GRANADA GOLD MINE

Next **Gold Producer** in Québec's **Abitibi Region**

Large, high-grade gold deposit located on the prolific Cadillac Trend, just south of Rouyn-Noranda

Suitable for both open-pit and underground mining

Excellent potential to expand the quartz-vein deposit, as the east-west strike zone is still 80% unexplored

HISTORY

- **1930-1935** Mining at Granada produced over 51,000 oz Au from underground ore with a grade averaging 9.7 g/t Au and 1.5 g/t Ag
- **2009-2012** Extensive drilling identified substantial gold near surface and underground. Metallurgical work confirmed recoveries in the range of 94%
- **2012** PEA confirmed production potential of 100,000 oz/yr Au from open pit and underground[1]
- **2014** PFS outlined plan for selective mining of high-grade open pits averaging 4.24 g/t Au to ship for contract processing at a local mill, producing 25,000 oz/yr Au[2]
- **2016** Permits received to allow open-pit mining based on 2014 PFS mine plan
- **2017** Company shifts its strategy towards having its own mill potentially producing 100,000 oz/yr Au, and announces a major upgrade in resource estimates due to positive 2016-2017 drilling results[3]

PLANS

- Proceed with Feasibility Study for an open-pit and underground gold mine **producing 100,000 oz/yr Au**
- Conduct additional deep-hole drilling north of extensively drilled open-pit area to **expand the size of the resource**
- Drill targets to include the Genesis Target – **Potential "heat engine" for gold mineralization** on the property
- NI 43-101 Technical Report[3] recommends a drill program potentially targeting an **additional 10-15 million tonnes at 4 to 6 g/t Au** in complement of the existing mineral resources
- This drill program is intended to build on the large underground resource already identified in the Technical Report – **an underground inferred resource of 10,386,500 tonnes** grading 4.56 g/t Au at a cut-off grade of 1.5 g/t Au (1.5 million oz Au) along 600 m of strike east of Genesis Target

MAY 2017 MINERAL RESOURCE ESTIMATE

Category	Tonnage	Au g/t	Au oz
Measured in-pit constrained	17,068,500	1.14	625,000
Indicated in-pit constrained	4,507,000	1.26	182,700
Total M+I	**21,575,500**	**1.16**	**807,700**
Inferred Underground	**10,386,500**	**4.56**	**1,523,800**

- Based on diamond drilling 122,000 metres and 934 drill holes
- Measured & Indicated open-pit constrained at 0.39 g/t Au cut-off ($21.30 per tonne).
- Inferred underground north of open-pit at 1.5 g/t Au cut-off ($81.99 per tonne).
- Resource estimate by GoldMinds Geoservices Inc.
- Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability

(1) NI 43-101 Technical Report Preliminary Economic Assessment (PEA) Granada Gold Project Rouyn-Noranda, Québec, published February 4, 2013, effective date December 21, 2012. Claude Duplessis, Eng., Gilbert Rousseau, Eng., Gaston Gagnon, Eng., and Jonathan Gagné, Eng., are the independent Qualified Persons in accordance with National Instrument 43-101.

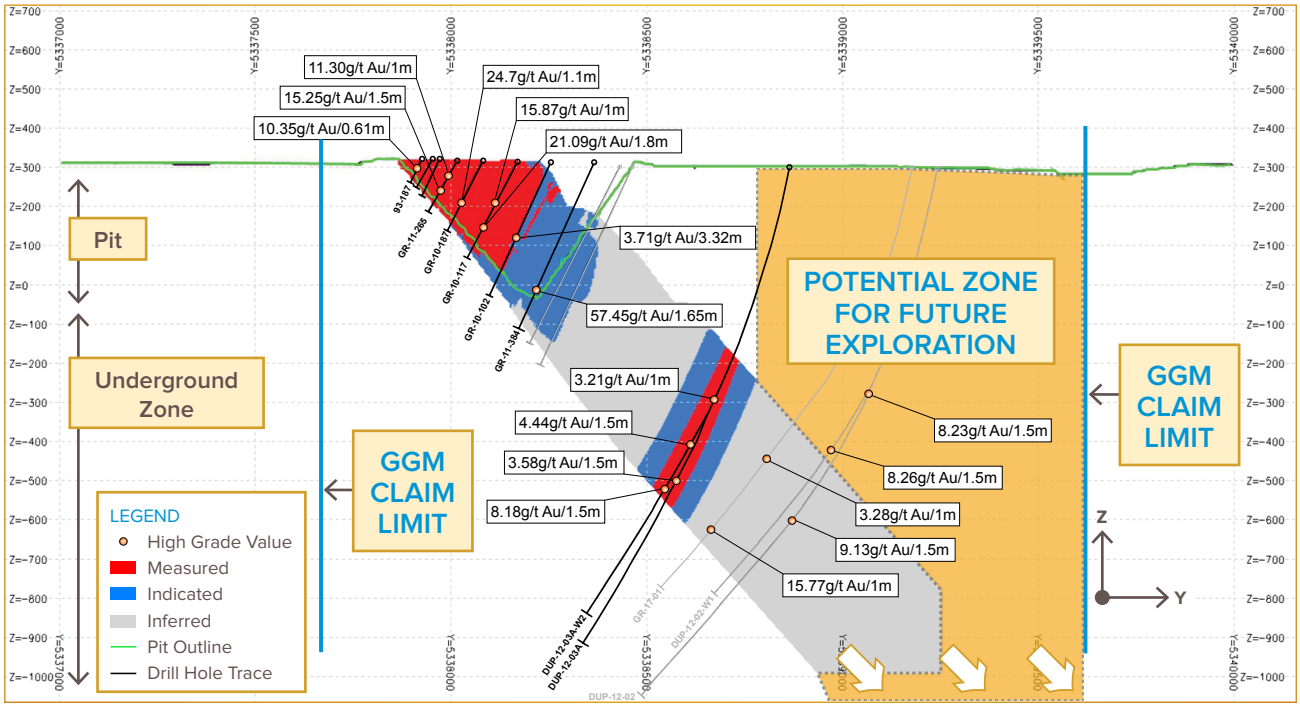
(2) The "Rolling Start" is an initial phase of reduced-scale production to quantify grades and create cash flow to further expand the resource on route to larger-scale production. Source: NI 43-101 Technical Report Prefeasibility Study (PFS) Phase I – Open Pit Granada Gold Project Rouyn-Noranda, Québec, published June 19, 2014, effective date May 6, 2014. Claude Duplessis, Eng. Gilbert Rousseau, Eng. Jonathan Gagné, Eng. Martin Stapinsky, P.Geo.,M.Sc.,Ph.D, are the independent Qualified Persons in accordance with National Instrument 43-101.

(3) Source: NI 43-101 Technical Report Mineral Resource Estimation Update 2017 Granada Gold Mine Inc., Rouyn-Noranda, Québec, Canada, prepared by Goldminds Geoservices Inc., published June 30, 2017, effective date May 16, 2017. Claude Duplessis, Eng. is the independent Qualified Person in accordance with National Instrument 43-101.

GRANADA CROSS-SECTION: BLOCK RESOURCE BY CLASSIFICATION

» Showing High-Grade Intercepts and Prospective Zone for Future Exploration

» Looking West – Cross-Section Shows Quarz-Vein System Trending Down Towards the North



TECHNICAL LEADERSHIP

Frank J. Basa, P.Eng, President and CEO

30 years of experience in mine development, milling and hydro-metallurgical engineering specializing in precious metals

Claude Duplessis, Eng, Project Geological Engineer, GoldMinds Geoservices Inc.

25 years of global experience in mine planning and geological exploration

CONTACT INFORMATION

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GRANADA GLOBAL CLASSIFIED BLOCK MODEL [3]

Granada In Situ Comparative, 2017 vs 2012 (0.40 g/t Au cut-off)

» The 233% increase in the Inferred category is attributed to new information obtained from Granada Gold drilling in 2016 and 2017.

	2017			2012		
Category	Tonnage	Au g/t	Au oz	Tonnage	Au g/t	Au oz
Measured	22,585,000	1.09	791,500	28,735,000	1.02	946,000
Indicated	20,019,000	1.15	742,600	18,740,000	1.09	659,000
Total M+I	42,605,000	1.12	1,534,000	47,475,000	1.05	1,605,000
Inferred	81,691,000	1.31	3,436,400	29,975,000	1.07	1,033,000

Note: Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability

The contents of this document have been reviewed and approved by Claude Duplessis, Eng., an independent qualified person in accordance with National Instrument 43-101.