

# CAROLINA GOLD

Pancontinental Resources Corporation (Pancon), in cooperation with Environmental Risk Transfer LLC (ERT), has the exclusive right to explore and potentially own the best gold-copper target in the eastern USA: the former Brewer Gold Mine.

## Key Characteristics

- Brewer (~1,000 acres) is surrounded by Pancon's 100%-owned Jefferson Gold Project (~2,000 acres).
- Brewer is a sub-volcanic high sulphidation gold-copper system located in a proven and safe pro-mining jurisdiction.
- Brewer is 12 kilometers northeast along trend from the producing Haile Gold Mine on the gold-rich and underexplored Carolina Slate Belt in South Carolina.
- Gold was first discovered at Brewer in the early 1800s, same as at Haile. Drilling at Brewer in the 1970s returned 64.3m of 3.3 g/t Au and 0.5% Cu from 30.8-95.1m depths.
- Between 1987-1995, Brewer produced 178,000 ounces of oxide gold from open pits that extended to 100-meter depths.
- Attractive sulphide copper-gold mineralization was encountered, but not further explored or mined, as shallow as 30-50 meters below surface.
- Brewer's prospective geology, including diatreme breccias, associated high sulphidation alteration, gold and copper mineralization and geophysics, all support a possible porphyry-style copper-gold system at depth<sup>1</sup>.
- Brewer is a close analogue with the Timok copper-gold project in Serbia, which has a higher grade upper zone (with 0.89mt of 3.3%Cu and 1.8moz of 2.1g/tAu) and a lower grade low zone (with 31.5blb of 0.86%Cu and 9.6moz of 0.18g/tAu)<sup>2</sup>.

## Rediscovering Brewer

- Brewer has not been explored since 1997. In 1999, the Brewer Gold Company, a U.K. entity, abandoned the site, leaving the South Carolina Department of Health and Environmental Control (SC DHEC) and the U.S. Environmental Protection Agency (US EPA) to handle reclamation activities and address conditions posing environmental risk.
- In 2005, Brewer was designated a US EPA Superfund site as per the Comprehensive Environmental Response, Compensations and Liability Act (CERCLA).
- In 2019, a South Carolina court appointed the Brewer Gold Receiver LLC, a legal construct similar to a trustee, to facilitate the leasing, sale or other use or disposition of Brewer, including potential renewal of mineral exploration and mining.
- The Receiver, representing the SC DHEC and US EPA, facilitated a competitive selection process from March-December 2019, and in January 2020 informed Pancon that it had won.
- In February 2020, Pancon will execute the Brewer Lease and Option to Purchase Agreement with the Receiver.

**Source:**

1. (Schmidt, R.G., 1978, The Potential for Porphyry Copper-Molybdenum Deposits in the Eastern United States, US Geological Survey).
2. Pancon cautions that the mineralization at Tujuh Bukit is not necessarily indicative of the mineralization that may be identified on its properties.

## De-Risking Brewer

- Pancon has de-risked the project from the environmental side by partnering with ERT ([www.environmentalrisk-transfer.com](http://www.environmentalrisk-transfer.com)).
- The Waterfield Group and Environmental Operations, Inc. created ERT to provide complex environmental risk-transfer solutions to corporations that wish to cost-effectively eliminate all environmental liability.
- ERT identifies and assumes environmental risk, typically through acquiring the contaminated real estate and providing the Seller with a collateralized indemnity.
- ERT offers risk assumption services to Fortune 500 corporations, real estate developers, municipalities, county governments, general contractors, and other industries.
- ERT's affiliates also provide environmental consulting and contracting services, as well as regulatory compliance, demolition, waste management, and industrial hygiene engineering.

## Brewer Project Team

Pancon's technical team has unrivaled local geological expertise and exploration success, including:

- discovering Brewer's oxide gold deposit in 1983.
- co-discovering the Buzzard project (a high-grade gold extension of Brewer) in 1997.
- other discoveries in North America and globally, including the Brewer-analogue sub-volcanic high sulphidation gold-copper mine in Indonesia (Tujuh Bukit – 28.1mozAu and 3btCu)<sup>2</sup>.

## CAROLINA GOLD TEAM

### Layton Croft

President & CEO

Based in Charlotte, NC, an hour from Brewer. More than 15 years of global mining industry experience, in senior roles with Ivanhoe Mines, Rio Tinto, Peabody Energy and Duke Energy. Also Chairman of Erdene Resource Development (TSX: ERD).

### Laurence (Laurie) Curtis

Senior Technical Advisor

Founded the company that discovered and developed the world class Tujuh Bukit gold-copper district in Indonesia, which has many similarities to Brewer. 45 years of global exploration and executive leadership experience.

### David Mosher

Technical Advisor

Led exploration, development and production at multiple gold projects and mines in Canada, West Africa and Russia. 40 years of global exploration and mining executive leadership experience.

### Criss Capps, PhD, CPG, QP

Senior Project Geologist

Co-discovered the high-grade Buzzard gold project next to Brewer in 1997. More than 25 years of exploration experience in the Brewer-Haile area, and 40 years total across North America. Co-discovered 6 gold deposits that became the Castle Mountain Gold Mine in California.

### Chris Cherrywell, CPG

Project Geologist

Discovered the Brewer gold deposit in 1983. More than 10 years of exploration and project development experience on the Carolina Gold Belt, including at Haile and Barite Hill. 40 years of global exploration and development experience.

### Jen Spohn

Project Data & Administration Manager

Provided project support to gold exploration programs near Brewer since 2011. A geologist with 20 years of project data management and GIS/AutoCAD experience for various engineering, environmental and mining sector projects.

## BOARD OF DIRECTORS

Don Whalen, *Chairman*

Layton Croft

Rick Mark

David Mosher

David Petroff

## STOCK PERFORMANCE YEAR TO DATE (as of May 31, 2020)



Price as of Jan 2, 2020:  
\$0.02

Price as of May 31, 2020:  
\$0.065

- MoM: +18%
- YTD: +160%

### Disclaimer

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### Qualified Person

The technical information in this newsletter has been prepared in accordance with Canadian regulatory requirements as set out in NI 43-101 and reviewed and approved by Richard "Criss" Capps, PhD, RPG, SME REG. GEO, a Qualified Person as defined by NI 43-101. Certain technical information within this newsletter is historical in nature and pre-dates NI 43-101 standards, this information is believed to be reliable however the Company has not verified this material.

## CAPITAL STRUCTURE (As of 05/31/2020)

TSX Venture	PUC
OTCBB	PUCCF
Market Capitalization	\$14.0 mm
Share Price	\$0.065
52-Week Range	\$0.07 - \$0.02
Shares Outstanding	215.2 mm
Warrants	62.3 mm
Options	17.8 mm
Cash on Hand	~\$2.8mm
Insiders, Friends & Family	~46%

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