TIMBERLINE RESOURCES
Exploring for Gold in Nevada

COMPANY OVERVIEW

Timberline Resources (OTCQB: TLRS, TSX-V:TBR) is a gold-focused explorer in the world class mining jurisdiction of Nevada within the famous Battle Mountain-Eureka Trend.

The Company is held with 112.1 M shares outstanding. Directors and management are heavily invested and currently own 28.4% of the company.

Eureka is a Carlin-type gold system with 1970’s—1980’s open pit heap leach gold production of approximately 133,000 ounces in two mines, and earlier, historic high-grade underground production.

Discoveries have also been made at the Paiute Project in the Battle Mountain district. These are intrusion-related gold ± copper-gold systems being advanced through partnerships with Nevada Gold Mines.

INVESTMENT HIGHLIGHTS

- Nevada, a top-ranked mining investment jurisdiction
- Prolific Battle Mountain-Eureka Trend
- Gold ± copper drill discoveries in 3 projects
- Tight capital structure: 75 M shares i&O
- 28.4% Management and Director ownership
- Experienced Management and Board

TIMBERLINE PROJECTS

Our flagship Lookout Mountain Project at Eureka contains a high-grade gold zone as part of a >500K oz (M&I) resource which is open for expansion.

Initial drilling at Paiute has identified gold mineralization with geologic and geochemical similarities to multi-million oz nearby Phoenix, Lone-Tree, and Copper Basin mines.

DIRECTORS & MANAGEMENT

Steve Osterberg  President & CEO, Director
Leigh Freeman  Chairman of the Board
Don McDowell  VP Corporate Development, Director
Ted Sharp  CFO
Paul Dirksen  Director
David Mathewson  Director
William Matlack  Director

LATEST ANNOUNCEMENTS

08/31/2020  Timberline Resources Closes US$3.7 Million Private Placement
08/13/2020  Timberline Announces $3.7 Million Private Placement
07/14/2020  Timberline Drops Elder Creek Option to Focus on Gold Exploration
06/30/2020  Timberline Update on Lookout Mountain JV, Nevada

KEY FINANCIALS (September 2020) (US)

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Recent Share Price</td>
<td>$0.24</td>
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<tr>
<td>Shares Outstanding</td>
<td>112.1 M</td>
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<tr>
<td>Market Capitalization</td>
<td>27.3 M</td>
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<tr>
<td>Share Price: Year high-low</td>
<td>$0.27—0.03</td>
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MAJOR SHAREHOLDERS

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<tr>
<th>Category</th>
<th>Percentage</th>
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<tbody>
<tr>
<td>Management</td>
<td>28.4%</td>
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<tr>
<td>Crescat Capital</td>
<td>14.6%</td>
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<tr>
<td>Condire Resource</td>
<td>7.9%</td>
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CONTACT

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Eureka Property

- Carlin-type gold system with historic gold production (1970’s—1980’s) exceeding 133,000 ounces
- 23 mi² District-scale property south of 2-plus M oz Archimedes Mine (Barrick)
- Drill-indicated gold from >500 drill holes illustrates substantial opportunity for property-wide gold resource increase
- NI 43-101 Resource\(^{(1)}\): 4 km gold - mineralized trend
  - M&I: \(508,000\) oz (28,940,000 tons @ 0.018 opt)
  - Inferred: \(141,000\) oz (10,622,000 tons @ 0.012 opt)
- High-grade Carlin-style Gold Zone flanking NI43-101 Resource Trend:
  - Multi-oz intercepts including\(^{(2)}\):
    - 20 m @ 12.1 g/t (0.35 oz/t)
    - 7.5 m @ 9.74 g/t (0.28 oz/t)
    - 21 m @ 7.85 g/t (0.23 oz/t)
    - 8.2 m @ 12.5 g/t (0.36 oz/t)
- High-grade Oswego outcrop: 86 m @ 12.38 g/t (0.361 oz/t) gold

Battle Mountain Property

- >25 M oz historic gold
- 3 active mines

Paiute Project: Au ± Ag

- Lone Tree-style “structural” gold:
  - \(0.5\) x \(2\) km mineralized corridor
  - Surface rock gold assays up to 43 g/t
- Intrusive-related gold:
  - 2019 Drilling: 25 ft (8 m) @ 0.48 g/t, 40 ft (12 m) @ 0.61 g/t, 80 ft (24 m) @ 0.51 g/t, 25 ft (8 m) @ 1.12 g/t
- Timberline ownership: 80%; Nevada Gold Mines: 20%

Other Projects:

Windfall Project (Eureka Property):

- Exploration at historic (1975—1985) run-of-mine open pit heap leach operation
- Recent drill demonstrated gold mineralization\(^{(2)}\):
  - 27.4 m @ 2.20 g/t (0.06 opt); 23.4 m @ 3.04 g/t (0.09 opt); & 18.3 m @ 1.24 g/t (0.04 opt)
- Patented ground owned by Timberline

Seven Troughs Project:

- Historic underground mining, recognized as yielding some the highest gold production grades in Nevada history.
- Exploration target: high grade gold and silver, Hishikari-type epithermal gold deposit.

Cautionary Statements: This document contains forward-looking statements within the meaning of U.S. securities laws. Such forward-looking statements include, but are not limited to, statements regarding the timing and anticipated results of the Company’s exploration programs, timing for the release of updated resource estimates, the results of testing other targets at Eureka or Paiute, and targeted permit receipt timelines. Such statements reflect management’s best estimates based on current information, involve substantial risks and uncertainties, including those described in the Company’s annual report on Form 10-K for the most recent fiscal year, as filed with the United States Securities and Exchange Commission (SEC) and the Company’s other periodic reports as filed with the SEC. Actual results may differ materially from these forward-looking statements. All mineral resource estimates contained in this document, including the terms “measured,” “indicated,” and “inferred” mineral resources, have been prepared in accordance with Canadian standards, and these standards differ significantly from the requirements of the SEC. U.S. investors are cautioned not to assume that all or any part of such mineral resources will ever be converted into SEC compliant reserves, or any part of an inferred mineral resource exists.