



FORTUNA
SILVER MINES INC.

Q3 2019 Financial and Operational Results Webcast

NYSE: FSM | TSX: FVI | NOVEMBER 2019



Lindero Project, Argentina

CAUTIONARY STATEMENT ON FORWARD LOOKING STATEMENTS / NON-GAAP FINANCIAL MEASURES



This corporate presentation contains forward looking statements which constitute “forward looking information” within the meaning of applicable Canadian securities legislation and “forward looking statements” within the meaning of the “safe harbor” provisions of the Private Securities Litigation Reform Act of 1995 (collectively, “Forward looking Statements”). All statements included herein, other than statements of historical fact, are Forward looking Statements and are subject to a variety of known and unknown risks and uncertainties which could cause actual events or results to differ materially from those reflected in the Forward looking Statements. The Forward looking Statements in this corporate presentation may include, without limitation, statements about the company’s plans for its mines and mineral properties including the construction and development of the Lindero Project; the timing of the commencement of commercial production at Lindero; the company’s business strategy, plans and outlook; the merit of the company’s mines and mineral properties; mineral resource and reserve estimates; timelines; the future financial or operating performance of the company; 2019 and 2020 production and cost guidance; expenditures; approvals and other matters. Often, but not always, these Forward looking Statements can be identified by the use of words such as “estimate”, “estimated”, “potential”, “planned”, “open”, “future”, “assumed”, “projected”, “calculated”, “used”, “detailed”, “has been”, “gain”, “upgraded”, “expected”, “offset”, “limited”, “contained”, “reflecting”, “containing”, “conduct”, “increasing”, “remaining”, “to be”, “periodically”, or statements that events, “could” or “should” occur or be achieved and similar expressions, including negative variations.

Forward-looking Statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the company to be materially different from any results, performance or achievements expressed or implied by the Forward-looking Statements. Such uncertainties and factors include, among others, changes in general economic conditions and financial markets; fluctuations in foreign exchange rates; any extension of the currency controls in Argentina; changes in prices for silver and other metals; technological and operational hazards in Fortuna’s mining and mine development activities; risks inherent in mineral exploration; uncertainties inherent in the estimation of mineral reserves, mineral resources, and metal recoveries; construction delays, the timing of the commencement of commercial production at Lindero, the timing and availability of financing; governmental and other approvals; political unrest or instability in countries where Fortuna is active; labor relations issues; as well as those factors discussed under “Risk Factors” in the Company’s Annual Information Form. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in Forward-looking Statements, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended.

Forward-looking Statements contained herein are based on the assumptions, beliefs, expectations and opinions of management, including but not limited to estimates of future production levels; expectations regarding mine production costs; expectations regarding mine construction costs; expected trends in mineral prices and currency exchange rates; the accuracy of the company’s current mineral resource and reserve estimates; that the company’s activities will be in accordance with the company’s public statements and stated goals; that there will be no material adverse change affecting the company or its properties; that all required approvals will be obtained; that there will be no significant disruptions affecting operations, including the construction of the Lindero Mine, and such other assumptions as set out herein. Forward-looking Statements are made as of the date hereof and the Company disclaims any obligation to update any Forward-looking Statements, whether as a result of new information, future events or results or otherwise, except as required by law. There can be no assurance that Forward-looking Statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, investors should not place undue reliance on Forward-looking Statements.

This corporate presentation also refers to non-GAAP financial measures, such as cash cost per tonne of processed ore; cash cost per payable ounce of silver; total production cost per tonne; all-in sustaining cash cost; all-in cash cost; adjusted net (loss) income; operating cash flow per share before changes in working capital, free cash flow, income taxes, and interest income; and adjusted EBITDA. These measures do not have a standardized meaning or method of calculation, even though the descriptions of such measures may be similar. These performance measures have no meaning under International Financial Reporting Standards (IFRS) and therefore, amounts presented may not be comparable to similar data presented by other mining companies.

Mr. Eric N. Chapman, M.Sc., Vice President of Technical Services, is the Qualified Person for Fortuna Silver Mines Inc. as defined by National Instrument 43-101. Mr. Chapman is a Professional Geoscientist of the Association of Professional Engineers and Geoscientists of the Province of British Columbia (Registration Number 36328) and is responsible for ensuring that the information contained in this presentation is an accurate summary of the original reports and data provided to or developed by Fortuna Silver Mines Inc., and has reviewed and approved the scientific and technical information contained herein.

Dollar amounts expressed in US dollars, unless otherwise indicated.

CAUTIONARY NOTE TO UNITED STATES INVESTORS CONCERNING ESTIMATES OF MINERAL RESERVES AND RESOURCES



The Company is a Canadian “foreign private issuer” as defined in Rule 3b-4 under the Exchange Act, and is permitted to prepare the technical information contained herein in accordance with the requirements of the securities laws in effect in Canada, which differ from the requirements of the securities laws currently in effect in the United States.

Canadian standards, including National Instrument 43-101 – Standards of Disclosure for Mineral Projects (“NI 43-101”), differ significantly from the disclosure requirements of U.S. securities laws currently in effect, and Mineral Reserve and Mineral Resource information contained or incorporated by reference in this presentation may not be comparable to similar information disclosed by United States companies. Equivalent U.S. disclosure requirements are currently governed by the United States Securities and Exchange Commission (“SEC”) Industry Guide 7 (“Industry Guide 7”) under the U.S. Securities Act of 1933, as amended. In particular, and without limiting the generality of the foregoing, the term Mineral Resource does not equate to the term “reserve”. Under the SEC’s disclosure standards currently in effect under Industry Guide 7, 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. Among other things, all necessary permits would need to be in hand or issuance imminent in order to classify mineralized material as reserves under such U.S. standards currently in effect. The SEC has not recognised the reporting of mineral deposits which do not meet the Industry Guide 7 definition of “reserve” prior to the adoption of the Modernization of Property Disclosures for Mining Registrants, which rules will be required to be complied with in the first fiscal year beginning on or after January 1, 2021. As a result, the SEC’s disclosure standards currently in effect normally do not permit the inclusion of information concerning Measured Mineral Resources, Indicated Mineral Resources or Inferred Mineral Resources or other descriptions of the amount of mineralization in mineral deposits that do not constitute “reserves” by United States standards in documents filed with the SEC.

United States investors are cautioned not to assume that all or any part of Measured Mineral Resources or Indicated Mineral Resources will ever be converted into reserves. United States investors should also understand that Inferred Mineral Resources have an even greater amount of uncertainty as to their existence and as to their economic and legal feasibility. It cannot be assumed that all or any part of an Inferred Mineral Resource will ever be upgraded to a category having a higher degree of certainty. Under Canadian rules, estimates of Inferred Mineral Resources may not form the basis of Feasibility or Pre-Feasibility Studies except in rare cases. Investors are cautioned not to assume that all or any part of an Inferred Mineral Resource exists or is economically or legally mineable.

Disclosure of “contained tonnes” in a Mineral Resource estimate is permitted disclosure under NI 43-101 provided that the grade or quality and the quantity of each category is stated; however, the SEC’s disclosure standards currently in effect under Industry Guide 7 normally only permit issuers to report mineralization that does not constitute “reserves” by SEC standards as in place tonnage and grade without reference to unit measures. The requirements of NI 43-101 for identification of Mineral Reserves are also not the same as those of the SEC’s disclosure standards currently in effect under Industry Guide 7, and Mineral Reserves reported in compliance with NI 43-101 may not qualify as “reserves” under such SEC standards. Accordingly, information contained in this presentation and any documents incorporated by reference herein containing descriptions of mineral deposits may not be comparable to similar information made public by U.S. companies subject to the reporting and disclosure requirements under the U.S. federal securities laws and the rules and regulations thereunder.

JORGE A. GANOZA

President, CEO and Director



San Jose Mine, Mexico

OUR COMPANY



14 years
generating
sustainable
shareholder value

-  Operating Mine
-  Development Project
-  Exploration
-  Fortuna Silver Mines Inc.
CORPORATE OFFICE, VANCOUVER, CANADA
-  Fortuna Silver Mines Peru
MANAGEMENT HEAD OFFICE, LIMA, PERU



Q3 2019 HIGHLIGHTS



Strong Free Cash Flow¹

from ongoing
operations

\$10.6 M

EBITDA margin

31% (37% YTD)



Strong liquidity²

\$112 M

Debt to EBITDA ratio

1.3 : 1



Lindero progress

81%³

Construction spending⁴ of
\$254 M or 85%⁵

First doré pour
planned for

Q1 2020



Health, Safety, Security & Environment

San Jose Mine fatality⁶
on August 18, 2019

Completion of action plan⁷
resulting from the accident

89%

Notes:

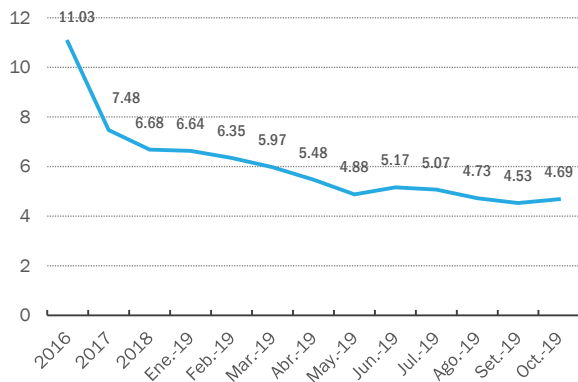
1. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*; refer to slide 39
2. Liquidity considers cash and cash equivalents as of September 30, 2019 and \$150 million credit facility, of which \$40 million remains undrawn. Debt to EBITDA as of September 30, 2019
3. As of the end of October 2019
4. Includes construction capital expenditures and advances to contractors
5. Percentage refers to completion versus projected construction spending of \$298 million
6. Refer to Fortuna news release dated August 19, 2019, "[Fortuna Reports Fatality at San Jose Mine](#)"
7. As part of the action plan, voluntary stoppage for safety inspection of heavy equipment; San Jose Mine: 5 days / Caylloma Mine: 2 days

HSSE STATISTICS AND TRENDS

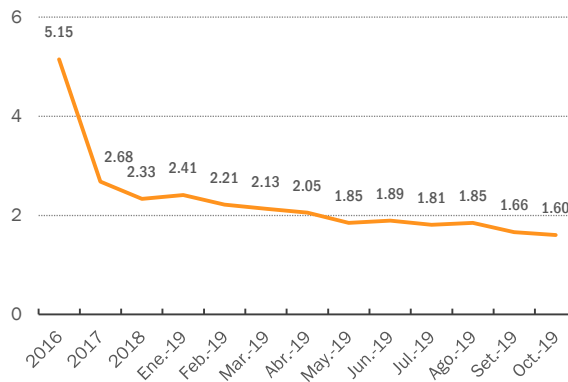
2016 – 2019: 12 Month Rolling



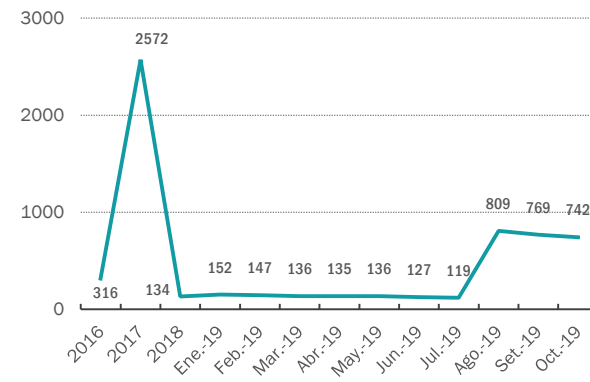
Total Recordable Incident Rate¹



Lost Time Incident Rate²



Severity Rate³



Notes:

1. Total Recordable Incident Rate = (lost time + medical treatment incidents) x 1,000,000 / man hours
2. Lost Time Incident Rate = (lost time incidents x 1,000,000) / man hours
3. Severity Rate = (days lost because of lost time incidents x 1,000,000) / man hours

Q3 2019 CONSOLIDATED PRODUCTION¹



Silver and Gold Production on Track to Meet 2019 Guidance¹ of 8.2 - 9.0 Moz Ag + 49 - 54 koz Au

SILVER PRODUCTION

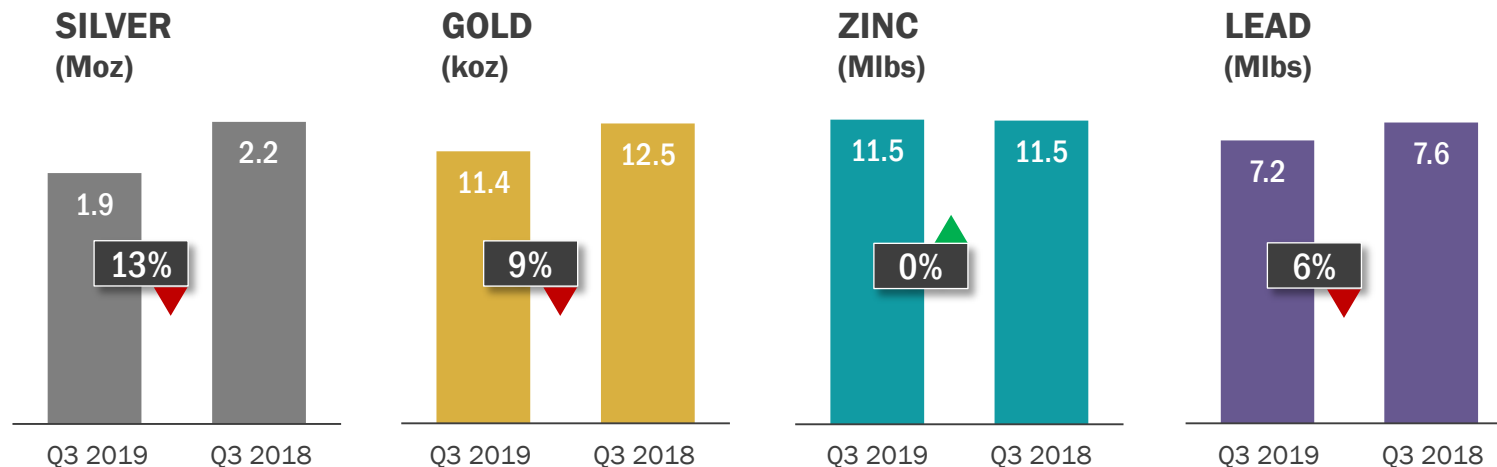
1.9 Moz

GOLD PRODUCTION

11.4 koz

or

2.8 Moz Ag Eq²



Notes:

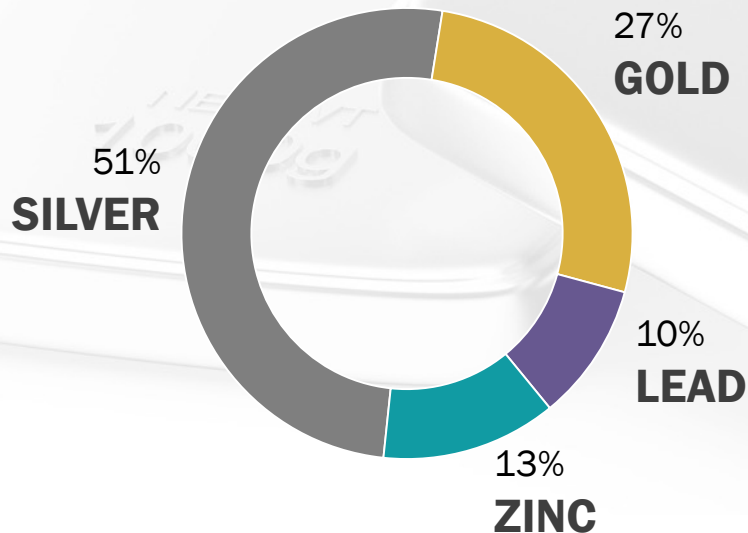
1. Refer to Fortuna press release dated October 15, 2019. "Fortuna reports production of 1.9 million ounces of silver and 11,436 ounces of gold for the third quarter of 2019"
2. Ag Eq calculated using silver to gold ratio of 72 to 1 and does not include lead or zinc

Q3 2019 CONSOLIDATED SALES



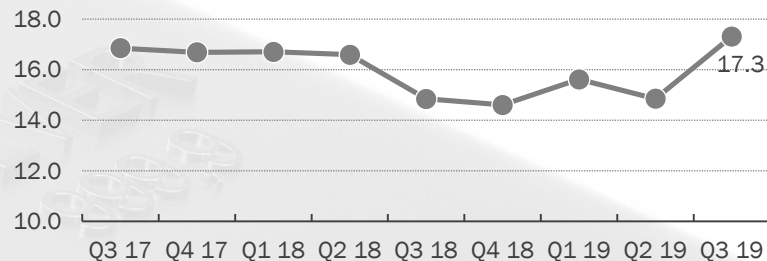
Provisional Sales Contribution by Metal

Sales of	Precious metals contribution ²
\$61.3 M	78%

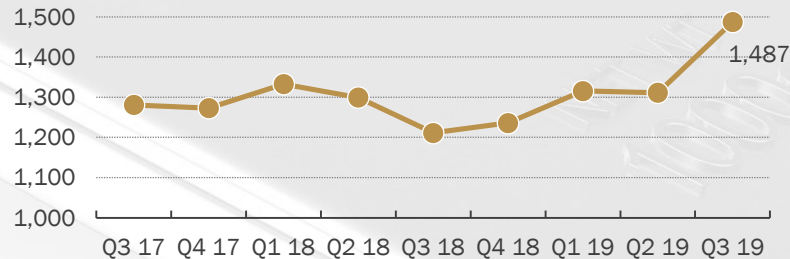


REALIZED PRECIOUS METALS PRICES¹

SILVER (\$/oz)



GOLD (\$/oz)

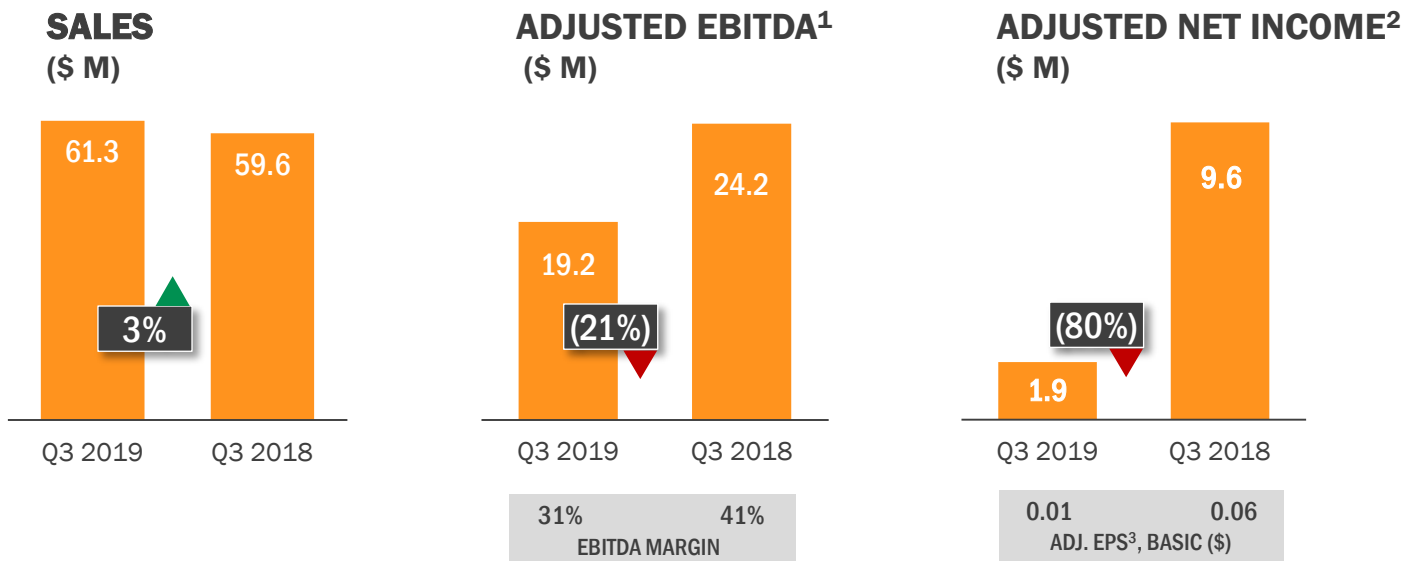


Notes:
 1. Realized prices on provisional sales
 2. Totals may not add due to rounding

Q3 2019 CONSOLIDATED FINANCIAL HIGHLIGHTS



Temporary Production Issues at San Jose Impacted Financial Results in Q3



Notes:

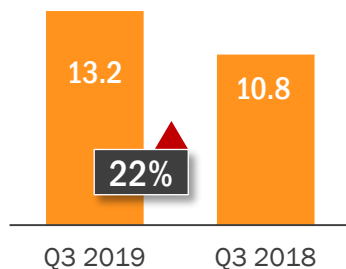
1. Earnings Before Interest, Taxes, Depreciation and Amortization; Non-GAAP Financial Measure, refer to slide 2 for Cautionary Statement on Non-GAAP Financial Measures; refer to slide 35 for Adjusted EBITDA detail
2. Non-GAAP financial measure, refer to slide 2 for Cautionary Statement on Non-GAAP Financial Measures; refer to slide 37 for Adjusted Net Income detail
3. Adjusted Earnings Per Share; Non-GAAP Financial Measure, refer to slide 2 for Cautionary Statement on Non-GAAP Financial Measures; refer to slide 37 for Adjusted Net Income detail

Q3 and YTD 2019 CONSOLIDATED AISC¹ Ag Eq²

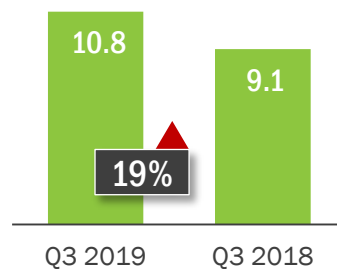


Q3 AISC Impacted by Lower Metal Output and Base Metal Prices

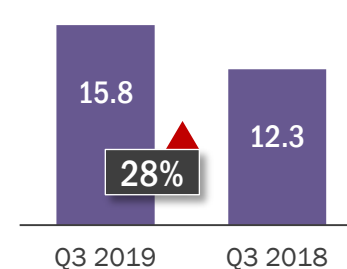
CONSOLIDATED AISC
(\$/oz Ag Eq)



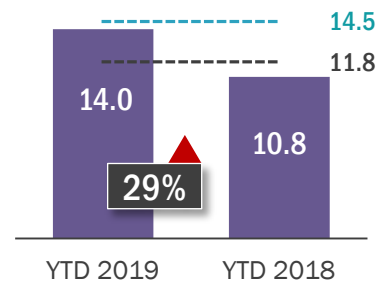
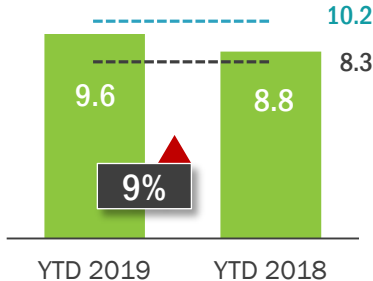
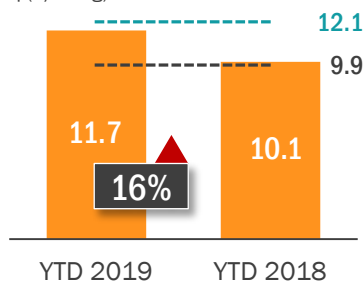
SAN JOSE MINE
(\$/oz Ag Eq)



CAYLLOMA MINE
(\$/oz Ag Eq)



----- AISC Ag Eq (\$/oz Ag) Max Guidance
----- AISC Ag Eq (\$/oz Ag) Min Guidance



Notes:

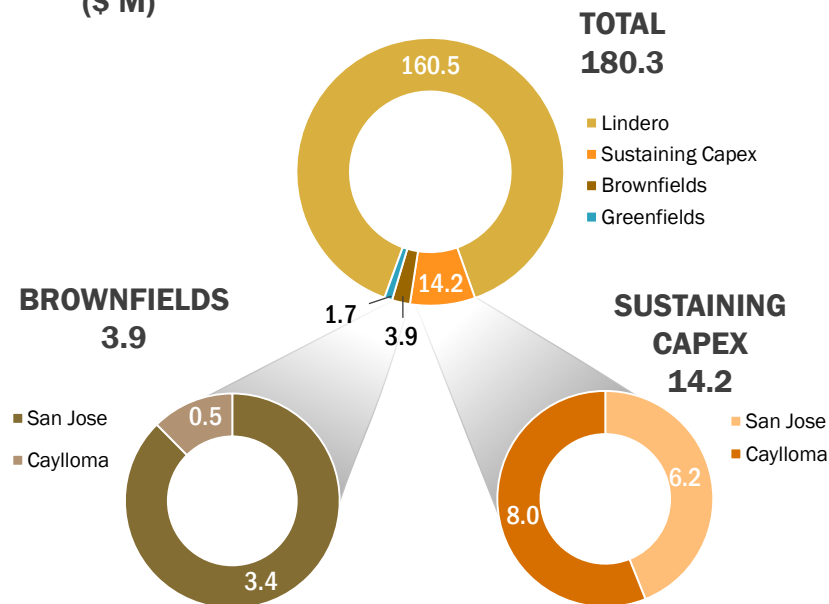
1. AISC per payable ounce of silver equivalent production includes production cash cost, commercial and government royalties/mining tax, worker's participation, subsidiary G&A, corporate G&A, sustaining capital expenditures and Brownfields exploration; Non-GAAP Financial Measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*
2. AISC per payable ounce of silver equivalent production; silver equivalent production calculated using realized prices; refer to slide 34

YTD 2019 CONSOLIDATED CAPITAL EXPENDITURES



Lindero Project Approaching Final Construction Phase

2019 YTD CAPITAL EXPENDITURES (\$ M)



CONSOLIDATED CAPITAL EXPENDITURES (\$ M)

	YTD 2019
Lindero	160.5
Sustaining CAPEX ¹	14.2
Brownfields exploration	3.9
Greenfields exploration ²	1.7
Total	180.3

Notes:

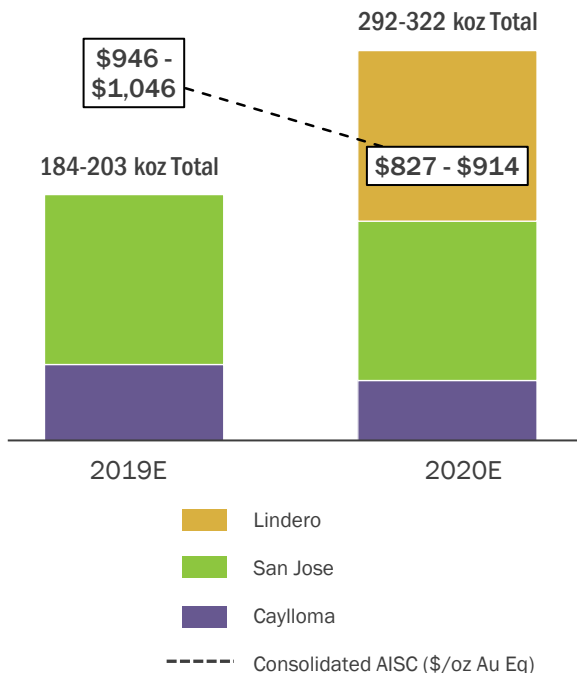
1. Capital expenditures
2. Greenfields exploration budget not included in 2019 annual guidance
3. Totals may not add due to rounding

CONSOLIDATED PRODUCTION GROWTH



Forecasted Production Growth and AISC Au Eq

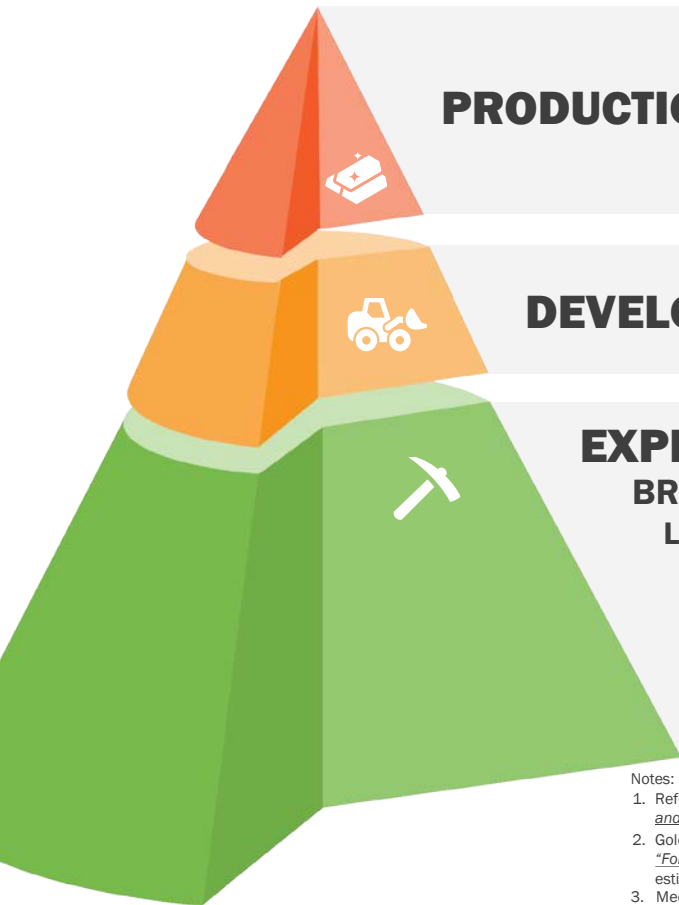
Au Eq PRODUCTION & AISC



Notes:

1. Midpoint 2019E Au Eq production is calculated using Q1-Q3 realized prices (refer to slide 34) and the following metal prices for Q4E 2019: Au: \$1,450/oz, Ag: \$17/oz, Pb: \$2,100/t, Zn: \$2,400/t and silver to gold ratio of 85 to 1, lead to gold ratio of 1.45 to 1, and zinc to gold ratio of 1.72 to 1
2. Midpoint 2020E Au Eq production is calculated using the following metal prices : Au: \$1,450/oz, Ag: \$17/oz, Pb: \$2,100/t, Zn: \$2,400/t and silver to gold ratio of 85 to 1, lead to gold ratio of 1.45 to 1, and zinc to gold ratio of 1.72 to 1
3. Midpoint 2019E AISC per payable ounce of gold equivalent production calculated using Q1-Q3 realized prices (refer to slide 34) and the following metal prices for Q4E 2019: Au: \$1,450/oz, Ag: \$17/oz, Pb: \$2,100/t, Zn: \$2,400/t and silver to gold ratio of 85 to 1, lead to gold ratio of 1.45 to 1, and zinc to gold ratio of 1.72 to 1
4. Midpoint 2020E AISC per payable ounce of gold equivalent production calculated using the following metal prices: Au: \$1,450/oz, Ag: \$17/oz, Pb: \$2,100/t, Zn: \$2,400/t and silver to gold ratio of 85 to 1, lead to gold ratio of 1.45 to 1, and zinc to gold ratio of 1.72 to 1
5. 2020E Au Eq production is based on mineral reserves only, and is based on annual production plans for the life of the San Jose, Caylloma and Lindero mines. | Assumes first gold dore pour at Lindero in Q1 2020, and is based on the estimated production range of between 145-160 thousand ounces of gold for 12 months production, which has been pro-rated to reflect nine months of production at Lindero in 2020. | Refer to Fortuna news release dated September 13, 2019, "Fortuna announces the start of pre-production mining at the Lindero Project, Argentina" | Refer to Fortuna news release dated April 4, 2019, "Fortuna reports updated first year gold doré production plan for the Lindero Project, Argentina" and news release dated February 20, 2019, "Fortuna provides construction update at its Lindero gold project in Argentina" | Refer to the Caylloma Mine Technical Report (Effective date: March 8, 2019) and to the San Jose Mine Technical Report (Effective date: February 22, 2019). Actual results of production and cash costs may vary from the estimates provided, based on risks relating to the timing of the commencement of production at Lindero and general risks related to mining in general, as more fully disclosed in the Company's annual information form dated March 29, 2019
6. AISC 2020E per payable ounce of gold equivalent production excludes Brownfields exploration

CURRENT ASSET PORTFOLIO



PRODUCTION

San Jose Mine

2019E¹

7.3 – 8.1 Moz Ag + 49 – 54 koz Au

Caylloma Mine

2019E¹

**0.9 – 1.0 Moz Ag + 26.1 – 28.8 Mlbs Pb
+ 39.8 – 44.0 Mlbs Zn**

DEVELOPMENT

Lindero Gold Project

First year of commercial production estimate²:

145 – 160 koz Au

EXPLORATION BROWNFIELDS

Lindero

Arizara

San Jose

Taviche | Guila | San Jose Sur

Caylloma

Pisacca | Huaracco | Antacollo

GREENFIELDS

Northern Argentina

Nueva Esperanza | Casa Campo Blanco

Serbia

Tlamino³

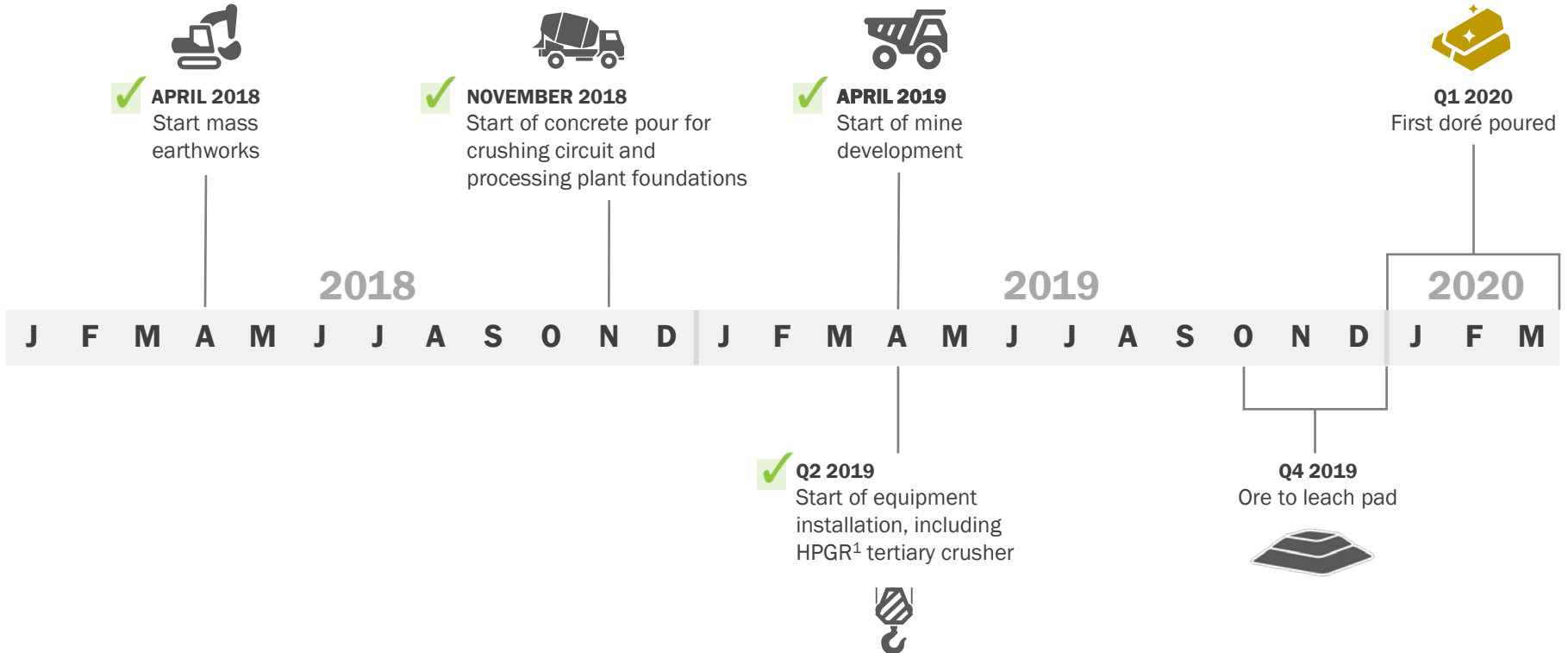
Notes:

1. Refer to Fortuna news release dated January 17, 2019, "[Fortuna reports 2018 full year production of 12.8 million silver equivalent ounces and issues 2019 guidance](#)"
2. Gold recovered to doré; refer to slide 41 for Mineral Reserves and Mineral Resources; refer to Fortuna news release dated April 4, 2019, "[Fortuna reports updated first year gold doré production plan for the Lindero Project, Argentina](#)." | not included in 2019 consolidated estimated production guidance and costs
3. Medgold Resources Corp. option agreement | Includes Barje and Karamanica targets

LINDERO PROJECT, ARGENTINA



Project Construction Milestones



Notes:
1. High Pressure Grinding Roll
2. Illustrative representation of Management's target schedule for production

LINDERO PROJECT, ARGENTINA



First Doré Pour Planned for Q1 2020

- ✓ Overall project is 81% complete as of October 31, 2019
- ✓ \$254 million construction spending¹ or 85% of Capex forecast
- ✓ \$44 million construction capital remaining to completion

- ✓ Total construction Capex forecast of \$298 million²
 - Includes \$4 million for contingencies

Notes:

1. Includes construction capital expenditures and advances to contractors
2. Refer to Fortuna Q3 2019 *Management's Discussion and Analysis for the three months ended September 30, 2019*



Leach pad

LINDERO PROJECT, ARGENTINA

Pre-Production Mining Commenced in Early September 2019



LINDERO PROJECT, ARGENTINA

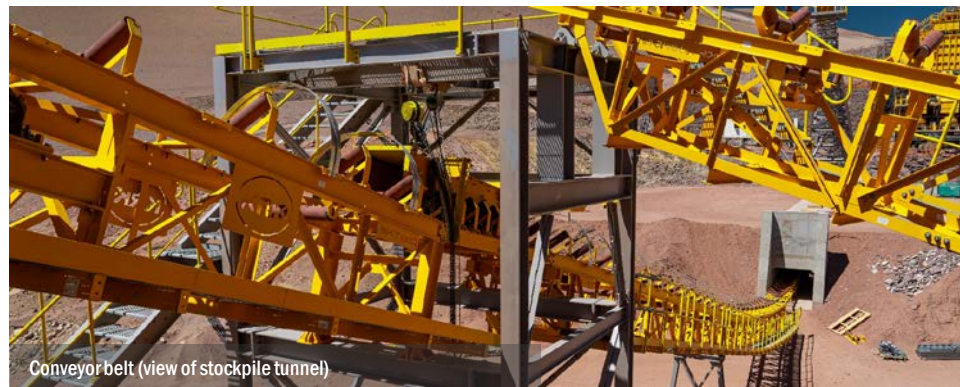
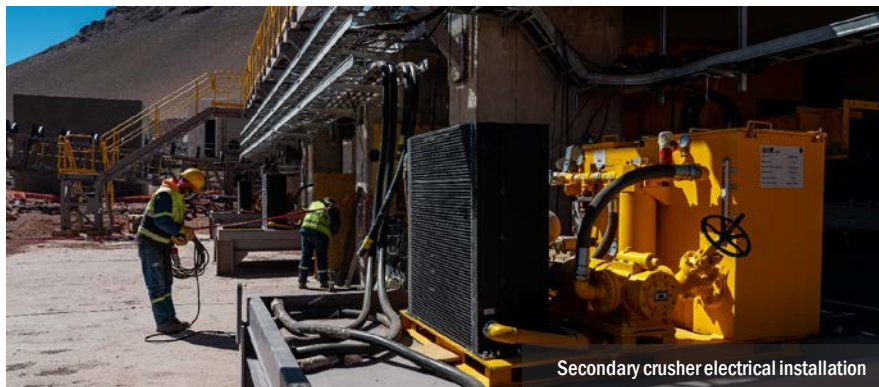
Leach Pad



LINDERO PROJECT, ARGENTINA

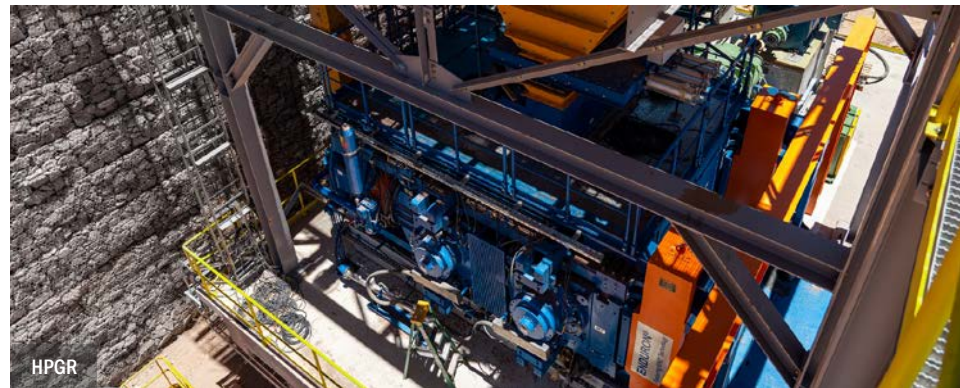


Crushing Circuit



LINDERO PROJECT, ARGENTINA

Crushing Circuit



LINDERO PROJECT, ARGENTINA

ADR Plant



Panoramic view of ADR plant and refinery room



ADR plant equipment installation work

LINDERO PROJECT, ARGENTINA

SART Plant



SART plant tank installation work



Panoramic view of SART plant

LINDERO PROJECT, ARGENTINA

Process Area



LUIS D. GANOZA

Chief Financial Officer



Lindero Project: Mine fleet operator training

Q3 2019 FINANCIAL HIGHLIGHTS



Free Cash Flow³ From Ongoing Operations of \$10.6 Million (28.2 Million YTD)

(\$ M, except in earnings per share figure)	Q3 19	Q3 18	% Change / Q3 18
Sales	61.3	59.6	▲ 3%
Net income (loss)	(7.7)	6.9	▼ (212%)
EPS, basic	(0.05)	0.04	-
Adjusted net income (loss) ¹	1.9	9.6	▼ (80%)
Adjusted EPS, basic	0.01	0.06	▼ (83%)
Adjusted EBITDA ²	19.2	24.2	▼ (21%)
Net cash provided by operating activities	18.2	21.9	▼ (17%)
Free Cash Flow from ongoing operations ³	10.6	13.6	▼ (22%)

- Sales in line as higher precious metal prices compensated for lower production
- EBITDA impacted by higher share-based payments, cash cost, and exploration and evaluation costs
- Free Cash Flow from ongoing operations reflect strong cash contribution from our operating mines

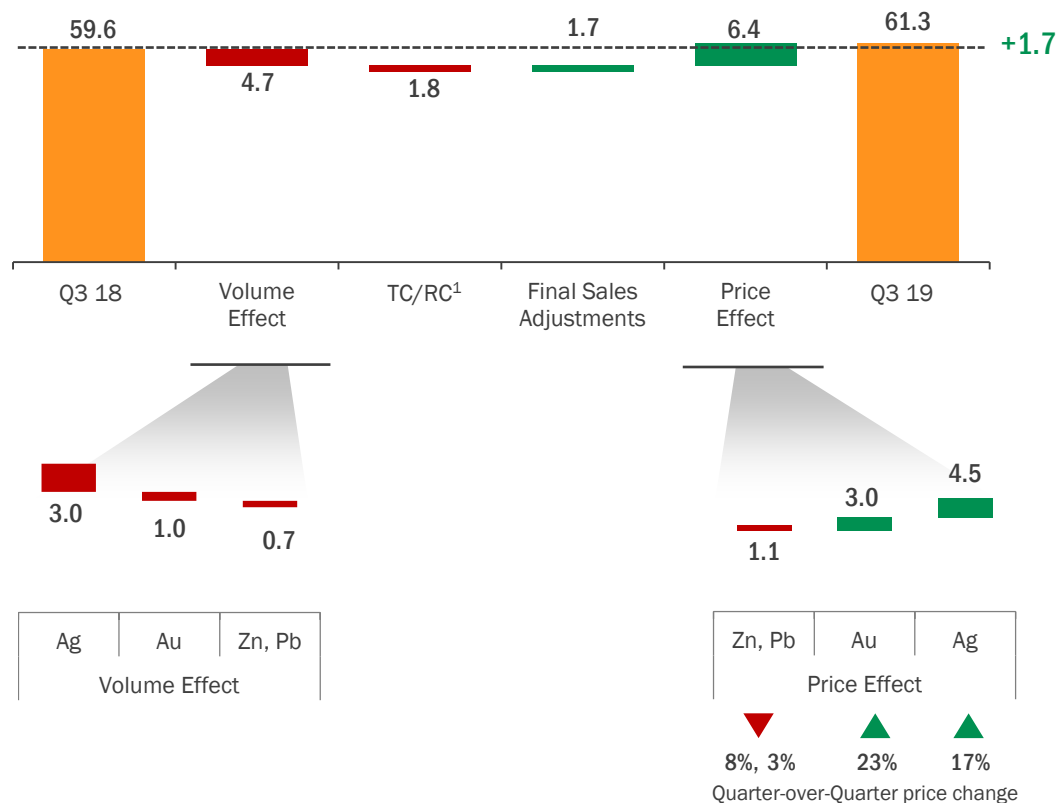
Notes:

1. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*; refer to slide 37 for Adjusted Net Income detail
2. Earnings Before Interest, Taxes, Depreciation and Amortization; refer to slide 35 for Adjusted EBITDA detail
3. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*; refer to slide 39

Q3 2019 FINANCIAL HIGHLIGHTS



Higher Precious Metal Prices Compensated Lower Production in the Quarter



Notes:
 1. Treatment Charges / Refinement Charges
 2. Refer to slide 34 for consolidated sales metrics
 3. Totals may not add due to rounding

Q3 2019 FINANCIAL HIGHLIGHTS



Higher EBITDA at San Jose; Caylloma Impacted by Lower Base Metal Prices and Higher Cash Cost

CONSOLIDATED

(\$ M)	Q3 2019	Q3 2018	% Change / Q3 2018
Adjusted Operating Income	8.1	12.0	▼(33%)
Adjusted EBITDA	19.2	24.2	▼(21%)
EBITDA Margin over sales	31%	41%	

SAN JOSE MINE, MEXICO

(\$ M, except in cash cost figures)	Q3 2019	Q3 2018	% Change / Q3 2018
Adjusted EBITDA	20.5	18.6	▲ 10%
Margin over sales	47%	47%	
Production cash cost (\$/t)	70.53	63.28	▲ 11%
AISC (\$/oz Ag Eq)	10.77	9.13	▲ 18%

CAYLLOMA MINE, PERU

(\$ M, except in cash cost figures)	Q3 2019	Q3 2018	% Change / Q3 2018
Adjusted EBITDA	4.1	7.7	▼(47%)
Margin over sales	23%	38%	
Production cash cost (\$/t)	93.03	88.52	▲ 5%
AISC (\$/oz Ag Eq)	15.78	12.29	▲ 28%

Notes:

1. Refer to slide 37 for Adjusted Operating Income
2. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*; refer to slide 35 for Adjusted EBITDA
3. All-in sustaining cash cost per payable ounce of silver equivalent production; silver equivalent production calculated using realized prices; please refer to slide 34; non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*

Q3 2019 FINANCIAL HIGHLIGHTS



SG&A and Effective Tax Rate

(\$ M)	Q3 2019	% Change over Q3 2018	YTD 2019	% Change over YTD 2018
Operating mines SG&A	2.6	▼ (4%)	7.4	▼ (8%)
Corporate SG&A	2.5	▲ 4%	8.4	▲ 14%
Share-based payments	1.5	–	3.6	▲ 13%
Workers participation	0.3	0%	1.0	▼ (17%)
Total SG&A	6.9	▲ 38%	20.4	▲ 3%
Effective tax rate on adjusted income before taxes	77%		55%	

- Total G&A in line with prior year and annual guidance
- Effective tax rate for the quarter affected by FX volatility and withholding taxes. YTD effective tax rate slightly above expected range

Q3 2019 FINANCIAL HIGHLIGHTS



Balance Sheet and Liquidity

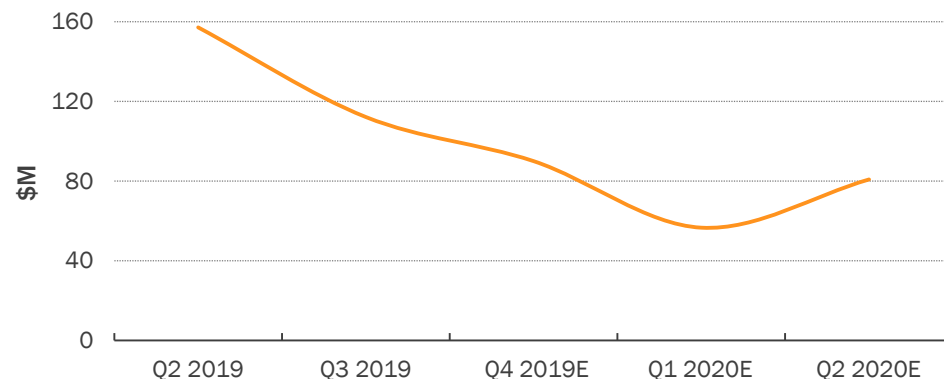
Total Liquidity of \$112 Million

As of September 30, 2019



- Senior debt facility : \$150 million
- Debt outstanding: \$110 million
- Debt to EBITDA² at end of Q3 2019: 1.3 : 1

Projected Total Liquidity



Projected liquidity throughout construction¹ of \$55 - \$60 million

- Liquidity expanded from \$150 million to \$196 million through issuance of \$46 million convertible debenture in October²
- \$40 million undrawn credit facility
- Peak Debt to EBITDA^{1,3} ratio pre-commercial production below 2.0 : 1
- Pro forma Debt to EBITDA^{1,3} post-commercial production below 1.0 : 1

Notes:

1. Based on YTD 2019 realized prices, refer to slide 34

2. Refer to Fortuna press release dated October 2, 2019 "Fortuna Silver Mines Closes US\$40 Million Bought Deal Financing of 4.65% Convertible Debenture" and press release dated October 8, 2019 "Fortuna Silver Mines Announces Closing of Convertible Debenture Over-Allotment Option"

3. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*

2019 ANNUAL GUIDANCE



PRODUCTION

8.2 – 9.0 Moz
Silver

49 - 54 koz
Gold

39.8 – 44.0 Mlbs
Zinc

26.1 – 28.8 Mlbs
Lead

CASH COST¹ (\$/t)

63.5 – 70.1
San Jose Mine

80.0 – 88.4
Caylloma Mine

AISC^{1,2} (\$/oz Ag Eq)

8.3 – 10.2
San Jose Mine

11.8 – 14.5
Caylloma Mine

9.9 – 12.1
Consolidated

CAPEX

\$12.7 million
San Jose Mine

\$11.4 million
Caylloma Mine

Notes:

1. Refer to cautionary statements for non-GAAP financial measures
2. AISC per payable ounce of silver equivalent production; silver equivalent production calculated using metal prices of \$1,250/oz Au, \$15.00/oz Ag, \$2,100/t Pb and \$2,700/t Zn

QUESTIONS & ANSWERS



Lindero Project: Panoramic view of crushing circuit and agglomeration plant

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APPENDICES



San Jose Mine, Mexico

CONSOLIDATED SALES METRICS



	Q3 2019	Q3 2018	% Change	YTD 2019	YTD 2018	% Change
Metal Sold						
Ag (oz)	1,931,182	2,154,434	(10%)	6,576,724	6,800,084	(3%)
Au (oz)	11,382	12,098	(6%)	38,217	40,943	(7%)
Pb ('000 lb)	7,069	7,822	(10%)	21,410	21,972	(3%)
Zn ('000 lb)	11,615	11,647	0%	33,807	34,154	(1%)
Realized Price						
Ag (\$/oz)	17.31	14.85	17%	15.82	16.08	(2%)
Au (\$/oz)	1,487	1,211	23%	1,365	1,285	6%
Pb (\$/lb)	0.92	0.96	(3%)	0.90	1.06	(15%)
Zn (\$/lb)	1.06	1.15	(8%)	1.18	1.37	(14%)

Note: Realized prices based on provisional sales before final price adjustments

Q3 2019 ADJUSTED EBITDA¹



Non-GAAP Financial Measures

Expressed in \$ M	Three months ended September 30,	
	Q3 2019	Q3 2018
Net Income	(7.7)	6.9
Add Back:		
Community support provision	(0.1)	1.4
Inventory adjustment	0.1	-
Foreign exchange loss, Lindero project	8.3	-
Net finance items	0.0	(0.2)
Depreciation, depletion, and amortization	11.3	11.4
Income taxes	6.2	5.9
Share of loss (income) from associates	-	0.1
Other non-cash items	1.1	(1.3)
Adjusted EBITDA	19.2	24.2

Notes:

1. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*
2. Totals may not add due to rounding

YTD 2019 ADJUSTED EBITDA¹



Non-GAAP Financial Measures

Expressed in \$ M	Nine months ended September 30,	
	YTD 2019	YTD 2018
Net Income	4.8	31.8
Add Back:		
Community support provision	(0.2)	1.4
Inventory adjustment	0.1	-
Foreign exchange loss, Lindero project	10.4	-
Net finance items	(0.3)	0.1
Depreciation, depletion, and amortization	31.8	34.0
Income taxes	19.1	28.4
Share of loss (income) from associates	0.2	(0.1)
Other non-cash items	4.3	(4.4)
Adjusted EBITDA	70.2	91.2

Notes:

1. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*
2. Totals may not add due to rounding

Q3 2019 ADJUSTED INCOME STATEMENT



Non-GAAP Financial Measures¹

Three months ended September 30,

Expressed in \$ M	Q3 2019	Adjustments	Q3 2019 Adjusted	Q3 2018	Adjustments	Q3 2018 Adjusted
Sales	61.3	-	61.3	59.6	-	59.6
Cost of sales	44.6	0.1	44.7	43.1	(1.4)	41.7
Mine operating income	16.7	(0.1)	16.6	16.5	1.4	17.9
Selling, general and administration - Subsidiaries	6.9	0.0	6.9	5.0	-	5.0
Exploration and evaluation	1.5	-	1.5	0.2	-	0.2
Share of loss of equity-accounted investee	0.0	(0.0)	-	0.1	(0.1)	-
Foreign exchange loss (gain)	8.4	(8.2)	0.2	0.8	-	0.8
Other (income) expenses, net	1.2	(1.3)	-0.1	(0.1)	0.0	(0.1)
Operating Income	(1.5)	9.5	8.1	10.5	1.5	12.0
Interest and finance costs	0.0	0.0	0.0	0.2	-	0.2
Gain (loss) on financial assets and liabilities carried at fair value	0.0	0.0	0.0	2.1	(1.2)	0.9
Income before taxes	(1.5)	9.6	8.1	12.8	0.3	13.1
Current income tax expense	5.9	0.0	5.9	6.0	0.0	6.0
Deferred income tax recovery	0.3	(0.0)	0.3	(0.0)	(2.5)	(2.5)
Net income and adjusted net income	(7.7)	9.6	1.9	6.9	2.8	9.6

Notes:

1. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*

YTD 2019 ADJUSTED INCOME STATEMENT



Non-GAAP Financial Measures¹

Nine months ended September 30,

Expressed in \$ M	YTD 2019	Adjustments	YTD 2019 Adjusted	YTD 2018	Adjustments	YTD 2018 Adjusted
Sales	188.2	-	188.2	203.7	-	203.7
Cost of sales	127.1	0.2	127.3	124.5	(1.4)	123.1
Mine operating income	61.1	(0.2)	60.9	79.2	1.4	80.6
Selling, general and administration - Subsidiaries	20.4	0.1	20.5	19.9	-	19.9
Exploration and evaluation	2.0	-	2.0	0.5	-	0.5
Share of loss of equity-accounted investee	0.2	(0.2)	-	(0.1)	0.1	-
Foreign exchange loss (gain)	11.9	(10.5)	1.4	2.5	-	2.5
Other (income) expenses, net	1.5	(1.3)	0.2	1.0	(1.0)	0.0
Operating Income	25.2	11.7	36.8	55.3	2.3	57.7
Interest and finance costs	(0.0)	0.3	0.3	(0.1)	0.5	0.4
Gain (loss) on financial assets and liabilities carried at fair value	(1.2)	2.6	1.4	4.9	(5.4)	(0.5)
Income before taxes	23.9	14.6	38.5	60.2	(2.6)	57.6
Current income tax expense	24.4	0.0	24.4	27.9	0.0	27.9
Deferred income tax recovery	(5.3)	1.9	(3.4)	0.5	(4.8)	(4.2)
Net income and adjusted net income	4.8	12.7	17.5	31.8	2.2	33.9

Notes:

1. Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*

Q3 2019 Free Cash Flow^{1,2}



Non-GAAP Financial Measures²

Expressed in \$ M	Three months ended September 30,	
	Q3 2019	Q3 2018
Net cash provided by operating activities	18.2	21.9
Less: Exploration expenditures previously capitalized	(0.8)	-
Less: Working capital item reclassified to long term receivables	(1.5)	-
Less: Purchases of mineral properties, plant and equipment	(7.0)	(9.2)
Less: Expenditures on Lindero construction	(45.1)	(24.8)
Less: Capitalized interest on Lindero construction	(0.8)	(0.3)
Less: Deposits on long term assets, net	-	(7.1)
Less: Current income tax expense	(5.9)	(6.0)
Add: Income taxes paid	7.0	6.2
Free Cash Flow	(35.9)	(19.3)
Add: Expenditures on Lindero construction	45.1	25.1
Add: Expenditures on non-Lindero construction	0.9	-
Add: Greenfield exploration expenditures	0.5	0.7
Add: Deposits on long term assets - Lindero construction	-	7.1
Free Cash Flow from ongoing operations	10.6	13.6

Note:

- Free Cash Flow calculated on the basis of current income tax rather than taxes paid
- Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*

YTD 2019 Free Cash Flow^{1,2}



Non-GAAP Financial Measures²

Expressed in \$ M	Nine months ended September 30,	
	YTD 2019	YTD 2018
Net cash provided by operating activities	45.3	64.2
Less: Exploration expenditures previously capitalized	-	-
Less: Working capital item reclassified to long term receivables	(1.5)	-
Less: Purchases of mineral properties, plant and equipment	(19.9)	(25.0)
Less: Expenditures on Lindero construction	(120.2)	(36.7)
Less: Capitalized interest on Lindero construction	(3.0)	(0.6)
Less: Deposits on long term assets, net	-	(29.8)
Less: Current income tax expense	(24.4)	(27.9)
Add: Income taxes paid	27.0	28.9
Free Cash Flow	(96.7)	(26.9)
Add: Expenditures on Lindero construction	120.2	37.3
Add: Expenditures on non-Lindero construction	3.3	-
Add: Greenfield exploration expenditures	1.4	2.2
Add: Deposits on long term assets - Lindero construction	-	29.6
Free Cash Flow from ongoing operations	28.2	42.2

Note:

- Free Cash Flow calculated on the basis of current income tax rather than taxes paid
- Non-GAAP financial measure, refer to slide 2 for *Cautionary Statement on Non-GAAP Financial Measures*

LINDERO PROJECT, ARGENTINA



Mineral Reserves and Mineral Resources

Mineral Reserves – Proven and Probable					Contained Metal
Property	Classification	Tonnes (000)	Au (g/t)	Cu (%)	Au (koz)
Lindero, Argentina	Proven	25,352	0.76	0.11	618
	Probable	58,875	0.58	0.11	1,096
	Proven + Probable	84,226	0.63	0.11	1,714

Mineral Resources – Measured and Indicated					Contained Metal
Property	Classification	Tonnes (000)	Au (g/t)	Cu (%)	Au (koz)
Lindero, Argentina	Measured	2,092	0.55	0.12	37
	Indicated	16,774	0.49	0.10	265
	Measured + Indicated	18,866	0.50	0.11	302

Mineral Resources – Inferred					Contained Metal
Property	Classification	Tonnes (000)	Au (g/t)	Cu (%)	Au (koz)
Lindero, Argentina	Inferred	8,600	0.38	0.10	106

Mineral Reserve and Mineral Resource estimates prepared in accordance with NI 43 - 101:

1. Mineral Reserves and Mineral Resources are as defined by the 2014 CIM Definition Standards for Mineral Resources and Mineral Reserves
2. Mineral Resources are exclusive of Mineral Reserves
3. Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability
4. Factors that could materially affect the reported Mineral Resources or Mineral Reserves include; changes in metal price and exchange rate assumptions; changes in local interpretations of mineralization; changes to assumed metallurgical recoveries, mining dilution and recovery; and assumptions as to the continued ability to access the site, retain mineral and surface rights titles, maintain environmental and other regulatory permits, and maintain the social license to operate
5. Mineral Resources and Mineral Reserves are reported as of March 31, 2019. Refer to Fortuna news release dated April 4, 2019, "Fortuna reports updated first year gold doré production plan for the Lindero Project, Argentina"
6. Mineral Reserves for Lindero are reported based on open pit mining within designed pit shells based on variable gold internal cut-off grades and gold recoveries by metallurgical type. Met type 1 cut-off 0.27 g/t Au, recovery 75.4%; Met type 2 cut-off 0.26 g/t Au, recovery 78.2%; Met type 3 cut-off 0.26 g/t Au, recovery 78.5%; and Met type 4 cut-off 0.30 g/t Au, recovery 68.5%. The cut-off grades and pit designs are considered appropriate for long term gold prices of US\$1,320/oz. Assumptions used in the pit design are the same as those for the resources
7. Lindero Mineral Resources are reported within a conceptual pit shell above a 0.2 g/t Au cut-off grade using a long-term gold price of US\$1,320/oz, mining costs at US\$1.28 per tonne of material, with total processing and process G&A costs of US\$8.29 per tonne of mineralized material and an average process recovery of 75 %. The refinery costs net of pay factor were estimated to be US\$6.90 per ounce gold. Slope angles are based on 3 sectors (39°, 42°, and 47°) consistent with geotechnical consultant recommendations
8. Eric Chapman, P. Geo. (APEGBC #36328) is the Qualified Person for resources and Amri Sinuhaji (APEGBC #48305) is the Qualified Person for reserves, both being employees of Fortuna Silver Mines Inc.
9. Totals may not add due to rounding procedures