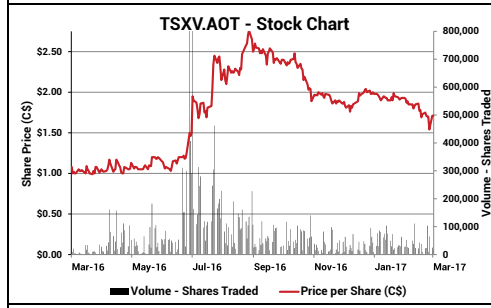


Ascot Resources Ltd. – TSXV:AOT

March 14, 2017

## Ascot Starts Surface Drill Program

Ascot Resources Ltd. (TSXV:AOT) announced it has commenced surface drilling as part of the 2017 exploration campaign planned at its Premier property in British Columbia. As we discussed in a previous [post](#), the C\$20 million program is expected to consist of both surface drilling and underground development. Initially, 120 km of surface drilling is targeted at establishing an initial high-grade resource of 2-3 million oz Au. Later this year, Ascot expects to drill an additional 20 km to explore grassroots targets at the north of the property, spending a total of C\$13 million on surface drilling in 2017. At C\$47/oz, Ascot currently trades at a discount to peers (C\$58/oz). However, based on the high-grade resource goal and ignoring the existing low-grade resource, the company trades at between C\$70-105/oz, a premium to peers. This valuation reflects the project's likely high-grades, existing infrastructure and key shareholders. Based on Ascot's cash position at the end of 2016 (C\$29.1 million), the company appears to be well-financed for its planned exploration and remaining option payment of C\$6.85 million (due June 2017). We believe Ascot is likely to continue the success demonstrated during the 2016 exploration program and that results from the 2017 drill program should support the company's valuation.

Company Information: Ascot Resources Ltd. (TSXV:AOT)					
Ascot Resources is a Canadian-based junior exploration and development company with two major properties in Northwestern British Columbia, including the Premier/Dilworth option, a gold, silver, base metals project located near the town of Stewart. The property hosts the past producing Premier Mine with historical production of 2.1M oz gold, 44.9M oz silver, as well as copper, lead and zinc. Other projects include the Mt. Margaret in the St. Helens Mining district in Washington state.					
		Key Projects			
		Project	Stage	Current Resources (t+1)	Notes
		Premier (British Columbia)	Exploration	NA	A C\$20M exploration program planned to commence in Q1 2017, incl. 167 km of drilling
		Dilworth (British Columbia)	Exploration	4.6M oz AuEq (173Mt @ 0.83 g/t AuEq)	NA
Financials		Peer Comparison			
Price (C\$/sh):	\$1.71	Company	P/NAV (C\$)	EV/oz (C\$)	
Basic S/O (M):	139.7	TSXV:AOT	NA	47	
Fully Diluted S/O (M):	170.8	TSX:DNA	0.63x	\$58	
Market Cap (C\$ M):	\$238.9	TSXV:IDM	0.47x	\$39	
Cash (C\$ M):	\$29.1	TSX:AMI	0.70x	\$12	
Debt (C\$ M):	\$0.0	TSX:SBB	0.65x	\$25	
EV (C\$ M):	\$209.8	TSXV:PRB	0.53x	\$119	
		TSXV:ICG	0.62x	\$106	
		Peer Average	0.60x	\$58	

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All values in USD unless otherwise noted.

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**Company Specific Disclosure Details**

Company Name	Ticker Symbol	Disclosures
Ascot Resources Ltd.	TSXV:AOT	3,4

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- 2) In the last 12 months, Red Cloud KS has been retained under a service or advisory agreement by the subject issuer.
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