Independent Technical Review of Fair Adelaide East Gold Project in Kalgoorlie–Boulder City, Western Australia State, Australia

Report Prepared for

Majestic Gold Corp.



Report Prepared by



SRK Consulting China Ltd. SCN651

Independent Technical Review of Fair Adelaide East Gold Project in Kalgoorlie–Boulder City, Western Australia State, Australia

Majestic Gold Corp.

Suite 306-1688 152nd Street, Surrey, BC, V4A 4N2. Vancouver, Canada

SRK Consulting China Ltd.

B315 COFCO Plaza No.8 Jianguomennei Dajie Beijing, China

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Contributors:

Yuanjian Zhu, M.Sc., MAusIMM Dr Anson Xu, PhD, FAusIMM

Peer Reviewed by:

Dr Yiefei Jia, PhD, FAusIMM Michael Lowry, BSc Hons, MAusIMM

Signed by QP(s)

Dr Anson Xu, PhD, FAusIMM

Important Notice

This report was prepared as a technical report in the Canadian NI 43-101 F1 format for Majestic Gold Corp. ("Majestic") by SRK Consulting China Ltd. ("SRK"). The quality of information, conclusions and estimates contained herein is consistent with the level of effort involved in SRK's services, based on: (i) information available at the time of preparation, (ii) data supplied by outside sources and (iii) the assumptions, conditions and qualifications set forth in this report. This report is intended for use by Majestic subject to the terms and conditions of its agreement with SRK and relevant securities legislation. The agreement permits Majestic to file this report as a Technical Report with Canadian securities regulatory authorities pursuant to National Instrument 43-101 *Standards of Disclosure for Mineral Projects*. Any other uses of this report by any third party are at that party's sole risk. The responsibility for this disclosure remains with Majestic. The user of this document should ensure that this is the most recent Technical Report for the property as it is not valid if a new Technical Report has been issued.

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Executive Summary (Item 1)

Introduction

SRK Consulting China Limited ("SRK") was commissioned by Majestic Gold Corp. ("Majestic", "the Client" or "the Company") to undertake an independent assessment of all relevant technical aspects of the Fair Adelaide East Project ("Fair Adelaide East Project" or the "Project"), located in Kalgoorlie– Boulder City, of Western Australia, Australia. The independent technical review of the Project was required to be included in a Qualified Person's Report (the "Report" or this "Report"). The principal objective of this Report is to provide the Company and financial institutions with an independent technical review report following the guidelines of the Canadian Securities Administrators' National Instrument 43-101 and Form 43-101F1.

The work program for this Project consisted of an online review of data and a site visit and inspection undertaken in January 2020 which included discussions with relevant personnel and a review of onsite sampling and preparation of this Report.

Property Description and Location

The Fair Adelaide East Project is located in Kalgoorlie-Boulder City, Western Australia, Australia. It is approximately 60 km northwest of Kalgoorlie-Boulder, and 520 km northeast of Perth. It consists of eight contiguous prospecting licenses with a total area of 1321.82 hectares

Accessibility, Climate, Local Resources, Infrastructure and Physiography

Access to the Project area is gained by travelling by road from Kalgoorlie approximately 38 kilometres ("km") along the sealed Goldfields Highway, then another 38 km northwest along the all-weather, sealed and unsealed Ora Banda and Ora Banda – Davyhurst roads. Driving time from Kalgoorlie to the project area is approximately one hour. Regular flights connect Kalgoorlie and the state capital Perth with a flight time of about one-hour. Alternatively, national highway 94 connects Kalgoorlie and Perth for about 600 km, with driving time around six and a half hours.

The project area is characterised by a semi-arid climate with seasonal daily temperatures varying from winter mean of 16.7 degrees of centigrade ("°C") to summer mean of 33.6 °C. The annual precipitation is 265 millimetres ("mm"). September is the driest month with 14 mm, while February is the wettest with 31.6 mm. Local infrastructure is well developed and is in good condition. The railway, highway, communication networks are well-developed. Power supplies and water resources are available at surrounding towns. The labour force is plentiful from Kalgoorlie or Perth.

History

The early accounts of mineral prospecting in the project area are related to nickel ("Ni") exploration by Western Mining Corporation in the late 1960s. Work included auger drilling and diamond drilling. Between 1986 and 1988, BP Minerals Australia ("BP") completed mapping, rock chip, soil sampling as well as percussion rotary air blast ("RAB") drilling and percussion drilling in this region. Between 1994 and 1995, Delta Gold NL completed surface soil sampling as well as reverse circulation ("RC") holes and RAB holes in the area. Following the withdrawal of Delta Gold NL, Achaean Gold NL undertook infill soil sampling in 1996. Between 1996 and 1998, Lachlan Resources NL conducted exploration in this region, including re-assay of existing soil pulps for Ni, copper ("Cu") and arsenic ("As"), and RAB and RC drilling. Between 2004 and 2007, Crusader Resource Ltd undertook a number of soil and rock chip sampling programs in the area, targeting both gold and nickel. A fixed loop electromagnetic ("FLEM") and moving loop electromagnetic ("MLEM") survey was carried out in the area.

Geological Setting, Mineralization, and Alteration

The Fair Adelaide East Project is situated within the Norseman-Wiluna greenstone Belt of the Eastern Goldfields Province. The majority of rocks in the region are Archean volcanic sedimentary rocks. Stratiform sills up to 50 m thick of dolerite to gabbro present throughout the area. Stocks of granodiorite also intrudes the sequence in the project area. Porphyry dykes peripheral to the stocks typically trend west-northwesterly, parallel to a strong joint fabric within the western side of the granodiorite. A series of interpreted thrusts striking west-northwest, parallel to the geological grain. Minor shear zones are also observed both within and on the contacts of individual lithological units, although minor zones crosscut the sequence in various orientations. These shear zones are generally orientated to the northwest. A steep dipping fault contact is interpreted along the eastern margin of the granodiorite with adjacent ultramafic rocks based on drilling data. This fault is observed as shearing and alteration within the sub-cropping portions of the granodiorite.

No mineralisation zone has been defined yet as the project is still at an early stage of exploration. However, two potential mineralisation zones (Zone 1 and Zone 2) were discovered during historical exploration work carried out by different companies. Zone 1 is located in the southwest of the area. It is about 400 m long, trending west-northwest. Zone 2 is in the east area, trending north-south with a length of around 300 m.

Deposit Types

Gold deposits in the West Australian Goldfields region commonly occur in the vicinity of major zones of faulting and shearing either within, or at the margins of Archean greenstone belts. The deposits predominantly occur in mafic greenschist facies meta-volcanic rocks or gabbro. Typical characteristics of the deposits include:

- The deposits are structurally controlled, and associated with secondary or higher-order splays of the main fault zones;
- The gold deposits are products of 'a small number of large-scale, mid-crustal, synmetamorphic hydrothermal systems that involved a significant component of lateral, uptemperature fluid flow towards regions of late tectonic uplift and granitoid intrusion' (Witt et al., 1997, p.407);
- The gold deposits are mostly hosted in basalt, gabbro, dolerite, and banded iron formation ("BIF"), with high iron ("Fe") and magnesium ("Mg") contents. Gold despots can also be hosted in komatiles, intermediate to felsic volcanic or intrusive rocks, and sedimentary rocks (Groenewald et al., 2000); and
- Gold is present in the ferricretes and supergene zones.

Exploration

An airborne total magnetic intensity survey was carried out in this region by Geological Survey of Western Australia ("GSWA"). Soil/rock sampling for geochemistry survey was carried out by Crusader Resource Ltd in 2006 and 2007. Several gold anomalies were discovered.

Drilling

No drilling has been completed by the Client yet. Historical drilling consists of RAB and RC drilling. Currently, only drill holes and rock chips data conducted by Delta Gold Ltd from 1995 to 1996 were available online.

Sample Preparation, Analyses, and Security

Sample transportation, preparation, assay procedure and QA/QC checks are not described in any previous technical reports.

Data Verification

SRK personnel (Yuanjian Zhu) visited the Fair Adelaide East Project from 29to 31 January 2020. During the site visit SRK inspected and verified the local geology, previous drill hole collars and historical open pits. In addition SRK collected a total of 13 rock chip and grab samples from historic open pits and onsite residual RAB/RC drill samples to verify the presence of gold mineralisation. All samples were sent to Intertek Australia's Kalgoorlie laboratory for gold assay using fire assay method. Results (Table ES-1) show that there is relatively good gold mineralization in the Potential Mineralisation Zone 1.

Number	Au (g/t)	East	North	Туре
1-1	0.469	307784	6647225	RAB
1-2	0.867	307784	6647225	RAB
1-3	0.034	308600	6647038	RAB
2-1	0.020	307728	6646663	RC
2-2	0.013	307787	6646662	RC
2-3	0.025	309292	6645830	RC
3-1	6.096	307604	6646829	Rock chip
3-2	6.135	307598	6646842	Rock chip
3-3	0.825	307559	6646782	Rock chip
3-4	0.419	307583	6646772	Rock chip
3-4-2	2.581	307583	6646772	Rock chip
3-5	0.956	307547	6646777	Rock chip
4-1	0.018	309438	6646506	Soil

Table ES-1: Results of Verification Samples

Adjacent Properties

The Fair Adelaide East Project is located in the gold bearing Norseman-Wiluna greenstone belt, in the Eastern Goldfields region of Western Australia. Gold was initially discovered in this region in 1893 with the region hosting hundreds of gold mines, over the last 127 years, including the world famous Kalgoorlie Superpit, some of which are still in operation today. Besides gold, mines exploiting nickel, tungsten – molybdenum, and construction minerals can also be found in the area.

Conclusions and Recommendations

SRK have verified the presence of gold mineralisation at the Fair Adelaide East Project using rock chip samples from historical pits and grab samples from residual RAB and RC drill hole sample piles. SRK are of the opinion that the purpose of historical exploration was to verify gold anomalies, however

the collection, security, preparation and analyses of drill hole samples may not have followed industry best practice. Verification for historical drilling is suggested to be carried out for further exploration.

SRK recommends a two-stage exploration program be carried out in the future. In stage 1 SRK suggest completing a detailed geophysical and geochemical survey over the project area, and complete verification holes twinning at least two historical drill holes (2 twin RC holes with a total depth of 200 m). In stage 2 SRK recommends testing any geophysical and geochemical anomalies using RC drilling (estimated to be 20 holes with a total depth of 2,000 m). The estimated costs of RC drilling are shown in Table ES-2.

Description	Total Cost (US\$)
Geophysical Survey	20,000
Geochemical Survey	40,000
RC Drill Holes (2,200 m)	200,000
Assay	10,000
Contingency	30,000
Subtotal exploration	300,000

Table ES-2: Estimated Cost for the Work Program Recommended

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1 Introduction (Item 2)

The Fair Adelaide East Project (the "Project" or the "Fair Adelaide East Project") consists of 8 contiguous prospecting licenses (P24/4842 - 4849) in Kalgoorlie-Boulder City Western Australia, Australia. The Project is wholly owned by Plutus Resources Pty Ltd (CAN 159 483 753) ("Plutus").

Majestic Gold Corp. ("Majestic", the "Client" or the "Company") has entered into a letter agreement with Plutus in December 2019, whereby Majestic has been granted an option to acquire 51% interest in eight tenements or any number of them, located in the Project. In January 2020, Majestic commissioned SRK to visit the property and to compile an independent technical review report pursuant to Canadian Securities Administrators' National Instrument 43-101 ("NI 43-101") for the Project. The scope of work was rendered from January 2020 to February 2020, leading to the preparation of an independent technical report including reviews the geology, historical exploration, and other technical information.

This technical report was prepared following the guidelines of the Canadian Securities Administrators' National Instrument 43-101 *Standards of Disclosure for Mineral Projects* and Form 43-101F1.

The purpose of the SRK report is to provide the shareholders of Majestic and the TSX Venture Exchange with an independent technical report on the Fair Adelaide East Project. This technical report summarizes the technical information available on the Project.

1.1 Scope of Work

The scope of work, as defined in a letter of engagement executed in January 2020 between Majestic and SRK, includes the verification of historical exploration results and the preparation of an independent technical report in compliance with National Instrument ("NI") 43-101 and Form 43-101F1 guidelines. This work typically involves the assessment of the following aspects of this project:

- Topography, landscape, and access;
- Regional and local geology;
- Exploration history;
- Audit of exploration work carried out on the project; and
- Recommendations for additional work.

1.2 Basis of Technical Report

This report is based on information collected by SRK during a site visit performed between 29 and 31 January 2020 and on additional information provided by Plutus throughout the course of SRK's investigations. Other information was obtained from the public domain. SRK has no reason to doubt the reliability of the information provided by Plutus. This technical report is based on the following sources of information:

- Discussions with Plutus personnel;
- Inspection of the Project area, including outcrops, pits and drill holes; and
- Review of exploration data collected from public domain sources.

1.3 Qualifications of SRK and SRK Team

The SRK Group comprises over 1,400 professionals, offering expertise in a wide range of resource engineering disciplines. The SRK Group's independence is ensured by the fact that it holds no equity in any project and that its ownership rests solely with its staff. This fact permits SRK to provide its clients with conflict-free and

objective recommendations on crucial judgment issues. SRK has a demonstrated track record in undertaking independent assessments of Mineral Resources and Mineral Reserves, project evaluations and audits, technical reports and independent feasibility evaluations to bankable standards on behalf of exploration and mining companies and financial institutions worldwide. The SRK Group has also worked with a large number of major international mining companies and their projects, providing mining industry consultancy service inputs.

The following table lists the SRK project team, their title, and their responsibilities within this Report.

 Table 1-1: Consultant Discipline and Responsibilities

Consultant	Title	Discipline and Task
Dr Anson Xu	Corporate Consultant (Geology)	Geology, Qualified Person, Overall Reporting
Yuanjian Zhu	Principal Consultant (Geology)	Geology, Site Visit and Verification
Dr Yiefei Jia	Principal Consultant (Geology)	Internal Peer Review
Michael Lowry	Principal Consultant (Geology)	External Peer Review

Anson Xu, *PhD*, *FAusIMM*, is a Corporate Consultant (Geology) specialising in exploration of mineral deposits. He has more than 25 years' experience in exploration and development of various types of mineral deposits including copper-nickel sulphide deposits related to ultrabasic rocks, tungsten and tin deposits, diamond deposits, and in particular, various types of gold deposits, including vein, fracture-breccia zone, alteration, and Carlin deposits. He was responsible for the resource estimates of several diamond deposits, and review of resource estimates of several gold deposits. He has recently completed several due diligence jobs for clients in China, including gold, silver, lead-zinc, iron, bauxite, and copper projects, and several technical review projects, as well as technical reports for listing on HKEx. *Dr Xu was the project manager of this project and the Competent Person (CP) who takes overall responsibility for this report.*

Yuanjian Zhu, *M.Sc*, *MAusIMM*, is a Principal Consultant (Geology). He obtained his master's degree in Geology from the Institute of Geology and Geophysics at the Chinese Academy of Sciences in 2008 and holds a bachelor's degree in Geology from Peking University. He was a vice general manager in a mining company in charge of resource explorations and due diligence. He specialises in gold, silver, antimony, lead-zinc, copper, iron, tungsten, manganese, nickel, fluorite, graphite, columbite and other deposits. He has expertise in geological modelling, resource/reserve reconciliation, and geo-statistical theory and software (Leapfrog, Surpac, GSLIB, ArcGIS, etc.). Yuanjian assisted Dr. Xu in completing the geologicy, QA/QC and verification.

Yiefei Jia, *PhD*, *FAusIMM (CP)*, is a Principal Consultant (Geology) with a specialty of exploration of mineral deposits. He has more than 20 years experience in the field of exploration, development, and resource estimate of precious metal (gold, silver, and PGE) and base metal (lead, zinc, copper, vanadium, titanium, and iron), as well as other metal deposits in different geological settings in North America, Australia and China. He also has five years experience in coal deposits exploration and due diligence in China, Indonesia and Mongolia. He has extensive experience in project management, exploration design and resources assessment and has coordinated a number of due diligence projects with technical reports either for fundraising or overseas stock listing such as on HKEx. Dr Jia provided internal peer review to ensure the quality the report meets the required standard.

Michael Lowry, *BSc Hons*, *MAusIMM*, is a Principal Consultant (Geology). He is a geologist with over 23 years' experience in the mining industry, primarily in operations before recently moving to consulting. Michael has experience in a variety of terrains and commodities, primarily iron ore, nickel and gold. He has conducted orebody modelling, mineral resource estimation, geostatistical studies, reconciliation and public reporting on a range of gold, nickel and iron ore deposits in Western Australia. He has also conducted technical assurance audits for iron ore, copper, gold and uranium deposits in Australia, Africa and South America. Michael is highly proficient in various mining related software systems. *Mr. Lowry provided external peer review to ensure the quality the report meets the required standard.*

The compilation of this technical report was completed by Dr Anson Xu, a Corporate Consultant, a Fellow of the Australasian Institute of Mining and Metallurgy ("FAusIMM", No. 224861). By virtue of his education, membership in a recognized professional association, and relevant work experience, Dr. Anson Xu is an independent Qualified Person as this term is defined by National Instrument 43-101. Additional contributions were provided by Yuanjian Zhu (MAusIMM, No. 309343). Dr. Yiefei Jia, FAusIMMand Mr. Michael Lowry, MAusIMM, reviewed drafts of this technical report internally and externally prior to their delivery to Majestic as per SRK internal quality management procedures. Dr Anson Xu, Dr. Yiefei Jia and Mr. Michael Lowry did not visit the project.

1.4 Site Visit

In accordance with NI 43-101 guidelines, SRK visited the Fair Adelaide East Project between 29 and 31 January 2020, accompanied by Mr Leo Xiao of Plutus.

The purpose of the site visit was to review the historical exploration and validation procedures, examine historic pits and drill holes, interview project personnel, and collect all relevant information for the compilation of a technical report. During the site visit, SRK collected 13 verification samples from historic pits and residual RAB and RC drilling samples.

SRK was given full access to relevant data and conducted interviews with Plutus personnel to obtain information on past exploration work.

1.5 Acknowledgement

SRK would like to acknowledge the support and collaboration provided by Plutus and Majestic personnel for this assignment. Their collaboration was greatly appreciated and instrumental to the success of this project.

1.6 Declaration

SRK's opinion, contained herein and effective on 21 February 2020, is based on information collected by SRK throughout the course of SRK's investigations, which in turn reflect various technical and economic conditions at the time of writing. Given the nature of the mining business, these conditions can change significantly over relatively short periods of time. Consequently, actual results may be significantly more or less favourable.

SRK is not an insider, associate, or an affiliate of Majestic, and neither SRK nor any affiliate has acted as advisor to Majestic, its subsidiaries, or its affiliates in connection with this project. The results of the technical review by SRK are not dependent on any prior agreements concerning the conclusions to be reached, nor are there any undisclosed understandings concerning any future business dealings.

2 Reliance on Other Experts (Item 3)

SRK has checked the status of all the tenements as summarized in Section 3 of this report on the website of Department of Mines, Industry Regulation and Safty ("DMIRS") of Government of Western Australia (<u>https://www.dmp.wa.gov.au/</u>). SRK did not verify the legality of any underlying agreement(s) that may exist concerning the permits or other agreement(s) between third parties, but have relied on information provided by Plutus.

SRK was informed by Plutus that there are no known litigations affecting or potentially affecting the Project.

3 Property Description and Location (Item 4)

3.1 **Property Location**

The Fair Adelaide East Project is located in Kalgoorlie-Boulder City, of Western Australia, Australia. The Project is approximately 60 km northwest of Kalgoorlie-Boulder, and 520 km northeast of Perth (Figure 4-1).

3.2 Prospecting License

The Project consists of eight contiguous prospecting licenses with a total area of 1321.82 hectares (13.21 km²). Details of the licenses of the Project are presented in Table 3-1.

Tenement	Commonw	Jaava Data	Expiry Date	Area (ha)	Centroid	
	Company	Issue Dale			Latitude (S)	Longitude (E)
P 24/4842	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	131.27	30° 17' 41"	121° 0' 1"
P 24/4843	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	200.00	30° 17' 50"	121° 0' 32"
P 24/4844	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	200.00	30° 17' 58"	121° 1' 8"
P 24/4845	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	155.12	30° 18' 7"	121° 1' 46"
P 24/4846	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	200.00	30° 16' 58"	121° 0' 29"
P 24/4847	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	129.39	30° 16' 10"	121° 0' 20"
P 24/4848	Plutus Resources Pty Ltd	10/6/2015	9/6/2023	118.30	30° 15' 58"	121° 0' 3"

Table 3-1: Mineral Tenure Information

The prospecting licenses are defined within the coordinates listed in Table 3-2, based on the Geocentric Datum of Australia 1994 ("GDA94) / Map Grade of Australia ("MGA") zone 51. Figure 3-1 shows the license area.

Tenement	Northing (m)	Easting (m)	Tenement	Northing (m)	Easting (m)
	6647938	307325	D 24/4945	6645245	309746
	6647696	308296	P 24/4040	6647212	310237
0.04/4040	6645729	307806		6648493	309319
F 24/4042	6645861	307276		6648463	309509
	6647074	307578	D 04/4946	6648300	309442
	6647821	307292	P 24/4040	6647454	309266
P 24/4843 P 24/4844	6647454	309266		6647938	307325
	6645487	308776		6648901	307601
	6645729	307806		6650643	308685
	6647696	308296	D 04/4047	6648636	308720
	6647212	310237		6648901	307601
	6645245	309746	F 24/4047	6649404	307745
	6645487	308776		6649414	308191
	6647454	309266		6650631	308184
P 24/4845	6646934	311310		6650631	308184
	6646238	311048	P 24/4848	6649414	308191
	6646389	310917		6649392	307218

6645733	310162	6650621	307223
6644978	310818		



Figure 3-1: Land Tenure Map of Plutus Project

4 Accessibility, Climate, Local Resources, Infrastructure and Physiography (Item 5)

4.1 Accessibility

The Fair Adelaide East Project is located in Kalgoorlie – Boulder City, Western Australia, Australia (Figure 4-1). The nearest town is Ora Banda, an abandoned town that was historically the centre of gold mining activities. Access to the Project area is gained by travelling approximately 38 km north from the regional city of Kalgoorlie via the sealed Goldfields Highway, then another 38 km northwest along the all-weather, sealed and unsealed Ora Banda and Ora Banda – Davyhurst roads. Driving time from Kalgoorlie to the mine site is approximately one hour. Regular flights connect Kalgoorlie and the state capital Perth with a flight time of approximately one hour. Alternatively, national highway 94 connects Kalgoorlie and Perth for about 600 km with a driving time of approximately six and a half hours.



Figure 4-1: General Location Map

4.2 Topography and Elevation

This area is characterised by low relief dominated by dissected laterite hardpan and broad, low gradient alluvial systems. The altitude ranges from 420 m to 460 m above sea level ("ASL") with a relative relief of 40 m. Typical landscape in the Fair Adelaide East Project is shown in Figure 4-2.



Figure 4-2: Typical Landscape in the Fair Adelaide East Project

4.3 Climate

The project area is characterised by a semi-arid climate with daily seasonal temperatures varying from a winter mean of 16.7 degrees of centigrade ("°C") to a summer mean of 33.6 °C. The annual precipitation is 265 millimetres ("mm"). September is the driest month with 14 mm, while February is the wettest with 31.6 mm.

4.4 Local Economy and Infrastructure

Local infrastructure is well developed and in good condition. The railway, highway, communication networks are well-developed. Power supplies and water resources are available at surrounding towns.

The labour force is plentiful from Kalgoorlie or Perth.

Mining is the main industry in this region and the secondary industry is pastoral.

5 History (Item 6)

5.1 History of Exploration

The early accounts of mineral prospecting in the project area are related to nickel exploration by Western Mining Corporation in the late 1960s. Work included auger drilling and diamond drilling.

Between 1986 and 1988, BP Minerals Australia ("BP") completed mapping, rock chip and soil sampling as well as RAB and percussion drilling in this region.

Between 1994 and 1995, Delta Gold NL completed surface soil sampling as well as RC and RAB holes in the area.

Following the withdrawal of Delta Gold NL, Achaean Gold NL undertook infill soil sampling in 1996.

Between 1996 and 1998, Lachlan Resources NL conducted exploration in the region, including reassaying of existing soil pulps for Ni, Cu and As, RAB and RC drilling.

Between 2004 and 2007, Crusader Resource Ltd undertook a number of soil and rock chip sampling programs in the area, targeting both gold and nickel. A fixed electromagnetic loop (FLEM) and moving loop electromagnetic (MLEM) survey was carried out in the area.

6 Geological Setting and Mineralization (Item 7)

6.1 Regional Geology

The Fair Adelaide East Project is situated within the Norseman-Wiluna greenstone Belt of the Eastern Goldfields Province (Figure 6-1). The Norseman-Wiluna Belt is recognized as a tectonically and volcanically active trough during the Archaean, flanked by more stable parts of the Yilgarn Craton (Witt, 1990).

Sedimentary rocks are most abundant in the middle part of the area, consisting of a west-facing sequence of ultramafic to mafic volcanic rocks, referred to as the Linger and Die Group and Grants Patch Group. These groups are overlain by the Black Flag Group, which is a laterally persistent but lithologically highly variable package of rhyolitic to andesitic volcanic rocks and proximal to distal sedimentary rocks (Groenewald et al. 2000). The Black Flag Group is in fault contact with a late, fault-bounded package of lithic sandstone and conglomerate referred to as the Kurrawang Conglomerate.

North-northwesterly trending structures are widespread in the Eastern Goldfields region and the area is dominated by ultramafic to felsic volcanic rocks and intrusive rocks that have undergone very low to medium metamorphism , with the majority being greenschist to epidote amphibolite facies metamorphic rocks. The metasomatic alteration has led to serpentinization, carbonation, and silicification in numerous areas.



Figure 6-1: Regional Geology Map, Sourced from DMIRS

6.2 Property Geology

The main stratum in the project area is the Walter Williams Formation of the Linger and Die Group (Figure 6-2). The lowermost unit of the Walter Williams Formation comprises a layered sequence of 4 m to 25 m thick, high MgO komatiite flows with thick lower olivine cumulate divisions and thin spinifex-textured flow tops. Stratigraphically overlying the high MgO cumulates is a thick (up to 500 m) sequence of low MgO ultramafic rocks comprises thin (1 m to 10 m) komatiite and thick pyroxenite flows. The upper unit comprises high MgO basalt and discontinuous massive dolerite units varying in thickness from 10 m to 50 m.

Stratiform dolerite to gabbro sills up to 50 m thick are present throughout the sequence. Stocks of granodiorite also intrude the sequence in the project area. Associated porphyry dykes peripheral to the stocks typically trend west-northwest, parallel to a strong joint fabric within the western side of the granodiorite.

Several major thrust zones are interpreted within the sequence appear to repeat or structurally thicken the ultramafic units. The interpreted thrusts exhibit a west-northwest strike parallel to the geological grain. Minor shear zones are observed both within and on the contacts of individual lithological units, although minor zones crosscut the sequence in various orientations. These shear zones are generally orientated northwest. A steep dipping fault contact is interpreted along the eastern margin of the granodiorite with adjacent ultramafic rocks based on drilling data. This fault is observed as shearing and alteration within the sub-cropping portions of the granodiorite.



Figure 6-2: Simplified Local Geological Map, Source from DMIRS

6.3 Mineralisation

As the project is at an early stage of exploration, no mineralisation zone has been identified yet. However, two potential mineralisation zones (Zone 1 and Zone 2 as shown in Figure 6-3) were discovered during historical exploration work carried out by different companies. Zone 1, located in the southwest of the project, is approximately 400 m long and trends west-northwest. Zone 2 is located in the east of the project and trends north-south with an approximate length of around 300 m.



Figure 6-3: Potential Mineralisation Zones in the Fair Adelaide East Project

7 Deposit Type (Item 8)

Gold deposits in the West Australian Goldfields region are commonly occur in the vicinity of major zones of faulting and shearing either within, or at the margins of Archean greenstone belts. The deposits predominantly occur in mafic greenschist facies meta-volcanic rocks or gabbro. Typical characteristics of the deposits include:

- The deposits are structurally controlled, and associated with secondary or higher-order splays of the main fault zones;
- The gold deposits are products of 'a small number of large-scale, mid-crustal, synmetamorphic hydrothermal systems that involved a significant component of lateral, up-temperature fluid flow towards regions of late tectonic uplift and granitoid intrusion' (Witt et al., 1997, p.407);
- The gold deposits are mostly hosted in basalt, gabbro, dolerite, and BIF, with high Fe + Mg values. Gold deposits can also be hosted in komatiites, intermediate to felsic volcanic or intrusive rocks, and sedimentary rocks (Groenewald et al., 2000); and
- Gold is present in the ferricretes and supergene zones.

8 Exploration (Item 9)

8.1 Relevant Exploration Work

An airborne total magnetic intensity survey was carried out in this region by Geological Survey of Western Australia ("GSWA") in 2014 (Figure 8-1). The flight lines were oriented E-W and spaced 100 m apart.



Figure 8-1: Total Magnetic Intensity Survey in 2014, Source from DMIRS

Soil/rock sampling for geochemistry survey was carried out by Crusader Resource Ltd in 2006 and 2007. Several gold anomalies were discovered.

8.2 Exploration, Sampling and Quality

No exploration activities have been carried out by the Client yet.

9 Drilling, Trenching and Development (Item 10)

No drilling has been completed by the Client yet. Historical drilling consists of RAB and RC drilling programs. which have mostly focused within the P24/4052 and P24/4054 license areas. SRK could only access online information for drill holes and rock chips data conducted by Delta Gold Ltd from 1995 to 1996 (location is shown in Figure 9-1). Significant gold mineralisation was intercepted in a number of drill holes according to the report and data. As these data have not been verified by SRK, SRK didn't cite these data to the report



Figure 9-1: Location of Historical Drilling by Delta Gold Ltd, Source from DMIRS

10 Sample Preparation, Analyses, and Security (Item 11)

Sample transportation, preparation, assay procedures and QA/QC have not been documented in any previous technical reports.

11 Data Verification (Item 12)

SRK's Principal Consultant Yuanjian Zhu visited the Fair Adelaide East Project from 29 to 31 January 2020, during which time he inspected and verified the local geology and historical drill hole collars and pits (Figure 11-1). In addition, SRK collected a total of 6 rock chip samples from the pits, six grab samples from residual onsite remain RAB/RC drill holes and one soil grab sample to verify gold mineralisation. The location and assay results of these samples are shown in Figure 11-2 and Table 11-1. All samples were sent to Intertek Australia's laboratory in Kalgoorlie for gold assaying using fire assay. Two standard samples were inserted to control the quality of assay, with the result shown in Table 11-2.

Assay results show that there is relatively good gold mineralisation from the samples collected in the Potential Mineralisation Zone 1 and from RAB samples to the north of the Zone.



Figure 11-1: On-Site Photos. Top-left: remained on-site RAB samples; top-right: drill hole collar; bottom-left: pit; bottom-right: ancient rock chipping place



Figure 11-2: Location of Verification Samples

Number	Au (g/t)	East	North	Туре
1-1	0.469	307784	6647225	RAB
1-2	0.867	307784	6647225	RAB
1-3	0.034	308600	6647038	RAB
2-1	0.020	307728	6646663	RC
2-2	0.013	307787	6646662	RC
2-3	0.025	309292	6645830	RC
3-1	6.096	307604	6646829	Rock chip
3-2	6.135	307598	6646842	Rock chip
3-3	0.825	307559	6646782	Rock chip
3-4	0.419	307583	6646772	Rock chip
3-4-2	2.581	307583	6646772	Rock chip
3-5	0.956	307547	6646777	Rock chip
4-1	0.018	309438	6646506	Soil

Table 11-1: Assay Results of Verification	Samples
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Table 11-2: Performance of Standard Samples

Standard Sample	Certified Value (Au g/t)	Assay (Au g/t)
KLEN 73907	2.670	2.666
KLEN 73915	1.081	1.058

12 Mineral Processing and Metallurgical Testing (Item 13)

No mineral processing and metallurgical testing have been completed for the Project.

13 Mineral Resource Estimate (Item 14)

No mineral resource estimates have been completed for the Project.

14 Item 15 to 22 Do Not Apply to The Project

15 Adjacent Properties (Item 23)

The Fair Adelaide East Project is located in the world-famous gold bearing Norseman-Wiluna gold metallogenic greenstone belt, in the Eastern Goldfields region of Western Australia. Gold was initially discovered in this region in 1893. Since then, hundreds of gold mines, were established. Nowadays most of the gold mines were shut down over the last 127 years, including the world famous Kalgoorlie Superpit, some of which are still in operation today. Besides gold, other mines exploiting nickel, tungsten – molybdenum, and construction minerals were can also be found in this area (Figure 15-1).



Figure 15-1: Location Map of Adjacent Properties, Source from DMIRS

16 Other Relevant Data and Information (Item 24)

16.1 Agreement between Majestic Gold Corp and Plutus Resources Pty. Ltd.

Based on the news release of Majestic Gold Corp. ("Majestic" or the "Company") (TSX.V: MJS, FSE: A0BK1D) on 18 December 2019, the Company has entered into a letter agreement (the "Agreement") with Plutus Resources Pty. Ltd. ("Plutus"), a privately owned Australian company, whereby Majestic has been granted an option to acquire a 51% interest in eight tenements or any number of them, located in Western Australia. The tenements, collectively called the Fair Adelaide East project, are located approximately 60 kilometres northwest of Kalgoorlie, within the Eastern Goldfields Province of the Kalgoorlie Terrane.

Terms of the option agreement are as follows:

- Majestic may acquire a 51% interest in the full eight tenements by paying Plutus Australian Dollar \$30,000 (A\$) on execution of the Agreement, a further A\$30,000 on or before December 2020 and expending a total A\$2,000,000 in exploration expenses on the properties during the ensuing two years ending December 15, 2023, provided that Majestic expends a minimum of A\$500,000 on the properties during the year commencing December 15, 2021 and ending December 15, 2022.
- Alternatively Majestic may elect to acquire a 51% interest in fewer than the full eight tenements by making the two cash payments of A\$30,000 and electing to expend a minimum of A\$250,000 on any one or any number of tenements each and relinquishing the balance of the tenements back to Plutus, again provided Majestic expends a minimum of A\$500,000 during the year commencing December 15, 2021 and ending December 15, 2023.
- Following Majestic having earned a 51% interest either in the full 8 Tenements or any fewer number Plutus and Majestic shall either negotiate a joint venture for the further development of the then jointly-owned properties or negotiate a sale of a 44% interest in the said properties by Plutus to Majestic.

17 Interpretation and Conclusions (Item 25)

Historical exploration work carried out by different companies has identified two potential gold mineralisation zones. Gold was encountered in preliminary trenching, drilling and soil sampling (not verified yet). SRK have verified the presence of gold mineralisation at the Fair Adelaide East Project using rock chip samples from historical pits and grab samples from residual RAB and RC drill hole sample piles. SRK concludes that this area has the potential for discovery of mineable gold deposit. SRK also concludes that the purpose of historical exploration was to verify gold anomalies and the sample collection, security, preparation and analyses were not following best current industry standard practices. Verification for historical drilling is suggested to be carried out for further exploration.

18 Recommendations (Item 26)

SRK recommends a two-stage exploration program be carried out in the future.

In stage 1 SRK suggest completing a detailed geophysical and geochemical survey over the project area, and complete verification holes by twinning at least two historical drill holes (2 twin RC holes with a total depth of 200 m). In stage 2 SRK recommends testing any geophysical and geochemical anomalies using RC drilling (estimated to be 20 holes with a total depth of 2,000 m). Table 18-1 summarises the recommended work program cost estimates for the next stage of exploration of the Fair Adelaide East Project. The total costs for the recommended work program are estimated at approximately \$297,000 Australian dollars, including a 10 percent contingency.

Description	Total Cost (A\$)
Geophysical Survey	20,000
Geochemical Survey	40,000
RC Drill Holes (2,200 m)	200,000
Assay	10,000
Contingency	30 ,000
Subtotal exploration	300, 000

Table 18-1: Estimated Cost for the Work Program Recommended

19 References (Item 27)

- 1. Witt, W. K., Geology of the Bardoc 1:100,000 sheet, 1990
- 2. Witt, W. K., Knight, J. T., and Mikucki, E. J., A synmetamorphic lateral fluid flow model for gold mineralization in the Archean southern Kalgoorlie and Norseman Terranes, Western Australia, 1997
- 3. Groenewald, P.B., Painter, M.G.M., Roberts, F.I., McCabe, M. & Fax, A., *East Yilgarn Geoscience Database*, 1:100 000 Geology Menzies to Norsemen – An Explanatory Note, 2000
- 4. Credo Resources Ltd, Annual Technical Report Fair Adelaide Project (Combined Report C98/2008), Western Australia, 2011

20 Glossary

The following general mining terms may be used in this report.

Table	20-1:	Definition	of	Terms
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Term	Definition
Assay	The chemical analysis of mineral samples to determine the metal content.
Dip	Angle of inclination of a geological feature/rock from the horizontal.
Fault	The surface of a fracture along which movement has occurred.
Footwall	The underlying side of an orebody or stope.
Gangue	Non-valuable components of the ore.
Grade	The measure of concentration of gold within mineralized rock.
Hangingwall	The overlying side of an orebody or slope.
Igneous	Primary crystalline rock formed by the solidification of magma.
Lithological	Geological description pertaining to different rock types.
Mineral/Mining Lease	A lease area for which mineral rights are held.
Sedimentary	Pertaining to rocks formed by the accumulation of sediments, formed by the erosion of other rocks.
Sill	A thin, tabular, horizontal to sub-horizontal body of igneous rock formed by the injection of magma into planar zones of weakness.
Stratigraphy	The study of stratified rocks in terms of time and space.
Strike	Direction of line formed by the intersection of strata surfaces with the horizontal plane, always perpendicular to the dip direction.
Sulfide	A sulfur bearing mineral.

The following abbreviations may be used in this report.

Abbreviation	Unit or Term
ASL	above sea level
Ag	silver
Au	gold
°C	degrees Centigrade
0	degree (degrees)
FA	fire assay
g	gram
g/t	grams per tonne
kg	kilograms
km	kilometer
km ²	square kilometer
kt	thousand tonnes
m	meter
m ²	square meter
m ³	cubic meter
mm	millimeter
NI 43-101	Canadian National Instrument 43-101
%	percent
QA/QC	Quality Assurance/Quality Control
RC	rotary circulation drilling
S	sulphur
t	metric tonne

Table 20-2: Abbreviations

To accompany the report entitled: Independent Technical Review of Fair Adelaide East Gold Project in Kalgoorlie–Boulder City, Western Australia State, Australia, **20 February 2020.**

CERTIFICATE AND CONSENT

- I, Anshun (Anson) Xu, do hereby certify that:
 - 1) I am a Corporate Consultant in Geology and Mineral Resources with the firm of SRK Consulting (China) Limited ("SRK") with an office at:

B315 COFCO Plaza 8 Jianguomen Nei Dajie Beijing, the People's Republic of China 100005 Phone: 86-10-6511 1000 Fax: 86-10-8512 0385 Email: axu@srk.cn

- 2) I graduated with a Bachelor's degree in Geology of Mineral Deposits from Nanjing University, China (B.Sc.) in 1982, a Master's degree in Geology of Mineral Deposits from Chengdu University of Technology, China (M.Sc.) in 1988, and a Doctoral degree in Geology from University of Nebraska-Lincoln, USA (Ph.D.) in 1996. I have practiced my profession since 1982. From 1982 to 1990 I worked in teaching geochemistry and geology of ore deposits in Chengdu University of Technology. From 1990 to 1996, I worked in University of Nebraska-Lincoln in teaching and researching assistance; and from1996 to 2004 I worked in Canadian mining companies, and since 2005 I worked in mining consulting business in SRK. I worked in exploration management, resource estimates, and technical review and reporting for various types of mineral deposits, including iron, gold, silver, copper, nickel, cobalt, lead-zinc, diamond, bauxite, and others located in China, Canada, Mongolia, Kazakhstan, Indonesian, Philippines, North Korea, Congo (King), Cameron, Madagascar, and Peru, etc. I authored/co-authored several technical reports for IPO listing in TSX and Hong Kong Stock Exchange
- 3) I am a fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM) (No. 224861) since 2005, and in a good standing.
- 4) I have not visited the subject property, but relied on a site visit conducted by Yuanjian Zhu, co-author of this technical report;
- 5) I have read the definition of "qualified person" set out in National Instrument 43-101 and certify that by virtue of my education, affiliation to a professional association and past relevant work experience, I fulfill the requirements to be a "qualified person" for the purposes of National Instrument 43-101 and this technical report has been prepared in compliance with National Instrument 43-101 and Form 43-101F1;
- 6) I, as a qualified person, am independent of the issuer as defined in Section 1.5 of National Instrument 43-101;
- 7) I am a co-author of this technical report and have supervised the independent verification completed by SRK. I accept professional responsibility those sections I co-authored;
- 8) I have had no prior involvement with this project;
- 9) I have read National Instrument 43-101 and confirm that this technical report has been prepared in compliance therewith;
- 10) SRK Consulting (China) Ltd. was retained by Majestic Gold Corp. to prepare a technical report about the Fair Adelaide East Gold Project in Kalgoorlie–Boulder City, Western Australia State, Australia pursuant to Canadian Securities Administrators National Instrument 43-101 and Form 43-101F1 guidelines. The preceding report is based on a site visit, a review of project files and discussions with Plutus Resources Pty Ltd. personnel;
- 11) I have not received, nor do I expect to receive, any interest, directly or indirectly, in the Fair Adelaide East Project or securities of Majestic Gold Corp.;
- 12) That, as of the date of this certificate, to the best of my knowledge, information and belief, this technical report contains all scientific and technical information that is required to be disclosed to make the technical report not misleading;

Dated this 20th Day of February 2020

Beijing, China 20 February 2020 Dr Anshun Xu, FAusIMM Corporate Consultant-Geology

CERTIFICATE AND CONSENT

To accompany the report entitled: Independent Technical Review of Fair Adelaide East Gold Project in Kalgoorlie–Boulder City, Western Australia State, Australia, **20 February 2020.**

- I, Yuanjian Zhu, do hereby certify that:
 - 1) I am a Principal Consultant in Geology and Mineral Resources with the firm of SRK Consulting (Australia) Limited ("SRK") with an office at:

Level 1, 10 Richardson Street, West Perth, Western Australia, 6005, Australia Phone: +61 8 9288 2020 Fax: +61 8 9288 2001 Email: yjzhu@srk.com.au

- 2) I'm a graduate of the Peking University in 2005 where I obtained a Bachelor of Geochemistry. I obtained a Master's degree in Quaternary Geology from Institute of Geology and Geochemistry, Chinese Academy of Science in 2008, and an MBA degree from Peking University in 2019. I have practiced my profession continuously since 2008. From 2008 to 2009 I worked as a geologist in Hunan Institute of Geological Survey. From 2009 to 2010 I was a deputy general manager in a Chinese mining company responsible for exploration and due diligence of mining projects. Since 2010, I worked in SRK as a consultant. I have experience working in exploration management, QA/QC, geological modelling, resource estimates, and technical review and reporting for various types of mineral deposits, including iron, gold, silver, copper, cobalt, lead-zinc, lithium, tungsten, graphite, fluorite and others around the world;
- 3) I am a member of the Australasian Institute of Mining and Metallurgy (MAusIMM) (No. 309343) since 2005, and in a good standing.
- 4) I have visited the subject property from 29 January to 31 January;
- 5) I have read the definition of "qualified person" set out in National Instrument 43-101 and certify that by virtue of my education, affiliation to a professional association and past relevant work experience, I fulfill the requirements to be a "qualified person" for the purposes of National Instrument 43-101 and this technical report has been prepared in compliance with National Instrument 43-101 and Form 43-101F1;
- 6) I, as a qualified person, am independent of the issuer as defined in Section 1.5 of National Instrument 43-101;
- 7) I am a co-author of this technical report and have supervised the independent verification completed by SRK. I accept professional responsibility those sections I co-authored;
- 8) I have had no prior involvement with this project;
- 9) I have read National Instrument 43-101 and confirm that this technical report has been prepared in compliance therewith;
- 10) SRK Consulting (China) Ltd. was retained by Majestic Gold Corp. to prepare a technical report about the Fair Adelaide East Gold Project in Kalgoorlie–Boulder City, Western Australia State, Australia pursuant to Canadian Securities Administrators National Instrument 43-101 and Form 43-101F1 guidelines. The preceding report is based on a site visit, a review of project files and discussions with Plutus Resources Pty Ltd. personnel;
- 11) I have not received, nor do I expect to receive, any interest, directly or indirectly, in the Fair Adelaide East Project or securities of Majestic Gold Corp.;
- 12) That, as of the date of this certificate, to the best of my knowledge, information and belief, this technical report contains all scientific and technical information that is required to be disclosed to make the technical report not misleading;

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Perth, Australia 20 February 2020

Yuanjian Zhu, MAusIMM Principal Consultant-Geology