

Cerro Grande Mining Corporation
Avenida Santa Maria 2224, Providencia, Santiago, Chile.
Tel : (56-2) 2569-6200

CHANGE OF AUDITOR NOTICE
Pursuant to National Instrument 51-102 (“NI 51-102”), Section 4.11

TO: British Columbia Securities Commission
Alberta Securities Commission
Saskatchewan Financial Services Commission
Manitoba Securities Commission
Ontario Securities Commission
Autorité des marchés financiers

1. Predecessor Auditor

- a. On August 5, 2013 PricewaterhouseCoopers LLP resigned as auditor during their current term of appointment with Cerro Grande Mining Corporation (the “**Company**”) at the request of the Company.
- b. The Audit Committee and the Board of Directors of the Company considered and approved the resignation by PricewaterhouseCoopers LLP.
- c. The auditor's reports of PricewaterhouseCoopers LLP on the financial statements of the Company for the two years ended September 30, 2012 and September, 2011 did not express a modified opinion.
- d. In connection with the audits for the two years ended September, 2012 and September, 2011 and through to August 5, 2013, there have been no reportable events, as defined in NI 51-102.

2. Successor Auditor

The Company appointed KPMG LLP as its new auditor on August 6, 2013. The Audit Committee and the Board of Directors of the Company considered and approved the appointment.

DATED this 16th day of August, 2013.

CERRO GRANDE MINING CORPORATION

“Stephen W. Houghton”

Per: Stephen W. Houghton
Chief Executive Officer