TSXV.AGMR

SILVER MOUNTAIN RESOURCES INC.

INTERIM MANAGEMENT'S DISCUSSION ANALYSIS

THREE MONTHS ENDED

MARCH 31, 2022 AND 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following interim management's discussion and analysis ("**Interim MD&A**") of the financial condition and results of the operations of Silver Mountain Resources Inc. ("**AGMR**" or the **"Company"**) for the three months ended March 31, 2022 has been prepared to provide material updates to the business operations, liquidity and capital resources of the Company since its last annual management discussion & analysis, being the Management's Discussion & Analysis (**"Annual MD&A"**) for the years ended December 31, 2021 and 2020. This Interim MD&A does not provide a general update to the Annual MD&A, or reflect any non-material events since the date of the Annual MD&A.

This Interim MD&A has been prepared in compliance with section 2.2.1 of Form 51-102F1, in accordance with National Instrument 51-102 – Continuous Disclosure Obligations. This discussion should be read in conjunction with the Company's Annual MD&A, audited annual consolidated financial statements for the years ended December 31, 2021 and 2020, together with the notes thereto, and unaudited condensed interim consolidated financial statements for the three months ended March 31, 2022, together with the notes thereto. This Interim MD&A contains certain forward-looking statements and reference should be made to the cautionary language at the end of this Interim MD&A. The Company's unaudited condensed interim consolidated financial statements and the financial information contained in this Interim MD&A are prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board and interpretations of the IFRS Interpretations Committee. The unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting*. Accordingly, information contained herein is presented as of May 27, 2022, unless otherwise indicated.

Unless otherwise noted, all amounts presented are in United States dollars.

CORPORATE HIGHLIGHTS

- On January 12, 2022 the Company's board of directors (the "Board") appointed Monique Hutchins to act as the Corporate Secretary of the Corporation.

- On January 26, 2022, the Board designated Alfredo Plenge Thorne, Julio Jose Arce Ortiz and Jose Vizquerra to the Audit Committee. The Company also appointed Marrelli Trust Company Ltd. ("Marrelli Trust") as escrow agent in connection with the IPO, and as transfer agent and registrar of the Company's common shares.

- On February 2, 2022, the Company closed the Offering of 46,000,000 units of the Company (the "Units") at a price of $0.39 (C$0.50) per Unit (the "Offering Price"), for gross proceeds of $18,142,400 (C$23,000,000). The Company also issued an additional 6,900,000 Units at the Offering Price, for additional gross proceeds of $2,721,360 (C$3,450,000), in connection with the exercise in full of the over-allotment option.

  Each Unit is comprised of one common share (a "Common Share") and one half of one common share purchase warrant of the Company (each whole warrant, a "Warrant"). Each Warrant is exercisable into one Common Share at a price of $0.55 (C$0.70) per Common Share and expire on February 2, 2024.

  At the same time, the Company issued 2,310,000 stock options with an exercise price of $0.39 (C$0.50). The Common Shares commenced trading on the TSX Venture Exchange (the "TSXV") on February 2, 2022 under the symbol "AGMR".

- Upon closing of the IPO on February 2, 2022, the Company appointed Victoria Vargas and Bryan Coates to the Company's board of directors as independent non-executive directors. In addition, the Company appointed Torsten Danne to the role of Director of Exploration. The Board re-designated the Audit

Committee and appointed Bryan Coates (Chair), Victoria Vargas, and Alfredo Plenge Thorne to the Audit Committee. The Board also designated Bryan Coates, Victoria Vargas (Chair), and Alfredo Plenge Thorne to the Compensation Committee.

- On February 8, 2022, the Company appointed Marrelli Trust to act as warrant agent on its behalf.

- On March 1, 2022, the Company announced that it has fully repaid the outstanding balance of $2,944,028 of its loan payable to Trafigura. The payment has satisfied all outstanding amounts under the loan.

- On March 9, 2022, the TSXV accepted the listing of 26,450,000 Warrants issued in connection with the Offering, for trading on the TSXV. The Warrants commenced trading on the TSXV at the open of markets on March 11, 2022 under the symbol "AGMR.WT".

DESCRIPTION OF BUSINESS

Silver Mountain Resources Inc. (TSXV.AGMR) is a publicly traded silver explorer and mine developer listed on the Toronto Stock Exchange Venture, which in planning to re-start production at the Reliquias underground mine and undertake exploration activities at its highly prospective silver camps at the Castrovirreyna Project ("the Project") in Huancavelica, Peru. AGMR through its wholly owned subsidiary Sociedad Minera Reliquias S.A.C ("AGMR Peru") owns a 2,000 tpd processing plant and a 2-year operating tailings dam. The Company targets the acquisition of mining concessions for exploration, exploitation, extraction, and processing of all types of minerals with a special focus on precious metals.

The Project includes mine infrastructure that supported the Reliquias underground operations, which were operated by Corporación Minera Castrovirreyna from 2005–2015. When AGMR Peru acquired the Project, it included the following infrastructure:

- Reliquias underground mine: consisting of ventilation system, water pumping system, explosives magazine, and mining equipment;
- Concentrator: a 2,000 tpd conventional concentrator to produce silver, lead, zinc, and copper concentrates;
- Tailings storage facility (TSF): sufficient remaining capacity for two years of tailings production at 2,000 tpd process rate;
- Infrastructure: power supply line, water supply system, fuel storage, a 370-person camp, warehouses, and maintenance shops, and paved roads.

In 2018, AGMR Peru acquired certain liquidated assets from Corporación Minera Castrovirreyna ("CMC") that comprised the Castrovirreyna Project ("the Project"). The Project is located near the town of Castrovirreyna, department of Huancavelica, province of Catrovirreyna, Peru. The Project includes mine infrastructure that supported the Reliquias and Caudalosa Grande underground operations, which were operated by CMC from 2005–2015.

AGMR has a total mining concession right of 27,159 ha. The total concessions are divided among the Castrovirreyna Project mining concessions (Reliquias and Dorita Blocks) with mineralization potential (26,750 ha), the plants and tailings associated to the Castrovirreyna Project (139 ha), and other concessions with mineralization potential (270 ha).

As of the date of this document, AGMR has a total area of 27,159 ha in 277 concessions, of which the Reliquias block, consisting of 213 concessions, comprised 12,972 ha, and the Dorita block, consisting of 64 concessions, covered an approximate area of 13,778 ha.

AGMR owns 100% of its concessions which are currently held in name of AGMR Peru, its wholly owned subsidiary.

On May 7, 2021, a reverse takeover transaction (the "RTO Transaction") between AGMR and AGMR Peru was completed. The shareholders of AGMR Peru exchanged 100% of their issued and outstanding shares for shares of AGMR, representing 56% of the issued and outstanding shares of AGMR. On completion of the RTO Transaction, AGMR Peru was determined to be the accounting acquirer and accordingly, the combined entity is a continuation of AGMR Peru.

On March 1, 2022, the Company fully repaid the outstanding balance of its loan payable to Trafigura with a cash payment of $2,920,988 for the principal payable and $23,040 for the interest payable.

On February 2, 2022, the Company successfully closed its Initial Public Offering ("IPO" or the "Offering") on the Toronto Stock Exchange Venture ("TSXV"), where the Company offered 52,900,000 units at $0.39 (C$0.50) for gross proceeds of $20,863,760 (C$26,450,000), comprised of one common share in the capital of the Company and one-half warrant. Each Warrant entitles the holder thereof to acquire one Common Share at an exercise price of $0.55 (C$0.70) per Common Share for a period of 24 months following the closing of the Offering.

SUBSEQUENT EVENTS

- On May 3, 2022, the Company replaced Marrelli Trust as the registrar and transfer agent of the Company's common shares with Odyssey Trust Company.
- On May 12, Mr. Bryan Coates voluntarily resigned from the board of directors of the Company; therefore, the 660,000 stock options with a strike price of C$0.50 issued under his name were cancelled.
- On May 16, 2022, AGMR appointed Mr. Blair Zaritsky to the Board of Directors, as an independent non-executive director, and nominated him as Chair of the Audit Committee and Chair of the Compensation Committee. At the same time, as part of Mr. Zaritsky's compensation, the Company issued 660,000 stock options with an exercise price of $0.39 (C$0.50).

OPERATIONAL OVERVIEW

Past Production Mine

AGMR Peru has two main underground mines: Reliquias and Caudalosa. Both assets have recorded historical mining activity with polymetallic production rich in silver with contained zinc, lead, gold, and copper from 1952 to 2014. Furthermore, production reached an average of over 1 million ounces of silver and close to 3,000 ounces gold between 2009 to 2014. Moreover, in 2012, an average of 1.4 million ounces of silver and around 4,000 ounces of gold were obtained within a bulk concentrate. At that time, long-hole open stope, conventional cut & fill, and open pit were the chosen mining methods.

The Reliquias underground mine is located 10 km SW from the existing processing plant. The mine is currently accessible through a well-prepared underground road to the deepest part it. Mineralization consists of silver-rich sulfides and sulfosalts towards the upper part of the mine and shows concentration of base metals at deepening. On the other hand, the Caudalosa underground mine, shows a type of ore that is mainly composed of silver-rich sulfides and sulfosalts, galena, sphalerite, and copper sulfides.

The Reliquias and Caudalosa mines have exploration potential at depth for extensions of veins that were mined during operations, and lateral vein extensions. Mineralization that is exposed in the Sacasipuedes (SN 290) and Matacaballo (SN 735-1) veins is a particularly attractive underground exploration prospect, as both veins remain open laterally and at depth. There is depth and lateral potential for extensions of veins that were mined in the former Dorita and Huancarpusca underground operations.

Historical mineral resources reported by AGMR have been prepared for internal exploration planning purposes and are summarized in the table below. Mineral resources, although not independently calculated, are of reasonable quality for the purposes of exploration programs and mine planning particularly at the Reliquias mine.

43-101 Historical Resource Table[1]

		Grades				Contained Metal				
Resource	Volume	Silver	Zinc	Lead	Copper	Silver	Zinc	Lead	Copper	Silver Eq.[1]
	Kt	*(oz/t)*	*%*	*%*	*%*	*Moz Ag*	*Mlb Zn*	*Mlb Pb*	*Mlb Cu*	*Moz AgEq*
Measured	337	8.5	3.6%	2.7%	0.6%	2.9	26.4	19.9	4.2	6.9
Indicated	401	9.7	3.4%	2.2%	0.5%	3.9	30.2	19.8	4.6	8.3
M & I	737	9.1	3.5%	2.4%	0.5%	6.7	56.6	39.7	8.8	15.2
Inferred	2,286	13.4	3.1%	2.7%	1.7%	30.6	153.9	137.0	84.9	66.4
Total Resources	3,023	12.4	3.2%	2.7%	1.4%	37.3	210.5	176.8	93.7	81.5

1. 43-101 Resource Table: M&I: Kt 737; Grades: Ag: 9.1 oz/t; Zn 3.5%; Pb 2.4%; Cu 0.5%; Contained: 6.7MozAg; 56.6MlbZn; 39.8MlbPb; 8.8MlbCu | Inferred: Kt 2,286; Grades: Ag: 13.4 oz/t; Zn 3.1%; Pb 2.7%; Cu 1.7%; Contained: 30.6MozAg; 153.7MlbZn; 137.1MlbPb; 93.5MlbCu | Silver Equivalent calculation at 43-101 Price deck: $15.50 $/oz Ag | $1.20 $/lb Zn | $0.95 $/lb Pb | $2.81 $/lb Cu

Exploration Properties

Reliquias

After the acquisition of the Project, Minera Reliquias has conducted exploration work that consisted of geological mapping, rock chip and soil sampling, induced polarization geophysical surveys and a reconstruction of historical geological data. Geological evaluation also included preliminary non-compliant mineral resource assessments for the historic Reliquias and Caudalosa Grande underground mines. Furthermore, the Company is also working to obtain the required permits to expand exploration in brownfield areas in the surface of Reliquias. On April 22, 2022, AGMR commenced drilling exploration activities in its Reliquias Underground Mine, to convert the current historical resources and to expand the Company's knowledge of the Reliquias Underground Mine. The Company expects to have laboratory results by the end of Q2-2022.

Dorita

At the Dorita block of properties, exploration work consisted of geological mapping, rock and soil sampling, induced polarization and magnetic geophysical surveys. The Dorita block of properties includes mining concessions that contain historic small scale underground operations in veins with polymetallic ore. These concessions were previously exploited when they were under the ownership of CMC however, these operations were suspended when CMC entered its liquidation process.

	As at March 31, 2022			As at December 31, 2021		
	Acquisition Costs	**Exploration Costs**	**Total**	**Acquisition Costs**	**Exploration Costs**	**Total**
Brownfield - Reliquias	**$ 2,669,025**	**$ 2,723,995**	**$ 5,393,020**	$ 2,664,405	$ 2,492,239	$ 5,156,644
Greenfield - Dorita	**1,339,939**	**1,492,564**	**2,832,503**	1,335,581	1,224,401	2,559,982
Other	**384,103**	**193,200**	**577,303**	382,724	191,480	574,204
	$ 4,393,067	**$ 4,409,759**	**$ 8,802,826**	$ 4,382,710	$ 3,908,120	$ 8,290,830

	Brownfield - Reliquias	**Greenfield - Dorita**	**Other**	**Total**
Balance, December 31, 2020	**$ 4,474,419**	**$ 1,975,609**	**$ 546,112**	**$ 6,996,140**
Exploration costs				
General on-site expenses	48,939	93,995	-	142,934
Geology	82,247	13,906	-	96,153
Environmental fees	127,900	-	-	127,900
Outsourced geological studies	110,326	137,494	-	247,820
Right of use	364,520	302,278	19,938	686,736
Salaries and benefits	33,630	41,656	-	75,286
	767,562	589,329	19,938	1,376,829
Acquisition costs				
Mining rights	23,496	11,556	7,745	42,797
Extinguished rights (i)	(108,833)	(16,512)	409	(124,936)
Balance, December 31, 2021	**$ 5,156,644**	**$ 2,559,982**	**$ 574,204**	**$ 8,290,830**
Exploration costs				
Contractor service	31,184	124,734	-	155,918
General on-site expenses	47,729	53,318	-	101,047
Geology	56,550	20,928	-	77,478
Right of use	53,646	26,536	1,720	81,902
Salaries and benefits (Note 13)	42,647	42,647	-	85,294
	231,756	268,163	1,720	501,639
Acquisition costs				
Mining rights	4,620	4,358	1,379	10,357
Balance, March 31, 2022	**$ 5,388,400**	**$ 2,832,503**	**$ 577,303**	**$ 8,802,826**

(i) The Company decided to withdraw six mining concessions in Reliquias (3,000 ha) and five mining concessions in Dorita (4,600 ha) totaling eleven mining concessions (7,600 ha) that had minimal or non-geological potential. The local authorities confirmed the withdrawal by the end of 2021.

RESULTS OF OPERATIONS

Three months ended March 31, 2022, compared with three months ended March 31, 2021.

AGMR's net loss totaled $315,143 for the three months ended March 31, 2022, with basic and diluted loss per share of $0.001. This compares with a net loss of $287,986 with basic and diluted loss per share of $0.003 for the three months ended March 31, 2021. The increase of $27,157 was principally because:

- During the three months ended March 31, 2022, the Company recorded financial expenses of $527,950 compared to $131,386 for the three months ended March 31, 2021. The increase of $396,564 was primarily due to the increase in accretion on Trafigura loan payable of $420,085 and offset by a decrease in interest accrued on Trafigura loan of $24,573.

- During the three months ended March 31, 2022, the Company recorded share-based compensation of $141,052 compared to $nil for the three months ended March 31, 2021, as a result of the granted stock options. Share-based compensation will vary from period to period depending upon the number of options granted and vested during a period and the fair value of the options calculated as at the grant date.

- During the three months ended March 31, 2022, the Company recorded foreign exchange gain of $219,589 compared to a loss of $1,127 for the three months ended March 31, 2021. The increase of $220,716 is primarily due to the proceeds from the IPO being received in Canadian dollars resulting in increased exposure to foreign exchange rate fluctuations, and a stronger Canadian dollar during the three months ended March 31, 2022.

- During the three months ended March 31, 2022, the Company recorded unrealized gain on revaluation of warrant liabilities of $2,118,910 compared to $nil for the three months ended March 31, 2021. The increase is due to the revaluation of warrants granted in connection with the IPO as at March 31, 2022.

A breakdown of general and administrative expenses for the three months ended March 31, 2022 and 2021 is provided below.

Three Months Ended March 31,	2022 ($)	2021 ($)
Administrative expenses	365,503	10,905
Depreciation	47,603	45,345
Advertising and marketing	622,601	nil
Contractor fees	85,413	26,622
Environmental fees	29,165	13,353
Equipment rental	10,032	13,750
Filing and listing fees	153,096	nil
Insurance	62,269	833
Meals and entertainment	21,527	6,514
Operational expenses	42,915	22,888
Professional fees	108,464	14,003
Salaries and benefits	290,306	nil
Travel expenses	15,122	1,260
	1,854,016	**155,473**

General and administrative expenses increased by $1,698,543 for the three months ended March 31, 2022 due to an increase in operating activities. The Company was in pre-operative stages with minimal activities for the three months ended March 31, 2021. The Company had a significant increase in activities upon completion of the RTO transaction on May 7, 2021. The increase was primarily driven by an increase in general and administrative expenses due to filing and listing fees in connection with the IPO of $153,096, advertising and marketing activities of $622,601, and an increase in salaries and benefits of $290,306.

LIQUIDITY AND CAPITAL RESOURCES

The Company has no operating revenues. It finances its exploration activities and ramp-up of its concentrator plant through proceeds from the previous private placement of its securities as well as the IPO proceeds. There is no assurance that future equity capital will be available to the Company in the amounts or at the times desired by the Company or on terms that are acceptable to it, if at all.

The Company's cash and cash equivalents were $21,136,207 as at March 31, 2022 compared to $6,990,383 as at December 31, 2021. Working capital as at March 31, 2022 was $20,478,333 compared to $5,423,547 as at December 31, 2021. Working capital increased during the three months ended March 31, 2022 by $15,054,786. The increase was primarily attributed to the proceeds received from the IPO.

Operating Activities

Cash used in operating activities for the three months ended March 31, 2022 was $1,563,592. Operating activities were affected by net loss of $315,143, non-cash adjustments of $1,049,153, and non-cash working capital items of $199,296. Non-cash adjustments consisted of depreciation of $47,603, accretion on Trafigura loan of $519,099, interest accrued on Trafigura loan of $7,564, share-based compensation of $141,052, warrant liability issuance costs of $308,844 currency translation effect on revaluation of warrant liabilities of $45,595 and offset by unrealized gain on revaluation of warrant liabilities of $2,118,910 The net change in non-cash working capital balances resulted from an increase in amounts receivable and other assets of $398,487, increase in amounts payable and other liabilities of $199,191.

Investing Activities

Cash used in investing activities for the three months ended March 31, 2022 was $543,350. For the three months ended March 31, 2022, the Company incurred $501,639 of exploration and evaluation costs, and purchased mining concessions and property, plant and equipment of $10,357 and $31,354, respectively.

Financing Activities

Cash provided by financing activities for the three months ended March 31, 2022 was $16,252,766. For the three months ended March 31, 2022, the Company received net proceeds of $19,196,794 in connection with the IPO and was reduced by loan repayment of $2,944,028.

RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control. Related parties include key management personnel and may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties. Related party transactions are recorded at the exchange amount, being the amount agreed to between the related parties.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company's executive officers and members of the Board of Directors.

Remuneration of key management personnel of the Company was as follows:

	Three Months Ended March 31,	
	2022 ($)	**2021 ($)**
Management salaries [(1)]	266,395	nil
Director fees [(2)]	48,000	nil
Share-based compensation [(3)]	122,273	nil
	436,668	**nil**

(1) During the three months ended March 31, 2022, management salaries of $190,826 (three months ended March 31, 2021 - $nil) was expensed as salaries and benefits, and $75,569 (three months ended March 31, 2021 - $nil) was capitalized as exploration and evaluation costs.

(2) During the three months ended March 31, 2022, director fees of $48,000 was expensed as salaries and benefits.

(3) During the three months ended March 31, 2022, the Company recorded share-based compensation expense of $122,273 (three months ended March 31, 2021 - $nil) related to stock options granted to certain officers and directors of the Company.

OFF-BALANCE SHEET ARRANGEMENTS

As of the date of this Interim MD&A, the Company does not have any off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the results of operations or financial condition of the Company, including, and without limitation, such considerations as liquidity and capital resources.

OUTSTANDING SHARE DATA

As at May 27, 2022, the Company had 186,419,860 common shares issued and outstanding.

As at May 27, 2022, the Company had 5,900,000 stock options issued and outstanding with an exercise price of $0.30, as well as 2,310,000 stock options issued and outstanding with an exercise price of C$0.50

As at May 27, 2022, the Company had 16,759,870 warrants outstanding with an exercise price of $0.90, as well as 26,450,000 warrants outstanding with an exercise price of C$0.70.

CRITICAL ACCOUNTING POLICIES AND ESTIMATES

The preparation of consolidated financial statements in conformity with IFRS requires management to apply accounting policies and make estimates and assumptions that affect amounts reported in the unaudited condensed interim consolidated financial statements and accompanying notes. There is full disclosure of the Company's critical accounting policies and accounting estimates in the audited annual consolidated financial statements for the years ended December 31, 2021 and 2020.

DISCLOSURE OF INTERNAL CONTROLS

Management has established processes to provide them with sufficient knowledge to support representations that they have exercised reasonable diligence to ensure that (i) the financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the financial statements, and (ii) the financial statements fairly present in all material respects the financial condition, results of operations and cash flow of the Company, as of the date of and for the periods presented.

In contrast to the certificate required for non-venture issuers under National Instrument 52-109, Certification of Disclosure in Issuers' Annual and Interim Filings ("NI 52-109"), the Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures ("DC&P") and internal control over financial reporting ("ICFR"), as defined in NI 52-109. In particular, the certifying officers filing this certificate are not making any representations relating to the establishment and maintenance of:

(i) controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation; and

(ii) a process to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the financial statements for external purposes in accordance with the issuer's GAAP (IFRS).

The issuer's certifying officers are responsible for ensuring that processes are in place to provide them with sufficient knowledge to support the representations they are making in the certificate. Investors should be aware that inherent limitations on the ability of certifying officers of a venture issuer to design and implement on a cost effective basis DC&P and ICFR as defined in NI 52-109 may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This Interim MD&A contains certain forward-looking information and forward-looking statements, as defined in applicable securities laws (collectively referred to herein as "forward-looking statements"). These statements relate to future events or the Company's future performance. All statements other than statements of historical fact are forward-looking statements. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "continues", "forecasts", "projects", "predicts", "intends", "anticipates" or "believes", or variations of, or the negatives of, such words and phrases, or statements that certain actions, events or results "may", "could", "would", "should", "might" or "will" be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those anticipated in such forward-looking statements. The forward-looking statements in this Interim MD&A speak only as of the date of this Interim MD&A or as of the date specified in such statement.

Inherent in forward-looking statements are risks, uncertainties, and other factors beyond the Company's ability to predict or control. Please refer to those risk factors referenced in the Company's Annual MD&A. Readers are cautioned that these do not contain an exhaustive list of the factors or assumptions that may affect the forward-looking statements, and that the assumptions underlying such statements may prove to be incorrect. Actual results and developments are likely to differ, and may differ materially, from those expressed or implied by the forward-looking statements contained in this Interim MD&A.

All forward-looking statements herein are qualified by this cautionary statement. Accordingly, readers should not place undue reliance on forward-looking statements. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking statements whether because of new information or future events or otherwise, except as may be required by law. If the Company does update one or more forward-looking statements, no inference should be drawn that it will make additional updates with respect to those or other forward-looking statements, unless required by law.

RISK AND UNCERTAINTIES

Risks and uncertainties

The Corporation's business, being the acquisition, exploration, and development of mineral properties in Peru, is speculative and involves a high degree of risk. Certain factors, including but not limited to the ones described in management's discussion and analysis dated April 29, 2022 for the year ended December 31, 2021, could materially affect the Corporation's financial condition and/or future operating results, and could cause actual events to differ materially from those described in forward looking statements made by or relating to the Corporation. See *"Cautionary Note Regarding Forward-Looking Information"*. The reader should carefully consider these risks as well as the information disclosed in the Corporation's audited annual financial statements, dated April 29, 2022, and other publicly filed disclosure regarding the Corporation, available on SEDAR (www.sedar.com) under the Silver Mountain Resources Inc. issuer profile or on silver Mountain Resources' website (www.agmr.ca).

Covid-19

In particular, the Corporation wishes to highlight that it continues to face risks related to COVID-19, which could continue to significantly disrupt its operations and may materially and adversely affect its business and financial conditions. To date, COVID-19 has led to a large number of temporary business closures, travel bans, self-imposed quarantine periods, and physical distancing have caused a general reduction in consumer activity and material disruptions to businesses globally resulting in an economic slowdown. The extent to which COVID-19 will continue to impact the Corporation's business, including its operations and the market for its securities, will depend on future developments, which are highly uncertain and cannot be predicted at this time, and include the duration, severity and scope of the outbreak and the actions taken to contain or treat the coronavirus outbreak. In particular, the continued spread of COVID-19 globally could materially and adversely impact the Corporation's business including without limitation, employee health, workforce productivity, obligations regarding flow-through shares, increased insurance premiums, limitations on travel, the availability of industry experts and personnel, restrictions to its drill program and/or the timing to process drill and other metallurgical testing, and other factors that will depend on future developments beyond the Corporation's control, which may have a material and adverse effect on the its business, financial condition and results of operations. While these effects are expected to be temporary, the duration of the various disruptions to businesses locally and internationally and the related financial impact cannot be reasonably estimated at this time. Such public health crises can result in volatility and disruptions in the supply and demand for gold and other metals and minerals, global supply chains and financial markets, as well as declining trade and market sentiment and reduced mobility of people, all of which could affect commodity prices, interest rates, credit ratings, credit risk, share prices and inflation, which could have an adverse effect on the demand for gold and the Corporation's future prospects.

There can be no assurance that the Corporation's personnel will not be impacted by these pandemic diseases and ultimately see its workforce productivity reduced or incur increased medical costs / insurance premiums as a result of these health risks.

International Conflict

International conflict and other geopolitical tensions and events, including war, military action, terrorism, trade disputes and international responses thereto have historically led to, and may in the future lead to, uncertainty or volatility in global commodity and financial markets and supply chains. Russia's invasion of Ukraine has led to sanctions being levied against Russia by the international community and may result in additional sanctions or other international action, any of which may have a destabilizing effect on commodity prices, supply chains and global economies more broadly. Volatility in commodity prices and supply chain disruptions may adversely affect the Corporation's business, financial condition and results of operations. The extent and duration of the current Russia-Ukraine conflict and related international action cannot be accurately predicted at this time and the effects of such conflict may magnify the impact of the other risks identified in this MD&A, the financial statements of the Corporation or the AIF, including those relating to commodity price volatility and global financial conditions. The situation is rapidly changing and unforeseeable impacts, including on shareholders of the Corporation, third parties on which the Corporation relies or transacts with, may materialize and may have an adverse effect on the Corporation's business, results of operation and financial condition.