

# CORPORATE PRESENTATION

SEPTEMBER 2017

TSX-V: SWA FSE: 485

# FORWARD LOOKING STATEMENT



Information in this presentation that is not a statement of historical fact constitutes forward-looking information. Such forward-looking information includes statements with respect to the exploration and development of properties in which we have interests, maiden mineral resource estimates at South Houndé Project (Acacia Mining Earning In), Bondi Deposit and Karankasso Project (Joint Venture with Savary Gold), the potential for open pit and underground mining at the properties and the potential for extensions of existing discoveries at the properties.

Actual results, performance or achievements of the Company may vary from the results suggested by such forward-looking information due to known and unknown risks, uncertainties and other factors, many of which are beyond our control. Such factors include, among others, that the business of exploration for gold and other precious minerals involves a high degree of risk and is highly speculative in nature; mineral resources are not mineral reserves, do not have demonstrated economic viability, and there is no certainty that mineral resources can be upgraded to mineral reserves through continued exploration; few properties that are explored are ultimately developed into producing mines; geological factors; the actual results of current and future exploration; changes in project parameters as plans continue to be evaluated, as well as those factors disclosed in our publicly filed documents, including under the heading “Risk Factors” in the Company’s management discussion and analysis for the interim period ended March 31, 2017.

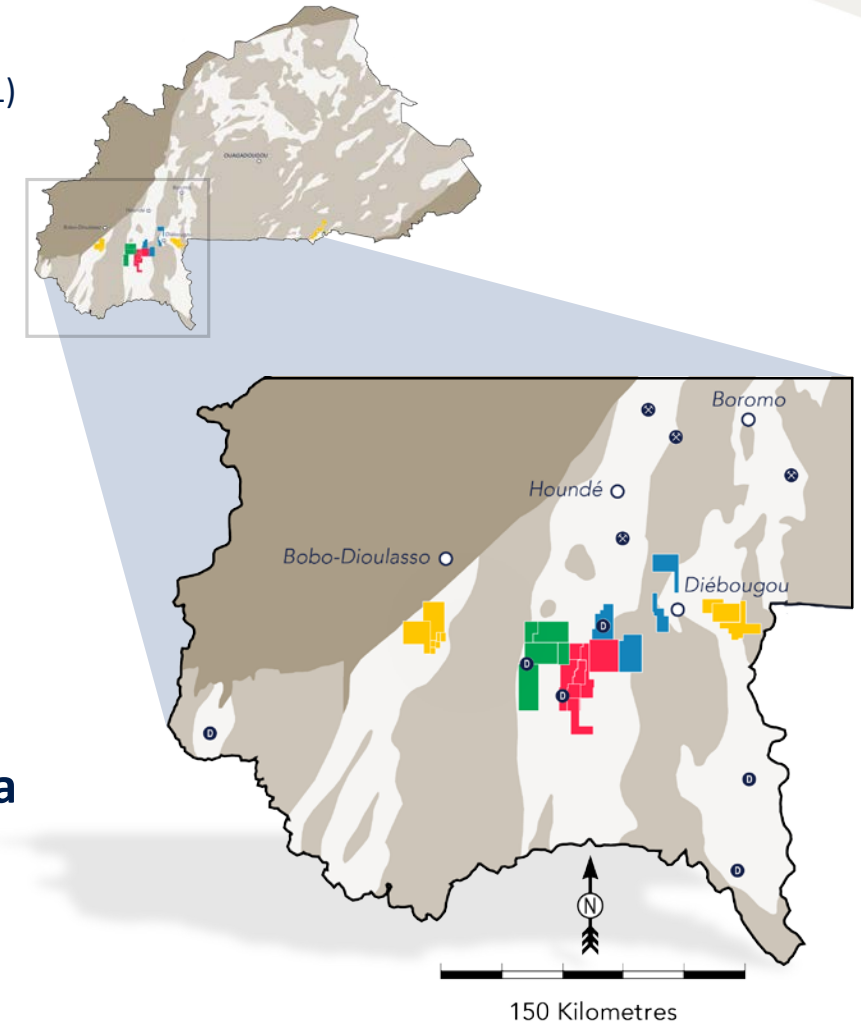
There can be no assurance that any mineralisation that is discovered will be proven to be economic, or that future required regulatory, licensing or approvals will be obtained. However, management believes that the assumptions and expectations reflected in the forward-looking information are reasonable. In order to provide such forward-looking information, management has made assumptions regarding, among other things, the Company’s ability to carry on its exploration activities, that the Company will be able to convert inferred mineral resources into higher confidence categories of mineral resources and into mineral reserves, that its financial resources will be sufficient to fund its currently planned programs and that the Company will be able to obtain further financing as and when required and on reasonable terms, the timely receipt of required approvals, the price of gold and other precious metals, that the Company will not be affected by adverse political events, and that the Company will be able to operate in a safe, efficient and effective manner.

Readers should not place undue reliance on forward-looking information. Sarama does not undertake to update any forward-looking information, except as required by applicable laws.



# Company Highlights

- ▶ Interests in **three** adjoining **projects** containing > **3.2Moz** resources<sup>(1)</sup>
- ▶ **2,000 km<sup>2</sup>** in Burkina Faso's most prospective gold belt
- ▶ **Substantial optionality**: Exploration, Consolidation & Development
- ▶ Sarama's **assets** are **core** components in the consolidation and development of the southern Houndé Belt
- ▶ **C\$8M** budgeted for exploration in **2017**
- ▶ **Exploration** delivering **encouraging results** on **all three projects**
- ▶ Continuing to **consolidate** with the acquisition of Botoro & Bondi
- ▶ Experienced Board & Management with a **record of success in Africa**



1. Refer to slide titled "Additional Technical Details"

# Management & Capital Structure

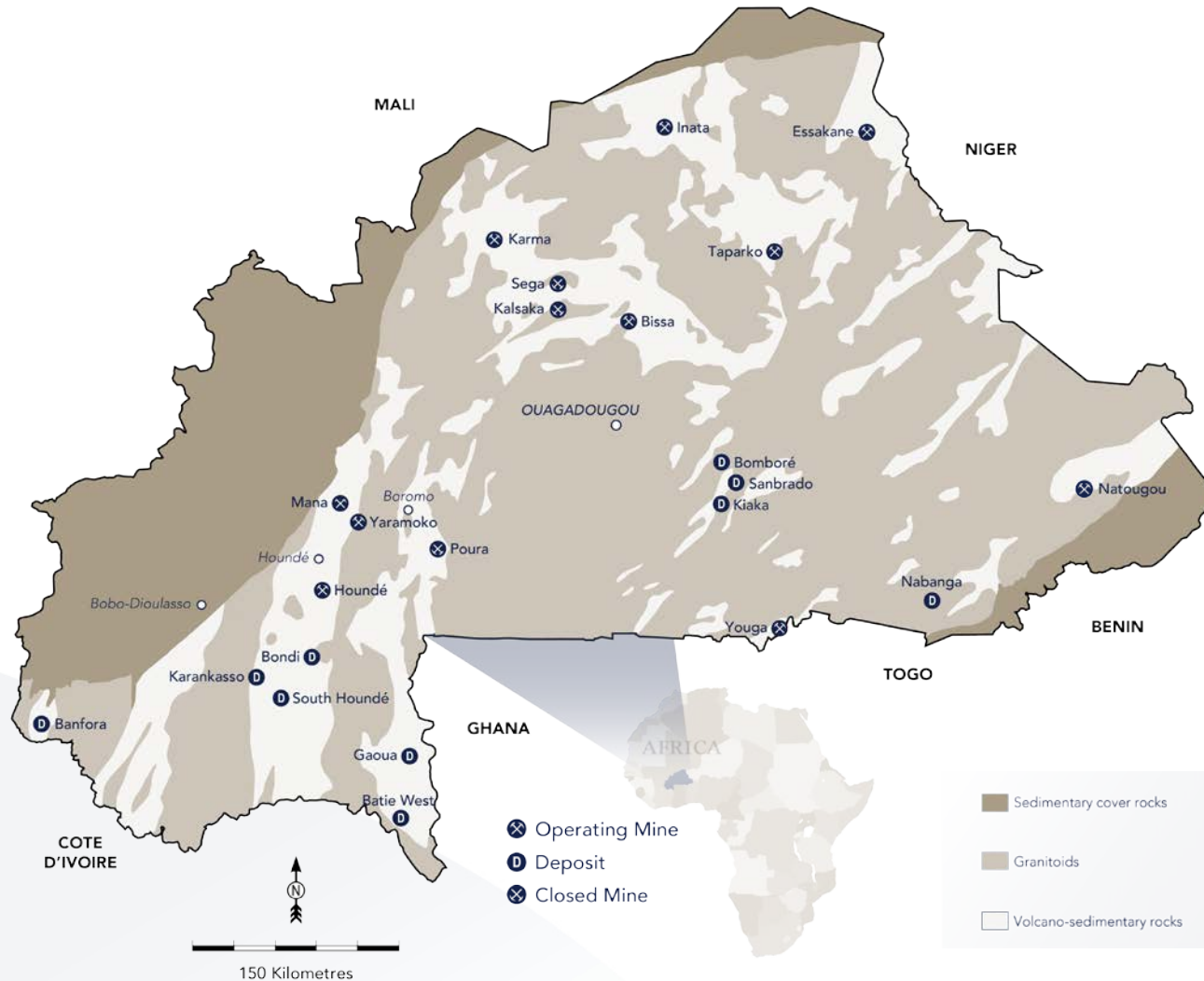
<b>Sean Harvey</b>	<b>Chairman</b>
Simon Jackson	Non Executive Director
Dave Groves	Non Executive Director

<b>Andrew Dinning</b>	<b>President &amp; CEO</b>
Jack Hamilton	VP Exploration
Paul Schmiede	VP Corporate Development
Lui Evangelista	CFO

<b>TSX-V: SWA</b>	
Common Shares	139,860,402
Warrants	20,907,957
Options	9,747,500

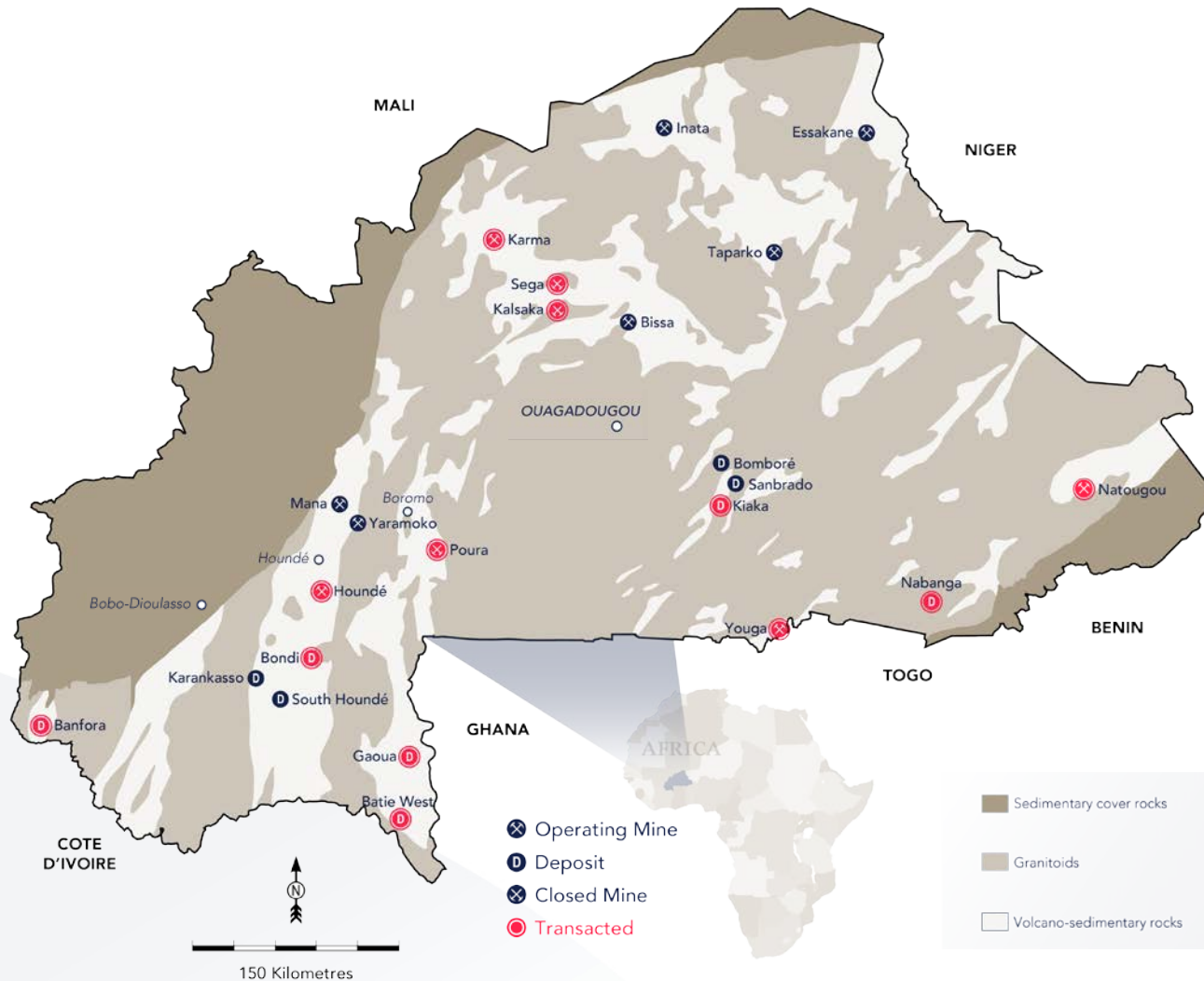
<b>MAJOR SHAREHOLDERS</b>	
Management	~20%
Sun Valley Gold	15%
JP Morgan	8%
Gold 2000	7%
Strategic West African partner	8%

# Major Gold Mining Jurisdiction



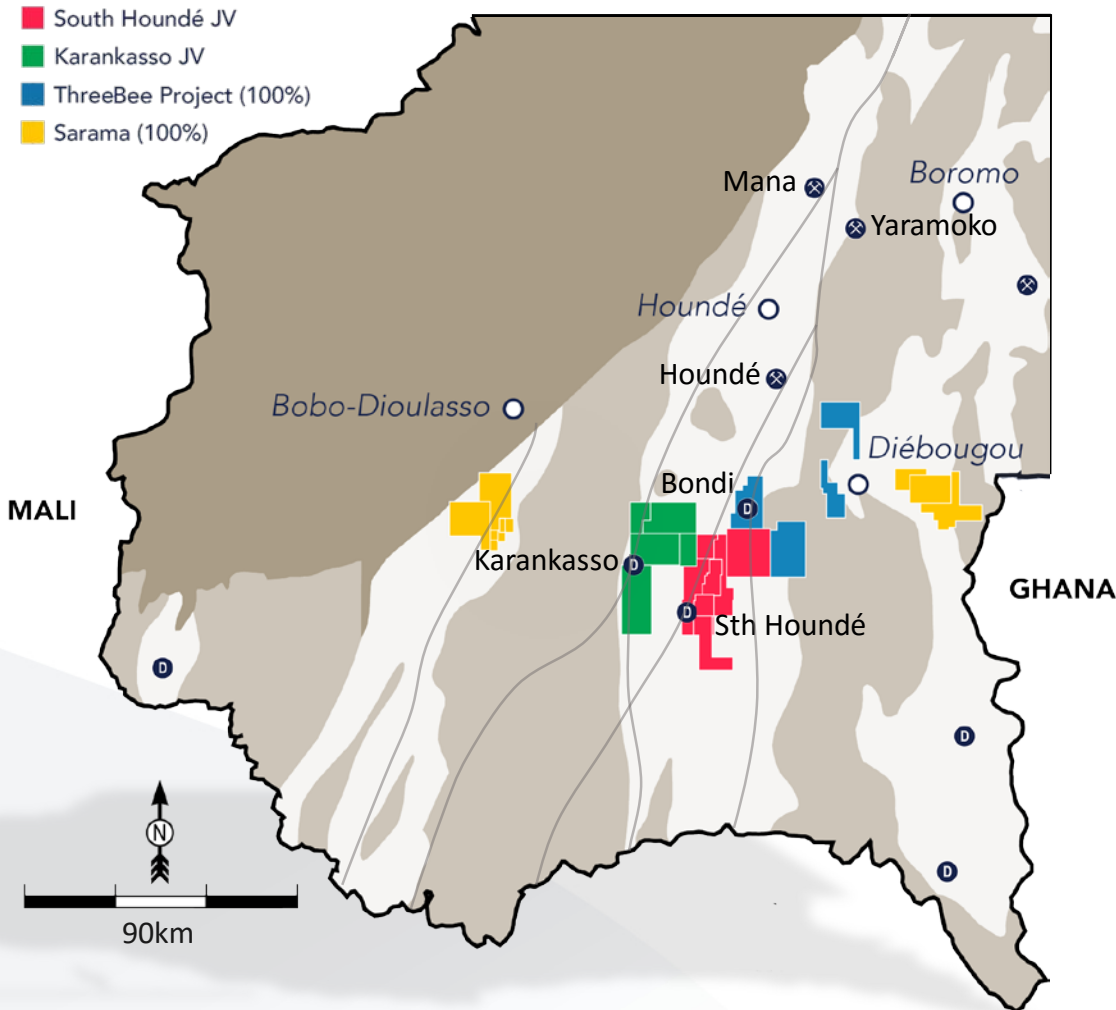
- ▶ **Established gold industry** with a modern mining code
- ▶ Typically home to **small & intermediate** sized producers including:
  - ▶ Semafo
  - ▶ Acacia
  - ▶ IAMGold
  - ▶ Teranga
  - ▶ Endeavour
  - ▶ Nordgold
  - ▶ Roxgold
  - ▶ MNG
  - ▶ Centamin
- ▶ **9 operating mines** and more under construction

# Corporate Activity & Scarcity Value



- ▶ **Many** deposits and mines **transacted**
- ▶ Large, high **quality holdings** are **scarce**
- ▶ **Intermediates** are looking to **replace reserves** and/or **grow**
- ▶ **Sarama** has **4 projects** in Burkina Faso
- ▶ The **size** and **quality** of Sarama's assets are **difficult to replicate**
- ▶ **Sarama** is **core for consolidation** of the southern Houndé Belt

# Houndé Belt



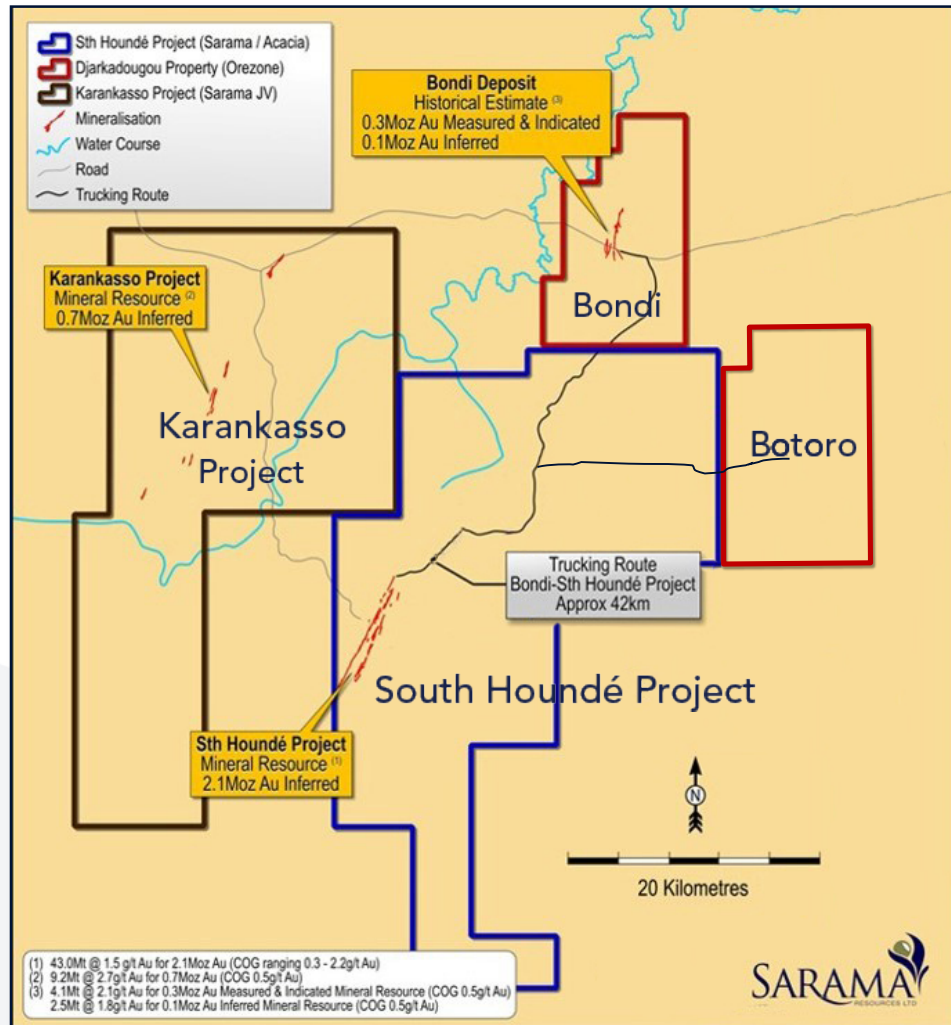
- ▶ Established gold belt with **>12Moz** and three operating mines<sup>(1)</sup>
- ▶ Includes Semafo's **Mana Mine**, Roxgold's **Yaramoko Mine** & Endeavour's **Houndé Mine**
- ▶ **Sarama Projects** cover **2,000km<sup>2</sup>** with **3.2Moz** of gold resources delineated:
  - i. **South Houndé Project** - **2.1Moz<sup>(2)</sup>** inf. resource including **0.5Moz oxides** (50%)
  - ii. **Karankasso Project** - **0.7Moz<sup>(2)</sup>** inf. resource on (31%)
  - iii. **ThreeBee Project** - **282koz<sup>2</sup> M&I + 150koz<sup>(2)</sup>** Inf. historical resource on **Bondi** (100%)
- ▶ **Sarama still consolidating**

1. Houndé mine is currently under construction

2. For further details refer to slides titled "Additional Technical Details"



# Houndé Belt – 4<sup>th</sup> Mine In-Waiting



## 1. Small scale mine – AT THIS POINT NOW

- Heap leach capable of a nominal **60koz/yr**
- Low CAPEX and low OPEX
- Ore fed from Bondi and South Houndé + any Botoro discoveries *(excludes Karankasso)*

## 2. Intermediate scale – ON THE HORIZON

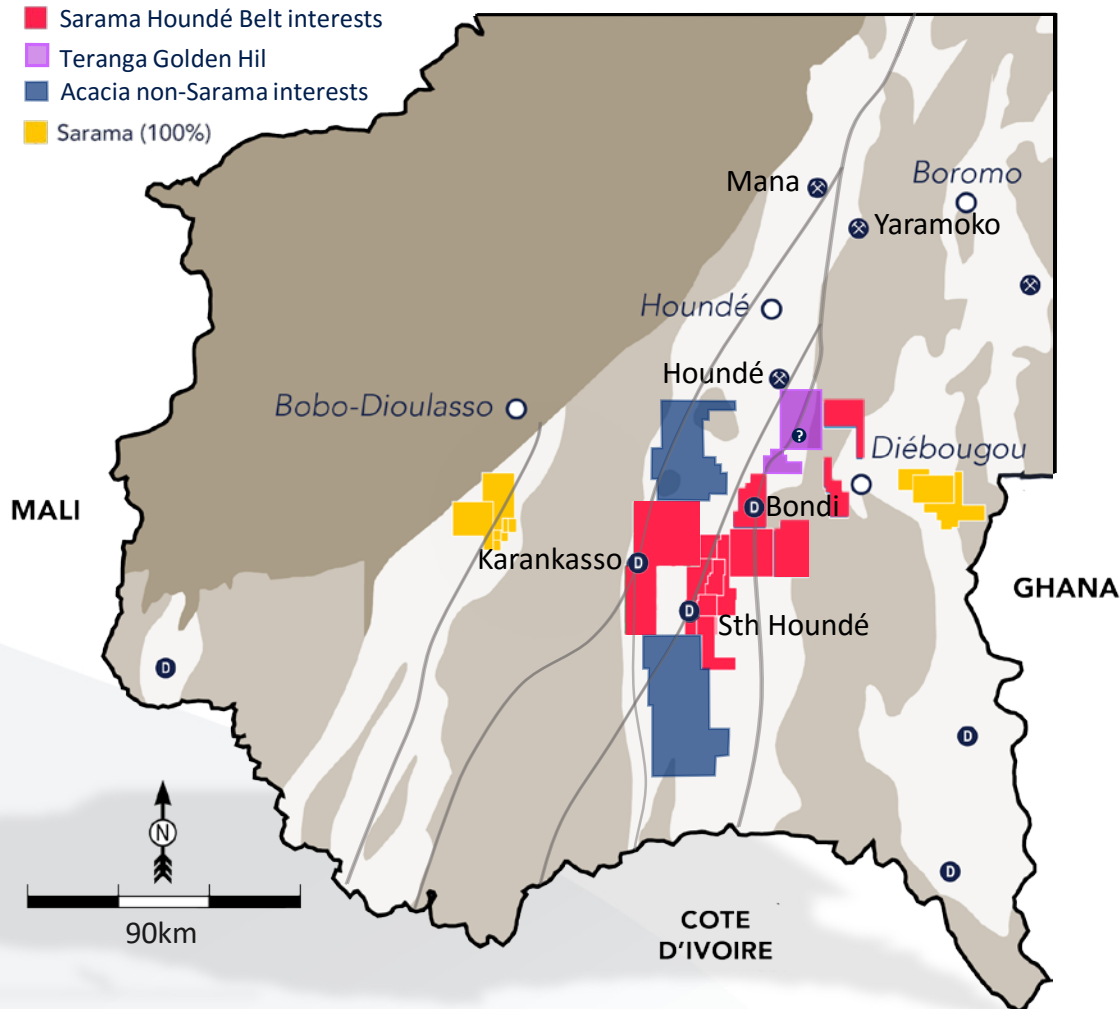
- Oxide & hard rock nominal **120koz/yr**
- Initially free milling open pit ore supplemented with high grade U/G
- Sourced from Bondi, South Houndé + any Botoro or regional discoveries *(excludes Karankasso)*

## 3. Large scale – LOOKING NOW

- “Acacia sized” deposit delivering **+200koz/yr**
- Would require regional consolidation

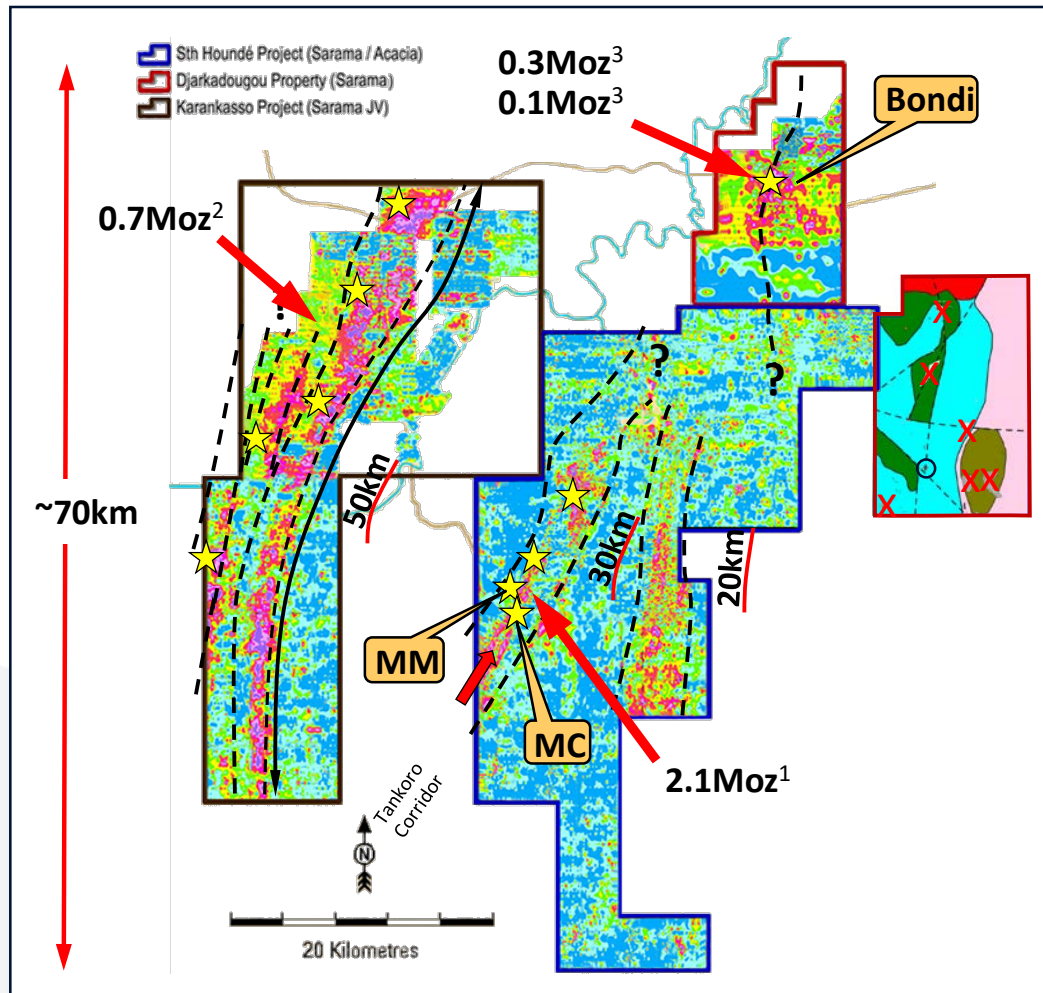


# Sarama Interests Key To Regional Development



- ▶ Sarama interests in **Red**, Acacia in **Blue**
- ▶ Exploration yet to determine if South Houndé is going to meet Acacia size/style threshold
- ▶ Various permutations for consolidating regional Projects
- ▶ Current centre of gravity is the South Houndé Deposit, Karanakasso and Bondi will be satellites
- ▶ Sarama owns 31% of Karankasso
  - Acacia are contractually excluded from dealing with Savary
  - Expenditure over \$2M per annum is subject to Sarama approval
- ▶ Teranga have a new discovery 20km from Bondi which creates a new dynamic in the belt

# South Houndé Regional Potential



- ▶ **Proven belt with significant exploration potential remaining**
- ▶ **Regional picture continuing to develop**
- ▶ **+100km** of gold-anomalous trends
- ▶ Tankoro resource remains **open**
- ▶ **Potential for extensions** along Tankoro Structural Corridor
- ▶ **Scope for Bondi Deposit to grow**
- ▶ Addition of **Botoro** adds more **optionality**
- ▶ **High grade shoots** in MM and MC Deposits represent **legitimate underground targets**

(1) 43.0Mt @ 1.5 g/t Au for 2.1Moz Au (COG ranging 0.3 - 2.2g/t Au)  
(2) 9.2Mt @ 2.7g/t Au for 0.7Moz Au (COG 0.5g/t Au)

(3) 4.1Mt @ 2.1g/t Au for 0.3Moz Au Measured & Indicated Mineral Resource (COG 0.5g/t Au)  
2.5Mt @ 1.8g/t Au for 0.1Moz Au Inferred Mineral Resource (COG 0.5g/t Au)

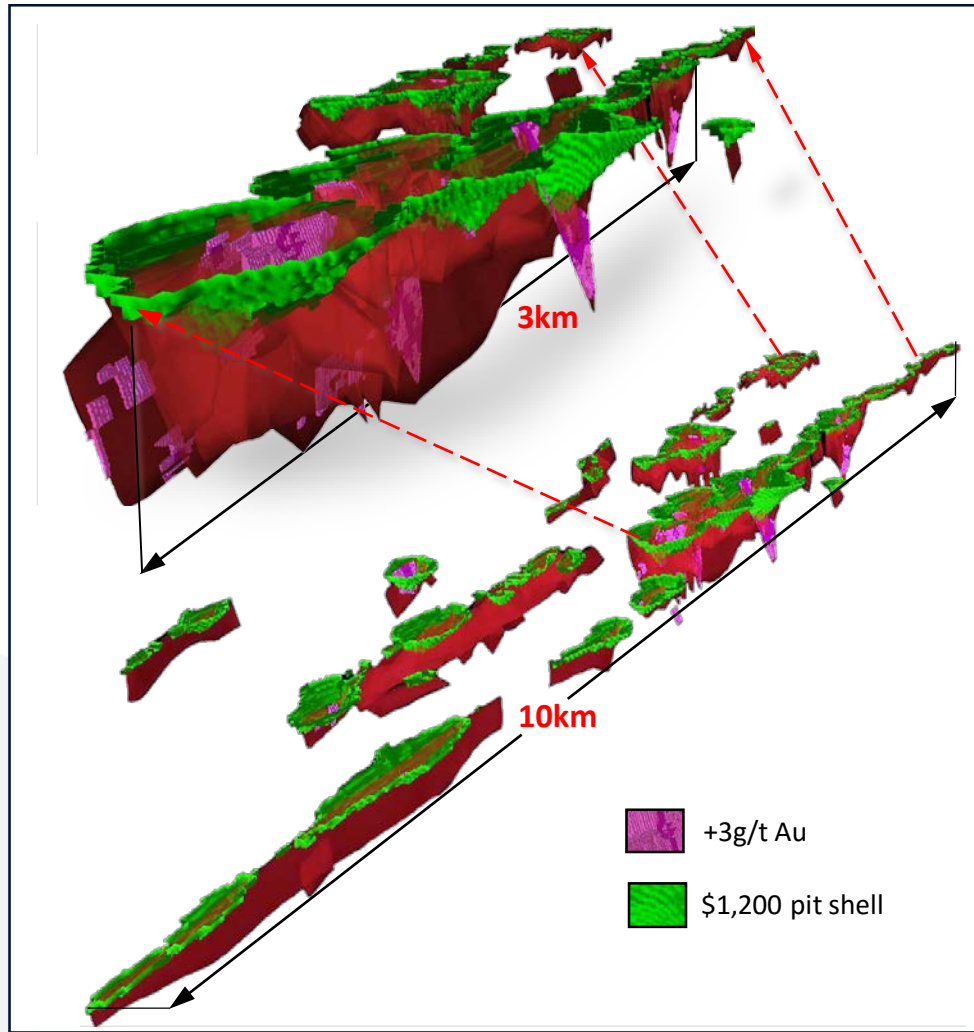


# THE SOUTH HOUNDÉ PROJECT

BURKINA FASO



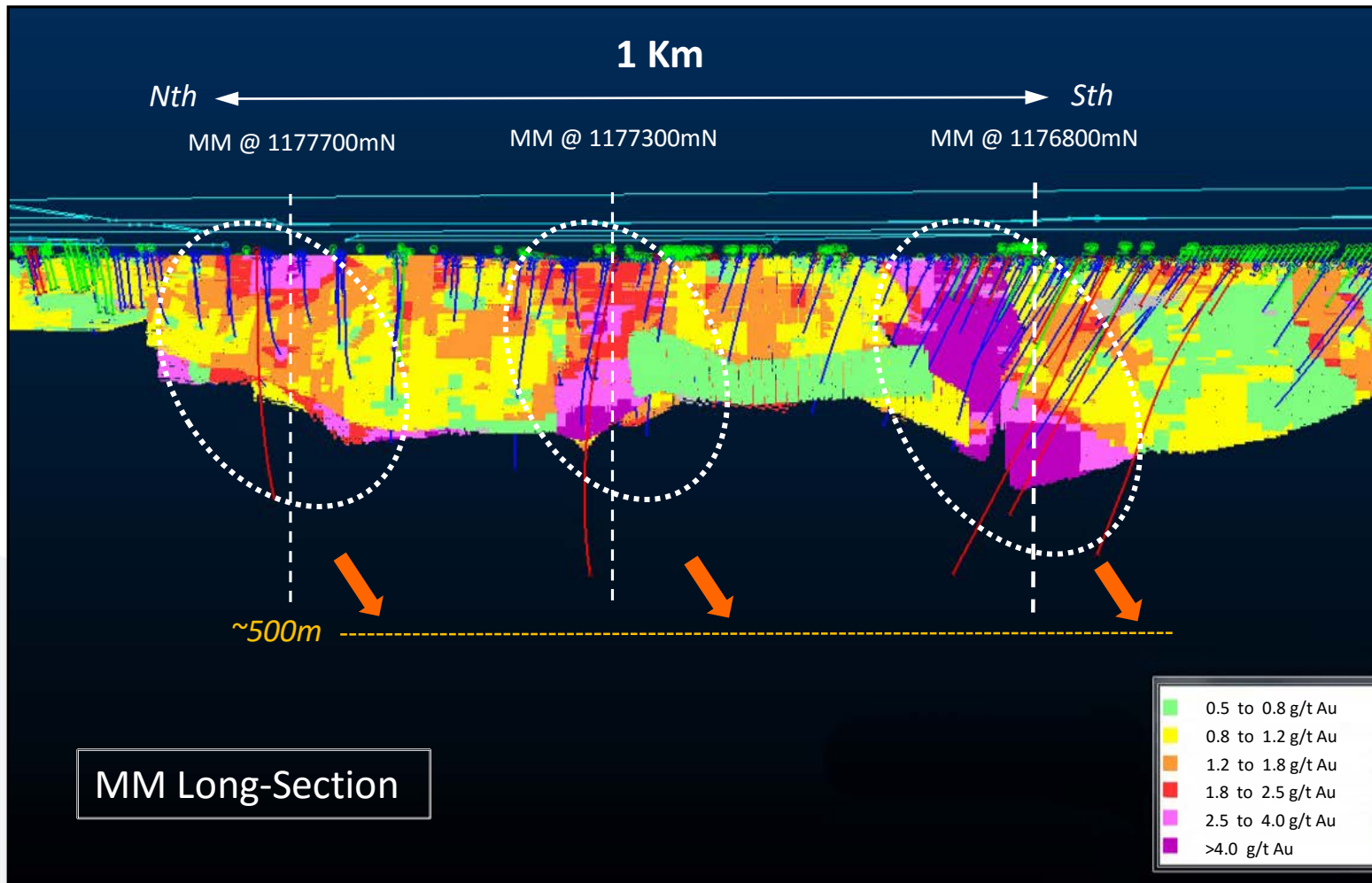
# South Houndé Project



- ▶ **Large-scale** hydrothermal gold system
- ▶ **30km-long geochemical** trend defines the Tankoro corridor
- ▶ Current resource is situated within a **10km x 1.3km** section of the corridor
- ▶ Bulk of resource defined to **+/-150m** depth & locally to **400m** within high-grade shoots
- ▶ **Sarama** and JV partner **Acacia Mining** advancing exploration with drilling and detailed geochemical, geophysical and structural studies
- ▶ **C\$5m** exploration budgeted for **2017**
- ▶ Sarama free carried
- ▶ ~C\$6M to reach next milestone<sup>(1)</sup>

1. As of June 30, 2017

# MM & MC Deposit High-Grade Zones



- Repetitive high grade shoots drilled to 550m vertical depth
- MM & MC have material high grade zones
- Cohesive high grade zones drive pits to depth
- Pit modelling gives ~2.5g/t fully diluted ROM pit grades
- Several high grade zones suitable for underground mining
- High grade will augment pits and future development scenarios

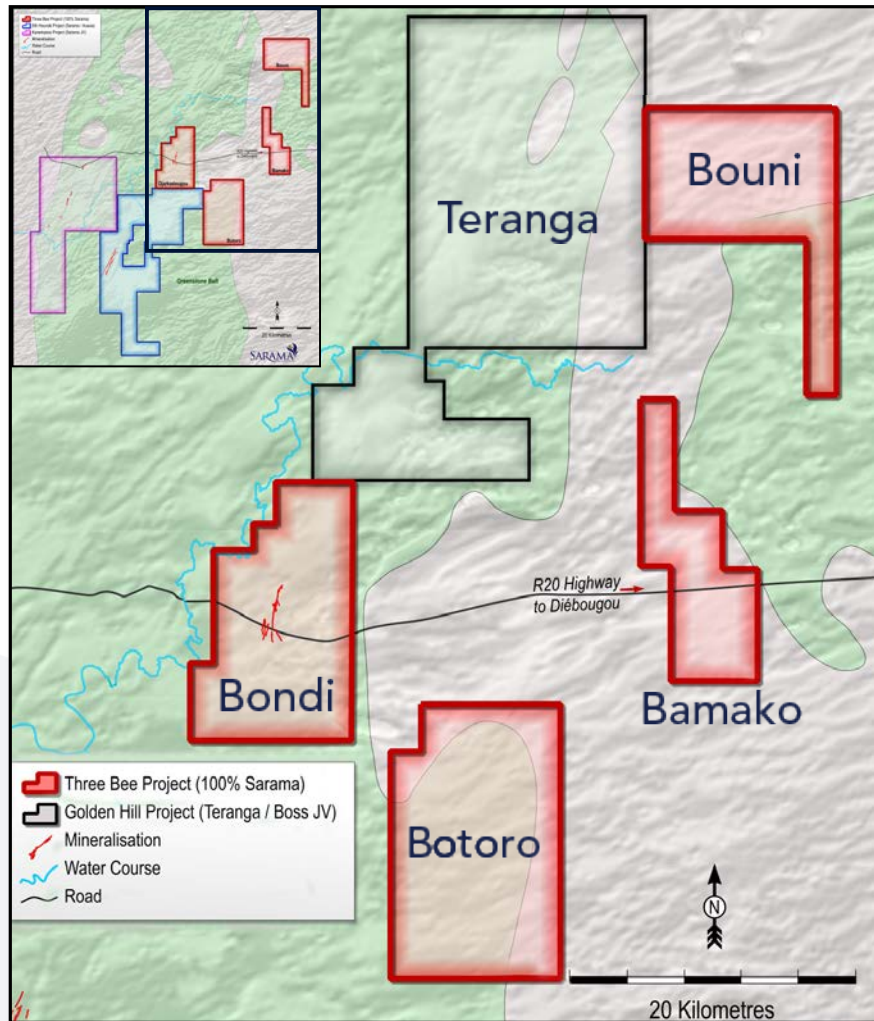


# THREEBEE PROJECT

BURKINA FASO

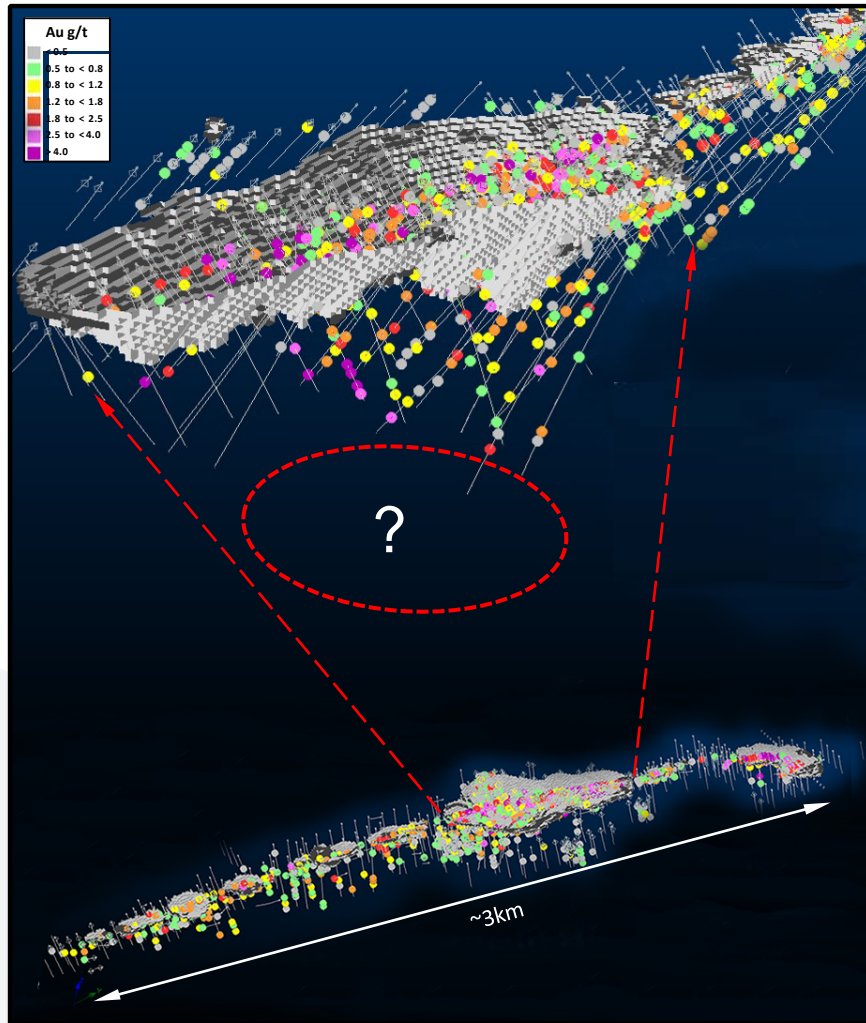


# ThreeBee Project



- ▶ **100%** owned by Sarama
- ▶ Comprises four permits covering **660km<sup>2</sup>** and is being looked at as a possible stand-alone area
- ▶ **Bondi** provides cornerstone Au ounces for project
- ▶ Recently acquired **Botoro** licence has encouraging first pass exploration results
- ▶ Initial gold-in-soil results up to **4,420ppb** (4.4g/t Au) and **km-scale** anomalies
- ▶ Historical drilling on **Bamako** has excellent results
- ▶ Sarama's **3<sup>rd</sup> project** in the southern Houndé Belt
- ▶ Teranga's **Golden Hill Project** has 2 new discoveries **less than 20km** from **Bondi**

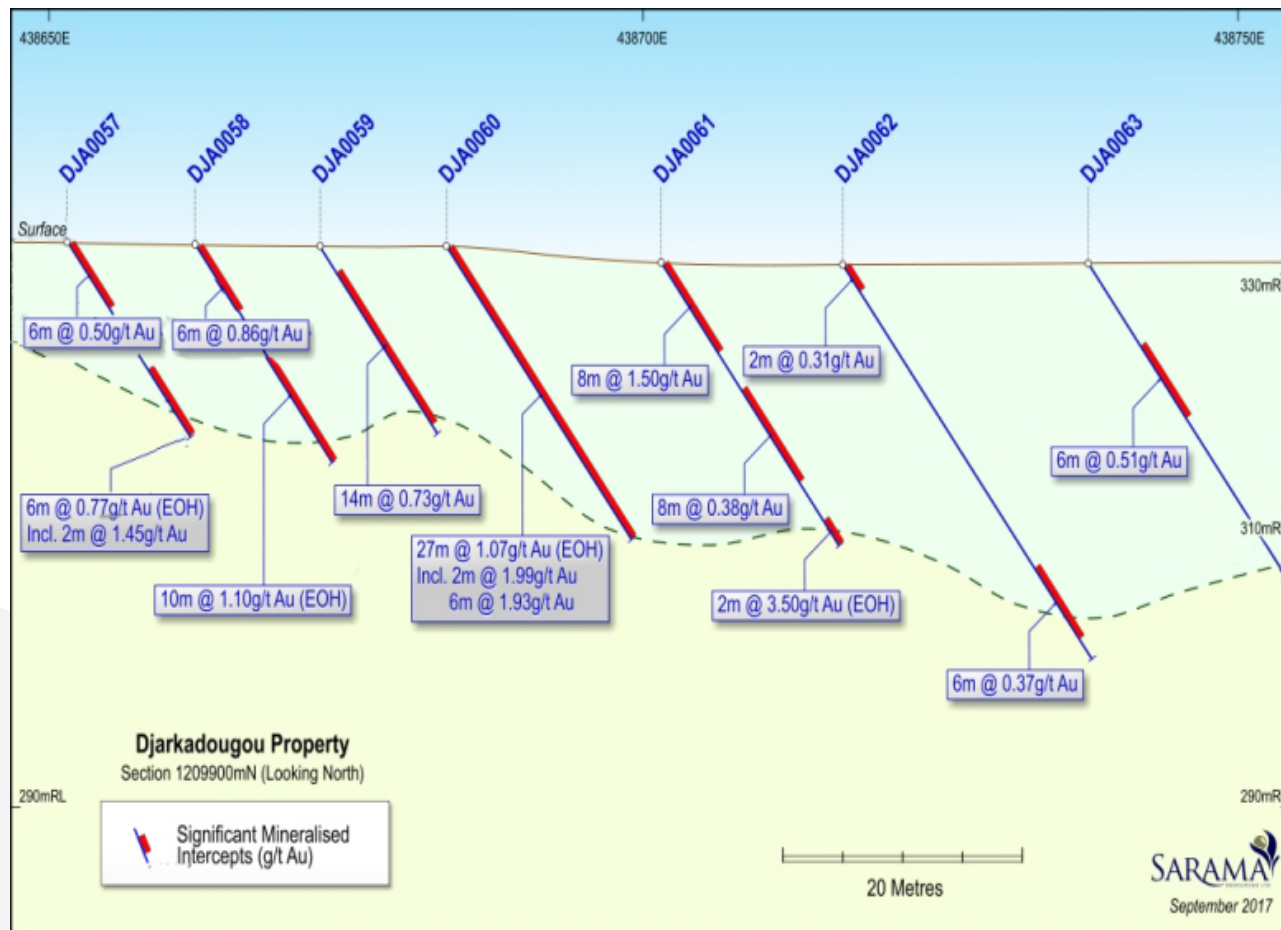
# Bondi Deposit (Djarkadougou Permit)



- ▶ Acquired from Orezone for up-front cost of <US\$4/oz Au
- ▶ Historical mineral resource estimate<sup>(1)</sup> of **282koz** Au M&I plus **150koz** Au Inferred
- ▶ **Additional exploration targets** identified
- ▶ **High quality** ROM feed at 2.7-3.0g/t Au
- ▶ **Free milling** with recoveries of 97% in oxides and 91% in fresh
- ▶ **Trucking distance** from South Houndé Project, Karankasso Project and Teranga's Golden Hill
- ▶ Deposit **open in several directions**
- ▶ Plans to test for depth and strike extensions

1. For further details refer to slides titled "Additional Technical Details"

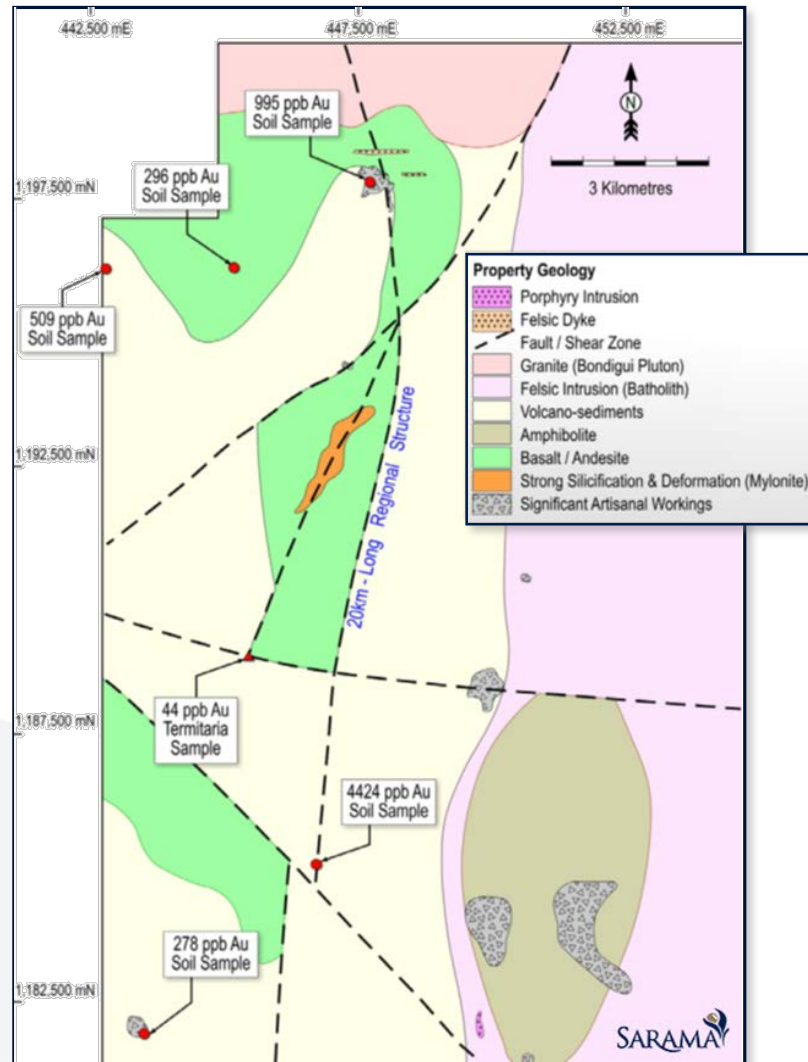
# Bondi Potential and Regional Targets



- ▶ Renewed exploration to **grow** the **resource**
- ▶ Re-logging core & developing **new** targets
- ▶ Geochemical and geophysical programs being undertaken
- ▶ Splays off Bondi structure and numerous artisanal sites to be evaluated
- ▶ **Significant** artisanal **workings** outside resource area and **off the Bondi structure**
- ▶ Small scout AC program completed in Q2, 2017 generated encouraging results
- ▶ Section shows thick oxide hits in **scout drilling** ~4km from Bondi Deposit



# Recent Acquisition - Botoro Permit



- ▶ **224km<sup>2</sup>** and **100%** owned
- ▶ Second exploration priority after Bondi
- ▶ Initial reconnaissance work completed
- ▶ Gold-in-soil survey has identified three **2-3km-long** zones within a **10km-long** structural corridor
- ▶ Soil survey returned assays up to **4,420ppb Au (4.4g/t)**
- ▶ **10** artisanal **mining sites** identified including a gold-quartz system extending over a 500m strike
- ▶ Volcano-sedimentary and sedimentary rocks, intrusive units and **favourable structural setting**
- ▶ Trucking distance to South Houndé and Bondi

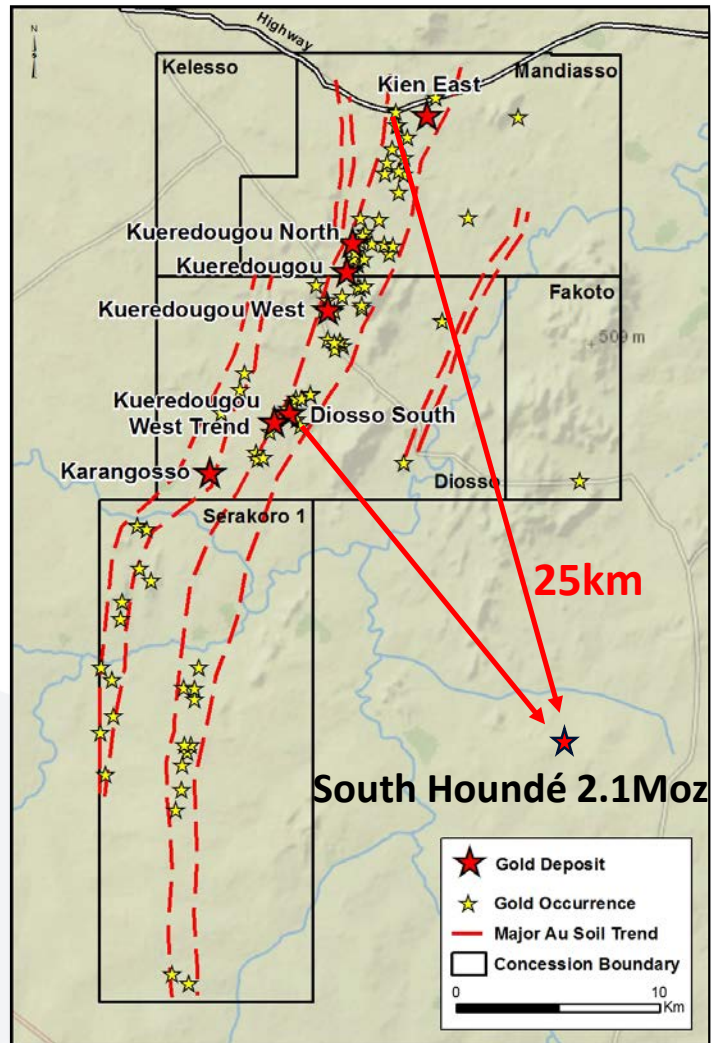


# KARANKASSO PROJECT

BURKINA FASO



# Karankasso Project



- ▶ Situated immediately west of Sarama's South Houndé and ThreeBee projects
- ▶ Sarama holds **31%** in JV and intends to maintain interests above 25% to preserve contract rights
- ▶ May trim position and allocate capital to higher priority projects
- ▶ **Maiden Inferred Mineral resource of 0.67Moz<sup>(1)</sup>**
- ▶ **210koz** attributed to Sarama & **460koz** to JV partner
- ▶ **31% of future discoveries attributed to Sarama**
- ▶ Resource viewed as **satellite feed** for a regional plant
- ▶ C\$2.5M exploration planned for 2017

1. For further details refer to slides titled "Additional Technical Details"



# Summary

- ▶ **Experienced** Board & Management with a record of **success in Africa**
- ▶ **Substantial optionality**: Exploration, Consolidation, Development & Gold Price
- ▶ **Interests in three** adjoining **projects** covering **2,000 km<sup>2</sup>** and containing **>3.2Moz<sup>(1)</sup> Au**
- ▶ Sarama's **assets key** to the **consolidation & development** of the southern Houndé belt
- ▶ **C\$8M** budgeted for **2017 exploration** - **Sarama** responsible for **~15%**
- ▶ Sarama **continues** to **consolidate** its holdings
- ▶ Anticipate **increases** in **mineral resources** across all three projects

*Regardless of exploration, development or consolidation routes taken, **Sarama's asset base has tangible value and significant optionality***

1. For further details refer to slides titled "Additional Technical Details"