

Renforth Resources (RFR)

Company Report – June 26, 2021

Renforth Resources is a mineral exploration company that focusses on easily accessible Canadian-based gold projects. It holds Parbec, an open pit gold deposit, and Surimeau, a district scale battery metals discovery, both located near Malartic, Quebec, along with several other mineralized properties.

The positive results and high grade gold intervals that have been reported recently at Parbec build the speculative potential value for a transaction to vend the property.

The ongoing stream of exploration results from the Surimeau and Parbec properties is contributing a powerful one-two punch combination for Renforth. Barely a third of the way into the year, the Company has completed two ambitious drilling programs. The backlog of samples awaiting assay required utilizing the services of a second laboratory facility. As these assay results are reported, each of these properties is gaining speculative value.

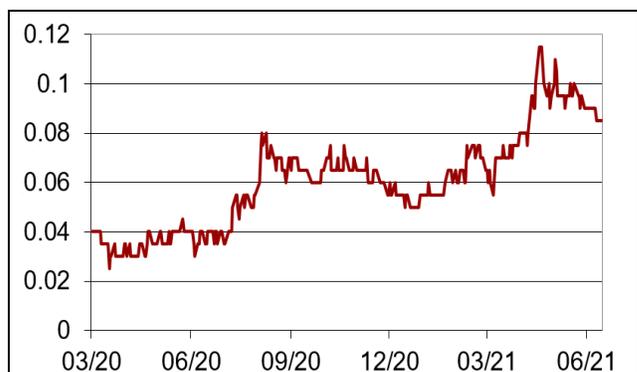
Surimeau has already evolved from the concept stage to where it is now positioned as a confirmed battery metals discovery. The structural targets further along strike may yet reveal a very large deposit area. Victoria West presents a high magnitude discovery that will attract a lot of interest as work continues.

We reiterate our buy recommendation for Renforth Resources with a price target of \$0.23, which is 155% above today's stock price.



- It is early in the exploration process, but the evidence in hand certainly suggests there is something special awaiting discovery at Surimeau. It is extremely encouraging to outline such a large area with the characteristics that are associated with large deposits.

The discovery of a significant VMS (Volcanogenic Massive Sulfide) deposit is usually a transformative event for an exploration story. The potential scale and magnitude of these deposits attracts speculative interest, and establishes the project on the radar screen of senior mine developers. Senior mining companies are only interested in the largest deposits and joint-venture transactions are frequently completed shortly afterwards.



Market Data	
Price	\$0.09
Sector	Metals & Mining
52-Week Price Range	\$0.035 - \$0.12
Shares Issued (m)	255.3
Market Cap (m)	\$22.98
Listings	RFR (CA) & RFHRF (US) & 9RR (GER)
Website	http://www.renforthresources.com

THE COMPANY

Renforth Resources Inc. is a Toronto-based gold exploration company with interests in established exploration camps in both Quebec and Ontario.

In August 2020, Renforth sold New Alger, its most advanced project, to Radisson Mining Resources In. for the following consideration:

- ▣ 12 million class A common shares of Radisson issued to Renforth valued at \$3,840,000;
- ▣ \$0.5 million in cash; and
- ▣ A \$1.5 million cash contingent payment, payable on the earlier of the announcement of commercial production at New Alger, a sale of New Alger for more than C\$40 million or a change of control of Radisson.

Concurrent with the sale of New Alger, Radisson acquired 24,000,000 common shares of Renforth via a private placement which occurred at \$0.135 per flow through share sold, with no warrants. The private placement resulted in proceeds to Renforth of \$3,240,000.

Moreover, the Company retains exposure to the New Alger project through its shares of Radisson, also giving Renforth exposure to Radisson's other project, namely the O'Brien mine.

As Renforth sold New Alger, its 100% owned **Parbec property** became the Company's flagship asset. Parbec has a shallow gold resource with a 1.8 kilometer strike length and is situated along the Cadillac Break, a region, which is known for hosting some of Canada's biggest and deepest gold mines, including Agnico Eagle's [NYSE:AEM] LaRonde mine, and Eldorado Gold Corporation's [NYSE:EGO] Lamaque mine. In this region, gold is mined as deep 1,500 meters below the surface, such as at the adjacent past-producing O'Brien mine. A 2020 resource estimate showed that Parbec contains over 280,000 ounces of gold. Similar to New Alger, about 80% of the mineralization was found at a depth of 200 meters or less. However, based on the first assay results from a recently completed 15,569m drill

program, it's clear that Parbec's resource estimate significantly understates the properties' true resource potential.

In July 2020, Renforth opted to delineate the southern extension of the West Malartic property as a distinct exploration project area. The renamed **Surimeau project** hosts several target areas for precious (gold) and base (nickel, copper and zinc) metals. Located south of the Cadillac Break, the property has several points of road access, hydro-electric power lines running through it and rail lines nearby. The Surimeau District Property hosts numerous areas of interest, both the sulphide nickel rich VMS targets such as the ~5km Victoria West prospect, which Renforth is currently focussed on, as well as the gold prospects. Both the gold and battery metal targets are supported by historic findings and Renforth's follow up exploration. Although assay results from a 3456m, 15 drill hole program, completed in April 2021, are largely still outstanding, the Company has recently commenced another 1000m drill program at Surimeau.



Geologists at work at the Victoria West target.

In addition, Renforth holds the **Malartic West property**, contiguous to, and interpreted from geophysics to be the structural extension of, the Canadian Malartic Mine, Canada's

largest open-pit gold mine. A 1000m drill program will soon commence at the property.

East of Val d'Or Renforth has assembled the gold-bearing **Denain-Pershing property**, covering both the eastern little explored termination of the Cadillac Break in to the Grenville front and a gold bearing banded-iron formation on the property.

Finally, in Ontario, the Company owns 100% of the **Nixon-Bartleman property**, located on the Porcupine-Destor fault in the West Timmins Mining area, another historic gold occurrence with a couple of old shallow pits onsite and a history of past drilling which has not yet defined the gold occurrence.

Short term, the Parbec Gold property offers easy road access exploration and development with deep labour pools and service providers to draw upon. The balance of the property portfolio gives shareholders access to longer term blue sky opportunities through basic exploration on prospective ground with historically identified gold occurrences.

PARBEC

The Parbec property is 100% owned by Renforth, subject to a gross metal royalty (GMR) of 3%. It is located on a never mined portion of the Cadillac Break, and is contiguous to the Canadian Malartic super pit mine with its 10 million ounce resource (2014), and immediately adjacent to the East Amphi mine (inferred resource of 1.4Mt grading 1.47 g/t Au) which forms part of the Canadian Malartic Mine Property.

The Parbec property has established Renforth as a serious exploration story in Quebec. Originally acquired through an acquisition deal with Globex Mining, Parbec is the most advanced of Renforth's holdings and appears to be emerging as a development candidate.

In May 2020, Renforth reported a compliant Mineral Resource Estimate for Parbec. A great deal of information was summarized within this concise document. This included results from previous operators of the property, as well as work conducted by Renforth during

the last 4 years, including a total of 37 drill holes, each of which encountered gold. The defined gold zone has been confirmed by drilling to a depth of 738m and extends along a confirmed strike length of roughly 1,800m through the property. The system remains open for expansion as further exploration continues.

Of course, the highlight numbers of a resource report are the estimated gold ounces for the deposit. A total of 104,500 ounces of gold was estimated in the Indicated category, within 1,822,000 tonnes of mineralization that averaged 1.78 g/t gold. Another 177,300 ounces of gold was classified as Inferred based on 3,122,000 tonnes bearing an average of 1.77 g/t gold. The majority of the resource outlined so far at Parbec is situated near surface, which opens the potential for an open-pit mining scenario.

Class	Tonnes (000)	Grade (g/t Au)	Contained ounces
Indicated	1,822	1.78	104,500
Inferred	3,122	1.77	177,300

The 2020 Parbec Resource Estimate. Source: Company Filings.

The intrinsic value of a gold deposit is a function of many considerations that impact on the likelihood for a successful mine development. Open-pit mining enables much lower cost operations than a comparable underground mine. Typical open pit mines in operation today are profitable with average gold values of less than a gram per tonne. For comparison, the currently published reserves for the enormous Canadian Malartic mine average 1.11 g/t of gold. Renforth has already surpassed this grade at Parbec with the potential for further gains ahead.

A cutoff grade of 0.32 g/t gold was plugged into this estimate. All gold intervals below this grade were not considered in the report. This is based on a gold price assumption of \$1450 per ounce. Considering that the current gold spot price is in the range of \$1850, it's clear that there's plenty of room to move this assumption higher in a future update. This alone would generate a larger total gold resource for the purpose of modeling the deposit.

Aggressive Drilling Program

In September 2020, Renforth launched an aggressive diamond drilling program at Parbec with the overall objective to expand the deposit area and build the gold resource. Over the course of seven months, a total of 15569m were drilled, including a certain number of twinned holes designed to validate the inclusion of assay data produced in ~13,000m of drilling which took place between 1986 and 1993 and was not included in the May 2020 resource estimate.

Renforth continues to receive small batches of assay results from the recently completed program at Parbec. Almost every week the Company reports another series of assay data. And as shareholders have become accustomed, the results are very good. Below is a table with the 'Top Ten Interval List' from the 2020/21 drill program at Parbec.

Hole Number	From (meters)	To (meters)	Interval (meters)	Gold (g/t)
PAR-20-112	254.8	276.25	21.45	5.57
PAR-21-127	255.25	279.25	24.1	3.78
PAR-21-133	232	244.5	12.5	6.9
PAR-20-116	108.9	158.5	49.6	1.46
PAR-21-128	280.9	293.5	12.6	4.39
PAR-21-131	48.45	58	9.55	4.42
PAR-21-13	91.9	106	14.1	2.15
PAR-20-100	88.5	109.5	21	1.21
PAR-21-128	259.25	269.5	10.25	2.37
PAR-20-104	53	66	13	1.72

Assay intervals are presented as measured in core box, not true widths

Some drill holes were collared as an infill hole between known gold intervals from previous drilling work. However, the distance between those values was too wide to enable calculation of gold resources for that section. With the successful result of numerous gold sections documented in these holes it means that the gaps of the deposit may now be confirmed as valuable gold resource zones when the next update is presented.

Additionally some of the drill holes were targeted to twin historic holes. If about 10% of the historical drill holes can be replicated and the drill core analysis generates similar results, then previous data is validated for

these zones. If so, then the historical drill holes will be considered accurate and may be included in the next resource update. All of the twinned holes confirm the results from the past.

Another interesting aspect is that gold zones are encountered below 300m down hole. This represents another indication of the potential for higher grade gold alteration to depth.

Back in March of this year, Renforth also reported that a new gold-bearing zone had been discovered, hosted in the Pontiac sediments adjacent to the Cadillac Break structure. The Company presented assay results from drill hole Par-20-105, which included distinct gold zones at three separate intervals of core. Among these sections, one interval of 3 meters carried an average grade of 6.43 g/t gold. Another interval spanning 1.5 meters closer to surface encountered 5.34 g/t gold. A very narrow high grade interval between these two sections was mineralized with 15.8 g/t gold, which amounts to one of the highest grade intervals reported so far at the property.



Parbec drill core from hole PAR-20-105

All of the data presented from the recent exploration work at Parbec so far has been positive. Wider intervals are being encountered regularly. These chunky gold-bearing zones contribute towards a greater tonnage of mineralization and build resource ounces for the overall deposit. Higher grade gold values continue to be reported in each batch of assay results.

As the backlog of assays is finally resolved, the Company will begin an updated resource estimate for Parbec to include all of this additional data. The expectation for a material increase to the total gold resource for the deposit is validated by the results in hand so far.

With several under-utilized processing plants in operation, a short distance from the property, Parbec may be advanced as a low cost mine with access to toll milling facilities. The project may also be under consideration for an acquisition deal by several established mining companies in the district. Either one of these scenarios could be a transformative event for Renforth.

SURIMEAU

When Renforth opted to divide the West Malartic property and rebrand the southern portion as the Surimeau project, perhaps some people considered this a marketing tactic. However the Company was confident based on analysis of regional geology.

A team of six experienced and respected geologists investigated the property during the summer of 2020. Based on observations by the field team and the assay results from grab samples, plus a review of the historical work carried within the property area, a geological model was developed building the case for the Surimeau project as an exceptional exploration asset.

Two enormous magnetic anomalies associated with mineralization have been outlined from this work. One extends some 30kms along strike in the northern section of the property. The other, located to the south, runs for an estimated length of 20kms. The surface area of these systems is impressive, as the corridor of alteration ranges between 100 to 500 meters in width. That Renforth controls the entirety of two similar and highly prospective systems within one wholly owned property is exceptional, considering Surimeau is located in the midst of one of the most productive mining trends in Canada.

Of note, both systems are clearly illuminated based on interpretation of geophysical

surveying previously completed with an airborne MAG sensor. Historical drilling work was completed by prior operators at four areas of the property. These areas (Victoria West, Colonie, Surimau and LaLonde) are closely aligned to the interpreted strike of the systems. Attractive grades of nickel were reported within the drill core. In addition, promising content of zinc, copper and silver was also encountered. Although the historical values of the mineral samples may not be relied upon under current standards of reporting for exploration results, they do serve as an indication that alteration zones are present within the property area.

As confidence in the area grew, Renforth decided to stake new property holdings around these target areas. The combined area of the consolidated properties has as such increased to a formidable 260 square kilometers.

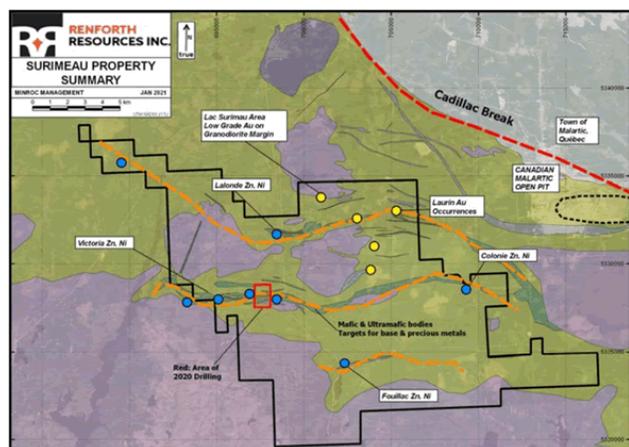
Three Drill Programs in Nine Months

A preliminary fieldwork program was launched at Surimeau in October of last year. Most of the structural corridors of interest identified at the property through geophysical survey interpretation are covered with a layer of overburden. However, the exploration team identified surface alteration exposed at outcrop within the 5 km long Victoria West target area.

The field work was followed by a maiden drill program of two and a half (due to equipment failure) shallow holes targeting Victoria West. Near surface base metals mineralization was encountered in all three of the drill holes. Distinct intervals of nickel, copper and zinc enrichment were hosted within volcanogenic massive sulphide (VMS) alteration, often intertwined with ultramafic alteration zones.

One interval of more than 20 meters encountered an average of 0.126% nickel. In another drill hole, 13 meters of 0.156 nickel was reported. Several enriched zones of copper and zinc were also present in drill core intervals. Achieving notable mineralized intervals just below surface in what was a very limited amount of drilling, was a very promising achievement.

Due to the strong results, Renforth completed another 15 drill holes, totaling 3,456m, earlier this year. In total they drilled off 2.2kms of strike within the Victoria West target area.



The 2020 drilling, indicated with the red box, forms a 5km area of mineralization in the western end of a 20km trend, which is also mineralized on the eastern end. In between, there is no data, or outcrop, but potential as the intrusives and geophysics continue.

Although some partial assay results have been received from this drill campaign, Renforth has opted to wait until data for at least a full set of results from the drill hole is available before releasing the news. The expectations are high because the interpreted magnetic anomaly highlighted for the Victoria West target area appears to have been confirmed with the visible sulphide mineralization observed in the drill holes.

Because of these visual results, Renforth’s management is confident enough to proceed with a new 1000m drill program, which commenced this week. The Company will be utilizing a one man, day shift only drill rig, capable of approximately 300m per hole, to drill undercuts of the previously completed 200m holes, which were drilled south at 45 degrees dip.

Renforth has outlined a discovery area up to 250m in width. The drilling work has encountered base metals alteration in every drill hole for more than 2.2km of strike length. While the overall size of this mineralized system is impressive so far, Renforth’s geological team believes that the system may extend up to a further 4km to the west and 12km to the east of the currently

outlined zone. The Victoria West Target area is therefore evolving into a promising discovery area with the potential to achieve a significant base metals deposit. Moreover, Victoria West is just one of many similar structural targets identified within the enormous property area.

Base metals mineralization including chalcopyrite, pentlandite and sphalerite was observed in drill core. These sulphide minerals are commonly associated with deposits of copper, nickel and zinc. This suite of base metals is currently in high demand for industrial consumption related to the manufacturing of batteries for electric vehicles.



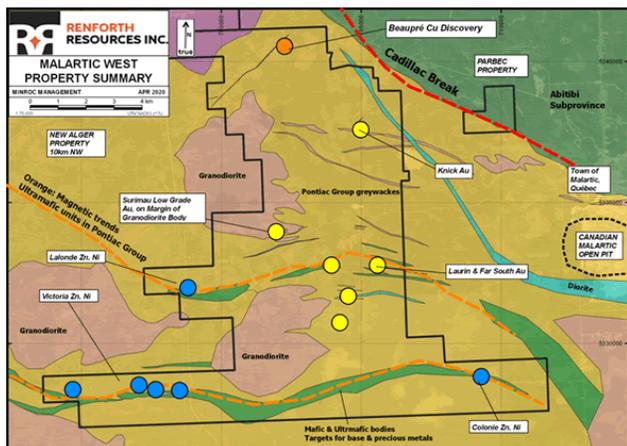
Drilling and surface sampling at Surimeau have resulted in the discovery of a large scale nickel/copper/zinc system on surface and to shallow depths over ~5km in the western end of the central Surimeau anomaly.

As the production of electric vehicles is expected to continue increasing, the market for battery metals is facing supply constraints. This in turn is contributing to higher prices for these metals, and also encouraging fast track for development of new mines to keep up with demand. **The timing could not be better for Renforth to be advancing an exciting new discovery that is already demonstrating attractive intervals bearing battery metals even at this early stage of exploration.**

MALARTIC WEST

The Malartic West property was originally acquired by Renforth based on proximity to the Canadian Malartic gold mine, Canada’s

largest open pit gold mine. The large land package had been overlooked by other players and was available so Renforth secured ownership in the hopes that the favorable conditions that contributed to emplace attractive gold deposit elsewhere in the district may have also been at work within this section.



Malartic West property map.

This tactic has been proven successful many times for other companies in other places. The presence of promising geologic formations close to established deposits - 'closeology'- is reason enough to acquire an exploration property.

The 100% owned Malartic West property covers 53 km² and is adjacent to the Canadian Malartic Mine and the Surimeau property. This prospective land package has been drilled and prospected to some degree, in both instances delivering gold values.

Sediment-hosted gold alteration has been encountered within the property a setting similar to the gold resource zones of the neighboring mine. However, it is an intriguing surface showing of copper-silver alteration that will become the initial exploration target. This zone was encountered through surface prospecting and sampling work completed by a previous operator.

Renforth sent a team to the surface outcrop area in 2019 as part of a wider reconnaissance effort at Malartic West. Grab samples were collected during two visits that fall. Appealing alteration was encountered with grades of up to 3.59% copper. The best

assay results included values up to 8.31 g/t silver. These results confirmed historic data reported by SOQUEM from trenching and sampling efforts. This outcrop target has been traced along a strike of 160m where a layer of surface overburden prevented further investigation.

A 1000m drill program is scheduled to investigate these intriguing findings further. This maiden drill program is exciting, because so far there is limited data available to provide clues on the structural setting below the outcrop. Even determining the potential strike is challenging since the surface showing extends into a section of heavy overburden. At least one 'blind' drill hole will speculatively target the unknown extent below the surface overburden zone.

The copper-silver target zone is located within an area that does not demonstrate a geophysical signature. Enrichment of these two metals in the same deformation zone is considered unusual in this part of Quebec. Program geologists are very hopeful that the drill core may duplicate the surface sampling results. Encountering a few intervals of similar grades across meaningful core widths would therefore amount to a very successful start for the exploration at this property.

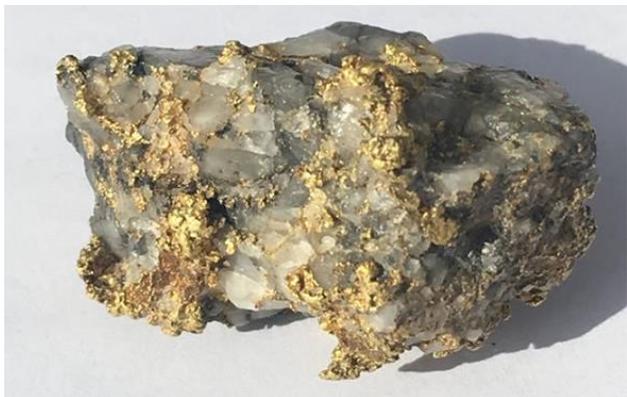
Mind that although the copper-silver target represents an area of interest for the maiden drilling effort, it is by no means the entire story for Malartic West. The Cadillac Break structure, for example, passes within a few hundred meters from the northeast corner of the property. In addition, there are many other structural targets that will be worthy of further exploration work in the future.

NIXON-BARTLEMAN

Renforth holds 100% of the Nixon-Bartleman project, subject to a 2.5% NSR. The property consists of 24 staked claims over an area of 313Ha, and is located just 10 kilometers from producing gold mines of the Destor-Porcupine Fault. This property itself is known to host five gold bearing quartz veins in a structurally complex environment.

It was discovered in the 1920's and has seen several owners and exploration campaigns

with a modest amount of drilling, most recently in 2004, 2005 and 2011 where ~4500m were drilled. Assay results included up to 40 g/t gold and intersected a gold-bearing porphyry.



The image above is a specimen sample from Nixon-Bartleman obtained from the family of the earlier holder of the property.

Renforth undertook one field campaign in 2014 which extended the mineralized strike length from ~200 meters to ~450 meters. Sample results included an interval of 0.3m with an average grade of 22.1 g/t gold.

Currently, data compilation is underway, which will involve historic exploration activity from as far back as the 1920s. Geophysical survey data will also be part of this program. Ideally, this full review of all information will shed light on structural controls for gold emplacement. Geologists may use this compilation to identify specific exploration targets. The process is expected to take a couple of months, with the objective to consider all previously known results as the planning advances for future exploration work at the property.

DENAIN-PERSHING

The wholly owned Denain-Pershing Project is 10,001 hectares in size. It is located in an active mining camp, on strike to the Chimo Mine and contiguous to the Croinor Mine. It's a virtually unexplored and very prospective area.

In March 2017, Renforth first acquired a 100% interest in the Denain Gold Project, located on the Cadillac Break, approximately 10km east of the former Chimo Mine. The

property hosts the Americ Au Occurrence and the Matchi-Manitou and Sullivan Cu/Zn occurrences. The vendor retained a 2% Net Smelter Return (NSR) on the claims, half of which (1% of the 2%) can be purchased by Renforth for \$500,000.

Four months later, the Company also acquired the adjacent gold bearing 2244 Ha Pershing claim block. Elevated gold assays are reported from exploration programs in the 1980s and 1990s. The most recent drill results showed 145 g/t Au in a first screen analysis and 44.6 g/t Au in the second screen analysis of the same sample, taken from 190.35m to 190.65m. The variability of the results is indicative of coarse gold. In hole FG11-04 assay results reported were 18.3 g/t Au over .015m and 10.5 g/t Au over 0.20m. These results were reported by a prior operator, Forest Gate Energy, in 2011.

The Pershing property was acquired from two vendors. One vendor retained a 2% NSR on 36 of the purchased claims, with Renforth able to buy back half of the NSR (1% NSR) for \$1,000,000 for a period of 10 years. The other vendor retained a 2% Gross Metal Royalty on 3 of the claims.

In May 2018, Renforth granted Chalice Gold Mines Limited an earn-in option. In order to earn an 80% interest in the Denain-Pershing Property, over a 3-year period, Chalice would have to make payments to Renforth totaling \$200,000 (\$50,000 was paid on signing the agreement) and spend \$1,250,000 in work on the property. Once Chalice had earned the interest, a 80/20 joint venture would be formed between Chalice and Renforth.

In July 2019 however, O3 Mining [TSXV:OIII] acquired the Canadian assets of Chalice Gold Mines. As a result, O3 Mining has taken over all responsibilities of Chalice for the Denain-Pershing property. Note that O3 Mining is a company formed and supported by Osisko Mining [TSX:OSK].

FINANCIALS

The exploration properties acquired by the Company are still in the early exploration and development stage. Until sufficient work has

been completed to confirm the feasibility of any specific interest being placed into production, it is anticipated that the Company will not have any material revenue.

Obviously, the generation of revenues is not what Renforth shareholders are looking for in the first place. The increase of gold resources at the properties, and the potential sale of another property – or the entire Company – are the main drivers for share price appreciation, and as such for share ownership.

Amounts in \$000's	03/31/21	03/31/20
General & Corporate	442	131
Exploration Expenditures	478	460
Total Expenses	921	591
Flow Through Share Premium	1,740	271
Net Income (Loss)	580	(320)
Diluted Shares Outs.	323,546	268,534
Diluted EPS	0.00	(0.00)
Selected income statement data for the quarters ended March 31, 2021 and March 31, 2020. Source: Company Filings		

Balance Sheet As Of March 31, 2021

As at March 31, 2021 the Company's cash decreased to \$1,597,943 from \$2,634,013 at December 31, 2020. The Company's working capital was \$ 5,323,841 compared to \$4,744,252 at December 31, 2020. The decrease in cash was due to \$1,036,070 spent on operating activities (compared to \$637,284 spent in Q1 2020). The increase in cash used is the result of flow through financing raised in 2020 of which \$2,511,655 is required to be spent by the end of 2021.

The Company's 2020 monthly cash burn rate on average, which was calculated as cash spent per month in operating activities, was approximately \$345,000. This included \$478,440 of exploration expenditures, and various consulting fees for business development and investor relation services which is discretionary and based on available funds.

The primary need for liquidity is to fund exploration programs and to maintain general

corporate operations. The primary source of liquidity has primarily been private financings. The Company's liquidity concerns were addressed by the sale of the New Alger project which provided \$500,000 in cash, and 12,000,000 common shares of Radisson Mining Resources Inc (at the time of the publication of this report worth \$2.94 million), as well as \$3,240,000 flow through financing, which closed in early October 2020.

The Company has no debt and no financial commitments other than spending its flow through dollars on acceptable exploration costs.

Overall, given working capital at March 31, 2021, the Company will be able to meet its general operational requirements for 2021, and will not require additional capital for exploration programs in 2021 and to funds operations for, at minimum the next 12 months.

Amounts in \$000's	03/31/21	12/31/20
Cash and Cash Eq.	1,598	2,634
Sales Tax & Refundable Tax Credits	298	204
Marketable Securities	3,840	4,080
Total Assets	5,771	7,038
Accounts Payable	251	358
Deferred Flow Through Share Premium	-	1,740
Total Liabilities	447	2,294
Total Stockholder Equity	5,324	4,744
Selected balance sheet data on March 31, 2021 and December 31, 2020. Source: Company Filings		

OUTLOOK

Parbec remains Renforth's flagship property and the prospect that may deliver the greatest upgrade in shareholder value over the near term as the gold resources for the project continue to increase. The latest assay results promise to contribute significant upside when the updated resource estimate is completed (expected later this year). All of the assays from last year's drilling have now been reported. Only a handful of the 21 holes from the second phase have been received. This means a lot more news to come.

The ongoing reporting of positive gold values builds the potential for a material upgrade to the overall deposit as the resource report is eventually updated. A larger and higher grade gold deposit will attract a premium market value as an acquisition target for a number of prospective suitors in the district.

Surimeau is emerging as a potential district-scale treasure trove of base and precious metals. The exploration targets already identified on this one property should keep the Company busy for many years.

The outlook for Surimeau has added an exciting dimension to the story. As the newest VMS discovery in Canada, the appeal of base metals leverage builds further speculative upside. Dubbed 'battery metals' as they are currently in demand for the fabrication of batteries to power electric vehicles, the spot prices for nickel and copper have been rising in recent months. There is also potential for a PGE component to be outlined as work continues, advancing the multi-metal value proposition further at Surimeau.

Malartic West is effectively the northern extension of the larger Surimeau project. Both properties are located within an established mining camp with significant production of precious and base metals. Abundant infrastructure including road and power access is in close proximity. Attractive structural geology has been mapped extending across the properties on a district scale. These systems have contributed to the enrichment of many of the most productive mineral deposits throughout the region.

And preliminary review is scheduled for Nixon-Bartleman with a historic data compilation to better guide pending exploration at that project.

It is hard to imagine a more attractive setting for a high value resource discovery. Meanwhile, the Province of Quebec has indicated that exploration and development of critical and strategic elements is a priority. The stakes are therefore very high as Renforth works to advance these properties and realize the discovery potential.

The impressive track record to achieve discovery success year after year is another highlight for this ambitious junior explorer that builds expectations for the current round. Renforth appears to be firing on all cylinders as a finely tuned exploration specialist.

Valuation

When we compare the enterprise value per ounce of gold resource of a number of development-stage junior gold mining companies to Renforth's, the latter trades significantly below the average.

We believe that as the precious metals, and commodities markets in general, become even firmer that investors will recognize the true potential of Renforth's property portfolio. All assay results from Parbec confirm the vast potential of the project, and increase its value for an acquisition by a third party who wants to take it into production.

Moreover, given the positive early results and strategic location of Surimeau, the potential to advance the discovery into a high-value VMS nickel deposit becomes realistic.

As a result, we reiterate our buy recommendation for Renforth Resources with a price target of \$0.23, which is an increase from \$0.19 in our previous report, and 155% above today's stock price.

SHARE DATA & OWNERSHIP

As of March 31, 2021, Renforth had approximately 255.3 million common shares outstanding, of which management owns about 7% and Globex Mining Enterprises [TSX:GMX] approximately 4%.

In addition, the Company had approximately 52.5 million warrants outstanding with an average exercise price of \$0.09.

Finally, Renforth had 15.7 million stock options outstanding with a weighted average exercise price of \$0.06. Each stock option entitles its holder to purchase one common share of the Company.

MANAGEMENT

❑ **MS. NICOLE BREWSTER - PRESIDENT & CEO, DIRECTOR**

After spending some time in the capital markets world, Ms. Brewster joined a successful exploration contracting business, active in several countries and on several projects. Those included, amongst many others, supporting and executing the Ring of Fire chromite discovery programs and participating in the re-opening of a mine and associated brownfield exploration in the pyrite belt of southern Spain. Personal focus in logistics, project support and execution on time and on budget, corporate development and functioning as a modelling technician in Gemcom and Datamine, form the expertise brought to bear in Renforth. From a significant shareholder in Renforth to President, Ms. Brewster's over-riding motivation began as, and continues to be, to unlock the value of the Company's gold projects.

❑ **MR. KYLE APPLEBY, CA – CFO**

Since 2007, Mr. Appleby has been providing CFO services to a number of public and private companies both domestic and international. He has focused on assisting companies with financial reporting and controls, governance, operations, financing and regulatory compliance. Prior to 2007, he worked for several public accounting firms in Canada. He is a member in good standing of the Chartered Professional Accountants of Canada and the Chartered Professional Accountants of Ontario.

❑ **MR. WALLY RUDENSKY - INDEPENDENT DIRECTOR, AUDIT CHAIR**

Renforth's financial affairs are supervised by Mr. Wally Rudensky who, in addition to being an independent director for Renforth and the Chair of the Audit Committee, is also a Partner at MNP LLP who has been a chartered accountant since 1982. Mr. Rudensky specializes in the areas of corporate finance and taxation in his practice and has been CFO and director for a number of public and private corporations in the energy sector. A graduate of Ryerson University, Mr. Rudensky has lectured on taxation to the Canadian

institute of Chartered Accountants as well as various universities, business seminars and conferences.

❑ **MS. JUDI WOOD - INDEPENDENT DIRECTOR**

Judi Wood brings to Renforth more than 35 years of banking experience in the United Kingdom and Canada, largely in the areas of merchant banking and corporate finance, attaining the role of Senior Vice President Treasury, Chairperson of the Asset/Liability Committee and a member of the Management Committee at Barclay's Bank of Canada, prior to its merger with HSBC. Upon retirement from HSBC, Ms. Wood held the role of Managing Director, Corporate and Institutional Banking. Ms. Wood is a founding and independent director of Renforth.

❑ **MR. KURT BREEDE - P.ENG - INDEPENDENT DIRECTOR**

Kurt is senior geological engineer and marketing executive with over 20 years of experience in the mineral resource industry. He is former Vice President of geological and mining consultancy Watts, Griffis and McOuat, and prior to that was Senior Business Analyst with Gemcom Software (now Dassault Systèmes). He currently works as an independent Mineral Resource and Corporate Development Consultant, serving as Vice Chair of the CIM Toronto Branch Executive, and as a member of the CSA's Mining Technical Advisory and Monitoring Committee.

❑ **MR. JOHN S. WEBSTER - INDEPENDENT TECHNICAL DIRECTOR**

John Webster (Camborne School of Mines) has an extensive background in mining and ore processing, having built and operated 15 world class mine developments in Australia, USA, Russia and FSU with emphasis on strategies, resourcing, consulting and operational management with BHP, Vostok Mining, Trafigura and Alexander Mining Plc. An Independent Technical Director for Renforth Mr. Webster contributes his highly innovative expertise in mining, construction, processing and environmental management techniques to our exploration strategies.

❑ **DR. KELLIE LEITCH - INDEPENDENT DIRECTOR**

The Hon. Dr. Kellie Leitch is the Chief of Pediatric Orthopaedic Surgery at the University of Mississippi Children's Hospital and a Professor at the University of Mississippi School of Business. Dr. Leitch was the Member of Parliament for Simcoe—Grey in the Canadian Parliament from 2011 to 2019. From 2013 – 2015 she served as the Minister of Labour and Minister of Status of Women, as well as serving on the Treasury Board and

Economic Committees of Cabinet within the Government of Canada. Dr. Leitch earned her Doctorate of Medicine from the University of Toronto in 1994 and her MBA from Dalhousie University in 1998. She completed her Orthopaedic Surgery Residency at University of Toronto and Paediatric Orthopaedic Fellowship at Children's Hospital of Los Angeles/University of Southern California in 2001 and 2002 respectively.

ANNUAL INCOME STATEMENT FY 2018 – 3M 2021

PERIOD ENDING	FY 2018	FY 2019	FY 2020	3M 2021
Expenses				
General & Corporate	400,497	424,069	532,182	442,165
Share Based Payments	421,449	65,250	112,100	-
Exploration Expenditures	-	-	-	478,440
Loss Before Other Items	821,946	489,319	644,282	920,605
Gain on sale New Alger			610,488	-
Flow Through Share Premium	434,203	9,606	270,985	1,740,194
Change in Fair Value of Marketable Securities	-	-	-	(240,000)
Gain on Sale of Partnership Units	91,320	-	-	-
Gain on Settlement of Debt	69,360	-	-	-
Net Income (Loss)	(227,063)	(479,713)	237,192	579,589

Annual Income Statement FY 2018 – 3M 2021. Source: Company Filings



CA:RFR
US: RFHRF
GER: 9RR

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