



Ontario's next gold mine.
Madsen-Red Lake Deposit
Feasibility Study

February 11, 2019
PGM:TSX-V

FORWARD LOOKING STATEMENT

Cautionary Statement on Forward-Looking Information & Statements

All statements in this press release, other than statements of historical fact, are "forward-looking information" with respect to Pure Gold within the meaning of applicable securities laws, including, but not limited to statements with respect to those that address potential quantity and/or grade of minerals, potential size and expansion of a mineralized zone, proposed timing of exploration and development plans, the growth potential of the Madsen Gold Project and opportunities for scalability, planned mining methods, mineral processing and sources of power, expected annual production, potential profitability of the Madsen Gold Project at lower metal prices, expected capital costs, anticipated permitting requirements and timing thereof, expected development schedule, expected timing of the completion of the Preliminary Economic Assessment for the Russet South, Fork and Wedge deposits, potential conversion of inferred resources to measured and indicated resources, potential extension and expansion of mineral resources and the focus of the Company in the coming months. Forward-looking information is often, but not always, identified by the use of words such as "seek", "anticipate", "plan", "continue", "planned", "expect", "project", "predict", "potential", "targeting", "intends", "believe", "potential", and similar expressions, or describes a "goal", or variation of such words and phrases or state that certain actions, events or results "may", "should", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking information is not a guarantee of future performance and is based upon a number of estimates and assumptions of management at the date the statements are made including, among others, assumptions about future prices of gold and other metal prices, currency exchange rates and interest rates, favourable operating conditions, political stability, obtaining governmental approvals and financing on time, obtaining renewals for existing licences and permits and obtaining required licences and permits, labour stability, stability in market conditions, availability of equipment, accuracy of any mineral resources, successful resolution of disputes and anticipated costs and expenditures. Many assumptions are based on factors and events that are not within the control of Pure Gold and there is no assurance they will prove to be correct.

Such forward-looking information, involves known and unknown risks, which may cause the actual results to be materially different from any future results expressed or implied by such forward-looking information, including, risks related to the interpretation of results at the Madsen Gold Project; changes in project parameters as plans continue to be refined; current economic conditions; future prices of commodities; possible variations in grade or recovery rates; the costs and timing of the development of new deposits; failure of equipment or processes to operate as anticipated; the failure of contracted parties to perform; the timing and success of exploration activities generally; delays in permitting; possible claims against the Company; the timing of future economic studies; labour disputes and other risks of the mining industry; delays in obtaining governmental approvals, financing or in the completion of exploration as well as those factors discussed in the Annual Information Form of the Company dated June 11, 2018 in the section entitled "Risk Factors", under Pure Gold's SEDAR profile at www.sedar.com.

Although Pure Gold has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking information, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that such information will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements. Pure Gold disclaims any intention or obligation to update or revise any forward-looking information, whether as a result of new information, future events or otherwise unless required by law.

Non-GAAP Measures and Other Financial Measures

Alternative performance measures are furnished to provide additional information. These non-GAAP performance measures are included in this news release because these statistics are key performance measures that management uses to monitor performance, to assess how the Company is performing, to plan and to assess the overall effectiveness and efficiency of mining operations. These performance measures do not have a standard meaning within International Financial Reporting Standards ("IFRS") and, therefore, amounts presented may not be comparable to similar data presented by other mining companies. These performance measures should not be considered in isolation as a substitute for measures of performance in accordance with IFRS.

Ken Donner, P.Eng., Vice President, Operations for the Company and a "Qualified Person" under National Instrument 43-101, has reviewed and approved the scientific and technical information in this presentation.

All currencies are reported in Canadian dollars unless otherwise specified.



puregold

this is Red Lake





Key Attributes ¹

- ✓ Large mineral system – 5 million ounces and growing
- ✓ Feasibility Study (FS) completed February 2019
- ✓ 2.06 million ounce indicated mineral resource
- ✓ 0.47 million ounce inferred mineral resource
- ✓ Probable Mineral Reserve of one million ounces at 9 g/t Au
- ✓ C\$95M initial capex, includes C\$8M contingency
- ✓ After-tax NPV of C\$247M and IRR of 36%
- ✓ Life of Mine (LOM) cash cost of US\$607/oz and All-in Sustaining Cash Cost of US\$787/oz²
- ✓ 13 months pre-production schedule
- ✓ Peak production of 125,000 / annum
- ✓ Years 3-7 average 102,000 /annum
- ✓ Satellite resources offer potential for growth and scalability

(1) See news releases dated February 5 and February 11, 2019. Mineral Resources are inclusive of Mineral Reserves; totals have been rounded, please see slide 15 in this presentation.

(2) This is a non-GAAP performance measure. See "Non-GAAP" Measures and other Financial Measures cautionary language



2.45 million oz
HISTORICAL PRODUCTION

2.06 million oz
INDICATED RESOURCE ¹

0.47 million oz
INFERRED RESOURCE ¹



Red Lake, Ontario, Canada Top ranked mining jurisdiction⁽²⁾

Current Project Mineral Resources⁽¹⁾:
2,063,000 ozs at 8.9 g/t Gold in 7.20 Mt Indicated
467,000 ozs at 7.7 g/t Gold in 1.88 Mt Inferred

(1) See Slide 15 and news release dated February 5, 2019.
(2) Ranked 7th of 91 jurisdictions by Fraser Institute Mining Attractiveness Index, 2018



Production

MADSEN MINE

FS shows robust, high margin mine with Probable Mineral Reserves¹ of 1.0M ounces at 9.0 g/t gold

Scalable

RUSSET SOUTH / FORK / WEDGE / MADSEN

Three new satellite deposits
PEA expected in February 2019

Exploration

+5km GOLD SYSTEM

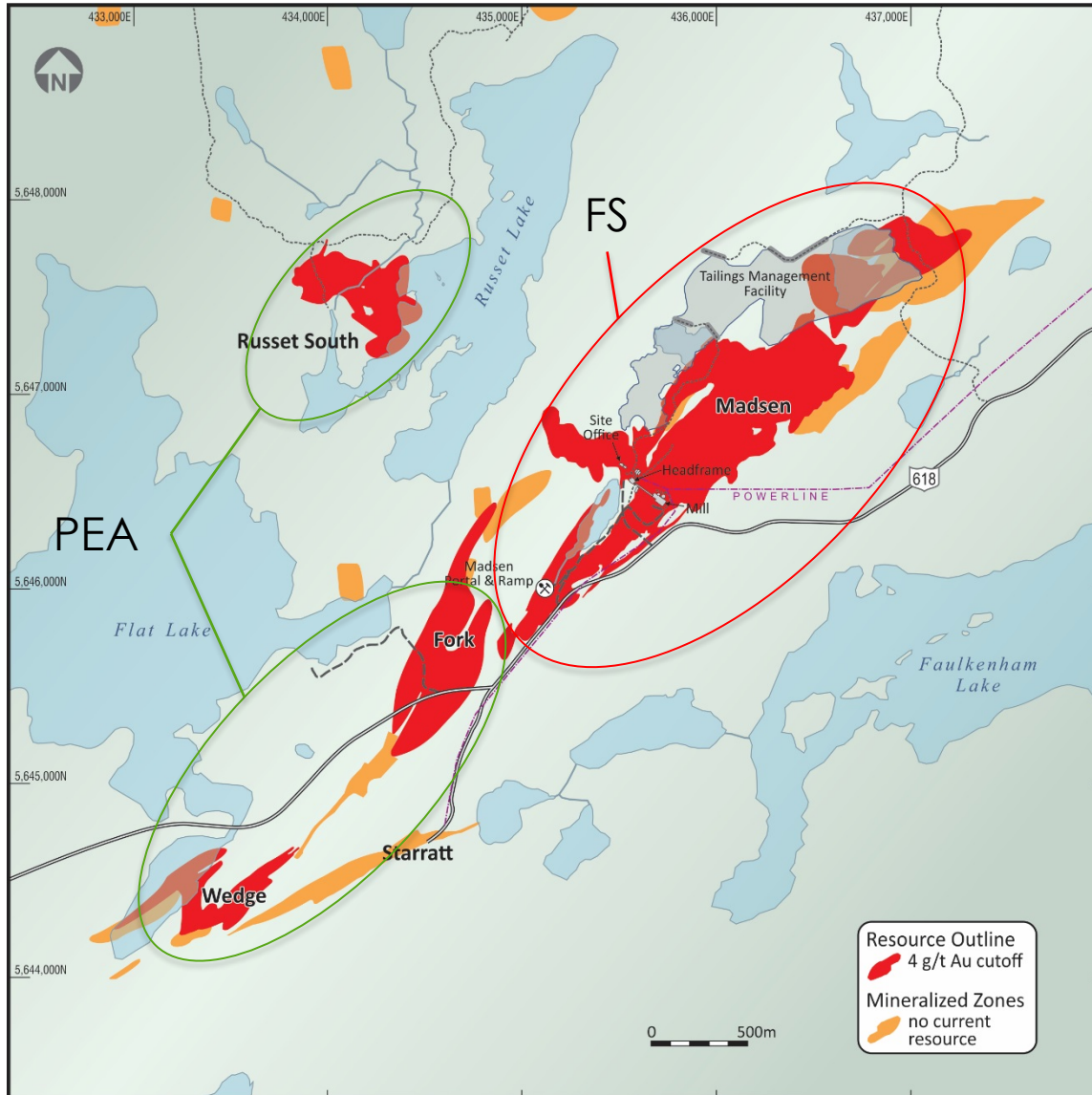
Madsen system open to depth and on strike. Significant opportunities along strike and down plunge across 5 km mineral system

(1) See news releases dated February 11, 2019.



Madsen Gold Project

GROWTH AND SCALABILITY



- Feasibility Study (“FS”) complete on Madsen Deposit
- Satellite Resources from Russet South, Fork, and Wedge Deposits to be evaluated by a Preliminary Economic Assessment (“PEA”) expected to be issued in February



Madsen Gold Project

LOW CAPITAL, HIGH MARGIN

2019 FS ¹

9.0 g/t
HEAD GRADE

125,000
OZ /YEAR PEAK PRODUCTION

~C\$95M
INITIAL CAPITAL

~US\$535/oz
CASH COST YEARS 1-8²

~36%
AFTER TAX IRR

~C\$247M
AFTER TAX NPV(5%)

Project Attributes

- High grade
- Low initial capital
- Low permitting risk
- Supportive First Nations
- Robust Economics
- 12 year mine life
- Scalable operation



(1) See news release dated February 11, 2019

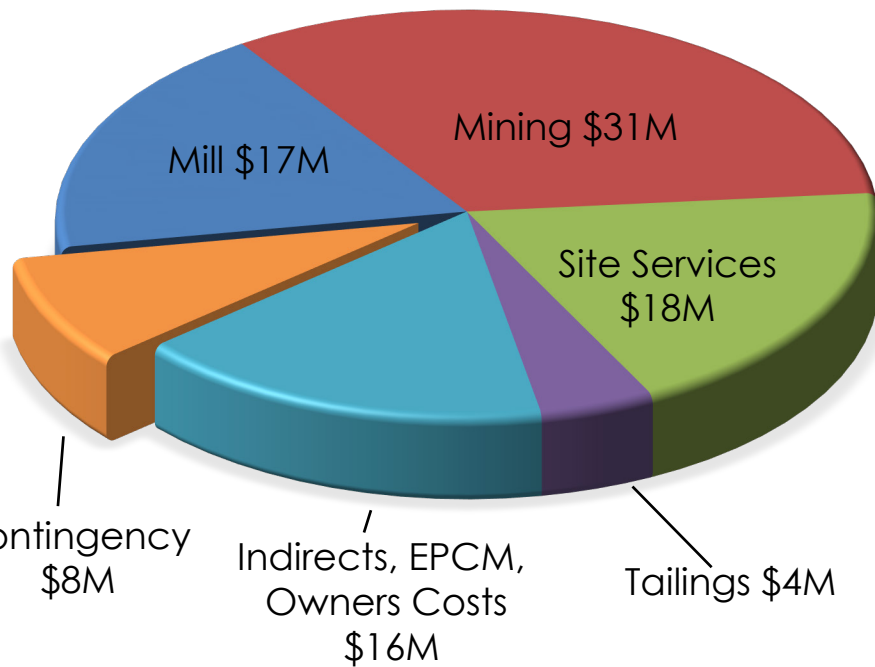
(2) This is a non-GAAP performance measure. See "Non-GAAP" Measures and other Financial Measures cautionary language



Madsen Gold Project

LOW CAPITAL COST

Initial Capital (C\$95MM)



Low Capital Hurdle¹

Total Initial Capital (C\$M)	95
Sustaining Capital (C\$M)	232

	Initial (C\$M)	Sustaining (C\$M)	LOM (C\$M)
Mining	31	209	240
Site Development	1	0	1
Processing	17	0	17
Tailings	4	8	12
Site Services	18	1	16
Closure (net salvage)	0	12	12
Indirects	6	0	6
EPCM	7	0	7
Owners Costs	3	0	3
Subtotal	87	230	317
Contingency	8	2	10
Total	95	232	327

(1) See news release dated February 11, 2019

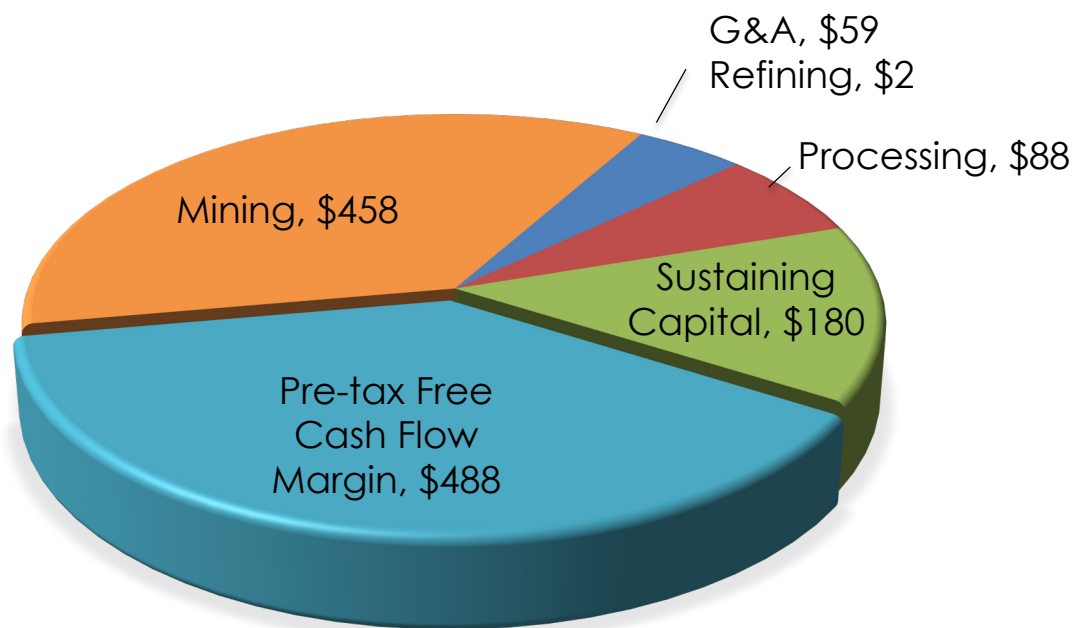


Madsen Gold Project

HIGH MARGIN PROJECT



38% NET FCF Margin (pre-tax) @ US\$1,275/oz ¹



Low Cost Profile

Total Cash Cost (US\$/oz) ²	607
All-in Sustaining Cash Cost (US\$/oz) ²	787

	LOM (C\$/t)	LOM (US\$/oz)
Mining	169	458
Processing	32	88
G&A	22	59
Total Direct Operating Cost	223	605
Refining, transport	1	2
Cash Cost	224	607
Sustaining Capital	66	180
All-in Sustaining Cost	290	787

(1) US\$ except as noted otherwise. See news release dated February 11, 2019

(2) This is a non-GAAP performance measure. See "Non-GAAP" Measures and other Financial Measures cautionary language

90,000 oz

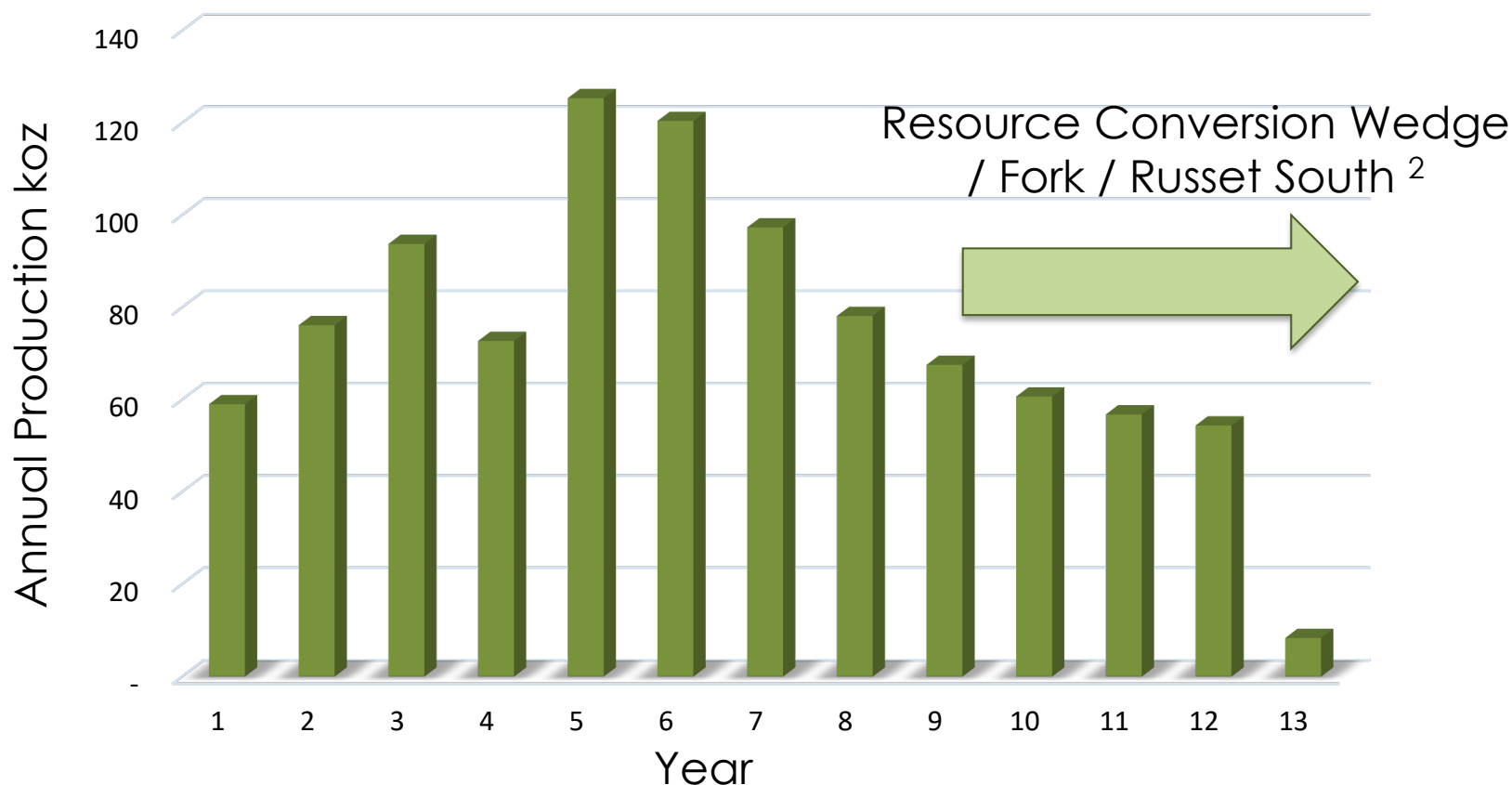
**AVERAGE ANNUAL PRODUCTION
1ST 8 YEARS**

\$48M

**ANNUAL AFTER TAX CASH FLOW
1ST 8 YEARS**

\$383M

**AFTER TAX CASH FLOW
Life Of Mine¹**



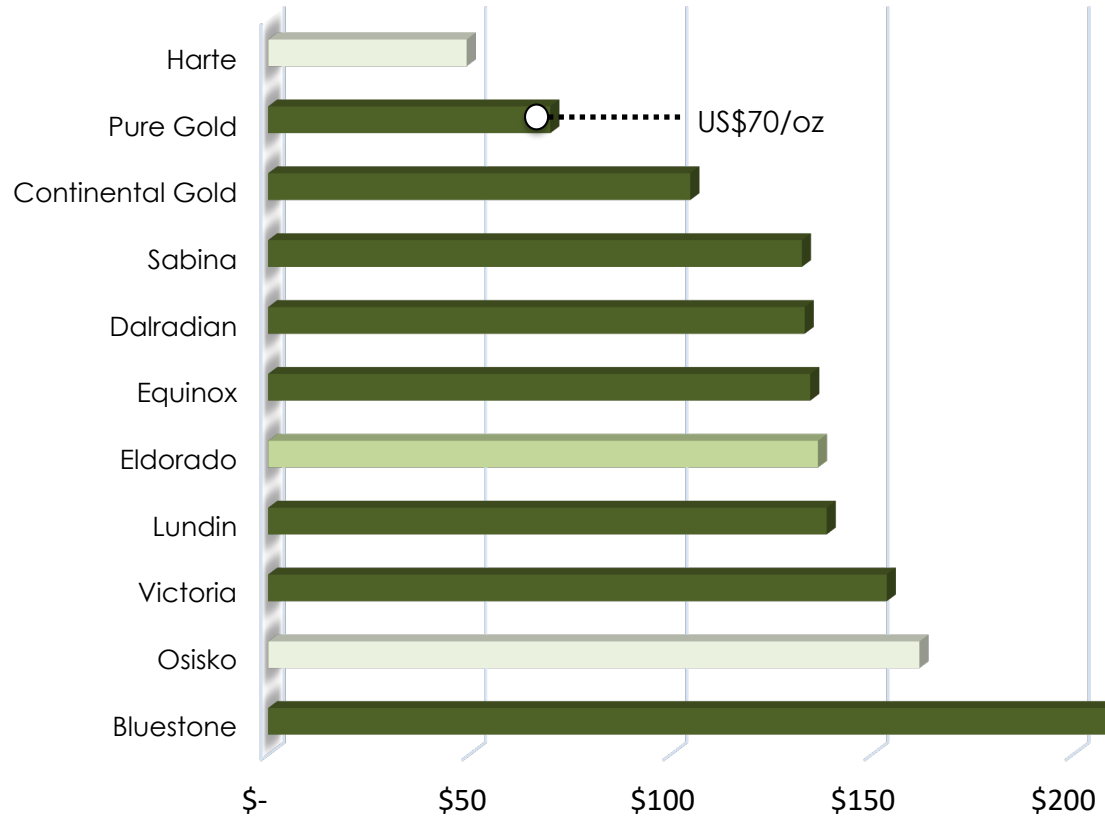
(1) See news release dated February 11, 2019

(2) There is also no certainty that these inferred mineral resources will be converted to measured and indicated categories through further drilling, or into mineral reserves, once economic considerations are applied

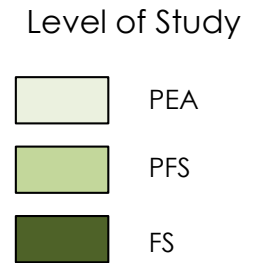


Madsen Gold Project

LOW CAPITAL INTENSITY



One of the lowest initial capital requirements amongst our peers



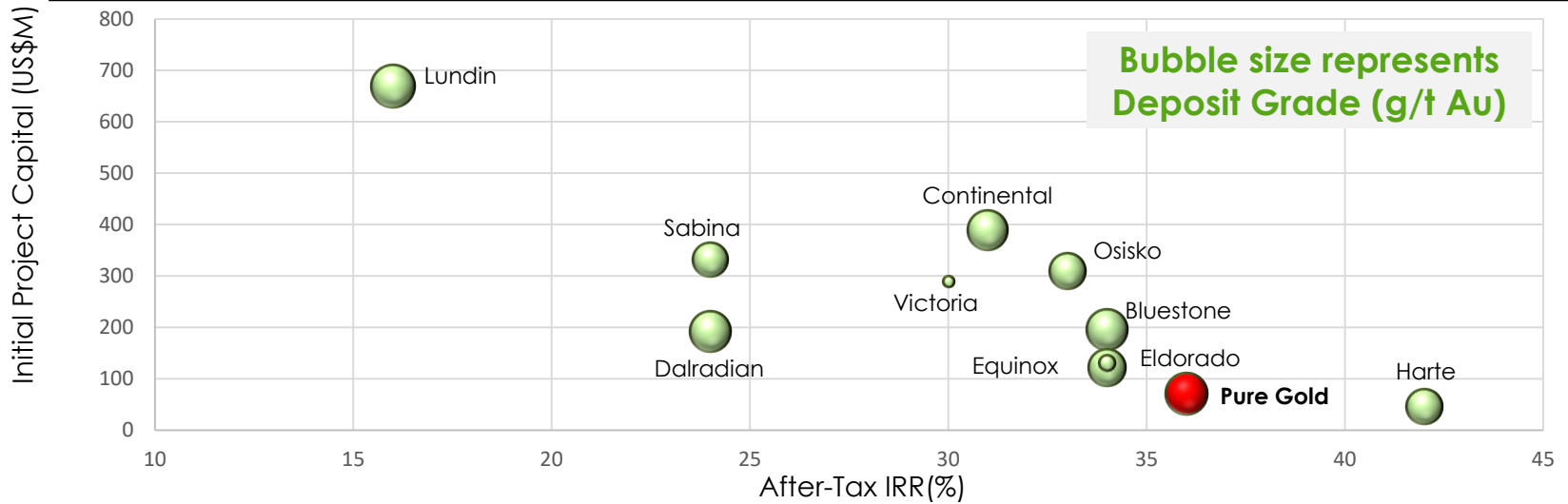
Initial Capital US\$ / LOM P+P Reserves



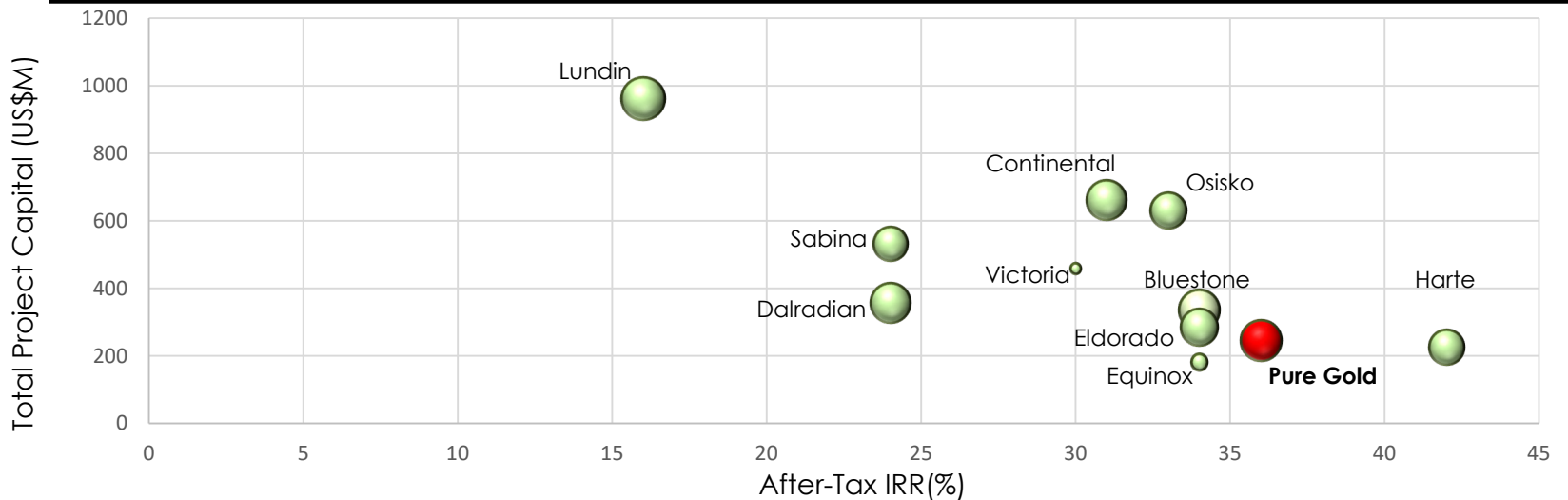
Pure Gold Mining

LOW CAPITAL HURDLE

Initial Project Capital vs. IRR



Total Project Capital vs. IRR





Pure Gold Mining

ECONOMIC SENSITIVITIES

Gold Price Sensitivity ¹

Gold Price (US\$/oz)	\$1,100	\$1,200	\$1,275	\$1,300	\$1,400	\$1,500
Pre-Tax NPV _{5%} (\$M)	\$192	\$284	\$353	\$376	\$468	\$560
After-Tax NPV _{5%} (\$M)	\$135	\$199	\$247	\$263	\$326	\$390
Pre-Tax IRR	28%	36%	43%	45%	53%	61%
After-Tax IRR	23%	31%	36%	38%	45%	51%

Sensitivity After-Tax NPV(5%) (C\$M)

%	-15	-10	-5	0	+5	+10	+15
Capex Sensitivity	\$287	\$274	\$260	\$247	\$234	\$220	\$207
Opex Sensitivity	\$304	\$285	\$266	\$247	\$228	\$209	\$190

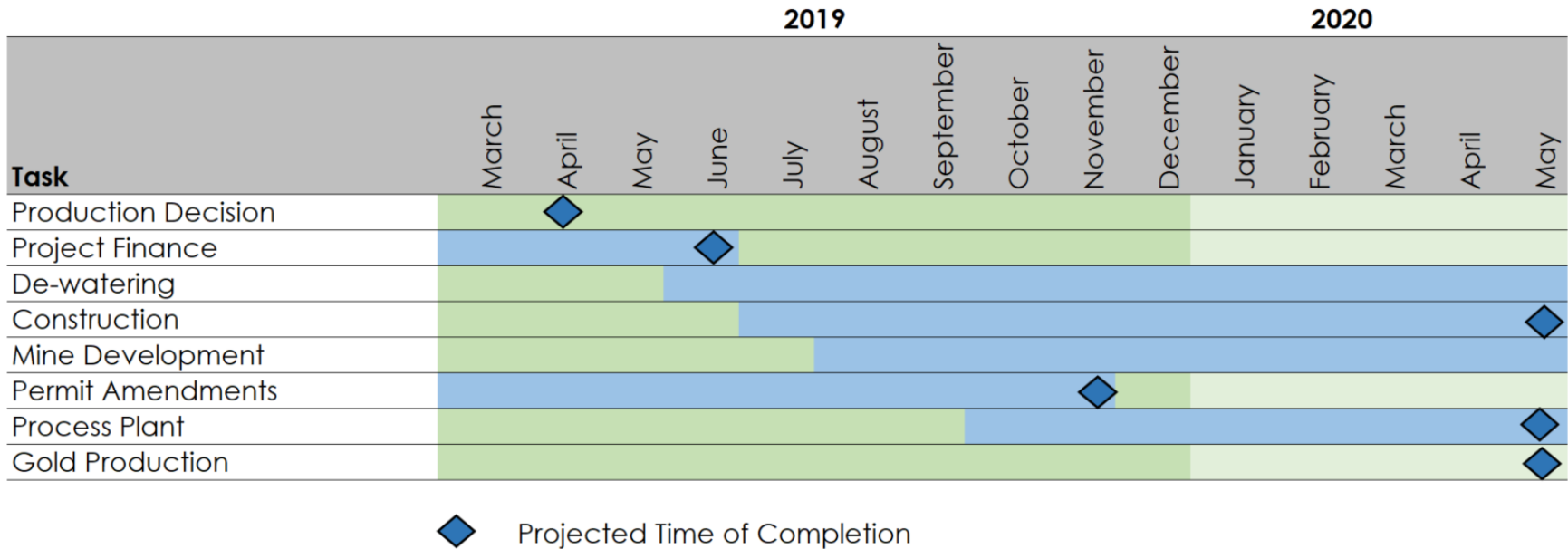
Sensitivity After-Tax IRR (%)

%	-15	-10	-5	0	+5	+10	+15
Capex Sensitivity	45%	42%	39%	36%	33%	31%	29%
Opex Sensitivity	42%	40%	38%	36%	34%	32%	30%

(1) See news release dated February 11, 2019.



ILLUSTRATIVE PROJECT EXECUTION SCHEDULE



- Short timeline to production
- 13 month development schedule

Mineral Resources

Indicated

Deposit	Tonnes (kt)	Grade (g/t Au)	Contained Gold (koz)
Madsen	6,429	9.0	1,857
Fork	203	6.6	43
Russet South	241	7.2	56
Wedge	322	10.3	107
Total	7,196	8.9	2,063

Inferred

Deposit	Tonnes (kt)	Grade (g/t Au)	Contained Gold (koz)
Madsen	889	8.4	241
Fork	203	6.6	43
Russet South	352	7.5	85
Wedge	307	8.0	79
Total	1,880	7.7	467

Mineral Reserves

Probable

Deposit	Tonnes (kt)	Grade (g/t Au)	Contained Gold (koz)
Madsen	3,512	9.0	1,013
Total	3,512	9.0	1,013

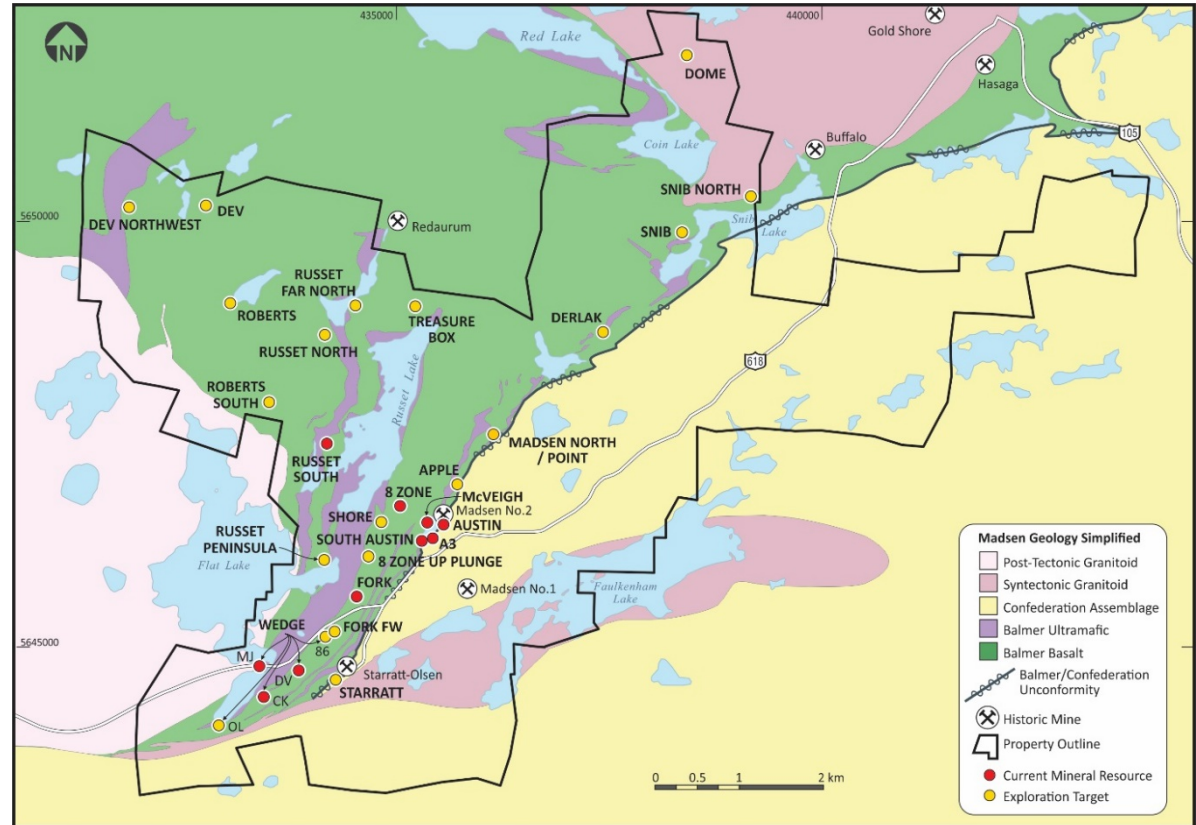
See news releases dated February 5, 2019 and February 11, 2019 for further details. Mineral resources are inclusive of Mineral Reserves. Mineral Reserves are reported using a 4.75 g/t gold cut-off excepting a 4.00 cut-off for the McVeigh Zone. Resources are estimated using \$1,275/oz and a 95% recovery and are reported at a 4.0 g/t gold cut-off. Mineral Resources that are not included in the Mineral Reserves do not have demonstrated economic viability.



3 NEW SATELLITE DEPOSITS

20 DRILL READY TARGETS

47 KM² LAND PACKAGE

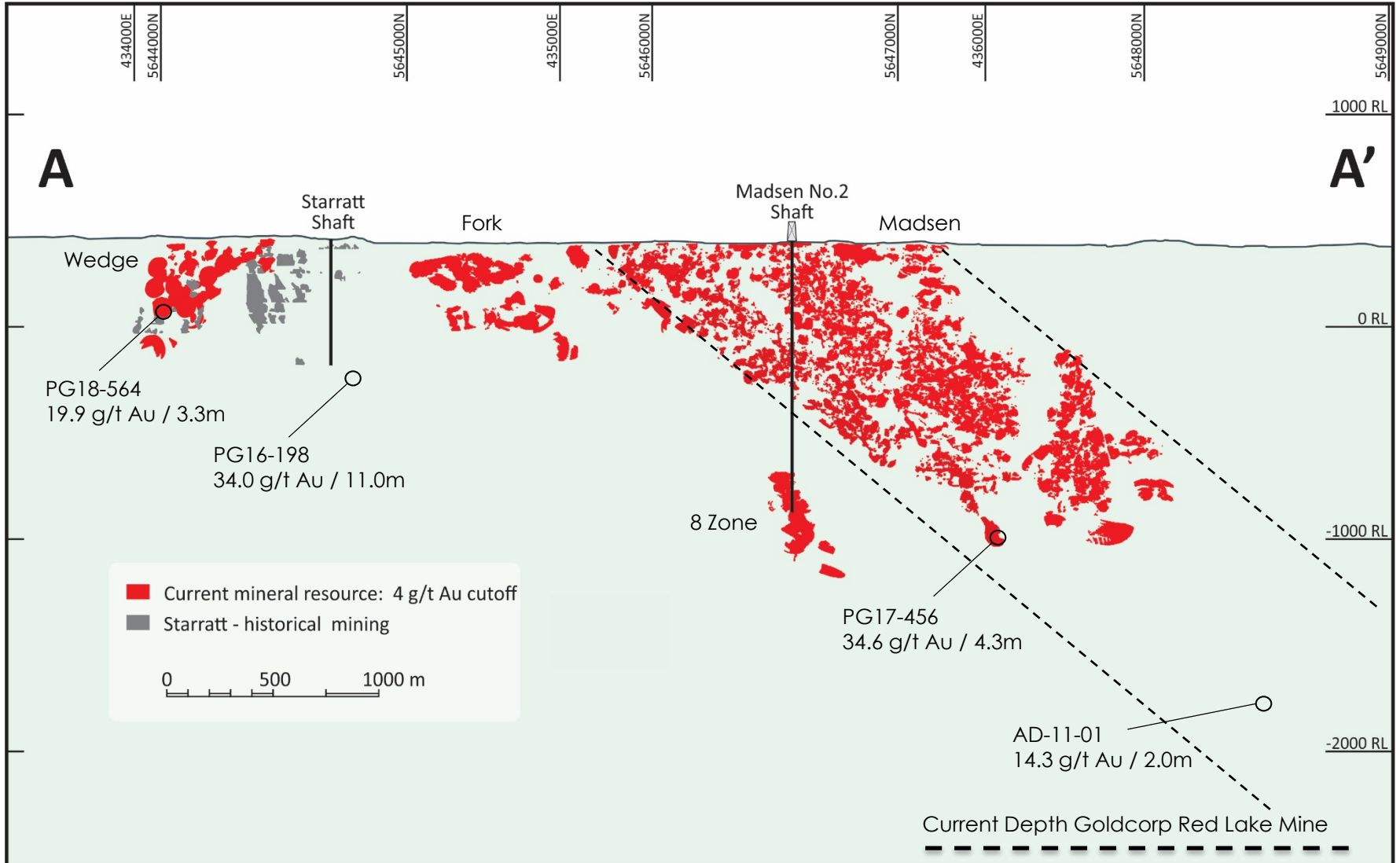


- 3rd largest land package in Red Lake
- Large high grade gold system that spans more than five kilometres strike length
- Robust geologic framework
- Controls on mineralization well understood
- Track record of exploration success



Madsen Gold Project

ROOM TO GROW





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This is Red Lake

