



RESOURCES INC.

TSX: TXG

September, 2017

+370,000 Au Oz. / Year of High Margin Production And High Quality Growth Projects

Safe Harbour Statement



THE PRELIMINARY ECONOMIC ASSESSMENT (THE 'MEDIA LUNA PEA" OR "PEA") IS BASED ON THE TECHNICAL REPORT (DEFINED BELOW). THE PEA IS A CONCEPTUAL STUDY OF THE POTENTIAL VIABILITY OF MINERAL RESOURCES OF THE MEDIA LUNA PROJECT. THE PEA IS NOT A PREFEASIBILITY STUDY OR FEASIBILITY STUDY, AS THE ECONOMICS AND TECHNICAL VIABILITY OF THE MEDIA LUNA PROJECT HAVE NOT BEEN DEMONSTRATED AT THIS TIME. THE PEA IS PRELIMINARY IN NATURE, AND IS BASED ON INFERRED MINERAL RESOURCES THAT ARE CONSIDERED TOO SPECULATIVE GEOLOGICALLY TO HAVE THE ECONOMIC CONSIDERATIONS APPLIED TO THEM THAT WOULD ENABLE THEM TO BE CATEGORIZED AS MINERAL RESERVES, AND THERE IS NO CERTAINTY THAT THE PEA WILL BE REALIZED.

MINERAL RESOURCES THAT ARE NOT MINERAL RESERVES DO NOT HAVE DEMONSTRATED ECONOMIC VIABILITY.

ADDITIONAL INFORMATION ON THE MINERAL RESOURCES AND MINERAL RESERVES CONTAINED IN THIS PRESENTATION ARE INCLUDED IN THE ADDENDUM BEING SLIDES 34, 35, 36 AND 37.

Total cash costs and all-in sustaining costs are financial performance measures with no standard meaning under International Financial Reporting Standards ("IFRS"). Refer to "Non-IFRS Financial Performance Measures" in the Company's 2016 Management's Discussion and Analysis ("MD&A") for further information and a detailed reconciliation.

Forward-looking information and forward-looking statements include, but are not limited to, information with respect to the future exploration, development and exploitation plans concerning the Morelos Gold Property, the adequacy of the Company's financial resources, business plans and strategy and other events or conditions that may occur in the future, and the results set out in the Technical Report (as defined below) including the PEA of the Media Luna Project (as defined below), the mineral resource and mineral reserve estimates, the ability to exploit estimated mineral reserves, the Company's expectation that the ELG Mine will be profitable with positive economics from mining, recoveries, grades, annual production, receipt of all necessary approvals and permits, the parameters and assumptions underlying the mineral resource and mineral reserve estimates and the financial analysis, and gold prices, the expected successful ramp up of the ELG Mine and achieving full production. expected metal recoveries. gold production (including without limitation the estimated gold sales by year), total cash costs per ounce of gold sold, AISC and revenues from operations, the ability to mine and process estimated mineral reserves, plans to complete the access ramp to El Limón Deep target, plans to mine and process the material in the Sub-Sill area, the expectation that the Sub-Sill material will help achieve the production quidance, plans to complete the infill and step-out diamond drilling program on the Sub-Sill deposit, plans to upgrade the mineral resource estimate and complete a mine plan for the Sub-Sill deposit, plans to complete the SART plant on time and budget, expectation of the successful start-up commissioning and operation of the SART plant and the expected cost savings, the expected continued operation of the tailings filtration plant at design levels, plans to complete an updated preliminary economic assessment on Media Luna Project and the results to be sufficient to support further development activities including the completion of a feasibility study, expectation that modifications to the proposed mining method for the Media Luna Project will reduce projected costs, possibility of the Media Luna Project advancing to production, the expected timing and receipt of value added tax ("VAT") funds. Generally, forward-looking information can be identified by the use of forward-looking terminology such as "plans," "expects," or "does not expect," "is expected," "budget," "scheduled," "goal," "estimates," "forecasts," "intends," "anticipates," or "believes" or variations of such words and phrases or statements that certain actions, events or results "may," "could," "would," "might," or "will be taken," "occur," or "be achieved." Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking information, including risks associated with the ramp-up of the processing plant, fluctuation in gold and other metal prices, commodity price risk, currency exchange rate fluctuations, capital and operational cost estimates, completion and commissioning of the SART plant, dependence on key executives and employees, limited operating history, generating positive cash flow, the ability of the Company to generate cash flow for development projects, the ability of the Company to secure additional financing, the safety and security of the Company properties, servicing of the indebtedness of the Company, the ability to secure necessary permits and licenses, title to the land on which the Company operates, including surface and access rights, foreign operations and political and country risk, government policies and practices in respect of the administration of recovery of VAT funds and recovery of VAT funds, exploration, development, exploitation and the mining industry generally, environmental risks and hazards, parameters and assumptions underlying mineral resource and mineral reserve estimates and financial analyses being incorrect, actual results of current exploration, development and exploitation activities not being consistent with expectations, including the ability to advance the Media Luna Project, hiring the required personnel and maintaining personnel relations, infrastructure, single property focus, enforcement of legal rights, accounting policies, as well as those risk factors included herein and elsewhere in the MD&A. Annual Information Form ("AIF"). Technical Report and the Company's other public disclosure which are available on www.sedar.com and www.torexgold.com, Certain material assumptions regarding such forward-looking information and forward-looking statements are discussed in this presentation, and in the Company's MD&A, Annual Information Form and Technical Report. Readers are cautioned that the foregoing, together with the risks and assumptions set out in the MD&A, AIF and Technical Report, is not exhaustive of all factors and assumptions which may have been used. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information and forward-looking statements, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that such information or statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. Accordingly, readers should not place undue reliance on forward-looking information. The forward-looking information and forwardlooking statements contained herein is presented for the purposes of assisting investors in understanding the Company's expected financial and operating performance and the Company's plans and objectives and may not be appropriate for other purposes. The Company does not undertake to update any forward-looking information, except in accordance with applicable securities laws.

The scientific and technical data contained in this presentation pertaining to the Media Luna Project and the ELG Mine has been reviewed and approved by Dawson Proudfoot, P.Eng, Vice President, Engineering of the Company. Mr. Proudfoot is a Qualified Person under National Instrument 43-101. Additional technical information is contained in the technical report entitled "Morelos Property, NI 43-101 Technical Report, El Limón Guajes Mine Plan and Media Luna Preliminary Economic Assessment, Guerrero State, Mexico" dated effective August 17, 2015, and filed on September 3, 2015 (the "Technical Report"). The technical information contained in this presentation is based upon the information contained in the Technical Report which is available on SEDAR as www.sedar.com and the Company's website at www.sedar.com and a updated in the Company's continuous disclosure documents also available on www.torexgold.com.



Focussed exposure to a large, high margin, open pit gold asset...

- **)** EL LIMON GUAJES MINE (ELG) $^{(1)}(^{2)}$
 - > +370,000 oz./yr. for 8.5 years, from 2015 reserves of 3.63M Au oz.
 - > High grade, 2.6 g/t open pit, LOM AISC of \$616/oz.

> SUB-SILL PROJECT – A HIGH GRADE UNDERGROUND MINE

- First ore has been extracted from the maiden resource of 324K Au oz. Inferred
 + 89K Au oz. Indicated. Infill and step-out drilling continue to impress.
- > MEDIA LUNA PROJECT (7 km from ELG)⁽²⁾⁽³⁾
 - > Inferred resource of 7.4M Au Eq. oz. (In 1/3rd of the magnetic anomaly)
 - > PEA CAPEX \$482M; Production of 350,000 Au Eq. oz. / yr. for 13 years; LOM AISC of \$636/oz. A feasibility study team is advancing the engineering.

...with nearby growth potential, and a proven team

⁽¹⁾ As per 2016 LOM. See Company's news release dated May 12, 2016, entitled "Torex Announces Q1 2016 and Updated Life of Mine Plan".

⁽²⁾ For a detailed breakdown of mineral reserves and mineral resources by category refer to Addendum slides 34, 35, 36 and 37.

⁽³⁾ See first paragraph on slide 2.



Proven ability to navigate the technical, commercial,...

FRED STANFORD PEng CEO

35 years of experience, primarily in operations at Inco / Vale. Retired from Vale as President of Ontario Operations. CEO of Torex since 2009.

> JEFF SWINOGA CPA, CA, MBA CFO

25 years of experience, 12 as a CFO with international producing mining companies. Led the \$375M project finance and the \$400M new loan facility for the ELG Mine.

> JASON SIMPSON PEng COO

21 years of experience in mining engineering and operations including international contractors and Inco / Vale. Led the construction of ELG Mine.

> MARK THORPE PHD

V.P. Corporate Responsibility

30 years of experience in safety, environmental protection, and community relations spanning five continents.

> DAWSON PROUDFOOT PEng V.P. Engineering

30 years of experience in engineering and operations, primarily at Falconbridge. Led the ELG feasibility study and the Media Luna PEA and currently leads the Media Luna Feasibility Team.

> ANNE STEPHEN

V.P. Human Resources

30 years of experience as an HR executive and as a consultant. Leads the "people systems" development, coordinating closely with Mark & Jason.

GABRIELA SANCHEZ MBA V.P. Investor Relations

30 years in the mining industry, leading shareholder communications and marketing outreach programs, mainly for gold mining companies.

> MARY BATOFF LLB

General Counsel & Corporate Secretary

20 years of experience with publicly traded companies in the mining and exploration sectors.

...& social complexities of challenging mining operations

A Board With Strong Strategic And Governance Experience



Deep experience gained as industry professionals...

TERRY MACGIBBON PGeo, ICD Board Chair

45 years of mining industry experience. Founder, Chairman and Chief Executive of several TSX and TSXV listed companies that became successful mining enterprises.

> ANDREW ADAMS CA

Audit Committee Chair

25 years of financial experience in the mining industry, including serving as senior executive and director.

> FRANK DAVIS JD, MBA, ICD

Governance and Nominating Committee Chair

35 years experience, recognized as one of Canada's leading lawyers in securities and mining. Other principal areas of practice include capital markets, M&A, and corp. governance.

> JAMES CROMBIE PEng

30 years broadly based experience in the mining industry as senior executive, mining analyst and investment banker.

> DAVID FENNELL LLB

30 years experience as a director and senior executive with TSX and TSXV listed companies.

> MICHAEL MURPHY MBA, ICD

25 years of global institutional equities and corporate experience.

> BILL SHAVER PEng

Health & Safety Committee Chair Compensation Committee Chair

40 years global operational mining expertise, mainly in the mining contracting industry.

> ELIZABETH WADEMAN CFA

Environment & CSR Committee Chair

20 years experience with investment banking and capital markets.

> FRED STANFORD PEng, ICD

35 years of operational and corporate experience. Retired from Vale as President of its Ontario Operations.

...complemented by extensive Board level experience

Balance Sheet



ELG was financed with equity and project debt...

- Cash position at end of Q2/17 \$77.2 million¹
- Shares outstanding

79.8 million

- Market Cap, September 15, 2017 C\$1.6 billion
- > No Gold hedges as of July 31, 2017
- > Cash generation²

6

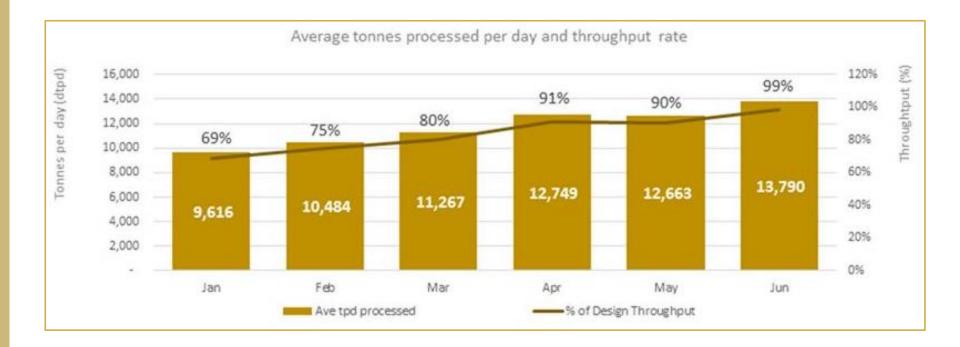
- > \$167 million for 2016
- > \$19.8 million for Q1/17
- > \$15.3 million for Q2/17

- > Original Project financing:
 - > \$300M @ LIBOR + 4.75%
 - > \$75M @ LIBOR + 5.75%
 - > Completion Test required before the end of Q1/18.
 - > Cash Sweeps commence after the Completion Test
- New Loan Agreement ⁽³⁾ completed July 2017 to replace Project financing:
 - > Term Facility: \$300M matures June 30/22
 - Revolving Facility: \$100M matures June 30/20
 - LIBOR + 4% first two years
 - LIBOR + 4.25% years 3 and 4
 - LIBOR + 4.5% thereafter
 - No Completion test & no mandatory hedging
 - The mandatory sweeps have been removed subject to reinstatement, to an aggregate of US\$50 million, if the ELG does not meet certain projected operating and economic performance parameters by December 31, 2018.

...streams and royalties were not utilized

The Tailings Filtration Bottleneck Has Been Solved

The focus has shifted to optimization of the grinding circuit...



...and to the mines, including mining the Sub-Sill deposit

Operating Results



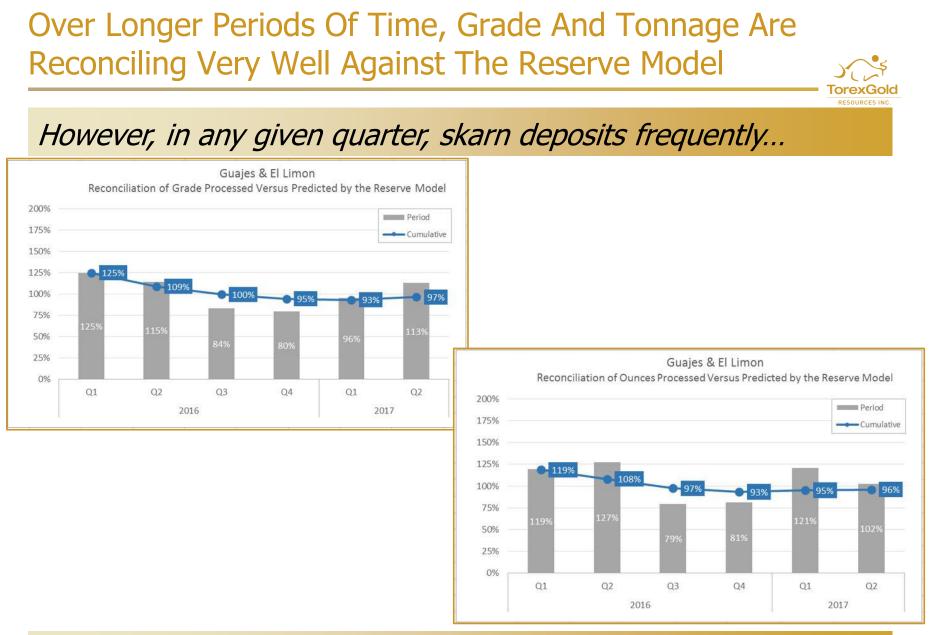
Processing plant throughput increased 26% in Q2 relative to Q1...

	2016	Q1-2017	Q2-2017	2017E ⁽¹⁾
GOLD PRODUCTION (oz)	279,937	70,887	74,487	350,000 - 380,000
HEAD GRADE (g/t)	3.25	2.49	2.37	-
TOTAL CASH COST (\$/oz)	543	671	706	525 – 575
AISC (\$/oz)	733	923	991	775 – 825
OPERATING CFPS (cents/share)	2.12	0.25	0.38	-



...a low grade cycle and timing of sales affected unit costs

⁽¹⁾ See Company's news release dated August 10, 2017



...offer up considerable variability in grade and tonnage per bench

Soluble Copper In The Deposit Has Been Successfully Managed

A SART Plant to recycle reagents, is under construction, and...

- > SART Plant to address soluble copper in the process:
 - > Cost \$25 \$28 million
 - > Payback: 12-18 months
 - > Expected savings on reagents: \$100/oz
 - > Expected to be operational at the end of 2017

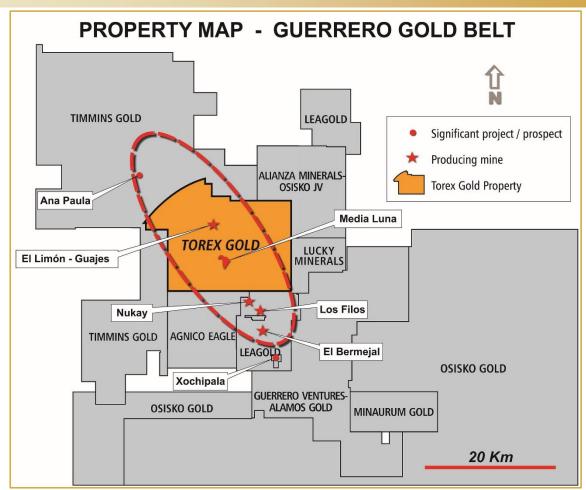


...on schedule, to reduce costs by \$100 / oz. by year-end

The Foundation Of Value - A High Quality Property In The Middle Of The Guerrero Gold Belt



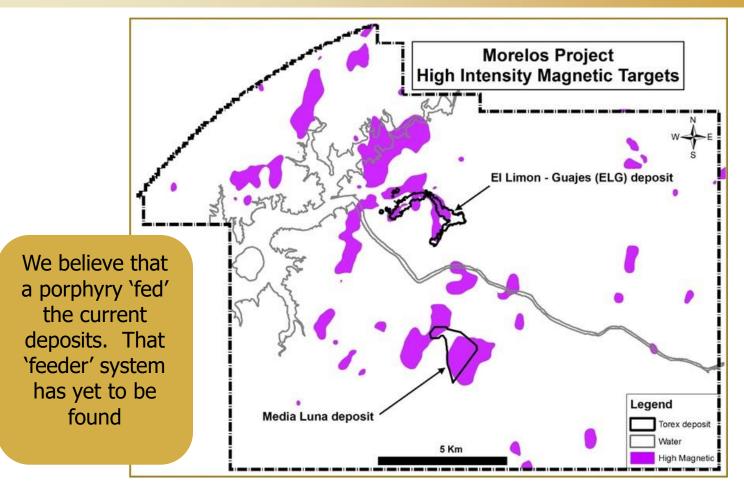
A 29,000 Ha land package that is less than 25% explored...



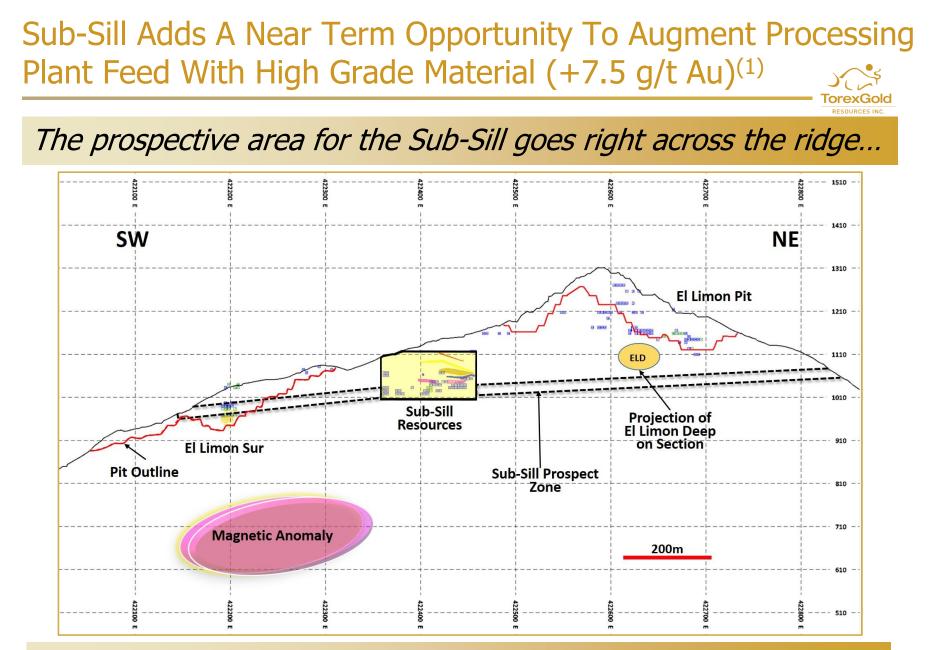
...has already delivered ELG , the ML Project, and the Sub-Sill

'Purple' On Our Property Map Indicates High Magnetism, Which Has Been A Good Indicator Of Gold Mineralization

Most of the magnetic targets have yet to be explored...



...'first hole' success in ML and Sub-Sill kept the focus there



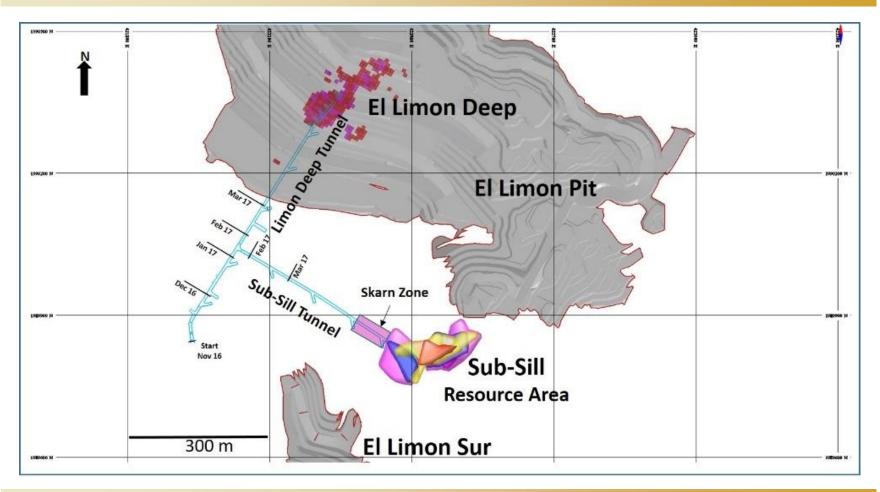
...a step-out drill program is underway now to test for extensions

(1) See Sub-Sill underground mineral resource estimate on slide 35

Near Term Is Effectively Now, For the Sub-Sill, The Access Ramp Intercepted The Deposit In June \sim



The El Limon Deep zone (ELD) attracts less attention, but at...



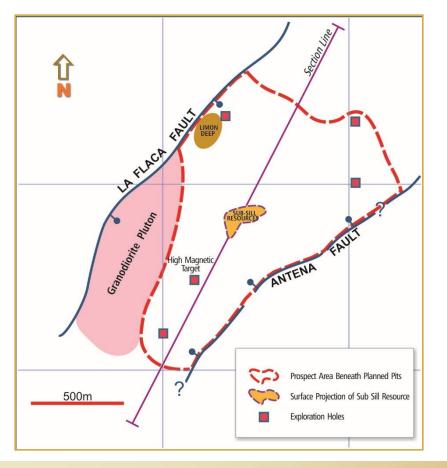
...5 g/t, ⁽¹⁾ with potential to grow, it is also very attractive

(1) Included in the El Limon-Guajes Mineral Resources, see slide 34.

The Prospective Area For Potential Sub-Sill Expansion Is 45 Times Larger Than The Current Resource Area



A 15,000m in-fill / step-out drill program is underway for Sub-Sill...



Exploration Program Objectives

- Infill To test 1 million tonnes of inferred resources for potential to upgrade to the indicated category
- Step out To test 70,000 m² that are adjacent to the current Sub-Sill resource
- Big step out To test the extents of the prospective area and the magnetic anomaly (Red squares on the adjacent map)

...ELD will be drilled from underground once the ramp gets there

The Sub-Sill Is Well Worth The Effort to Expand, There are 350kt In The Resource With A Grade Of +16 g/t $^{(1)}$



Where possible, the mine design efforts will seek to...

Table 1.2 Sub-Sill Indicated Resource sensitivity to cut-off grade (base case highlighted) Sub-Sill Indicated Resource									
Cutoff Au (g/t) Tonnes (Mt) Au Grade (g/t) Ag Grade (g/t) Cu Grade (%) Contained									
2.00	0.42	6.94	5.73	0.25	93,000	77,000			
2.50	0.35	7.82	6.25	0.27	89,000	71,000			
5.00	0.21	10.88	8.23	0.37	72,000	55,000			
10.00	0.09	15.98	10.23	0.49	45,000	29,000			

Table 1.3 Sub-Sill Inferred Resource sensitivity to cut-off grade (base case highlighted) Sub-Sill Inferred Resource										
Cutoff Au (g/t) Tonnes (Mt) Au Grade (g/t) Ag Grade (g/t) Cu Grade (%) (oz) (
2.00	1.56	6.79	10.54	0.54	341,000	528,000				
2.50	1.33	7.58	11.46	0.60	324,000	490,000				
5.00	0.77	10.50	13.71	0.79	260,000	339,000				
10.00	0.26	17.45	16.21	0.93	147,000	136,000				

...mine the highest grade tonnes early in the schedule

16 (1) See Mineral Resource Estimate, Sub-Sill Underground on page 35. Mineral Resource details are at 2.5 gpt cut off grade.

With ELG, We Were Technically Innovative To Control Costs And Risks. This Will Continue With Media Luna & Sub-Sill

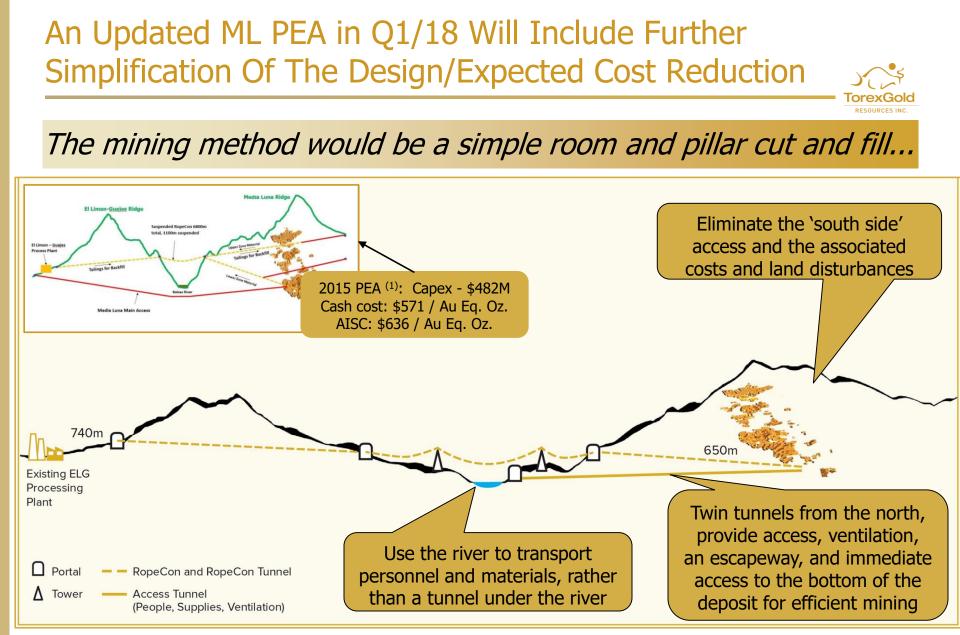
RESOURCES INC

Filtered tails means no risk of tailings dam failures, the RopeCon...





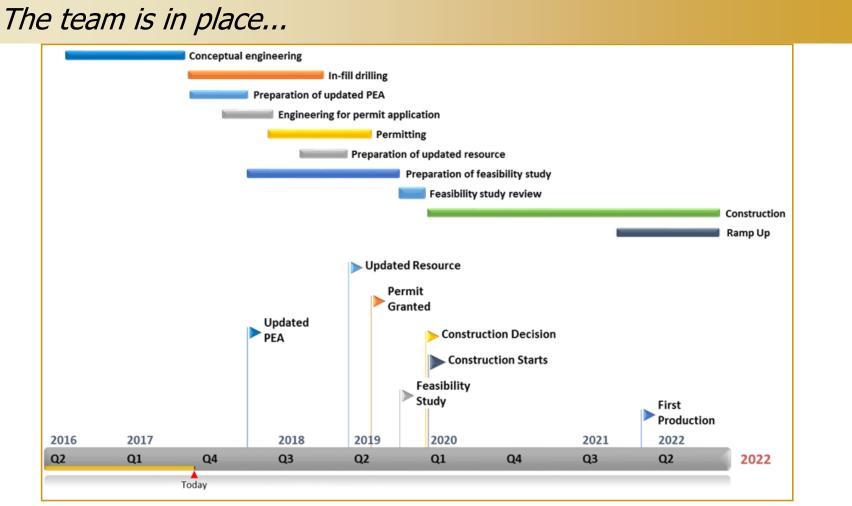
...generates electricity and delivers negative ore transport costs



New PEA expected Q1/2018. On July 21, 2015 Torex Announced a Positive 'PEA' for its Media Luna Project Including a New Inferred Resource Estimate of 7.4 M Au Eq Oz. See also Slide 37.

...extensive use of conveyors will reduce complexity and costs

Potential Media Luna Timeline To Production



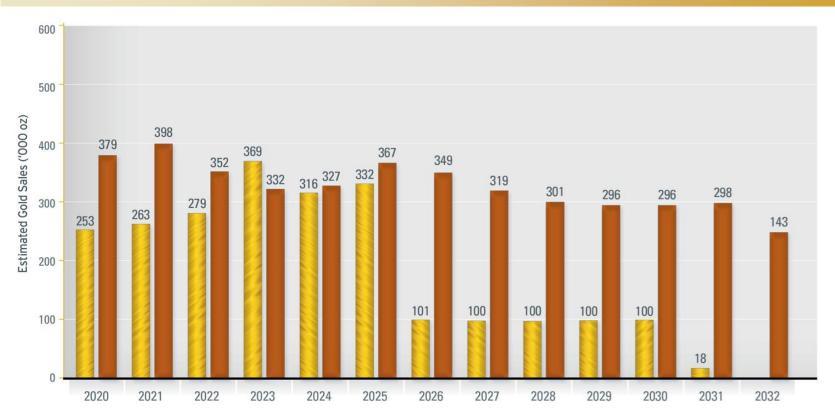
Schedule is for planning purposes. No production decision has been made. Advancing the project is dependent on a number of factors including the results of the updated PEA and any feasibility study undertaken.

...and they are advancing quickly

RESOURCES INC

ELG And Media Luna Are Both 'Company Building Assets', Paired Together They Are More Than Impressive

'Gold' bars – ELG production as per 2015 LOM... (No Sub-Sill)



The Media Luna PEA is preliminary in nature, and is based on inferred mineral resources that are considered too speculative geologically to have the economic considerations applied to them that would enable them to be categorized as mineral reserves, and there is no certainty that the Media Luna PEA will be realized. Mineral resources that are not mineral reserves do not have demonstrated economic viability. ELG production and Media Luna Inferred Resource contribution as contemplated in the PEA including start date based on assumption that development commenced on January 1, 2016. See also Addendum slides 34, 35, 36 and 37.

'Red' bars – Potential ounces from ML inferred resources

Social Innovation Leverages The Technical Innovation to Increase Output, Reduce Risk, And Build Social Licence

An operating strategy that moves past the technical processes...

- An external stakeholder experience of the company that leads to the stakeholders wanting to see the company succeed
- A workplace experience that leads to the workforce willingly contributing the best they have
- An organized workplace so that a willing workforce can be productive



...to social processes that build stakeholder commitment

Technical And Social Innovation Has Set The Stage For Commercial Success In The Challenges Of Guerrero State

The management team has consistently...

- Social complexities For 6+ years we have consistently sought to act in a manner that was received in the local culture as – Honest, Trustworthy, Fair, Loving, Dignifying, and Courageous.
- > This effort to build a solid social foundation has delivered a social licence to operate, productive relationships in the community and at all levels of government.
- All levels of government and the communities seek mining investment as a means of creating a better future. They appreciate the balance that Torex has struck between profit, protecting the environment, and creating a stronger future for communities.
- They want Torex to succeed and to continue to invest, and to see others invest in the Guerrero Gold Belt. This aligning of interests has led to a very effective security arrangement.
- Like any operation anywhere, looking forward, there may be occasional headlines that need to be managed. As in the past, the team will work collaboratively with our partners to maintain high volume, high margin production.

...managed the complexities of mining in Guerrero State



Focussed exposure to a large, high margin, open pit gold asset...

- **)** EL LIMON GUAJES MINE (ELG) $^{(1)}(^{2)}$
 - > +370,000 oz./yr. for 8.5 years, from 2015 reserves of 3.63M Au oz.
 - > High grade, 2.6 g/t open pit, LOM AISC of \$616/oz.

> SUB-SILL PROJECT – A HIGH GRADE UNDERGROUND MINE

- First ore has been extracted from the maiden resource of 324K Au oz. Inferred
 + 89K Au oz. Indicated. Infill and step-out drilling continue to impress.
- > MEDIA LUNA PROJECT (7 km from ELG)⁽²⁾⁽³⁾
 - > Inferred resource of 7.4M Au Eq. oz. (In 1/3rd of the magnetic anomaly)
 - > PEA CAPEX \$482M; Production of 350,000 Au Eq. oz. / yr. for 13 years; LOM AISC of \$636/oz. A feasibility study team is advancing the engineering.

...with nearby growth potential, and a proven team

⁽¹⁾ As per 2016 LOM. See Company's news release dated May 12, 2016, entitled "Torex Announces Q1 2016 and Updated Life of Mine Plan".

⁽²⁾ For a detailed breakdown of mineral reserves and mineral resources by category refer to Addendum slides 33, 34, 35 AND 36.

⁽³⁾ See first paragraph on slide 2.

Standing On The El Limon Crusher, Looking Down the Path of the

RopeCon, the Plant, Nuevo Balsas Village, and the Caracol Reservoir in the Background



SART Plant Construction





The Dome Is Now Completed Over The Fine Ore Stockpile

orexGold



Ball Mill And SAG Mill



Tailings Filters





Mining At Guajes





El Limon Mining



Water Truck Coming Down El Limon Access Road Past The Sub-Sill Portal



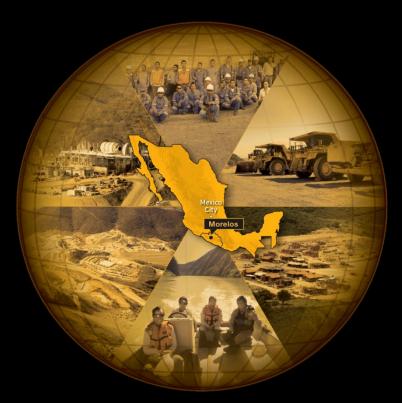


On the Left, One Of The Weekly Community Tours To ELG On The Right, El Limon New Village Resettlement









Addendum

El Limon Guajes Resources



Mineral Resources Estimate – End of Year 2016 – El Limón and Guajes Open Pit Tonnes (Mt) Au Grade (g/t) Ag Grade (g/t) Contained Ag (Moz) Contained Au (Moz) El Limon (inc. El Limon Sur) 6.64 Measured 2.82 4.06 0.60 0.87 2.78 Indicated 23.95 5.42 2.14 4.18 **Measured and Indicated** 30.59 2.79 5.13 2.74 5.04 3.45 1.77 4.23 0.20 0.47 Inferred Guaies 0.31 Measured 3.37 2.84 4.30 0.47 2.81 2.81 0.83 0.83 Indicated 9.16 Measured and Indicated 3.21 1.29 12.53 2.82 1.14 Inferred 0.44 1.50 2.57 0.02 0.04 **Total El Limon-Guajes** Measured 10.00 2.83 4.14 0.91 1.33 Indicated 33.12 2.79 4.70 2.97 5.00 **Measured and Indicated** 2.80 4.57 3.88 6.33 43.12 Inferred 3.89 1.74 4.04 0.22 0.51

Notes to accompany Mineral Resource Estimate - End of Year 2016 - El Limón and Guajes Open Pit table

- 1. The Guajes estimate was prepared by Mark Hertel, RM SME, an employee of MPH Consulting, who is a "qualified person" under NI 43-101. The estimate has an effective date of December 31, 2016. The December 16, 2014 estimate was left unchanged for Guajes West except for depletion through mining. Guajes East, where additional diamond drill information was available, was estimated and has an effective date of December 31, 2016.
- 2. The EI Limon estimate was prepared by Mark Hertel, RM SME, an employee of MPH Consulting, who is a "qualified person" under NI 43-101. The estimate has an effective date of December 31, 2015.
- 3. The EI Limón Sur area within EI Limón estimate was prepared by Mark Hertel, RM SME, an employee of MPH Consulting, who is a "qualified person" under NI 43-101. The EI Limón Sur area has an effective date of August 6, 2014.
- 4. Mineral Resources are classified in accordance with the 2014 CIM Definition Standards for Mineral Resources and Mineral Reserves and the 2003 CIM Estimation of Mineral Resources and Mineral Resou
- 5. Mineral Resources are reported above a 0.7 g/t Au cut-off grade.
- 6. Mineral Resources are reported as undiluted; grades are contained grades.
- 7. Sub-Sill Resources contained within the conceptual pit shell have been removed from the El Limón Open Pit Resources.
- 8. Mineral Resources are reported within a conceptual open pit shell that use the following assumptions. Mineral Resources are reported using a long-term gold price of US\$1380/oz, silver price of US\$21.00/oz. The metal prices used for the Mineral Resources estimates are based on long-term consensus prices. The assumed mining method is open pit, mining costs used are US\$2.36/tonne, processing costs US\$16.70/tonne, general and administrative US\$7.93/tonne processed. Average metallurgical recoveries of 87% for gold and 25% for silver. Assumed pit slopes range from 33° to 49°.
- 9. Mineral Resources are reported using topography with mining progress as of December, 31, 2016. Mining progress applies to both El Limón and Guajes Mineral Resources. Stockpiled ore is not included within the resource table above.
- 10. Rounding as required by reporting guidelines may result in apparent summation differences between tonnes, grade, and contained metal content.



Sub-S	Sub-Sill Underground Mineral Resource Estimate – Effective February 24, 2017										
	TonnesAu GradeAg GradeCu GradeContained AuContained Ag(Mt)(g/t)(g/t)(%)(oz)(oz)										
Sub-Sill											
Indicated	0.35	7.82	6.25	0.27	89,000	71,000					
Inferred											

Notes to accompany Sub Sill Underground Mineral Resource Table

- 1. The estimate was prepared by Mark. P. Hertel, RM SME, an employee of MPH Consulting, who is a "Qualified Person" under NI 43-101.
- 2. The estimate has an effective date of February 24, 2017.
- 3. Mineral Resources are classified in accordance with the 2014 CIM Definition Standards for Mineral Resources and Mineral Reserves and the 2003 CIM Estimation of Mineral Resources and Mineral Reserves Best Practice Guidelines.
- 4. Mineral Resources are reported above a 2.5 g/t Au cut-off grade.
- 5. Mineral Resources are reported as undiluted; grades are contained grades.
- 6. Sub Sill Resources contained within the conceptual pit shell have been removed from the El Limón Open Pit Resources.
- 7. Mineral Resources are reported using a long-term gold price of US\$1380/oz, and silver price of US\$21.00/oz.
- 8. The assumed mining method is from underground.
- 9. Recoveries gold 87% and silver 25%.
- 10. Rounding as required by reporting guidelines may result in apparent summation differences between tonnes, grade, and contained metal content.

El Limón Guajes Reserves



Mineral Reserve Estimate – End of Year 2016 – El Limón and Guajes Open Pit										
Tonnes (Mt) Au Grade (g/t) Ag Grade (g/t) Contained Au (Moz) Contained Ag (Mo										
El Limon (inc. El Limon Sur)										
Proven	6.3	2.65	3.49	0.5	0.7					
Probable	20.2	2.61	4.58	1.7	3.0					
Proven and Probable	26.5	2.62	4.32	2.2	3.7					
Guajes										
Proven	3.2	2.55	3.49	0.3	0.4					
Probable	9.3	2.55	2.47	0.8	0.7					
Proven and Probable	12.6	2.55	2.74	1.0	1.1					
Mine stockpiles										
Proven	0.8	2.05	4.76	0.1	0.1					
Total El Limon-Guajes										
Proven	10.4	2.57	3.59	0.9	1.2					
Probable	29.5	2.59	3.91	2.5	3.7					
Total	39.8	2.59	3.83	3.3	4.9					

Notes to accompany the "Mineral Reserve Estimate - End of Year 2016 - El Limón and Guajes Open Pit" table .

1. Mineral reserves are reported based on open pit mining within designed pits above in situ cut-off grades that are 0.80 g/t Au for all ore types. Mineral reserves incorporate and estimate for dilution and mining losses. The cut-off grades and pit designs are considered appropriate for the metal price of \$US1200/Oz and \$US 17/oz silver.

- 2. Mineral reserves are founded on, and included within, El Limón and Guajes Mineral resource estimates with effective dates of December 31, 2016 for the Guajes and El Limón deposits; an effective date of August 6, 2014 for the El Limón Sur deposit; and an effective date of December 31, 2016 for the Stockpiles.
- 3. The depletion for the 2016 comes from mining carried out in Guajes and El Limón.
- 4. Mineral reserves were developed in accordance with CIM (2014) guidelines.
- 5. Rounding may result in apparent summation differences between tonnes, grade, and contained metal content.
- 6. The mineral reserve estimate was prepared by Victor A Barua, AUSIMM member and an employee of the Company, who is a "qualified person" under NI 43-101.

Media Luna Deposit Inferred Mineral Resource Estimate at a 2.0 g/t Au Eq. Cut-off Grade.



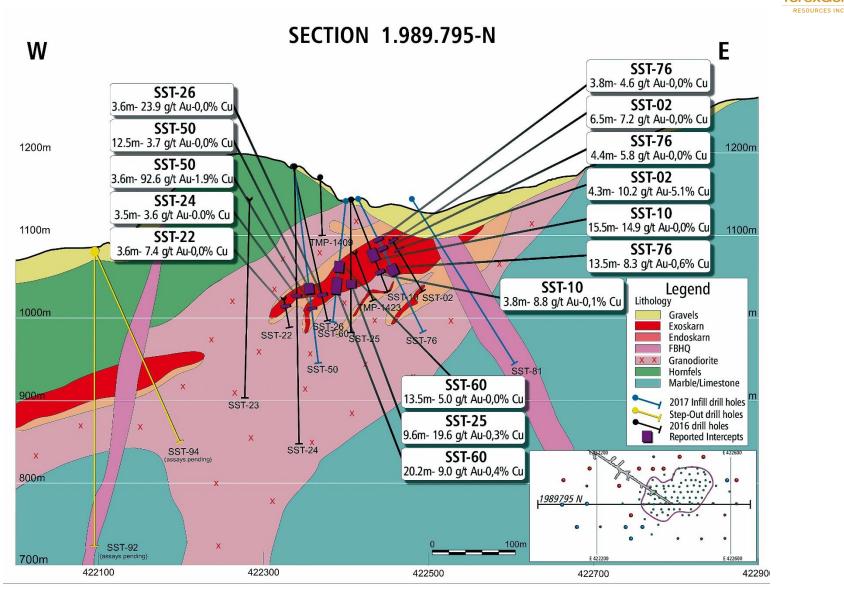
Deposit	Resource Category	Tonnes (Mt)	Gold Eq. Grade g/t	Contained Gold Eq. (Moz)	Gold Grade (g/t)	Contained Gold (Moz)	Silver Grade g/t	Contained Silver (Moz)	Copper Grade %	Contained Copper (MIb)
Media Luna	Inferred	51.5	4.48	7.42	2.40	3.98	26.59	44.02	0.99	1,128.50

Notes to accompany mineral resource table

- 1. The qualified person for this estimate is Mark Hertel, RM SME, an AMEC Foster Wheeler employee as at the date of the estimate. The estimate has an effective date of June 23, 2015.
- 2. Au Equivalent (AuEq) = Au (g/t) + Cu % (79.37/47.26) + Ag (g/t) (0.74/47.26)
- 3. Mineral Resources are reported using a 2 g/t Au Eq. grade
- 4. Mineral Resources are reported as undiluted; grades are contained grades
- 5. Mineral Resources are reported using a long-term gold price of US\$1470/oz, silver price of US\$23.00/oz, and copper price of US\$3.60/lb. The metal prices used for the Mineral Resources estimates are based on Amec Foster Wheeler's internal guidelines which are based on long-term consensus prices. The assumed mining method is underground, costs per tonne of mineralized material, including mining, milling, and general and administrative used were US\$50 per tonne to US\$60 per tonne. Metallurgical recoveries average 88% for gold and 70% for silver and 92% for copper.
- 6. Inferred blocks are located within 110 m of two drill holes, which approximates a 100 m x 100 m drill hole grid spacing.
- 7. Mineral resources that are not mineral reserves do not have demonstrated economic viability.
- 8. Rounding as required by reporting guidelines may result in apparent summation differences between tonnes, grade, and contained metal content.

The Media Luna PEA is preliminary in nature, and is based on inferred mineral resources that are considered too speculative geologically to have the economic considerations applied to them that would enable them to be categorized as mineral reserves, and there is no certainty that the Media Luna PEA will be realized. Mineral resources that are not mineral reserves do not have demonstrated economic viability.

Cross Section, El Limon Sub-Sill⁽¹⁾



⁽¹⁾ See Company's news releases dated January 5, 2017, February 13, and September 19, 2017 regarding the results of drilling programs under the Sub-Sill

The Ramp is Advancing Approximately 4 Meters per Day



Pictures on the left show good ground conditions in the ramp...





...on the right, core from above, and in the mineralized zone





For further information: Gabriela Sanchez, VP Investor Relations email: <u>gabriela.sanchez@torexgold.com</u> - Mobile: (416) 357-6673 - www.torexgold.com