



Cerro Grande Mining Corporation
Avenida Santa Maria 2224
Providencia – Santiago – Chile
Tel: 56-2-2569 6200

Canadian Securities Exchange
100 King St W Suite 7210
Toronto, ON M5X 1E1

December 1, 2020

Dear Sirs/Mesdames,

Re: Cerro Grande Mining Corporation (the "Company")

This will confirm that the Company's wholly-owned subsidiary, Minera Til Til SpA ("Til Til") entered into the Asset Purchase and Contracts Assignment Agreement (the "APA") with Minera Tamidak Limitada ("Tamidak") dated December 1, 2020 pursuant to which Til Til has acquired from Tamidak as of such date the mining concessions and other assets covering the Pimentón Copper Gold Mining Project owned by Tamidak as well as Tamidak's rights and obligations under the Exploration and Option to Joint Venture Agreement (the "FQM Agreement") entered into on or about April 27, 2020 between Tamidak and FQM Exploration (Chile) S.A. ("FQM"), a Chilean subsidiary of First Quantum Minerals Ltd, all as further disclosed in a news release issued by the Company on each of July 14, September 15 and December 1, 2020.

Thank you.

/s/ "Stephen W. Houghton"

Stephen W. Houghton
Chief Executive Officer