

Extractive Sector Transparency Measures Act - Annual Report

Reporting Entity Name

Fortuna Silver Mines Inc.

Reporting Year

From 2018-01-01

To: 2018-12-31

Date submitted

2019-05-30



FORTUNA
SILVER MINES INC.

Reporting Entity ESTMA Identification Number E929085

- Original Submission
 Amended Report

Other Subsidiaries Included
(optional field)

Not Consolidated

Not Substituted

Attestation by Reporting Entity

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.

Full Name of Director or Officer of Reporting Entity

Gordon Jang

Position Title

Vice-President of Finance and Accounting

Date

2019-05-30

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Reporting Year	From:	2018-01-01	To:	2018-12-31	
Reporting Entity Name	Fortuna Silver Mines Inc.			Currency of the Report	CAD
Reporting Entity ESTMA Identification Number	E929085				
Subsidiary Reporting Entities (if necessary)					

Payments by Payee

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ^{3,4}
Peru	The National Government of Peru	Superintendencia Nacional de Administración Tributaria - SUNAT	10,986,515							10,986,515	Payments related to: - Income Tax - Net Assets tax - Mining workers Retirement Plan contribution - Mining Royalty - Special Mining Tax
Peru	The National Government of Peru	Organismo de Evaluación y Fiscalización Ambiental - OEFA	124,297							124,297	
Peru	The National Government of Peru	Organismo Supervisor de la Inversión en Energía y Minería - OSINERGMIN	158,197							158,197	
Peru	The National Government of Peru	Instituto Geológico Minero y Metalúrgico - INGEMMET			243,755					243,755	Payments related to mining concessions
Peru	The National Government of Peru	Ministerio de Agricultura - Autoridad Nacional del Agua			86,905				2,018	88,923	Agriculture Minister - Peruvian Water Authority includes fees and contribution, calculated from water consumption.
Peru	District of Caylloma	Municipality of Caylloma							382,869	382,869	In-kind consideration and cash payments for infrastructure and community projects at Caylloma township
Mexico	National Government of Mexico	Servicio de Administración Tributaria - SAT	25,288,109							25,288,109	Payments relate to income taxes
Mexico	National Government of Mexico	Secretaría de Economía -SE	7,597,337	1,169,464	1,337,918					10,104,719	Payments relate to 7.5% mining royalty (Taxes); 0.5% extraordinary mining duty
Mexico	National Government of Mexico	Servicio Geológico Mexicano - SGM		1,395,431						1,395,431	Payments relate to royalties
Mexico	Municipality of San Jose del Progreso	Municipality of San Jose del Progreso							1,648,392	1,648,392	In-kind consideration and cash payments for infrastructure and community projects at San Jose del Progreso township
Mexico	The State of Oaxaca				259,436					259,436	Payment related to security, local police
Argentina	The Province of Salta	Municipality of Tolar Grande			182,554					182,554	Construction fee. Safety, health and hygiene fee

Additional Notes: Payments were translated into CAD from USD using the average exchange rate for the year ended December 31, 2018 of 1 USD = 1.2961 CAD
 Payments were translated into CAD from Peruvian Soles (PEN) using the average exchange rate for the year ended December 31, 2018 of 1 CAD = 2.5360 PEN

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Subsidiary Reporting Entities (if necessary)			

Payments by Project

Country	Project Name ¹	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes ^{2,3}
Peru	Bateas Mine	11,269,009		330,660				384,887	11,984,556	
Mexico	San Jose Mine	32,885,446	2,564,895	1,597,355				1,648,392	38,696,087	
Argentina	Lindero Project			182,554					182,554	

Additional Notes³: Payments were translated into CAD from USD using the average exchange rate for the year ended December 31, 2018 of 1 USD = 1.2961 CAD
 Payments were translated into CAD from Peruvian Soles (PEN) using the average exchange rate for the year ended December 31, 2018 of 1 CAD = 2.5360 PEN

¹ Enter the project that the payment is attributed to. Some payments may not be attributable to a specific project, and do not need to be disclosed in the "Payments by Project" table.

² When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

³ Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the "Additional Notes" row or the "Notes" column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.