

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Fury Gold Mines Limited (formerly Auryn Resources Inc.)		None	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Attention: Corporate Secretary	1 (778) 729-0600	info@furygoldmines.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and ZIP code of contact	
Suite 601 - 34 King St. East		Toronto, ON Canada M5C 2X8	
8 Date of action		9 Classification and description	
October 9, 2020		Common Shares	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
05208W	N/A	TSX: AUG; NYSE Am: AUG	N/A

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ On October 9, 2020, Fury Gold Mines Limited ("Fury Gold") acquired all of the issued and outstanding common shares of Eastmain Resources Inc. ("Eastmain") pursuant to a plan of arrangement (the "Arrangement"). Specifically, Eastmain shareholders received 0.116685115 Fury Gold common shares for each Eastmain common share surrendered in exchange therefor pursuant to the Arrangement. The Arrangement was structured as a share-for-share exchange with Eastmain shareholders directly exchanging their Eastmain common shares for Fury Gold common shares, with Eastmain becoming a wholly-owned subsidiary of Fury Gold immediately after the Arrangement. No fractional shares were issued pursuant to the Arrangement, with any fractional shares rounded down to the nearest whole number.

The Arrangement is described in the Management Information Circular of Eastmain dated September 3, 2020 (the "Circular"), which is available on www.sedar.com.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ See Exhibit A.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ For purposes of calculating fair market value, the fair market value of a Fury Gold common share on October 9, 2020 is estimated at U.S.\$3.63, which was the closing price for a Fury Gold common share on the NYSE on October 9, 2020.

Shareholders should consult with their own tax advisors to determine whether they are required to recognize gain and what measure of fair market value is appropriate.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► Fury Gold intends that its acquisition of Eastmain pursuant to the Arrangement qualifies as a reorganization within the meaning of Code Section 368(a). Consequently, if the Arrangement qualifies as a reorganization within the meaning of Code Section 368(a), the U.S. federal income tax consequences of the Arrangement to Eastmain shareholders would be determined under Code Sections 354, 358, 367, and 368.

In addition, if Eastmain was classified as a PFIC, then Code Sections 1291-1298 would be applicable. Former Eastmain shareholders should consult with their own tax advisors regarding the potential application of the PFIC rules.

18 Can any resulting loss be recognized? ► If the Arrangement qualifies as a reorganization within the meaning of Code Section 368(a), then in general, each Eastmain shareholder who received Fury Gold common shares pursuant to the Arrangement should not recognize any loss.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► In general, income recognized should be reported by holders for the taxable year which includes October 9, 2020 (e.g., a calendar-year shareholder would report the distribution on his or her federal income tax return filed for the 2020 calendar year).

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here

Signature ► 

Date ► Nov, 18, 2020

Print your name ► Lynsey Sherry

Title ► CFO

Paid Preparer Use Only

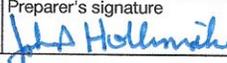
Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
John D. Hollinrake Jr.		18 Nov 2020		P01568530
Firm's name ► Dorsey & Whitney LLP	Firm's EIN ► 41-0223337		Phone no. (206) 903-8812	
Firm's address ► Columbia Center, 701 Fifth Avenue, Suite 6100, Seattle, Washington 98104				

EXHIBIT A
FURY GOLD MINES LIMITED IRS FORM 8937
PERTAINING TO SECTION 15

The information contained herein does not constitute tax advice and does not purport to be complete or to describe the consequences that might apply to particular categories of shareholders.

Fury Gold intends that the Arrangement qualify as a tax-deferred reorganization within the meaning of Code Section 368(a). As a result, if the Arrangement qualifies as a tax-deferred reorganization within the meaning of Code Section 368(a), each Eastmain shareholder would generally have a tax basis in the Fury Gold common shares received pursuant to the Arrangement equal to such shareholder's aggregate tax basis in the Eastmain common shares surrendered in exchange therefor.

Certain Eastmain shareholders that fail to file a timely gain recognition agreement with the IRS may recognize gain under Code Section 367.

Even if the Arrangement qualifies as a reorganization under Code Section 368(a), certain special rules would apply if Eastmain was classified as a passive foreign investment company ("PFIC"), as defined under Code Section 1297, for any tax year during which a shareholder held Eastmain common shares.

Former Eastmain shareholders should review the Circular and consult their own tax advisors regarding the U.S. federal income tax consequences of the Arrangement.