



CANYON GOLD
& GRAVEL

Shareholder Update

Number 2, March 2022

Gold & Gravel Assets Providing Real Returns

Dear Valued Shareholders,

Your company, Canyon Gold and Gravel has made more progress regarding our march towards both Public Listing on the CSE and Work Permits from the provincial Government.

Public Company Listing

We have not pushed the public listing due to unforeseen delays including: forest fires and then the flooding which took out rail lines, bridges and highways entering and exiting Hope, and the onset of Covid Omicron. In fact, our President was stranded in Hope for a week with no power or Internet for three those days. Things are mostly back to normal with major work and upgrades to come on highway infrastructure. The provincial government has allotted \$25 Billion for these upgrades and repairs.

We have now begun to push forward on the public listing and have instructed our lawyer to issue shares to you by month end. And it is expected our lawyer will get first comments back from the CSE by mid to late April.

Due to the fact most of our information regarding Canyon Reports on both gold and gravel are over 3 years old the CSE has asked us to provide an updated engineering/geological report prior to going public. Jo Shearer, our Senior Geologist will run the drilling and testing of the site before the end of March and will update the National Instrument 43-101 required by the CSE to reflect those new results.

Work Permits

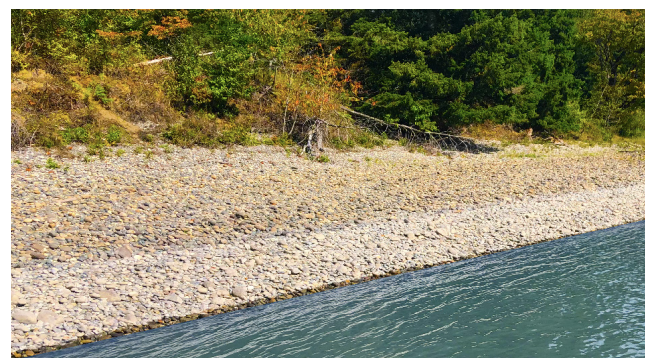
Management has taken a proactive role in contacting those who may have an interest in commenting on this mine project. This includes but is not limited to ALR, Highways, City of Hope, First Nations (STOLO People of the River & Surrounding 5 Tribes), Gold Commissioner, Southwestern Work Permit Mines Official, DOF,



Canyon Gold applies best practices in mining operations, providing environmentally sound conservation while delivering excellent value to our investors, partners, community, employees, and stakeholders.



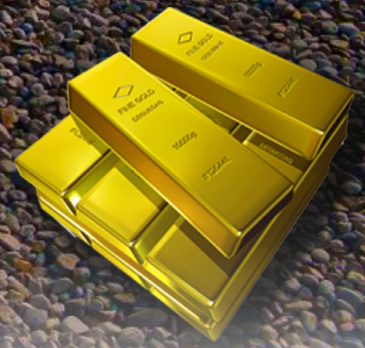
New temporary road recently completed.



Large gravel deposits on river bank.



CANYON GOLD & GRAVEL



Canyon Gold owns 150 acres of private land with placer gold rights and deep mining rights to mine and process high quality gravel.



DOE along with 5 BC, MLA's. Commissioning reports required by government offices and First Nations, for Canyon's gold and gravel mine development, include but are not limited to: Cultural Reports, Environmental Reports, Project Evaluation, Prospectus and other documentation (PUBCO/CSE) ALR Report, as well as site engineering, new road and bridge layouts, engineered overpass bridge for CPR etc.

Canyon Site Work

We have finally received a commitment from CPR for the temporary crossing access – a 6-month delay by CPR caused by fires and flood damage, and Covid. The old trail/road was personally re-engineered and upgraded to the temporary rail crossing by our President, Peter Osha. Canyon expects to be on site by the 21st of March, when the drillers start their program to confirm the gravel deposit for the CSE (important as our reports are over 3 years old). Our president will personally clear and build all necessary roads on site ahead of the drillers. The roads and pit upgrades will not take long.

Financing

We have now reached critical mass and raising larger share capital has become a matter of course. Let me take this opportunity to thank all of our early investors and shareholders for seeding and believing in this magnificent opportunity. No salaries are being paid to management until we meet our preliminary financial benchmark, so our burn rate is basically nothing.

We have a healthy bank account and although we should not disclose this information until it is publicly disseminated, the valuation not including Peter Osha and Brian Hauff's time and money spent to carry the company forward, came in at over \$48,000,000 discounted 8% over 33 years. This means we can use a four times (4X) multiple for valuation as a public company or \$150 to \$200 million dollars. Our projected cash flow model confirms this valuation as well.

Summary

Although we have been delayed for about six months due to events beyond our control, we are still expecting permits by the end of 3rd quarter. We will start immediate pre-production once the new drilling is complete as all site work will be completed and stock piling will start prior to the new road (less than a 6 degree incline to accommodate the tandem gravel trucks) and the rail bridge-over being completed.

We have successfully negotiated a Production Contract with Triple O Contracting at a 40% discount from other gravel operators. Triple O Contracting will supervise all operations management and employees, resulting in zero operational headaches for Canyon. The company will only require management for the public company.

A special thanks to our professional team who have done an exceptional job supporting the company.

Thank you for your continued support!

Peter Osha, President and Brian L. Hauff, Managing Director



Canyon Gold & Gravel Inc.

2216 Folkestone Way, Suite 31

West Vancouver, BC V3X 3H3

www.canyongg.com

Contact:

Brian L. Hauff, Managing Director & CEO

M +1-778-859-3303

E bhauff@canyongg.com