



Expanding the universe of exploration capital.

Analyst Note

By **Éric Lemieux**, MSc, P.Geo
Mining & Exploration Analytics
eric.lemieux@peartreesecurities.com

August 30, 2016

Azimut Exploration Inc. (AZM-V) **Eastmain Resources Ltd. (ER-T)**

Results from Éléonore South

Event: Azimut and Eastmain announced results from the summer 2016 surface prospecting program on the Éléonore South project in James Bay, Québec.

Impact: Positive. High-grade prospecting results enhance upcoming 5,000m drilling program at Eleonore South gold property and confirm tonalite-metasediment contact as prime exploration target.

Analysis

- **On August 29, 2016 Azimut and Eastmain announced initial exploration results of a recently completed surface prospecting program on the Eleonore South Property in the James Bay region of Québec.**

High-grade grab samples collected during a 14-day program on the property, located ~12km from Goldcorp's Eleonore mine, ranged from 11.65 g/t Au to 142 g/t Au attesting to the area's gold endowment. The Éléonore South property is composed of 282 claims covering over 14,760ha with a 3-way JV formed in 2006 by Azimut (26.57%), Eastmain (36.72%) and Les Mines Opinaca Ltée, a wholly-owned subsidiary of Goldcorp Inc (36.71%). Azimut is currently the operator on the project that is strategically positioned near the Eleonore gold mine and the Sirios Resources Inc. (SOI-V) Cheechoo project (see Exhibit 1). Recall that on June 16, 2016, Azimut and Eastmain announced the launch of a \$2M work program (including 5,000m of diamond drilling) on the Éléonore South Property with JV partner Goldcorp Inc. (see June 17, 2016 Analyst Note).

www.peartreesecurities.com

This document has been prepared for general information purposes only and should not be considered a solicitation to purchase or sell securities. Any opinions or analysis herein reflect the views of the Analyst as at the date appearing above, and are subject to change without notice. The information contained in this document is derived from sources we deem to be reliable, but cannot be guaranteed. PearTree Securities Inc. ("PT Securities") and/or its affiliates and/or any of their respective officers, directors, and representatives (collectively "PearTree"), shall not be held liable for any loss or damage resulting from the use of the information or the implementation of the recommendations contained herein. PT Securities is registered as an Exempt Market Dealer. PT Securities is a subsidiary of PearTree Financial Services Ltd., an unregistered firm that consults to charities on tax and other matters related to a flow through share donation program. Peartree may, in exchange for remuneration, participate in the financing of companies mentioned in this document. Peartree and members of their families may hold positions in the companies mentioned in this document and may buy and/or sell these stocks on the market or otherwise.



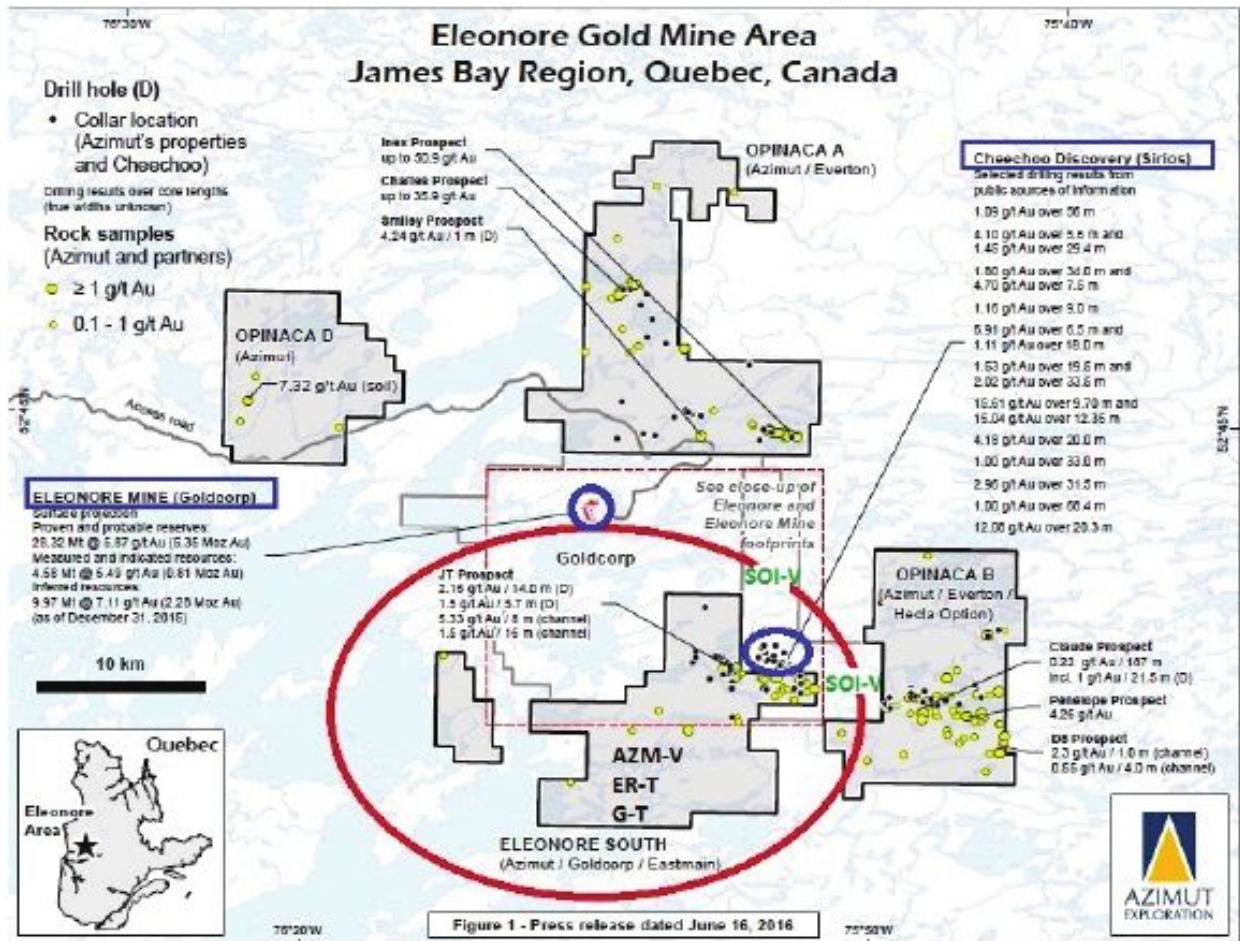
PearTree

- **Within possible strike extension of Cheechoo discovery and on potential new mine trend:** The prospecting results (404 grab rock samples) have confirmed the exploration potential of the 3km-long by 500m-wide corridor identified by soil geochemistry, on strike with the central zone of Sirios' Cheechoo discovery. This corridor extends from the JT Prospect on the Eleonore South Property to the boundary of the Cheechoo property and has seen limited prospecting apart from 2016 and in the period of 2006-2012. Notably, a new gold prospect (FD prospect), including visible gold, has been located ~4.5 km north of the JT Prospect along a tonalite-metasediment contact (see Exhibit 2). This contact appears to be a significant control on the gold mineralization system. Also of interest, high-grade samples collected over a 30m by 20m outcrop (the Moni prospect) included up to 142 g/t Au, 102.5 g/t Au, 51.3 g/t Au, 39.3 g/t Au, 36.5 g/t Au, 34.2 g/t Au, 23.3 g/t Au, 21.6 g/t Au, 19.05 g/t Au, 12.5 g/t Au, and 11.65 g/t Au. Mineralization is mostly related to a strongly altered tonalite with disseminated arsenopyrite and a network of quartz veinlets.
- **Work to continue diligently:** The first 2,500m of a 5,000m diamond drilling program shall commence in mid-September to test the high-priority targets along the tonalite-metasediment interface. Though initial reported results are from selective rock grab samples (essentially from outcrop) and do not represent an average grade over thickness, they do serve to attest to the area's potential gold tenure. We note that Sirios recently reported visible gold for the first time on surface outcrop during an important summer 2016 mechanical stripping program on Cheechoo. The 2016 work program by the JV partners is investigating the tonalite-metasediment contact, as well as the strong Au-As (gold-arsenic) soil anomalies over the main tonalite body and along the contact of an iron formation with a linear tonalite body. **Initial results suggest that Éléonore South may be located within a highly prospective part of the Éléonore mining camp.**



PearTree

Exhibit 1: Éléonore South project location in James Bay, Québec



Source: modified from Azimut Exploration Inc.



PearTree

