



## LETTER TO SHAREHOLDERS

December 8, 2020

Dear Pure Energy Minerals shareholders and friends,

As 2020 draws to a close, it is a pleasure to contact each of you with a brief update concerning Pure Energy Minerals' activities. The past year has been marked by significant technical accomplishments, as well as challenges, principally due to the international Covid-19 pandemic crisis. The Company and its strategic partner for the Clayton Valley lithium brine project in Nevada, Schlumberger Technology Corp. ("Schlumberger"), continued to operate and advanced a number of goals during this time.

The Company and Schlumberger, a subsidiary of the world's largest oil-field services company, signed an earn-in agreement in May, 2019, which will enable Schlumberger to build a Direct Lithium Extraction pilot facility to process and produce high-quality, high-value lithium brine products including Li hydroxide and Li carbonate. Technical aspects of the pilot plant will build on Pure Energy's investment over the prior five years, in addition to Schlumberger's considerable in-house expertise in drilling, chemical, plant construction, and marketing and distribution. Permits were advanced with the State of Nevada and BLM, and pilot plant design and preliminary offsite testing has begun at Schlumberger's facilities.

Drilling of the CV-09 well was completed and analytical results were announced in early October. CV-09 returned lithium values closely aligned with expectations, and at pumping rates designed for pilot plant testing. This well's results complement earlier nearby drill holes, and additionally confirm the brine's quality within the resource area described in Pure Energy's Revised PEA Study (Preliminary Economic Assessment Study) published in April, 2018. The Company is excited with the progress made on all fronts by partner Schlumberger on the Clayton Valley project.

Pure Energy plans to broaden its project strategy within the battery metals field during the coming year. Company management believes the Clayton Valley Advance Royalty, which it will begin receiving in the first quarter of 2021, and the NSR (Net Smelter Return) royalty that it will receive after commercial production is achieved, will propel the Company forward in the rapidly growing, green, electric and battery industry.

Our Annual General Meeting ("AGM") will be held digitally online. To vote your shares, please see instructions for contact with Odyssey Trust Company, and obtain your Control Number needed to vote by proxy, by telephone, fax, online or mail.

We believe in the future of Pure Energy Minerals and appreciate our shareholders who have made the journey to date with us. Please refer to documents posted on [www.pureenergyminerals.com](http://www.pureenergyminerals.com) or under the Company's profile on SEDAR at [www.sedar.com](http://www.sedar.com) for further information about the Company.

Best regards,

/s/ Mary L. Little

Director, Pure Energy Minerals Ltd.