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Question and Answer Session with Jordan Trimble, President and CEO of Skyharbour Resources (TSXV: SYH)

1. How do you see the uranium market performing over the next 6-12 months?

The uranium market has been volatile over the last few years as most people know. We saw the spot price hit a low of \$28 / lb in the summer of last year but has since recovered back to around \$40 / lb. This is a notable move and it would appear the trend has reversed and is now edging higher and higher after an extended down trend starting in 2007. Needless to say, I have a positive outlook on the uranium price (both spot and long-term) especially in the mid to long term. Industry drivers remain largely the same as last year but supply disruptions have caught people's attention recently. Namely the Olympic Dam mill shutdown in Australia where 3-4 million lbs of primary global mine supply is threatened, as well as a fire at the Rossing mine's recovery plant in Namibia. There is also the ongoing uncertainty caused by the Russian/Ukraine situation which could impact both primary and secondary uranium supply, and enrichment capabilities as Russia controls a substantial portion of both global uranium supply and enrichment capacity. Additional sanctions on Russia could have a negative impact on the supply of uranium especially uranium being exported to western countries. The Japanese reactor restarts are moving along, albeit at a slow pace, but what has been left out of the media over the last few months is the firm commitment by the Chinese to fast track their nuclear buildup over the coming years with 26 new reactors under construction and many more planned and proposed. The bottom line is we have continued growth in demand for uranium but an unclear supply picture over the next few years. The spot price of uranium is still well below the global average all in cost of production of \$55-60 / lb and is well below the price needed to incentivize new mine construction. We are seeing many of the fundamental indicators of a turnaround in the uranium space starting with a commodity price that is continuously creeping up and bucking the trend of most other commodities right now.

2. Why is it a great time to be exploring and developing uranium assets in the Athabasca Basin in this market and why should investors be paying attention?

There are two main reasons to be exploring and developing uranium assets in the Athabasca Basin. First and foremost, the high grade nature of the deposits found in the Basin. The grades of the uranium deposits in the Basin are 10 to 20 times higher than those found elsewhere, and in the highest grade deposits like McArthur River, Cigar Lake and Phoenix, the grades are 15-25% U₃O₈; at current prices that's 13,500 - \$22,000 / tonne rock. It is important to keep in mind that when exploring for a mineral deposit of any type, the potential return has to justify the risk involved. Making a world class discovery is not an everyday occurrence and exploration by its very nature is a risky venture but when you are successful in discovering a high grade uranium deposit in the Basin the returns can be massive. Just take a look at the recent discoveries in the Basin including Hathor's Roughrider discovery, Fission and Alpha's PLS discovery and Nexgen's Arrow discovery. These discoveries have generated hundreds of millions of dollars of new shareholder wealth in relatively short periods of time. This tremendous exploration and share price upside potential is possible even in a depressed market with a new high grade discovery in the Athabasca Basin.

Secondly, the exploration methodology and techniques used to vector in on these higher grade uranium deposits have evolved over the last few decades. The science behind the discovery process has been refined and this increases the chances of success while cutting costs. Explorationists are also looking in places previously thought to be less prospective for uranium deposits like the basement rock surrounding the current margins of the Athabasca sandstone cover. Take Fission's PLS discovery for example, a low flying radiometric survey unveiled the high grade boulder field outside the current sandstone cover that led to the initial discovery. Radon surveys were then used very effectively to identify additional high grade zones culminating in the current world-class Triple R deposit. These additional exploration tools are being used to hone in on targets in underexplored areas and are proving to be successful.

3. What are your thoughts on Fission Uranium's (TSX: FCU) latest resource report and how do you see that reflecting positively on Skyharbour?

Fission's recent maiden resource estimate at PLS is nothing short of spectacular and surpassed many analyst predictions. The NI 43-101 estimate for the Triple R Deposit showed an indicated resource of 79.6 million lbs U₃O₈ at 1.58% including a high grade core of 44.2 million lbs U₃O₈ at 18.2%, as well as an inferred resource of 25.9 million lbs U₃O₈ at 1.3% including a high grade core of 13.9 million lbs U₃O₈ at 26.4% (see Fission's Jan. 9, 2015 news release). This makes it the third largest deposit by pounds in the Basin behind Cigar and McArthur, but it is also shallow and hosted in the more favourable basement rocks outside of the Basin proper. From an exploration and district-scale perspective, it validates the whole region geologically and illustrates the potential for additional world-class uranium deposits to be discovered. Furthermore, Fission has recently announced a new high grade discovery over half a kilometre SW of the main Triple R Deposit which is trending towards Skyharbour's Preston Project where we are actively exploring with our syndicate partner companies. We still maintain one of the

largest land packages in this emerging district and are well positioned to make a new discovery in the PLS region as operator of the Western Athabasca Syndicate. We are currently carrying out more geophysics and radon surveys to refine drill targets on the property, with our partner companies funding the bulk of the expenditures.

4. What are some of the near-term catalysts investors can look forward to in the next 3-6 months? Can you talk about your plans at the Falcon Point project (previously called Way Lake)?

In addition to the news flow generated from the aforementioned program we are carrying out near Fission and NexGen in the PLS area, a near-term catalyst will be a drill program we have recently commenced on our 100% owned, flagship Falcon Point Uranium and Thorium project on the east side of the Basin. We purchased the project off of Denison Mines last summer for approx. \$0.03 / lb of uranium in situ. Our head geologist, 40-year Basin-veteran Rick Kusmirski was among the first to identify the property's significance while he was running JNR Resources, a company he would lead as President and CEO from 2001 until it was purchased by Denison in late 2012. Rick first identified the property's potential in 2004, ultimately proving up an NI 43-101 inferred resource of 7 million pounds of uranium at 0.03% and 5.3 million pounds of thorium at 0.023% in 10.4 million tonnes at the JNR Fraser Lakes Target. This deposit is open along strike and at depth, with robust high-grade discovery potential. Over \$12 million has been invested in previous exploration on the project which has identified numerous other target areas including the Hook Lake target where high grade uranium mineralization has been discovered at surface (up to 48% U3O8 in historic grab samples) yet the source has yet to be discovered. This highlights that there is high grade mineralization on the property.

We plan to carry out a Phase One drill program consisting of approximately 1,500 metres of drilling by way of 5 - 6 holes with individual depths of 250 - 350 metres at the current resource area. The deposit subcrops and has not been tested below 150 metres vertical. It is open along strike and at depth, and consists of several zones of moderately dipping, multiple-stacked uranium and thorium mineralized horizons. Geological and geochemical features at the deposit show distinct similarities to high-grade, basement-hosted uranium deposits in the Athabasca Basin such as Eagle Point, Millennium, P-Patch and Roughrider. Skyharbour's objective is to discover higher grade uranium mineralization proximal to the current lower grade mineralized envelope present at the JNR Fraser Lakes deposit.

5. Why should investors consider Skyharbour as a potential investment at these levels?

We are one of the only sub \$5 million market cap companies carrying out a drill program this winter in the Athabasca Basin as most companies have not been able to raise sufficient capital. If investors are looking to be involved in a potential new Basin discovery over the next few

months with a sub \$5 million valuation currently, Skyharbour is one of the only options out there.

We have positioned Skyharbour to advance to the next level with its impressive suite of properties, opportunistic acquisitions and aggressive exploration initiatives. Despite a challenging financing environment and volatile global commodities prices, Skyharbour successfully raised \$1.25 million recently with both retail and institutional involvement which fully finances the company for its upcoming exploration programs. The current state of the uranium market has presented excellent opportunities for Skyharbour to purchase high-quality uranium projects in the Basin with the objective of optimizing discovery potential and capitalizing on a future uranium market turnaround. Management believes that the current share price does not reflect the progress over the last 12 months nor the company's intrinsic value and discovery prospects moving forward. The recent rise in the uranium spot price coupled with the latest corporate developments and the company's plans over the next 6 months leave us confident that SYH represents a compelling investment opportunity.

Disclosure: Transcend Capital Inc. has been paid a consulting fee for conducting an independent review of the company