

Pure Gold Mining, Inc.

10:03 04 Jun 2020

Pure Gold Mining launches 30,000m drill program at Red lake project in bid to grow resources, make new high-grade discoveries

Pure Gold Mining Inc (CVE:PGM) (LON:PUR) has launched a large exploration program at its Red Lake gold mine development project in a bid to grow resources and make new high-grade discoveries.

Over 30,000 metres (m) of diamond drilling, both underground and at surface, is planned at the site in Ontario and the work is expected to carry on into 2021.

READ: Pure Gold Mining poised to kick off exploration drilling while it continues to build Red Lake mine project in Ontario

"We are now launching an aggressive exploration program designed to realize our vision for future growth at Canada's next gold mine," Pure Gold CEO Darin Labrenz told investors in a statement.

"Our drill program has been designed with the goal of: increasing indicated mineral resources through infill drilling, with potential to convert to future reserves; expand our gold resources through step-out drilling and make new high-grade discoveries through regional exploration.

"While we remain completely focused on our fully-funded mine construction and ramp-up, we strongly believe in the potential for our mineral reserves and mine production to grow, and our new program is designed to start building our future growth today," he added.

The company is currently in the midst of constructing the first phase of the mine and last month reported that engineering for the processing plant was 95% complete, while significant earthworks, road and utilities infrastructure upgrades, and equipment installation was also underway.

In terms of the exploration work, underground drilling started today, the firm said, with initial work concentrated in areas which are targeted for the first two years of the mine's production.

Previous assays from the area where this drilling is concentrated included 50.2 grams per ton (g/t) gold over four metres (m) in one hole and 26.4 g/t of the yellow metal over 12.7m in another.

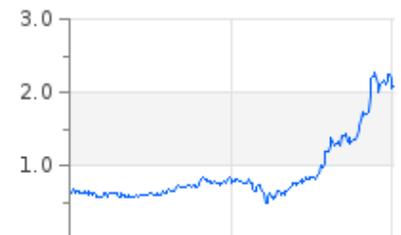
Elsewhere, the surface drilling will focus on expanding new discoveries along the group's seven-plus kilometre gold corridor, aiming to grow resources in areas where the company thinks there is strong potential to convert resources into future reserves as part of an expanded mine plan.

"A third aspect of our exploration strategy is unveiling and establishing the growth potential of high-grade zones such as our 8 Zone. Open up and down-plunge for expansion, the 8 Zone has previously returned extraordinary drill results such as 466.0 g/t gold over 4.3 metres and 342.4 g/t gold over 5.5 metres and forms an important part of our phase 1 mine," the firm added.

Price: 2.07

Market Cap: \$796.82 m

1 Year Share Price Graph



August 2019 February 2020 July 2020

Share Information

Code: PGM

Listing: TSX-V

52 week **High** **Low**
2.31 0.38

Sector: Gold & silver

Website: puregoldmining.ca

Company Synopsis:

Pure Gold Mining Inc (LSE:PUR) (CVE:PGM) are building Canada's next gold mine in a phased approach with tremendous upside beyond the base case, a long life mine with highly attractive economics. They have a strong foundation. The PureGold Red Lake mine is scalable.

action@proactiveinvestors.com

Pure Gold's Red Lake mine is fully funded and on track to deliver gold production into a rising Canadian gold price, with first output scheduled for late 2020.

Shares advanced 2,67% in London to stand at 77p. In Toronto, shares gained 2.34% to C\$1.31.

Contact the author at giles@proactiveinvestors.com

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of Pure Gold Mining, Inc. named herein, including the promotion by the Company of Pure Gold Mining, Inc. in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).