

LETTER TO THE SHAREHOLDERS

Dear Shareholder,

2019 was a transitional year for Stratabound, setting the stage for formative and positive change moving forward into 2020.

Retirements and new additions to the Board and management strengthened the Company in late 2019 including a significant 18.1% partially diluted investment by Jerritt Canyon Canada Ltd., a company controlled by Eric Sprott, and the parent company of Jerritt Canyon Gold LLC, a private, growing mid-tier North American gold producer with its primary operating asset, the Jerritt Canyon Mine located in northern Nevada.

Continued financial headwinds for junior exploration companies throughout 2019, including severe investment capital competition with the new cannabis sector, required the Company to seek and receive approval in June, 2019 to consolidate its share structure on a 6 to 1 basis in order to secure financing and move the Company's plans forward. Sufficient funding was then secured to conduct another successful trenching program in 2019 at its flagship Golden Culvert Project in the Yukon. The Company also acquired option agreements to acquire and drill an exciting new style of gold deposit discovered in New Brunswick, the McIntyre Brook Iron Oxide-Copper-Gold, (IOCG) project.

Golden Culvert 2019 Exploration Successes

In summary, the 2019 program discovered four new parallel gold-bearing veins in addition to the first two identified in 2018. This expanded the gold vein "corridor" from 50 metres to 130 metres wide and extended the strike length from 430 metres to 570 metres where it remains open at both ends within the 3 km long >30ppb gold-in-soil anomaly that is yet to be explored. The most significant highlight came from trench TR1923-B which yielded 24.41 gpt Au over 6.0m including the highest gold assay ever received to date of 95.0 gpt Au over 1.5m.

In the final days of the campaign a new outcropping, gold-bearing vein was discovered approximately 7.1 kilometres north along the general strike of the Main Discovery "corridor" zone. The vein was exposed in outcrop over 15.8 metres of strike and averaging 0.92 gpt Au/2.0m at its widest. The ground in-between remains unexplored and is a top objective for 2020.

Seabridge Gold Moves into Golden Culvert Neighbourhood

The Company was also pleased to note that in May, 2020 Seabridge Gold acquired the nearby high-grade 3 Aces gold Project from Golden Predator Mines Inc. located about 20 km south of the Golden Culvert Project. The Seabridge press release stated, "Seabridge Gold Chairman and CEO Rudi Fronk said the 3 Aces Project is a first rate exploration play with the potential to host a high grade commercially-viable ore body. "We think 3 Aces is a worthy addition to the three outstanding exploration opportunities we already own in British Columbia, Nevada and the Northwest Territories." Seabridge Gold owns the P+P 38.8 million ounce gold/102 billion pound copper Kerr-Sulphurets-Mitchell property located in British Columbia, the Courageous Lake property located in the Northwest Territories and its newly acquired Iskut Property located in northwestern British Columbia. Seabridge market capitalization is approximately \$CD1.48 billion.

Stratabound sees this investment in the region, plus the engagement of Jerritt Canyon Canada as a strategic investor, as exemplary endorsements in both the regional gold potential and the Company respectively.

2020 Outlook:

With the excellent support from Frontier Flex, our investment relations firm, The Company had a very successful marketing campaign with lots of interest from investors in the first quarter of 2020 including an offer of a brokered \$2.5M best-efforts placement only days before the first COVID-19 case was reported at the PDAC in Toronto in March, putting our financing plans on hold since. Much thanks to our legal, accounting, investor relations, suppliers and other support teams for working with us during this unusual and difficult period.

Nevertheless, we have an approved budget and work plan to move our projects forward again this year. Golden Culvert is planned to have a first phase ground-based follow up on several exploration targets on the remaining 24 kilometres of strike followed by a second phase fill-in diamond drill program at the Main Corridor area in preparation of a maiden NI 43-101 inferred resource targeting 180,000-520,000 ounces between 1.5 gpt - 6.5 gpt gold. Permits, drill contractors and preparations are in hand. The Company has received approval from the Yukon government to proceed conditionally on it's COVID-19 Alternate Self-isolation plan to commence work at the Golden Culvert site planned to start on July 6th.

We are also planning geological, soils geochemistry surveys and drilling at both our New Brunswick McIntyre Brook IOCG and the 100% owned Captain copper-cobalt-gold projects. We will be announcing plans seeking funding of about \$2.5-\$3M in total. In the meantime, we have received approvals for funding grants from both the Yukon and New Brunswick governments of \$40,000 and \$35,000 respectively.

The COVID-19 pandemic has potential for an historic world-wide catastrophe in the making and certainly changed the way the world conducts itself from now on. The Company will do whatever it can to prevent the virus from physically affecting its employees, contacts and the public as much as it may affect the financial security of its shareholders, employees and suppliers.

The years leading up to the pandemic however have continued to weather a long, severe down-cycle that have prepared an extraordinary time of up-cycle opportunity that is finally arriving in our sector. Indications are positive for gold prices as a haven for security during times of crisis. It is an old saying that, "100 years ago an ounce of gold bought a good suit and today, an ounce of gold will still buy... a good suit." Likewise the outlook ought to be good for copper and other base metals after the curtailment of production ends at some point and demand returns.

Thanks again to all our shareholders, suppliers and supporters who have continued to stay with us and for the new ones that jump aboard. We expect the dark clouds currently above us to dispel at some point and we remain highly optimistic for the future.

Stay Safe, Best Regards and God Bless



Terrence H. Byberg, Interim Chairman
Stratabound Minerals Corp.