



FORM 9

NOTICE OF ISSUANCE OR PROPOSED ISSUANCE OF LISTED SECURITIES (or securities convertible or exchangeable into listed securities¹)

Name of Listed Issuer:	Symbol(s):
<i>Silver Dollar Resources Inc. (the "Issuer").</i>	<i>SLV</i>

Date: August 17, 2020 Is this an updating or amending Notice: ☒ Yes ☐ No

If yes provide date(s) of prior Notices: August 10, 2020

Issued and Outstanding Securities of Issuer Prior to Issuance: 20,714,909

Pricing

Date of news release announcing proposed issuance: August 10, 2020 or

Date of confidential request for price protection: Not applicable

Closing Market Price on Day Preceding the news release: \$0.99 or

Day preceding request for price protection: Not applicable

Closing

Number of securities to be issued: 5,146,401

Issued and outstanding securities following issuance: 25,861,310

Instructions:

1. For private placements (including debt settlement), complete tables 1A and 1B in Part 1 of this form.
2. Complete Table 1A – Summary for all purchasers, excluding those identified in Item 8.
3. Complete Table 1B – Related Persons only for Related Persons

4. If shares are being issued in connection with an acquisition (either as consideration or to raise funds for a cash acquisition) please proceed to Part 2 of this form.
5. An issuance of non-convertible debt does not have to be reported unless it is a significant transaction as defined in Policy 7, in which case it is to be reported on Form 10 – Notice of Proposed Transaction
6. Post the completed Form 9 to the CSE website in accordance with *Policy 6 – Distributions*. In addition, the completed form must be delivered to listings@thecse.com with an appendix that includes the information in Table 1B for ALL placees.

Part 1. Private Placement

Table 1A – Summary

Each jurisdiction in which purchasers reside	Number of Purchasers	Price per Security	Total dollar value (CDN\$) raised in the jurisdiction
Total number of purchasers:			
Total dollar value of distribution in all jurisdictions:			

Table 1B – Related Persons

Full Name & Municipality of Residence of Placee	Number of Securities Purchased or to be Purchased	Purchase price per Security (CDN\$)	Conversion Price (if Applicable) (CDN\$)	Prospectus Exemption	Total Securities Previously Owned, Controlled or Directed	Payment Date (1)	Describe relationship to Issuer (2)

¹ An issuance of non-convertible debt does not have to be reported unless it is a significant transaction as defined in Policy 7, in which case it is to be reported on Form 10.

1. Total amount of funds to be raised: _____
2. Provide full details of the use of the proceeds. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material.

3. Provide particulars of any proceeds which are to be paid to Related Persons of the Issuer:

4. If securities are issued in forgiveness of indebtedness, provide details of the debt agreement(s) or and the agreement to exchange the debt for securities.

5. Description of securities to be issued:

- (a) Class _____
(b) Number _____
(c) Price per security _____
(d) Voting rights _____

6. Provide the following information if warrants, (options) or other convertible securities are to be issued:

- (a) Number _____
(b) Number of securities eligible to be purchased on exercise of warrants (or options) _____
(c) Exercise price _____
(d) Expiry date _____

7. Provide the following information if debt securities are to be issued:

- (a) Aggregate principal amount _____
(b) Maturity date _____
(c) Interest rate _____
(d) Conversion terms _____
(e) Default provisions _____

8. Provide the following information for any agent's fee, commission, bonus or finder's fee, or other compensation paid or to be paid in connection with the placement (including warrants, options, etc.):

- (a) Details of any dealer, agent, broker or other person receiving compensation in connection with the placement (name, and if a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer):

(b) Cash _____
(c) Securities _____
(d) Other _____
(e) Expiry date of any options, warrants etc. _____
(f) Exercise price of any options, warrants etc. _____

9. State whether the sales agent, broker, dealer or other person receiving compensation in connection with the placement is Related Person or has any other relationship with the Issuer and provide details of the relationship
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10. Describe any unusual particulars of the transaction (i.e. tax “flow through” shares, etc.).
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11. State whether the private placement will result in a change of control.
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12. Where there is a change in the control of the Issuer resulting from the issuance of the private placement shares, indicate the names of the new controlling shareholders.
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13. Each purchaser has been advised of the applicable securities legislation restricted or seasoning period. All certificates for securities issued which are subject to a hold period bear the appropriate legend restricting their transfer until the expiry of the applicable hold period required by National Instrument 45-102 Resale of Securities.

Part 2. Acquisition

1. Provide details of the assets to be acquired by the Issuer (including the location of the assets, if applicable). The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the transaction without reference to any other material:

Pursuant to a definitive option agreement (the “Definitive Agreement”) with First Majestic Silver Corp. (“First Majestic”), the Issuer has been granted an exclusive option to acquire an initial 80% interest and, if exercised, a second option to acquire an additional 20% interest for an aggregate 100% interest in First Majestic’s La Joya silver-copper-gold property (the “Property”).

The Property, located in the south-eastern portion of the State of Durango in the Mexican Silver Belt, consists of 15 mineral concessions totalling 4,646 hectares and hosts the Main Mineralized Trend, Santo Nino and Coloradito deposits.

2. Provide details of the acquisition including the date, parties to and type of agreement (eg: sale, option, license etc.) and relationship to the Issuer. The disclosure should be sufficiently complete to enable a reader to appreciate the significance of the acquisition without reference to any other material:

Under the terms of the August 7, 2020 Definitive Agreement between the Issuer and First Majestic, an arm's length party, the Issuer may exercise the first option and acquire an initial 80% interest in the First Majestic subsidiary holding the Property by:

- a) paying to First Majestic a total of \$1,300,000 plus annual holding costs for the Property, of which:
 - i) \$300,000 upon execution of the Definitive Agreement,*
 - ii) \$200,000 on or before the first anniversary of the Definitive Agreement,*
 - iii) \$200,000 on or before the second anniversary of the Definitive Agreement,*
 - iv) \$300,000 on or before the third anniversary of the Definitive Agreement, and*
 - v) \$300,000 on or before the fourth anniversary of the Definitive Agreement;**
- b) incurring exploration expenditures on the Property of not less than \$1,000,000 within three years of entering into a surface rights agreement relating to the Property, but in any event within five years of the date of the Definitive Agreement; and*
- c) issuing to First Majestic, within 45 days of the date of the Definitive Agreement, 5,146,401 common shares of the Issuer, being 19.9% of the issued and outstanding shares of the Issuer on August 14, 2020, the date of issuance.*

If the Issuer incurs at least \$1,000,000 of exploration expenditures on the Property within three years of the date of the Definitive Agreement, First Majestic will waive the third- and fourth-anniversary cash option payments described above totalling \$600,000.

In addition, First Majestic will reserve a 2% net smelter returns royalty interest in all minerals produced from the Property.

Within 30 days after exercising its first option, the Issuer may exercise its second option and acquire the remaining 20% interest in the subsidiary that owns the Property by delivering notice and issuing to First Majestic the number of shares as is equal to 5% of the then-issued and outstanding shares of the Issuer.

If the Issuer exercises its first option, but elects to not exercise its second option, the Issuer and First Majestic will be deemed to have formed a joint venture with respect to the Property.

The Definitive Agreement also includes representations, warranties and covenants customary in transactions of this nature.

3. Provide the following information in relation to the total consideration for the acquisition (including details of all cash, securities or other consideration) and any required work commitments:

(a) Total aggregate consideration in Canadian dollars:

See below

(b) Cash:

\$1,300,000, of which \$300,000 was paid August 10, 2020 as part consideration to exercise the first option.

(c) Securities (including options, warrants etc.) and dollar value:

As part consideration to exercise the first option, 5,146,401 common shares with a fair value of \$9,160,593.78 were issued on August 14, 2020.

As consideration to exercise the second option, within 30 days after exercising its first option, such number of common shares of the Issuer as is equal to 5% of the then-issued and outstanding shares of the Issuer at a deemed value equal to the fair value of such shares on the date of issuance.

(d) Other:

Not applicable

(e) Expiry date of options, warrants, etc. if any:

Not applicable

(f) Exercise price of options, warrants, etc. if any:

Not applicable

(g) Work commitments:

In addition to the consideration described above, to exercise the first option, the Issuer must incur exploration expenditures on the Property of not less than \$1,000,000 within three years of entering into a surface rights agreement relating to the Property, but in any event within five years of the date of the Definitive Agreement.

4. State how the purchase or sale price was determined (e.g. arm's-length negotiation, independent committee of the Board, third party valuation etc).

The option price was negotiated by arm's length parties

5. Provide details of any appraisal or valuation of the subject of the acquisition known to management of the Issuer:

Not applicable.

6. The names of parties receiving securities of the Issuer pursuant to the acquisition and the number of securities to be issued are described as follows:

Refer to Appendix B

7. Details of the steps taken by the Issuer to ensure that the vendor has good title to the assets being acquired:

The Issuer confirmed registered ownership of the Property in the jurisdiction in which it is situated, and First Majestic represented that, through its wholly owned subsidiaries, it is the beneficial owner of the Property.

8. Provide the following information for any agent's fee, commission, bonus or finder's fee, or other compensation paid or to be paid in connection with the acquisition (including warrants, options, etc.):

- (a) Details of any dealer, agent, broker or other person receiving compensation in connection with the acquisition (name, and if a corporation, identify persons owning or exercising voting control over 20% or more of the voting shares if known to the Issuer):

Not applicable

- (b) Cash _____
- (c) Securities _____
- (d) Other _____
- (e) Expiry date of any options, warrants etc. _____
- (f) Exercise price of any options, warrants etc. _____

9. State whether the sales agent, broker or other person receiving compensation in connection with the acquisition is a Related Person or has any other relationship with the Issuer and provide details of the relationship.

Not applicable

10. If applicable, indicate whether the acquisition is the acquisition of an interest in property contiguous to or otherwise related to any other asset acquired in the last 12 months.

Not applicable

Certificate of Compliance

The undersigned hereby certifies that:

- 1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance on behalf of the Issuer.
- 2. As of the date hereof there is not material information concerning the Issuer which has not been publicly disclosed.
- 3. the Issuer has obtained the express written consent of each applicable individual to:
 - (a) the disclosure of their information to the Exchange pursuant to this Form or otherwise pursuant to this filing; and
 - (b) the collection, use and disclosure of their information by the Exchange in the manner and for the purposes described in Appendix A or as otherwise identified by the Exchange, from time to time.

4. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CSE Policy 1).
5. All of the information in this Form 9 Notice of Issuance of Securities is true.

Dated August 17, 2020

Michael Romanik
Name of Director or Senior Officer

/s/ Michael Romanik
Signature

Chief Executive Officer
Official Capacity

Appendix A

PERSONAL INFORMATION COLLECTION POLICY REGARDING FORM 9

The Canadian Securities Exchange and its subsidiaries, affiliates, regulators and agents (collectively, “CSE or the “Exchange”) collect and use the information (which may include personal or other information) which has been provided in Form 9 for the following purposes:

- To determine whether an individual is suitable to be associated with a Listed Issuer;
- To determine whether an issuer is suitable for listing;
- To determine whether allowing an issuer to be listed or allowing an individual to be associated with a Listed Issuer could give rise to investor protection concerns or could bring the Exchange into disrepute;
- To conduct enforcement proceedings;
- To ensure compliance with Exchange Requirements and applicable securities legislation; and
- To fulfil the Exchange’s obligation to regulate its marketplace.

The CSE also collects information, including personal information, from other sources, including but not limited to securities regulatory authorities, law enforcement and self-regulatory authorities, regulation service providers and their subsidiaries, affiliates, regulators and agents. The Exchange may disclose personal information to these entities or otherwise as provided by law and they may use it for their own investigations.

The Exchange may use third parties to process information or provide other administrative services. Any third party will be obliged to adhere to the security and confidentiality provisions set out in this policy.

All personal information provided to or collected by or on behalf of The Exchange and that is retained by The Exchange is kept in a secure environment. Only those employees who need to know the information for the purposes listed above are permitted access to the information or any summary thereof. Employees are instructed to keep the information confidential at all times.

Information about you that is retained by the Exchange and that you have identified as inaccurate or obsolete will be corrected or removed.

If you wish to consult your file or have any questions about this policy or our practices, please write the Chief Privacy Officer, Canadian Securities Exchange, 220 Bay Street – 9th Floor, Toronto, ON, M5J 2W4.

Appendix B

Parties Receiving Securities of the Issuer Pursuant to the Acquisition

Name of Party (If not an individual, name all insiders of the Party)	Number and Type of Securities to be Issued	Dollar Value per Security (CDN\$)	Conversion Price (if applicable)	Prospectus Exemption	Total Securities Previously Owned, Controlled or Directed by Party	Describe Relationship to Issuer ¹
First Majestic Silver Corp., a public company whose shares are listed for trading on the Toronto Stock Exchange	5,146,401 common shares as part consideration to exercise the first option.	\$1.78	Not applicable	Section 2.13 of National Instrument 45-106	Nil	Arm's length
	As consideration to exercise the second option, within 30 days after exercising its first option, such number of common shares of the Issuer as is equal to 5% of the then-issued and outstanding shares of the Issuer.	To be determined	Not applicable	To be determined		

1. Indicate if Related Person