

Form 62-103F1

Required Disclosure under the Early Warning Requirements

State if this report is filed to amend information disclosed in an earlier report. Indicate the date of the report that is being amended.

Item 1 – Security and Reporting Issuer

1.1 State the designation of securities to which this report relates and the name and address of the head office of the issuer of the securities.

The designation of securities to which this report relates is common shares (“**Anacortes Shares**”) of Anacortes Mining Corp. (“**Anacortes**”).

Anacortes Mining Corp.
1090 - 510 Burrard Street
Vancouver, British Columbia
V6C 3B9

1.2 State the name of the market in which the transaction or other occurrence that triggered the requirement to file this report took place.

Not applicable. See item 2.2.

Item 2 – Identity of the Acquiror

2.1 State the name and address of the acquiror.

Pan American Silver Corp.
Suite 1500 - 625 Howe Street
Vancouver, British Columbia
V6C 2T6

2.2 State the date of the transaction or other occurrence that triggered the requirement to file this report and briefly describe the transaction or other occurrence.

Pan American Silver Corp. (“**Pan American**”) has acquired, indirectly through its wholly-owned subsidiary, Pan American Silver (Barbados) Corp., ownership and control of an additional 969,166 common shares of Anacortes Mining Corp. (formerly First Light Capital Corp.) on December 7, 2021, bringing its total direct and indirectly owned and controlled Anacortes Shares to 4,700,458. The acquisition of the 4,700,458 Anacortes Shares by Pan American and its subsidiary was the result of a plan of arrangement (the “**Arrangement**”) under the *Business Corporations Act* (British Columbia) completed by Anacortes and New Oroperu Resources Inc. (“**New Oroperu**”) on October 6, 2021, pursuant to which Anacortes acquired all of the issued and outstanding shares of New Oroperu based on an exchange ratio of 5.815 common shares of Anacortes for each New Oroperu common share. Anacortes

thereafter effected a six for one consolidation of all of its issued and outstanding common shares (the “**Consolidation**”). Pan American and its subsidiary held a total of 4,850,000 common shares of New Oroperu immediately prior the Arrangement, which were tendered and exchanged for the Anacortes Shares pursuant to the Arrangement and the subsequent Consolidation.

2.3 State the names of any joint actors.

Not applicable.

Item 3 – Interest in Securities of the Reporting Issuer

3.1 State the designation and number or principal amount of securities acquired or disposed of that triggered the requirement to file this report and the change in the acquiror’s security holding percentage in the class of securities.

Pan American has acquired, indirectly through its wholly-owned subsidiary, ownership and control of an additional 969,166 Anacortes Shares on December 7, 2021. Following the completion of the Arrangement and the Consolidation, Pan American owns directly or indirectly, or exercises control or direction over 4,700,458 Anacortes Shares, representing approximately 11.16% of the total issued and outstanding Anacortes Shares on a non-diluted basis, and approximately 3.66% of the total issued and outstanding Anacortes Shares on a fully-diluted basis. Prior to the Arrangement and the Consolidation, Pan American held directly or indirectly, or exercised control or direction over 4,850,000 common shares of New Oroperu, representing approximately 17.36% of the total issued and outstanding common shares of New Oroperu on a non-diluted basis, and approximately 14.47% of the total issued and outstanding common shares of New Oroperu on a fully-diluted basis.

3.2 State whether the acquiror acquired or disposed ownership of, or acquired or ceased to have control over, the securities that triggered the requirement to file this report.

Pan American has acquired, indirectly through its wholly-owned subsidiary, ownership and control of an additional 969,166 Anacortes Shares on December 7, 2021, bringing its total direct and indirectly owned and controlled common shares of Anacortes to 4,700,458, all of which were acquired as a result of the Arrangement and the Consolidation.

3.3 If the transaction involved a securities lending arrangement, state that fact.

Not applicable.

3.4 State the designation and number or principal amount of securities and the acquiror’s securityholding percentage in the class of securities, immediately before and after the transaction or other occurrence that triggered the requirement to file this report.

See 3.1 above.

3.5 State the designation and number or principal amount of securities and the acquiror's securityholding percentage in the class of securities referred to in Item 3.4 over which

- (a) the acquiror, either alone or together with any joint actors, has ownership and control,**

Following the completion of the Arrangement and the Consolidation, Pan American owns directly or indirectly, or exercises control or direction over 4,700,458 Anacortes Shares, representing approximately 11.16% of the total issued and outstanding Anacortes Shares on a non-diluted basis, and approximately 3.66% of the total issued and outstanding Anacortes Shares on a fully-diluted basis.

- (b) the acquiror, either alone or together with any joint actors, has ownership but control is held by persons or companies other than the acquiror or any joint actor, and**

Not applicable.

- (c) the acquiror, either alone or together with any joint actors, has exclusive or shared control but does not have ownership.**

Not applicable.

3.6 If the acquiror or any of its joint actors has an interest in, or right or obligation associated with, a related financial instrument involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of the related financial instrument and its impact on the acquiror's securityholdings.

Not applicable.

3.7 If the acquiror or any of its joint actors is a party to a securities lending arrangement involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of the arrangement including the duration of the arrangement, the number or principal amount of securities involved and any right to recall the securities or identical securities that have been transferred or lent under the arrangement.

Not applicable.

State if the securities lending arrangement is subject to the exception provided in section 5.7 of NI 62-104.

Not applicable.

3.8 If the acquiror or any of its joint actors is a party to an agreement, arrangement or understanding that has the effect of altering, directly or indirectly, the

acquiror's economic exposure to the security of the class of securities to which this report relates, describe the material terms of the agreement, arrangement or understanding.

Not applicable.

Item 4 – Consideration Paid

4.1 State the value, in Canadian dollars, of any consideration paid or received per security and in total.

Pursuant to the terms of the Arrangement, shareholders of New Oroperu received 5.815 Anacortes Shares for each issued and outstanding common share of New Oroperu. Anacortes thereafter effected a six for one consolidation of all of its issued and outstanding common shares.

Pan American, directly and indirectly, tendered and exchanged a total of 4,850,000 common shares of New Oroperu in order to acquire the 4,700,458 Anacortes Shares pursuant to the Arrangement and Consolidation. The closing price of the common shares of New Oroperu on the TSX Venture Exchange on October 5, 2021, the last trading day prior to the effective date of the Arrangement, was \$1.80, which would imply \$8,730,000 in aggregate value.

4.2 In the case of a transaction or other occurrence that did not take place on a stock exchange or other market that represents a published market for the securities, including an issuance from treasury, disclose the nature and value, in Canadian dollars, of the consideration paid or received by the acquiror.

See 4.1 above.

4.3 If the securities were acquired or disposed of other than by purchase or sale, describe the method of acquisition or disposition.

See 4.1 above.

Item 5 – Purpose of the Transaction

State the purpose or purposes of the acquiror and any joint actors for the acquisition or disposition of securities of the reporting issuer. Describe any plans or future intentions which the acquiror and any joint actors may have which relate to or would result in any of the following:

- (a) the acquisition of additional securities of the reporting issuer, or the disposition of securities of the reporting issuer;**
- (b) a corporate transaction, such as a merger, reorganization or liquidation, involving the reporting issuer or any of its subsidiaries;**

- (c) a sale or transfer of a material amount of the assets of the reporting issuer or any of its subsidiaries;**
- (d) a change in the board of directors or management of the reporting issuer, including any plans or intentions to change the number or term of directors or to fill any existing vacancy on the board;**
- (e) a material change in the present capitalization or dividend policy of the reporting issuer;**
- (f) a material change in the reporting issuer's business or corporate structure;**
- (g) a change in the reporting issuer's charter, bylaws or similar instruments or another action which might impede the acquisition of control of the reporting issuer by any person or company;**
- (h) a class of securities of the reporting issuer being delisted from, or ceasing to be authorized to be quoted on, a marketplace;**
- (i) the issuer ceasing to be a reporting issuer in any jurisdiction of Canada;**
- (j) a solicitation of proxies from securityholders;**
- (k) an action similar to any of those enumerated above.**

Pan American's acquisition of the Anacortes Shares pursuant to the Arrangement and the Consolidation was for investment purposes. Pan American may, in the future, acquire ownership and control over additional securities of Anacortes or dispose of any or all of such securities in the open market or otherwise, at any time and from time to time, for investment purposes.

Item 6 – Agreements, Arrangements, Commitments or Understandings With Respect to Securities of the Reporting Issuer

Describe the material terms of any agreements, arrangements, commitments or understandings between the acquiror and a joint actor and among those persons and any person with respect to securities of the class of securities to which this report relates, including but not limited to the transfer or the voting of any of the securities, finder's fees, joint ventures, loan or option arrangements, guarantees of profits, division of profits or loss, or the giving or withholding of proxies. Include such information for any of the securities that are pledged or otherwise subject to a contingency, the occurrence of which would give another person voting power or investment power over such securities, except that disclosure of standard default and similar provisions contained in loan agreements need not be included.

Not applicable.

Item 7 – Change in Material Fact

If applicable, describe any change in a material fact set out in a previous report filed by the acquiror under the early warning requirements or Part 4 in respect of the reporting issuer’s securities.

There are no changes in any material facts.

Item 8 – Exemption

If the acquiror relies on an exemption from requirements in securities legislation applicable to formal bids for the transaction, state the exemption being relied on and describe the facts supporting that reliance.

Not applicable.

Item 9 – Certification

I, as the acquiror, certify, or I, as the agent filing this report on behalf of an acquiror, certify to the best of my knowledge, information and belief, that the statements made in this report are true and complete in every respect.

December 9, 2021

Date

/s/ Delaney Fisher

Signature

Delaney Fisher, VP, Associate General Counsel & Corporate Secretary

Name/Title