

\$AZR.V

#highgrade

#silver

#copper

@AzargaMetals

\$AZR

#Russia

#firstmover

#districtpotential



COPPER-SILVER DISCOVERY OF GLOBAL SIGNIFICANCE

Investor Presentation – April 2018

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Certain statements in this presentation are forward-looking statements. Forward-looking statements consist of statements that are not purely historical, including any statements regarding beliefs, plans, expectations or intentions regarding the future. Often, but not always, forward-looking statements can be identified by the use of words such as “plans”, “expects”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates”, or “believes” or variations (including negative and grammatical variations) of such words and phrases or statements that certain actions, events or results “may”, “could”, “would”, “should”, “might” or “will” be taken, occur or be achieved. Forward-looking statements may include, but are not limited to, statements with respect to the future financial or operating performance of the Company and its mineral projects, the estimation of mineral resources, the timing and amount of estimated future production and capital, operating and exploration expenditures. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause Azarga Metals Corp. (“**Azarga Metals**” or the “**Company**”) actual results, performance or achievements, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. No assurance can be given that any of the events anticipated by the forward-looking statements will occur or, if they do occur, what benefits the Company will obtain from them. Forward-looking statements reflect management’s current views and are based on certain expectations, estimates and assumptions which may prove to be incorrect.

A number of risks and uncertainties could cause actual results to differ materially from those expressed or implied by forward-looking statements, including, but not limited to: global economic conditions; mineral price fluctuations; the Company will require significant amounts of additional capital in the future; competition for properties and experienced employees; minerals industry competition and international trade restrictions; possible loss of interests in exploration and development properties; mining and mineral exploration is inherently dangerous and subject to factors beyond the Company’s control; the Company’s mineral resources are estimates; the nature of exploration and development projects; environmental regulatory requirements and risks; currency fluctuations; government regulation and policy risks; the Company has no history of mining operations; property title rights; dependence on key personnel and qualified and experienced employees; delineation of mineral reserves and additional mineral resources; insurance coverage; dilution from further equity financing and outstanding stock options and warrants; the market price of the Company’s shares; the Company has never paid dividends and may not do so in the foreseeable future; litigation and other legal proceedings; technical innovation and obsolescence; disclosure and internal controls; and conflicts of interest.

Forward-looking statements are made as of the date of this presentation and, except as required by applicable securities laws, the Company assumes no obligation to update these forward-looking statements, or to update the reasons why actual results differed from those projected in the forward-looking statements. Additional information about these and other assumptions, risks and uncertainties are set out in the “Risks and Uncertainties” section in the Company’s MD&A filed with Canadian security regulators.

Certain technical data in this presentation was taken from the technical report entitled “Technical Report for the Unkur Copper-Silver Deposit, Kodar-Udokan Area, Russian Federation” dated 15 May 2017, prepared by Robin Simpson of SRK Consulting (Russia) Ltd. (the “**Technical Report**”) and is subject to the assumptions, qualifications and procedures described therein. Additional technical data was derived from the Azarga Metals news release “Azarga Metals Increases Inferred Resource for Unkur with Updated Mineral Resource Estimate” dated 27 April 2018.

The qualified person for any technical information in this presentation is Dorian (Dusty) Nicol, President and CEO and a qualified person under NI 43-101.

This presentation shall not constitute an offer to sell or the solicitation of an offer to buy securities.

Key themes

A copper-silver discovery of global significance

- Azarga Metals (TSX-V: AZR) owns 100% of the Unkur Copper-Silver Project in the Chara-Aldan prospect area in Russia's far east
- Unkur is a discovery of global significance – current Inferred Resource:
 - 62 million tonnes at 0.53% copper and 38.6g/t silver (ie, 0.90% copper equivalent or 91g/t silver equivalent)
 - 558,000 tonnes (ie, 1.2 billion pounds) of copper equivalent metal or approximately 182 million ounces of silver equivalent
 - Open in both directions along strike, and down dip
- Chara-Aldan area is approximately 320,000 square kilometers and highly prospective for additional sedimentary-hosted copper mineralization – USGS estimates potential for approximately 20 million tonnes of undiscovered contained copper in the area
- Azarga Metals is a first mover in Chara-Aldan and has entered into an exclusive MOU for access to significant information that's been gathered on prospects in the area over the last seven years

Key themes

Fast track advancement of Unkur plus a strategy to add more discoveries in the region

- Dual-track strategy – fast-tracked advancement of Unkur whilst moving to acquire ground for additional potential discoveries in Chara-Aldan
- Fast-track advancement of Unkur:
 - PEA has commenced to: (a) demonstrate our belief that an economically attractive project may exist at Unkur; and (b) enhance knowledge of costs and practical issues to efficiently target additional exploration to scale up potential value and return profile
 - Physical exploration to continue in mid-2018 following PEA results
 - In discussion with multiple potential strategic partners to consider whether a partnership could further accelerate the advancement of Unkur and our efforts in Chara-Aldan on an accretive basis
- Russia's far east is a uniquely attractive jurisdiction for mining development – close to China, strong legal environment, access to highly educated workforce and extremely attractive package of government incentives

Overview: Capitalization and history

Fast-track advancement in two years including large maiden Resource and PEA initiation

Capitalization

Shares outstanding ¹	90.4m
Share price (TSX-V: AZR) ¹	C\$0.13/share
Market cap (CAD)	C\$11.8m
Director & officer ownership	~37%

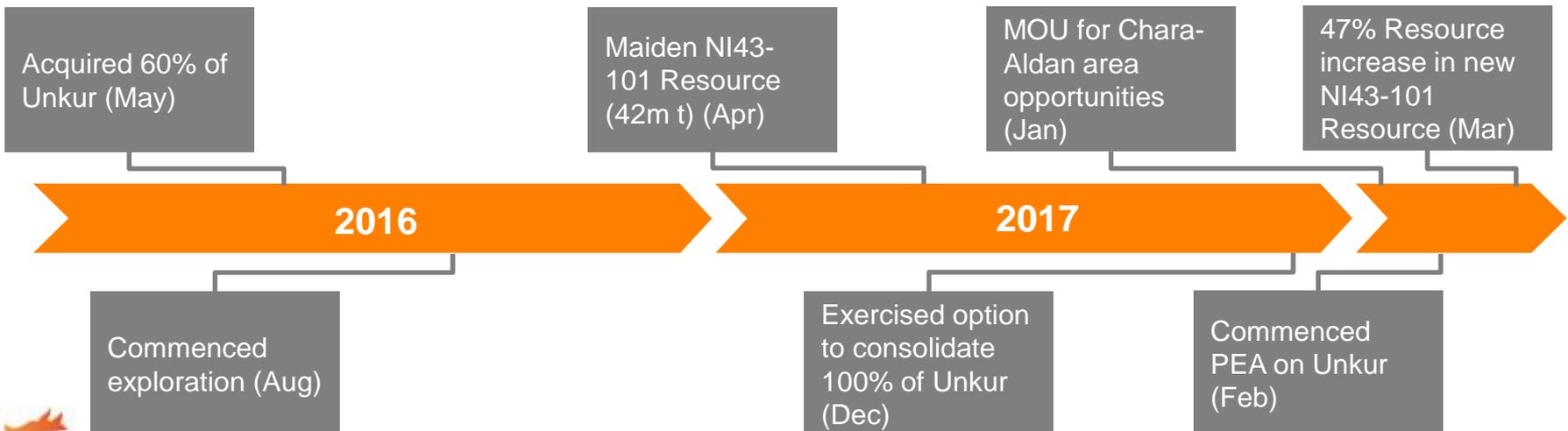
Note: 1. As at 23 March 2018 (excludes 4.82m options at an average strike of C\$0.19 and 1.7m warrants at an average strike of C\$0.40).

Share price (C\$/share – last 6-months)



Source: Quotemedia

History



Overview: Leadership

Genuine sector-leading exploration and development experience plus Russia experts

Dorian (Dusty) Nicol
(CEO and Director)

- 40-years international experience in exploration and mining
- Member of American Institute of Professional Geologists, Fellow of Society of Economic Geologists, Fellow of Australasian Institute of Mining and Metallurgy (AusIMM) and Registered Member of Society of Mining Engineers
- B.Sc. in geology from M.I.T. and a Master's Degree in geology from Indiana University and is fluent in five languages. Non-Exec Director of Chaarat Gold (AIM:CGH) (2017 –)

Alexander Molyneux
(Non-Executive Chairman)

- Experienced large mining company CEO and financier
- CEO Paladin Energy (ASX:PDN) (2015 –), Non-Exec Chairman of Argosy Minerals (ASX:AGY) (2016 –) Non-Exec Director of Metalla Royalty & Streaming (TSXV:MTA) (2018 –) and Non-Exec Director of Goldrock Mines (TSXV:GRM) (2012 – 2016)

Michael Hopley
(Non-Executive Director)

- CEO of Sunridge Gold (TSXV:SGC) (2003 –)
- Exploration geologist with over 30-years experience
- Previous senior management experience with GoldFields and Bema Gold

Vladimir Pakhomov
(Non-Executive Director)

- Managing Partner of Olympia Capital, a Russia-focused investment firm (2011 –)
- Investment Director with Onexim Group (2007 – 2010)
- Graduated Moscow Institute of International Relations and is CFA Charterholder

Blake Steele
(Non-Executive Director)

- President and CEO of Azarga Uranium (TSX:AZZ) (2015 –)
- Formerly Director of Finance SouthGobi Resources (Ivanhoe Mines)
- Bachelor of Commerce from University of British Columbia, CPA and CBV

Unkur Copper-Silver Project

Location

Regional location of Zabaikalye



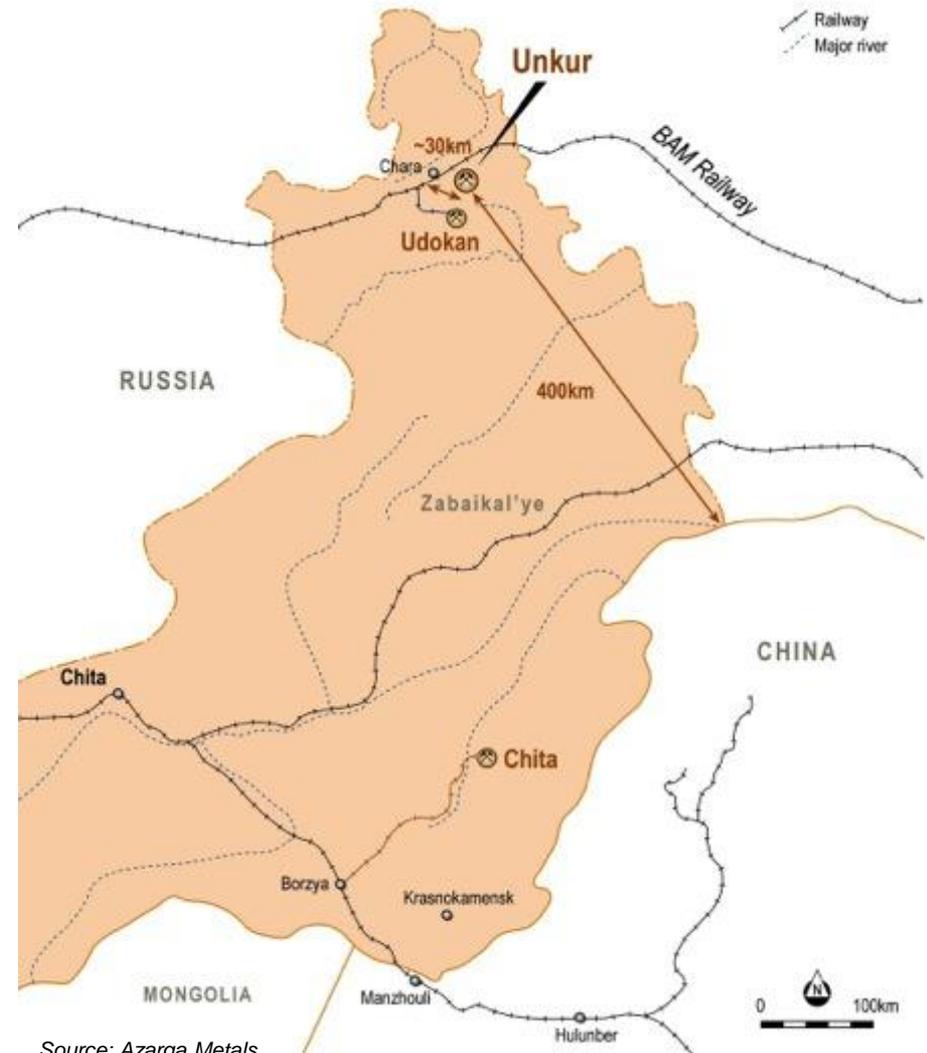
Source: Azarga Metals

Commentary

- Zabaikalye has a direct land border with China
- It includes the world's third and 14th largest undeveloped copper deposits, both, which have been moved forward to construction



Unkur, local geography and infrastructure



Source: Azarga Metals

Unkur Copper-Silver Project

Terrain and infrastructure



Terrain

- 400 – 500m above sea level
- Relatively flat



Transport

- 7km from BAM Railway
- 2,800km to Vladivostok (Pacific port)



Power

- High voltage substation at Novaya Chara (within 10km) with capacity of 200Mw and power line on the license area



Water

- Plentiful groundwater nearby
- Chara, Kalar and Lower Ingamakit rivers

Unkur area terrain



BAM Railway near Chara

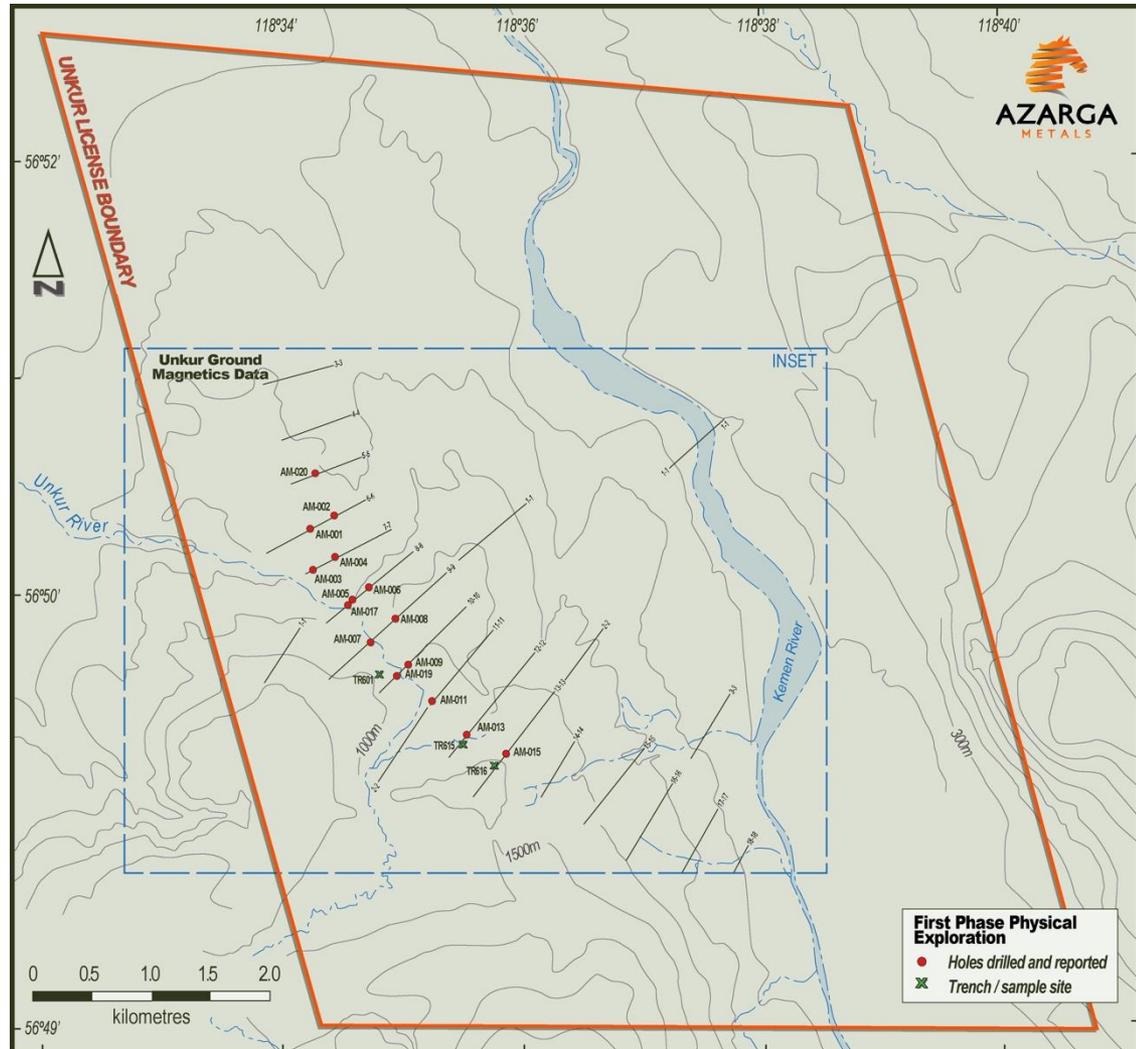


Source: Azarga Metals

Unkur Copper-Silver Project

The license and completed first phase exploration

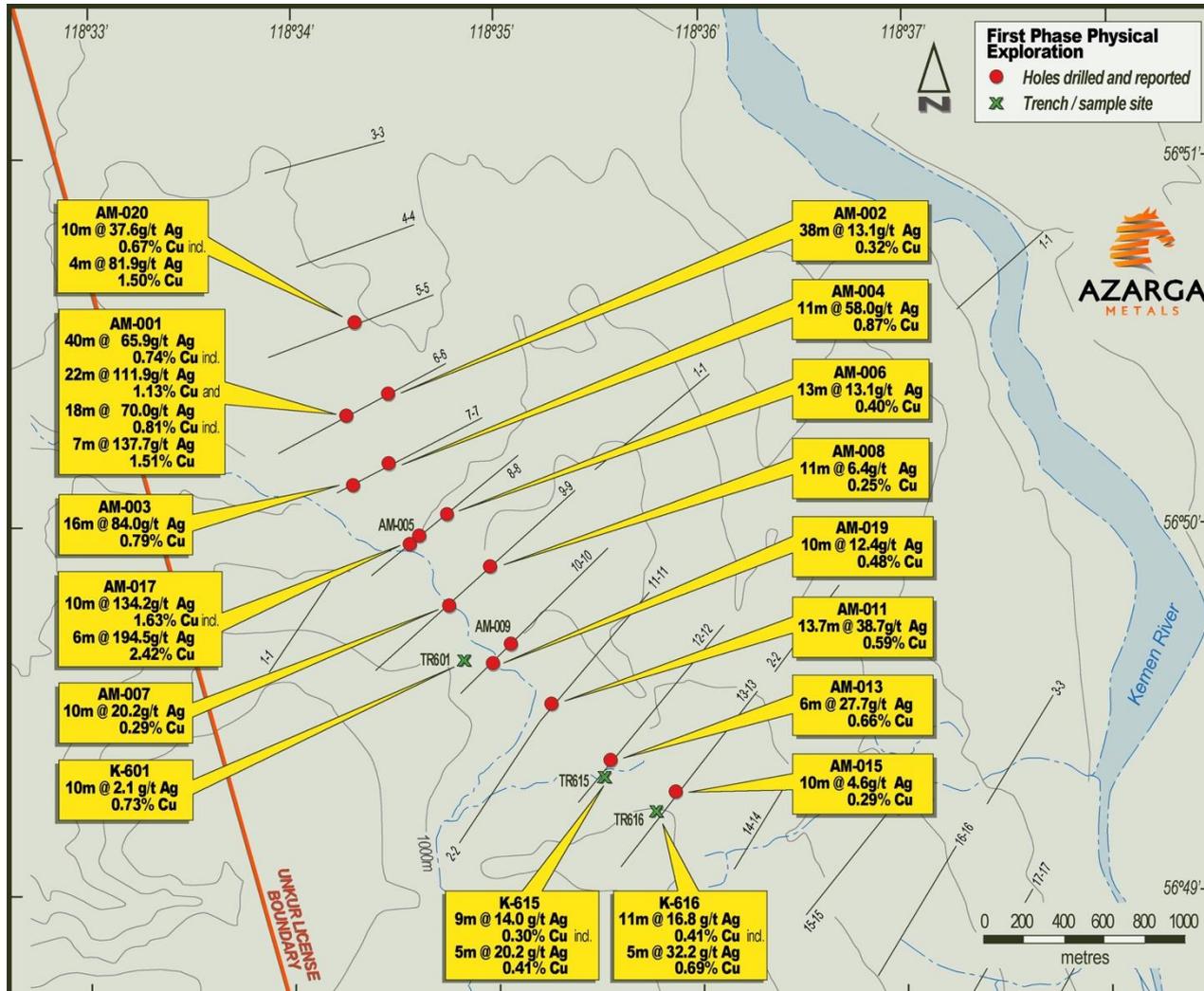
- 25-year, 5,390ha mineral exploitation license granted by Russian Federation in 2014
- Some historical exploration (1960s and 1970s) and various resource estimates indicating copper-silver deposit of global significance
- First modern exploration program completed 2016 – 2017
 - 16 completed diamond core drill-holes (4,580m)
 - Four trenches and sampling of various outcrops
 - Strike area of 3,400m tested



Source: Azarga Metals

Unkur Copper-Silver Project

Results from first phase exploration



Source: Azarga Metals

Unkur Copper-Silver Project

Inferred Mineral Resource (16 March 2018)

Category / zone	Tonnage (million tonnes)	Copper grade (%)	Silver grade (g/t)	Copper equivalent grade (%)	Copper metal (tonnes) ^{*1}	Silver metal (troy ounces)
Inferred	62,000,000	0.53%	38.60	0.90	328,600	76,881,000

Notes: The effective date of the Resources is March 16 2018. Mineral Resources that are not mineral Reserves do not have demonstrated economic viability. The estimate of mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, socio-political, marketing, or other relevant issues. Numbers may not sum due to rounding.

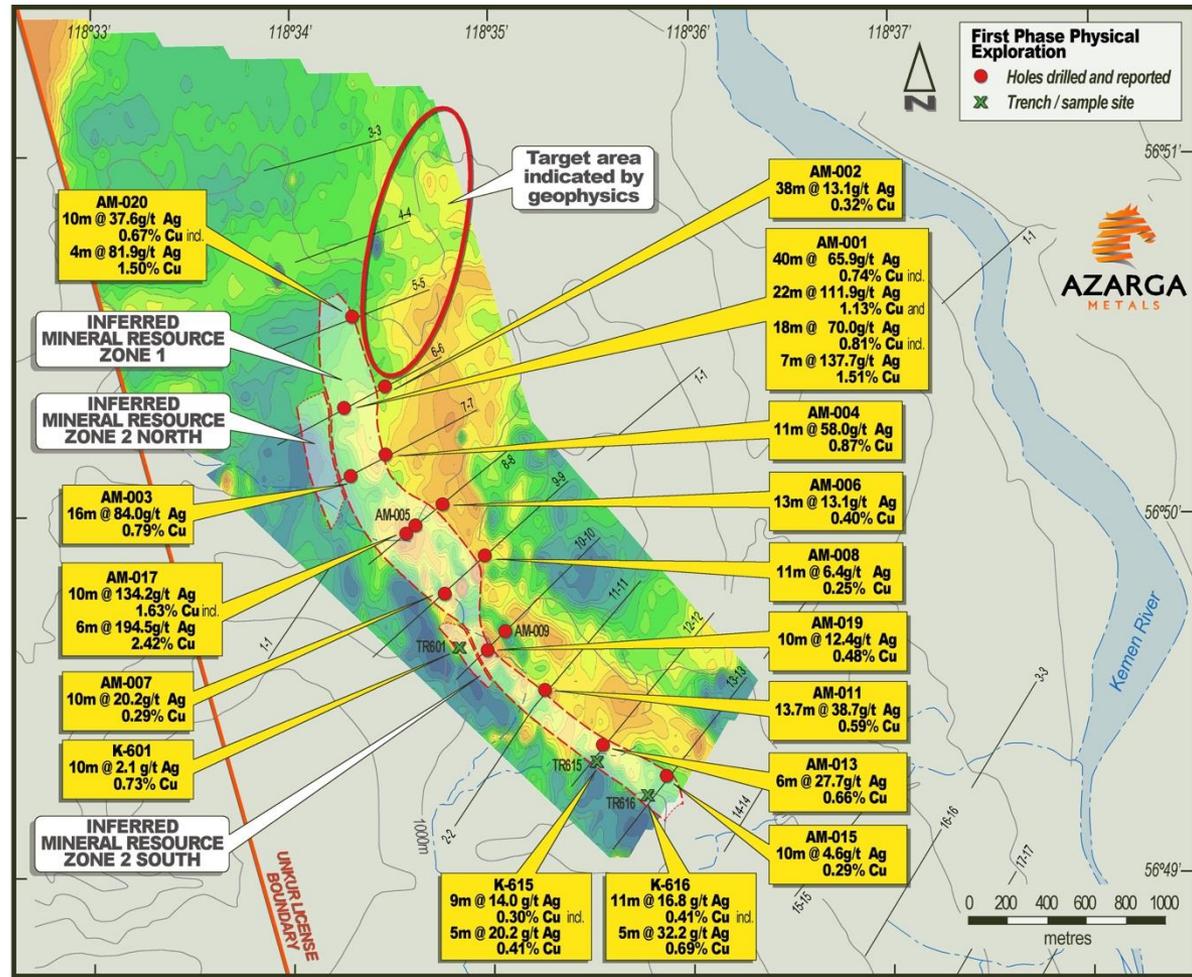
**1 328,600t Cu = 724,234,400lbs*

- Current Resource represents a 47% increase in tonnage vs. the maiden Inferred Resource of 2017
- Equates to approximately 558,000 tonnes (ie, 1.2 billion pounds) of copper equivalent metal or approximately 182 million ounces of silver equivalent
- Open in both directions along strike and also open down dip

Unkur Copper-Silver Project

Potential for Resource growth

- Mineralization is open in both directions along strike
- Historical exploration (1960s and 1970s) showed copper and silver over a strike of approximately five kilometers
- Key interest in zone of thicker and higher grade mineralization in the northern part Resource area
- A ground magnetics survey further confirmed interest in expanding drilling in the north
- Mineralization also continues to be open down dip

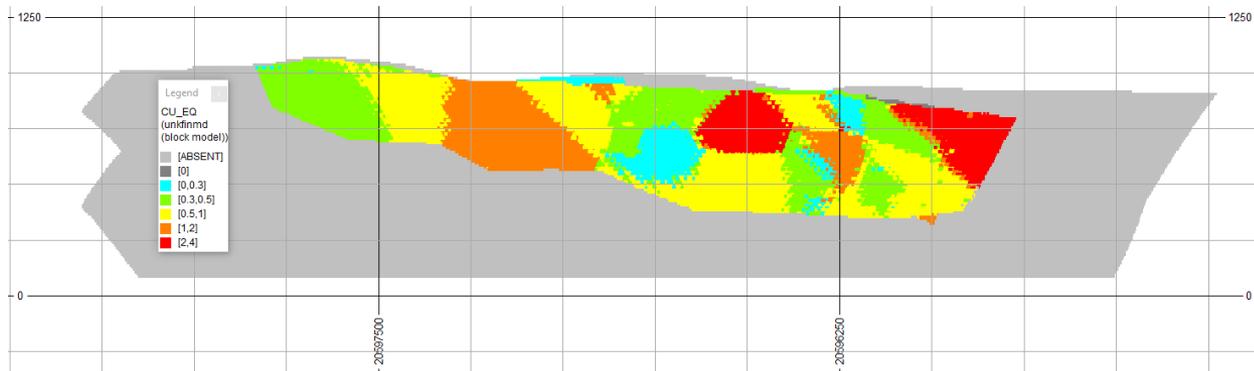


Source: Azarga Metals

Unkur Copper-Silver Project

Preliminary economic assessment (PEA)

- The maiden Inferred Resource is large, reasonable grade and 79% of it is contained in a 'near surface' zone
- The long section below shows two higher grade areas closer to the surface



Source: Tetra Tech. Absent values represent wireframe volume. Estimate constrained by search. Scale: Easting major grid interval 1250m.

- Azarga Metals retained Tetra Tech in February to prepare a PEA to test its belief that an economically attractive project may already be plannable at Unkur
- The PEA will also enhance knowledge of costs and practical issues to efficiently target additional exploration works to further scale up Unkur's potential value and return profile
- PEA works are on-track to be complete mid-2018

Chara-Aldan regional exploration

Unique first mover access to a region akin to the Katanga Basin

- The Chara-Aldan area of approximately 320,000 square kilometers, is home to the Kodar-Udokan Basin – one of the world’s great sedimentary basins known to host major copper deposits
- An example peer is be the Katanga Basin in Africa – home to the well known Copperbelt deposits including Konkola, Tenke-Fungurume and Kamao-Kakula
- Chara-Aldan has already revealed one mega project – Udokan, currently in development, is the world’s third largest unmined copper deposit, containing approximately 27 million tonnes of copper metal
- Some of the world’s oldest sedimentary rocks exist in Chara-Aldan preserving the remnants of a large hydrothermal system – close to 100 sediment-hosted copper occurrences are estimated together with several significant prospects
- The USGS estimates the Kodar-Udokan Basin to contain approximately 20 million tonnes of as yet undiscovered copper metal
- In early 2018 Azarga Metals signed an MOU for exclusive cooperation with a group that has spent more than seven years of prospecting and data collection in the region
- The aim of the MOU is to enhance Azarga’s first mover advantage to rapidly expand in the Chara-Aldan with Unkur-like and complimentary prospect acquisitions
- Data sharing has commenced and Azarga is undertaking a systematic review of it

Russia's far east as mining jurisdiction

Despite western 'rhetoric', Russia remains a safe, advancing jurisdiction for miners

Russia, a mining powerhouse

- Commodities account for 80% of exports
- Foreign investors include BHP Billiton, Rio Tinto, Kinross, the highly successful Hambro family related companies (Petropavlovsk and IRC) and Owen Heggarty related Tigers Realm

Favorable fiscal regime

- Mineral Resources Extraction Tax*:
 - Copper: 8%
 - Silver: 6.5%
- Tax breaks for far east projects – Corporate tax 0% for first five years, then 10% for five years, then 20%
- Funding available from funds designed to aid the development of the far east

* Combines royalties, excise taxes and restoration payments.

A wide open door to China

- US\$400 billion contract signed to supply gas to China for 30 years from 2018 – one of the world's largest international trade contracts
- ICBC and China Exim Bank participating in major mine project financing deals (Elga Coal and IRC)





TSX-V: AZR

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