

DRILL RESULTS

Hurricane Gusting up to 49% - Blows out More High-Grade Uranium Assays

OUR TAKE: This morning, ISO reported assay results from its completed summer 2020 drill program at the Hurricane Zone. The release includes results for 6 of the Company's previously released scintillometer results (see flash dated [October 15th, 2020](#)), with a remaining 4 holes with scintillometer results still pending chemical assays (see flash dated [November 5th, 2020](#)). Notably, drill hole LE20-68 followed up on 11.0 m of radioactivity registering >500 CPS on the scintillometer, including 1.5 metres of very strong radioactivity, registering >50,000 CPS to assay **11.0m averaging 6.9% U₃O₈ and 0.6% Ni, including a 1.5m subinterval averaging 49.3% U₃O₈ and 3.1% Ni**. With the summer program complete, the Company has been successful in approximately doubling the width of the high-grade zone in 3 of 4 sections, increasing the mineralized envelope to 575m x 75m x up to 11m thick, where all three western sections (4435E, 4460E and 4485E) remain open to the south, suggesting even further growth potential for the higher-grade portion of Hurricane. As we await the remaining chemical assays, we note that results are **still pending for hole LE20-76 which intersected an extremely high-grade thick (3.5m) 'off-scale' (>65k CPS) included interval that is the longest off-scale interval drilled in 2020 and we expect bonanza grade assays from this hole**. As results are released, the Company continues to add confidence that it will be able to define a maiden resource of significant scale and grade at Hurricane next year. Our target range for Hurricane's maiden resource is 45-65 Mlb U₃O₈ at the moment. This will be dynamic based on additional data from this and upcoming winter drilling. As mentioned in our initiation report earlier this fall (see report dated [October 14th, 2020](#)), our \$2.00 target price is primarily driven by a US\$2.00 EV/lb U₃O₈ multiple applied to the mid-point (55 Mlb) of our target conceptual maiden resource range for the Hurricane Zone at the Larocque East project. In our view, ISO has already crested the lower end of that range, and each incremental hole that expands the deposit supports the Company reaching higher into that range. We expect the remaining assays to be released at some point next month and anticipate the announcement of the Company's 2021 budget and plans for Larocque East in the coming weeks. Please see highlights below and Table 1 for further details.

KEY HIGHLIGHTS

- ◆ **Latest assay results highlights:**
 - **Hole LE20-68 intersected 11.0m grading 6.9% U₃O₈ and 0.6% Ni from a downhole depth of 323.0m** (scint results registering >500 cps), **including 1.5m grading 49.3% U₃O₈ and 3.1% Ni from a downhole depth of 332.0m** (scint results registering >50,000 cps) – See Fig. 2 and 3;
 - **Hole LE20-72 intersected 6.0m grading 6.2% U₃O₈ and 0.7% Ni from a downhole depth of 320.5m** (scint results registering >500 cps), **including 0.5m grading 7.9% U₃O₈ and 0.7% Ni from a downhole depth of 323.0m** (scint results registering >20,000 cps), **and including 1.5m grading 20.7% U₃O₈ and 0.7% Ni from a downhole depth of 324.5m** (scint results registering >40,000 cps) – See Fig. 2 and 4.
- ◆ **Background on Hurricane.** Since discovery in summer 2018 Hurricane has grown to a mineralized footprint of 575 m x 75 m x 11 m thick. The Hurricane zone lies 35 km from Orano's McClean Lake mill and occurs at a relatively shallow depth of ~320m below surface. Known uranium mineralization is interpreted to occur "on a major basement tapping fault system that has caused a ridge in the sub-Athabasca unconformity".

RECOMMENDED ACTION

We recommend owning ISO for exposure to a new, high-grade uranium discovery.

- ◆ **Making a High-Grade Uranium Discovery as Fundamental Stars Align.** ISO is trading at ~US\$1.50-\$2.15 EV/lb U₃O₈ based on Haywood's conceptual initial resource target range of 45-65 Mlb. We see this valuation increasing with additional drilling and visibility on the timing of the maiden resource. We continue to see ISO as the most exciting new discovery in the uranium sector that is still pre-resource. We are highly encouraged by the progress the Company has made to date in expanding the Hurricane deposit and with assays from 4 of its 24 drill holes still pending, we anticipate further positive news flow next month. The Company is well funded with ~\$11.8M in the bank and anticipates continuing to follow up on the Zone's expansion potential in its winter drilling program that is expected to commence in early 2021, ahead of a maiden resource on the project later next year. The prospect of a coincident positive movement of uranium price and ISO's growing discovery set-up to drive the shares higher in a vastly improving demand/supply backdrop for uranium.

KEY STATISTICS AND METRICS

52-Week High/Low	\$1.52/\$0.67
YTD Performance	257.5%
Dividend Yield	NA
Shares O/S	91.2M
Market Capitalization	\$130.4M
Cash	\$11.8M
Debt	US\$6M
Enterprise Value	\$126.5M
Daily Volume (3 mos.)	98,650
Currency	C\$ unless noted

HAYWOOD ESTIMATES (CAD)

	2019A	2020E	2021E
Revenue (\$M)	0	0	0
Net Income (\$M)	(2.2)	(2.3)	(2.5)

VALUATION

Our \$2.00 per share price target is based on a US\$2.00 EV/lb U₃O₈ multiple applied to the mid-point (55 Mlb) of our target maiden conceptual resource range plus a conservative longer term future resource adjustment of an additional 13.5Mlb.

Undeveloped high-grade Athabasca Basin resource peers trade in a target-implied range of US\$1.47 - US\$4.28/lb U₃O₈.

Table 1: Summer 2020 Drilling Program Results (newer results in bold)

Hole-ID	From (m)	To (m)	Length (m)	Radioactivity ^{1,2} (CPS)	Chemical Assays		Orientation (Azml/Dip)	Location
					U ₃ O ₈ (%)	Ni (%)		
LE20-54 ³	329.50	338.50	9.00	>500	12.80	3.90	180/-79	Sect 4510E
incl.	333.00	337.00	4.00	>30,000	27.10	5.20		
incl.	334.00	334.50	0.50	Off-scale ⁵	52.50	1.60		
LE20-55 ³	No significant mineralization						180/-70	Sect 4785E
LE20-56 ³	351.00	358.50	7.50	>500	0.10	0.10	180/-70	Sect 4660E
LE20-57 ³	343.80	353.80	10.00	>500	11.70	0.30	217/-70	Sect 4435E
incl.	347.30	349.80	2.50	>40,000	46.00	1.00		
incl.	347.80	348.30	0.50	Off-scale ⁵	65.90	0.70		
LE20-58 ³	Abandoned before target						180/-69	Sect 4785E
LE20-58C1 ^{3,6}	144.00	146.50	2.50	>500	0.20	0.10	180/-71	Sect 4785E
LE20-59 ⁴	342.00	347.00	5.00	>500	0.20	0.20	112/-69	Sect 4610E
incl.	345.00	345.50	0.50	>5,000	0.90	0.20		
LE20-60 ³	No significant mineralization						000/-90	Sect 4660E
LE20-61 ³	313.00	322.00	9.00	>500	0.30	0.00	000/-90	Sect 4660E
incl.	321.50	322.00	0.50	>10,000	1.40	0.20		
LE20-62 ³	314.00	316.50	2.50	>500	0.20	0.00	000/-90	Sect 4435E
and	321.00	325.50	4.50	>500	6.20	0.50		
incl.	323.00	325.50	2.50	>30,000	11.10	0.30		
incl.	324.50	325.00	0.50	Off-scale ⁵	29.00	0.30		
LE20-63A ³	No significant mineralization						180/-85	Sect 4660E
LE20-64 ³	316.50	320.00	3.50	>500	0.30	0.10	000/-90	Sect 4435E
and	324.00	329.00	5.00	>500	48.80	1.10		
incl.	324.50	328.50	4.00	>30,000	57.50	1.30		
LE20-65 ⁴	No significant mineralization						000/-90	Sect 4610E
LE20-66 ⁴	323.00	324.00	1.00	>500	0.20	0.00	000/-90	Sect 4785E
LE20-67 ⁴	327.50	329.50	2.00	>500	0.20	0.50	000/-90	Sect 4435E
LE20-68 ⁴	323.00	334.00	11.00	>500	6.90	0.60	180/-80	Sect 4485E
incl.	332.00	333.50	1.50	>50,000	49.30	3.10		
LE20-69 ⁴	322.50	329.00	6.50	>500	0.90	0.30	000/-90	Sect 4435E
incl.	325.00	326.00	1.00	>5,000	2.40	0.20		
LE20-70 ⁴	No significant mineralization						000/-90	Sect 4560E
LE20-71 ⁴	324.00	325.00	1.00	>500	0.20	0.10	000/-90	Sect 4485E
and	327.50	329.50	2.00	>500	2.40	2.80		
incl.	329.00	329.50	0.50	>20,000	7.80	5.30		
LE20-72 ⁴	320.50	326.50	6.00	>500	6.20	0.70	000/-90	Sect 4460E
incl.	323.00	323.50	0.50	>20,000	7.90	0.70		
and incl.	324.50	326.00	1.50	>40,000	20.70	0.70		
LE20-73 ⁴	326.50	332.00	5.50	>500	Pending		000/-90	Sect 4510E
LE20-74 ⁴	320.50	325.50	5.00	>500	Pending		000/-90	Sect 4460E
incl.	322.00	323.50	1.50	>5,000				
LE20-75A ⁴	No significant mineralization						000/-90	Sect 4510E
LE20-76 ⁴	312.50	319.00	6.50	>500	Pending		000/-90	Sect 4435E
and	322.50	330.00	7.50	>500				
incl.	324.00	327.50	3.50	Off-scale ⁵				
LE20-77 ⁴	322.50	330.50	8.00	>500	Pending		000/-90	Sect 4460E
incl.	324.00	326.50	2.50	>5,000				
and incl.	329.00	330.00	1.00	>10,000				

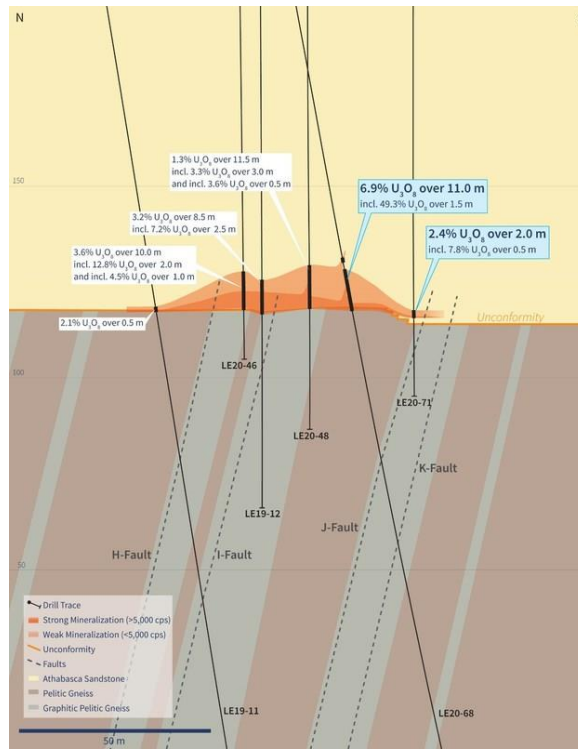
Notes:

1. Radioactivity is total gamma from drill core measured with an RS-125 hand-held spectrometer
2. Measurements of total gamma on drill core are an indication of uranium content, but may not correlate with chemical assays
3. Radioactivity and chemical assays previously disclosed
4. Radioactivity previously disclosed
5. Off-scale radioactivity is defined as exceeding 65,536 cps, the maximum measurable by an RS-125 spectrometer
6. LE20-58C1 is a wedged off-cut from LE20-58 at 200m

Source: IsoEnergy

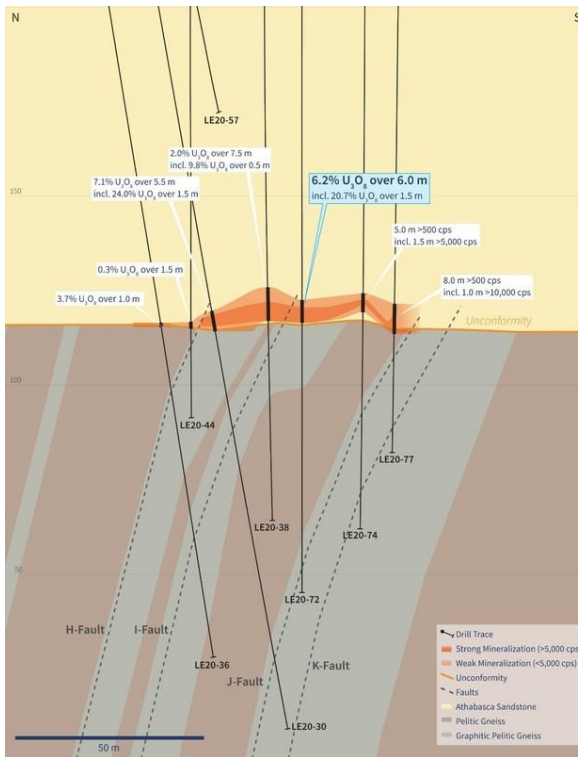


Figure 3: Location of Drill Holes LE20-68 and LE20-71 (highlighted in blue)



Source: IsoEnergy

Figure 4: Location of Drill Hole LE20-72 (highlighted in blue)



Source: IsoEnergy



Important Information and Legal Disclosures

This report is intended for institutional investors and may only be distributed to non-institutional US clients in the following states: Alaska, Arkansas, Colorado, Connecticut, Delaware, Georgia, Hawaii, Iowa, Idaho, Illinois, Kansas, Louisiana, Maryland, Maine, Michigan, Minnesota, Missouri, Mississippi, North Dakota, Nebraska, New Jersey, New Mexico, New York, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, South Dakota, Tennessee, Texas, Virginia, Vermont, Washington, Wisconsin, West Virginia, and Wyoming. Otherwise, this report may only be distributed into those states with an institutional buyer state securities registration exemption.

Analyst Certification

I, Colin Healey, hereby certify that the views expressed in this report (which includes the rating assigned to the issuer's shares as well as the analytical substance and tone of the report) accurately reflect my/our personal views about the subject securities and the issuer. No part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendations.

Important Disclosures

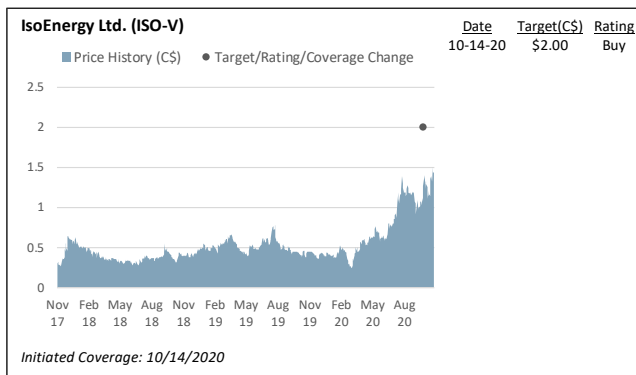
Of the companies included in the report the following Important Disclosures apply:

- ◆ Haywood Securities, Inc. has reviewed lead projects of IsoEnergy Ltd. (ISO-V) and a portion of the expenses for this travel may have been reimbursed by the issuer.
- ◆ Haywood Securities, Inc. or one of its subsidiaries has received compensation for investment banking services from IsoEnergy Ltd. (ISO-V) in the past 12 months.
- ◆ Haywood Securities, Inc. or one of its subsidiaries has received compensation for investment banking services from IsoEnergy Ltd. (ISO-V) in the past 24 months.

Distribution of Ratings (as of November 17, 2020)

	%	#	IB Clients (TTM)
Buy	75.2%	79	91.7%
Hold	4.8%	5	0.0%
Sell	0.0%	0	0.0%
Tender	0.0%	0	0.0%
UR (Buy)	1.0%	1	0.0%
UR (Hold)	0.0%	0	0.0%
UR (Sell)	0.0%	0	0.0%
Dropped (TTM)	19.0%	20	8.3%

Price Chart, Rating and Target Price History (as of November 17, 2020)



B: Buy; H: Hold; S: Sell; T: Tender; UR: Under Review
Source: Capital IQ and Haywood Securities

Link to Research Policy: <http://haywood.com/what-we-offer/research/research-policy>

Member of the Canadian Investor Protection Fund

