

CREATING A LEADING MEXICAN SILVER CONSOLIDATOR

PROMONTORIO



LA NEGRA



LA CIGARRA



The Combination of Kootenay Silver Inc. and Northair Silver Corp.

FORWARD LOOKING STATEMENTS

The information in this presentation has been prepared as at March 3, 2016. This presentation contains “forward-looking statements” with the meaning of Canadian securities legislation. Such forward-looking statements concern the completion of the proposed combination (the “Transaction”) of Kootenay Silver Inc. (“Kootenay”) and Northair Silver Corp. (“Northair”, collectively with Kootenay, the “Companies”), potential benefits resulting from the Transaction, projected cash and cash equivalents post-Transaction, plans related to the business of the Companies post-Transaction and other matters that may occur in the future. Forward-looking statements are statements that are not historical facts and are generally, but not always, identified by words such as “expected”, “projected”, “anticipated”, “potential”, “approaches”, “may”, “will” or similar terms. Forward-looking statements are based upon a number of factors and assumptions that, while considered reasonable by the Companies as of the date of this presentation, are inherently subject to significant business, economic and competitive uncertainties and contingencies. Many factors, known and unknown, could cause actual results to be materially different from those expressed or implied by such forward-looking statements, including, without limitation: risks related to the Transaction not completing in the manner currently contemplated or at all; risks related to precious and base metal price fluctuations; risks related to fluctuations in the currency markets (particularly the Mexican peso, Canadian dollar and United States dollar); risks related to the inherently dangerous activity of mining, including conditions or events beyond the control of the Companies, operating or technical difficulties in mineral exploration, development and mining activities; uncertainty as to actual capital costs, operating costs, production and economic returns; risks related to governmental regulations and obtaining necessary licences and permits; risks related to the business of the Companies being subject to environmental laws and regulations which may increase costs of doing business and restrict operations; risks related to mineral properties being subject to prior unregistered agreements, transfers, or claims and other defects in title; risks related to the global economy; risks related to properties being located in Mexico including political, economic, social and regulatory instability and all country risks related to Mexico. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this presentation. Except as otherwise required by law, the Companies expressly disclaim any obligation or undertaking to release publicly any updates or revisions to any such statements to reflect any change in the Companies’ expectations or any change in events, conditions or circumstances on which any such statement is based. Although information used in this presentation was considered reasonable by management at the time of preparation, the results may prove to be incorrect and actual results may differ materially from those anticipated in the statements made. Certain information in this presentation relating to Kootenay’s Promontorio property is derived from “NI 43-101 Technical Report on Resources, Promontorio, Mexico”, effective date March 31, 2013 and report dated May 24, 2013 prepared by SRK Consulting (U.S.), Inc. and available on the SEDAR website under Kootenay’s profile at www.sedar.com. The scientific and technical information relating to Kootenay’s Promontorio property contained in this presentation has been reviewed and verified by Kootenay’s CEO, James McDonald P. Geo (a qualified person for the purposes of NI 43-101- Standards of Disclosure for Minerals Projects). Certain information in this presentation relating to Northair’s La Cigarra property is derived from “Technical Report on the Updated Mineral Resource Estimate on the San Gregorio/Las Carolinas Zones, La Cigarra Silver Project, Chihuahua, Mexico”, effective date January 14, 2015 and report dated February 27, 2015 prepared by GeoVector Management Inc. and available on the SEDAR website under Northair’s profile at www.sedar.com. The scientific and technical disclosure relating to Northair’s La Cigarra’s property contained in this presentation has been reviewed and verified by Northair’s VP Exploration, David Ernst, a professional geologist (a qualified person for the purposes of NI 43-101-Standards of Disclosure for Minerals Projects).

Cautionary Note to US Investors

National Instrument 43-101 Standards of Disclosure for Mineral Projects (“NI 43-101”) is a rule developed by the Canadian Securities Administrators that establishes standards for all public disclosure an issuer makes of scientific and technical information concerning mineral projects. Unless otherwise indicated, all reserve and resource estimates contained or incorporated by reference in this presentation have been prepared in accordance with NI 43-101 and the Canadian Institute of Mining Metallurgy and Petroleum Classification System. These standards differ significantly from the requirements of the SEC, and reserve and resource information contained herein and incorporated by reference into this presentation may not be comparable to similar information disclosed by U.S. companies.

In this presentation, we use the terms “measured”, “indicated” and “inferred” resources. U.S. investors are cautioned that, while such terms are recognized and required by Canadian securities laws, the SEC does not recognize them. Under U.S. standards, mineralization may not be classified as a “reserve” unless the determination has been made that the mineralization could be economically and legally produced or extracted at the time the reserve determination is made. U.S. investors are cautioned not to assume that all or any part of measured or indicated resources will ever be converted into reserves or is economically or legally mineable.

U.S. investors should also understand that “inferred resources” have a great amount of uncertainty as to their existence and as to whether they can be mined legally or economically. It cannot be assumed that all or any part of the “inferred resources” will ever be upgraded to a higher category. Therefore, U.S. investors are also cautioned not to assume that all or any part of the inferred resources exist, or that they can be mined legally or economically. Disclosure of “contained ounces” is permitted disclosure under Canadian regulations; however, the SEC only permits issuers to report “resources” as in place tonnage and grade without reference to unit measures. Accordingly, information concerning descriptions of mineralization and resources contained in this presentation, including the documents incorporated by reference therein, may not be comparable to information made public by U.S. companies subject to the reporting and disclosure requirements of the SEC.

NI 43-101 also permits an historical estimate made prior to the adoption of NI 43-101 that does not comply with NI 43-101 to be disclosed using the historical terminology if the disclosure: (a) identifies the source and date of the historical estimate; (b) comments on the relevance and reliability of the historical estimate; (c) states whether the historical estimate uses categories other than those prescribed by NI 43-101, and if so, includes an explanation of the differences; and (d) includes any more recent estimates or data available.

We have not independently verified the accuracy of the information regarding the mining industry and other market data set forth herein. This information is not intended to provide and should not be relied upon for accounting, legal or tax advice or investment recommendations. You should consult your own advisors as to the accounting, legal, tax, regulatory, business, financial and related aspects of making an investment in the Company.

KOOTENAY (KTN) - NORTHAIR (INM) TRANSACTION HIGHLIGHTS

Exchange Ratio

- 0.35x shares of KTN + 0.15x warrants of KTN per INM share held
- KTN warrants with a strike of \$0.55, 5 year term, will be listed on the TSX-V

Implied Consideration⁽¹⁾

- Implied consideration of \$0.071 (spot basis) & \$0.076 (VWAP20 basis) per share to INM, including value of the warrant consideration⁽²⁾
- Premium of 58% to INM spot price, 45% to INM VWAP20

Structure

- Kootenay to acquire Northair via Court approved Plan of Arrangement

Approvals

- INM shareholder approval by >66 2/3%
- Court and regulatory approvals

Other Key Terms

- INM to nominate two directors to join the KTN board of directors
- KTN management to continue in their current roles

Timeline

- Definitive Agreement signed early February, 2016
- Closing expected Mid to Late April 2016

(1) As of the close on January 12, 2016 - KTN C\$0.18; INM C\$0.045

(2) Warrants valued using the Black-Scholes methodology, employing a 1.5% risk-free rate, 5 year life and a 65% volatility

CONSOLIDATION THESIS

COMBINED ASSETS

- Flagship Promontorio / La Negra and La Cigarra projects in Mexico
 - Promontorio/La Negra resource growth and definition of high-grade zone
 - La Cigarra resource growth and exploration, including prospective regional targets
- Additional portfolio of projects under joint venture
 - Promontorio JV with Pan American
 - Silver Fox JV with Antofagasta
 - San Diego JV with Alamos Gold
 - 2X Fred and Fox JV with Theia Resources
 - Cervantes JV with Aztec Metals
- Continued consolidation of silver exploration and development assets among a highly fragmented peer group

LOCATION



- Cheaper to buy silver ounces than to find them with a drill bit in today's market
- Typical all in finding cost ranges > \$1.00 per ounce* while EV is currently in the \$0.10 to \$0.20 range.

*Includes all G & A plus funds spent on previous projects prior to making a discovery.

SILVER CONSOLIDATION

PRECEDENT CONSOLIDATION OF ASSETS AT LOW SILVER PRICES

HISTORIC SECTOR PERFORMANCE



Pan American:
\$2.50/sh to \$41/sh

First Majestic:
\$0.05/sh to \$23/sh

Silver Standard:
\$1.25/sh to \$37/sh

WHY SILVER?

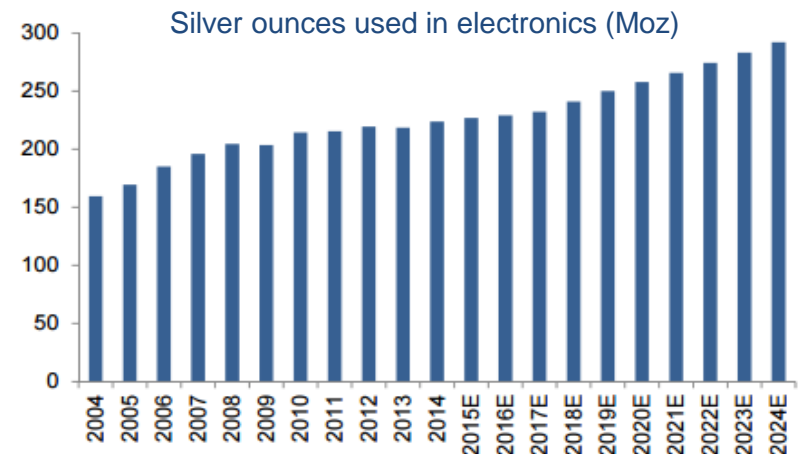
- Demand continues to outpace Supply

WORLD SILVER SUPPLY & DEMAND (MOZ)

| | 2013 | 2014 | 2015 |
|-----------------------------------|----------------|----------------|----------------|
| Mine Supply | 832.0 | 865.0 | 867.2 |
| Total Supply | 996.5 | 1,049.1 | 1,014.4 |
| Jewelry & Silverware | 276.8 | 285.2 | 280.0 |
| Coins & Bars | 226.4 | 203.5 | 206.5 |
| Industrial Fabrication | 601.7 | 595.2 | 570.7 |
| Physical Demand | 1,104.8 | 1,083.9 | 1,057.1 |
| Physical Surplus / Deficit | -108.3 | -34.8 | -42.7 |
| Silver Price (London US\$/oz) | 23.79 | 19.08 | 15.51 |



- 2016 coin demand is expected to be robust after record year of 47Moz Silver Eagles sold in 2015.
- Silver's use in solar energy is projected to rise in 2016 and surpass the previous peak of 75.8Moz in 2011
- Industrial demand is the largest component of total silver off take. New uses for silver in industry are being developed at an incredible pace.



Sources: Silver Institute, CPM Group; Thompson Reuters; CRU Consulting

WHY MEXICO?

- Major producer of silver, base metals and gold
 - The World's leader in Silver. Accounts for 20% of global production
- Excellent mining jurisdiction
 - Favourable mining legislation with strong government support at all levels
- Infrastructure to support mining and exploration
 - Many projects situated in close proximity to roads, rail, power and shipping ports
- Strong social and community support for project development
 - Jobs are welcomed and mining wages are higher in comparison to other sectors
- Excellent Exploration Potential
 - Geologic terrain is one of the most tectonically active and complex in the world
- Strong mining tradition
 - Mexico has a long history of mining dating back more than 500 years

MANAGEMENT & BOARD

JIM MCDONALD President & CEO, Director

- Co-founded National Gold, which merged with Alamos Minerals to form Alamos Gold
- Past President of Genco Resources which operated La Guitarra Silver Mine, Mexico
- Founder of Kootenay

KEN BERRY Executive Chairman

- Over 25 years of experience in finance and venture capital markets
- Founder and director Northern Vertex Mining Corp.; Founder of Kootenay

RAJ KANG CFO & Corporate Secretary

- Over 20 years of financial experience and has held various senior financial positions
- CPA, CMA designation

DR. TOM RICHARDS VP Exploration

- Former research scientist with the Geological Survey of Canada who has worked with Teck, Inco, Esso, Newmont, Falconbridge and Union Carbide

DICK WHITTINGTON Director

- Over 35 years experience working with major international mining companies
- CEO of Farallon Mining (G9 zinc mine in Mexico) until its sale to Nyrstar

BRIAN GROVES Director

- Exploration geophysicist formerly of AMAX Minerals, Noranda and Placer Dome

JOSEPH GIUFFRE Director

- Current Chief Legal Officer of Nevsun Resources

JON MORDA Director

- Former CFO of Alamos Gold

ANDREA ZARADIC INM Director Nominee

- Current President & CEO of Northair
- 25+ years in resource development and mining

TONY REDA INM Director Nominee

- VP Corporate Development for Kaminak Gold
- 10+ years experience in finance and marketing

PRO-FORMA CAPITALIZATION

| | Kootenay | Northair | Pro-Forma |
|---------------------------|---|--|-----------|
| Shares Outstanding | 88.5M | 150.1M | 142.1M |
| Basic Ownership | 62.3% | 37.7% | 100.0% |
| Warrants | 20.2M | 40.0M | 64.5M |
| Options | 7.5M | 11.9M | 11.7M |
| Market Cap ⁽¹⁾ | \$22.1M | \$15.0M | 37.1M |
| Cash ⁽²⁾ | \$2.5M | \$1.6M | \$4.1M |
| Resources ⁽³⁾ | <u>Promontorio (2013)</u> ⁽⁴⁾ <ul style="list-style-type: none"> M&I: 92Moz AgEq Inferred: 24 Moz AgEq | <u>La Cigarra (2015)</u> <ul style="list-style-type: none"> M&I: 51Moz Ag Inferred: 11Moz Ag | |

(1) Based on closing prices as at March 3, 2016 – KTN C\$0.25; INM C\$0.10

(2) Estimated as at closing April 2016 and excludes potential second tranche related to the Pan American transaction

(3) See full resource summary in Appendix

(4) "NI 43-101 Technical Report on Resources, Promontorio, Mexico", Report by SRK Consultants Inc. Effective date March 31, 2013. See Kootenay website and news release dated May 14, 2013. Promontorio resources calculated at a pit-constrained cut-off of 20 g/t AgEq, and an underground cut-off of 45 g/t AgEq using a \$31/oz silver price. AgEq calculated using \$31/oz Ag, \$1,650/oz Au, \$0.96/lb Pb, \$0.89/lb Zn, assuming 100% recovery of all metals.

PROSPECT GENERATOR PORTFOLIO

| | | |
|--------|--|---|
| Canada | Exploration Properties | Optioned Properties |
| | Copley Spike's Big Adventure Walter the Water Buffalo Connors Creek | Silver Fox – Antofagasta 2X Fred, Fox – Theia Resources |
| Mexico | Exploration Properties | Optioned Properties |
| | Promontorio/La Negra Santa Lucia Guadalupe Male | Promontorio – Pan American Silver San Diego – Alamos Gold Cervantes – Aztec Metals |

Continued strategy of pursuing JV opportunities and project cost management

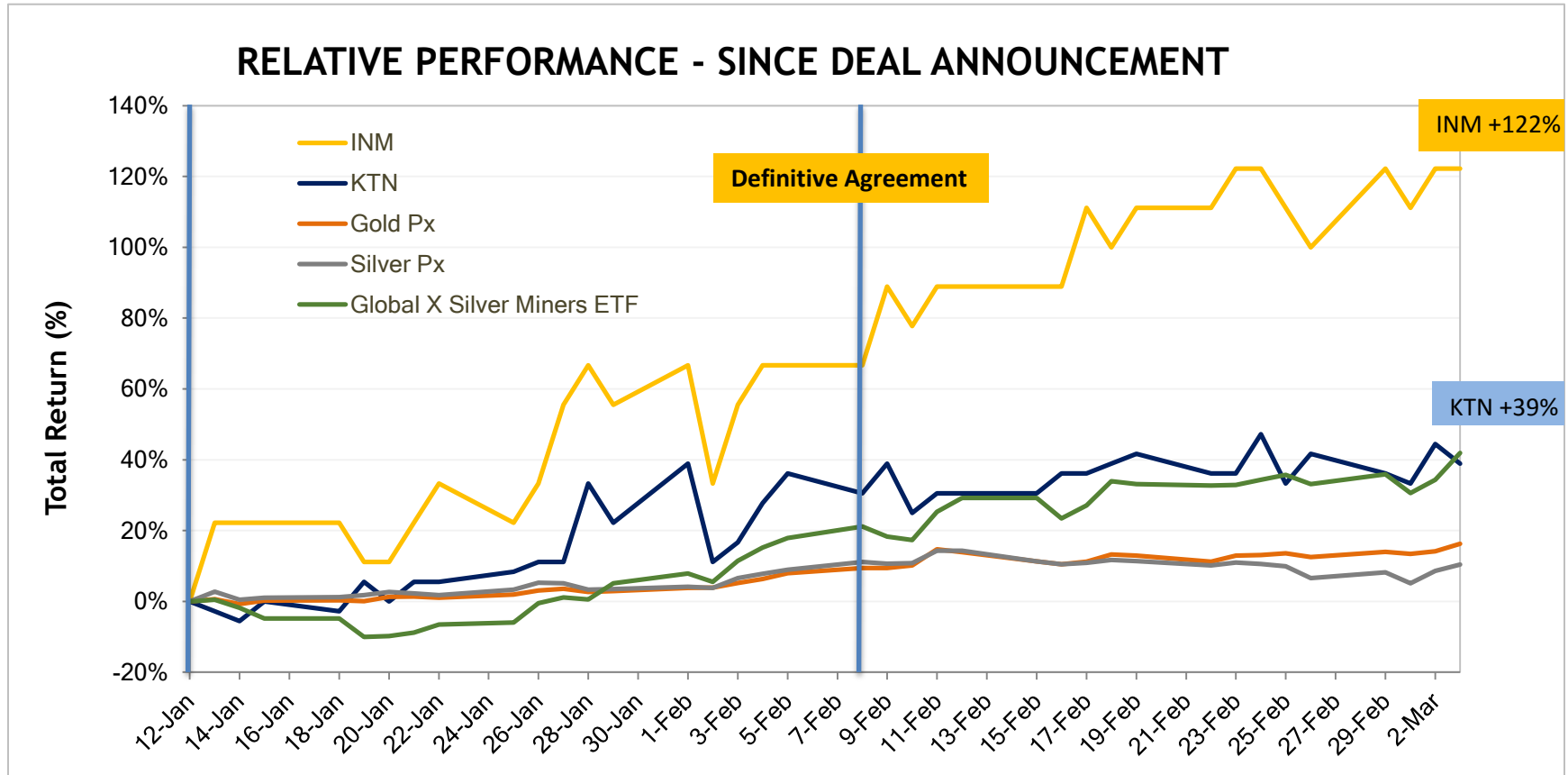
KOOTENAY (KTN) - PAN AMERICAN (PAA) CARRIED TO PRODUCTION

- Recently announced option agreement, Promontorio/La Negra
- PAA has right to earn 75%; KTN retains 25%
- KTN carried to production
- PAA to invest C\$2M at \$0.22 per share
- US\$16M in work and cash payments over 4 years; pay up front C\$350k
- Value of ~C\$24M without factoring the carried to production interest
- KTN chooses 2 properties from PAA portfolio
- Augments and strengthens consolidation platform
- Provides pathway to production and future cash flow

BENEFITS TO SHAREHOLDERS

- Increased and diversified silver resource base
- Enhanced capital markets presence
 - Increased liquidity
 - Access to capital
 - Strengthened institutional and retail shareholder base: Pan American, Coeur Mining, Agnico-Eagle, Gold2000, Sprott and institutional shareholders to hold >50%, balance held by key retail investors
- Strengthened balance sheet
 - Projected cash & cash eqv. of \$4.1 million post-transaction
- Rationalized G&A, with substantial savings anticipated through combination
- Platform for consolidation in the Americas
 - First mover and “go-to-name” in Mexican silver exploration/development
 - Over 15 separate TSX/TSX-V listed silver companies operating in Mexico alone with a market capitalization <\$20 million (ranging from resource definition to operating)
- Positioned for optionality with silver sector recovery

KTN / INM SHARE PERFORMANCE

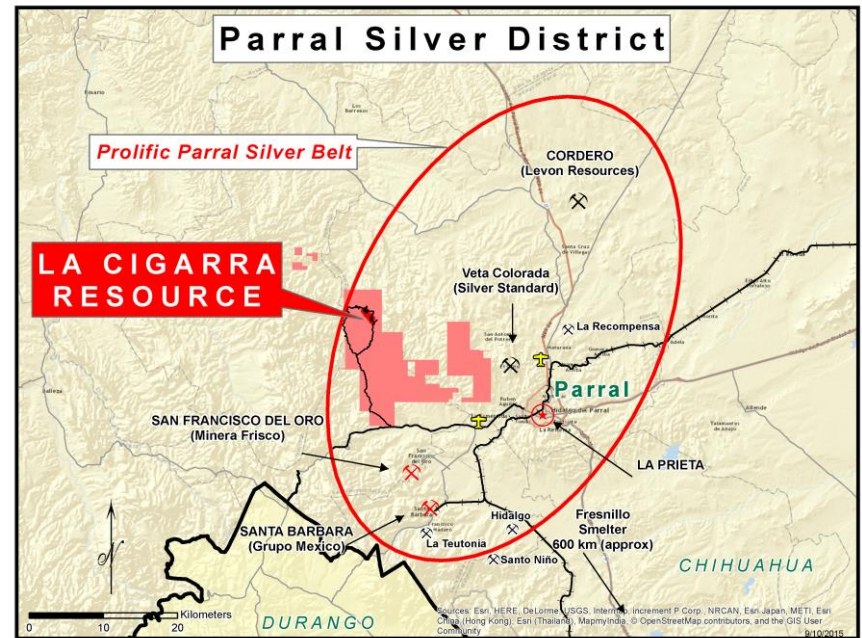


KTN / INM VOLUME since January 13th, 2016:

- KTN trading volume (30 day/avg.) increased from 62K to 131K (as at Mar. 3, 2016)
- INM trading volume (30 day/avg.) increased from 50K to 228K (as at Mar. 3, 2016)

LA CIGARRA

- Located in the state of Chihuahua, Mexico, within the Parral Silver Belt
 - 26 km from the city of Parral, near paved highway, close to power and rail
 - 100% ownership of 19,000 ha
 - Surface rights obtained for mining and exploration
- Open-pitabile resource, with significant expansion potential
- PEA level metallurgy completed
 - Ag recoveries of up to 88% via float + leach
 - Concentrate marketing report indicates potential to sell high-grade Ag-Pb concentrate
- Excellent relations with local community and Ejido
 - Hold a long-term lease with the Ejido (20 years) and have purchased 1,098 ha of private land adjoining Ejido land

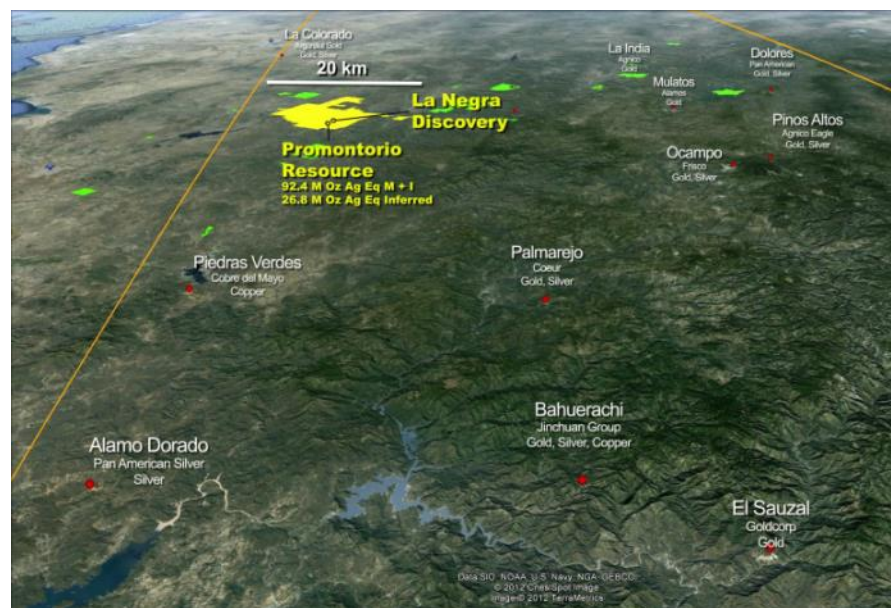


| La Cigarra (2015)* | Tonnage | Grade | Contained |
|--------------------|---------|-------------|-------------|
| Resources | | | |
| • M&I | 18.5 Mt | 86.3 g/t Ag | 51.5 Moz Ag |
| • Inferred | 4.5 Mt | 80.0 g/t Ag | 11.5 Moz Ag |

(1) "NI 43-101 Technical Report on the Updated Mineral Resource Estimate on the San Gregorio/Las Carolinas Zones, La Cigarra Silver Project, Chihuahua, Mexico", effective date January 14, 2015 prepared by GeoVector Management Inc.. Mineral resources are reported in relation to a conceptual pit shell at a silver cut-off grade and a \$22/oz silver price. .

PROMONTORIO MINERAL BELT

- 100% owned claims located in Sonora, Mexico
- Host to two major silver discoveries: Promontorio & La Negra
- Established resource at Promontorio (historic minesite)
- New high-grade La Negra silver discovery located 7km away; maiden resource expected in 2016
- Numerous additional targets within a 6.5km x 15km area, including the Vania-Cameron trend

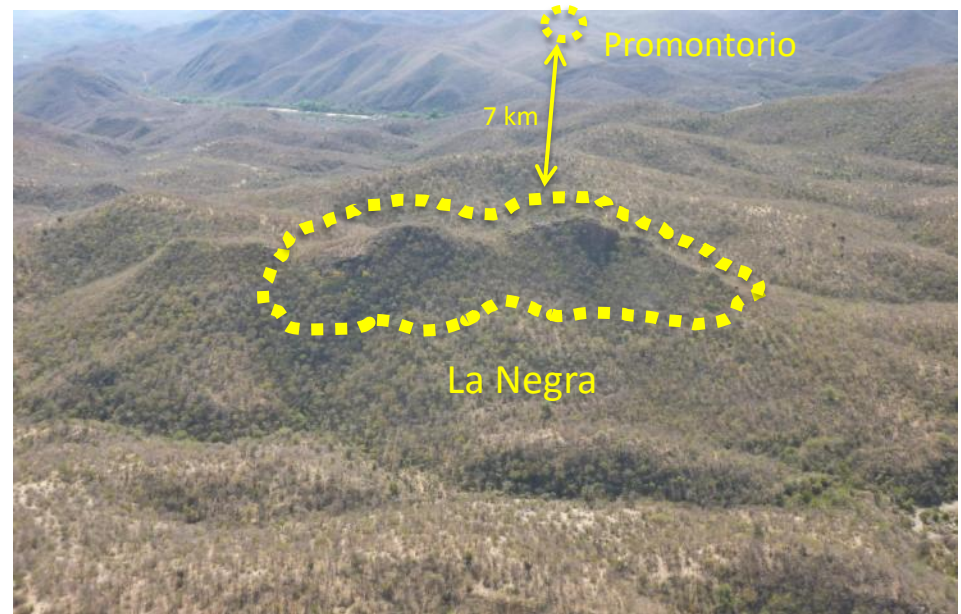


| Promontorio (2013)* | Tonnage | Grade | Contained |
|------------------------------|---------|---------------|---------------|
| In-Pit Resources | | | |
| • M&I | 44.5 Mt | 64.3 g/t AgEq | 92.0 Moz AgEq |
| • Inferred | 14.6 Mt | 52.0 g/t AgEq | 24.3 Moz AgEq |
| Underground Potential | | | |
| • M&I | 0.2 Mt | 57.0 g/t AgEq | 0.4 Moz AgEq |
| • Inferred | 1.3 Mt | 61.1 g/t AgEq | 2.5 Moz AgEq |

(1) "NI 43-101 Technical Report on Resources, Promontorio, Mexico", Report by SRK Consultants Inc. Effective date March 31, 2013. Calculated at a pit-constrained cut-off of 20 g/t AgEq, and an underground cut-off of 45 g/t AgEq using a \$31/oz silver price. AgEq calculated using \$31/oz Ag, \$1,650/oz Au, \$0.96/lb Pb, \$0.89/lb Zn, assuming 100% recovery of all metals.

LA NEGRA DISCOVERY

- Highly prospective high-grade silver discovery extending to surface
- Surface footprint of ~500m x 200m
- Silver intercepts defined-to-date down ~250m - 300m vertically from surface
- 25 holes drilled in Phase I program + 16 holes drilled in Phase II program have defined the open-pit, low-cost, leach potential of the deposit
- Silver recovery in bottle roll tests ranged from 71%-90%
 - Silver extraction by leaching found not to be influenced by sulphide content; sulphide samples returned recoveries ranging from 75%-90%
- Flotation extraction of 85% to 98% were also achieved for silver in rougher flotation tests



High-grade drill results to date

- 3,040 g/t Ag over 1m
- 1,338 g/t Ag over 6m
- 468 g/t Ag over 18m
- 420 g/t Ag over 50m
- 213 g/t Ag over 28m
- 156 g/t Ag over 200m

FORWARD PLAN & NEAR-TERM CATALYSTS*

| | 2016 | 2017+ |
|------------------------------|--|---|
| Promontorio | <ul style="list-style-type: none"> Evaluate additional exploration targets High-grade resource review | <ul style="list-style-type: none"> Move toward updated NI 43-101 resource estimate |
| La Negra | <ul style="list-style-type: none"> Drill program, metallurgical work Maiden resource expected in H2/16 | <ul style="list-style-type: none"> Move toward PEA, evaluate project development options |
| La Cigarra | <ul style="list-style-type: none"> Drill program at the prospective RAM target adjacent to La Cigarra Evaluate additional exploration targets | <ul style="list-style-type: none"> Move toward PEA, evaluate project development options |
| Prospect Generator Portfolio | <ul style="list-style-type: none"> JV Partners to determine 2016 work program amongst the five active joint ventures Evaluate on-going joint venture opportunities | |
| Corporate | <ul style="list-style-type: none"> Close Transaction in mid April 2016 Continue to evaluate other consolidation targets | |

**The combined company's forward plan will be re-evaluated upon completion of the Transaction.*

Strong continuum of assets to provide steady source of news flow in 2016 and 2017

STRENGTH VIA CONSOLIDATION

- Pan American carried interest
- Royalties and payments



- Kootenay Silver merger
- Additional acquisitions

- Partners fund discovery costs
- Minimizes dilution

KEY TAKE-AWAYS

- Creation of a leading Mexican silver exploration and development company
- Large resource base with strong exploration upside
- Focus on low-cost overhead expenses
- Platform for aggressive growth and consolidation in the silver sector
- Active prospect generator portfolio, with multiple joint ventures already signed
- Larger and more liquid capital markets presence

CONTACT US



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APPENDIX

MINERAL RESOURCES

Promontorio⁽¹⁾

| Promontorio Pit-Constrained | Tonnes (kt) | In-Situ Grade | | | | | Contained Metal | | | | |
|--------------------------------|---------------|---------------|--------------|-------------|-------------|-------------|-----------------|---------------|------------|----------------|----------------|
| | | AgEq (g/t) | Ag (g/t) | Au (g/t) | Pb (%) | Zn (%) | AgEq (koz) | Ag (koz) | Au (koz) | Pb (klbs) | Zn (klbs) |
| <i>Measured</i> | 10,289 | 74.79 | 32.69 | 0.40 | 0.46 | 0.55 | 24,741 | 10,814 | 134 | 105,328 | 123,715 |
| <i>Indicated</i> | 34,215 | 61.18 | 26.30 | 0.34 | 0.38 | 0.45 | 67,294 | 28,926 | 373 | 287,579 | 335,904 |
| M&I | 44,504 | 64.32 | 27.77 | 0.35 | 0.40 | 0.47 | 92,035 | 39,740 | 506 | 392,907 | 459,619 |
| <i>Inferred</i> | 14,564 | 51.95 | 24.95 | 0.28 | 0.28 | 0.31 | 24,326 | 11,683 | 132 | 89,430 | 98,462 |

| Promontorio Underground Potential | Tonnes (kt) | In-Situ Grade | | | | | Contained Metal | | | | |
|--------------------------------------|-------------|---------------|--------------|-------------|-------------|-------------|-----------------|------------|----------|--------------|--------------|
| | | AgEq (g/t) | Ag (g/t) | Au (g/t) | Pb (%) | Zn (%) | AgEq (koz) | Ag (koz) | Au (koz) | Pb (klbs) | Zn (klbs) |
| <i>Measured</i> | 3 | 62.27 | 25.12 | 0.32 | 0.37 | 0.63 | 6 | 2 | 0 | 23 | 40 |
| <i>Indicated</i> | 212 | 56.88 | 22.86 | 0.28 | 0.40 | 0.55 | 387 | 156 | 2 | 1,189 | 2,551 |
| M&I | 215 | 56.96 | 22.89 | 0.28 | 0.40 | 0.55 | 393 | 158 | 2 | 1,913 | 2,591 |
| <i>Inferred</i> | 1,265 | 61.17 | 26.57 | 0.37 | 0.36 | 0.38 | 2,488 | 1,081 | 15 | 10,049 | 10,667 |

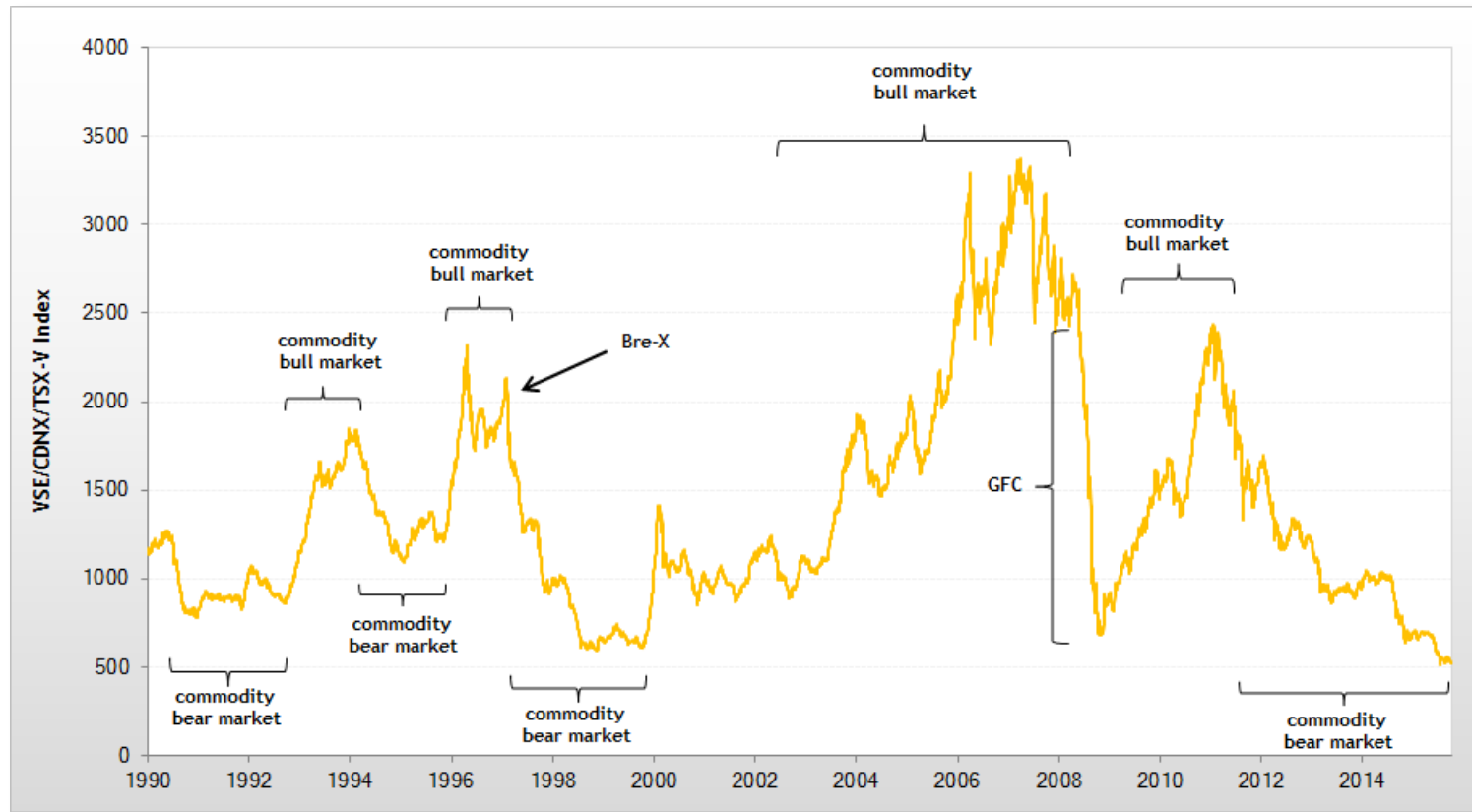
La Cigarra⁽²⁾

| La Cigarra Pit-Constrained | Tonnes (kt) | In-Situ Grade | | | | Contained Metal | | | |
|-------------------------------|---------------|---------------|--------------|-------------|-------------|-----------------|-----------|---------------|---------------|
| | | Ag (g/t) | Au (g/t) | Pb (%) | Zn (%) | Ag (koz) | Au (koz) | Pb (klbs) | Zn (klbs) |
| <i>Measured</i> | 3,620 | 88.9 | 0.074 | 0.14 | 0.19 | 10,340 | 9 | 10,920 | 15,510 |
| <i>Indicated</i> | 14,930 | 85.7 | 0.068 | 0.13 | 0.18 | 41,130 | 33 | 42,950 | 59,260 |
| M&I | 18,540 | 86.3 | 0.069 | 0.13 | 0.18 | 51,470 | 41 | 53,870 | 74,770 |
| <i>Inferred</i> | 4,450 | 80.0 | 0.058 | 0.13 | 0.16 | 11,460 | 8 | 12,680 | 15,610 |

- (1) Source: "NI 43-101 Technical Report on Resources, Promontorio, Mexico", Report by SRK Consultants Inc. Effective date March 31, 2013. See Kootenay website and news release dated May 14, 2013. Promontorio resources calculated at a pit-constrained cut-off of 20 g/t AgEq, and an underground cut-off of 45 g/t AgEq using a \$31/oz silver price. AgEq calculated using \$31/oz Ag, \$1,650/oz Au, \$0.96/lb Pb, \$0.89/lb Zn, assuming 100% recovery of all metals.
- (2) Source: "NI 43-101 Technical Report on the Updated Mineral Resource Estimate on the San Gregorio/Las Carolinas Zones, La Cigarra Silver Project, Chihuahua, Mexico", Report by GeoVector Management Inc. Effective date January 14, 2015. See Northair website and news release dated January 14, 2015. La Cigarra resources calculated at 35 g/t Ag cut-off using a \$22/oz silver price.

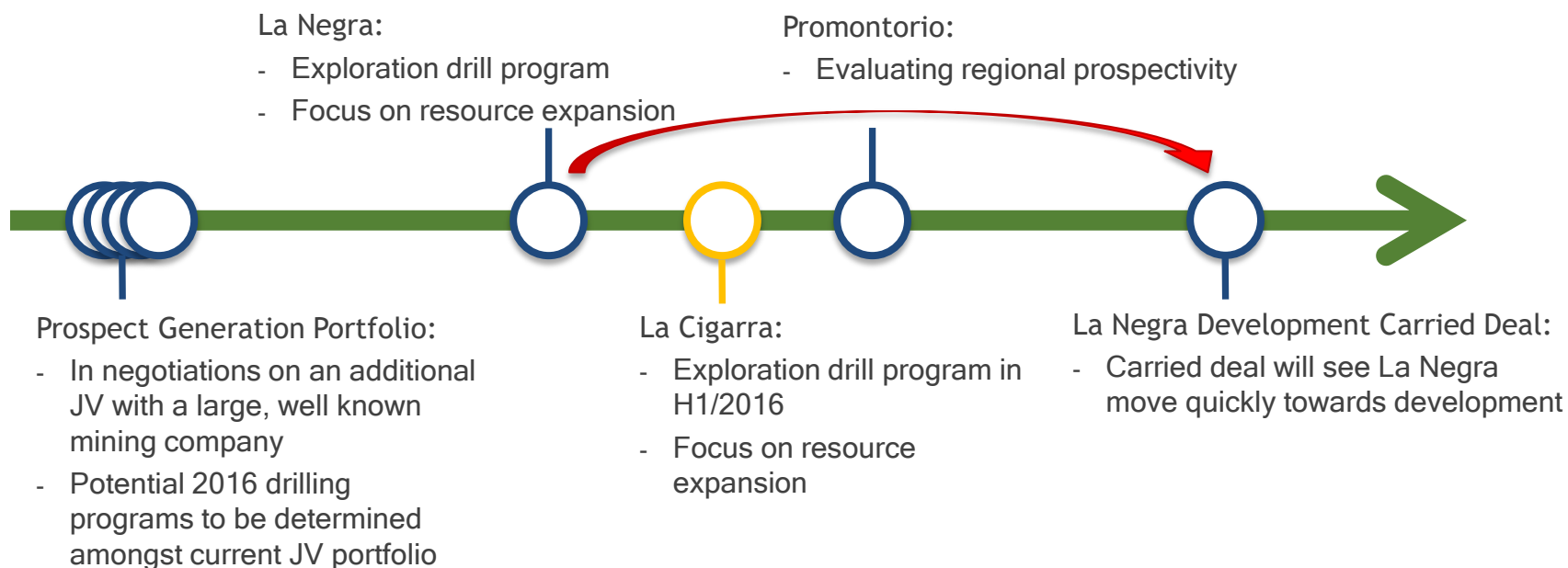
BEAR MARKET OPPORTUNITY

- Commodities are approaching/at multi-year lows
- Opportunity to consolidate at market-bottom, preparing for an eventual market turnaround

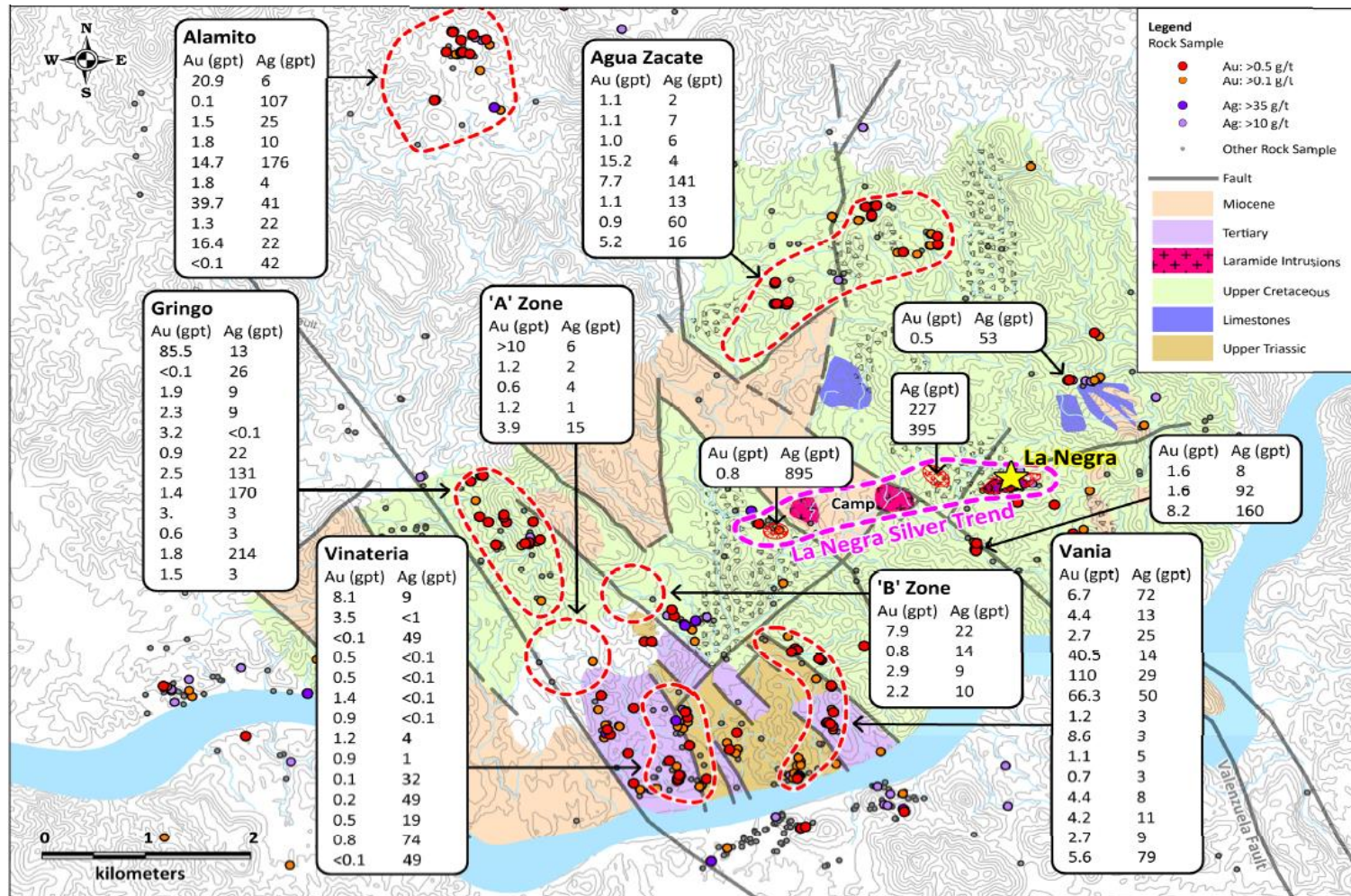


FULLY INTEGRATED EXPLORATION/DEVELOPMENT PLATFORM

- Kootenay will have assets across multiple development stages
 - Strong pipeline producing a steady source of news flow to keep investors engaged
- Creates the platform and scale required to continue growth path
 - 1. Build leverage to silver resource inventory via acquisition
 - 2. Organic exploration and development advances
 - 3. Capitalize on joint venture opportunities for partial 'prospect-generator' dimension

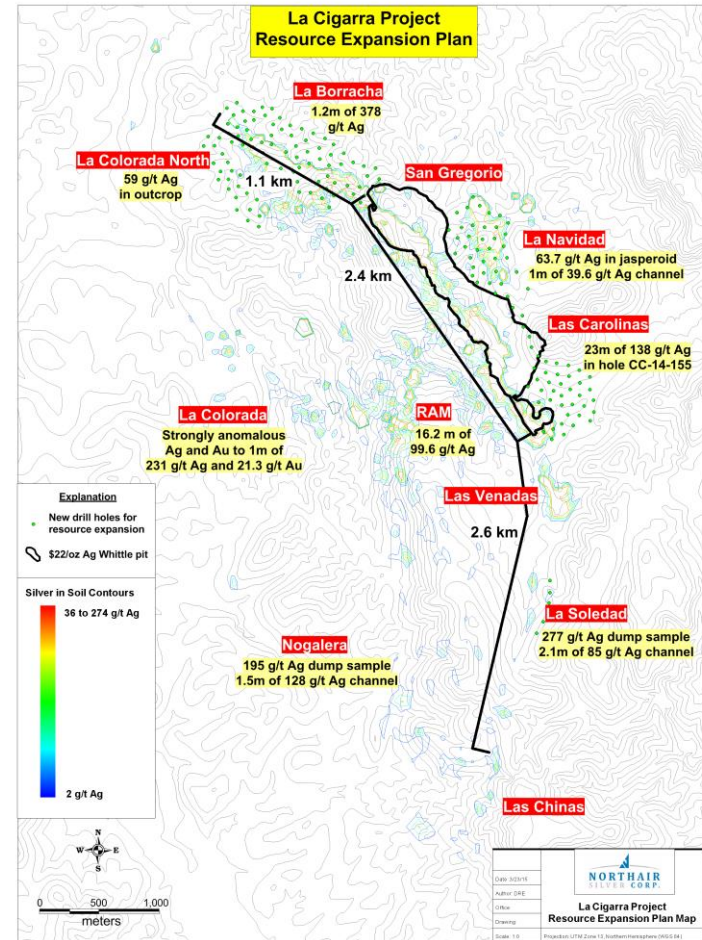


PROMONTORIO MINERAL BELT

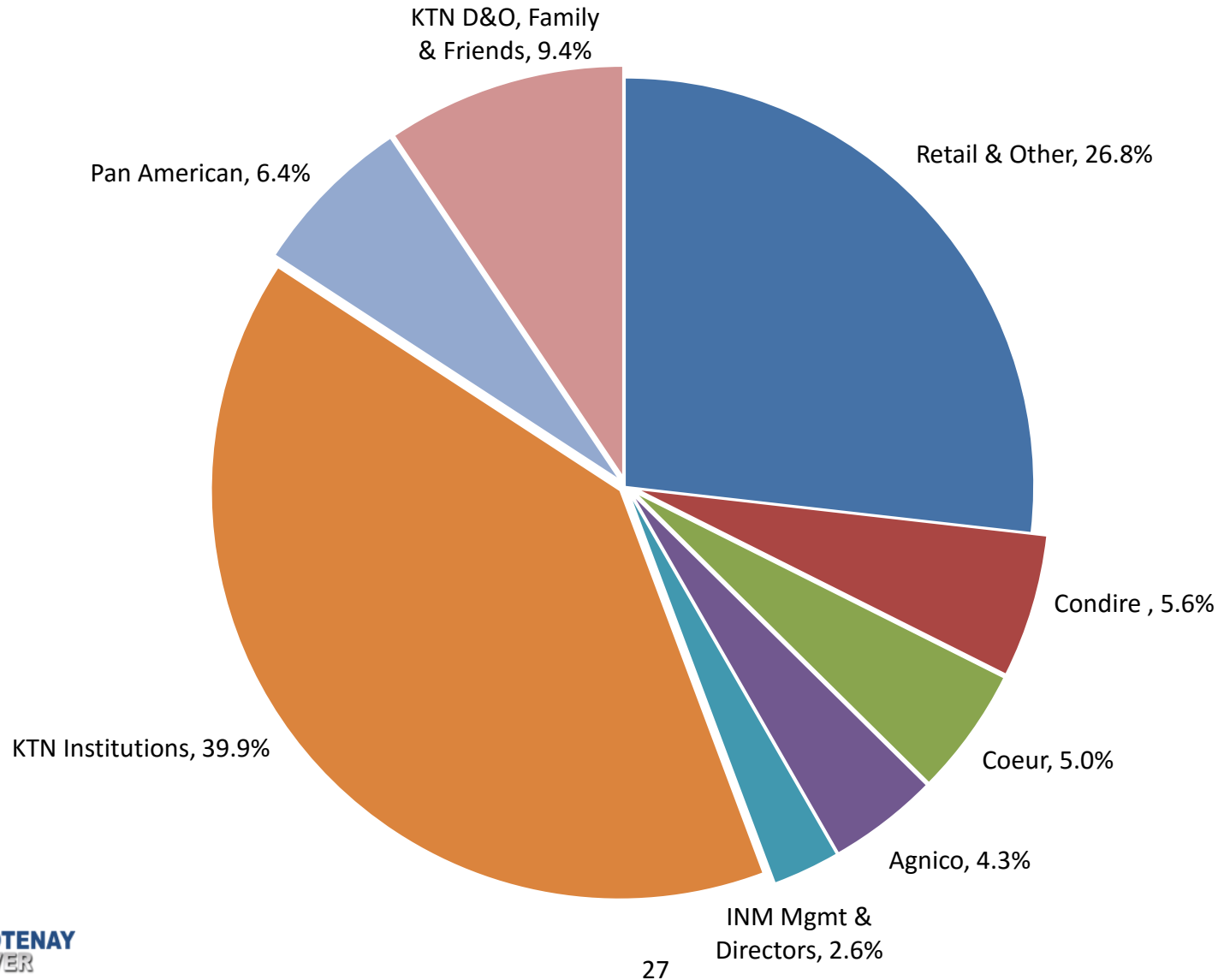


LA CIGARRA

- Numerous targets to increase the potential open-pit resource
- Main resource area defined over 2.4km strike at the San Gregorio and Las Carolinas Zones
- Deposit remains open along strike to the NW and SE, and at depth
- Target growth areas:
 - La Borracha Zone (11 holes intercepted mineralization)
 - La Colorada Zone (gold in soil anomaly measuring 1.4km x 400m; rock sampling has returned up to 231 g/t Ag + 21.3 g/t Au)
 - La Navidad Zone (strong silver in soil anomaly, may be structurally connected to San Gregorio/Las Carolinas)
 - RAM Zone (3.8km NNW trending linear mag low, potential high-grade vein system; plan to test as part of 2016 drill program)



PRO-FORMA SHAREHOLDER BASE



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