



more than a mining company

TECHNICAL DIMENSIONS
Investor Presentation
June 2016
Merritt, British Columbia

Cautionary notes regarding forward-looking information

Certain statements and projections in this presentation are forward-looking statements and forward-looking information within the meaning of applicable securities laws. Forward-looking information is frequently characterized by words such as “plan”, “expect”, “project”, “intend”, “believe”, “anticipate”, “estimate” and other similar words, or statements that certain events or conditions “may” occur. Forward-looking information in this presentation includes, but is not limited to, statements regarding the beliefs, plans, expectations or intentions of management, as of the date of this presentation, including that: the Merritt mill property is capable of multiple industrial uses; the Merritt mill property has the potential to become, and be recognized as, BC’s leading milling hub and a small mines facilitator; the Company will proceed with the custom milling partnerships and that profit will be made from such partnerships; the Merritt mill has the capacity of 500 to 1,000 tpd; the Company will obtain an amended mining permit to become an industrial soil disposal facility and that it will receive 80,000 tonnes of soil; the Company will have milling and soil disposal opportunities; the sale of the gravel pit will be completed; the long term exploration potential of the copper claims owned by Thule Copper; the copper claims have the potential of a magnetic skarn formation similar to the old Craigmont mine site; the Company will conduct further exploration on the copper claims in 2016; the Company will open and mine Level 1 of Stope 2 of the Treasure Mountain mine and that it has short term cash potential; the Company will conduct further exploration on the Treasure Mountain claims; the Company has numerous M&A opportunities; the Company will execute on additional cash flow focused opportunities; the convertible debenture and/or the equity offering will be completed; and the Company will successfully exit the CCAA process. These forward-looking statements reflect management’s current views and are based on certain assumptions and speak only as of the date of this presentation. Although the Company believes that the expectations reflected in the forward-looking information are reasonable, there can be no assurance that these expectations and assumptions will prove to be correct. Such forward-looking statements are subject to risks and uncertainties that may cause actual results, performance or developments to differ materially from those contained in the statements including, without limitation, the risks that: (1) the Company may not receive the permits and/or approvals required to operate the Merritt mill property for any other industrial uses; (2) the Company may not be able to obtain the necessary approval and permits to operate as a milling facility and/or a soil disposal facility; (3) the Company may not enter into any contracts to operate as a milling facility and/or a soil disposal facility; (4) the Company may not obtain any contracts for the processing and milling of mill feed from other mines; (5) the Merritt mill may not have the anticipated throughput capacity due to technical or other difficulties; (6) the Company may not be able to obtain the necessary approvals for the sale of the gravel pit; (7) the copper claims owned by Thule copper will have any commercial viability or contain any commercially viable amounts of copper; (8) the Company will have the working capital to proceed with exploration on such copper claims; (9) the amount and grade of mill feed that can be removed from Level 1 of Stope 2 is less than expected; (10) the cost to remove and transport such mill feed to the mill is higher than projected due to geotechnical issues, weather issues, increased costs, equipment failures, fuel costs, as well as other unforeseen factors; (11) the cost to process such mill feed is higher than expected due to equipment failures, staffing requirements, weather, and other unforeseen factors; (12) the price that the smelter will pay for the concentrates and the manner of payment may change because of the changes in the agreement with the smelter; (13) the price of silver, lead and zinc at the time of the sale to the smelter and at the time of settlement of the payments by the smelter for the purchased concentrates may decrease; (14) the Company may not be able to retain or engage the employees or contractors necessary to mine and process such mill feed; (15) there may be unexpected difficulties with the milling and the extraction of minerals from the Company’s projects; (16) there may be unexpected interruptions and problems encountered in the operation of the milling facility; (17) there may be factors that delay or cause difficulties in timing of shipments of concentrates to the Company; (18) there may be potential negative financial impact from regulatory investigations, claims, lawsuits and other legal proceedings and challenges; (19) the Company may not have sufficient capital to operate the mine and/or the mill; (20) the Company will fail to identify and complete on any M&A opportunities or any additional cash flow focused opportunities; (21) that the Company may not successfully complete the convertible debenture and/or equity offering, (22) that the Company will exit the CCAA process for whatever reason, and (23) other factors beyond the Company’s control. There is a significant risk that such forward-looking statements will not prove to be accurate. No assurance can be given that any of the events anticipated by the forward-looking statements will occur or, if they do occur, what benefits the Company will obtain from them. Given the current state of the global financial markets, global commodity markets, especially the recent volatility in global silver spot prices and current economic conditions, the financial projections may be impacted significantly. Consequently, there is no representation by the Company that actual results achieved will be the same as those forecast. You are cautioned not to place undue reliance on these forward-looking statements. No forward-looking statement is a guarantee of future results. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law. Additional information about these and other risks and uncertainties are set out in the section entitled “Risk Factors” in the Company’s MD&A filed on SEDAR at www.sedar.com.

Cautionary notes regarding technical information

Unless otherwise indicated, technical information in this presentation regarding the Treasure Mountain Property is derived from the Company's technical report entitled "Technical Report, Project Update Treasure Mountain Property Tulameen River Area, BC, Canada" dated June 7, 2012 prepared by Erik A. Ostensoe, P. Geo., Gary H. Giroux, MAsc., P. Eng. and Jim Cuttle, P. Geo., and the technical information in this presentation regarding the Thule Copper Property is derived from the Company's technical report entitled "Technical Report on Thule Copper – Iron Property Southern British Columbia, Canada" dated May 7, 2013 prepared by Jim Cuttle, B.Sc., P. Geo. Such information is based on assumptions, qualifications and procedures which are not fully described herein. Reference should be made to the full text of these technical reports which were filed under the Company's profile on SEDAR at www.sedar.com on June 12, 2012 and May 8, 2013, respectively.

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- Mineral Processing Facility
 - Copper Resource in Dumps
 - Exploration Properties

MINERAL PROCESSING FACILITY

Location and Assets



- 14 km northwest of Merritt, BC.
- Direct access to the BC transportation network.
- Connected to the BC Hydro grid to supply the 0.6 kva required to operate the current mill.
- Grandfathered daily water permit draw of up to 1.3 M gallons per day.



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- Fully permitted, \$21.6M Merritt Mill and \$2.0M fully-lined tailings impoundment.
 - Current capacity of 200 tonnes/day.
 - Designed to process gold and silver ores.

Siwash

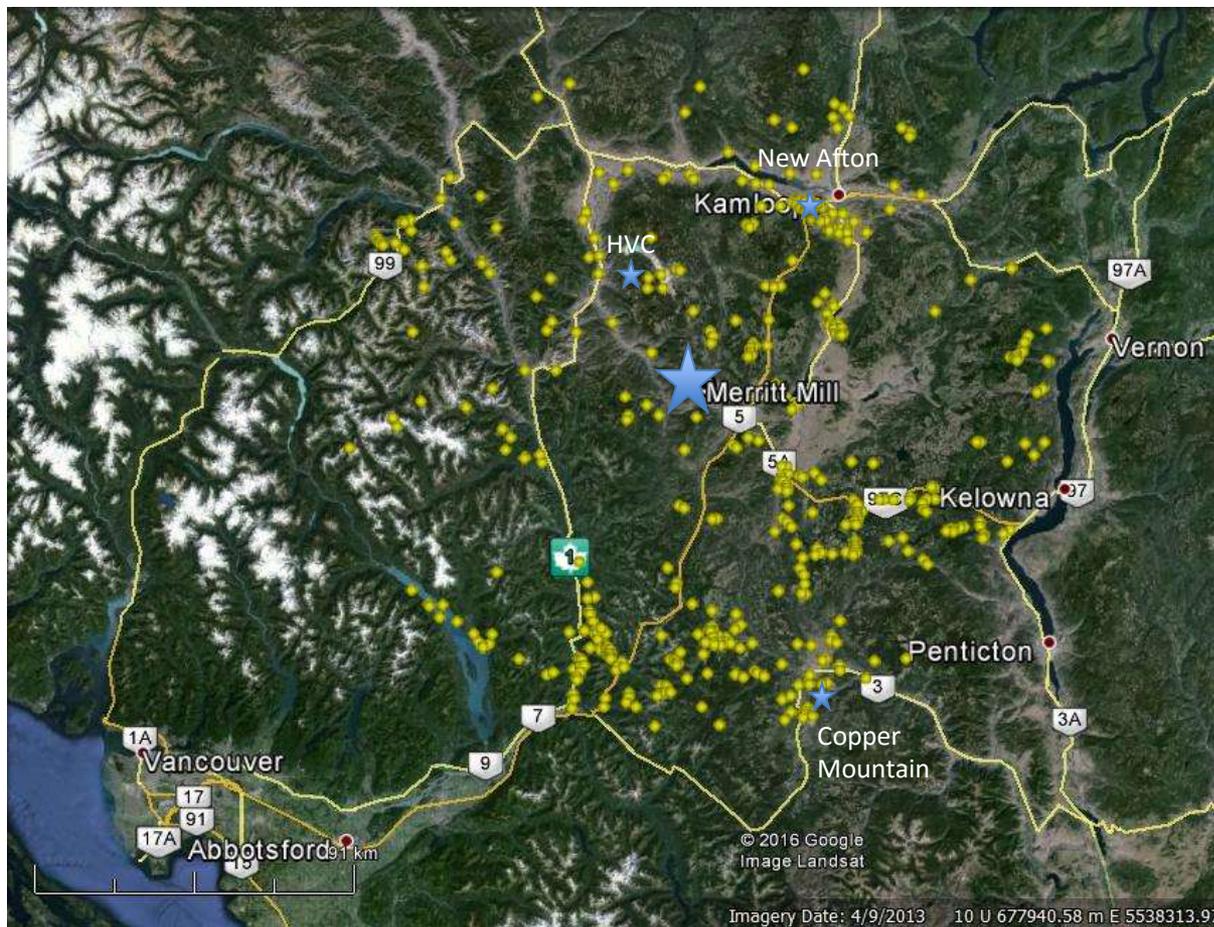
- Mesothermal vein system within Coquihalla Gold Belt
- Free gold – primarily associated with oxide material
- Mineralization within quartz veins and hydrothermal breccias
- Near surface exposure

Dome Mountain

- Mesothermal vein system
- Primarily sulphide
- Material from stockpile north of Quesnel

MILL PROCESSING FACILITY

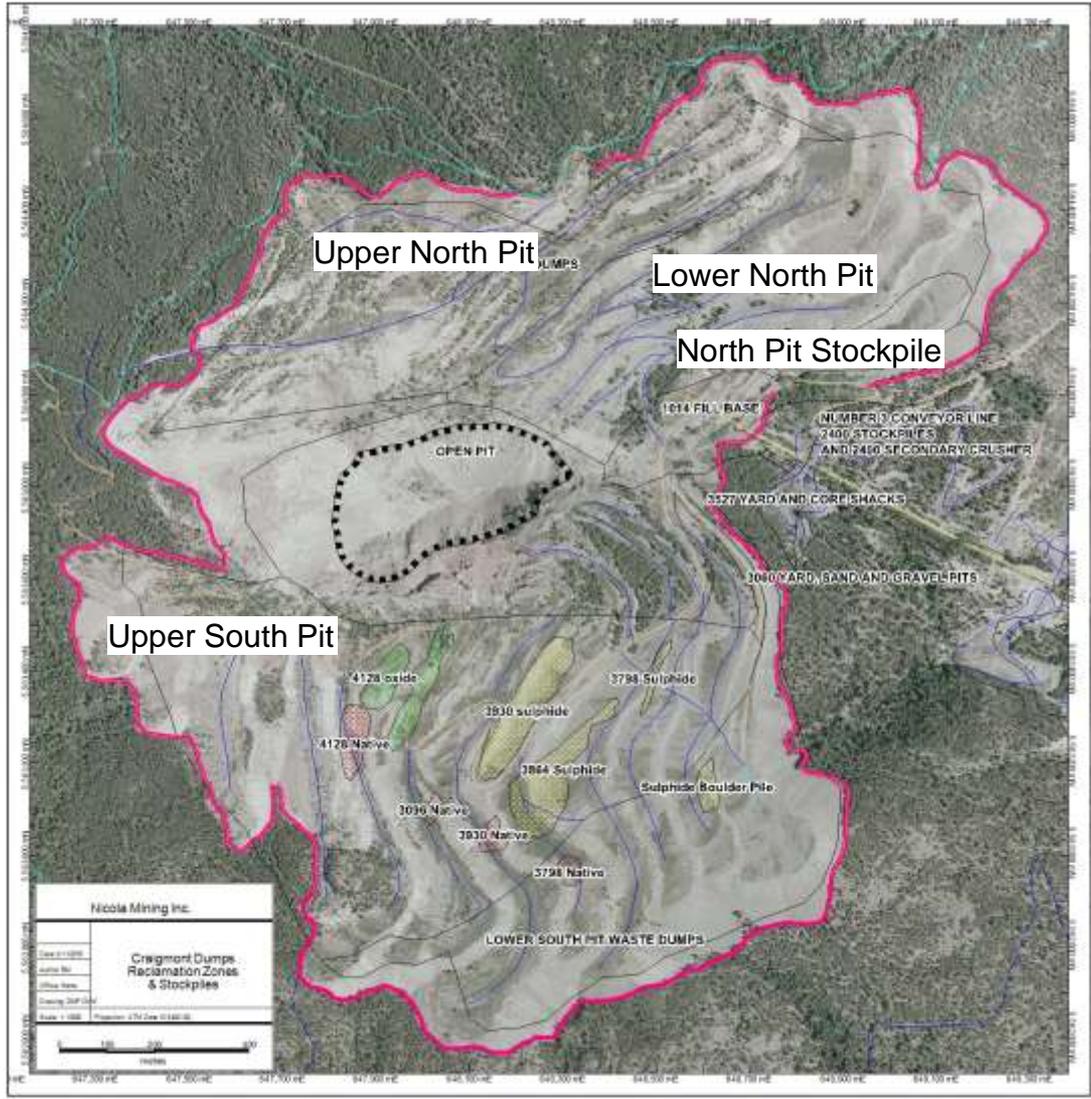
Future Mill Feed Sources



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- ~90 Mt (maximum) of rock stripped during open pit mining at Craigmont in the 1960's.
 - Crudely classified material dumped in a series of terraces next to the open pit.
 - Mine roads connect the dumps to the BC transport network, providing direct access to HVC, New Afton, and Copper Mountain operations.

CRAIGMONT DUMPS

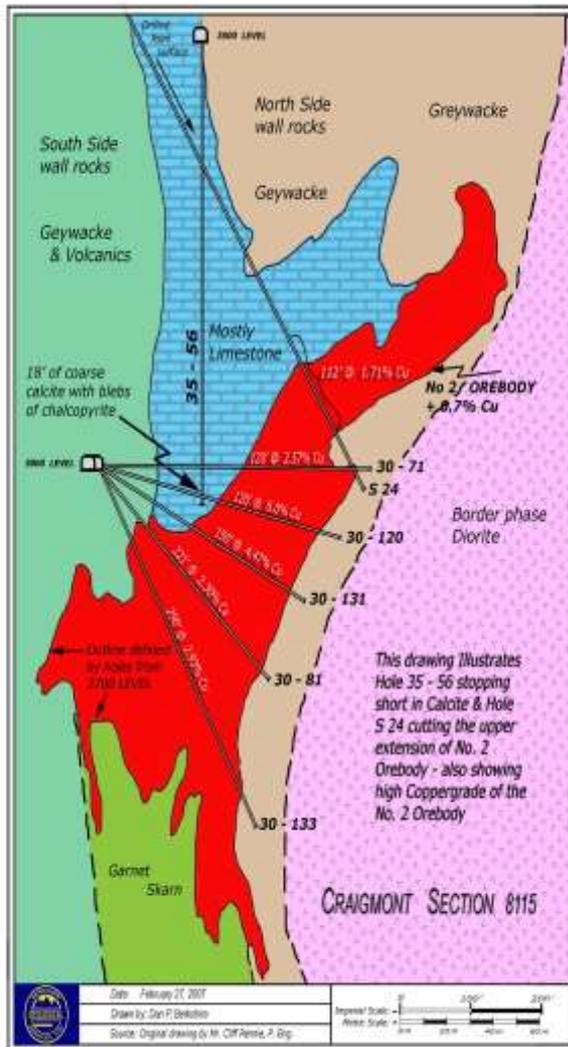
Dumps material classification



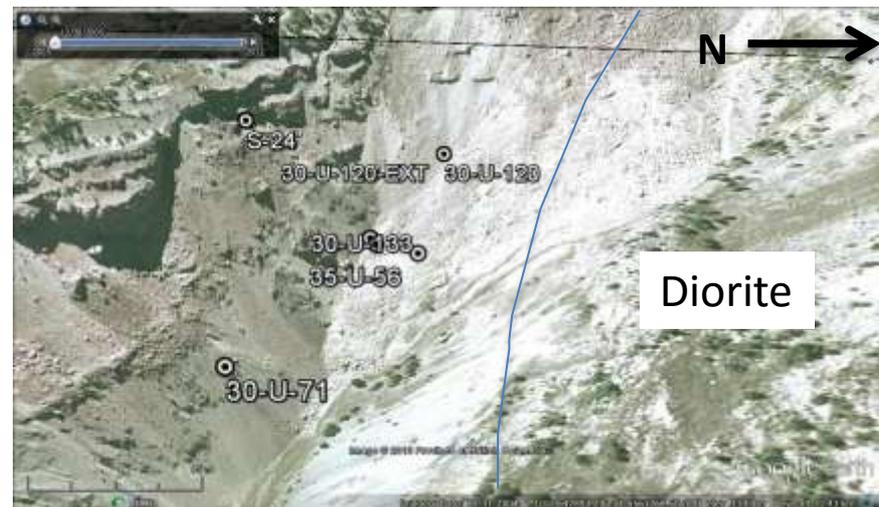
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- 0.7-1.2% Cu cut-off grades were applied while Craigmont operated.
 - Geological evidence that a large, lower grade halo surrounded the high-grade Craigmont ore body.
 - Mineralized rock is observed throughout the dumps.

EXPLORATION

Thule – Mineralized halo



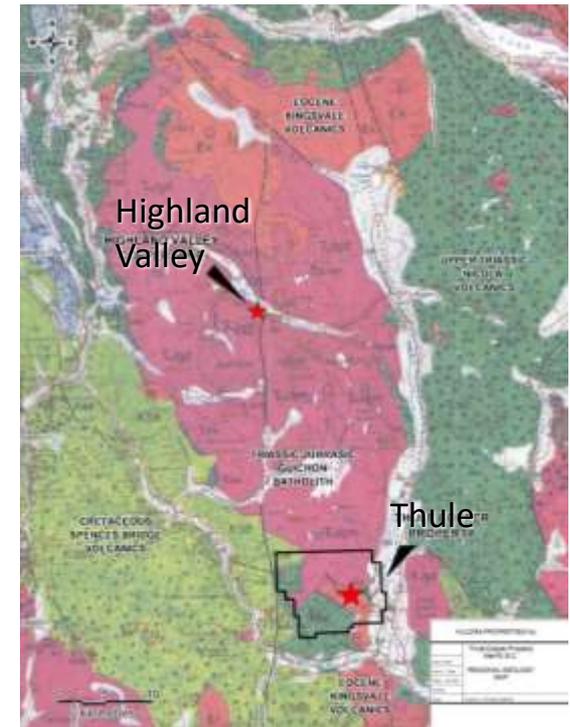
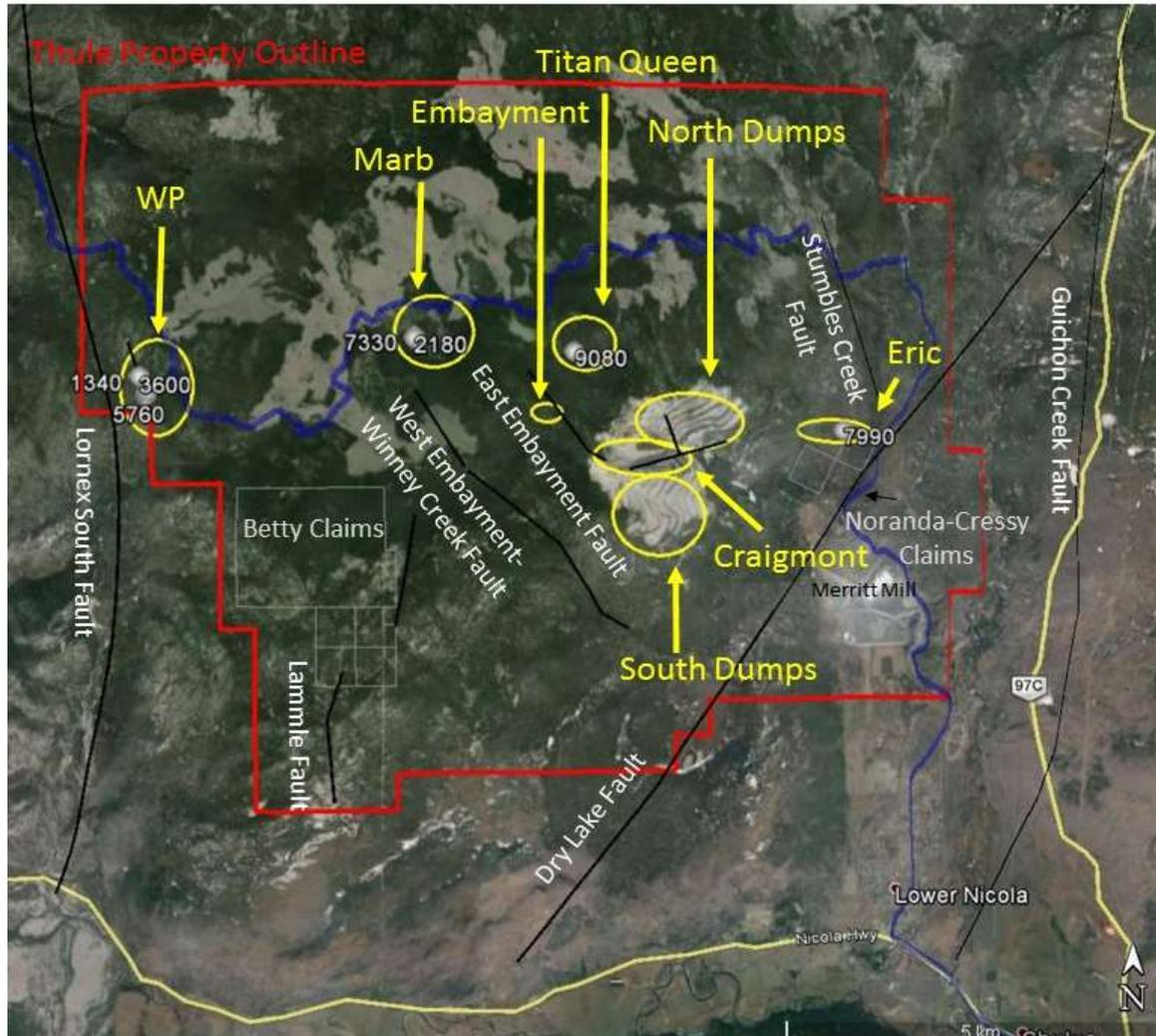
Hole	From (m)	To (m)	Interval (m)	Cu (%)	Comment
S-24	112.78	432.51	319.73	0.7	Gross average
	112.78	121.92	6.09	1.11	
	164.59	213.36	48.77	1.86	
	228.6	237.75	9.15	1.6	
	402.34	408.44	6.1	6.18	
	408.24	432.51	23.77	0.33	Ended in 0.25% copper



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- Thule property covers 8272 ha on the southern end of the Guichon Batholith
 - 2 zones exist around Craigmont with proven ore grades – Body 3 & Embayment
 - Several other zones are relatively untested with surface copper mineralization

EXPLORATION

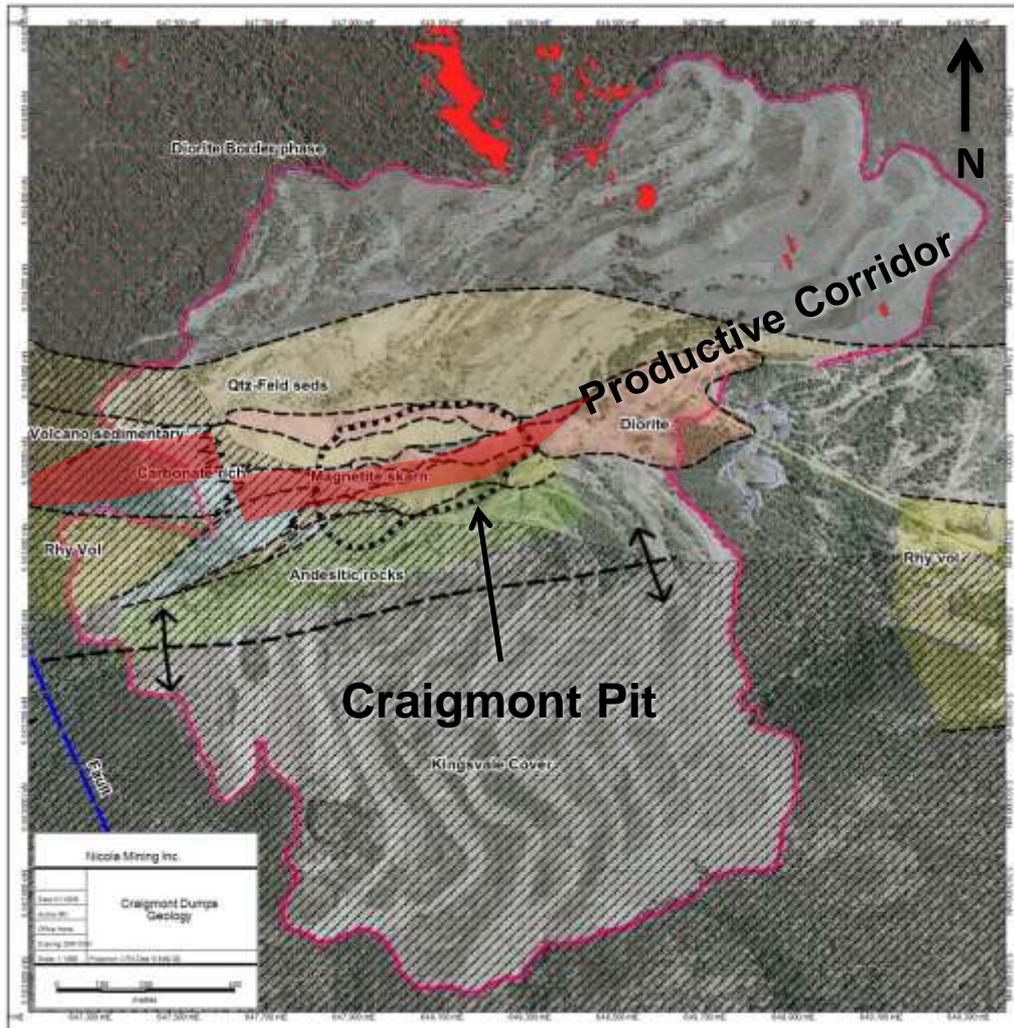
Thule



8272 ha Property
covering the historic
Craigmont Mine

EXPLORATION

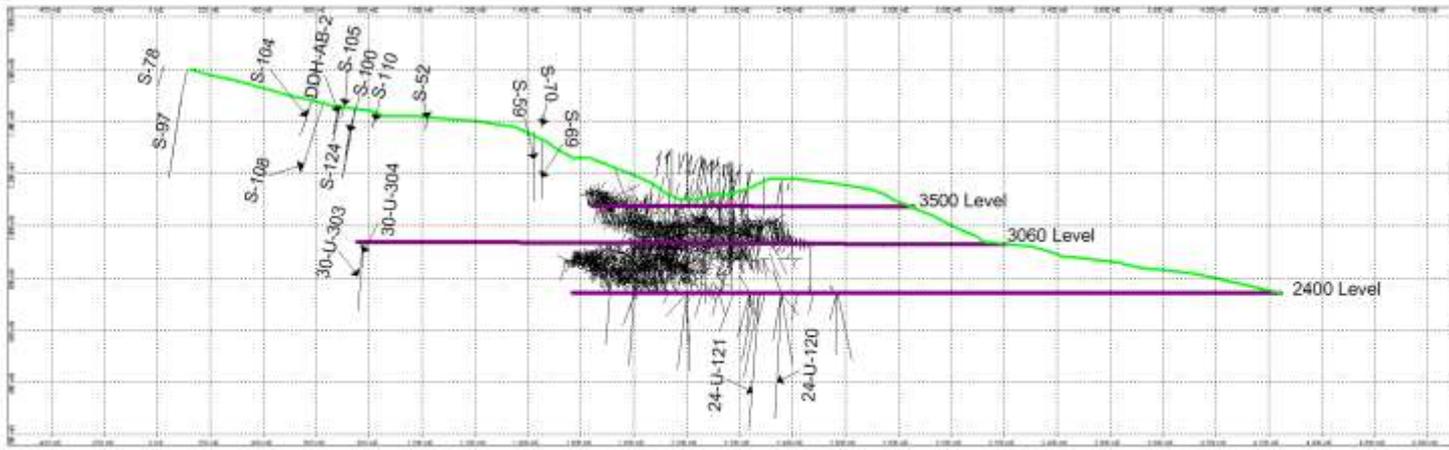
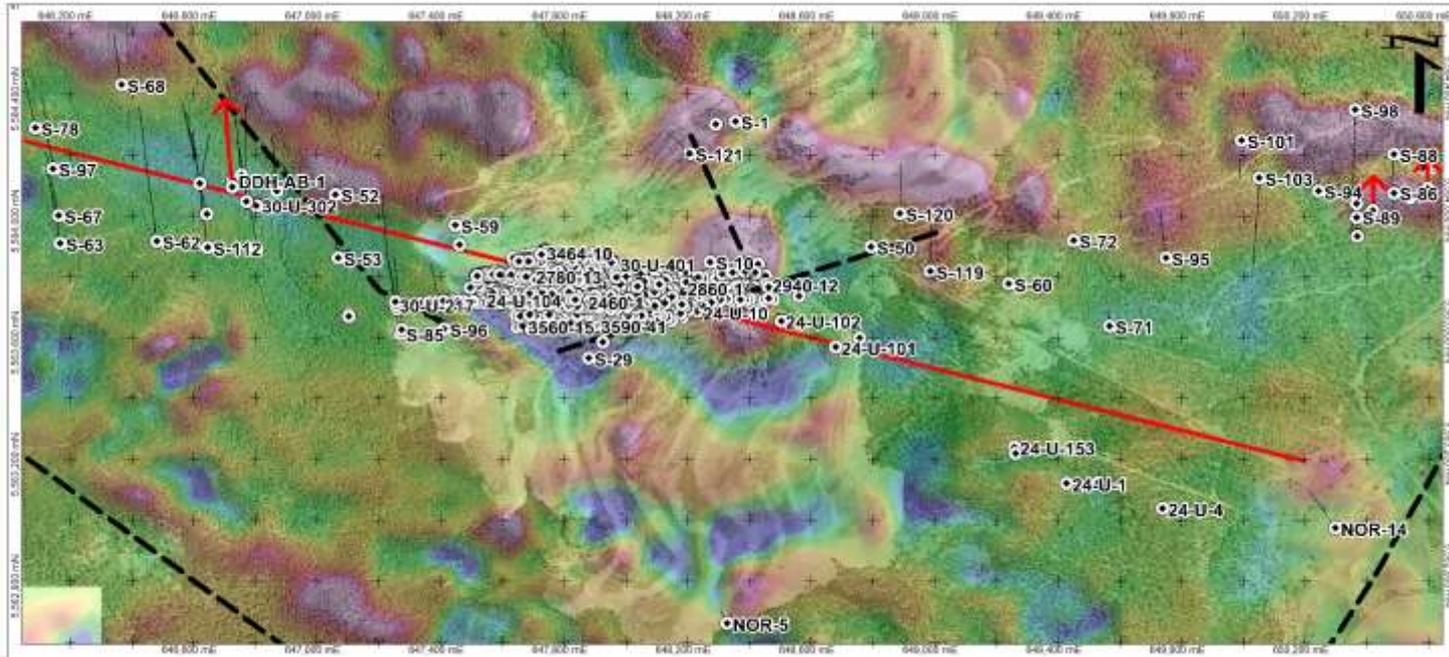
Thule – Craigmont near-mine potential



- Extensions of known lenses are incompletely explored.
- Ore zone remnants are not fully defined.
- Underground workings can be rehabilitated.
- Along-strike potential for discovery of fault-offset mineralization.

EXPLORATION

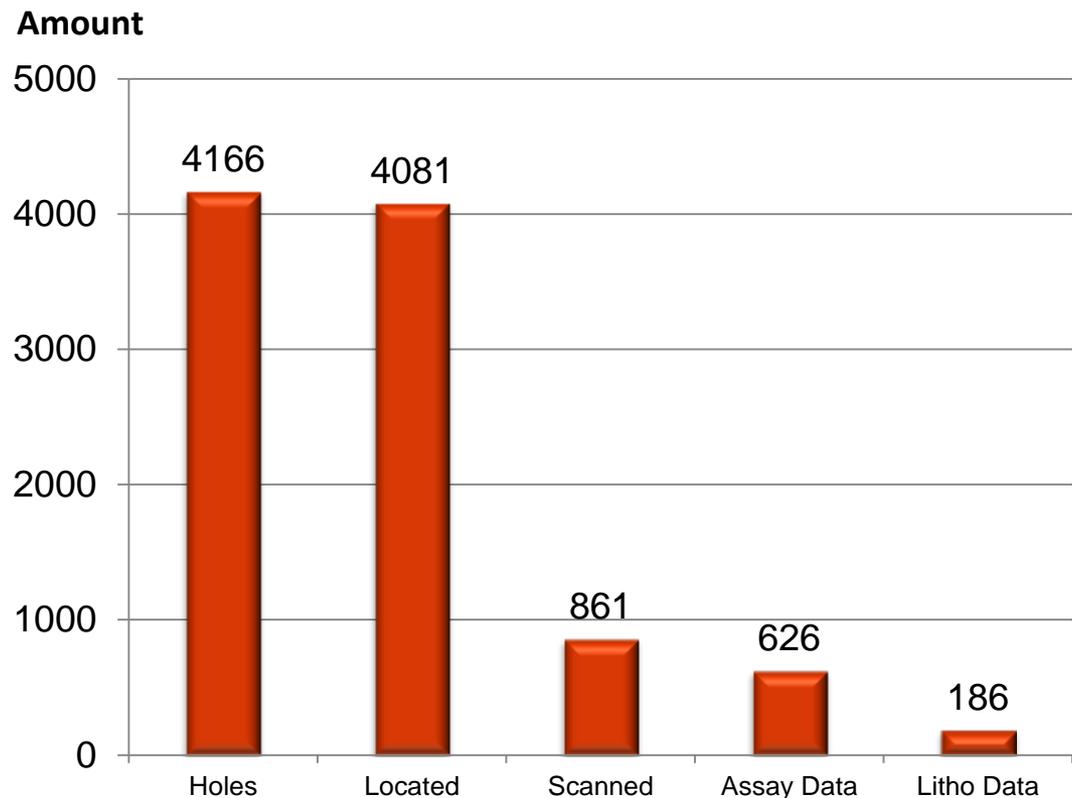
Thule – Detailed drilling and portals



EXPLORATION

Thule data compilation

- Task: Create a digital drill hole database of all available historical drilling data.
- Purpose:
 - Produce a modern interpretation of mineralization.
 - Develop drill targets.
- Initiated in May 2015, project is on-going.
- Data entry supported by Mill staff.



- Approximately 10,000 metres of historical underground and surface drill core recovered and organized.
- ~7000m of core re-logged.
- Re-logging necessary to validate historical sampling and logging. Information on lithology, alteration, and mineralization improved.



EXPLORATION

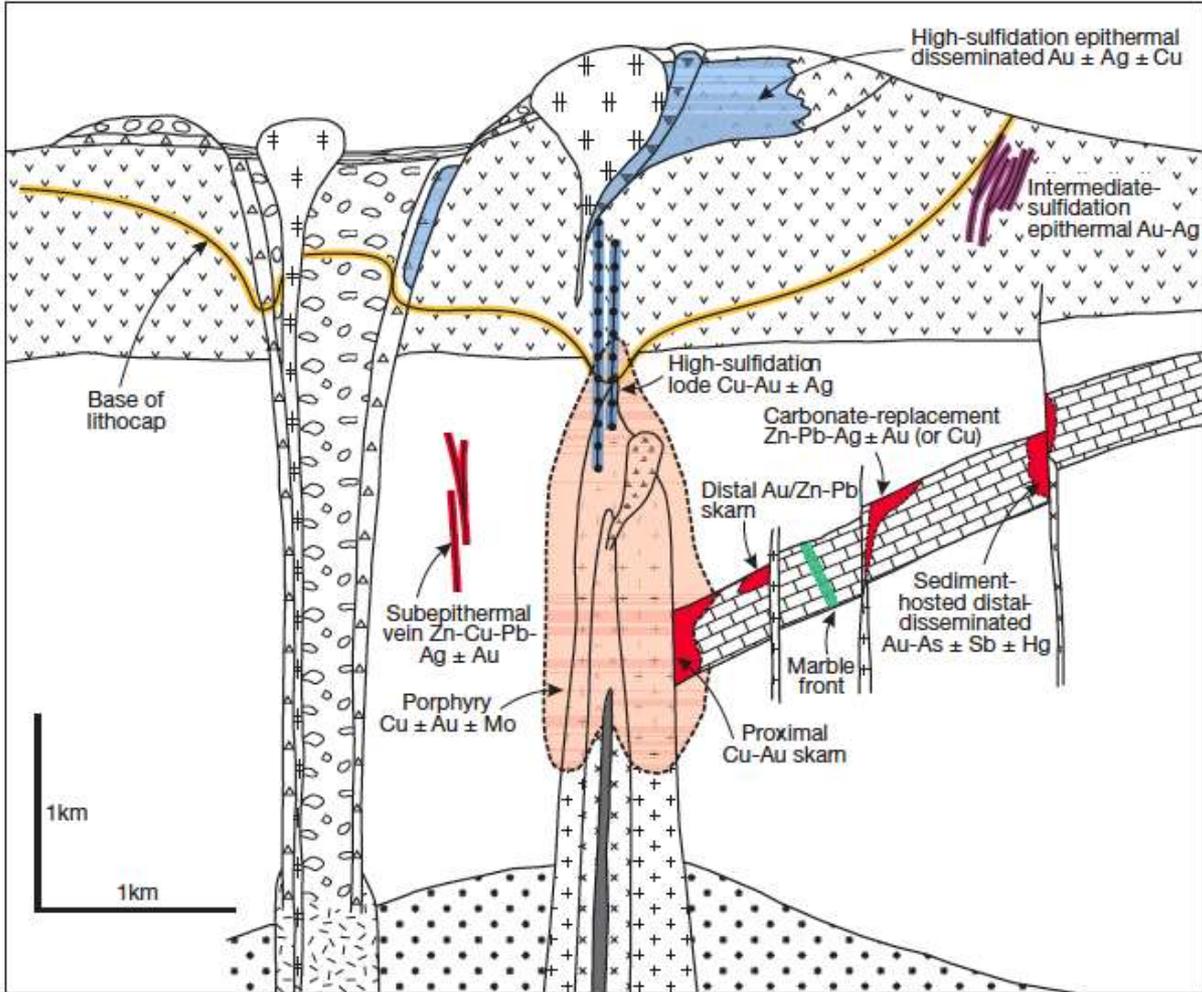
Craigmont – historic surface drill highlights



Hole	From (m)	To (m)	Interval (m)	Cu (%)	Comment
S-100	271.88	421.24	149.36	0.47	East embayment
S-104	401.73	407.83	6.1	0.78	East embayment
S-108	444.10	452.94	8.84	0.40	East embayment
S-117	394.00	358.14	9.14	0.38	Noranda-Cressy
S-121	60.96	109.73	36.63	0.23	North of mine
S-80	18.75	23.32	4.57	0.40	Titan Queen
S-81	10.36	21.95	11.59	0.40	Titan Queen
S-83	22.86	25.91	3.05	0.86	Titan Queen
S-86	22.56	26.21	3.65	0.92	Eric
S-90	41.15	95.40	54.25	0.23	Eric

EXPLORATION

Porphyry-Skarn relation

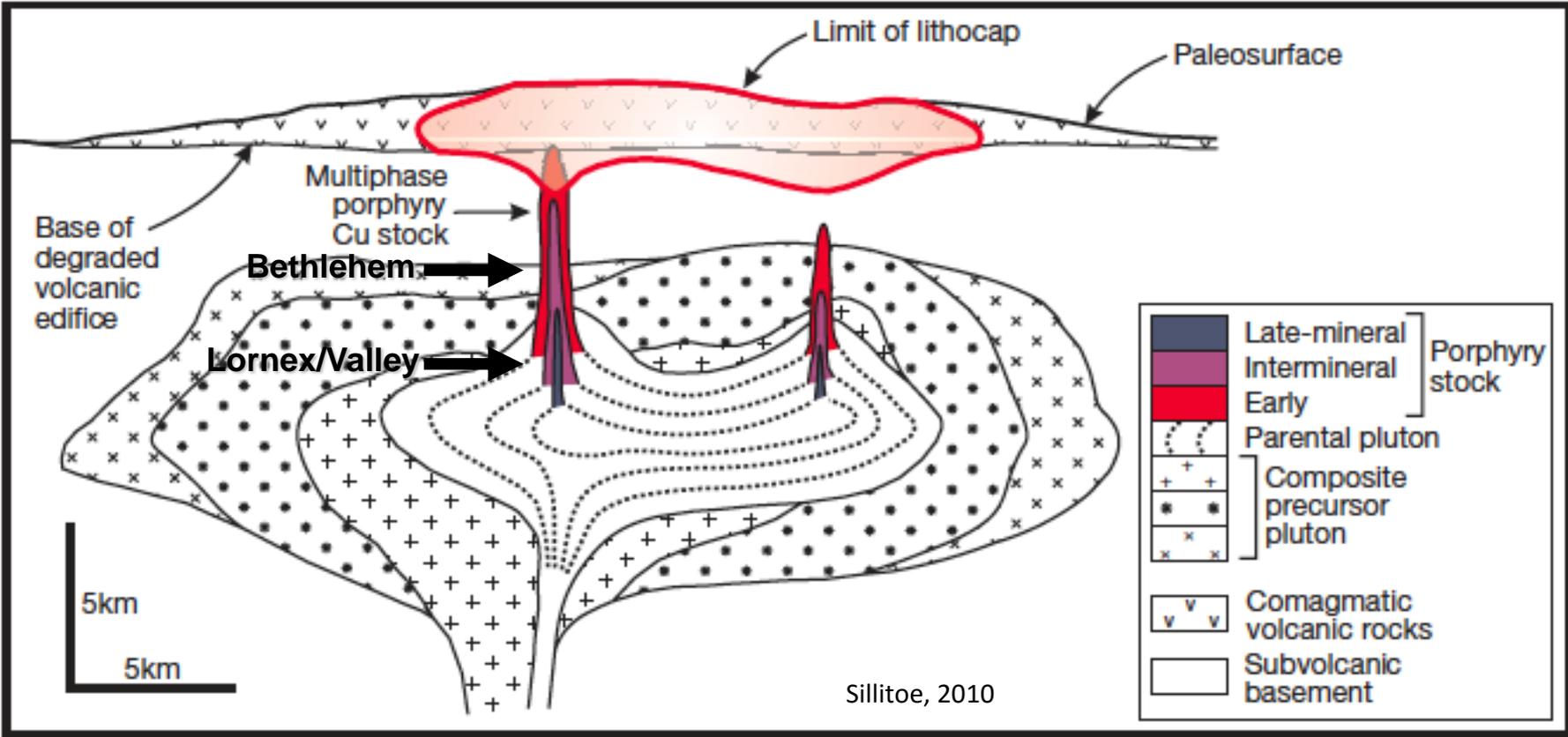


PORPHYRY STOCK		Late-mineral porphyry
		Intermineral magmatic-hydrothermal breccia
		Intermineral porphyry
PRECURSOR PLUTON		Early porphyry
		Equigranular intrusive rock
HOST ROCKS		Dacite dome
		Felsic tuff unit
		Andesitic volcanic unit
		Subvolcanic basement / carbonate horizon
LITHOCAP		Phreatic breccia
		Dacite porphyry plug-dome
MAAR-DIATREME COMPLEX		Lacustrine sediment
		Late phreatomagmatic breccia
		Early phreatomagmatic breccia
		Late-mineral porphyry

Sillitoe, 2010

EXPLORATION

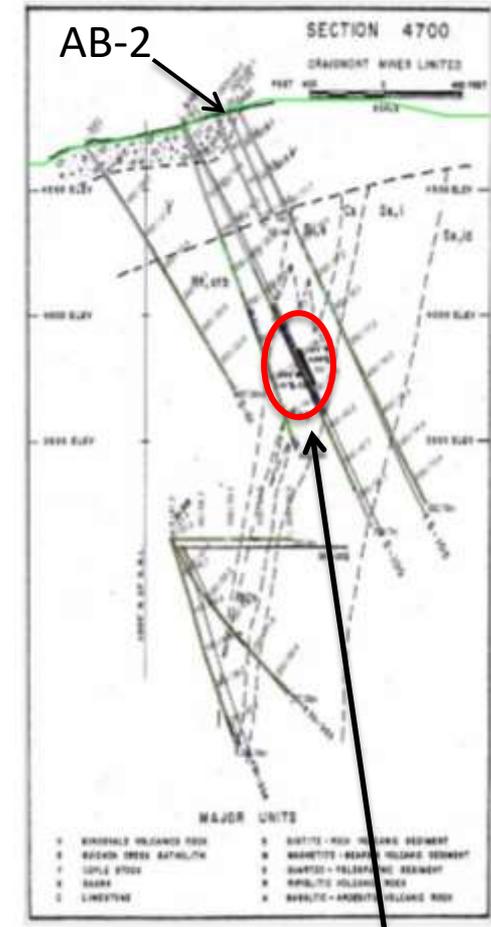
Copper stocks and underlying pluton



EXPLORATION

Embayment target

- 3 holes drilled in 2005. Holes did not penetrate the cover rock sequence (Kingsvale).
- 6 m of casing left at site “AB-2”. The 150 m hole stopped short of host rock sequence.
- Drill core located for AB-3, S-100, S-104, S-105, S-108, S-110, S-112 A/B/C, S-124. Total 5000m
- Re-logging has revealed several unsampled mineralized zones.
 - S-105: 356.3 to 357.8 metres, 2% chalcopyrite
- Accessible by 3060 portal.



S-100
150m of 0.47% Cu

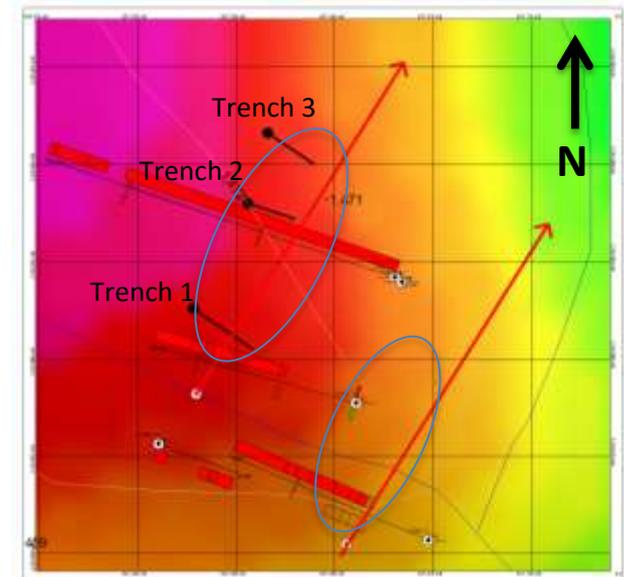
EXPLORATION

Titan Queen target

- Original exploration target of Craigmont Mines Limited in 1957.
- Max depth of previous drilling is 132 metres.
- 2015 grab sample from Trench 1 dump 9080 ppm Cu.
- Series of trenches chip-channel sampled in 2016.
- Drill core located for holes S-80, S-81, S-82, S-83, S-84. Total 366m.



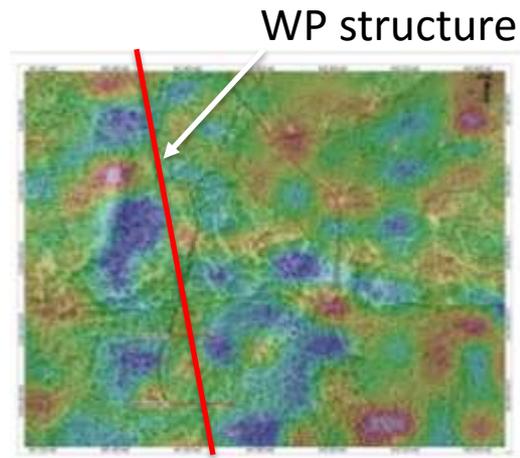
Mineralized corridors



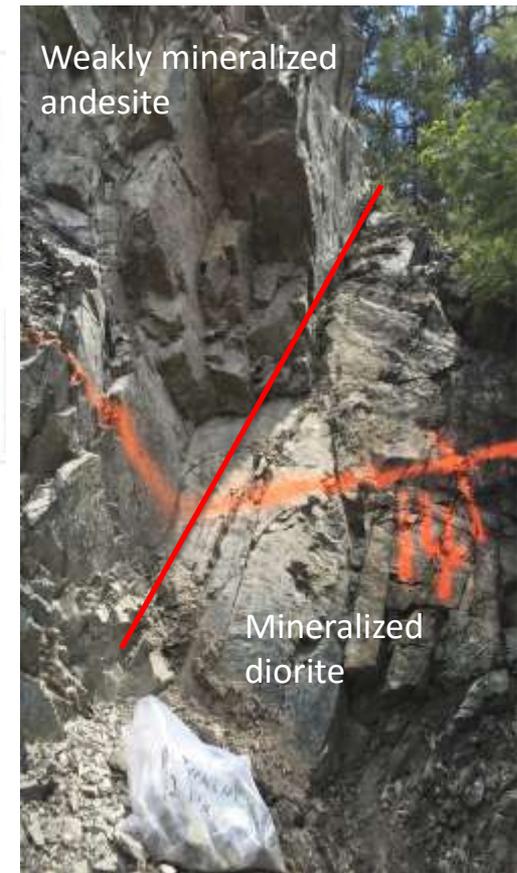
EXPLORATION

WP Target

- Mineralized diorite and diorite breccia proximal to the Lornex Fault.
- 2015 grab samples assayed 1340, 3600, 5760 ppm Cu.
- WP Trench 1 and WP shaft were chip channelled in 2016.
- Never been drilled.
- Proximal to the Lornex South Fault
- “Porphyry target” – mineralization in diorite and diorite breccia; strongly hornfelsed volcanics overlie diorite.



WP shaft

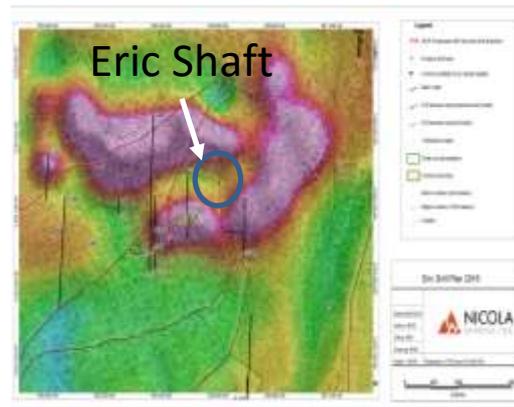


WP trench 1

EXPLORATION

Eric target

- 7990 ppm Cu in 2015 grab sample from Eric shaft.
- Mineralization exposed by 1930's era shaft was chip-channel sampled in 2016.
- Drill core from 10 holes located (S-86, S-87, S-88, S-90, S-92, S-93, S-94, S-95, S-98, S-106).
Total - 2000m
- Previous focus on skarn left silicified and potasically altered diorite un-sampled (e.g. S-106: 206.3 m contains ~7% chalcopryrite).



Malachite mineralization
on footwall

EXPLORATION

Marb Target

- Explored by Torwest Resources in 1962.
- Historical records indicate ~2000m in 11 holes.
- 2015 grab samples assayed 2180 and 7330 ppm Cu.
- Mineralization greatest near north-trending chloritic shears/faults.
- Detailed chip-channel sampling of Marb trench completed in 2016.



NW trending
magnetite+chalcopyrite
skarn



Malachite along N-S
fracture in diorite



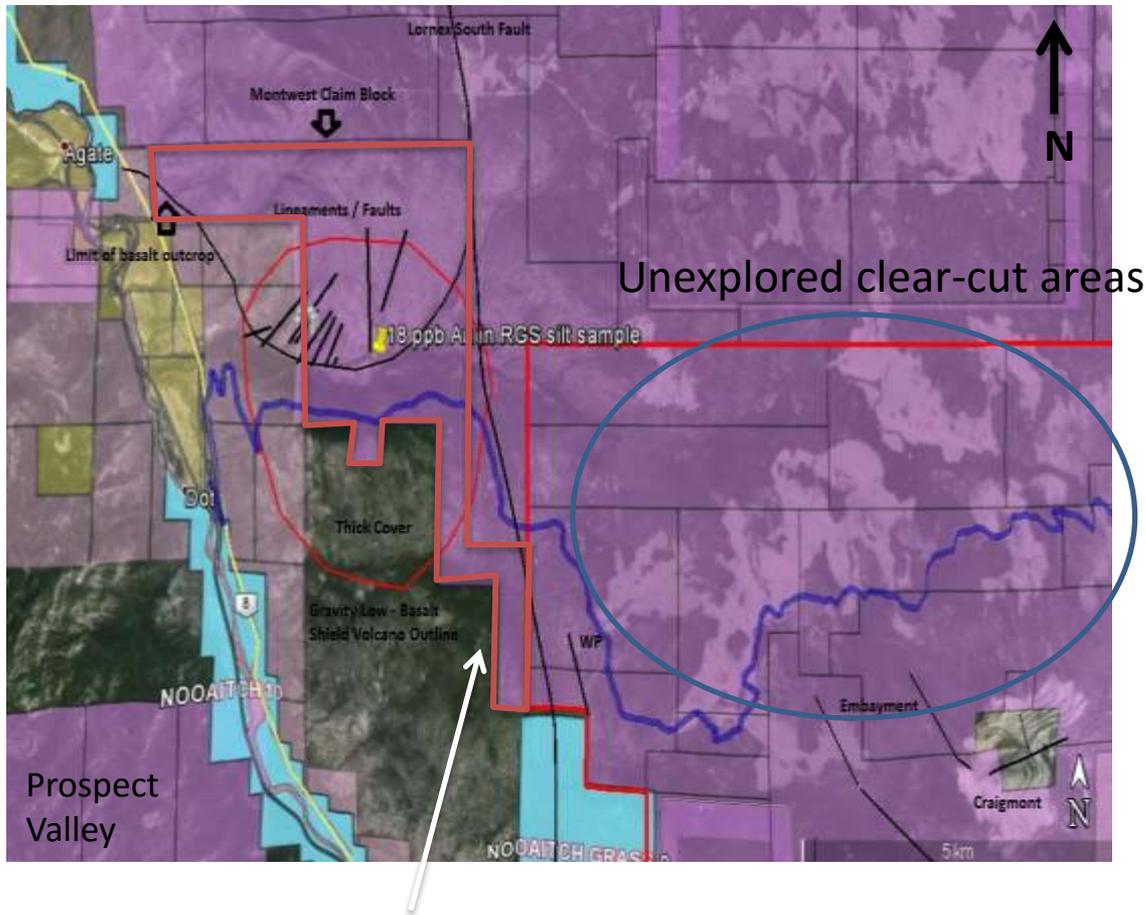
Casing left from
1961 Torwest hole 11

EXPLORATION

Thule Regional and Treasure Mountain



Thule Regional



Additional 1280 hectares added on April 28, 2016

Treasure Mountain

