



Dear Shareholder/Investor,

January 20, 2023

I am pleased to provide a brief update on the status of Mayo Lake Minerals' (Mayo or the Company) Yukon properties following our 2022 exploration program and our planned 2023 programs on the **Anderson Gold Trend** in the Tombstone Gold Belt and the high-grade silver prospect at **Carlin West** in the legendary Keno Hill Silver District (Figures 1). After in-depth reviews of (i) the 2022 drill and soil sampling results at Carlin West and (ii) the 2022 detailed soil sampling on the Anderson Gold Trend, management has concluded that both projects have "Company Maker" potential. Please see attached *Figures to Shareholder Letter* for referenced figures and tables as required.

Activity in the gold sector is picking up in the Yukon's Tombstone Gold Belt. In addition to Victoria Gold's Eagle mine; Sabre Gold is permitting a mine at Brewery Creek; Banyan Gold (AurMac), Florin AG (Florin), Sitka Gold (RC Gold) and Victoria Gold (Raven) have announced drilled-out resources; Stratabound's Golden Culvert, Seabridge's 3 Aces and Snowline Gold's Rogue and Einarson are all active projects. Snowline appears to be on its way to proving out a large multimillion ounce resource with numerous intercepts 200 - 400m long intercepts in the 0.8 to 4.0g Au/range (Table Two).

Anderson Gold Trend. In 2022, a large amount of work, predominantly soil sampling, was completed to assess the nature and possible size of gold prospects on our properties. Results from exploration of prospects at the eastern end of the Anderson Gold Trend have confirmed our previous theory that the 3km by 16km Anderson Gold Trend has the potential to become a significantly sized gold mining camp (Figures 3 and 4). By the end of 2022 we had delineated over 13,000m of linear soil anomalies (zones and subzones) with values of up to 527, 272, 142 and 87ppb Au on each of the four main prospects through soil sampling (Table One). Each prospect included 4 main zones and 17 subzones, each zone having more than one drill target and each subzone having one or more drill targets. In addition, four other areas have been identified as having high potential for Lode gold. These areas were determined based on the location of various creeks which have been subjected to placer mining, anomalous stream sediment samples, gold in heavy mineral concentrates to 275,000ppb and areas showing anomalous gold and indicator values in reconnaissance soil sampling. Detailed soil sampling is required to determine the presence and location of drill targets.

Drilling on the Anderson Gold Trend in 2023. Drilling is proposed in order of priority at Owl-Anderson, Peak, Steep Creek and Norman. Some funds should be spent on detailed soil sampling to determine the merit of drilling those other areas having indications of gold mineralization.

Carlin West. Tyrell Sutherland (VP Exploration) and myself have re-examined our core (visually), our airborne magnetics plus the assay and soil geochemistry results from 2022 in the context of our understanding of the geology at Carlin West and throughout the Keno Hill Silver Camp. We strongly believe that the results from our 2022 drilling and detailed soil sampling programs, namely the drilling of silver structure intercepts^{1,2} of up to 20m; collection of grabs³ assaying up to 3,994g Ag/t and identifying a virtually untested 60 by 120m area where all soils run \geq 30g

¹ Silver structures are broad zones showing various degrees of deformation, alteration and mineralization and can contain vein faults of high-grade silver.

² True width is not known at this time due to the stage of the project.

³ Grabs are selected bedrock and float samples and are not fully representative of encompassing vein mineralization grades.

Ag/t³ (60x120≥30Ag) (Figure 4) **clearly identify the 60x120≥30Ag as the prime area to drill with the expectation of drilling high-grade silver, possibly with grades of up to and beyond 3,994g Ag/t over short drill intercepts.**

In addition, Tyrell investigated the problems encountered with diamond drilling and core recovery of ore throughout the Keno Hill Silver Camp (KHSC) in order to address whether the lack of high-grade intercepts from the 2022 drilling relates to gaps in our recovered core from within silver structures. **It may well be that gaps noted in the core from our recent drilling, especially adjacent to the more highly mineralized core in silver structures explain the lower grades of silver from the silver structures drilled to date.** It has been noted from descriptions of exploration in the KHSC that diamond drilling was not well known for its prowess in finding and defining ore. It may well be its because of thin intervals of core making up much of the ore in the KHSC. The Lucky Queen Mine produced more than 11 million ounces where the silver was concentrated along as little as 15cm intercepts within broader gauge veins.⁵

Drilling and trenching at Carlin West in 2023. With the information now in hand, in 2023 we will be able to more accurately position drill collars and trenching sites within the 220 by 60m area where all soils analyzed ≥ 30g Ag/t³ and on those most prospective zones at the nearby AJ zone. Any success from the proposed drill program(s) should provide the incentive and support for further drilling toward developing a resource at the Carlin West and AJ zones.

Trail-Minto also deserves a special comment as it is an easily accessible property where soil sampling results reveal outstanding potential for an intrusion-related gold deposit as exemplified by Victoria Gold's nearby Eagle Mine. Some trenching may also be completed at Trail-Minto in 2023 to assess the presence and nature of Intrusion Related mineralization.

Conclusions. The results of the 2022 exploration program in concert with previous exploration at Carlin West have provided the Company the impetus to further drill and trench Carlin West in 2023 with the possibility of eventually drilling out a resource. Similarly, we can confidently drill the priority gold anomalies throughout the Anderson Gold Trend in 2023; positive results from any number of targets would further confirm the high probability of the making of a gold mining camp.

A summary of (i) the results of our 2022 program integrated with previous exploration and (ii) the proposed exploration for 2023 are set forth in more detail in the attached Memo. They are also illustrated in the attached PowerPoint entitled "2023 Opportunities in Yukon Gold and Silver: Anderson Gold Trend – Gold Camp in the Making and Carlin West – High-Grade Keno Hill Silver".

Darrell Munro, Tyrell Sutherland, Lee Bowles and myself are all available to discuss any of the material at your convenience.

We thank you for your patience and consideration.

Yours sincerely,



President and CEO

⁴ ≥30g Ag/t = ≥1oz Ag/t

⁵ Cathro 2006, The History and Geology of the Keno Hill Camp.