

Extractive Sector Transparency Measures Act - Annual Report

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|--|--------------------------|--|--------------------------------|
| Reporting Entity Name | Ascendant Resources Inc. | | |
| Reporting Year | From 1/1/2018 | To: 12/31/2018 | Date submitted 5/8/2019 |
| Reporting Entity ESTMA Identification Number | E585706 | <input checked="" type="radio"/> Original Submission <input type="radio"/> Amended Report | |
| Other Subsidiaries Included (optional field) | | | |
| Not Consolidated | | | |
| Not Substituted | | | |
| Attestation by Reporting Entity | | | |
| <i>In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.</i> | | | |
| Full Name of Director or Officer of Reporting Entity | Rohan Hazelton | Date | 5/8/2019 |
| Position Title | Chief Financial Officer | | |

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| Subsidiary Reporting Entities (if necessary) | | |
| | Currency of the Report | USD |

Payments by Payee

| Country | Payee Name ¹ | Departments, Agency, etc... within Payee that Received Payments ² | Taxes | Royalties | Fees | Production Entitlements | Bonuses | Dividends | Infrastructure Improvement Payments | Total Amount paid to Payee | Notes ³⁴ |
|----------|-------------------------|--|--------------|-----------|------|-------------------------|---------|-----------|-------------------------------------|----------------------------|--|
| Honduras | Government of Honduras | Direccion Ejecutiva de Ingresos (SAR) | \$ 1,798,162 | | | | | | | \$ 1,798,162 | 2% security tax on financial transaction |
| Honduras | Government of Honduras | Municipalidad de Las Vegas | \$ 1,125,459 | | | | | | | \$ 1,125,459 | 2% production tax, operational permit, environmental permit and industry tax |
| | | | | | | | | | | | |

Additional Notes:

Payments were made in the local currencies (Honduran Lempira for Honduras)
 Method of translation was based on an exchange rate on December 31, 2018, which is the financial year-end of Ascendant Resources Inc.
 1 USD was equal to 23.89 Honduran Lempira

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| Reporting Entity ESTMA Identification Number | E585706 | | |
| Subsidiary Reporting Entities (if necessary) | | | |

Payments by Project

| Country | Project Name ¹ | Taxes | Royalties | Fees | Production Entitlements | Bonuses | Dividends | Infrastructure Improvement Payments | Total Amount paid by Project | Notes ²³ |
|----------|---------------------------|--------------|-----------|------|-------------------------|---------|-----------|-------------------------------------|------------------------------|---------------------|
| Honduras | El Mochito Mine | \$ 2,923,621 | - | - | - | - | - | - | \$ 2,923,621 | |
| | | | | | | | | | | |

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