

DEER HORN PROPERTY: PROJECTED 9-YEAR MINE LIFE FOR HIGH-GRADE GOLD, SILVER, TELLURIUM*

OVERVIEW >

Deer Horn Capital is advancing three primary targets on its large Deer Horn Property in west-central British Columbia: silver-gold-tellurium, copper porphyry and tungsten. Following completion of a successful Preliminary Economic Assessment, the Company is presently exploring options to begin the next round of work on the property. Management is also seeking other high-grade tellurium projects in North America, recently signing a Letter of Intent on the Colorado Klondike high-grade tellurium property in south-central Colorado, USA.

THE DEER HORN POLYMETALLIC PROPERTY:

- Metals:** Au, Ag, Te, Cu, W + Pb, Zn, Mo
- Location:** North-Central BC, 36 km south of the active Huckleberry Cu mine.
- Area:** 5,133 ha (51.33 km²) exploration landbase.
- Status:** NI 43-101 Resource; PEA completed* for potential small mine production under the Mines Act of BC.
- Ownership:** 50% with option to earn up to 75%.



Updated Positive PEA for Silver-Gold-Tellurium Mining*

Deer Horn recently reported positive results and a robust economic return from an independent Preliminary Economic Assessment ("PEA") at its Deer Horn property. The PEA indicates **a 9-year open-pit mine life with average grades of 3.73 g/t gold, 117.1 g/t silver and 118 ppm tellurium with a 1.6-year payback**. The full PEA is available for viewing www.deerhorncapital.ca and on SEDAR.

Surface Expression of Au-Ag-Te System Spans at Least 2.4km

Diamond drilling and underground exploration at Deer Horn has defined high-grade Ag-Au-Te veins over a strike length of approximately 850 m and traced the system for approximately 2.4 km.

Copper Porphyry and Tungsten Potential

Prospecting in 2012 identified new showings indicative of a buried copper porphyry system. Samples collected from this zone produced results as high as 4240 ppm Cu and 6.6 g/t Ag.

Historical Tungsten Zone

A separate tungsten zone is situated 800 - 1,000 feet west of the Main Au-Ag-Te vein. Trenching and limited drilling results confirmed important concentrations of tungsten and elevated levels over an E-W distance of at least 550 m.

WHAT'S NEXT?

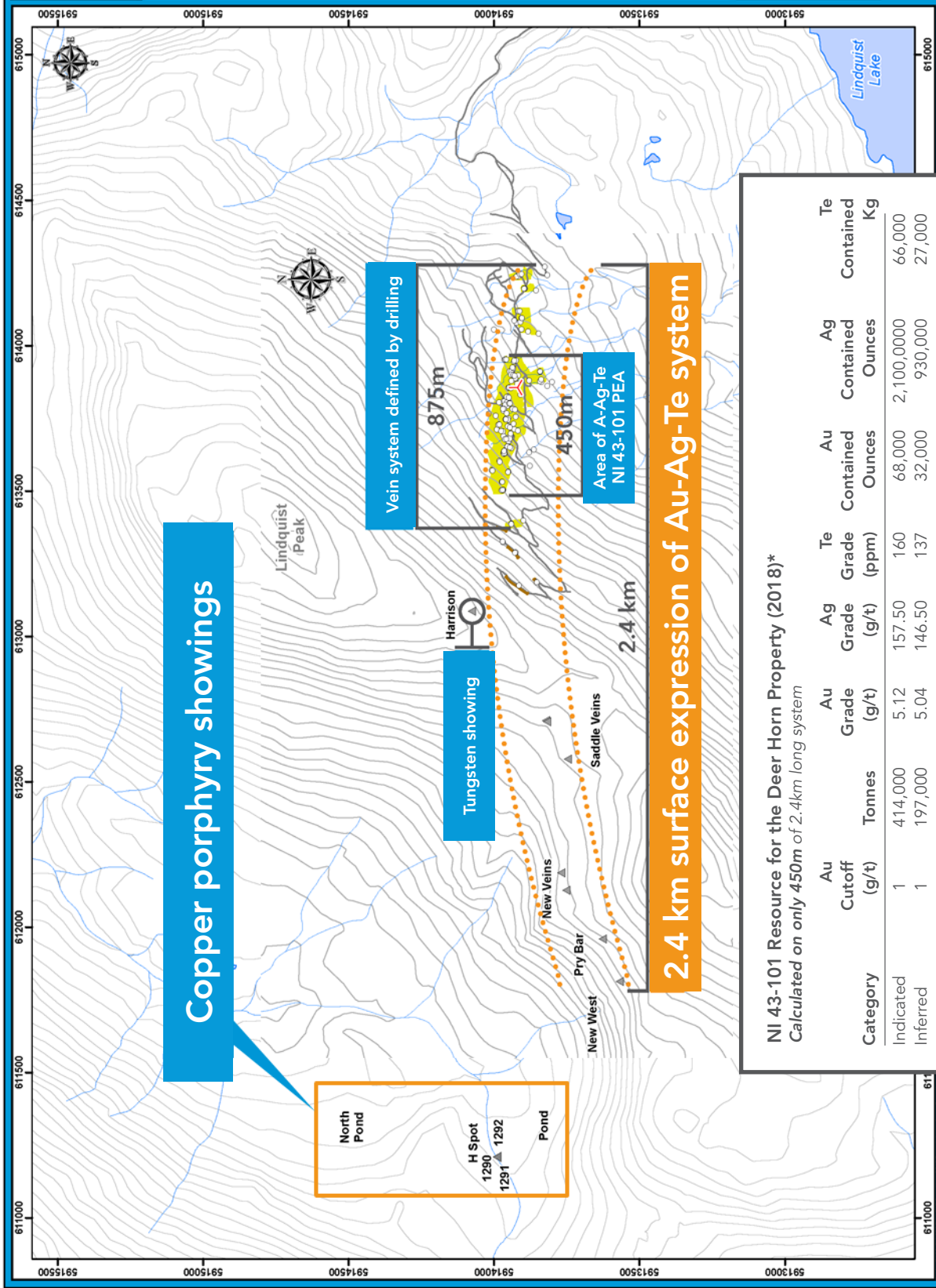
- > In-fill and step-out drilling to expand Au-Ag-Te resource and mine development
- > Investigate options for a Preliminary Feasibility Study
- > Explore potential copper porphyry and historical tungsten targets

* The Preliminary Economic Assessment is preliminary in nature and includes Inferred material considered too speculative geologically to have the economic considerations that would enable it to be categorized as mineral reserves. There is no certainty that the Preliminary Economic Assessment will be realized.

CRITICAL METALS FOR TECHNOLOGY,
INVESTMENT AND A LOW-CARBON
ECONOMY



PRINCIPAL MINERAL TARGETS OF THE DEER HORN PROPERTY



NI 43-101 Resource for the Deer Horn Property (2018)*
Calculated on only 450m of 2.4km long system

Category	Au		Ag		Te		Au		Ag		Te	
	Cutoff (g/t)	Tonnes	Grade (g/t)	Grade (g/t)	Grade (ppm)	Grade (ppm)	Contained Ounces	Contained Ounces	Contained Ounces	Contained Ounces	Contained Kg	Contained Kg
Indicated	1	414,000	5.12	157.50	160	160	68,000	2,100,000	930,000	66,000	66,000	27,000
Inferred	1	197,000	5.04	146.50	137	137	32,000	930,000	930,000	27,000	27,000	27,000

* Please see resource calculation notes at right.

Notes for Resource Estimate

- 1) This Mineral Resource Estimate was prepared by Gary Giroux, P.Eng. in accordance with NI 43-101, with an effective date of May 5, 2018.
- 2) Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. The estimate of Mineral Resources may be materially affected by environmental, permitting, legal or other relevant issues. The Mineral Resources have been classified according to the CIM Definition Standards for Mineral Resources and Mineral Reserves in effect as of the date of this news release.
- 3) Metal assays were capped where appropriate.
- 4) The Tellurium, Copper, Lead and Zinc resource was estimated with about 1/2 the data used to estimate Au and Ag. The reader should be aware that the confidence in the Te, Cu, Pb and Zn estimates are lower than the confidence on Au and Ag.
- 5) A 1.0 g/t Au cut-off is chosen as a possible open pit mining cut-off for this deposit. This cut-off grade includes the following considerations:
 Gold Price of US\$1,300/oz., Silver Price of US\$17/oz., Tellurium price of US\$100/kg, exchange rate of 0.8 US\$/CDN\$, process costs of \$29 per tonne milled, process recovery of 90% and mining costs of \$4/tonne mined.