



September 2014

***ADVANCING ONE OF THE WORLD'S LARGEST GOLD-COPPER PROJECTS***

**Caspiche**  
*- A New Look*

**TSX: XRC**  
**NYSE MKT: XRA**  
**[www.exeterresource.com](http://www.exeterresource.com)**

# Cautionary Statement

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Cautionary Note to U.S. Investors – The United States Securities and Exchange Commission (“SEC”) permits mining companies in their filings with the SEC to disclose only those mineral deposits that a company can economically and legally extract or produce. We use certain terms in this presentation, such as “inferred resource”, that the SEC guidelines strictly prohibit us from including in our filing with the SEC. U.S. investors are urged to consider closely the disclosure contained in our annual report on Form 20. You can review and obtain copies of our filings from the SEC’s website at

<http://www.sec.gov/edgar.shtml>.

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Many of the assay results and the economic analysis presented are preliminary and may not be accurate due to various factors, including but not limited to sample recoveries, true widths and interpretations.

# Why Invest in Exeter today?



The foundation for success : Track Record, Unique Asset – New Look, Cash

- The Current Team Has a Track Record of Success:
  - Three significant mineral discoveries in the last decade
  - Spun out Extorre to shareholders on a 1-to-1 basis (2010)
  -  **extorre** was taken over by **YAMANAGOLD** for C\$414M or C\$4.26/share (2012)
- 100% Control of One of the World's Largest Gold-Copper Deposits - Caspiche
  - P&P Reserves<sup>1</sup>: 19M oz of Gold and 4.6B lbs of Copper
  - Significant exposure to Gold & Copper
  - Top Tier Mining Jurisdiction - Chile
- Directing Re-valuation?
  - New PEA<sup>2</sup>: Low Capex/Scalable options, strong economics
  - Discounted share price based on “old views” high capex, low grade
  - Favorable timing for select junior mining equities
  - Work programs planned - news flow expected
- Cash of C\$34 million

*1 See Reserves slide for details*

*2. See Exeter news release May 6, 2014*



# Capital Structure



## Capital Structure

(as of September 5<sup>th</sup>, 2014)

<b>Common Shares Outstanding</b>	88.4M
<b>Options</b>	8.4M
<b>Fully Diluted</b>	96.8M
<b>Avg. Daily Volume</b>	NYSE MKT: 164k TSX: 35k
<b>Cash</b>	C\$34M

## Shareholders

**Management and Insiders: 8%**  
**Institutions: 33%**  
**Retail: 59%**

## Analyst Coverage

### TD Securities

Mr. Daniel Earle  
daniel.earle@tdsecurities.com  
(416) 308-7906

### Cowen Securities

Mr. Adam Graf  
adam.graf@cowensecurities.com  
(646) 562-1344

# Management and Board of Directors



## ***Strong Board of Directors***

Yale Simpson	Co-Chairman
Bryce Roxburgh	Co-Chairman
Rob Reynolds	Director
Julian Bavin	Director
John Simmons	Director

## ***Experienced Management Team***

President/CEO	Wendell Zerb, P. Geol	Geologist/Capital Markets – 27 yrs
CFO	Cecil Bond	CA – 28 yrs
Exploration	Matthew Williams – Exploration Manager, Americas	Geologist – 22 yrs
	Oscar Hernandez – Exploration Manager, Maricunga	Geologist – 15 yrs
	Felipe Jimenez --Project Geologist/Operations	Geologist – 8 yrs
Development	Jerry Perkins – VP Development & Operations	Metallurgist – 36 yrs
	Matthew Dorman – Study Director	Engineer – 27 yrs
	Gonzalo Damond – Commercial Manager	Engineer – 19 yrs
Corporate	Rob Grey – VP Corporate Communications	IR – 15 yrs

# Caspiche - Strategically Located

Centrally located in Chile's largest gold district

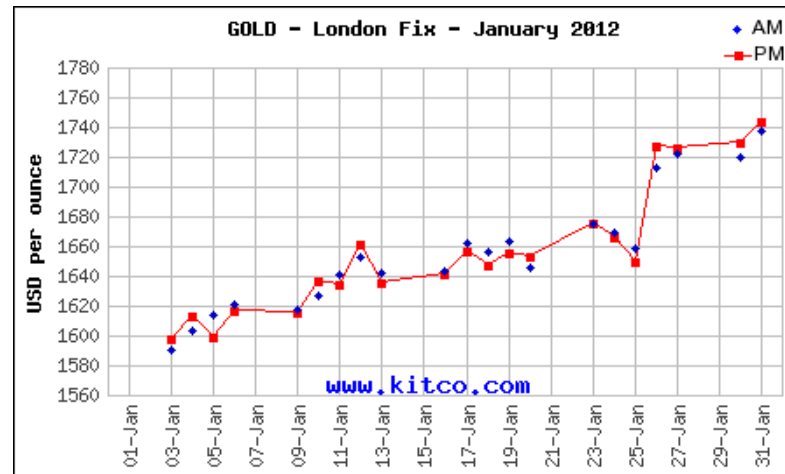
- Ownership in the region is dominated by major producing companies.
- Located in the Atacama Region of Chile at the southern end of the Maricunga metallogenic belt.
  - Access is by way of 185km of paved and treated gravel road from Copiapo.
- A power line servicing the Maricunga Mine (Kinross) passes within 12 km of site.



# Where are we coming from?



In January 2012, Gold traded as high as US\$1740 per ounce.



That month, Exeter reported a Pre-Feasibility Study<sup>2</sup> outlining the potential development of Caspiche.

Results from the Pre-Feasibility on January 17th, 2012:	
Proven & Probable Reserves	19 Million ounces of gold 4.6 Billion pounds of copper
Average Annual Production	1.17 Million ounces of AuEq*
Mine Life	19 years
Throughput	150,000 tonnes per day through concentrator 72,000 tonnes per day through heap leach
NPV5% (pre-tax)	US\$2.8 billion
Capital Costs	US\$4.6 billion

<sup>1</sup>Source: [www.kitco.com](http://www.kitco.com)

<sup>2</sup>The January 17, 2012 Pre-Feasibility Study is based on a 5% discount rate. Metal Prices are as follows: \$1,430/oz. gold over years 1-4, \$1,200/oz. gold over remaining LOM, \$2.75/pound copper over LOM, \$31.20/oz. silver over years 1-4, \$22.50/oz. silver over remaining LOM. See study filed on SEDAR Jan. 17, 2012 for full details.

\*Gold equivalent value is based on gold and copper revenues (prices and recoveries involved) at 1,150 US\$/oz gold and 2.50 US\$/lb copper, and assuming recoveries of 65 % and 85% respectively for sulphide material, and 78 % for Au in the oxide zone.

# Proven & Probable Reserves



From the January 2012 Pre-Feasibility Study:

	Oxide Ore			Leachable Sulphide Ore				Sulphide Ore			
	Ore (Mt)	Au (g/t)	Ag (g/t)	Ore (Mt)	Au (g/t)	Cu (%)	Ag (g/t)	Ore (Mt)	Au (g/t)	Cu (%)	Ag (g/t)
Proven	62	0.42	1.71	4	0.46	0.08	0.70	312	0.62	0.26	1.10
Probable	62	0.33	1.52	74	0.51	0.07	1.08	568	0.55	0.23	1.15
Total	124	0.38	1.62	78	0.51	0.07	1.05	889	0.58	0.24	1.13

Category	Total Contained Metal											
	Gold		Copper		Silver		Copper Equivalent			Gold Equivalent		
	(tonnes)	(M oz)	(Mt)	(B lbs)	(tonnes)	(M oz)	(Mt)	CuEq (%)	(B lbs)	(tonnes)	AuEq (g/t)	AuEq (M oz)
Proven	227	7.3	0.79	1.76	460	14.8	2.40	0.62	5.3	355	0.84	11.4
Probable	370	11.9	1.30	2.86	827	26.6	3.86	0.55	8.5	579	0.75	18.6
Total	600	19.3	2.10	4.62	1291	41.5	6.26	0.57	13.8	936	0.78	30.1

<sup>1</sup>Mineral Reserves are defined within a mine plan with pit phase designs guided by Lerchs-Grossman (LG) pit. The LG shell generation was performed on Measured and Indicated resources only, using a gold price of 1,150 US\$/oz., a silver price of 20 US\$/oz. and a copper price of 2.5 US\$/lb, a base mining cost of 1.00 US\$/t with incremental of 0.025 US\$/t per 15 m bench below the pit exit and 0.015 US\$/t per 15 m bench above the pit exit. Processing and treatment costs used were 3.40 US\$/t of ore plus 6 US\$/oz. of gold and 0.4 US\$/oz. of silver for oxides, 5.31 US\$/t plus 6 US\$/oz. of gold and 0.4 US\$/oz. of silver for MacNeill and 7.04 US\$/t plus 6 US\$/oz. of gold and 0.4 US\$/oz. of silver for sulphides. Applicable Net Smelter Royalties were applied. Metallurgical recoveries for oxides were 78 % for gold and 34 % for silver. Metallurgical recoveries for MacNeill were 55 % for gold in the upper layers and 30 % in the lower layers and 20 % for silver. Silver metallurgical recovery for sulphides was 50 %. Copper and gold metallurgical recovery for sulphides was a function of the head grade. Sulphide and oxide ore reserves are reported at 0.00 US\$/t profit. Leachable MacNeill ore reserves are reported at 0.49 US\$/t profit after cost of rehandle. Tonnages are rounded to the nearest 1,000 kt; grades are rounded to two decimal places. Rounding as required by reporting guidelines may result in apparent summation differences between tonnes, grade and contained metal content. Tonnage and grade measurements are in metric units; contained gold and silver are in troy ounces. The life of mine strip ratio is 3.11.



# Mineral Resources Utilized in the PEA<sup>1</sup>



## *The April 2012 Mineral Resource formed the basis for the PEA*

The oxide and sulphide materials were reported above cut-offs of 0.18 g/t AuEq and 0.30 g/t AuEq, respectively:

Material	Class	Tonnes (Mt)	Au (g/t)	Cu (%)	Ag (g/t)	AuEq <sup>1</sup> (g/t)	AuEq <sup>2</sup> (M oz)
Oxide	Measured	65.9	0.46	0.01	1.55	0.46	1.0
Oxide	Indicated	55.6	0.39	0.01	1.63	0.40	0.7
<b>Total Oxide</b>	<b>M &amp; I</b>	<b>121.5</b>	<b>0.43</b>	<b>0.01</b>	<b>1.58</b>	<b>0.43</b>	<b>1.7</b>
Sulphide	Measured	554.2	0.58	0.23	1.16	1.02	18.3
Sulphide	Indicated	727.9	0.48	0.18	1.17	0.84	19.6
Total Sulphide	M & I	1,282.1	0.52	0.20	1.17	0.92	37.9
<b>Total M &amp; I</b>		<b>1,403.6</b>	<b>0.51</b>	<b>0.19</b>	<b>1.20</b>	<b>0.88</b>	<b>39.6</b>

## Mineral Resources used for the underground operation:

Material	Class	Tonnes (Mt)	Au (g/t)	Cu (%)	Ag (g/t)	AuEq <sup>3</sup> (g/t)
Sulphide	Measured	378.6	0.71	0.30	1.30	1.28
Sulphide	Indicated	431.6	0.64	0.27	1.40	1.16
<b>Total Sulphide</b>	<b>M &amp; I</b>	<b>810.2</b>	<b>0.67</b>	<b>0.29</b>	<b>1.35</b>	<b>1.22</b>

(material for underground exploitation was based on a cut-off grade of 0.75 g/t AuEq<sup>3</sup>)

\*The economic analysis contained in the PEA is considered preliminary in nature. There is no certainty that economic forecasts outlined in the PEA will be realized.

<sup>1</sup>  $AuEq[g/t] = Au[g/t] + Cu[\%] \cdot \left( \frac{P_{Cu}[\$/lb]}{P_{Au}[\$/oz]} \right) \cdot \left( \frac{R_{Cu}[\%]}{R_{Au}[\%]} \right) \cdot 0.06857[g \cdot lb/oz] \cdot 10,000$

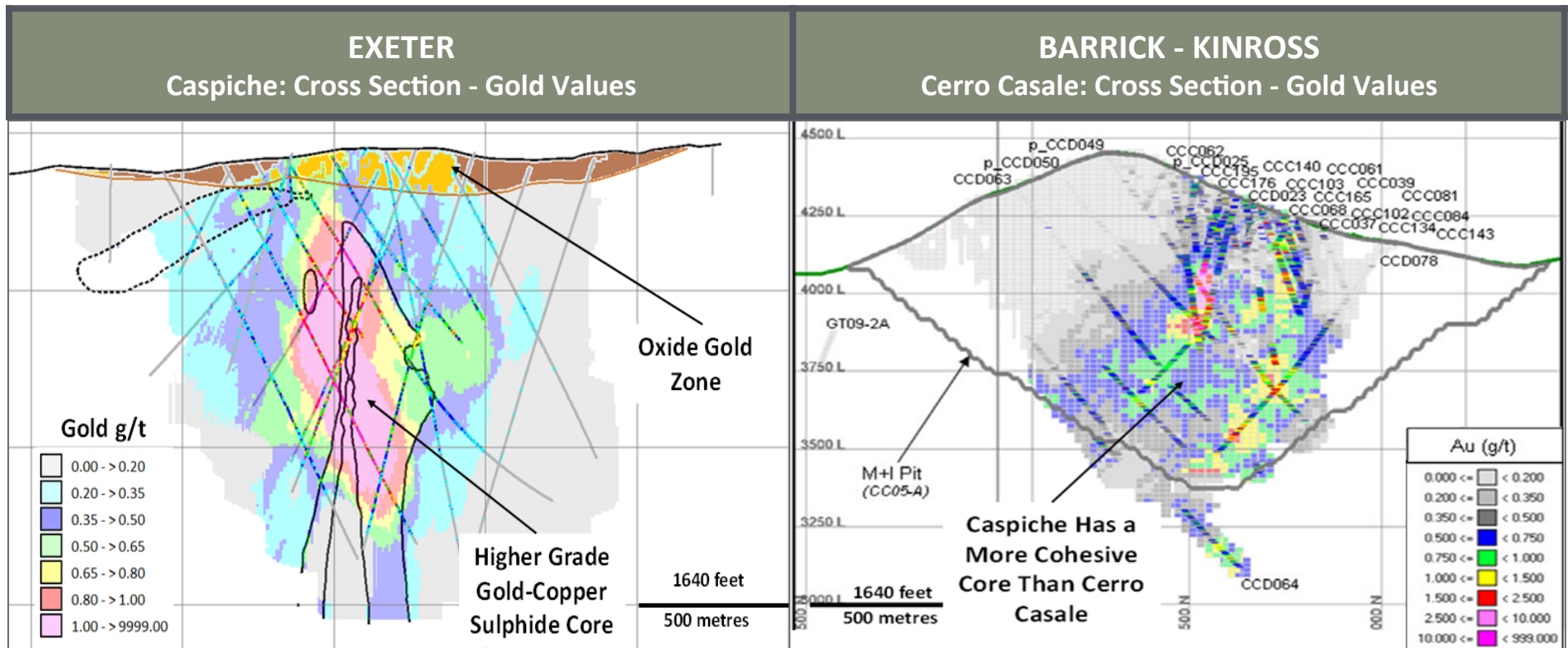
<sup>2</sup> Gold equivalent oz (AuEq) value is based on gold, silver and copper revenues (prices and recoveries involved). AuEq oz [troy oz] = [Au g/t \* Rec Au \* tonnes]/31.1 + [Ag g/t \* Rec Ag \* tonnes]/31.1 \* silver price troy oz/ gold price troy oz + [[Cu% \* Rec Cu \* tonnes]\*2204] \* copper price lbs/gold price troy oz. Recoveries are adjusted based on metallurgical characteristic of the resource.

<sup>3</sup>  $AuEq[g/t] = Au[g/t] + Cu[\%] \cdot \left( \frac{P_{Cu}[\$/lb]}{P_{Au}[\$/oz]} \right) \cdot \left( \frac{R_{Cu}[\%]}{R_{Au}[\%]} \right) \cdot 0.06857[g \cdot lb/oz] \cdot 10,000 + Ag[g/t] \cdot \left( \frac{P_{Ag}[\$/oz]}{P_{Au}[\$/oz]} \right) \cdot \left( \frac{R_{Ag}[\%]}{R_{Au}[\%]} \right)$

# Caspiche Not Just Big – Scaleable Options



*Caspiche near surface gold oxide, cohesive higher grade gold-copper core.*

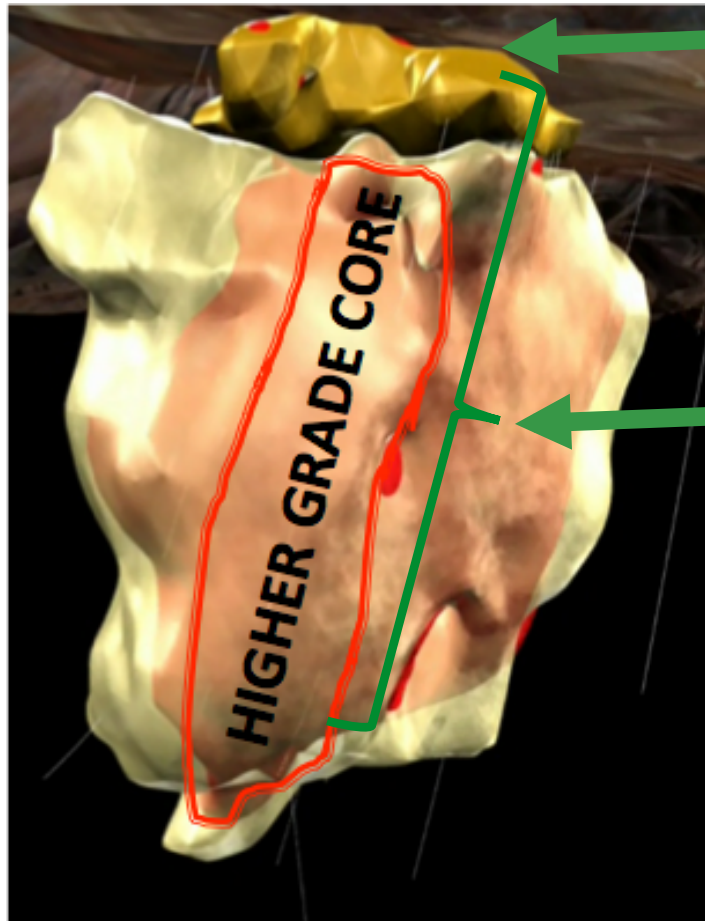


# New Look for Caspiche: PEA May 2014



*Thinking big now means looking smaller...*

Focusing on higher grade and lower CAPEX, utilizing cash flow to finance future CAPEX.



Option 1:

## Standalone Heap Leach Oxide Gold

- M&I Resources\* 1.7 million oz AuEq
- Low Capex
- Low Strip ratio 0.27:1
- Favorable Leach Kinetics

Option 2 and 3:

## Combined Oxide Gold/Sulphide Gold-Copper

- Low cost Pit extension/Higher grade UG core
- Low initial capex with additional capital deferred and supplemented by cash flow
- Compelling economics
- LOM AuEq production 4.9 to 14.1 million oz

\*See Mineral Resources slide for details

<sup>1</sup>The January 2012 Pre-Feasibility Study uses a 5% discount rate and US\$1320/oz gold.

<sup>2</sup>The May 2014 Preliminary Economic Assessment uses a discount rate of 5% and commodity prices of US\$1300/oz Au, US\$20/oz Ag, and US\$3.00/lb Cu.

# Summary of the May 2014 PEA<sup>1</sup>



## Three options for the development of Caspiche

Item	Unit	Option 1: 30,000 tpd standalone oxide	Option 2: Combined: 60,000 tpd oxide; 27,000 tpd Sulphide (open pit) commencing in year 6	Option 3: Combined: 60,000 tpd oxide; 27,000 tpd Sulphide (underground) commencing in year 3
Mine life	years	10	18	42
Annual average AuEq* Prod.	oz	122,000	289,000	344,000
LOM Production AuEq	oz M	1.27	4.9	14.2
<b>Pre-tax Indicators</b>				
NPV @ 5%	US\$ M	355	967	1,636
IRR	%	34.7%	27.2%	20.0%
Payback Period	years	3.4	6.1	7.7
<b>After-tax Indicators - 20%</b>				
NPV @ 5%	US\$ M	279	737	1,271
IRR	%	30.2%	22.7%	17.6%
Payback Period	years	3.5	6.6	8.0
<b>Capex Summary</b>				
Initial Capex	US\$ M	251	371	387
LOM Sustaining Capex	US\$ M	93	926	1,580
<b>Total Capex</b>	<b>US\$ M</b>	<b>343</b>	<b>1,297</b>	<b>1,967</b>
Capital Utilization per AuEq* oz	US\$	270	264	139
<b>Opex Summary</b>				
Unit Total Opex Processed	US\$ / t	6.5	9.4	20.1
<b>Cash Cost</b>				
Cash Cost - AuEq	US\$ / oz	546	486	649
Total Cash Cost - AuEq*	US\$ / oz	589	551	709
All in Sustaining Cash cost AuEq*	US\$ / oz	676	752	828
C1 Cash Cost - CuEq*	US\$ / lb	n/a	1.31	1.77

<sup>1</sup>The May 2014 Preliminary Economic Assessment uses a discount rate of 5% and commodity prices of US\$1300/oz Au, US\$20/oz Ag, and US\$3.00/lb Cu.

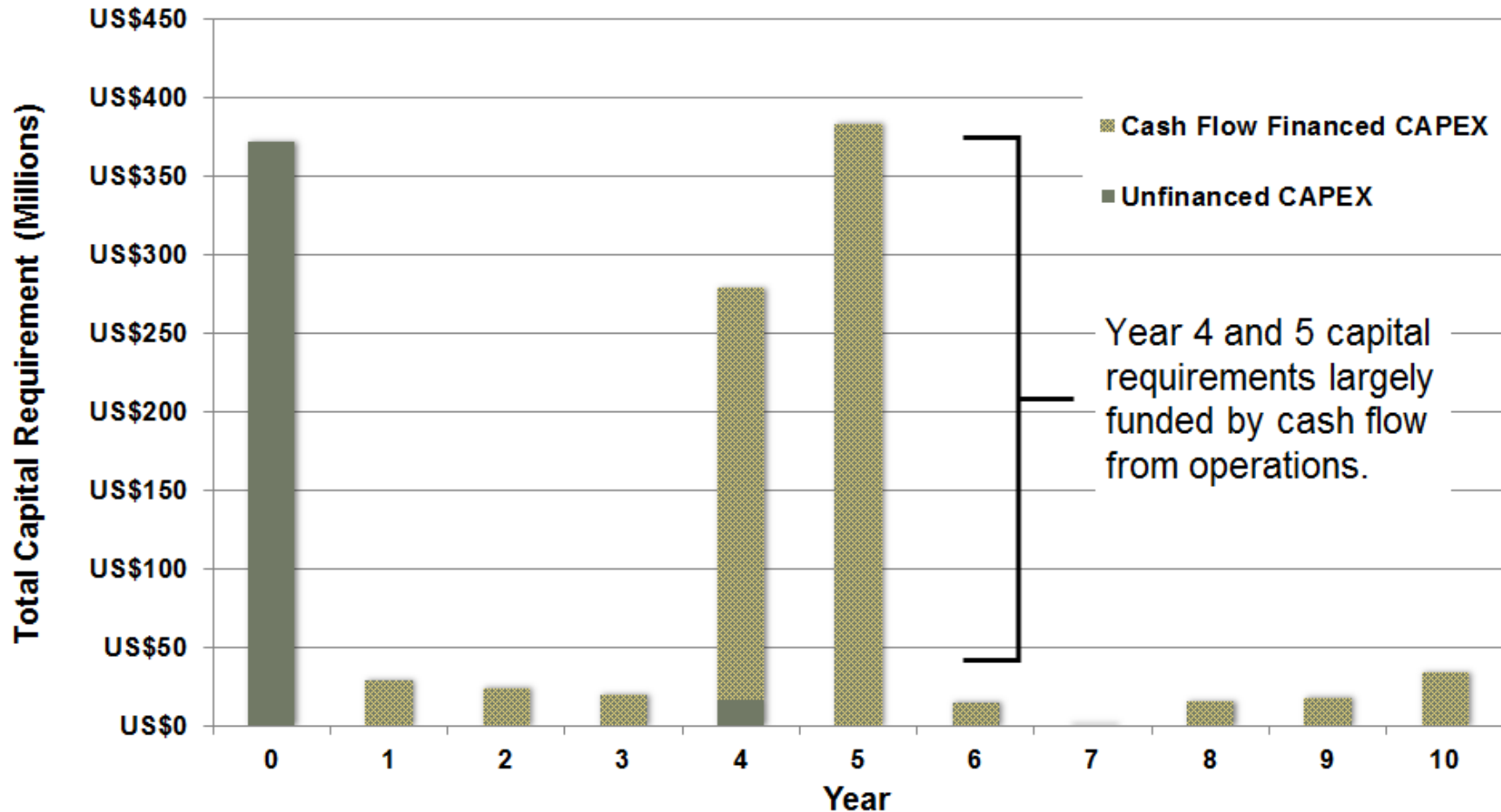
\*Gold equivalent (AuEq) value is based on gold, silver and copper revenues (prices and recoveries involved).  $AuEq [troy\ oz] = [Au\ g/t * Rec\ Au * throughput\ tonnes] / 31.1 + [Ag\ g/t * Rec\ Ag * throughput\ tonnes] / 31.1 * silver\ price\ troy\ oz / gold\ price\ troy\ oz + [(Cu\ % * Rec\ Cu * throughput\ tonnes) * 2204] * copper\ price\ lbs / gold\ price\ troy\ oz$ .

Recoveries are adjusted based on metallurgical characteristic of the resource. For Resource estimations assumed prices are \$1250 Au, \$15 Ag and \$2.75 for Cu. CuEq formula accounts for Au and Ag oz converted to lbs Cu.

# Staged Development - Capital Advantage



## Option 2: Capital Requirements



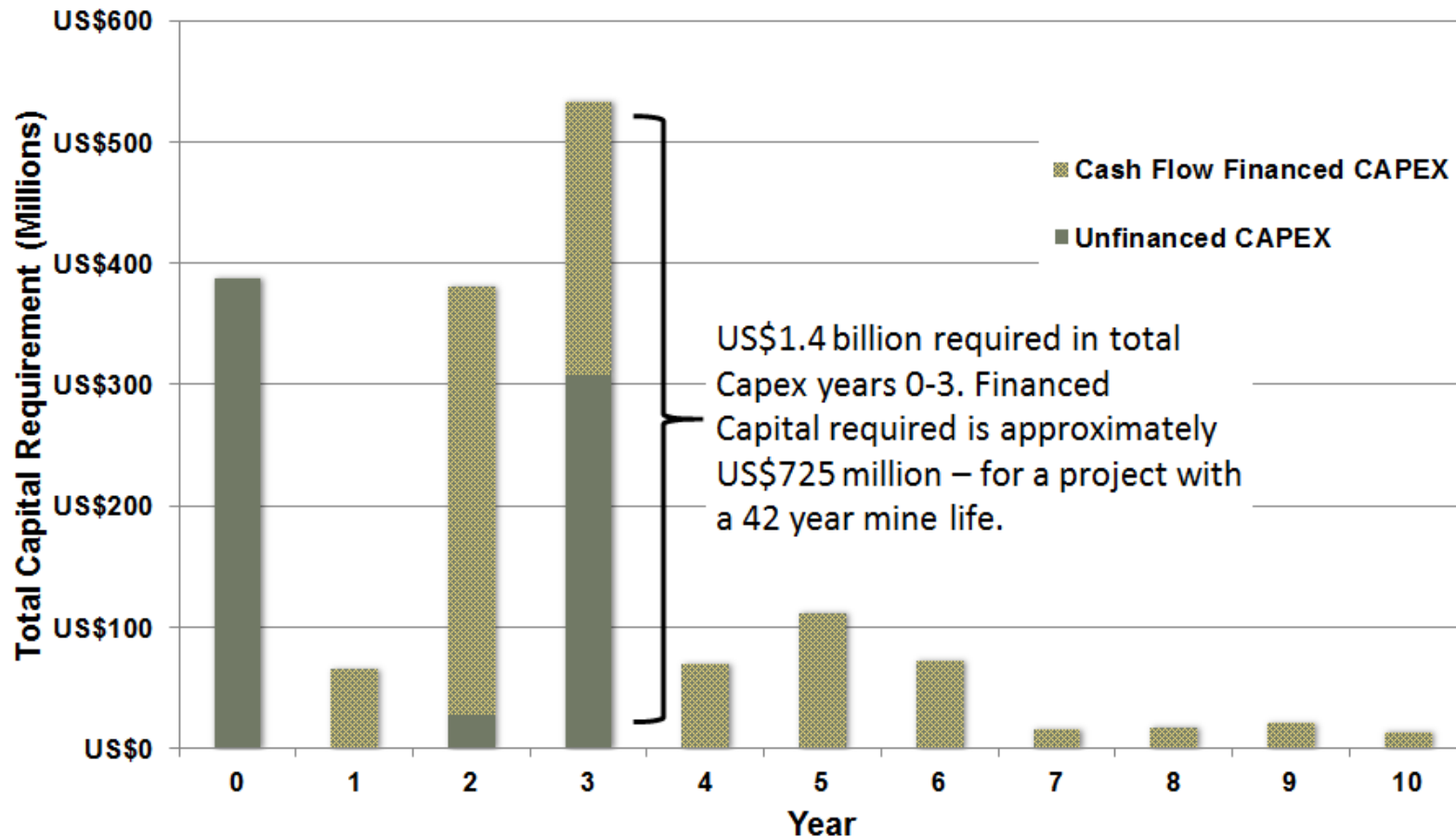
<sup>1</sup>Capital requirements were calculated using a 20% tax rate, US\$1,300/oz Au, US\$3.00/lb Cu, and US\$20/oz Ag.



# Staged Development - Capital Advantage



## Option 3: Capital Requirements



<sup>1</sup>Capital requirements were calculated using a 20% tax rate, US\$1,300/oz Au, US\$3.00/lb Cu, and US\$20/oz Ag.

# Option 1<sup>1</sup>: 30,000 tpd Heap Leach Gold Operation



*Near surface, low capex, low strip, with favourable leach kinetics*

30,000 tpd standalone heap leach gold operation

- 122,000 oz gold Eq\* per year
- 10 year mine life
- Pre-tax NPV5% of US\$355 million, IRR of 34.7%.
- Total cash costs US\$589 per oz AuEq\*
- Initial CAPEX US\$210 million (plus US\$41 million contingency)
- Peak water requirement is 44 litres per second

	Value
<b>General Parameters</b>	
Mineral Resources Estimate (Tonnes & Grade)	M&I: 121.5 Mt @ 0.43 g/t Au & 1.58 g/t Ag
Contained AuEq	1.7 million ounces
Throughput	30,000 tpd
Mine Life	10 years
Strip Ratio (Waste:Ore)	0.27 : 1
Gold Recoveries	80%
Silver Recoveries	40%
<b>Production</b>	
Avg. Annual AuEq Production	122,000 oz
Annual AuEq Production (year 1-5) (ounces)	148,000 oz
LOM AuEq Production	1.27 million oz
<b>Capital Costs</b>	
Initial Capital (incl. Contingency of US\$41M)	US\$251 million
Sustaining Capital	US\$93 million
<b>Cash Costs</b>	
Total Cash Costs	US\$589/oz
All in Sustaining Cash Cost	US\$676/oz
<b>Gold Price Assumption</b>	
	US\$1300/oz
<b>Valuation (after-tax) (20%)</b>	
NPV (5%)	US\$273 million
IRR	30.2%
Payback Period	3.5 years
<b>Valuation (before-tax)</b>	
NPV (5%)	US\$355 million
IRR	34.7%
Payback Period	3.4 years

\* See Mineral Resources slide for details

<sup>1</sup>The economic analysis contained in the PEA is considered preliminary in nature. There is no certainty that economic forecasts outlined in the PEA will be realized.

<sup>2</sup>Base case assumes a 5% discount rate with commodity prices of US\$1,300/oz Au and US\$20/oz Ag.

# Comparable Oxide Gold Heap Leach Projects



Project	La India	Amulsar	Pan	Shahuindo	Cerro Maricunga	El Castillo	Bombore	Karma	Caspiche
Company	Agnico Eagle	Lydian	Midway	Sulliden	Atacama Pacific	Argonaut	Orezone	True Gold	Exeter
Location	Mexico	Armenia	USA	Peru	Chile	Mexico	Burkina Faso	Burkina Faso	Chile
Market Cap (\$M)	\$8,723	\$152	\$178	\$464	\$43	\$686	\$102	\$165	\$66
Cash on Hand (\$M)	\$224	\$21	\$46	\$43	\$2	\$53	\$9	\$51	\$35
EV (\$M)	\$8,499	\$131	\$132	\$421	\$41	\$633	\$93	\$114	\$31
Reserves/Resources (tonnes & Au grade)	P&P: 27 MT @ 0.87 g/t	P&P: 95 MT @ 0.75 g/t	P&P: 48 MT @ 0.56 g/t	P&P: 37 MT @ 0.84 g/t	P&P: 294 MT @ 0.40 g/t	P&P: 105 MT @ 0.36 g/t	M&I: 45 MT @ 0.88 g/t	P&P: 33 MT @ 0.89 g/t	M&I: 124 MT @ 0.43 g/t
AuEq Ounces	0.76 Moz	2.8 Moz	0.86 Moz	1.0 Moz	3.7 Moz	1.2 Moz	1.3 Moz	0.9 Moz	1.7 Moz
Mine Life (years)	7	12	9	10	13	11	8	9	10
Throughput (tpd)	16,000	14,000	17,000	10,000	80,000	35,000	15,000	11,000	30,000
AuEq Production (oz/yr)	90,000	169,000	81,000	87,000	228,000	85,000	123,000	97,000	122,000
CAPEX (initial) (\$M)	\$158	\$270	\$99	\$132	\$399	n/a	\$180	\$1	\$251
Gold Price (\$/oz)	\$1379 /oz	\$1200 /oz	\$1200 /oz	\$1415 /oz	\$1350/oz	\$1000 /oz	\$1250/oz	\$1250/oz	\$1300 /oz
NPV5% (after-tax) (\$M)	\$207	\$646	\$123	\$249	\$409	\$257	\$159	\$176	\$273
IRR (after-tax)	31%	28%	32%	38%	25%	n/a	24%	43%	30%
Total Cash Costs (\$/oz)	\$426 /oz	\$469 /oz	\$135 / oz	\$552 / oz	\$864 / oz	\$628 /oz	\$680/ oz	\$672//oz	\$589 /oz
Strip Ratio	1.00	2.23	1.79	1.91	1.76	0.90	1.63	2.43	0.27
Crush Size (inches)	0.98	0.47	0.5	1.25	0.75	0.74	0.59	2	1.96
Gold Recovery Rate (%)	80%	89%	75%	86%	79%	70%	80%	87%	80%


<sup>1</sup>Exeter May 2014 Preliminary Economic Assessment.


<sup>2</sup>Share prices as of August 28, 2014, financials as of June 30, 2014 .

<sup>3</sup>Sulliden delisted August 8, 2014 – takeover by Rio Alto


# Caspiche: Sourcing Water

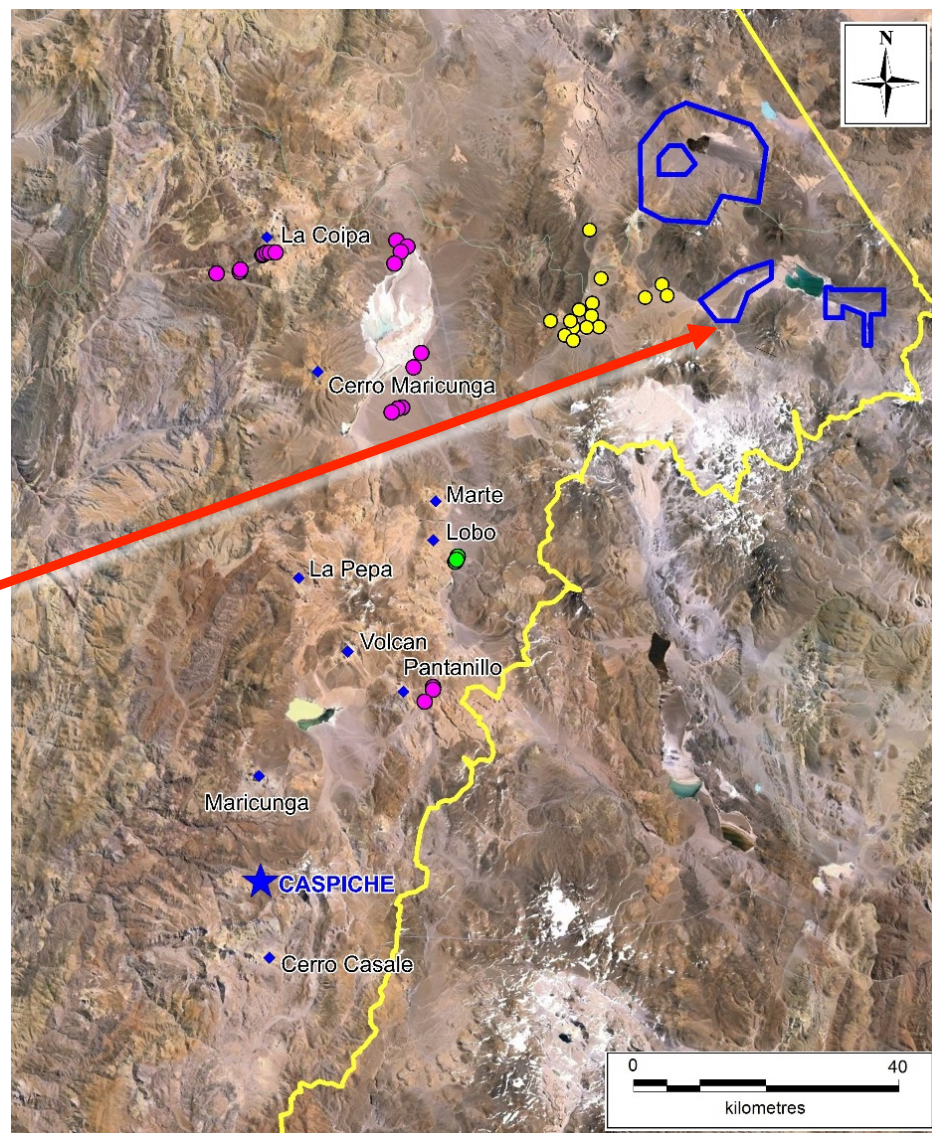
- The 2012 Pre-Feasibility study outlined an operation with water requirements of 1,000 litres per second (L/s).
- The new PEA outlines significantly reduced water requirements – as low as 44 L/s for the oxide standalone and a maximum of 185 L/s for other PEA options.
- 3 Production sized drill holes have recently been completed (Exeter 90%).
- Initial tests indicate the area hosts new, potentially significant water resources. The first definitive pump test on drill hole LV-03 indicates flow rates of +40 L/s.
- Additional test work is scheduled for Q4/14.

 Exeter/Atacama Pacific JV Exploration Tenements

 Other Companies' Location of Water Rights

 Exeter's Caspiche Deposit

 Maricunga Deposits/ Mines

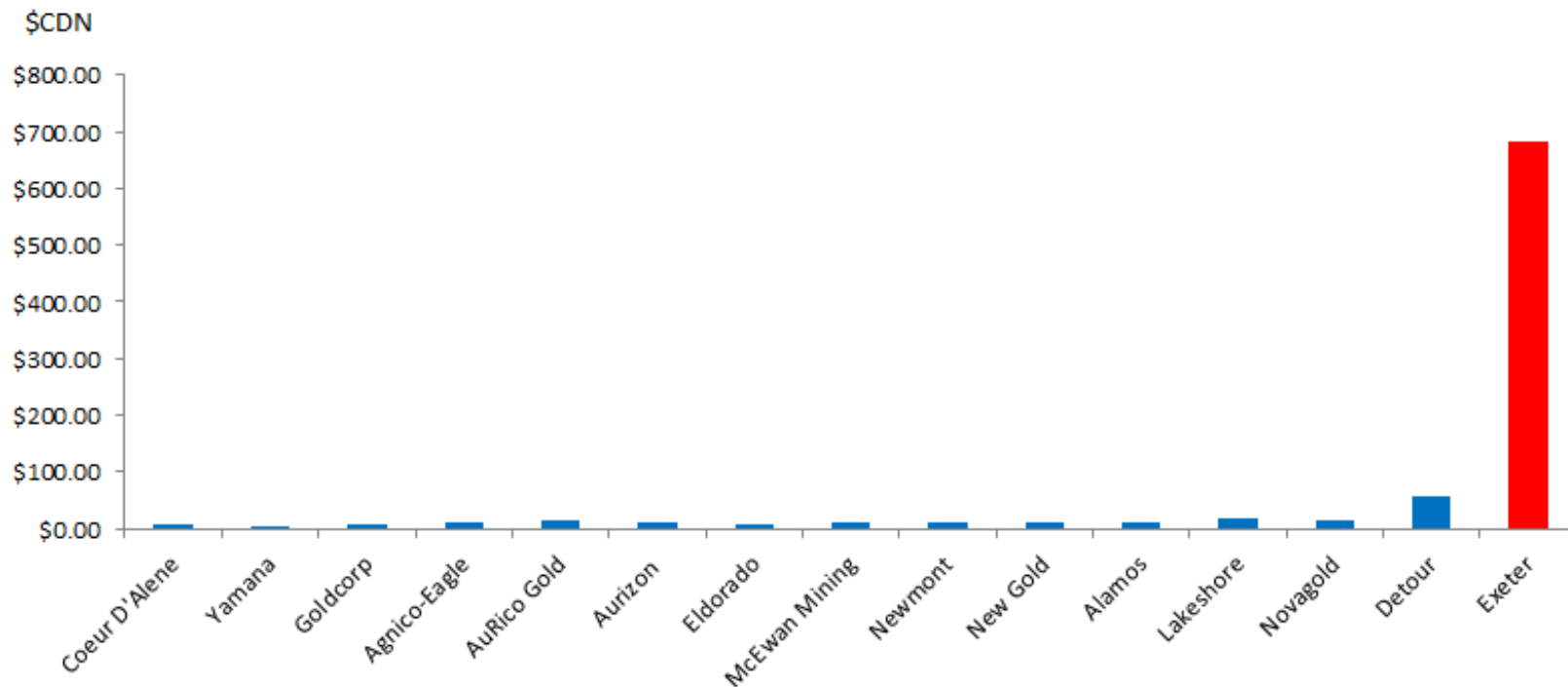


# Leveraged to Gold and Copper



***Invest a dollar in Exeter today buys exposure to \$500+ worth of gold.***

Dollar Value of Gold per \$1 Invested

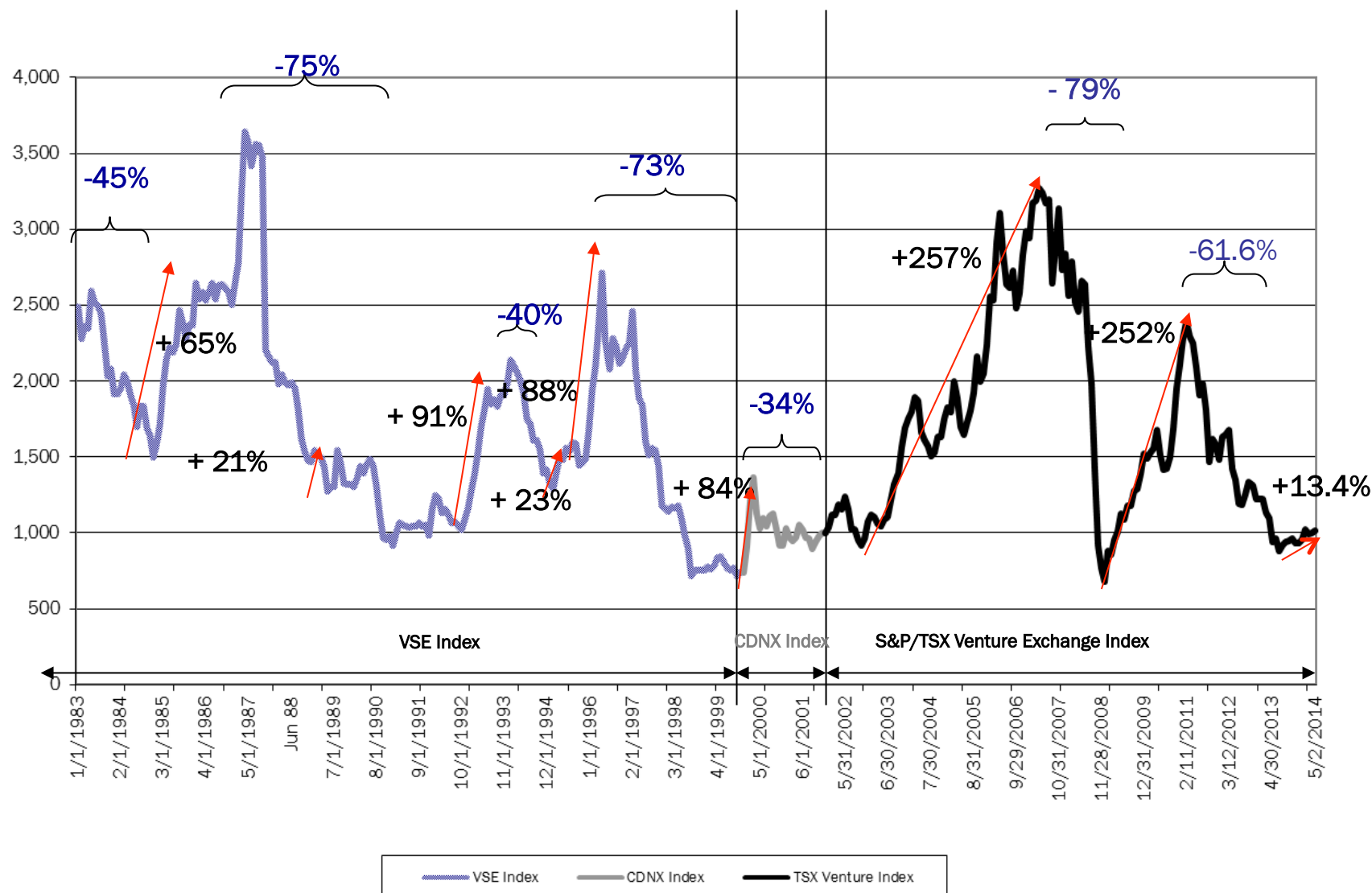


<sup>1</sup>Calculation: (Total Gold P&P, M&I, Inf. x C\$1,280/oz gold)/ (Shares Outstanding x Shares Price)

<sup>2</sup>Gold price updated on July 31, 2014.

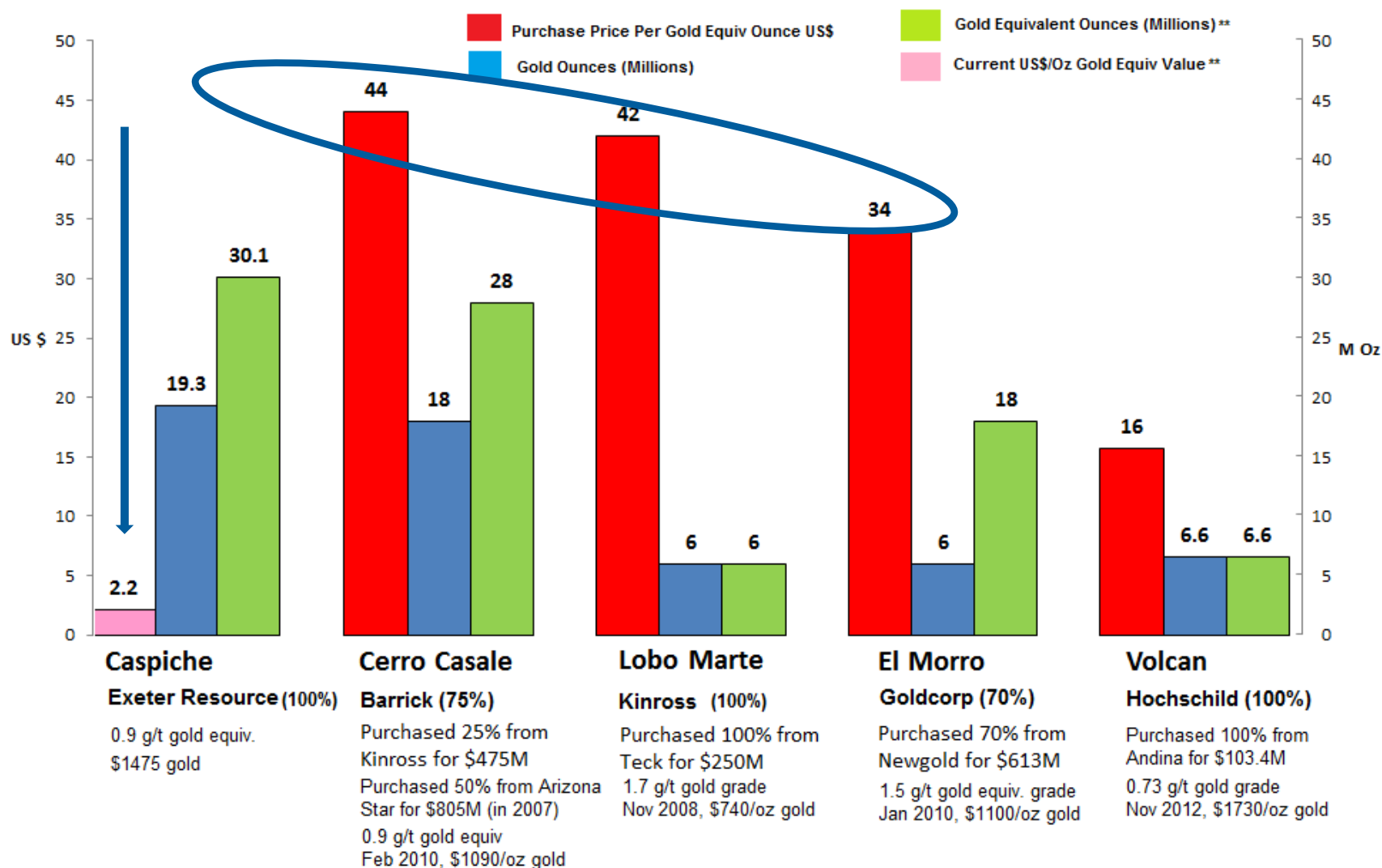


# Small Cap Mining Rallies and Corrections



Source: Canaccord Genuity Corp.

# Gold Project Transactions - Maricunga Belt, Chile





*“Development options at Caspiche, whether modest or large scale, deliver strong economic returns at current metal prices. Our ability in today’s market to focus on advancing the 1.5 million ounce gold oxide open pit is sensible and achievable. Importantly for shareholders, with future elevated gold and copper markets, we believe the value of the very large Caspiche gold-copper inventory will be a strong value driver for Exeter. Caspiche is unique, representing one of only a few scalable development projects that is not yet controlled by a major company.” Co-Chairman of Exeter, Yale Simpson.*

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