

OTC Markets Group

Joining us today is Chris Frostad the president and CEO of Purepoint Uranium group that trades on our OTCQB venture market under the ticker PTUUF. Purepoint uranium group actively operates an exploration pipeline of 12 advanced projects. And Canada's at the Basca Basin the world's richest uranium region. Chris thanks so much for joining us today.

Chris Frostad

Thanks for having us here today Cecilia.

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So Chris tell us about yourself and how pure point got started.

Chris Frostad

Well Purepoint's actually been around since the last bull market in uranium. Um, myself and a number of partners started this up back when we saw uranium taking flight back earlier probably ten to fifteen years ago. Ah, when we saw that a lot of new reactors were starting to be built for the first time in 20 years and we saw the price of uranium really starting to move and during that time we were able to acquire and advance a number of very valuable projects in Northern Saskatchewan in the Athabasca Basin. Um, when uranium fell off in price and we'll talk about that a bit in a minute. Um, we were able to maintain our portfolio and keep active during sort of a down period in the uranium cycle and today we are pleased to have 12 like you said mentioned 12. Ah, 12 projects right? across the basin in Northern Saskatchewan.

OTC Markets Group

So yeah, so talk more about your portfolio projects in this region. Yeah.

Chris Frostad

Sure? Well, we have again, we have 12 projects. Um, they have ah they're not greenfield any longer they're projects that we have um done a significant amount of upfront preliminary work on. Ah, we've actually acquired and disposed of a lot of property during that time period as we're able to evaluate the most prospective areas. Ah, 2 of our projects on the western side of the province are partnered with Cameco in Ontario who are 2 of the world's largest uranium suppliers. Ah, we operate those projects on their behalf and we've made a number of very exciting discoveries and learned a lot about the uranium is finding its way into the world in Saskatchewan.

OTC Markets Group

So you mentioned that we are entering a new phase of the uranium price cycle. What exactly does that mean.

Chris Frostad

Well about ten years ago the industry found that there was an excess of inventory in the pipeline. We had an oversupply of uranium in general and it was caused by a number of factors but in essence what happened was the price of uranium dropped to the point where it was below. Ah, the cost of producing it and as a result we saw a lot of ah uranium mines closed. We saw a lot of production halted or slowed down and we didn't see the normal um the normal opening up of new mines during that time period all in an effort to sort of balance that that supply and demand. Was way out of whack what we've seen in the last year is we seem to have come to the end of that that adjustment and the all the excess inventory that was in the system is pretty much depleted now and as a result we now see the price of uranium rising. Ah, back up to incentive levels or levels that would allow us to start opening up new mines or opening up existing mines that are under maintenance right now so that is that's sort of the new cycle. We're coming into over the last year we saw uranium prices increase significantly. But they're still not at that incentive level. So we see uranium prices over the next year increasing by 50 to 100% again in order to get up to the level where we can start producing uranium again and we'll have that that supply demand balance. In the meantime it's allowing folks like ourselves and our peers other folks in the uranium industry to now start raising money and doing a lot more work to get back involved in certainly on the exploration side and then down the road development and production.

OTC Markets Group

So are you seeing any other types of trends specifically in the global uranium market as well.

Chris Frostad

Um, well again, we're all sort of following the price of uranium like I say last year we saw uranium increase um made its big move in September and then leveled out we see that most of the equities are actually following the same sort of path the same ups and downs. Ah, we're all sort of riding the same the same tide as it rises. So I think what you're going to see in the coming year is there's going to be some breakouts you're going to. You're going to be able to differentiate the people that have been taking advantage of purely the industry rising. And those that are

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actually making real discoveries and moving projects forward into production so we will see. We will see a lot of that coming up in the coming year.

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So excellent and Chris so what are some of the accomplishments that you had in 2021

Chris Frostad

Well with the with more attention focused on uranium and our ability to raise additional capital and to get messaging out to investors that that we're heading in a good direction. Um, we were able to actually perform drill programs on 5 of our projects last year many of those we're really getting back to after a while ah that we had on maintenance and that's been exciting because in. We're still waiting for results on our fifth drill program but on the other four we hit uranium mineralization on all of those projects and some of them were projects that had never been drilled before so it was the first time drilling these projects but because of the time and effort that we've been able to put into preparing these projects. And doing some preliminary drilling and calling through them I think we've now kind of boiled ourselves down to ah to a point where we have a really great portfolio of projects that are that are all have prospects for good discovery moving forward.

OTC Markets Group

And on that note, what is in your pipeline for your exploration programs in 2022

Chris Frostad

Well this year we're going to focus on um on two of our projects a little more intently. You know every time we have a drill program. We're out doing work. We're able to reprioritize where we want to put our efforts put our money. Um, and our time and this winter as a matter of fact, right now we've just begun drilling at our red willow project particularly specifically the osprey target which is where um, we've found in the past um significant mineralization and we have a lens there of uranium that we're now looking to. Expand upon and we'll be drilling approximately twenty holes. Maybe three thousand meters and working out from that initial discovery in hopes of enlarging. Maybe you know we hope that we to see that we're on the edge of a much larger ah deposit. So. We'll be. We'll be moving and expanding that that that lens of mineralization in the coming winter. Um, that's going to be a lot of our focus right now secondarily there's another project we have called Turner Lake which we will be getting to later in the year it is on trend with some major discoveries over the last ten years of fission or not of fission I'm sorry of ah a Camaco and arano and most recently Iso energy um discovered their

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hurricane zone and that trend moves right up and across our property. Um, and so that's a project that we're keen to get to later in the year on top of those two drill programs. We'll be doing a significant amount of geophysics and preparatory work to get our other projects ready to take the drill as well.

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Purepoint began trading on the OTCQB Venture Market in the fall of 2021 and is also traded on the TSX-V how does cross trading on the OTCQB Market enhance your investor strategy here in the US.

Chris Frostad

Well certainly right now as we see again this this uranium price cycle turning we're seeing a lot more interest out of you know out of the United States from an investment standpoint. We've historically relied primarily on Canadian investors. Um. And whereby we get tax incentives for the work that we do in Canada on our Canadian projects. But at this point we're seeing that the interest in in uranium investment is is far broader than that and by our listing on OTCQB it certainly allowed it to be far more. A lot easier I guess for US investors to participate a in our financings and b just in in in in the investment in in the properties we in projects as we move along.

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It's been great talking with you Chris.

Chris Frostad

Good. Thanks for having me today.

OTC Markets Group

Pure point uranium trades under the symbol PTUUF on our OTCQB Venture Market.



Podcast

Purepoint Uranium Group Inc.
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**This is an autogenerated transcript and may contain typos.*