



TSXV - REG

# Emerging Cu-Au Discovery in the Land of Peruvian Giants

# Disclaimer

## *Forward-Looking Information*



Forward-Looking Information. Certain of the information contained in this document constitutes forward-looking information or forward-looking statements (collectively, "forward-looking information") within the meaning of applicable Canadian securities legislation. Such forward-looking information include statements regarding the Regulus / Southern Legacy amalgamation and matters in respect thereof, exploration plans for the Antakori and Golden Brew projects, Regulus and Southern Legacy resource estimates, and use of proceeds of the equity financing. Often, but not always, forward-looking information can be identified by the use of words such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", "believes" or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. With respect to forward-looking information contained herein, we have made numerous assumptions including among other things, commodity prices, economic and political conditions and continuity of operations.

Although Regulus believes that the assumptions made and the expectations represented by such statements or information are reasonable, there can be no assurance that forward-looking information referenced herein will prove to be accurate. Forward-looking information by their nature are based on assumptions and involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Regulus to be materially different from any future results, performance or achievements expressed or implied by such forward-looking information. These risks, uncertainties or other factors include, but are not limited to, the actual commodity prices received, unanticipated grade, geological, metallurgical, processing, access, transportation of supply or other problems, political, economic and operational risks of foreign operations, availability of materials and equipment, the timing of receipt of governmental permits, force majeure events, accidents, labour relations and risks in start-up date delays, environmental costs and risks, the outcome of acquisition negotiations, general domestic and international economic and political conditions, the factual results of current exploration, development and mining activities and those factors disclosed in documents filed by Regulus from time to time with the provincial securities regulators in Canada. Although we have attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in the forward-looking information, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. Accordingly, readers should not place undue reliance on forward-looking information. Regulus undertakes no obligation to update forward-looking information as a result of new information after the date of this document except as required by law. All forward-looking information contained herein is qualified by this cautionary statement.

Presentation of Resource Estimates. This corporate presentation uses the terms "indicated" and "inferred" in connection with its resource presentations, as defined in accordance with National Instrument 43-101 Standards of Disclosure for Mineral Projects ("NI 43-101") under guidelines set out in the Canadian Institute of Mining, Metallurgy and Petroleum (the "CIM") Standards on Mineral Resources and Mineral Reserves adopted by the CIM Council. Readers are cautioned not to assume that all or any part of "indicated" resources will ever be converted into mineral reserves. "Inferred" resources have a great amount of uncertainty as to their existence and as to their economic and legal feasibility. It cannot be assumed that all or any part of an "inferred" resource will ever be upgraded to a higher category. Readers are also cautioned not to assume that all or part of an "inferred" resource exists, or is economically or legally mineable. Estimates of "inferred" resources may not form the basis of feasibility or other economic studies. Mineral resources that are not mineral reserves do not have demonstrated economic viability. All of Regulus' exploration programs and the related disclosure of information of technical or scientific nature are prepared by, or prepared under the direct supervision of Kevin B. Heather, Regulus' Chief Geological Officer, who is a "qualified person" as defined in NI 43-101.



# Who are we?

*An Experienced Team in South America*



## **John Black, CEO & Director**

B.Sc., M.Sc., 30+ years international exploration experience – Kennecott, Rio Tinto, WMC, founding President/CEO of Antares Minerals.



## **Fernando Pickmann, President**

LLM, 20+ years mining law experience advising junior and senior mining companies in Peru, former CEO of Southern Legacy Minerals, former director of PeruPetro, Andean Gold and Estrella Gold Corp.



## **Mark Wayne, CFO & Director**

LLB, CFA, 30+ years capital market experience, founding CFO of Antares Minerals, former Chairman Alamos Gold.



## **Dr. Kevin B. Heather, Chief Geological Officer**

B.Sc. (Hons), M.Sc., Ph.D., FAUSIMM, FSEG  
35+ years international exploration experience – OGS, GSC, Barrick, independent consultant, founding VP Geology of Antares Minerals.



# Who are we?

*TSX-V-Listed Company with Loyal Shareholders*



<b>Shares issued</b>	<b>90,994,594</b>
Warrants outstanding	4,217,452 at C\$1.60 to Jan 2020 187,307 at C\$1.90 to Sep 2020 Total 4,404,759
Options outstanding	2,200,000 at C\$1.50 to 2.00 expiry 2021-2023
Fully diluted	97,599,353
Principal Shareholders	
Insiders	14.13%
Route One Investment Co.	23.62%
First Quantum Minerals, Sentry, Primevest	Significant positions
Cash position at (Jan 2019)	C\$ 14.8 MM
Share price (Jan 14 2019)	C\$ 1.40
Market capitalization	C\$ 129 MM

# Who are we?

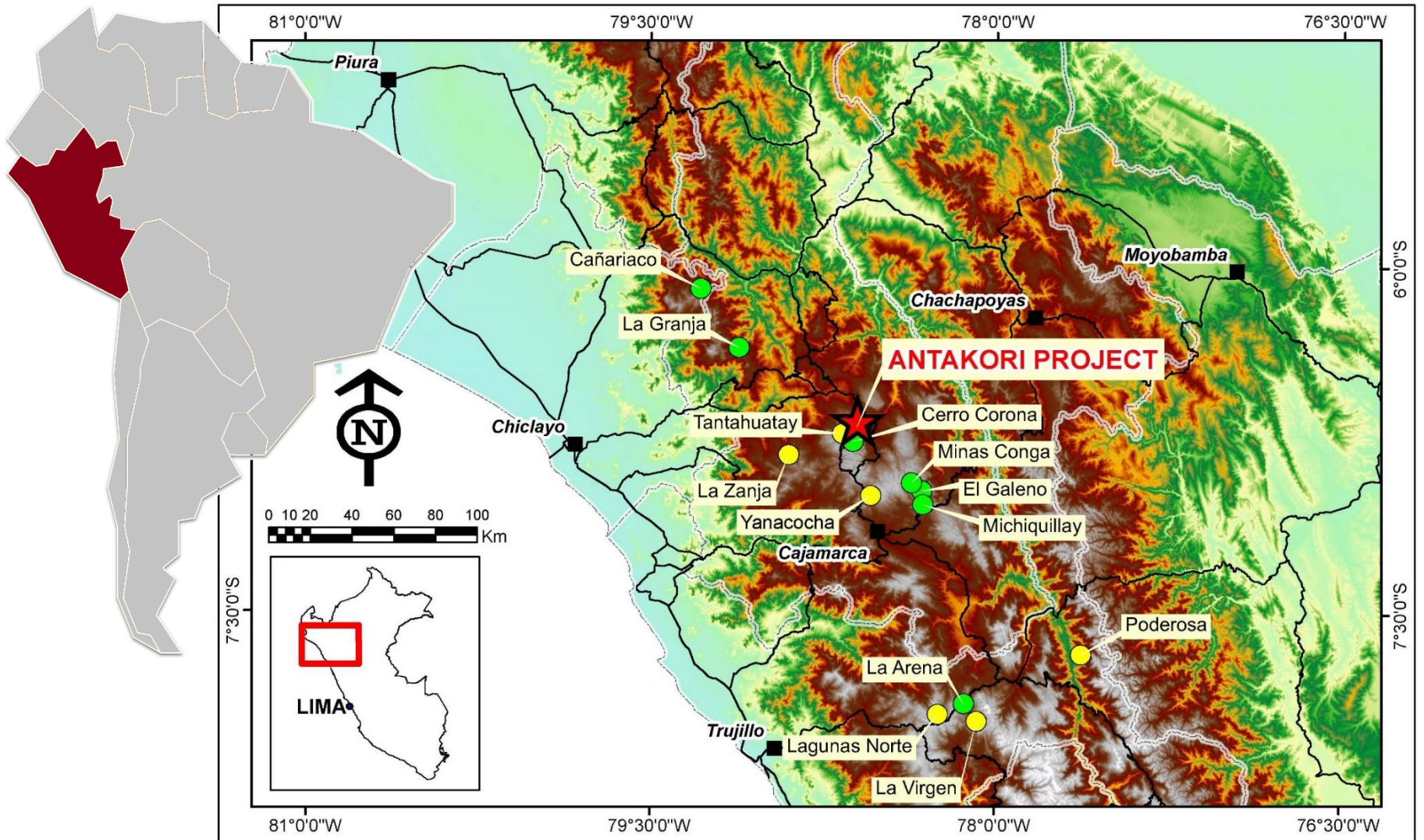
*A Team with a Proven Track Record*



The Team's Companies	Strategy		
	1. Acquire Mineral Resources with Overlooked Potential	2. Add Value by Proving Out Expansion	3. Monetize By Selling To A Major
<b>Antares Minerals:</b> <i>Haqira Cu Project, Peru</i>	<b>2005</b> Acquired for US\$15MM from Phelps Dodge <b>1.2 billion lbs CuEq Resource</b>	<b>2005-2010</b> C\$45MM spent on exploration through to PEA	<b>2010</b> Sold to First Quantum Minerals for C\$650+ MM <b>13.3 billion lbs CuEq Resource</b>
<b>Regulus Resources</b> <i>AntaKori Cu-Au Project, Peru</i>	<b>2014</b> Acquired via merger with Southern Legacy Peru <b>5.1 billion lbs CuEq Resource</b>	<b>2014 – Present</b> Land agreements established + Extensive drilling to expand Resource <b>Updated Resource Feb 2019</b>	<p>Watch this space ...</p>
<b>Aldebaran Resources</b> <i>Altar Cu-Au Project, Argentina</i>	<b>2018</b> Spin out Regulus' Argentina assets and JV earn-in to the Altar Cu-Au Project <b>21 billion lbs CuEq Resource</b>		

# Where are we?

Northern Peru, the Land of Giants





# Where are we?

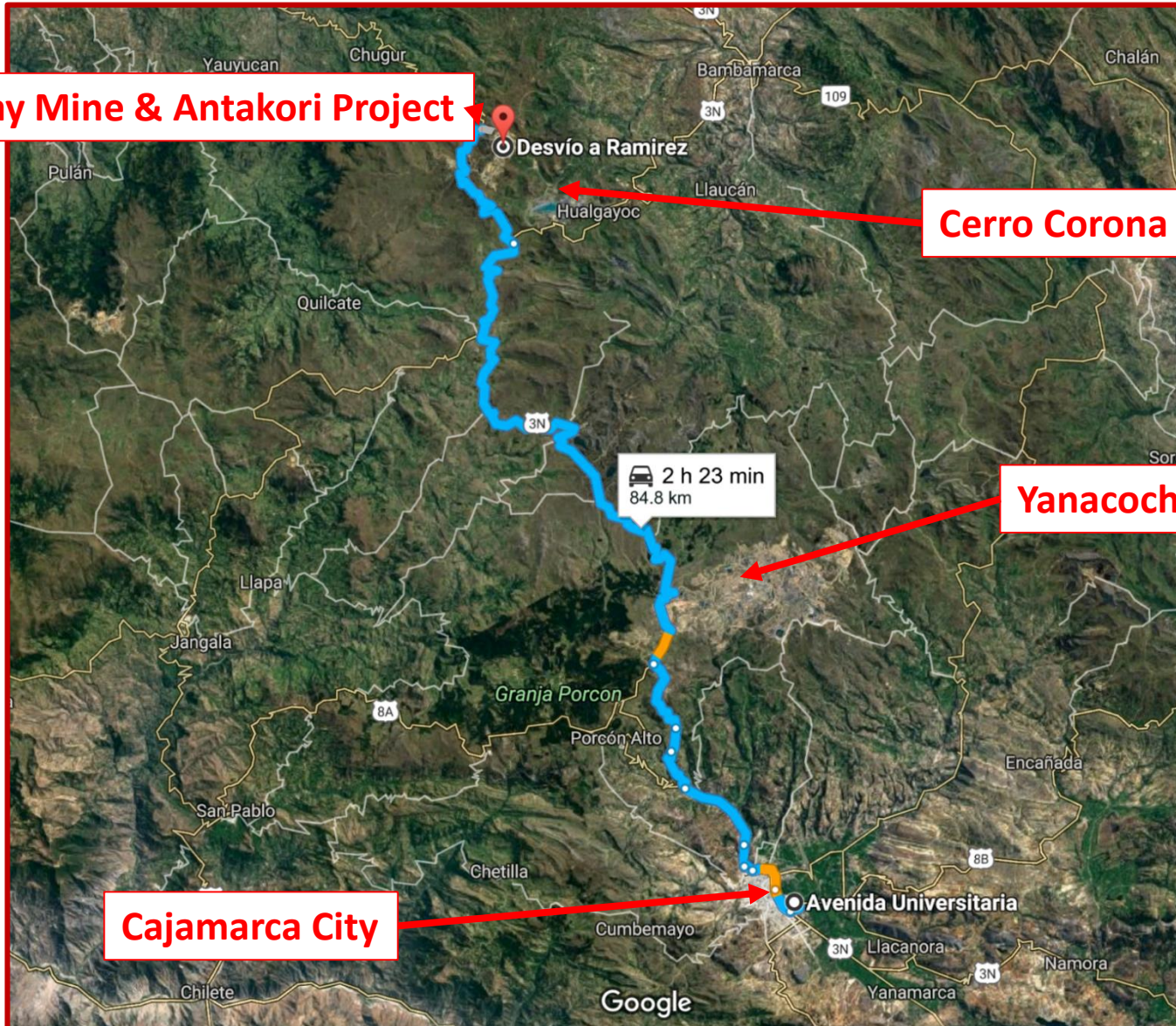
Good Infrastructure, Close to Operating Mines

**Tantahuatay Mine & Antakori Project**

**Cerro Corona Mine**

**Yanacocha Mine**

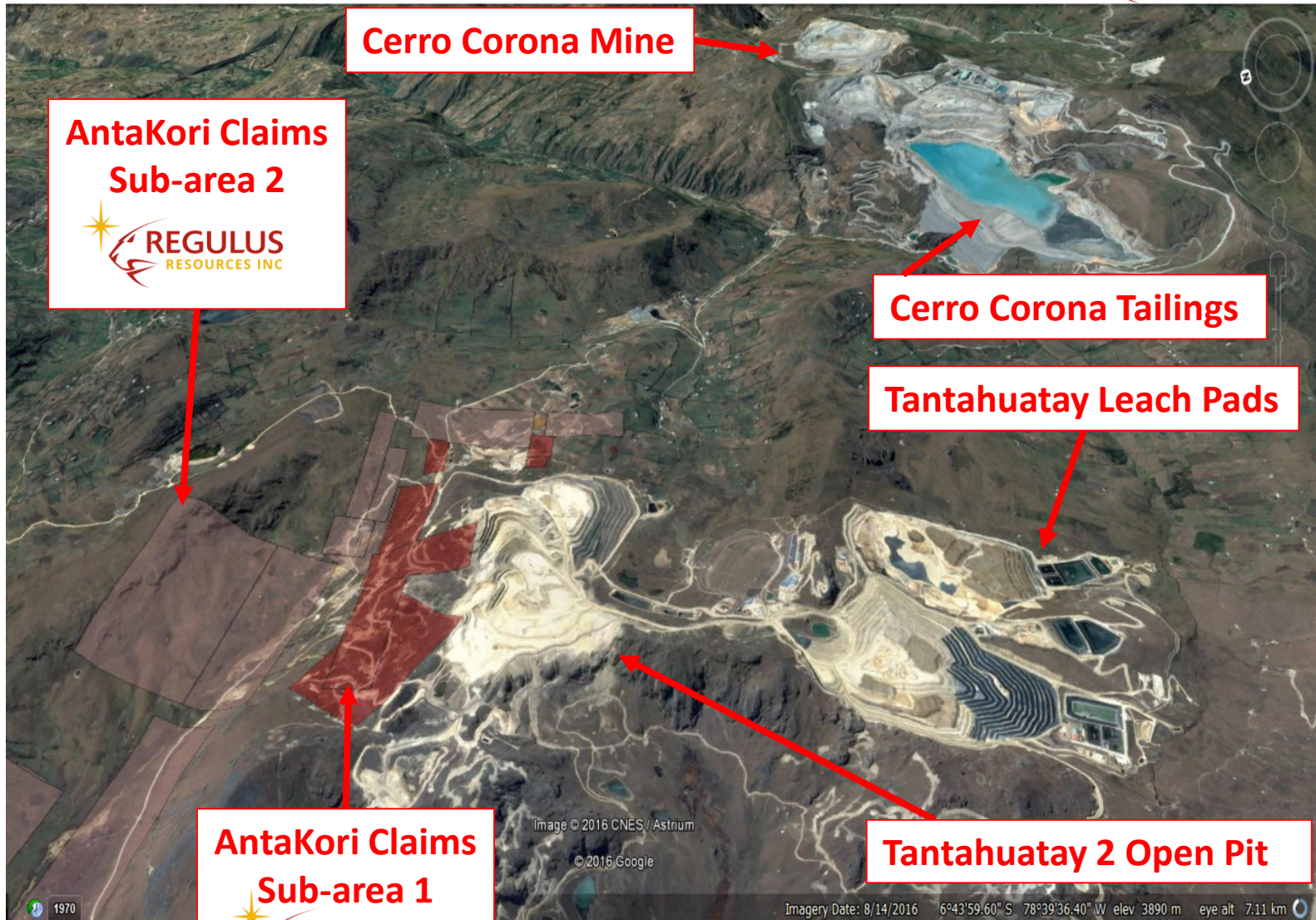
**Cajamarca City**





# Where are we?

*Immediately Adjacent to Two Operating Mines*

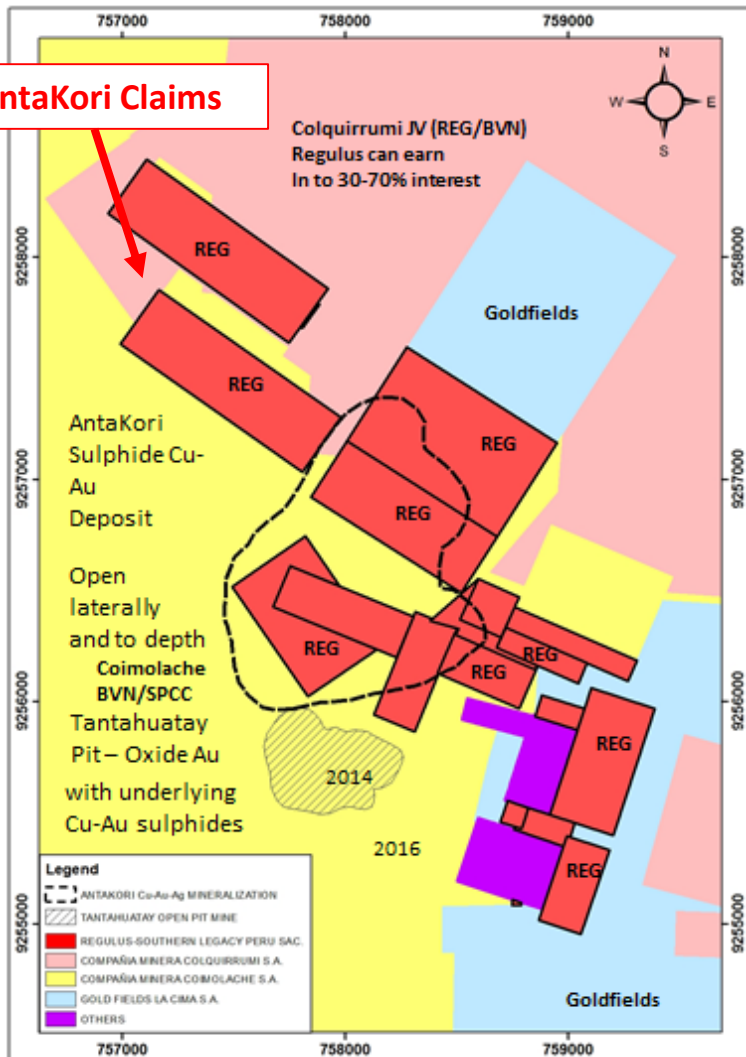




# What has been achieved by Regulus?



AntaKori Claims



## Before Regulus Acquired AntaKori

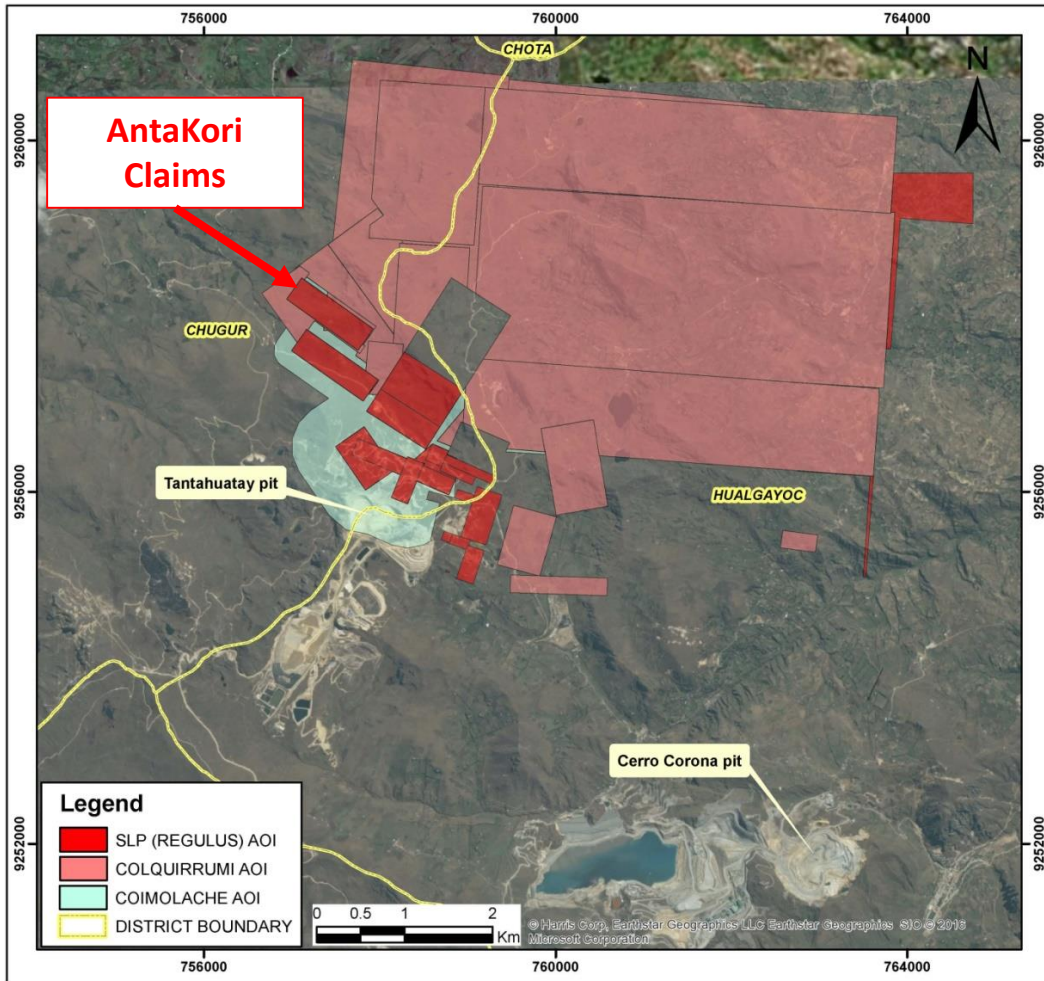
Previous drilling had defined substantial Cu-Au-Ag sulphide mineralization that occurs on both Regulus and Coimolache (Tantahuatay Mine) mining rights and remains open for expansion in most directions; Difficult for either company to proceed without mutual agreements.

## 2014-2017

Regulus acquires AntaKori by merger with Southern Legacy Peru; Agreements established with COIMOLACHE (Buenaventura/Southern Peru Copper) & COLQUIRRUMI (Buenaventura) to begin collaborative exploration.

# What has been achieved by Regulus?

## District Consolidation - Two Agreements in Place



### 1. Coimolache Agreement

- Mutual rights of access - mutual rights of expansion agreement
- Full data sharing within an area of interest

### 2. Colquirrumi Agreement

- Option to earn-in up to 70% interest, with an option for Buenaventura to claw-back back to 70% for US\$9MM payment
- Regulus can earn up to a 70% interest by drilling 7,500 m within 3 years of obtaining necessary permits



# What do we have at AntaKori?

295mt of Inferred Cu-Au-Ag Resource



Resource Category	Tonnes (millions)	Au (g/t)	Cu (%)	Ag (g/t)	Au (M oz)	Cu (B lbs)	Ag (M ozs)	Au Eq (M ozs)	Cu Eq (B lbs)	CuEq (%)
<b>Inferred</b>	<b>294.8</b>	<b>0.36</b>	<b>0.48</b>	<b>10.20</b>	<b>3.40</b>	<b>3.10</b>	<b>93.30</b>	<b>12.81</b>	<b>5.10</b>	<b>0.8</b>

Au EQ and Cu EQ were calculated using the following metal prices: Au = US\$1,200/oz, Cu = US\$3.00/lb, Ag = US\$20/oz  
(Southern Legacy Peru 43-101 Technical Report and Resource Estimate; Wilson, 2012)

We were able to acquire AntaKori on the “cheap” because we bought at the bottom of a cycle and because of the below issues, for which we have the following solutions:

## Challenges

- 1. Complicated land ownership with adjacent mine owners**
- 2. Current resource has a relatively high arsenic (As) content**
- 3. Limited drilling and Resource open for expansion**

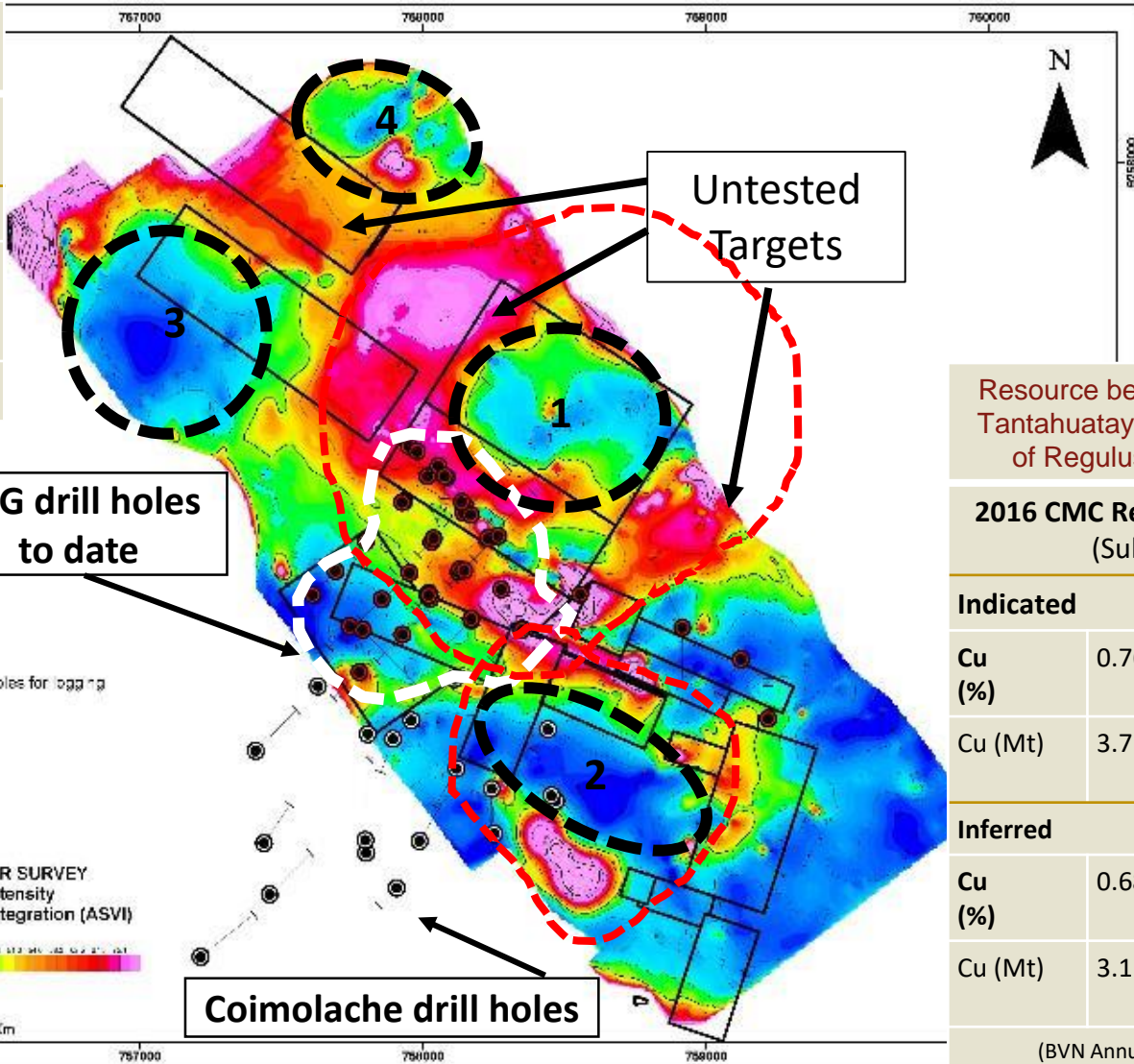
## Solutions

- 1. 2014-2017 Signed land agreements:**
  - Collaborative exploration agreements
  - Earn-In option agreement
- 2. There are effective ways to deal with the As:**
  - Continued exploration to reveal cleaner mineralization
  - Emerging processes to treat As rich ores
- 3. Extensive drill program to indicate full size of Resource**

# What do we think we have?

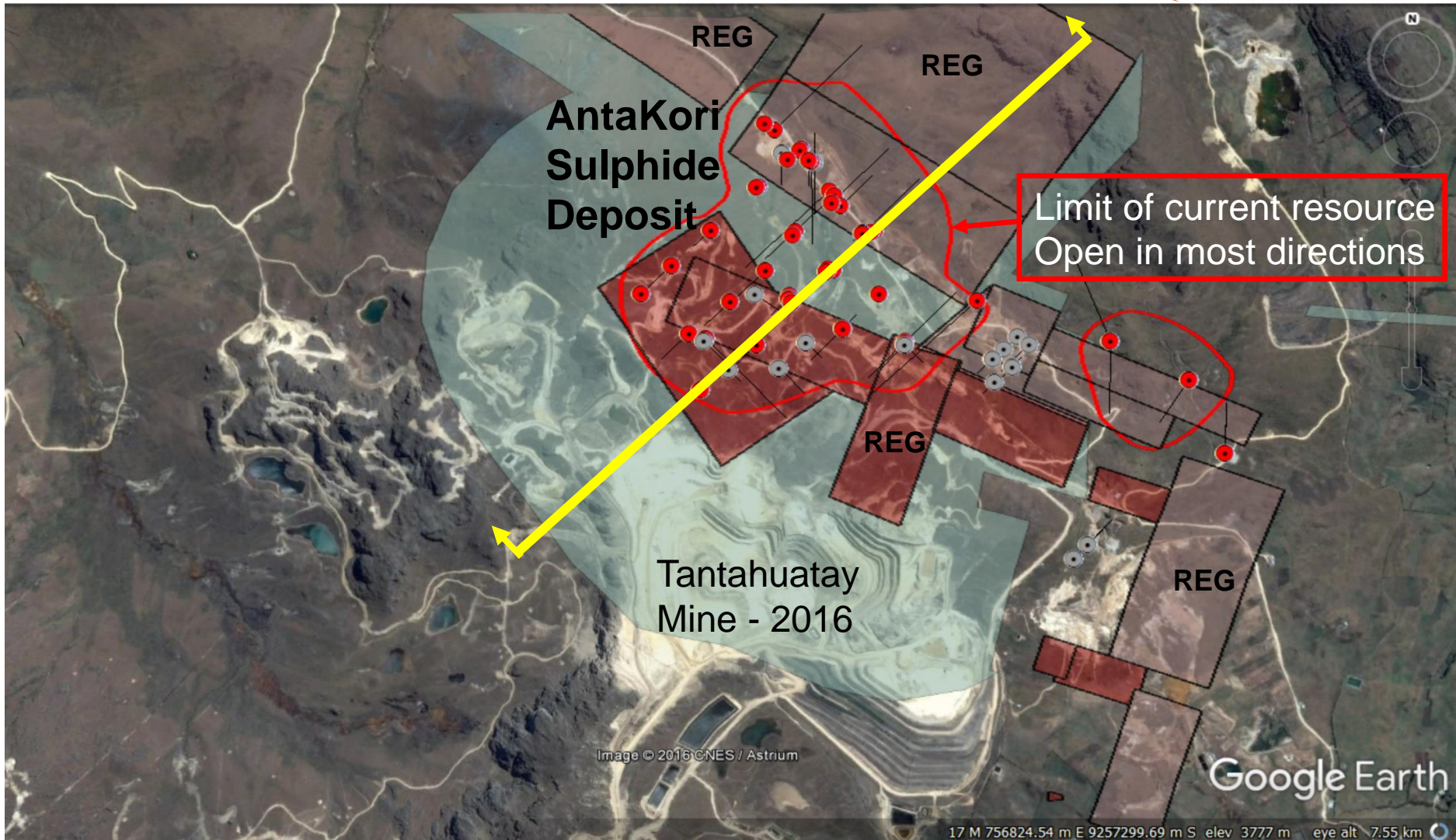
## "Blue-sky" Upside Potential

Resource on Regulus concessions only					
2016 CMC Resource Estimate (Sulphides)					
Inferred		294.8 Mt			
Cu (%)	0.48	Au (g/t)	0.36	Ag (g/t)	10
(43-101 Resource Estimate; Wilson, 2012)					



Resource below neighbouring Tantauatay mine's pit, south of Regulus concessions					
2016 CMC Resource Estimate (Sulphides)					
Indicated		488.5 Mt			
Cu (%)	0.76	Au (g/t)	0.2		
Cu (Mt)	3.7	Au (M oz)	3.5		
Inferred		455.0 Mt			
Cu (%)	0.68	Au (g/t)	0.1		
Cu (Mt)	3.1	Au (M oz)	2.2		
(BVN Annual Report 2016)					





# What has been achieved by Regulus?

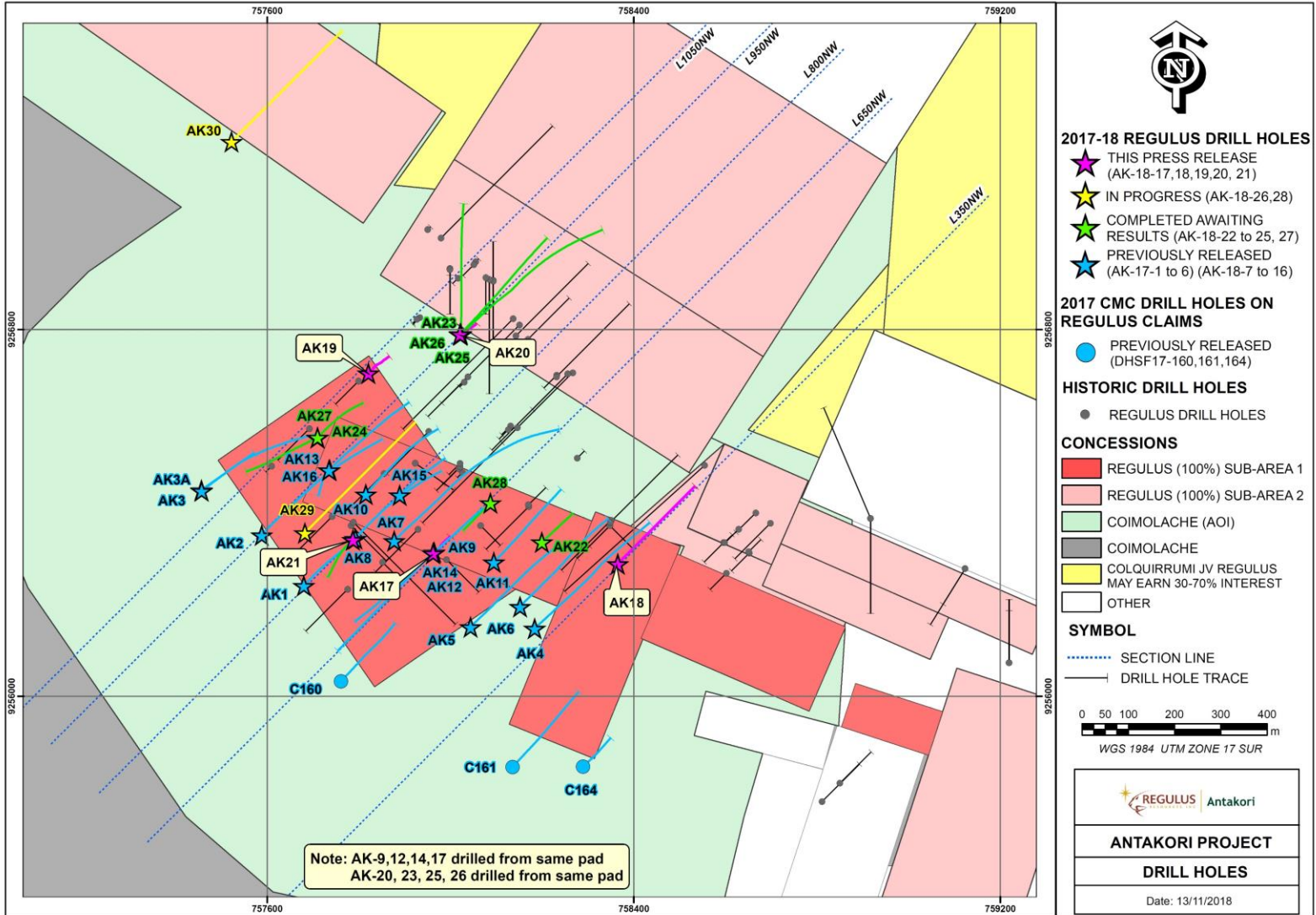
## Extensive Drill Program 2017/2018



• ~23,000m completed to-date by REG

• Adds to the ~17,000m of historical drilling

• ≈25,000m 2019 Drill Program Planned





# What are drill results to date?

*23,000 m+ Drill Program*



**Early drilling is demonstrating existence of higher-grade, “cleaner” underlying mineralization.**

## Highlights of first 24 Regulus drill holes at AntaKori:

- **AK-17-001 - 184 m with 1.54% Cu, 1.05 g/t Au and 11.9 g/t Ag (2.40% CuEq)**

Best holes to date including:

- **AK-18-014 – 714 m with 0.68% Cu, 0.38 g/t Au and 7.6 g/t Ag (1.02% CuEq)**
- **AK-18-015 – 396 m with 0.59% Cu, 0.46 g/t Au and 14.7 g/t Ag (1.05% CuEq)**
- **AK-18-016 – 137 m with 2.50% Cu, 1.62 g/t Au and 10.6 g/t Ag (3.75% CuEq)**

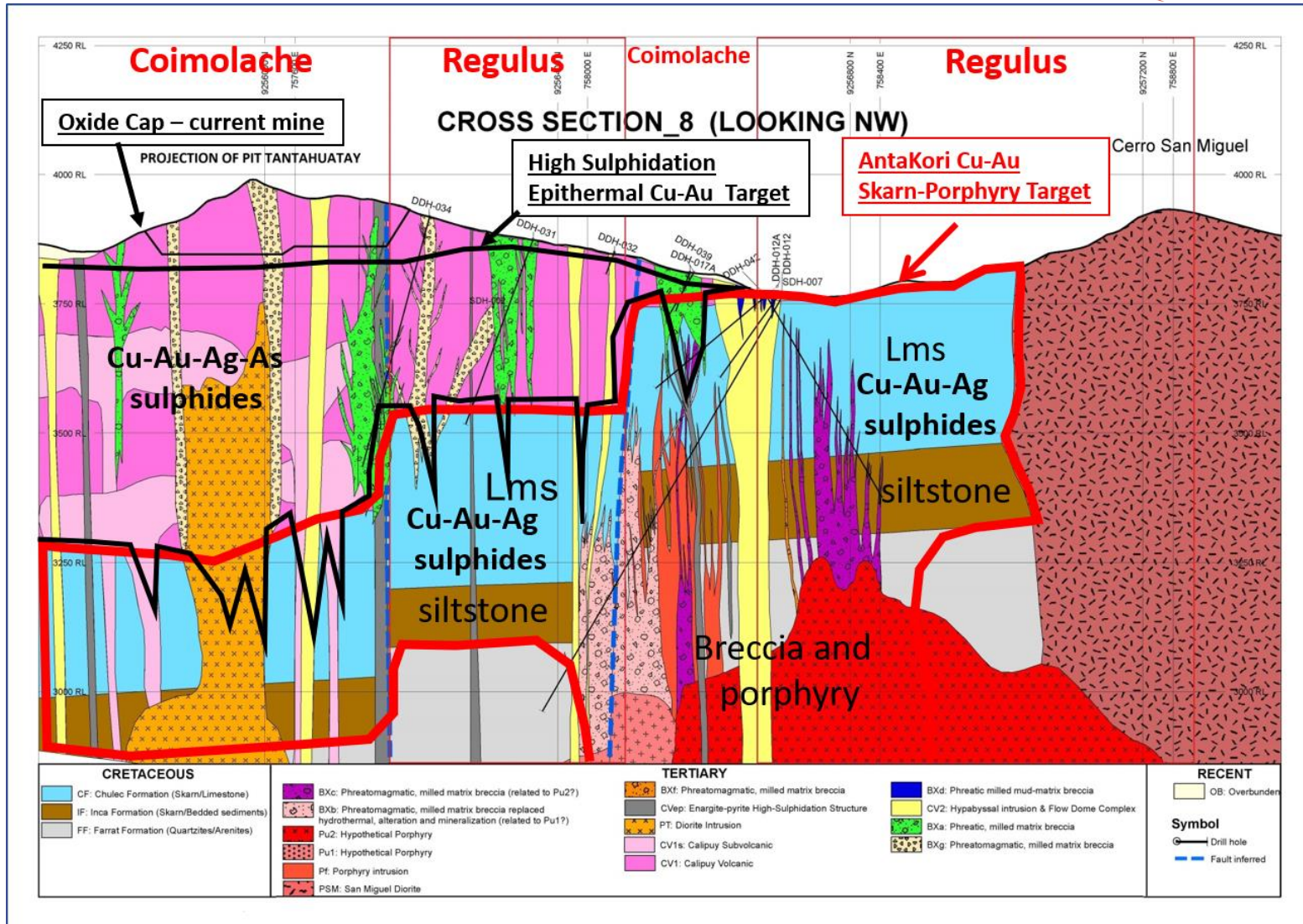
Recently reported:

- **AK-18-020 – 103.82 m of 1.00% Cu, 1.85 g/t Au and 121.6 g/t Ag (3.43% CuEq)**
- **AK-18-021 – 619.20 m with 0.67% Cu, 0.43 g/t Au and 7.30 g/t Ag (1.05% CuEq)**

**Potential to discover significantly more resources with cleaner mineralization in overlooked breccias/skarn and potential porphyry center**

# Geologic Setting

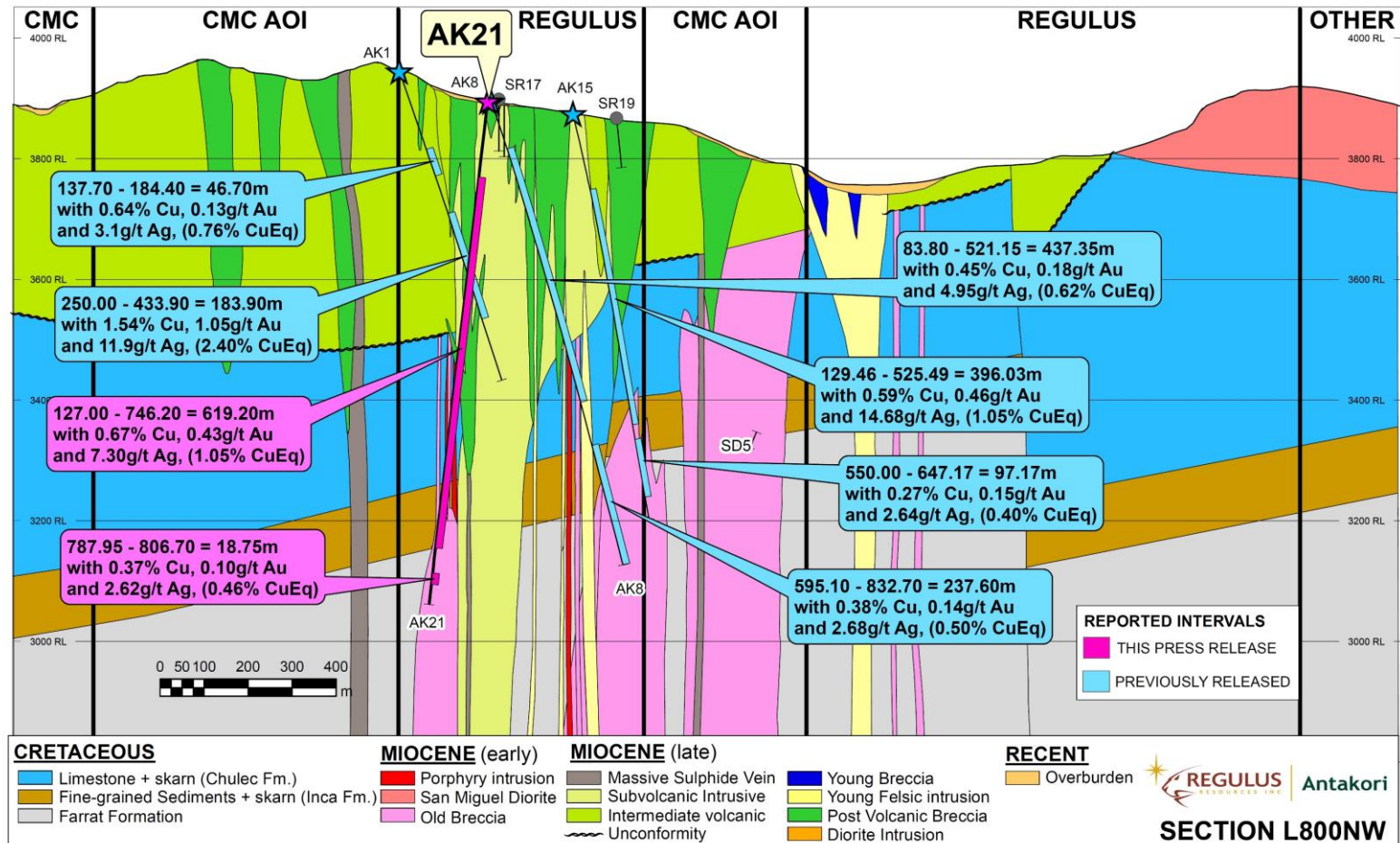
Multiple Events: Skarn, Porphyry, Epithermal Styles





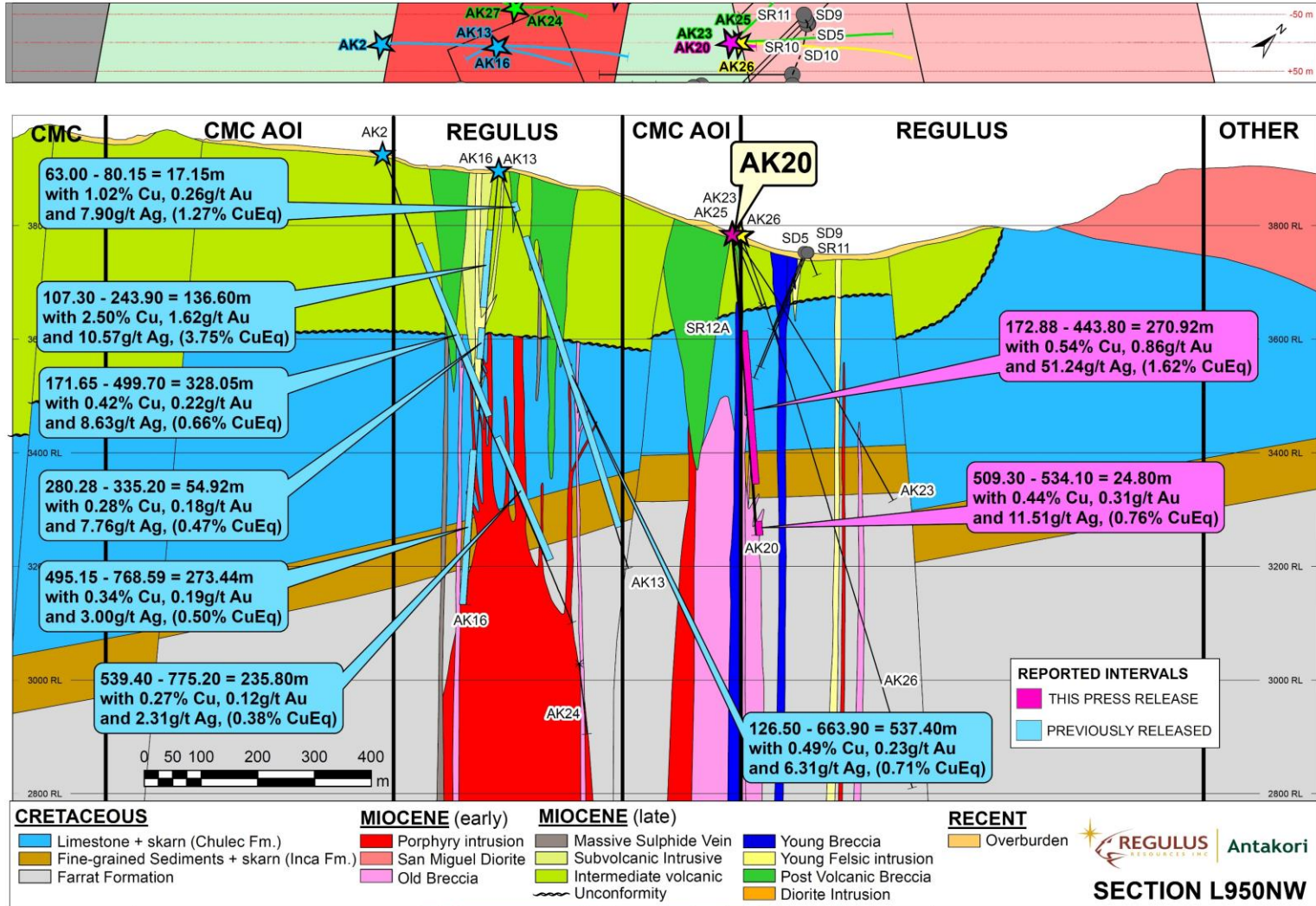
# Geological Setting

## Systematic Drill Out to Depth



# Geological Setting





## Commencing Drilling to North





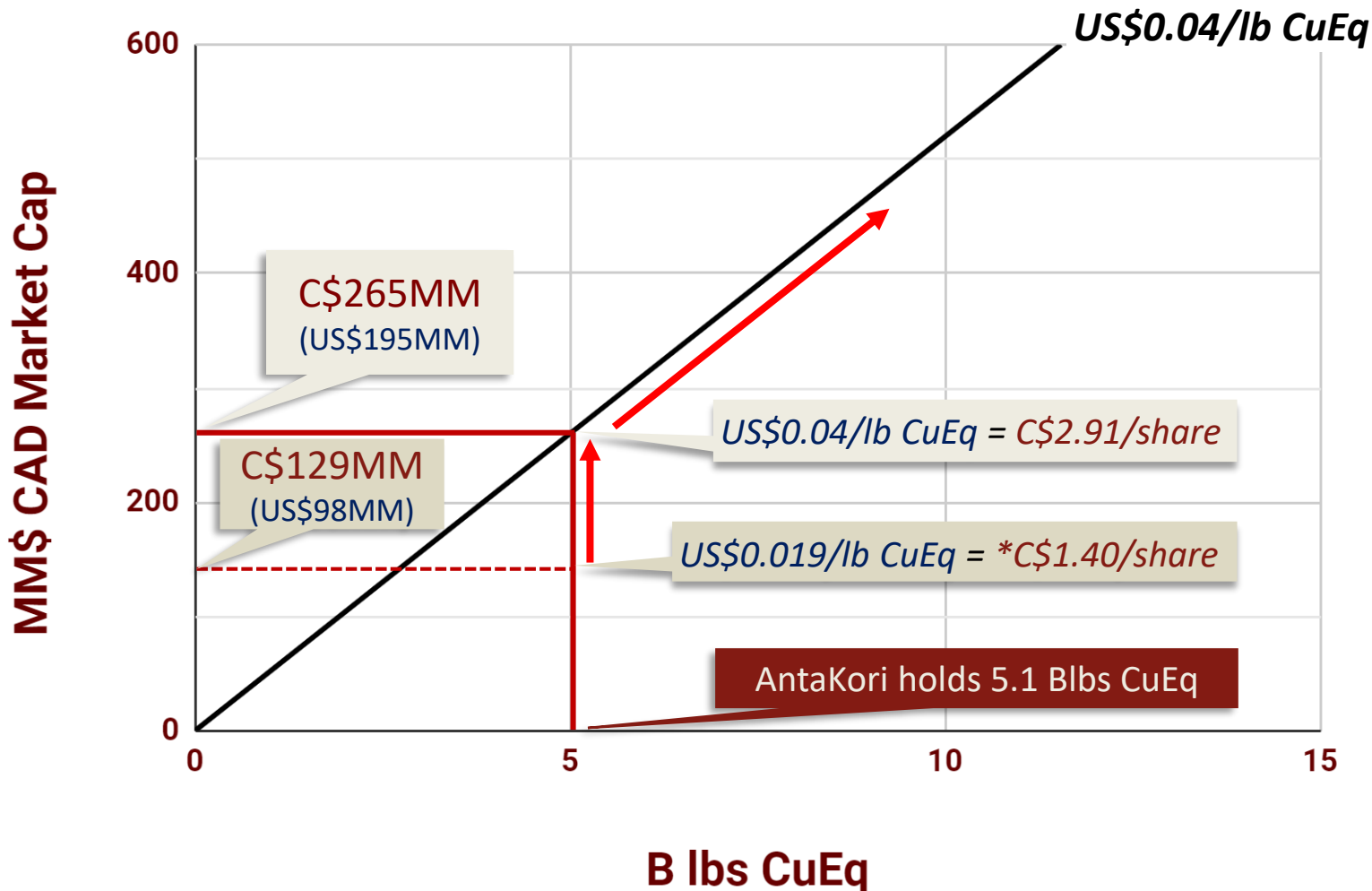
# What is our plan?

*Drilling to Expand Resource*

<b>Starting Point</b> 2014 - Present	<b>Resource 1</b> Early 2019	<b>Resource 2</b> Early 2020	<b>PEA</b> 2020
			
<p>Project acquired in 2014 from Southern Legacy</p> <p>17,000m historical drilling included in current resource (R0)<sup>1</sup></p> <p>23,000m+ Regulus drilling completed by end of 2018</p>	<p><b>Updated Interim Resource Estimate (R1)</b></p> <p><b>Continue to drill another ≈25,000m</b></p> <ul style="list-style-type: none"> <li>- <b>Includes AntaNorte (additional targets to North)</b></li> <li>- <b>Expansion of the R1 Resource</b></li> </ul>	<p>Updated Resource Estimate (R2)</p>	<p>Preliminary Economic Assessment</p>

# What are our goals?

Add Value by Resource Expansion



Median price paid of 23 M&A transactions for similar projects from 2010-2018 is US\$0.04 /lb CuEq

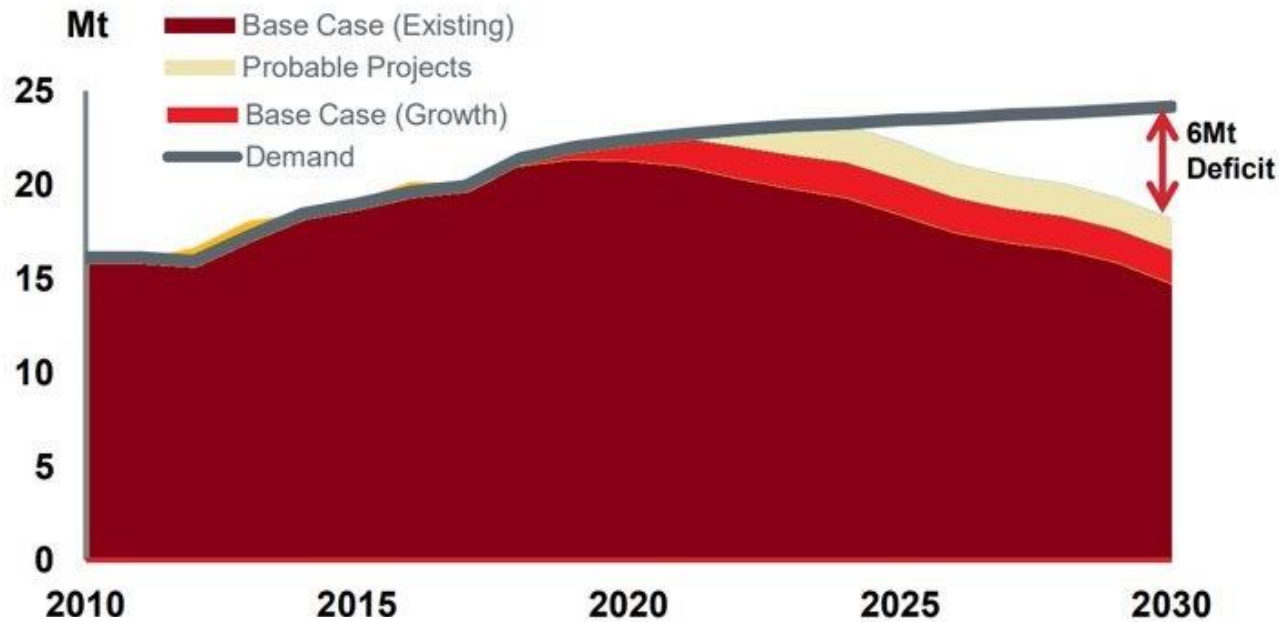


# What are our goals?

*Deliver Robust Cu-Au Asset into Rising Copper Market*



## COPPER SUPPLY/DEMAND OUTLOOK<sup>1</sup>



1. Source: Wood Mackenzie 's Q1 2018 dataset dated March 2018.

<p><b>Early 2019</b></p>	<p><b>2019-2020</b></p>	<p><b>2020</b></p>
<p><b>Updated Interim Resource Estimation</b></p>	<p><b>Continued Drilling to Increase Resource</b></p>	<p><b>Resource Update and PEA</b></p>

# Why invest in Regulus?

*Lightening Will Strike Twice!*



- **Successful Team with Proven Track Record**
- **Great Asset in Excellent Jurisdiction**
- **Delivering Undervalued Cu-Au Asset into Rising Copper Market**
- **Well-funded Junior with Access to Capital**

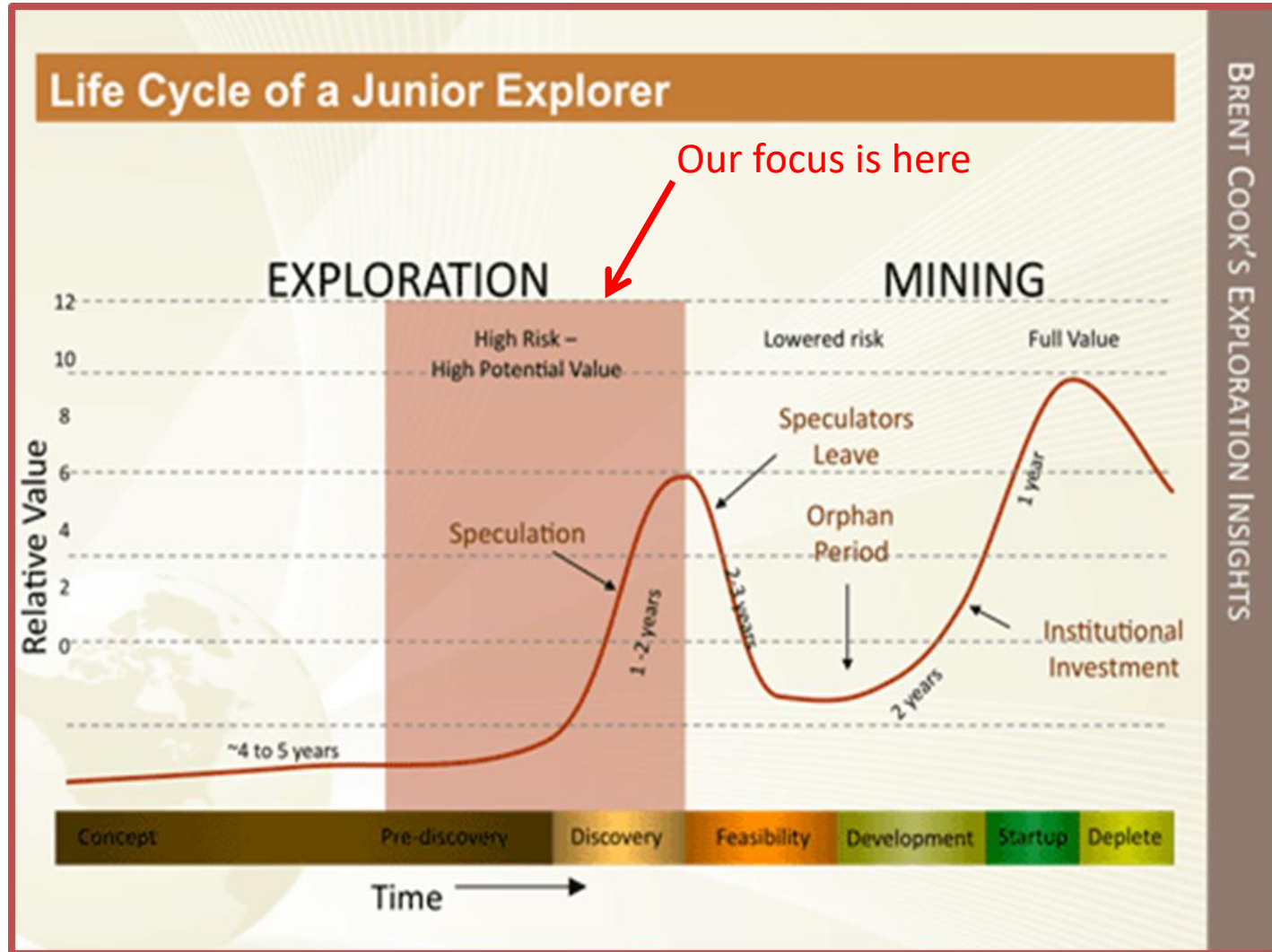


# Appendix



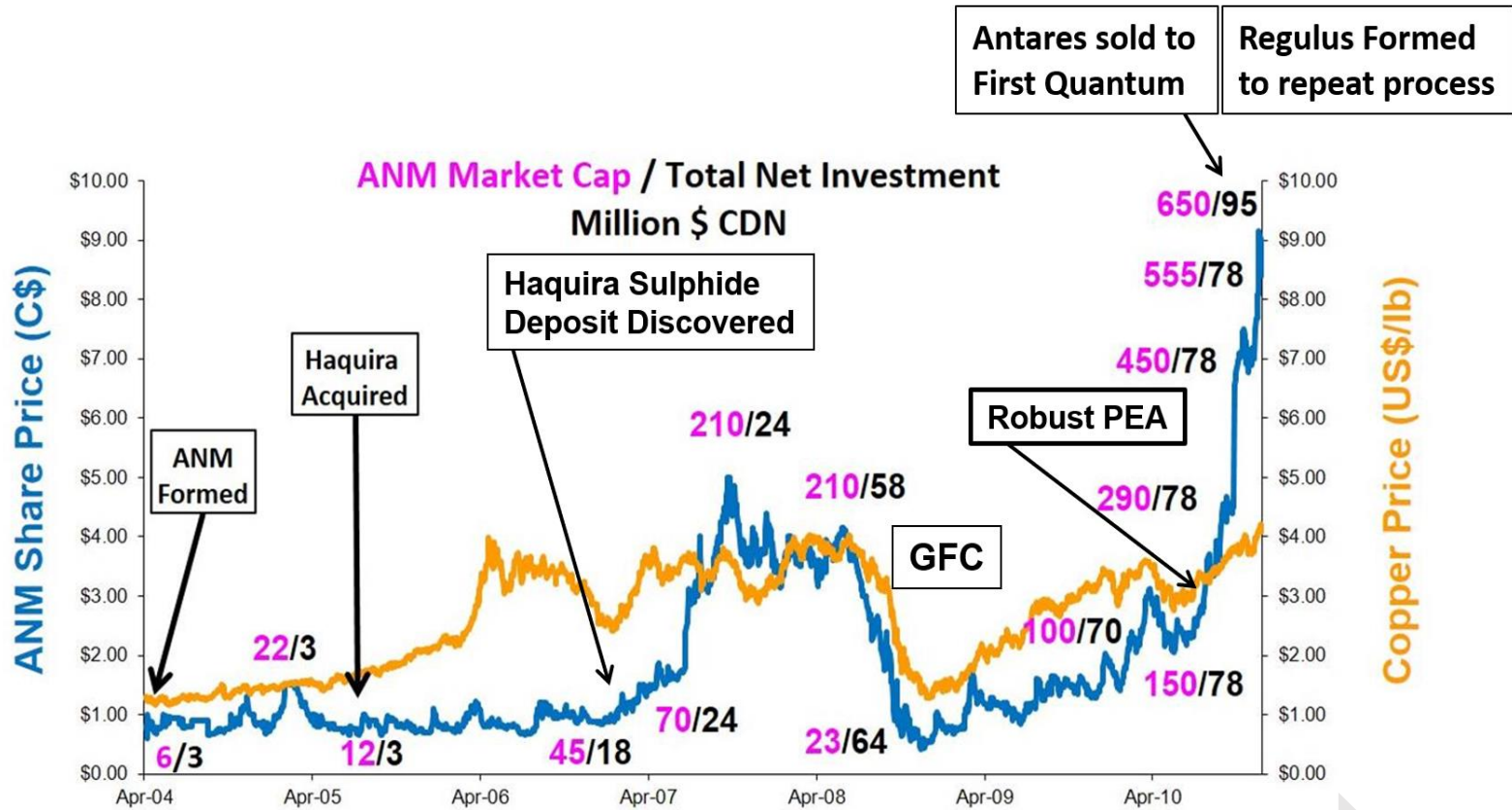
- *Our strategy continued...*
- *Drilling Figures*
- *Size Potential Antamina Scale*

# What is our strategy?



BRENT COOK'S EXPLORATION INSIGHTS

# What was our strategy with Antares?



Antares acquired Haqira from Phelps Dodge Corp for \$15MM in 2004 and sells to First Quantum for \$ 600 MM in 2010



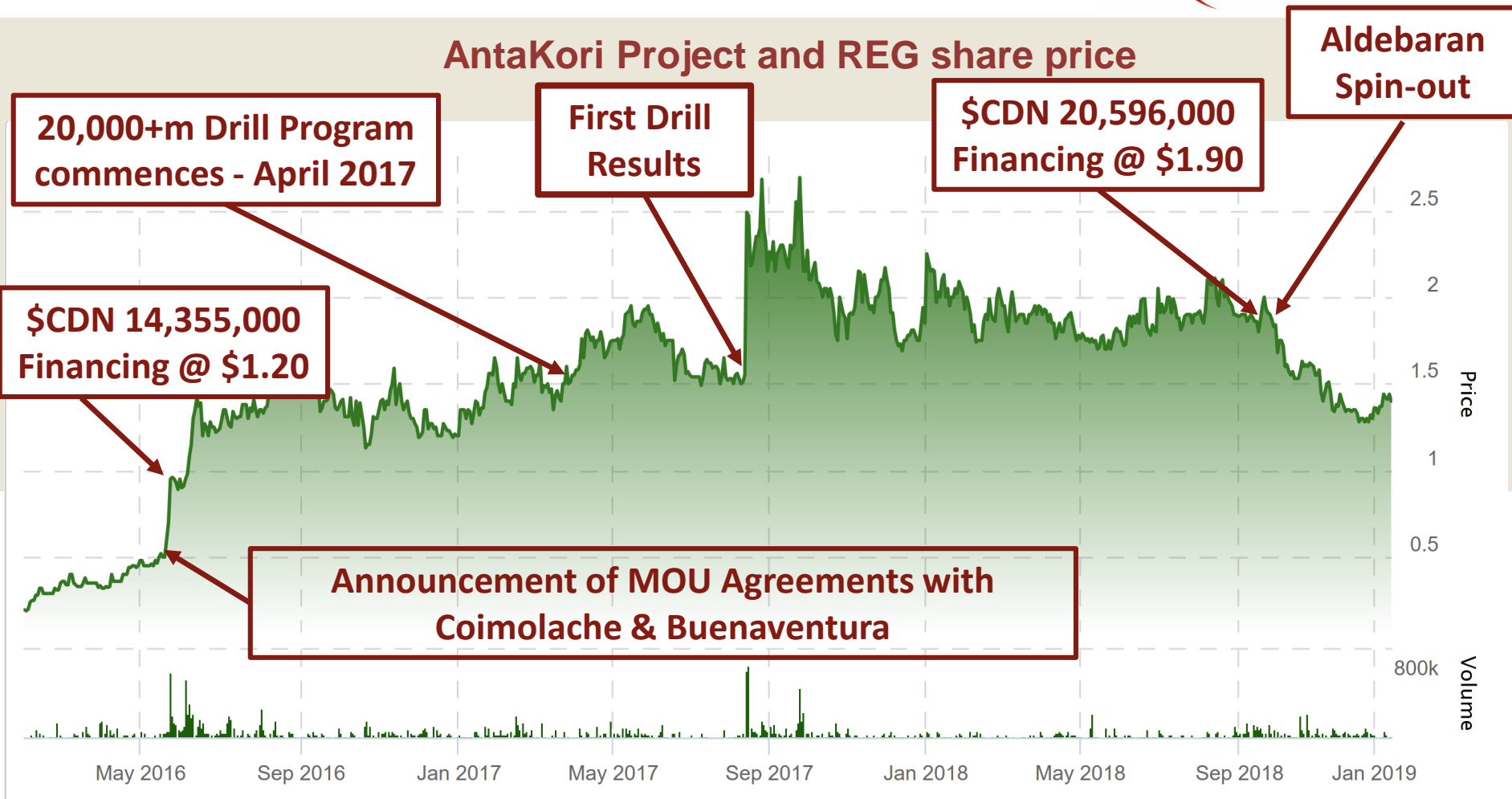


# Regulus' performance

## Major Milestones



### AntaKori Project and REG share price



20,000+m Drill Program commences - April 2017

First Drill Results

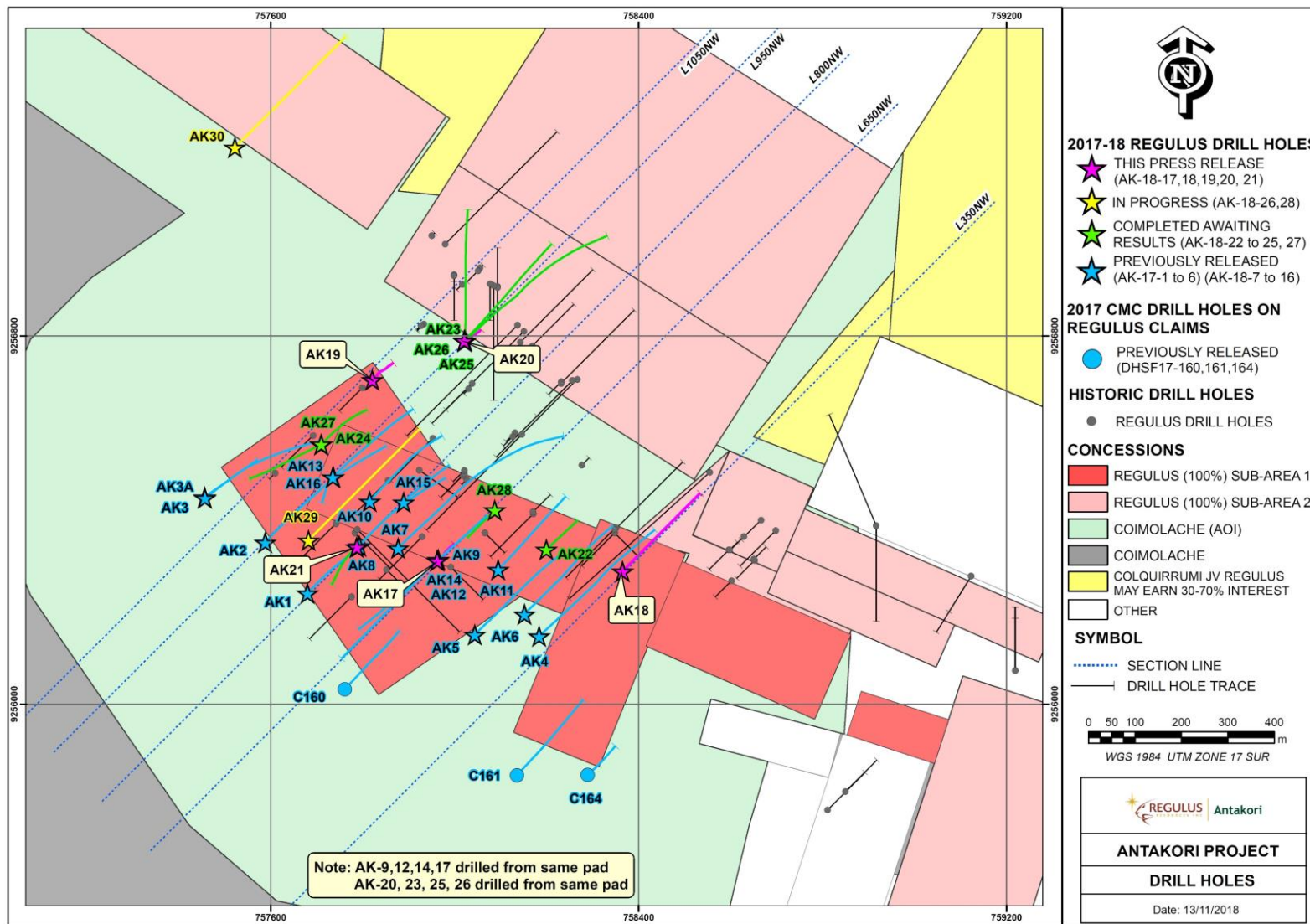
\$CDN 20,596,000 Financing @ \$1.90

Aldebaran Spin-out

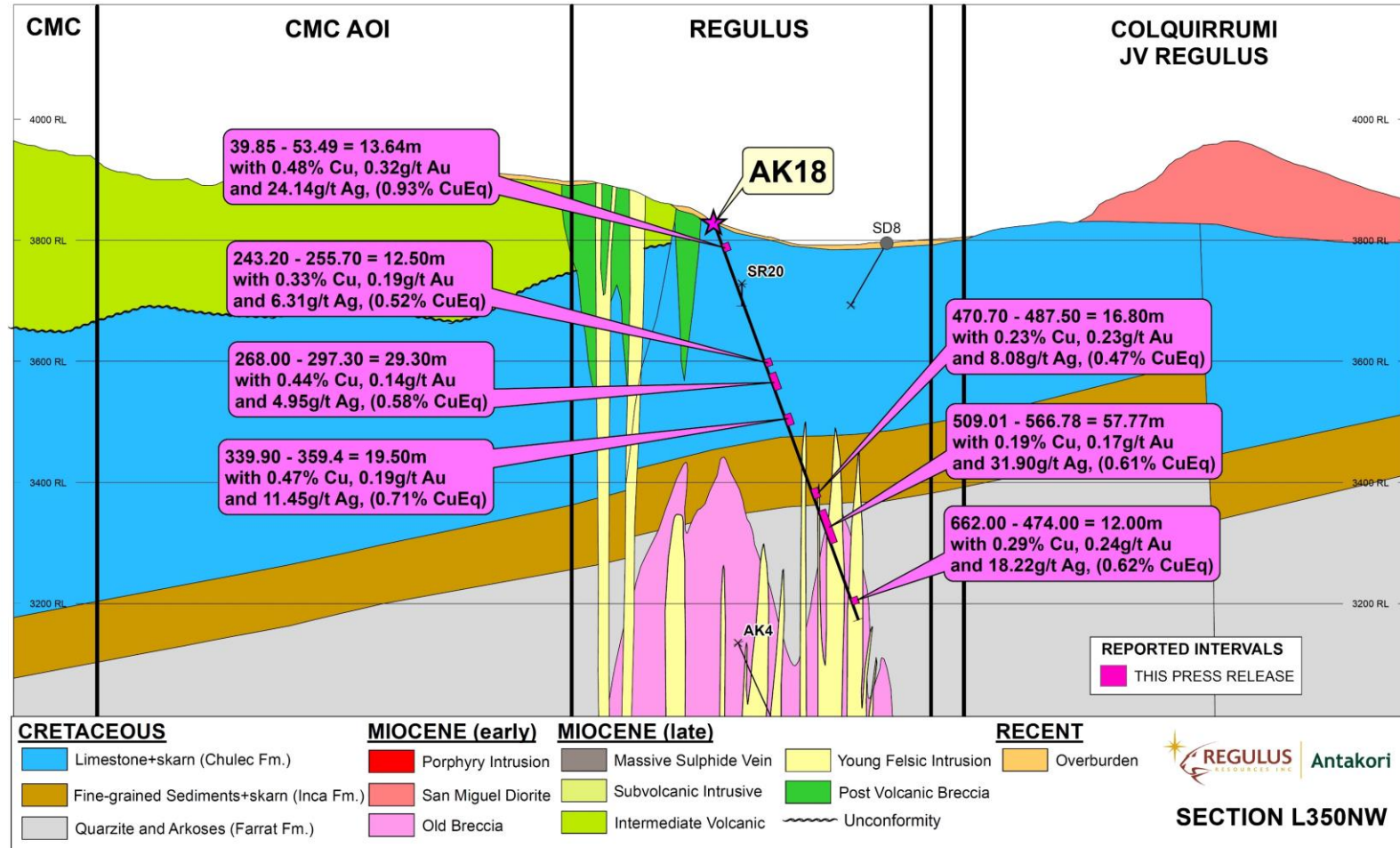
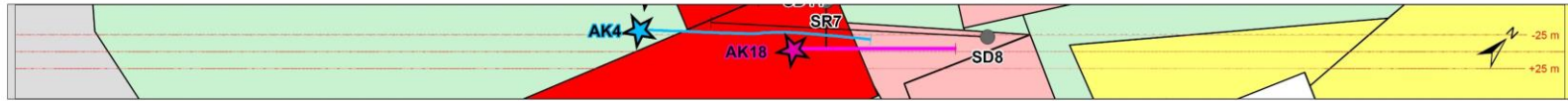
\$CDN 14,355,000 Financing @ \$1.20

Announcement of MOU Agreements with Coimolache & Buenaventura

# Drilling to date

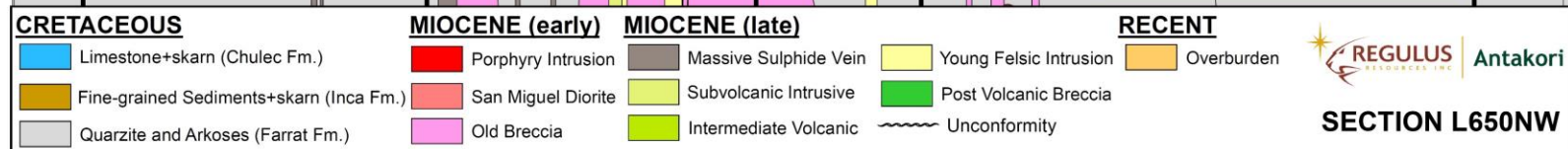
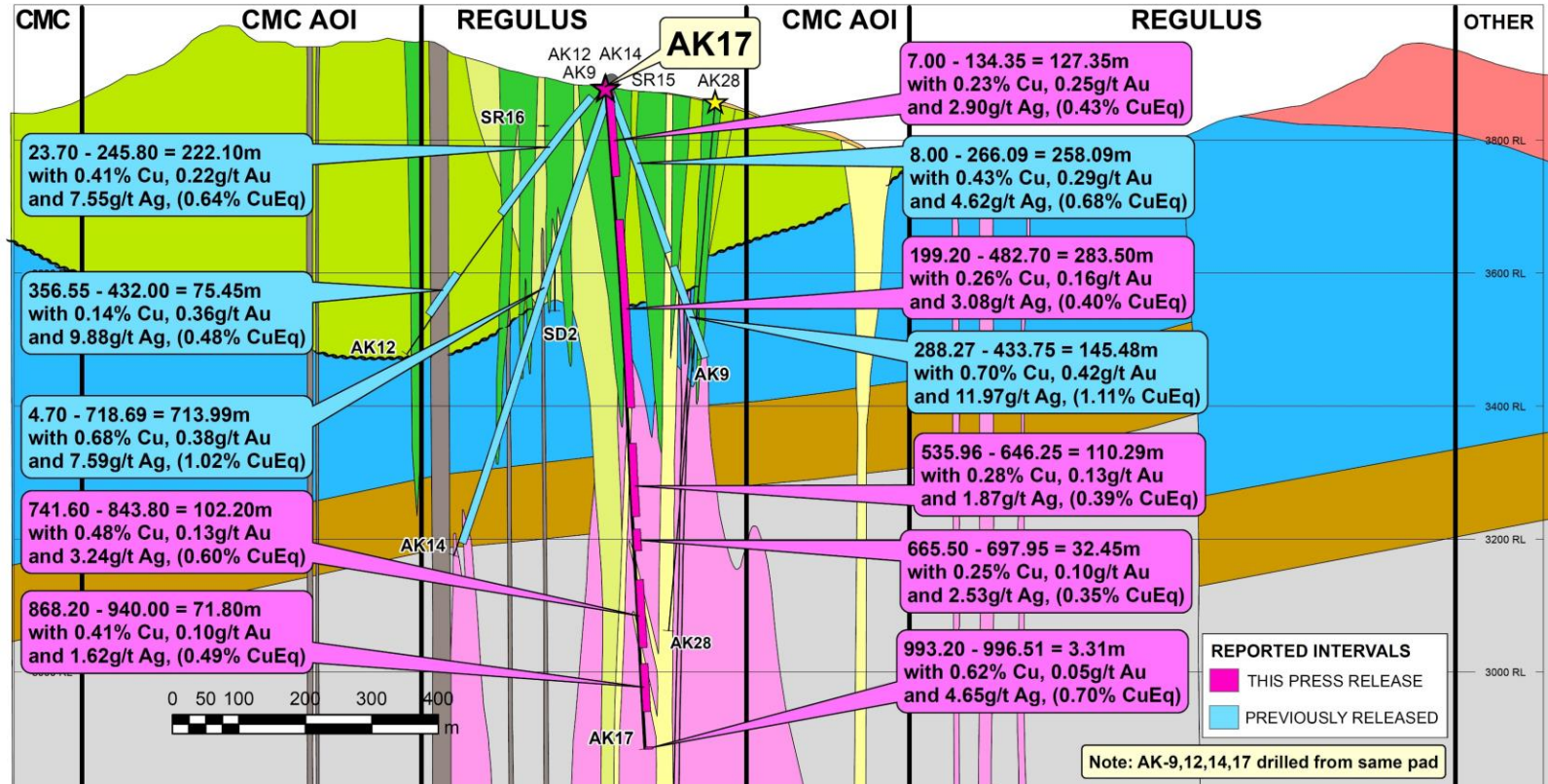
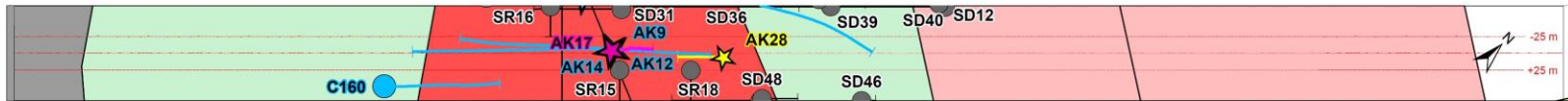


# Section L350NW

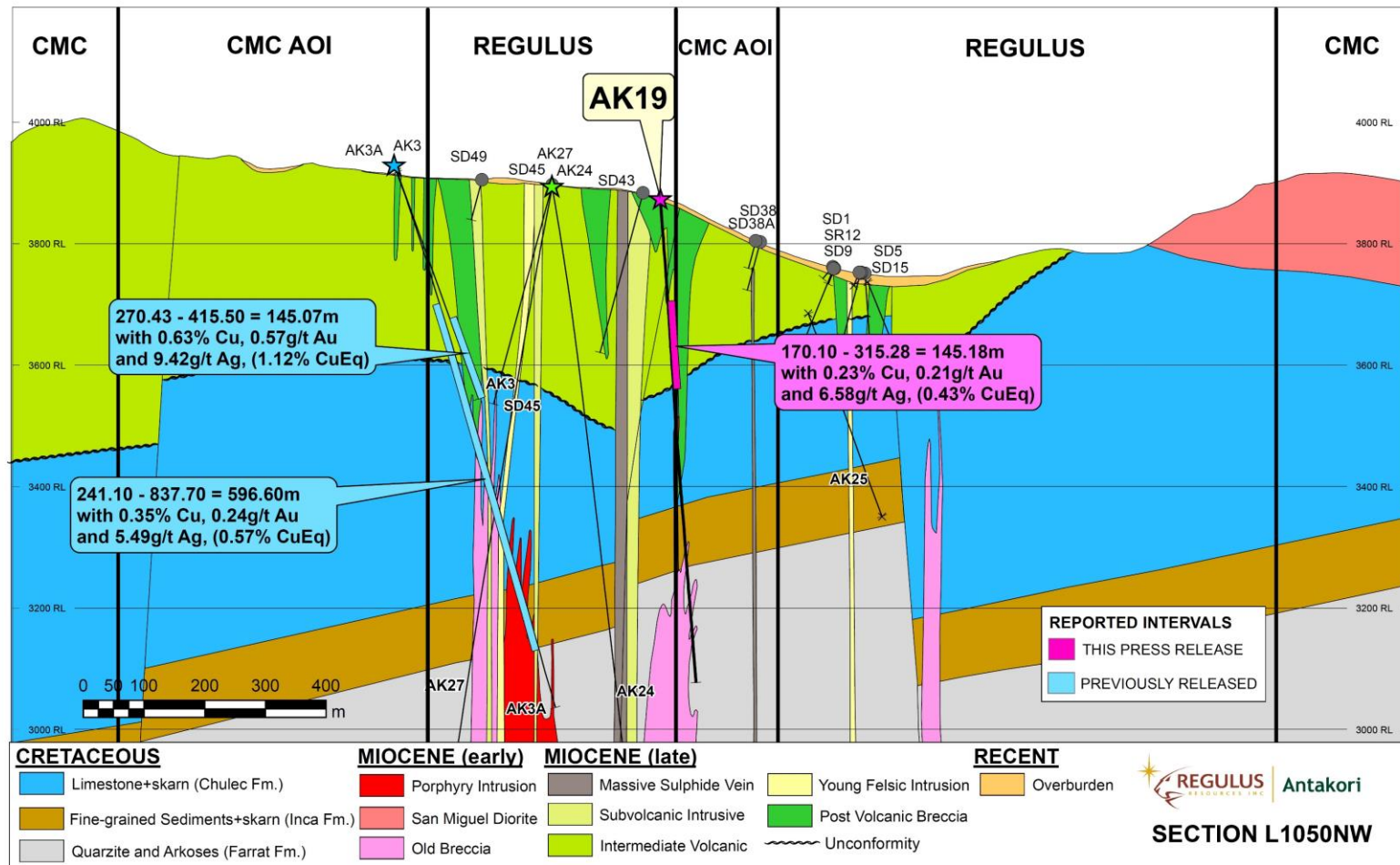




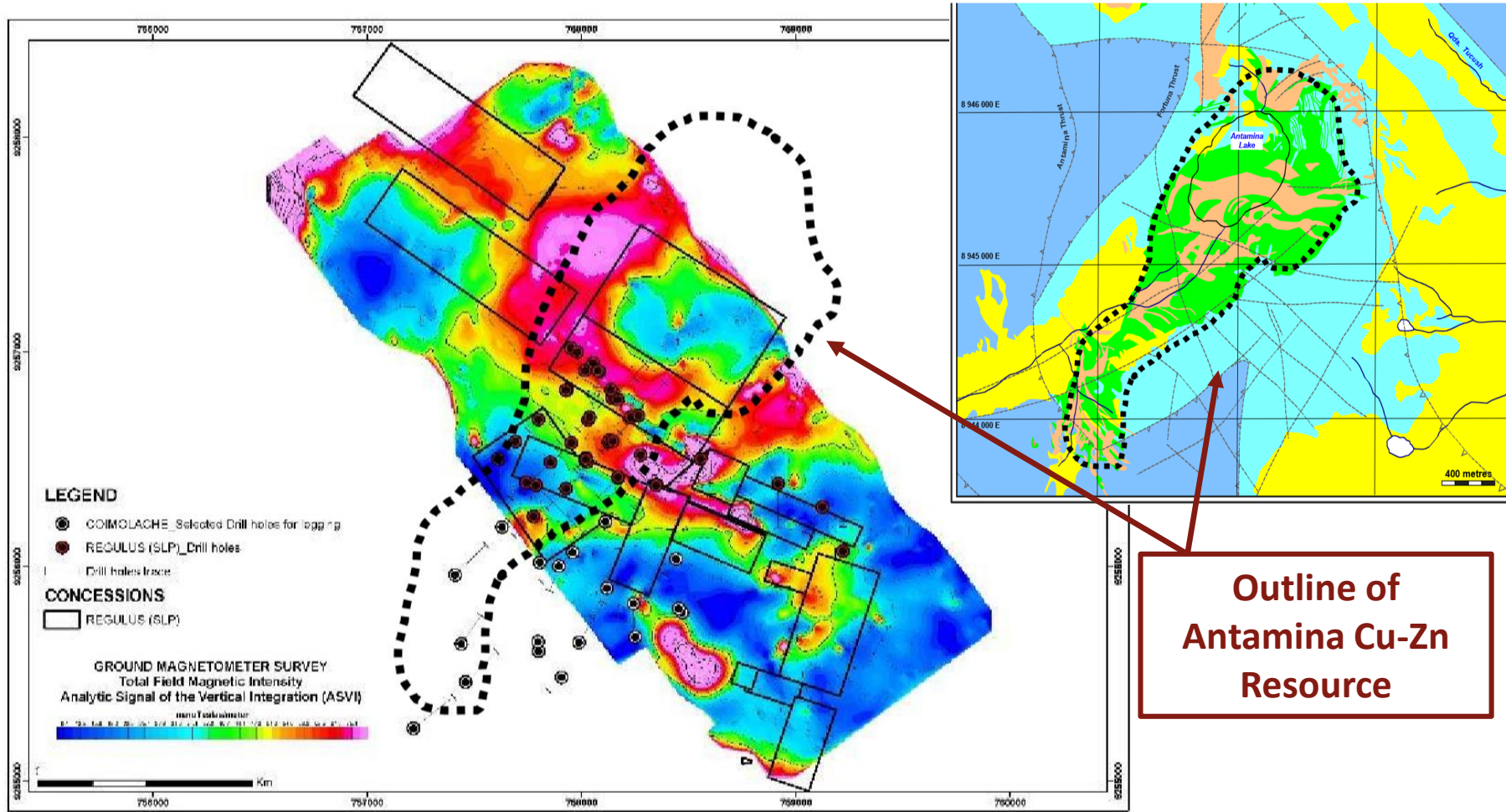
# Section L650NW



# Section L1050NW



# Size Potential – Antamina Scale



**Outline of  
Antamina Cu-Zn  
Resource**



# Emerging Cu-Au Discovery in the Land of Peruvian Giants



**TSXV-REG**

**Laura Brangwin, Investor Relations**  
[laura.brangwin@regulusresources.com](mailto:laura.brangwin@regulusresources.com)

[www.regulusresources.com](http://www.regulusresources.com)  
Suite 2300, 1177 West Hastings Street,  
Vancouver, BC, Canada, V6E 2K3  
Tel: (604) 685-6800