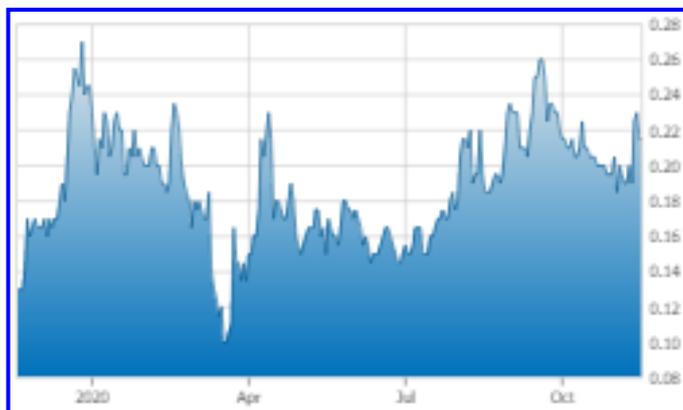


Uraniumletter INTERNATIONAL

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Investment Alert – November 18, 2020

www.canalaska.com



CanAlaska Uranium Ltd. (C\$ 0.215)

TSX.V : CVV
OTCBB : CVVUF
Frankfurt : DH7N

H+L prices (12 months) : C\$ 0.29 – 0.10

Issued shares : 63.2 million
Fully diluted : 82.8 million

Market capitalization : C\$ 13.6 Million

2021 price target: C\$ 0.50

INVESTMENT ALERT

- ▶ **CanAlaska** preparing for three separate drilling programs, targeting **Uranium** in **Saskatchewan**, **Nickel** in **Manitoba** and **Copper** in **British Columbia**

On November 16, 2020, **CanAlaska Uranium (“CanAlaska”)** announced that it is preparing for three separate drill programs over the coming months. Two drill programs will be financed by third party optionees, one of which will be operated by **CanAlaska**. Separately, the Company has concluded a Canadian flow-through financing to allow drill testing of shallow exploration targets at its **Waterbury properties** in the infrastructure-rich **Eastern Athabasca Basin**.

In May 2020, **CanAlaska** completed a C\$ 9 million earn-in option agreement with **Fjordland Exploration** for the **NorthThompson Nickel Project**. Company staff are currently working with **Fjordland** and **HPX** their main shareholder, to finalize first pass drill testing of a series of near-surface nickel targets. Drill permits have been approved for and final permitting program is awaited.

CanAlaska is operator of the Project for the first two phases of work.

From May to October 2020, **CanAlaska** increased its landholdings in the **NE Wollaston area**, located in the **Eastern Athabasca Basin**, progressively staking a total of 39,211 hectares in five large blocks. The acquisitions focused on large, regional structures similar to those hosting the nearby high-grade Collins Bay-Eagle Point uranium deposits.

The new properties cover defined targets along the interpreted location of the Collins Bay Fault and Maguire Fault structures.

On September 30, 2020, **CanAlaska** announced a 50% earn-in option agreement with **Omineca Mining and Metals** for its **Quesnel Porphyry Copper Project**, located in **British Columbia**. Drill permits for 2,500 metres of drill testing have been received for the Project and work is expected to commence by the end of 2020. The priority target is an 800 metre long IP chargeability target which straddles the western slopes of **Mouse Mountain**, 9 kilometres east of Quesnel.

► **Alaska Basin drill program**

CanAlaska has not yet held its exploration program meetings with **Cameco Corporation** concerning the 2021 **West McArthur Project** program, but the Company is anticipating substantial work in 2021.

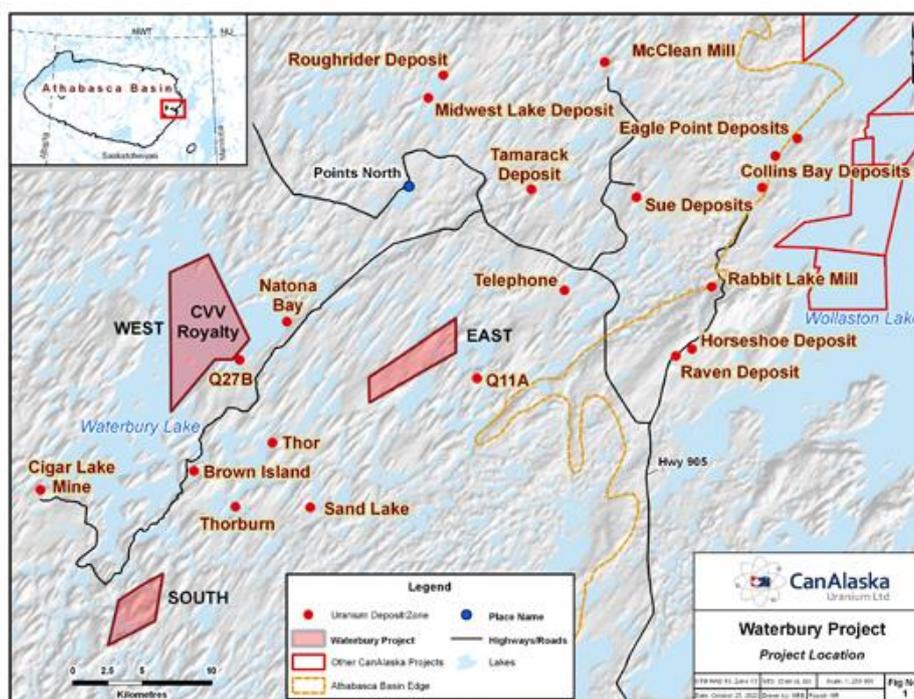
Work at the **West McArthur Project** in August focused on a core relogging program. The Grid 5 discovery zone reviewed core and additional exploration drill core from sites extending to approximately 8 kilometres southwest. These sites are all along the strike continuation of the Fox Lake-Grid 5 conductor corridor. The area has seen limited drill testing to date, but numerous target areas have been defined for future drill testing in addition to the current target zone.

In advance of the 2021 work at **West McArthur**, the Company is receiving quotes to drill test 60 separate target areas on its **Waterbury Project** claims. The drill programs are being planned for the first quarter of 2021.

CanAlaska's Waterbury Project is situated in the central eastern Athabasca, southeast and northeast of the Cigar Lake Mine (see figure below). The Project consists of three claims, two of which are owned 100% by **CanAlaska**. The Company retains an NSR interest in the Waterbury West claims, which was sold to **Cameco** and its partner **Orano** in 2016.

A recent review of the **Waterbury East claim** has re-defined the location of the VTEM anomalies in relation to the 2006 and 2007 drilling which returned up to 324 ppm uranium over 0.6 metres in structurally controlled zones of secondary brick-red hydrothermal hematite alteration.

New drill targets are provided in the vicinity of drill hole WAT005. A new airborne survey is planned for the end of this year to complete the coverage of this claim with a more modern and higher quality survey than the 2006 AEM survey.



Investment comments:

The flagship **West McArthur Project** was originally under a 50% joint venture with Mitsubishi of Japan up to mid-January 2016 and as of October 2018 is under a new operational 30% venture agreement with **Cameco**. For 2021, a substantial work program is anticipated.

Besides having increased its owned large uranium blocks by 3 to 7 blocks in the **Eastern Athabasca**, the Company's other major projects are: **Cree East Uranium Project** in Saskatchewan.

Its **Manibridge Nickel Project** in the **Thompson Nickel Belt**, recognized as the 5th largest and 3rd highest-grade sulphide nickel belt in the world has been optioned on a highly added value of C\$ 9 million to **Fjordland Exploration**.

In addition, considering the progress made on the **West McArthur Project** and the Company's highly prospective project portfolio located in the best mining jurisdictions Saskatchewan and Manitoba, in conjunction with the profitable deal on the **Thompson Nickel Belt**, **CanAlaska**'s depressed market valuation of C\$ 13.6 million, including a strong cash position of C\$ 2.3 million, in my view, offers a high investment leverage potential.

My 2021 price target remains C\$ 0.50.