

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Kuya Silver Corporation (the "Issuer").

Trading Symbol: KUYA

Number of Outstanding Listed Securities: 39,638,666

Date: March 2, 2021

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

Report on Business

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

The Issuer (CSE: KUYA) (OTCQB: KUYAF) (FRANKFURT: 6MR) is a Canadian-based silver-focused mining company that owns the Bethania mine, and holds the concession, permits and other rights of the property located in Central Peru (the "Bethania Project"). The Bethania Project mine was in production until 2016, toll-milling its ore at various other concentrate plants in the region, the Issuer's plan is to implement an expansion and construct a concentrate plant at site before

restarting operations. The Bethania Project mine produced silver-lead and zinc concentrates from the run of mine material, until being placed on care and maintenance due to market conditions and lack of working capital.

2. Provide a general overview and discussion of the activities of management.

The Issuer entered into a share purchase and option agreement dated February 26, 2021 (the "Purchase Agreement") with First Cobalt Corp. ("FCC"), Cobalt Industries of Canada Inc. ("CIC") and CobalTech Mining Inc. ("CobalTech"), pursuant to which the Issuer has acquired a portion of FCC's silver mineral exploration assets (the "Kerr Assets") from FCC (the "Transaction"). Pursuant to the terms of the Purchase Agreement, the Issuer has also acquired from CIC an option to acquire up to a seventy percent (70%) interest in and to the balance of FCC's silver mineral assets ("Remaining Assets") at the Cobalt, Ontario camp (the "Option").

In connection with the Purchase Agreement, the Issuer has paid FCC a cash payment of \$1,000,000 and issued 1,437,470 common shares in the capital of the Issuer (each a "Common Share") at a deemed price per Common Share based on the twenty-day (20) volume weighted average trading price of the Common Shares (the "20 Day VWAP"), prior to the announcement of the Transaction on December 21, 2020, being \$2.087. In order to fully exercise the Option, the Issuer is to: (i) on or prior to the date that is six months from the closing date of the Transaction, pay to CIC \$1,000,000 (the "Initial Earn-In Payment"); (ii) in exchange for a forty-nine percent (49%) interest in the Remaining Assets, on or prior to the date that is twelve (12) months from the closing of the Transaction, pay to CIC \$300,000 (or an equivalent in Common Shares at the 20 Day VWAP prior to such payment being made) and having incurred expenditures of no less than \$2,000,000 in and to the Remaining Assets; (iii) in exchange for an additional eleven percent (11%) interest in the Remaining Assets on, or prior to the date that is twenty-four (24) months from the closing of the Transaction pay to CIC \$350,000 (or an equivalent in Common Shares at the 20 Day VWAP prior to such payment being made) and having incurred expenditures of no less than \$1,000,000 in and to the Remaining Assets; and (iv) in exchange for an additional ten percent (10%) interest in the Remaining Assets on, or prior to the date that is thirty-six (36) months from the closing of the Transaction, pay to CIC \$350,000 (or an equivalent in Common Shares at the 20 Day VWAP of the Common Shares prior to such payment being made) and having incurred expenditures of no less than \$1,000,000 in and to the Remaining Assets.

In connection with the Option, upon completion of a maiden mineral resource estimate of at least 10,000,000 silver equivalent ounces on the Remaining Assets, the Issuer will make a milestone payment to FCC of \$2,500,000 in cash or Common Shares (at the 20 Day VWAP prior to such payment being made) or \$5,000,000 should the resource exceed 25,000,000 silver equivalent ounces, such milestone payment to continue to be an obligation of the Issuer for a period of eighteen (18) months following the discovery of the maiden mineral resource. Further, with respect to the Remaining Assets, FCC will have a back-in right for any discovery of a primary cobalt deposit as well as a right of first offer to refine base metal concentrates produced at FCC's refinery.

Following the payment of the Initial Earn-In Payment, the Issuer and CIC will enter into a joint venture agreement on terms to be negotiated for the joint exploration and development of the Remaining Assets.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

See above.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

N/A

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

See above.

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

N/A

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

See above.

8. Describe the acquisition of new customers or loss of customers.

N/A

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

N/A

10. Report on any employee hiring's, terminations or lay-offs with details of anticipated length of lay-offs.

The Issuer has no direct employees.

11. Report on any labour disputes and resolutions of those disputes if applicable.

N/A

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

N/A

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

N/A

14. Provide details of any securities issued and options or warrants granted.

| Security | Number Issued | Details of Issuance | Use of Proceeds |
|----------------------|----------------------|---|--|
| Common Shares | 57,343 | Issued February 2, 2021 in connection with the exercise of performance warrants. There are 27,524 warrants remaining for exercise until April 30, 2021 and are exercisable at USD\$0.0005 per warrant. | Proceeds from the warrant exercises will be used for general working capital. |
| Common Shares | 50,000 | Issued February 5, 2021 in connection with the exercise of stock options at a deemed price of \$0.90 per share. | Proceeds from the stock option exercise will be used for general working capital. |
| Common Shares | 1,437,470 | Issued March 1, 2021 in connection with the Transaction at a deemed price per share of \$2.087. | N/A |

15. Provide details of any loans to or by Related Persons.

N/A

16. Provide details of any changes in directors, officers or committee members.

N/A

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

The trends and risks which are likely to impact the Issuer are detailed in the Issuer's Management Discussion & Analysis (the "MD&A") under the heading "Risks and Uncertainties". The Issuer's MD&A's are available on the Issuer's SEDAR profile at www.sedar.com.

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.
2. As of the date hereof there were is no material information concerning the Issuer which has not been publicly disclosed.
3. 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 CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated **March 2, 2021**_____.

Leah Hodges_____
Name of Director or Senior Officer

/s/ "Leah Hodges"_____
Signature

Corporate Secretary_____
Official Capacity

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| Issuer Details Name of Issuer Kuya Silver Corporation | For Month End February 28, 2021 | Date of Report YY/MM/D 2021/03/02 |
| Issuer Address 23rd Floor, 1177 West Hastings Street | | |
| City/Province/Postal Code Vancouver, B.C., V6E 2K3 | Issuer Fax No. N/A | Issuer Telephone No. (604) 377-0403 |
| Contact Name Leah Hodges | Contact Position Corporate Secretary | Contact Telephone No. (604) 377-0403 |
| Contact Email Address lhodges@benchmarkgovernance.com | Web Site Address https://kuyasilver.com/ | |