

TSX: SAS

OTCQX: STADF



CORPORATE PRESENTATION

Precious Metals Summit

Vail, CO

Date: September 12, 2014

Presenter: Duncan Middlemiss (President & CEO)



FORWARD LOOKING INFORMATION

This presentation contains “forward-looking statements” and “forward-looking information” (collectively “forward-looking information”) as defined in applicable securities laws that reflect SAS’ current expectations and projections about its future results, plans and objectives. All statements other than statements of historical fact are considered forward-looking information. Forward-looking information is based on assumptions, estimates, analysis and opinions of Management made in light of its experience and its perception of trends, current conditions and expected developments, as well as other factors, which the Company believes to be relevant and reasonable in the circumstances. This presentation uses words such as “estimate”, “intend”, “believe”, “expect”, “anticipate”, “plan”, “potential” and similar terminology to identify forward-looking information.

Forward-looking information is contained throughout this presentation, specifically regarding the Company’s production and capital budgets, and planned gold production levels at the Holt, Holloway and the Hislop mines; the development of underground mining at Hislop; the extent and timing of development initiatives at Taylor; the availability of tax deductions; the nature, location and objectives of exploration programs in 2014; the expansion of mineral resources and levels of production through successful exploration, development and acquisitions; the sufficiency of the Company’s cash flow and existing cash reserves to achieve its 2014 objectives including the advancement of Taylor and other advanced stage exploration projects. In addition, Mineral Reserves and Mineral Resources are considered to be forward-looking information as they involve the assessment, based on certain estimates and assumptions, that such Mineral Reserves and Mineral Resources can be economically produced in the future.

Forward-looking information are subject to known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those implied by the forward-looking information. Factors that may cause actual results to vary materially include, but are not limited to, assumptions about the general business and economic conditions; the accuracy of the Company’s mineral reserves and mineral resources estimates (including with respect to size, grade and recoverability) and the geological, operational and price assumptions on which these are based; the volatility and level of the price of gold including that the gold price will generally remain within a reasonable range of current levels; the ability to achieve capital and operating cost estimates; the sufficiency of cash reserves and operating cash flow to maintain and potentially expand gold production levels, exploration and development activities; continued compliance by the Company with the terms of the credit facility; the availability of additional financing on acceptable terms if and as required; and the continued availability of adequate skilled manpower and the retention of key personnel. A description of these risks and uncertainties can be found in the Company’s Annual Information Form obtained on SEDAR at www.sedar.com. SAS disclaims any intention or obligation to update or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as may be required under applicable securities laws.

H1/2014 HIGHLIGHTS

**Produced 46,866 Ounces
of Gold**

**\$20.1 MM in
Cash and
No Debt**

**Increased Production Guidance to between
85,000 – 95,000 Ounces**

**Taylor Advanced Exploration Project
on track for Bulk Sample in Q4/2014**

**Achieved All-In Sustaining Costs
of US\$1,094/Oz**

**Achieved Twelve Consecutive Quarters of Positive Cash Flow
from Operations**

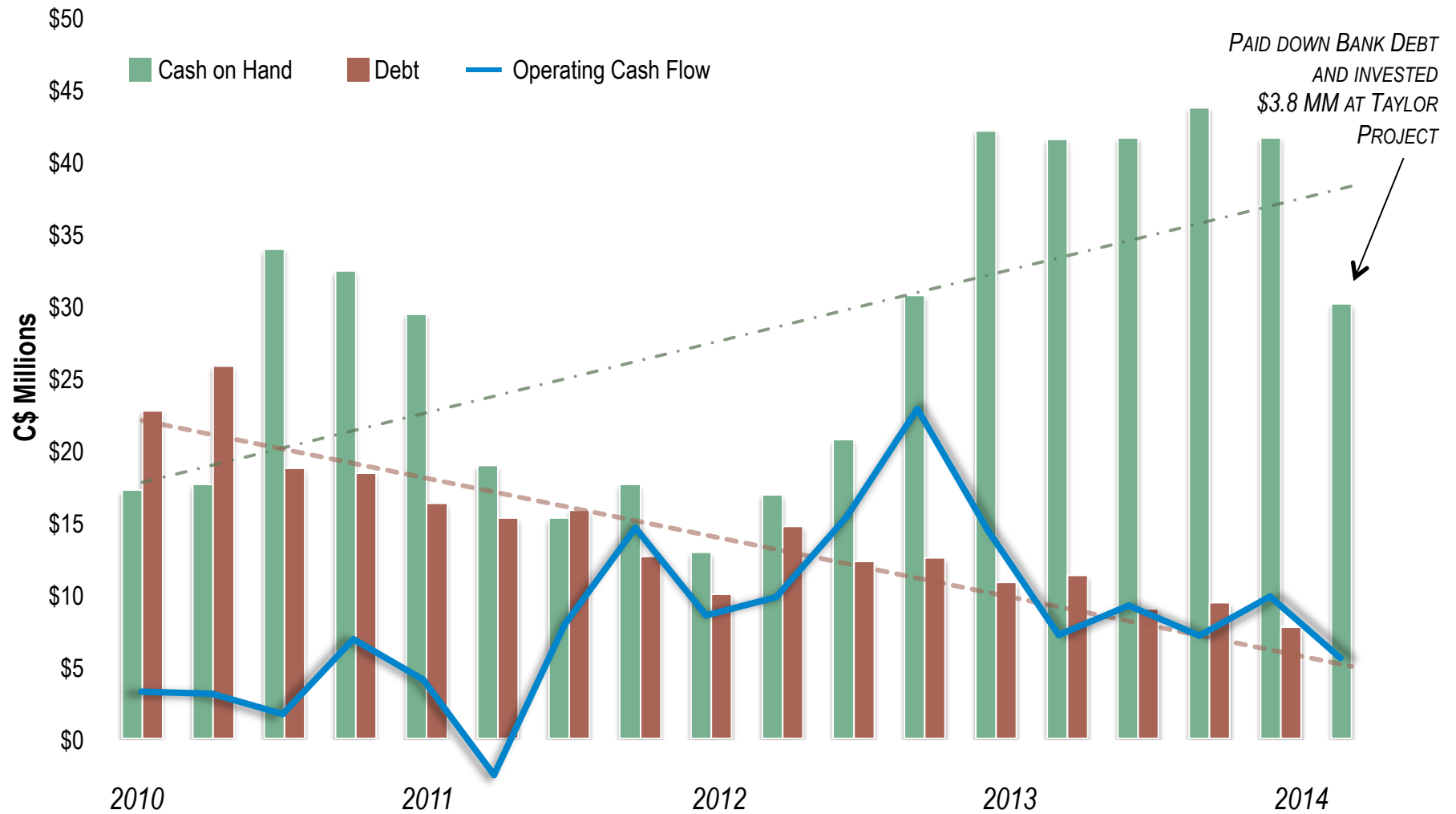
Q2 AND H1 2014 FINANCIAL HIGHLIGHTS

	Q2/2014	H1/2014
Net Cash Flow	(\$ 2.6 Million)	(\$ 1.2 Million)
Cash Flow from Operations	\$ 5.5 Million	\$14.9 Million
Cash and Cash Equivalents	\$20.1 Million	\$20.1 Million
Commercial Gold Production Sold (ounces)	22,850	46,350
Average Realized Price Per Ounce of Gold Sold*	US\$1,285/Oz	US\$1,289/Oz
Total Cash Cost Per Ounce of Gold Sold*	US\$ 872/Oz	US\$ 864/Oz
Gold Sale Revenues	\$31.7 Million	\$65.1 Million

Notes:

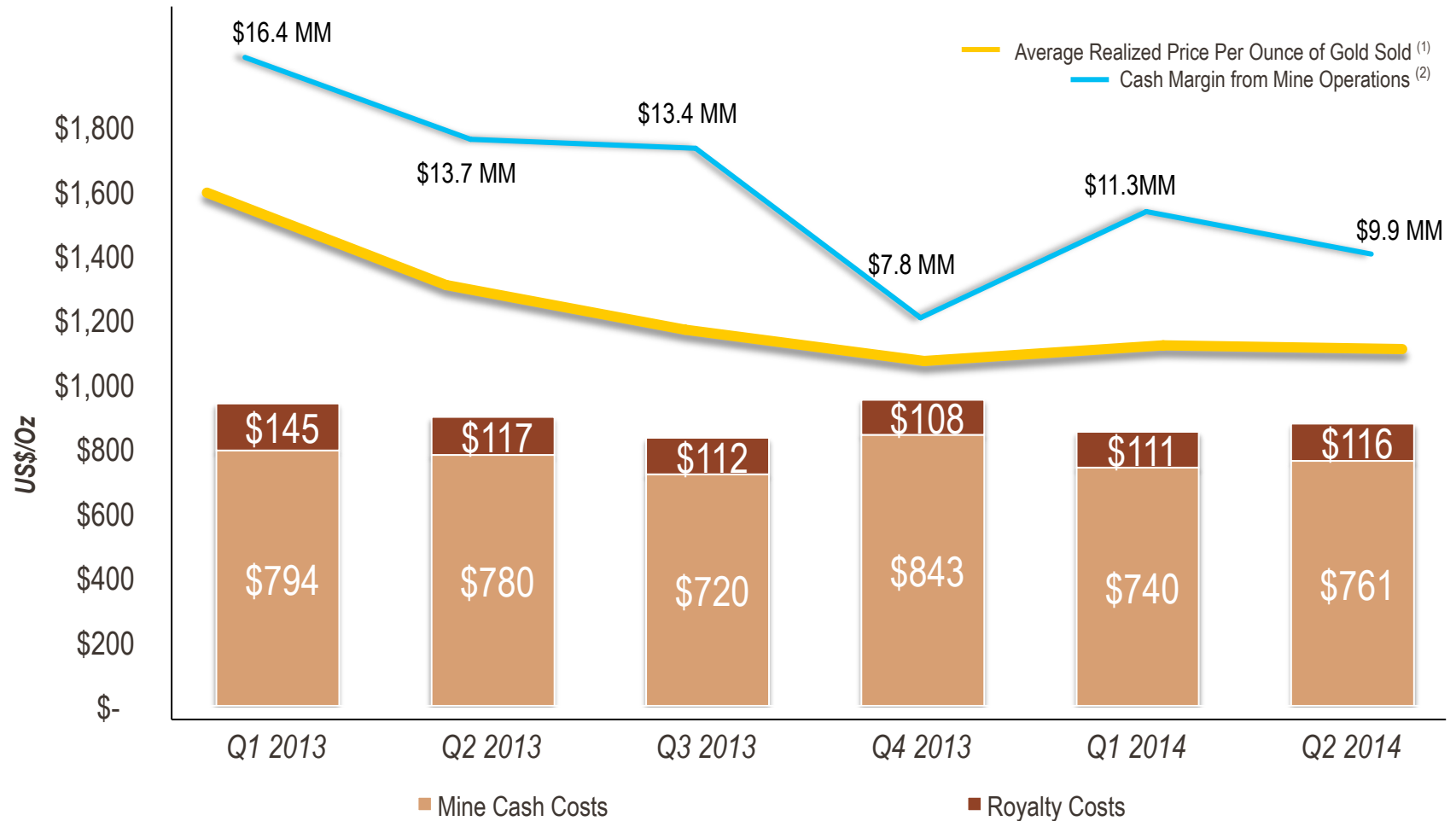
(1) Average Realized Price Per Ounce of Gold Sold is a Non-GAAP Measure. See Q2 2014 MDA for explanation and reconciliation of Non-GAAP Measures.

A STRONG BALANCE SHEET WITH POSITIVE CASH FLOW FROM OPERATIONS



* Cash includes US\$10MM revolving credit facility. Debt is comprised of Gold Note Loan from 2010 until May 2012, and Bank Debt from May 2012 to April 2014.

STRONG OPERATING PERFORMANCE WITH CONSISTENT CASH COSTS



Notes:

(1) Average Realized Price Per Ounce of Gold Sold is a Non-GAAP Measure. See Q2 2014 MDA for explanation and reconciliation of Non-GAAP Measures.

(2) Cash Margin quoted in Canadian Dollars.



2014 OPERATING HIGHLIGHTS

	Q1 2014A	Q2 2014A	H1 2014A	2014E
Gold Production	24,361	22,505	46,866	85,000 – 95,000*
Mine Cash Costs (Per Ounce)	US\$740	US\$761	US\$750	US\$800-US\$850
Royalty Costs (Per Ounce)	US\$116	US\$111	US\$114	~US\$120 ⁽²⁾
Total Cash Costs ⁽¹⁾ (Per Ounce of Gold Sold)	US\$856	US\$872	US\$864	~US\$945 ⁽²⁾
All-in Sustaining Costs ⁽¹⁾ (Per Ounce of Gold Sold)	US\$1,089	US\$1,098	US\$1,094	~US\$1,200

Notes:

(1) For full summary of results and non-GAAP measures, please refer to the Company's Q2 2014 MDA and Financial Statements available on the website (www.sasgoldmines.com), or under the Company's profile on SEDAR at www.sedar.com.

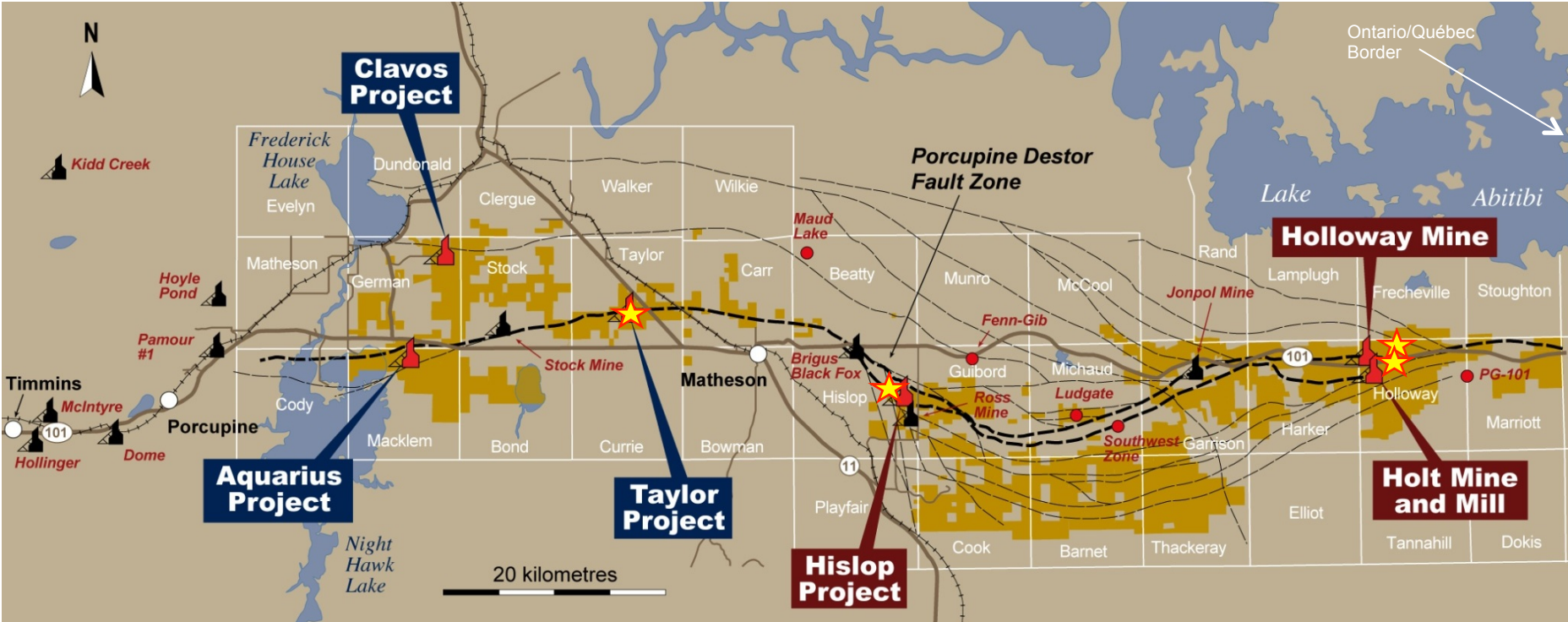
(2) 2014 estimated Royalty Costs based on 2013 average, 2014 Total Cash Costs takes mid-range of Mine Cash Cost guidance.

* 2014 Guidance raised from 75,000 – 85,000 ounces



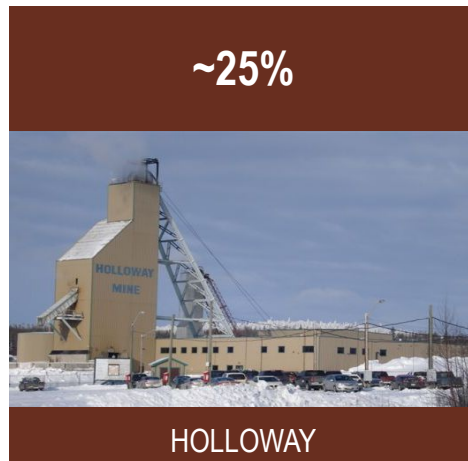
LAND POSITION IN THE TIMMINS DISTRICT

120km package of claims straddling the Porcupine-Destor Fault Zone

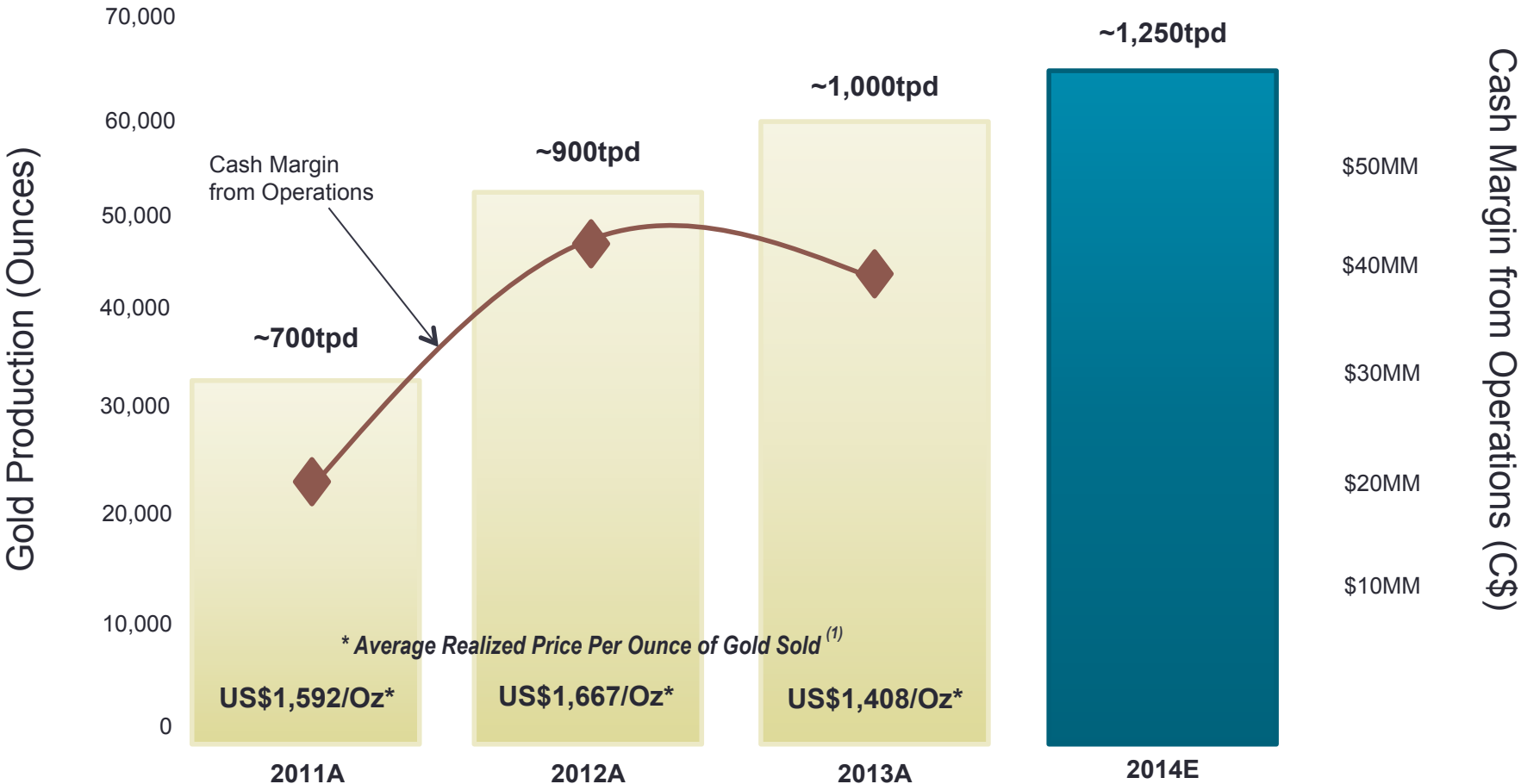


2014 PRODUCTION GUIDANCE INCREASED

85,000 – 95,000 ounces of gold



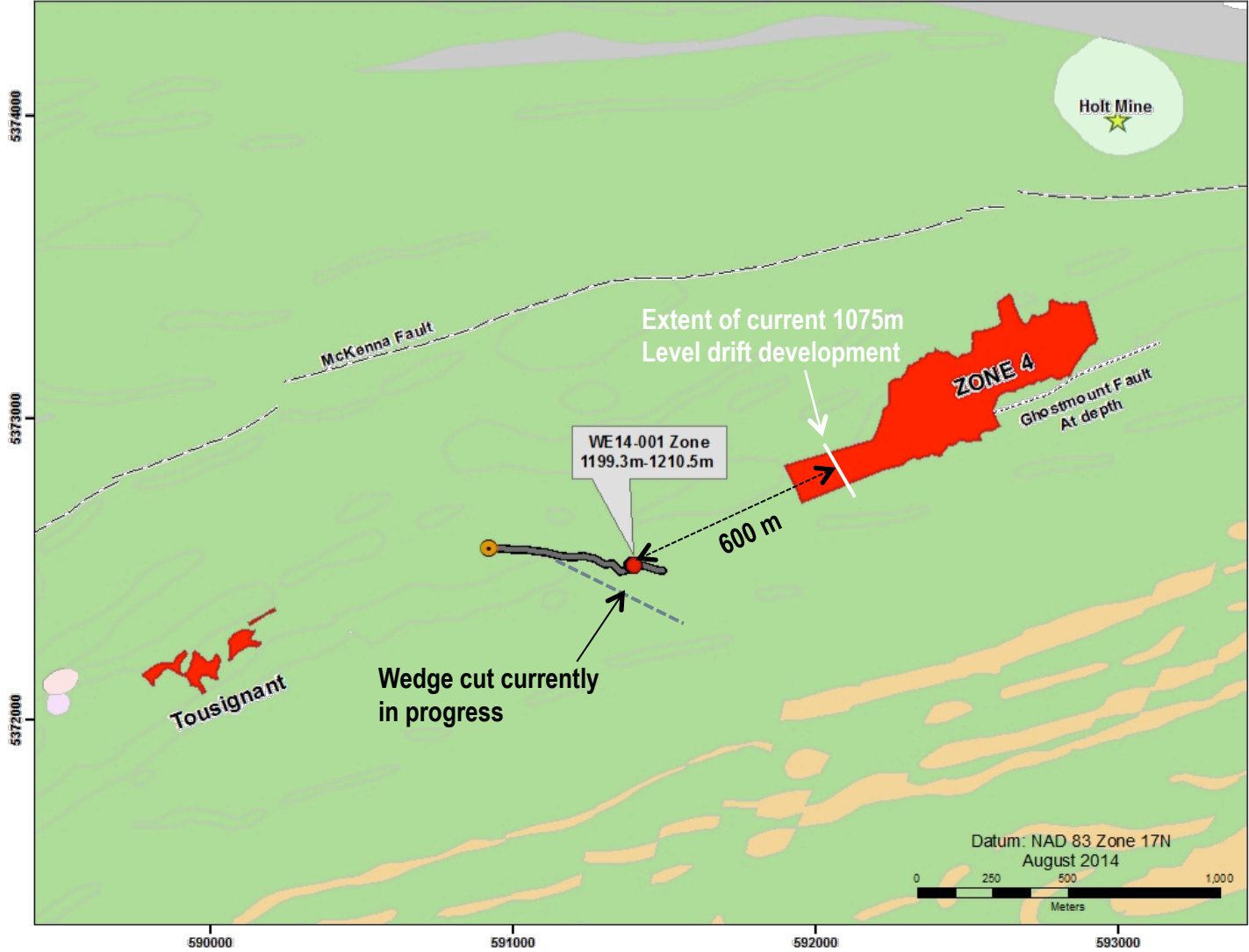
HOLT MINE – GROWTH FROM OUR FLAGSHIP ASSET



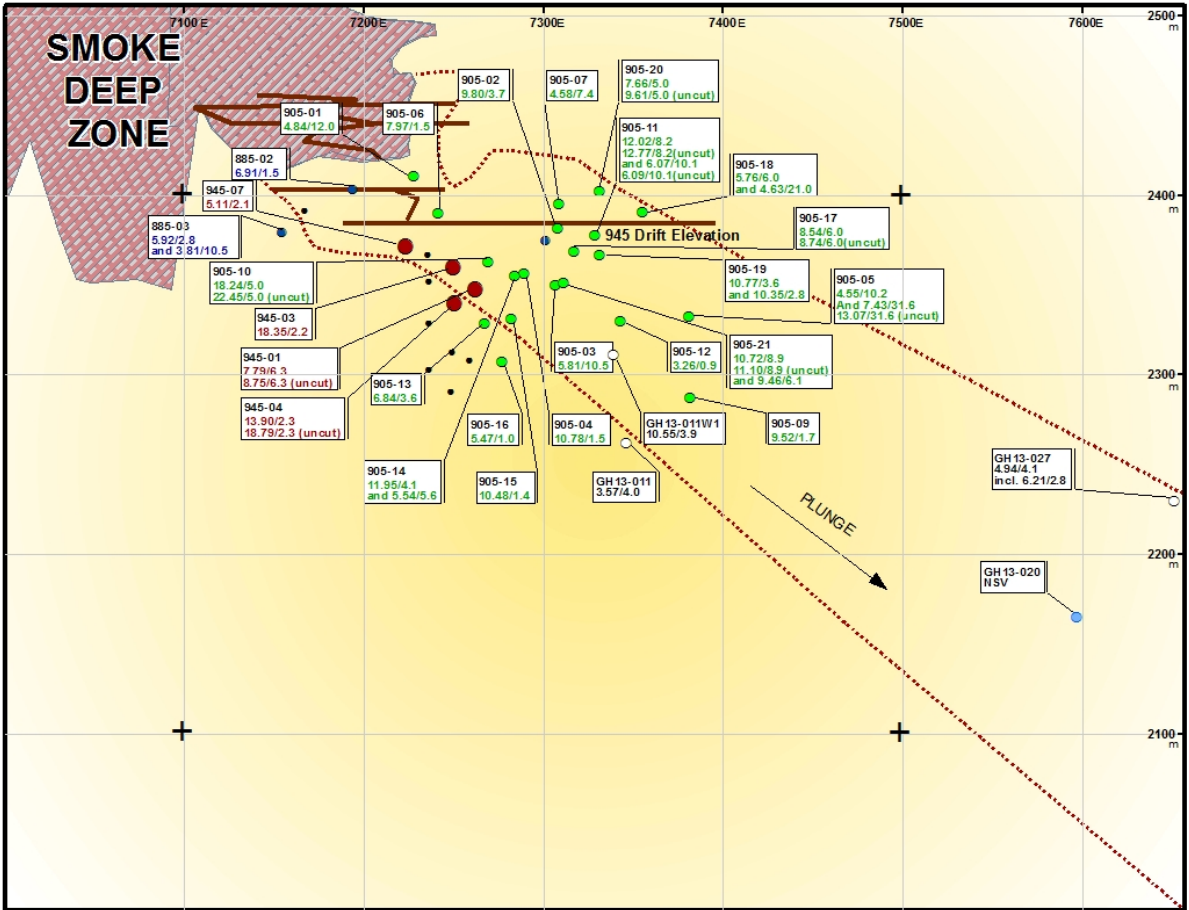
Notes:
 (1) Average Realized Price Per Ounce of Gold Sold is a Non-GAAP Measure. See Q2 2014 MDA for explanation and reconciliation of Non-GAAP Measures.



HOLT MINE – EXPLORATION POTENTIAL



HOLLOWAY MINE – EXTENDED MINE LIFE

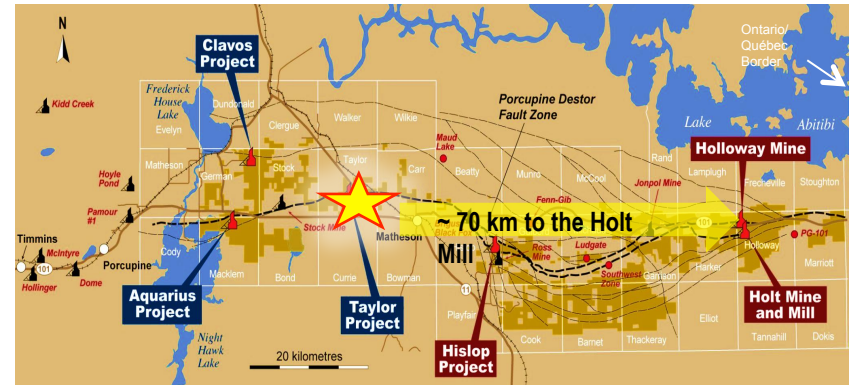
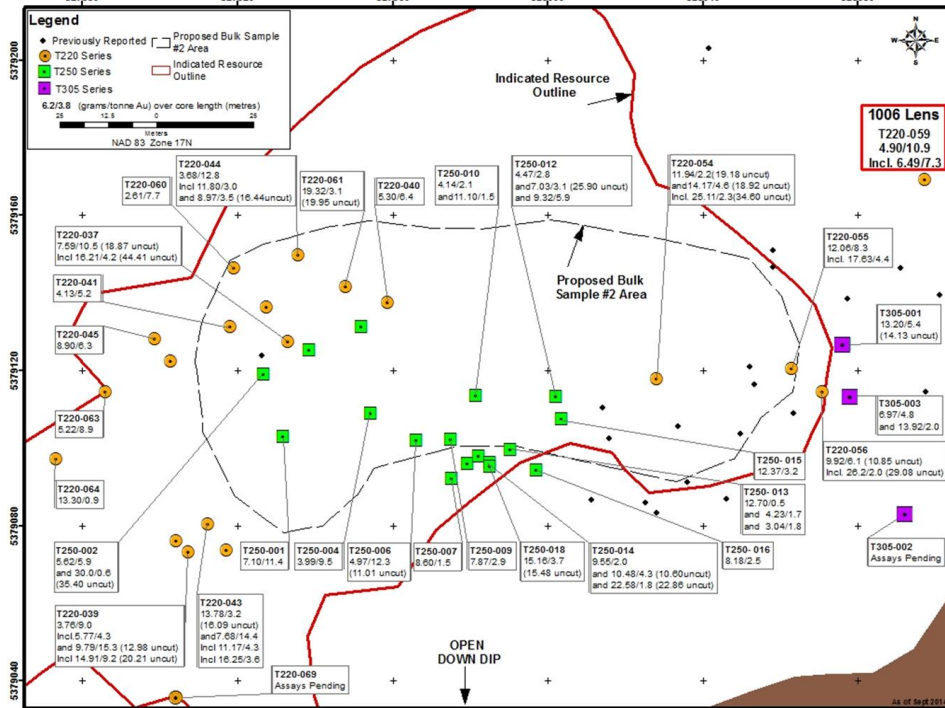


Smoke Deep Highlights of Recent Drilling

Drill Hole	Gold Grade (g/t Au)	Core Length (m)
905-05	13.07 (7.43 cut)	31.6
905-21	11.10 (10.72 cut)	8.9
945-01	8.75 (7.79 cut)	6.3
<i>Incl.</i>	18.97 (16.07 cut)	2.0

TAYLOR ADVANCED EXPLORATION PROJECT

Taylor Project - 2014 Underground Drill Program on the 1004 Lens East, WPZ

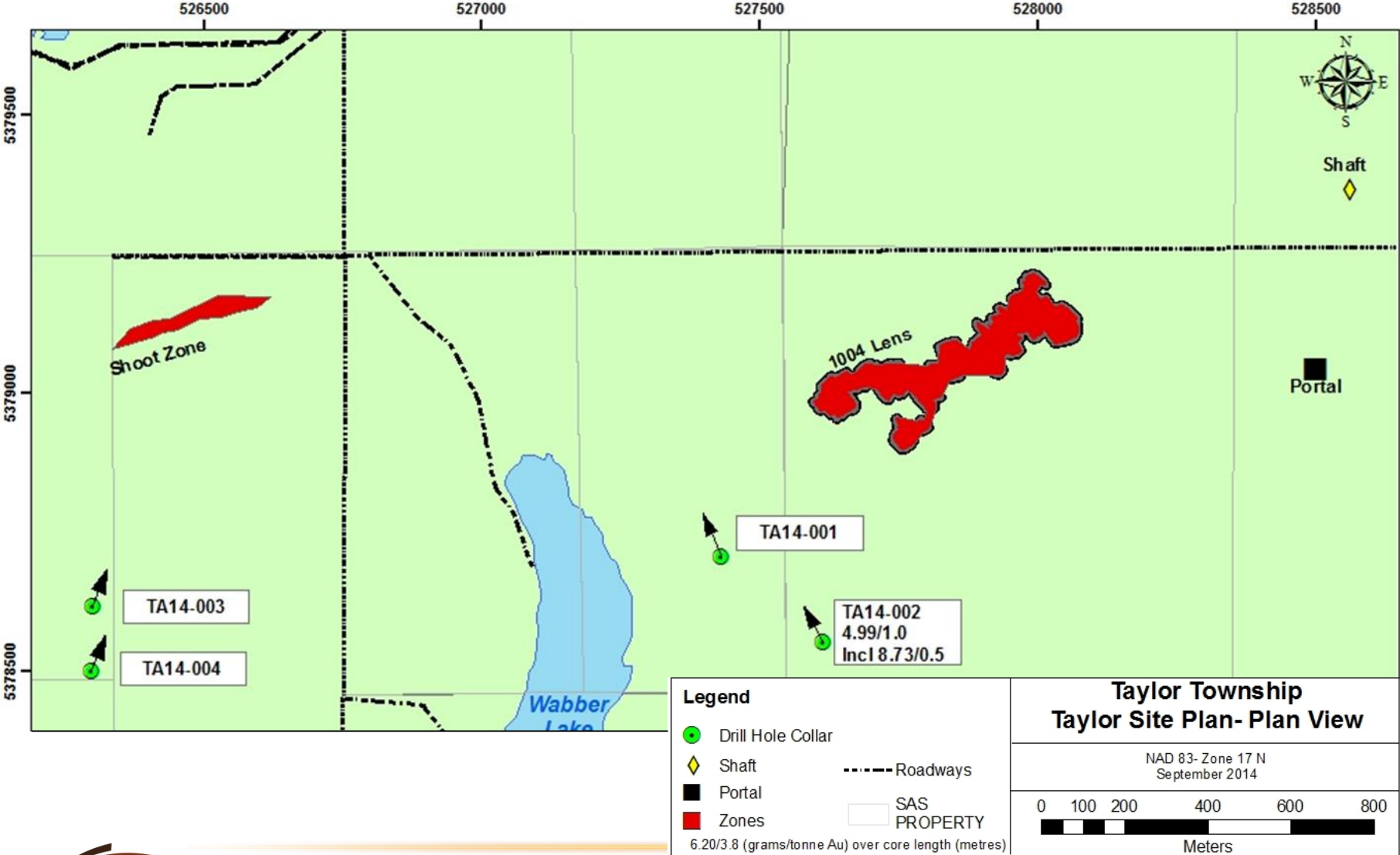


Highlights of Recent Drilling

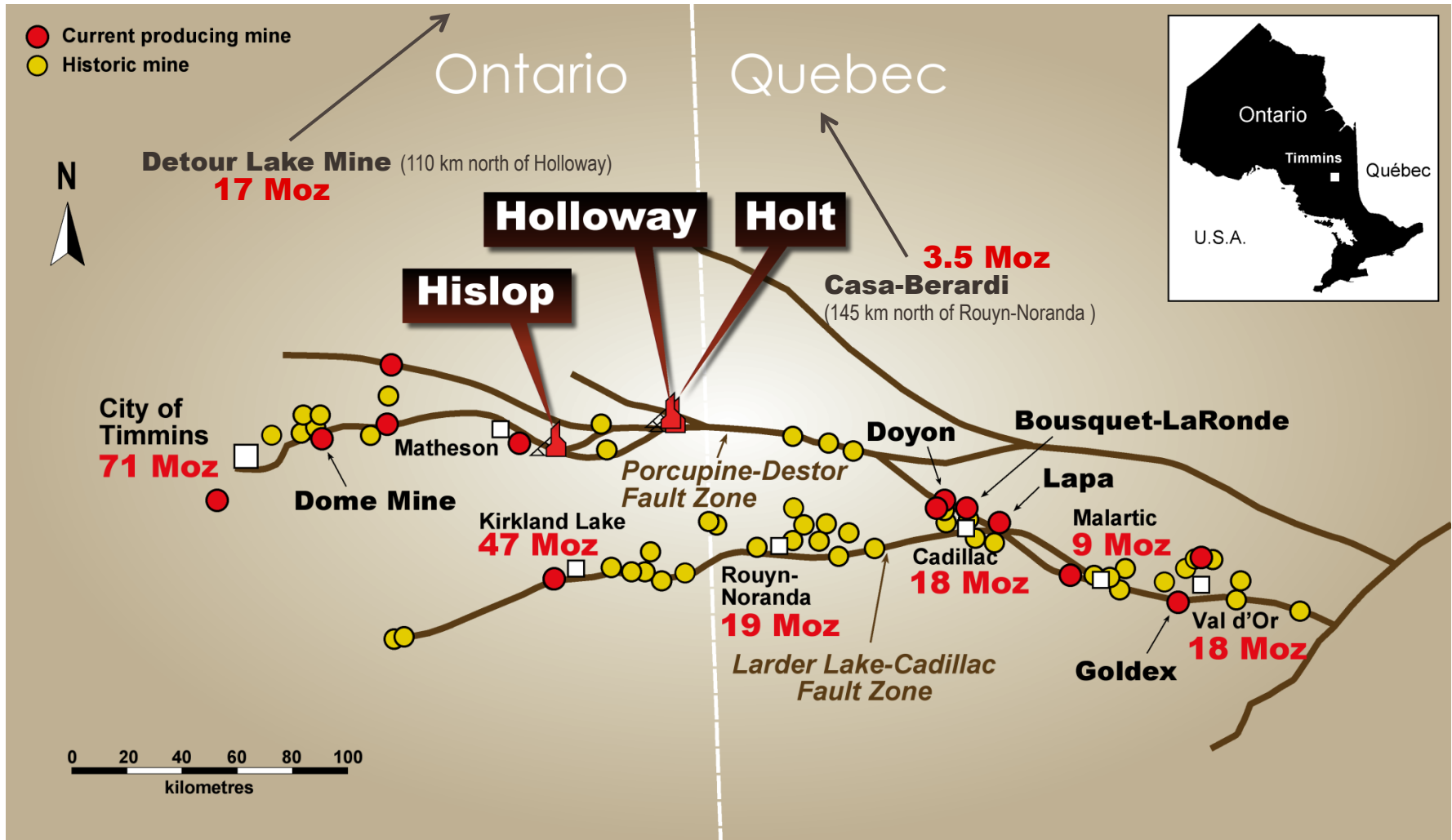
Drill Hole	Gold Grade (g/t Au)	Core Length (m)
T220-039	12.98 g/t Au (9.79 cut)	15.3
<i>Incl.</i>	20.21 g/t Au (14.91 cut)	9.2
T220-043	7.84 g/t Au (7.68 cut)	14.4
<i>Incl.</i>	11.70 g/t Au (11.17 cut)	4.3
T250-001	7.10 g/t Au	11.4
T305-001	14.13 g/t Au (13.20 cut)	5.4

- Ramp development is on schedule to reach area proposed for bulk sample #2 in Q4/2014
- SAS intends to extract a 20,000 tonnes bulk sample, in order to make a production decision in H1/2015

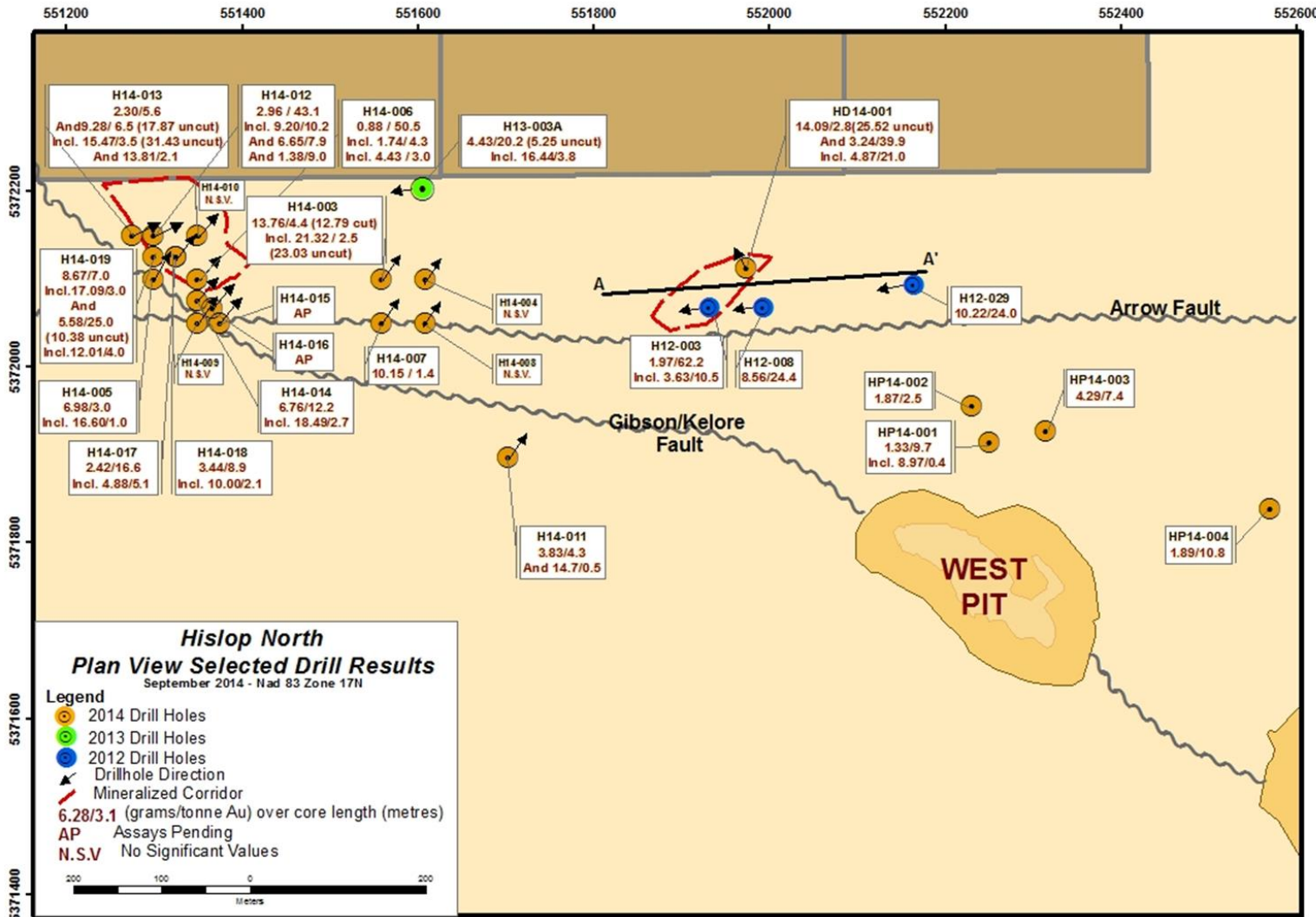
TAYLOR PROJECT – ROOM FOR GROWTH



A PROLIFIC GOLD BELT



HISLOP NORTH PROJECT



Selected Results

Gold Grade (g/t Au)	Core Length (m)
9.28	6.5
3.44	8.9
8.67	7.0
5.58	25.0
3.24	39.9

* Only cut grades are shown in table. See press release dated September 11, 2014, for full disclosure..

ORGANIC GROWTH OPPORTUNITIES

TAYLOR PROJECT	133,000 Ounces of P&P Reserves* Timeline to Production:>1 year Approximate Annual Production: 41,000 ounces Total Capital Requirement: ~\$50MM
HISLOP PIT COMPLEX	125,000 Ounces of M&I Resources* (~47,000 Ounces of P&P Reserves at Thor Zone*) Additional drilling being conducted If economic – Timeline to Production: <1 year
AQUARIUS PROJECT	1.1 Million Ounces of M&I Resources* Requires update of Project Economics in 2014 Timeline to Production: 3-5 years
HISLOP NORTH PROJECT	Resources to be included in 2014YE Resource Update Currently being drilled
GARRISON CREEK PROJECT	2013 Work: soil sampling and geochemical analysis Requires additional drilling in 2014 and 2015
REGIONAL TARGETS	Will continue to work regional targets to move up in the hierarchy of exploration projects to feed future growth opportunities.

**See Resource Reserve Update as of December 31, 2013, in appendix*

EXPERIENCED TEAM

DIRECTORS

Graham Farquharson P. Eng (*Chairman*)

Herbert Abramson

Michael Churchill MBA

Catherine A. Gignac

John Hick B.A., LLB

David Michael Petroff B.MATH, MBA

Duncan Middlemiss P. Eng.

MANAGEMENT

Duncan Middlemiss P.Eng
President & CEO

Formerly Mine Manager with Kirkland Lake Gold and Chief Mine Engineer for Holt-McDermott Mine (Barrick). Joined SAS in 2008 as VP Operations, and later assumed the role of COO.

Ben Au
CFO and VP of Finance

Formerly Controller with Agnico-Eagle Mines.

Doug Cater P.Geo
VP of Exploration

Formerly with Sabina Silver Corp and Dundee Precious Metals.

Marc-André Pelletier P.Eng
General Manager

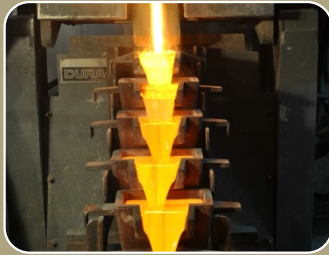
Formerly with Barrick Gold Corp., held the positions of Technical and Mine Superintendent at the Williams Mine, Marathon. Joined SAS in 2009 as Regional Chief Engineer, then General Manager on October 15, 2013.

Suzette Ramcharan CPIR
Director, Investor Relations

Formerly with Gold Eagle Mines Ltd. (acquired by Goldcorp in 2008) and Gabriel Resources Ltd. Over 13 years of mining industry experience.



2014 GOALS AND OBJECTIVES



Achieve Production and Cash Cost Guidance

- SAS is confident it will be able to meet its new production guidance of between 85,000 – 95,000 ounces
- Based on H1/2014 SAS expects to beat Cash Cost Guidance for 2014



Advanced Exploration Program at Taylor

- SAS is on schedule to reach the area proposed for the second bulk sample in Q4/2014
- Will extract ~20,000 tonnes bulk sample, process and make production decision in H1/2015



Increase Resources and Reserves by Year End

- Current exploration programs geared towards increasing mineral resources
- SAS expects to return to a base level of >700,000 ounces of mineral reserves

INVEST IN SAS



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OTCQX:STADF



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