

BLACKROCK SILVER CORP. (Formerly Blackrock Gold Corp.)
Management Discussion and Analysis
For the Three Months Ended January 31, 2021

Reported on March 31, 2021

General

The following Management Discussion and Analysis (“MD&A”) on performance, financial condition and prospects of Blackrock Silver Corp. (formerly Blackrock Gold Corp.) (“Blackrock” or the “Company”) should be read in conjunction with the unaudited condensed consolidated interim financial statements and notes thereto for the three months ended January 31, 2021 and the audited consolidated financial statements and notes thereto for the year ended October 31, 2020. The Company’s condensed consolidated interim financial statements are prepared under International Financial Reporting Standards (“IFRS”). All financial information is presented in Canadian dollars, unless otherwise stated. All references to a year refer to the year ended on October 31st of that year. The date of this MD&A is March 31, 2021.

Additional information on the Company is available on SEDAR at www.sedar.com and on the Company’s website at www.blackrocksilver.com.

Forward-Looking Statements

This MD&A includes certain statements that may be deemed “forward-looking statements”, as defined under applicable securities law. Other than statements of historical facts, statements in this discussion, including, but not limited to expected or anticipated events or developments, are forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include, but are not limited to, market prices, demand for the Company’s products, exploration and evaluation successes or delays, continued availability of capital and financing, general economic, market or business conditions, trends in the markets for precious metals and other commodities, technological advancement, competition and the risk factors identified herein. Forward-looking statements are subject to numerous risks and uncertainties, certain of which are beyond the control of the Company, including, but not limited to, changes in market trends, risks associated with resource assets, risks inherent in mineral exploration, risks associated with development, construction and mining operations, the uncertainty of future profitability, commodity prices, industry conditions, dependence upon regulatory, environmental and governmental approvals, and the uncertainty of obtaining additional financing. The information provided herein with respect to the Company’s properties and activities should be read in reference to the technical reports and other relevant disclosure documents prepared by or on behalf of the Company, which may be viewed by interested parties at www.sedar.com. Although the Company believes the expectations expressed in any forward-looking statement are based on reasonable assumptions, investors are cautioned that any such statements are not guarantees of future performance and those actual results or developments may differ materially from those projected in the forward-looking statements. The forward-looking information and statements are only made as of the date of this MD&A.

Management's Responsibility for Financial Statements

The Company's management is responsible for the presentation and preparation of the condensed consolidated interim financial statements and the MD&A. The condensed consolidated interim financial statements have been prepared in accordance with IFRS. The MD&A has been prepared in accordance with the requirements of securities regulators, including National Instrument 51-102 *Continuous Disclosure Obligations* of the Canadian Securities Administrators.

Qualified Person

Technical information contained in this MD&A has been prepared by or under the supervision of Mr. William Howald, Executive Chairman of Blackrock Silver Corp. Mr. Howald, AIPG Certified Professional Geologist #11041, is a “Qualified Person” for the purpose of National Instrument 43-101 *Standards of Disclosure for Mineral Projects*.

Description of Business

The Company is a British Columbia company engaged in the acquisition, exploration and development of gold and silver mines and projects in Nevada, USA. The mineral properties material to the Company are its interests in the Silver Cloud property situated in Elko, Nevada (the “**Silver Cloud Project**”), and the Tonopah West property located in the Walker Lane trend of western Nevada (the “**Tonopah West Project**”).

The Company entered into a lease agreement dated October 27, 2017 (the “Lease”) on the Silver Cloud Project, which affords the Company all rights and privileges incidental to ownership, including rights to explore, develop and mine the Silver Cloud Project. The Company controls 100% of the Tonopah West Project, which it acquired through a Lease Option to Purchase agreement on April 2, 2020.

With the Silver Cloud Project and the Tonopah West Project, the Company has strategic interests in two prolific low-sulphidation epithermal districts in Nevada. With a presence on both the Walker Lane and the Northern Nevada Rift, these two strategic projects provide the Company with a significant position on two prolific gold and silver belts in Nevada.

The Company also owns 100% of the Moore Property located in the Kamloops Mining Division of British Columbia. The Moore Property is not material to the Company and was written off in 2017, as the Company shifted its focus to Nevada.

COVID-19

In response to the global outbreak of COVID-19, on March 17, 2020, the governor of Nevada ordered the closure of all non-essential businesses in the state of Nevada to help prevent the spread of the virus. On April 1, 2020, the governor of Nevada issued a “stay at home” order, which was updated on April 8, 2020. The order restricted non-essential activities, travel and business operations, subject to certain exceptions for necessary activities through April 30, 2020, which was subsequently extended to May 15, 2020. On April 30, 2020, the governor of Nevada announced Nevada’s “Roadmap to Recovery Plan”, which outlined certain criteria and milestones that had to be met in order to safely restart Nevada’s economy. Phase 1 and Phase 2 of the Nevada reopening plan commenced on May 9, 2020 and May 29, 2020, respectively, allowing certain non-essential businesses to voluntarily reopen under strict restrictions. The Company’s development activities, including exploration drilling, are considered an “essential business” in Nevada and are permitted to continue, so long as these activities are conducted in a safe manner, in groups of ten or less, and social distancing measures are maintained.

Selected Annual Information

	Restated Balances*		
	October 31, 2020 \$	October 31, 2019 \$	October 31, 2018 \$
Net sales or revenue	-	-	-
Exploration expenditures	5,579,444	653,371	49,573
General and administrative expenses **	6,066,148	1,668,393	1,133,816
Other expenses **	55,988	25,331	14,226
Net loss	11,701,580	2,347,095	1,197,615
Loss per share basic and fully diluted	0.15	0.05	0.04
Total assets	8,467,651	2,047,110	1,077,798

* Restated Balances – In accordance with the change in accounting policy, as outlined in Note 4 of the consolidated financial statements for the year ended October 31, 2020, the balances have been restated to reflect the new accounting policy related to exploration expenditures.

** The Company has separated out “other expenses” from “general and administrative expenses”, on the consolidated statements of loss and comprehensive loss, for presentation purposes.

The table below outlines the previously reported balances prior to the change in accounting policy.

	October 31, 2019 \$	October 31, 2018 \$
Net sales or revenue	-	-
General and administrative expenses	1,693,724	1,148,042
Net loss	1,693,724	1,148,042
Loss per share basic and fully diluted	0.04	0.04
Total assets	2,750,054	1,127,371

The above data has been prepared in accordance with IFRS.

In the last few days of fiscal 2017, the Company acquired an exploration property in Nevada, the Silver Cloud property. With the acquisition, the Company became more active with the then management, focusing on increasing the Company’s exposure through marketing and consulting. As a result, the Company’s general and administrative expenditures steadily increased from the beginning of 2018. However, with the focus on increasing the Company’s exposure, little work was completed on the Silver Cloud property. As such, the Board of Directors (the “Board”) decided it was time to bring on a management team more focused on exploring the Silver Cloud property. In May 2019, the Company hired a full-time Chief Executive Officer and brought in an Executive Chairman, on a full-time basis, to oversee the Company’s exploration activities. Beginning in fiscal 2019, the new management team ramped up exploration work on the Silver Cloud property, as well as marketing and consulting expenditures, to help increase awareness of the Silver Cloud property. In April 2020, the Company acquired a second property, the Tonopah West property. Once the Company acquired the property, significant resources were allocated to a drilling program on the program. The drill program was very successful and helped the Company’s share price increase significantly, to a high of \$1.61 in July 2020.

With the significant increase in the overall operations, expenditures increased significantly from 2019 to 2020. Below is a breakdown and review of the general and administrative expenditures for fiscal 2019 and 2020. Exploration activities are discussed in the **Exploration and Evaluation Expenditures** section.

Summary of Quarterly Results

	Restated Balances*							
	Jan 2021 \$	Oct 2020 \$	Jul 2020 \$	Apr 2020 \$	Jan 2020 \$	Oct 2019 \$	Jul 2019 \$	Apr 2019 \$
Exploration expenditures	3,690,884	3,717,123	1,005,042	375,878	481,401	577,194	49,074	-
General and administrative expenses**	879,094	4,420,247	683,927	528,831	433,143	985,919	307,360	144,184
Other expenses (income)**	(20,920)	44,843	2,216	2,980	5,949	19,078	2,126	2,980
Net loss	(4,549,058)	(8,182,213)	(1,691,185)	(907,689)	(920,493)	(1,582,191)	(358,560)	(147,164)
Loss per share	(0.04)	(0.11)	(0.02)	(0.01)	(0.01)	(0.03)	(0.01)	(0.00)
Total assets	3,688,372	8,467,651	13,468,808	1,804,961	1,837,312	2,047,110	1,137,640	773,360

* Restated Balances – In accordance with the change in accounting policy, as outlined in Note 4 of the consolidated financial statements for the year ended October 31, 2020, the balances have been restated to reflect the new accounting policy related to exploration expenditures.

** The Company has separated out “other expenses” from “general and administrative expenses”, on the consolidated statements of loss and comprehensive loss, for presentation purposes.

The table below outlines the previously reported balances prior to the change in accounting policy.

	Jul 2020 \$	Apr 2020 \$	Jan 2020 \$	Oct 2019 \$	Jul 2019 \$	Apr 2019 \$	Jan 2019 \$
General and administrative expenses	686,053	531,811	439,092	1,004,997	309,486	147,164	232,077
Net loss	(686,053)	(531,811)	(439,092)	(1,004,997)	(309,486)	(147,164)	(232,077)
Loss per share	(0.01)	(0.01)	(0.01)	(0.03)	(0.00)	(0.00)	(0.01)
Total assets	14,993,860	3,219,308	2,758,033	2,750,054	1,263,390	850,036	953,539

For each of the above periods, the Company had no revenue from the Company’s mineral property interests.

The Company’s general and administrative expenses vary significantly depending on the level of activity in each quarter. The main areas of variation are in management fees, consulting fees and share-based compensation. In May 2019, the Company brought on a new management team, including a new CEO and chairman. As a result, the management fees steadily increased, as did share-based compensation, as they were given share options upon their hiring. In addition, there were share options issued in the fourth quarter of 2019 to management, employees, directors and consultants.

In 2020, the Company continued ramping up exploration work on the Silver Cloud property, as well as increasing awareness of the Silver Cloud Project through marketing and consulting expenditures. In April 2020, the Company acquired a second project, the Tonopah West Project. Once acquired, the Company began a significant exploration program on the property. In July 2020, the Company received very positive results, which resulted in the Company’s share price appreciating to all-time highs, reaching a peak of \$1.61 in July 2020. With the results, the Company was able to raise gross proceeds of \$7.5M through a non-brokered private placement. With the funding, the Company continued to increase drilling on the Tonopah West property, while concurrently increasing the marketing and awareness of the Company in the markets.

Three Months Ended January 31, 2021

	Three Months Ended January 31,	
	2021	2020
	\$	\$
Accounting and audit	1,794	8,750
Bank charges and interest	2,881	1,335
Consulting fees	30,252	18,502
Depreciation	-	3,036
Insurance	12,225	5,183
Legal fees	46,258	18,933
Management fees	131,135	102,123
Marketing and communications	350,208	164,638
Office	21,728	14,896
Regulatory and filing fees	21,294	7,824
Rent	6,143	1,734
Share-based payments	218,504	14,000
Travel	6,899	48,382
Wages	29,773	23,807
	879,094	433,143

For the three months ended January 31, 2021, the Company incurred operating expenses of \$879,094, as compared with \$433,143 during the same period in 2020. The Company has continually ramped up its operations in Nevada and has also increased its management team while also becoming more active in marketing in order to increase its exposure in the market. Of note, the following expenses changed significantly during the three months ended January 31, 2021, as compared with the same period in 2020:

- (i) Legal fees increased to \$46,258 in 2021, as compared with \$18,933 during the same period in 2020. During the period, the Company completed its Annual Information Form (“AIF”) in anticipation for the bought-deal financing completed in February 2021. In addition to the sulphuration AIF, the Company also brought on their CFO as a full-time employee while also issuing restricted share units during the period. This resulted in higher legal fees, as compared with the same period in 2020;
- (ii) Management fees totaling \$131,135, as compared with \$102,123 during the same period in 2020. The increase is the result of higher management fees being charged during period, as compared with the same period in 2020;
- (iii) Share-based compensation totaled \$218,504, as compared with \$14,000 during the same period in 2020. The increase is the result of restricted share units being issued during the period and share-based compensation related to options issued for investor relations services; and
- (iv) Marketing and communications expense increased to \$350,208, as compared with \$164,638 during the same period in 2020. The Company entered into several consulting agreements to assist with marketing and bringing attention to the Tonopah and Silver Cloud properties and their drill results through various media streams.

Related Party Transactions

All transactions with related parties have occurred in the normal course of operations and management represents that they have occurred on a basis consistent with those involving unrelated parties and, accordingly, that they are measured at fair value.

As at January 31, 2021, the Company owed \$110,637 (October 31, 2020 - \$235,224) to related parties as follows:

- (i) \$19,722 (2020 - \$67,025) in management fees and \$7,618 (2020 - \$5,412) in administration fees to Tanadog Management and Technical Services, Inc., a company controlled by the current chairman of the board. In addition, a total of \$37,994 (2020 - \$57,484) is payable as expense reimbursements;
- (ii) \$Nil (2020 - \$20,000) in management fees to the Company's CFO;
- (iii) \$Nil (2020 - \$40,000) to The Mining Recruitment Group Ltd., a company controlled by the CEO of the Company for consulting fees; and
- (iv) \$45,303 (2020 - \$45,303) to the former CEO of the Company for management fees.

Key management compensation

During the period ended January 31, 2021, the Company paid or accrued compensation to key management, or companies controlled by them, totalling \$142,879 (2020 - \$128,168). Of this amount:

- (i) \$5,500 (2020 - \$8,250) in management fees to Minhas Consulting Corp., a company controlled by the current CFO;
- (ii) \$13,333 (2020 - \$Nil) in management fees bonuses to the current CFO;
- (iii) \$59,800 (2020 - \$69,916) in management fees and \$14,246 (2020 - \$5,002) in administration fees to Tanadog Management and Technical Services, Inc., a company controlled by the current chairman of the board; and
- (iv) \$50,000 (2020 - \$45,000) in management fees to The Mining Recruitment Group Ltd., a company controlled by the CEO.

During the period ended January 31, 2021, 9,405 (2020 - \$10,374) in health and dental benefit premiums were paid on behalf of officers, employees and directors of the Company.

On October 1, 2019, the Company entered into a consulting agreement with a company whereby that company's director was retained to perform executive, technical, managerial and consulting services, as directed by the Company's Board, to act as executive chair of the Company, to serve as a director of the Company and to hold such additional offices to which he may be appointed by the Company or any subsidiary of the Company. The agreement is effective September 1, 2019 for a term of one year with automatic renewals of consecutive one-year terms. Pursuant to the agreement, the consultant will receive a consulting fee at the base rate of US\$144,000 per annum, payable in equal monthly instalments of US\$12,000.

On October 1, 2019, the Company entered into a consulting agreement with a company whereby that company's president was retained to perform executive, managerial and consulting services, as directed by the Company's Board, to act as president and chief executive officer of the Company, to serve as a director of the Company and to hold such additional offices to which he may be appointed by the Company or any subsidiary of the Company. The agreement is effective October 1, 2019 for a term of one year with automatic renewals of consecutive one-year terms. Pursuant to the agreement, the consultant will receive a consulting fee at the base rate of \$180,000 per annum, payable in equal monthly instalments of \$15,000.

Pursuant to the agreements:

- (i) The annual base rates are subject to increase at the Board's discretion;
- (ii) The consultants are entitled to receive an annual bonus, as determined at the Board's discretion;
- (iii) The consultants are entitled to participate in the Company's stock option plan;

- (iv) The consultants may terminate the agreements upon three months' written notice and will receive a termination payment equal to the then applicable base rate per annum if terminated for other than cause; and
- (v) If at any time during the term of the agreements there is a change of control (as defined) and the contracts are terminated within six months of the date of change of control, the consultants will receive an amount equal to two times both the then applicable base rate and any bonus paid or payable in respect of the Company's most recently completed financial year.

On November 1, 2019, the Company entered into an employment agreement with its corporate secretary for a term of one year with automatic renewals. Pursuant to the agreement, the corporate secretary will:

- (i) Receive a severance benefit equal to three times his current monthly salary, which shall increase by one month per year to a maximum of six months. In addition, his coverage under employee benefit programs will continue for an equal period of time unless the Company elects to pay a lump sum cash payment equal to the projected cost of maintaining him in such programs in lieu; and
- (ii) If at any time during the term of the agreement there is a change of control (as defined) and his employment is terminated within six months of the date of change of control, he will receive an amount equal to six times his current monthly salary, which will increase by one month per year to a maximum of 12 months and benefits for the same period in lieu of notice, severance, damages or other payments.

Subsequent to year-end, on January 1, 2021, the Company entered into an employment agreement with its CFO. Pursuant to the agreement, the CFO will:

- (i) Is eligible for a target annual bonus based on the Company achieving its annual targets, individual performance and according to the annual bonus plan, as determined by the Compensation Committee;
- (ii) If terminated without cause or if he leaves the Company within six months of a change of city from which the Company carries on business, he is entitled to three months of his current annual base salary plus the pro rata amount of the previous year's annual bonus plus the cash equivalent of accrued vacation pay; and
- (iii) If terminated within six months of a change of control (as defined), he is entitled to receive severance pay equal to 12 months of annual base salary, plus the pro rata amount of the previous year's annual bonus plus the cash equivalent of accrued vacation pay.

Liquidity and Capital Resources

Working capital on January 31, 2021 was \$1,126,825 (October 31, 2020 - \$5,261,391), which is the current assets minus the current liabilities of the Company. The sources of cash in the year included cash from issuing common shares, share options and share purchase warrants exercised, and borrowing (loans).

The Company's continuation as a going concern is dependent on its ability to raise equity capital or borrowings sufficient to meet current and future obligations. Future operations, acquisitions and exploration will require additional capital, which the Company anticipates could come from loans, private placements and public offerings of the Company's shares. There can be no assurances that management's plans for the Company will be successful. To date, the Company has not earned operating revenue. The Company is uncertain that it can raise capital to meet its obligations, fund operations or advance its mineral projects. The Company is subject to significant liquidity risk. See the section titled **Risks and Uncertainties** below.

The condensed consolidated interim financial statements for the three months ended January 31, 2021 have been prepared on a going concern basis, which contemplates the realization of assets and discharge of liabilities in the normal course of business for the foreseeable future. This MD&A does not give effect to any adjustment that would be necessary should the Company be unable to continue as a going concern, and therefore, be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in this MD&A. The Company continues to raise funds through equity raises and through the exercise of share options and warrants. The Company will need to continue to raise funds in order to continue on as a going concern.

	January 31, 2021	October 31, 2020
	\$	\$
Working capital	1,126,825	5,261,391
Deficit	22,672,709	18,123,651

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Accounting Principles

The condensed consolidated interim financial statements have been prepared in accordance with IFRS. The policies and estimates are considered appropriate under the circumstances, but are subject to judgments and uncertainties inherent in the financial reporting process. See also Note 2 in the consolidated financial statements for the year ended October 31, 2020, for additional detail on accounting principles.

Future Accounting Pronouncements

New IFRS pronouncements that have been issued but are not yet effective at the date of the condensed consolidated interim financial statements are listed below. The Company plans to apply the new standards or interpretations in the annual period for which they are first required.

(i) Presentation of financial statements

An amendment to International Accounting Standard 1 *Presentation of Financial Statements* was issued in January 2020 and applies to annual reporting periods beginning on or after January 1, 2023. The amendment clarifies the criterion for classifying a liability as non-current relating to the right to defer settlement of a liability for at least twelve months after the reporting period.

Exploration and Evaluation Expenditures

Title disclaimer

As at October 31, 2020, all of the Company's exploration and evaluation assets are located in British Columbia, Canada, and Nevada, United States. Title to mining properties involves certain inherent risks due to the difficulties of determining the validity of certain claims, as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mining properties. The Company has investigated title to its mineral properties and, to the best of its knowledge; its properties are in good standing.

UNITED STATES

	Silver Cloud	Tonopah West	Total
Acquisition and Holding Costs	\$	\$	\$
Balance, October 31, 2019	920,721	-	920,721
Additions	275,667	513,274	788,941
Foreign currency translation	(254)	(30,970)	(31,224)
Balance, October 31, 2020	1,196,134	482,304	1,678,438
Additions	-	-	-
Foreign currency translation	(16,773)	(19,294)	(36,067)
Balance, January 31, 2021	1,179,361	463,010	1,642,371

The acquisition cost and exploration and evaluation expenditures relating to the West Silver Cloud property have been included with those of Silver Cloud.

The exploration expenditures for the three months ended January 31, 2021 were as follows:

	Silver Cloud	Tonopah West	Total
Exploration Expenditures	\$	\$	\$
Drilling	498,040	2,875,941	3,373,981
Geology and consulting	72,585	220,201	292,786
Geophysics	-	17,923	17,923
Legal	-	6,194	6,194
Total	570,625	3,120,259	3,690,884

The exploration expenditures for the three months ended January 31, 2020 were as follows:

	Silver Cloud	Tonopah West	Total
Exploration Expenditures	\$	\$	\$
Drilling	481,401	-	481,401
Total	481,401	-	481,401

Mining Properties Owned by Blackrock

Silver Cloud Project

On October 27, 2017, the Company entered into a Lease Agreement (the “Lease”) with Pescio Exploration, LLC (“Pescio” or the “Lessor”) with respect to 552 unpatented lode mining claims situated in Elko County, Nevada, and known as the Silver Cloud Project (the “Property”). The Lease affords Blackrock all rights and privileges incidental to ownership, including rights to explore, develop and mine the Property. The term of the Lease is 10 years from October 27, 2017 (the “Effective Date”), and so long thereafter as: a) exploration and/or development is taking place on the Property, and/or b) the Property is held by Blackrock or its successors and assigns, unless earlier terminated in accordance with the terms of the Lease.

In June 2019, the Company completed negotiations to amend the Lease terms and conditions with the underlying owner. The amended Lease provides for lower upfront payments, a reduction of the net smelter return royalty through a buyout and a purchase option for the Property.

Pursuant to the original Lease, to acquire and maintain the Lease in good standing, Blackrock:

- (a) reimbursed the Lessor US\$92,308 (\$120,296) for the 2017 Bureau of Land Management (“BLM”) fees;
- (b) paid US\$100,000 (\$130,320) and issued 1,000,000 common shares of the Company to the Lessor at a price of \$0.13 per share;
- (c) paid US\$100,000 (\$131,810) in lease payments to the Lessor for year 1;
- (d) must perform a minimum total of 15,000 feet of drilling on the Property during the first 3 years of the term of the Lease;
- (e) must drill an additional 90,000 feet from years 4 to 9 and 20,000 feet each subsequent year;
- (f) must pay all BLM permit costs. The Company paid BLM fees of US\$91,080 (\$123,459) in 2020 and US\$91,080 (\$119,415 in 2019); and
- (g) must make additional payments to the Lessor of US\$100,000 in year 2, US\$150,000 in year 3, US\$200,000 in year 4, US\$250,000 in year 5, US\$500,000 in year 6, US\$750,000 in year 7 and US\$1,500,000 per year starting in year 8.

Pursuant to the amending agreement:

- (i) The Company must make the following cash payments:
 - i. 2nd Anniversary of the Effective Date October 27, 2019, US\$75,000 (\$98,731) (paid);
 - ii. 3rd Anniversary of the Effective Date October 27, 2020, US\$100,000 (\$131,640) (paid);
 - iii. 4th Anniversary of the Effective Date October 27, 2021, US\$150,000;
 - iv. 5th Anniversary of the Effective Date October 27, 2022, US\$200,000;
 - v. 6th Anniversary of the Effective Date October 27, 2023, US\$500,000;
 - vi. 7th Anniversary of the Effective Date October 27, 2024, US\$750,000; and
 - vii. 8th Anniversary of the Effective Date and all subsequent anniversaries the Lease is in effect, US\$1,500,000.

The Company is committed to and must pay all minimum payments up to and including the October 27, 2022 payment. The cash minimum payments will not be credited cumulatively against the Company’s royalty payment obligations.

- (ii) The Company must complete the following minimum drilling requirements:
 - i. 1st to 5th year of the Lease, 25,000 feet;
 - ii. 6th year of the Lease, 10,000 feet;
 - iii. 7th year of the Lease, 20,000 feet;
 - iv. 8th year of the Lease, 20,000 feet; and
 - v. 9th year of the Lease and each subsequent Lease year, 20,000 feet.

If the minimum drilling threshold is not achieved, the Company is subject to a penalty of US\$50 per foot of undrilled footage.

- (iii) The Company was granted the sole and exclusive option to purchase and own 100% of the Property for a total purchase price of US\$3,500,000 on or before October 27, 2023. Exercising the purchase option will terminate the Company’s obligation with respect to making any further cash payments and the only further payment obligation is the royalty. If the option to purchase is exercised, the exploration drilling commitment or drilling escape payment obligations remain in effect. If the Company elects to exercise the purchase option after October 27, 2023, it will have to pay a total purchase price of US\$5,000,000 and will be obligated to pay all minimum payments and any and all related financial obligations.

- (iv) The Company will pay Pescio a non-participating royalty of 3.5% based on the gross value from the production or sale of minerals from the Property and any area of interest acquired interests. The royalty percentage, as a whole, is made subject to a buy-down option of 3.5% representing 1% of the gross value for a total of US\$3,000,000 at any time within the first five years.

On July 11, 2019, the Company, through its US subsidiary, Blackrock Gold Corp. (“Blackrock US”), entered into a purchase agreement for 20 unpatented mining claims located immediately adjacent to the western boundary of the Property. These unpatented lode mining claims, collectively known as the West Silver Cloud property, extend the Property westward from the Northwest Canyon target. The Company:

- (i) Paid US\$5,000 upon closing of the transaction;
- (ii) Issued 150,000 common shares of the Company; and
- (iii) Issued 50,000 common share purchase warrants exercisable for a period of 3 years with an exercise price of \$0.20 per common share.

The Property is subject to a production royalty equal to one-half of 1% (0.5%) of the net smelter returns. The Company has the right to purchase the royalty at any time for US\$500,000.

Tonopah West Project

On February 24, 2020, the Company, through its subsidiary, Blackrock US, entered into the Blackrock Gold Corp. Option Agreement (the “OA”) with Nevada Select Royalty, Inc. (“Nevada Select”), a wholly owned subsidiary of Ely Gold Royalties Inc., with respect to 17 unpatented mining claims and 23 patented mining claims (the Tonopah Claims) and 75 patented mining claims (the Cliff ZZ Claims), collectively known as the Nevada Select Claims, situated in Esmeralda and Nye counties, Nevada, and known as the Tonopah West Project (the “Project”). The OA gives and grants Blackrock US the sole and exclusive right and option to purchase 100% of Nevada Select’s right, title and interest in and to the Project, including the existing data (as defined) possessed by Nevada Select and any additional data, information and records regarding the Project acquired by Nevada Select during the option period. The term of the OA is until the first to occur of (i) the option closing; (ii) the termination of the OA; or (iii) four years from the Initial Closing Date, being April 1, 2020. Until all option payments have been made and the option is exercised and closed, Blackrock US must pay all claim maintenance and rental fees for the Nevada Select Claims.

Pursuant to the OA, the total purchase price of US\$3,000,000 will be paid by the following option payments:

- (i) On the Initial Closing Date, US\$325,000 (\$464,815) (paid);
- (ii) 1st Anniversary of the Initial Closing Date, US\$325,000 (paid subsequent to period-end);
- (iii) 2nd Anniversary of the Initial Closing Date, US\$650,000;
- (iv) 3rd Anniversary of the Initial Closing Date, US\$700,000; and
- (v) 4th Anniversary of the Initial Closing Date, US\$1,000,000.

Upon the option exercise, Blackrock US will grant Nevada Select a 3% net smelter returns mineral production royalty in respect of all products (as defined) produced from the Nevada Select Claims.

During the option period and following the option exercise, if the option closing occurs and unless otherwise agreed by the parties, if either party or its affiliate acquires, directly or indirectly, any additional mining claims, located wholly or partly within the area of interest (as defined), the after-acquired interest will be included in and form part of the Nevada Select Claims and will be subject to the OA. If any unpatented or patented claims or other property are or become subject to any third-party royalty obligations

that existed prior to initial closing, the royalty will be reduced so that the total royalty percentage on each of the mining claims or real property interests comprising the Project does not exceed 3%.

Blackrock US can terminate the OA without further liability at any time by giving written notice of termination to Nevada Select, and Nevada Select will retain all payments made prior to termination.

CANADA – Moore Property

During the year ended October 31, 2017, the Company wrote-off all costs related to this project, as management has no plans to complete any additional work on the property. The 14 claims will be allowed to lapse as they come due in 2021.

Silver Cloud Project Update

Based on the historical geological work and drill results, Silver Cloud, like the Midas and Hollister deposits, is a low sulphidation epithermal gold deposit. Between 1999 and 2002, Placer Dome Inc. and Teck Resources Limited completed drilling in the Silver Cloud mine area, which returned bonanza-grade gold intercepts. Geologic cross-sections show the bonanza-gold grades in the Placer Dome and Teck drill holes (1.5m of 12.5 g/t Au and 0.7m grading 7.6 g/t Au, respectively) align at the same elevation and suggest an east-west zone with approximately 1,500 metres (or “m”) of strike potential. A revaluation of the surface geochemistry, geology and geophysics also indicated that high-grade gold veins may have an east-west orientation.

As announced on January 6, 2020, the Company completed the first drill program at Silver Cloud since 2005. Five HQ core holes totaling 2,207 metres (7,240 feet) were drilled, and all gold and trace element assay results were disclosed.

The initial results confirm the existence of a low-sulphidation, epithermal vein system oriented in an east-west direction. Given the reported gold grades and the trace element geochemistry, the drill encountered the structures too high in the hydrothermal system. This suggests potential exists for higher-grade gold at depth within a potential boiling zone of this epithermal system.

A mineralized porphyry intrusive system adjacent to the vein zone was also identified and could lead to a significant secondary target. If gravity data indicates the location of the altered porphyry intrusives (rhyolite flow domes) with associated high-grade gold veins, the Company has identified numerous additional targets to explore throughout the project. Of significant interest are the multiple gravity lows that extend directly east of the Silver Cloud mine area to the property boundary. These gravity lows could represent the potential eastern strike extent of this newly recognized east-west oriented system.

In March 2020, SBC20-006 was drilled to intersect the Northwest Canyon east-west zone at depth, just above the basement lithologies. The drillhole cut 678 metres of volcanics and without reaching the basement; however, a 25.1-metre alteration zone was intersected from 426.0 to 451.1 metres down the hole. The alteration consists of quartz and sulphide veinlets ranging between 6 millimetres to over 100 millimetres over the length of the alteration zone with veinlets occurring every 1.5 to 2.5 metres within the interval. Downhole televiewer information confirms the zone is oriented east-west to east-northeast, which matches the orientation and depth projection of the Northwest Canyon gold zone. Confirming the strike of the zone is an important outcome of the program.

The core was sampled and assayed for gold and silver using a standard 30-gram fire assay with an Induced Coupled Plasma (“ICP”) finish. The vein zone was sent for a metallic screen to identify any potential coarse gold in the system. Metallic screen assays show gold values up to 0.450 ppm gold. Using a 0.2 gram per tonne gold cut off, a section measuring 3.5 metres and grading 0.34 grams per tonne gold was returned

starting at 426 metres down the hole. The entire 25-metre zone returned an average grade of 0.121 grams per tonne gold using a 0.10 gram per tonne cut off.

During the summer of 2020, a detailed mapping, rock-chip sampling, and gravity and Induced Polarization (“IP”) geophysical programs were completed. Drill permits were submitted to the BLM for an envisioned 3,500-metre drill program focused on the NE Veins and Quiver targets. Permit approvals and bonding were received in September 2020 and the Company secured an RC drill rig, which arrived on-site in November 2020.

An IP survey was completed and data shows success in defining additional areas for follow up. Two targets were added to the 2020 RC drill program and drilled based on the completed gravity and IP geophysical surveys.

Twelve reverse circulation drillholes were completed in Blackrock’s Silver Cloud project between November 10, and December 19, 2020. A total of 3,774 metres (12,381 feet) was drilled within three main targets on the Company’s claim block in the historical Silver Cloud Mercury District. A Boart Longyear track reverse circulation drill rig was utilized.

This drill program was designed to test multiple target areas through the 45 square kilometre project, including Northwest Canyon, Northeast Veins area that lays directly adjacent to Hecla’s Hollister Mine (Ag, Au), and the Quiver area in the northwest portion of the project area. Targets consisted mainly of testing surface exposures of banded chalcedony veins. These veins have never been drill tested before.

The 1,650 metre RL (5,500-foot elevation) was the main target horizon because that horizon hosts high-grade ore shoots at the Midas and Hollister mines of which Silver Cloud is on-trend. Other targets were geophysical gravity anomalies that were defined in early 2020.

Table 1 shows all gold assays above 0.20 g/t Au from the 2019 and 2020 Silver Cloud drill campaigns.

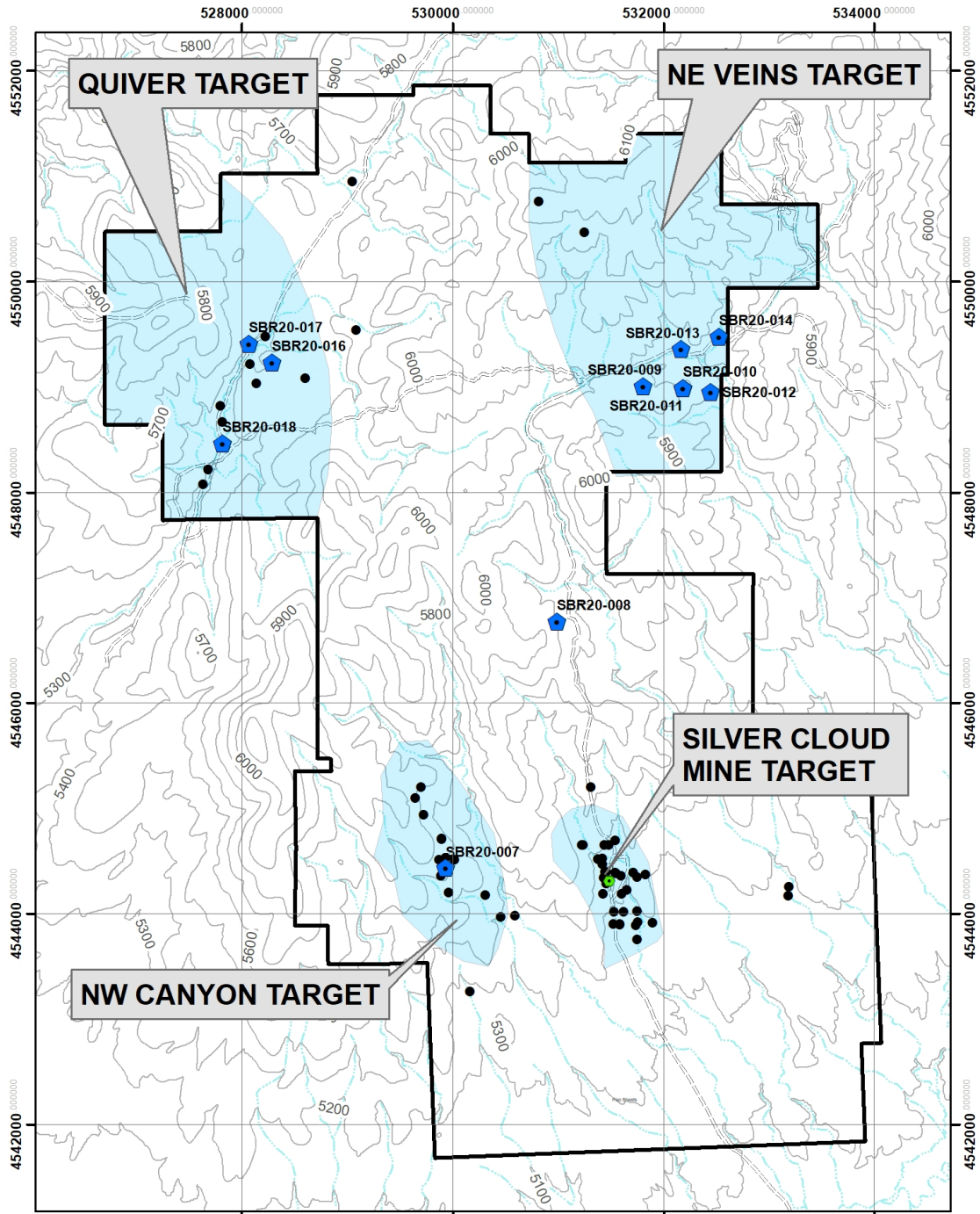
Table 1: Silver Cloud 2019 and 2020 Drillhole Assay Results Using a 0.2 g/t Au cut off

Silver Cloud Significant Gold Intercepts Greater Than 0.200 gram per tonne							
HOLE ID	FROM (m)	TO (m)	Interval (m)	Au g/t	Ag g/t	Target Area	
SBC19-001	289.9	290.6	0.8	3.928	0.6	Silver Cloud Mine	
SBC19-001	297.8	299.0	1.2	0.905	4.1		
SBC19-001	300.5	301.4	0.9	0.468	1.6		
SBC19-001	302.7	303.9	1.2	0.348	1.5		
SBC19-001	305.5	305.9	0.4	0.574	2.7		
SBC19-001	319.4	321.6	2.2	0.406	17.4		
SBC19-001	322.5	323.1	0.6	0.300	13.9		
SBC19-001	328.3	329.8	1.5	0.536	3.6		
SBC19-001	377.6	379.2	1.5	0.283	1.6		
SBC19-001	382.2	383.7	1.5	0.458	1.5		
SBC19-001	393.6	396.8	3.2	0.428	18.8		
SBC19-001	399.6	401.1	1.5	0.257	2.8		
SBC19-002	263.3	264.9	1.5	8.320	1.4		NW Canyon
SBC19-002	295.4	298.4	3.0	0.387			
SBC19-003	251.9	252.9	0.9	0.279	8.6		
SBC19-004	314.6	316.1	1.5	0.259	1.1	Silver Cloud Mine	
SBC19-004	323.7	325.2	1.5	0.764	16.6		
SBC19-004	344.6	349.6	5.0	0.710	2.1		
SBC19-004	412.1	413.6	1.5	0.335	2.2		
SBC19-005	286.8	288.3	1.5	0.329	1.5		
SBC19-005	289.9	292.7	2.8	0.307	1.4	Silver Cloud Mine	
SBC20-006	427.9	429.5	1.5	0.478	2.20	NW Canyon	
SBR20-007	213.4	214.9	1.5	0.288	1.490		
SBR20-007	336.8	338.3	1.5	0.209	0.940		
SBR20-007	367.3	368.8	1.5	0.378	1.540		
SBR20-007	376.4	378.0	1.5	0.219	0.620		
SBR20-007	382.5	384.0	1.5	0.224	1.040		
SBR20-007	393.2	396.2	3.0	0.214	3.245		
SBR20-007	397.8	399.3	1.5	0.261	1.520		
SBR20-007	402.3	403.9	1.5	0.215	1.770		
SBR20-007	410.0	411.5	1.5	0.280	1.290		
SBR20-007	420.6	423.7	3.0	0.258	4.580		
SBR20-007	426.7	431.3	4.6	0.334	4.320		
SBR20-008			NSV				Wild Cat
SBR20-009			NSV				NE Veins
SBR20-010			NSV				
SBR20-011			NSV				
SBR20-012			NSV				
SBR20-013			NSV				
SBR20-014			NSV				
SBR20-015			NSV				
SBR20-016			NSV				
SBR20-017	170.7	173.7	3.0	0.229	0.165	Quiver	
SBR20-017	199.6	214.9	15.2	0.222	0.796		
SBR20-018	221.0	222.5	1.5	0.202	0.100		

True thickness unknown. NSV = No Significant Values

Table 2: Location Data for the 2019 and 2020 Drillholes

HOLE ID	UTM NAD27 E	UTM NAD27 N	ELEV M	TD M	Azimuth	Dip
SBC19-001	531487.0	4544312.0	1633.4	469.5	22	-75
SBC19-002	529933.0	4544432.0	1713.6	370.9	0	-65
SBC19-003	529934.0	4544433.0	1713.6	384.7	30	-65
SBC19-004	531487.0	4544310.0	1633.4	429.5	0	-72
SBC19-005	531488.0	4544310.0	1633.4	552.3	50	-70
SBC20-006	529933.0	4544432.0	1713.6	677.9	0	-90
SBR20-007	529934.0	4544433.0	1713.6	432.8	338	-65
SBR20-008	530990.0	4546776.0	1772.4	402.3	247	-89
SBR20-009	531806.0	4549007.0	1803.8	320.0	52	-61
SBR20-010	532188.0	4548990.0	1799.5	274.3	200	-47
SBR20-011	532188.0	4548990.0	1799.5	274.3	200	-66
SBR20-012	532448.0	4548955.0	1736.0	350.5	237	-71
SBR20-013	532169.0	4549359.0	1771.2	320.0	88	-61
SBR20-014	532529.0	4549478.0	1777.0	167.6	360	-61
SBR20-015	553002.0	4550275.0	1782.5	243.8	264	-61
SBR20-016	528285.0	4549236.0	1716.9	448.4	216	-56
SBR20-017	528068.0	4549412.0	1694.7	257.6	245	-71
SBR20-018	527814.0	4548465.0	1686.2	281.9	55	-65



Drillhole Location Map Silver Cloud Project



EXPLANATION

- 2020_drillholes
- Historic Drillholes
- Blackrock Drillhole
- Silver Cloud Project
- Silver Cloud Target Areas
- Existing Roads
- Topo Contours
- Streams

Date: 3/26/21
 Document Name: 2020 Drillhole Location Map

Figure 1: Silver Cloud Map Showing 2020 Drill Campaign

Tonopah West Project

On April 27, 2020, the Company announced exploration plans for its 100% controlled Tonopah West Project located in the Walker Lane trend of western Nevada. The project is a significant landholding within the historic Tonopah silver district with 97 patented and 19 unpatented lode mining claims comprising the property. Blackrock closed the Lease Option to Purchase agreement on April 1, 2020.

The historic Tonopah silver district produced 174 Mozs of silver and 1.8 Mozs of gold from 7.45 million tonnes of material. Blackrock's consolidated land position yielded 2.1 million tonnes of the total Tonopah gold and silver production making the combined area the second largest producer by tons and gross dollar yield.

Five broad target areas have been defined that have significant potential. A 7,000 metre, 16-hole RC drilling program commenced on June 17, 2020 to test these four target areas. All five target areas were drilled with significant results being achieved in the Victor and DPB targets. Drilling continued to December 18, 2020 with a three-week break for the holidays, and re-started on January 4, 2021.

To date, a total of 43,800 metres of drilling has been completed in 81 drillholes. An in-fill core program is underway in the DPB area while exploration continues to step out and identify new vein targets.

VICTOR TARGET

One core drill is drilling to expand the Victor vein target with drillholes moving eastward toward the Summa Silver intercept announced last fall, and westward across the Pittsburg-Monarch fault system.

On the west side of the vein, drilling is progressing to explore the western extension of the Victor vein across the Pittsburgh-Monarch fault. Two drillholes have been completed that have cut significant alteration and vein material. TW21-033C was drilled from an existing pre-collar site completed last year. The core hole cut over 23 metres of silicified breccia and massive sulfide vein material from 576 to 600 metres. A second core hole was completed, TW21-092C, angled to the south. TW21-092C intersected approximately 12 metres of similar alteration and veining. If successful, these drillholes will be the first to cut the western extension of the Victor vein system. Assays are pending at this time.

Core drilling along strike of the Victor vein adjacent to Blackrock's eastern border returned 1,079 g/t AgEq (5.19 g/t Au and 560 g/t Ag; Ag/Au =100/1) over a 0.9 metre interval in SUM20-17 (see Summa Silver (CSE: SSVR) news release dated December 17, 2020). Additional reported intercepts along the Victor zone included 582 g/t AgEq (2.41 g/t Au and 341 g/t Ag) over 0.7 metres and 6.8 metres grading 212, which included a high interval 0.8 metres of 727 g/t AgEq (3.56 g/t Au and 371 g/t Ag). Blackrock is moving along the Victor vein to the east toward the Summa intercepts. The vein is open to the east for approximately 480 metres. Core hole TW21-093C was recently completed and TW21-094C is in progress. A total of five additional drillholes are planned along the untested strike.

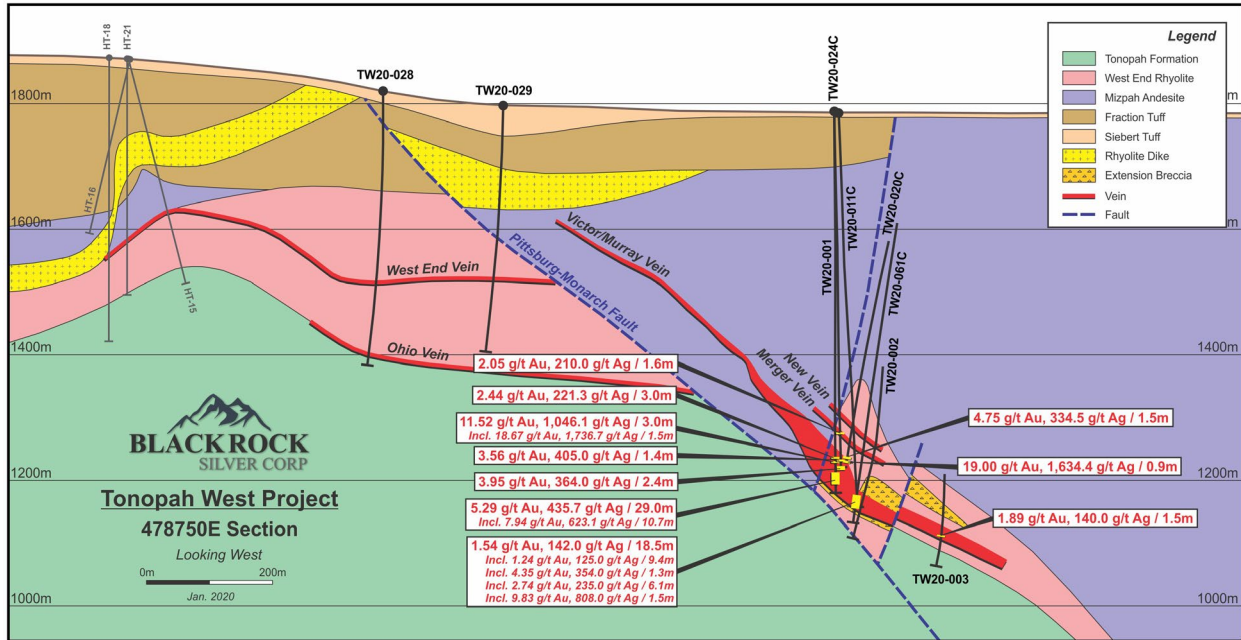


Figure 2: North-South Cross Section Through Victor Target

NEW VEIN DISCOVERY

Step-out drilling has discovered a new east-west oriented vein to the south of the known vein system at DPB. The new vein is yet to be named. Drillholes TW21-057, -058 and -062 all intercepted the mineralized vein. The table below shows the intercepts associated with the new vein. The three drillholes suggest a minimum strike length of 425 metres.

DPB IN-FILL PROGRAM

Two core drills are working on the DPB target. The in-fill program is designed to add additional pierce points to the Denver, Paymaster, Bermuda and Merton veins to provide for a maiden resource estimate by year-end. The drillhole spacing is being reduced from 150 metre spacing to approximately 50 metre spacing within an area roughly 800 x 800 metres.

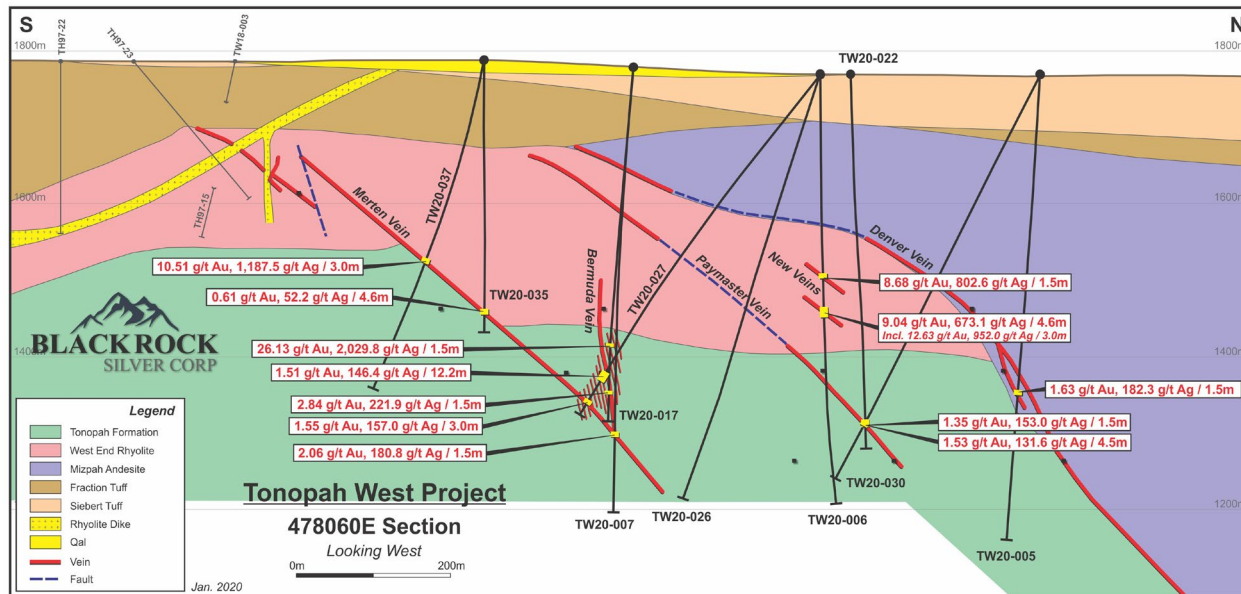


Figure 3: North-South Cross Section Through DPB Target

STEP-OUT PROGRAM

The RC drill continues to complete step out drilling to the east, west and south of the DPB resource area. Once this phase of the program is complete, the RC drill will move to exploration drilling in the northwest portion of the property located north of Highway 95.

Table 3: Tonopah West 2020 and 2021 Significant Assays Above 200 grams per tonne AgEq

HOLEID	Area	From (m)	To (m)	Length (m)	Au g/t	Ag g/t	AgEq g/t
TW20-001	Victor	554.74	557.78	3.0	2.44	221.3	464.8
TW20-001	Victor	560.83	563.88	3.0	11.52	1046.1	2197.9
	Including	560.83	562.36	1.5	18.67	1736.7	3603.4
TW20-001	Victor	574.55	603.50	29.0	5.29	435.7	964.8
	Including	582.17	592.84	10.7	7.94	623.1	1417.2
TW20-001	Victor	612.65	615.70	3.0	1.93	135.1	327.6
TW20-002	Victor						NSV
TW20-003	Victor	702.56	704.09	1.5	1.89	140.0	329.0
TW20-004	DPB						NSV
TW20-005	DPB	402.34	403.86	1.5	1.63	182.3	345.3
TW20-006	DPB	275.84	277.37	1.5	8.68	802.6	1670.6
TW20-006	DPB	321.56	326.14	4.6	9.04	673.1	1576.7
	Including	323.09	326.14	3.0	12.63	952.0	2215.3
TW20-006	DPB	327.66	329.18	1.5	2.17	163.0	380.0
TW20-007	DPB	484.63	486.16	1.5	2.06	180.8	386.8
TW20-008	Coeur Discovery	242.32	243.84	1.5	3.43	218.6	561.6
TW20-009	Coeur Discovery						
TW20-010	Coeur Discovery						NSV
TW20-011C	Victor						NSV
TW20-012C	Victor	581.9	583.4	1.5	2.67	223.5	490.5
TW20-013C	Victor						NSV
TW20-014	Step Out						NSV
TW20-015	Step Out						NSV
TW20-016	Step Out	233.17	234.7	1.5	4.84	5.3	489.3
TW20-016	Step Out	307.85	309.37	1.5	1.78	144.6	322.6
TW20-016	Step Out	385.57	387.1	1.5	3.22	231.7	553.7
TW20-017	DPB	374.9	376.43	3.1	13.96	1070.2	2466.3
	Including	376.43	377.95	1.5	26.13	2029.8	4643.1
TW20-017	DPB	440.44	441.96	1.5	2.84	221.9	505.9
TW20-018	DPB						NSV

HOLEID	Area	From (m)	To (m)	Length (m)	Au g/t	Ag g/t	AgEq g/t
TW20-019	DPB	NSV					
TW20-020C	Victor	585.2	586.7	1.5	4.75	334.5	809.5
TW20-020C	Victor	592.2	593.1	0.9	19.00	1634.4	3534.4
TW20-021C	Victor	621.2	624.2	3.0	3.50	435.5	785.5
TW20-022	DPB	474.0	478.6	4.5	1.53	131.6	284.7
TW20-023	DPB	NSV					
TW20-024C	Victor	521.5	523.1	1.6	2.05	210.0	415.0
TW20-024C	Victor	573.3	574.7	1.4	3.56	405.0	761.0
TW20-024C	Victor	580.0	582.4	2.4	3.95	364.0	758.8
TW20-025	Ohio	NSV					
TW20-026	DPB	NSV					
TW20-027	DPB	474.0	475.5	1.5	1.65	120.0	285.0
TW20-027	DPB	495.3	507.5	12.2	1.51	146.4	297.2
TW20-027	DPB	518.2	519.7	1.5	1.09	121.0	230.0
TW20-027	DPB	548.6	551.7	3.0	1.55	157.0	311.5
TW20-028	Ohio	NSV					
TW20-029	Ohio	NSV					
TW20-030	DPB	522.7	524.3	1.5	1.35	153.0	288.0
TW20-031C	Victor	535.8	538.7	2.9	5.35	545.9	1081.2
TW20-032	Ohio	NSV					
TW20-033	DPB	Pre-Collar					
TW20-034	DPB	426.7	428.2	1.5	1.24	94.2	218.2
TW20-034	DPB	477.0	478.5	1.5	1.27	137.0	264.0
TW20-034	DPB	480.0	481.6	1.5	0.98	105.0	202.8
TW20-035	DPB	NSV					
TW20-036	DPB	NSV					
TW20-037	DPB	275.8	278.9	3.0	10.51	1187.5	2238.5
TW20-038	DPB	NSV					
TW20-039	Step Out	NSV					
TW20-040	DPB	481.6	483.1	1.5	1.96	164.0	360.0
TW20-041C	Victor	578.2	581.3	3.11	1.884	198	386
	Including	578.2	578.5	0.31	5.500	571	1,121
TW20-042	DPB	NSV					
TW20-043	Step Out	NSV					
TW20-044	DPB	NSV					
TW20-045	DPB	NSV					
TW20-046	Step Out	NSV					
TW20-047	DPB	NSV					
TW20-048	DPB	NSV					
TW20-049	DPB	NSV					
TW20-050	DPB	NSV					
TW20-051C	Victor	Lost					
TW20-052	DPB	NSV					
TW20-061C	Victor	631.6	650.1	18.50	1.539	142	295
	Including	631.6	641.0	9.36	1.241	125	249
	Including	631.6	633.0	1.34	4.350	354	789
	Including	644.0	650.1	6.10	2.743	235	509
	Including	648.6	650.1	1.52	9.830	808	1,791
TW20-071C	Victor	Lost					
TW21-033C	Victor W. Ext.	Assays Pending					
TW21-053	DPB	Values not greater than 200 g/t AgEq					
TW21-054	DPB	400.8	403.9	3.1	4.780	286.0	764.0
TW21-055	Step Out	NSV					
TW21-056	Step Out	NSV					
TW21-057	Step Out	Values not greater than 200 g/t AgEq					
TW21-058	Step Out	317.0	318.5	1.5	1.290	94.5	223.5
TW21-059	Step Out	Values not greater than 200 g/t AgEq					
TW21-060	Step Out	NSV					
TW21-062	Step Out	397.8	400.8	3.1	6.150	388.0	1003.0
	Including	399.3	400.8	1.5	9.860	568.0	1554.0
TW21-063	Step Out	Assays Pending					
TW21-064	Step Out	Assays Pending					
TW21-081C	Victor	NSV					
TW21-091C	Victor	Assays Pending					
TW21-092C	Victor W. Ext.	Assays Pending					
TW21-093C	Victor E. Ext.	Assays Pending					

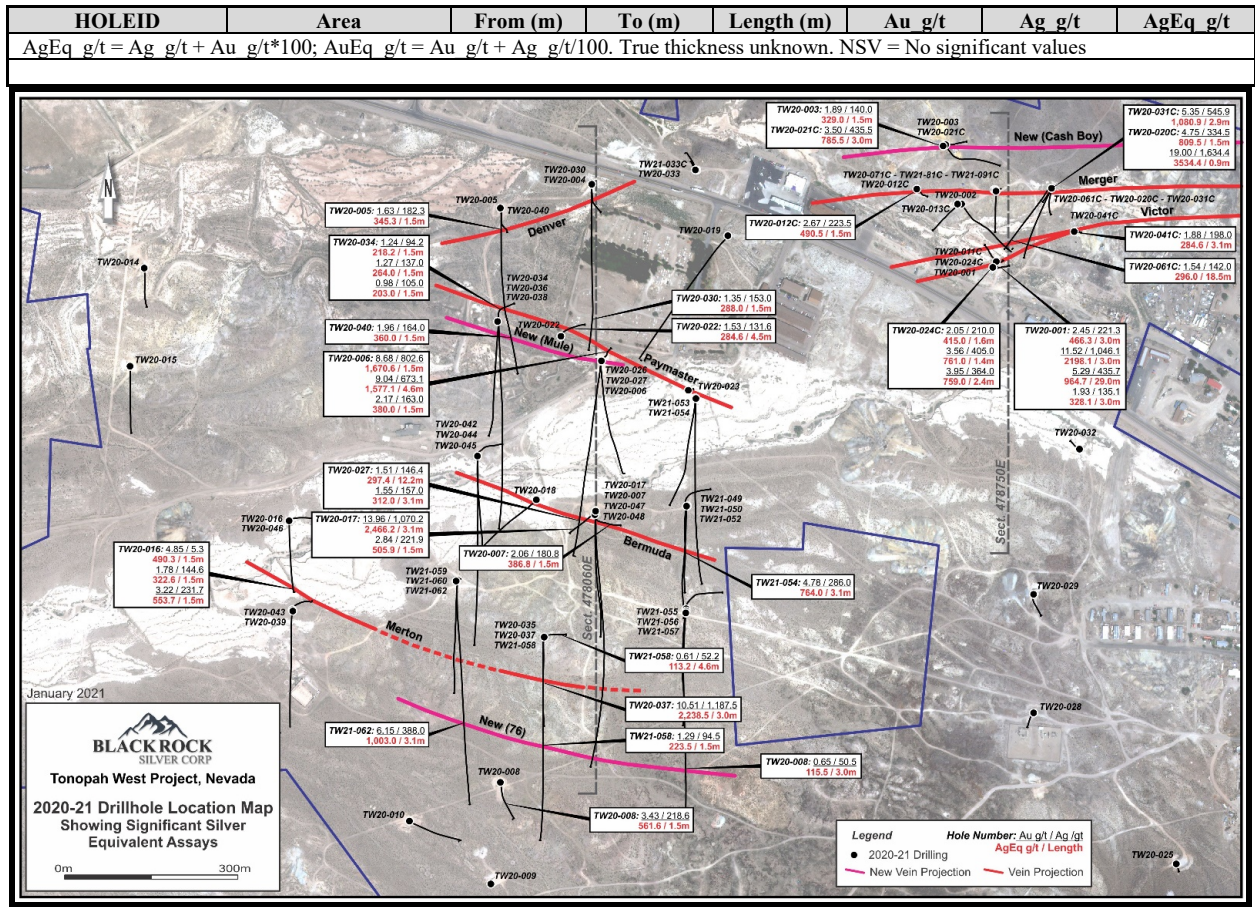


Figure 4: Tonopah West Significant Drillhole Assay Map Showing Surface Projection of Known Veins

Drillhole ID	Target	Type	NAD27 East	NAD27 North	Elevation metres	Azimuth	Dip	Total Depth metres
TW20-001	Victor	RC	478730.6	4214117.6	1795.8	0	-90	623.3
TW20-002	Victor	RC	478675.1	4214226.0	1801.6	150	-85	716.3
TW20-003	Victor	RC	478643.3	4214322.6	1800.7	150	-85	748.3
TW20-004	DPB	RC	478053.0	4214259.2	1771.6	180	-87	611.1
TW20-005	DPB	RC	477901.3	4214219.7	1767.4	175	-85	605.0
TW20-006	DPB	RC	478069.3	4213965.4	1778.2	0	-90	571.5
TW20-007	DPB	RC	478059.0	4213713.9	1777.2	180	-85	605.0
TW20-008	Coeur Discovery	RC	477899.5	4213256.4	1776.5	175	-80	519.7
TW20-009	Coeur Discovery	RC	477884.4	4213091.7	1780.1	0	-90	312.4
TW20-010	Coeur Discovery	RC	477744.4	4213195.2	1773.9	110	-70	355.1
TW20-011C	Victor	Core	478728.8	4214127.4	1795.7	305	-88	648.0
TW20-012C	Victor	Core	478600.3	4214248.9	1796.2	0	-90	691.6
TW20-013C	Victor	Core	478668.6	4214230.8	1801.5	220	-85	674.4
TW20-014	Step Out	RC	478668.6	4214230.8	1801.5	220	-85	457.2
TW20-015	Step Out	RC	477306.0	4214119.4	1754.8	180	-80	414.5
TW20-016	Step Out	RC	477282.0	4213956.1	1753.7	180	-70	391.7
TW20-017	DPB	RC	477548.9	4213699.9	1762.1	180	-70	472.4
TW20-018	DPB	RC	478059.9	4213713.6	1777.1	230	-80	516.6
TW20-019	DPB	RC	477960.9	4213733.4	1773.8	230	-75	563.9
TW20-020C	Victor	Core	478283.4	4214170.9	1779.2	220	-70	593.0
TW20-021C	Victor	Core	478641.8	4214323.9	1800.7	0	-90	741.6
TW20-022	DPB	RC	478000.3	4214006.2	1775.8	0	-90	509.0
TW20-023	DPB	RC	478215.5	4213914.5	1782.0	0	-90	525.8
TW20-024C	Victor	Core	478730.0	4214120.3	1795.7	0	-90	582.4

Drillhole ID	Target	Type	NAD27 East	NAD27 North	Elevation metres	Azimuth	Dip	Total Depth metres
TW20-025	Ohio	RC	479033.2	4213127.2	1846.1	0	-90	410.0
TW20-026	DPB	RC	478070.6	4213963.9	1778.1	180	-70	609.6
TW20-027	DPB	RC	478070.7	4213962.4	1778.2	180	-50	563.9
TW20-028	Ohio	RC	478790.9	4213380.1	1814.0	0	-90	434.3
TW20-029	Ohio	RC	478789.8	4213576.3	1808.5	0	-90	457.2
TW20-030	DPB	RC	478053.1	4214257.0	1771.6	180	-65	609.6
TW20-031C	Victor	Core	478819.7	4214251.4	1798.8	180	-85	720.2
TW20-032	Ohio	RC	478865.5	4213820.3	1801.7	0	-90	361.2
TW20-033	DPB	Pre-Collar	478222.4	4214288.4	1782.8	0	-90	365.8
TW20-034	DPB	RC	477897.6	4214035.9	1772.5	0	-90	548.6
TW20-035	DPB	RC	477972.0	4213507.9	1779.5	0	-90	361.2
TW20-036	DPB	RC	477897.6	4214034.9	1772.6	180	-70	548.6
TW20-037	DPB	RC	477972.5	4213507.7	1779.6	180	-75	457.2
TW20-038	DPB	RC	477897.7	4214033.0	1772.5	180	-50	579.1
TW20-039	Step Out	RC	477554.5	4213554.5	1761.2	0	-90	396.2
TW20-040	DPB	RC	477902.2	4214215.0	1767.3	180	-70	609.6
TW20-041C	Victor	Core	478859.3	4214181.4	1803.1	0	-90	762.0
TW20-042	DPB	RC	477554.3	4213554.0	1761.2	0	-90	592.8
TW20-043	Step Out	RC	477862.4	4213810.6	1769.8	180	-70	457.2
TW20-044	DPB	RC	477862.5	4213809.4	1769.9	180	-70	548.6
TW20-045	DPB	RC	477862.4	4213808.0	1769.7	180	-50	579.1
TW20-046	Step Out	RC	477548.9	4213699.9	1762.1	0	-90	548.6
TW20-047	DPB	RC	478059.4	4213711.4	1777.2	180	-70	579.1
TW20-048	DPB	RC	478059.2	4213709.8	1777.1	180	-50	594.4
TW20-049	DPB	RC	478211.4	4213724.9	1781.7	0	-90	609.6
TW20-050	DPB	RC	478210.5	4213726.8	1781.7	180	-70	579.1
TW20-051C	Victor	Core	478820.8	4214251.9	1798.9	215	-76	104.4
TW20-052	DPB	RC	478211.2	4213722.5	1781.7	180	-50	556.3
TW20-061C	Victor	Core	478821.1	4214253.0	1798.8	215	-78	688.2
TW20-071C	Victor	Core	478720.0	4214250.0	1797.0	0	-90	359.0
TW21-033C	DPB	Core	478222.4	4214288.4	1782.8	0	-90	678.8
TW21-053	DPB	RC	478226.6	4213907.2	1782.1	180	-70	609.6
TW21-054	DPB	RC	478226.8	4213905.5	1781.9	180	-50	585.2
TW21-055	Step Out	RC	478210.3	4213555.3	1781.8	0	-90	609.6
TW21-056	Step Out	RC	478210.2	4213554.2	1781.8	180	-70	579.1
TW21-057	Step Out	RC	478210.3	4213552.8	1781.9	180	-50	563.9
TW21-058	Step Out	RC	477971.6	4213505.3	1779.4	180	-50	548.6
TW21-059	Step Out	RC	477828.5	4213600.4	1771.1	0	-90	548.6
TW21-060	Step Out	RC	477828.5	4213599.4	1771.1	180	-70	594.4
TW21-062	Step Out	RC	477828.5	4213597.7	1770.9	180	-50	609.6
TW21-063	Step Out	RC	477575.2	4212822.6	1773.4	180	-90	599.2
TW21-064	Step Out	RC	477574.9	4212822.5	1770.9	180	-70	579.1
TW21-081C	Victor	Core	478730.4	4214251.9	1800.5	0	-90	798.0
TW21-091C	Victor	Core	478730.2	4214250.5	1800.5	180	-85	779.2
TW21-092C	Victor	Core	478222.4	4214288.4	1782.8	180	-80	652.9
TW21-093C	Victor	Core	478890.0	4214355.0	1807.0	180	-80	806.5

All sampling was conducted under the supervision of the Company’s project geologists, and a strict chain of custody from the project to the sample preparation facility was implemented and monitored. The RC and core samples are hauled from the project site to a secure and fenced facility, where they were loaded on to American Assay Laboratory’s (“AAL”) flat-bed truck and delivered to AAL’s facility in Sparks, Nevada. A sample submittal sheet was delivered to AAL personnel who organized and processed the sample intervals pursuant to the Company’s instructions. Blackrock personnel inserted standards and blanks into the sample sequence.

The RC and core samples and QA/QC samples were crushed and pulverized, then the pulverized material was digested and analyzed for gold using fire assay fusion and an ICP finish on a 30-gram assay split. Silver was determined using five-acid digestion and ICP analysis. Data verification of the assay and analytical results are completed to ensure accurate and verifiable results. A prep blank, lab blank or a certified standard was inserted approximately every 20th sample.

Disclosure of Outstanding Share Data:

Subsequent Events

The following transactions occurred subsequent to the period-end:

- (a) On February 19, 2021, the Company closed its previously announced financing on January 29, 2021, an upsized bought-deal public offering (the "Offering"), which includes full exercise of the over-allotment option. Under the Offering, a total of 14,375,000 units of the Company (the "Units") at a price of \$0.72 per Unit (the "Unit Price") were sold on a "bought deal" basis for gross proceeds of \$10,350,000. Each Unit is comprised of one common share in the capital of the Company (each a "Common Share") and one-half of one Common Share purchase warrant (each a "Warrant"). Each whole Warrant is exercisable into one Common Share at a price of \$1.10 at any time on or before the date that is 36 months after the closing date of the Offering, February 19, 2024. The Offering was led by Red Cloud Securities Inc. as lead underwriter and sole bookrunner on behalf of a syndicate of underwriters that included Canaccord Genuity Corp., Mackie Research Capital Corporation and PI Financial Corp. (collectively, the "Underwriters").

In connection with the Offering, the Underwriters received a total cash commission of \$586,878 and 419,402 non-transferable broker warrants, each entitling the Underwriters to purchase one Common Share of the Company at a price of \$0.72 until February 19, 2024. In addition, the Company also paid an approximately \$78,648 in legal fees, disbursements and out-of-pocket expenses for the Underwriters.

The proceeds of the Offering will be used to fund the exploration of the Company's Tonopah West and Silver Cloud properties and for working capital and general corporate purposes.

- (b) On February 25, 2021, the Company announced the grant of 2,510,000 share purchase options to directors, officers, employees and consultants. The share purchase options have an exercise price of \$0.91 per common share for a period of five years. In addition to granting share purchase options, the Company also announced that current independent director, Daniel Vickerman, is joining the Company as the Senior Vice President of Corporate Development.
- (c) Subsequent to period-end, 300,000 share purchase warrants were exercised for total proceeds of \$90,000.

Financial Instruments

Financial instruments must be classified at one of three levels within a fair value hierarchy according to the relative reliability of the inputs used to estimate their values. The three levels of the hierarchy are as follows:

- Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2: Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3: Inputs that are not based on observable market data.

Cash is measured using Level 1, while the Company's share compensation liability is measured using Level 2. The Company does not have any financial instruments that are measured using Level 3 inputs. During the year, there were no transfers between Level 1, Level 2 and Level 3 classified assets and liabilities.

Risks and Uncertainties

The Company is in the mineral exploration and development business and, as such, is exposed to a number of risks and uncertainties that are not uncommon to other companies in similar businesses. The industry is capital-intensive and subject to fluctuations in metal prices, market sentiment, foreign exchange and interest rates. There is no certainty that properties that the Company has described as assets on its condensed consolidated interim statements of financial position will be realized at the amounts recorded.

The only sources of future funds for further exploration programs or if such exploration programs are successful for the development of economic ore bodies and commencement of commercial production thereon, which are presently available to the Company, are borrowing, the sale of equity capital, or the offering of the Company of an interest in its properties to be earned by another party carrying out further exploration or development. Although the Company was successful in accessing the equity market during the past year, there is no certainty or assurance that such sources of financing will be available on acceptable terms, if at all.

Other risks include:

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts held with two major banks in Canada and one in the US. As most of the Company's cash is held by three banks, there is a concentration of credit risk. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. The Company attempts to manage liquidity risk by maintaining a sufficient cash balance. Liquidity requirements are managed based on expected cash flows to ensure that there is sufficient capital in order to meet short-term obligations. As at January 31, 2021, the Company had cash of \$1,860,385 (October 31, 2020 - \$6,589,531) to settle current liabilities of \$871,076 (October 31, 2020 - \$1,494,822). The Company is not subject to significant liquidity risk.

No dividends have been paid to date. Payment of any future dividends, if any, will be at the discretion of the Company's Board.

The Company will need additional funding to complete its short- and long-term objectives. The ability of the Company to raise such financing in the future will depend on the prevailing market conditions, as well as the business performance of the Company. Current global financial conditions have been subject to increased volatility as a result of which access to public financing has been negatively impacted. There can be no assurances that the Company will be successful in its efforts to raise additional financing on terms satisfactory to the Company.

The market price of the Company's shares at any given point in time may not accurately reflect the long-term value. If adequate funds are not available or not available on acceptable terms, the Company may not be able to take advantage of opportunities, to develop new projects or to otherwise respond to competitive pressures.

Foreign currency risk

The Company's functional currency is the Canadian dollar; however, there are expenses, assets and liabilities in US dollars. The Company is exposed to financial risk arising from fluctuations in foreign exchange rates and the degree of volatility in these rates. As at January 31, 2021, the Company had cash balances of US\$559,066 (October 31, 2020 - US\$2,267,749), loans payable of \$Nil (October 31, 2020 - \$Nil) and accounts payable and accrued liabilities of US\$567,110 (October 31, 2020 - US\$937,051). The Company does not use derivative instruments to reduce its exposure to foreign currency risk.

Personnel risk

The Company is dependent upon the services of key executives, including the CEO. Also, certain of the directors and officers of the Company also serve as directors and/or officers of other companies and, consequently, there exists the possibility for such directors and officers to be in a position of conflict.

Management's Report on Internal Controls

Disclosure controls and procedures ("DC&P") have been designed to provide reasonable assurance that all material information related to the Company is identified and communicated on a timely basis. Management of the Company, under the supervision of the President and Chief Executive Officer and the Chief Financial Officer, is responsible for the design and operations of DC&P. There have been no changes in the Company's DC&P during the three months ended January 31, 2021.

The Company's management is responsible for establishing and maintaining adequate internal controls over financial reporting ("ICFR") to provide reasonable assurance regarding the reliability of financial reporting and preparation of condensed consolidated interim financial statements for external purposes in accordance with applicable IFRS. However, due to inherent limitations, ICFR may not prevent or detect all misstatements and fraud. Also, projections of any evaluation of effectiveness in future periods are subject to the risk that controls may become inadequate due to changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate. There have been no changes in the Company's ICFR during the three months ended January 31, 2021 that have materially affected, or are reasonably likely to materially affect, the Company's ICFR.

The Company's controls are based on the Committee of Sponsoring Organizations of the Treadway Commission ("COSO") framework. COSO is a joint initiative of the American Accounting Association, the American Institute of Certified Public Accountants, Financial Executives International, the Association of Accountants and Financial Professionals in Business, and the Institute of Internal Auditors

dedicated to providing thought leadership through the development of frameworks and guidance on enterprise risk management, internal control and fraud deterrence.

Corporate Governance Practices

The disclosure required pursuant to National Instrument 58-101 *Disclosure of Corporate Governance Practices* was made by the Company in its Management Information Circular, which was mailed to shareholders and is accessible via the internet for public viewing on SEDAR at www.sedar.com.

Critical Accounting Estimates

Critical accounting estimates are used in the preparation of the condensed consolidated interim financial statements. These estimates involve considerable judgment and are, or could be, affected by significant factors that are out of the Company's control. The Company's recorded value of the Company's mineral properties is, in all cases, based on historical costs that are to be recovered in the future. The Company's recoverability evaluation is based on market conditions of minerals, underlying mineral resources associated with the properties and future costs that may be required for ultimate realization through mining operations or by sale or by joint venture. The Company is in an industry that is exposed to a number of risks and uncertainties, including exploration risk, development risk, commodity price risk, operating risk, regulatory risk, ownership and political risk, funding and currency risk, as well as environmental risk and risks arising out of the traditional territories of indigenous peoples. The Company's condensed consolidated interim financial statements have been prepared with these risks in mind. All of the assumptions set out herein are potentially subject to significant change and out of the Company's control. These changes are not determinable at this time.

Additional Information

Updated additional information relating to the Company is available at the SEDAR website: www.sedar.com. Shareholders should go to Blackrock Silver Corp.'s company profile for updated information. Shareholders are encouraged to register their shares with the Company. Shareholders who register their shares in their name will be entitled to receive up-to-date news releases as and when they are released.