



Gemdale Gold Inc: Update from the Chairman

November 1, 2024

Dear Fellow Shareholders,

As I am sure you are all aware, gold prices have continued to reach new highs over the past few months, and the gold price, again, just hit another all-time high of almost US\$2800/oz. This clearly bodes very well for the value of our Company. Although still a slow process, fresh capital has entered the junior gold sector, and we have noticed some rerating of shares of listed exploration and small producer companies, with several having doubled or tripled mainly as a function of pure re-rating. Another Finland-focused peer group company completed its IPO during the summer, Mawson Finland Ltd (market cap ~C\$50m), with shares almost doubling on the first day of trading. Although there is still a long way to develop into a bull market in gold equities, timing to go public, therefore, is much better than at any point over the past few years.

Gemdale Gold Inc has been working on preparations to go public over the past few months, since we were able to raise a small amount of fresh equity capital in the summer - just over C\$380,000. The Board has considered several different offers in terms of potential financing deals over the past half year or so, and, after extensive review and several negotiations, the Board can report that we have decided on a route to going public. We have signed a Letter of Intent, and we now are finalizing agreements to utilize a shell company, which we have selected as the vehicle to go public on Canada's TSX Venture Exchange, subject to satisfying all applicable requirements. Pre-filing checks with the Exchange have been initiated already. This shell company comes with some strong, well-known Canadian market participants as shareholders, and we feel confident that this will assist us in raising the money we need to fund the Company as a publicly listed entity, in order to pursue our objective of drilling out our flagship Pontio Gold Project to deliver a large gold resource there, as well as to advance other projects in our high quality Finnish exploration portfolio.

We are also finalizing discussions with a well regarded Canadian broker to assist in raising the funds we will need and working on the associated regulatory and other issues which are required in the process with our lawyers and advisors. We are reaching out to larger institutional investors who could be interested in becoming shareholders as we go public, to make sure they are well informed about the opportunity to invest at our go-public event, which we currently plan to complete very early in 2025.

Operationally, whilst we have not had the funds to pursue intense exploration activities recently, I have just returned from a visit to Finland with fellow director, Dr. Toby Strauss, where we hosted some potential partners for our non-gold projects which, as you may remember, are located both in central Finland and also in Lapland. The visit proved highly interesting and encouraging, and also helped with my understanding of both the excellent infrastructure and ease of access and operating on our projects in Finland (a significant advantage vs. most other areas where gold and copper exploration is being

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undertaken), and the immense geological potential of our licenses. Each visit we made to our properties was rewarded with surface evidence of copper mineralization, which was remarkable, given the relatively underexplored nature of the ground, the short time we were there and the lack of significant amounts of outcrop or even boulder material. We hope to hear back soon from the potential partner, and hope that we can negotiate a win-win deal for both parties so that more intense exploration on these properties (including Vuollosvaara, Paksuselka, Palkisvaara in Lapland and Nuotti and Pera in central Finland) can begin.



Figure 1 Rock Sample from Boulder on Paksuselka License showing Abundant Copper Oxide Mineralization

While we are now extremely close to going public, with a substantial concurrent capital raise planned, we are cognizant of making sure we maintain a strong balance sheet. Hence, the Board has decided to raise a small amount of additional cash immediately, a further private tranche or “top-up” financing, to ensure we have sufficient funds to get through the listing process over the next couple of months. This will help us to prudently keep the company’s treasury strong enough to cover unforeseen eventualities or delays in completing the larger fund raise and go-public process. While we cannot currently predict the terms of the larger raise, in terms of price and availability, we can confirm that the current private tranche, open right now, for the top-up financing will be limited to the same price as our last 3 financings – at C\$1/share. We will be contacting you again in the next week or two about making a small investment in this top-up financing round that will help ensure we can meet our near term goal of getting the company listed and raising the funds to significantly advance the Pontio project.

If you would like to subscribe, in the meantime, please let us know as soon as possible and we will send you a subscription agreement. Thanks very much for your continuing support.

Lastly, a reminder; Gemdale Gold is one of the leading exploration companies operating in Finland and we believe we are best positioned to quickly deliver a new major near-surface gold deposit in the country. It is worth highlighting again what Gemdale offers and why it is an excellent investment opportunity right now :

- **Low, private market, pricing** with a market valuation of only C\$13.2 million. Peer group companies with assets in Finland including Aurion Resources, First Nordic Metals and Mawson Finland are being valued at C\$50 million to >C\$100 million;
- **Finland focused:** Tier 1, low risk jurisdiction (similar to Canada),

- **Carefully selected, high quality portfolio** of exploration assets –
 - with both gold and critical metals projects, and including both higher grade (Isoneva and Savo projects) and large scale, low grade (Pontio) gold projects,
 - 100% owned with no royalties and no payments to acquire assets needed (beyond government mandated fees);
- **Flagship property, Pontio Gold Project, is a rare large scale gold system :**
 - **Near surface, large scale gold system** – over 4km of strike length, most of which appears to be mineralized and up to 100m in true width; a large scale, low grade target with similarities to other large low grade gold deposits such as Montage Gold’s Kone project in Ivory Coast (proven and probable reserves of 174 million tonnes at a grade of 0.72g/t);
 - **Relatively advanced stage** : Over 10,000m of drilling has been undertaken so far. The main M2 target has been delineated and needs infill drilling. With sufficient funding, first resource could be declared within 18 months; a PEA level resource may only need C\$2-3 million of drilling;
 - **Significant expansion potential** - While near-surface, it also has great depth potential (as a Proterozoic orogenic gold system), plus strong district potential for building further resources;
 - **Mining friendly district** : Pontio benefits from being located in an existing mining district with excellent infrastructure including low cost electricity, roads, rail, deep water ports, abundant local services and highly skilled labor. This factor is absolutely KEY to why Pontio is amongst the best new gold projects anywhere in the world. Further differentiating the project from others in Finland and also other Tier 1 jurisdictions, Pontio is located far to the south of reindeer herding grounds (which impact some other projects in Artic Finland), has no First Nations concerns and does not impact any special environmental areas;
- **World class experienced team** covering both geology and operations as well as capital markets, with 7 years of successful operations as a private company so far.

So, we have a very strong business, with highly valuable assets, located in a particularly mining friendly and infrastructure-rich area of one of the few low risk jurisdictions in the world. The funding we will be seeking at the go-public major financing event should be enough to allow the Company to quickly make the leap to the next major milestone: 100% owner of a large, near surface gold resource in Finland. We believe the business will be valued significantly higher once trading as a public company.

We are confident that the Company’s listing process will be successful and look forward to reporting further on that in the coming weeks. Once the major financing is done at the go-public event, we are ready to hit Pontio with a significant new drilling program to infill and expand the M2 trend as well as investigate the district for additional accretive discoveries and push ahead on our other projects in Finland.

Yours Faithfully,



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Qualified Person and NI 43-101 Disclosure

Dr. Toby Strauss (CGeol.; EurGeol.), a Director of Company, is the Qualified Person as defined by National Instrument 43-101. Dr Strauss has verified the data supporting this letter and is responsible for the accuracy of technical information contained in this letter.

More About Gemdale Gold

Gemdale Gold Inc. is managed by an experienced team of mining industry professionals and owns a portfolio of carefully selected, highly prospective exploration projects in Finland and is focused on making significant new discoveries on these properties. The Company's projects (see map in Figure 2 for locations) include:

- **Pontio**, in Western Finland, where Gemdale is expanding the known gold mineralization along a 5km trend with true widths of up to 100m and believes Pontio may be one of the largest new gold discoveries in Finland.
- **Isoneva**, also in Western Finland, where Gemdale is exploring for the source of high-grade gold found in extensive nearby boulder trains. The last drill program intersected high grade gold in several holes near surface within significant BOT (base of till) anomalies, including 17.94m at 4.3g/t and 3.5m at 8.7g/t (see press releases dated [January 6th 2022](#) and [November 10th 2021](#)).
- **Lapland (Northern Finland)**, in one of the most attractive and exciting new areas for gold and copper-nickel exploration in the world. Gemdale has a group of licenses under application,

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located close to other discoveries (both gold and other metals) of major significance in Lapland. The Company has the following exploration permit applications including the Paksuselkä, Hilkunavaara, Molkankummut, Vuollosvaara and Palkisvaara permit applications. Vuollosvaara contains a 16+km linear copper anomaly which needs to be followed up, and abundant surface copper mineralization in outcrop and boulders. Paksuselka also contains copper mineralization in surface outcrop and boulders and gold grades of up to 12.5g/t have been noted in outcrop samples.

- **Kumiseva**, in Western Finland, where Gemdale has identified a group of very interesting copper-nickel-platinum-palladium prospects. The Nuotti exploration permit and the Perä Reservation have been granted and exploration work commenced in 2023. Gemdale is considering following up on drilling that was done in the 1980's by the Finnish government, which was successful in intersecting near surface copper-PGM mineralization including 12m grading 1g/t precious metals (platinum, palladium and gold) + 0.42% copper (see press release dated [May 15th 2023](#)).
- **Savo**, in southeast Finland, is a highly prospective reservation area containing an existing high grade gold deposit with a historical resource of 276koz at a grade of 2.7g/t completed by another company (see press release dated [May 15th 2023](#)). The Gemdale team believes there is strong potential resource upside.

STRONG & DIVERSE PORTFOLIO OF PROJECTS

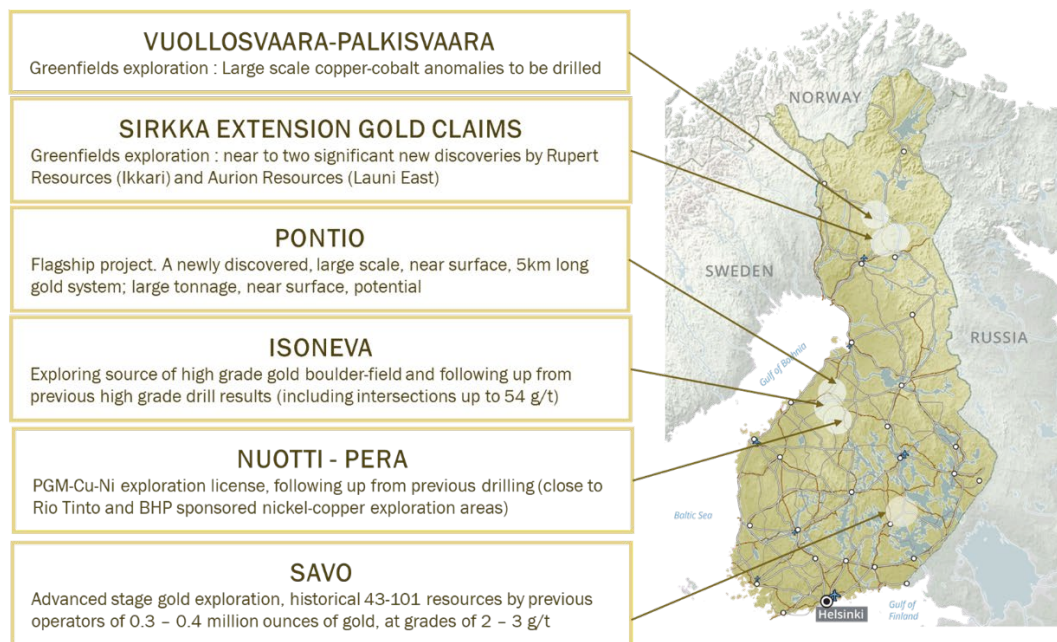


Figure 2 Map of Gemdale Gold's Project Locations



Forward Looking Statements:

Securities regulators have not reviewed the information disclosed in this letter and no securities regulator accepts responsibility for the adequacy or accuracy of this letter.

This letter contains forward-looking information and the Company 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 the Company. Readers should not place undue reliance on forward-looking information. The Company's operations are in the exploration stage only and there is no actual mineral production.