



SECUTOR

CAPITAL MANAGEMENT CORPORATION

COMPANY SUMMARY

Location:	Dryden, ON
Flagship:	Goliath Gold Project
Ownership:	100%
Commodity:	Gold, silver
Status:	Feasibility-stage
Resources:	9.1 Mt @ 2.66 g/t Au (Indicated) 15.9 Mt @ 1.69 g/t Au (Inferred)
Catalysts:	Permitting, feasibility study

MARKET DATA

Price:	\$0.385
Market Cap:	\$28.3 MM
Common Shares:	76.4 MM
Fully Diluted:	85.7 MM
52 Wk Range:	\$0.63 - 0.25
30 Day Avg Vol:	55,400



Laramide Resources Ltd.	6.7 %
Marc Henderson	6.0 %
Corona Gold Corporation	4.2 %
Blaise Yerly	3.8 %
Martin Walter	3.5 %
Sprott Asset Management	1.6 %
TD Asset Management	0.4 %



Source: Yahoo Finance

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Company Update

13 January 2015

Treasury Metals Inc.

T-TML

Treasury Metals Update Phase II Infill Drilling at Goliath Continues... Updated Resource Likely to Follow in H1/15

On January 8th, Treasury Metals announced results from infill drilling at the Goliath project. Treasury drilled eight holes, with assays for five holes received to date. Of the five holes assayed, three holes encountered material levels of gold mineralization.

Highlights of the drill results included 199.75 g/t gold (uncut) over 2 metres in hole TL14-374 at the Western Main Zone, with visible gold encountered in the hole. Hole TL14-372 was also drilled at the Western Main Zone, and intersected 3.86 g/t gold over 4.5 metres. Hole TL14-374 returned 4.87 g/t gold over 3.5 metres in the hanging wall and 3.81 g/t over 8 metres in the Western Main Zone.

Infill Drilling Continues...Resource Update to Follow in H1/15. Treasury is currently completing the Phase II drill program at Goliath, which began in November 2014. The Company has outlined plans for a 6,000 to 7,000 metre drill program, including infill drilling of the C Zone and western area of the Main Zone, as well as some exploratory drilling. The Phase II program will include approximately 3,000 to 4,000 of infill drilling in the central area of the Main Zone and C Zone, 1,000 metres of infill and expansion drilling in western area of the Main Zone, 2,000 metres of shallow drilling to the northeast of the current resource, as well as 8 to 10 shallow holes in the Far West area, 400 metres to the west of the current resource. Treasury has completed approximately 1,200 metres of the program to date. The planned program may be expanded dependent on exploration results.

Treasury initially discovered the Far West area during the Phase I program in 2014. In August 2014, Treasury reported the results from several holes drilled 400 metres to the west and along strike of the current resource, including 12.8 metres grading 2.71 g/t gold in hole TL-367. Drilling encountered shallow mineralization at vertical depths of 25 to 50 metres, and Treasury believes that the Far West is a very prospective target area on the property, and the 8 to 10 hole drill program planned for this area may grow the deposit's shallow mineral resource inventory.

As part of the Phase II program, Treasury is also drilling off the western area of the Main Zone on a 30 metre spacing density, which will allow the Company to convert the inferred resource ounces to the indicated category. In the upcoming resource update, Treasury is targeting the conversion of approximately 300,000 ounces from the inferred to the measured & indicated category, as well as some additional growth in the global resource inventory.

Treasury is targeting the release of an updated resource in H1/15. The 2011 resource estimate defined a 1.7 million gold ounce global resource, including 678,000 million open-pit ounces grading 1.28 g/t gold (1.34 g/t gold equivalent) and 947,000 underground ounces grading 3.70 g/t gold (3.94 g/t gold equivalent). Following the completion of a resource update, Treasury is also planning to complete a feasibility study in H1/15.

Environmental Impact Statement Submitted in Q4/14, Permitting Milestones to Continue in 2015. In November 2012, Treasury began the permitting process for Goliath with the submission of a Project Description (PD) to the Canadian Environmental Assessment Agency (CEAA). The submission kicked off the permitting and approval process and initiated the environmental assessment process under the Canadian Environmental Assessment Act. In October 2014, Treasury submitted an Environmental Impact Statement (EIS) to the CEAA. Recommendations from the CEAA will initiate the formal review process. The EIS is currently undergoing internal review by federal regulatory agencies including the Ministry of Natural Resources and Environment Canada, with a series of Aboriginal and community public meetings expected to occur in Q1/15. Over the next two months, the Company will have a better idea of the mine permitting timeline for Goliath.

Imminently, Treasury will also begin permitting Goliath on the provincial front. Rather than submitting a full Individual Provincial EIS, Treasury will be able to submit smaller Class Environmental Assessments, and will be required to submit information related only to certain parts of the project.

Goliath is one of six projects currently in the permitting stage in Ontario, with New Gold's Rainy River, Agnico-Eagle/Yamana's Hammond Reef, IAMGOLD's Côte, Argonaut Gold's Magino and Premier Gold's Hardrock projects making up the remainder of the list. With an average life of mine grade of 3.05 g/t gold equivalent outlined in the preliminary economic assessment (PEA), and a modest initial capex estimate of \$91.4 million, Goliath is a project which compares favourably against many in this group.

Financing from Current Shareholders and RMB to Keep Treasury Liquid. In December 2014, the Company closed a flow-through financing with current shareholders for gross proceeds of \$800,000. The proceeds will be used to fund 5,000 to 6,000 metres of the Phase II drill program.

In addition, in November 2014, following the completion of an internal updated mine plan, newly modelled resource and engineering, Treasury announced that it had satisfied the conditions requisite to draw down \$3 million available under a second tranche of financing from RMB Resources. In February 2014, Treasury arranged the \$6 million facility with RMB, a subsidiary of Rand Merchant Bank. The terms of the facility include a term of 2.5 years and an interest rate of CDOR plus 7.5%. The balance available under the facility will be used to fund feasibility studies and permitting at the project.

2012 PEA Outlined a Robust Project...Optimization Expected to be Incorporated into the Feasibility Study. In a July 2012 PEA for Goliath, Treasury outlined a 2,500 tonne per day open-pit/underground operation. Over the mine life of 10.3 years, the Company outlined annual production of 80,000 ounces at an average operating cash cost of \$698 per ounce of gold equivalent. Treasury's production assumptions were based on an average gold head grade of 2.87 g/t gold and silver grade of 9.30 g/t gold (3.05 g/t gold equivalent), and metallurgical gold recoveries of 95%.

Project initial capex was estimated at \$91.4 million, including a 20% contingency, with life-of-mine capex totalling \$200.5 million. At a gold price of US\$1,375 per ounce, the PEA returned an NPV5% of \$144.3 million, an IRR of 32.4% and a 2.8 year payback period. The Company estimated a "break even" price of gold of US\$930 per ounce.

Since the PEA, Treasury and Lycopodium have completed significant optimization work at Goliath, which will be incorporated into the upcoming feasibility study. Treasury will look at potential cost savings scenarios, including using a mining contractor as well as second-hand trucks.

Summary. Treasury's Goliath gold project is promising near-term gold development play with an excellent address. Goliath is located in Kenora mining district, 20 kilometres east of the city of Dryden, in northwestern Ontario. Goliath has a highway accessible location and excellent infrastructure.

In the current gold price environment, the Goliath project is in a sweet spot when it comes to size and scale. Many junior companies own development projects that will likely never get financed and built due to their outsized project capex price tags. Treasury's 2012 Goliath PEA outlined a project with annual production of 80,000 ounces and a manageable initial capex of \$91.4 million, making it an attainable project for a company of Treasury's scale.



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Ticker	Company	1	2	3	4	5	6
T-TML	Treasury Minerals Inc.			X	X	X	

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