Signature Resources Announces an Increase to the Previously Announced Non-Brokered Private Placement

written by Raj Shah | November 24, 2020

November 24, 2020 (Source) – Signature Resources Ltd. (TSXV: SGU, OTCQB: SGGTF, FSE 3S3) ("Signature" or the "Company") is pleased to announce an increase to the non-brokered private placement to $1.9 million, previously announced on November 9, 2020.

"The overwhelming positive response we have received, and continue to receive, from investors has been extremely exciting – particularly since this has occurred within the first two weeks of my tenure and that of our new Chairman. We plan to use the proceeds raised in this private placement to commence defining the Western extension of the Lingman Lake Gold Project with an expectation to further expand the known strike-length of historic resources with ~3,000 meters of drilling. Drilling will focus on following-up on the valuable work done by our team in 2018 through to this year where the Company hit 5 meters @ 13.65 g/t Au and 9.5 m @ 12.15 g/t Au. Work will commence early in 2021 with the Company's own diamond drill rig currently on site and with drill permits already in hand. Additionally, we will be commencing work on combining this next round of drilling with advancing the historic resource to a fully compliant NI 43-101 standard. I look forward to working with our exceptional team to extract and deliver maximum value from our first financing to ultimately showcase the potential we see at Lingman Lake." Robert Vallis, P.Eng, MBA – President & CEO, Director

Non-Brokered Private Placement Financing:
The non-brokered private placement consists of both flow-through units (the "FT Units") and non-flow-through units (the "NFT Units") for gross proceeds of up to $1,900,000 (the "Offering").

Each FT Unit is being offered at a price of C$0.06 and will be comprised of one common share of the Company and one half non flow-through common share purchase warrant (a "Warrant"). Concurrently, NFT Units will be offered at a price of $0.05 per NFT Unit consisting of one common share and one common share purchase warrant. One common share purchase warrant from either the FT Units or the NFT Units will entitle the holder to purchase one non flow-through common share of the Company at a price of $0.10 for a period expiring 12-months following the closing date of the Offering.

The net proceeds from the Offering will be used primarily for exploration work at the Company's Lingman Lake Gold Project and for general corporate purposes . The Company expects to close the financing on or before December 4th, 2020.

About Signature
The Lingman Lake gold property consists of 622 staked claims, four free hold full patented claims and 14 mineral rights patented claims totaling approximately 12,148 hectares. The property hosts an historical estimate of 234,684 oz of gold* (1,063,904 tonnes grading 6.86 g/t with 2.73 gpt cut-off) and includes what has historically been referred to as the Lingman Lake Gold Mine, an underground substructure consisting of a 126.5-meter shaft, and 3-levels at 46-meters, 84-meters and 122-meters depths.

*This historical resource estimate is based on prior data and reports obtained and prepared by previous operators, and information provided by governmental authorities. A Qualified

Person has not done sufficient work to verify the classification of the mineral resource estimates in accordance with current CIM categories. The Company is not treating the historical estimate as a current NI 43-101 mineral resource estimate. Establishing a current mineral resource estimate on the Lingman Lake deposit will require further evaluation, which the Company and its consultants intend to complete in due course. Additional information regarding historical resource estimates is available in the technical report entitled, “Technical Report on the Lingman Lake Gold Property” dated January 31, 2020, prepared by John M. Siriunas, P.Eng. and Walter Hanych, P.Geo., available on the Company’s SEDAR profile at www.sedar.com

To find out more about Signature Resources Limited, visit our website at www.signatureresources.ca , or contact:
Jonathan Held
Chief Financial Officer
416-270-9566

Cautionary Notes

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this news release.

This news release contains forward-looking statements which are not statements of historical fact. Forward-looking statements include estimates and statements that describe the Company’s future plans, objectives or goals, including words to the effect that the Company or management expects a stated condition or result to occur. Forward-looking statements may be identified by such terms as “believes”, “anticipates”, “expects”, “estimates”, “may”, “could”, “would”, “will”, or “plan”. Since forward-looking statements are based on assumptions and address future

events and conditions, by their very nature they involve inherent risks and uncertainties. Although these statements are based on information currently available to the Company, the Company provides no assurance that actual results will meet management's expectations. Risks, uncertainties and other factors involved with forward-looking information could cause actual events, results, performance, prospects and opportunities to differ materially from those expressed or implied by such forward-looking information. Forward looking information in this news release includes, but is not limited to, use of any private placement proceeds raised, success of funding including closing of any proposed private placements and proceeds therefrom, acceptance of regulatory filings by the TSX-V, the Company's objectives, goals or future plans, statements, exploration results, potential mineralization, the estimation of mineral resources, exploration and mine development plans, timing of the commencement of operations and estimates of market conditions. Factors that could cause actual results to differ materially from such forward-looking information include, but are not limited to changes in general economic and financial market conditions, failure to identify mineral resources, failure to convert estimated mineral resources to reserves, the inability to complete a feasibility study which recommends a production decision, the preliminary nature of metallurgical test results, delays in obtaining or failures to obtain required governmental, environmental or other project approvals, political risks, inability to fulfill the duty to accommodate First Nations and other indigenous peoples, uncertainties relating to the availability and costs of financing needed in the future, changes in equity markets, inflation, changes in exchange rates, fluctuations in commodity prices, delays in the development of projects, capital and operating costs varying significantly from estimates and the other risks involved in the mineral exploration and development industry, and those risks set out in

the Company’s public documents filed on SEDAR. Although the Company believes that the assumptions and factors used in preparing the forward-looking information in this news release are reasonable, undue reliance should not be placed on such information, which only applies as of the date of this news release, and no assurance can be given that such events will occur in the disclosed time frames or at all. The Company disclaims any intention or obligation to update or revise any forward-looking information, whether as a result of new information, future events or otherwise, other than as required by law.