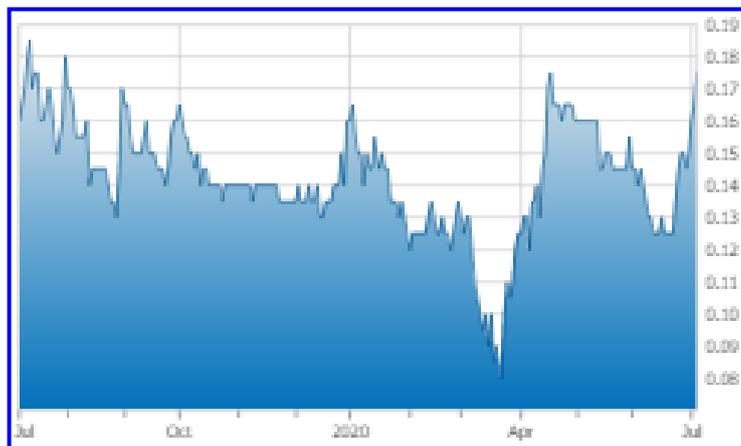


Uraniumletter INTERNATIONAL

the international independent information and advice bulletin for uranium resource investments

INVESTMENT ALERT – July 7, 2020

www.goviex.com



GoviEx Uranium Inc. (C\$ 0.165)

TSX.V : GXU
OTCQB : GVXXF
Frankfurt : 7GU

H+L prices (12 months) : C\$ 0.20 – 0.08

Issued shares : 438.7 million
Fully diluted : 603.6 million

Market capitalization : C\$ 72.4 million
(US\$ 53.3 million)

2020/2021 price target: C\$ 0.40

INVESTMENT ALERT

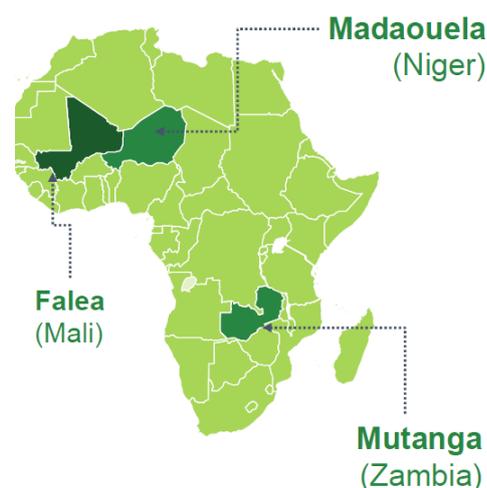
Positive Gold Sampling Program at **Falea Project**, Mali

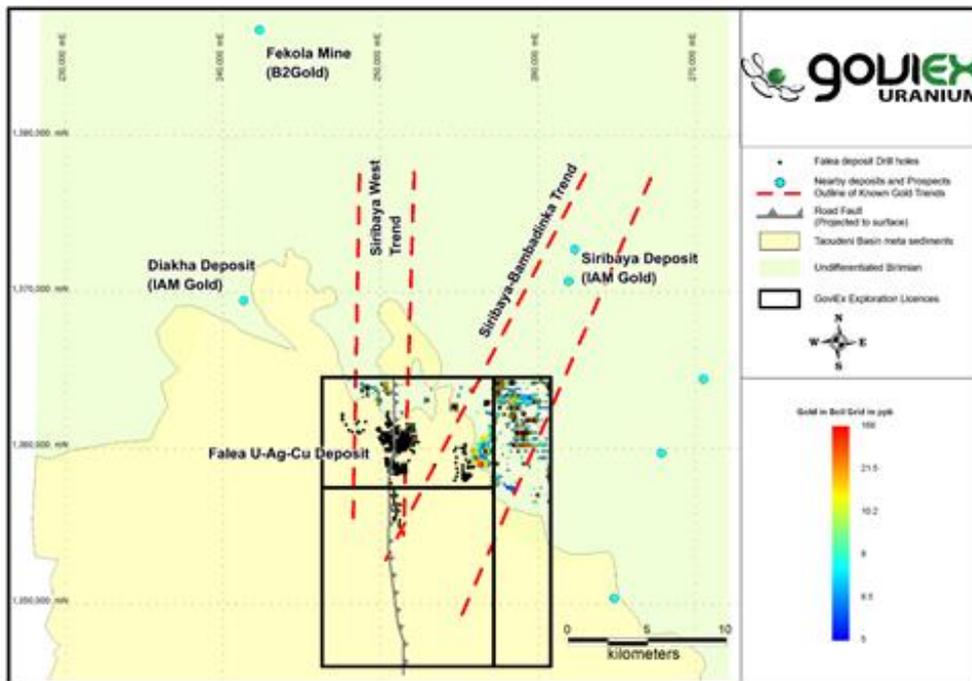
On July 6, 2020, **GoviEx** announced that a recent gold geochemical sampling program at the Company's **Falea Uranium Copper-Silver Project** in **Mali** has highlighted significant gold in soils anomalies that show the potential extensions of the **Sirabaya West** and **Siribaya-Bambadinka gold trends** through and potentially intersecting within the Falea Project.

This initial gold soil sampling program has yielded exciting results in areas outside the previous uranium exploration zone. The uranium mineralization at the **Falea Project** has historically been interpreted as an unconformity type uranium deposit since it is associated with the unconformity between the **Taoudeni Basin** metal sediments and the underlying **Birimian greenstone**. However, the evidence that the gold anomalies associated with the Birimian greenstone apparently underlays the uranium copper-silver mineralization of the **Falea Project** is a compelling development well worthy of a drilling program to test the model and gold content on the Company's ground.

A soil and termitaria sampling was completed on the **Falea** and **Madini** exploration licences during May and June. These results endorse previous work carried out on the project by the previous owners in 2011.

Figure 1: Location of the Falea Project in relation to surrounding known deposits and mines.





Company profile

Since having completed the transaction with [Denison Mines](#) in [June 2016](#) to combine their respective African uranium interests, [GoviEx](#)'s combined asset portfolio now includes three fully-permitted uranium development projects, the flagship [Madaouela Project](#) in [Niger](#), the [Mutanga Project](#) in [Zambia](#) and the advanced-exploration stage projects in [Mali](#).

Under the Integrated Development Plan (IDP) for the [Madaouela Project](#) an average 2.6 million pounds U3O8 production rate per year over a 21-year mine life is envisioned, based on Measured and Indicated Mineral resources of 110 million pounds U3O8 and 61 million pounds of Probable Mineral resources.

[GoviEx](#) controls one of the largest uranium resource bases among publicly listed companies with NI 43-101 compliant Measured and Indicated resources of 143 million pounds U3O8, plus Inferred resources of 86 million pounds U3O8.

On [October 30, 2017](#), [GoviEx](#) completed the acquisition of the uranium mineral resources of [African Energy Resources](#) in [Zambia](#), which includes the acquisition of a mining licence and two prospective licences. These resources are neighbored to the [Mutanga Project](#), which now consists of an approximate 140 kilometres in strike length and significantly proves its economics of scale.

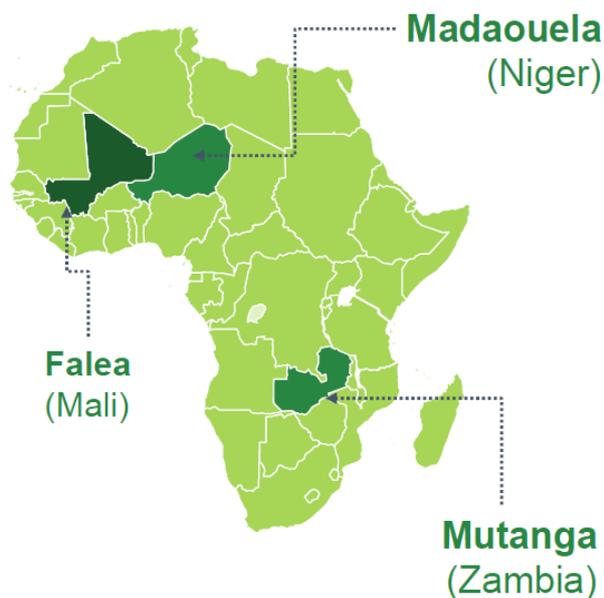
On [July 6, 2020](#), [GoviEx](#) announced that it had received a letter from the [Mining Cadastre Department of Zambia](#) notifying the Company that it has terminated the [Chirundu Mining Licence](#) acquired from [African Energy Resources](#) and subsequent included in the technical report on the Preliminary Economic Assessment ("PEA") of the [Mutanga Project](#).

The **PEA** reported a **Net Present Value** ("NPV") at a long-term uranium price of US\$ 58/lb U3O8 and a 9% mining royalty rate, an after-tax NPV of US\$ 112 million (at 8% discount rate) with an internal rate of return (IRR) of 25%.

Zambia has indicated its strategy diversifying its heavy weighting towards copper, and the country considering nuclear energy long term. Under the [Zambian Mines and Minerals Development Act of 2015](#), [GoviEx](#) is provided 30 days to appeal this decision, which the Company has every intention to do.

Project Locations in Africa

- ✓ Diversified mining jurisdictions
- ✓ Niger 60-70% annual exports U_3O_8
- ✓ Niger produced $\pm 140,000tU$ since 1971
- ✓ Niger mining code not changed since 2006
- ✓ OHADA and ECOWAS cover Mali and Niger
- ✓ Stable governments
- ✓ Zambia seeking to diversify mining industry

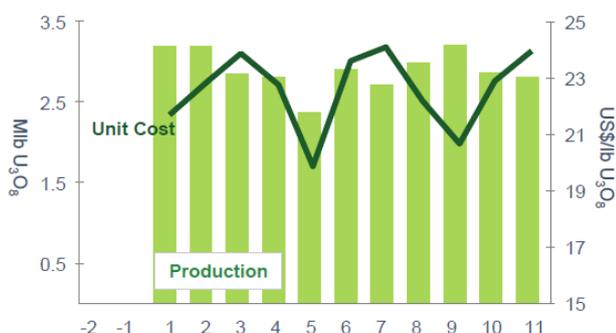


Resources ¹	Tonnes	Grade	U_3O_8 Contained	U_3O_8 Eq ² Contained
Total	Mt	% U_3O_8	Mlbs	Mlbs
Measured	17.66	0.093%	36.2	36.2
Indicated	47.83	0.102%	107.3	111.9
Inferred	92.84	0.042%	86.0	88.7

Madaouela Project, Niger (GXU 80%)

Project Parameters

Initial Mine Life	21 years
Pre-production Capital	US\$359 million
Operating Cost ²	US\$24.5/lb U_3O_8
Total LoM cost (Opex and Capex) ²	US\$36.4/lb U_3O_8
Breakeven U_3O_8 price on NPV _{8%}	US\$48/lb U_3O_8
Steady-state Production	2.69 Mlbs U_3O_8
Uranium Recovery	93.7%



- ✓ Feasibility study commenced with SGS & SRK.
 - ✓ Initial stage focused on optimization of operating and capital costs and reducing technical risk.
 - ✓ Open Pit mine converting to Underground.
- ✓ Appointed project finance debt advisors. Expressions of Interest received from Export Credit Agencies and commercial banks.
- ✓ Initial offtake discussions with a focus on contracts to cover the debt period.
- ✓ Madaouela Mining Company held:
 - ✓ Republic of Niger: 10% fee carried plus 10% for US\$14.5 million
 - ✓ GoviEx: 80%

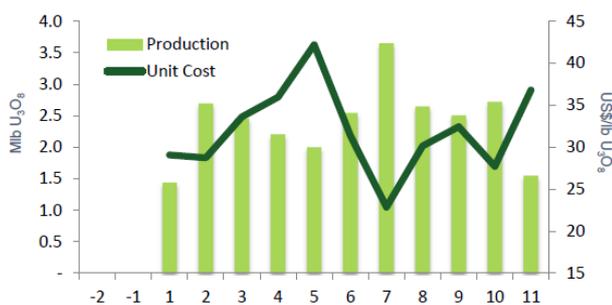
Madaouela ¹	Tonnes	Grade	U_3O_8 Contained
	Mt	% U_3O_8	Mlbs
Measured	11.8	0.12%	31.4
Indicated	25	0.14%	79.4
Inferred	9.5	0.13%	27.7

Mutanga Project, Zambia (GXU 100%)

Project Parameters

Initial Mine Life	11 years
Pre-production Capital	US\$121 million
Operating Cost	US\$31.1/lb U ₃ O ₈
Total LoM cost (Opex and Capex)	US\$37.9/lb U ₃ O ₈
Breakeven U ₃ O ₈ price on NPV _{8%}	US\$46/lb U ₃ O ₈
Steady-state Production	2.60 Mlbs U ₃ O ₈
Uranium Recovery	88%

- ✓ Preliminary Economic Assessment (PEA) completed November 2017.
- ✓ Exploration upside with drill targets identified, and limited work to date undertaken on two prospecting licenses.
- ✓ Project planned to be open pit mining and heap leaching.
- ✓ Benefits from low stripping ratio (3.4:1) and low H₂SO₄ acid consumption (3-9kg/tonne ore).

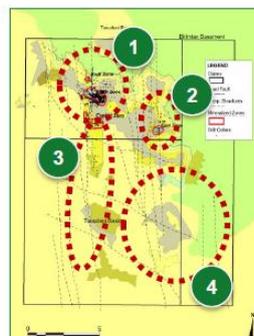


Mutanga ¹	Tonnes	Grade	U ₃ O ₈ Contained
	Mt	% U ₃ O ₈	Mlbs
Measured	5.9	0.04%	4.8
Indicated	15.7	0.03%	10.4
Inferred	74.6	0.03%	44.9

The PEA is considered preliminary in nature and includes Inferred Mineral Resources that are considered too speculative geologically to have the economic considerations applied to them that would enable them to be categorized as Mineral Reserves. Mineral Resources that are not Mineral Reserves have not demonstrated economic viability. Due to the uncertainty that may be attached to Inferred Mineral Resources, it cannot be assumed that all or any part of an Inferred Mineral Resource will be upgraded to an Indicated or Measured Mineral Resource as a result of continued exploration or Mineral Reserves once economic considerations are applied; therefore, there is no certainty that the production profile concluded in the PEA will be realized.

Falea Project, Mali (GXU 100%)

- ✓ Located within the Falea – North Guinea-Senegal Neoproterozoic Basin, ~80 km from Areva's Saraya East uranium deposit.
- ✓ Three exploration licences: Bala, Madini, and Falea.
- ✓ Acquired through the acquisition of Rockgate (Rockgate completed a 5,900 metre drill program in 2013).
- ✓ In addition, Falea contains 63 Mlbs copper and 21 Moz silver (Indicated and Inferred Resources).
- ✓ Only 5% of the 225 km² land package has been explored.
- ✓ Most known zones remain open.
- ✓ Considerable technical and environmental work completed to date.
- ✓ Proposed underground mining operation.
- ✓ Proposed process route includes recovery of copper and silver.
- ✓ Road and air access, including a gravel airstrip on-site.



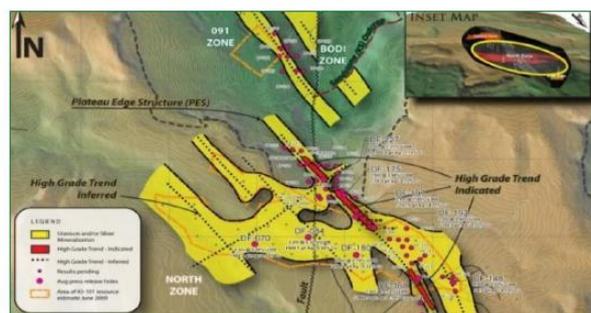
Geology Potential

- 1 Extensions to existing resources
- 2 Further exploration of East Zone
- 3 Southern extension of Road Fault
- 4 Exploration in areas of shallower cover sediments

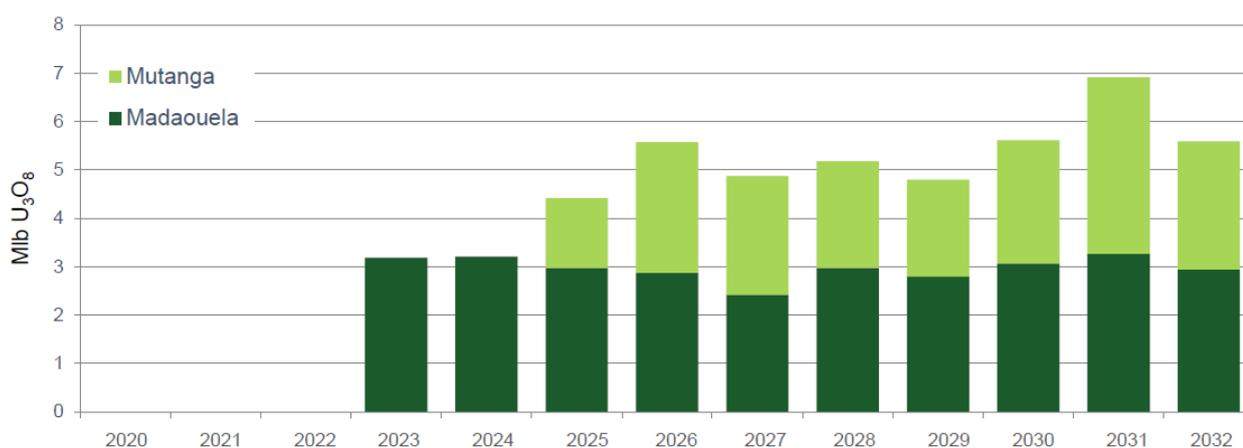
NI 43-101 Resources⁽¹⁾

Falea (0.03% cut-off)	Tonnes	Grade	Contained	U ₃ O ₈ Eq Contained ²
	Mt	% U ₃ O ₈	Mlbs	Mlbs
Indicated	6.9	0.115%	17.4	22.0
Inferred	8.8	0.069%	13.4	16.1

Mineralization and Geology Map



GoviEx Proposed Development Strategy



	PEA	Pre-feasibility	Mining Permit	Definitive Feasibility	Development	Production
Madaouela	✓	✓	✓	2020	2021-2022	2023
Mutanga	✓	N/A ¹	✓	2021	2023-2024	2025
Falea		2023+				

Investment comments:

GoviEx controls one of the largest uranium resource bases among publicly listed companies with NI 43-101 compliant Measured and Indicated resources of 143 million pounds U₃O₈, plus Inferred resources of 86 million pounds U₃O₈.

Under the Integrated Development Plan (IDP) for the **Madaouela Project** an average 2.6 million pounds U₃O₈ production rate per year over a 21-year mine life is envisioned, based on Measured and Indicated Mineral resources of 110 million pounds U₃O₈ and 61 million pounds of Probable Mineral resources.

Based upon the production targets for **Madaouela** and **Mutanga** set at 2023 and 2025, respectively, **GoviEx** can be considered as the most prolific listed uranium development company focused on Africa and specifically **Niger**, thereby referring to the overview of the world's top listed uranium exploration/development companies (see below).

In addition, considering the positive gold sampling program at the **Falea Project, Mali**, this could result in an added value to the Company's market valuation, which at US\$ 53 million, in my view, offers a high investment leverage potential.

My 2020/2021 price target remains C\$ 0.40.

**World's top listed uranium exploration/development companies
focused on emerging countries** (by market valuation)

	Country focus	Trade symbol		Share price June 30 2020	Share price Year-end 2019	Change Year-end 2019 in %	Market valuation (US\$ million)
Berkeley Energia	Spain	ASX	BKY	A\$ 0.42	A\$ 0.18	133	74.5
Global Atomic *	1) Niger	TSX.V	GLO	C\$ 0.64	C\$ 0.56	14	70.8
GoviEx *	Niger/other African countries	TSX.V	GXJ	C\$ 0.15	C\$ 0.15	0	48.0
Deep Yellow *	Namibia	ASX	DYL	A\$ 0.21	A\$ 0.25	-16	35.3
Lotus Resources	2) Malawi	ASX	LOT	A\$ 0.07	A\$ 0.07	0	32.3
Bannerman Resources	Namibia	ASX	BMN	A\$ 0.04	A\$ 0.04	0	29.1
Plateau Energy Metals	3) Peru	TSX.V	PLU	C\$ 0.26	C\$ 0.28	-5	19.9
Forsys Metals	Namibia	TSX	FSY	C\$ 0.15	C\$ 0.15	0	18.3
Blue Sky Uranium	4) Argentina	TSX	BSK	C\$ 0.13	C\$ 0.16	-19	11.4
Total market capitalization							265.1

* featured as a **Special Situation** and included in the 2019 Shortlist of investment recommendations

1) also 49% interest in operating zinc project in Turkey

2) acquired 85% stake in major uranium project in Malawi from Paladin Energy; also cobalt project in NSW Australia

3) uranium-lithium project; main focus on lithium

4) uranium-vanadium project