



Merger with Levon Resources Ltd.

Creating Mexico's leading silver-focused
exploration & development company

June 2019

Forward looking statement & NI 43-101 Disclosure

Cautionary Statement on Forward-Looking Information & NI 43-101 Disclosure

This presentation contains certain forward-looking information and statements which may not be based on fact, including without limitation, statements regarding the Company's expectations in respect of its future financial position, business strategy, future exploration and production, mineral resource potential, exploration drilling, permitting, access to capital, events or developments that the Company expects to take place in the future. All statements, other than statements of historical facts, are forward-looking information and statements. The words "believe", "expect", "anticipate", "contemplate", "target", "plan", "intends", "continue", "budget", "estimate", "may", "will" and similar expressions identify forward-looking information and statements.

In addition to the forward-looking information and statements noted above, this presentation includes those that relate to: the expected results of exploration activities; the estimation of mineral resources; the ability to identify new mineral resources and convert mineral resources into mineral reserves; ability to raise additional capital and complete future financings; capital expenditures and costs, including forecasted costs; the ability of the Company to comply with environmental, safety and other regulatory requirements; future prices of base and precious metals; the ability of the Company to obtain all necessary approvals and permits in connection with the development of the Puerto Rico Project and other projects under option.

Such forward-looking information and statements are based upon a number of estimates and assumptions that, while considered reasonable by the Company as of the date of such information and statements, are inherently subject to significant business, economic and competitive uncertainties and contingencies. Known and unknown factors could cause actual results to differ materially from those projected in the forward-looking information and statements. Such factors include, but are not limited to, fluctuations in the price of zinc, silver and other commodities, the inability of the Company to raise sufficient monies to carry out its business plan, changes in government legislation, taxation, controls, regulations and political or economic developments in Mexico, the accuracy of the Company's current estimates of mineral grades and the accuracy of the geology and vein structures at the Company's projects, the maintenance of access to surface rights for exploration, risks associated with mining or development activities, including the ability to procure equipment and supplies, including, without limitation, drill rigs, the speculative nature of exploration and development, including the risk of obtaining necessary licenses and permits. Many of these uncertainties and contingencies can affect the Company's actual performance and could cause actual performance to differ materially from those expressed or implied in any forward-looking information and statements made by, or on behalf of, the Company. Readers are cautioned that forward-looking information and statements are not guarantees of future performance. There can be no assurance that such information and statements will prove to be accurate and actual results and future events

could differ materially from those presented in such information and statements. Forward-looking information and statements is subject to a variety of risks and uncertainties which could cause actual events or results to differ from those reflected in the forward-looking information and statements. Such risks include, but are not limited to, the volatility of the price of zinc and other base and precious metals, uncertainty of mineral resources, exploration potential, mineral grades and mineral recovery estimates, delays in exploration and development plans, insufficient capital to complete development and exploration plans, risks inherent with mineral acquisitions, delays in obtaining government approvals or permits, financing of additional capital requirements, commercial viability of mineral deposits, cost of exploration and development programs, risks associated with competition in the mining industry, risks associated with the ability to retain key executives and personnel, title disputes and other claims, changes in governmental and environmental regulation that results in increased costs, cost of environmental expenditures and potential environmental liabilities, accidents, labour disputes, and the ability of the Company to get access to surface rights for exploration. Should one or more of these risks and uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in forward-looking information and statements.

The Company disclaims any intention or obligation to update or revise any forward-looking information and statements whether as a result of new information, future events or otherwise, except to the extent required by applicable laws.

Mineral Resource estimates reported herein have been classified as Indicated or Inferred based on the confidence of the input data, geological interpretation and grade estimation parameters. Mineral Resources used for estimating project economics reported herein are based on inputs that include metallurgical performance, geologic and geotechnical characterization, operational costs, and other economic parameters. The Mineral Resource estimate was prepared in accordance with NI 43-101 and classifications adopted by the CIM Council. A Preliminary Economic Analysis (PEA) is a study that includes an economic analysis of the potential viability of mineral resources. The PEA is preliminary in nature. No mining study has been completed. Mineral resources are not mineral reserves and do not have demonstrated economic viability. The PEA includes inferred resources that are too speculative geologically to have the economic considerations applied to them. There is no certainty that the PEA will be realized.

All sources of data contained herein are from Discovery Metals unless otherwise noted.

A new Discovery

Compelling Value

Pro-forma market capitalization approx. \$30M,
\$60M spent. Cash ~\$ 4M

Near-term development at Cordero Main

One of the largest Ag-Zn-Pb metal endowments
in the world. Ripe for near-term high-grade
discoveries and re-scoping

Rich exploration portfolio

3 high-grade, large-scale drill-ready projects in
Coahuila, with exceptional discovery potential

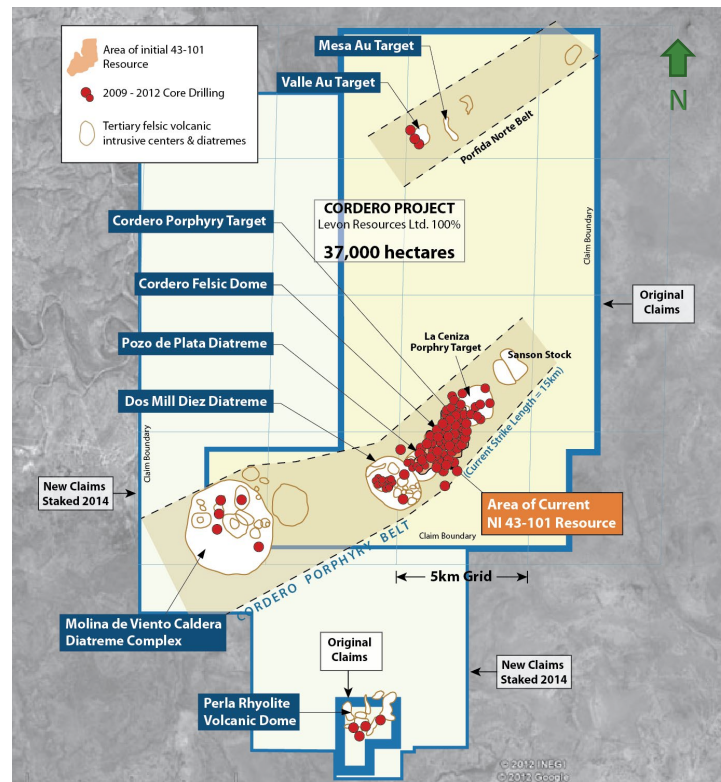
Well-financed post-merger

Able to start drill programs at all key projects
starting in Q4



What is Cordero?

- Data-rich project -132,000m drilling
- Cordero Main (resource area) is a PEA-stage project
- Significant “mine site” resource
- Immediate drill targets to add to Cordero Main
- Large property and regional exploration opportunity



Cordero: PEA Summary

Bring a new perspective to PEA:

- Re-domain resource
- Re-scope for today's metal prices
- Re-scale to improve IRR

March 2018 PEA Highlights

Gold Price	US\$/oz	\$1,300
Silver Price	US\$/oz	\$20.00
Zinc Price	US\$/lb	\$1.30
Lead Price	US\$/lb	\$1.00
Tonnage	Mt	417.5
Au Grade	g/t	0.06
Ag Grade	g/t	19.39
Pb Grade	%	0.26%
Zn Grade	%	0.43%
Zinc Concentrate	%	53.00%
Lead Concentrate	%	44.00%
Milling Rate	ktpd	40
LOM	Years	29
Mining	US\$/t milled	2.35
Processing	US\$/t milled	5.08
G&A	US\$/t milled	1.13
Treatment & Refining	US\$/t milled	4.01
Avg. Sustaining Capex	US\$M	9.3
Initial Capex	US\$M	569.7
NPV _{5%}	US\$M	\$700
NPV _{10%}	US\$M	\$261
IRR	%	16.5%

Source: Levon

Notes: PEA by M3 Engineering, Mar. 1, 2018, Resource commodity prices (\$US): \$17.14/oz Ag, \$1.11/lb Zn, \$0.96/lb Pb, \$1,262/oz Au; Mine plan uses a subset Indicated and Inferred Resources at 15 g/t AgEq cutoff.

Fast track to adding value

Priority activities

Post transaction: anticipated Close, August

- A new high-grade perspective: remodel resource
- Identify and prioritize drill targets focused on building continuity in high-grade areas and discovery
- Begin drilling in 4Q19, & ongoing drill results through 2020



Puerto Rico: Overview

Historic high-grade CRD district & DSO operation

- 8km fold-thrust corridor
- DSO prod'n ~1Mt @ 40% Zn + high Ag, Pb
- Channels in historic workings routinely return 20-40% ZnEq
- +50 mantos & chimneys already identified, all open along strike, dip / depth

High-grade underground channel highlights (2018-19)

Sample(s)	Length (m)	Ag g/t	Pb %	Zn %	AgEq g/t	ZnEq %
215781	0.4	684	4.6	42.9	3,460	57.3
215834	0.7	300	31.6	28.4	3,288	54.5
215952	0.5	907	40.2	9.7	3,115	51.6
215914	0.9	92	10.9	38.5	2,852	47.2
215880-81	0.7	7	0.2	46.8	2,843	47.1
215956	0.5	701	43.5	5.9	2,808	46.5
215922	0.9	74	2.6	43.3	2,795	46.3
215836	0.9	263	23.4	24.9	2,712	44.9
215847	0.6	140	13.7	33.3	2,706	44.8
215927	0.5	259	25.7	23.3	2,701	44.7
215957-60	1.6	162	12.1	31.6	2,565	42.5
215902	0.5	6	0.2	41.6	2,525	41.8
215915	0.9	112	15.6	29.5	2,521	41.8
215774	0.7	24	3.2	38.0	2,448	40.5
215951	0.7	158	9.2	31.6	2,435	40.3
215945-46	2.0	2	0.6	38.4	2,345	38.8
215933-35	1.9	175	12.4	27.1	2,315	38.3
215828	0.9	2	0.6	36.5	2,231	37.0
215931	0.6	113	11.1	26.9	2,182	36.1
215908-10	1.0	42	2.8	32.8	2,138	35.4
215758	0.6	92	8.0	28.0	2,108	34.9
215897-900	1.2	165	7.3	26.6	2,070	34.3
215961	0.8	139	6.5	27.4	2,055	34.0
215930	1.0	224	28.1	8.4	1,859	30.8
215947-50	2.2	289	12.2	17.7	1,853	30.7

Notes: Eq's calculated using (USD): \$16/oz Ag, \$1.15/lb Zn, \$0.85/lb Pb

Minerva: Overview

Historic high-grade CRD artisanal mine (Peñoles)

Priority target 1 → Minerva-Concordia

- 2.5km x 300m area at surface
- typical surface channels ~300-600 g/t AgEq (Ag-Zn-Pb)... UG grades were materially higher & still to be reported

High-grade surface channel highlights (2018-19)

Sample(s)	Length (m)	Ag g/t	Pb%	Zn%	AgEq* g/t	ZnEq*%
118639	0.6	997	8.4	11.3	1,909	38.0
118630	Select	84	1.7	30.9	1,707	33.9
118525	0.6	197	12.8	17.7	1,616	32.1
118859	1.1	117	0.5	25.7	1,433	28.5
118581	0.5	165	6.2	12.5	1,052	20.9
118858	1.0	194	1.5	13.3	926	18.4
118751	0.9	369	1.7	8.3	857	17.0
118622	0.7	38	1.4	13.1	751	14.9
118860	1.0	99	0.8	12.0	738	14.7
118627	0.7	95	2.2	10.7	723	14.4
118752	0.8	122	11.3	2.4	702	13.9
118556	0.7	28	0.3	12.8	687	13.7
118628	0.8	88	1.5	10.1	660	13.1
118794	0.8	80	1.7	9.8	646	12.8
118549	0.5	106	6.3	4.8	604	12.0
118775	0.7	76	1.6	8.6	581	11.5
118660	0.8	328	4.6	0.0	524	10.4
118580	0.3	19	0.4	8.3	455	9.0
118586	0.7	25	1.7	6.4	416	8.3
118624	0.4	49	1.6	5.5	390	7.7
118857	1.0	76	0.6	5.6	385	7.6
118523	0.6	90	7.1	0.1	383	7.6
118672	0.8	131	0.6	4.5	387	7.7
118776	1.0	144	3.6	1.4	370	7.4
118631	0.6	42	1.0	5.4	356	7.1

Notes: Eq's calculated using (USD): \$16/oz Ag, \$1.15/lb Zn, \$0.85/lb Pb

Monclova: Overview

Historic artisanal high-grade silver vein mines

Priority target 1 → Real Viejo breccia, hosting 5 artisanal mines

- 1.5km strike & open; open at depth
- widths up to 6m at surface, grades of (Ag-rich) 600-1,000 g/t AgEq routinely returned

High-grade channels (2018-19)

Sample	Length (m)	Ag g/t	Pb%	Zn%	Ag Eq g/t
223810	0.3	69	0.7	40.2	2532
223666	1.2	962	7.2	16.2	2229
223696	1.0	322	1.0	23.7	1795
253080	1.0	450	2.9	16.1	1,558
253075	0.7	1,005	2.1	5.9	1,493
223688	1.0	280	1.9	16.8	1371
223661	1.5	747	0.8	9.0	1321
253081	0.8	309	9.6	8.5	1,216
223809	1.2	561	1.0	9.7	1190
223697	1.0	151	1.6	15	1121
223660	1.5	611	1.9	6.1	1056
223675	1.4	211	6.9	8.9	1027
253085	1.0	507	6.1	4.0	1,018
223659	1.2	240	1.4	11.4	987
223689	0.9	493	2.4	6.0	952
223690	0.7	363	1.6	8.6	951
223727	0.8	72	1.2	13.3	920
223725	0.8	151	5.2	8.8	893
223826	1.2	714	0.5	1.1	814
223812	0.4	276	3.4	6.2	790
223827	0.9	388	1.2	3.5	666
253074	0.5	383	0.8	1.4	526
223825	1.0	116	0.2	4.2	382
223829	1.0	57	0.3	2.9	248
253079	0.3	67	1.4	1.3	205

Notes: Eq's calculated using (USD): \$16/oz Ag, \$1.15/lb Zn, \$0.85/lb Pb

Post-Merger Discovery

Work program & news-flow

	3Q19	4Q19/1Q20
Cordero	Drill planning / targeting	Exploration & infill drilling
Puerto Rico	Re-designation of land	Drill permit Air Mag/EM survey Ph-1 drilling (4km)
Monclova	Finalizing drill targets	Ph-1 drilling (1.5km)
Minerva	Finalizing drill targets	Ph-1 drilling (1.5km)

Budget: C\$ 2.0-2.5M

Merger completed 3Q, catalyst-rich 4Q



Appendix

Deal terms

Merger of Discovery Metals and Levon Resources

Plan of arrangement

- Announced May 30th, 2019, anticipated closing early August
- Exchange ratio of 0.55x based on 20-day DSV VWAP of \$0.224/share
- Total consideration value to acquire Levon of approximately \$14.4M
- Upon the closing, former shareholders of Levon will hold 49.6% of the Discovery common shares outstanding, while former shareholders of Discovery will hold 50.4% of the Discovery common shares outstanding.

<i>Pro-forma Capital Structure</i>		DSV	LVN	New DSV
Share Price (DSV 20DVWAP)*	C\$	\$0.22	\$0.10	\$0.22
Shares Outstanding (FDITM)	M	65.0	116.6	129.1
Market Capitalization	C\$M	\$15	\$14	\$28.9
Cash (Incl. ITM Proceeds)*	C\$M	\$4	\$1	\$4.8
Debt	C\$M	\$0	\$0	\$0.0
Enterprise Value	C\$M	\$11	\$13	\$24.1

*As of Announcement date, May 30, 2019

**Based on March 31, 2019 financials

Oxygen's proven track record

oxygen

We are an integrated merchant bank and mining house purpose built to create value. Our sweet spot is mineral discovery because it is the engine that drives the entire resource sector.

Existing companies

Discoverymetals

Libertygold
The Science of Discovery™

puregold

Sunmetals

Companies sold in past 10 years

Fronteergold
Where gold comes to life.

truegold

aurora

bluegold

True North Nickel

Discoverymetals

Management & Board

Strong, technically-oriented team backed by results-driven board with an unparalleled track record and experience

Management

Taj Singh, M.Eng, P.Eng, CPA
President, CEO & Director

18+ years' experience in project development, engineering, operations, corporate development, capital markets, & executive management

Andreas L'Abbe, MA, CPA
CFO & Corporate Secretary

14+ years' experience in financial management & operations with a focus on Latin American operations

Gernot Wober, P.Geo
VP Exploration

35+ years' experience in exploration, resource development and production geology

Roman Solis, Eng (Geoscience)
Country Manager

18+ years' experience in Mexico in exploration and mining geology

Board

Murray John, MBA
Chairman

35+ years' experience in engineering, resource investment & executive management

Currently – Director of O3 Mining (Osisko)

Mark O'Dea, PhD, P.Geo
Director & Founder

20+ years' experience in exploration, project generation, development, operations, & executive management

Currently – Chairman of Oxygen Capital, Liberty Gold & Director of Pure Gold, Sun Metals

Jeff Parr, CPA, MBA
Director

30+ years' experience in financial & executive management. Previously CFO Centerra Gold

Currently – Chair of Kirkland Lake Gold

Jose Vizquerra-Benavides, MSc, AIPG
Director

16+ years' experience in exploration, business development & executive management

Currently – EVP & Director of Osisko Mining. Director of Sierra Metals

Jesus Hernandez-Garza, Eng.
Director

25 years' experience in exploration, development and mining in Coahuila State. Original property vendor of Coahuila projects and lead member of local ejido.

Moira Smith, PhD, P.Geo
Discovery Nominee Director

30+ years experience in exploration geology, including Fronteer Gold and Teck Resources.

Currently – VP Exploration & Geoscience, Liberty Gold

***Vic Chevillon, M.Sc., C.P.G.**
Post-transaction Levon Nominee Director

35+ years experience in exploration working with major mining companies including Noranda, Homestake, Placer Dome and Barrick Gold.

***Daniel Vickerman, B.A.**
Post-transaction Levon Nominee Director

20+ years of experience in the financial industry. Formerly, Managing Partner, UK, of Edgecrest Capital UK and a Managing Director at Canaccord Genuity Corp.