





















LN-44-16	103.90	109.00	5.10	109	0.08	175	2,813	600
and	135.10	136.20	1.10	138	0.04	306	37,000	4,709
and	140.35	144.45	4.10	105	0.07	193	16,768	943
and	210.25	264.70	54.45	137	0.14	210	10,789	174
Incl.	212.25	219.95	7.70	543	0.19	692	66,890	372
LN-45-16	82.20	102.40	20.20	73	0.01	361	7,283	1347
and	120.30	147.80	27.50	59	0.07	96	247	151
Incl.	120.30	121.40	1.10	951	0.19	1,531	1,005	803
LN-46-16	151.80	212.55	60.75	76	0.05	180	3,246	92
Incl.	178.40	192.00	13.60	137	0.05	200	7,435	90
LN-47-16	165.20	182.25	17.05	65	0.01	71	5,221	378
Incl.	165.20	170.80	5.60	116	0.02	128	11,804	174
and	205.50	206.50	1.00	158	0.07	244	7,163	131
LN-48-16	108.55	116.05	7.50	81	0.02	174	10,916	1156
Incl.	109.30	114.10	4.80	109	0.02	244	15,128	1654
and	142.9	147.70	4.80	113	0.14	472	30	111
Incl.	146.40	147.70	1.30	305	0.32	1,281	32	219
and	165.70	193.75	28.05	97	0.05	168	1,229	100
Incl.	179.85	193.75	13.90	141	0.06	234	2,310	122
Incl.	180.75	182.60	1.85	648	0.10	1,105	192	210
LN-50-16	39.05	73.00	33.95	66	0.03	154	6,782	257
Incl.	43.70	56.05	12.35	81	0.03	101	9,086	136
Incl.	66.65	73.00	6.35	103	0.05	204	4,199	311
Incl.	68.00	69.00	1.00	263	0.02	216	8,676	218
LN-52-16	116.70	117.70	1.00	163	0.01	44	61	191
LN-53-16	0.00	27.15	27.15	74	0.04	241	6,303	75
Incl.	10.70	15.35	4.65	131	0.07	334	17,308	89

Note: all intervals are downhole. Holes are oriented approximately perpendicular to the mineralized trends, and downhole lengths may be slightly shorter than the stated interval.

Pan American began managing the exploration program in April 2016 and commenced re-logging drill core, geological mapping and re-interpretation, and completed 62 km of magnetic ground surveys. Pan American initiated a 3,400 meter drilling program in July 2016 with the objective of infilling the La Negra drill coverage to 50 meter centres and testing the along-strike and down dip extents as well as following up on geophysical and geological anomalies elsewhere within the exploration concessions.

Pan American Silver geologists have increased the understanding of the La Negra breccia. There are three phases of

hydrothermal magmatic development (La Negra, Gravilla and Rica breccias) emplaced within the host volcanic agglomerate (andesitic composition) Tarahumara Formation. The breccia has been controlled on a regional east-west structure. Epithermal Ag-Zn-Pb mineralisation has over printed the different phases of brecciation associated with illite and silicification; the mineralogy has currently been described as Ag sulphides (acanthite &#8211; tetrahedrite), galena and sphalerite; pyrite occurs as veinlets, matrix fill in breccia and dissemination.

#### QA/QC

Samples were assayed by Inspectorate of Hermosillo, Mexico, using four acid digestion 35 element ICP analytical methods with fire assay for Au and Ag with atomic absorption finish and gravimetric finish, respectively. Pan American has followed a Quality Assurance/Quality Control program comprised of the insertion of blank material and certified standard samples at a frequency of one each for every 20 samples. There are no known drilling, sampling, recovery, or other factors that could materially affect the accuracy or reliability of the data referred to in the table.

#### Qualified Persons

The Kootenay technical information in this news release has been prepared in accordance with the Canadian regulatory requirements set out in National Instrument 43-101 (Standards of Disclosure for Mineral Projects) and reviewed on behalf of Kootenay by James McDonald, P.Geol, President, CEO & Director for Kootenay, a Qualified Person.

#### About Kootenay Silver Inc.

[Kootenay Silver Inc.](#) is an exploration company actively engaged in the discovery and development of mineral projects in the Sierra Madre Region of Mexico and in British Columbia, Canada. The Company's top priorities are the advancement of the La Cigarra silver project and the Promontorio Mineral Belt, in Chihuahua, Mexico and Sonora, Mexico, respectively. The La Cigarra property is 26 kilometers from the historic mining city of Parral and boasts nearby power, good road access, gentle topography, and established infrastructure. La Cigarra currently hosts a resource estimate of 18.54 million tonnes containing 51.47 million ounces of silver in the Measured and Indicated categories grading 86.3 g/t silver and 4.45 million tonnes containing 11.46 million ounces of silver in the Inferred category grading 80 g/t silver. The mineralized system at La Cigarra has been traced over 6.5 kilometers and is defined at surface as a silver soil anomaly and by numerous historic mine workings. The La Cigarra silver deposit is open along strike and at depth and is approximately 25 kilometers north, and along strike, of Grupo Mexico's Santa Barbara mine and Minera Frisco's San Francisco del Oro mine. The Promontorio Mineral Belt includes the Company's La Negra high-grade silver discovery and its Promontorio Silver Resource. The Promontorio Mineral Belt is under option to Pan American Silver whereby they can earn a 75% interest in the project with US\$16 million of expenditures and payments with Kootenay retaining a 25% carried to production interest (see news release dated February 16 and March 4, 2016). The Promontorio Silver Resource currently hosts a resource estimate of 44.5 million tonnes containing 92 million ounces of silver equivalent in the Measured and Indicated categories grading 64.3 g/t silver equivalent and 14.6 million tonnes containing 24.3 million ounces of silver equivalent in the Inferred category grading 52 g/t silver equivalent. The Company's core objective is to create value by acquiring silver resources through discovery and acquisition and testing those resources with the ultimate goal of developing them into silver production if they are proven to be economically viable.

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

#### CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS:

The information in this news release has been prepared as at October 24, 2016. Certain statements in this news release, referred to herein as "forward-looking statements", constitute "forward-looking statements" under the provisions of Canadian provincial securities laws. These statements can be identified by the use of words such as "expected", "may", "will" or similar terms.

Forward-looking statements are necessarily based upon a number of factors and assumptions that, while considered reasonable by Kootenay as of the date of such statements, 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. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date made. Except as otherwise required by law, Kootenay expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any such statements to reflect any change in Kootenay's expectations or any change in events, conditions or circumstances on which any such statement is based.

Cautionary Note to US Investors: This news release may contain information about adjacent properties on which we have no right to explore or mine. We advise U.S. investors that the SEC's mining guidelines strictly prohibit information of this type in documents filed with the SEC. U.S. investors are cautioned that mineral deposits on adjacent properties are not indicative of mineral deposits on our properties. This news release may contain forward-looking statements including but not limited to comments regarding the timing and content of upcoming work programs, geological interpretations, receipt of property titles, potential mineral recovery processes, etc. Forward-looking statements address future events and conditions and therefore involve inherent risks and uncertainties. Actual results may differ materially from those currently anticipated in such statements.

This press release uses the terms "Measured", "Indicated", and "Inferred" resources. United States investors are advised that

while such terms are recognized and required by Canadian regulations, the United States Securities and Exchange Commission does not recognize them. "Inferred Mineral Resources" have a great amount of uncertainty as to their existence, and as to their economic and legal feasibility. It cannot be assumed that all or any part of an Inferred Mineral Resource will ever be upgraded to a higher category. Under Canadian rules, estimates of Inferred Mineral Resources may not form the basis of feasibility or other economic studies. United States investors are cautioned not to assume that all or any part of Measured or Indicated Mineral Resources will ever be converted into Mineral Reserves. United States investors are also cautioned not to assume that all or any part of a Mineral Resource is economically or legally mineable.

SOURCE [Kootenay Silver Inc.](#)

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