



# SilverStream SEZC

**EMERGING PRECIOUS METALS STREAMING COMPANY**  
**October 2014**



HSBC House, 68 West Bay Road  
George Town, Grand Cayman  
Cayman Islands KY1-1003

# FORWARD LOOKING STATEMENTS

## CAUTIONARY NOTE REGARDING FORWARD LOOKING-STATEMENTS

The information contained herein contains “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995 and “forward-looking information” within the meaning of applicable Canadian securities legislation. Forward-looking statements, which are all statements other than statements of historical fact, include, but are not limited to, statements with respect to the future price of silver and gold, the estimation of mineral reserves and resources, the realization of mineral reserve estimates, the timing and amount of estimated future production, costs of production, reserve determination, reserve conversion rates and statements as to any future dividends. Generally, these forward-looking statements can be identified by the use of forward-looking terminology such as “plans”, “expects” or “does not expect”, “is expected”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates” or “does not anticipate”, or “believes”, or variations of such words and phrases or statements that certain actions, events or results “may”, “could”, “would”, “might” or “will be taken”, “occur” or “be achieved”. Forward-looking statements are subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of SilverStream to be materially different from those expressed or implied by such forward-looking statements, including but not limited to fluctuations in the price of silver and gold; the absence of control over mining operations from which SilverStream purchases silver or gold and risks related to these mining operations including risks related to fluctuations in the price of the primary commodities mined at such operations, actual results of mining and exploration activities, economic and political risks of the jurisdictions in which the mining operations are located and changes in project parameters as plans continue to be refined; and differences in the interpretation or application of tax laws and regulations. Forward-looking statements are based on assumptions management believes to be reasonable, including but not limited to: the continued operation of the mining operations from which SilverStream purchases silver or gold, no material adverse change in the market price of commodities, that the mining operations will operate and the mining projects will be completed in accordance with their public statements and achieve their stated production outcomes, and such other assumptions and factors as set out herein.

# COMPANY SNAPSHOT



SilverStream SEZC (“SilverStream”) is a pure-play precious metals streaming company offering investors the opportunity to participate in exposure to metal price volatility, mine life extension, and production gains - with less risk and fixed prices. SilverStream is focused on small and micro-cap producing operations.

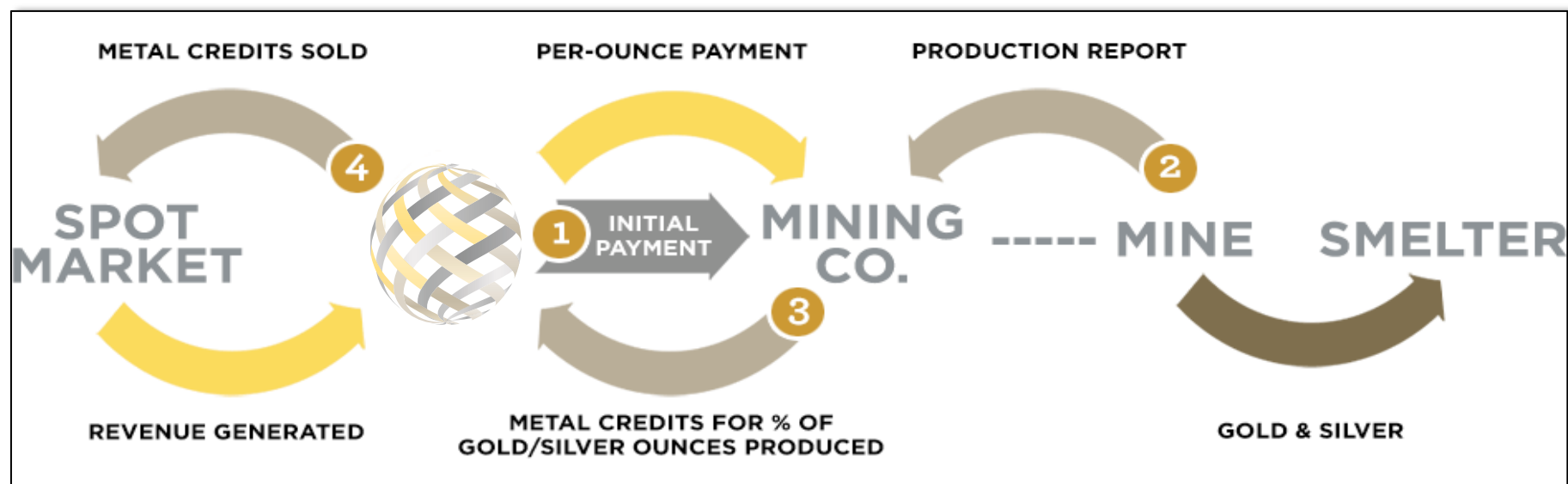


SilverStream was incorporated in January 2014 and in February 2014 received its trade certificate as part of the Cayman Enterprise City, a Special Economic Zone within Grand Cayman offering various incentives to companies operating in specific industries.



The Cayman Enterprise City (“CEC”) offers SilverStream significant corporate benefits **including no corporate income tax for a minimum of 60 years**, the ability to operate without Caymanian ownership, 5+ year work permits and duty free imports if needed.

# METAL STREAMING OVERVIEW



1. Metal Streaming is the practice of purchasing all or a portion of a mines production for both an upfront payment (or milestone payments) and a low fixed price per ounce of metal; typically over the life of the mine.
2. SilverStream makes an initial payment to the Mining Company.
3. The Company's mine produces doré or sells its concentrated ore to a smelter. The production report is used as a reference for the amount of metal to be credited.
4. SilverStream sells the metal credits in the spot market and captures the difference between the spot price and fixed purchase price.



# THE SILVERSTREAM OPPORTUNITY

- Metal Streaming is the practice of purchasing all or a portion of a mines production for both an upfront payment (or milestone payments) and a low fixed price per ounce of metal delivered; typically over the life of the mine.
- SilverStream provides capital to miners for a variety of purposes including expansion capital, debt refinancing, and project acquisition.
- Currently no dedicated precious metals streaming companies serving small/micro cap miners.
- Current sources of streaming capital are concentrating on larger transactions and investing in companies not in production.



# THE SILVERSTREAM OPPORTUNITY

- By purchasing the right to future production at a fixed cost, SilverStream offers investors leverage to commodity price movements, exploration/expansion upside, and immediate cash flow.
- SilverStream mitigates equity level risk. i.e. (no CAPEX, no cost overhangs, no sustaining CAPEX, no exploration expenses, and no environmental liability.)
- SilverStream maintains the right to operational oversight and board oversight when necessary support to its investment.

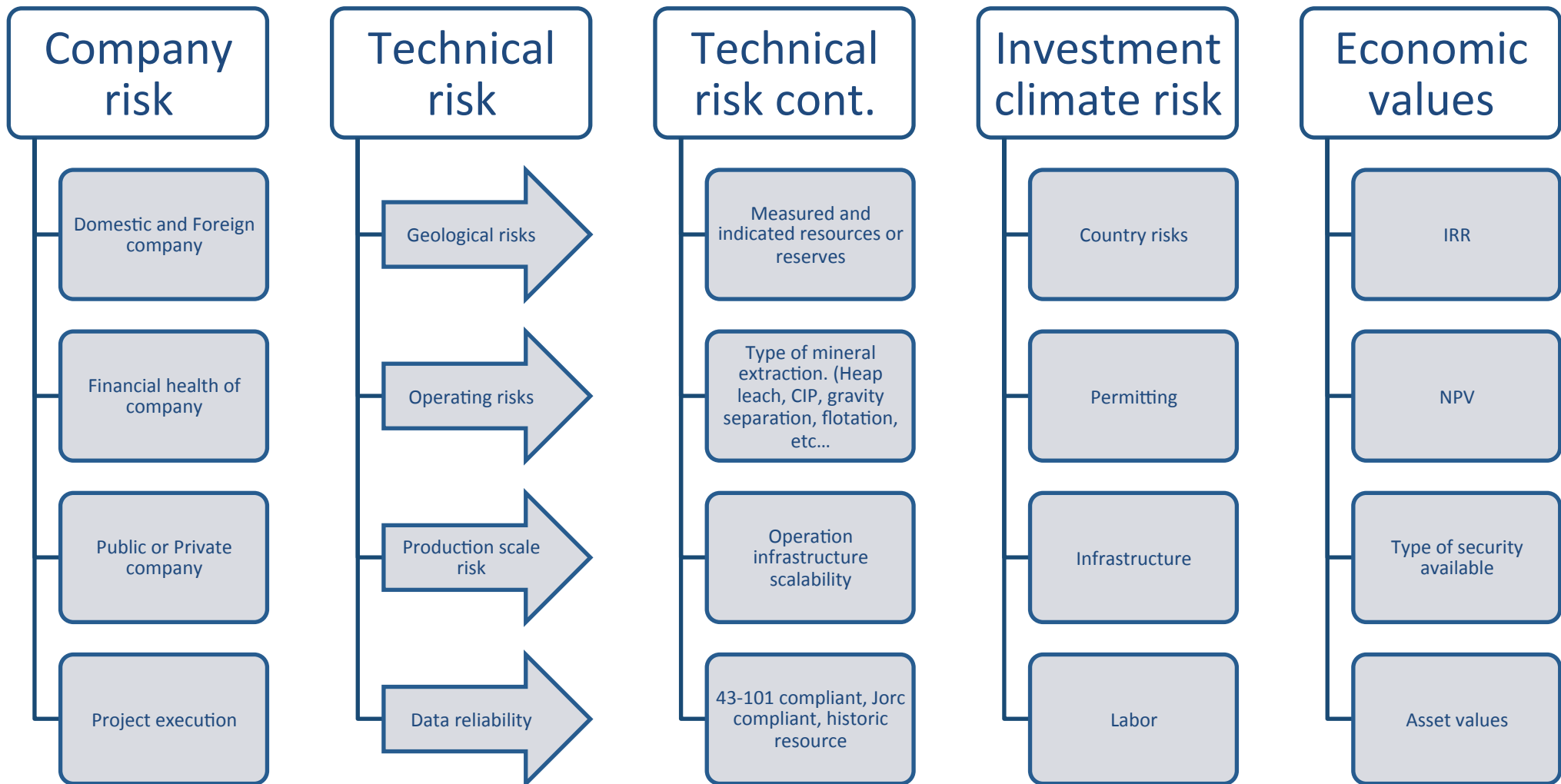


# METALS STREAMING BENEFITS

## Benefits of Owning a Streaming Company

	Streaming Company	Mining Company
Exploration Upside	X	X
Leverage to metal price volatility	X	X
Fixed operating and cash cost	X	
No Capex	X	
Diverse Asset Base	X	

# DILIGENCE PROCESS





# Torrecillas Gold Project #1

- SilverStream closed its first transaction on April 8<sup>th</sup>, 2014 with Minera Gold Ltd. (MIZ:ASX)
- SilverStream invested \$5 million USD in total capital commitments in Minera for the right to purchase 10% of the gold produced from the Torrecillas Project at \$400 Au per oz.
- The metal purchase agreement extends for the life of the project and the resource is open in all directions.
- Expected 2015 cash flow from the Torrecillas Gold Project of \$2M USD at \$1200 Au. (Gold)



# San Santiago #2

## 2. Minera Gold San Santiago Stream (MIZ:ASX)

- SilverStream closed the metal purchase agreement on September 11<sup>th</sup> 2014.
- SilverStream invested \$4.5 million USD in total capital commitments in Minera for the right to purchase 100% of silver production up to 90,000 ounces for \$6 per ounce, and 50% of silver production for \$6 per ounce thereafter.
- San Santiago has been in production since 2007.
- Fully permitted toll milling operation processing both company and third party ore.
- Senior secured and safe and stable jurisdiction
- The stream is projected to cash flow \$1M for 2015 at \$20 silver, \$1.5M in 2016.



# MANAGEMENT BIOS

## Kyle Floyd – Chief Executive Officer

Mr. Floyd is the CEO of SilverStream SEZC. Mr. Floyd was influential in forming the concept, senior management team, and the business opportunity. Prior to his involvement with SilverStream, Mr. Floyd was an Investment Banker instrumental in financing, advising and structuring nearly a billion dollars in total transaction value. Mr. Floyd focused on the Metals and Mining industries with significant experience structuring and advising on various royalty and asset based financing vehicles. Mr. Floyd attended the Colorado School of Mines Master's program in Mineral and Energy Economics and graduated cum laude with distinction from the University Of Washington Foster School of Business majoring in Corporate Finance.

## Brett Heath – President

Mr. Heath is currently serving as the President of SilverStream SEZC. Mr. Heath was a founding principal of KSIR Capital Management a long only hedge fund focused on small and micro-cap mining companies. Under Mr. Heath's direction, KSIR consistently outperformed its precious metals benchmark indices. He also advised several mining companies while they were raising project finance for their respective operation and provided key relationships and insight to that process specifically from an equity perspective. Mr. Heath graduated from San Diego State University with a Bachelor's degree in Economics. Mr. Heath also attended the Johannes Kepler Universität Linz studying Austrian Economic Theory.

# MANAGEMENT BIOS

## Morgan Poliquin – Senior Technical Advisor

Morgan Poliquin is the CEO and President of publicly traded Almaden Minerals (NYSE: AAU; TSX: AMM) and is a Director of Gold Mountain (TSX:GUM). Mr Poliquin graduated from the UBC Geological Engineering program in 1994. He earned his Masters of Science in Geology at the University of Auckland, studying geothermal systems and epithermal gold deposits and his Ph.D. in Geology from the University of Exeter (Camborne School of Mines) studying the geology and mineral deposits of eastern Mexico. His Ph.D. research was combined with the prospecting program he led in Eastern Mexico for the Company. This exploration directly led to the Company's involvement in the Caballo Blanco and Ixtaca projects and the subsequent discoveries made on these projects. Morgan manages the corporate and technical direction of Almaden, and directs the company's prospecting and property exploration programs.