

Uraniumletter INTERNATIONAL

the international independent information and advice bulletin for uranium resource investments

INVESTMENT ALERT – September 6, 2018

www.laramide.com



Laramide Resources Ltd. (C\$ 0.37)

TSX and ASX : LAM
OTCBB : LMRXF

H+L prices (12 months) : C\$ 0.55 – 0.23

Issued shares : 130.6 million
Fully diluted shares : 147.1 million

Market capitalization : C\$ 48.3 million
(US\$ 36.6 million)

2018 share price target C\$ 0.60

INVESTMENT ALERT

Laramide Resources completes consolidation of Northern Territory Tenure; and begins Airborne Geophysical Survey

On September 4, 2018, **Laramide Resources** (“**Laramide**”) announced that it has entered into a sale and purchase agreement with **Verdant Minerals** pursuant to which the Company will acquire a 100% interest in the **Lagoon Creek Joint Venture Tenement** in Northern Territory of Australia (“the Project”). The tenement transfer is expected to be completed sometime in Q4 2018.

The new Agreement replaces an existing Farm-in and Joint Venture on the Project between **Laramide** and **Verdant**. That earlier agreement has been terminated and superseded by the Agreement.

The strategically located Project in Northern Territory comprises 190 km² of granted exploration tenure, which lies contiguous to and along strike from **Laramide’s Westmoreland Project** in north-western Queensland.

As consideration for the sale by Verdant of its interest in the Project to **Laramide**, the Company shall make the following payments:

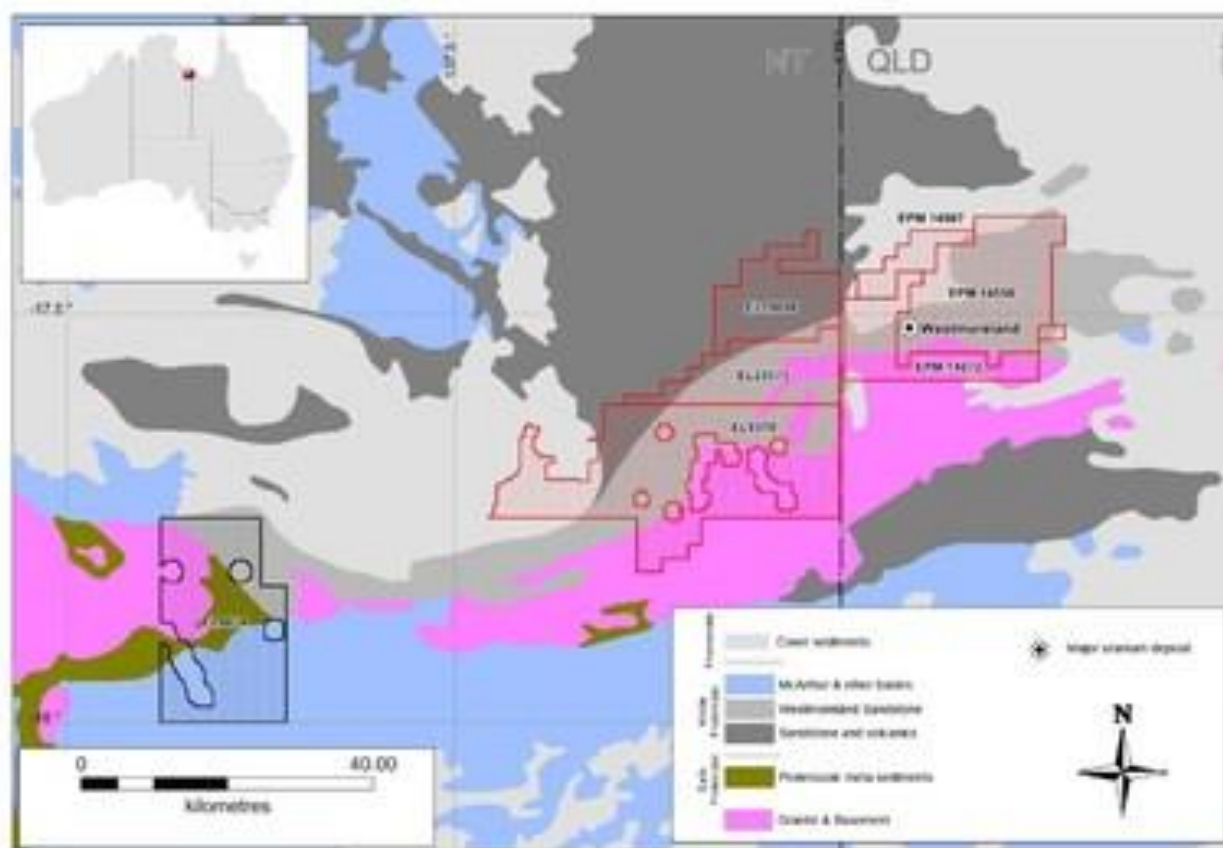
- A\$ 25,000 within 14 days of the closing date;
- a further payment of A\$ 100,000 on drilling executed in the tenement; and
- a further payment on the publication of an NI 43-101 compliant measured and indicated resource equivalent to A\$ 0.05 per in place pound U₃O₈ (or equivalent value of an alternative commodity).

Laramide has also engaged the acquisition of high resolution Falcon Airborne Gravity Gradiometry (Falcon AGG™) over the contiguous Queensland and Northern Territory. The Project will enhance the Company's dominant land holding in the highly prospective and underexplored Murphy Uranium Province.

The **Northern Territory** of Australia is a jurisdiction that is supportive of both uranium development and mining and hosts several well-known deposits, including the Ranger Mine which has produced an excess of 120,000 tonnes of U₃O₈ over a 35-year period.

The **Murphy Uranium Province** produced high-grade uranium during the 1950s and stands out amongst the world's attractive underexplored uranium provinces, having not seen any meaningful exploration since the 1970s.

Now 100% Laramide tenements covered by Falcon AGG survey (red outline)



Company Profile

Laramide is a Canadian-based company with diversified uranium assets strategically located in the United States and Australia that have been chosen for their low-cost production potential.

Laramide recently acquired its **Church Rock** and **Crownpoint** properties in **New Mexico, USA** from Westwater Resources to form a leading in-Situ Recovery (ISR) division. This benefits from an estimated contained resource of 50.8 million pounds U₃O₈ in October 2017 for **Church Rock** and **Crownpoint** expected to have significant resources and both projects to have near-term development potential. Additional US assets include **La Jara Mesa** in Grants, New Mexico and **La Sal** in the Lisbon Valley district of Utah.

Laramide's **Australian** advanced-stage **Westmoreland Project** in Queensland, hosts an NI 43-101 compliant resource totaling an Indicated resource of 51.9 million pounds U₃O₈, but Queensland's ALP remaining opposed to granting uranium permits, resulting in a uranium ban having been reinstated.

Investment comments:

With **Church Rock's** current 50.8 million pounds U3O8 resource and the potential added value of **Crownpoint** to increase the total US resource significantly, **Laramide** is not only the highest-ranked advanced listed uranium development company focused on the **US**, but with the acquisition of Rio Tinto Exploration's **Murphy Uranium Tenements** in uranium mining-friendly Northern Territory has also strengthened its position in **Australia**. The tenements are lying contiguous to and along strike from **Laramide's Westmoreland Project** in northwest Queensland.

Considering **Laramide's** prospective outlook for its diversified uranium assets strategically located in the **United States** and **Australia**, it does not come as a surprise to me that since my **Investment Alert** update in July, the Company's share price went up by 40% from C\$ 0.26 to C\$ 0.37.

Still representing a depressed market valuation of C\$ 48.3 million (US\$ 36.6 million), in my view, the Company remains to offer a high investment leverage potential. As a result my share price target remains C\$ 0.60 for an extended period of 7 months, including Q1 2019, due to the ongoing challenging uranium market circumstances.