

## Galleon Gold Corp. (TSXV:GGO)

### Significant Near-Surface Mineralization at Zone #9

## Exploration Update

April 28, 2021

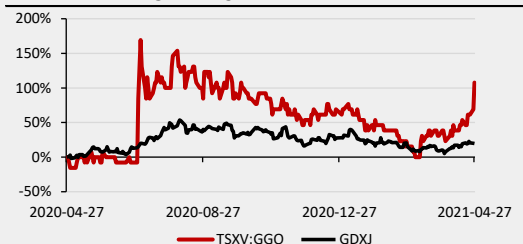
(Currency is C\$ unless noted otherwise)

Closing Price (C\$/sh)	\$0.14	
Rating	BUY	
Target (C\$/sh)	\$0.35	
Return to Target	159%	
52 Week Low / High (C\$/sh)	\$0.06 / \$0.20	
<b>CAPITALIZATION</b>	<b>Basic</b>	<b>Diluted</b>
Shares Outstanding (M)	470.6	644.5
Market Capitalization (C\$M)	\$63.5	
Enterprise Value (C\$M)	\$59.3	
Cash and Cash Equivalents (C\$M)	\$4.8	
Total Debt (C\$M)	\$0.6	

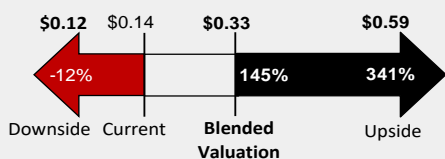
#### STOCK CHART



#### RELATIVE PERFORMANCE



#### POTENTIAL VALUATION



RELATIVE VALUATION	US\$EV/oz Au Eq
Galleon Gold Corp.	\$45
Peers*	\$45

\*S&P Market Intelligence

#### MAJOR SHAREHOLDERS

Management (3.34%), Sprott, Eric (22.58%)

DISCLOSURE CODE: 3, 4

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

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

#### Company Description

Galleon Gold Corp. engages in the acquisition, exploration, development, and evaluation of mineral properties in Canada and the United States. The company holds interests in the Neal property with 5 patented mining claims covering ~22.4 ha, and another 7 unpatented lode claims covering ~52.6 ha located in Idaho, USA; and West Cache Gold Project that consists of 264 unpatented mining claims and three patented claims covering ~3,550 ha located west of Timmins, Ontario. It also has interests in various properties located in New Brunswick, Ontario, Quebec, and Manitoba, Canada. The company was formerly known as Pure Nickel Inc. and changed its name to Galleon Gold Corp. in December 2019. The company was incorporated in 1987 and is headquartered in Toronto, Canada.

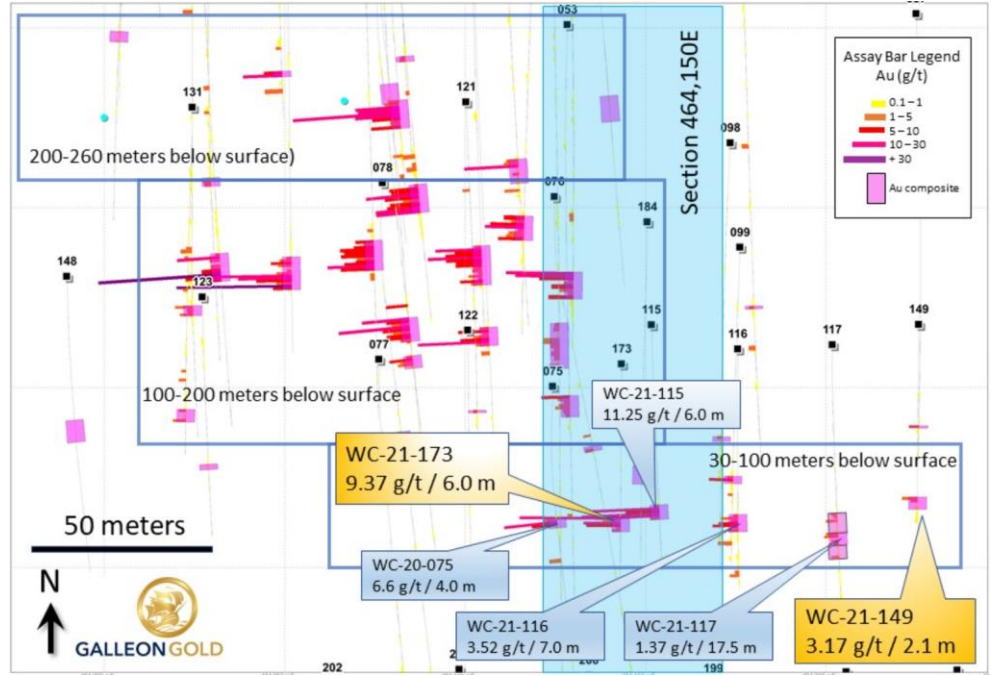
#### Impact: Positive

Galleon Gold announced additional results from its ongoing drilling campaign at its 100%-owned, West Cache gold project near Timmins, Ontario. Assays were released for a further two holes targeting the Zone #9 high-grade Au shoot. **While mineralization at Zone #9 tends to increase in grade x thickness at depth, we believe the results from this release also highlight the occurrence of significant Au at shallower depths, which is advantageous for a future underground bulk sample.**

- Drilling confirms high-grade Au near surface.** Hole WC-21-173 encountered significant gold mineralization at Zone #9, returning **9.37 g/t Au over 6m, including 13.19 g/t Au over 4m**, approximately 50m vertically from surface (Figures 1 and 2). The hole was drilled mid-way between previously announced holes WC-20-75 and WC-21-115. Notably, this new intercept represents the second highest grade x width interval within 100m depths (Figure 3), and further confirms the presence of high-grade mineralization near the top of the shoot below the glacial till.
- Zone #9 extended along strike.** Hole WC-21-149 tested the eastern edge of the shoot (Figure 1) and returned **3.17 g/t Au over 2.1m, including 4.31 g/t Au over 1.1m** at similar near-surface depths to hole WC-21-173 (Figure 3). Importantly, this hole extended the near-surface strike extent of the zone ~150m eastwards, albeit with lower grades.
- Delineating Zone #9 ahead of bulk sample.** Zone #9 appears to trend towards the northwest (Figure 1) as the shoot plunges and deepens to the 100-200m level. GGO has stated that further definition drilling along dip and strike will likely occur from underground, once a decline for the bulk sample is completed. We note that the near-surface results from this release highlight potential for bulk sampling to occur at shallower depths, which could allow for a more economic and fast-tracked test mining program.
- Resource update to support the PEA.** We expect these intercepts to support the upcoming resource estimate planned for this quarter, ahead of the PEA. The updated resource is expected to incorporate over 175 new holes and include a maiden resource for Zone #9. We expect the PEA to provide guidance on stope design and mining methods for the future test mining program.

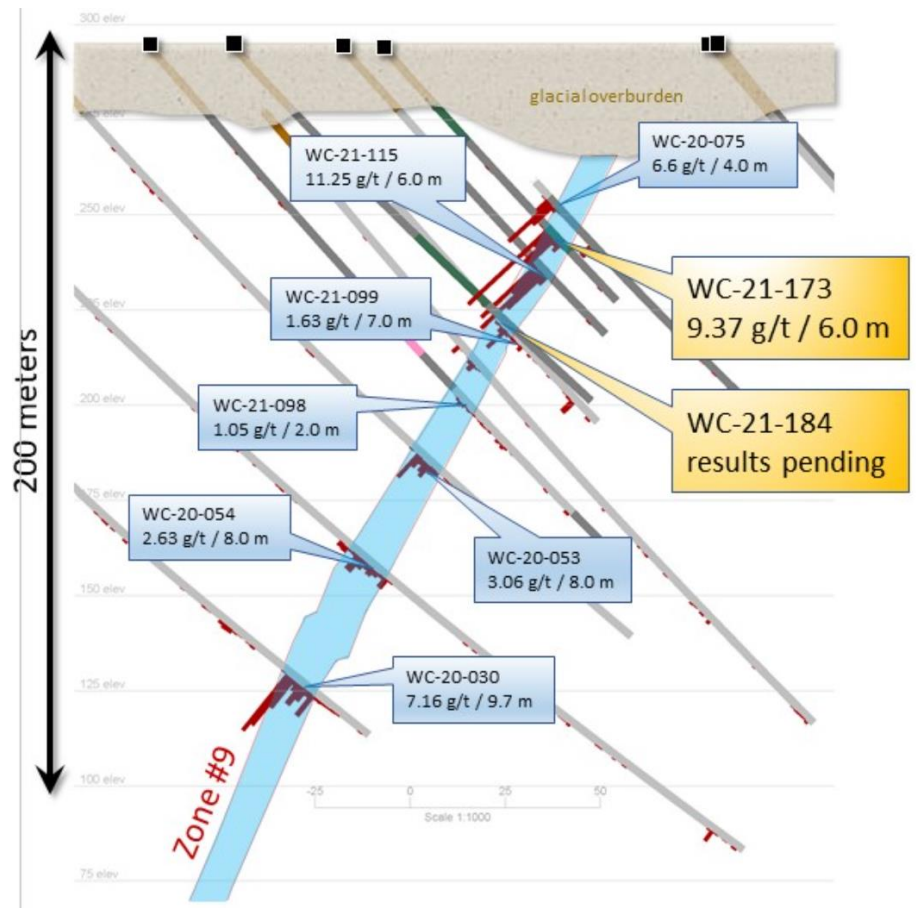
**We maintain our BUY rating and \$0.35/sh price target.** Our target is based on our probability-based valuation method, which uses a sum-of-parts method to derive our blended valuation of ~\$0.35/sh. Galleon trades in-line with its peers on an EV/oz AuEq basis (US\$45/oz), however, we believe Galleon's top mining jurisdiction and strong management team should warrant a premium. **Upcoming catalysts:** 1) West Cache drill results (ongoing); 2) Metallurgical study (Q2/21); 3) West Cache resource update and PEA (Q2/21).

**Figure 1: Plan map of recent drilling at West Cache**



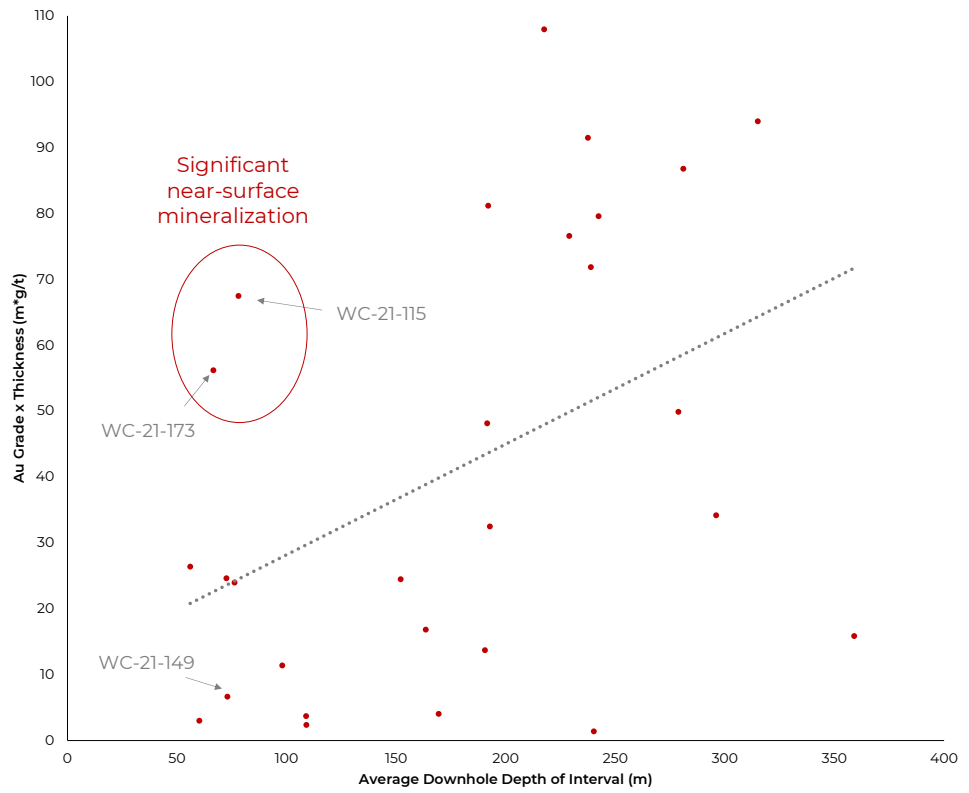
Source: Company Reports

**Figure 2: Cross-section through Zone #9, looking east**



Source: Company Reports

**Figure 3: Plot of Au Grade x Thickness vs. Interval Depth, for main intervals only, Zone #9**



Source: RCS, Company Reports

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Disclosure Statement  
 Updated April 27, 2021

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Date	Rating	Target C\$/sh	Status	%
2020-08-17	BUY	0.40	BUY	74%
2020-09-10	BUY	0.40	BUY (S)	15%
2020-09-30	BUY	0.40	HOLD	0%
2020-10-22	BUY	0.40	SELL / Tender	0%
2020-10-29	BUY	0.40	NA	9%
2020-11-11	BUY	0.35	Under Review	2%
2020-11-18	BUY	0.35		
2020-12-04	BUY	0.35		
2021-01-13	BUY	0.35		
2021-01-27	BUY	0.35		
2021-02-03	BUY	0.35		
2021-03-08	Under Review	Under Review		
2021-03-08	Under Review	Under Review		
2021-04-15	BUY	0.35		
2021-04-15	BUY	0.35		
2021-04-22	BUY	0.35		

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Company Name	Ticker Symbol	Disclosures
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Galleon Gold Corp.	TSXV:GGO	3,4
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