

Great Bear Royalties Corp. (TSXV:GBRR)

Figuring It Out as Drilling Expands Core of the LP Fault Zone at Dixie

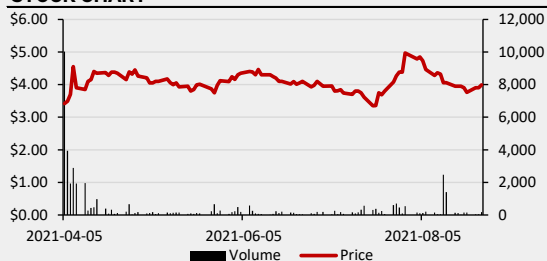
Exploration Update

August 26, 2021

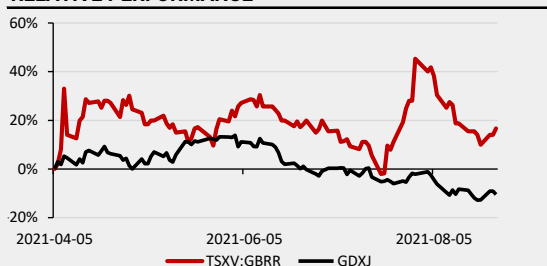
(Currency is C\$ unless noted otherwise)

Closing Price (C\$/sh)	\$3.99
Rating	NA
Target (C\$/sh)	NA
Return to Target	NA
52 Week Low / High (C\$/sh)	\$2.49 / \$5.00
CAPITALIZATION	
	Basic Diluted
Shares Outstanding (M)	27.3 29.8
Market Capitalization (C\$M)	\$108.9
Enterprise Value (C\$M)	\$105.6
Cash and Cash Equivalents (C\$M)	\$3.3
Total Debt (C\$M)	\$0.0

STOCK CHART



RELATIVE PERFORMANCE



MAJOR SHAREHOLDERS

Management (10.36%), 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 a precious metals focused royalty company with one asset, a 2% NSR royalty on the Dixie Au project located in Red Lake, Ontario and owned by Great Bear Resources. Great Bear Royalties provides investors exposure to a potential tier-one gold discovery in a tier-one jurisdiction through its principal asset.

Impact: Very Positive

Great Bear Resources (TSXV:GBR, Not Rated) reported results from 73 holes from its 100%-owned Dixie Au project in Red Lake, Ontario. Drilling targeted the underexplored NW and SE areas of the 4.2km-long, core of the LP Fault zone. We view these results from LP Fault zone positively as they have helped establish continuity between the Discovery and Central areas within the core. Furthermore, the Great Bear Resources team have been able to pinpoint the controls on mineralization, which has positive exploration implications. **Great Bear Royalties has one asset, a 2% NSR royalty on the Dixie Au project, host to the LP Fault, Dixie Limb and Hinge zones; a tier 1 discovery in a tier 1 jurisdiction.** Dixie hosts a large, district-scale, high-grade, near-surface Au deposit undergoing a \$45M, 175,000m drill program. A total of 404 holes (of 440) have been released and are to be included in an initial resource estimate for the project in Q1/22. We anticipate at least 8-12M oz Au for the LP Fault zone, a large portion of which is above 400m depth and amenable to open pit mining.

- Core of LP Fault zone expands from 2km to 3km.** Continuity between Discovery and Central was achieved after drilling within the 400m Gap area and along 700m of strike at Discovery (Figure 1). Eleven Gap area holes encountered mineralization at shallow depth, and while not as high grade, intersections are very broad, and grades are in-line with other large, Canadian, bulk tonnage Au deposits. The Gap area hosts disseminated bulk tonnage-style Au with higher grade intersections, returning up to **1.29 g/t over 27.50m including 23.80 g/t over 0.6m (BR-410)**. 26 holes completed at Discovery, the most north-westerly 700m of the grid returned up to **3.13 g/t Au over 29.5m including 15.04 g/t Au over 4.0m (BR-365)**. 20 holes were completed in the Viggo area, the most southeasterly 1km, and least explored section, returning up to **6.73 g/t Au over 5.5m including 21.70 g/t Au over 1.25m (BR-343)**. Discovery and Viggo demonstrate higher grades much like the Central area.
- Additional Au domains - positive implications for resource.** The number of high-grade Au domains modeled in the LP Fault zone has expanded from 17 to 23, including seven from the Discovery area. This extended mineralization by an additional 100m in depth while steeply plunging high-grade Au was successfully targeted in both the Discovery and Central areas.
- Controls on high-grade Au confirmed** in several areas along the LP Fault zone. Plunge controls were interpreted using 65,000 oriented core measurements of foliation and stratigraphy. Understanding these controls is making the deposit predictable and should help target high-grade areas during Phase 2 drilling at depth.

We currently do not value or rate the stock but assume the ~3km continuous core of the 4.2km-long LP Fault zone may host ~7M oz Au down to 400m. Analyst consensus suggests potential for 500,000 oz Au pa production. This implies the possibility of 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).

4.2 kilometres LP FAULT ZONE

NORTHWEST →

DISCOVERY Section 22425 Section 22075 GAP CENTRAL VIGGO Section 18750 Surface

400m el

Open

000m el

Open

Open

Open

Open

~6 kilometres (Additional wide spaced reconnaissance drilling)

Plunge of High Grade domains projected using oriented structural core data

Drill tested

Interpreted

Drill Hole Au Assay (g/t)

- > 20
- 5 - 20
- 3 - 5
- 1 - 3
- 0.1 - 1

Drill Traces (This Release)

kilometres

0 0.5 1.0

Great Bear Resources

Phase I Drill Grid

Long Section of Gold Within the LP Zone (looking towards 030°)

August, 2021

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Disclosure Statement

Updated August 25, 2021

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			HOLD	0%
			SELL / Tender	0%
			NA	6%
			Under Review	1%

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

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