

***Northern
Opportunities
Forum
October 2014***



Claude Resources Inc.
Discovering. Developing. Delivering.



- **Overview of Claude Resources**
- **Information on Seabee Operations and Projects**
- **Key Commodities**
- **Capital Projects**
- **Requests for Quotations and Proposals**
- **Supplier Evaluation**
- **Bidder's List**



- 2 Canadian gold assets:
 - Each hosting over 1 million ounces of gold
 - Low risk jurisdictions
 - Located in proven mining regions
- 20+ years of operating experience
- Excellent production and margin growth potential at Seabee Gold Operation
- Aggressive focus on cash flow optimization



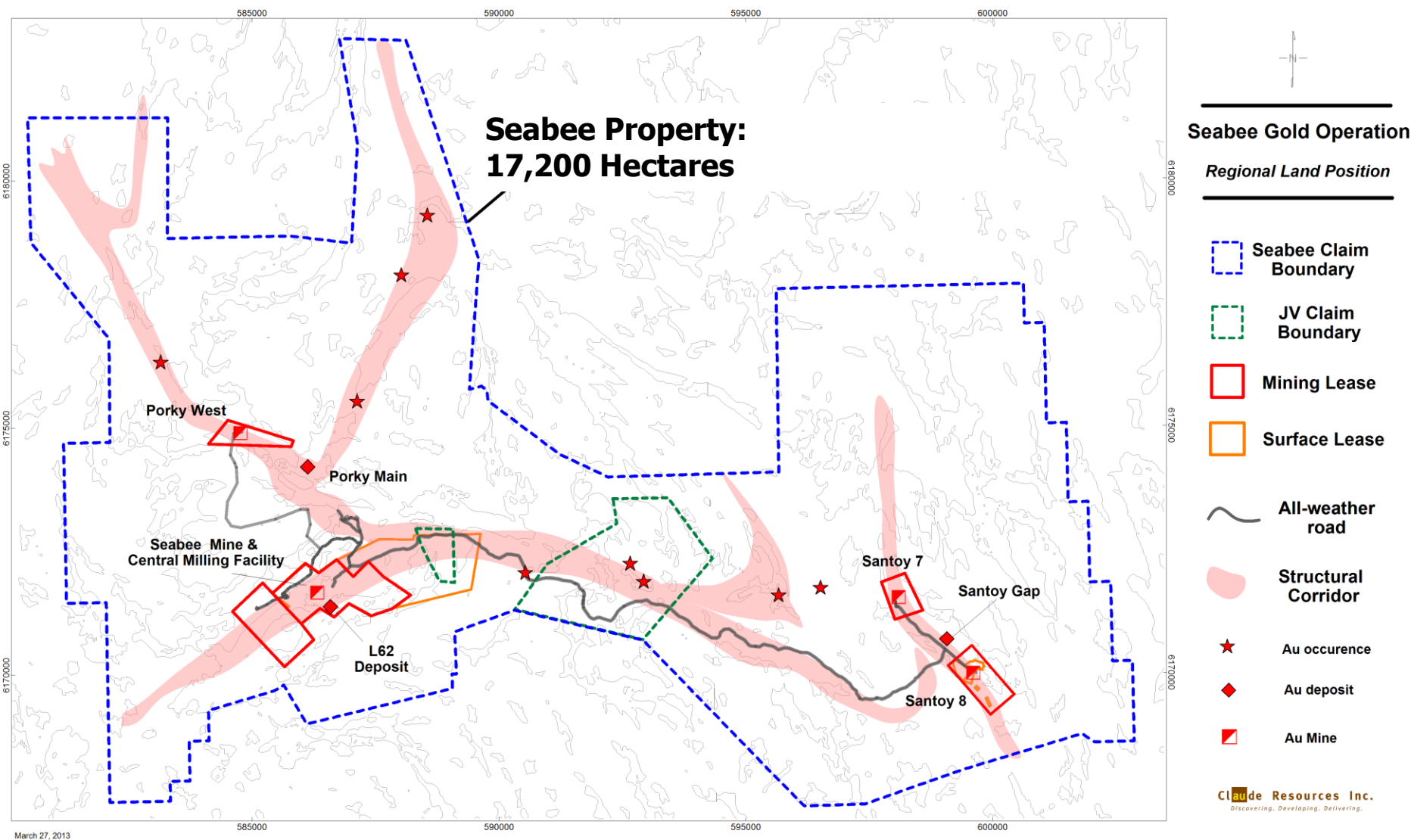


Operations and Projects





Seabee Property





Project Overview

Ownership: 100%

Property Size: 17,200 hectares

Property Location: Saskatchewan, Canada

History: (1991 – Present) +1,000,000 oz of gold production

Resources: 1.30 million ounces of gold (NI 43-101)

Status: Production from Seabee and Santoy 8 Mines

Production: 50,000 to 54,000 ozs of gold (2013)

Infrastructure:

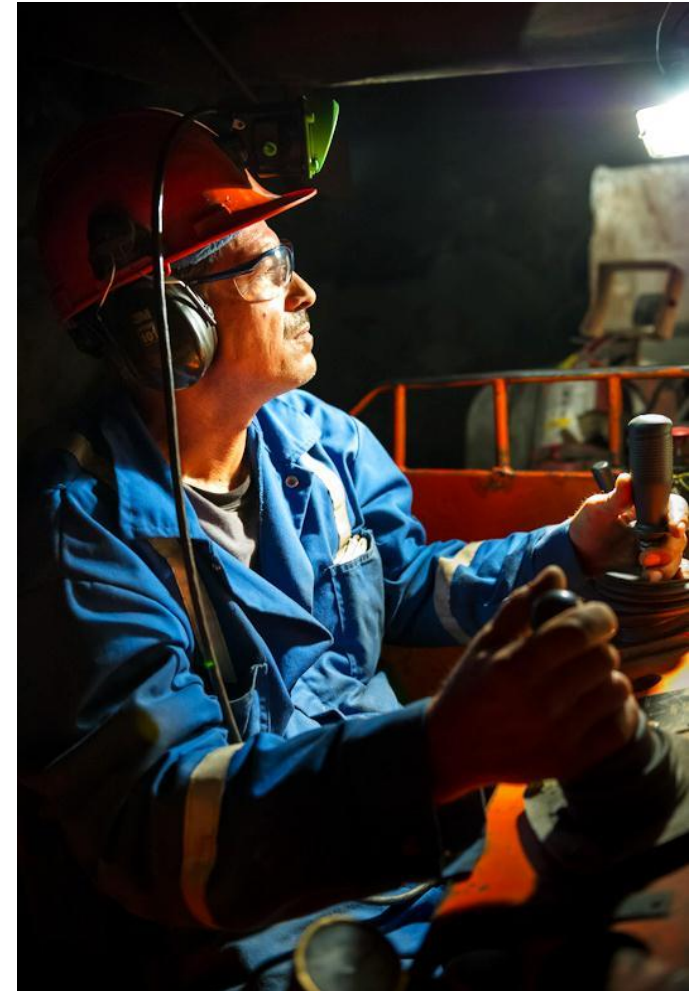
Mill: 1,050 tonne per day

Shaft: 1,000 metres

Tailings Facility: Permitted

In a difficult gold price environment, our strategy is based on:

- ✓ Continue to focus on reducing corporate expenditures
- ✓ Focusing on projects that provide near and long term value





The best discovery made at the Seabee Gold Operation:

- New life of mine plan indicates the Santoy Gap will provide significantly improved margins
- Minimal capital expenditures required to begin mining
- Decreased production risk with the addition of more mining faces
- Opportunity to displace lower margin ounces with higher margin ounces
- Due to wider mining widths and a high grade core, is expected to lower unit costs and drive increased production

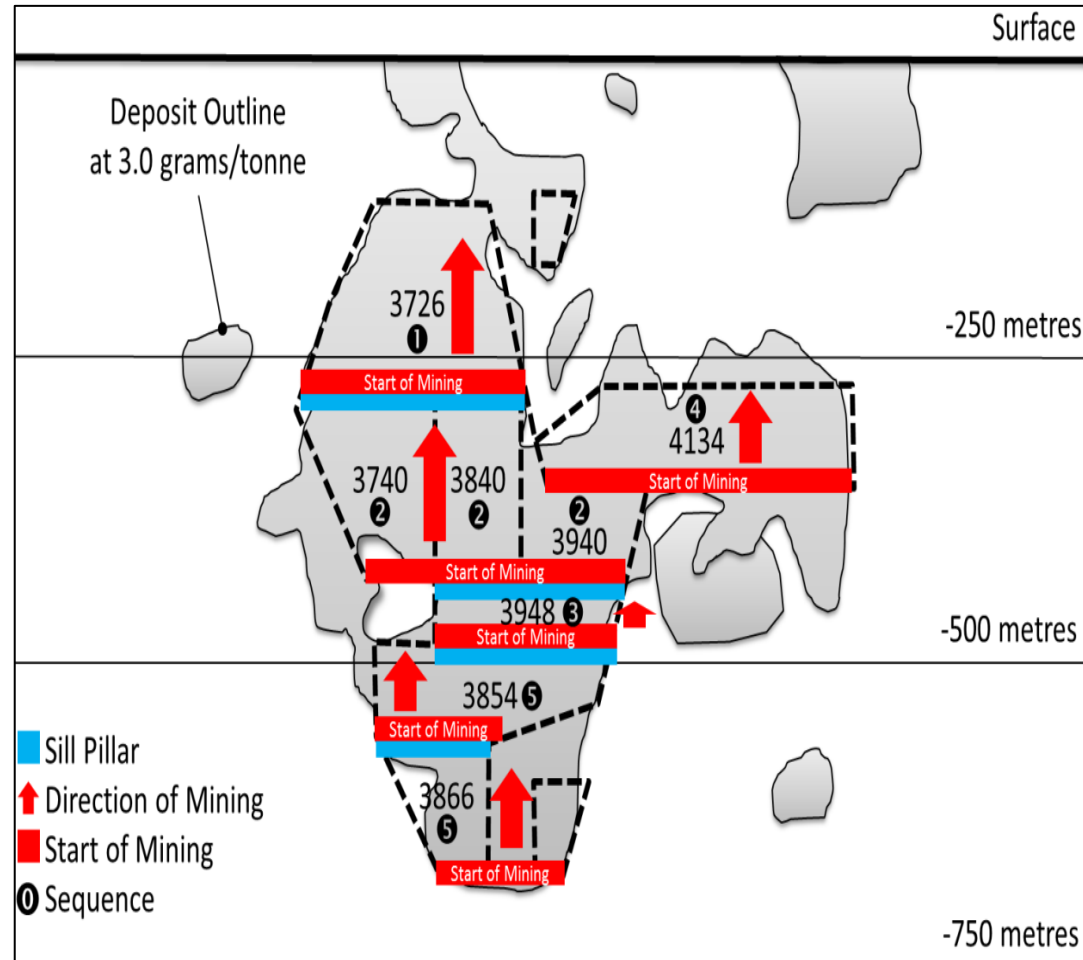




Santoy Gap Development

KEY ACTIVITIES and STEPS TO PRODUCTION

- PFS completed Q3 2013 and components to be updated in Q3 2014
- Aggressive Diamond drilling underway *(targeting 27,000 m in 2014)*
- FAR excavation: Break through completed to surface in late Q2
- Engineering on long term power upgrades in-progress
- Development (Sill) ore from 4134 underway for Q1 2014 (1yr ahead of PFS)
- Evaluating scenarios to optimize Gap for higher grades





Vendors:

- **Competitive pricing**
- **Superior ability to support their products**
 - **As a remote site and a small company Claude relies heavily on suppliers to support their products and work with us to troubleshoot problems**
 - **Be prepared for trips to site during commissioning or regular operations**
 - **Provide demonstrations to crews for use, maintenance, auditing, etc.**
- **We don't have the financial flexibility to try significant new products without testing, so we tend to use products that are industry proven**
 - **Currently performing bench testing of drilling supplies (bits & steel)**



Mine:

- **Explosives**
- **Ground Support**
- **Heavy Equipment (Scoops and Haul Trucks)**
- **Labour**

Mill:

- **Chemicals and Reagents**
- **Grinding Media**
- **Pumps**

Other:

- **Steel**
- **Tires**
- **Heavy Equipment (Graders, Snow Cats, etc.)**
- **Oils & Lubricants**
- **Electrical Infrastructure**



Santoy GAP Development

- **Mine Design & Development ongoing**
- **Completed: MWTP for Ammonia removal**

Camp Expansion

- **Install new communication tower**
- **Update kitchen and recreational facilities by 2017**

Mill Expansion

- **Increase capacity to 1500 tpd by 2017**

Tailings

- **Continued earthworks to expand tailings capacity**



Request for Quotation and Proposals

Winter Ice Road Re-Supply

- **Bulk commodities are trucked to site via ice road from end of January to end of March**
- **All heavy equipment and construction materials**
- **Annual ice road spend = 10 to 12 million**

Tendering Process

- **All key projects and bulk materials are sent out to market place for quotations or proposals**
- **Minimum of 3 bidders per request**



COST

- Always included in evaluations, usually the highest weighted item
- Can the additional cost be justified?
- Does the vendor have a clear understanding of their cost structure within the market place?

SCHEDULE

- Will the materials be available when required?
- Is the schedule risk clearly identified and mitigated?
- Is the vendor empathetic to the schedule risk at the impact to my organization?

QUALITY

- The least understood and hardest to prove evaluation criteria
- Is the vendor leaning on quality enhancements to justify cost or schedule risks?





COMMUNICATION:

- Does the vendor spend time to build/enhance the relationship?
- New ideas or concepts?
- Willing to understand my business and offer win/win solutions?
- How is the vendor able to transfer the data required for the multitude of parts in an MRO supply contract?

STABILITY:

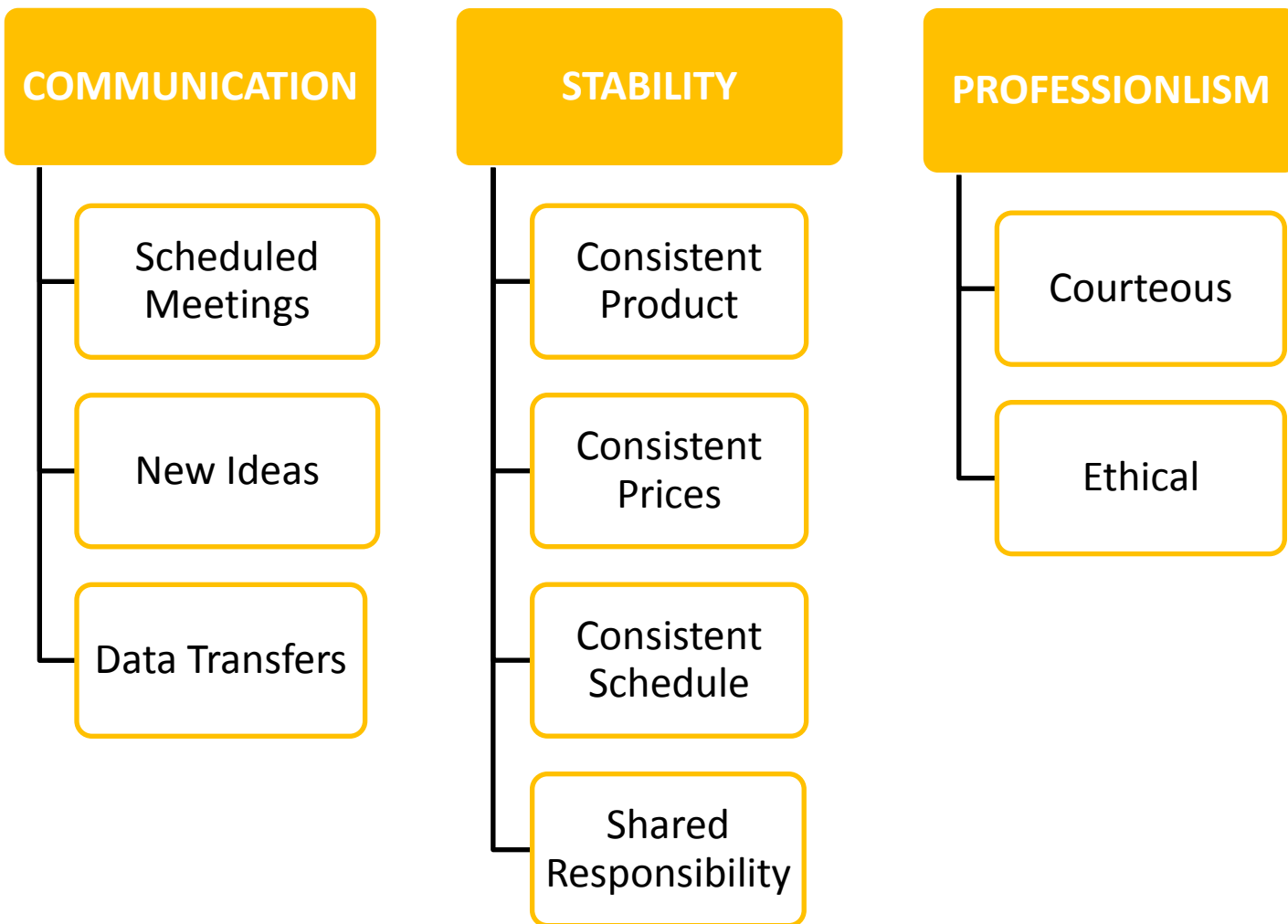
- Will the vendor be there when required?
- Is pricing and delivery risks mitigated?

PROFESSIONAL:

- Was business conducted with the upmost professionalism?
- What is the strategy used to gain my business?



Value Added





- **The potential bidder's list is developed by the Supply Chain department**
- **Bidders are contacted in advance to gauge their interest in the proposed project.**
- **Complex projects may involve a site visit as part of the RFQ/RFP.**

How does a company get onto the bidder's list?

E-mail company information to purchasing@clauderesources.com

If Claude is unfamiliar with your organization, a presentation may be arranged.



QUESTIONS?



Claude Resources Inc.

Experience. Stability. Potential.

Creating the Capacity to
Discover. Develop. Deliver.

TSX: CRJ

200, 219 Robin Crescent
Saskatoon, Saskatchewan, S7L 6M8
Canada

P. 306.635.2015 ext. 265

F. 306.635.2552

E: tcooney@clauderesources.com

