



Acquisition by **Hochschild Mining**

TSX-V
AGC

November 30, 2021

THIS PRESENTATION HAS FORWARD-LOOKING INFORMATION



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Forward-looking statements

This slide deck contains forward-looking statements. The information in these statements has been based on a number of assumptions that may prove to be incorrect and the actual results may vary.

Qualified persons

The Qualified Persons for Amarillo are Frank Baker, M. IOM3 and MAusIMM., and Mr. Mike Mutchler, FAusIMM.

Non-IFRS financial measures

The Company has included certain non-IFRS financial measures in this presentation.

These measures, which include EBITDA, total cash cost, total cash cost per ounce, AISC, and AISC per ounce, are not recognized under IFRS and do not have a standardized meaning prescribed by IFRS. As a result, these measures may not be comparable to similar measures reported by other companies. Each of these measures are intended to provide additional information and should not be considered in isolation or as a substitute for measures in accordance with IFRS.

- *EBITDA*
Earnings before interest, taxes and depreciation and amortization (EBITDA) excludes the following items from net income: interest expense; income taxes and depreciation and amortization expenses.
- *Total cash cost and total cash cost per ounce*
Total cash cost reflects the cost of production. The total cash cost reported in the feasibility study includes costs related to mining, processing and water treatment, general and administration for the mine, off-site, refining, transportation, and royalties. Total cash cost per ounce is calculated as total cash cost divided by payable gold ounces.
- *AISC and AISC per ounce*
AISC reflects all the expenditures that are required to produce an ounce of gold from operations. The AISC reported in the feasibility study includes total cash cost, sustaining capital, and closure cost. AISC per ounce is calculated as AISC divided by payable gold ounces.

A culmination of Amarillo's

EXPLORATION AND DEVELOPMENT SUCCESS

SHAREHOLDERS HAVE THE OPPORTUNITY TO REALIZE VALUE

For a large portion of Amarillo's assets at an attractive premium to recent market performance while continuing to participate directly in Lavras upside potential.

LAVRAS SPINCO

- Well-capitalized at inception
- Significant cash
- No debt
- Anticipated there will be a share consolidation following completion of transaction
- Led by Amarillo's current management team

TRANSACTION SUMMARY



Proposed transaction	<ul style="list-style-type: none">• Hochschild to acquire all issued and outstanding shares of Amarillo Gold• Transaction to be implemented by way of a statutory plan of arrangement under the <i>Business Corporations Act (British Columbia)</i>
Consideration	<ul style="list-style-type: none">• Each Amarillo Gold shareholder to receive C\$0.40 per share in cash and shares in Lavras Gold Corp.• Lavras Gold Corp. will hold:<ul style="list-style-type: none">- A stake in the Lavras do Sul Project- C\$10 million in cash- 2.0% net smelter royalty on certain exploration properties located outside the Posse Gold Project and mine plan
Approvals and conditions	<ul style="list-style-type: none">• 66 2/3% of the votes cast by Amarillo Gold shareholders• Majority of votes cast by Hochschild shareholders• Court approval, regulatory approval, and certain other customary conditions
Board recommendations	<ul style="list-style-type: none">• Amarillo's Board of Directors has unanimously recommended shareholders vote in favour of the Transaction• Hochschild's board of directors unanimously intends to recommend that shareholders vote in favour of the Transaction
Deal protection	<ul style="list-style-type: none">• Customary provisions including non-solicitation
Voting support agreements	<ul style="list-style-type: none">• Baccarat Trade Investments Ltd. and Eric Sprott, along with the directors and officers of Amarillo Gold, holding approximately 46% of Amarillo Gold, have entered voting and support agreements with Hochschild• Eduardo Hochschild, holding ordinary shares reflecting in aggregate approximately 38% of Hochschild's issued and outstanding ordinary shares, has entered into voting and support agreements pursuant to which he has agreed among other things, to vote his Hochschild ordinary shares in favour of the Transaction
Proposed timing	<ul style="list-style-type: none">• Anticipated to close in first quarter of 2022• Special meeting of shareholders is expected to be held in early 2022, with information circular mailed prior to the meeting

ABOUT HOCHSCHILD: A LEADING PRECIOUS METALS COMPANY



- Leading precious metals company primarily focused on silver and gold exploration and mining
- Based in Lima, Peru with corporate office in London, England
- Over half a century of experience in mining
- Currently operates three underground mines: two in Peru and one in Argentina
- Numerous projects throughout the Americas

HOCHSCHILD ANTICIPATES starting construction in the first half of 2022, and aim to be in production in the beginning of 2024

HOCHSCHILD **VALUES** ESG APPROACH



GOVERNMENT SUPPORT

Both state and municipal governments support the project and view mining as key to post Covid-19 recovery

COMMUNICATION

Informational updates are delivered monthly to the community and published on our website

TRAINING PROGRAMS

Plan is hire locally as much as possible; holding training programs for carpentry, civil construction, excavator and truck operators

DRY STACK TAILINGS

Investing in dry stack filtered tailings pile and associated filtration pile. Have a mine closure plan, and are developing robust monitoring programs

LOCAL VOICES

Management team and board includes people who are from and reside in Brazil, including Frank Baker, Arão Portugal, Paulo Serpa, and Antenor Silva



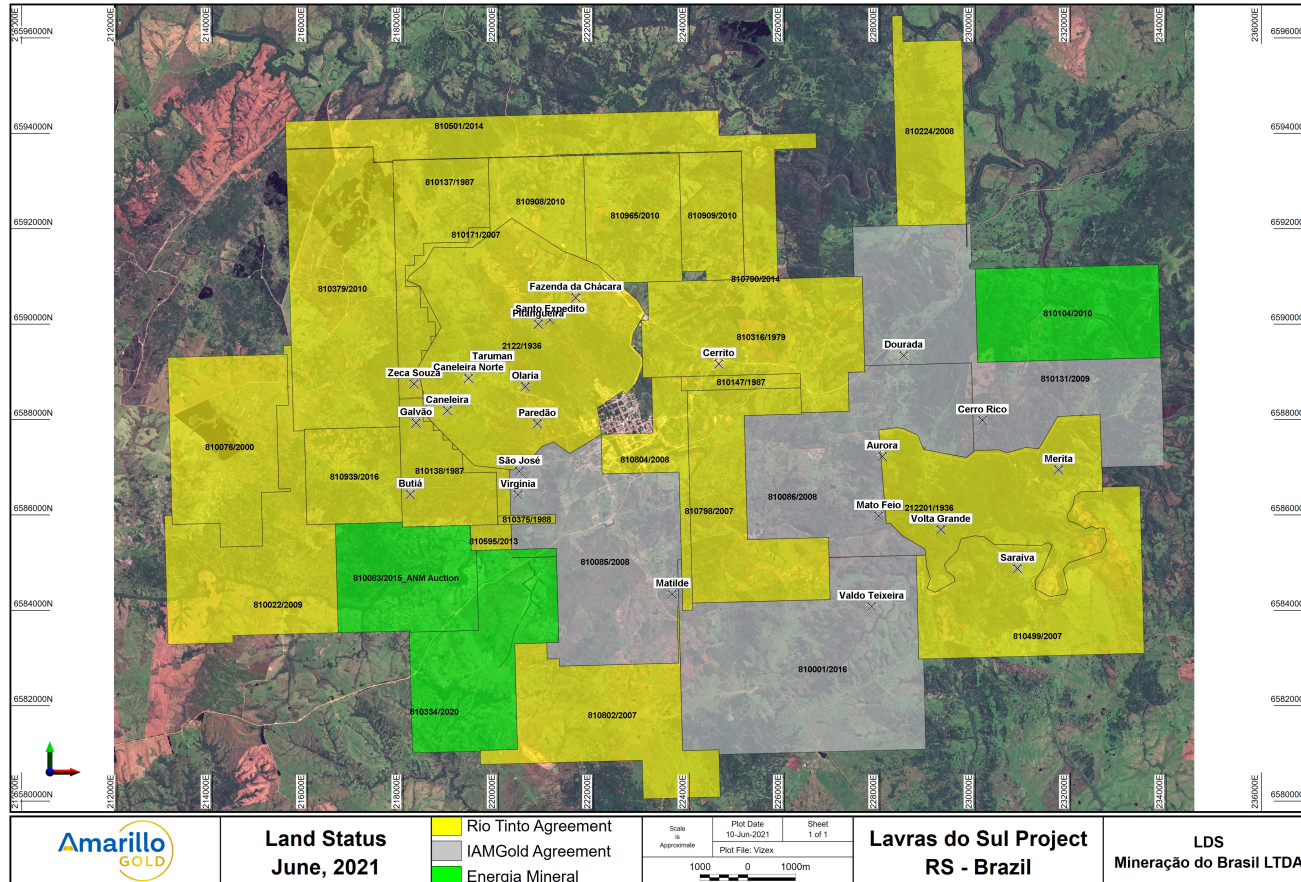
MOVING FORWARD WITH LAVRAS GOLD CORP.



VISION

- To be a leading independent exploration and production company in Brazil
- Maximize shareholder value by bringing disciplined exploration approach to Lavras and other potential opportunities

POTENTIAL FOR DISTRICT SCALE



**23 ANOMALIES ACROSS
22,000 HECTARES**
of exploration concessions

EXCELLENT INFRASTRUCTURE

HISTORIC GOLD WORKINGS
dating to 1700s

BUTIA MOST ADVANCED: NI 43-101 RESOURCES (SEPTEMBER 2010)

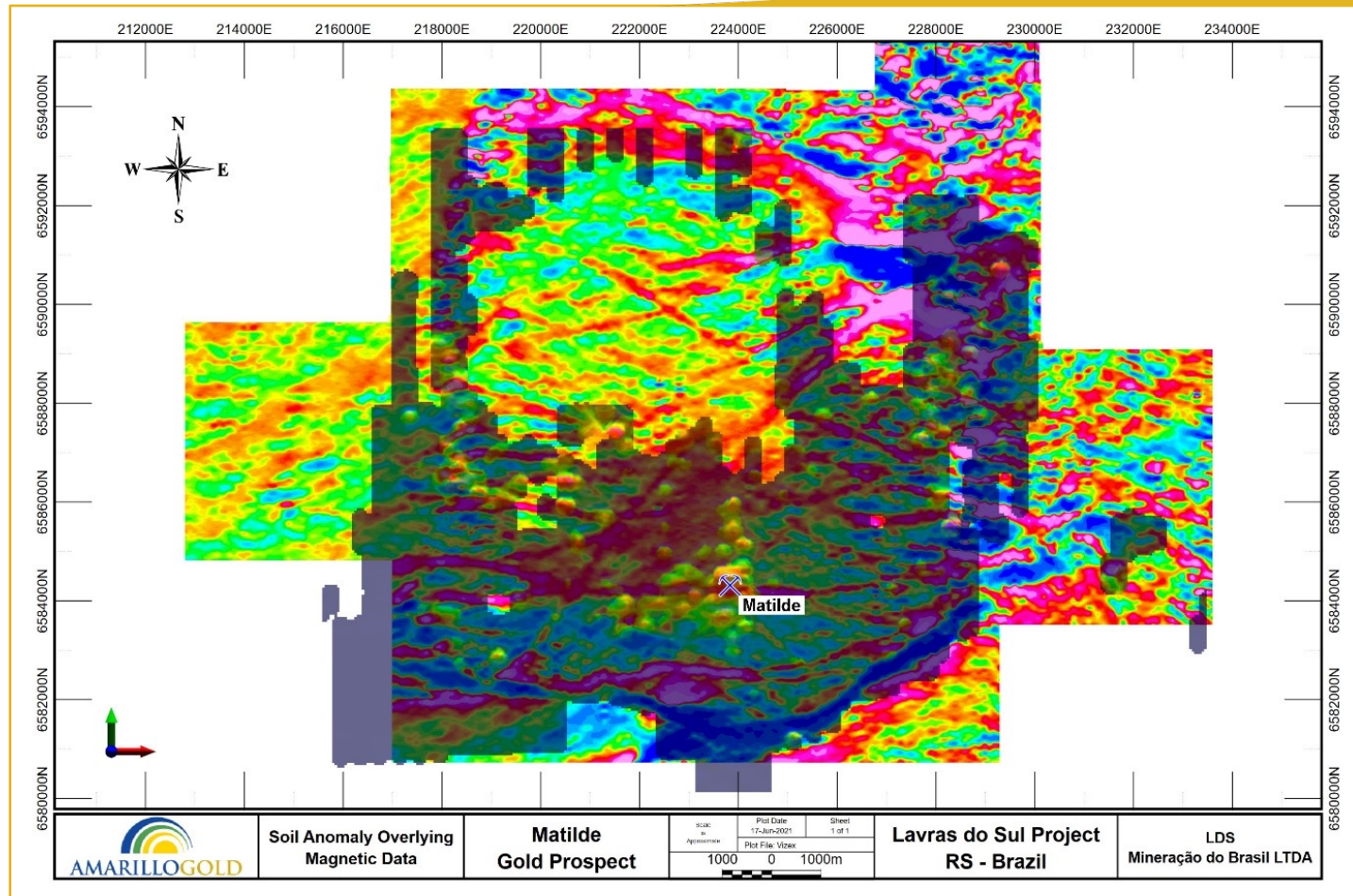


CUT-OFF GRADE 0.3 g/t gold	TONNES	GRADE (g/t gold)	CONTAINED GOLD (ounces)
Indicated	6,390,000	1.05	215,000
Inferred	12,880,000	0.74	308,000
CUT-OFF GRADE 0.5 g/t gold	TONNES	GRADE (g/t gold)	CONTAINED GOLD (ounces)
Indicated	5,300,000	1.18	201,000
Inferred	6,840,000	1.07	235,000

NOTES

- Mineral resources are not mineral reserves and do not have demonstrated economic viability. There is no certainty that all or any part of the mineral resources estimated will be converted into Mineral Reserves
- Numbers may not sum due to rounding
- Mineral resources are reported in-situ with no dilution provision
- A cut-off-grade of .3 g/t Au was used for resource estimation
- A density or tonnage factor of 2.61 to 2.68 tonnes per cubic metre is applied depending on rock types
- The estimate was prepared by Atticus and Associates (Atticus) of Lima, Peru. Dated July 30, 2010, it is titled NI 43-101 Technical Report, Butia Prospect, Rio Grande do Sul, Brazil
- The qualified persons for the report are Antony John Amberg and Simon Mortimer. Antony John Amberg is a consulting geologist with 25 years of experience, a Chartered Geologist, and a Fellow of the Geological Society of London. He is registered as a competent person for the calculation of mineral resources and reserves by the Chilean Mining Commission, Registration Number 0025. Simon Mortimer is a Professional Geologist and member of the Australian institute mining and metallurgy, Registration Number 300947.

MATILDE: A SIGNIFICANT GOLD-HOSTING STRUCTURAL ZONE



GOLD IN SOIL ANOMALY extends over 3.5 kilometres east-west and 3.5 kilometres north-south

- Located in south-central portion of intrusion; airborne magnetic data suggests Matilde is structurally complex and characterized by major north-west, east-west, and north-east trending faults
- Two holes 50 metres apart along east-west direction confirmed primary source of gold of an overlying gold in soil anomaly:
 - Hole 20MT_001: 62.53 metres at 0.62 g/t gold
 - Hole 20MT_002: 144.60 metres at 0.69 g/t gold
 - Both holes have long intervals of high grade mineralization within holes and elevated gold values starting from surface

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TRANSACTION TIMELINE

- Announcement: November 29, 2021
- Proxy mailing to AGC shareholders: mid to end of January 2022
- AGC shareholder vote: mid to end of February 2022
- Circular mailing to Hochschild shareholders: end of February 2022
- Hochschild shareholder vote: mid to end of March 2022
- Expected close*: end of March 2022

**Subject to satisfaction of customary closing conditions.*

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