Extractive Secto	or Transp	arency Me	easures .	Act - Annı	ual Report		
Reporting Entity Name							
Reporting Year	From	1/01/17	To:	12/31/17	Date submitted		Reporting Entities May Insert Their Brand/Logo here
Reporting Entity ESTMA Identification Number	E533424		Original Sub				
Other Subsidiaries Included (optional field)							
Not Consolidated							
Not Substituted							
Attestation by Reporting Entity							
In accordance with the requirements of the ESTMA, and in pa Based on my knowledge, and having exercised reasonable di for the reporting year listed above.							
Full Name of Director or Officer of Departing Entity		Omar Gard	sia Abrogo				
Full Name of Director or Officer of Reporting Entity  Position Title		Offiai Gaid	_		Date	5/24/18	

## Extractive Sector Transparency Measures Act - Annual Report Reporting Year From: 1/01/17 To: 12/31/17 Reporting Entity Name Telson Mining Corporation Currency of the Report CAD Reporting Entity ESTMA E533424 Identification Number Subsidiary Reporting Entities (if necessary) Payments by Payee Departments, Agency, etc... within Payee that Received Infrastructure Production Entitlements Payee Name<sup>1</sup> Bonuses Improvement Payments Payments<sup>2</sup> Mexico Servicio Geologico Mexicano Secretaría de Economía 210,000 210,000 Secretaría de Economía 270,000 270,000 Mining rigths Mexico Direccion General de Minas Comision Federal de Comision Federal de Electricidad 400,000 400,000 Electricity Mexico Electricidad

Additional Notes:

Note 1: Payments were made in Mexican pesos ("MXP") and converted into Canadian dollars ("CAD") for reporting purposes

Note: FX method used was the weighted average of the exchange rates during the period \$14.58 MXP per CAD

<sup>&</sup>lt;sup>1</sup>Enter the proper name of the Payee receiving the money (i.e. the municipality of x, the province of y, national government of z).

<sup>&</sup>lt;sup>2</sup> Optional field.

<sup>&</sup>lt;sup>3</sup> When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

<sup>&</sup>lt;sup>4</sup> Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the Additional notes row or the Notes column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.

Extractive Sector Transparency Measures Act - Annual Report													
Reporting Year Reporting Entity Name Reporting Entity ESTMA Identification Number Subsidiary Reporting Entities (if necessary)	From:	1/01/17	To: Telson Mining Corporation E533424			Currency of the Report	CAD						
Payments by Project													
Country	Project Name <sup>1</sup>	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes <sup>23</sup>			
Mexico	Campo Morado Mine		210,000	520,000					730,000				
Mexico	Tahuehueto			150,000					150,000				
Additional Notes <sup>3</sup> :	Note 1: Payments were made in Mexican pesos ("MXP") and converted into Canadian Dollars ("CAD") for reporting purposes Note: FX method used was the weighted average of the exchange rates during the period \$14.58 MXP per CAD												

<sup>&</sup>lt;sup>1</sup>Enter the project that the payment is attributed to. Some payments may not be attributable to a specific project, and do not need to be disclosed in the "Payments by Project" table.

<sup>2</sup>When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

<sup>3</sup>Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the "Additional Notes" row or the "Notes" column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.