

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

IN THE MATTER OF THE *COMPANIES' CREDITORS
ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR
ARRANGEMENT OF JAGUAR MINING INC.

Applicant

**AFFIDAVIT OF EDWARD REESER
(sworn April 5, 2014)**

I, Edward Reeser, of the City of Toronto, **MAKE OATH AND SAY:**

1. I am a member of the Board of Directors of Jaguar Mining Inc. ("**Jaguar**" or the "**Applicant**"). I was appointed to the Board of Directors in June of 2013. I am also a member of the Special Committee of the Board of Directors of Jaguar, established in October of 2013 to consider and advise the Board of Directors on matters of strategic importance relating to Jaguar's financial difficulties (the "**Special Committee**"). As such, I have personal knowledge of the matters to which I hereinafter depose, except where otherwise stated. In preparing this affidavit I have also consulted, where necessary, with members of Jaguar's management team and advisors to Jaguar and its subsidiaries (collectively, the "**Jaguar Group**"). Where I have relied upon other sources of information, I have stated the source of that information and believe such information to be true.

2. I swear this affidavit to provide information to the Court in connection with a motion by Jaguar for an Order pursuant to the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-

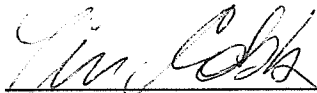
36, as amended, (the "CCAA") to, among other things, extend the Stay Period (as such term is defined in the Initial Order of this Court dated December 23, 2013, as amended) to April 11, 2014. This affidavit supplements my affidavit sworn April 4, 2014.

Updated Cash Flow Statement

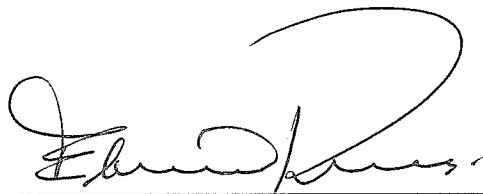
3. The Applicant has prepared an updated cash flow forecast (the "**Updated Cash Flow Statement**"), which covers the requested extension of the Stay Period. A copy of the Updated Cash Flow Statement is attached hereto as Exhibit "A".

4. The Updated Cash Flow Statement shows that the Applicant has sufficient resources to meet its post-filing obligations during the proposed extension of the Stay Period, though this liquidity is largely dependent upon the repayment of intercompany loans from the Applicant's subsidiaries.

SWORN BEFORE ME at the City of Toronto, in the Province of Ontario, on April 5, 2014.



Commissioner for Taking Affidavits



Edward Reeser

Jaguar Mining Inc.
 Weekly Cash Flow Forecast
 CAD \$'000

	Week 1	Week 2	Week 3	Week 4	Total
	4-Apr	11-Apr	18-Apr	25-Apr	Total
Week Ending					
Cash Inflow					
Other	-	500	300	200	1,000
Total Cash Inflow	-	500	300	200	1,000
Cash Outflow					
Payroll & Benefits	-	(55)	-	(75)	(130)
Board & Committee Fees	-	(41)	-	-	(41)
Rent, Communications & Utilities	(10)	-	-	-	(10)
Interest Fees	-	-	-	(271)	(271)
Legal & Professional Fees	(100)	-	(20)	-	(120)
Other	(33)	(86)	(3)	-	(122)
Total Cash Outflow	(143)	(182)	(23)	(346)	(694)
Restructuring Costs					
Legal & Professional Fees	(11)	(365)	(255)	(255)	(886)
Total Restructuring Fees	(11)	(365)	(255)	(255)	(886)
Net Cash Flow	(154)	(47)	22	(402)	(581)
Opening Cash Balance	1,017	863	817	838	1,017
Net Cash Flow	(154)	(47)	22	(402)	(581)
Ending Cash Balance	863	817	838	437	437

A

EDWARD REESER
 5th
 April, 2014

[Signature]

A COMMISSIONED BY OR JAGUAR MINING INC.

- 1 The purpose of this Cash Flow Forecast is to determine the liquidity requirements for Jaguar Mining Inc. during the CCAA Proceedings.
- 2 Receipts have been forecast based on expected proceeds.
- 3 Disbursements are forecast based on historical analysis and estimates from service providers.
- 4 Estimated Restructuring costs are based on projected costs associated with legal and professional fees relating to the CCAA Proceedings.
- 5 This Cash Flow Forecast includes forecast payments for Financial Advisor monthly work fees to the extent applicable. This Cash Flow Forecast does not include forecast payments in respect of any success fees as they will be paid on Implementation Date out of the new funds.

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(Applicant)

Court File No: CV-13-10383-00CL

**ONTARIO
SUPERIOR COURT OF JUSTICE**

Proceeding commenced at Toronto

**AFFIDAVIT OF EDWARD REESER
(Sworn April 5, 2014)**

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