

## FORM 7

### MONTHLY PROGRESS REPORT

Name of Listed Issuer: Minera IRL Limited (the "Issuer").

Trading Symbol: MIRL

Number of Outstanding Listed Securities: 231,135,028

Date: 5<sup>th</sup> October 2020

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.

### Corihuarmi mine

	Sep 2020	Aug 2020	YTD 2020	YTD 2019
Ore Mined-T	321,803	372,945	3,107,221	3,165,661
Grade- g/t	0.205	0.272	0.236	0.247
Contained Au-g	65,943	101,589	734,344	783,482
Contained Au-oz	2,120	3,266	23,610	25,190
Waste Mined - T	299,295	398,782	2,386,751	1,960,423
Ore +Waste - T	621,098	771,727	5,493,972	5,126,084

Ore mined decreased 14% whereas ore grade decreased 25%. The combined effect was a 35% decrease in contained ounces of gold mined during September 2020 compared to August 2020. There was also a 20% decrease in tonnes of waste mined.

The Company's Corihuarmi mine shipped 1,419 ounces of gold, 594 ounces less than the previous month (2,013 ounces). To date, 15,763 ounces of gold have been shipped in comparison to 17,067 during the same period of the previous year.

2. Provide a general overview and discussion of the activities of management.  
In early March 2020, the Company reinforced the application of its health and safety protocols, which encapsulated the operations of the Corihuarmi mine and Ollachea project as far as possible against the worldwide crisis caused by COVID-19. To date, no significant disruptions on mining operations, gold production or sales have occurred; and gold prices have increased. The Peruvian government has approved the Corihuarmi mine's COVID-19 surveillance, prevention and control plan which allows the continuation of its mining operations. Although there might be certain difficulties on the supply chain and gold transportation, the Company is confident it will overcome these difficulties. In this sense, the Company considers that it has taken appropriate measures in contemplation of the impact of COVID-19.

Management has resumed negotiations with COFIDE and expects to reach a transaction between both parties with respect to the obligations indicated in the Arbitration Award and the Bridge Loan Agreement, as disclosed in its press release of 24 September 2020. Please see item 6 below.

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.

Not applicable

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.

Not applicable

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.

Not applicable

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.

In June 2015, the Company announced that it had arranged a \$70,000,000 secured finance facility (the "Bridge Loan") structured by the Peruvian state-owned development and promotion bank, Corporación Financiera de Desarrollo S.A. ("COFIDE") and syndicated through Goldman Sachs Bank USA. The Bridge Loan was part of a senior project credit facility of up to \$240,000,000 described in a letter of mandate signed by COFIDE and Minera IRL. This senior project credit facility was to be structured by COFIDE, in conjunction with Minera IRL, to build the Ollachea Gold Project (the "Ollachea Project").

In March 2017 COFIDE terminated the letter of mandate without providing any reason for their decision. The Bridge Loan was due in June 2017.

On 20 June 2017 the Company announced it had filed a request for an arbitration against COFIDE with the Arbitration Centre of the Lima Chamber of Commerce.

On 16 September 2019 the Company announced that the Court of Arbitration had issued its Arbitration Award. The Award provides that COFIDE must pay aggregate amount of \$34.2 million for damages. The Court of Arbitration declared that it did not have jurisdiction to require repayment of the Bridge Loan because the Bridge Loan facility expressly provides that it is subject to the jurisdiction of the courts of New York.

On 31 December 2019 the Company signed a Memorandum of Understanding ("MOU") with COFIDE which was valid until 31 March 2020. During this period both the collection of damages by the Company and the collection of the debt and/or interests by COFIDE remain suspended. The objective of the MOU is to allow both parties to reach an agreement in settlement of the obligations imposed by the Arbitration Award announced on September 16 as well as related matters,

including the Bridge Loan. The Company is aware that COFIDE has filed a lawsuit for annulment of the Arbitration Award. The MOU provides that COFIDE will take the necessary steps to desist from this legal process if the parties reach a definitive agreement within the frame of the MOU.

The MOU has been recently extended to 28 October 2010. As disclosed in its press release of 24 September 2020 the Company believes that the parties have reached common ground on all the matters related to Bridge Loan and the Arbitration Award and is now attempting to formalize an agreement. Both parties have expressed a desire to sign a formal agreement before the expiration date of the MOU.

The Bridge Loan is secured by the Ollachea Project's assets, mining reserves, mining concessions and rights and a pledge of the shares of the Company's subsidiary, Compañía Minera Kuri Kullu S.A., which holds the Ollachea Project. If the parties do not finalize the agreement described in the previous paragraph or the Company is not able to secure an alternative source of funds to refinance the debt with COFIDE the Company may have to relinquish its ownership of the subsidiary, Compañía Minera Kuri Kullu S.A. and therefore the Ollachea Project.

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.  
**Not applicable**
8. Describe the acquisition of new customers or loss of customers.  
**Not applicable**
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.  
**Not applicable**
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.  
**Not applicable**
11. Report on any labour disputes and resolutions of those disputes if applicable.  
**Not applicable**
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.  
Please see item 6 above.

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.  
The Company continues paying back the Loans incurred in February and August of this year to paid tax reassessments corresponding to previous years.
14. Provide details of any securities issued and options or warrants granted.  
Not applicable
15. Provide details of any loans to or by Related Persons.  
Not applicable
16. Provide details of any changes in directors, officers or committee members.  
Not applicable
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.  
The Company's profitability is highly dependent on the price of gold. As at 2 October 2020, gold price, according the London Fix (PM) was 1,903. Gold price fluctuations during the 6 and 12 previous months are shown in the following charts:



Based on the charts prepared by Kitco, gold price was ranging between US\$1,621 to US\$2,063 per ounce of gold during the last 6 months and between US\$1,454 to US\$2,063 per ounce of gold during the last 12 months

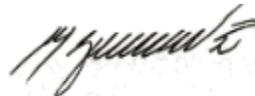
## Certificate Of Compliance

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 was 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 **5<sup>th</sup> October 2020**

**Carlos Ruiz de Castilla**



**Chief Financial Officer**

<b>Issuer Details</b> Name of Issuer <b>Minera IRL Limited</b>	For Month End <b>30/09/2020</b>	Date of Report <b>05/10/2020</b>
Issuer Address <b>Av. Santa Cruz 830 piso 4</b>		
City/Province/Postal Code <b>Lima 18 - Peru</b>	Issuer Fax No. <b>(511-4181270)</b>	Issuer Telephone No. <b>(511-4181230)</b>
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