

LETTER TO SHAREHOLDERS

Dear fellow shareholder,

In 2021 our company achieved key goals instrumental to further growth and success of the organization. Operationally we turned around a very challenging start to the year and concluded it by delivering on almost all guidance metrics while financially setting new records for both revenue and income from operations. During these twelve-months we successfully produced within budget for copper and gold, while realizing a \$1.45 cash cost per payable pound of copper. At the same time, we negotiated and consolidated 100% ownership of our development asset, the La Plata project. These achievements continue to aide Atico in establishing itself as a low-cost miner while at the same time, advancing towards our vision of becoming a leading mid-tier producer.

Exploration

Finding other VMS deposits still remains to be our main objective and the most attractive growth potential for the Company.

At El Roble, the Company drilled 14,991 meters from surface and underground, testing a total of three of the twenty-one surface targets on our 6,300-hectare prospective land package. The 2021 results build upon positive geological surprises we saw in the previous year's drilling and continue to provide us with a better understanding of the regional geology below surface. We have incorporated these results into our ongoing 2022 drill program and will continue to be as aggressive with this drill program as funding allows.

At La Plata, our now whole owned development asset, we drilled 12,173 meters from surface with the primary goal to provide further data for the upcoming Feasibility Study. In parallel, the La Plata regional drill program testing three new targets north of the deposit, continued to show new geological surprises and positive results. We will continue with our aggressive drill campaign in the second half of 2022 with the goal to unlock significant potential we see at this property.

El Roble Mine

In 2021, at the El Roble Mine the operation delivered on most of the set goals while operating under extremally challenging weather conditions, particularly during the first half of the year. This accomplishment was accompanied with a significant emphasis on Health and Safety as it remains to be the number one priority for the organization. Further optimization advances were made at El Roble, in particular the addition of a new integrated tailings dewatering facility which falls in line with the industry paradigm shift to identify safer and economical alternatives to handle waste from mineral processing activities.

The main capital investments made throughout the year, instrumental in achieving our goals, included further development of mine infrastructure, increasing capacity in the current tailings facility and new equipment to improve standards and gain efficiencies.

For 2022, we will continue evaluating opportunities at the El Roble mine to further optimize the operation while maintaining strict health and safety protocols.

Our People and Safety

As we grow our company, we remain very focused on our core asset — our people. In this current global pandemic environment on the job safety and well-being of our people is where we place enormous emphasis and remains our first priority.

In 2021 the mine continued to show improvements in both main safety metrics the Company uses. The Frequency Index has shown a continuous improvement trend, for the year we had a decrease of 27% while for the severity index a slightly increased of 4%, over 2020. Both the frequency index and severity index have shown a continuous improvement trend amidst an increase in complexity of the operation. Our Company continues to be committed to supporting the initiatives launched in the past years to enforce the importance of safety practices at the operation and will assess supporting new initiatives as needed to continue the safety improvement trend.

Ever since we assumed control of the operation our goal has been has been to raise the safety metrics to international standards. As this goal was reached in the past year, we are very proud to convey that we continue to operate within the normal range of said metrics.

Funding

We project the cash flows generated by the operation along with the funds available will be sufficient to execute the plan set for the El Roble and La Plata projects throughout 2022.

Other Growth Opportunities

Despite achieving our 2021 operational goals at the El Roble mine, we continue to see further growth opportunities yet to be unlocked. The Company will remain focused on these opportunities throughout 2021. Meanwhile, we will continue to deploy resources to advancing La Plata towards a construction decision while at the same time evaluating additional opportunities that can complement our current asset portfolio.

In closing, I am very encouraged by the progress of our company during this year and the opportunities that are ahead.

I want to thank our management team, employees, technical and health advisors for the great effort displayed throughout a particularly challenging year without which our achievements would have not been possible. I also want to thank our shareholders for their continued support and trust. I look forward to reporting further progress in the months ahead.

Sincerely,

Signed: *"Fernando E. Ganoza"*

Chief Executive Officer