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CANDELARIA ANNOUNCES UPSIZE TO PRIVATE PLACEMENT FINANCING AND CLOSING OF FIRST TRANCHE

Vancouver, B.C., September 22, 2021, Candelaria Mining Corp. (TSX-V: CAND, OTC PINK: CDELFF) (the “Company”) is pleased to announce that, further to its press release of September 1, 2021, and due to investor demand, it has upsized its non-brokered private placement from gross proceeds of \$7,800,000 to up to \$9,300,000 through the issuance of up to 20,666,666 units of the Company (the “Units”) at a price of \$0.45 per Unit (the “Offering”). Each Unit will consist of one common share of the Company and one-half of a common share purchase warrant (the “Warrants”), with each full Warrant entitling the holder thereof to acquire one common share of the Company at a price \$0.65 for a period of 36 months following the closing of the Offering.

In addition, the Company is pleased to announce that it has closed the first tranche of the Offering through the issuance of 17,622,494 Units for gross proceeds of \$7,930,122. This first tranche includes the subscription of 13,333,333 Units by Agnico Eagle Mines Limited (“Agnico Eagle”) for gross proceeds of \$6,000,000. All securities issued in connection with the Offering will be subject to a hold period of four months plus a day from the date of issuance and the resale rules of applicable securities legislation.

Gross proceeds raised from the Offering will be used for permitting, exploration and development at the Caballo Blanco Project and general corporate purposes.

In connection with the Offering, the Company paid certain eligible persons (the “Finders”) a cash commission of \$1,404, equal to 6% of the gross proceeds of the Offering delivered by Finders.

Ramon Perez and Neil O’Brien, each a director of the Company, subscribed for 888,888 Units (\$400,000) and 50,000 Units (\$22,500), respectively, under the first tranche of the Offering (the “Insider Subscriptions”). The Insider Subscriptions constitute “related party transactions” within the meaning of Multilateral Instrument 61-101 – *Protection of Minority Securityholders in Special Transactions* (“MI 61-101”). The Company has relied on the exemptions from the formal valuation and minority shareholder approval requirements of MI 61-101 contained in Sections 5.5(a) and 5.7(1)(a), respectively, of MI 61-101 in respect of the Insider Subscriptions.

The balance of the Offering is scheduled to close on or about October 31, 2021, and is subject to certain conditions including, but not limited to, the receipt of all necessary regulatory and other approvals, including the approval of the TSX Venture Exchange.

The securities offered pursuant to the Offering have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the “U.S. Securities Act”) or any U.S. state securities laws, and may not be offered or sold in the United States or to, or for the account or benefit of, United States persons absent registration or any applicable exemption from the registration requirements of the U.S. Securities Act and applicable U.S. state securities laws. This news release shall not constitute an offer to sell or the solicitation of an offer to buy securities in the United States, nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful.

ON BEHALF OF THE BOARD

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Cautionary Note Regarding Forward-looking Statements: *This press release contains certain “forward-looking statements” and “forward-looking information” under applicable Canadian securities laws. Forward-looking statements and forward-looking information include, but are not limited to, statements with respect to the terms, the use of proceeds and the timing of closing of the Offering. Forward-looking statements are based on the opinions and estimates as at the date the statements are made, and are based on a number of assumptions and subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. Many of these assumptions are based on factors and events that are not within the control of the Company and there is no assurance they will prove to be correct. Factors that could cause actual results to vary materially from results anticipated by such forward-looking statements include changes in market conditions or metals prices, unanticipated developments on the Company’s properties, and other risks described in the Company’s public disclosure documents available under the Company’s profile at www.sedar.com.*

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.