

# Extractive Sector Transparency Measures Act Report

Reporting Year	From: 1/1/2016	To: 12/31/2016
Reporting Entity Name	Capstone Mining Corp.	
Reporting Entity ESTMA Identification Number	E502172	
Subsidiary Reporting Entities (if necessary)	Minto Explorations Ltd.(ESTMA ID - E198001)	

**Attestation: Please check one of the the boxes below and provide the required information**

Attestation ( by Reporting Entity)

*In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.*

Attestation (through independent audit)

*In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest that I engaged an independent auditor to undertake an audit of the ESTMA report for the entity(ies) and reporting year listed above. Such an audit was conducted in accordance with the Technical Reporting Specifications issued by Natural Resources Canada for independent attestation of ESTMA reports.*

*The auditor expressed an unmodified opinion, dated 2017-05-05, on the ESTMA report for the entities and period listed above.*

*The independent auditor's report can be found at [http://capstonemining.com/files/doc\\_downloads/2017/2016-12-Deloitte-ESTMA-Audit-Report.pdf](http://capstonemining.com/files/doc_downloads/2017/2016-12-Deloitte-ESTMA-Audit-Report.pdf)*

## Extractive Sector Transparency Measures Act - Annual Report

Reporting Year  
 Reporting Entity Name  
 Reporting Entity ESTMA Identification Number  
 Subsidiary Reporting Entities (if necessary)

From: 1/1/2016 To: 12/31/2016  
 Capstone Mining Corp.  
 E502172  
 Minto Explorations Ltd. (ESTMA ID - E198001)

### Payments by Payee

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
Canada	GOVERNMENT OF THE YUKON, CANADA	\$ 540,000							\$ 540,000	
Chile	REPUBLIC OF CHILE			\$ 641,000					\$ 641,000	
Mexico	FEDERAL GOVERNMENT OF MEXICO	\$ 6,166,000							\$ 6,166,000	INCLUDES PAYMENTS TO: SECRETARIA DE ECONOMIA, ISSSTEZAC , SECRETARIA DE HACIENDA Y CREDITO PUBLICO, SECRETARIA DE LA DEFENSA NACIONAL, SECRETARIA DEL MEDIO AMBIENTE Y RECURSOS NATURALES
Mexico	STATE OF ZACATECAS, MEXICO	\$ 158,000							\$ 158,000	
United States of America	GOVERNMENT OF ARIZONA, USA	\$ 8,186,000		\$ 333,000					\$ 8,519,000	WITHIN THE CATEGORY, TAXES, ARE PROPERTY TAXES AND INCOME TAXES.
United States of America	FEDERAL GOVERNMENT OF USA	\$ 251,000		\$ 92,000					\$ 343,000	

**Footnotes:**

Amounts shown are in Canadian dollars, rounded to the nearest \$1000. Where payments were paid in foreign currencies, they were translated to Canadian dollars using the weighted average exchange rate for the quarter.

Taxes paid amounts above are not net of any tax refunds received.

**Exchange rates used to convert payments to Canadian Dollars (CAD)**

	2016			
	Q1	Q2	Q3	Q4
CAD:USD	1.37	1.29	1.30	1.33
CAD:MXN	13.16	14.04	14.36	14.85
CAD:CLP	511	526	507	499

USD - US Dollar

MXN - Mexican Peso

CLP - Chilean Peso

## Extractive Sector Transparency Measures Act - Annual Report

Reporting Year

From: 1/1/2016 To: 12/31/2016

Reporting Entity Name

Capstone Mining Corp.

Reporting Entity ESTMA Identification Number

E502172

Subsidiary Reporting Entities (if necessary)

Minto Explorations Ltd. (ESTMA ID - E198001)

### Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
Mexico	Cozamin	\$ 6,324,000							\$ 6,324,000	
Canada	Minto	\$ 540,000							\$ 540,000	
United States of America	Pinto Valley	\$ 8,437,000		\$ 425,000					\$ 8,862,000	WITHIN THE CATEGORY, TAXES, ARE PROPERTY TAXES AND INCOME TAXES.
Chile	Santo Domingo			\$ 244,000					\$ 244,000	
Chile	Other			\$ 397,000					\$ 397,000	

Footnotes:

Amounts shown are in Canadian dollars, rounded to the nearest \$1000. Where payments were paid in foreign currencies, they were translated to Canadian dollars using the weighted average exchange rate for the quarter.

Taxes paid amounts above are not net of any tax refunds received.

**Exchange rates used to convert payments to Canadian Dollars (CAD)**

	2016			
	Q1	Q2	Q3	Q4
CAD:USD	1.37	1.29	1.30	1.33
CAD:MXN	13.16	14.04	14.36	14.85
CAD:CLP	511	526	507	499

USD - US Dollar

MXN - Mexican Peso

CLP - Chilean Peso