



Silver Crown Royalties (NE: SCRI) The only pure play silver royalty company in the market

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Investment Highlights

- ◆ **Silver Crown Royalties** ("SCRI", or "Company") is an emerging silver royalty company that stands to benefit from the first mover advantage. It is the only pure-play silver royalty company in the market offering investors access to a diversified portfolio of silver royalties.
- ◆ **Impressive revenue growth:** Since inception the firm has averaged over 30% quarter on quarter growth in both royalty silver ounces and revenue. The trend is set to continue, and Silver Crown Royalties is well on its way to becoming cash flow positive in the next 6-12 months.
- ◆ **Building a silver royalty portfolio with the least amount of risk:** Silver Crown Royalties has as staged investment approach designed to improve the risk and return metrics of investments. The vast industry network and technical expertise of management help to secure a high-quality deal pipeline for investment.
- ◆ **We are maintaining coverage with a BUY rating for the company and a target price of \$ 44.40 per share over a 24-month period.**

Key financial data (FYE Dec. 31, C\$)	Q2-2025		Q1-2025	
Cash	\$	1,084,954	\$	644,021
Working capital	\$	2,338,898	\$	1,653,768
Mineral assets /royalty interests	\$	8,318,348	\$	8,343,273
Total assets	\$	11,031,704	\$	10,226,090
Net income (loss) for the 3M	\$	(571,397)	\$	(353,235)
EPS	\$	(0.1897)	\$	(0.1173)

Current Price (C\$)*	6.10
Fair Value	44.40
Projected Upside	628%
Action Rating	BUY
Perceived Risk	HIGH

Shares Outstanding	3,766,017
Market Cap. (C\$)	22,050,000

YoY Return	-20.2%
YoY TSXV Return	54.7%

* Note: all \$ amounts are C\$ unless otherwise stated

NE: SCRI price and volume history



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COMPANY OVERVIEW

Silver Crown Royalties' strategy focuses on acquiring royalties from mines where silver is produced as a by-product, typically accounting for less than 2% of total revenue. Since silver is not the primary economic driver at these operations, mine operators are often more open to royalty agreements, substantially expanding the Company's potential market. The Company estimates that approximately 350 million ounces of global silver production go unreported each year due to their minor economic relevance. Securing even 10% of this overlooked segment could generate more than US\$100 million in potential royalty revenue.

Figure 1: Location of SCRI's producing and developing royalties



Since its inception the Company has steadily acquired new royalties into its portfolio and has seen average quarter on quarter revenue growth of over 30% since then. Through prudent deal structuring where capital is deployed in tranches upon reaching of certain milestones, the firm improves the risk profile of its investments. With a pipeline of suitable royalty projects and the ability to raise the cash required to make new acquisitions, we look forward to Silver Crown Royalties announcing exciting new deals in the months ahead.

WHAT'S NEW SINCE OUR LAST REPORT

Since our initiating report in September 2024, Silver Crown Royalties has been executing its strategy of acquiring silver only royalties in transactions structured to minimize the risk to the company and its shareholders. The firm maintains a pipeline of royalty investments that are producing or very near to production and continues to successfully raise the funds required to build out the royalty portfolio. As more producing

royalties are added to the firms' holdings, Silver Crown Royalties approaches the turning point of being cashflow positive in the near future.

Key news releases since our last follow up report include updates on the PPX Mining Corp. and Elk gold royalties, the acquisition of the EDM Resources royalty, the appointment of Christian Aramayo as advisor and the successful closing of an oversubscribed LIFE offering.

Table 1: Summary of news releases since our last report

Date	News release
2025-08-01	Amendment to PPX Mining Corp royalty on Igor Project
2025-08-01	Corporate update regarding Elk Gold
2025-08-07	Royalty with EDM Resources announced for min. 7,000 oz of silver annually
2025-08-13	Closing of EDM Resources royalty acquisition
2025-08-15	SCRI releases 2nd quarter financials
2025-08-28	\$5 million non-brokered private placement announced
2025-09-11	\$2 million of previously announced placement to be brokered LIFE offering
2025-09-17	Christian Aramayo from Kuya Silver appointed as Advisor
2025-09-25	\$2 million LIFE offering upsized to \$2.5 million
2025-10-01	\$2.5 million LIFE offering upsized to \$3.0 million
2025-10-06	Oversubscribed LIFE offering closed with \$3.3 million raised
2025-10-16	Final tranche of PPX's Igor 4 project royalty closed

Source: SCRI news releases

AMENDMENT OF PPX MINING ROYALTY AGREEMENT AND CLOSING OF FINAL TRANCHE

The original deal on PPX Mining's Igor 4 project in Peru was for the acquisition of up to 15% of the cash equivalent of silver produced from the project through staged payments totaling US\$2.5 million. At least 14,062.5 ounces of silver were to be delivered each quarter for a combined total of up to 225k ounces, either starting from 1st of October 2025 or from the start-up of the metallurgical operation. The funds from the transaction were put towards completion of a 250 tpd CIL and flotation plant to beneficiate the ore at the Igor project.

The first tranche for 6% of cash equivalent silver production was closed for US\$1 million with the second tranche of \$1.5 million acquiring a further 9% of silver production (15% total) due to be closed 6 months later, latest by August 6th, 2025. On August 1st, 2025 Silver Crown Royalties announced changes to this acquisition schedule, whereby the payment of the second tranche was altered. US\$0.833 million was paid on August 1st, 2025 and a further US\$0.637 million will be paid latest by December 31st, 2025. The payment from August means Silver Crown Royalties is now entitled to 11.1% of the cash equivalent silver production from the Igor project, with that entitlement growing to 15% once the final payment is made. In return, the commencement of the quarterly royalty payments has been deferred from 1st of October 2025

to 31st March 2026. The changes were mutually agreed to give some flexibility to PPX Mining to optimise its beneficiation plant during the starting phase. For Silver Crown Royalties, the overall deliverable amount of 225,000 oz of silver over the next four years remains unchanged. 1,600 oz of cash equivalent silver has already been delivered under the agreement and the amounts delivered are expected to increase in the coming months.

On October 16th, 2025 SCRI announced the closing of the final tranche of the PPX royalty after paying the last US\$637,000 due to acquire the balance 3.9% of the 15% cash equivalent silver royalty on the Igor project. This paves the way for Silver Crown Royalties to receive an annual royalty covering 56,250 ounces a year for the next four years, which is equivalent to US\$2.81 million per year. At current silver prices the company is set to receive US\$11.25 million in royalty payments over the next four years, on a royalty which it paid US\$2.5 million for.

Image 1: Construction of the beneficiation plant at the Igor project in Peru



Source: PPX Mining Corp. website

Since our last follow-up report in July 2025 the price of gold has rallied around 30%. For PPX Mining Corp this equates to a massive increase in margins it can realise from production on its projects, which is reflected in the company's share price in recent months. This puts PPX in a great position to move forward on its projects and for the silver royalty to start flowing in the near future.

EDM RESOURCES ROYALTY ACQUISITION

The securing of the EDM royalty agreement covering 90% of net silver proceeds or a minimum of 7,000 ounces of silver production annually, was announced August 7th, 2023 and already closed on August 13th. The royalty will start when commercial production commences (estimated in 2027) at the Scotia Mine (located in Nova Scotia, Canada) and continue for a period of 10 years following the start of commercial operations. Silver Crown Royalties purchased the royalty for \$500,000 in cash, of which \$250,000 was paid at closing and \$250,000 one month later. The firm also issued 60,000 units of Silver Crown Royalties shares valued at \$10.00 per share and an equivalent number of share purchase warrants with an exercise price of \$13.00 per share valid for 36 months. If EDM can produce more than double the 7,000 ounces of silver in a year, Silver Crown Royalties will pay a performance bonus of \$500,000 and can elect if that payment will be made in cash or shares.

Image 2: Existing infrastructure at the Scotia Mine



Source: EDM Resources corporate website

The Scotia Mine is in mining-friendly Canada, within the province of Nova Scotia. The project is a past producing mine, with much of the critical infrastructure in place, and a pre-feasibility study from 2021 outlining over 14 years of lead and zinc production from 13,660,000 tons of ore, that contains silver as a by-product. This type of project fits well into Silver Crown Royalties' strategy of partnering with firms on projects where silver is a minor economic driver of project economics. Zinc, lead and gypsum are the main revenue contributors, with silver grades (not reported in the PFS) likely being low, as implied by the annual production threshold of 7,000 ounces from an average of 955,000 tons of extracted ore. The Scotia Mine has a short pathway to production, with EDM Resources currently completing the process of getting all permits in place for starting up operations before moving on the secure project financing and moving toward commercial production.

Table 2: Summary of production metrics from 2021 PFS and implied silver grades

Metric	Value	Unit
Metal production — zinc (5 year annual average)	35	M lbs
Metal production — lead (5 year annual average)	15	M lbs
Zinc concentrate grade (LOM average)	57	%
Lead concentrate grade (LOM average)	71	%
Processing throughput rate (tonnes per day)	2,700	tpd
Life of mine (LOM) duration	14.3	years
Base metal ore reserves mined (LOM total)	13.66	Mt
Zinc ore grade (LOM average)	2.03	% Zn
Lead ore grade (LOM average)	1.1	% Pb
Gypsum reserves mined (LOM total)	5.18	Mt
Gypsum grade (LOM average)	91.80	%
Implied average annual ore mined	0.955	Mt
Minimum annual silver production	7000	oz
Implied silver grade	0.2279256	g/t

Source: 2021 PFS for the Scotia Mine

ELK GOLD UPDATE

On the August 1st, 2025 news broke that Gold Mountain Mining Corp. and its two subsidiaries, Bayshore Minerals Inc. and Elk Gold Mining Corp. will be placed into receivership, following a demand to pay outstanding monies owed by Nhwelmen Construction. The construction company was owed a total of \$11.2 million, of which \$4.8 million was for completed contract work and \$6.3 million under a convertible debenture.

The royalty was agreed for a minimum of 6,000 ounces of silver cash equivalent per annum, with the potential for more if production were to yield more ounces. While it is a setback not to have cash coming in from this royalty in the near-term, it also highlights a key aspect to consider when investing in royalty companies, which is the benefit of diversification. While investing in single asset mining ventures is very risky (potential for large gains or losses), investing in a royalty company such as Silver Crown Royalties has a better risk profile, because investments are made in various assets in different jurisdictions, spreading out the performance risk over a larger number of projects. Additionally, Silver Crown Royalties pursues a staged investment approach, further enhancing the risk profile of investments in individual projects.

Furthermore, the royalty on this project is secured to asset and not the operating company. Therefore, should a new operator elect to restart the project the royalty may continue yielding cash flow at some point in the future or an agreement may be struck to buy Silver Crown Royalties out of the royalty, either of which would be favourable.

Image 3: Aerial photograph of GMTN's Elk Gold Mine



Source: Gold Mountain Mining Corp. website

CONTINUED FUNDING AND STRENGTHENING OF TECHNICAL EXPERTISE AT SCRI

In October, 2025 Silver Crown Royalties successfully closed a financing for \$3.3 million at an issuance price of \$5.5 per share and full warrant exercisable at \$8.25 for three years. The funds were used to finalize the PPX and EDM resources royalty deal, adding further building blocks to Silver Crown Royalties' growing royalty portfolio. The team's ability to repeatedly secure investments in multiple funding rounds underpins the company's growth strategy. The firm is moving towards becoming cash flow positive and being able to fund acquisitions from its own cash flow. Ultimately, the income from its royalties will enable the firm to borrow funds, lowering the cost of capital and boosting growth.

The company further announced to appointment of Christian Aramayo as advisor. Mr. Aramayo is chief operating officer and director at Kuya Silver (where Silver Crown Royalties signed an LOI for a silver royalty) with almost two decades of industry experience across multiple jurisdictions and projects, including Pueblo Viejo, Paracatu, Fruta del Norte and Tasiast. Mr. Aramayo is a chartered engineer and holds master's degrees in decision sciences and metallurgy. He brings a high-level of technical competency to the firm, but also a vast network of industry contacts, both on the technical and financing side. Silver Crown Royalties will be leveraging Mr. Aramayo's knowledge and network to build out the company's royalty portfolio.

RIISING REVENUES AND SILVER OUNCES IN THE SCRI PORTFOLIO

The team at Silver Crown Royalties continues to execute their strategy of accretive growth. From the outset, the Company's focus has been on smaller royalty deals, providing non-dilutive financing to mining projects by securing royalties that impact only a small portion of project revenues. This approach is attractive to many mining companies, as it avoids encumbering their assets and allows Silver Crown Royalties to steadily expand its royalty portfolio.

While direct investment in single-asset mining ventures carries significant risk, with the potential for both substantial gains and losses, investing in a royalty company like Silver Crown Royalties offers a more balanced risk profile. By holding interests in multiple assets across diverse jurisdictions, Silver Crown Royalties effectively spreads performance risk over a wide range of projects. Furthermore, the company employs a staged investment approach, further strengthening the overall risk management of its portfolio.

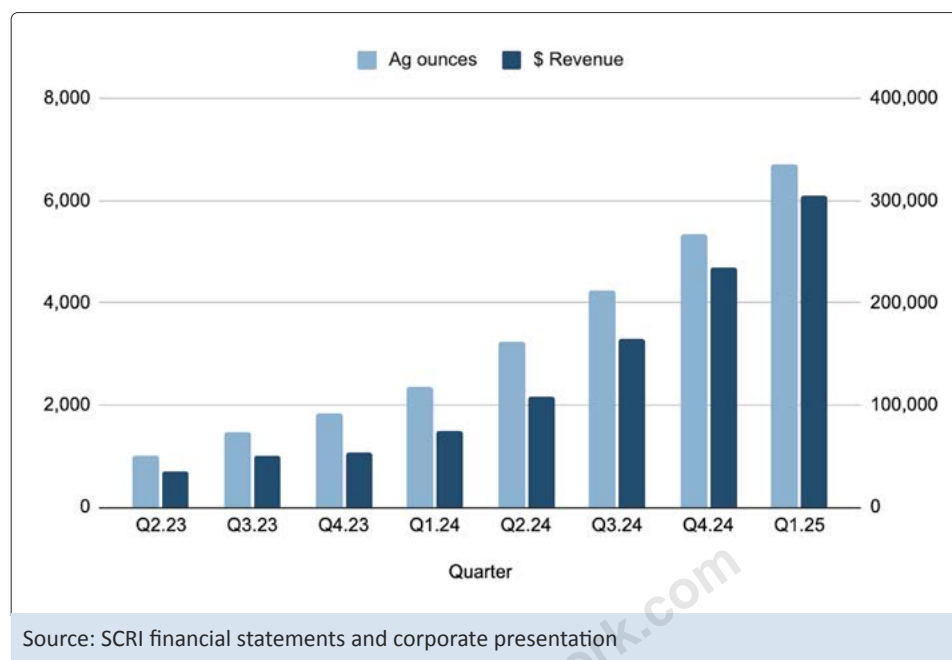
Table 3: Royalty ounces and revenue per quarter

Quarter	Q2-23	Q3-23	Q4-23	Q1-24	Q2-24	Q3-24	Q4-24	Q1-25	Q2-25
Ag ounces	1,000	1,450	1,837	2,350	3,235	4,245	5,350	6,703	5,593
\$ revenue	35,000	50,000	52,976	74,425	107,785	164,425	234,702	304,408	267,350

Source: SCRI financial statements, corporate presentation. Figures in Italics are estimates.

Since its listing Silver Crown Royalties has managed to steadily add more ounces to its royalty portfolio and has been growing the firms' revenues accordingly. Since Q2-2023 the company has achieved a staggering average growth rate of both silver ounces in the portfolio as well as revenue growth of 31% quarter on quarter. As the firm continues to raise capital to further drive revenue growth, we can expect the upward trajectory in revenue and silver royalty ounces to continue.

Figure 2: Quarterly royalty growth by ounces and revenue

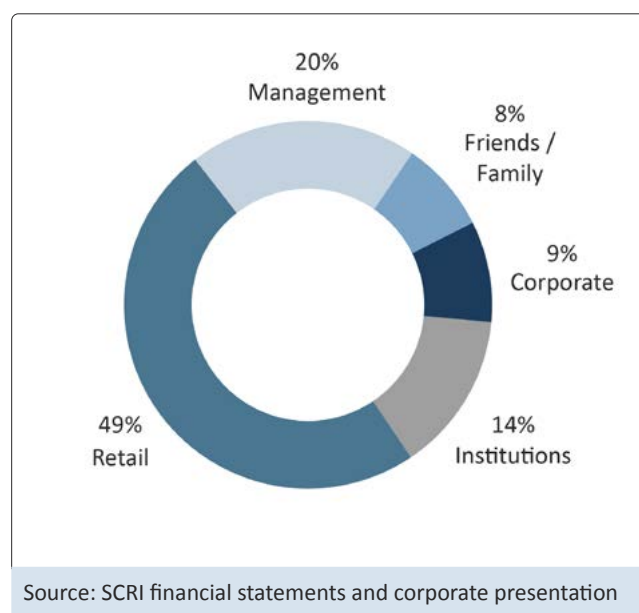


CAPITAL STRUCTURE AND OWNERSHIP

The firm currently boasts a tight capital structure with only 3,766,017 common shares outstanding. Almost half of the shares are held by retail investors providing some liquidity on the stock exchange, enabling investors to enter and exit their positions. Corporations and institutions own 23% of the company, which subject their investment companies to rigorous due diligence and technical screenings. The presence of institutional investors can act as a quality signal for retail investors. Management of the firm maintains a substantial 20% ownership, which is a very welcome attribute as it closely aligns the interests of management and board with those of retail investors.

Silver Crown Royalties currently has 1.99 million warrants outstanding at a weighted average exercise price just under \$13.0 and most warrants expiring in 2028. Currently, the exercise prices are significantly above the Company's share price, making the exercise of outstanding warrants unlikely right now. However, these instruments have a long dated expiry and the might get exercised if share prices appreciate sufficiently. If all of the warrants were to be

Figure 3: Company ownership by category



exercised, significant shareholder dilution would occur, but this would also add \$25.7 million in fresh capital to the firm's treasury, far exceeding the funds raised in private placements so far.

Table 4: Warrant schedule

Issuance date	Number of warrants	Exercise price	Nominal value	Expiry
Various	1,151,557	13.97	16087251.29	2028
2025-07-14	235,531	13.00	3061903	2028-07-13
2025-10-06	599,064	11.00	6589704	2028-10-05
Total	1,986,152		25,738,858	

Source: SCRI news releases

WHAT'S NEXT FOR SILVER CROWN ROYALTIES

Silver Crown Royalties will continue to pursue its business model of accretive growth of its royalty portfolio by focusing on projects where the value of silver is a minor economic contributor. The firm is building a geographically diversified royalty portfolio by prudently deploying its capital in stages, in order to improve the risk profile and minimize the downside for investors. As average revenue growth quarter on quarter remains above 30%, the firm is well on its way to becoming cash flow positive in the next 6-12 months, which will mark a key milestone for the company.

Table 5: Royalty portfolio growth projections

Royalty	Unit	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035
Pilar Gold	Ag [oz]	9,596	16,480	16,000	16,000	16,000	16,000	16,000	16,000	16,000	16,000	10,667	
	Royalty [k US\$]	272	609	800	800	800	800	800	800	800	800	533	
Gold Mountain	Ag [oz]	5,395	2,724										
	Royalty [k US\$]	153	89										
PPX Mining Corp.	Ag [oz]		3,056	42,188	56,250	56,250	56,250	14,063					
	Royalty [k US\$]		113	2,109	2,813	2,813	2,813	703					
BacTech	Ag [oz]				35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
	Royalty [k US\$]				1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750
EDM Resources					3,500	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
					175	350	350	350	350	350	350	350	350
2026 Addition	Ag [oz]				30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
	Royalty [k US\$]				1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
2027 Addition	Ag [oz]					35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
	Royalty [k US\$]					1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750
Total silver	Ag [oz]	14,991	22,260	58,188	140,750	179,250	179,250	137,063	123,000	123,000	123,000	117,667	107,000
Total payments	Royalty [k US\$]	407	811	2,909	7,038	8,963	8,963	6,853	6,150	6,150	6,150	5,883	5,350

Source: SCRI news releases; Couloir Capital estimates

Silver Crown Royalties has a wide industry network and the required expertise to identify suitable projects for investment, that are either producing silver or will be in the near future. With a pipeline of projects ready for investment and the company's ability to raise the required capital, we can expect more deal flow in the months ahead as the firm continues to add ounces to its royalty portfolio. After the firm turns cash flow positive and the revenues generated from the royalty portfolio continue to increase, at some point it will be able to raise debt on the back of those cash flows, which will substantially reduce their cost of capital and further boost revenue growth.

PEER COMPARISON AND UPDATED VALUATION

The Enterprise Value (EV) to Equity Raised ratio from the original report has been updated to incorporate the latest financial data and market capitalization figures. Royalty companies founded in the 2000s were excluded, as their larger scale provides access to substantial credit facilities for growth, unlike smaller peers that remain primarily reliant on equity financing with limited debt capacity. Royal Gold was removed as an outlier due to its distinct founding structure. For companies established after 2010, excluding the highest and lowest ratios within this group, the average EV/Equity Raised ratio is 11.57. This value was adjusted as outlined below to arrive at the estimated target price.

Table 6: Key relative valuation metrics

Company	Curr	MCAP	TD	C	EV	Equity raised	EV/equity	IPO/RTO date
Silver Crown Royalties	USD	15.76575	0.27	0.78	15	12.0	1.27	2024-07-25
Wheaton Precious Metals	CAD	47479	256.7	1005	46,731	2,523	18.52	2004-07-14
Franco-Nevada (No Adj.)	USD	39327.145	419	160.3	39,585	1,757	22.53	20-12-2007
Royal Gold	USD	12755	253	248.2	12,760	111	114.67	01-01-2001
Sandstorm Gold	USD	3556	376.3	6.6	3,926	246	15.96	2007-08-10
Osisko Gold Royalties	CAD	7090	152	49.6	7,192	562	12.79	2014-06-16
Triple Flag Precious Metals	CAD	6392.815	40.582	81.8	6,352	274	23.19	2021-05-26
Empress Royalty	USD	82.88852	6.2	4.2	85	14.9	5.69	29-12-2020
Gold Royalty	USD	595.776	177	3.1	770	NA	NA	2021-03-08
Elemental Altus Royalties	CAD	409.782	5.2	24.5	391	47.6	8.21	2022-08-16
Sailfish Royalty	CAD	151.028735	177.4	1.7	327	13.7	23.85	2017-10-03
Metalla Royalty & Streaming	CAD	643.15108	3.3	9.9	636	97.8	6.51	2017-01-05
Vox Royalty		302.35777	8.4	9.1	302	23.2	13.01	2020-05-25
Average Excluding 2000s							11.82	
Average Excl. Outliers & 2000s							11.57	

Source: Couloir Capital, CapitalIQ, SEDAR

Under our valuation framework, Silver Crown Royalties holds an EV/Equity Raised ratio of 1.27, versus a peer average of 11.57. An important difference between Silver Crown Royalties and the wider peer group is that over the past six months the price of silver has shot up 67% while that of gold has shot up 27%,

which is the major economic driver for most of the peer group. Additionally, most of the peer group has been operating for a much longer period of time and have larger and more diversified portfolios, improving their risk profiles. To account for this, the peer group average was adjusted by a factor of 0.8, reducing it to 9.25. With the ratio of 1.27 for Silver Crown Royalties, this implies an upside of 628% or a target price of \$44.4 per share. As the company moves towards generating more cash flow and becoming cash flow positive, the valuation approach will be adapted to include revenue, free cashflow or net income-based metrics.

CONCLUSION

As the only pure-play silver royalty company on the market, Silver Crown Royalties stands to benefit from becoming a go to name for non-dilutive financing for mining companies. With two producing royalties in the portfolio that are ramping up production and two deals signed for developing projects, Silver Crown Royalties' impressive revenue growth is set to continue. We expect the firm to turn cash flow positive in the next 6-12 months which will strengthen the company's negotiating position for future deals. As the royalty portfolio grows, the firm will eventually reach an inflection point where it will be able to finance further growth through debt instead of equity, which will significantly lower its cost of capital and boost growth. Through management's prudent approach to deal making it minimizes its investment risk and through its vast industry contacts and technical expertise selects the best projects for investment. **We maintain our BUY recommendation with a 24-month target of \$44.40 per share.**

Several structural and strategic factors support our positive outlook on the stock:

- ◆ **Revenue growth:** Revenues are rising rapidly as the company continues to expand its portfolio with new royalty deals. These agreements are growing both in annual silver production and in the total ounces covered under each royalty, with growth since inception averaging over 30% for both royalty silver ounces and revenue quarter on quarter.
- ◆ **Market leadership:** Silver Crown Royalties' strong momentum is reinforcing its position as the only pure-play silver royalty company in the market. It is becoming the preferred choice for companies seeking non-dilutive financing, while investor awareness continues to build for the company and the silver market.
- ◆ **Institutional support:** Robust institutional and corporate backing enables Silver Crown Royalties to access additional capital for pursuing attractive royalty acquisitions. The thorough due diligence conducted by institutional investors also serves as a quality endorsement for retail investors.
- ◆ **Upside potential:** Based on our valuation model, significant upside remains in the stock. This potential is further enhanced by Silver Crown Royalties' exceptional revenue growth trajectory, which is expected to accelerate as the company closes more deals that are trending up in size.
- ◆ **Favourable market conditions:** The silver price outlook remains positive amid ongoing global conflicts, political instability, fragile economies, and expectations of the Federal Reserve cutting interest rates later this year.

RISKS

The following points outline some of the key risk considerations that investors should keep in mind when evaluating Silver Crown Royalties as an investment opportunity:

- ◆ **Operational risk:** Acquired royalties may not perform as desired when the royalty vendor encounters difficulties in production.
- ◆ **Commodity price risk:** The rise and fall of natural resource stocks, including royalty companies, is usually tied to some degree to the price of the underlying commodity. In the case of Silver Crown Royalties, the principal underlying commodity is silver for which we have outlined a long-term price floor in this report. The reader is cautioned however, that prices may fall well below that level in the short and intermediate term.
- ◆ **Wider market risk:** Like most other equities, Silver Crown Royalties will be at the mercy of wider market fluctuations and will be affected by FED tapering, changes to the outlook for rate hikes, inflation and the wider economy.
- ◆ **Dilution of existing shareholders:** If non-dilutive funding options are not available, the company may have to issue further shares to cover expenditures and investments, hence existing shareholders may face some degree of dilution. If market developments are favourable the impact may be diminished, if the market developments are adverse the impact may be accentuated.

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- 4 The Analyst does not maintain a financial interest in the securities or options of the Company.
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- 6 The information contained in the Reports is based upon publicly available information that the Analyst believes to be correct but has not independently verified with respect to truth or correctness.

Investment Ratings—Recommendations

Each company within an analyst's universe, or group of companies covered, is assigned:

- 1 A recommendation or rating, usually BUY, HOLD, or SELL;
- 2 A 12-month target price, which represents an analyst's current assessment of a company's potential stock price over the next year; and
- 3 An overall risk rating which represents an analyst's assessment of the company's overall investment risk.

These ratings are more fully explained below. Before acting on a recommendation, we caution you to confer with your investment advisor to determine the suitability of our recommendation for your specific investment objectives, risk tolerance, and investment time horizon.

COULOIR CAPITAL'S RECOMMENDATION CATEGORIES INCLUDE THE FOLLOWING:

Buy

The analyst believes that the security will outperform other companies in their sector on a risk-adjusted basis or for the reasons stated in the research report the analyst believes that the security is deserving of a (continued) BUY rating.

Hold

The analyst believes that the security is expected to perform in line with other companies in their sector on a risk-adjusted basis or for the reasons stated in the research report the analyst believes that the security is deserving of a (continued) HOLD rating.

Sell

Investors are advised to sell the security or hold alternative securities within the sector. Stocks in this category are expected to under-perform other companies on a risk-adjusted basis or for the reasons stated in the research report the analyst believes that the security is deserving of a (continued) SELL rating.

Tender

The analyst is recommending that investors tender to a specific offering for the company's stock.

Research Comment

An analyst comment about an issuer event that does not include a rating.

Coverage Dropped

Couloir Capital will no longer cover the issuer. Couloir Capital will provide notice to clients whenever coverage of an issuer is discontinued. Following termination of coverage, we recommend clients seek advice from their respective Investment Advisor.

Under Review

Placing a stock Under Review does not revise the current rating or recommendation of the analyst. A stock will be placed Under Review when the relevant company has a significant material event with further information pending or to be announced. An analyst will place a stock Under Review while he/she awaits enough information to re-evaluate the company's financial situation.

The above ratings are determined by the analyst at the time of publication. On occasion, total returns may fall outside of the ranges due to market price movements and/or short-term volatility.

OVERALL RISK RATINGS

Very High Risk: Venture-type companies or more established micro, small, mid or large-cap companies whose risk profile parameters and/or lack of liquidity warrant such a designation. These companies are only appropriate for investors who have a very high tolerance for risk and volatility and who can incur a temporary or permanent loss of a very significant portion of their investment capital.

High Risk: Typically, micro or small-cap companies which have an above-average investment risk relative to more established or mid to large-cap companies. These companies will generally not form part of the broad senior stock market indices and often will have less liquidity than more established mid and large-cap companies. These companies are only appropriate for investors who have a high tolerance for risk and volatility and who can incur a temporary or permanent loss of a significant portion of their investment capital.

Medium-High Risk: Typically, mid to large-cap companies have a medium to high investment risk. These companies will often form part of the broader senior stock market indices or sector-specific indices. These companies are only appropriate for investors who have a medium to high tolerance for risk and volatility and who are prepared to accept general stock market risk including the risk of a temporary or permanent loss of some of their investment capital.

Moderate Risk: Large to very large cap companies with established earnings who have a track record of lower volatility when compared against the broad senior stock market indices. These companies are only appropriate for investors who have a medium tolerance for risk and volatility and who are prepared to accept general stock market risk including the risk of a temporary or permanent loss of some of their investment capital.

COULOIR CAPITAL is a research-driven investment dealer
focused on emerging companies in the natural resources sector

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We employ a fundamental-based analysis with the goal of discovering a company's fair value in the context of Macro factors facing each company. In doing so we generate actionable ideas in underfollowed companies where a small number of market participants can rapidly close the gap between price and fair value. Our research reports are disseminated through Bloomberg, S&P Capital IQ, Thomson Reuters, FactSet, and large email lists.

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