Extractive Sector Transparency Measures Act - Annual Report

Reporting Entity Name				Kaizen Discovery Inc.		
Reporting Year	**From**	2021-01-01	**To:**	2021-12-31	**Date submitted**	2022-05-25
Reporting Entity ESTMA Identification Number	E430261		⦿ Original Submission ◯ Amended Report			
Other Subsidiaries Included (optional field)			N/A			
Not Consolidated						
Not Substituted						
Attestation by Reporting Entity						

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.

Full Name of Director or Officer of Reporting Entity	**Lori Price**	**Date**	2022-05-25
Position Title	**Chief Financial Officer**		

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year		From:	2021-01-01	To:	2021-12-31				
Reporting Entity Name			Kaizen Discovery Inc.			**Currency of the Report**	CAD		
Reporting Entity ESTMA Identification Number			E430261						
Subsidiary Reporting Entities (if necessary)									

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]
Peru	Government of the Republic of Peru	Ministry of Energy and Mines			326,000					**326,000**	Payment of C$326,000 remitted in U.S. dollars ($40,000) and Peruvian Soles (853,000) has been converted to Canadian dollars using average exchange rates of 1.2535 and 0.3235, respectively.
Peru	Government of the Republic of Peru	National Water Authority			100					**100**	Payments remitted in Peruvian Soles and has been converted to Canadian dollars using an average exchange rate of 0.3235
Peru	Government of the Republic of Peru	Ministry of Culture			1,000					**1,000**	Payments remitted in Peruvian Soles and has been converted to Canadian dollars using an average exchange rate of 0.3235
Additional Notes:											

[1] Enter the proper name of the Payee receiving the money (i.e. the municipality of x, the province of y, national government of z).

[2] Optional field.

[3] When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

[4] Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the Additional notes row or the Notes column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year		**From:**	2021-01-01	**To:**	2021-12-31					
Reporting Entity Name			Kaizen Discovery Inc.			**Currency of the Report**	CAD			
Reporting Entity ESTMA Identification Number			E430261							
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]
Peru	Pinaya			327,100					**327,100**	**Note 1**

Additional Notes[3]:	Note 1: Payments incurred in foreign currencies have been converted to Canadian dollars using the following average exchange rates for the reporting year: U.S. dollar to Canadian dollar: 1.2535, Peruvian sol to Canadian dollar: 0.3235

[1] Enter the project that the payment is attributed to. Some payments may not be attributable to a specific project, and do not need to be disclosed in the "Payments by Project" table.

[2] When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

[3] Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the "Additional Notes" row or the "Notes" column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.