

## Gemdale Gold Inc: Update from the Chairman

May 25<sup>th</sup> 2021

Dear Fellow Shareholders,

In this inaugural letter to shareholders of Gemdale Gold Inc, I am pleased to report significant progress made by the company in the past few months. The company has continued to advance its portfolio of gold exploration projects in Finland, and we now have an impressive array of projects, each offering investors an opportunity to benefit from potentially significant discoveries. We have relocated the company domicile to Canada and successfully completed an equity raise of just over C\$2m at a price of C\$0.50/share. Total commissions and fees amounted to just C\$1600, or an aggregate cost of just 0.08%. No warrants were issued. The number of shares now issued and outstanding is 11.764m.

Having closed the financing, the company is forging ahead rapidly. We have already undertaken an IP “Induced Polarization” geophysical survey and completed a new, first phase diamond drilling campaign at the flagship **Pontio** gold project in Central Finland, with the cores being logged and assayed currently. This program was undertaken over the past couple of weeks, with eight holes being drilled for a total of 1259 meters. The holes were drilled in-between previously drilled wide-spaced sections, at depth to chase higher grade known mineralization and to extend the known strike length, as well as testing IP geophysical targets. We await assay results and detailed geological interpretations of the cores drilled. Subject to the results, drill availability, and available funds, a second program at Pontio will follow later in the year.

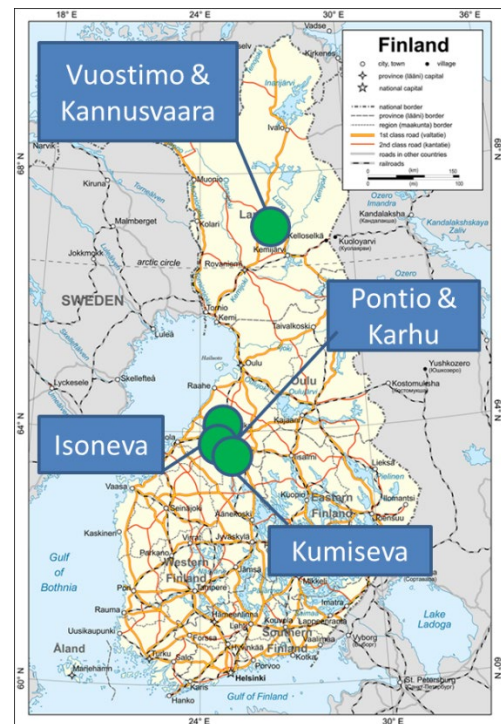


Figure 1. Gemdale's Portfolio of Projects in Finland

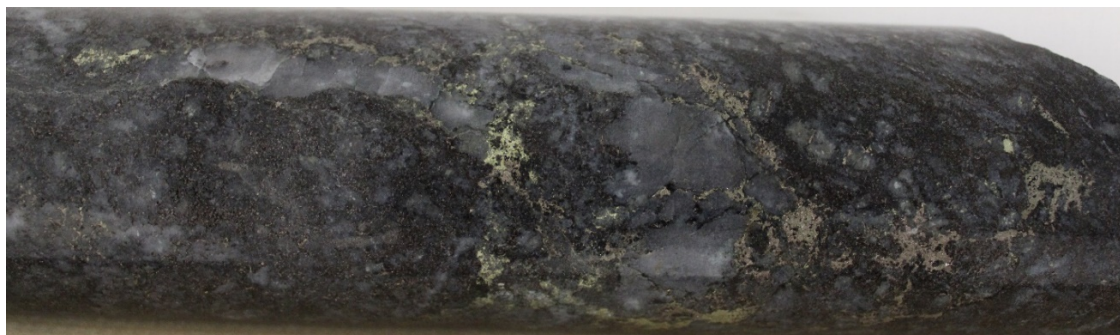


Figure 2. Drill Core from One of the New Holes in the Pontio 2021 Exploration Program; Assays Pending

Suite 2500, 700 W Georgia St, Vancouver, BC V7Y 1B3, Canada

Our **Isoneva** project, also in Central Finland, is the subject of an earn-in deal with our partner, Centerra Gold Inc, a large Canadian gold producer. At Isoneva, we have continued target generation efforts utilizing mapping, shallow geochemical “base-of-till” drilling, and geophysical surveys and interpretation, and have now started diamond drilling to test the targets outlined over the past year or so, with first cores having hit mineralization and now being assayed. The program is fully funded by our partner, and, again, we anticipate first assay results soon.



*Figure 3. Drilling to Test Till and Bedrock Geochemistry Under a Lake at the Isoneva Project*

Desk-top work continues at our other projects, including identifying the best targets for follow-up on our **Kumiseva** PGM-Cu-Ni project area, and also on our large licenses in Lapland, **Vuostimo and Kannusvaara**, which are located close to several important new discoveries such as Rupert Resources’ Ikkari/Area 1 discovery and Aurion Resources’ Launi East discoveries. We plan to undertake fieldwork once the snow melts on these northern properties.

We also continue to make efforts to expand the portfolio of prospective licenses in Finland, and, to this end, we have very recently been able to make applications on some very interesting new ground in northern Finland too. Expect more details in the next couple of months.

Management also has continued preparations for taking the company public (e.g. an IPO or RTO) which we are planning for later this year, including making efforts to expand and enhance our team.



*Figure 4. Core from the 2021 Isoneva Drill Program Showing Strong Sulfide Mineralization; Assays Pending*

So, 2021 is going to be a year of enormous progress for the company, at a time when gold prices are relatively high and, as a result of significant new gold discoveries such as Rupert Resources’ Ikkari/Area 1 discovery, Finland is receiving a high level of investor attention as a new and highly prospective gold frontier in a low risk jurisdiction with advanced infrastructure. We look forward to receiving assays from the drill programs, undertaking more fieldwork in Lapland and other locations, expanding our portfolio further, and also to a successful go-public event later in the year.



Our team is working hard to push the projects ahead quickly, despite the current restrictions caused by the COVID-19 pandemic. On behalf of the entire team, both in Europe and over in North America, I thank you for your support and look forward to relaying the results of our efforts at regular intervals as we move through the year. Please don't hesitate to get in contact with us – I have included my contact details below along with those of Paul Durham, Head of Investor Relations.

Yours faithfully,

A handwritten signature in black ink that reads "Patrick Chidley".

Patrick Chidley, CFA, ARSM

Executive Chairman

+1 917 991 7701

[pchidley@3ppb.com](mailto:pchidley@3ppb.com)

Investor Relations Contact:

Paul Durham, Head of Investor Relations

+203 940 2538

[pdurham@3ppb.com](mailto:pdurham@3ppb.com)

**Qualified Person:**

The technical content of this update has been reviewed by David Pym, CGeol, who is a qualified person within the meaning of National Instrument 43-101 and a consultant to Gemdale Gold Inc.

**Forward-Looking Statements:**

This presentation has been made available for persons interested in the background and activities of Gemdale Gold Inc. ("Gemdale Gold"). This presentation contains forward looking information and Gemdale Gold cautions readers that forward looking information is based on certain assumptions and risk factors that could cause actual results to differ materially from the expectations of Gemdale Gold. Readers should not place undue reliance on forward looking information. The operations of Gemdale Gold are in the exploration stage only and there is no known mineral resource at this time. There is no assurance that a mineral resource will be discovered or that any mineral resource which is found may be produced on a technical or economic basis.

---

Suite 2500, 700 W Georgia St, Vancouver, BC V7Y 1B3, Canada