

Rover Metals Corp.

Reuters: ROVR.V

Bloomberg: ROVR:CN

Cabin Lake offered for sale – Focus on Lithium assets

With a strict focus on the Let's Go Lithium project in Nevada and the IML project in the Northwest Territories, Rover Metals has announced that it intends to offer its 100% owned Cabin Lake gold project for sale. Located 110 km northwest of Yellowknife at the northern end of Russell Lake, Cabin Gold reportedly hosts high-grade gold in iron formation in Archean metasedimentary rocks. After acquiring the project in 2018, Rover Metals confirmed and expanded the historical gold resource, including by completing an airborne magnetic geophysical survey on the Bugow iron formation. A phase 1 diamond drilling exploration program at the historical Arrow Zone resulted in the discovery and definition of a high-grade (31.9 meters averaging 13.66 g/t Au) gold ore vein at the Cabin Arrow Zone that extends 140 meters at surface and is open at depth.

According to the company, the property is being offered under a staged-ownership purchase option, that includes an up-front cash payment and ongoing royalty payments. The transaction is intended to bring-in needed working capital for 2024e, among others for further permitting work at the LGL project (Rover Metals' main asset) and further exploration and identification of pegmatites at the IML project.

The sale will be preceded by the publication of the NI 43-101 Technical Report for the Cabin Lake project, which is scheduled for Q1/2024e. This will reportedly include multiple high-grade gold drill intercepts with drill results of up to 13.66 g/t Au that were published in 2020.

After the recent decline in LCE prices, we have adjusted our valuation model and now calculate a probability weighted net asset value based and fully diluted price target of CAD 0.62 per share. Our price target is based solely on the speculative lithium resources of the LGL project, other assets were not included in our valuation, representing a potential bonus to our NAV calculation. We maintain our Buy rating for the shares of Rover Metals.

Rating: Buy	Risk: Very high
Price: CAD 0.03	
Price target: CAD 0.62 (previously: CAD 0.75)	

SIC / ISIN: A3DW9Z / CA77937B2003				
Indices: -				
Transparency level: TSX-Venture Exchange				
Weighted number of shares (basic): 44,642,212				
Market cap: CAD 1.3 mn				
Daily trading volume: 100,000 shares				
2023: Expected June 2024				

P&L (CAD mn)	2021	2022	2023e	2024e
Revenues	0.0	0.0	0.0	0.0
EBITDA	-1.6	-1.2	-1.3	-1.3
EBIT	-1.7	-1.5	-1.5	-1.6
EBT	-1.7	-1.5	-1.5	-1.6
EAT	-1.7	-1.5	-1.5	-1.6

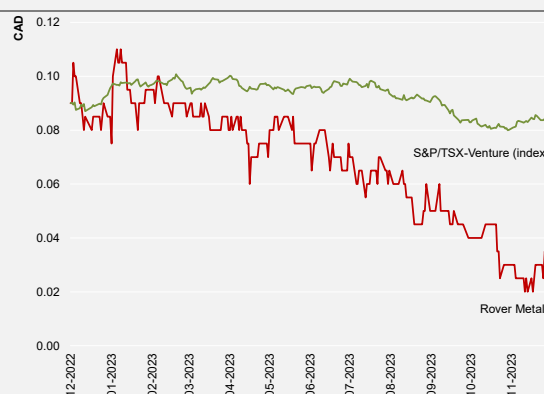
% gross profit	2021	2022	2023e	2024e
EBITDA	n/a	n/a	n/a	n/a
EBIT	n/a	n/a	n/a	n/a
EBT	n/a	n/a	n/a	n/a
EAT	n/a	n/a	n/a	n/a

Per share (CAD)	2021	2022	2023e	2024e
EPS	-0.10	-0.06	-0.03	-0.04
Dividend	0.00	0.00	0.00	0.00
Book value	0.21	0.19	0.09	0.05
Cash flow	-0.09	-0.07	-0.02	-0.03

B/S (%)	2021	2022	2023e	2024e
Equity ratio	84.0%	93.5%	79.7%	42.0%
Gearing	0%	0%	0%	0%

Multiples (x)	2021	2022	2023e	2024e
P/ER	n/a	n/a	n/a	n/a
EV/sales	n/a	n/a	n/a	n/a
EV/EBIT	-2.7	-1.5	-0.8	-0.8
P/BR	1.4	0.5	0.3	0.6

Guidance (CAD mn)	2023e	2024e
Sales	n/a	n/a
EBITDA	n/a	n/a



Source: Company data, Sphene Capital Forecast

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Calculation of LCE in-situ

Our price target is based on a probability-weighted in-situ value for Rover Metals' Let's Go Lithium property. Other deposits were not included in our valuation; they represent an upside to our price target. This methodology accounts for the probability of each scenario being achieved. It also includes the capital required to achieve the respective scenarios.

The starting point for our valuation is LGL's designated area of 8,300 acres, of which 50% could be relevant for Rover Metals, resulting in an area of 4,150 acres. Assuming a depth of 30 metres, this corresponds to a volume of 16,794.454 million m³. If we also assume a density of the sedimentary rock of 2.30 g/cm³, this results in a weight of 1.158 million tonnes. If we now differentiate between a lower case, base case, and upside case with 600, 800, and 1,000 ppm, respectively, this results in the following in-situ values for lithium carbonate (LCE):

TABLE 1: CALCULATION OF THE LCE IN-SITU

Total area	acres	8.300		
Share of area that is relevant	%	50%		
Share of area that is relevant	acres	4.150		
Acre/m ²	m ²	4.047		
Relevant area	m ²	16.794.454		
Assumed depth	m	30		
Volume	m ³	503.833.624		
Assumed density of sedimentary rocks	g/cm ³	2,30		
Weight	g	1.158.817.335.867.000		
Weight	t	1.158.817.336		
		Lower Case	Base Case	Upside Case
Grade	ppm	600	800	1.000
Li-metal in situ	g	695.290.401.520	927.053.868.694	1.158.817.335.867
Li-metal in situ	t	695.290	927.054	1.158.817
Li-metal-to-LCE conversion rate		5,3230	5,3230	5,3230
LCE in situ	t	3.701.031	4.934.708	6.168.385

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

Calculation of the potential metal value

We assume an unchanged recovery rate of 80%, but adjust the LCE Futures prices to current market values of USD 20,000 per mt (from USD 24,200 in our previous update). Leaving the LCE extraction costs unchanged at USD 6,000 per mt, we calculate the potential metal value of LGL (see table 2):

TABLE 2: CALCULATION OF THE POTENTIAL METAL VALUE

		Lower Case	Base Case	Upside Case
LCE in situ	t	3.701.031	4.934.708	6.168.385
Recovery rate	%	80%	80%	80%
Mineable LCE at recovery rate of 80%	t	2.960.825	3.947.766	4.934.708
LCE Futures price (03/2024)	USD/mt	20.000,00	20.000,00	20.000,00
LCE extraction costs	USD/mt	-6.000,00	-6.000,00	-6.000,00
LCE operating profit	USD/mt	14.000,00	14.000,00	14.000,00
Potential operating profit	USD	41.451.545.042	55.268.726.722	69.085.908.403
FX	CADUSD	1,3600	1,3600	1,3600
Potential metal value	CAD	56.374.101.257	75.165.468.342	93.956.835.428

SOURCE: LME, SPHENE CAPITAL FORECAST

Calculation of the number of shares after financing

While brine deposits are typically located in flat, arid, and barren salars (salt flats) which makes brine exploration logistics advantageous to remote hard rock lithium projects, claystone projects like Rover Metals' in Nevada likewise do not suffer from these disadvantages. Therefore, we assume capex for an **initial drilling program** of CAD 30 million for a medium size lithium mine.

Furthermore, we assume further capex of CAD 350.0 million. Both capital needs should be financed through a capital increase, so that we calculate a fully diluted price target. Assuming a placement price of CAD 0.10, the total number of shares increases to 4,035 million:

TABLE 3: CALCULATION OF THE NUMBER OF SHARES OUTSTANDING AFTER FINANCING DEVELOPMENT COSTS AND DRILL PROGRAM

Initial drill program and development	CAD	-30.000.000
Current share price	CAD	0,04
Placement adjustment to share price	CAD	0,06
Placement price	CAD	0,10
Current number of shares outstanding		44.642.212
New shares issued for drill program and development		300.000.000
New shares issued to placement agents		15.000.000
Nr shares outstanding after financing drill program		359.642.212
Total capex	CAD	-350.000.000
New shares to be issued for financing capex		3.500.000.000
New shares issued to placement agents		175.000.000
Number of shares outstanding after financing drill program and capex		4,034,642,212

SOURCE: SPHENE CAPITAL FORECAST

Calculation of our probability weighted price target per share

We continue to assume that it will take at least 15 years until the internal value will be achieved. Applying an unchanged discount rate of 20% and assuming that investors demand a declining discount with ongoing project development, we calculate a probability weighted price target of CAD 0.62 per share:

TABLE 4: CALCULATION OF OUR PROBABILITY WEIGHTED PRICE TARGET

		Lower Case	Base Case	Upside Case
Potential metal value	CAD	56.374.101.257	75.165.468.342	93.956.835.428
Nr of shares after financing drill program and capex		4,034,642,212	4,034,642,212	4,034,642,212
Internal value per share	CAD	13,97	18,63	23,29
Time to achieve	years	15	15	15
Discount rate	%	20%	20%	20%
Time adjusted value per share	CAD	0,91	1,21	1,51
Probability	%	10%	60%	30%
In-situ value per share	CAD	0,09	0,73	0,45
P/NAV discount	%	-90%	-60%	-30%
Price target	CAD		0,62	

SOURCE: SPHENE CAPITAL FORECAST

Catalysts of the share price development

Over the next **six months**, we see the following drivers for Rover Metals' share price:

Fundamentals going forward

- ⑤ First drilling results and a resource update of the Let's Go Lithium project;
- ⑤ Gold asset optionality of Cabin Gold and Up Town Gold via trade sale.

Over a period of **nine to twelve months**, we see the following share price catalysts:

Numerous stock re-rating opportunities over the medium term

- ⑤ Continued drill results from the Let's Go Lithium project;
- ⑤ More detailed metallurgical analysis of the Let's Go Lithium project;
- ⑤ Announcement of a prefeasibility study for the Let's Go Lithium project, followed by a complete feasibility study;
- ⑤ Announcement of strategic partnerships and federal funding (grants and loans) for the funding of further drilling at the Let's Go Lithium project; and
- ⑤ Negotiations on a potential trade sale of the Cabin Gold or/and the Up Town Gold projects.

Risks

We rate the risk of Rover Metals' shares as "very high", as with most mineral exploration companies in our universe. In particular, we see the following downside risks for the achievement of our price target:

- Ⓢ Typical junior mining risks
- Ⓢ Financing risks
- Ⓢ Access to capital and market sentiment
- Ⓢ Relationship with communities
- Ⓢ Dependence on management
- Ⓢ High volatility of the shares

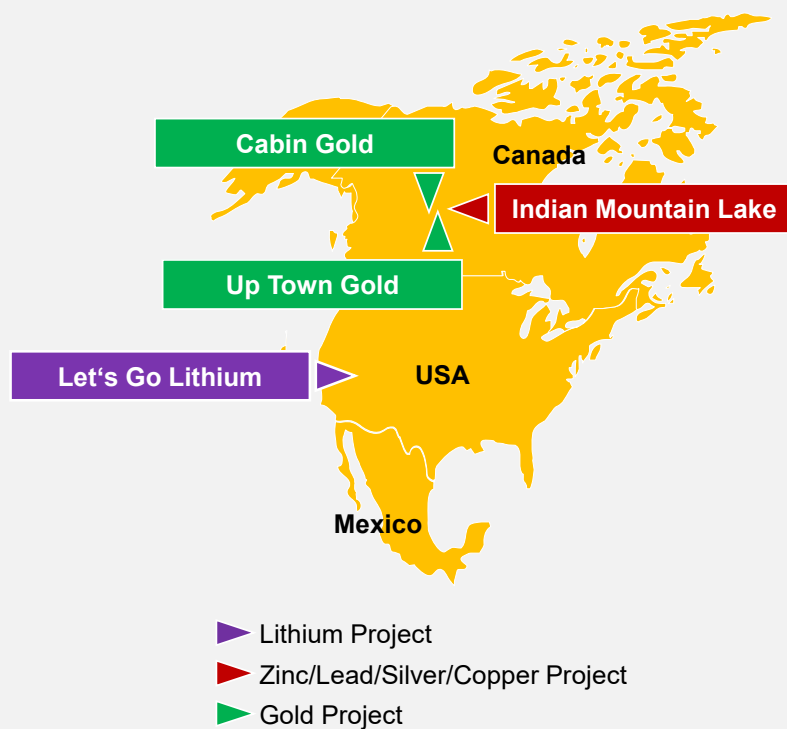
A “Made in America” lithium deposit

Business model overview

Rover Metals is a Canadian-based junior mining company focused on the acquisition and the exploration of early-stage projects. The company concentrates on top-tier jurisdictions and follows a risk-averse strategy, avoiding unsafe and politically unstable countries and regions and benefitting from functioning infrastructures. The most promising asset in our view is the Let’s Go Lithium (LGL) project in the mining-friendly state of Nevada, for which promising surface grab samples of high-grade lithium (above 900 ppm Li) have been reported, alongside historical USGS water well drilling and drill logs. These will be explored in an initial drilling program over the next months, offering district-scale in size with Tier 1 mine exploration potential. An additional property, Indian Mountain Lake (IML), is located in the Northwest Territories, one of the least explored areas in Canada. It covers approximately 30,000 acres of greenstone belt with historical zinc-copper-lead-silver geological resources, of which only a small fraction has been explored so far. According to the company, there are lithium and rare earth element greenfield exploration targets at IML as well.

Besides what we believe to be significant upside opportunities from LGL and IML, Rover Metals provides downside protection to investors from two other assets—gold projects—located in the Northwest Territories. They are considered high-grade (among them 31.9 meter averaging 13.66 g/t Au) gold exploration projects documented in several company news releases. We do not expect Rover Metals to continue exploring these properties, but favour discussing other options, f. ex. a trade sale to a major mining company. Given the current market capitalization of CAD 1.3 million, potential trade sales offer an attractive downside protection, in our view

EXHIBIT 1: ROVER METALS’ PROPERTIES IN NORTH AMERICA



SOURCE: COMPANY DATA

Overview of the assets

With a portfolio of lithium, gold, and base metal properties in safe jurisdictions of the U.S. and Canada, we see Rover Metals as a promising resource exploration and development company. The company's current investment portfolio consists of the following assets:

- ⑤ Rover Metals' most attractive asset at present is the **Let's Go Lithium** (LGL) property in the prolific southwest lithium area in the U.S. state of Nevada. LGL is close proximity to the world-class Albemarle Silver Peak mine, the only producing lithium mine in North America, and near the Tesla Gigafactory in Nevada. Let's Go Lithium has verified high-grade lithium surface samples at the project, including surface grab samples with up to 930 ppm lithium. Based on the results of its surface sampling campaign, Rover Metals has outlined a fully financed 1,000 meters reverse circulation (RC) drilling program (of 10 holes up to 100 meters) to follow-up on the high-grade areas of the project.
- ⑤ In August 2022, a 90% ownership interest in the **Indian Mountain Lake** (IML) Volcanic Massive Sulphide (VMS) project in the Northwest Territories was acquired. The Indian Mountain Lake project is the company's second district scale land package, including approximately 30,000 acres (ca. 121.4 km²) of greenstone belt. According to the company, the project has a significant historical zinc-lead-silver-copper geological resource: The BB Zone and Kennedy Lake Zone have a combined historic resource of 1.4 million tons grading 10% combined zinc and lead with 3.5 ounces per ton of silver, the Kennedy Lake West Zone has a historic resource of 0.6 million tons grading 1.15% copper, and the Susu Lake Zone has a historical resource consisting of more than 0.1 million tons grading 0.95% copper.
- ⑤ Rover Metal owns a third project with a historic resource, the **Cabin Gold** project. Located 110 km northwest of Yellowknife, Cabin Gold hosts high-grade gold in iron formation in Archean metasedimentary rocks. In November 2020, Rover Metals reported the discovery of a high-grade (31.9 meters averaging 13.66 g/t Au) gold ore vein at the Cabin Arrow Zone that extends 140 meters at surface and is open at depth. In December 2023 it was announced that Rover Metals intends to offer the Cabin Lake gold project for sale after the publication of the NI 43-101 Technical Report of the asset.
- ⑤ The first property (in 2016) acquired by Rover Metals was **Up Town Gold**, which consists of six claims covering 3,227 hectares. The centre of the property is approximately 6 km north of downtown Yellowknife and adjoins Gold Terra's (formerly TerraX Minerals') Yellowknife City Gold property and the historic high-grade fold Giant Mine leases. The property is road accessible year-round. Gold was discovered on the property in 1960 and two targets were explored intensively from 1963 to 1966. Since then, small scale high grade gold mining was conducted. In 2021, Rover Metals re-optioned a 75% interest in the project to Collective Metals. On June 30, 2023, the optionee defaulted on its re-option, and the 75% ownership rights reverted back to Rover Metals. Rover Metals plans to keep the Up Town Gold project in good standing and hold the project for future re-option, with no additional capital to be invested, according to the company.

Profit- and Loss Account, 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Gross revenues	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
YoY	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Changes in inventories	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Own work capitalized	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other operating income	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total output	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
YoY	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Material costs	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Gross profit	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
YoY	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Overhead expenses	CAD mn	-0.379	-0.939	-0.859	-0.868	-0.900	-0.935	-0.970
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Other operating expenses	CAD mn	-0.379	-0.612	-0.368	-0.401	-0.422	-0.443	-0.466
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EBITDA	CAD mn	-0.758	-1.551	-1.227	-1.268	-1.323	-1.378	-1.436
YoY	%	-1%	105%	-21%	3%	4%	4%	4%
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Depreciation	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Amortisation	CAD mn	-0.128	-0.119	-0.267	-0.280	-0.294	-0.309	-0.325
EBIT	CAD mn	-0.886	-1.670	-1.494	-1.549	-1.617	-1.687	-1.760
YoY	%	15%	88%	-11%	4%	4%	4%	4%
YoY	CAD mn	-0.117	-0.784	0.176	-0.054	-0.068	-0.070	-0.073
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Income from participations	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Net financial result	CAD mn	0.075	-0.005	-0.004	0.000	0.000	0.000	0.000
Extraordinary items	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
EBT	CAD mn	-0.811	-1.676	-1.499	-1.549	-1.617	-1.687	-1.760
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Income taxes	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
In % of EBT (implied tax rate)	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other taxes	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Net income	CAD mn	-0.811	-1.676	-1.499	-1.549	-1.617	-1.687	-1.760
In % of total output	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Profits to be transferred due to profit transfer agreement	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Minorities	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Net income after minorities	CAD mn	-0.811	-1.676	-1.499	-1.549	-1.617	-1.687	-1.760
Nr of shares (basic) ¹	mn	10.3	17.3	25.2	42.4	42.4	42.4	42.4
thereof ordinary shares ¹	mn	10.3	17.3	25.2	42.4	42.4	42.4	42.4
thereof preferred shares ¹	mn	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Nr of shares (diluted) ¹	mn	10.3	17.3	25.2	63.9	63.9	63.9	63.9
EPS (basic)	CAD	-0.08	-0.10	-0.06	-0.04	-0.04	-0.04	-0.04
EPS (diluted)	CAD	-0.08	-0.10	-0.06	-0.02	-0.03	-0.03	-0.03

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

¹ Number of shares 2017-2022 adjusted by reverse share split 6:1

Balance Sheet (Assets), 2020-2026e

CANADIAN GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Non-current assets	CAD mn	1.509	3.548	4.637	4.469	4.983	5.498	6.033
Intangible assets	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Goodwill	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Intangible assets	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Rights of use	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Others	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Long-term assets	CAD mn	1.391	3.431	4.485	4.317	4.831	5.346	5.880
Property	CAD mn	1.391	3.011	4.348	4.178	4.678	5.178	5.696
Plant and equipment	CAD mn	0.000	0.120	0.094	0.095	0.105	0.115	0.127
Other long-term assets	CAD mn	0.000	0.300	0.043	0.043	0.047	0.052	0.057
Prepaid advances	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Financial assets	CAD mn	0.117	0.117	0.152	0.152	0.152	0.152	0.152
Participations	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other long-term assets	CAD mn	0.117	0.117	0.152	0.152	0.152	0.152	0.152
Loans to affiliated companies	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Prepaid advances	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Deferred tax assets	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Current assets	CAD mn	0.389	0.835	0.428	0.413	0.448	0.418	0.452
Inventory	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
DIO	d	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Trade receivables	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
DSO	d	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Receivables from affiliated companies	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Receivables due from related parties	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other current assets	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other financial assets	CAD mn	0.056	0.192	0.331	0.335	0.368	0.405	0.446
Other non-financial assets	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Cash and cash equivalents	CAD mn	0.333	0.643	0.096	0.078	0.080	0.013	0.007
thereof collateralized	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Deferred taxes	CAD mn	0.017	0.038	0.019	0.019	0.020	0.021	0.022
Other deferred items	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Equity deficit	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total assets	CAD mn	1.915	4.421	5.084	4.901	5.451	5.937	6.507

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

Balance Sheet (Liabilities), 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Total shareholder's equity	CAD mn	1.426	3.714	4.753	3.904	2.287	0.600	-1.160
Equity ratio	%	74.5%	84.0%	93.5%	79.7%	42.0%	10.1%	-17.8%
Share capital	CAD mn	3.410	5.551	7.359	8.059	8.059	8.059	8.059
Capital reserve after reverse acquisition	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Capital reserve	CAD mn	1.928	3.751	4.481	4.481	4.481	4.481	4.481
Currency adjustments	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Profit reserves	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other accumulated equity	CAD mn	-3.101	-3.913	-5.588	-7.087	-8.635	-10.252	-11.939
Profit/Loss of period	CAD mn	-0.811	-1.676	-1.499	-1.549	-1.617	-1.687	-1.760
Equity deficit	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Own shares	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Convertible bond	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Profit participation capital	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Profit participation capital	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Special items	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Pension reserves	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other provisions	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Current liabilities	CAD mn	0.480	0.702	0.331	0.697	0.764	0.837	0.918
Bank debt	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Bond	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Profit participation capital	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Silent participation	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Short-term lease liabilities	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Trade payables	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
DPO	d	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Advance payments received	CAD mn	0.449	0.667	0.291	0.656	0.721	0.793	0.873
Other current liabilities	CAD mn	0.031	0.035	0.040	0.041	0.042	0.044	0.045
Liabilities due to related parties	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Non-current liabilities	CAD mn	0.000	0.000	0.000	0.300	2.400	4.500	6.750
Bank debt	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.750
Bond	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Profit participation capital	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Silent participation	CAD mn	0.000	0.000	0.000	0.300	2.400	4.500	6.000
Long-term lease liabilities	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other non-current liabilities	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Deferred taxes	CAD mn	0.000	0.005	0.000	0.000	0.000	0.000	0.000
Other deferred items	CAD mn	0.009	0.000	0.000	0.000	0.000	0.000	0.000
Total liabilities and shareholder's equity	CAD mn	1.915	4.421	5.084	4.901	5.451	5.937	6.507

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

Balance Sheet (Assets, Normalized), 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Non-current assets	%	78.8%	80.3%	91.2%	91.2%	91.4%	92.6%	92.7%
Intangible assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Goodwill	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Intangible assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Rights of use	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Others	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Long-term assets	%	72.7%	77.6%	88.2%	88.1%	88.6%	90.0%	90.4%
Property	%	72.7%	68.1%	85.5%	85.3%	85.8%	87.2%	87.5%
Plant and equipment	%	0.0%	2.7%	1.9%	1.9%	1.9%	1.9%	2.0%
Other long-term assets	%	0.0%	6.8%	0.8%	0.9%	0.9%	0.9%	0.9%
Prepaid advances	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Financial assets	%	6.1%	2.7%	3.0%	3.1%	2.8%	2.6%	2.3%
Participations	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other long-term assets	%	6.1%	2.7%	3.0%	3.1%	2.8%	2.6%	2.3%
Loans to affiliated companies	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Prepaid advances	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Deferred tax assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Current assets	%	20.3%	18.9%	8.4%	8.4%	8.2%	7.0%	7.0%
Inventory	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Trade receivables	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Receivables from affiliated companies	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Receivables due from related parties	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other current assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other financial assets	%	2.9%	4.3%	6.5%	6.8%	6.8%	6.8%	6.8%
Other non-financial assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Cash and cash equivalents	%	17.4%	14.5%	1.9%	1.6%	1.5%	0.2%	0.1%
thereof collateralized	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Deferred taxes	%	0.9%	0.9%	0.4%	0.4%	0.4%	0.4%	0.3%
Other deferred items	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Equity deficit	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total assets	%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

Balance Sheet (Liabilities, Normalized), 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Total shareholder's equity	%	74.5%	84.0%	93.5%	79.7%	42.0%	10.1%	-17.8%
Share capital	%	178.1%	125.6%	144.7%	164.4%	147.8%	135.7%	123.8%
Capital reserve after reverse acquisition	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Capital reserve	%	100.7%	84.8%	88.1%	91.4%	82.2%	75.5%	68.9%
Currency adjustments	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Profit reserves	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other accumulated equity	%	-162.0%	-88.5%	-109.9%	-144.6%	-158.4%	-172.7%	-183.5%
Profit/Loss of period	%	-42.4%	-37.9%	-29.5%	-31.6%	-29.7%	-28.4%	-27.1%
Equity deficit	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Own shares	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Convertible bond	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Profit participation capital	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Profit participation capital	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Special items	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Pension reserves	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other provisions	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Current liabilities	%	25.0%	15.9%	6.5%	14.2%	14.0%	14.1%	14.1%
Bank debt	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Bond	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Profit participation capital	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Silent participation	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Short-term lease liabilities	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Trade payables	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Advance payments received	%	23.4%	15.1%	5.7%	13.4%	13.2%	13.4%	13.4%
Other current liabilities	%	1.6%	0.8%	0.8%	0.8%	0.8%	0.7%	0.7%
Liabilities due to related parties	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Non-current liabilities	%	0.0%	0.0%	0.0%	6.1%	44.0%	75.8%	103.7%
Bank debt	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	11.5%
Bond	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Profit participation capital	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Silent participation	%	0.0%	0.0%	0.0%	6.1%	44.0%	75.8%	92.2%
Long-term lease liabilities	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other non-current liabilities	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Deferred taxes	%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%
Other deferred items	%	0.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total liabilities and shareholder's equity	%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

Cash Flow Statement, 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Net income	CAD mn	-0.811	-1.676	-1.499	-1.549	-1.617	-1.687	-1.760
Depreciation	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Income from sale of assets	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Inventory	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Trade receivables	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Other receivables	CAD mn	0.167	-0.136	-0.139	-0.003	-0.033	-0.037	-0.041
Δ Deferred tax assets	CAD mn	-0.013	-0.021	0.019	0.000	-0.001	-0.001	-0.001
Δ Provisions	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Other long-term provisions	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Other short-term provisions	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Trade payables	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Special items	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Deferred liabilities/deferred taxes	CAD mn	0.009	-0.004	-0.005	0.000	0.000	0.000	0.000
Currency adjustments	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other operational adjustments	CAD mn	0.020	-0.082	-0.157	0.000	0.000	0.000	0.000
Operating cash flow	CAD mn	-0.270	-1.577	-1.885	-0.906	-1.290	-1.342	-1.397
Investments in financial assets	CAD mn	0.000	0.000	-0.035	0.000	0.000	0.000	0.000
Investments in intangible assets	CAD mn	-0.128	-0.119	-0.267	-0.280	-0.294	-0.309	-0.325
Investments in tangible assets	CAD mn	-0.687	-2.039	-1.054	0.168	-0.514	-0.515	-0.535
Other operational adjustments	CAD mn	0.178	0.283	0.231	0.000	0.000	0.000	0.000
Cash flow from investing	CAD mn	-0.637	-1.876	-1.125	-0.112	-0.808	-0.824	-0.859
Free cash flow	CAD mn	-0.907	-3.453	-3.010	-1.018	-2.099	-2.167	-2.256
Δ Share capital	CAD mn	0.568	2.141	1.807	0.700	0.000	0.000	0.000
Δ Capital reserves	CAD mn	0.868	1.822	0.730	0.000	0.000	0.000	0.000
Δ Convertible	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Bank debt	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Bank debt	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.750
Δ Bond	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Profit participation (Debt)	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ Silent participation	CAD mn	0.000	0.000	0.000	0.300	2.100	2.100	1.500
Δ other interest-bearing debt	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Less prior-year dividend	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Less dividend payments to minority shareholders	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other operational adjustments	CAD mn	-0.198	-0.201	-0.074	0.000	0.000	0.000	0.000
Financing cash flow	CAD mn	1.238	3.763	2.463	1.000	2.100	2.100	2.250
Net cash inflow	CAD mn	0.331	0.310	-0.546	-0.018	0.001	-0.067	-0.006
Currency adjustments	CAD mn	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Net cash opening balance	CAD mn	0.002	0.333	0.643	0.096	0.078	0.080	0.013
Net cash closing balance	CAD mn	0.333	0.643	0.096	0.078	0.080	0.013	0.007

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

One View I, 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Sales	CAD mn	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Gross profit	CAD mn	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBITDA	CAD mn	-0.8	-1.6	-1.2	-1.3	-1.3	-1.4	-1.4
EBIT	CAD mn	-0.9	-1.7	-1.5	-1.5	-1.6	-1.7	-1.8
EBT	CAD mn	-0.8	-1.7	-1.5	-1.5	-1.6	-1.7	-1.8
Net income	CAD mn	-0.8	-1.7	-1.5	-1.5	-1.6	-1.7	-1.8
Nr. of employees		0	0	3	3	3	4	5
Per share data								
Price high	CAD	0.72	0.72	0.36	0.09			
Price low	CAD	0.18	0.27	0.06	0.02			
Price average/last	CAD	0.41	0.49	0.19	0.06			
Price average/last	CAD	0.51	0.30	0.09	0.03	0.03	0.03	0.03
EPS	CAD	-0.08	-0.10	-0.06	-0.03	-0.04	-0.04	-0.04
BVPS	CAD	0.14	0.21	0.19	0.09	0.05	0.01	-0.03
CFPS	CAD	-0.03	-0.09	-0.07	-0.02	-0.03	-0.03	-0.03
Dividend	CAD	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Price target	CAD							0.56
Performance to price target	%							1752.1%
Profitability ratios								
Gross profit margin	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EBITDA margin	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EBIT margin	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Pre-tax margin	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Net margin	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
FCF margin	%	-56.9%	-45.1%	-31.5%	-39.7%	-70.7%	n/a	n/a
ROE	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
NWC/Sales	%	n/a	n/a	0	0	0	0	0
Revenues per head	CAD k	n/a	n/a	-498.1	-516.2	-539.0	-421.8	-352.1
EBIT per head	CAD k	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Capex/Sales	%							
Growth ratios								
Sales	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Gross profit	%	-1.5%	104.6%	-20.9%	3.3%	4.3%	4.2%	4.2%
EBITDA	%	15.2%	88.4%	-10.5%	3.6%	4.4%	4.3%	4.3%
EBIT	%	4.2%	106.5%	-10.6%	3.3%	4.4%	4.3%	4.3%
EBT	%	4.2%	106.5%	-10.6%	3.3%	4.4%	4.3%	4.3%
Net income	%	-16.7%	22.7%	-38.7%	-41.6%	4.4%	4.3%	4.3%
EPS	%	-69.2%	247.3%	-18.1%	-72.8%	42.4%	4.0%	4.0%
CFPS	%	0.0	0.0	0.0	0.0	0.0	0.0	0.0

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

One View II, 2020-2026e

Canadian GAAP (31.03.)		2020	2021e	2022e	2023e	2024e	2025e	2026e
Balance sheet ratios								
Fixed assets	CAD mn	1.5	3.5	4.6	4.5	5.0	5.5	6.0
Current assets	CAD mn	0.4	0.8	0.4	0.4	0.4	0.4	0.5
Equity	CAD mn	1.4	3.7	4.8	3.9	2.3	0.6	-1.2
Liabilities	CAD mn	0.5	0.7	0.3	1.0	3.2	5.3	7.7
Equity ratio	%	74.5%	84.0%	93.5%	79.7%	42.0%	10.1%	-17.8%
Gearing	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-64.0%
Working Capital	CAD mn	0.4	0.7	0.3	0.7	0.7	0.8	0.9
Capital Employed	CAD mn	1.8	4.1	4.8	5.0	5.6	6.1	6.8
	x	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Enterprise Value								
Nr. of shares	mn	10.3	17.3	25.2	44.6	44.6	44.6	44.6
Market cap.	CAD mn	7.4	12.4	9.1	4.0	n/a	n/a	n/a
Market cap.	CAD mn	1.8	4.7	1.5	0.9	n/a	n/a	n/a
Market cap.	CAD mn	4.2	8.5	4.8	2.7	n/a	n/a	n/a
Market cap.	CAD mn	5.2	5.2	2.3	1.3	1.3	1.3	1.3
Net debt	CAD mn	-0.3	-0.6	-0.1	-0.1	-0.1	0.0	0.7
Pension reserves	CAD mn	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Minorities	CAD mn	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Excess Cash	CAD mn	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EV high	CAD mn	7.1	11.8	9.0	3.9	n/a	n/a	n/a
EV low	CAD mn	1.5	4.0	1.4	0.8	n/a	n/a	n/a
EV average	CAD mn	3.9	7.8	4.7	2.6	n/a	n/a	n/a
Enterprise Value	CAD mn	4.9	4.5	2.2	1.3	1.3	1.3	2.1
Valuation ratios								
EV/sales high	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/sales low	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/sales average	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/sales	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/EBITDA high	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/EBITDA low	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/EBITDA average	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/EBITDA	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
EV/EBIT last	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
P/E high	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
P/E low	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
P/E average	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
P/E last	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
P/BV last	x	3.7	1.4	0.5	0.3	0.6	2.2	n/a
P/CF last	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a
FCF yield	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Dividend-yield	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECAST

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Date/Time of publication:	Price target/Current share price:	Rating/Validity:	Conflict of Interest (key)
14 12 2023/13:55 h	CAD 0.62/CAD 0.03	Buy, 36 months	1, 2, 8
18 10 2023/08:00 h	CAD 0.75/CAD 0.05	Buy, 36 months	1, 2, 8
03 08 2023/10:45 h	CAD 0.92/CAD 0.06	Buy, 36 months	1, 2, 8

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