



PREDABA UPDATE

FEBRUARY, 2019

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, mineral resource estimates at South Houndé Project, Bondi Deposit and Karankasso Project (Joint Venture with Savary Gold), the potential for open pit 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; Acacia Mining deal has not yet closed; 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 September 30, 2017.

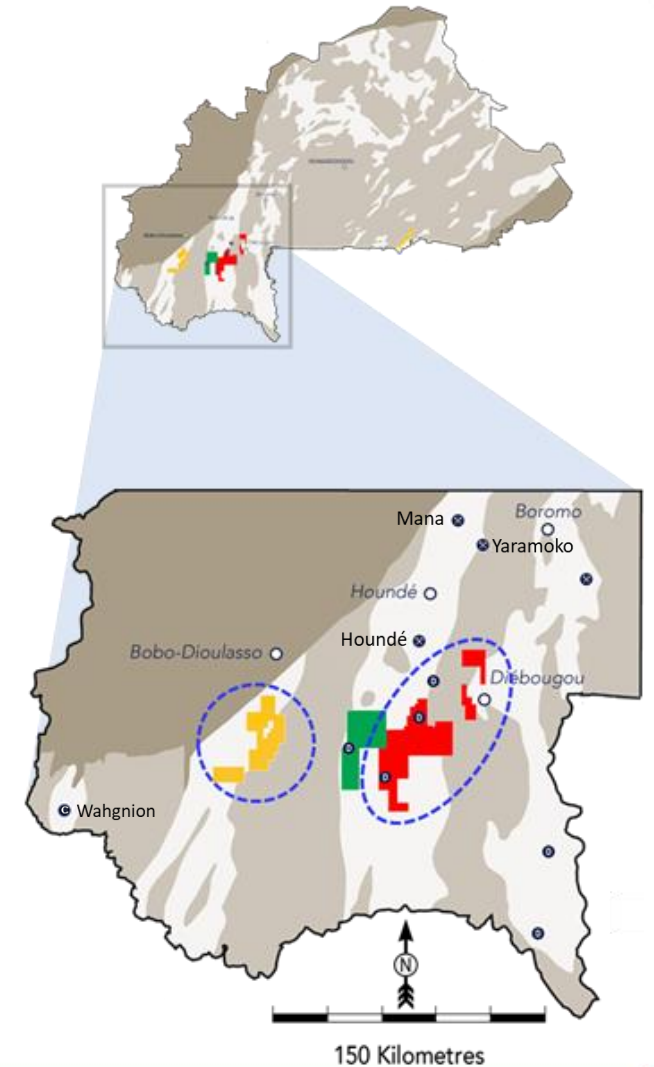
There can be no assurance that any mineralisation that is discovered will be proven to be economic, or that future required regulatory, licensing or approvals will be obtained. However, management believes that the assumptions and expectations reflected in the forward-looking information are reasonable. 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.

An Undervalued Development Story

Outstanding value relative to peers

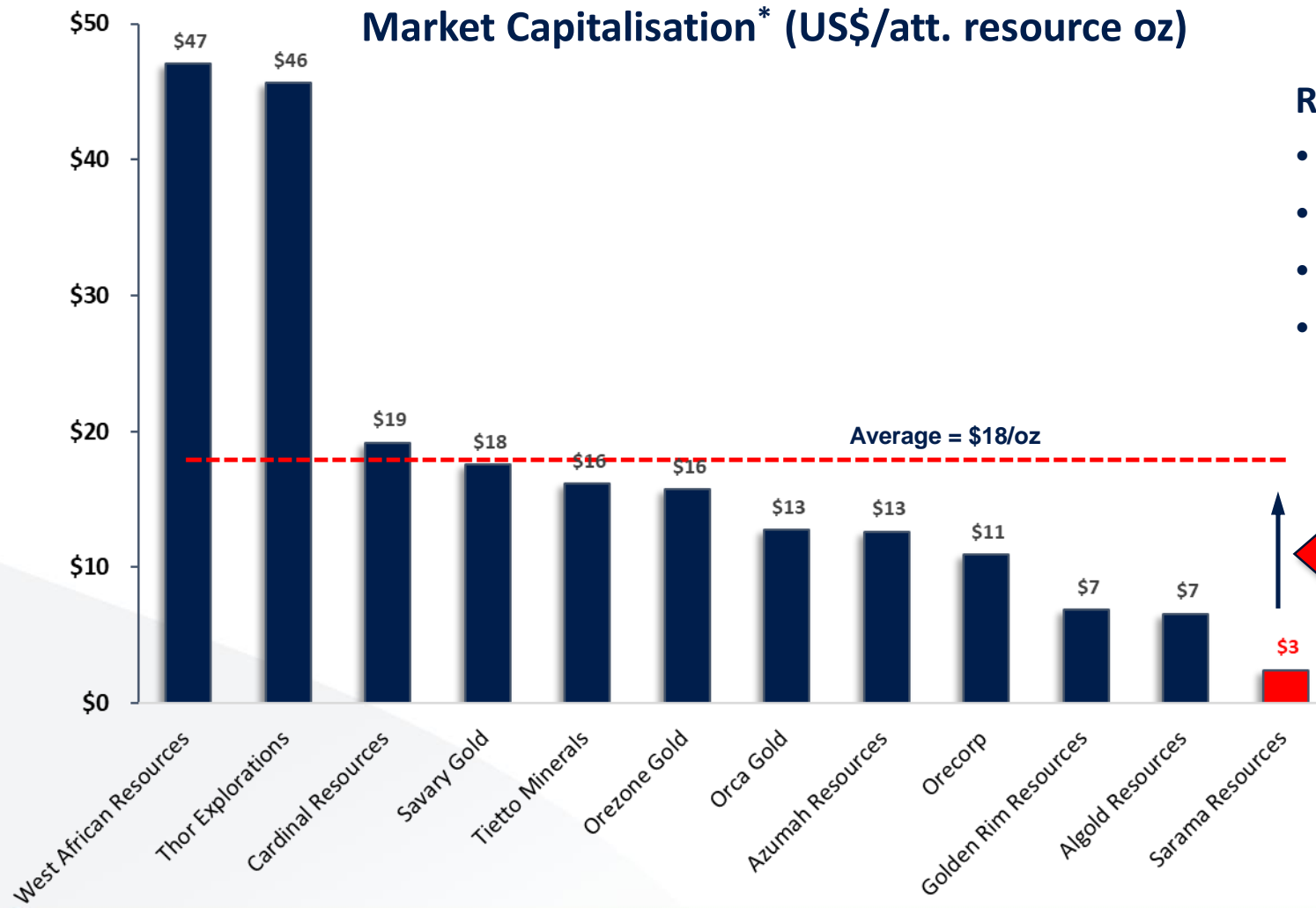
- Regaining **100%** ownership of primary asset
- **Multiple** investment and **re-rate** milestones ahead
- Substantial **optionality** through Development, Exploration & Consolidation
- Two large, 100% owned* project areas in **southwest** Burkina Faso
- Southern Houndé Belt assets cover **1,400km²** and provide:
 - Visibility to **near-term**, high grade, low capex, mine development
 - Solid resource base in excess of **2.5Moz**
 - Highly **accretive** exploration upside with immediate home for ounces
- Second **emerging** project evolving in neighbouring Banfora Belt



1. Refer to slide titled "Additional Technical Details"

* Upon closing Acacia Mining deal and reissue of Djarkadougou permit

Re-rating Opportunity



Re-rate potential:

- **Acacia exit** from South Houndé Project
- **Combining** all of Sarama's Houndé belt projects
- Advancing project up **development** curve
- Exploration delivering **highly accretive** ounces

+6x uplift to reach peer group average
+3x using oxide & free milling only

* Reference date: 18/1/19.

* Chart based on raw market capitalisation divided by stated resource ounces, Cardinal Resources adjusted for deep in-the-money warrants maturing in 2019.

Management And Capital Structure

Andrew Dinning	Chairman & CEO
Sean Harvey	Non Executive Director
Simon Jackson	Non Executive Director
Dave Groves	Non Executive Director

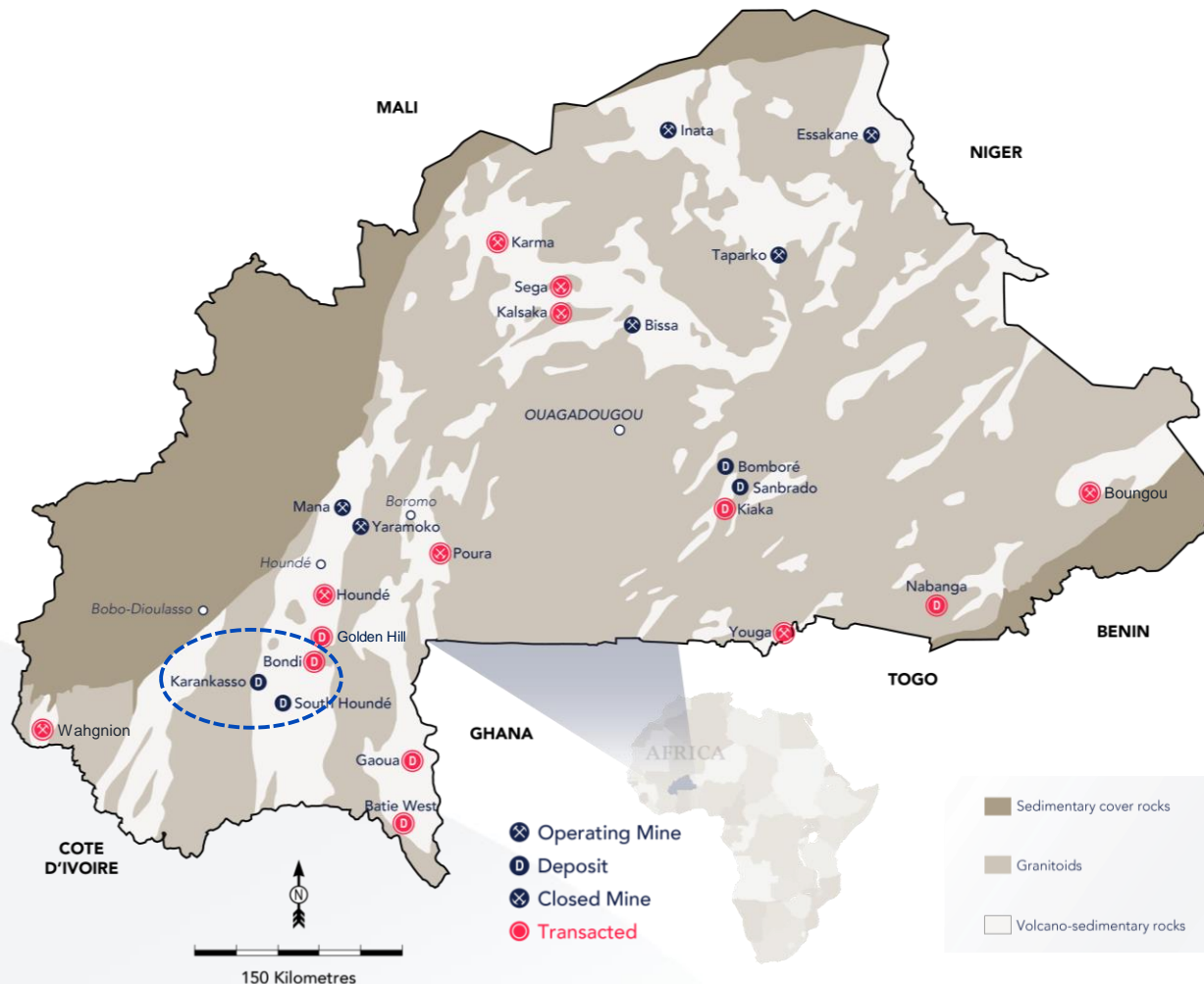
Andrew Dinning	Chairman & CEO
Jack Hamilton	VP Exploration
Paul Schmiede	VP Corp. Development
Lui Evangelista	Chief Financial Officer

TSX-V: SWA	
Common Shares	181,710,402
Warrants	7,000,000*
Options	17,020,000*

MAJOR SHAREHOLDERS	
Management	12%
Sun Valley Gold	15%
JPMorgan	6%
Pala Investment	6%
Orezone Gold	5%

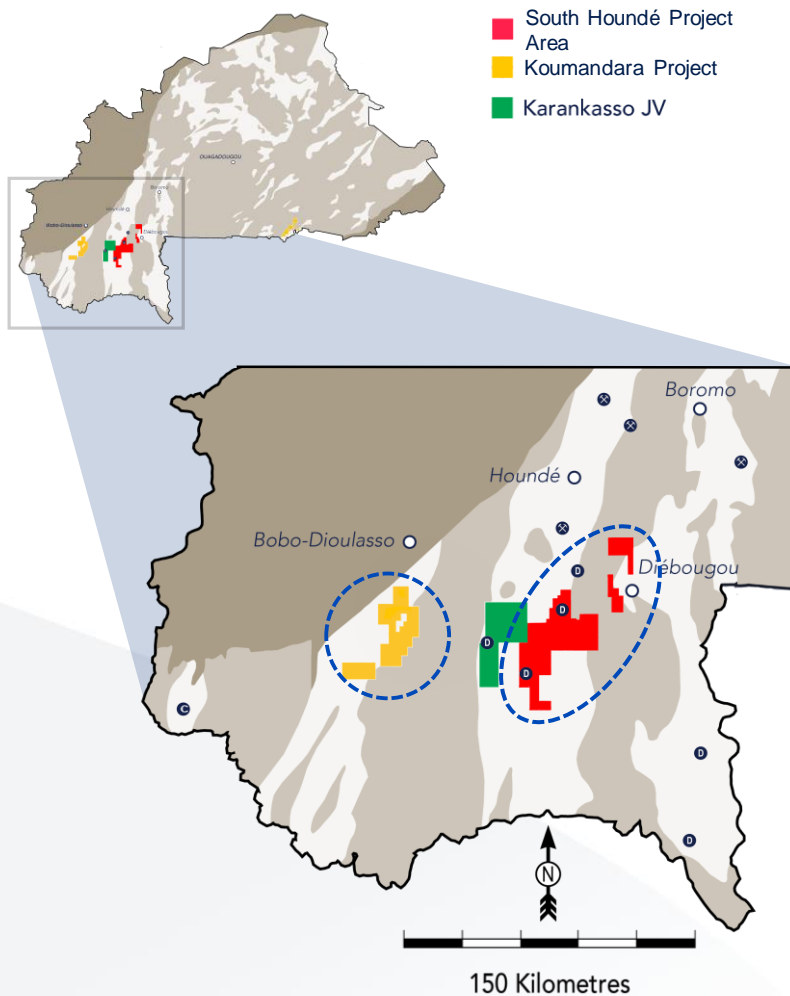
* Excludes 1,075,000 options (C\$0.10) expiring 26/2/19 & 3,615,040 (C\$0.35) warrants expiring 17/3/19

Current & Next Generation of Mines in Burkina Faso



- **12 mines** in operation or under development
- Home to small to intermediate producers who always need to **replace reserves**
- **Many** deposits & mines have **transacted**
- **New project pipeline diminished** due to mine development and decreased exploration
- **Large, high quality** holdings are **scarce**
- **Next-Generation** mines will come from:
 - Brownfields exploration e.g. EDV Kari Pump
 - Deposits like Bondi benefitting from a **new set of eyes, remodelling** and a different **approach**
 - **New discoveries** in underexplored areas like the Banfora Belt and southern Houndé area
 - **Consolidation** to achieve **critical mass**

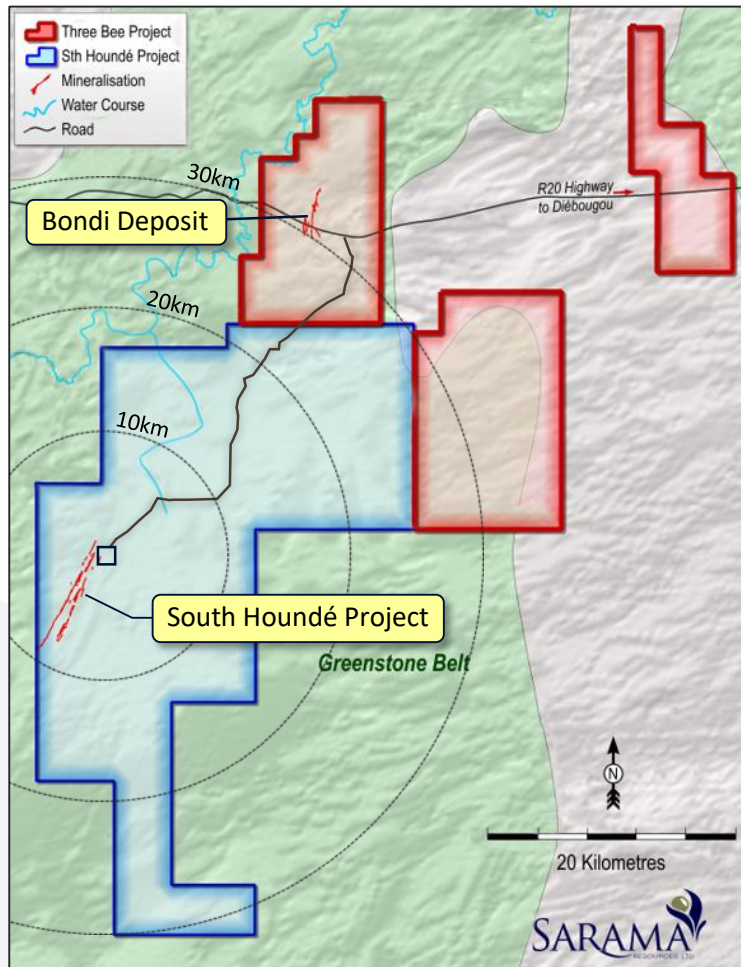
Sarama Interests in Burkina Faso



- Sarama has an established project pipeline ranging from **scoping** level through to **early stage** exploration in the Houndé and Banfora gold belts
- Houndé Belt is **well established**, hosts Endeavour, Semafo & Roxgold mines with **recent discoveries** at Kari Pump (Endeavour) & Golden Hill (Teranga)
- Banfora Belt very **under-explored** and ripe with opportunity
- Sarama **100% owned*** projects cover **2,000 km²** with **+2Moz Au** resources:
 - **South Houndé Project** - **2.1Moz¹** Inf. resource including **0.6Moz** oxide and transition material
 - **ThreeBee Project** - **282koz¹** M&I + **150koz¹** Inf. historical resource on Bondi (adjoining South Houndé Project)
 - **Koumandara Project** - located in Banfora Belt covering **600km²**, early stage exploration has delineated **three +30km** long gold trends up to **5km wide**
- South Houndé & ThreeBee Projects provide **visibility to mine development** with several different development options including **heap leach** or CIL

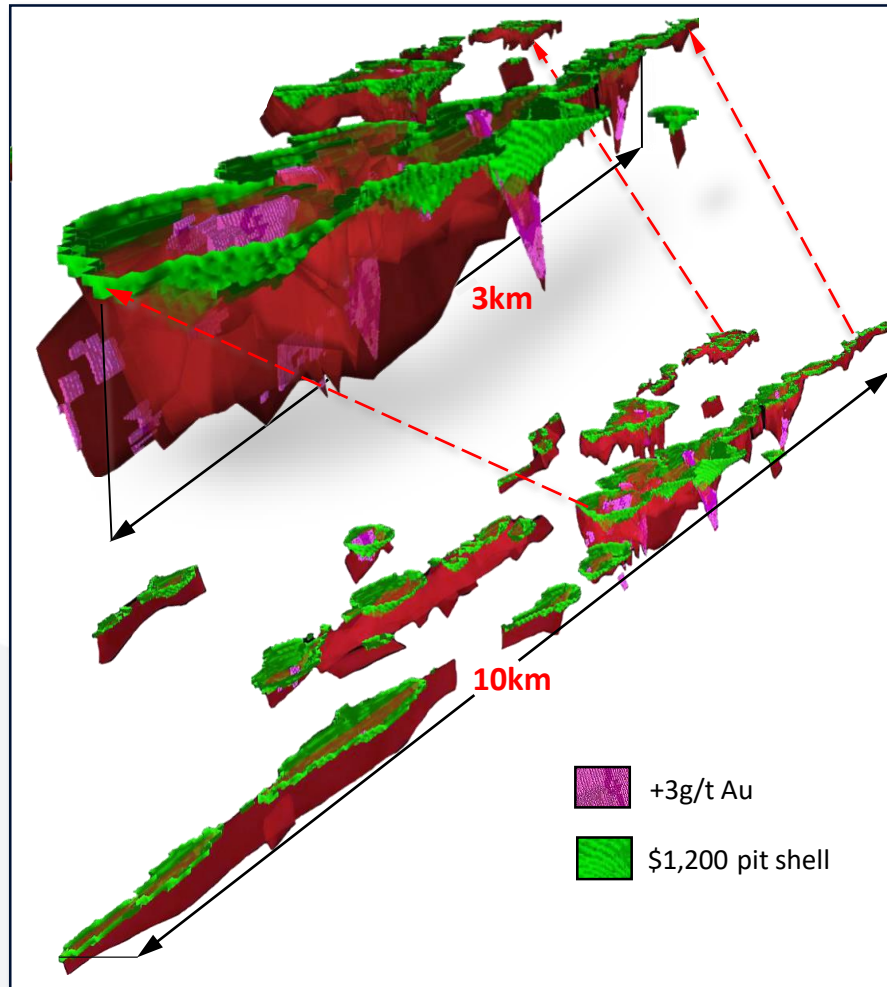
1. Refer to slide titled "Additional Technical Details"

Southern Houndé Area Development Concept



- **Concept** work indicates scope for a **high-grade, high-return, simple, oxide-focussed heap leach** development
- Ore feed sourced from South Houndé oxide & transition plus Bondi
- **Indicative** heap leach **metrics** based on current resources:
 - **High, 1.7g/t** LOM average head grade
 - **Low CAPEX** and low OPEX
 - **70-80koz/yr** Au average production for the first 4 years
 - **High IRR** & scope for **rapid payback** (12mth) @\$1,200/oz Au
- Any **addition** to resource base will be **highly accretive**
- Option study planned to assess wide range of alternatives available
- **Scope** for **Stage 2** incremental expansion in the longer term
- Near term exploration is **focused** on **oxide & free-milling** material to **boost** project life and/or output

South Hounde Project

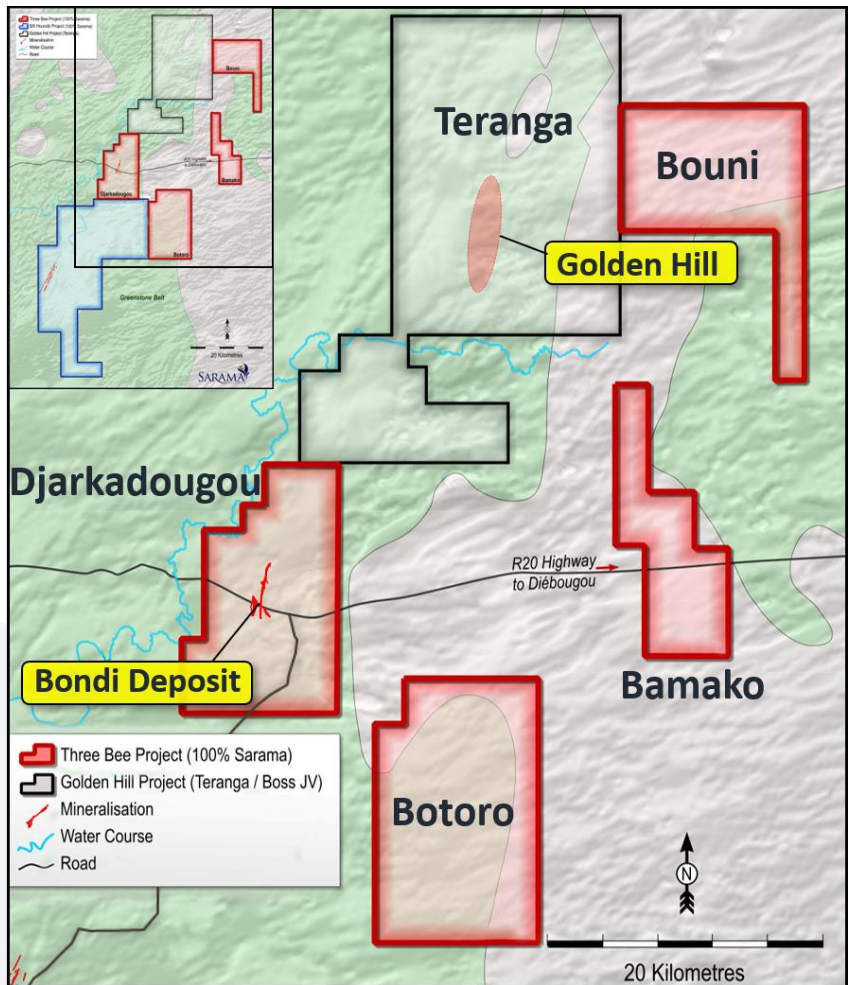


- Inferred Mineral Resource of **2.1Moz @ 1.5g/t Au¹**
 - **Oxides & transition** total **611koz @ 1.2g/t Au**
 - **High grade** component of **1.1 Moz @ 2.7g/t Au²**
- Extensive metallurgical work undertaken with a number of economically **viable flow sheets** identified
- **Oxide** resource material yields Au recoveries of **93%** using CIL
- **87%** Au recovery in oxide **column leach** test with rapid leach kinetics
- Project **framing work** is focused on oxide & transition resource for 1st phase of development utilising either a heap leach or CIL flow sheet
- **Near-term** exploration is targeting a **30% increase** in oxide material to further boost economics and **extend project life**
- 2nd phase of development will focus on fresh material which yields **91.5%** recovery with oxidation circuit +CIL – **high ROM grades**

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

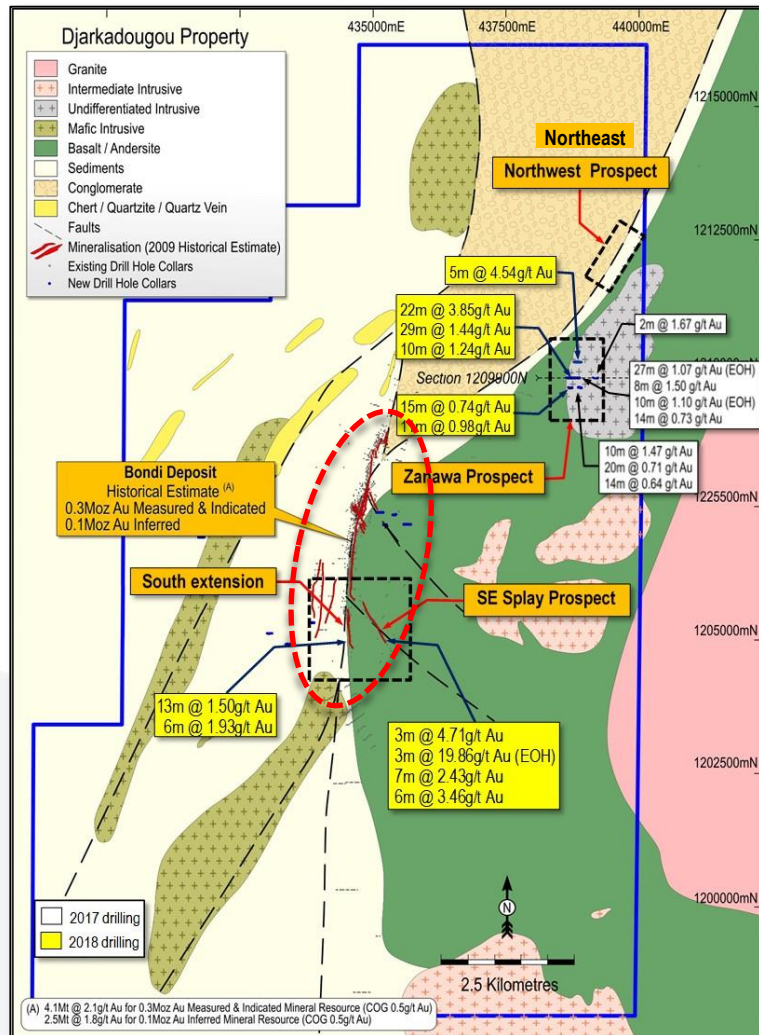
2. 12.1Mt @ 2.7g/t Au for 1.1Moz Au reported above 1.6g/t au cut-off

Regional Resource Growth - ThreeBee Project



- Covers **660km²**, **100%** owned and geologically well positioned
- **Adjacent** to the South Houndé Project and **proximal** to Teranga Gold's Golden Hill discovery
- **Key** part of Sarama's southern Houndé **development** plans
- Bondi Deposit is **free-milling**, has high recoveries and will provide **high-grade** ROM feed
- Re-targeting on Djarkadougou (Bondi) has generated **new discoveries** which will be **highly accretive** when developed
- Bamako is a **high-grade**, stacked gold-quartz vein system up to 3km in length
- Scout drilling at Bamako returned excellent results with intercepts including **15m@6.2g/t Au**

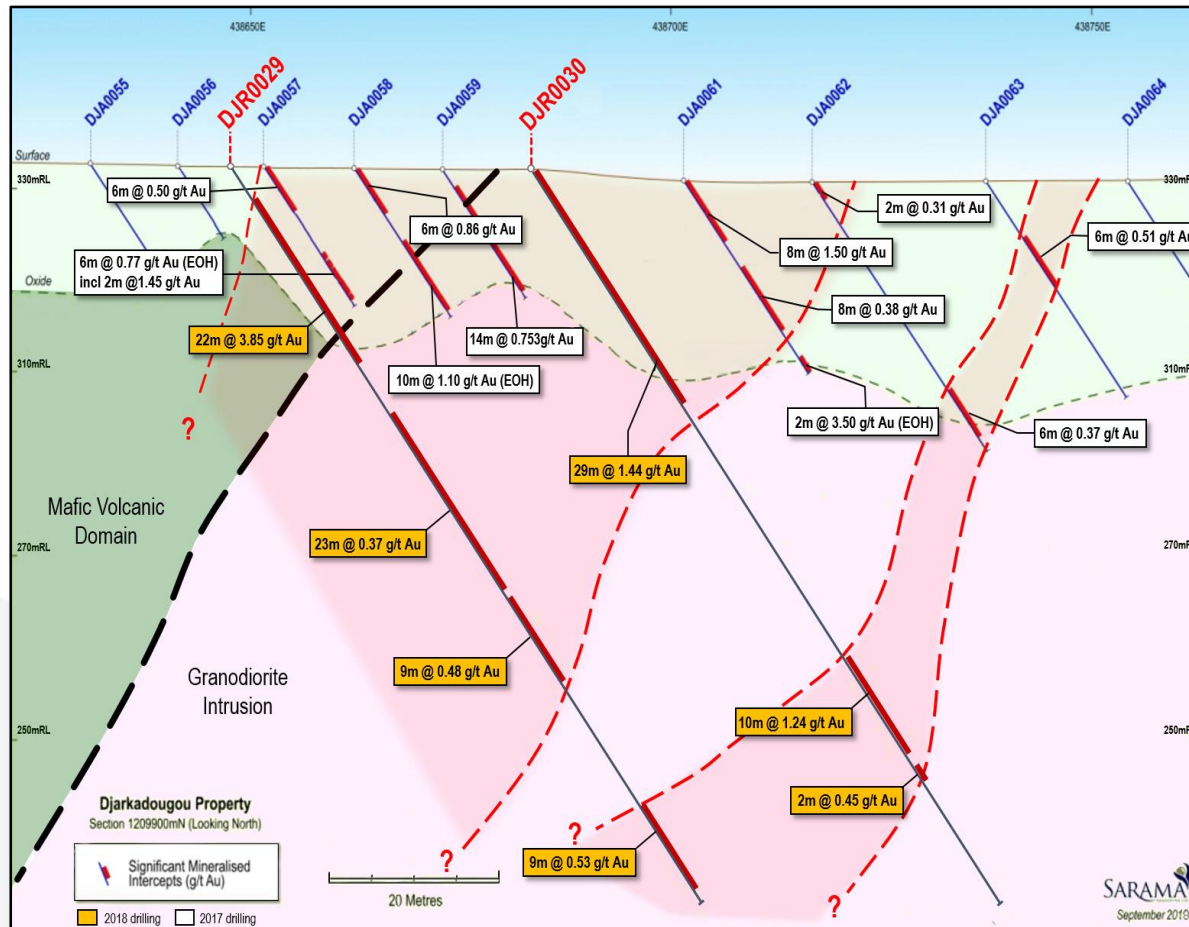
ThreeBee Project - Djarkadougou Permit (Bondi)



- Historical mineral resource estimate¹ of **282koz Au M&I plus 150koz Au Inferred**
- Short term focus to **add** resources for near-term development
- Bondi deposit has **excellent** characteristics including:
 - **High quality** ROM feed expected at grades of 2.5-3.0g/t Au
 - **Free milling** with recoveries of **97%** in oxides & **91%** in fresh
 - **Trucking distance** from **South Houndé Project**
 - Deposit **open in several directions**
- Initial testing of depth and strike extensions on the Bondi Deposit has yielded encouraging results including:
 - **Depth extensions** to the southern portion of resource zone
 - **Strike extensions** on SE splay off the mineral resource zone
 - **High grade** intercepts including **3m @ 19.9g/t Au (EOH)**

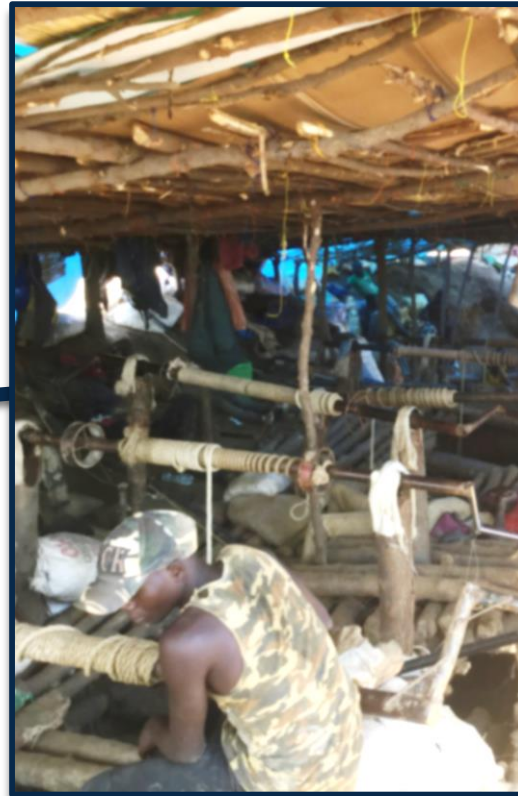
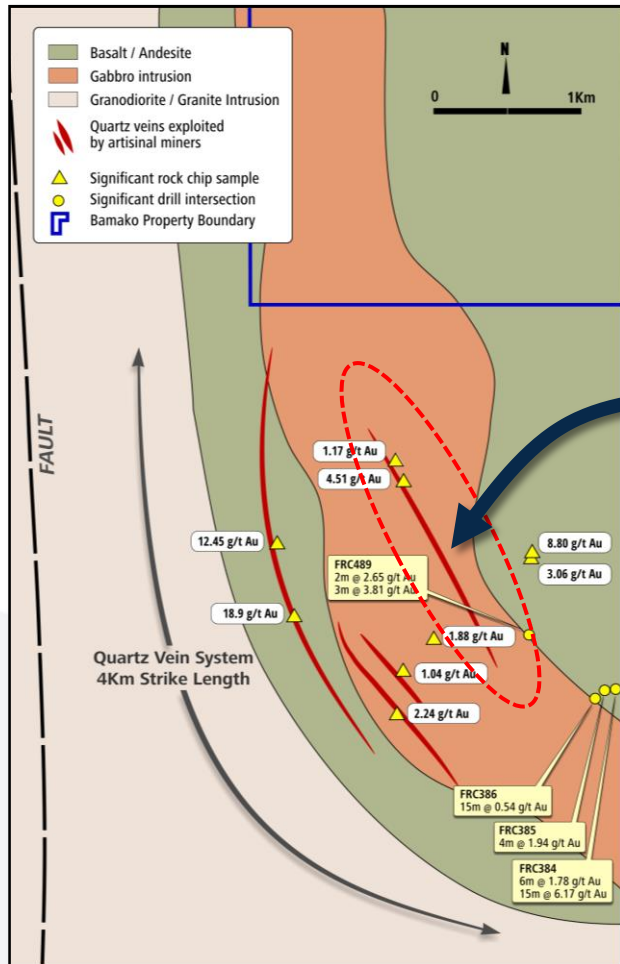
1. For further details refer to slides titled "Additional Technical Details"

Djarkadougou – Zanawa Prospect



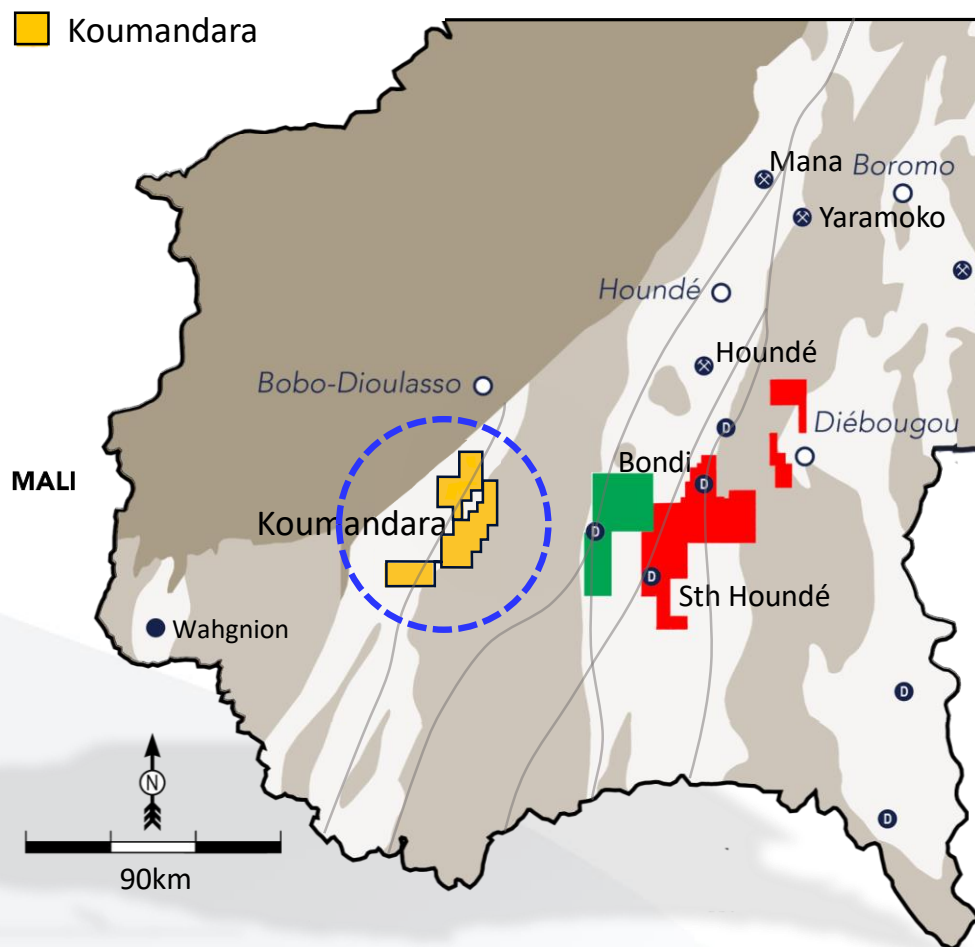
- **New discovery** situated **4km NE** of Bondi Deposit
- **Wide** drill intersections in **oxide** and fresh with potential to add resources
- **Scout** AC & RC drill program yielded **encouraging** near-surface results including:
 - **22m @ 3.85g/t Au** from **5m**
 - **29m @ 1.44g/t Au** from **1m**
 - **5m @ 4.54g/t Au** from **15m**
- Mineralisation extends **>1km strike**
- Proximal to **volcanic-intrusive contact**
- Silica-pyrite-sericite-albite **alteration** present
- Additional geochemical and geophysical target zone **2km N-NE** from Zanawa remains **untested**

Bamako – New High Grade Zones Identified



- ~20km east of the **Bondi Deposit**
- Forms part of regional development plan
- **High-grade** quartz-vein system
- Stacked gold-quartz veins **+3km** in length
- **Significant** artisanal **workings**
- Rock chip sampling returned up to **18.9g/t**
- Gold-in-soils returned up to **13.6g/t**
- Scout drill intercepts include **15.0m @ 6.17g/t Au**
- New **drill program** planned

Exploration Optionality – Koumandara Project



- **602km², 100% owned** early stage exploration project
- **Good access to infrastructure** – Bobo & power grid within **30km**
- Gold mineralised corridor overlies a **45km-long** section of a **district-scale litho-structural break**
- **High grades** encountered in reconnaissance work including **10g/t Au** in **RC & Auger** drilling and **2.6g/t Au-in-soil**
- Geological characteristics similar to those associated with gold in the Houndé belt
- Anomalism is coincident with:
 - ✓ **Regional break** with **cohesive, high-tenor Au** soil & auger anomalies
 - ✓ Major **structural features** and **contrasting** volcano-sedimentary lithologies with late-stage **intrusions**
 - ✓ Major artisanal mining centres

Next Steps

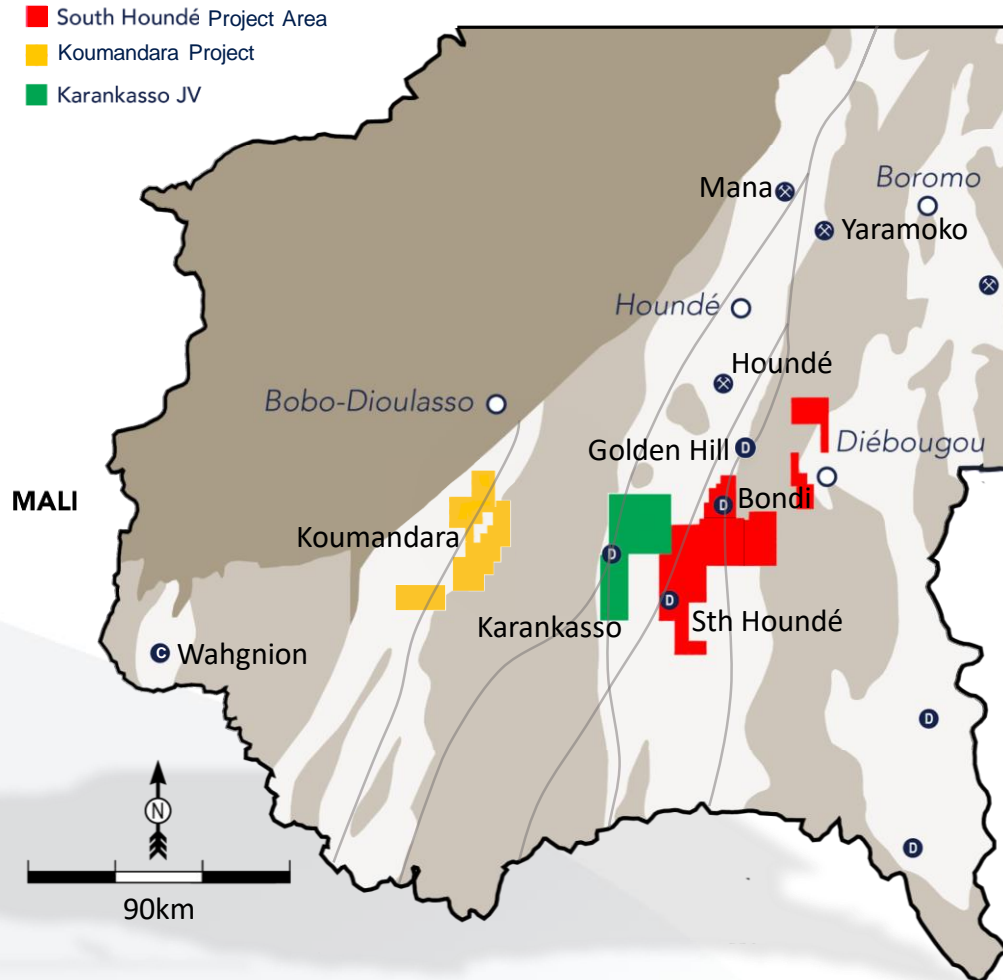
Project Development

- Complete **project framing** and **option study** with South Houndé and Bondi ounces
- Initiate **technical** support work including metallurgical and resource work
- Initiate **scoping study** on preferred development route
- Complete **PFS** on development project
- **Concurrently**, run **resource development** program to firm up and **expand** existing inferred and historical ounces on South Hounde and Bondi

Corporate

- **Close** Acacia deal and make first US\$750k payment
- Explore and assess **funding** options for **development**

Compelling Option Value In Multiple Areas



- **Attributable Ounces**
 - **2.8Moz¹ Au** and **continuing to grow**
- **Development Value**
 - Development concept **back-stopped by heap leach**, studies being undertaken to determine best development path
- **Exploration Value**
 - **Pipeline** of exploration assets in **geologically attractive** gold belts
- **Scarcity Value**
 - **Quality & size** of land position is difficult to replicate
- **Consolidation Value**
 - **Consolidation & addition** to holdings adding **real value**

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

An Undervalued Development Opportunity

- Sarama represents **outstanding value** relative to peers
- Regaining 100% ownership of primary asset presents a **major re-rate opportunity**
- **Two** large, 100% owned project areas in **southwest** Burkina Faso
- Substantial **optionality** through **consolidation & development** of projects and **exploration** pipeline
- Southern Houndé Belt assets have a resource base well in excess of **2.0Moz** and provide visibility to a near-term, **high grade, low capex** mine development with **exceptional** return on capital
- Project framing and option study being initiated to determine optimal development route with a **high return heap leach** forming the base case
- Resource development program to **expand** existing inferred and historical ounces on South Hounde and Bondi
- **Second** emerging project evolving in neighbouring Banfora Belt

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



THANK YOU

Sarama Mineral Resources



SOUTH HOUNDÉ PROJECT (100%*) (INFERRED)	Mt	Au g/t	Koz Au	Att. Koz Au	Au cut-off
Oxide and Transition	16.0	1.2	611	611	0.3 - 0.8g/t
Fresh	25.0	1.9	1,487	1,487	0.8 - 2.2g/t
Total	41.0	1.5	2,098	2,098	
KARANKASSO PROJECT (27%) (INFERRED)					
Oxide (negligible transition)	2.1	2.1	134	36	0.5g/t
Fresh	7.1	2.4	537	145	0.5g/t
Total	9.2	2.3	671	181	
BONDI DEPOSIT (100%)					
Measured & Indicated	4.1	2.1	282	282	0.5g/t
Inferred	2.5	1.8	150	150	0.5g/t
TOTAL SARAMA ATTRIBUTABLE OUNCES			Measured & Indicated Inferred	282 2,429	

* Upon closing Acacia Mining deal

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

Additional Technical Details



MINERAL RESOURCE DETAILS

1. 43.0 Mt @ 1.5 g/t Au (reported above cut-off grades ranging 0.3-2.2 g/t Au, reflecting the mining methods and processing flowsheets assumed to assess the likelihood of the inferred mineral resources having reasonable prospects for eventual economic extraction).

The effective date of the Company's mineral resource estimate for the South Houndé Property is February 4, 2016.

For further information regarding the mineral resource estimate please refer to the technical report titled "NI 43-101 Independent Technical Report South Houndé Project Update, Bougouriba and Ioba Provinces, Burkina Faso", dated March 31, 2016. The technical report is available under Sarama Resources Ltd.'s profile on SEDAR at www.sedar.com

2. 9.2 Mt @ 2.3 g/t Au (at a 0.5 g/t Au cut-off)

The effective date of the most recent Karankasso Project JV mineral resource estimate that is supported by a technical report is October 7, 2015.

For further information regarding the mineral resource estimate please refer to the technical report titled "Technical Report and Resource Estimate on the Karankasso Project, Burkina Faso", dated October 7, 2015. The technical report is available under Savary Gold Corp's profile on SEDAR at www.sedar.com.

Sarama has not independently verified Savary's mineral resource estimate and takes no responsibility for its accuracy. Savary is the operator of the Karankasso Project JV and Sarama is relying on their Qualified Persons' assurance of the validity of the mineral resource estimate. Additional technical work has been undertaken on the Karankasso Project since the Effective Date, including but not limited to, metallurgical testwork, exploration drilling and mineral resource estimation, but Sarama is not in a position to quantify the impact of this additional work on the mineral resource estimate referred to above.

3. Bondi Deposit - 4.1Mt @ 2.1g/t Au for 282,000 oz Au (measured and indicated) and 2.5Mt @ 1.8g/t Au for 149,700 oz Au (inferred), reported at a 0.5 g/t Au cut-off

The historical estimate of the Bondi Deposit reflects a mineral resource estimate compiled by Orezone Gold Corporation ("Orezone") which has an effective date of February 20, 2009. The historical estimate is contained in a technical report titled "Technical Report on the Mineral Resource of the Bondigui Gold Project", dated February 20, 2009 (the "Bondi Technical Report") and is available under the profile of Orezone on SEDAR at www.sedar.com.

Sarama believes that the historical estimate is relevant to investors' understanding of the property, as it reflects the most recent technical work undertaken in respect of the Bondi Deposit.

The historical estimate was informed by 886 drillholes, assayed for gold by cyanidation methods, were used to interpret mineralised envelopes and geological zones over the area of the historical estimate. Gold grade interpolation was undertaken using ID² methodology based on input parameters derived from geostatistical and geological analyses assessments. Field measurements and geological logging of drillholes were used to determine weathering boundaries and bulk densities for modelled blocks.

The historical estimate uses the mineral resource reporting categories required under National Instrument 43-101.

No more recent estimates of the mineral resource or other data are available.

Sarama is currently undertaking necessary verification work in the field and on desktop that may support future reclassification of the historical estimate to a mineral resource.

A qualified person engaged by Sarama has not undertaken sufficient work to verify the historical estimate as a current mineral resource and Sarama is therefore not treating the historical estimate as a current mineral resource.

Additional Technical Details



QUALIFIED PERSON'S STATEMENT

1. Scientific or technical information in this presentation that relates to the preparation of the Company's mineral resource estimate is based on information compiled or approved by Adrian Shepherd. Adrian Shepherd is an employee of Cube Consulting Pty Ltd and is considered to be independent of Sarama Resources Ltd. Adrian Shepherd is a Chartered Professional Member in good standing of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the commodity, style of mineralisation under consideration and activity which he is undertaking to qualify as a Qualified Person under National Instrument 43-101. Adrian Shepherd consents to the inclusion in this news release of the information, in the form and context in which it appears.
2. Scientific or technical information in this disclosure that relates to the quotation of the Karankasso Project's mineral resource estimate is based on information compiled by Paul Schmiede. Paul Schmiede is an employee of Sarama Resources Ltd and is a Fellow in good standing of the Australasian Institute of Mining and Metallurgy. Paul Schmiede has sufficient experience which is relevant to the commodity, style of mineralisation under consideration and activity which he is undertaking to qualify as a Qualified Person under National Instrument 43-101. Paul Schmiede consents to the inclusion in this disclosure of the information, in the form and context in which it appears. Paul Schmiede and Sarama have not independently verified Savary's mineral resource estimate and take no responsibility for its accuracy.
3. Scientific or technical information in this presentation, in respect of the Bondi Deposit relating to mineral resource and exploration information drawn from the Technical Report prepared for Orezone on that deposit has been approved by Guy Scherrer. Guy Scherrer is an employee of Sarama Resources Ltd and is a member in good standing of the Ordre des Géologues du Québec and has sufficient experience which is relevant to the commodity, style of mineralisation under consideration and activity which he is undertaking to qualify as a Qualified Person under National Instrument 43-101. Guy Scherrer consents to the inclusion in this report of the information, in the form and context in which it appears.
4. Scientific or technical information in this presentation that relates to the Company's exploration activities in Burkina Faso is based on information compiled or approved by Guy Scherrer. Guy Scherrer is an employee of Sarama Resources Ltd and is a member in good standing of the Ordre des Géologues du Québec and has sufficient experience which is relevant to the commodity, style of mineralisation under consideration and activity which he is undertaking to qualify as a Qualified Person under National Instrument 43-101. Guy Scherrer consents to the inclusion in this presentation the information, in the form and context in which it appears.