



Quarterly Newsletter - January 2016

Our Opportunity

Dear Shareholder,

The performance of the mineral exploration industry in 2015 characterizes the malaise we have seen in the past few years. In January the TSX Venture Index was 707 points and by December it touched a low of 494, or a 43% drop. Commodities also fell in 2015 including gold (-21%), silver (-30%), copper (-38%), and zinc (-59%).

In a recent interview on the Business News Network (BNN) it was quoted by one newsletter writer that only 10% of the junior explorers had money left to do anything meaningful.¹ His comments back the fact that global grassroots exploration budgets fell 27% in 2015, signaling the lowest exploration expenditure levels in eleven years.²

Many senior producers have also felt the effects by shutting mines, suspending exploration programs, and laying off workers. Project and royalty portfolios that once represented an important part of early stage development are now being sold off. Junior companies are also shedding costs and being forced to sell off their best assets.

However, Evrim is one of the "10%" companies who has capital to do something meaningful. This is our time to acquire and stake projects and negotiate with land owners now that competition is diminished and valuations on projects are lower. In addition, high value assets that were once out of reach for companies like Evrim are now at lower prices as miners and explorers can no longer afford to hold them.

This is "step-one" of the value creation process for prospect generators and this is the perfect time to do it. Evrim's plan includes buying quality assets today and sell, option, or joint venture them at significantly higher valuations in the future. Of course, our intellectual capital and early stage exploration work has to be completed on each project first, but we have the funds and the people to do it. The goal, as always, is to make a significant discovery on high potential properties.

Evrime started its acquisition process back in 2015 using two key groups: our business development and exploration teams. So far, we have acquired the Ball Creek project in northwest British Columbia. It is a high quality copper and gold project that had several million dollars spent in the past. We believe the acquisition cost along with the cost of a reconnaissance exploration and data reinterpretation program represent excellent value for a project situated in the highly prospective Golden Triangle area.

In Mexico, our generative teams have been busy identifying several base and precious metal opportunities, and working with local landowners. Our hope is that our exploration and investigative efforts made in 2015 will result in additional project acquisitions this year.

Best wishes to you and your family for a healthy and prosperous 2016!

Sincerely,

Paddy Nicol,
President & CEO

Shares Issued	50,484,802
Fully Diluted	63,842,282
52 Week Hi/Low	0.22/0.10
Average Daily Volume	12,000
Working Capital	\$3.3 million
All-in Burn Rate	\$190,000
Number of Projects	6
Projects Optioned Out	2
Number of Alliances	1
Insider Ownership	13%
Altius Minerals	12%

As at December 31, 2015

Exploration Updates

ArcelorMittal Alliance – Iron Ore Initiative

Evrimer crews are nearing the end of their second year targeting program with ArcelorMittal. Desktop work initiated in early 2015 follows up work from 2014 where one target, Santa Juliana, was designated as a project of merit. Additional work in early 2016 will include geophysical surveying and mapping. Plans are also underway to drill Santa Juliana.

Evrimer and ArcelorMittal are in the second year of a five year agreement whereby the parties collectively contribute US\$600,000 (US\$100,000 and US\$500,000, respectively) for targeting programs in southern Sonora for iron ore deposits. Exploration of targets deemed to be projects of merit will be solely funded and owned by ArcelorMittal, subject to a sliding scale Gross Smelter Royalty (GSR) in the case of iron ore deposits and a 2.5% net smelter royalty (NSR) in the case of all other commodities, payable to Evrimer.

Ermitaño Gold Exploration

First Majestic Silver Corp. became Evrimer's new exploration partner after it acquired SilverCrest Mines Inc. Evrimer recently met with First Majestic staff to review the work to date. While budgets are not yet known, it is anticipated that additional drilling will be completed at Ermitaño in 2016. As of November 30, 2015, over \$3.15 million has been spent by SilverCrest and First Majestic on the Ermitaño property.

First Majestic can earn a 100% interest in the Ermitaño project by spending US\$500,000 and delivering a positive production decision along with permits by the fourth anniversary of the agreement. Evrimer will retain a 2% NSR on the Ermitaño project.

Cumobabi Gold Exploration

Exploration was briefly halted after First Majestic's acquisition of SilverCrest. A review of Cumobabi was done in concert with the Ermitaño project and property payments to continue both options in 2016 were made. Reconnaissance work that was started in 2015 will continue in 2016 at Cumobabi.

First Majestic can earn a 100% interest in Cumobabi project by spending \$500,000 during the first two years of the option agreement and delivering a positive production decision along with permits by the fifth anniversary. Evrimer will retain a 1.5% NSR on the Cumobabi project.

Ball Creek – Copper and Gold

A mapping, sampling and data review program was completed at various areas on the Ball Creek project in summer and fall. Data compilation took place in the third and fourth quarters and Evrimer's exploration team is completing new maps and reports. The Company intends to seek an



David Caulfield at Ball Creek

exploration partner for Ball Creek in 2016.

Ball Creek is an early stage exploration target prospective for copper-gold-molybdenum porphyry and epithermal gold-silver deposits. The project covers a 520 square kilometre area in the Golden Triangle in northwest British Columbia.

Ardmore – Copper and Gold

Ardmore is an early stage exploration target prospective for copper-molybdenum porphyry and gold deposits in Arizona. A reconnaissance program was completed in 2015 and Evrimer is currently seeking a partner for the project.

Ardmore is favorably situated at the intersection of a major northwest belt of porphyry copper deposits (Ray, Miami/Globe, Superior, Resolution) and a northeast belt of similar style deposits (San Manuel/Kalamazoo, Silver Bell, Lakeshore, Safford, Morenci), approximately 60 kilometres north of Tucson.

Upcoming Events

Metals Investor Forum
Vancouver, British Columbia - January 23, 2016

AME-BC Mineral Exploration Round-up
Vancouver, British Columbia - January 26-29, 2016

Mexican Round-up
Hermosillo, Mexico - February 10-12, 2016

PDAC
Toronto, Ontario - March 6-9, 2016