



On the Fast Track to Silver Production at La Preciosa

January 2012



Capital Structure January 19, 2012

Primary Listing:	TSX Venture Exchange
Trading Symbol:	OK
US OTC Pink Sheets:	OKOFF
Frankfurt Exchange:	OG3.F

Share Structure

Issued:		129,621,479
Options: (average \$0.55)		12,497,500
Fully diluted:		142,118,979
Working Capital	CDN	\$13,400,000
52 Week Low/High	CDN	\$1.25 to \$3.25
Current Price:	CDN	\$1.65

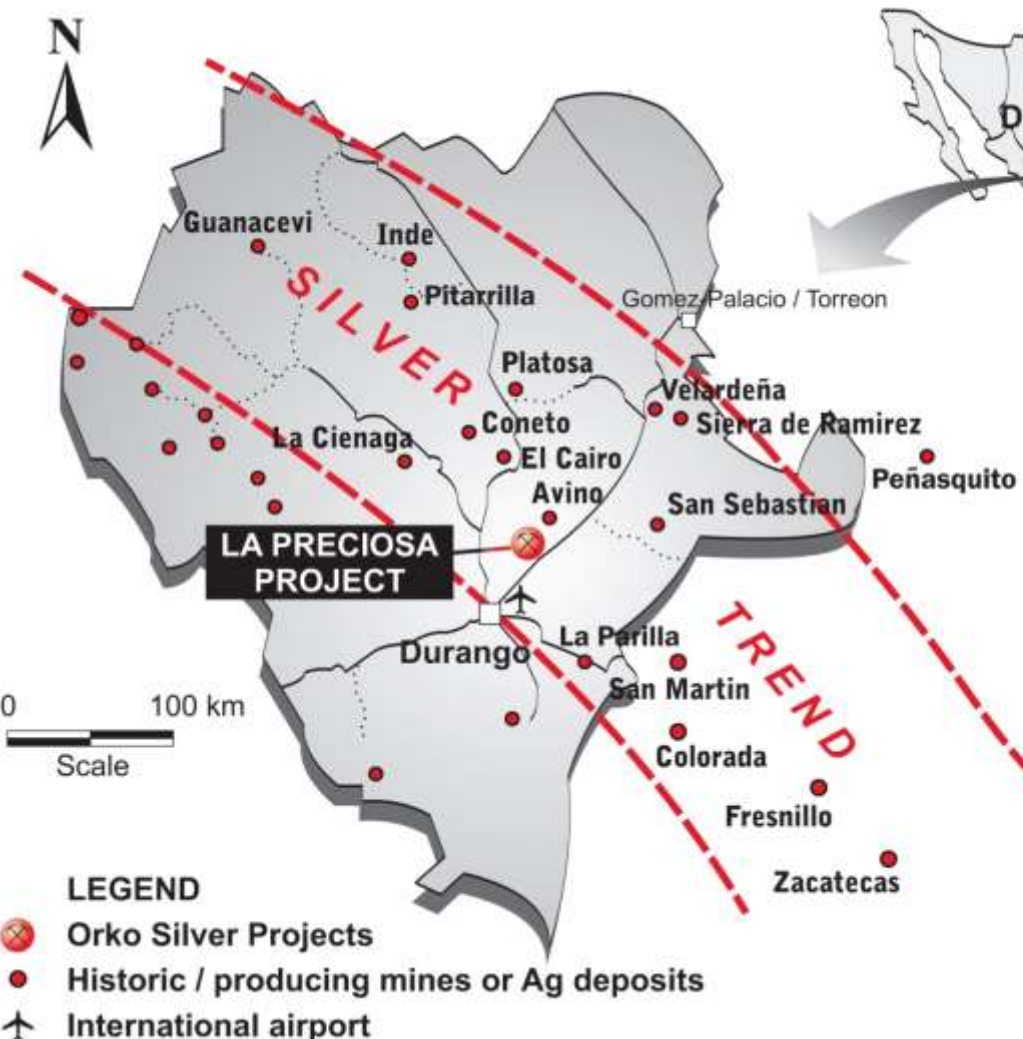
Share Ownership (Fully diluted)

Institutional	~ 35% - 40%
Management	~ 15%
Goldcorp, Inc. (NYSE: GG)	~ 3%
Pan American (NASDAQ: PAAS)	~ 3%

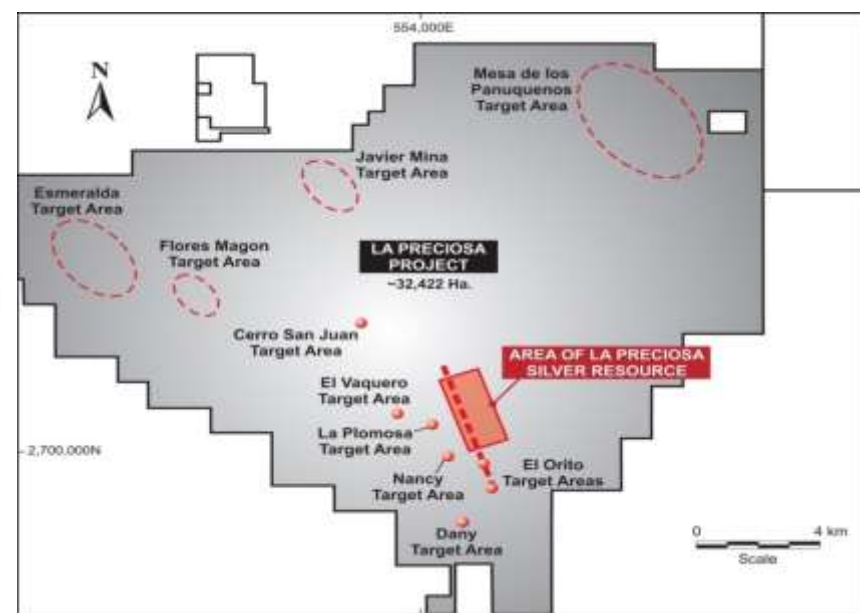


Company Highlights

- **La Preciosa, one of the world's largest primary silver deposits is located in Durango, Mexico, the world's largest silver producer – 128.6 million oz in 2010.**
- **Our 43-101 compliant Resource Estimate is now **175 Million Silver Equivalent Ounces** (70% Indicated, 30% Inferred)**
- **On April 14th 2009 Orko Silver signed a Joint Venture Agreement with Pan American Silver (NASDAQ: PAAS) to bring the La Preciosa deposit into production. Pan American is the world's 2nd largest primary silver producer; 7 mines in production, PAAS is well financed**
- **Orko is fully financed.**
- **Aug 10th, 2011 Orko and Pan American release a new Resource Estimate (fully diluted resources) and a Preliminary Economic Assessment (PEA)**
- **Positive PEA demonstrates a long robust mine life.**



- 45 minutes from the city of Durango
- 45 minutes from International Airport
- Access by paved highway
- 8 km to national power grid
- 8 km to rail lines
- 2 hours by road/rail to smelter



Located in the heart of Mexico's prolific Sierra Madre Mining Belt, which hosts large silver deposits such as Fresnillo & Pitarrilla

On Aug 10th, 2011 Orko and Pan American released a Preliminary Economic Assessment (PEA)

- ❖ *Demonstrates the potential for a 12 year mine*
- ❖ *Annual production of 6.8 million oz Ag and 12,000oz Au (7.2Moz AgEq)*
- ❖ *Capital costs of \$270 million (PAA burden)*
- ❖ *Mine 5,000 tonnes /day, conventional mill - Ag dore poured onsite*
- ❖ *Cash cost of \$11.84/oz Ag**
- ❖ *Cost per tonne - \$45.81/tonne*

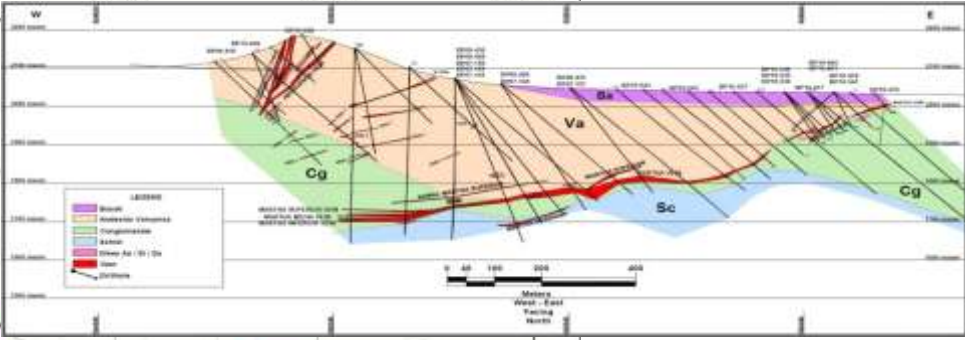
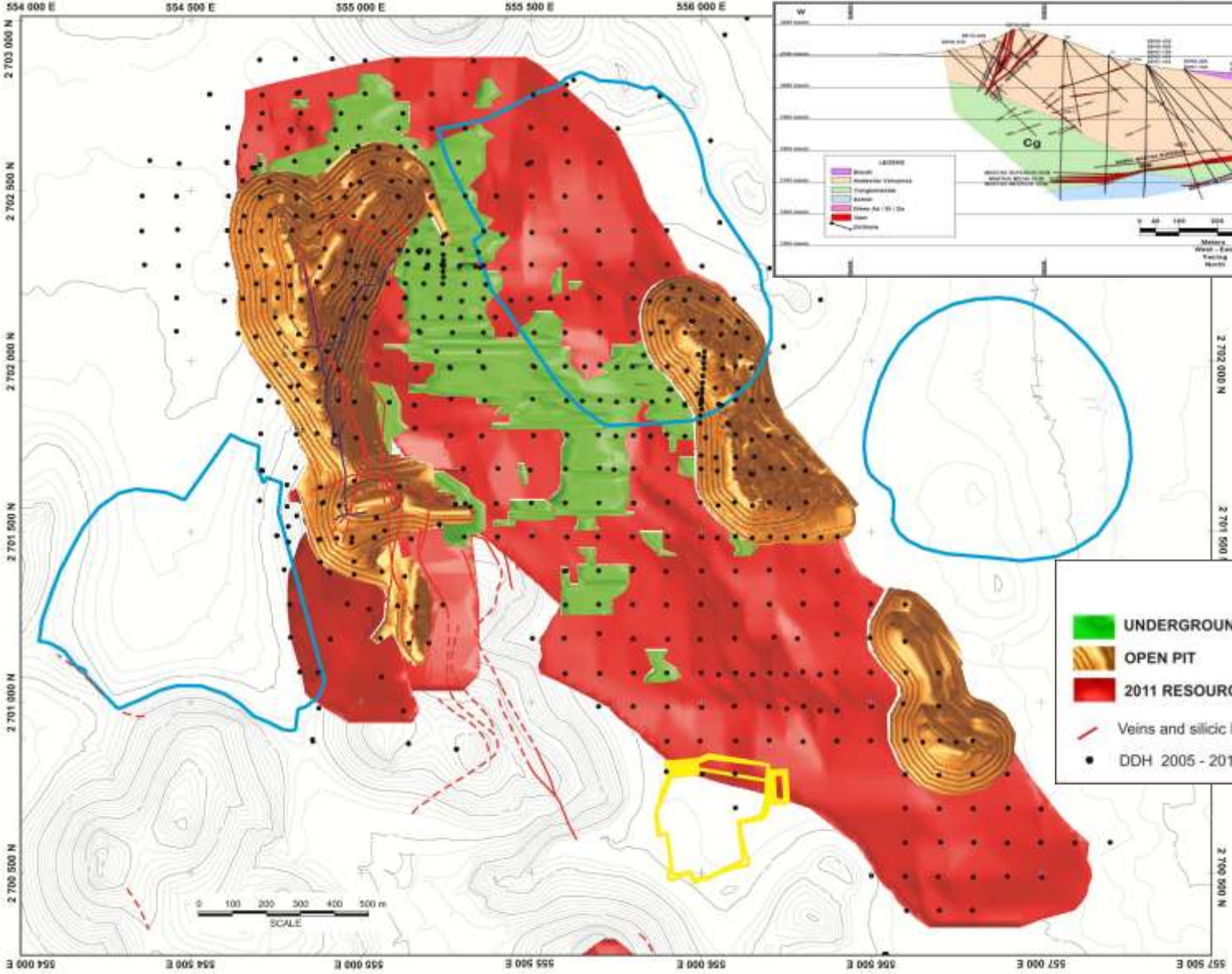
	Base Case	Current Pricing
Silver Price (US\$/oz)	\$25	\$38
Gold Price (US\$/oz)	\$1250	\$1600
Undiscounted present value	\$497 million	\$1,309 billion
Net Present Value (5% discount)	\$315 million	\$922 million
Internal Rate of Return (IRR)	24.3%	52.7%
Payback	3.3 years	1.9 years

Note * - 2010 global cost/ounce of silver production (actual) = **\$7.45/oz** (BMO Capital Markets) 5
 - 2011 global cost/ounce of silver production (estimated) = **\$10.45/oz** (BMO Capital Markets)

La Preciosa Deposit – Mine Plan



Vertical Cross Section 2701980N

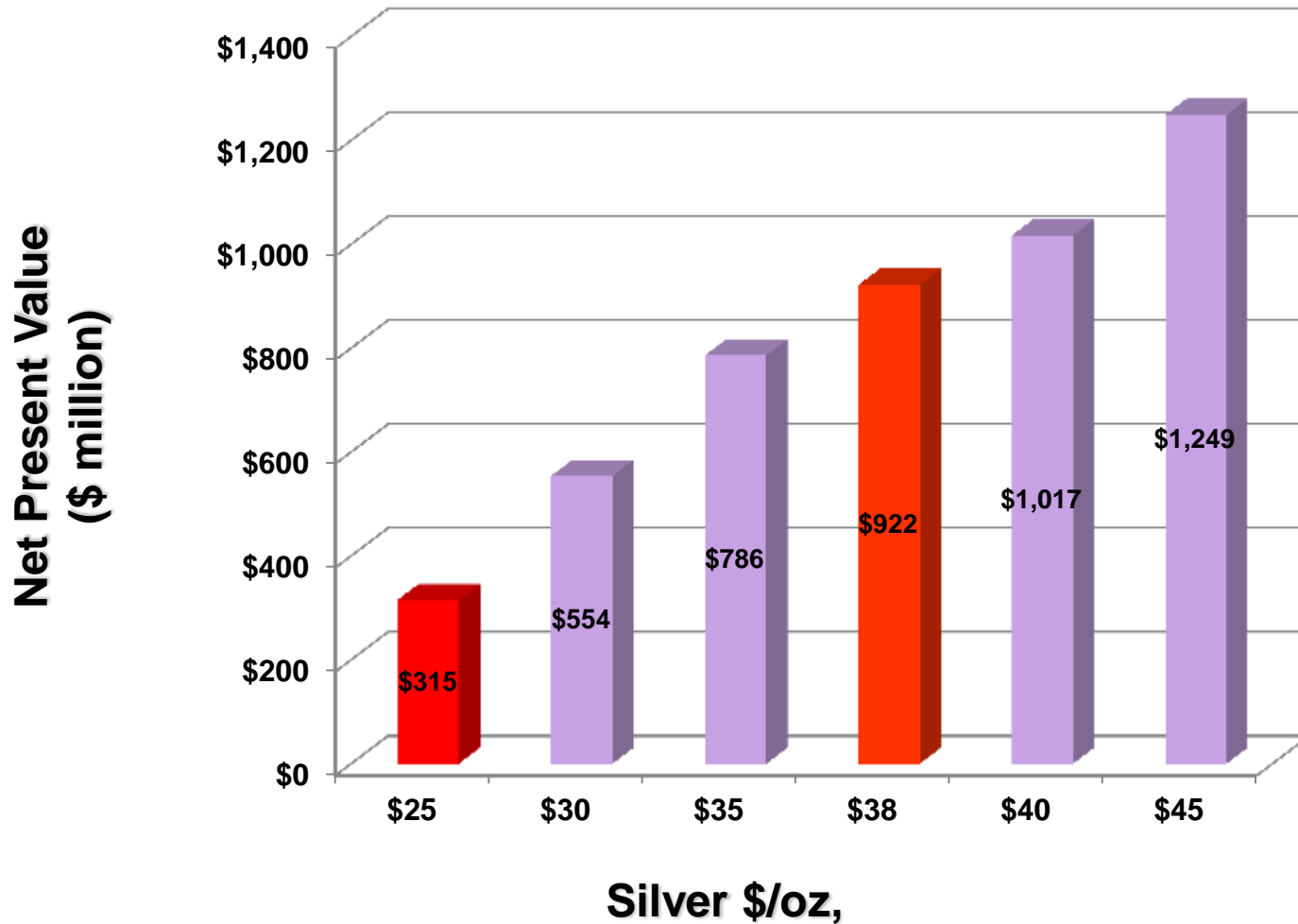


LEGEND

- UNDERGROUND PANELS
- OPEN PIT
- 2011 RESOURCE
- Veins and silicic breccia zones
- DDH 2005 - 2010
- Waste Dumps
- Plant
- Adit, old underground mining "Level 2065", widened in early 1980's, mostly drifts



Net Present Value (NPV @ 5%) vs Metal Prices





World's Leading Primary Silver Mines

(2010 production in millions of ounces)

Rank	Mine/Country	Operating Company	Production
1.	Cannington, Australia	BHP Billiton	38.60
2.	Fresnillo, Mexico	Industrias Peñoles SA de CV	33.76
3.	Gümüşköy, Turkey	Eti Gümüş A.Ş.	11.46
4.	Dukat, Russia	JSC Polymetal	11.10
5.	Pallancata, Peru	Hochschild Mining / International Minerals	10.14
6.	Uchucchacua, Peru	Compañía de Minas Buenaventura	9.27
7.	Arcata, Peru	Hochschild Mining	8.10
8.	Greens Creek, U.S.	Hecla Mining	7.21
9.	Imiter, Morocco	Société Métallurgique d'Imiter	7.20
	<i>La Preciosa, Mexico</i>	<i>Pan American/ Orko Silver</i>	<i>7.20</i>
10.	San Bartolomé, Bolivia	Coeur d'Alene Mines	6.71
11.	Alamo Dorado, Mexico	Pan American Silver Corp.	6.68
12.	Pirquitas, Argentina	Silver Standard	6.30
13.	Palmarejo, Mexico	Coeur d'Alene Mines	5.89
14.	San José, Argentina	Hochschild Mining / Minera Andes	5.32
15.	Ying, China	Silvercorp	4.32
	<i>La Preciosa, Mexico</i>	<i>Pan American interest only</i>	<i>4.00</i>
16.	Manantial Espejo, Argentina	Pan American Silver Corp	4.00
17.	La Colorada, Mexico	Pan American Silver Corp	3.70
	<i>La Preciosa, Mexico</i>	<i>Orko Silver interest only</i>	<i>3.20</i>
18.	Huaron, Peru	Pan American Silver Corp	3.00



Significance of La Preciosa to PAA

Company	Issued & Outstanding	Share price	Market Capitalization	Silver Reserves & Resources*	Silver production (2010)	Future Silver production * (e2011 oz)
Pan American	107,791,000	\$24.75	\$2,667,827,250	1,190,793,000	24,285,440	22,500,000
Orko Silver (La Preciosa)*	129,621,479	\$2.09	\$270,908,891	159,000,000	n/a	6,800,000
OK - PAA		8%	10%	12%		24%

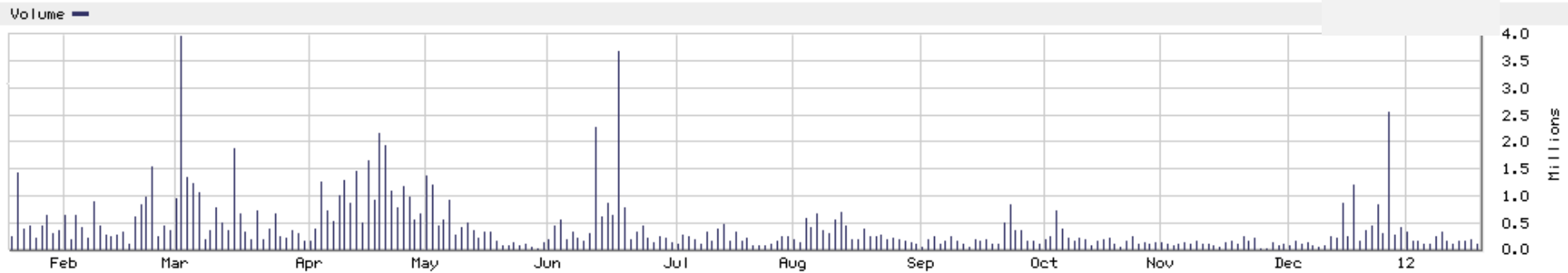
* - Columns are assuming silver only (not silver equivalent - AgEq) for La Preciosa



Upside for Orko

- Pan American has spent more than US\$16 million on exploration and development to complete a feasibility study
- PAAS must contribute 100% of the funds necessary to develop and construct an operating mine, in consideration for a 55% interest in the joint venture
- Orko will be fully carried and will end up owning **45%** of a producing mine
- PAAS is fast tracking La Preciosa to **production** for **early 2014**
- AMEC and Orko have determined that the PEA is an ultra-conservative document, with upside expected in:
 - *Resource estimate (lower cut-off grades)*
 - *Mining methods*
 - *Reduced dilution of many of the veins*
 - *Grade*
 - *Financial analysis-*
 - *5% management fee included will disappear if 100% PAAS ownership (~\$0.80 per oz Ag)*
 - *~\$30 million in sustaining capital to be moved to capital costs (100 % PAAS burden)*
 - *Net result will be lower costs per tonne, longer mine life*

Orko Silver Corp. Share Price Chart – January 19, 2012





Why Orko Silver?

- **La Preciosa is one of the world's largest primary silver deposits**
- **La Preciosa's superb location offers an infrastructure advantage**
- **Pan American is advancing La Preciosa to production, early 2014**
- **Pan American has spent about \$20 million "*de-risking*" La Preciosa**
- **Excellent potential to expand the silver resources**
- **Orko has a fully carried interest into production**
- **Better leverage in Orko shares than Pan American shares; the current share price doesn't factor in any potential takeover premium**
- **Significant upside in lower costs and higher productivity when engineering studies are concluded and incorporated into the Feasibility Study**
- **Orko is fully financed**
- **Share price doesn't factor in an increase in the price of silver, PAAS could forward sell at today's Ag price**
- **Orko's economic share of production is closer to 57% to reflect \$0 capital cost (GMP)**
- **Share price doesn't factor in increased confidence generated from a full Feasibility Study (Q2 - 2012)**



Forward-Looking Statements

This presentation of Orko Silver Corp. (the "Company") contains "forward-looking information" within the meaning of the United States "Private Securities Litigation Reform Act of 1995" and applicable Canadian securities legislation. Statements containing forward-looking information express, as at the date of this presentation, the Company's plans, estimates, forecasts, projections, expectations, or beliefs as to future events or results and the Company does not intend, and does not assume any obligation to, update such statements containing the forward-looking information. Generally, forward-looking information can be identified by the use of forward-looking terminology such as "plans," "projects" or "projected," "expects" or "does not expect," "is expected," "estimates," "forecasts," "scheduled," "intends," "anticipates" or "does not anticipate," or "believes," or variations of such words and phrases, or statements that certain actions, events or results "may," "can," "could," "would," "might" or "will be taken," "occur" or "be achieved." Statements containing forward-looking information include, but are not limited to, statements with respect to the anticipated economic returns of any of the Company's projects, the expected results from exploration activities, the economic viability of the development of newly discovered ore bodies, the accuracy of mineral resource estimates, future production levels, the requirements for additional capital, the results of drilling, and Orko Silver's commitment to, and plans for developing, newly discovered and existing mineralized structures.

Statements containing forward-looking information involve known and unknown risks, uncertainties, and other factors that may cause the actual results, level of activity, performance, or achievements of Orko Silver and its operations to be materially different from those expressed or implied by such statements. Such factors include, among others, the actual results of current exploration activities, future prices of silver and gold, unpredictable risks and hazards relating to the development of La Preciosa, and the speculative nature of exploration and development. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements, there may be other factors that cause results to be materially different from those anticipated, described, estimated, assessed, or intended. There can be no assurance that any statements containing forward-looking information will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements. Accordingly, undue reliance should not be placed on statements containing forward-looking information.

This presentation has been prepared by the Company and has not been reviewed or approved by Pan American Silver. George Cavey, P.Geo., is the Qualified Person responsible for the preparation of the scientific and technical information related to the Company's operations that is included in this presentation.



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