director and Founder, - Professional Geologist

- 30+ years senior executive managing Canadian public companies.
- Involved in several world class projects – Mt Milligan and Harmony Gold copper deposits BC Canada and Tahuehueto, Durango Mexico
- Promoted and Explored Tahuehueto resulting 2017 Pre-Feasibility and production decision

Vast Mining Experience & Strong Leadership

Technical and mine leadership is Mexican with over 150 years combined experience

- Respected by Mexican government, Mexican communities, major concentrate purchasers (Trafigura), suppliers and workers
- In Mexico, Telson is seen as a Mexican company

Capital market leadership is North American

- Connected to financial markets and the international mining industry
- Managing administration and public company aspects of Telson under stringent Canadian laws



Left to right: Enrique Margalef (VP Corporate Development), Rory Godinho (Director Capital Markets), Ralph Shearing (President), Yao Sun (Independent Director), Antonio Berlanga (CEO), Arturo Bonillas (Independent Director), Omar Garcia (CFO). (Missing from photo are Roberto Guzman (Director and Insider) and Remigio Martinez Muller (Independent Director))

Reserves & Resources Summary for both Projects



Campo Morado Mine (100% Owned)

- NI43-101 Resources 10.4 Mn tonnes (M&I) at 7% ZnEq cut-off and 10.1% ZnEq
 - Au 1.91 g/t, Ag 146 g/t, Zn 4.85%, Cu 0.87%, Pb 1.11%
- Gold, silver and base metal VMS mineral deposit
- Commercial production announced May 15, 2018



Tahuehueto Mine (100% Owned)

- NI43-101 Reserves: 3.2Mn tonnes
 - Au @ 3.4 g/t, Ag @ 41.8 g/t + base metals
- NI43-101 Resources 6.1Mn tonnes (M&I) to provide additional mine life
 - Au @ 2.4 g/t, Ag @ 42.8 g/t + base metals
- Au, Ag and base metal epithermal mineral deposit
- 1000 tpd mine construction & pre-production underway

Campo Morado

Zn/Au Currently Producing 2100 tpd & Increasing
Commercial Production Declared Q2 2018





Campo Morado Mill Facility with unfinished copper circuit in foreground will be used for increasing mill capacity with minimal additional capital investment required

- Past producing mine purchased for a **fire sale price (US\$20 million)** with all equipment, infrastructure and facilities for initiation of mining operations. Over US \$450 million invested by the previous owners.
- Advanced into production 2009 – 1,800 tpd by Farallon Mining
- Nyrstar acquired Farallon in friendly takeover for \$Cdn 410 million early 2010
- Nyrstar expanded mine to current capacity with additional estimated US\$40 million investment and purchased Silver Wheaton streaming royalty for additional US\$25 million
- Nyrstar invested another US \$18 million in copper recovery circuit but suspended operation prior to completion *(yellow and blue milling equipment is foreground of photo)*
- Telson acquired 100% of O/S shares of Campo Morado in June 2017 for US\$20 million negotiated price *(paid US\$14.5 million to date – balance paid US \$0.5 million monthly)*

Telson is Succeeding at Campo Morado with Different Approach



Antonio Berlanga, CEO Approach to Efficient Mining & Milling

- Change mining method from Room & Pillar to Sub-level Caving, a lower cost, safer and more efficient bulk mining method that recovers almost all the ore and supplies mill feed from one zone reducing equipment, ventilation and personnel needs.
- Added additional steps in flotation circuit achieving higher zinc concentrate grades recently up to 50% Zn
- Telson reduced workforce by over 50% and no ex-pat managers or employees allowing for standard Mexican compensation
- Telson has vastly reduced operating costs at Campo Morado from former operator's US98/t to approximately US \$54.5/t during Telson's 1st four months of commercial production, using new operational criteria.
- - Special attention paid to community relationships based on CEO's vast experience in Mexican mining operations resulting in 1+ yr of continuous mining operations
- Telson has the advantage of a strong zinc price environment projected for next several years.

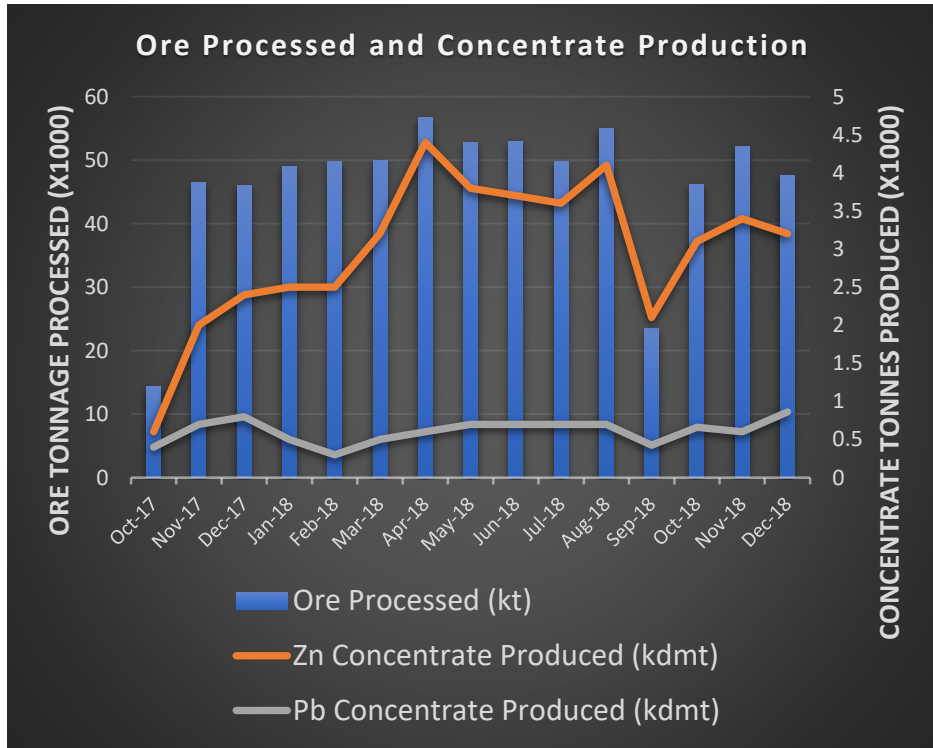
Telson Community Relationship Policy



Antonio Berlanga, Telson CEO meeting with the representatives of nine local communities.

- Preference to local workers for new jobs and training, building a strong local workers force.
- Preference given to local and regional suppliers, contractors and employees ensures benefits of the mining operation flow through to local community
- Understand and maintain continuous, permanent direct communication with the community.
- Ongoing communication with governments working together to support and encourage development within the community.

Campo Morado: Pre-Production & Production Details



- Primary Revenue Driver is currently zinc, however excellent flexibility in mine plan to switch mining to other commodities of copper and precious metals in changing price environment.
- Mill modifications producing increased zinc concentrate grades, recently achieving 50% Zn.
- **US\$47.5 million** total concentrate sales from start-up to December 31, 2018
- Production rate increasing from average of 1,900 tpd in Q2 to current rate of over 2,000 tpd and targeting to increase towards 2,500 tpd and more during 2019
- Increase in gold/silver production on horizon with excellent potential to increase precious metal recoveries with Glencore Technology Albion Process. Testing underway.

Campo Morado Concentrates Delivered to Trafigura Warehouse, Manzanillo

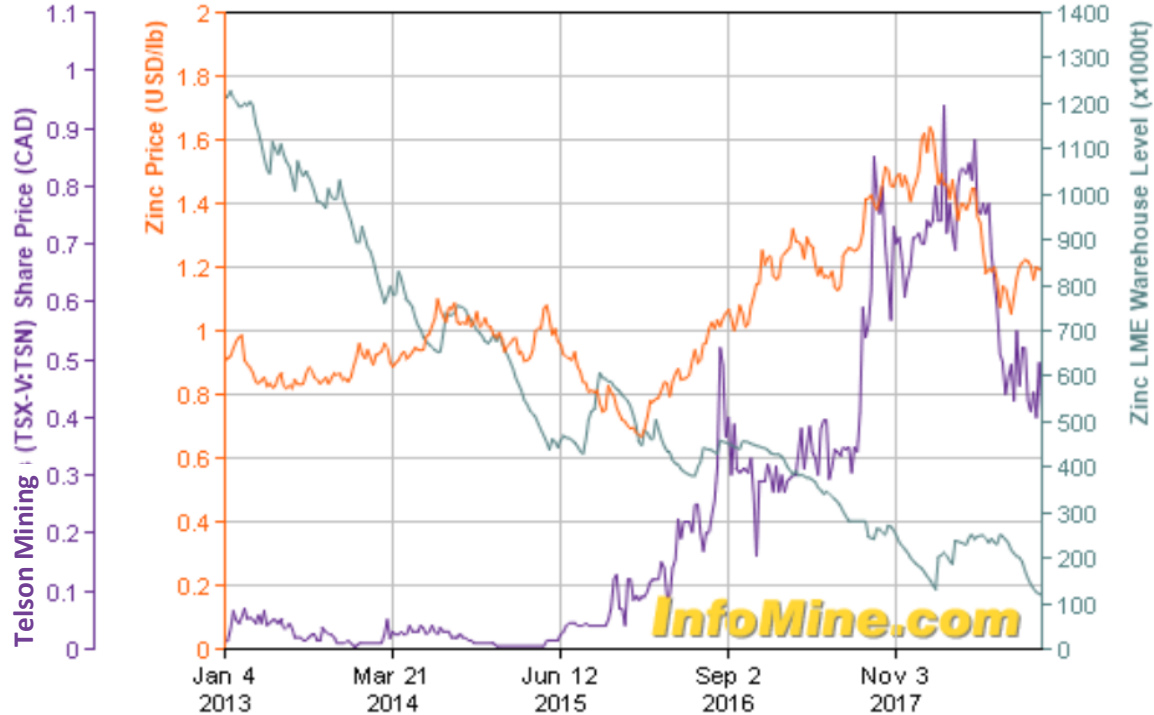
Campo Morado – Future Plans



- Increase capacity towards 3000 tpd in 2019 mostly with existing equipment
- Albion Process testing, a new proven technology, underway to potentially increase precious metal recoveries – testing & design Q1 and install late 2019
- Historic tailings storage facility with est. 280K AuEq oz. available for potential recovery
- Increase lead and copper recoveries using leaching with Albion Process potentially available
- Exploration to double resources in 2 Years
- Increase production to 5,000 tpd over 5 years with exploration success.

5 Yr Comparison of Zn Price-LME Warehouse Stock Levels-TSN Share Price

ZINC LME WAREHOUSE LEVEL – ZINC PRICE - TELSON MINING (TSX-V:TSN) SHARE PRICE
Jan 3, 2014 – Nov 30, 2018



Tahuehueto.

**Telson Flagship Asset Gold and Base Metal Mine
Building a 1000+ tonne per day mine coming into Production
Q2 2019 with plans to increase to 3000 tpd within 5 years**



Tahuehueto Re-evaluated by CEO Antonio Berlanga 2016



- 2010 NI 43-101 Preliminary Economic Assessment (PEA) envisioned combined open pit/underground 2,750 tpd operation at US\$90 million capital cost – Unachievable in current market.
- CEO Berlanga Vision - Vastly reduced capital costs of US\$32million for 1,000 tpd underground mining operation still recovers over 90% or metal. **Achievable plan!!!!**
- Under Construction with plans to start-up near end of Q2 2019
- Projected 2019-20 Internal Guidance for 1st full year of full production at 1,000 tpd
 - US \$52.7 Million Net Revenue
 - US\$30.7 Million Free Cashflow

Tahuehueto Pre-Production Details



Tahuehueto Concentrate haulage trucks preparing delivery to Trafigura from toll mill

- Currently mining at average of 200 tpd
- Average Head Grade of 5,034 tonnes processed during Dec 2018
 - 3.95 g/t gold, 52.1 g/t silver, 4.11% zinc, 2.07% lead, 0.29% copper
- Recoveries achieved - 85% gold, 80% silver, 89% lead, 73% zinc, 85% copper
- Total Preproduction Aug 2017 to end Q4 2018 generated ~US \$15.3 million cash sales

The Future Looks Bright for Telson

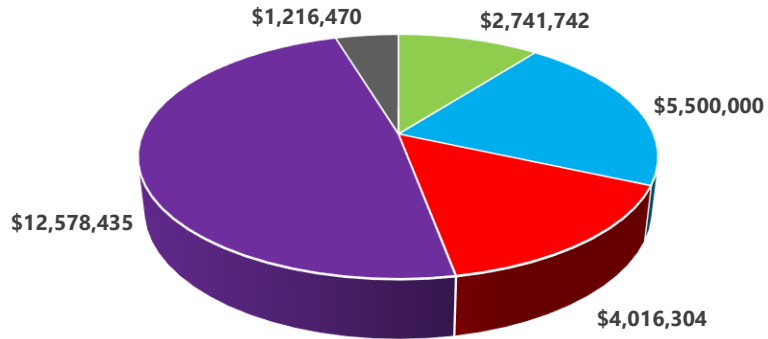


Campo Morado looking SE over Abajo tailings storage facility

- Increase Campo Morado Production towards 3,000 tpd during 2019 with emphasis to significantly increase precious & base metal recoveries using new technology
- Bring Tahuehueto on stream Q2 2019 at minimum 1,000 t/d
- Five-year plan to double Campo Morado production to 5,000 tpd and triple Tahuehueto production to 3,000 tpd
- New acquisitions being targeted from CEO Antonio Berlanga's extensive knowledge of available Mexican projects
- As production increases in 2018 and onward to 2019 and beyond, cashflows are projected to rise transforming Telson Mining Corporation into a true Mid-Tier Mexican mining company
- The resulting significant free cashflows will enable strong growth potential returning significant value to our shareholders

Corporate Debt Summary

Total: US\$ 26,052,951



- Line of Credit
- Nyrstar Loan
- Trafigura Loan Facility - Campo
- Trafigura Loan Facility - Tahuehueto
- Caterpillar Equipment Leases

Line of Credit

- MXN\$150M (~ US\$ 7.5M)
- Interest of 15% payable after 12 month grace period in 12 equal monthly installments
- Cash drawdowns payable following a 36-month grace period in 24 equal consecutive monthly installments to be paid in full no later than July 28, 2022.

Nyrstar Loan

- Monthly payments of US\$500,000
- Balance of loan paid in full no later than Oct 31, 2019
- Interest at 10%

Trafigura Off-Take Loan – Campo

- US\$5 Million
- 3 year term (6 month grace period) 12 monthly installments
- Interest at LIBOR +5%

Trafigura Off-Take Loan Facility – Tahuehueto

- US\$15M (3 tranches) US\$12.5 rec'd
- 3 year term (12 month grace period) 24 monthly installments
- Interest at LIBOR +6%

Corporate Details

Canadian Head Office
1000 – 1111 Melville Street
Vancouver, BC, V6E 3V6
T. (604) 684-8071
ir@telsonmining.com

TECHNICAL AND ADMINISTRATION:
Ralph Shearing
T. (604) 684-8071 Ext 102
rshearing@telsonmining.com

CAPITAL MARKETS:
Rory Godinho
T. (604) 961-6450
rgodinho@telsonmining.com

Shares Outstanding: 139,569,152

Share Price (01/14/2019): CAD\$ 0.415

Market Capitalization: CAD\$ 57.9 million

Options: 10,627,166

Warrants: 4,562,401

Cash Available: ~ CAD\$ 6.7 million

TSX.V Listing: TSN

OTCBB Listing: SOHFF

Frankfurt Listing: TSGN

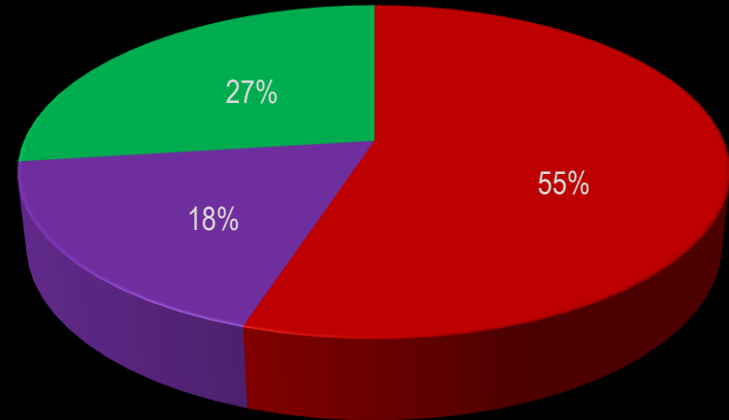
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TECHNICAL AND MINING OPERATIONS:
Jose Antonio Berlanga

BUSINESS DEVELOPMENT:
Enrique Margalef

Share Ownership Structure



Management & Directors

Close Associates of Management

Public Float



*Appendix Follows with project
technical information and
exploration potentials
Plus detailed Mgt & Directors Bios.*

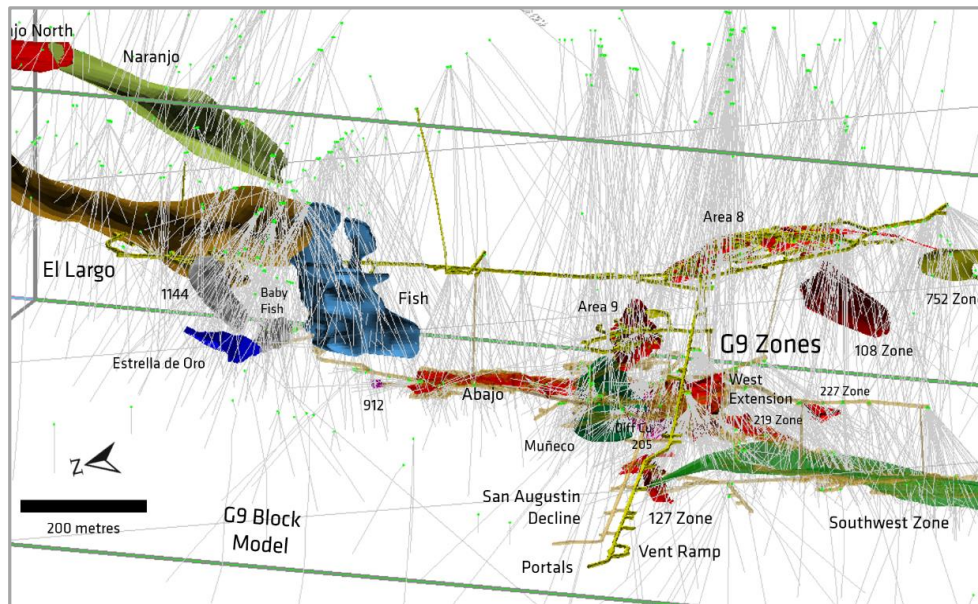
*With time allowing and audience
interest level
we can continue*

Appendix A

Projects Technical Info & Future Exploration Potential

- Resource and Reserve Expansion will easily be achieved with exploration to be initiated in the near future once free cash flow or equity funding allow.
- Multiple high-quality drill ready exploration targets available on both projects as shown on following slides...



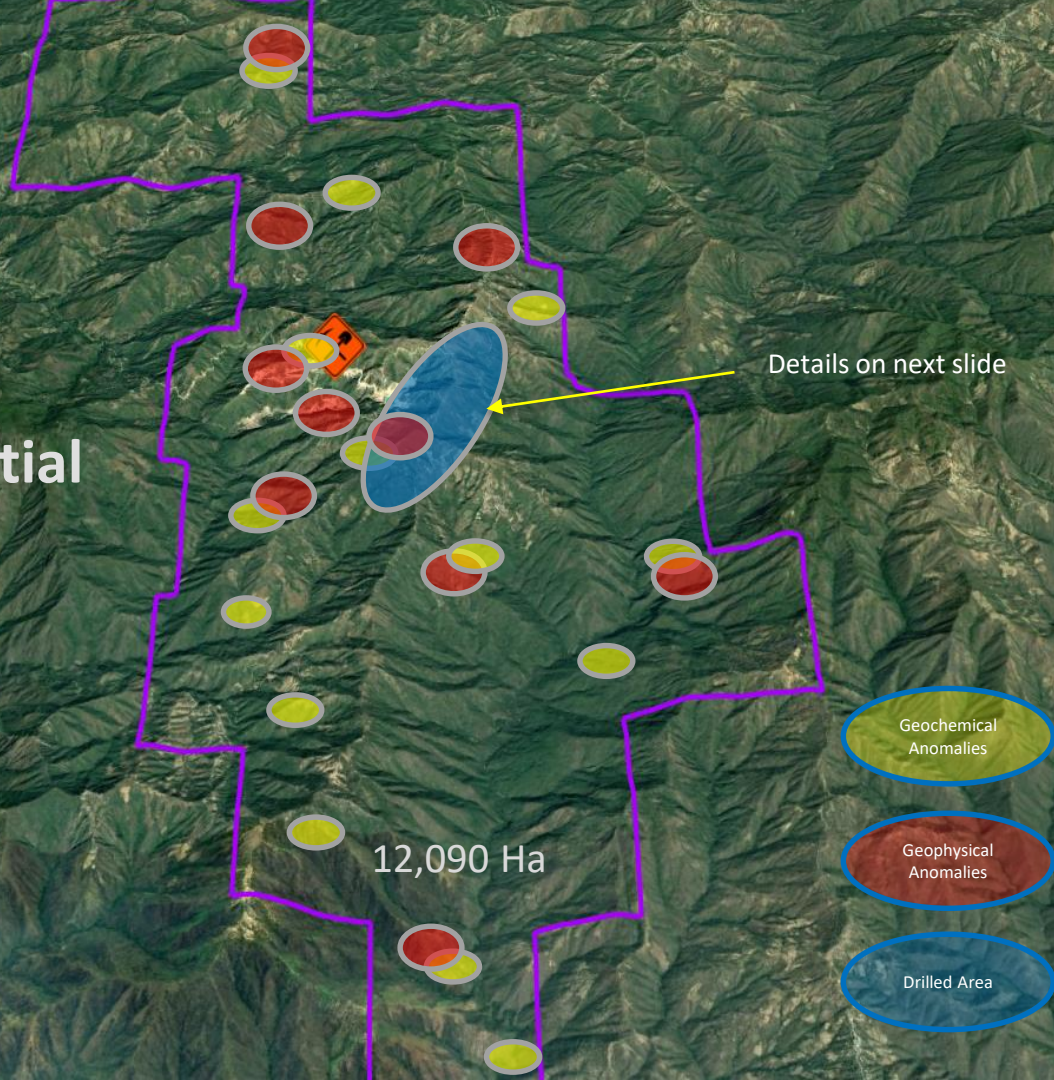


- Over 3,000 drill holes for 570,000+ metres of core
- Resources 10.4 Mn tonnes (M&I) at,
 - 7.0% ZnEq cut-off, 10.1% ZnEq
 - Au 1.91 g/t, Ag 146 g/t, Zn 4.85%, Cu 0.87%, Pb 1.11%
- Increase quality of concentrates and gold/silver recoveries using new technologies
- 300,000+ AuEq oz (gold & silver only) in old tailings available to recover with new technology or leaching
- Targeting 5,000 tpd production in 5 years with exploration success

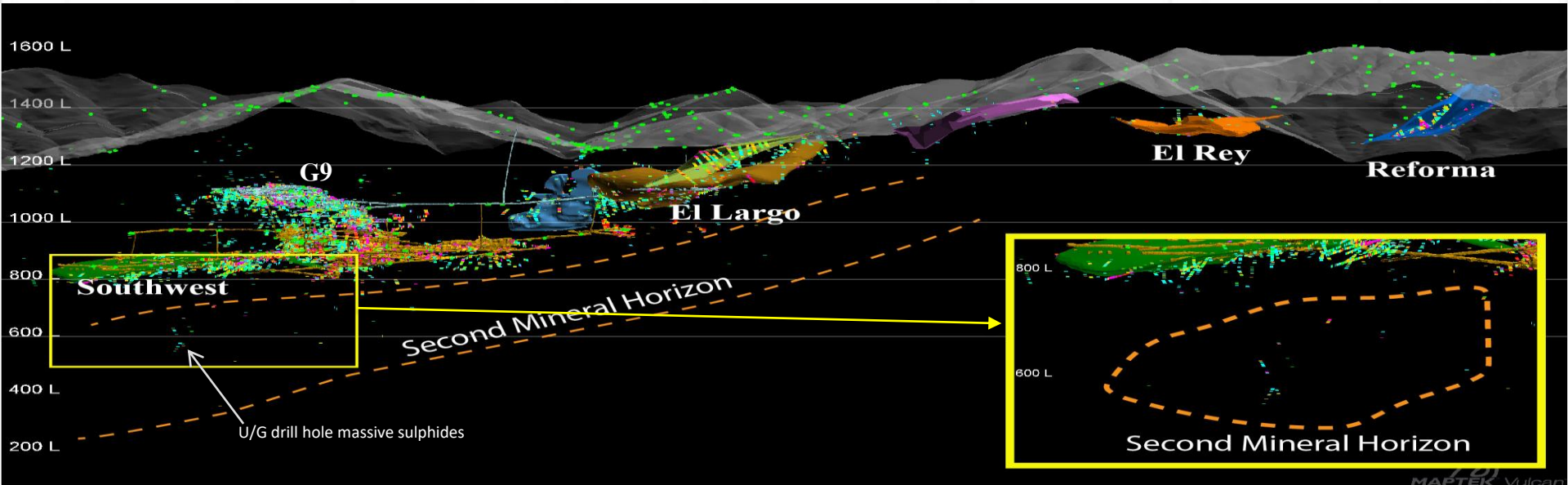
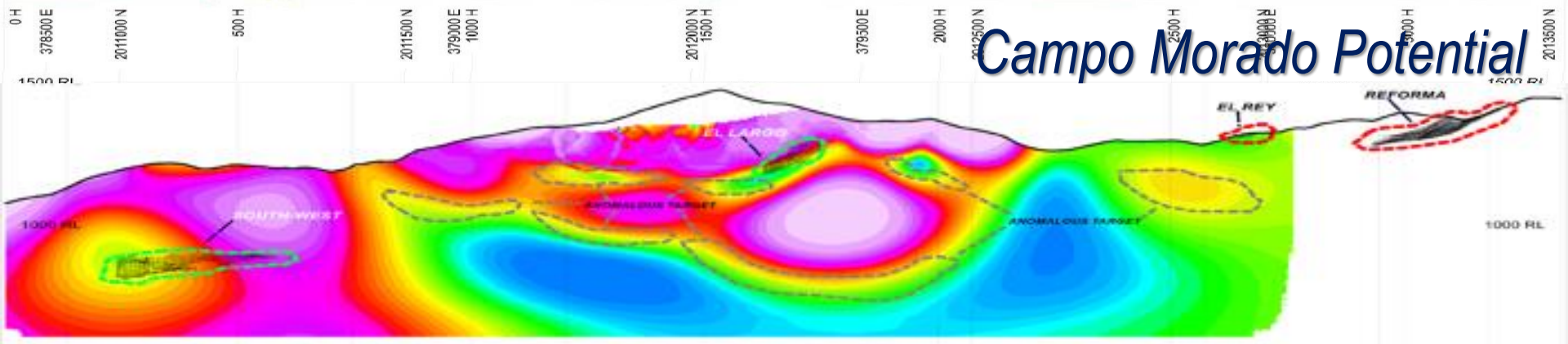
Notes: Mineral Resources have an effective date of November 5, 2017; Eric Tittley, PGeo, Tittley Consulting Ltd., is the Qualified Person responsible for the Mineral Resource estimate.

Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. The Mineral Resources were depleted to December 2014, the last phase of mining, by removing all material from the tabulation found in the excavation solids models provided by Telson Mining Corporation. Zinc equivalent calculations used metal prices of USD 1.20/lb for zinc, USD 2.80/lb for copper, USD 17/oz for silver, USD 1150/oz for gold and USD 0.90/lb for lead and metallurgical recoveries of 70% for zinc, 68% for copper, 38% for silver, 25% for gold, and 60% for lead. Metal price assumptions used in the ZnEq calculation are the same assumptions used in establishing the cut-off for the estimates and reasonable prospects of eventual economic extraction. A 5.5% ZnEq cut-off in bold is considered to be appropriate for the sub-level caving mining method planned for extraction of the mineralization in the various deposits. All Mineral Resource estimates, cut-offs and metallurgical recoveries are subject to change as a consequence of more detailed economic analyses that would be required in Pre-Feasibility and Feasibility studies. The 5.5% ZnEq cut-off in bold is considered the base case Mineral Resource estimate. Other estimates are reported in the context of cut-off grade sensitivity analysis. Gold grade estimates are reported as grams per tonne rounded to two decimal places. Silver grade estimates are reported as grams per tonne rounded to an integer. Copper, lead, zinc and zinc equivalent estimates are reported as percent rounded to two decimal places. Tonnages are reported as metric tonnes round to one thousand tonnes. Rounding as required by reporting guidelines may result in apparent summation differences. Metal prices of USD 1.20/lb for zinc, USD 2.80/lb for copper, USD 17/oz for silver, USD 1150/oz for gold and USD 0.90/lb for lead

Significant Exploration Potential Points to a Long Mine Life

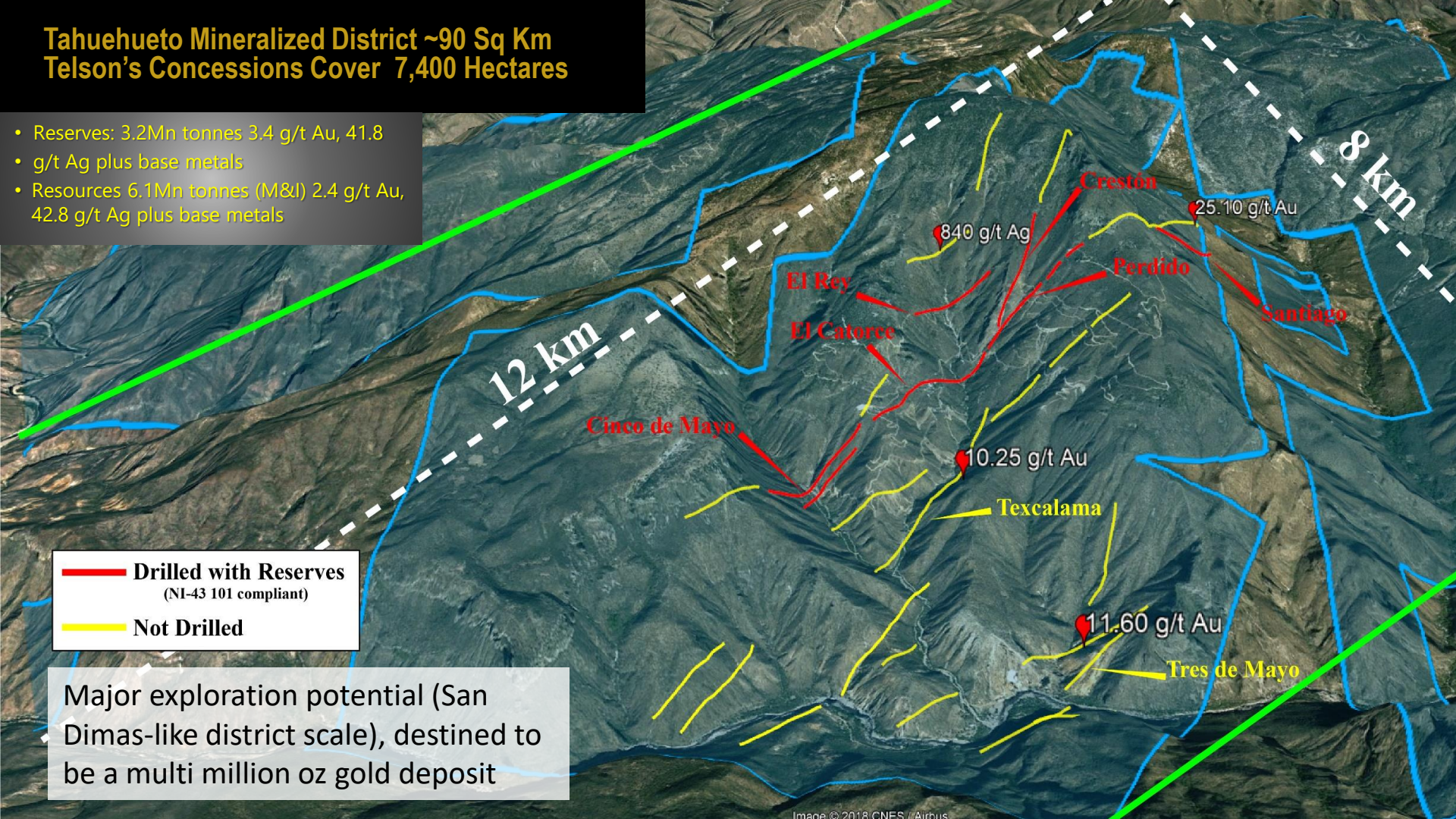


Campo Morado Potential



Tahuehueto Mineralized District ~90 Sq Km Telson's Concessions Cover 7,400 Hectares

- Reserves: 3.2Mn tonnes 3.4 g/t Au, 41.8 g/t Ag plus base metals
- Resources 6.1Mn tonnes (M&I) 2.4 g/t Au, 42.8 g/t Ag plus base metals

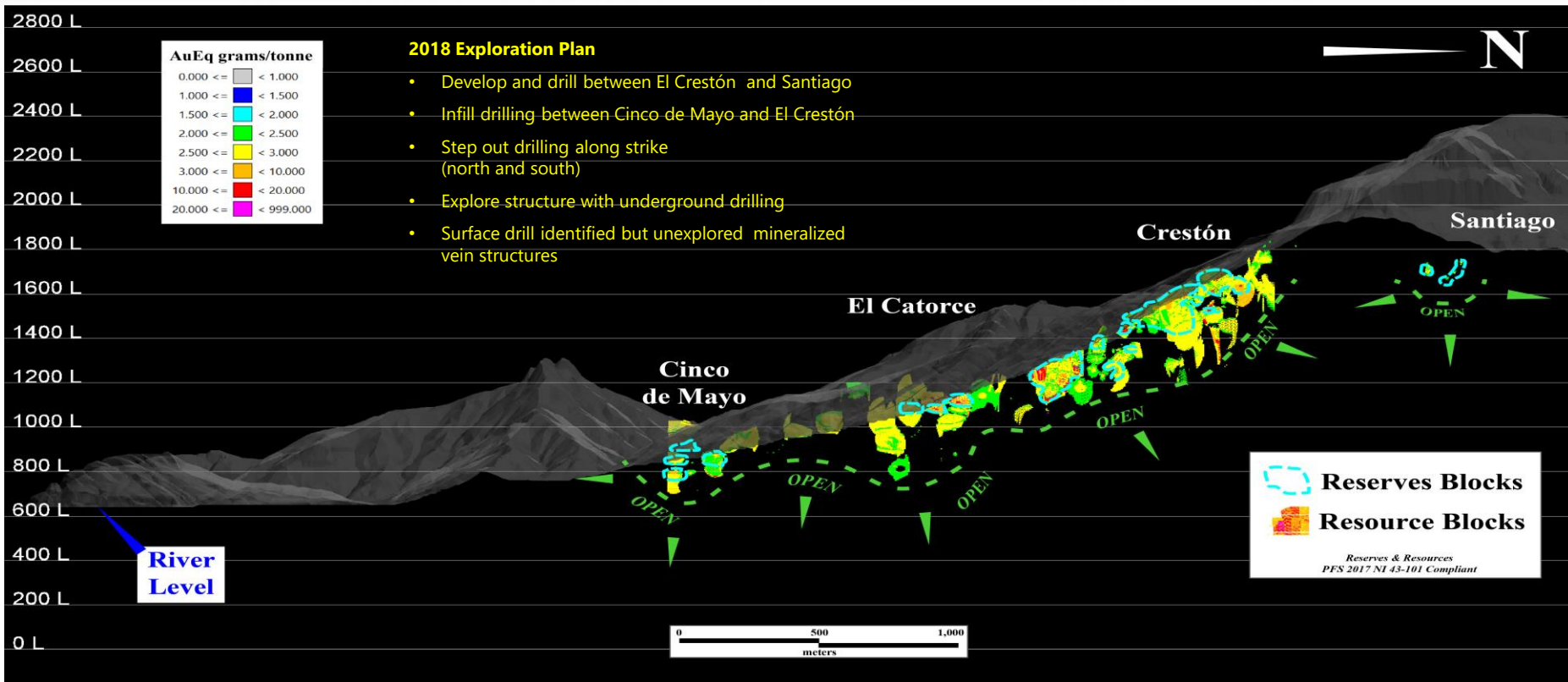


— Drilled with Reserves
(NI-43 101 compliant)

— Not Drilled

Major exploration potential (San Dimas-like district scale), destined to be a multi million oz gold deposit

Current Reserves/Resources (Based on El Crestón Structure)



Tahuehueto – Expected Financial Figures

Item	Units	550 tpd	1,000 tpd
Average annual EBITDA		US\$16.6 Mn	Est 95% increase
NPV @ 8% Annual Discount Rate (Pre tax)		US\$137.8 Mn	Est 63% increase
Mine Life		21 years	12 years
Average cost per ton (incl. mining, processing, G&A, freight, marketing and royalties)		US\$67.35	Est US\$52.14
Average cost per AuEq ounce		US\$494.95	Est US\$415.00
Contained Gold Produced	LOM kOz	340	336
Contained Silver Produced	LOM kOz	3,720	3,732
Contained Lead Produced	LOM kLb	73,100	72,400
Contained Copper Produced	LOM kLb	20,800	21,100
Contained Zinc Produced	LOM kLb	128,700	127,400
Metal Prices Used (US\$): Au \$1,180/oz, Ag \$16.70/oz, Cu \$2.65/lb, Pb \$0.87/lb, Zn \$0.92/lb			



Notes:

1. Figures taken from the January 2017 PFS – Metal Mining Consultants Inc.
2. 1,000 tpd calculations are non NI 43-101 compliant as they have not yet been published



Appendix B

Corporate Debt Facilities





US\$5,000,000 Loan Facility

- US\$5M received on September 15, 2017
- 3 year term (6 month grace period) 30 installments
- Matures Sep 2020, interest of LIBOR (3M) +5%
- No hedging conditions
- No equity based payments

Offtake Agreement

- 51 month term ending December 2021
- Campo Morado Pb and Zn concentrate production
- Fixed min tonnage during offtake term
- Very good payable metal terms at LME & LBMA spot prices
- Excellent liquidity – payment at 90% 5 days after delivery
- Competitive transport charges

Tahuehueto - Trafigura Loan Facility & Offtake Agreement



US\$15,000,000 Loan Facility

- US\$15M available in 3 tranches (US\$12.5M received)
- 3 year term (12 month grace period) 24 installments
- Interest of LIBOR (3M) +6%
- Matures Dec 2020, competitive interest rates
- No hedging conditions
- No equity based payments

Offtake Agreement

- 60 month term ending December 2022
- Tahuehueto Pb and Zn concentrate production
- Fixed minimum tonnage during offtake term
- Very good payable metal terms at LME & LBMA spot prices
- Excellent liquidity – payment at 90% 5 days after delivery
- Competitive transport charges

Line of Credit with Major Controlling Shareholder



MXN\$150M LOC (~US\$7.5M)

- Received ~US\$3.3M
- Interest of 15% payable after 12 month grace period in 12 equal monthly installments
- Cash drawdowns payable following a 36-month grace period in 24 equal consecutive monthly installments to be paid in full no later than July 28, 2022.



Appendix C

Detailed Bios of Board of Directors and Management



Very Strong Mexican/Canadian Management Team

Multi-Disciplined Technical Mining Team (Mexico), Capital Markets Expertise & PubCo Administration (Canada)

Management and Directors

Antonio Berlanga, P.Eng
CEO & Director

A mining and metallurgical engineer with over 40 years hands on Mexican mine build and operational experience in the largest Mexican enterprises, public companies, Government Institutions and own operations in Mexico.

Ralph Shearing, P.Geol
President & Director

A professional geologist for over 35 years and over 32 years senior public company management experience.

Enrique Margalef
Director & VP Corp Development

10+ years Mexican Investment Banking Experience

Omar Garcia, CPA, CA
Chief Financial Officer

14+ years in mining industry and TSX.V public accounting practise.

Directors

Arturo Bonillas, P.Eng
Independent Director

Mining engineer with over 34 years Mexican mine build and operational experience. Co-founder and former president of Timmins Gold Corp. (now Alio Gold Inc).

Rory Godinho, LLB
Independent Director

Senior securities lawyer with over 35+ years experience in Canadian securities law & Capital Markets. Mr. Godinho is a member of the Board of Directors of proposed Canadian Capital Markets Regulatory Authority.

Roberto Guzman, M.Fin
Director

25 years experience in financial sector with several Mexican publicly traded and private companies. A Director of Bursametrica Cas de Bolsa, a Mexican brokerage firm.

Remigio Martinez Muller, B.S.Geo
Independent Director

48 years with Grupo Mexico as a mine geologist, senior exploration geologist, finishing his career as Corporate Director of Exploration.

Yao Sun, B.Comm, CFA, CMA, CPA
Independent Director

12+ years in financial advisory services to Canadian and Chinese public companies

Experienced International Management



Jose Antonio Berlanga, P.Eng. - CEO and Director

Sr. Berlanga is a Mining and Metallurgist Engineer with over 42 years of experience in the acquisition, evaluation, design, planning, engineering, construction and operation of mining and metallurgical units.

In addition to his role as Telson's CEO, Antonio's prime responsibility is managing all facets of Telson's mining, processing, development and exploration work, and setting Telson's strategic direction.

Sr. Berlanga has extensive experience and skills in the development and operation of mining projects through the application of technology and high optimization methods in extracting minerals. Some of the projects that Antonio through Reyna Minas has participated include: El Oro in the State of Mexico, La Negra in Queretaro, La Amelia in Sonora and Pinzan Morado in Guerrero, among others. He has also promoted important mining assets with Canadian companies, the latest being the Morelos Sur and El Barqueno projects with Cayden Resources.

From 1993 to 2001 he obtained invaluable knowledge of the deposits and mines in Mexico as deputy technical director of the Trust for Mining Development in Mexico, a development bank specializing in the mining industry. He has been a two term President of the prestigious College of Engineering Geologists, Mining and Metallurgist of Mexico and has occupied executive positions in the AIGMM as well as an advisor in the Engineering faculty at UNAM.

During his professional career, he worked eight years as divisional projects superintendent with Servicios Industriales Penoles, SA de CV participating in the development and construction on various mines between 1978-1985 and with Minas de San Luis in 1980 and Minera Autlan in 1977.



Ralph Shearing, P.Geol - President and Director

Ralph Shearing is responsible for the management of public company management and compliance and was Telson's founder.

Mr. Shearing is a graduate of the University of British Columbia holding a B. Sc. Geology Degree. Since graduating in 1981, Mr. Shearing has practiced his profession as a professional geologist throughout Canada, and internationally. He has been directly involved in several world class exploration and development projects in British Columbia, Canada. During an active mineral exploration and development career, Mr. Shearing has gained hands-on experience in all aspects of mineral exploration, including, geophysics, geochemistry, geology and diamond core drilling, the latter as a senior partner of a successful contract diamond drilling company.

Mr. Shearing's experience managing and directing publicly listed companies over the last 32 years, combined with his practical experience in implementing major exploration projects, gives Telson a director with unique insight, invaluable practical experience, and a well rounded business approach to a junior resource company.



Rory Godinho, LLB – Director Capital Markets

Rory Godinho is the Co-Chair of Miller Thomson's Capital Markets and Securities Group. He has extensive contacts in the Canadian capital markets and has assisted several public and private companies with raising equity. He has a broad range of experience in all types of securities transactions and corporate governance related matters.

Rory's primary responsibility is Telson's capital markets initiatives.

He is the past Chair of the TSX Venture Exchange's National Advisory Committee, and a current director of the Capital Markets Authority Implementation Organization (CMAIO) which is expected to create and evolve into the Capital Markets Regulatory (CMRA). CMRA is a cooperative proposal by several Canadian Provinces, including British Columbia and Ontario, and the Canadian Federal Government to create a single regulator to administer a common securities act.



Enrique Margalef, BA Economics - Director and VP Corporate Development

Mr. Margalef is a former investment banker with 10 years of experience in mergers and acquisitions, financial valuations, evaluation of investment projects, analysis of financial statements and cash flow management. He has performed business valuations and analysis of investment projects for Mexican and transnational companies in the mining industry, training/education industries, payments industry and hardware industry, among others.

During his professional career, 5 years have been dedicated specifically to the mining industry, having been a partner at Candiani Mining Investment Bank for 3 years. He has advised numerous clients in the valuation of their mines and exploration projects. Additionally, he managed the investments of Vander Capital Partners private equity fund for the acquisition and exploration of two early stage exploration projects before moving to Vander Mining, a Vander Capital Partners subsidiary, as a partner.

Enrique is primarily responsible for Telson's corporate development including negotiating and setting all commercial agreements, such as acquisitions, royalty, credit facility and lease agreements.

He graduated in Economics from Universidad Anahuac in Mexico.



Arturo Bonillas, P.Eng - Independent Director

Mr. Bonillas is the former President and Co-Founder of Timmins Gold Corp. (Now Alio Gold Inc.) His knowledge of mining in Mexico has been essential to the Company's success. As President he built the production and exploration teams in Mexico and guided the company to consistent annual increases in reserve and resource growth, throughput and production. The Mexican team led by Mr. Bonillas has an impeccable track record in relationships with the local communities, obtained in his more than 34 years of experience in the mining and exploration industry in Mexico. He has held positions ranging from mine planning engineer, operations research engineer, chief of financial planning and Vice President of purchasing for Compania Minera de Cananea, and later for a subsidiary of Placer Dome in Mexico. He directed full bankable feasibility studies for the Mulatos gold project in Sonora, and the San Felipe gold project in Baja California. Mr. Bonillas is currently Chairman of the Advisory Board of Discovery Metals, a Mexican focused base metals exploration company. In 2017, he was awarded the prestigious Ostotakani Award, which is given to distinguished leaders in the Mexican mining industry.

Mr. Bonillas holds a B.Sc. degree in Industrial Engineering from the University of Arizona (1980). His extensive network of contacts and thorough understanding of the Mexican mining industry will enhance the Board's understanding of operations and local issues. Mr. Bonillas is fluent in both Spanish and English.



Roberto Guzman, M.Fin - Director

Mr. Guzmán obtained a master's degree in Finance from the Universidad Tecnologica de Mexico in 1989 and has more than 25 years of experience in the Financial Sector, primarily in Mexico. Initially working as finance manager for several Mexican publicly traded companies, such as Finamex S.A. de C.V., Bursamex S.A. de C.V and Invermexico S.A. de C.V, as well as other private Mexican financial companies, including Unión de Crédito Metropolitana SA de CV, Soluciones Integral SA de CV and FOVISSTE. Mr. Guzman is also a Director of Bursamétrica Casa de Bolsa, a Mexican brokerage firm.

Mr. Guzman, an indirect controlling shareholder and insider of the Company is currently President, Director and major shareholder of the ESCORFIN Group, which owns several private equity funds that specialize in real estate development, energy innovations, and tourism investment in Mexico.



Remigio Martinez Muller, B.S. Geo. - Independent Director

Sr. Martinez worked his whole professional career with Grupo Mexico starting in 1967 as a Mine Geologist in Taxco, Guerrero and ending as Grupo Mexico's Director of Exploration in 2013. From 2013 to 2016 he maintained an exclusive consultant position with Grupo Mexico and became an independent consultant thereafter. During his career with Grupo Mexico, Sr. Martinez oversaw exploration in Mexico where his work was instrumental in the discovery of several porphyry copper deposits, such as El Arco in Baja California and Malpica in Sinaloa Mexico. From 1975 to 1980 Sr. Martinez was Chief Mine Geologist, where his group of geological professionals increased the reserves of seven underground mines owned by Grupo Mexico's subsidiary, Industrial Minera Mexico S.A. (IMMSA). During his tenure as Director of Exploration he was influential in the definition and evaluation of the Buenavista Zinc deposit, adjacent to the Cananea Porphyry Copper deposit. In South America, Sr. Martinez supported the exploration staff of Southern Peru in the discovery of the "La Tapada" portion of the Tia Maria copper deposit and in identifying several other deposits in Chile. His most recent contribution to the Grupo Mexico was the preliminary evaluation of the Aznalcollar massive sulfide deposit in Spain. In his 46-year career with Grupo Mexico, Sr. Martinez worked as an Exploration Geologist, Manager of Mine Geology for underground operations, and Director of Exploration for Grupo Operations in Mexico, Peru, USA, Canada, French Guyana, Ireland, Australia and Chile. During his career, he has worked in all facets of mineral exploration and development, from field geology to final economic evaluation of properties and onward to underground and open pit mining operations. He has extensive expertise in porphyry copper and in underground vein and skarn type deposits. Sr. Martinez graduated with a B.S. in Geology from Michigan Technological University in 1966 and in 1973 he received a M.S. in Economic Geology from the Colorado School of Mines. He has been a member of the Asociacion de Ingenieros de Minas, Metalurgistas y Geologos de Mexico, AC since 1967. He has also been a member of the Society of Economic Geologists from 1980 to 1988 and from 1998 to 2013.

Yao Sun, CFA, CMA, CPA - Independent Director



Mr. Yao Sun graduated from the University of BC with a Bachelor of Commerce in 2005. He is an active member of the CFA Institute and the Certified Management Accountants (CMA) of Canada. Upon graduation from UBC, Mr. Sun was a financial analyst and portfolio manager for a private real estate company in Beijing, China. He is currently the CEO of Clearstone Capital Corporation, a Canadian company which provides advisory services to Canadian & Chinese public companies.



Omar Garcia Abrego, CPA, CA - Chief Financial Officer

Mr. Garcia Abrego was appointed Chief Financial Officer of Telson Resources in May 2016. Mr. Garcia Abrego brings to Telson over 20 years of progressive international experience working within the mining, resource and public practice sector in Mexico and Canada. Mr. Garcia Abrego received his Bachelor of Commerce from Instituto Tecnológico y de Estudios Superiores de Monterrey (ITESM) and his Chartered Professional Accountant designations in Canada and Mexico while working at Deloitte LLP in 2006.

Mr. Garcia Abrego has held a number of senior financial management roles at successful mining companies including Graymont Limited, Farallon Mining Ltd a company taken over by Nyrstar, Cayden Resources Inc now owned by Agnico Eagle, and Auryn Resources Inc. Mr. Garcia Abrego also spent over a decade at Deloitte where he audited various mining clients in different countries. His well-rounded experience makes Mr. Garcia Abrego an asset to Telson Resources.