



Beaufor Mine Exploration Program

May 2020

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BEAUFOR MINE

Re-start Underground Operations within 12-18 Months

Ownership: 100% Monarch Gold
Location: 20 km northeast of Val-d'Or
Operation: 1933-1951 & 1993-2018
Ore processing: 100% owned Camflo mill (50 km)
Status: Care & Maintenance (06/2019)
Mineral reserves: ~1 year

Current steps

- Concluded \$5 million financing with La Caisse de dépôt et placement du Québec (CDPQ) to fund exploration program with the goal of restarting the mine
- 42,500-metre drilling program that will focus on high-grade zones and expanding resource blocks
- No permits required to re-start
- Timeline to production <18 months



BEAUFOR MINE

CDPQ Invests \$5 million in Monarch Gold (May 7, 2020)

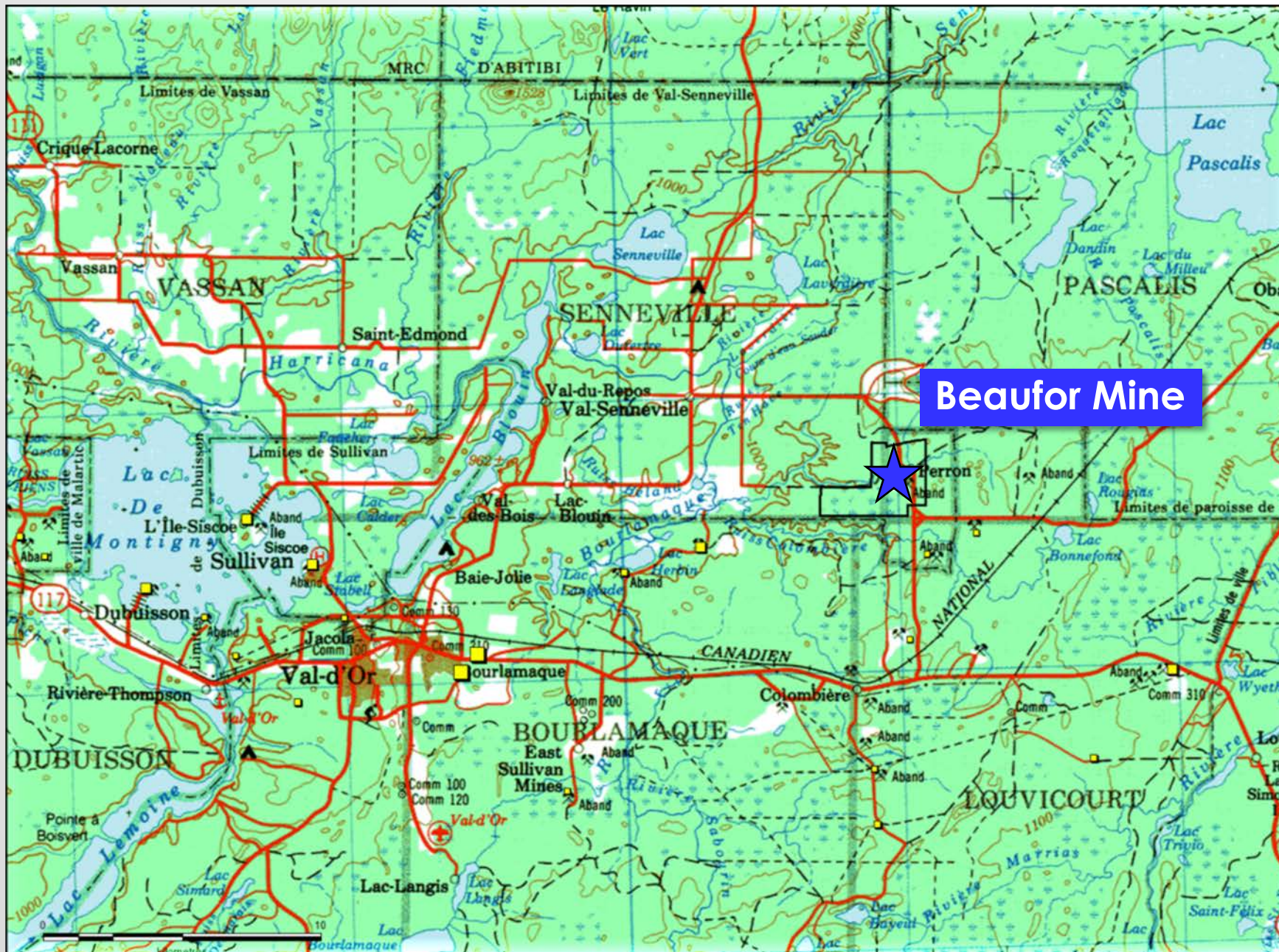
Non-dilutive financing of \$5 million in exchange of a 3% NSR royalty on gold production at the Beaufor Mine.

- 1st tranche of \$3 million at closing; and
- 2nd tranche of \$2 million once Monarch has completed a total of 15,000 metres of drilling on the Beaufor property or within 60 days of the mine going into production.

Monarch will also have the option of redeeming a maximum of 2% NSR in accordance with the following terms:

- 1% once Monarch has repaid the capital invested CDPQ; and, thereafter,
- 1% in consideration of \$2.5 million, payable within five years following the closing of the transaction.

Monarch and CDPQ have also agreed to retain the services of GoldSpot Discoveries, a technology company that applies expert geoscience and advanced artificial intelligence algorithms to increase the efficiency and success rate of mineral exploration.



- Operational mine, permitted
- 20 km NE of Val-d'Or, Quebec
- Drive in – Drive out project.
- Access to skilled manpower, mining suppliers.
- Available infrastructure includes road, railway, hydro-electric power.
- Surface buildings, mining equipment, shaft, underground infrastructure.
- Nearby mills belonging to Monarch Gold.

GEOLOGICAL SUMMARY

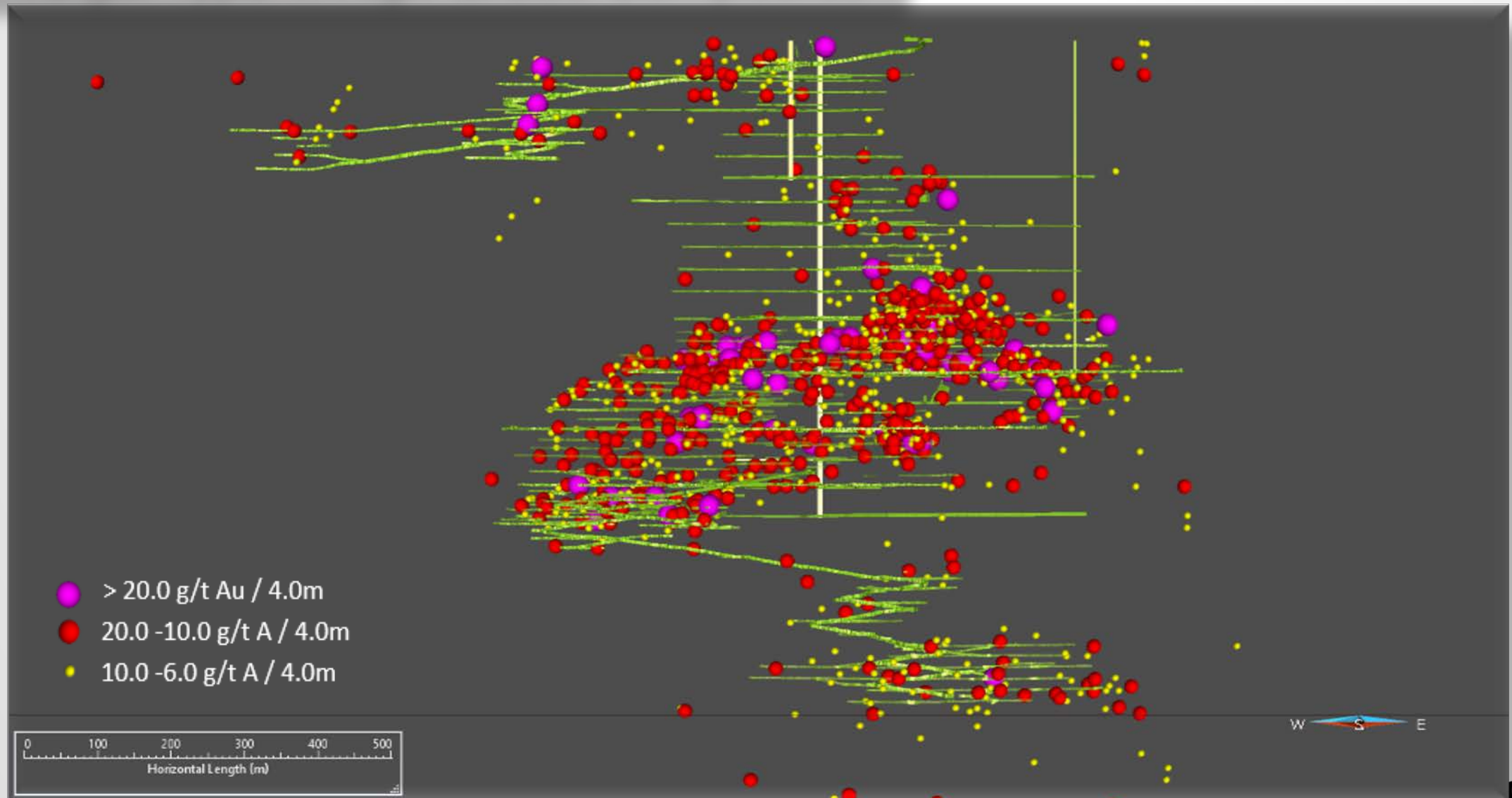
- Located 20 km northeast of the city of Val-d'Or, Quebec.
- Bourlamaque Pluton (synvolcanic) at the eastern contact with the Dubuisson Formation.
- Granodiorite cut by fine-grained dioritic dykes.
- Gold mineralization occurs in QZ-TL veins associated with shear zones with <10% py.
- Veins vary from 5 cm to 5 m thick. Form panels sometimes more than 300 m x 350 m.
- The multiple and stacked vein systems of the Beaufor deposit are cut and split apart by numerous shear zones and faults.

GOLD PRODUCTION

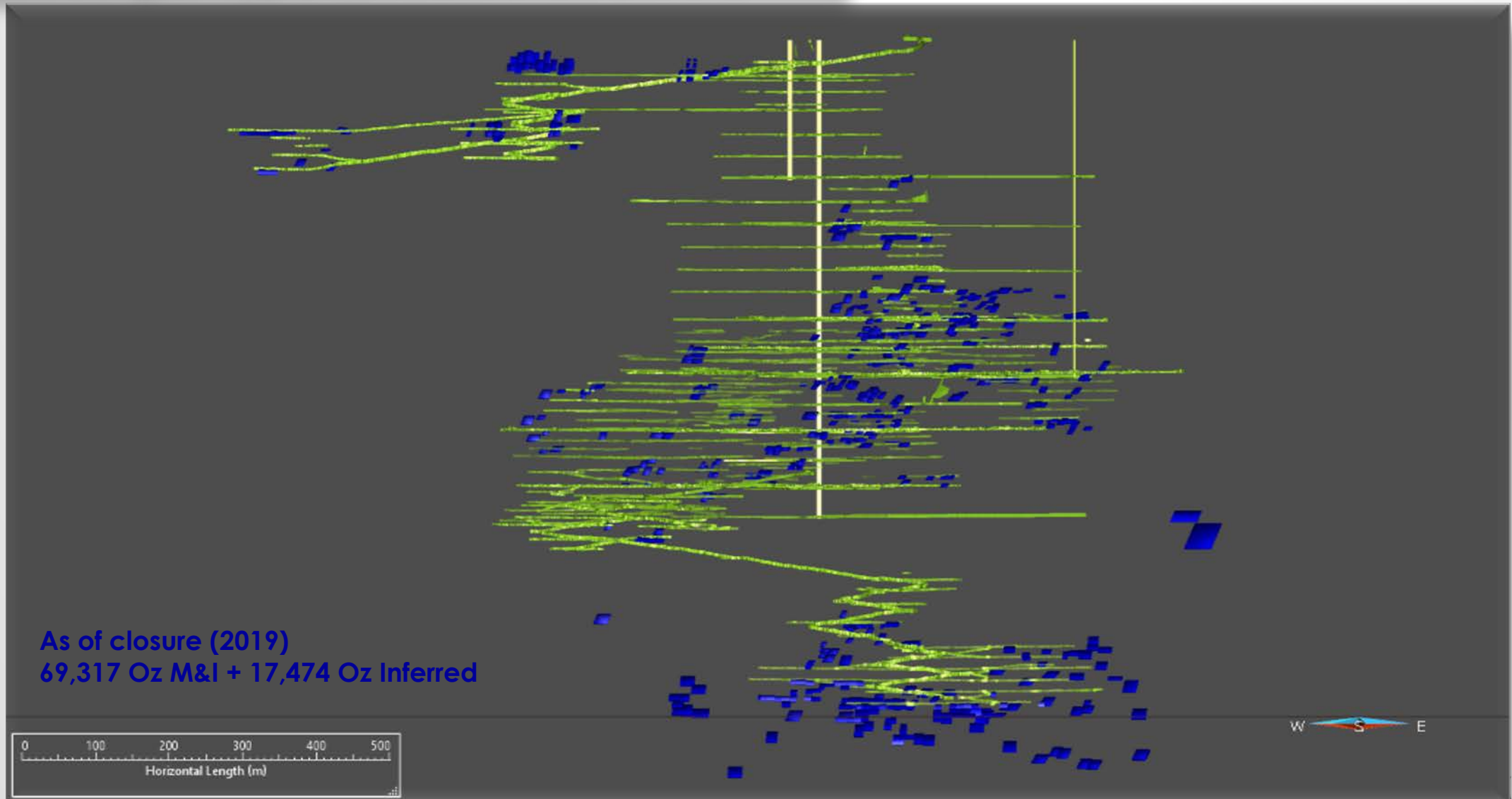
- Since the start of commercial production in the 1930s, the Perron, Beaufor and Pascalis mines have produced approximately 4,854,000 tonnes at an average grade of 7.5 g/t Au, for a total of 1,169,000 ounces of gold.
- Processing at nearby Camflo mill. Gold recovery of the Beaufor ore is approximately 98%.
- Year ended June 30, 2018: 14,856 oz of gold produced.



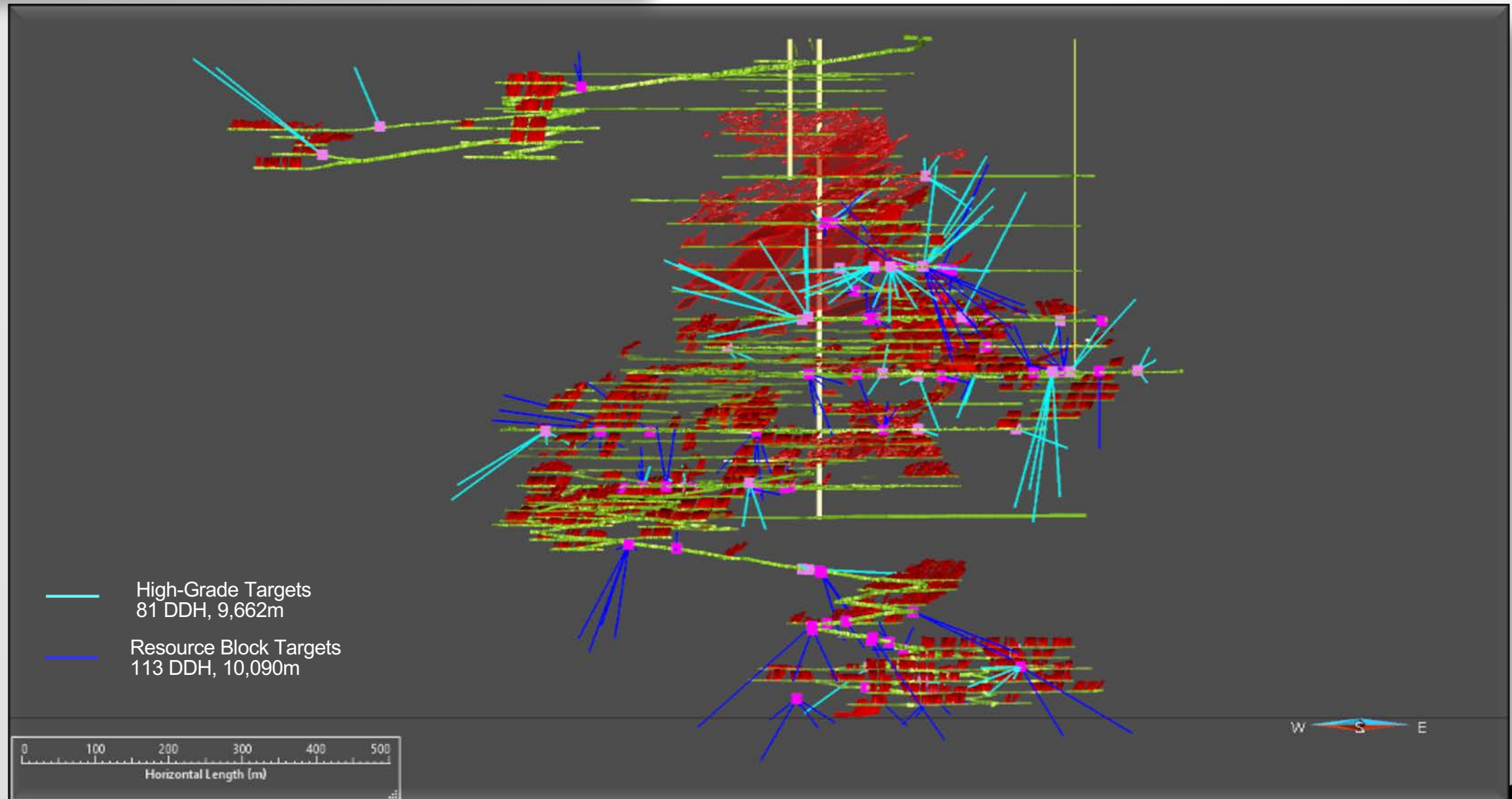
Target Type 1: High-Grade Composites



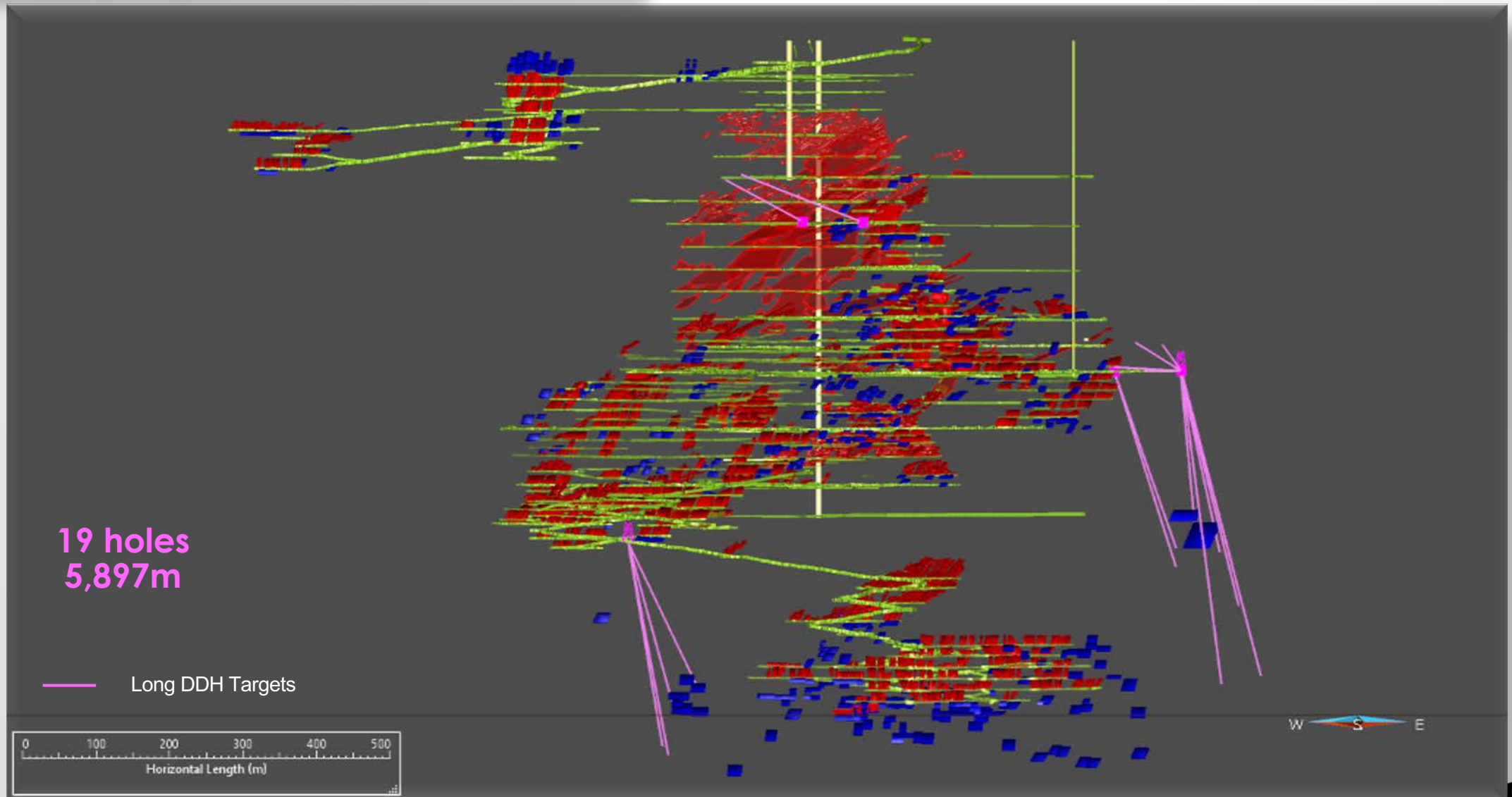
Target Type 2: Resource Blocks



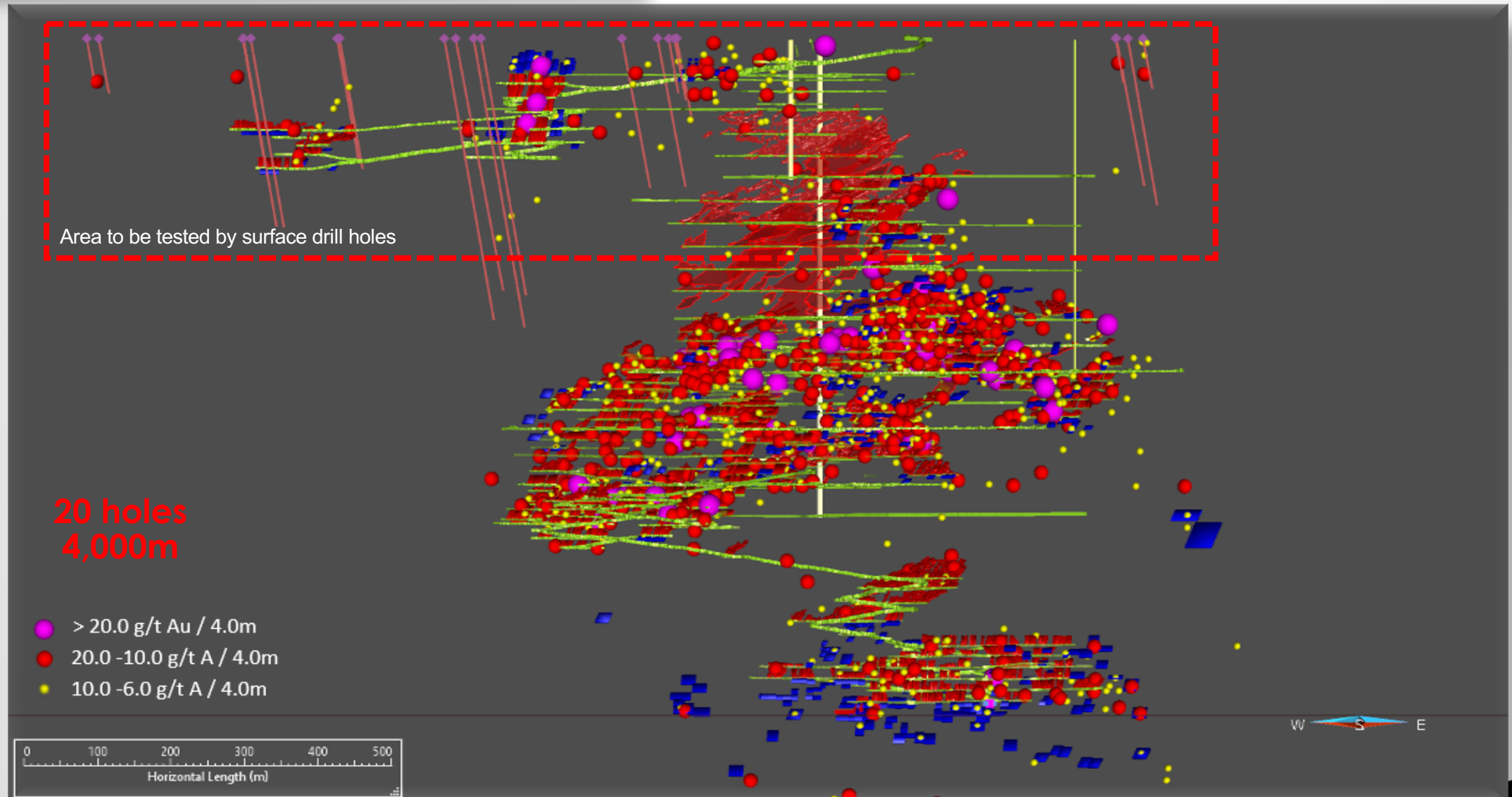
Near-Mine Exploration



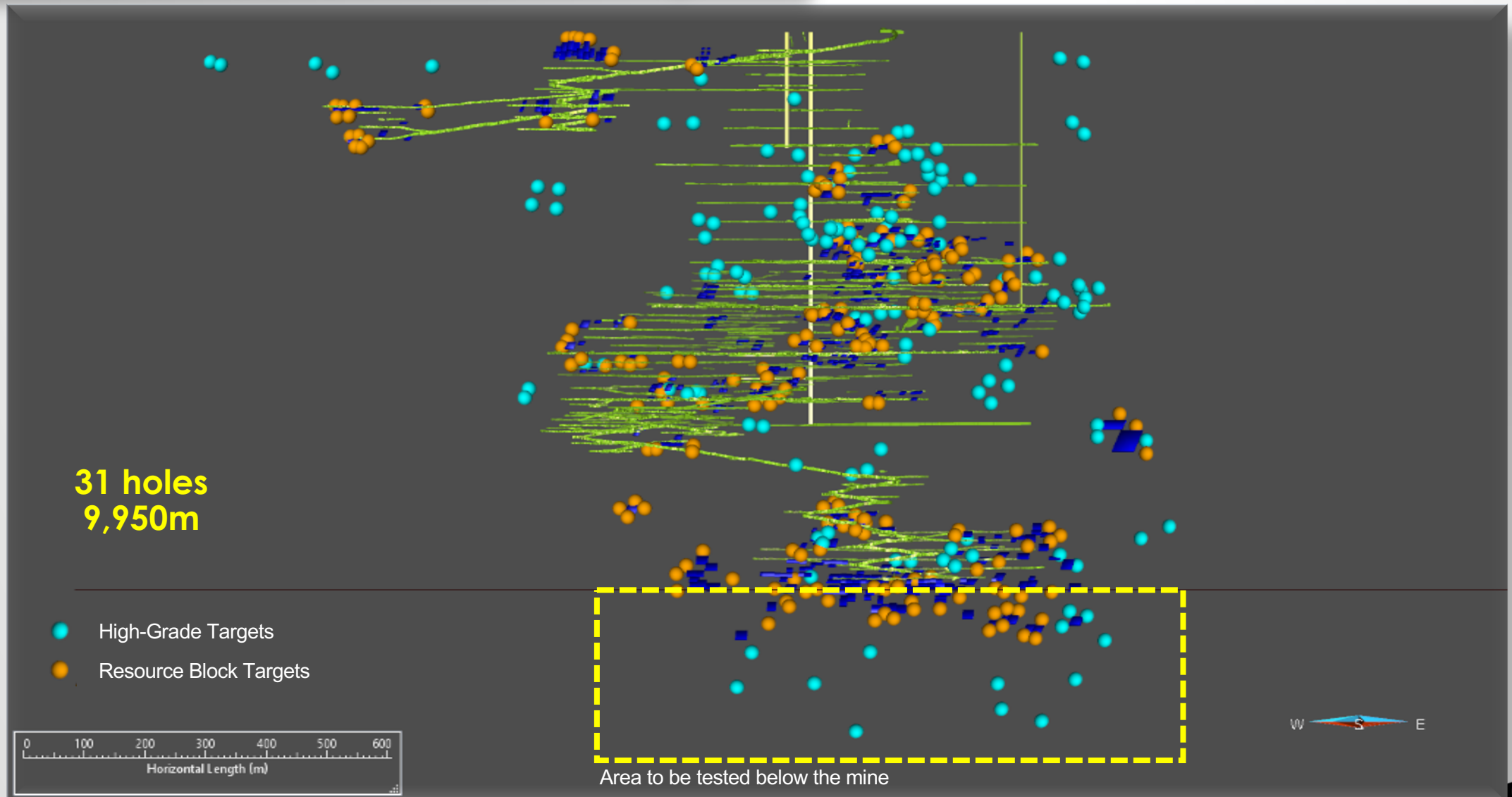
Longer UG Drill Holes



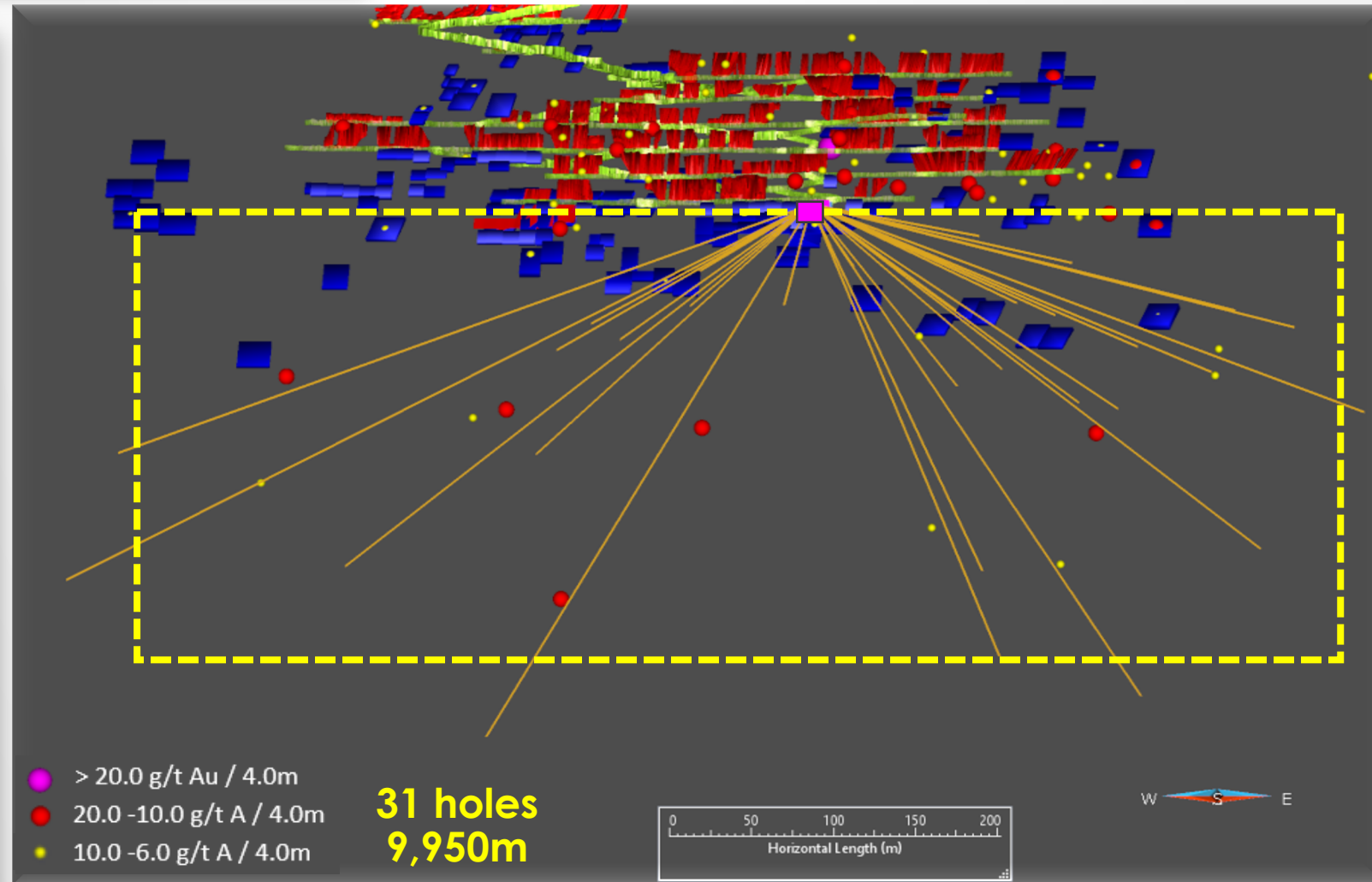
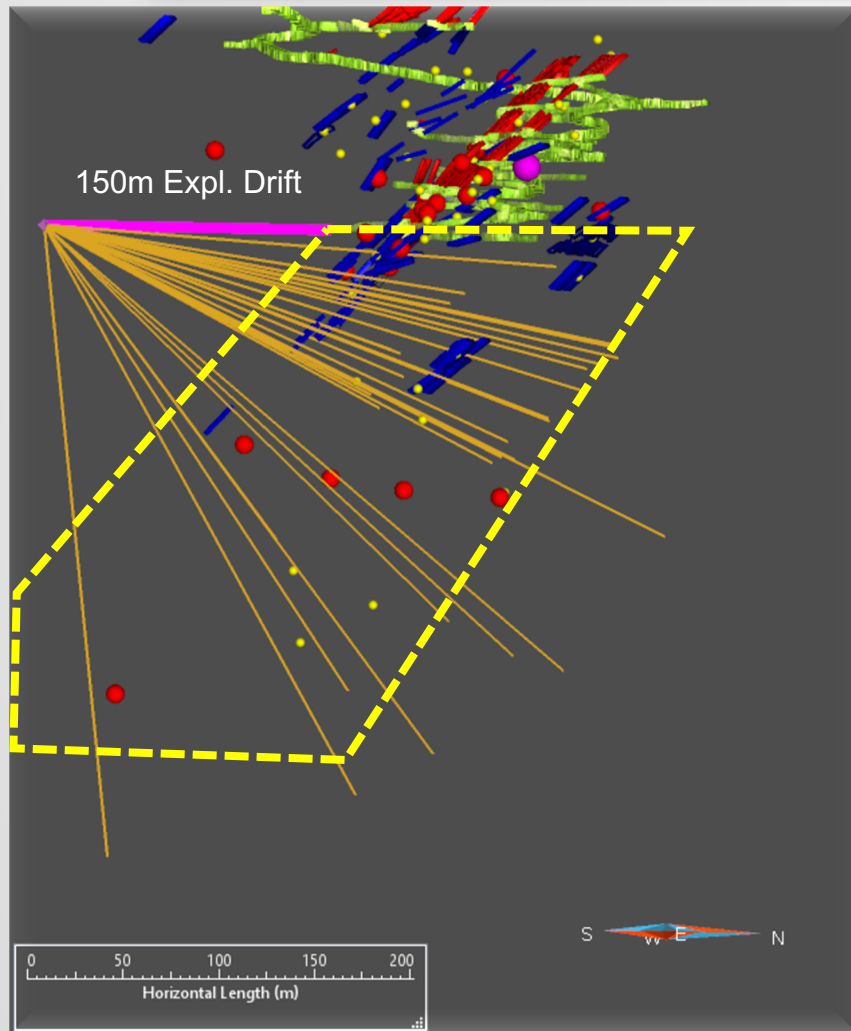
Mine Surface Holes



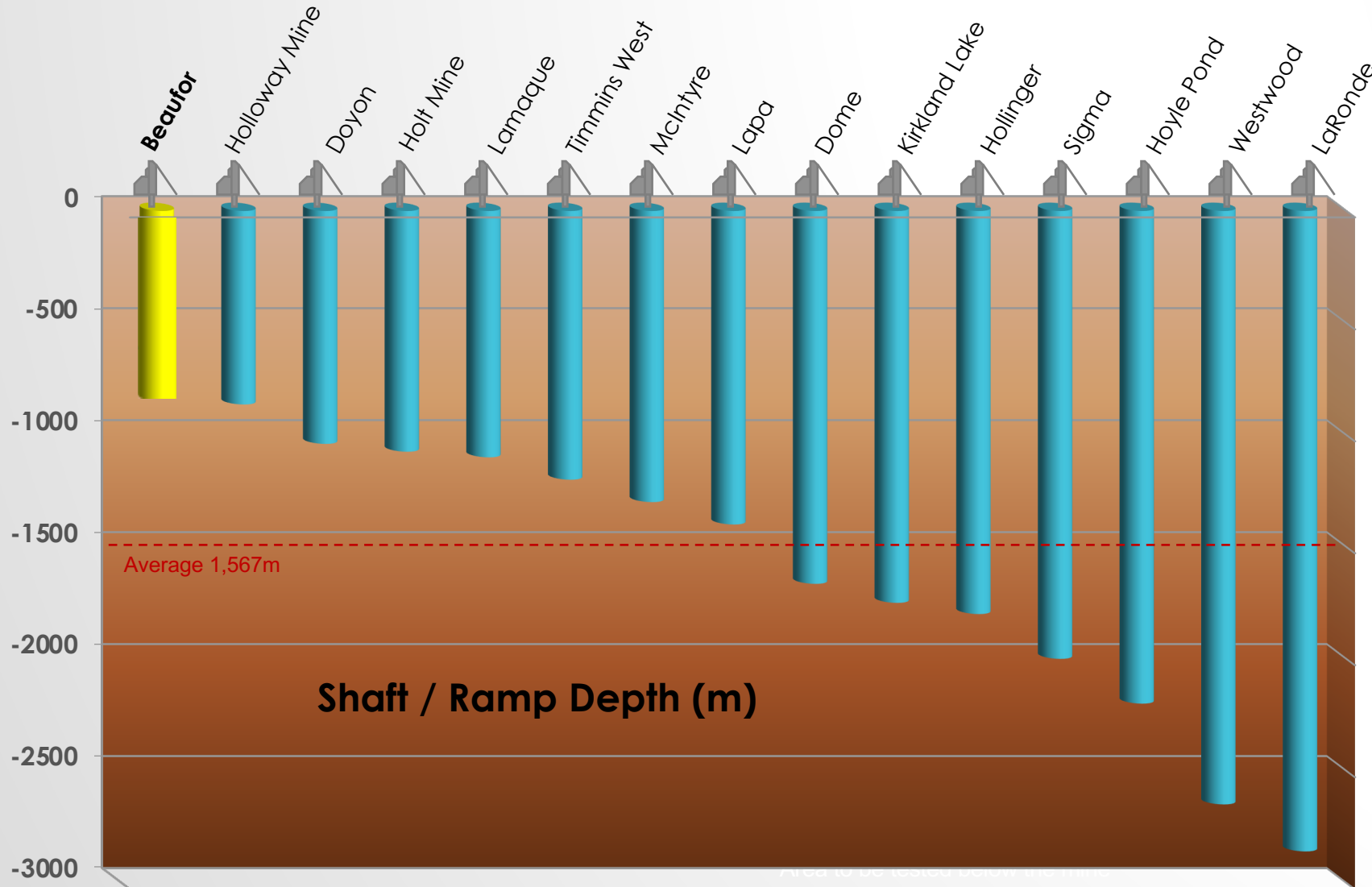
Below Current Mine Workings



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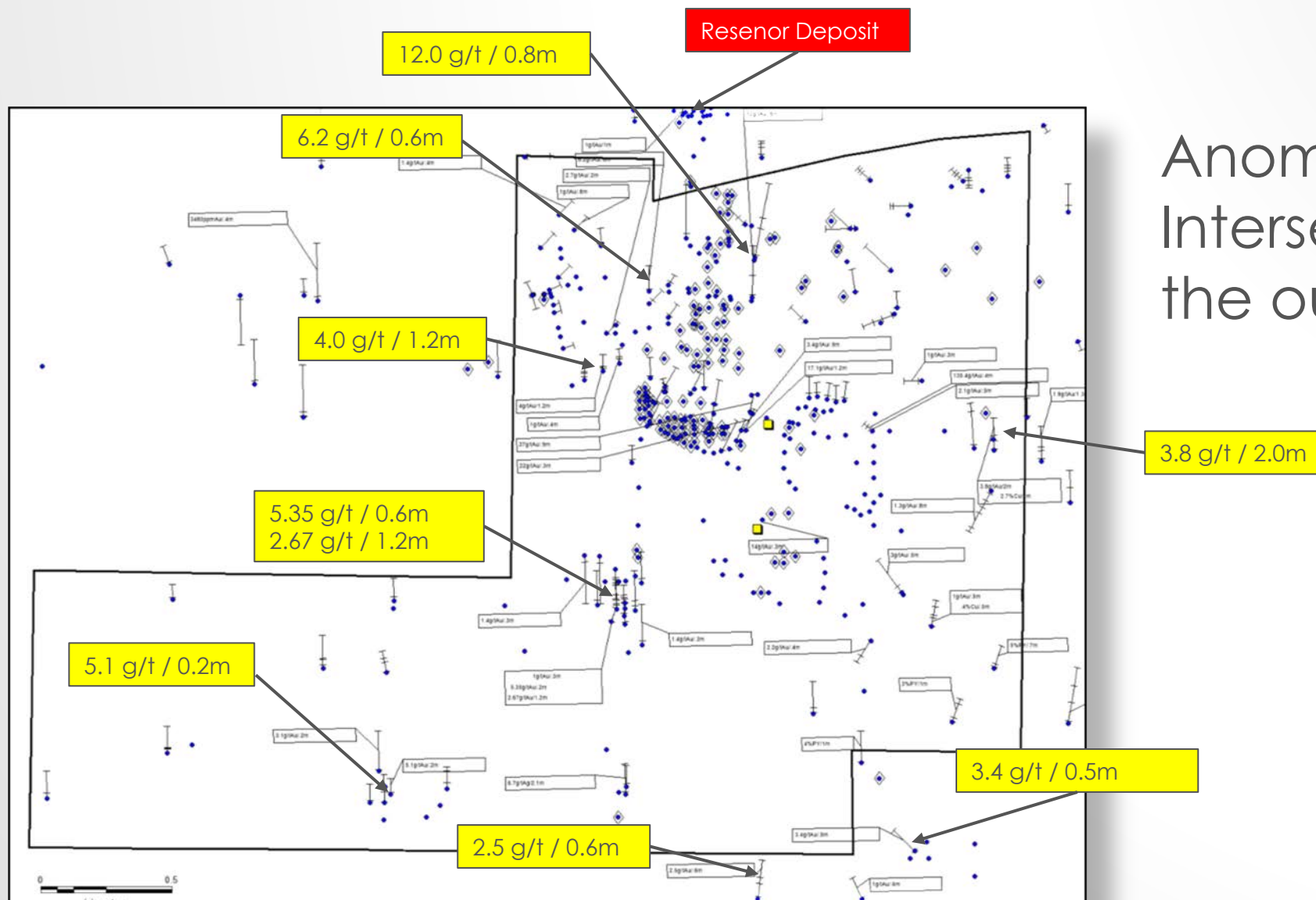


Below Current Mine Workings – How do we Compare!



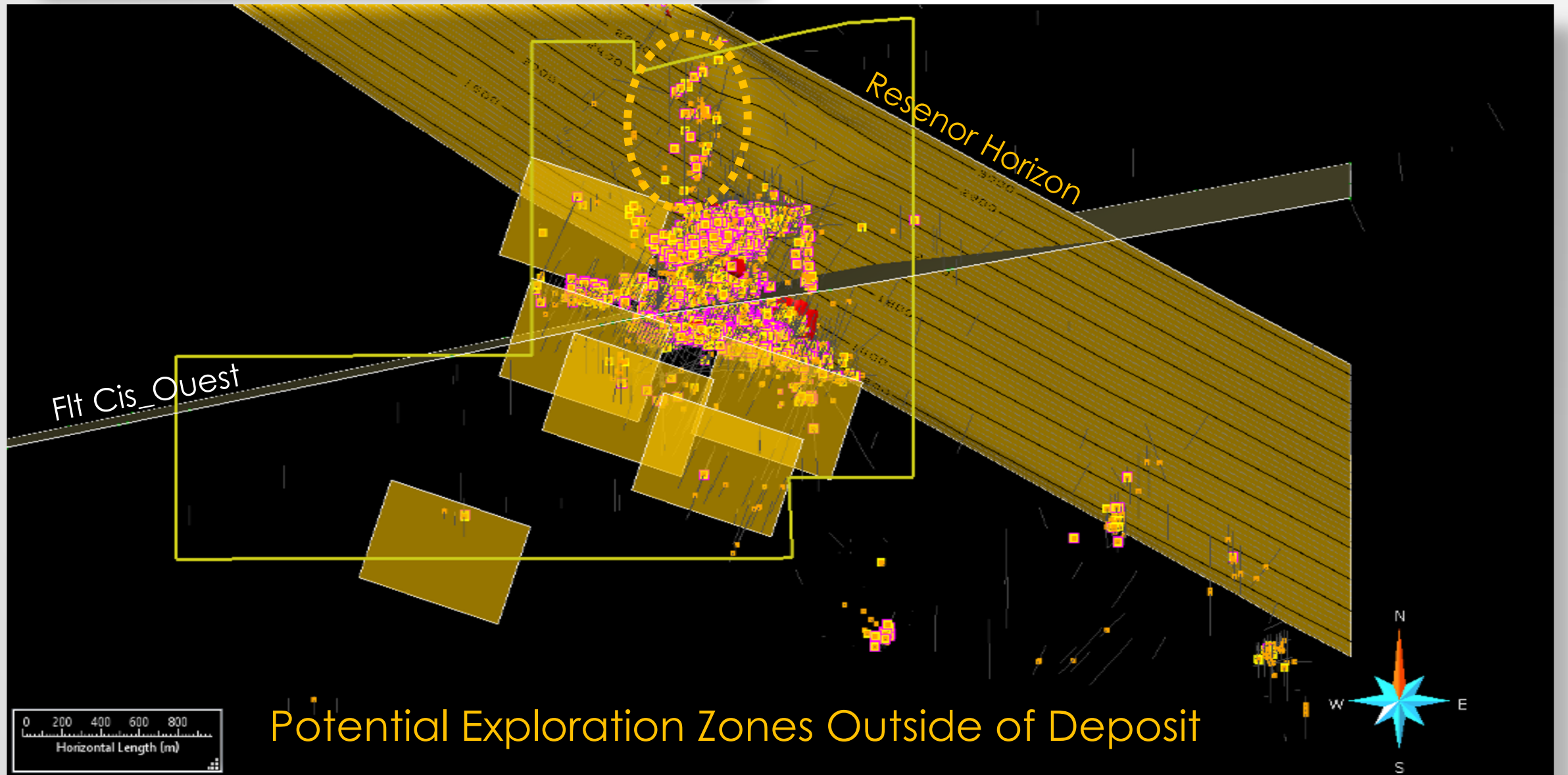
- The Beaufor project is relatively shallow compared to other gold deposits in the Abitibi.
- Production to a depth of 900 metres.
- Limited drilling at depth confirms that the mineralized structures continues.

Regional Surface Targets



Anomalous
Intersections at
the outer limits

Regional Surface Targets



BEAUFOR GOLD

