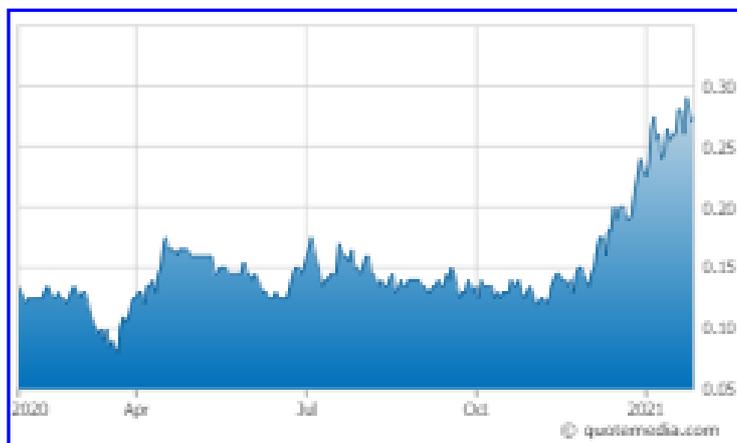


# Uraniumletter INTERNATIONAL

the international independent information and advice bulletin for uranium resource investments

INVESTMENT ALERT – January 29, 2021

www.goviex.com



## GoviEx Uranium Inc. (C\$ 0.275)

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

H+L prices (12 months) : C\$ 0.30 – 0.075

Issued shares : 475.8 million  
Fully diluted : 687.5 million

Market capitalization : C\$ 139.4 million  
(US\$ 108.7 million)

**2021 price target: C\$ 0.50**

## INVESTMENT ALERT

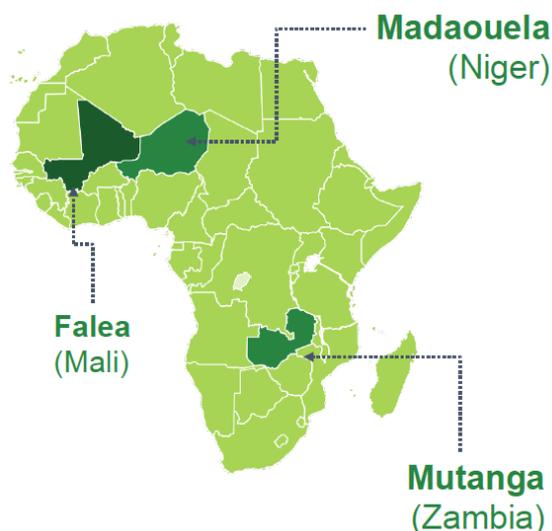
**GoviEx** completes private placement for gross proceeds of C\$ 8.0 million and announces to be included in the Index composition for the **Global X Uranium ETF**

On January 25, 2021, **GoviEx Uranium** (“**GoviEx**”) announced that further to the announcement of an ordinary balancing in the **Solactive Global X Uranium Components Total Return Index**, effective February 1, 2021, the Company will be included in the Index Composition for the **Global X Uranium ETF** (NYSE: URA).

The **Global X Uranium ETF** tracks the index. In addition, **GoviEx** will also be included in the **Solactive Global Uranium Pure-Play** (WKN: SLA7X5).

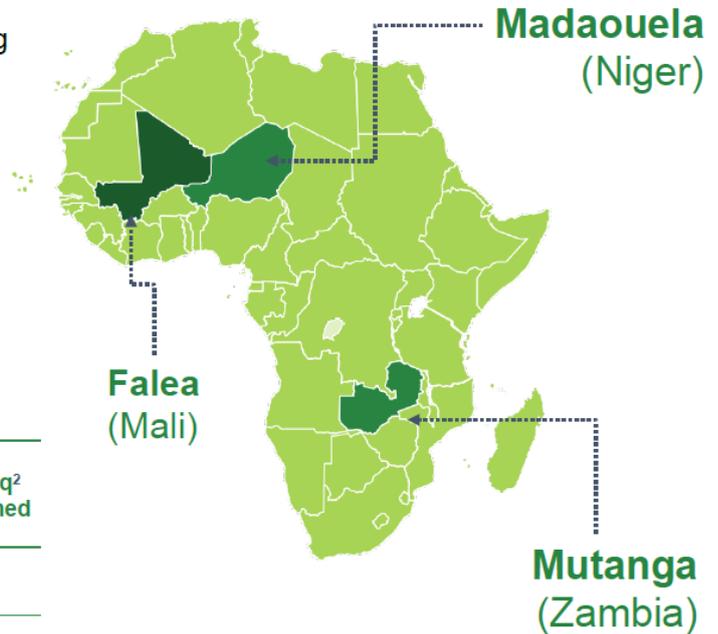
**GoviEx** is already included in the index composition for the **North Share Global Uranium Mining ETF** (NYSE: URNM).

On January 21, 2021, **GoviEx** announced that it had completed a non-brokered private placement for gross proceeds of C\$ 8.0 million.



# Project Locations in Africa

- ✓ Diversified mining jurisdictions.
- ✓ Niger 60-70% annual exports  $U_3O_8$ , - providing 5% of world's mining output from Africa's highest grade uranium ore.
- ✓ Niger's first commercial uranium mine has produced  $\pm 140,000tU$ , since 1971. Further expansion of uranium mining has received strong governmental support.
- ✓ OHADA and ECOWAS cover Mali and Niger.
- ✓ Zambia seeking to diversify mining industry.
- ✓ Mali Africa's 4<sup>th</sup> largest gold producer.



Resources <sup>1</sup>	Tonnes	Grade	$U_3O_8$ Contained	$U_3O_8$ Eq <sup>2</sup> 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

## Updated development

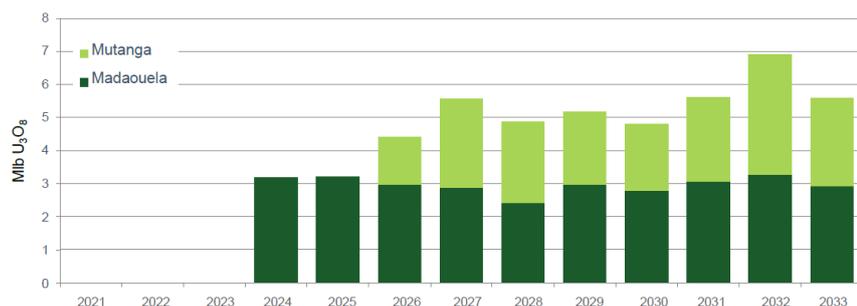
Executive Chairman Govind Friedland has noted that the updated **Pre-Feasibility Study** for the Company's **Madaouela Project** in **Niger** is rapidly nearing completion, and upon thorough review, will be released.

In **Mali** the Company is working with International Drilling to ramp up a 6,000-metre air-core drilling program expected to commence in the first week of February. The Company is targeting near-surface gold-bearing structures that are along strike of the Sinbaya trend at its **Madino** permit which forms part of the **Falea Project**.

In addition to the gold targets, **Falea** remains a very exciting uranium-silver-copper exploration play with known resources that, while currently are considered unconformity type deposit, have potential of IOCG style mineralization.

In **Zambia**, **GoviEx** received the renewal of the **Kariba Valley exploration permit**, as well as initial positive feedback from the Minister of Mines with regards to the **Chirundu mining licence**. The Company will report further details when available, added Mr. Friedland.

## GoviEx Proposed Development Strategy



	PEA	Pre-feasibility	Mining Permit	Definitive Feasibility	Development	Production
Madaouela	✓	✓	✓	2021	2022-2023	2024
Mutanga	✓	N/A <sup>1</sup>	✓	2023	2024-2025	2026

<sup>1</sup>Falea: Strategy under review given precious metal exploration

## Finance

On January 21, 2021, **GoviEx** announced that it had completed a non-brokered private placement with the issue of 32 million units at a price of C\$ 0.25 per unit for gross proceeds of C\$ 8.0 million. Each unit will consist of one (1) Class A common share in the capital of the Company and one (1) transferable purchase warrant. Each warrant will entitle the holder to acquire on exercise one (1) common share until January 31, 2023 at a price of US\$ 0.30 per warrant share.

In an off-market transaction, Mr. Robert Friedland increased his shareholding in **GoviEx** to over 18 million shares, which represents over 3% of the Company's currently issued and outstanding Class A common shares, which is in line with Mr. Friedland's increasing investment in clean energy and the associated technologies.

## 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 U<sub>3</sub>O<sub>8</sub>, plus Inferred resources of 86 million pounds U<sub>3</sub>O<sub>8</sub>.

Under the Integrated Development Plan (IDP) for the **Madaouela Project** an average 2.6 million pounds U<sub>3</sub>O<sub>8</sub> production rate per year over a 21-year mine life is envisioned, based on Measured and Indicated Mineral resources of 110 million pounds U<sub>3</sub>O<sub>8</sub> and 61 million pounds of Probable Mineral resources.

Based on the production targets for **Madaouela** and **Mutanga** set at 2024 and 2026, respectively, **GoviEx** can be considered as one of the most prolific listed uranium exploration/development company focused on Africa, including **Niger** ranked 5<sup>th</sup> among the world's largest uranium producing countries.

Since my **Investment Alert** on October 21, 2020, **GoviEx**'s share price has doubled, thereby benefitting from the substantial discovery of depressed market valuations of uranium equity markets. Considering its prominent position in Africa, the Company at a market valuation of US\$ 108.7 million, in my view, remains significantly undervalued.

**I have increased my 2021 price target from C\$ 0.40 to C\$ 0.50.**

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