



Defiance Silver Corp.

Resource Driven.

TSX: DEF | OTC: DNCVF
Investor Presentation April 2016

Disclaimer

2

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NI43-101 DISCLOSURE:

Bruce Winfield, P. Geo., a Qualified Person under the meaning of Canadian National Instrument 43-101, and President and CEO of Defiance Silver Corp is responsible for the technical information in this presentation.

Why Defiance Silver

3

- Growing High Grade Silver Asset
 - San Acacio Deposit located in Zacatecas, Mexico
 - Mine historically produced approx. 100 million ounces of silver
 - Current Resource: 17.9 million Silver Equivalent ounces at a Silver Equivalent Grade of 192.50 g/t
 - Defiance drill results exceed current resource grade
- Excellent Resource Expansion & Exploration Potential
 - Claims control 65% of the 8.5 km long Veta Grande Vein system which produced 200 million ounces silver
 - San Acacio Deposit is open to depth and along 4.6km extension
- Management Are Proven Mine Builders
 - Successfully explored and developed 11 mines

Proven Mine Builders

4

Defiance Management	Mine Developed
Bruce Winfield President & CEO	Oronorte Mine, Colombia Santa Rosa Mine, Panama La Libertad Mine, Nicaragua San Andres Mine, Honduras La Colorado Mine, Mexico
Rick Tschauer VP Exploration	Golden Promise Mine, WA, USA La Choya Mine, Mexico Rose Bud Mine, Nevada, USA Grouse Creek Mine, Idaho, USA
George Gorzynski Director	Zacualpan Mine, Mexico
Roger Scammell Director	Nuestra Senora Mine, Mexico

Located in Historical Zacatecas Silver Belt

5



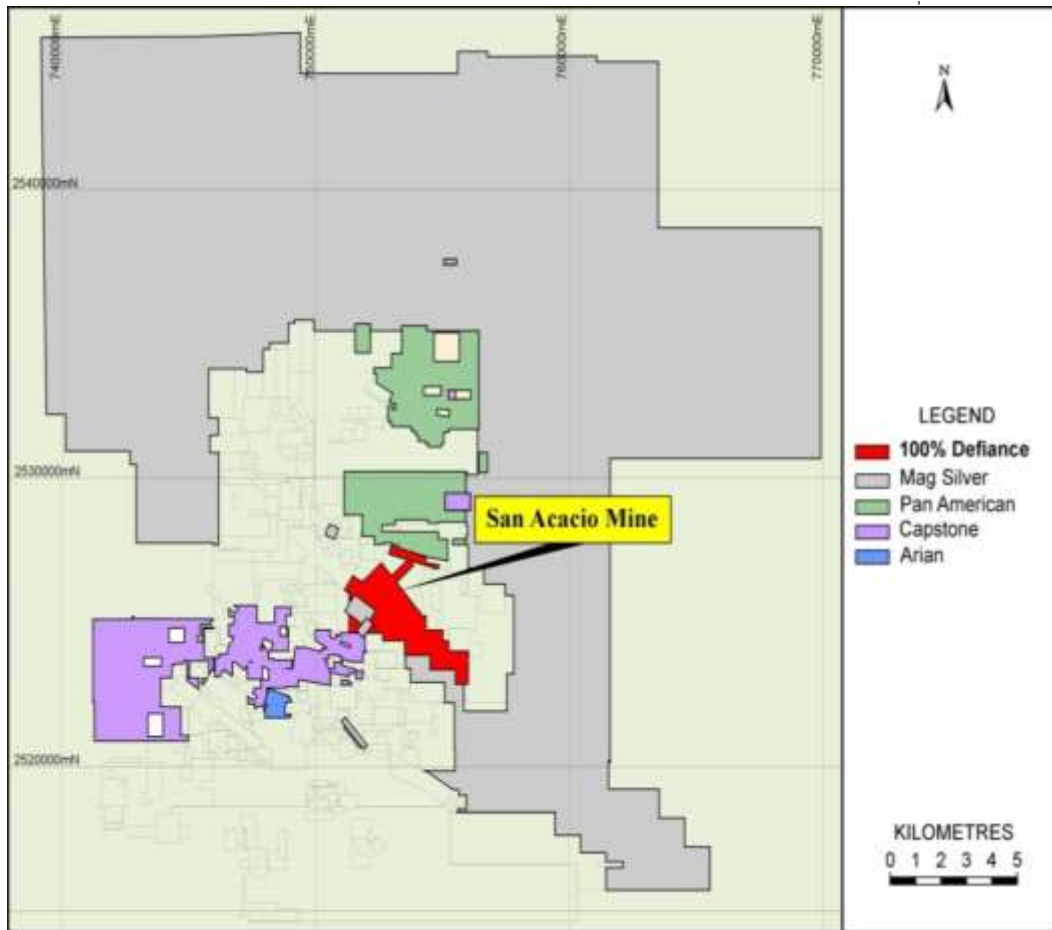
- State of Zacatecas is the largest historical producer as well as the largest current producer of silver in Mexico

Notable projects:

- Fresnillo world's largest primary silver producer
- MAG Silver's Juanacipio deposit
- Goldcorp's Penasquito and Camino Rojo mines

Excellent District Infrastructure

6



- Paved roads, connection to the state power grid and a skilled Mexican labour pool
- Several operating mines nearby including Capstone Mining's Cozamin Mine, which produced 19,813 tonnes Cu & 1.6M Oz Ag in 2014 (Capstone 2014 Financials)
- Notable companies include:
 - MAG Silver
 - Pan American Silver
 - Arian Silver

High Grade Silver Deposit

7

43-101 Inferred Mineral Resource Estimate

Vein	Tonnes > Cut-off (tonnes)	Grade > Cut-off			Contained Metal		
		Ag (g/t)	Au (g/t)	AgEq (g/t)	Ag (ozs)	Au (ozs)	AgEq (ozs)
VETA G	2,150,000	192.43	0.19	204.66	13,302,000	10,000	14,147,000
VETA C	739,000	153.28	0.08	158.66	3,642,000	1,900	3,770,000
TOTAL	2,889,000	182.42	0.16	192.89	16,944,000	11,900	17,917,000

The San Acacio Deposit has a 43-101 Inferred Mineral Resource Estimate available on www.sedar.com or www.defiancesilver.com. Using a silver equivalent ("AgEq")* cut-off grade of 100 grams tonne ("g/t"). Using a gold price of \$1270/ oz Au and silver price of \$19.60 the silver equivalent value would be silver content plus 65 times the gold content. (Note: total contained AgEq values may not add exactly because of rounding). Metallurgical recoveries are not taken into account.

Robust Current Resource with Potential for Expansion

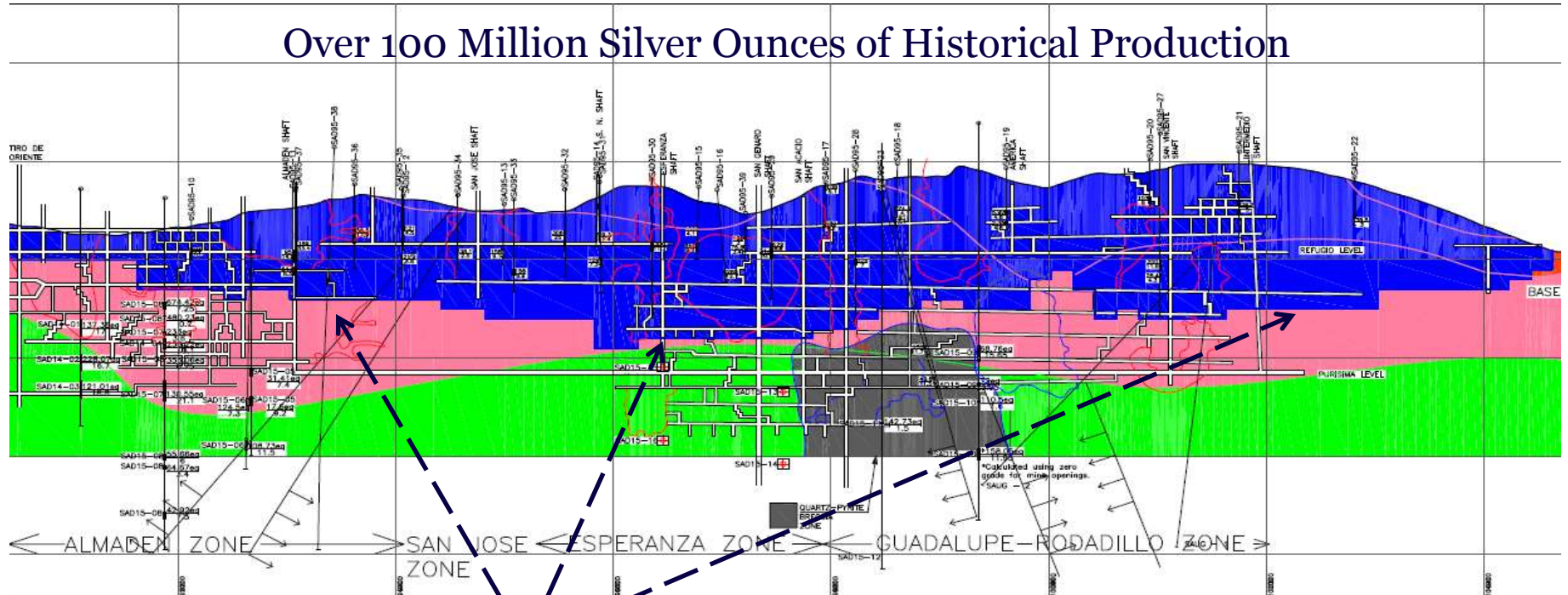
- Current resource is 17.9 million silver equivalent ounces @ 192.50 g/t silver equivalent
- Hosted within **ONLY 1km of the total 5.6km long vein system**, open along strike
- Depth of resource is **ONLY to 175m and is open to depth**
- Recent Defiance 2,000m Drill Program results are not incorporated in the resource yet

Resource Driven.

Potential for Resource Expansion

8

Over 100 Million Silver Ounces of Historical Production



1km

Blue Line Indicates Lower Limit of San Acacio Deposit to a depth of 175m

0.6km

Underexplored Shallow Exploration

4km

Unexplored Vein

Resource Driven.

High Grade/Wide Width Drill Results

9

Hole #	From (m)	To (m)	Length (m)*	Ag (g/t)	Au (g/t)	Cu %	Pb %	Zn %	AgEq (g/t)**
SAD14-01	132.5	149.5	17	110.21	0.13	0.01	0.11	0.35	139.1
including	134	142.1	8.1	222.12	0.22	0.01	0.20	0.53	268.1
SAD14-02	168.5	185.2	16.7	101.11	0.75	0.02	0.14	1.79	235.5
including	168.5	171.7	3.2	419.10	0.82	0.02	0.14	0.30	499.4
and	176.2	182.59	5.9	30.15	1.46	0.03	0.23	4.62	316.5
SAD14-03	194.5	213.3	18.8	21.14	0.42	0.02	0.83	1.09	127.0
including	205	213.3	8.3	42.89	0.92	0.04	1.87	2.44	278.1
SAD14-04	143	153.1	10.1	100.23	0.56	0.13	0.77	1.61	224.3
including	147	153.1	6.1	138.35	0.80	0.19	1.27	1.90	306.6
SAD15-07	185.4	186.7	1.3	98.93	0.16	0.01	0.33	0.61	144.6
and	199.1	200.5	1.4	203.39	0.89	0.08	0.88	1.17	293.11
and	205	206.5	1.5	354.14	0.80	0.13	1.19	2.85	570.10
SAD15-08	106.05	113.3	7.25	631.46	0.43	0.01	0.09	0.22	674.4
SAD15-08	119.5	120.2	0.7	431.95	0.24	0.01	0.21	0.64	480.2

High Grade/Wide Width Drill Results

10

Hole #	From (m)	To (m)	Length (m)*	Ag (g/t)	Au (g/t)	Cu %	Pb %	Zn %	AgEq (g/t)**
SAD15-08	163.05	163.8	0.75	330.75	0.10	0.01	0.15	0.31	355.1
SAD15-08	260.5	266.5	6.0	11.25	0.31	0.01	0.04	0.53	53.2
SAD15-08	272.1	275.5	3.4	38.47	0.20	0.00	0.03	0.26	29.2
SAD15-09	226.15	241.80	15.65	65.22	0.02	0.01	0.01	0.04	68.76
SAD15-10**	331.50	343.45	11.95	Veta Grande vein					
Including	331.5	333.6	2.1	283.31	0.17	0.01	0.38	0.70	333.87
**	333.60	335.65	2.05	Mine Opening on Veta Grande					
Including	335.65	341.15	5.5	96.65	0.26	0.03	0.61	1.34	187.06
SAD15-11	283.50	285.00	1.50	136.03	0.03	0.02	0.03	0.06	142.73

•*True Widths are approximately 70% to 80% of each intersection **Reported for comparison only, with no assumptions regarding metal recovery or smelter payments. Prices used are Au: \$1210.50/ounce, Ag: \$16.33/ounce, Cu; \$2.80/pound, Pb; \$0.83/pound and Zn \$0.95/pound in US\$.

•1 Gram = 0.03215074657 Troy ounce

•** Grade not calculated because of no data for open mine workings

•***True Widths are approximately 70% to 80% of each intersection

Continued Depth Continuity with Wide Zonation

11

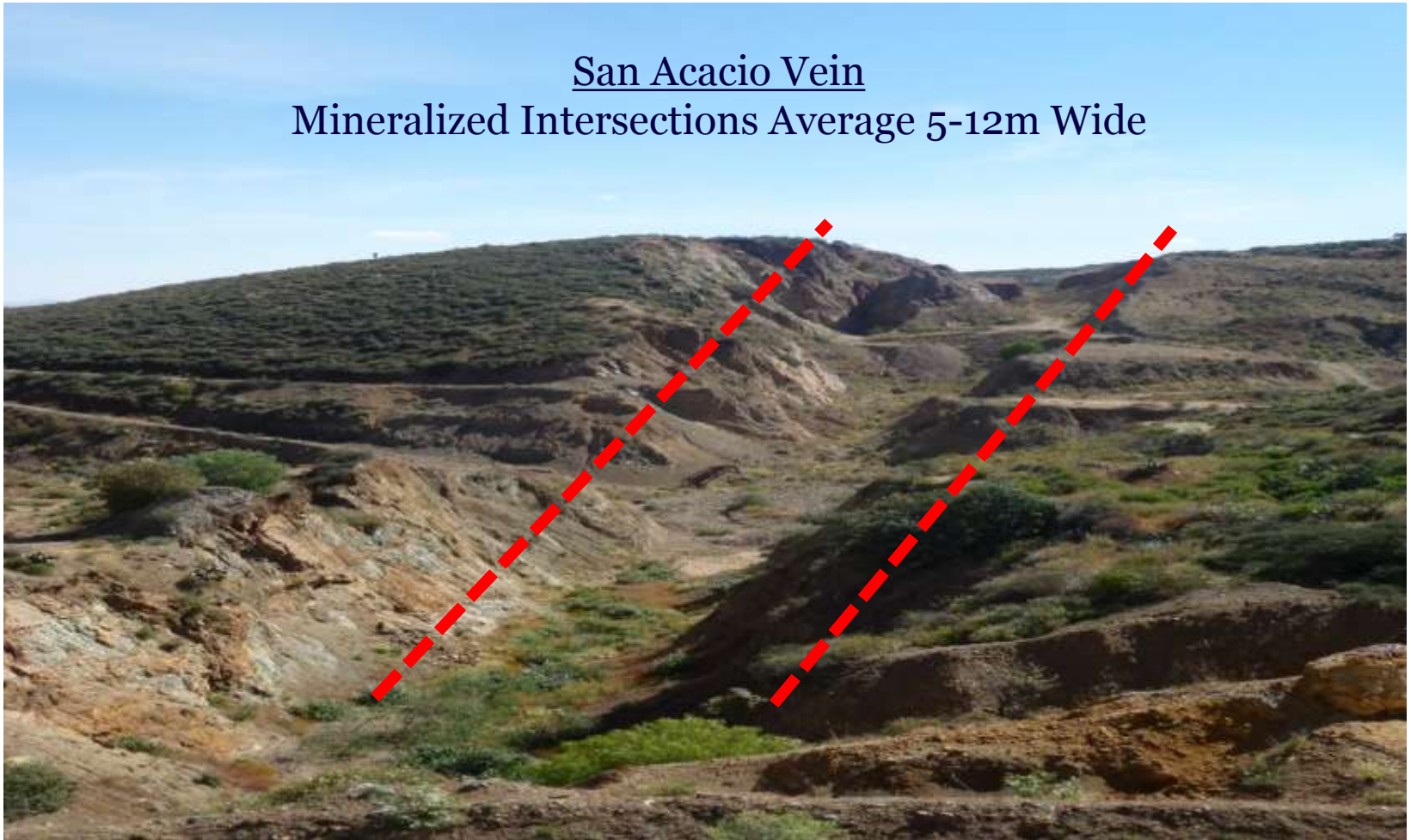
Defiance commenced a Phase I – 5,000m Drill Program to test outside the current limits of the San Acacio Deposit at depth to grow the resource

- Initial 3 holes from 2,000m drilled:
 - Extended mineralization by 140m below the limits of the current resource
 - Considerably higher silver equivalent grades than the current resource
- Exploration extended mineralization 100 meters to the SE of Holes 1,2 and 3
- Wide zones of mineralization continue to be intersected at depth
 - Phase I Drill Program provides potential for San Acacio resource growth as recent drill results are not included in current resource
 - Drill holes 9,10 and 11 extended mineralization 550m to the southeast of the first 8 holes drilled, and again confirmed mineralization to a depth of 140m below the current resource

The Next Step - 5.6km of Exploration Potential

12

San Acacio Vein
Mineralized Intersections Average 5-12m Wide



Vein system is 5-12m in width, how wide is that?

13

That's one large school bus with capacity for 72 people



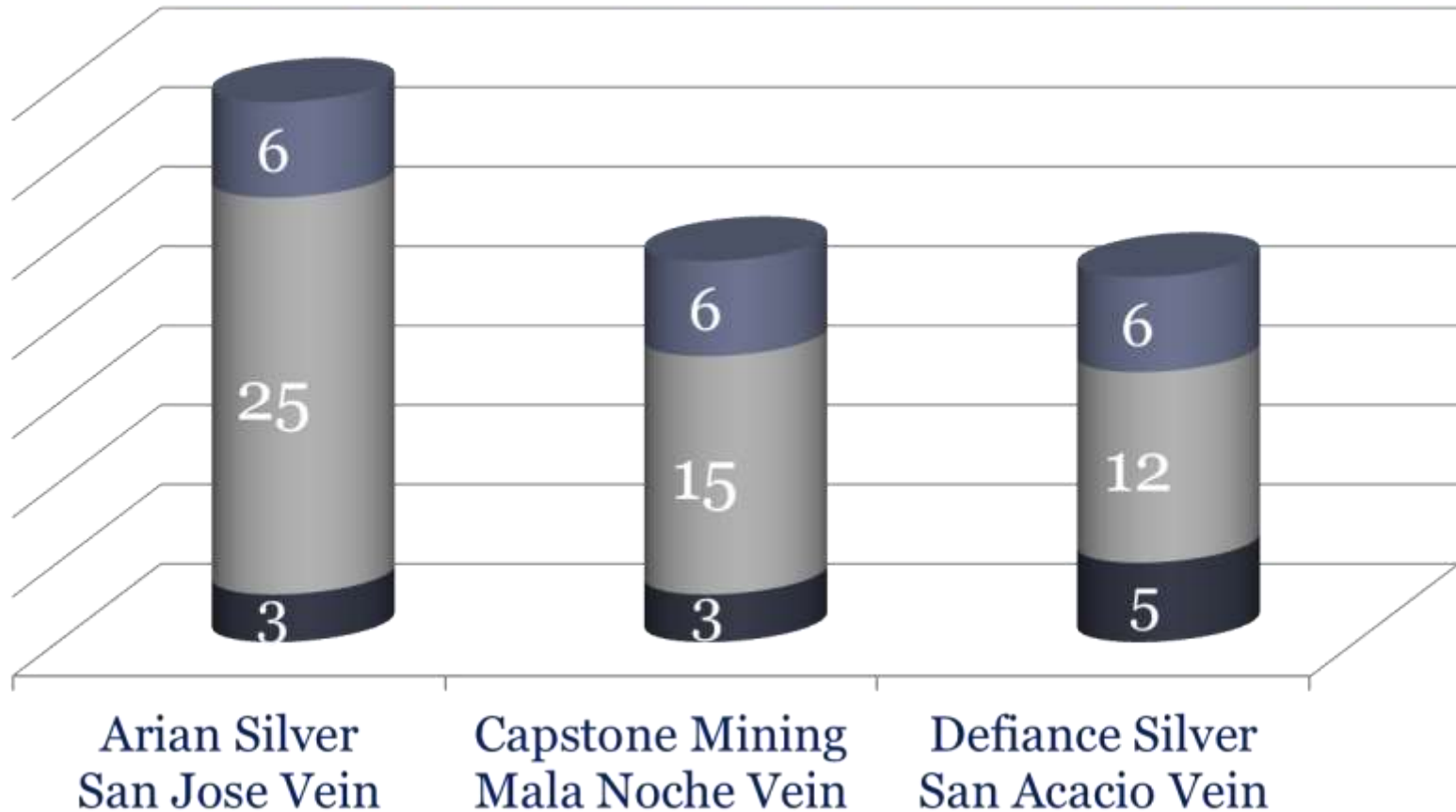
That's $\frac{3}{4}$ the size of a full grown Gray Whale



Nearby Vein Systems

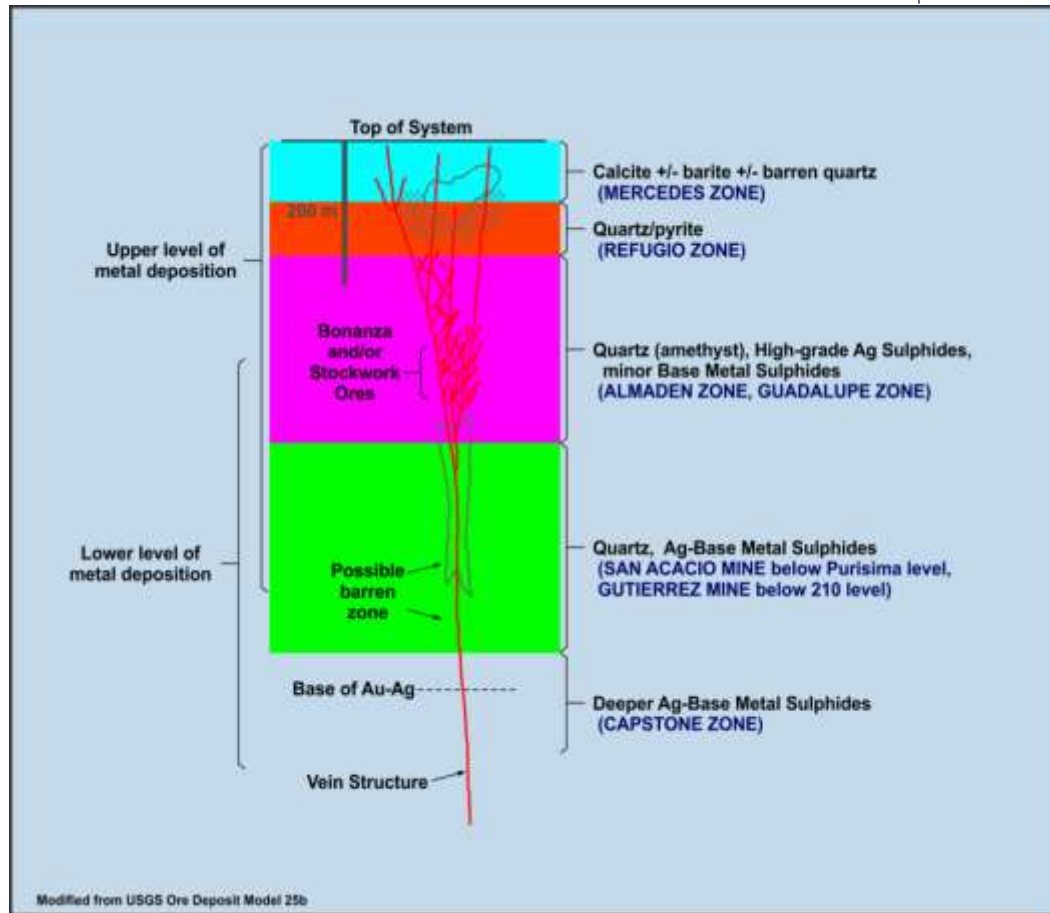
14

■ Strike Length (KM) ■ Vein Width Max (M) ■ Vein Width Min (M)



Geological Model of San Acacio Vein

15

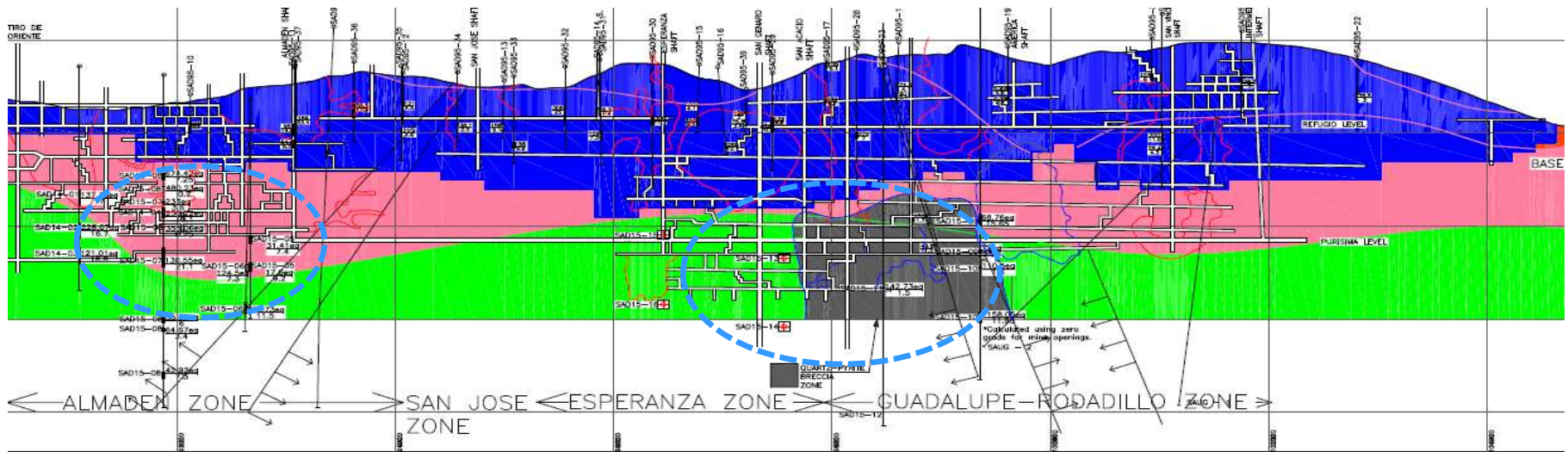


- Well defined geological model for the San Acacio Vein is similar to Capstone's Cozamin mine within the Zacatecas district before it became a major mining operation
- Defiance Phase I program confirms geological model
- Lead/Silver Zinc zones above
- Gold/Copper zones at depth

How Do We Grow San Acacio Resource?

16

1km - Current San Acacio Deposit
(Contained in Shaded Blue area)

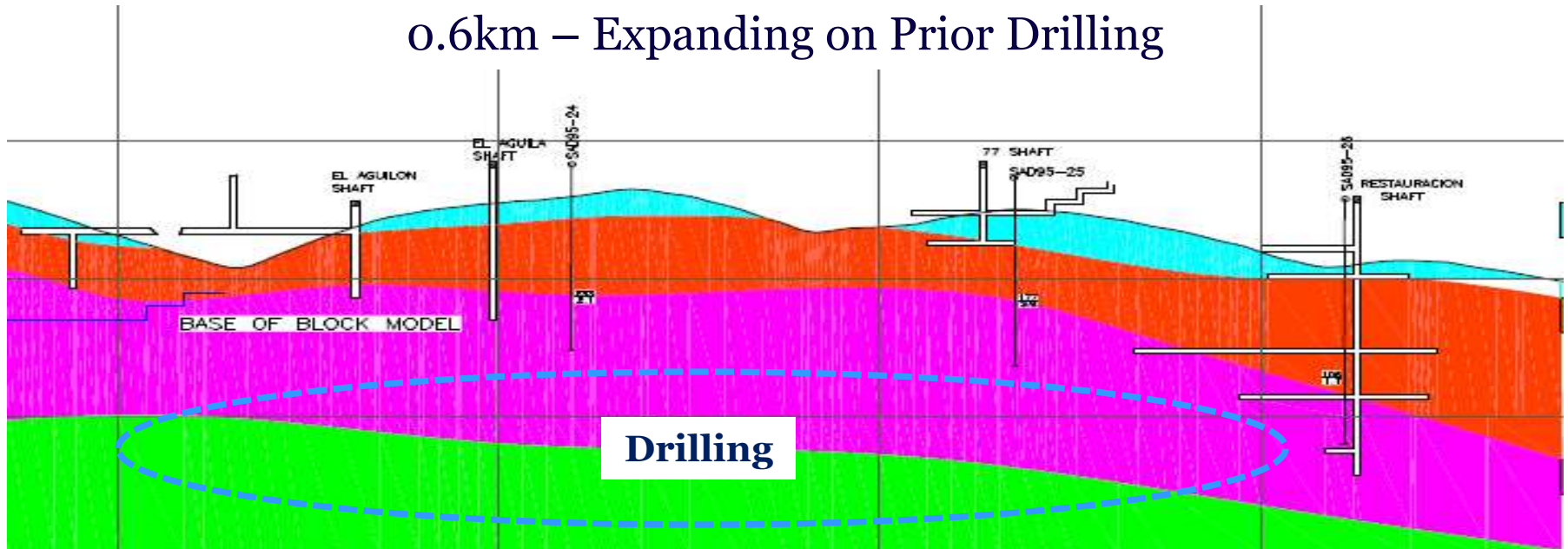


- Complete Phase I – 5,000m Drill Program **Drilled**
- Lowest risk, highest reward to add ounces to current resource

Commence Phase II Exploration

17

0.6km – Expanding on Prior Drilling

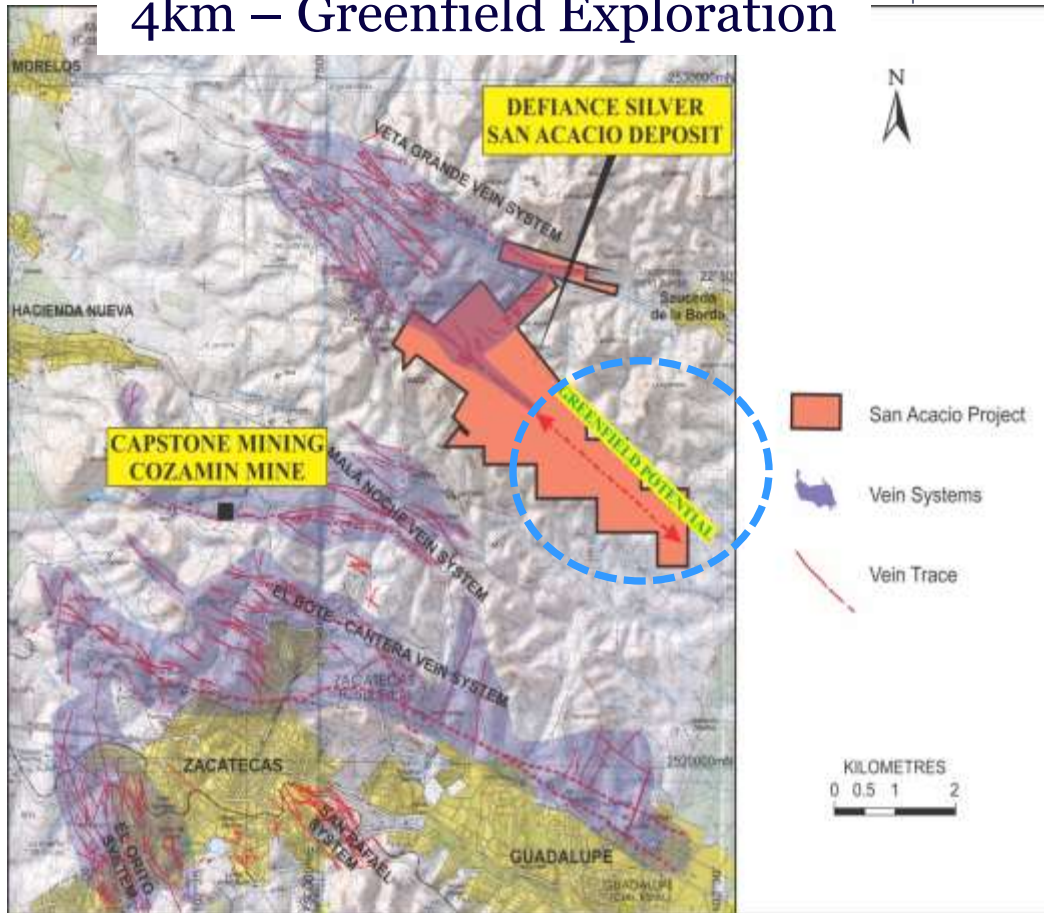


- Phase II: Exploration potential below underexplored historical shallow shafts where the vein continues along strike
- 4 historical mining shafts 100-150m in depth
- Prior drilling intersected good grade and width
 - SAD95-24 - 233 g/t Ag over 2.1m; SAD95-25 – 177 g/t Ag over 3.9m; SAD95-26 – 106 g/t Ag over 1.1m

Continue with Phase III Exploration

18

4km – Greenfield Exploration



- Phase III: Expand exploration beyond 1.6km on remaining unexplored 4km strike extension
- Several neighbouring vein systems
- Greenfields exploration

San Acacio Going Forward

19

- Phase I – 5,000 meter Drill Program
 - Initial drill results from 2,000 meters which focused on mineralization at depth below the current resource
 - Announced 3 holes on January 29th 2015
 - Announced second set of 3 holes on July 7th 2015
 - Release remainder of drill results from holes #9, #10 and #11
- Complete Phase I Drill Program and expand to Phase II
 - Expand resource potential by drilling along strike & at depth at San Acacio Deposit
- Complete attractive option to purchase 100% in San Acacio Deposit and Claims
 - \$5.95M in three years
 - Payments can be mitigated by acceleration clause

Management

20

EXECUTIVE MANAGEMENT TEAM

Bruce Winfield, M.Sc., P.Geo., President & CEO

A Professional Geologist for over 35 years, Bruce has held senior management positions with both major and junior mining companies including Texasgulf Inc. and Boliden Inc., VP Exploration for Greenstone Resources and Eldorado Gold leading to the exploration and development of five gold deposits.

Rick Tschauder, B.Sc., VP of Exploration

Rick is a Professional Geologist with over 30 years of experience including 15 years as Chief Geologist with Hecla Mining where he was instrumental in bringing 4 mines into production in the USA. He has extensive experience in Mexico including development of the La Choya mine.

Michael Kinley, CPA, CFO

Mr. Kinley is a Chartered Professional Account and has served as an officer and director for several public companies over the past twenty five years.

BOARD OF DIRECTORS

- Bruce Winfield, M.Sc., P.Geo
- Darrell A. Rader, BBA
- Roger Scammell, P. Geo
- George Gorzynski, P.Eng
- Ron Sowerby, CA
- Paul Smith, MA

Investor Information

21

Symbol	DEF:TSX.V (\$CDN)
Shares Issued	86,177,769
Options	4,045,000 Price Range: \$0.10 - \$0.60
Warrants	6,044,050 Price Range: \$0.05 & \$0.15
52 Week Hi-Low	\$0.19 - \$0.06
Market Cap	\$9M
Insider Ownership	40%



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