



**Corporate Presentation**  
April 2021

**TSX: GBAR | OTCMKTS: GBARF**

# Why Monarch?

## AT A GLANCE

**STRONG PIPELINE** OF DEVELOPMENT AND EXPLORATION PROJECTS IN QUEBEC, A TOP-RATED MINING JURISDICTION

**\$20 MILLION** IN CASH

**OWNS 100%** OF ALL ASSETS, INCLUDING THE 750 TPD BEACON MILL

**ATTRACTIVE VALUATION** VS PEERS

## FULLY-INTEGRATED MINING COMPANY

- Near-term restart potential of **Beaufor Gold Mine**:
  - Fully-financed 42,500 m UG and surface drilling program underway
  - 750 tpd Beacon mill fully-permitted
  - Production potential of 25,000 oz/yr
- Beacon mill excess capacity available for custom milling
- Total combined resources: **588k M&I** and **329k oz Inferred**<sup>1</sup>

## DEVELOPPING KEY PROJECTS

- New high-grade zones and strong potential for new discoveries at **McKenzie Break**:
  - Fully-financed 14,500 m drilling program underway
- **Croinor Gold** is a fully permitted mine with an underexplored district scale land package
  - Fully-financed 6,200-metre drilling program underway

# Why Monarch?

## PROVEN TRACK RECORD OF VALUE CREATION THROUGH ACTIVE M&A



### \$25M TRANSACTION

Richmont Mines  
Quebec Assets  
acquired by  
**Monarch Gold**



### \$200M TRANSACTION

Monarch Gold  
acquired by  
Yamana Gold

YAMANA GOLD

## BOARD MEMBERS PRIOR ACTIVE M&A INVOLVEMENT

### \$30M TRANSACTION

**Cadiscor Resources**  
acquired by North  
American Palladium

CADISCOR  
RESOURCES INC.



### \$140M VALUE

**Clifton Star Mining**  
acquired by First Mining  
to create a \$140M  
company

CLIFTON STAR  
MINING



FIRST MINING  
GOLD

### \$933M TRANSACTION

**Richmont Mines**  
acquired by Alamos Gold

RICHMONT



ALAMOS GOLD INC.

### \$3.68B TRANSACTION

**Detour Gold** acquired  
by Kirkland Lake Gold

DETOUR GOLD



# Corporate Overview

## FINANCIAL HIGHLIGHTS

**69.5M**

SHARES O/S

**75M**

FD

**\$20M**

CASH

**NIL**

Debt

**\$56M**

Market Cap

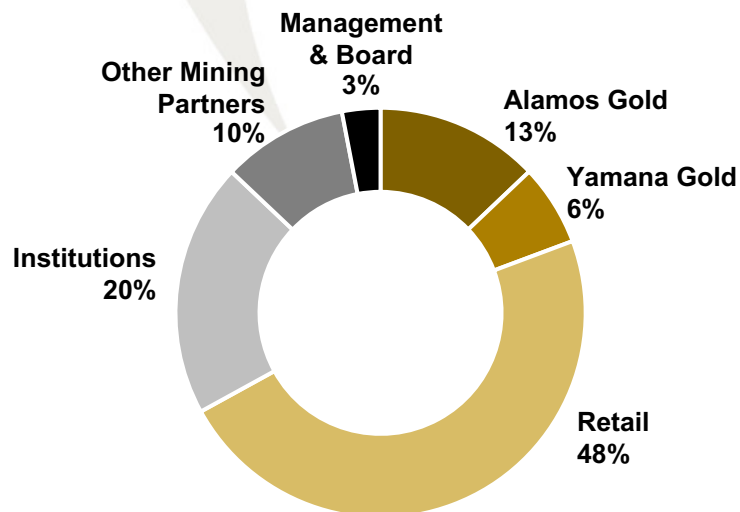
**\$36M**

EV

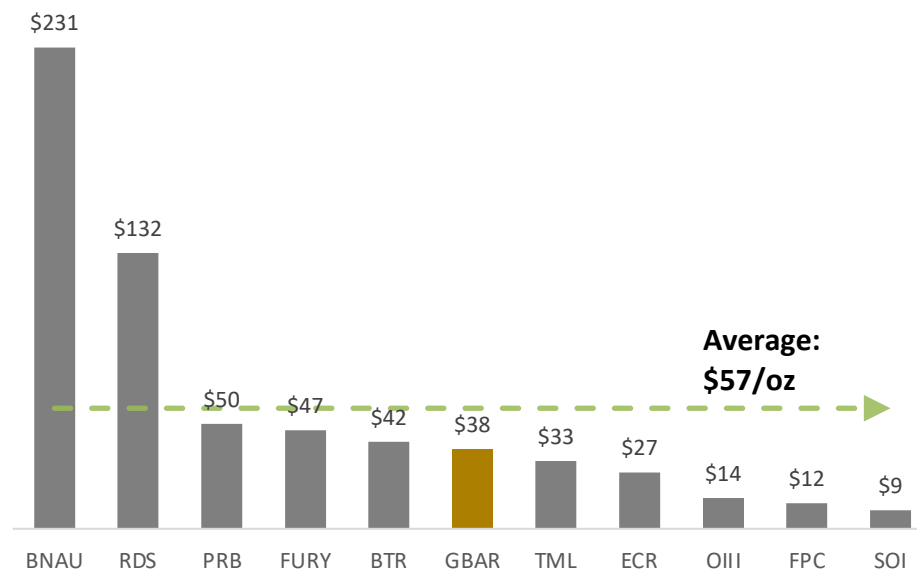
**588K**

Oz (M+I)<sup>1</sup>

## CORPORATE STRUCTURE



## VALUATION UPSIDE



# Properties and Mill Location

## STRATEGIC LOCATION IN ABITIBI NEAR INFRASTRUCTURES

**+287 km<sup>2</sup>**

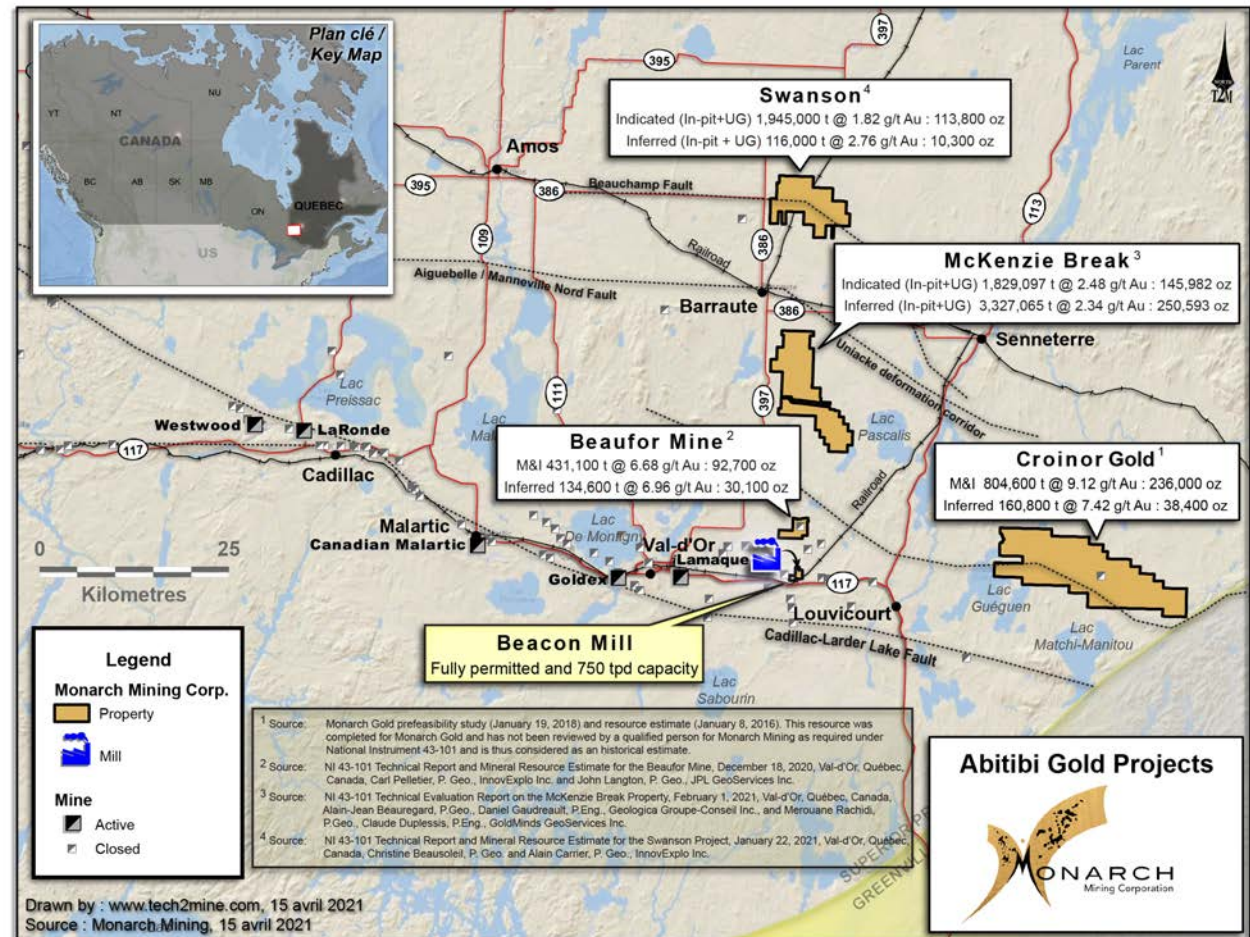
OF MINING  
ASSETS

**+125 Moz**

ABITIBI –  
HISTORICAL GOLD  
PRODUCTION

**QUÉBEC**

6<sup>th</sup> BEST MINING  
JURISDICTION IN THE  
WORLD – FRASER  
INSTITUTE 2020



# Our Focus & Budget for 2021

## WELL-BALANCED PORTFOLIO OF GOLD PROPERTIES

BEAUFOR <sup>1</sup>	
<b>Location</b>	Northeast of Val-d'Or, QC
<b>Status</b>	Care & Maintenance
<b>Type</b>	Underground
<b>Size</b>	5.9 km <sup>2</sup>
<b>2P Reserves</b>	None
<b>M&amp;I Resources</b>	92,700oz - 6.68 g/t
<b>Inf. Resources</b>	30,100oz - 6.96 g/t
<b>20-21 - Budget</b>	\$5M
<b>20-21 - Drilling</b>	42,500 m

MCKENZIE BREAK <sup>1</sup>	
<b>Location</b>	North of Val-d'Or, QC
<b>Stage</b>	43-101
<b>Type</b>	Open pit & UG
<b>Size</b>	71 km <sup>2</sup>
<b>2P Reserves</b>	None
<b>M&amp;I Resources</b>	145,982oz - 2.48 g/t
<b>Inf. Resources</b>	250,593oz - 2.34 g/t
<b>20-21 - Budget</b>	\$3.5M
<b>20-21 - Drilling</b>	14,500 m

CROINOR GOLD <sup>1</sup>	
<b>Location</b>	East of Val-d'Or, QC
<b>Stage</b>	PFS
<b>Type</b>	Underground
<b>Size</b>	151 km <sup>2</sup>
<b>2P Reserves<sup>2</sup></b>	129,292oz - 6.66 g/t
<b>M&amp;I Resources</b>	236,000oz - 9.12 g/t
<b>Inf. Resources</b>	38,400oz - 7.42 g/t
<b>20-21 - Budget</b>	\$1.5M
<b>20-21 - Drilling</b>	6,200 m

<sup>1</sup> Sources on slide 19.

<sup>2</sup> Historical reserves. Monarch Gold prefeasibility study (January 19, 2018).



# Beaufor Mine: \$5 Million Financing with CDPQ

**OBJECTIVE: RESTART UNDERGROUND OPERATIONS WITHIN 8-14 MONTHS**

**Ownership:** 100% Monarch Mining  
**Location:** 20 km northeast of Val-d'Or  
**Operation:** 1933-1951 & 1993-2018  
**Ore processing:** 100% owned Beacon mill (10 km)  
**Status:** Care & Maintenance (06/2019)

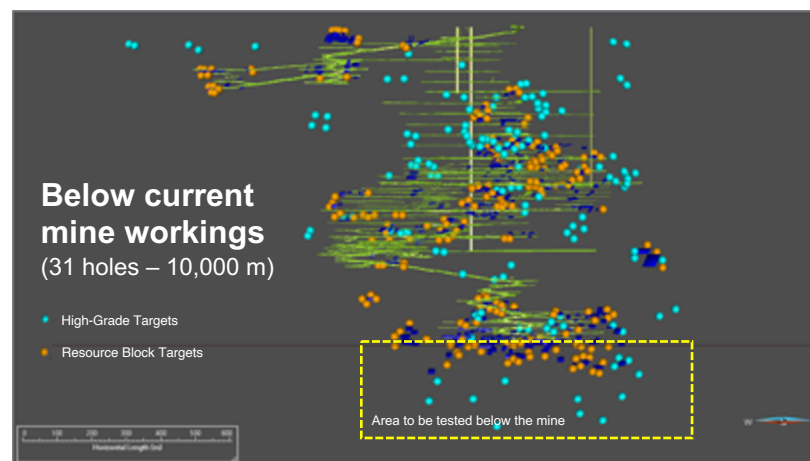
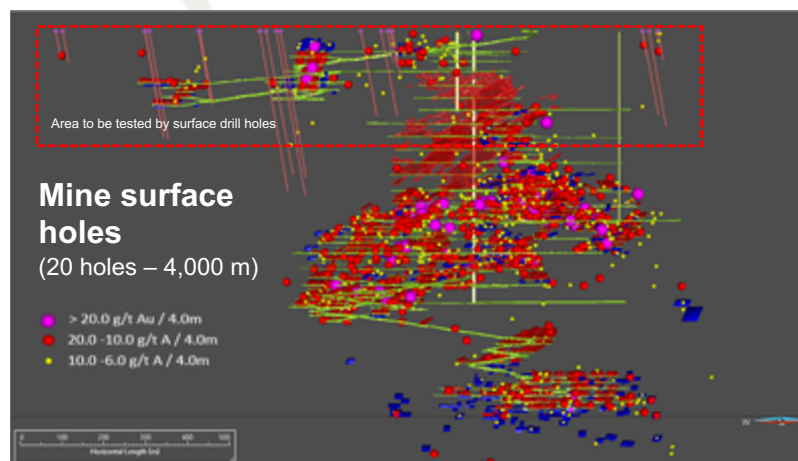
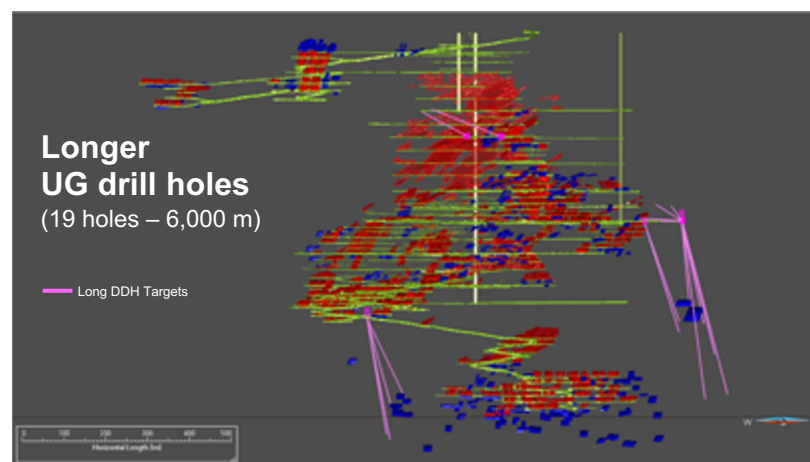
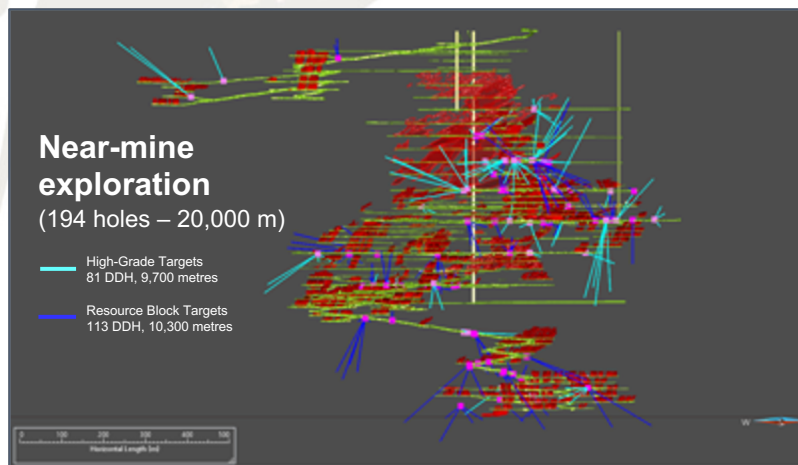
## Current steps

- Secured a \$5 million royalty financing with Caisse de dépôt et placement du Québec (CDPQ) to fund exploration program for potential restart
- Started a 42,500-metre drilling program focusing on high-grade zones and expanding resource blocks. 50% completed as of April 2021
- Initial results include 783 g/t Au over 0.2 m; 293 g/t Au over 0.5 m; **35.87 g/t Au over 9.8 m and 11.02 g/t Au over 5.55 m**
- No permits required to restart operations
- Projected timeline to production <14 months



# Beaufor Mine: Substantial Potential for Resource Increase

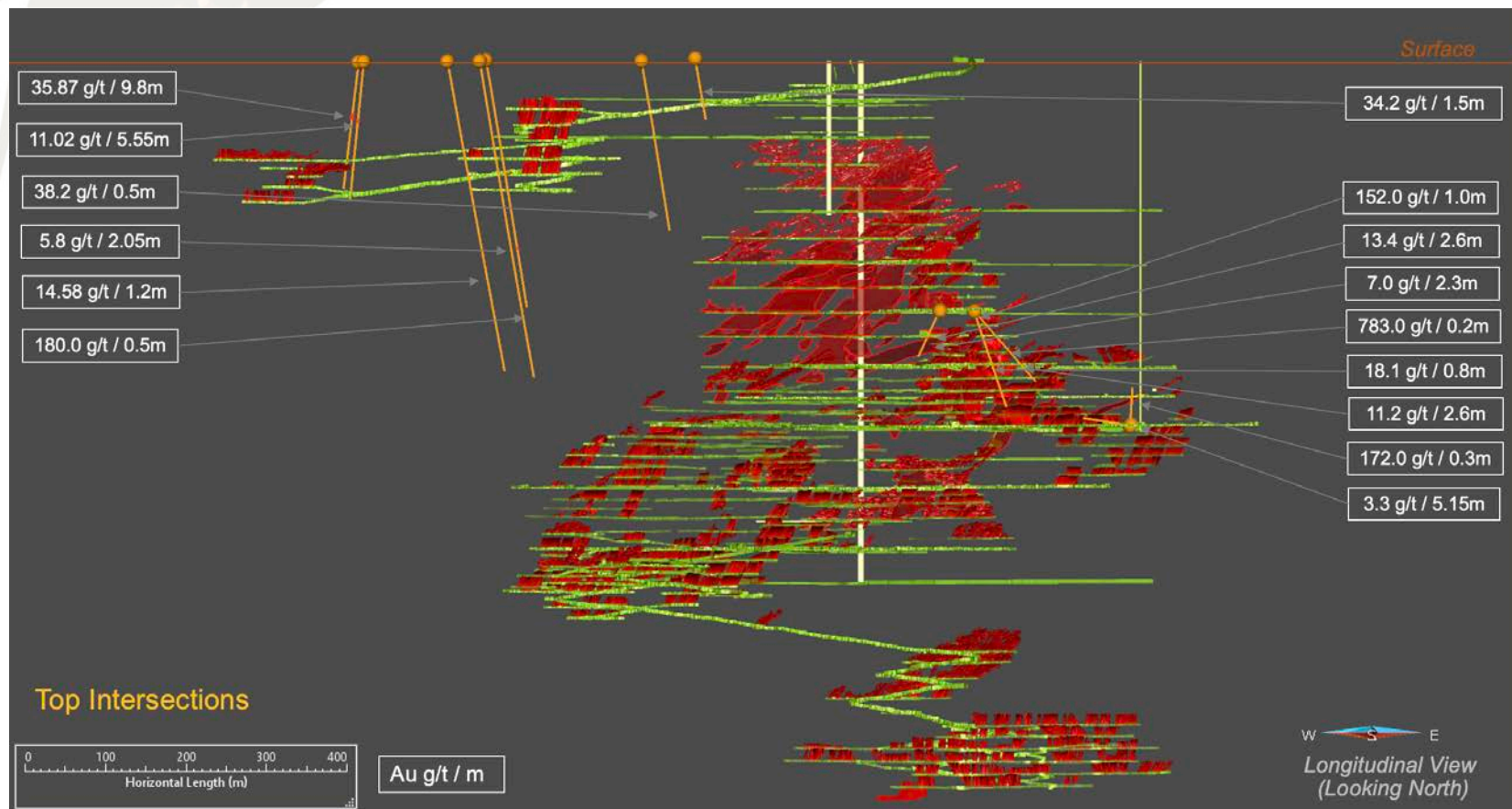
## MONARCH ONGOING 42,500-METRE DRILLING PROGRAM





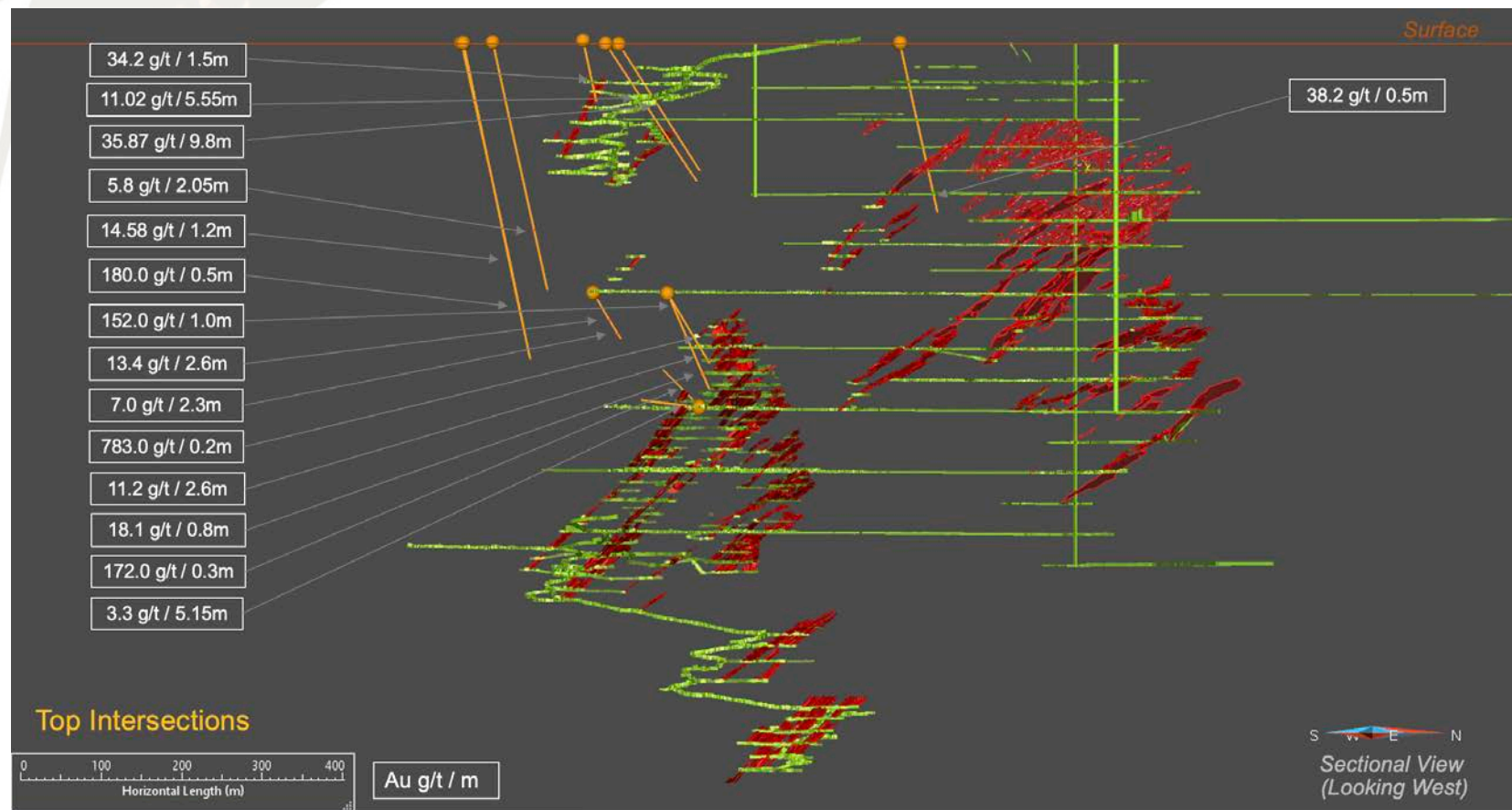
# Beaufor Mine: Top Intersections

## MONARCH ONGOING 42,500-METRE DRILLING PROGRAM



# Beaufor Mine: Top Intersections

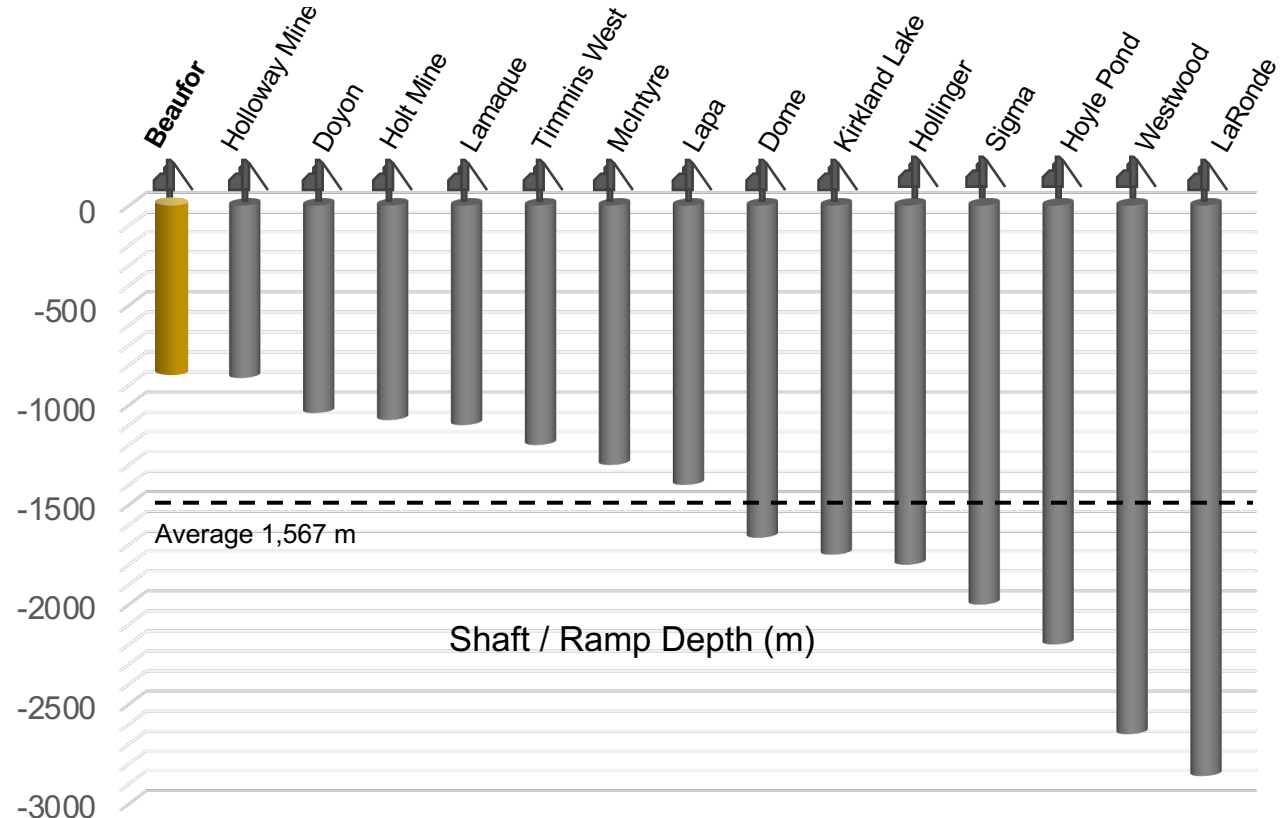
## MONARCH ONGOING 42,500-METRE DRILLING PROGRAM



# Beaufor Mine: Strong Potential at Depth

## BELOW CURRENT MINE WORKINGS – HOW DO WE COMPARE!

- Beaufor is relatively shallow compared to other gold mines in Abitibi
- Beaufor production to a depth of 900 m
- **Limited drilling at depth confirms that the mineralized gold structures continue**



# McKenzie Break

## 2018-20 DRILLING PROGRAMS DISCOVER NEW HIGH-GRADE ZONE

**Ownership:** 100% Monarch Mining (acquired in December 2017)  
**Location:** 35 km northeast of Val-d'Or  
**Status:** Advanced exploration  
**Mineral resources:** Indicated resource of 1,829,097 t at 2.48 g/t Au and Inferred resource of 3,327,065 t at 2.34 g/t Au<sup>1</sup>

### Current activities

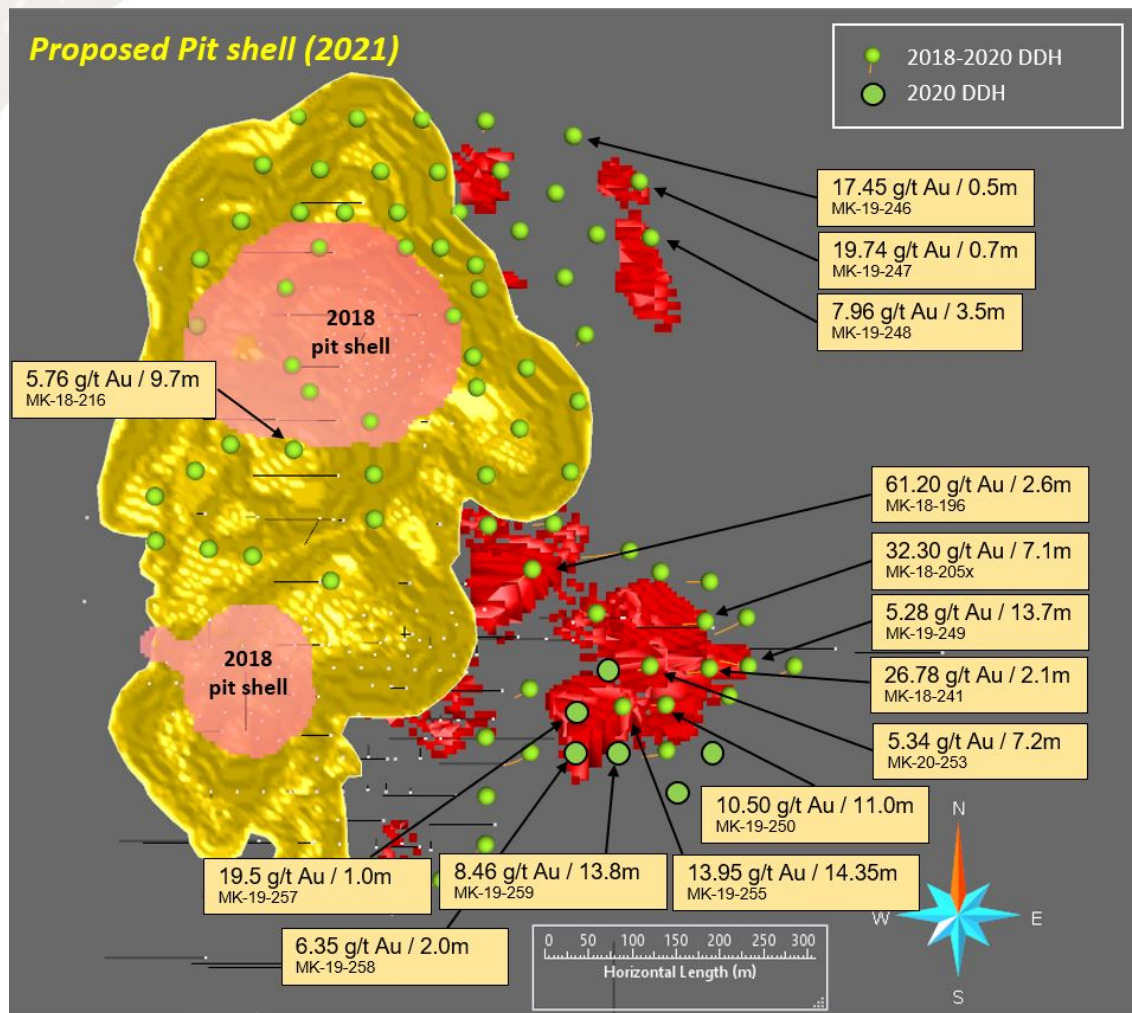
- Newly defined mineralized zone now measures +150 m x 150 m (located east of current resource estimate)
- Mineralization to the east is higher grade and thicker
- Increased the size of the property to 169 claims
- Ongoing 14,500 m follow-up drilling program to expand and define the outer limits of this mineralized horizon

### Best results since acquiring the property

Hole number	Length (m)	From (m)	To (m)	Width (m)	Grade Au (g/t)
MK-18-205Ext	426	356.5	363.6	7.1	32.30
MK-20-255	392	300.65	315.0	14.35	13.95
MK-18-196	300	254.8	257.4	2.6	61.20
MK-19-250	426	329.0	340.0	11.0	10.50
MK-19-249	432	379.5	393.2	13.7	5.28
MK-19-241	432	363.0	365.1	2.1	26.78
MK-18-216	177	133.3	143.0	9.7	5.76
MK-20-255	392	379.0	381.0	2.0	27.15
MK-19-251	414	334.0	340.0	6.0	7.04
MK-20-253	429	351.8	359.0	7.2	5.34

# McKenzie Break

## 2018-20 DRILLING PROGRAMS DISCOVERED NEW HIGH-GRADE ZONE





# Croinor Gold: Past Producing Mine

## POTENTIAL HIGH-MARGIN UNDERGROUND OPERATION

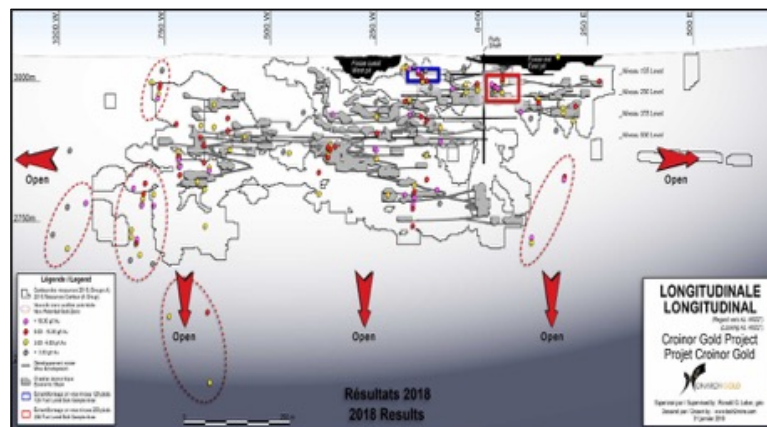
**Ownership:** 100% Monarch Mining  
**Location:** 55 km east of Val-d'Or  
**Deposit type:** Synvolcanic diorite sill of 60-120 m wide  
**Mineral reserves:** 602,899t at 6.66 g/t Au (P&P)<sup>1</sup>  
**Jan. 2018 PFS:** Pre-tax NPV5% of \$31.9M, IRR of 47.6% (based on US\$1,280/oz gold)<sup>1</sup>

### Strategic advantages

- Fully permitted past producing mine
- PFS published in 2018
- Close to all infrastructure
- 50 km from our Beacon Mill, low capex
- District-size land package of +150 km<sup>2</sup>
- Excellent potential to expand mineral resources
- Strong gold price environment (+US\$1,800/oz)

### Current steps

- NI 43-101 resource update
- Evaluating open pit potential
- 6,200 m of drilling underway
- Seeking financing partnership



Hole-ID	Width (m)	Au (g/t)	Metal factor
CR-16-512	9.9	12.01	119
CR-18-663	21.9	4.29	94
CR-17-532	4.7	19.82	93
CR-16-521	5.0	15.80	79
CR-16-521	3.0	24.18	74

<sup>1</sup> Historical reserves. Monarch Gold prefeasibility study (January 19, 2018).

# Monarch Mining's Permitted Milling Facilities

## CUSTOM MILLING OPPORTUNITIES FOR THE REGION



### Beacon Mill – 750 tpd

- Care & maintenance (~2010)
- 10 km from Beaufor Mine and 58 km from Croinor Gold
- Process: Merrill Crowe
- Additional capacity in tailings pond
- Limited CAPEX to restart
- Only did one pour in 2010
- Fully paid
- Within 100 km from other regional deposits in need of a mill

# Management Team and Board

- Strong track record of mine development and M&A: Magino, Detour Lake, Island Gold, Wasamac
- **Experienced in exploration, development and operations**
- Vast network in mining and financial capital markets

## Management Team

**Jean-Marc Lacoste**  
President and Chief Executive Officer

**Alain Lévesque, CPA, CA**  
Chief Financial Officer

**Mathieu Séguin, CFA**  
Vice President, Corporate Development

**Lucie Desjardins, LLB**  
Director, Legal Affairs and Corporate Secretary

**Elisabeth Tremblay, P. Geo., M.Sc.A.**  
Senior Geologist / Communications

## Board of Directors

**Michel Bouchard**  
Chairman of the Board\*

**Jean-Marc Lacoste**  
Director

**Guylaine Daigle**  
Director\*

**Laurie Gaborit**  
Director

**Christian Pichette**  
Director\*

\* Member of the audit committee

# Conclusion

- **A well-funded newly created company** with a focus on gold exploration and developing assets in the Abitibi mining camp
  - **\$20M of cash with projects having combined M&I resources of +588K oz/Au and Inferred resources of +329K oz/Au<sup>1</sup>**
- **100% ownership** on all projects, no debt on the balance sheet
  - We control our destiny by being one of the only “non-major” mill owner in the region, ability to provide custom milling arrangements
- **Management with proven track record** for acquisition of distressed/forgotten assets and ability to monetize
- **Cash flow opportunity** – A potential restart of the Beaufor Mine within 8-14 months
  - All permits and equipment are in place, low capex to restart and process ore at Beacon
- **A low share count structure** that will allow future M&A transactions and opportunistic financings
  - Only ~69.5M shares out, half of which is controlled within 10 entities
- **Attractive valuation in a bullish gold price environment**
  - \$38 EV/oz vs peers
  - Recently updated all NI 43-101 resource estimates
- **Interests aligned** - Management intends to actively buy shares in the market

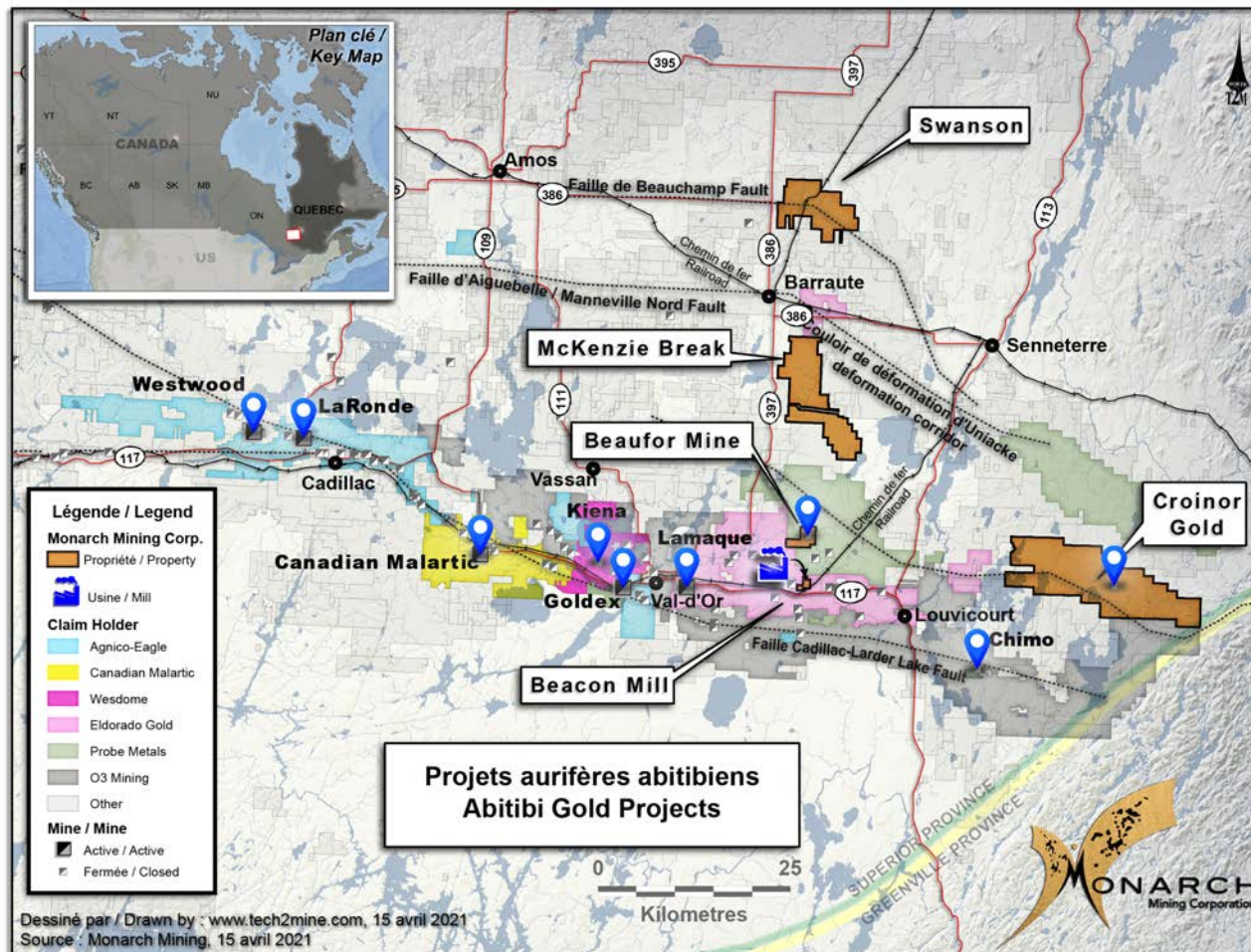
# Additional Information





# Prime Location in Active Sector

## MONARCH ASSETS NEAR PRODUCING GOLD MINES



# Monarch Mining – Resources

	Tonnes (metric)	Grade (g/t Au)	Ounces
<b>Croinor Gold<sup>1</sup></b>			
Measured Resources	80,100	8.44	21,700
Indicated Resources	724,500	9.20	214,300
Total Measured and Indicated	804,600	9.12	236,000
Total Inferred	160,800	7.42	38,400
<b>Beaufor mine<sup>2</sup></b>			
Measured Resources	121,000	5.62	21,900
Indicated Resources	310,100	7.10	70,800
Total Measured and Indicated	431,100	6.68	92,700
Total Inferred	134,600	6.96	30,100
<b>McKenzie Break<sup>3</sup></b>			
<i>In-pit</i>			
Total Indicated	1,441,377	1.80	83,305
Total Inferred	2,243,562	1.44	104,038
<i>Underground</i>			
Total Indicated	387,720	5.03	62,677
Total Inferred	1,083,503	4.21	146,555
<b>Swanson<sup>4</sup></b>			
<i>In-pit</i>			
Total Indicated	1,864,000	1.76	105,400
Total Inferred	29,000	2.46	2,300
<i>Underground</i>			
Total Indicated	91,000	2.86	8,400
Total Inferred	87,000	2.87	8,000
<b>TOTAL COMBINED<sup>5</sup></b>			
<b>Measured and Indicated Resources</b>			<b>588,482</b>
<b>Inferred Resources</b>			<b>329,393</b>

<sup>1</sup> Source: Monarch Gold prefeasibility study (January 19, 2018) and resource estimate (January 8, 2016). This resource was completed for Monarch Gold and has not been reviewed by a qualified person for Monarch Mining as required under National Instrument 43-101 and is thus considered as an historical estimate.

<sup>2</sup> Source: NI 43-101 Technical Report and Mineral Resource Estimate for the Beaufor Mine, December 18, 2020, Val-d'Or, Québec, Canada, Carl Pelletier, P. Geo., InnovExplo Inc. and John Langton, P. Geo., JPL GeoServices Inc.

<sup>3</sup> Source: NI 43-101 Technical Evaluation Report on the McKenzie Break Property, February 1, 2021, Val-d'Or, Québec, Canada, Alain-Jean Beauregard, P.Geo., Daniel Gaudreault, P.Eng., Geologica Groupe-Conseil Inc., and Merouane Rachidi, P.Geo., Claude Duplessis, P.Eng., GoldMinds GeoServices Inc.

<sup>4</sup> Source: NI 43-101 Technical Report and Mineral Resource Estimate for the Swanson Project, January 22, 2021, Val-d'Or, Québec, Canada, Christine Beausoleil, P. Geo. and Alain Carrier, P. Geo., InnovExplo Inc.

<sup>5</sup> Numbers may not add due to rounding.

# Forward-Looking and Cautionary Statements

## Forward-Looking Statements

Certain information included in this presentation, including any information as to our future exploration, financial or operating performance and other statements that express management's expectations or estimates of future performance, constitute 'forward-looking statements' within the meaning of the 'safe harbor' provisions of the United States Private Securities Litigation Reform Act of 1995 and Canadian securities laws. The words 'expect', 'believe', 'will', 'intend', 'estimate' and similar expressions identify forward-looking statements. Forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable by management, are inherently subject to significant business, economic and competitive uncertainties, risks and contingencies, including the possibility that drill programs will not yield the expected results. The Company cautions the reader that such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the actual financial results, performance or achievements of Monarch Mining Corporation to be materially different from the Company's estimated future results, performance or achievements expressed or implied by those forward-looking statements and that the forward-looking statements are not guarantees of future performance. These statements are also based on certain factors and assumptions. For more details on these estimates, risks, assumptions and factors, see the Company's most recent Annual Information Form on file with the Canadian provincial securities regulatory authorities. The Company disclaims any obligation to update or revise any forward-looking statements, whether as a result of new information, events or otherwise, except as expressly required by law. Readers are cautioned not to put undue reliance on these forward-looking statements.

## Cautionary Statement Regarding Estimates of Mineral Resources

The mineral resource estimates reported in this presentation have been prepared in accordance with the requirements of Canadian securities laws, which differ from the requirements of United States' securities laws. The CIM Definition Standards differ from the definitions in the United States Securities and Exchange Commission (the "SEC") Guide 7 (the "SEC Guide 7"). The terms "mineral resource", "Measured mineral resource", "Indicated mineral resource" and "Inferred mineral resource" are defined in NI 43-101 and recognized by Canadian securities laws but are not defined terms under SEC Guide 7 or recognized under U.S. securities laws. Readers are cautioned not to assume that any part or all of mineral deposits in these categories will ever be upgraded to mineral reserves. "Inferred mineral resources" have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of an "Inferred mineral resource" will ever be upgraded to a higher category. Under Canadian securities laws, estimates of "Inferred mineral resources" may not form the basis of feasibility or pre-feasibility studies, except in rare cases. Readers are cautioned not to assume that all or any part of an inferred mineral resource exists or is economically or legally mineable.

Mineral resources are not mineral reserves, and do not have demonstrated economic viability, but do have reasonable prospects for economic extraction. The estimate of mineral resources may be materially affected by geology, environmental, permitting, legal, title, socio-political, marketing or other relevant issues. Measured and Indicated mineral resources are sufficiently well defined to allow geological and grade continuity to be reasonably assumed and permit the application of technical and economic parameters in assessing the economic viability of the resource. Inferred mineral resources are estimated on limited information not sufficient to verify geological and grade continuity or to allow technical and economic parameters to be applied. Inferred mineral resources are too speculative geologically to have economic considerations applied to them to enable them to be categorized as mineral reserves. Under Canadian rules, estimates of Inferred mineral resources may not form the basis of feasibility or pre-feasibility studies or economic studies except for Preliminary Assessment as defined under NI 43-101. Readers are cautioned not to assume that further work on the stated resources will lead to mineral reserves that can be mined economically.

## Technical Information

The scientific and technical information contained in this presentation was reviewed and approved by Louis Martin, P.Geo., a Qualified Person within the meaning of National Instrument 43-101.



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