





**KTN – TSX.V**

# Disclaimer

The information in this presentation has been prepared as at October 16, 2014. In the interest of providing current and potential shareholders with information regarding the Company's plans and future operations, certain statements and graphics in this presentation referred to herein as "forward looking statements", and constitute "forward-looking statements" under the provisions of Canadian provincial securities laws. These statements can be identified by the use of words such as "expected", "approaches", "approaching", "may", "will", "look forward" or similar terms. Forward-looking statements are necessarily based upon a number of factors and assumptions that, while considered reasonable by Kootenay as of the date of such statements, are inherently subject to significant business, economic and competitive uncertainties and contingencies. Many factors, known and unknown, could cause actual results to be materially different from those expressed or implied by such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date made. Except as otherwise required by law, Kootenay expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any such statements to reflect any change in Kootenay's expectations or any change in events, conditions or circumstances on which any such statement is based. Although information used in this presentation was considered reasonable by management at the time of preparation, the results may prove to be incorrect and actual results may differ materially from those anticipated in the statements made. All NI 43-101 Resource Calculation information contained throughout this presentation is prepared by SRK Consultants Inc. ("SRK"), dated May 24, 2013.

\*This is a range of possibilities provided based on known deposits found in similar mineral systems throughout Mexico and on an initial resource estimate, over 65,000 meters of drilling, extensive geophysical, geological and geochemical work. The potential quantity and grade is conceptual in nature. Insufficient exploration has been done to define a mineral resource of the target size and it is not yet known if further exploration will result in the target size being delineated.

## Cautionary Note to US Investors

- National Instrument 43-101 Standards of Disclosure for Mineral Projects ("NI 43-101") is a rule developed by the Canadian Securities Administrators that establishes standards for all public disclosure an issuer makes of scientific and technical information concerning mineral projects. Unless otherwise indicated, all reserve and resource estimates contained or incorporated by reference in this presentation have been prepared in accordance with NI 43-101 and the Canadian Institute of Mining Metallurgy and Petroleum Classification System. These standards differ significantly from the requirements of the SEC, and reserve and resource information contained herein and incorporated by reference into this presentation may not be comparable to similar information disclosed by U.S. companies.
- In this presentation, we use the terms "measured", "indicated" and "inferred" resources. U.S. investors are cautioned that, while such terms are recognized and required by Canadian securities laws, the SEC does not recognize them. Under U.S. standards, mineralization may not be classified as a "reserve" unless the determination has been made that the mineralization could be economically and legally produced or extracted at the time the reserve determination is made. U.S. investors are cautioned not to assume that all or any part of measured or indicated resources will ever be converted into reserves or is economically or legally mineable.
- U.S. investors should also understand that "inferred resources" have a great amount of uncertainty as to their existence and as to whether they can be mined legally or economically. It cannot be assumed that all or any part of the "inferred resources" will ever be upgraded to a higher category. Therefore, U.S. investors are also cautioned not to assume that all or any part of the inferred resources exist, or that they can be mined legally or economically. Disclosure of "contained ounces" is permitted disclosure under Canadian regulations; however, the SEC only permits issuers to report "resources" as in place tonnage and grade without reference to unit measures. Accordingly, information concerning descriptions of mineralization and resources contained in this presentation, including the documents incorporated by reference therein, may not be comparable to information made public by U.S. companies subject to the reporting and disclosure requirements of the SEC.
- NI 43-101 also permits an historical estimate made prior to the adoption of NI 43-101 that does not comply with NI 43-101 to be disclosed using the historical terminology if the disclosure: (a) identifies the source and date of the historical estimate; (b) comments on the relevance and reliability of the historical estimate; (c) states whether the historical estimate uses categories other than those prescribed by NI 43-101, and if so, includes an explanation of the differences; and (d) includes any more recent estimates or data available.
- We have not independently verified the accuracy of the information regarding the mining industry and other market data set forth herein. This information is not intended to provide and should not be relied upon for accounting, legal or tax advice or investment recommendations. You should consult your own advisors as to the accounting, legal, tax, regulatory, business, financial and related aspects of making an investment in the Company.

# KEY HIGHLIGHTS

## PROMONTORIO MINERAL BELT

- Located in Sonora, Mexico
- 2 Silver Discoveries & 4 Well-Defined Drill Targets within 6 to 15 Km
- Potential for Additional Discoveries

## LA NEGRA

*"New Silver Discovery"*

- Surface Mineralization extends 500m by 200m
- First 7 holes Confirm Silver Mineralization at Depth
- Low Cost; Open Pit; Heap Leach Potential

## PROMONTORIO

*"Large Silver Resource"*

- 92 m - M&I Silver Eqv. Oz; 24 m Inferred Silver Eqv. Oz (NI43-101)
- New "High Grade Zone" discovered in 2013
- Diatreme hosted System (Penasquito; Pitarrilla; Cripple Creek)

## TRACK RECORD

- Proven Management & Technical Team
- Alamos; National Gold; Farallon; Nevsun; Placer

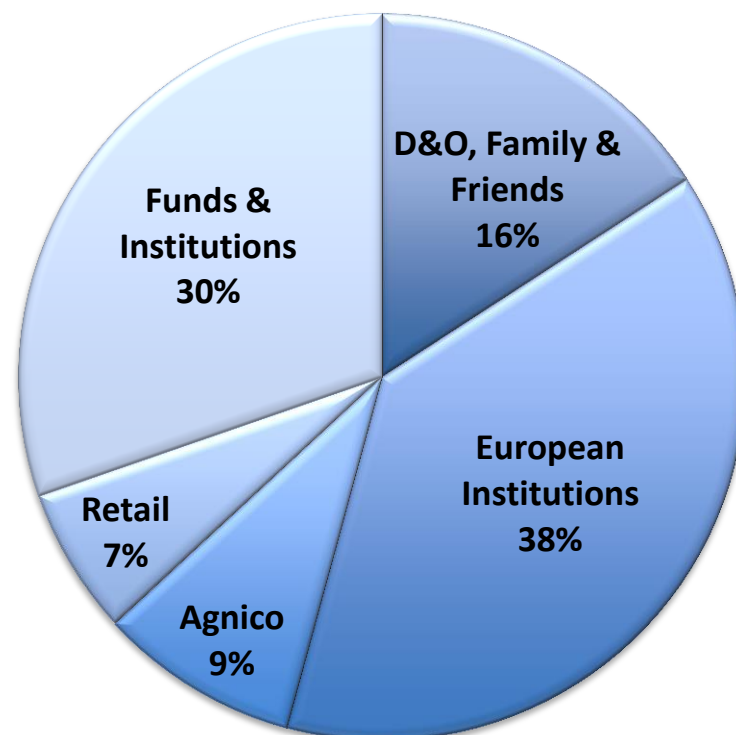
## KEY SHAREHOLDERS

- Agnico Eagle; Gold 2000; High-Net/Private Banking; Management

## CAPITAL STRUCTURE

|                      |                   |
|----------------------|-------------------|
| Exchange (Tier 1)    | TSX.V ("KTN")     |
| Issued & Outstanding | 70m               |
| Fully Diluted        | 90m               |
| Current Market Cap   | CAD ~\$23m        |
| 52-week Hi/Low       | C \$0.82 / \$0.25 |
| Average Daily Volume | ~60,700           |

## SHARE OWNERSHIP



## EXPERIENCED MINING TEAM

**Ken Berry, B.Comm** - *Chairman, Director*

**Jim McDonald, P.Geo** - *CEO & President, Director*  
*Founder of National Gold amalgamated to form Alamos Gold Feb. 2003*

**Dick Whittington, P.Eng** - *Director*  
*Former President and CEO Farallon Mining*

**Jon Morda, CA** - *Director*  
*Former Chief Financial Officer Alamos Gold*

**Joe Giuffre, LL.B.** - *Director*  
*Chief Legal Officer Nevsun Resources,  
 Founding Partner Axiom Law Corp.*

**Brian Groves, B.Sc Geophysics** - *Director*

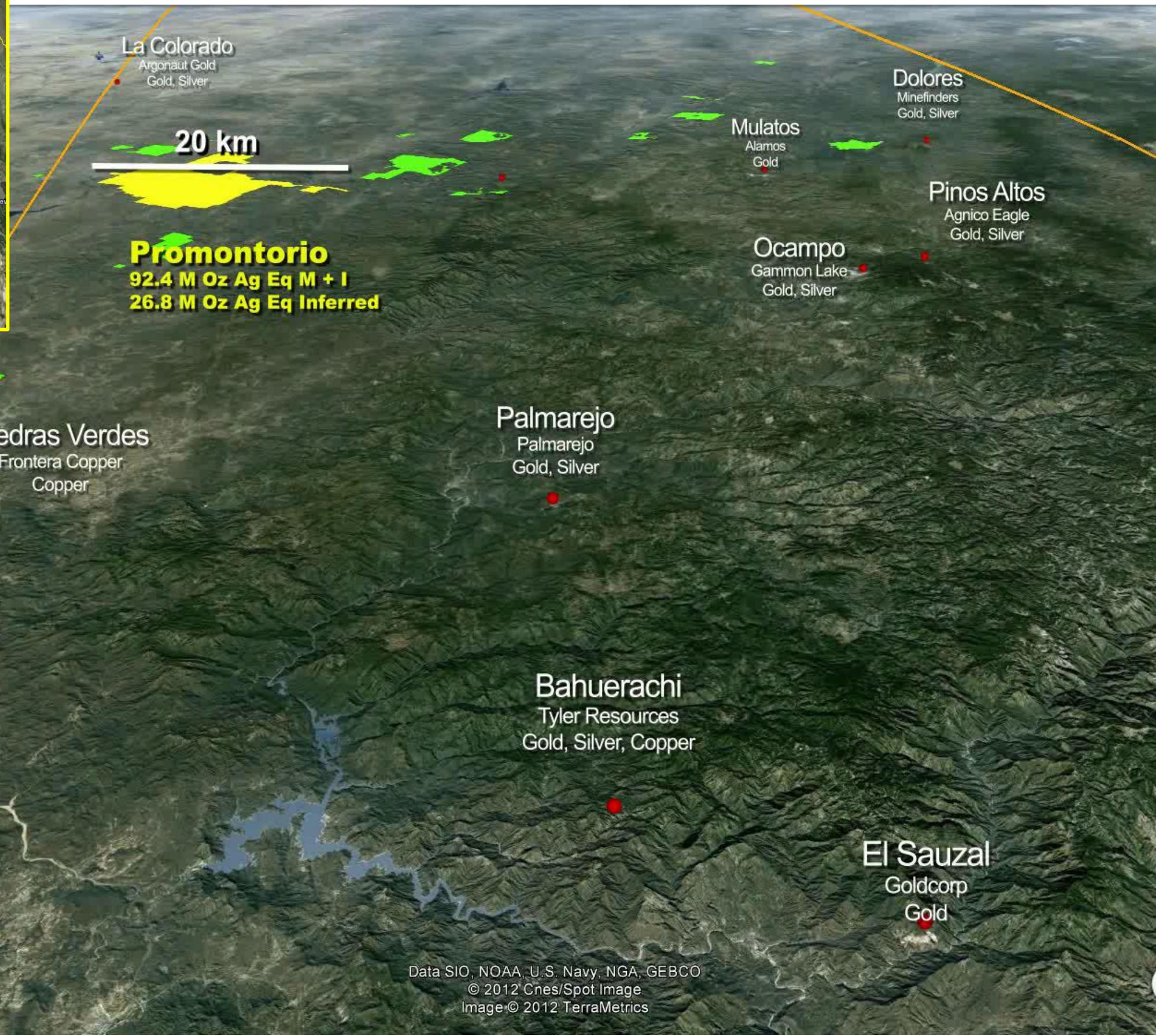
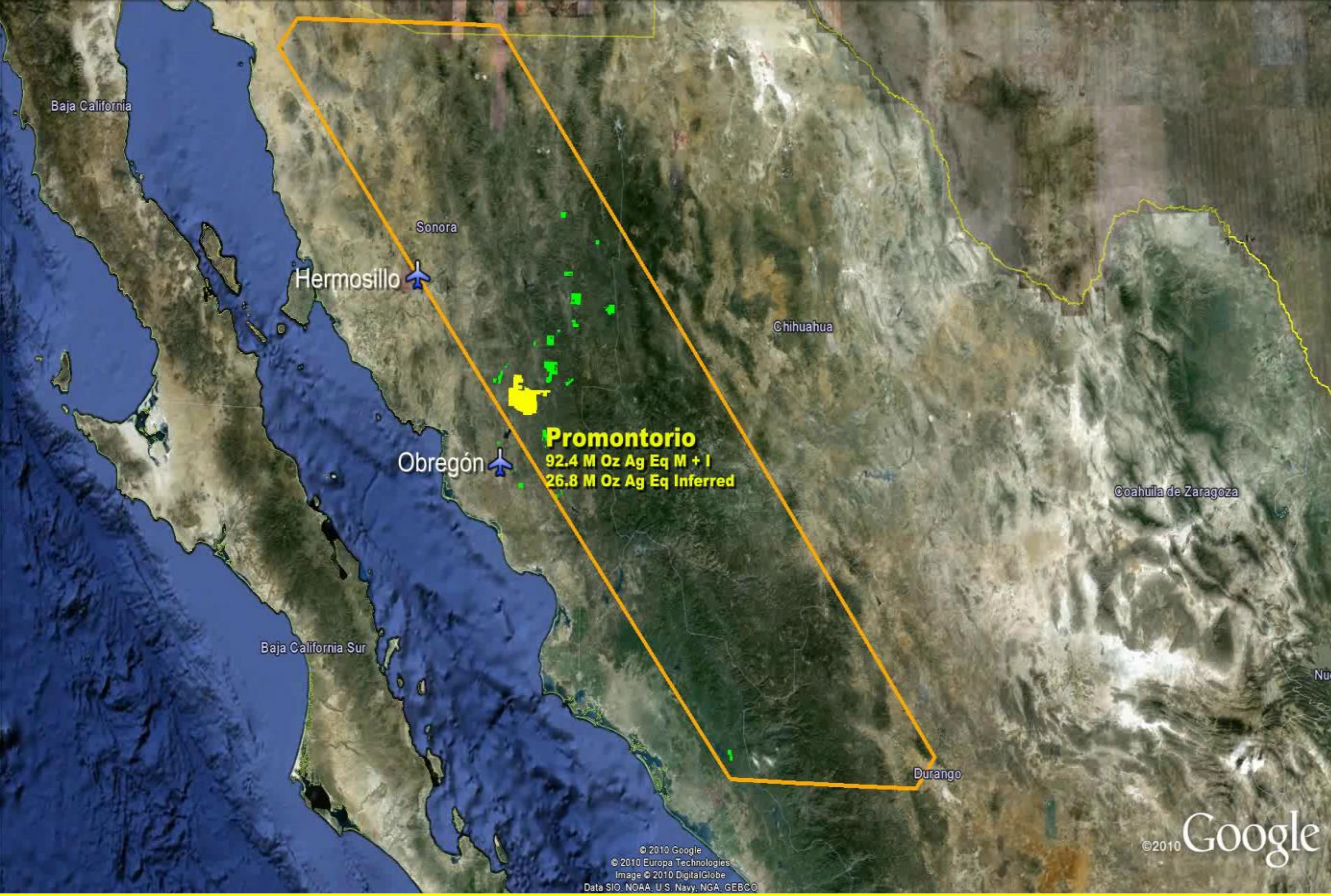
**Dr. Tom Richards, B.Sc, PhD** - *VP Exploration*

**Rajwant Kang, CPA, CMA** - *Chief Financial Officer*



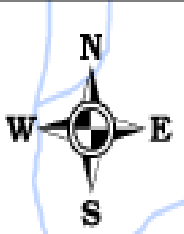


# Promontorio, Sonora, Mexico



*“Promontorio  
Mineral Belt  
is a contiguous  
56,000 acre,  
100 % owned  
claim package”*





# PROMONTORIO MINERAL BELT

*“Hosts two silver discoveries and four untested Drill Targets”*

## • LA NEGRA SILVER DISCOVERY

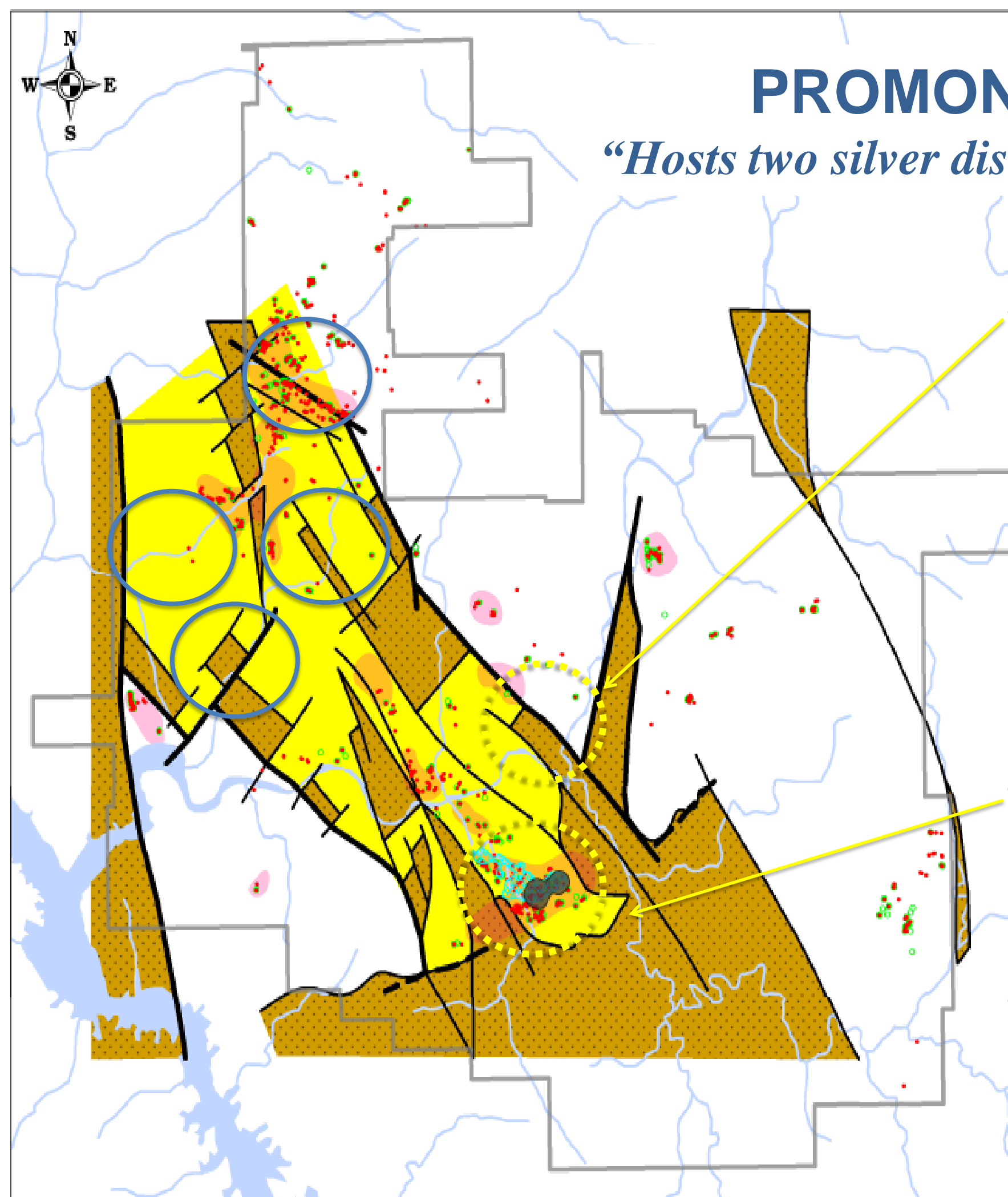
- First 7 drill holes intercept Silver
  - 367 gpt Ag over 14 m
  - 141 gpt Ag over 50 m
  - 182 gpt Ag over 40 m
  - 82 gpt Ag over 144 m
- Low Cost – “Game Changer”

## • PROMONTORIO SILVER PROJECT

- 92m oz Silver eqv; 24m oz inferred

## • FOUR UNTESTED DRILL TARGETS

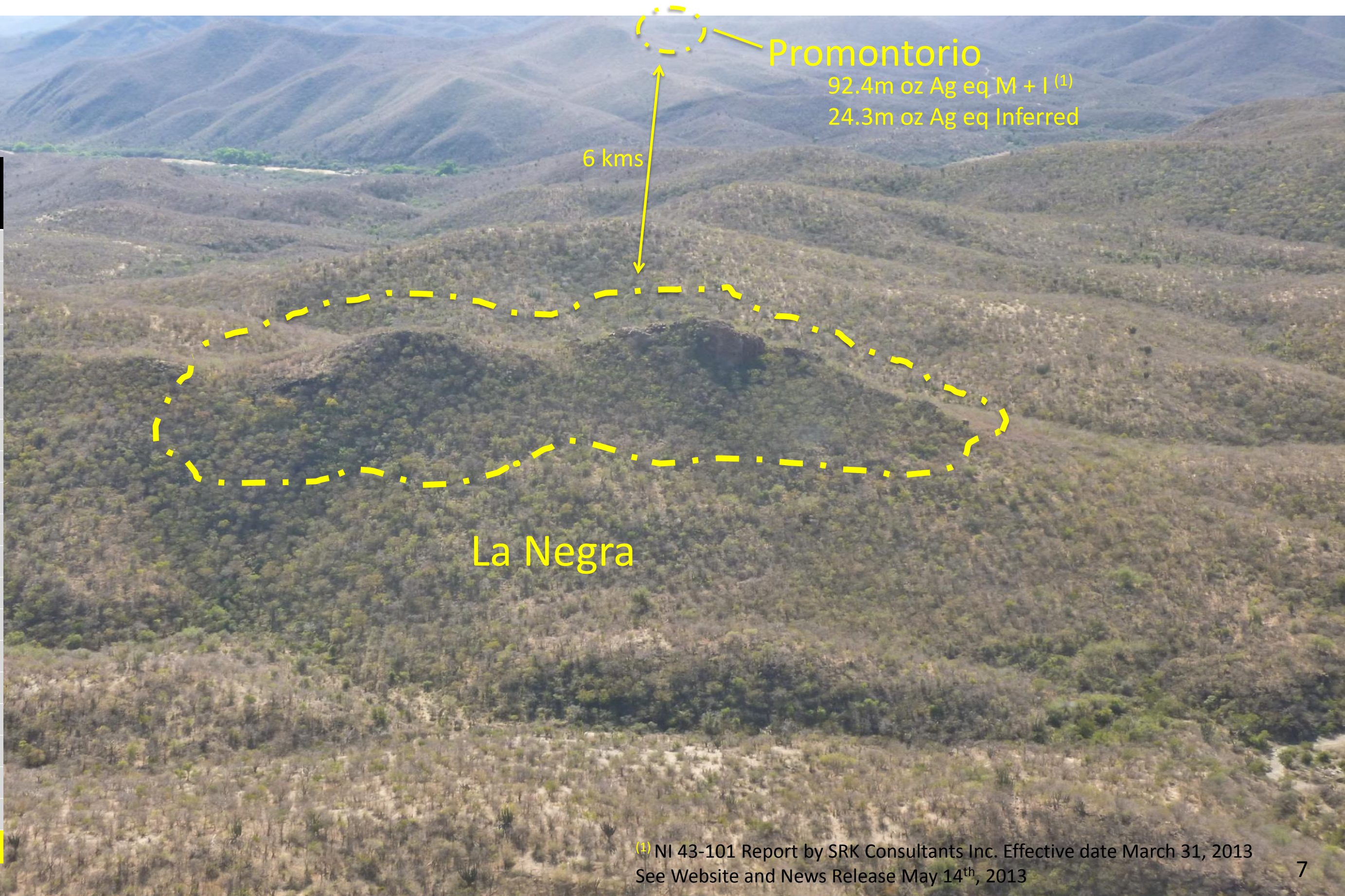
- La Leona, Tordillo, Nopalera, Metallic Pesada





# La Negra Silver Discovery

| Panel Chips of 2 x 2 mt |       |
|-------------------------|-------|
| FA1983ch                | 27    |
| FA1984ch                | 15    |
| FA1985ch                | 21    |
| FA1986ch                | 61    |
| FA1987ch                | 13    |
| FA1988ch                | 16    |
| FA1989ch                | 27    |
| FA1990ch                | 156   |
| Fc912CH                 | 512   |
| Fc930CH                 | 60    |
| Fc932CH                 | 37    |
| Fc933CH                 | 23    |
| Fc934CH                 | 20    |
| Fc936CH                 | 25    |
| Fc937CH                 | 81    |
| Fc938CH                 | 303   |
| PS2374Ch                | 174   |
| PS2376Ch                | 8     |
| PS2389Ch                | 459   |
| average                 | 107.3 |





# La Negra –“Drilling Confirms Diatreme Potential”

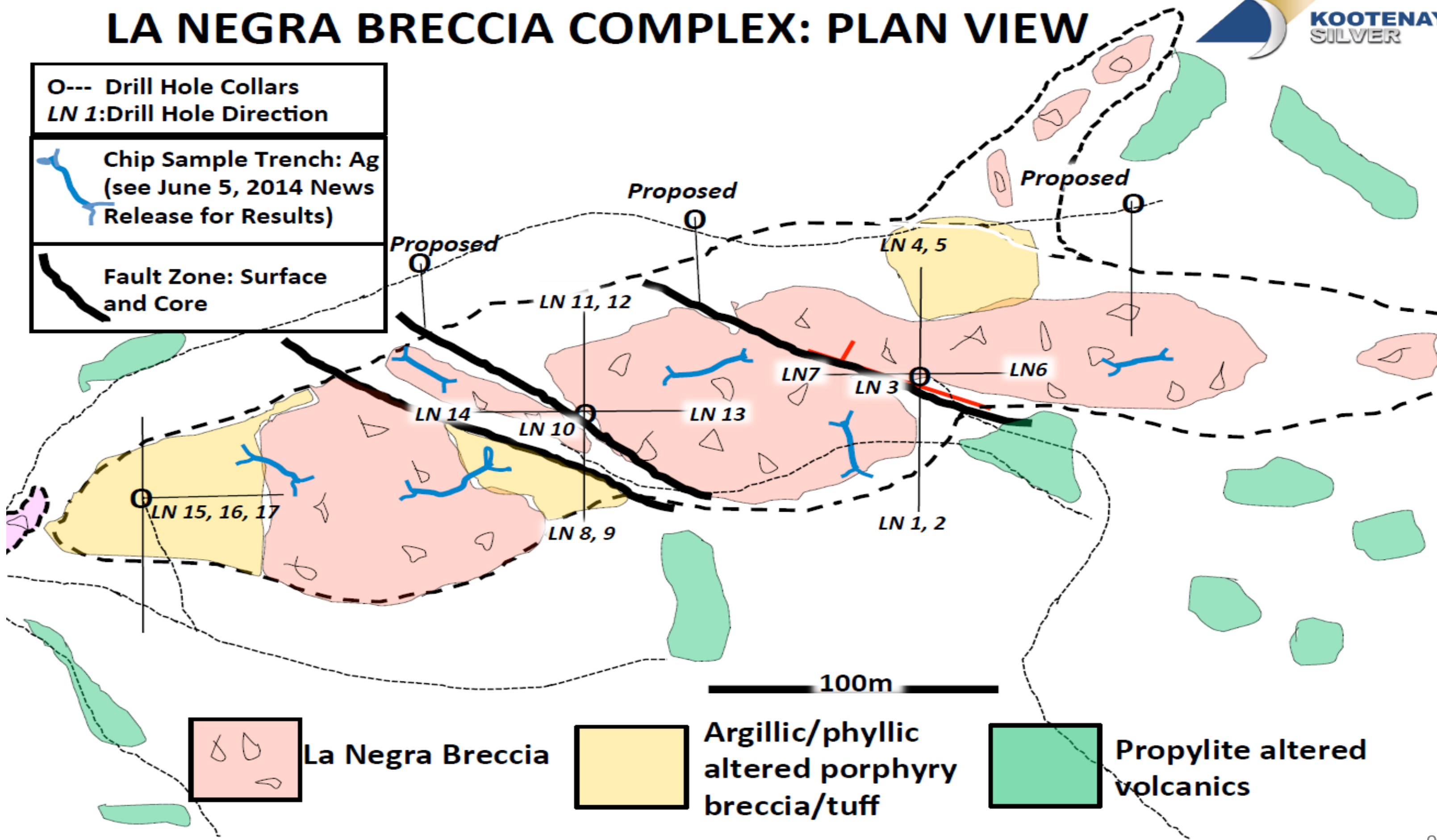
- Diatreme Breccia Pipe
- Approx. 500m x 200m of silver mineralization extending from surface
- First 7 Drill Holes Confirm Mineralization at Depth
  - **367 gpt Ag over 14 meters**
  - **141 gpt Ag over 50 meters**
  - **182 gpt Ag over 40 meters**
  - **82 gpt Ag over 144 meters**
- Low Cost Open Pit Leach Potential



# LA NEGRA BRECCIA COMPLEX: PLAN VIEW



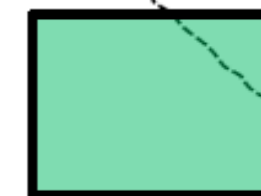
|   |
|---|
| <p>O--- Drill Hole Collars<br/>LN 1: Drill Hole Direction</p>                     |
| <p>Chip Sample Trench: Ag<br/>(see June 5, 2014 News<br/>Release for Results)</p> |
| <p>Fault Zone: Surface<br/>and Core</p>   |



La Negra Breccia



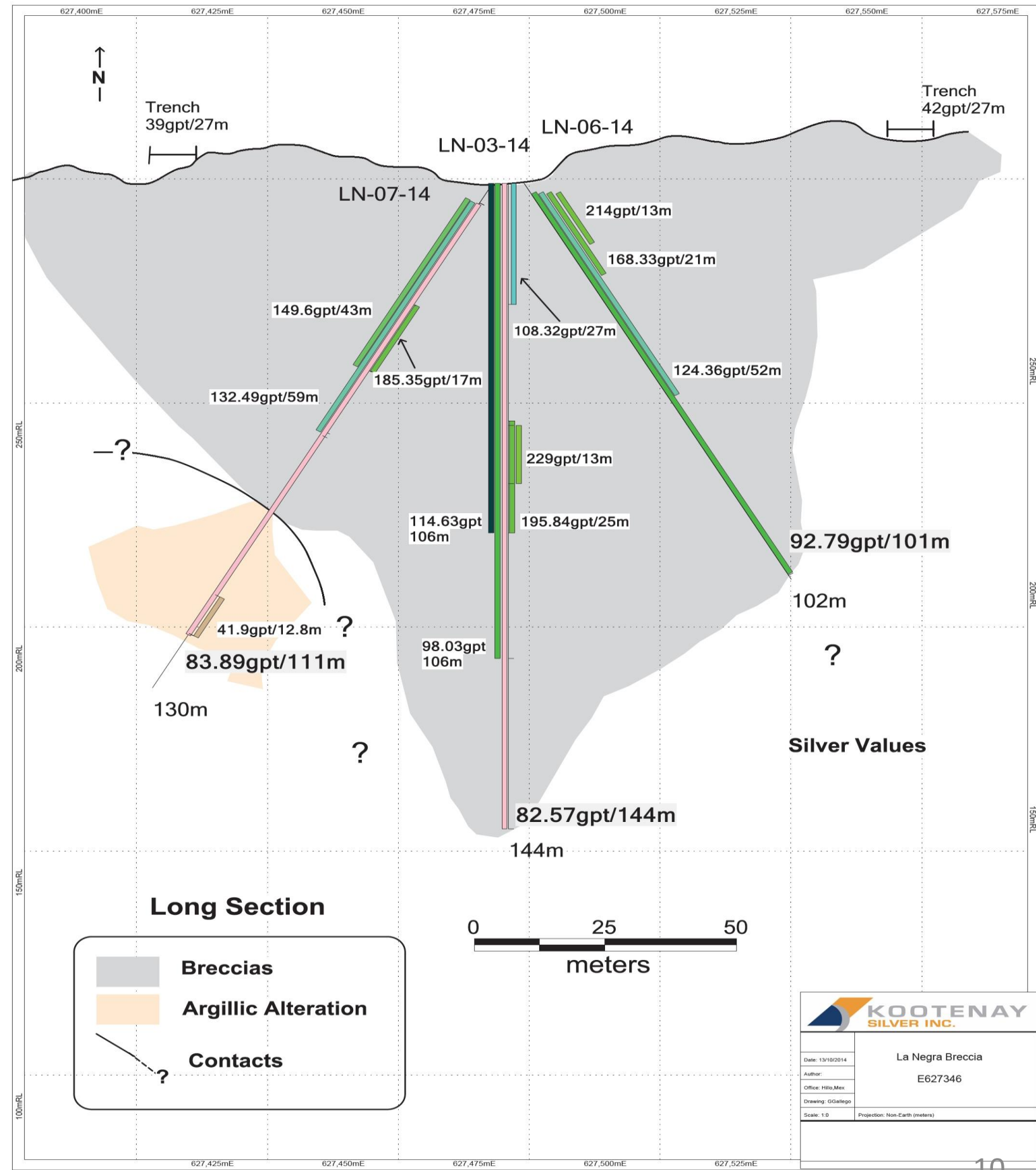
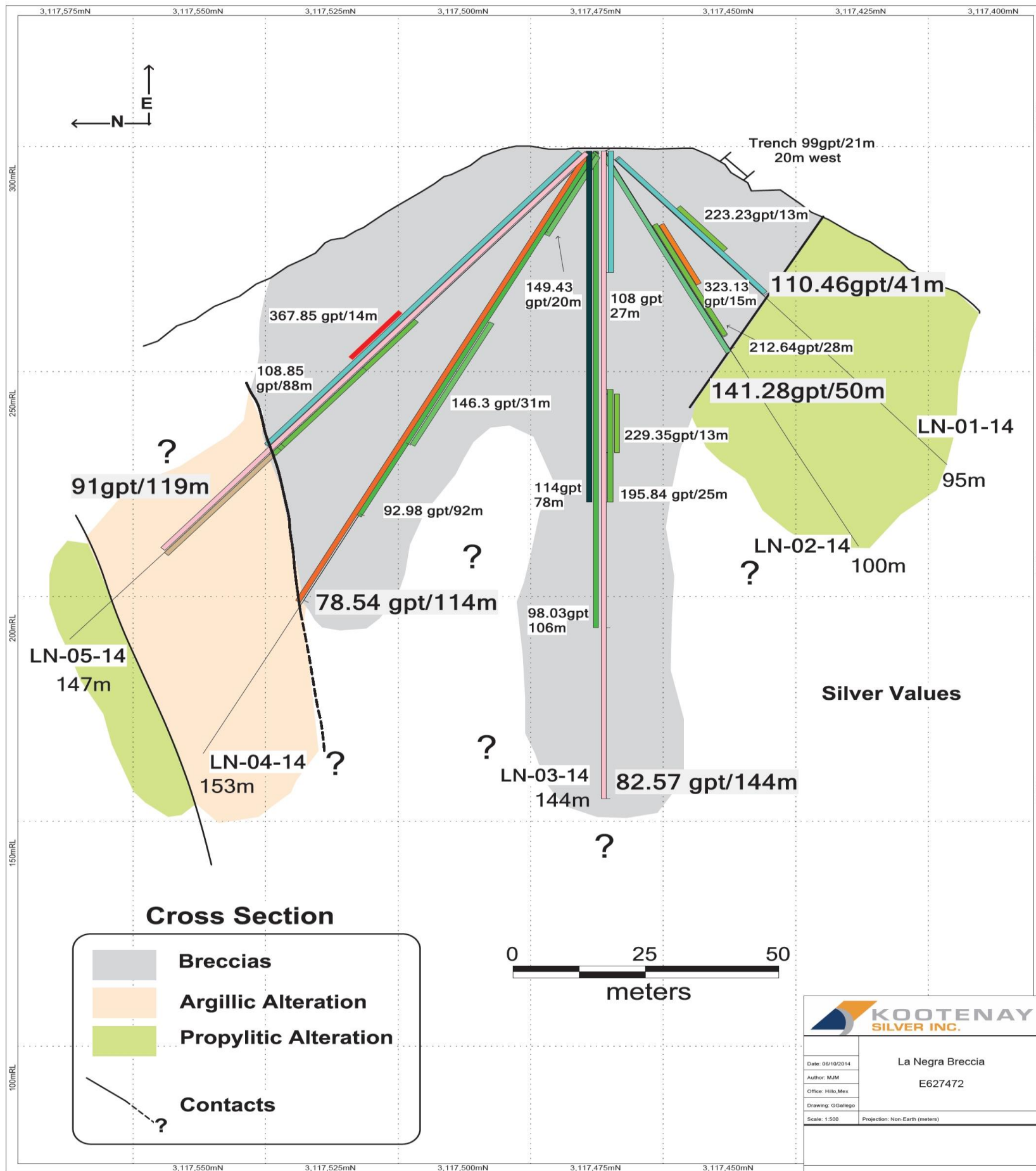
Argillic/phyllic  
altered porphyry  
breccia/tuff



Propylite altered  
volcanics



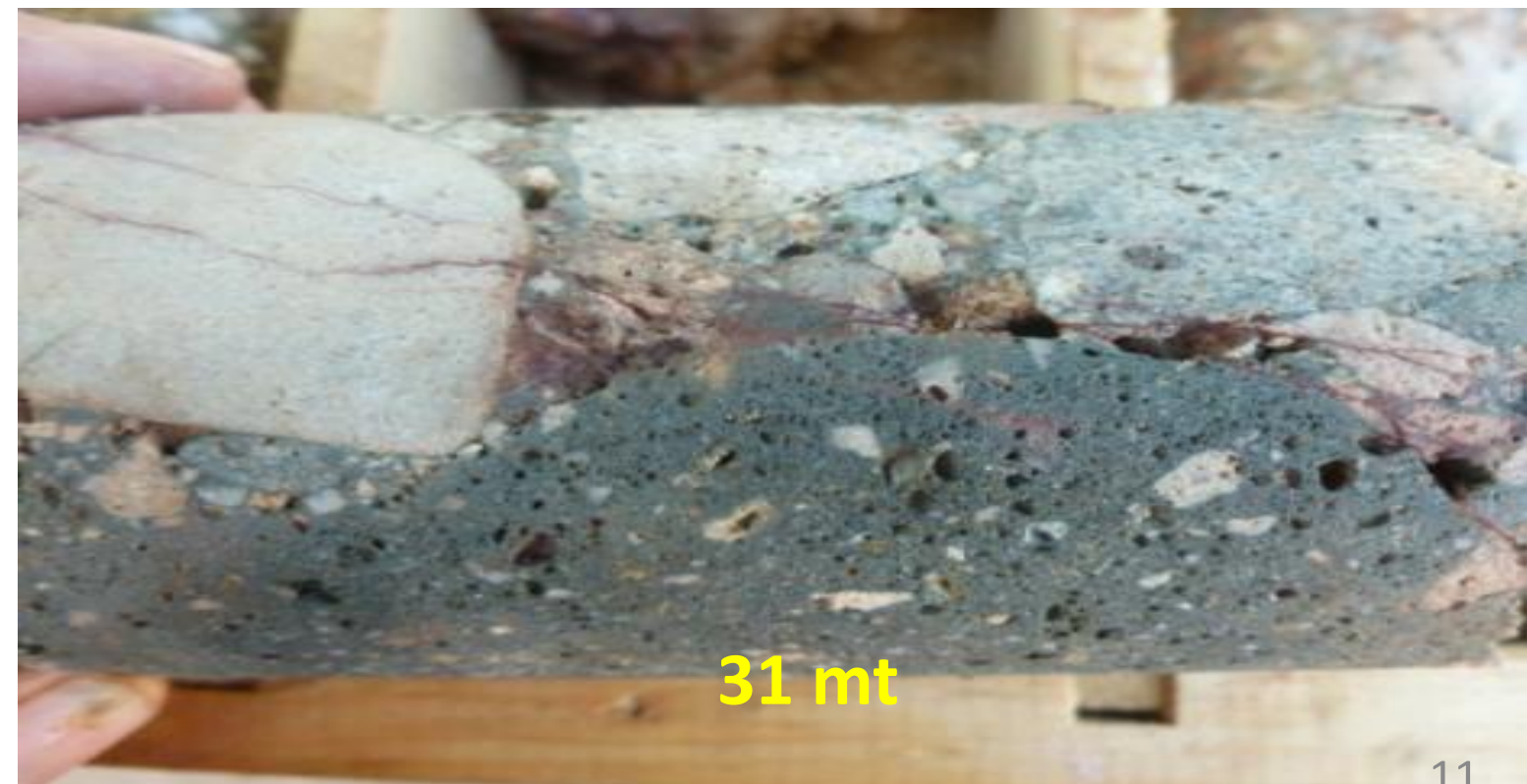
# La Negra Drilling





# La Negra –“First seven drill holes hit high-grade Silver”

| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type |
|------------|-----------|----------|--------|--------------|----------|----------|-------|-----------|
| LN-01-14   |           | 3        | 44     | 41           | 110.46   | 67.71    | 0.126 | Breccia   |
|            | Including | 18       | 37     | 19           | 177.1    | 112.78   | 0.056 | Breccia   |
|            | Including | 18       | 31     | 13           | 223.23   | 129.38   | 0.07  | Breccia   |
| 95m EOH    |           |          |        |              |          |          |       |           |
| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type |
| LN-02-14   |           | 0        | 50     | 50           | 141.28   | 107.72   | 0.215 | Breccia   |
|            | Including | 0        | 40     | 40           | 161.25   | 121.15   | 0.256 | Breccia   |
|            | Including | 19       | 47     | 28           | 212.64   | 149.14   | 0.144 | Breccia   |
|            | Including | 19       | 34     | 15           | 323.13   | 197.8    | 0.216 | Breccia   |
| 100m EOH   |           |          |        |              |          |          |       |           |
| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type |
| LN-03-14   |           | 0        | 144    | 144          | 82.57    | 57.93    | 0.309 | Breccia   |
|            | Including | 0        | 27     | 27           | 108.32   | 77.3     | 0.618 | Breccia   |
|            | Including | 0        | 106    | 106          | 98.03    | 62.19    | 0.373 | Breccia   |
|            | Including | 0        | 78     | 78           | 114.63   | 66.04    | 0.383 | Breccia   |
|            | Including | 53       | 78     | 25           | 195.84   | 107.4    | 0.144 | Breccia   |
|            | Including | 54       | 67     | 13           | 229.38   | 103.61   | 0.166 | Breccia   |
| 144m EOH   |           |          |        |              |          |          |       |           |
| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type |
| LN-04-14   |           | 0        | 114    | 114          | 78.54    | 66.4     | 0.311 | Breccia   |
|            | Including | 0        | 92     | 92           | 92.98    | 79.68    | 0.351 | Breccia   |
|            | Including | 0        | 67     | 67           | 118.93   | 83.39    | 0.409 | Breccia   |
|            | Including | 0        | 20     | 20           | 149.43   | 73.21    | 0.85  | Breccia   |
|            | Including | 43       | 74     | 31           | 146.38   | 95.67    | 0.103 | Breccia   |
| 152m EOH   |           |          |        |              |          |          |       |           |





# La Negra Discovery –“Game Changer for KTN”



| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type             |
|------------|-----------|----------|--------|--------------|----------|----------|-------|-----------------------|
| LN-05-14   |           | 0        | 119    | 119          | 91       | 46.44    | 0.576 | Breccia               |
|            | Including | 0        | 88     | 88           | 108.85   | 39.95    | 0.625 | Breccia               |
|            | Including | 51       | 91     | 40           | 182.87   | 70.97    | 1.171 | Breccia               |
|            | Including | 51       | 65     | 14           | 367.85   | 111.42   | 1.84  | Breccia               |
|            | Including | 89       | 119    | 30           | 40.4     | 64.55    | 0.427 | Stockwork             |
| 147m EOH   |           |          |        |              |          |          |       |                       |
| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type             |
| LN-06-14   |           | 3        | 101    | 98           | 92.79    | 104.37   | 0.153 | Breccia               |
|            | Including | 3        | 55     | 52           | 124.36   | 88.59    | 0.224 | Breccia               |
|            | Including | 3        | 24     | 21           | 168.33   | 125.8    | 0.416 | Breccia               |
|            | Including | 3        | 16     | 13           | 214.3    | 131.3    | 0.618 | Breccia               |
| 101m EOH   |           |          |        |              |          |          |       |                       |
| Drill Hole |           | From (m) | To (m) | Interval (m) | Ag (gpt) | Au (ppb) | Pb %  | Rock Type             |
| LN-07-14   |           | 5        | 64     | 59           | 132.49   | 85.34    | 0.26  | Breccia               |
|            | Including | 5        | 48     | 43           | 149.60   | 78.96    | 0.27  | Breccia               |
|            | Including | 31       | 48     | 17           | 185.35   | 153.18   | 0.23  | Breccia               |
|            | Including | 5        | 116    | 111          | 83.89    | 52.49    | 0.23  | Breccia/<br>Stockwork |
|            | Including | 65       | 116    | 51           | 17.06    | 7.42     | 0.19  | Stockwork             |
|            | Including | 106      | 116    | 10           | 41.90    | 12.80    | 0.47  | Stockwork             |
| 130m EOH   |           |          |        |              |          |          |       |                       |



# Promontorio... *“A Mine in the Making”*

92m oz Silver eqv; 24m oz inferred



## “DISCOVERY OF NEW HIGH-GRADE ZONE IN 2013”

### DH 186

**301 gpt Silver Eqv. Over 31.7 Meters**

- Including 1,046 gpt Silver Eqv. Over 5.0 M
- Including 300 gpt Silver Eqv. Over 7 M

### DH 185

**274 gpt Silver Eqv. Over 18.4 Meters**

- Including 1,106 gpt Silver Eqv. Over 3.0 M

### DH 189

**152 gpt Silver Eqv. Over 49.0 Meters**

- Including 333 gpt Silver Eqv. Over 12.0 M

### DH 193

**218 gpt Silver Eqv. Over 45.0 Meters**

- Including 415 gpt Silver Eqv. Over 22.0M





\* Refer to Report "Resource Statement for the Promontorio Deposit, Sonora State, Mexico: SRK Consulting (U.S.) Inc." March 31, 2013.

\* Prices used in AgEq and Resource Calculation:

Ag: \$31/oz Au: \$1650/oz Pb: \$0.97/lb Zn: \$0.89/lb

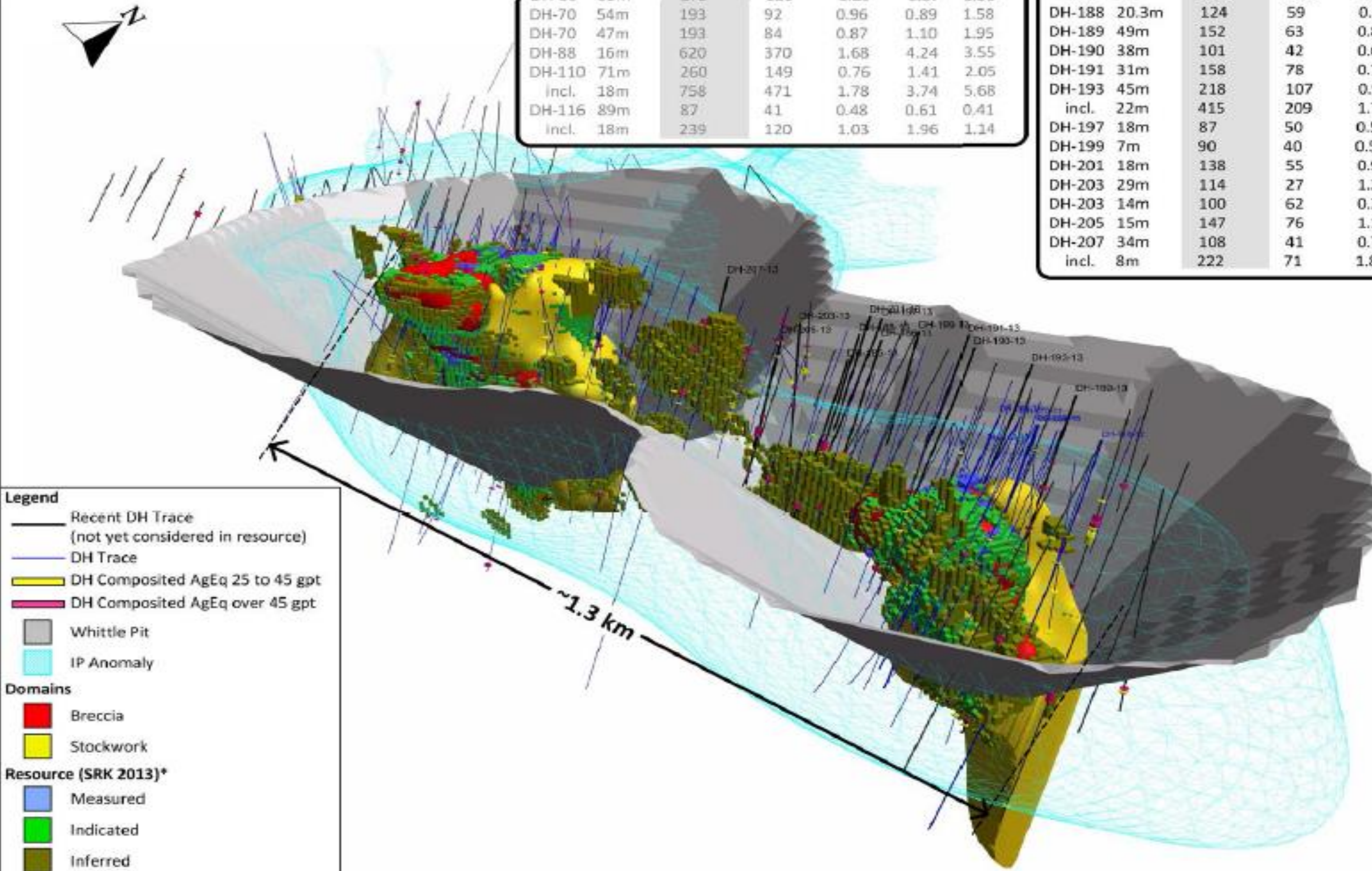
\* Refer to drill results table on website for complete assay results

## Previous Drilling Highlights: NE Zone/Corridor

| Hole ID | Interval | AgEq (gpt) | Ag (gpt) | Au (gpt) | Pb (%) | Zn(%) |
|---------|----------|------------|----------|----------|--------|-------|
| PC-28   | 51m      | 229        | 91       | 1.28     | 0.93   | 2.51  |
| incl.   | 18m      | 396        | 188      | 0.89     | 2.26   | 5.73  |
| DH-66   | 39m      | 279        | 128      | 1.23     | 1.27   | 2.98  |
| DH-70   | 54m      | 193        | 92       | 0.96     | 0.89   | 1.58  |
| DH-70   | 47m      | 193        | 84       | 0.87     | 1.10   | 1.95  |
| DH-88   | 16m      | 620        | 370      | 1.68     | 4.24   | 3.55  |
| DH-110  | 71m      | 260        | 149      | 0.76     | 1.41   | 2.05  |
| incl.   | 18m      | 758        | 471      | 1.78     | 3.74   | 5.68  |
| DH-116  | 89m      | 87         | 41       | 0.48     | 0.61   | 0.41  |
| incl.   | 18m      | 239        | 120      | 1.03     | 1.96   | 1.14  |

## Recent Drilling Highlights: NE Zone/Corridor

| Hole ID | Interval | AgEq (gpt) | Ag (gpt) | Au (gpt) | Pb (%) | Zn(%) |
|---------|----------|------------|----------|----------|--------|-------|
| DH-185  | 18.4m    | 274        | 208      | 0.92     | 0.35   | 0.44  |
| DH-186  | 31.7m    | 301        | 200      | 1.21     | 0.88   | 0.91  |
| incl.   | 5m       | 1046       | 808      | 1.83     | 3.02   | 3.87  |
| DH-188  | 20.3m    | 124        | 59       | 0.84     | 0.46   | 0.54  |
| DH-189  | 49m      | 152        | 63       | 0.88     | 1.09   | 0.97  |
| DH-190  | 38m      | 101        | 42       | 0.60     | 0.65   | 0.65  |
| DH-191  | 31m      | 158        | 78       | 0.73     | 0.98   | 1.01  |
| DH-193  | 45m      | 218        | 107      | 0.99     | 1.32   | 1.51  |
| incl.   | 22m      | 415        | 209      | 1.78     | 2.46   | 2.96  |
| DH-197  | 18m      | 87         | 50       | 0.50     | 0.24   | 0.24  |
| DH-199  | 7m       | 90         | 40       | 0.55     | 0.53   | 0.47  |
| DH-201  | 18m      | 138        | 55       | 0.96     | 0.66   | 0.91  |
| DH-203  | 29m      | 114        | 27       | 1.37     | 0.30   | 0.38  |
| DH-203  | 14m      | 100        | 62       | 0.37     | 0.55   | 0.31  |
| DH-205  | 15m      | 147        | 76       | 1.19     | 0.17   | 0.19  |
| DH-207  | 34m      | 108        | 41       | 0.72     | 0.61   | 0.82  |
| incl.   | 8m       | 222        | 71       | 1.88     | 0.98   | 1.49  |



### Legend

- Recent DH Trace (not yet considered in resource)
- DH Trace
- DH Compositing AgEq 25 to 45 gpt
- DH Compositing AgEq over 45 gpt

- Whittle Pit
- IP Anomaly

### Domains

- Breccia
- Stockwork

### Resource (SRK 2013)\*

- Measured
- Indicated
- Inferred



**Resource Statement for the Promontorio Deposit, Sonora State, Mexico:  
SRK Consulting (U.S.) Inc., Effective Date March 31, 2013\*\***

| Pit Constrained        | 20 gpt AgEq Cut-Off | Tonnes (000's) | Avg AgEq (gpt) | Avg Ag (gpt) | Avg Au (gpt) | Avg Pb (%)  | Avg Zn (%)  | AgEq Oz (000's) | Ag Oz (000's) | Au Oz (000's) | Pb lbs (000's) | Zn lbs (000's) |
|------------------------|---------------------|----------------|----------------|--------------|--------------|-------------|-------------|-----------------|---------------|---------------|----------------|----------------|
|                        | Measured            | 10,289         | 74.79          | 32.69        | 0.40         | 0.46        | 0.55        | 24,741          | 10,814        | 134           | 105,328        | 123,715        |
|                        | Indicated           | 34,215         | 61.18          | 26.30        | 0.34         | 0.38        | 0.45        | 67,294          | 28,926        | 373           | 287,579        | 335,904        |
|                        | <b>M+I</b>          | <b>44,504</b>  | <b>64.32</b>   | <b>27.77</b> | <b>0.35</b>  | <b>0.40</b> | <b>0.47</b> | <b>92,035</b>   | <b>39,740</b> | <b>506</b>    | <b>392,907</b> | <b>459,619</b> |
|                        | Inferred            | 14,564         | 51.95          | 24.95        | 0.28         | 0.28        | 0.31        | 24,326          | 11,683        | 132           | 89,430         | 98,462         |
| Outside Pit Constraint | 45 gpt AgEq Cut-Off | Tonnes (000's) | Avg AgEq (gpt) | Avg Ag (gpt) | Avg Au (gpt) | Avg Pb (%)  | Avg Zn (%)  | AgEq Oz (000's) | Ag Oz (000's) | Au Oz (000's) | Pb lbs (000's) | Zn lbs (000's) |
|                        | Measured            | 3              | 62.27          | 25.12        | 0.32         | 0.37        | 0.63        | 6               | 2             | 0             | 23             | 40             |
|                        | Indicated           | 212            | 56.88          | 22.86        | 0.28         | 0.40        | 0.55        | 387             | 156           | 2             | 1,889          | 2,551          |
|                        | <b>M+I</b>          | <b>215</b>     | <b>56.96</b>   | <b>22.89</b> | <b>0.28</b>  | <b>0.40</b> | <b>0.55</b> | <b>393</b>      | <b>158</b>    | <b>2</b>      | <b>1,913</b>   | <b>2,591</b>   |
|                        | Inferred            | 1,265          | 61.17          | 26.57        | 0.37         | 0.36        | 0.38        | 2,488           | 1,081         | 15            | 10,049         | 10,667         |

\*\* Mineral Resources are not Mineral Reserves and do not have demonstrated economic viability. There is no certainty that all or any part of the Mineral Resources estimated will be converted into Mineral Reserves estimate;

<sup>1</sup> Open pit resources stated as contained within a potentially economically mineable pit shell;

<sup>2</sup> Pit optimization is based on assumed silver, gold, lead, and zinc prices of \$31/oz, \$1650/oz, \$0.96/lb, and \$0.89/lb respectively, mill recoveries of 74%, 70%, 81% and 88% respectively, a 1.5% NSR, Estimated mining costs of \$1.20/t, and estimated processing and G&A cost of \$12.00/t; and an estimated POX cost of \$2/tonne (\$30/tonne of pyrite concentrate)

<sup>3</sup> Break-even cutoff grades used were 20 g/t AgEq for open pit mill material and 46 g/t AgEq for outside Pit material;

<sup>4</sup> Silver equivalency is based on unit values calculated from the above metal prices, and assumes 100% recovery of all metals; and

<sup>5</sup> Mineral resource tonnage and contained metal have been rounded to reflect the accuracy of the estimate, and numbers may not add due to rounding.



# Promontorio Mineral Belt offers potential Advanced Development and Multiple New Discoveries

## Diatreme Hosted Deposits...

### PENASQUITO, MEX

- ✓ Proven and Probable reserves of 17.8M oz. Au,  
1B oz. Ag (plus Pb & Zn)

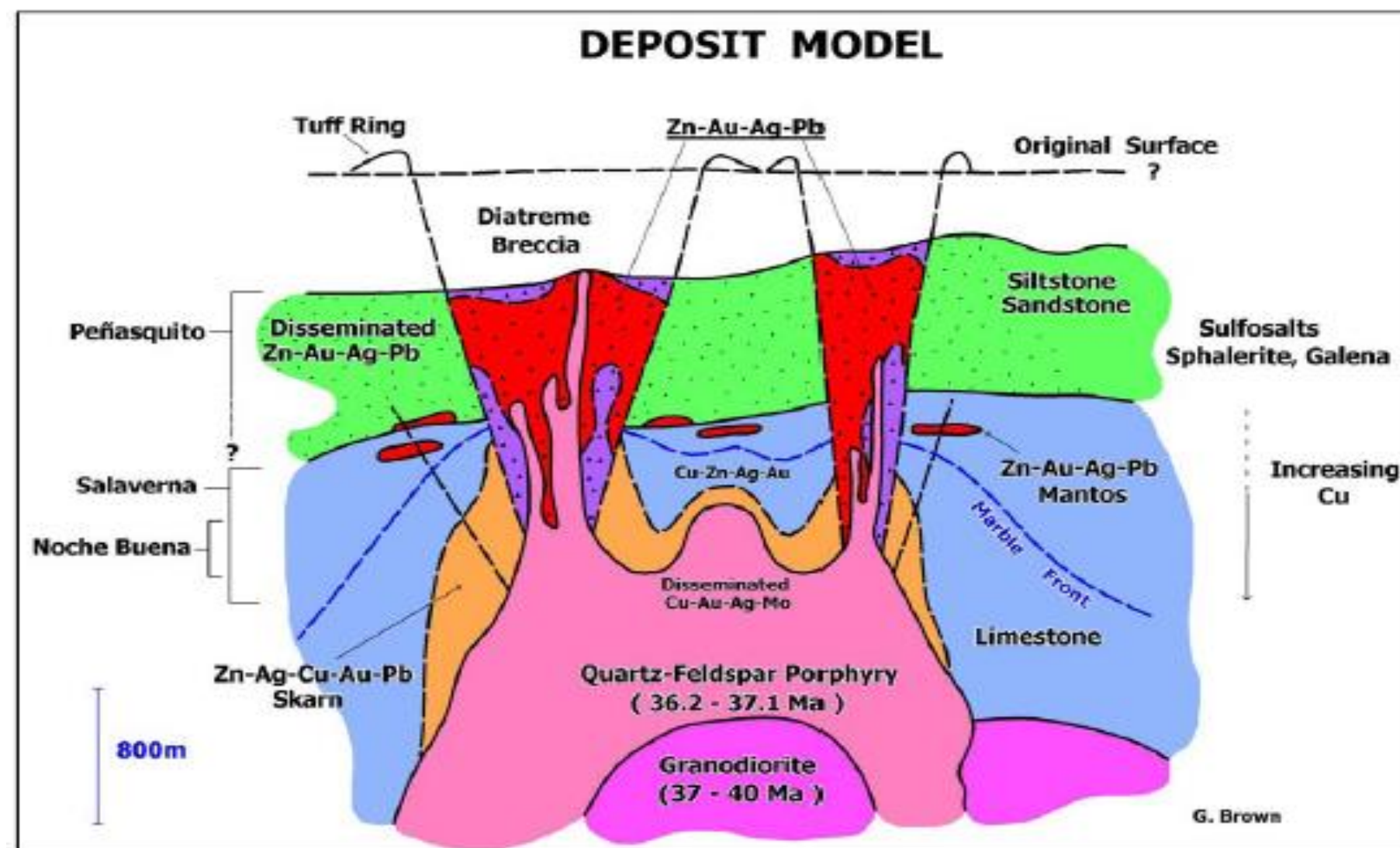
### PITARRILLA, MEX

- ✓ 643M oz. of Ag Measured/Indicated  
(plus Pb & Zn)

### CRIPPLE CREEK, COLORADO

- ✓ 8.2M oz. Au M&I Resource, 1.4M oz. Au Reserve

Figure 8-1: Peñasquito Deposit Model





# Value Proposition

*“KTN Goal is to Fast Track Development”*

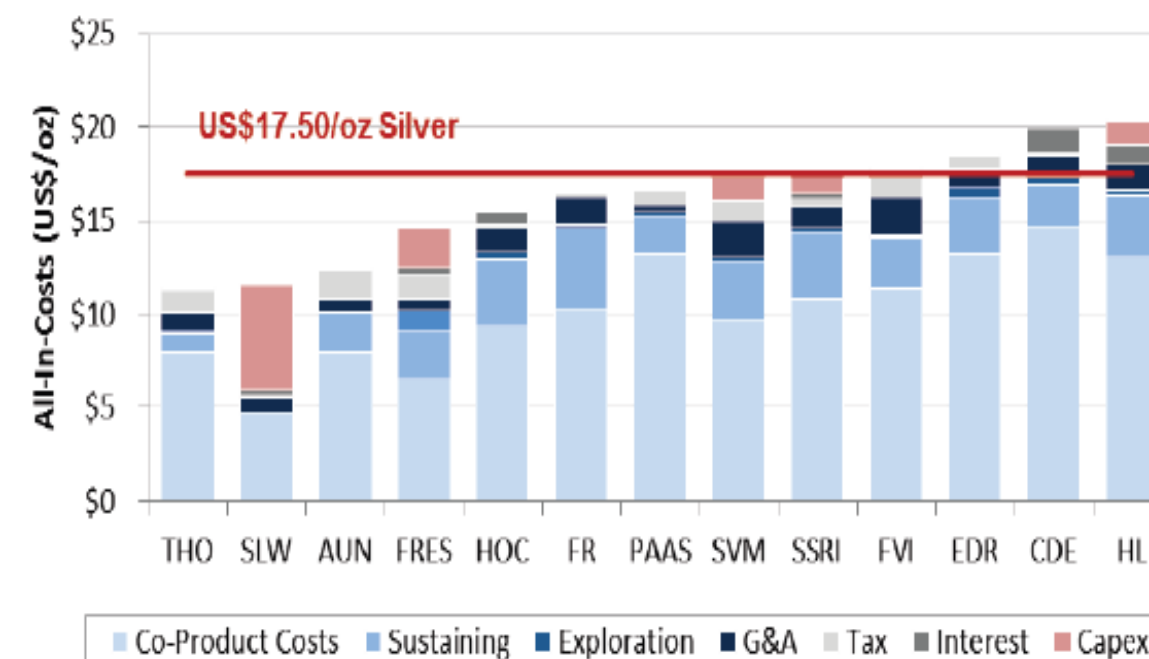
- **LA NEGRA SILVER DISCOVERY**

- One of the few “New Discoveries”
- Fast Track Resource Development
  - Engage Hans Schmidt (Grayd/Agnico)
- Low Cost Company Builder
- Catalysts for a Potential Take-out

- **PROMONTORIO MINE SITE**

- 91m oz Silver eqv; 24m oz inferred
- New High-grade Zone Discovered

Fig 1: 2015E All-In-Cost (US\$/oz silver equiv.)



Source: BMO Capital Markets

*Two silver discoveries 6km apart;  
Shared infrastructure sharply boosts economies of scale*





## CORPORATE OFFICE:

KOOTENAY SILVER INC.

1055 West Hastings Street, #1820  
Vancouver, BC, V6E 2E9, Canada

Tel: (604) 601-5650

Fax: (604) 683-2249

Toll free: (888) 601-5650

E-Mail: [info@kootenaysilver.com](mailto:info@kootenaysilver.com)

Website: [www.kootenaysilver.com](http://www.kootenaysilver.com)

