

Aurion Resources Ltd. (TSXV:AU)

Aurion Delivers Another High-Potential Target

Exploration Update

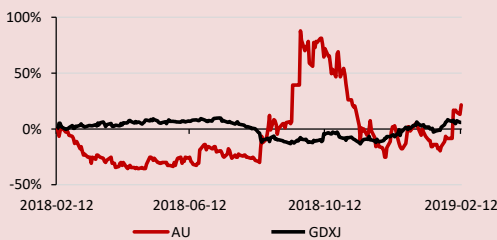
(Currency is CAD\$ unless noted otherwise)

Closing Price	\$1.30	
Consensus NAVPS	NA	
52 Week Low / High	\$0.67 / \$2.15	
Consensus P/NAV	NA	
CAPITALIZATION	Basic	Diluted
Shares Outstanding (M)	69.4	76.1
Market Capitalization (\$MM)	\$90.2	
Enterprise Value (\$MM)	\$77.2	
Last Reported Quarter Cash (\$MM)	\$13.0	
Total Debt (\$MM)	\$0.0	

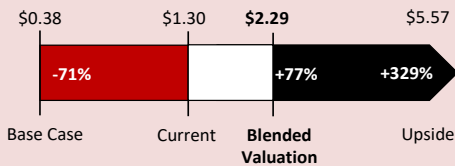
STOCK CHART



RELATIVE PERFORMANCE



POTENTIAL VALUATION



RELATIVE VALUATION	US\$EV/ha
Peer Group Average*	\$0.0038
Aurion Resources Ltd.	\$0.0005

*Capital IQ Consensus

MAJOR SHAREHOLDERS

Management & Board (17.4%) Kinross Gold (8.8%)
Institutional (20.3%)

DISCLOSURE CODE: 1,2,3,4

(Please refer to the disclosures listed on the back page)

Source: RCKS, Company Information, Capital IQ

Company Description

The Company was incorporated under the Business Corporations Act (Alberta) on April 6, 2006 and listed on the TSX Venture Exchange ("Exchange") on October 3, 2008. Aurion and its wholly-owned subsidiaries, Minera Aurion de Mexico S.A. de C.V., Aurion Resources (US) LLC, Aurion Resources AB, Aurion Oy and FennoEx Oy are engaged in the evaluation, acquisition and exploration of mineral properties in Canada, Mexico, the United States, Sweden and Finland respectively. The Company's primary focus is currently in Finland.

Impact: Positive

Highlights from Aurion's newly prospected Launi project, located to the south of its flagship Risti asset, further demonstrate the scale of undiscovered potential across the Company's tenure in the Central Lapland Greenstone Belt. **Our fair value estimates, reflective of continued exploration success, value Aurion's shares at C\$2.29/share with upside potential to C\$5.57/share.**

Highlights:

- **Visible gold in grab samples and outcrops at new target.** Preliminary reconnaissance across the East Launi project, located within 10km of the company's more advanced Risti Project and along strike to the Sirkka Shear Zone – a known deposit generator, delivered both outcrop visible gold assaying up to 379g/ Au in quartz boulder and outcrop for an average grade of 2.47g/t Au over 2km². Uniquely, East Launi is the company's first target to return visible gold in grab samples and outcrop without trenching.
- **Progressing multiple targets.** Aurion acquired the East Launi Exploration Licence in early 2019 and the property has no history of exploration making it the newest, and least explored target to date. While it is very early days, the property adds untapped exploration opportunity to the company's pipeline of assets while it continues to drill at its flagship Risti project where it **recently** drilled 42g/t Au over 4m.
- **Major discovery in Finland is coming.** This update is an example of the widely under-explored potential of Finland's Central Lapland Greenstone Belt. We continue to believe that a major discovery is coming as drills are turning across multiple targets, as highlighted in our **recent report**. With exceptional infrastructure, a mining culture and favourable mining policy, Finland is poised to become an emerging mining jurisdiction.

Valuation:

Further exploration success should bring Aurion closer to our estimates. We continue to believe that Aurion's shares are currently worth C\$2.29/share (unchanged) with upside potential to C\$5.57/share (unchanged). Our fair value estimate is based on our probability-based valuation method that incorporates three possible scenarios adjusted for the time and capital to achieve each scenario. **Upcoming Catalysts** include 1) Further assay results from Aamurusko (Q1/19) and 2) Follow-up exploration from Notches, YNot and East Launi (H1/19).

Priced as of prior trading day's market close, EDT (unless otherwise noted).
All values in USD unless otherwise noted.

For Disclaimer and Applicable Disclosures, see the end of this report

Figure 1: Aurion Probability Based Valuation

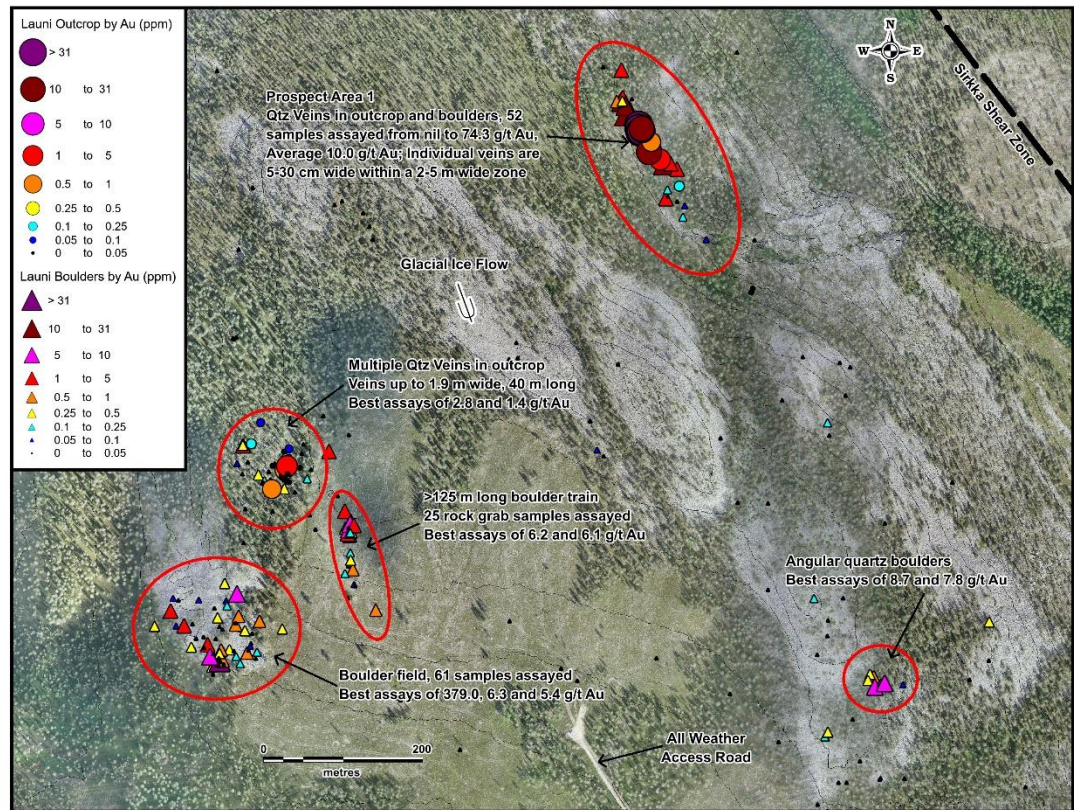
Scenario	Description	Potential Value (\$M)	Additional Capital to Achieve (\$M)	Shares to be issued to achieve this case	Est. Share Count When Achieved	Per Share (C\$)	Time to Achieve (Years)	Time Adjusted Per Share Value (C\$)	Probability
Base Case	~500k oz at +5 g/t Au (US\$40/oz)	\$26.6	\$0.0	0.0	69.4	\$0.38	0.0	\$0.38	20%
Medium Case	~2M oz resources at +5 g/t Au (US\$60/oz)	\$159.6	\$15.0	13.6	83.0	\$1.92	1.0	\$1.78	50%
Upside Case	~5M oz resources at +5 g/t Au (US\$75/oz)	\$498.8	\$30.0	6.5	89.5	\$5.57	3.0	\$4.43	30%
Blended Valuation Estimate								\$2.29	

Notes:

- Discount rate of 8%
- To achieve downside case, shares issued at current share price
- Medium case shares issued in 3 tranches at an average price of \$1.13
- Upside case shares issued in 3 tranches at an average price of \$2.36
- Capital to be raised in subsequent cases, reduced by prior case
- Assumed that any in the money warrants/options would reduce the required capital to be raised and would have a roughly neutral impact

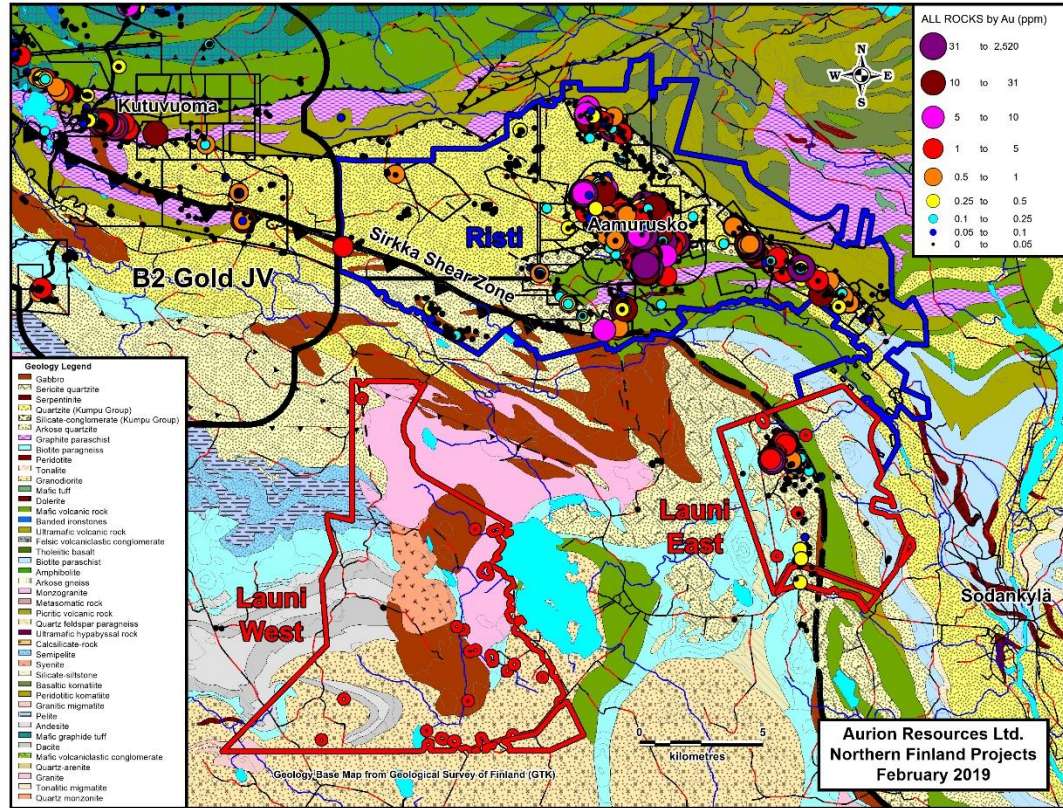
Source: RCKS Estimates

Figure 2: Launi Outcrop



Source: Company Reports

Figure 3: Launi Overview



Source: Company Reports

Figure 4: Visible Gold at Launi



Source: Company Reports

Figure 4: Comparable Companies

Company	Ticker	Price (C\$/sh)	YTD Perf.	Shares (M)	Mkt. Cap C\$M	Cash C\$M	Debt C\$M	EV C\$M	US\$EV/ha
Aurion Resources Ltd.	TSXV:AU	\$1.30	19%	69	\$90	\$13	\$0	\$77	\$0.0005
Dragon Mining Limited	SEHK:1712	\$1.04	-17%	139	\$144	\$3	\$5	\$147	\$0.01334
Rupert Resources Ltd.	TSXV:RUP	\$0.99	-8%	125	\$124	\$8	\$7	\$123	\$0.00318
Nordic Gold Inc.	TSXV:NOR	\$0.07	-38%	196	\$13	\$4	\$1	\$9	\$0.00116
FireFox Gold Corp.	TSXV:FFOX	\$0.28	-8%	29	\$8	\$1	\$0	\$7	\$0.00003
Mawson Resources Limited	TSX:MAW	\$0.26	33%	142	\$37	\$8	\$0	\$29	\$0.00135
Median									\$0.0014
Average									\$0.0038

Source: RCKS Estimates, Capital IQ

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Company Name	Ticker Symbol	Disclosures
Aurion Resources Ltd	TSXV:AU	1,2,3,4

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