



**SILVER DOLLAR**  
R E S O U R C E S

## **FORM 51-102F3 MATERIAL CHANGE REPORT**

### **Item 1: Name and Address of Company**

Silver Dollar Resources Inc. (the “Company” or “Silver Dollar”)  
Suite 416, 179 - 2945 Jacklin Road  
Victoria, BC, V9B 6J9

### **Item 2: Date of Material Change**

April 19, 2023

### **Item 3: News Release**

A news release was issued April 20, 2023 at Vancouver, British Columbia and was disseminated by Newsfile.

### **Item 4: Summary of Material Change**

The Company has signed an Option Agreement and Exclusivity Agreement with Canasil Resources Inc.

### **Item 5: Full Description of Material Change**

The Company has signed an Option Agreement and Exclusivity Agreement with Canasil Resources Inc. (“Canasil”).

Pursuant to the agreements, Silver Dollar will provide Canasil with a \$200,000 non-interest-bearing loan (the “Loan”) in return for a two-month exclusivity period to conduct due diligence on the assets of Canasil (the “Exclusivity Period”) and an option to earn a 100% interest in Canasil’s Nora property (the “Nora Option”).

The purpose of the Exclusivity Period is to give Silver Dollar the opportunity to review Canasil’s assets and consider a corporate merger (the “Transaction”). The Exclusivity Period can be extended for an additional 30 days if requested by Silver Dollar at no cost. Should Silver Dollar

decline to propose a Transaction or the parties find the terms of a proposed Transaction unacceptable, then the Exclusivity Period will terminate, and Canasil will have 60 days to repay the Loan. Completion of a proposed Transaction will be subject to the support of key stakeholders, shareholder approval and regulatory approvals.

Canasil owns a 100% interest in the Nora property that is located in the State of Durango, Mexico (the “Property”). Under the terms of the Nora Option, Silver Dollar can earn a 100% interest in the Property by incurring total exploration expenditures of \$3,000,000 and making cash payments totalling \$375,000 over five years. Upon earning a 100% interest in the Property, Silver Dollar will grant Canasil a 3% net smelter returns royalty (the “Royalty”), with Silver Dollar having the right to buy back 1% of the Royalty for \$3,000,000. After granting the Royalty, Silver Dollar will also pay an annual royalty of \$25,000 which will be offset against the 1% Royalty buyback.

#### *About the Nora Property*

The Property is located approximately 200 kilometres (km) northwest of the City of Durango, with good access and infrastructure. The geological setting is a Tertiary-aged volcanic flow-dome complex. Gold-silver mineralization is hosted within two structurally-controlled epithermal veins, Candy and Nora. Mineralization is typical of that found at many mines in the region, with gold and silver associated with galena, sulfosalt minerals, and lesser pyrite, sphalerite, and chalcopyrite. There is evidence of some historical mining activity on the Candy vein, which is exposed in discontinuous outcrops for over 900 metres. The fault structure hosting the Candy vein has been traced for over 3 km. Samples of vein outcrop and mineral dumps from the Candy vein returned significant gold, silver, copper, zinc and lead values. The second vein, Nora, is found 600 metres northeast of the Candy vein and can be traced for 230 metres with widths of over 9 metres. Surface samples from this vein returned anomalous silver values associated with trace sulphides, with a geochemical signature typical of the higher levels of epithermal vein systems in the region. Drilling programs completed by Canasil in 2020 and 2021 were the first on the Property and consistently returned encouraging intercepts with high gold, silver, and copper values from the Candy vein.

Historical systematic grid soil sampling over an area of 3 km by 2 km covering the Candy and Nora veins and their projected extensions showed elevated silver, base metal (copper, lead, and zinc), and pathfinder (antimony and arsenic) values. The combination of the vein outcrops with large areas of anomalous silver and base metal values in soil samples may indicate additional concealed mineral systems. Major deposits in the region include La Pitarrilla, located 50 km east of the Property.

Mike Kilbourne, P.Geo., an independent Qualified Person (“QP”) as defined in NI 43-101, has reviewed and approved the technical contents herein on behalf of the Company. The QP and the Company have not completed sufficient work to verify the information on the Nora Property, particularly regarding historical exploration, neighbouring companies, and government geological work.

**Item 6: Reliance on Subsection 7.1(2) or (3) of National Instrument 51-102**

Not applicable

**Item 7: Omitted Information**

Not applicable

**Item 8: Executive Officer**

Michael Romanik, President and Chief Executive Officer

Telephone (204) 726-0151

DATED AT Victoria, British Columbia this 20<sup>th</sup> day of April, 2023.

SILVER DOLLAR RESOURCES INC.

Signed "*Glen Wallace*"

per Glen Wallace, MBA, CPA, CGA