

Great Bear Royalties Corp. (TSXV:GBRR)

Two New High-Grade Longsections; Additional Low-Grade Intercepts

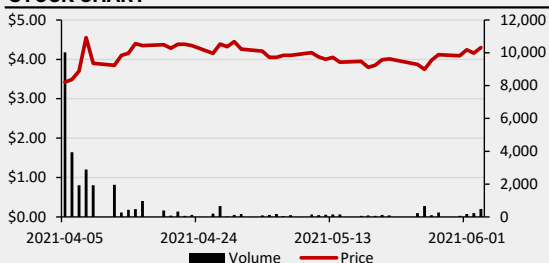
Exploration Update

June 4, 2021

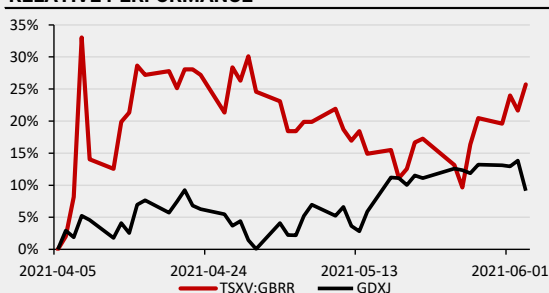
(Currency is C\$ unless noted otherwise)

Closing Price (C\$/sh)	\$4.30
Rating	NA
Target (C\$/sh)	NA
Return to Target	NA
52 Week Low / High (C\$/sh)	\$2.49 / \$4.69
CAPITALIZATION	
	Basic Diluted
Shares Outstanding (M)	27.3 27.3
Market Capitalization (C\$M)	\$117.4
Enterprise Value (C\$M)	\$115.0
Cash and Cash Equivalents (C\$M)	\$2.4
Total Debt (C\$M)	\$0.0

STOCK CHART



RELATIVE PERFORMANCE



MAJOR SHAREHOLDERS

Management (10.01%), 1832 Asset Management L.P. (18.08%)

DISCLOSURE CODE:

1,2

(Please refer to the disclosures listed on the back page)

Source: RCS, Company Information, S&P Capital IQ

Company Description

Great Bear Royalties is focused on the development of its sole asset – 2% NSR on the Dixie project owned by Great Bear Resources. The goal of the royalty is to ensure investors have exposure to a tier-one gold discovery in a tier-one jurisdiction. The company was founded in January 2020 and shares distributed to GBR shareholders through a court approved plan of arrangement in May 2020.

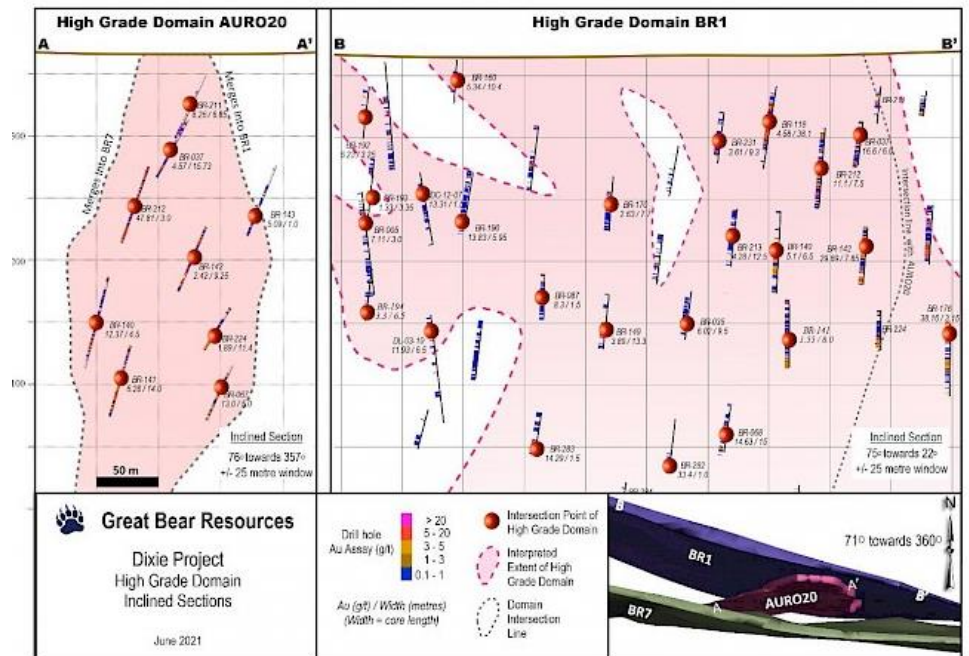
Impact: Positive

Great Bear Resources (TSXV:GBR, Not Rated) reported results from exploration at the 100%-owned Dixie project in Red Lake, Ontario. Two-years since discovery, two new detailed longsections were outlined; and another 18 holes of assays targeting peripheral and lower grade bulk-tonnage domains were provided. **Great Bear Royalties has one asset, a 2% NSR Royalty on Great Bear Resources' Dixie Au project, host to the LP Fault, Dixie Limb and Hinge zones.** Dixie hosts a large, district-scale, high-grade, near-surface gold deposit currently undergoing a \$45M, 175,000m drill program. A total of 318 holes are now reported, of an expected 400 due prior to an initial resource estimate due Q1/22.

- **Second, third LP Fault Zone longsections provided.** Both occur adjacent to previously reported longsection, BR7 (Figure 1). We had estimated a weighted average of 10.3 g/t Au over a 9m core width (28 holes) along a 620m surface strike by 500m vertical extent. These two new longsections had similar results; BR1 is estimated at 8 g/t Au over 8.76m (22 holes) within 850m x 430m vertical; and AURO20 returned 6.8 g/t Au over 8.4m (11 holes) within 120m x 420m vertical.
- **LP Fault shows excellent continuity, consistency.** Confidence is growing as drill holes reduce spacing within each of these high-grade domains. Also, while these assays are not new, presentation by domain is. This should help investors and analysts generate more accurate mineral inventory estimates in advance of an initial resource.
- **We estimate a mineral inventory of ~11M oz** at just under 2 g/t Au over a 4.2km linear strike; and a 2km long high-grade core of >4km oz at just under 4 g/t Au. LP Fault zone hosts 17 different high-grade domains that span 4.2km of combined strike, occurring within eight stratigraphically controlled lower grade zones (Figure 2). Dixie Limb and Hinge Zone provide another 2M oz of mineral inventory potential.
- **Bulk-tonnage intercepts at points along strike.** New high-grade intercepts returned 50.05 g/t Au over 2.3m; 3.85 g/t over 32.35m incl. 61.2 g/t over 1.1m; and 2.1 g/t over 49.25m incl. 29.52 g/t over 2.5m. Other holes drilled into lower-grade bulk-tonnage mineralized envelopes surrounding and between higher-grade zones include up to 1.27 g/t over 38.25m, 1.02 g/t over 30m, and 4.19 g/t over 14.8m (Figure 3 & 4).
- **Dixie hosts two main styles of gold mineralization.** High-grade Au occurs within quartz veins (LP Fault); and silica-sulphide replacement zones, hosted by mafic volcanic rocks, and near regional-scale D2 fold axes (Dixie Limb, Hinge, Arrow). The latter are typical of Red Lake, and while not the focus, may add another 1-2M oz of high-grade Au.

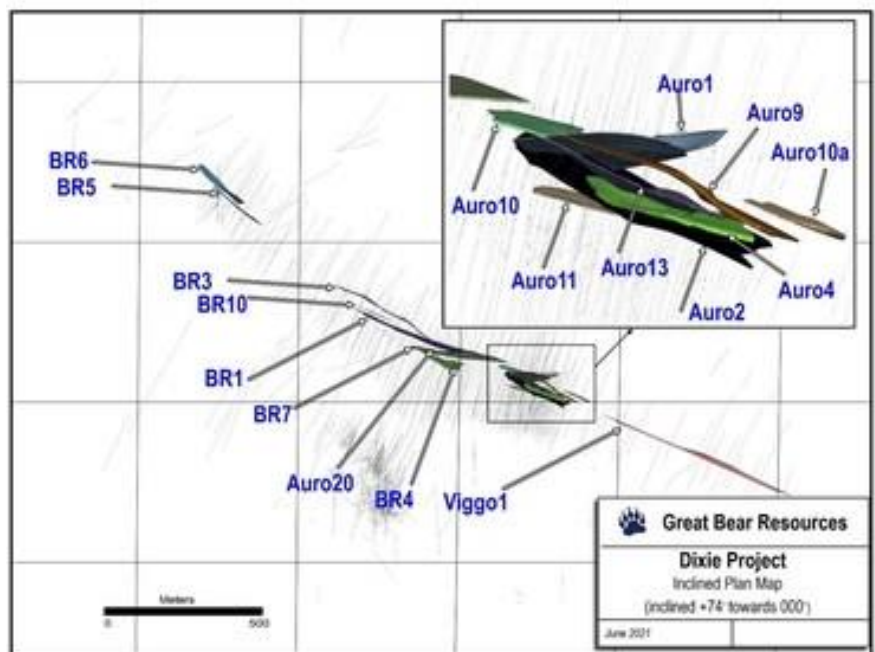
We currently do not value or rate the stock but assume the 2km core of the 4km long LP Fault zone may host ~4M oz Au down to 600m. Analyst consensus suggests potential for a 500,000 opa Au production, highlighting the quality of this tier-one asset. This suggests potential for US\$20M in annual FCF from the 2% NSR at US\$2,000/oz Au. **Upcoming catalysts:** 1) Exploration results (ongoing), 2) Resource estimate (Q1/22).

Figure 1: Overview of longsections AURO20 and BR1



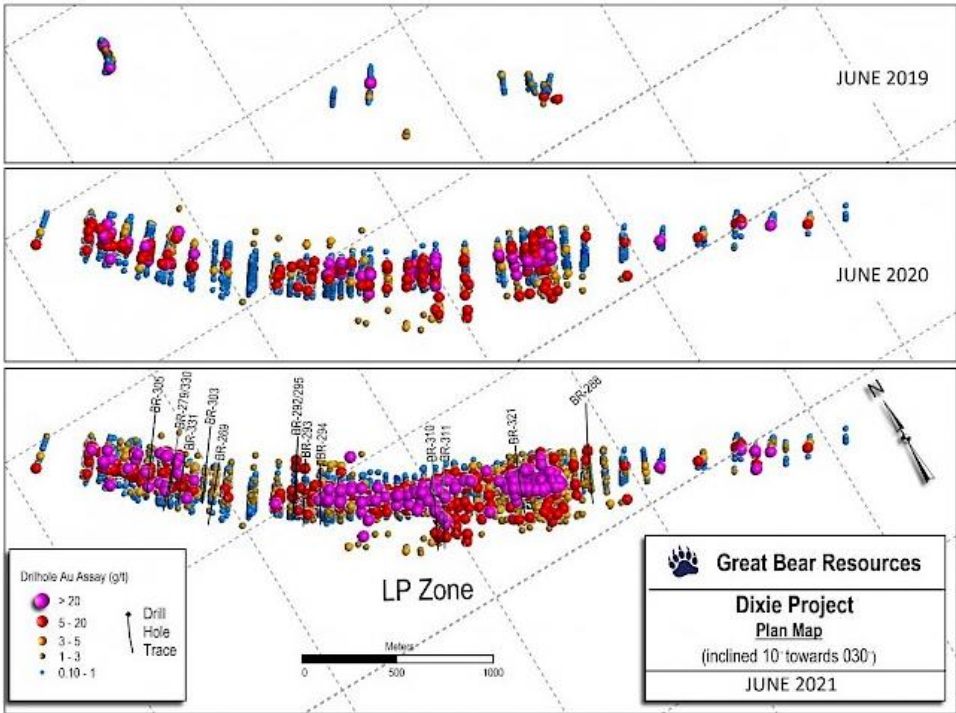
Source: Company Reports

Figure 2: Plan map of the LP Fault zone showing continuity and consistency of the deposit, and how the deposit breaks down into the 17 high grade gold domains. Summaries for BR7, BR1 and AURO20 have been provided.



Source: Company Reports

Figure 3: Map of drill progress at LP Fault since discovery in May 2019



Source: Company Reports

Figure 4: New drill results from LP Fault zone

Drill Hole		From (m)	To (m)	Width* (m)	Gold (g/t)	
BR-288		342	380.25	38.25	1.27	19750
	including	369	375.9	6.9	4.19	
BR-321		220	250	30	1.02	20125
	including	233	234	1	9.53	
	and including	245	246	1	6.84	
	and	254	303.25	49.25	2.1	
	including	275.55	286	10.45	7.88	
	and including	276.55	279.05	2.5	29.52	
	and including	300.75	301.25	0.5	13.5	
BR-311		118.85	151.2	32.35	3.85	20550
	including	129.8	144.95	15.15	7.78	
	and including	129.8	130.3	0.5	21.5	
	and including	143.85	144.95	1.1	61.2	
	and	277	319	42	0.58	
BR-310		43	57.8	14.8	4.19	20575
	including	46.65	49.8	3.15	9.95	
	and including	52	53	1	10.4	
	and	101.6	126.5	24.9	1.11	
	including	111	113.5	2.5	3.55	
	and including	118.5	119.85	1.35	3.01	
	and including	125.2	125.7	0.5	5.2	
	and	312.2	368	55.8	0.44	
BR-313		23.7	26.8	3.1	6.69	20575
	and	33.35	36.1	2.75	1.76	
BR-294		311.5	329.5	18	6.63	21200
	including	315.8	318.1	2.3	50.05	
	and including	317.6	318.1	0.5	213	
BR-293		80	88	8	1.07	21275
	including	83	86	3	2.61	
	and including	85	86	1	5.78	
	and	243.9	246.7	2.8	1.42	
BR-292		37.5	38.7	1.2	3.97	21350
	and	250.1	278.9	28.8	0.65	
	including	262	265.5	3.5	3.31	
	and including	264.65	265.5	0.85	9.76	
BR-295		232.9	237	4.1	3.12	21350
	and	279.85	293	13.15	0.93	
	including	291	292	1	7.04	
	and	515.5	516.35	0.85	8.34	
BR-267		220.5	221.5	1	3.31	21775
BR-268		284.75	308	23.25	0.34	21775
	including	289	289.5	0.5	3.04	
	and including	369.6	371.5	1.9	3.12	
BR-269		394.5	419.25	24.75	0.3	21800
	and	396	399	3	1.1	
BR-266		309.6	316.55	6.95	1.22	21825
BR-303		447.2	473.65	26.45	0.47	21825
BR-331		121.5	124.5	3	2.06	21925
	and	281.4	282.4	1	3.3	
BR-279		78	79.5	1.5	3.17	22025
	and	271.5	341.7	70.2	0.65	
	including	271.5	273	1.5	3.5	
	and	327	339	12	1.68	
	including	332.85	335	2.15	4.95	
BR-330		145.5	198.4	52.9	0.49	22025
BR-305		539.5	621.25	81.75	0.63	22125
	including	587.8	599.4	11.6	1.01	
	and including	610	611	1	3.03	

Source: Company Reports



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Updated 3 June 2021

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			HOLD	0%
			SELL / Tender	0%
			NA	7%
			Under Review	0%

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Company Name	Ticker Symbol	Disclosures
Great Bear Royalties Corp.	TSXV:GBRR	1,2

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