

Strategic Metals Ltd. (TSXV:SMD)

Strategy is the Name of the Game

Initiating Coverage
December 8, 2021

(Currency is CAD\$ unless noted otherwise)

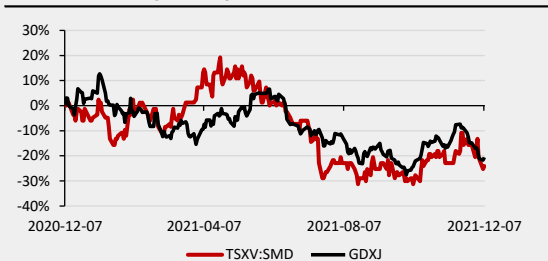
Closing Price (\$/sh)	\$0.32
Rating	BUY
Target (\$/sh)	\$0.70
Return to Target	122%
NAV	\$1.29
P/NAV	0.24x
52 Week Low / High	\$0.28 / \$0.50

CAPITALIZATION	Basic	Diluted
Shares Outstanding (M)	107.8	127.2
Market Capitalization (\$MM)		\$34.0
Enterprise Value (\$MM)		\$26.5
Cash and Cash Equivalents (\$MM)		\$7.5
Total Debt (\$MM)		\$0.1

STOCK CHART



RELATIVE PERFORMANCE



Net Asset Value	C\$M	C\$/sh
100%-Owned Mineral Properties	\$28.8	\$0.27
Equity Investments		
Broden Mining Ltd. (Private)	\$82.4	\$0.76
Other Equity Investments	\$20.1	\$0.19
Royalties	\$0.0	\$0.00
Corporate adjustments	\$7.4	\$0.07
Corporate NAV	\$138.7	\$1.29

RELATIVE VALUATION	EV (C\$M)
Strategic Metals Ltd.	\$26.5
Prospect Generator Peers*	\$89.9

*S&P Capital IQ

MAJOR SHAREHOLDERS

Management (7.2%), Condire Resource Partners, LP (11.7%), Sprott Asset Management, LP (9.7%), Ruffer LLP (7.6%)

Source: RCS, Company Information, S&P Capital IQ

Company Description

Strategic Metals Ltd. acquires, explores for, and evaluates mineral properties in Canada. The company explores for gold, silver, lead, zinc, copper, tin, tungsten, vanadium, and lithium metals; and deposit types, such as porphyry, skarn, epithermal vein, orogenic gold, sedex, carbonate replacement, etc. As of June 4, 2020, it had a portfolio of approximately 130 projects. Strategic Metals Ltd. is headquartered in Vancouver, Canada.

We are initiating coverage on Strategic Metals Ltd. with a BUY rating and C\$0.70 target price. Strategic is a large-scale, project generator with over 100 wholly-owned assets located throughout the Yukon, British Columbia, and western Northwest Territories. The company also holds shares in several active exploration companies that it has accumulated via option agreements on previous property sales or through equity investments. **Our view is that Strategic's property holdings and equity investments more than cover the company's current market cap, indicating that the market is not pricing in the substantial exploration upside that could be realized from its large property portfolio.**

- **A leading project generator.** Strategic has amassed a portfolio of drill-ready gold, silver, copper and critical minerals projects within the Northern Cordillera gold province and related porphyry belts. Strategic's management team, which is headed by Douglas Eaton, boasts extensive knowledge and past discovery experience and is well suited to advance Strategic's portfolio of projects. Over the years, the company has advanced top-tier assets which have attracted lucrative partnerships such as the Mt. Hinton Au project, currently under 70% option to UC Mining Inc. (private). Mt. Hinton is in the prolific Keno Hill Ag district, where drilling is following up on previously intercepted bonanza grades.
- **Equity investments underpin value and offer substantial upside.** Strategic holds several large equity positions which at a fair market value of ~\$20.1M, covers 59% of the company's current market cap. Strategic's most recent transaction, in which it acquired 33% of Broden Mining Ltd. (private), accounts for ~60% of our NAV. Broden is acquiring a large land package in the Yukon's Faro mining district. This area, known as the Vangorda Lands, together with the adjacent Silver Range project, contains +5.4B lb Zn, 111M oz Ag and 870k oz Au throughout several known historic deposits, highlighting the potential of the project.
- **Lots of catalysts coming.** During summer and fall 2021, Strategic completed exploration campaigns at 24 of its wholly-owned properties where success could result in further partnerships or positive momentum for the stock. Additionally, all of the company's equity investments are anticipated to produce steady news flow primarily from drilling activities, which should be viewed as significant momentum drivers for Strategic's stock price.

Valuation:

We are initiating coverage with a BUY rating and C\$0.70/sh target price. Exploration success at either Strategic's wholly-owned assets or investments, and the execution of additional partnerships and option agreements should help drive the share price higher. We value Strategic based on a sum of the parts method accounting for its 100%-owned assets and equity investments. We apply a multiple of 0.5x to our NAV estimate of C\$1.29/sh (~C\$139M) to arrive at our target price of C\$0.70/sh. **Upcoming Catalysts:** 1) Drilling results from wholly owned assets or equity investments (ongoing). **Mining/exploration is inherently risky** and Strategic is subject to various geopolitical, technical, corporate, and financial risks.

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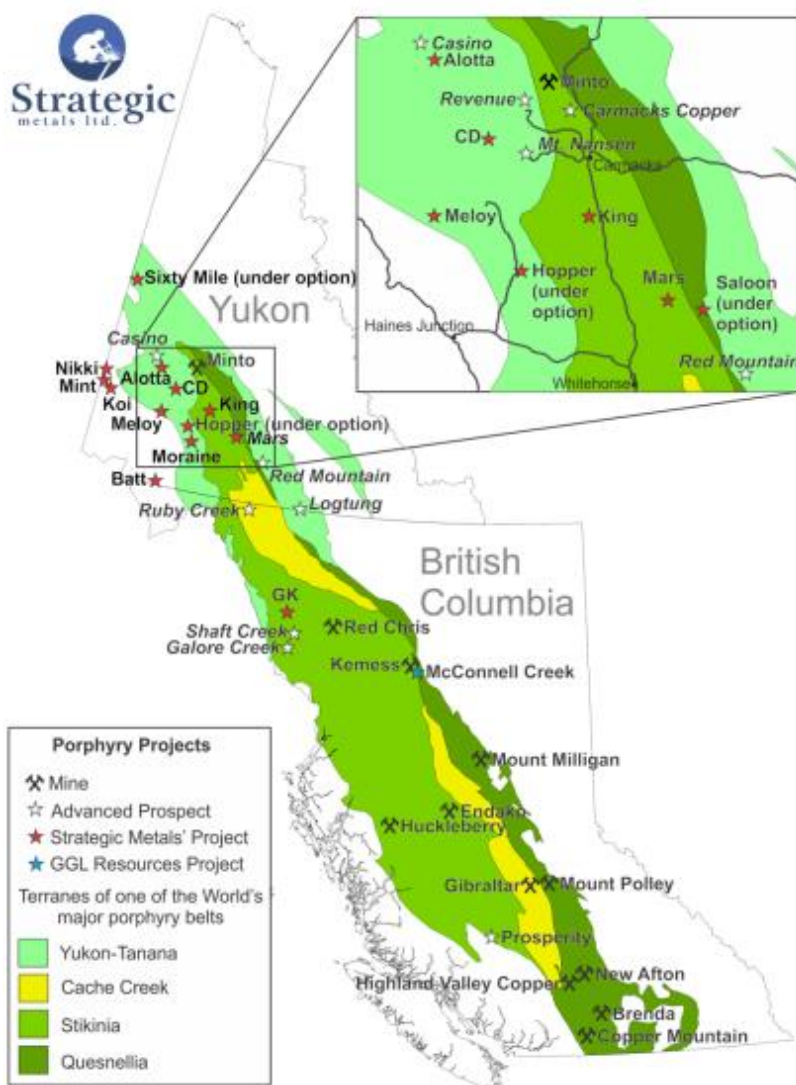
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Investment Thesis

Fundamental value from wholly-owned projects with lots of upcoming catalysts. With its own massive portfolio of wholly-owned assets, equity investments as well as numerous royalty agreements, Strategic is well positioned to realize potential exploration upside. The company has a 100% interest in over 100 properties that cover the spectrum of metals, including precious, base, battery and critical metals. Strategic takes an active approach to research, stake and conduct exploration to confirm the potential of its targets before seeking purchasers or optionees. In this way, it benefits from cash payments, share issuances and/or royalty interests. Although Strategic is normally thought of as a generator of precious metals properties, it is also an important player in the hunt for copper-gold porphyries throughout the Northern Cordillera of British Columbia and the Yukon with numerous prospective projects (Figure 1). **With a large portfolio of assets across the spectrum of metals and with results pending from 2021 exploration at 24 of its projects, we believe Strategic Metals is a prolific project generator that has a history of successfully monetizing its properties.**

Figure 1: Map of Strategic's Copper-Gold projects



Source: Company reports

Exploration activities underway at its equity interest projects

Upside potential with equity investments. Strategic's equity stake in Precipitate Gold (TSXV:PRG, Restricted, ~19% interest) is likely to become a vital example of how the company has acquired very little exposure to risk, but gained material exploration success (Figure 2). Precipitate is in a joint venture agreement with Barrick Gold (TSX:ABX, Not Rated) on its Pueblo Grande project which lies directly adjacent to Barrick's Pueblo Viejo mine. With Barrick earning 70% interest in Pueblo Grande and acting as operator for the ongoing drill program, Precipitate, and synchronously Strategic with its ~19% stake, are well positioned if Barrick opts to continue with the earn-in agreement. Precipitate also owns the Ponton and Juan de Herrera projects in the Dominican Republic offering further exploration upside outside of the Barrick agreement. **Strategic has built a significant portfolio of marketable securities that it is holding for investment purposes (Figure 2). We believe this portfolio of equity holdings provides an avenue for Strategic to capitalize on potential exploration success while assuming very little downside risk.**

Figure 2: List of Strategic's equity investments

Company	Ticker	Ownership
Arcus Development Group Inc.	TSXV:ADG	4.2%
Aloro Mining Corp.	TSXV:AORO	0.6%
ATAC Resources Ltd.	TSXV:ATC	1.1%
Broden Mining Ltd.	Private	33.0%
Capella Minerals Ltd	TSXV:CMIL	0.1%
Freemont Gold Ltd	TSXV:FRE	0.1%
GGL Resources Corp.	TSXV:GGL	37.7%
Honey Badger Silver Inc.	TSXV:TUF	19.2%
Midnight Sun Capital Corp.	TSXV:MMA	0.1%
Orestone Mining Corp.	TSXV:ORS	0.2%
Outback Goldfields Corp	CNSX:OZ	0.3%
Precipitate Gold Corp.	TSXV:PRG	19.0%
Rockhaven Resources Ltd.	TSXV:RK	31.6%
Silver Predator Corp	TSXV:SPD	1.4%
Silver Range Resources Ltd.	TSXV:SNG	18.0%
Terra CO2 Technologies Ltd.	Private	21.9%
Trifecta Gold Ltd.	TSXV:TG	6.1%

A potentially transformative investment in Broden Mining

Source: Company reports

A cornerstone investor in Broden Mining. Strategic also recently announced its 33% stake in Broden Mining, a private company partnered with the First Nation Ross River Dena Council (RRDC) on the acquisition of a critical land package in the Yukon's Faro mining district called the Vangorda Lands. The property is home to several known polymetallic deposits, historic mine operations and lies adjacent to the historic Faro mine site. The known deposits collectively contain more than 5.38B lb Zn, 3.54B lb Pb, 111M oz Ag and 870k oz Au – as defined by historical resource estimates. Broden is expected to IPO in Q2/22, providing potential upside to Strategic's direct investment. **In our view, SMD's holdings in Broden represent an additional source of upside beyond its existing portfolio of over 100 properties that could attract potential buyers, partners, or optionors. We believe SMD's ownership of Broden continues to demonstrate that it is committed to working with high-quality partners to advance and monetize projects.**

Terra CO2 provides exposure to the massive construction industry

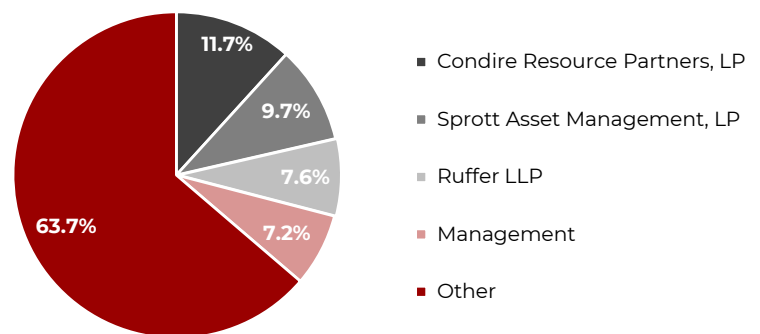
Critical minerals assets not to be overlooked. Strategic's portfolio also includes fifteen tin, tungsten, vanadium, nickel and cobalt projects. Most projects are permitted or pending permits for drilling. True to their name, critical metals projects in good jurisdictions are becoming increasingly in demand. Tightening supply has started to impact commodity prices such as Tin (used in internet infrastructure, electronics, and EVs) which has seen a ~100% price increase over the past year. Similarly, logistical bottlenecks have hampered the availability of cobalt leading to a month-over-month price increase of 8.9% to US\$27.8/lb (LME cash price), the highest level since Oct/18. Cobalt prices are expected to remain higher for the remainder of 2021 but correct in H1/22 on supply growth and normalization of the supply chain bottlenecks.

Commercialization of Terra CO2 imminent; another positive. Strategic maintains a 21.9% interest in Terra CO2, a private, technology company focused on developing construction materials like cement through the development of non-CO2 generating processes. The company offers a range of substitutes for fly ash and portland cement and is currently approaching commercialization. The successful adoption of Terra's products in the construction industry could yield significant returns on Strategic's current C\$3.3M position. Commercialization is expected in 2022. **In our view, this investment in Terra CO2 offers Strategic shareholders an opportunity to participate in an investment outside the typical realm of junior mining companies by allowing it to tap into the global construction industry. We note that the global construction industry was expected to reach a market value of ~US\$12.5T in 2021, which would eclipse the global mining industry (~US\$1.8T market value) by a factor of almost seven times.**

Impressive roster of major shareholders. Strategic features strong institutional ownership, including Condire Resource Partners (11.7%), Sprott Gold Equity Fund (9.2%) and Ruffer LLP (7.7%). Additionally, Strategic's management owns 8.8% of the company, which we view positively as this high level of insider ownership suggests a strong alignment with other shareholders. Taken together, these major shareholders account for ~37.4% ownership of Strategic Metals (Figure 3).

Strong institutional and insider ownership

Figure 3: Ownership structure of Strategic Metals

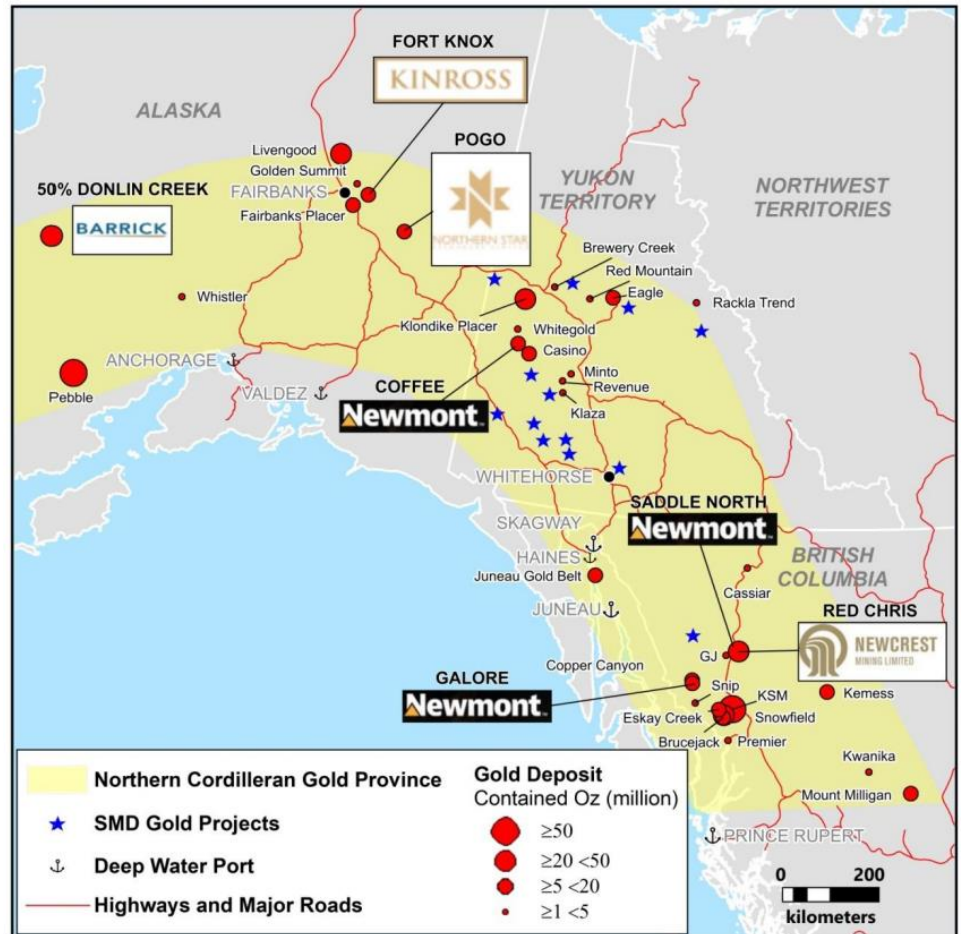


Source: S&P Capital IQ

Strong management team with world class experience

CEO Douglas Eaton knows the Yukon. Strategic is headed by geologist Douglas Eaton, an expert in Yukon geology with a 50-year career. During his time with Archer, Cathro & Associates, Mr. Eaton was instrumental in the delineation of the Casino deposit – one of Canada’s largest and highest-grade porphyry deposits that is currently in the environmental assessment stage of development. Strategic’s portfolio of over 100 properties is uncoincidentally laden with projects located in the Northern Cordillera (Figure 4) where we expect the company has a high likelihood of finding success given the experience and background of its management team.

Figure 4: Map of Strategic’s projects in the Northern Cordillera gold province



Source: Company reports

Catalysts

Strategic is actively exploring 24 of its 100+ wholly owned projects. Additionally, all of the companies in which Strategic holds an equity interest are completing exploration/drilling programs or working towards major catalysts.

Upcoming catalysts for Strategic Metals include:

- 1) Exploration results from Strategic's 100%-owned assets including the GK Cu-Au, Alotta Au-Cu-Mo and Kluane Au projects (ongoing)
- 2) Drilling results from the Gold Point project owned by GGL Resources where Strategic has 38.4% equity interest (Q4/21)
- 3) Drilling results from the Klaza Au-Ag project owned by Rockhaven Resources where Strategic has 31.6% equity interest (ongoing)
- 4) Drilling program at the Ponton project owned by Precipitate Gold where Strategic has ~19% equity interest (H1/22)
- 5) Exploration results (detailed mapping and rock and channel sampling) from the Plata project owned by Honey Badger Silver where Strategic owns 19.2% equity interest (H1/22)
- 6) Updates for Terra CO2 Tech on commercialization of products

Valuation and Financial Analysis

Tipping the scales. Strategic has amassed a large asset base which includes equity investments, wholly-owned properties, properties under option, joint ventures and royalty interests. With ~\$94M in total assets, including ~\$10M in cash as of the latest financials (Sep 30/21), the company appears to be growing its liquid asset base via a transaction-oriented strategy (Figure 5). We note that the current cash balance sits around \$7.5M as of Nov/21. The company is also uniquely positioned to generate positive net income via the sale of either properties or shares.

~\$7.5M in cash available to advance its wholly owned portfolio of projects

Figure 5: Balance sheet at Sep 30/21

Assets	
Cash	10.39
Receivables and prepayments	1.41
Marketable securities	6.65
Total Current Assets	18.45
Reclamation and other deposits	0.13
Investment in associates	3.10
Prepaid exploration expenditures	0.02
Mineral property interests	70.74
Property and equipment	0.01
Long term investment	1.00
Total Assets	93.45
Liabilities	
Accounts payable and accrued liabilities	0.33
Accounts payable to related parties	0.72
Flow-through premium liability	0.29
Total Current Liabilities	1.34
Bank loan	0.06
Deferred income tax liability	6.24
Total Liabilities	7.64
Equity	
Common Stock	54.90
Capital Surplus	2.80
Retained Earnings	(5.79)
Total Common Equity	51.91
Nonredeemable Minority Interest	33.90
Total Equity	85.81
Total Liabilities and Equity	93.45

Source: Company reports

Based on current prices, we ascribe a fair market value of \$20.1M to Strategic's equity interests

Strategic has invested in several active exploration companies which gives it exposure to exploration upside. Figure 6 summarizes the company's equity investments and the present market value of these holdings. At a total value of \$20.1M or \$0.19/sh, Strategic's public company investments, together with its cash reserves, almost equal its current market cap of \$34.0M indicating that nearly no value has been ascribed to its 100+ wholly-owned properties.

Figure 6 does not include Strategic's recently completed 33% acquisition of Broden Mining Ltd. and is not yet reflected in the company's financials. Broden is a private company which is in the process of acquiring the Vangorda Lands (Figure 7) in the Yukon's Faro mining district. This together with an agreement with Silver Range Resources (TSXV:SNG, Not Rated) to acquire a 100% interest in the Silver Range project to the North, provides Broden access to five historic deposits which collectively contain more than 5.38B lb of Zn, 3.54B lb of PB, 111M oz of Ag and 87k oz of Au. Strategic also owns ~18.0% of Silver Range Resources which also holds a 10% interest in Broden, indirectly increasing Strategic's ownership in Broden by 1.87%. We use an in-situ metric of US\$0.015/lb to value Broden's historic resource of 12.48 lb ZnEq. This provides us with a fair value estimate of \$82.4M or \$0.76/sh (Figure 9).

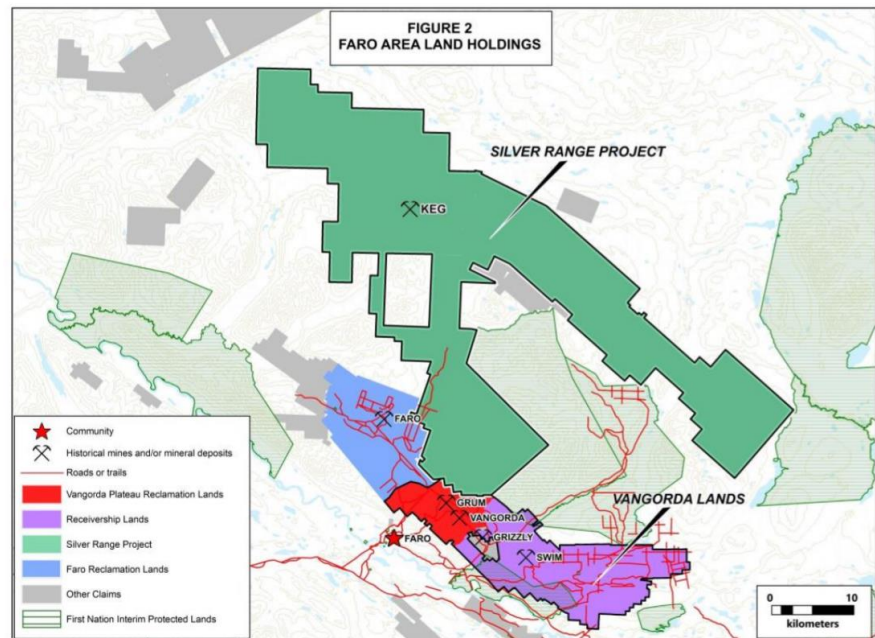
Figure 6: Strategic Metals equity investments (fair market value)

Company	Ownership	Price (C\$/sh)	Shares (M)	Mkt Cap (C\$M)	Mkt Value Estimate	
					(C\$M)	(C\$/sh)
Equity Investments						
Arcus Development Group Inc.	4.2%	\$0.03	73.9	\$2.2	\$0.1	\$0.00
Aloro Mining Corp.	0.6%	\$0.06	51.3	\$3.1	\$0.0	\$0.00
ATAC Resources Ltd.	1.1%	\$0.10	184.3	\$18.4	\$0.2	\$0.00
Capella Minerals Ltd	0.1%	\$0.11	151.1	\$15.9	\$0.0	\$0.00
Freemont Gold Ltd	0.1%	\$0.03	146.1	\$3.7	\$0.0	\$0.00
GGL Resources Corp.	37.7%	\$0.16	46.4	\$7.2	\$2.7	\$0.03
Honey Badger Silver Inc.	19.2%	\$0.07	181.6	\$11.8	\$2.3	\$0.02
Midnight Sun Capital Corp.	0.1%	\$0.24	114.0	\$27.4	\$0.0	\$0.00
Orestone Mining Corp.	0.2%	\$0.06	56.7	\$3.1	\$0.0	\$0.00
Outback Goldfields Corp	0.3%	\$0.22	58.4	\$12.5	\$0.0	\$0.00
Precipitate Gold Corp.	19.0%	\$0.09	107.2	\$9.7	\$1.8	\$0.02
Rockhaven Resources Ltd.	31.6%	\$0.11	223.0	\$23.4	\$7.4	\$0.07
Silver Predator Corp	1.4%	\$0.11	29.6	\$3.1	\$0.0	\$0.00
Silver Range Resources Ltd.	18.0%	\$0.12	84.7	\$10.2	\$1.8	\$0.02
Terra CO2 Technologies Ltd.	21.9%	NA	NA	NA	\$3.3	\$0.03
Trifecta Gold Ltd.	6.1%	\$0.08	80.1	\$6.0	\$0.4	\$0.00
Attributable Equity Value					\$20.1	\$0.19

*Terra CO2 is a private company, valuation based on recent financing at US\$0.22/sh

Source: Company reports, RCS estimates

Figure 7: Map of the Vangorda Lands and Silver Range project



Source: Company reports

Building a portfolio of royalty interests to provide potential future value

Strategic maintains 111 wholly-owned properties, 5 joint ventures, 8 wholly-owned projects under option agreements and 11 royalty interests in projects throughout the Yukon, British Columbia, and western Northwest Territories. For a full list of Strategic's assets and investments, see **Appendix A**. The company's royalty interests (Figure 8), which are carried at \$1 nominal amounts in its financials, are summarized below. We currently do not ascribe any value for these royalties in our NAV estimate given the early-stage nature of the projects; however, we would likely re-evaluate an individual royalty should the associated project advance to a stage where it is likely to go into production.

Figure 8: Royalty holdings

Reef	1-2% NSR
Cord	1% NSR
Has	1% NSR
Hyland Gold	1/4% NSR
Li	2% NSR
REE	2% NSR
Gram	1-2% NSR
Teach	1-2% NSR
Groundhog	2% NSR (excludign Ag)
Plata-Inca	2% NSR (excludign Ag)
Hy	2% NSR (excludign Ag)

Source: Company reports

Based on the company's current market cap, we believe the market is not pricing in value for the its significant land holdings and exploration upside potential. However, as demonstrated by the recent option agreement with Upper Canada Mining Inc. (UCM) for the Mt. Hinton Au project (where UCM would spend \$15M in exploration expenditures and pay \$2M to Strategic for

70% interest), the projects under Strategic's control hold significant value. While we believe these properties to be worth much more, we account for their value using the current book value of \$28.8M (Figure 9).

Figure 9: Sum of parts valuation

Company	Ownership	Resource	Valuation Method	Fair Value Estimate	
				(C\$M)	(C\$/sh)
100%-Owned Mineral Properties			Book Value	\$28.8	\$0.27
Equity Investments					
Broden Mining Ltd. (Private)	33%	12.48 Blbs ZnEq (Historical)	In-Situ - US\$0.015/lb ZnEq	\$82.4	\$0.76
Other Equity Investments			Attributable Market Value	\$20.1	\$0.19
Royalties				N/A	\$0.00
Asset NAV				\$131.3	\$1.2
Cash				\$7.50	\$0.07
Debt				-\$0.06	\$0.00
Corporate NAV				\$138.69	\$1.29

Multiple	0.50x
Target Price	\$0.70

Source: RCS estimate

Applying a multiple of 0.50x to account for the early-stage nature of the company's projects and investments along with the historical nature of Broden's resources, we arrive at a NAV estimate of C\$138.7M. Using the company's current basic share count of 107.8M we calculate a target price of C\$0.70/sh for Strategic Metals.

We believe the company is undervalued vs. its peer group

Relative Valuation

We believe Strategic is a leader among its project generator peers with over 100 mineral properties in its portfolio. We are including other project generators focusing on North American assets in its peer group (Figure 10). Based on these comps, Strategic is undervalued on an EV basis at \$26.5M vs. peers at \$90.1M. We also calculate that SMD trades at 0.23x NAV.

Figure 10: Comparable peers analysis

Company	Ticker	Price (C\$/sh)	YTD Perf.	Shares (M)	Mkt. Cap C\$M	Cash C\$M	Debt C\$M	EV C\$M	Consensus P/NAV
Strategic Metals Ltd.	TSXV:SMD	\$0.32	-20%	\$107.8	\$34.0	\$7.5	\$0.1	\$26.5	0.23x*
Altius Minerals Corporation	TSX:ALS	\$16.02	17%	\$41.6	\$666.3	\$100.1	\$118.4	\$684.6	1.04x
Azimet Exploration Inc.	TSXV:AZM	\$1.45	37%	\$84.4	\$122.4	\$5.0	\$0.1	\$117.6	NA
Teuton Resources Corp.	TSXV:TUO	\$2.15	-16%	\$58.8	\$126.5	\$20.0	\$0.0	\$106.5	NA
Midland Exploration Inc.	TSXV:MD	\$0.53	-41%	\$72.3	\$38.3	\$7.4	\$0.1	\$31.0	NA
Endurance Gold Corporation	TSXV:EDG	\$0.26	86%	\$131.9	\$34.3	\$3.5	\$0.0	\$30.8	NA
Alianza Minerals Ltd.	TSXV:ANZ	\$0.07	-65%	\$149.0	\$10.4	\$1.7	\$0.0	\$8.7	NA
Millrock Resources Inc.	TSXV:MRO	\$0.06	-50%	\$152.2	\$9.1	\$3.0	\$0.1	\$6.2	NA
ArcWest Exploration Inc.	TSXV:AWX	\$0.09	-10%	\$82.5	\$7.4	\$3.0	\$0.0	\$4.5	NA
Riverside Resources Inc.	TSXV:RRI	\$0.15	-59%	\$71.3	\$10.3	\$7.2	\$0.0	\$3.1	NA
Almadex Minerals Ltd.	TSXV:DEX	\$0.30	18%	\$61.4	\$18.4	\$18.3	\$0.0	\$0.1	NA
Transition Metals Corp.	TSXV:XTM	\$0.14	-18%	\$57.5	\$8.0	\$9.9	\$0.0	-\$1.9	NA

Median	\$8.7	1.04x
Average	\$90.1	1.04x

*RCS estimate

Source: Company reports, S&P Capital IQ Pro, RCS estimates

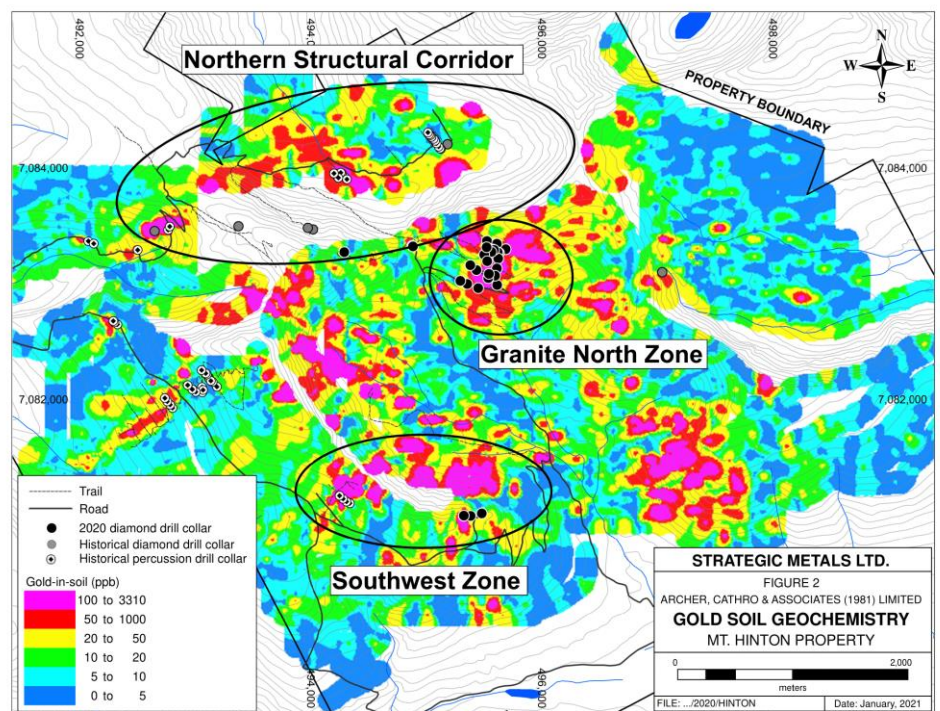
Assets

In addition to its equity interests, royalties and partnerships, Strategic wholly owns over a 100 mineral properties. Below is a summary of some of the key assets in the company's vast portfolio. For a full overview of Strategic's projects, see **Appendix A: Mineral Property Interests**.

Mt. Hinton (Au-Ag, Yukon, wholly-owned and under option)

The Mt. Hinton property is located 10km from Keno City and 3km from Alexco Resources' (TSX:AXU, Not Rated) Bellekeno deposit within the prolific Keno Hill mining district – a region that has historically been Canada's second largest silver producing district. The property hosts high-grade gold and silver shoots grading between 1-30 g/t Au, 50-1,500 g/t Ag and 0.5-2.5% Pb with rock sampling conducted in 2019 returning assays as high as **2,340 g/t Au and 597 g/t Ag**. Water run off from the property has proven to be sufficiently rich to fund a small placer gold mine which is currently in operation in the valley at the base of the property. After completing a successful exploration program in 2019, Strategic undertook a 6,978m, 32-hole diamond drill program targeting the Granite North zone, the Southwest zone and Northern structural corridor (Figure 11). In April/21, Mount Hinton was optioned to Upper Canada Mining Inc. (UCM), a private entity, which can earn up to a 70% interest in the project through a 2-stage earn-in, the final stage of which is due in December of 2026.

Figure 11: Geochemical results from Mt. Hinton



Source: Company reports

Southwest zone:

Chip sampling conducted in the Southwest zone in 2020 returned 200 g/t Au and 90 g/t Ag over 1.2m. The results were followed up with a diamond drilling program that included five holes testing 330m of the 1,750m long zone. Results from the drilling program returned: 1) 4.78 g/t Au over 12.14 m

including 42.7 g/t Au over 0.96 m (MH-20-022) and 2) 3.86 g/t Au and 182 g/t Ag over 9.75 m (MH-20-018).

Granite North zone:

Twenty-four holes were completed at the Granite North zone to test the 425m-long zone. Initial chip samples in Granite North returned assays of 26.9 g/t Au over 1.2m. A total of 24 holes were complete at Granite North as part of the 2020 program with all holes intersecting abundant quartz veining, and with some containing native gold. Highlight results included: 1) 6.74 g/t Au and 186 g/t Ag over 7.25 m including 22.7 g/t Au and 514 g/t Ag over 1.77 m (MH-20-019), 2) 17.00 g/t Au over 1.56 m (MH-20-032), and 3) 9.57 g/t Au over 1.47 m including 25.8 g/t Au over 0.52 m (MH-20-023).

Northern Structural corridor:

A total of three holes were completed in the Northern Structural corridor. All holes intersected mineralized veins, however, all three holes were terminated prior to reaching planned depth and the program yielded no significant results. Previous surface sampling in this area returned promising results over a 4km long, 750m wide zone.

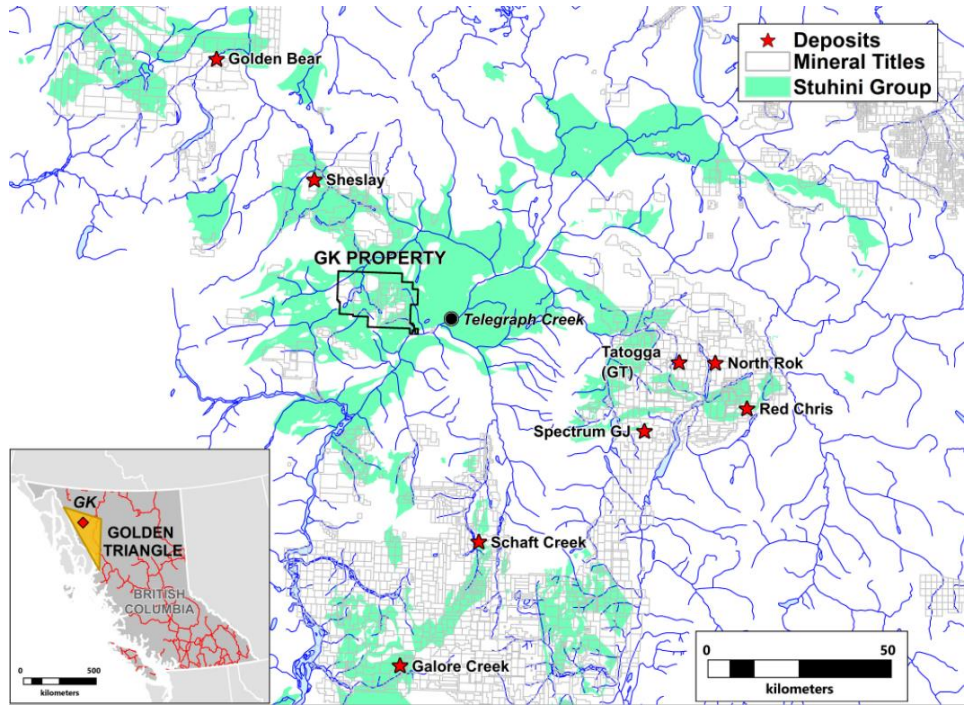
GK Project (Au-Cu porphyry and Au veins, British Columbia)

The GK project is located 12km from Telegraph Creek, BC (Figure 12) sharing the prolific terrain of the Golden Triangle with deposits such as Red Chris, Saddle North, and Brucejack. The large 27,400 ha property covers an extensive hydrothermal system with high-grade and bulk tonnage gold and copper potential.

Preliminary exploration of the property has outlined the Hungry Bear showing, a 3,500m-long soil anomaly which has been traced for 68m by trenching and remains open along strike. Chip samples taken from six areas on this target returned a weighted average of 6.22 g/t Au and 1.67% Cu over an average width of 1.0m. Two drill holes were completed on the property in 2010. Both holes intersected vein mineralization with one hole returning a weighted average of 1.38 g/t Au and 0.62% Cu over 9.14m.

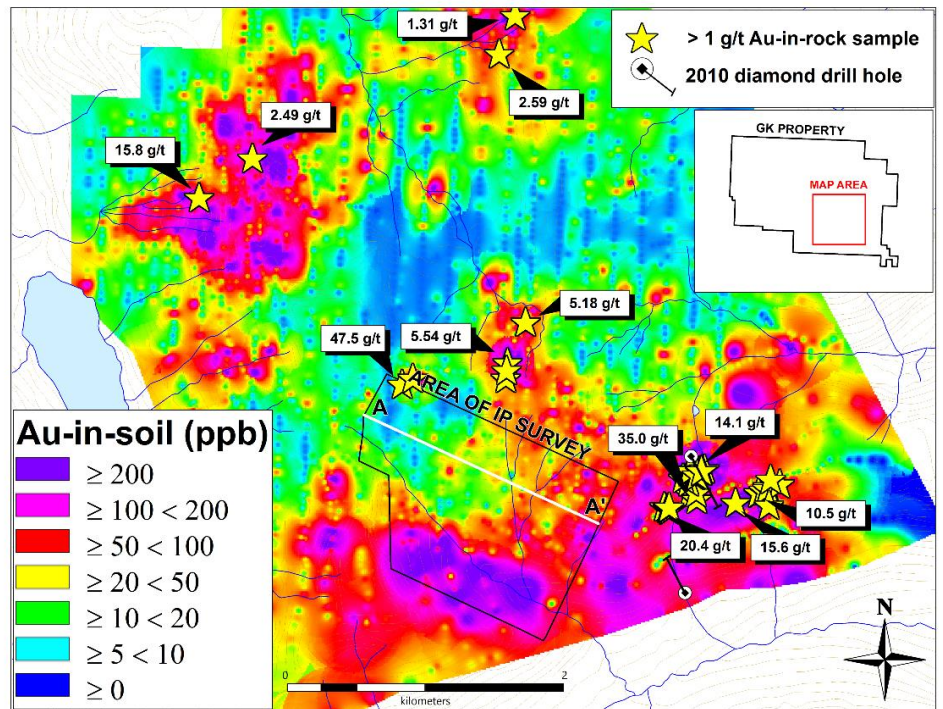
Airborne magnetic and electromagnetic surveys have identified a large anomaly that coincides with geochemical anomalies (Figure 13) which the company believes could be a potential gold-copper porphyry target.

Figure 12: Location of the GK property in British Columbia



Source: Company reports

Figure 13: Soil sampling highlights from the GK property



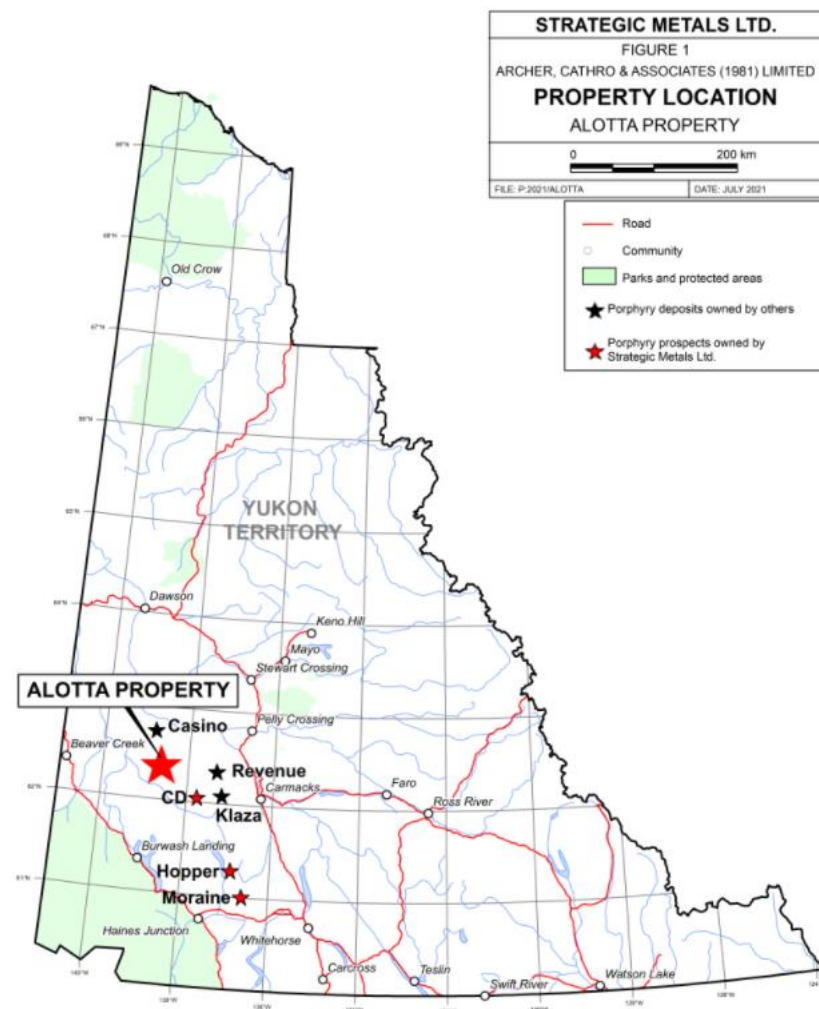
Source: Company reports

Alotta (Au-Cu-Mo porphyry, Yukon)

The Alotta property is located in the Dawson Range porphyry belt of southwestern Yukon (Figure 14). Neighbouring porphyry projects in this area include Casino, Revenue as well as CD, Hopper and Moraine (the latter two are Strategic’s projects).

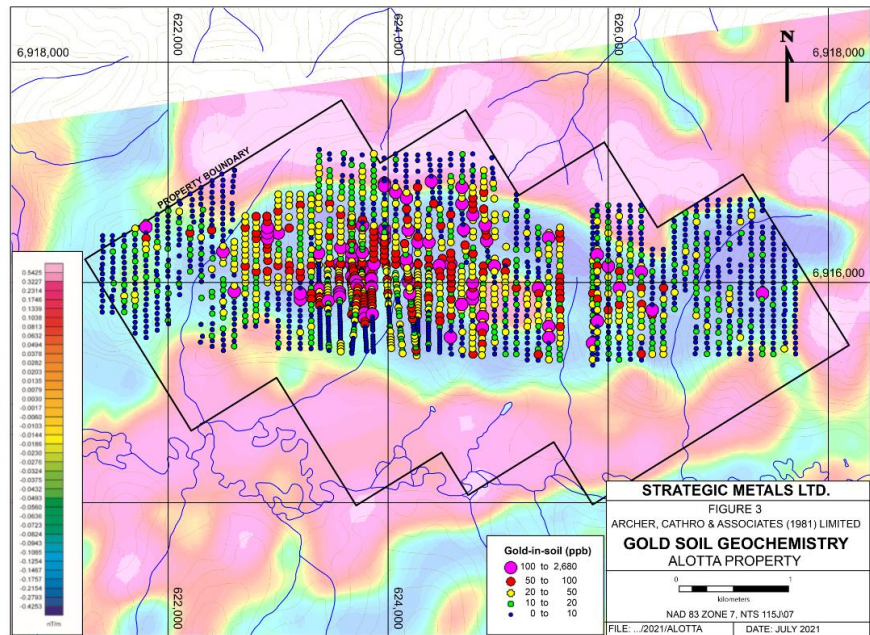
Prospecting and mapping in the Dawson Range is often hampered by a thick surface layer of alluvium overlying much of the district. There is almost no outcrop on the property and most part of it are vegetated. Soil geochemical sampling surveys (Figure 15) undertaken over the property have outlined a 4,200m x 1,500m geochemical and magnetic target. Strategic plans to follow up on this target with magnetic and radiometric surveys followed by a maiden drill program.

Figure 14: Location of the Alotta project in the Yukon territory



Source: Company reports

Figure 15: Soil geochemistry sampling results

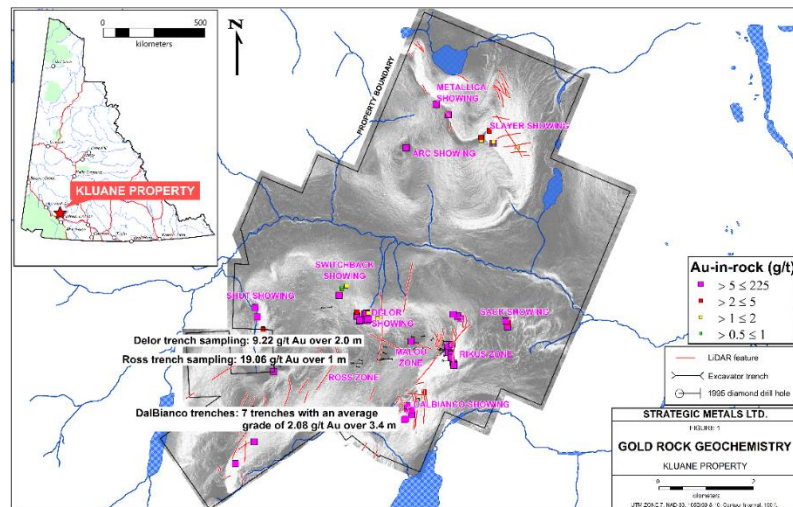


Source: Company reports

Kluane (epithermal or orogenic Au, Yukon)

Kluane is located in the Whitehorse mining district of the Yukon. The property is prospective for high-grade epithermal or orogenic gold veining and hosts native gold with arsenopyrite mineralization which appears to be reminiscent of the Juneau Gold Belt of Alaska. Strategic completed a LiDAR survey over the property in 2019 identifying the presence of structures and coincident surface showings (Figure 16). The property has seen some preliminary drilling that returned multiple high-grade intercepts including 2.38 g/t Au over 6.8m at the Rikus target and 1.06 g/t Au over 1.13m at the Malou target.

Figure 16: Geochemical sampling results

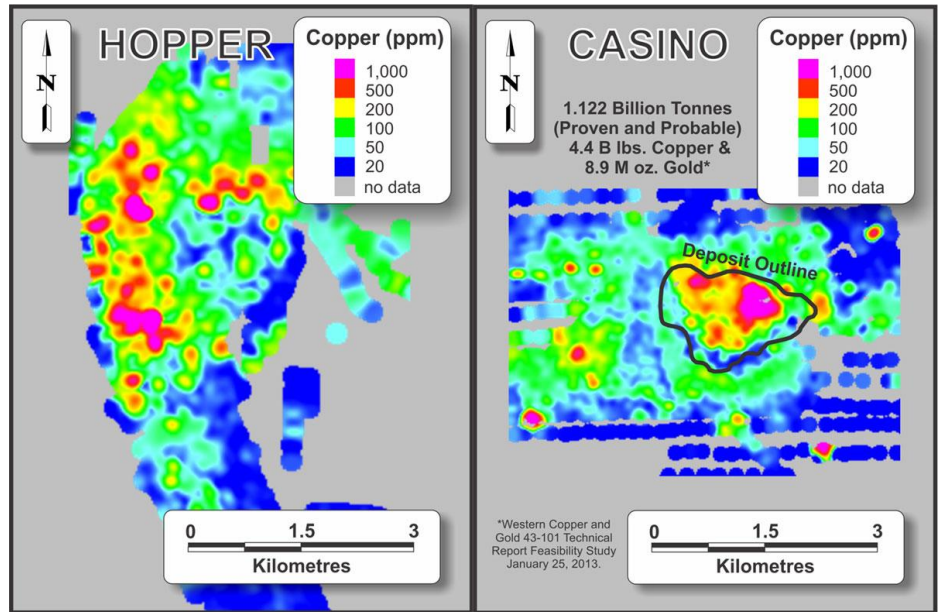


Source: Company reports

Hopper (Au-Cu skarn and porphyry, Yukon)

The Hopper project is located in the Yukon-Tanana Terraine and is intruded by the Hopper Pluton, an analogue to the Casino deposit's Patton porphyry (Figure 17) which hosts 8.9M oz Au and 4.5B lb of Cu (proven and probable). As of April 6, 2021, Hopper is under option to CAVU Mining Corp. (CSE:CAVU, Restricted) for up to 70% interest. Terms of the agreement include exploration expenditures of C\$5M and a cash payment to Strategic of C\$0.7 followed by 250,000 shares by 2025.

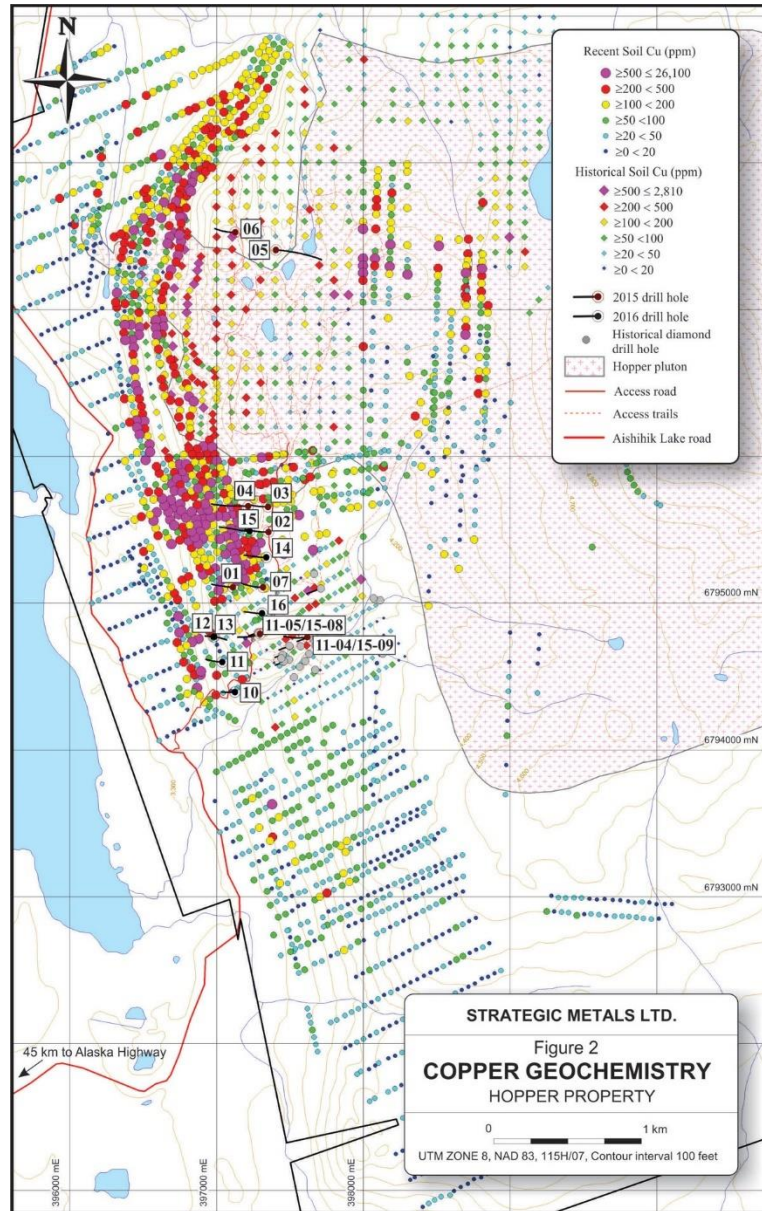
Figure 17: Geochemical sampling results



Source: Company reports

To date, geochemical exploration has outlined a 3,600m x 2,500m anomaly which has largely been untested by drilling (Figure 18). Diamond drilling was completed 1 km southwest of the Hopper Pluton prior to 2015 and has outlined three skarn horizons to date: JG, AM and LV. Highlight intervals from these skarns returned 1.94% Cu and 0.87 g/t Au over 18.59m. Subsequently, additional drilling was completed in 2015 and 2016 to examine the depth extensions of these areas. Highlight results include: 12.15 g/t Au and 0.95% Cu over a true width of 2.65m and 43.6 g/t Au over 1.00m true width.

Figure 18: Geochemical sampling results



Source: Company reports

Equity Investments

Strategic has a number of equity positions in active exploration companies providing it with exposure to exploration upside. All companies (Figure 19), including Broden Mining, Rockhaven Resources and Precipitate Gold are proactively exploring for minerals at their respective projects in top-tier jurisdictions.

Figure 19: List of Strategic's equity investments

Company	Ticker	Ownership
Arcus Development Group Inc.	TSXV:ADG	4.2%
Aloro Mining Corp.	TSXV:AORO	0.6%
ATAC Resources Ltd.	TSXV:ATC	1.1%
Broden Mining Ltd.	Private	36.0%
Capella Minerals Ltd	TSXV:CMIL	0.1%
Freemont Gold Ltd	TSXV:FRE	0.1%
GGL Resources Corp.	TSXV:GGL	38.4%
Honey Badger Silver Inc.	TSXV:TUF	19.2%
Midnight Sun Capital Corp.	TSXV:MMA	0.1%
Orestone Mining Corp.	TSXV:ORS	0.2%
Outback Goldfields Corp	CNSX:OZ	0.3%
Precipitate Gold Corp.	TSXV:PRG	19.0%
Rockhaven Resources Ltd.	TSXV:RK	31.6%
Silver Predator Corp	TSXV:SPD	1.4%
Silver Range Resources Ltd.	TSXV:SNG	18.0%
Terra CO2 Technologies Ltd.	Private	21.9%
Trifecta Gold Ltd.	TSXV:TG	8.6%

Source: Company reports

Broden Mining Ltd. (Private, 33% Interest)

Broden is in the process of completing the acquisition of the Vangorda Lands, a vast land package located in Yukon's Faro mining district. This district is home to five historic polymetallic resources and significant exploration potential. Broden is partnering with the Ross River Dena Council (RRDC) under a subsidiary known as Tze Zul Development Corp. to complete the acquisition of the Vangorda Lands – host to some of the country's largest and richest Zn-Pb-Ag prospects. Broden is also in a second agreement with Silver Range Resources to acquire the Silver Range project located to the North of the Vangorda Lands.

The Vangorda plateau is ripe for exploration, hosting two open pit sites which historically sent ore to the now reclaimed Faro mine – one of the largest historic open pit Pb-Zn mines in the world. The Vangorda Lands, together with the Silver Range project, exclude the reclamation site of the Faro mine but do include over 5.4B lb Zn, 3.5B lb Pb, 111M oz Ag and 870k oz Au throughout several known historic deposits (Figure 20).

Figure 20: Vangorda Lands historic reserves and resources

Deposit	Location	Year	Category	Tonnage (Mt)	Grade	Contained
Grizzly	12 km E of Faro	1996	Indicated	17.241	4.85% Pb	1,843.5 Mlb Pb
					6.39% Zn	2,428.8 Mlb Zn
					71.6 g/t Ag	39.7 Moz Ag
					0.75 g/t Au	415.7 koz Au
Swim	17 km E of Faro	1983	Historical	4.3	3.8% Pb	360.2 Mlb Pb
					4.7% Zn	445.6 Mlb Zn
					42.0 g/t Ag	5.8 Moz Ag
Vangorda	9 km ENE of Faro	1996	Proven	0.165	3.27% Pb	11.9 Mlb Pb
					4.14% Zn	15.1 Mlb Zn
					43.0 g/t Ag	0.2 Moz Ag
					1.23 g/t Au	6.5 koz Au
Grum	9 km NE of Faro	1996	Proven	1.589	3.56% Pb	124.7 Mlb Pb
					5.34% Zn	187.1 Mlb Zn
		1996	Probable	17.055	58.0 g/t Ag	3.0 Moz Ag
					0.83 g/t Au	42.4 koz Au
					2.6% Pb	977.6 Mlb Pb
Keg	39 km N of Faro	2017	Inferred	39.76	4.34% Zn	1,631.8 Mlb Zn
					44.0 g/t Ag	24.1 Moz Ag
					0.74 g/t Au	405.8 koz Au
					30.25 g/t Ag	38.7 Moz Ag
					0.15% Cu	131.4 Mlb Cu
0.26% Pb	227.9 Mlb Pb					
0.77% Zn	674.9 Mlb Zn					
0.03% Sn	23.3 Mlb Sn					

Source: Company reports

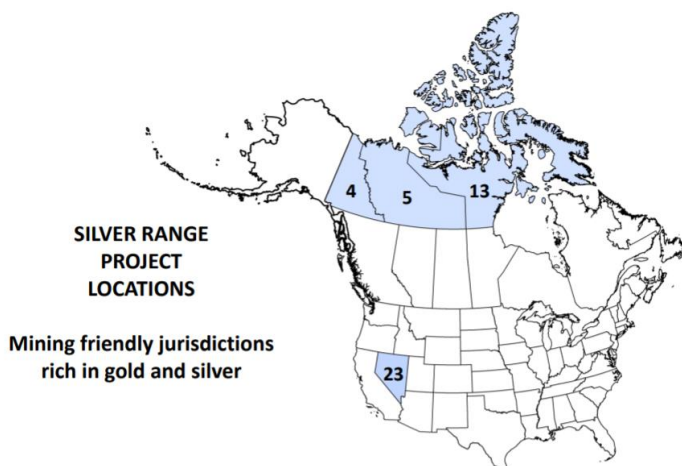
Silver Range Resources Ltd. (TSXV:SNG, 18.0% Interest)

Silver Range Resources is a project generator with a portfolio of North American assets (Figure 21) including 11 projects under option to other operators. The company also holds numerous royalty agreements. Importantly, Silver Range entered into an agreement to divest the Silver Range project, which lies to the north of the Vangorda Lands, and is a 10% owner of Broden Mining.

Other assets from the company's portfolio include:

- Tree River, North America's first Pilbara-style Archean conglomerate-hosted gold prospect located in Nunavut.
- South Kitimeot gold project, a high-grade drill ready project located in the Back River – Lupin Gold Belt of Nunavut.
- Strongbox, a granite hosted- structurally controlled gold vein target in Nevada.
- Gold Chief, a carbonate-hosted gold prospect with historic production of 5,200t at 6.18 g/t Au in Nevada.

Figure 21: Map of Silver Range's projects



Source: Company reports

Rockhaven Resources Ltd. (TSXV:RK, 31.6% Interest)

Rockhaven owns the Klaza Au-Ag project – one of the highest-grade Au deposits in the Yukon (Figure 22) at 4.5Mt grading 4.8 g/t Au and 98 g/t Ag for 686k oz Au and 14.1M oz Ag indicated and 5.7Mt grading 2.8 g/t Au and 76 g/t Ag for 507k oz Au and 13.9M oz Ag inferred resources. At ~1.6Moz AuEq, Strategic's equity interest represents ~0.54M oz AuEq or a market value of C\$7.4M based on the company's current market cap.

A PEA was completed on the project in Jul/20 highlighting a post-tax NPV_{5%} of C\$378M and an IRR of 37% at US\$1,450/oz Au. The study also contemplates a US\$1,740/oz Au option which generates a C\$540M NPV and an IRR of 49%. The project would run for a 12-year period and produce 750k oz Au and 13.8M oz Ag and with an initial capital cost of C\$244M and sustaining capital cost of C\$114M. Average LOM operating cash costs are estimated at US\$613/oz AuEq and all in sustaining costs are US\$875/oz AuEq.

In 2021, Rockhaven was focused on growing the Klaza deposit with a large 12,000m drill program. The program focused on both further de-risking the Klaza deposit in anticipation of a Feasibility Study (5,000m planned) and testing bulk Au-Ag-Mo porphyry exploration targets (7,000m planned).

Figure 22: Location of the Klaza project in the Yukon Territory

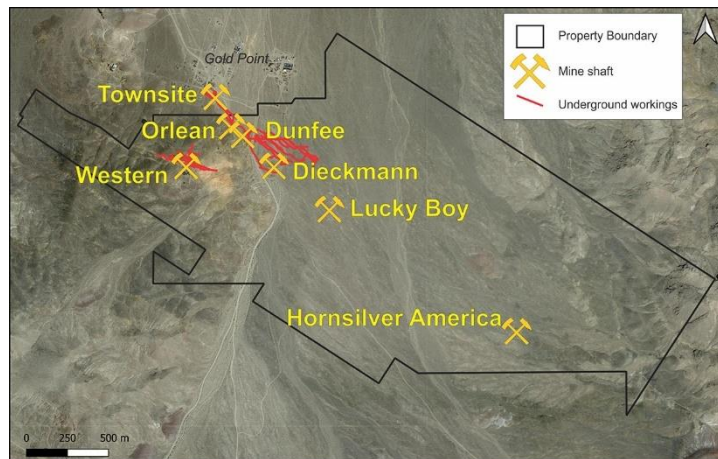


Source: Company reports

GGL Resources Corp. (TSXV:GGL, 38.4% Interest)

GGL owns a portfolio of gold, base metal and diamond assets throughout North America including a 100% interest in the Gold Point project, which consists of a group of historic mines located in the Walker Lane, Nevada (Figure 23). These mines have produced ~74,000 oz Au between 1882 and 1962. Historical exploration of the property and historic workings have identified over 15 significant veins.

Figure 23: Map of Gold Point property showing historic mine sites



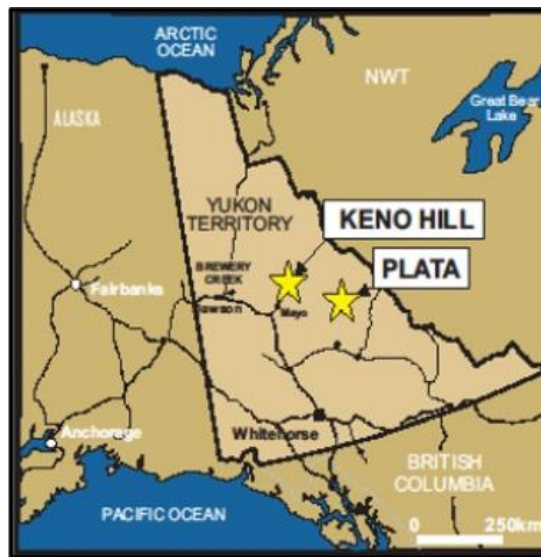
Source: Company reports

In Feb/21, GGL commenced a ~3,000m (18 holes) RC drill program at Gold Point. Drilling was expected to test the historic Great Western mine where historic samples have returned 49.68 g/t and 31.06 g/t Au. Approximately 14 holes were planned to step out and test mineralization to the east and west of the Great Western mine, in areas that were untested.

Honey Badger Silver Inc. (TSXV:TUF, 19.2% Interest)

Honey Badger Silver is focused on advancing past producing, high-grade silver assets in Thunder Bay, Ontario and the Yukon territory. This includes the Plata property in the Yukon (Figure 24), which historically produced ~290,000 oz from 1983 to 1984. With high-grade argentiferous sulphite-siderite veins alongside galena, sphalerite and tetrahedrite proximally located to a major thrust fault, many similarities can be made between the Plata region and the prolific Keno Hill district located to the northwest. The property has seen some drilling, particularly at the P-4 zone which has returned 2,827 g/t Ag and 3.65 g/t Au over 1.6m (drilled in 1987) and 1,700g/t Ag and 4.48 g/t Au over 1.2m (1998).

Figure 24: Location of the Plata project



Source: Company reports

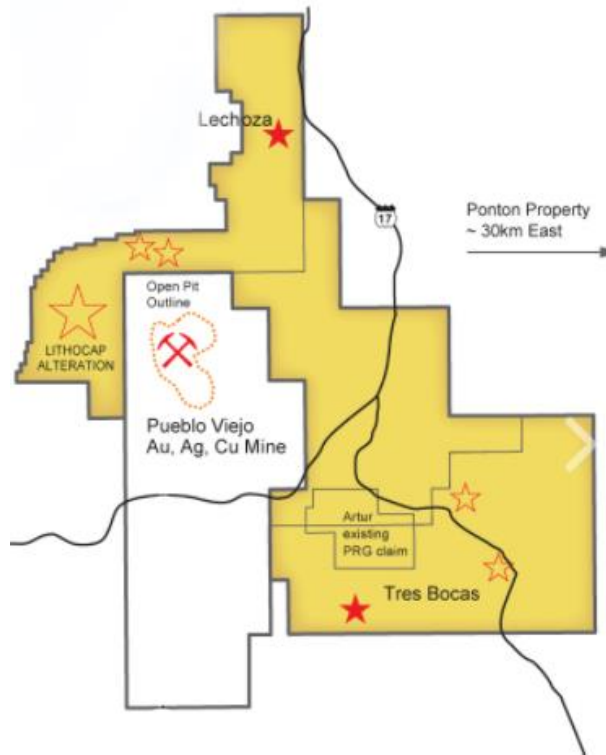
In Thunder Bay, Honey Badger owns a 100% interest in 16,800 ha of historic silver mines at its Mink/Silver Mountain and Beaver properties. Combined, the properties host 12 past-producing silver mines with historic production of 1.67M oz Ag located along the Mainland Ag belt. The company conducted exploration programs in 2018 and 2019 that returned positive grab samples including 1,503 g/t Ag and 14.94% Zn as well as some high-grade drilling intercepts including 1,254 g/t Ag (BM-18-006). With historic mines within the property claims that have seen minimal drilling, much potential remains around these areas for extensions at depth.

Precipitate Gold Corp. (TSXV:PRG, Restricted, 19.0% Interest)

Precipitate is advancing two large scale projects, Ponton and Pueblo Grande in the Dominican Republic (Figure 25), proximally located to Barrick Gold’s Pueblo Viejo project (15M oz Au in resources and 542,000 oz Au produced in 2020). A third project, Juan de Herrera is located to the west of Pueblo Grande. Precipitate’s Pueblo Grande project is currently under a 70% earn-in option with Barrick whereby the latter would incur up to US\$10M in staged payments, 7,500m of drilling and issue a PFS for the project. Exploration to date shows that Pueblo Grande is prospective for high-sulphidation epithermal mineralization. Barrick is currently drilling the prospect with a focus on the lithocap zone located to the west of the Pueblo

Viejo mine. Highlight results include: 17.0m at 0.22 g/t Au (from 61.5m down hole number 21-05) and 10.2m at 0.44 g/t Au (from 185.5m down hole number 21-07).

Figure 25: Location of the Pueblo Grande project



Source: Company reports

Precipitate also owns the Motherlode property on the south coast of Newfoundland where it is exploring for epithermal gold. The property was drilled in 2007 returning 0.7m at 3.2 g/t Au and 10.4m at 0.82 g/t Au. Surface sampling and trenching strongly suggests the presence of high-grade gold quartz vein stockworks. The company plans to follow up on priority occurrences with +5,000m of drilling and a property wide heliborne magnetic-radiometric survey alongside continued field work.

Terra CO2 Technologies (Private, 21.9% Interest)

Terra is a technology company with patents pending on materials like cement which can be produced with lower CO2 emissions. Terra's products have several large-scale applications including tailings remediation and construction. The company has developed products which include substitutes for fly ash and portland cement and has established its own proprietary geopolymer concrete which can be produced at 40-50% lower CO2 emissions than conventional cement production methods. The geopolymer also has potential for application in tailings stabilization as it presents a less expensive option to cemented backfill, provides chemical stabilization to tailings slurry and could be used for acid rock drainage prevention for future mines. Commercialization is expected in 2022.

Risks

Exploration, development, and mining projects are inherently risky investments given the large initial expenses that are required in advance of any potential revenue. Our view is based on publicly available information but note that our estimates and views are not without political, technical, geologic or financing risk typical for junior exploration companies. For Strategic Metals, these risks may include:

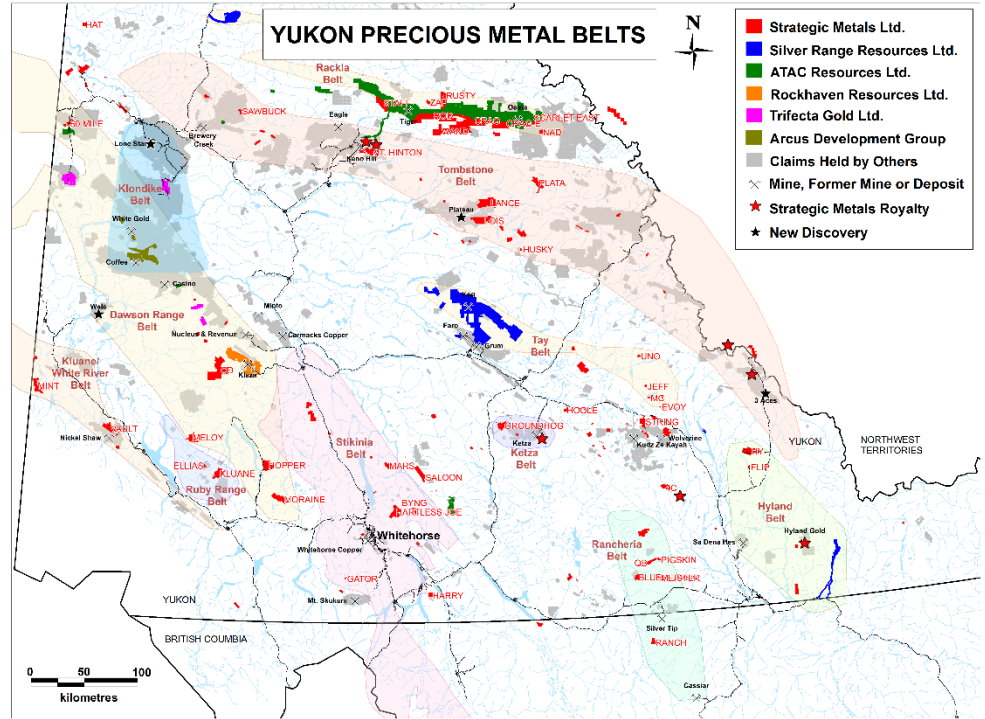
- 1. Geopolitical/jurisdictional risks** – Some of these risks may be out of the control of the company, including royalty and taxation levels, land agreement liabilities, regulatory, environmental and permit requirements and timing, global trade wars and political instability.
- 2. Technical risks** – This covers a wide variety of issues that we see associated with the deposit including exploration, development and exploitation strategies and methods. It would cover such issues as accuracy of geological interpretation, resource/reserve estimates and economic studies and inputs such as commodity prices, cost and grade fluctuations, assay reconciliation, metallurgical issues and exploration success. Our positive view relies on using existing technical data, recent exploration results and to a limited extent, expected positive results from future drilling. Future results may differ and negatively impact our assumptions.
- 3. Corporate risks** – These may include project execution by management, investor relations effectiveness, or market sentiment. Management pedigree and performance are paramount. Market sentiment is also an issue. Our estimates may be negatively impacted by a change in market sentiment.
- 4. Financial risks** – These may occur at the project or corporate level, including variation in valuation parameters/metrics, commodity price or foreign exchange fluctuations, access to credit including debt, equity financing or potential for shareholder dilution.

As new information becomes available, we plan to refine our estimates and forecasts.

Appendix A: Mineral Property Interests

Precious Metals Projects

Figure 26: Precious Metals assets overview



Source: Company Reports

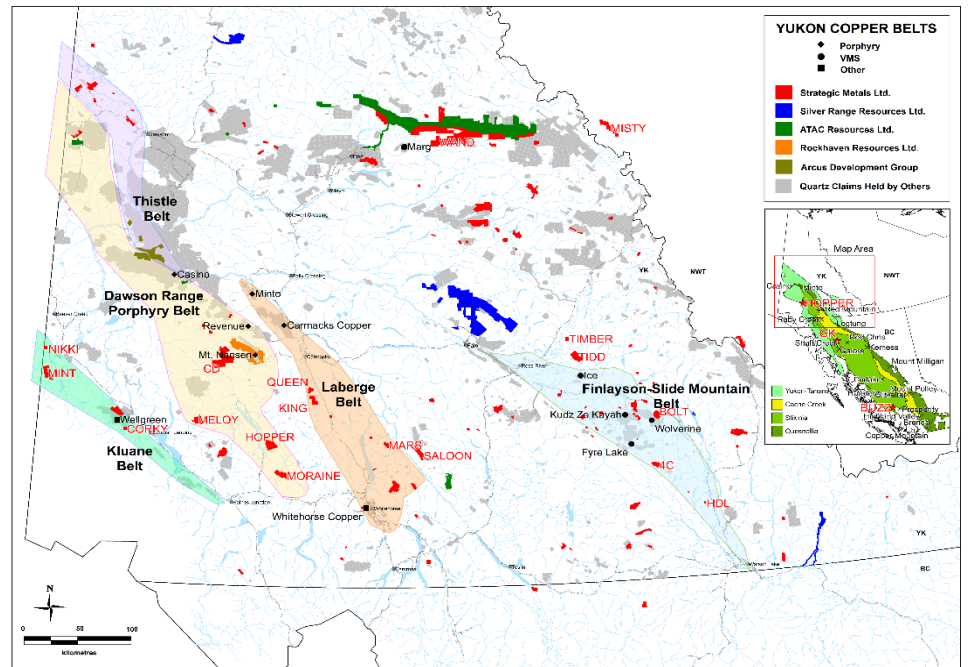
Property	Commodity	Deposit Model	Exploration Status	Drill Permit
HARTLESS JOE (under option)	Au, Ag	Vein/Exhalite	Drill Ready	Yes
HOPPER (under option)	Au, Cu	Skarn, Porphyry	Drill Confirmed	Yes
Plata (Sold to Honey Badger Silver, retained NSR)	Ag, Au	Vein	Drill Confirmed	
Kluane	Au	Vein	Drill Confirmed	
CD	Au, Cu	Porphyry, Vein	Drill Ready	Yes
MT. HINTON (under option)	Au	Vein	Drill Ready	Yes
GK	Au, Cu	Porphyry/Vein	Drill Confirmed	

ROD	Ag, Au, Cu, Pb, Zn, Ni, Mo, V	Stockwork/ Veins/ VMS?	Drill Confirmed	Yes
SIXTY MILE (under option)	Au	Structurally Controlled	Drill Confirmed	
TRIPLE CROWN	Ag, Au	Vein	Drill Ready	
MARS	Au, Cu, Mo	Vein/Porphyry	Drill Confirmed	Yes
SALOON (Under Option)	Au, Cu, Ag	Replacement, Vein, VMS (?)	Drill Confirmed	
RUSTY	Ag, Pb, Zn	Vein/Stockwork/CDR	Drill Confirmed	Yes
BLUE HEAVEN (under option)	Ag, Pb, Zn	Vein, CRD	Drill Confirmed	
HARRY	Au, Cu	Vein	Drill Confirmed	
QB	Ag, Pb, Zn	Vein, CRD	Drill Confirmed	
HY (under option)	Ag, Pb, Zn, Cu, W	Skarn, Vein	Drill Confirmed	
MINT	Au, Cu	Porphyry	Drill Confirmed	
CRAG	Au, Pb, Zn	Carlin, MVT	Drill Confirmed	Yes
ZAP	Ag, Pb, Zn	MVT, Vein	Drill Confirmed	
MELOY	Cu, Ag, W, Mo, Au, Zn	Porphyry, Vein	Drill Ready	Yes
RANCH	Ag, Pb, Bi	Vein	Drill Ready	Yes
MORAINE	Au, Cu, Ag, W	Skarn, Vein	Drill Ready	
MAGNUM (under option)	Au, Ag, Pb, Zn, Cu	VMS, Vein	Drill Ready	
RYE	Sn, Ag, Pb, Au	Vein/ Stockwork	Drill Ready	
FLIP	Pb, Zn, Ag, Cu, Au, W	Skarn	Drill Ready	
GATOR	Au	Vein, Skarn, Stockwork?	Drill Ready	
CRAG EAST	Au	Carlin	Drill Ready	
JEFF	Ag	Vein	Drill Ready	
NIKKI	Au, Cu	Porphyry, Skarn	Drill Ready	
HOOLE	Au, Cu, Zn	VMS	Drill Ready	
NAD	Au	Carlin	Drill ready	
CORKY	Au, Cu	Porphyry	Drill Ready	
PIGSKIN	Ag, Pb	Vein	Drill Ready	

SAWBUCK	Ag, Au, Cu	Skarn, Stockwork	Grassroots	
ANTIMONY	Au	Vein, Stockwork	Drill Ready	
GROUNDHOG (under option)	Ag, Pb, Zn, Au	Manto, Vein, Stockwork	Grassroots	
BYNG	Au, Ag, Cu	Vein, Exhalite	Grassroots	
AIRSTRIP	Au	Vein	Grassroots	
VAULT	Au, Cu	Veins?	Grassroots	
LANCE	Au	Vein?	Grassroots	
WATT	Au	Vein	Grassroots	
STRING	Au, CaCO ₃	Vein, VMS, Limestone	Grassroots	
TIMBER	Cu, Au, Mo	Porphyry, Skarn	Grassroots	Yes
TAGAI	Cu, Au	Porphyry	Grassroots	
ELLIAS	Au	Stockwork, Vein	Grassroots	
KING	Au, Cu	Porphyry/ Vein	Grassroots	
TRACK	Au, W	Skarn	Grassroots	
UNO	Ag, Pb, Au	Vein, Stockwork	Grassroots	
LISA	Au	Vein, Skarn	Grassroots	
LIAM	Au, Ag	Vein, Skarn	Grassroots	
LOIS	Au	Vein	Grassroots	
HUSKY	Ag, Au	Vein (?)	Grassroots	
LEAH	Au	Breccia	Grassroots	
JAKE	Ag, Pb, Zn, Cu	Stockwork, Vein	Grassroots	
STAFF	Au	Stockwork?	Grassroots	
LEROY	Au	Veins (?)	Grassroots	
BLIND	Au	CRD	Grassroots	
CON	Ag, Pb	Vein, Skarn (?)	Grassroots	
HI	Au	Vein	Grassroots	
CLINT (under option)	Au, Cu, Pb, Zn	Vein, VMS	Grassroots	
COACH	Au, Cu	Porphyry (?)	Grassroots	
GAM	Au	Vein	Grassroots	
EVOY	Ag, Pb, Zn,	CRD	Grassroots	
GAS	Cu, Ag, Zn	CRD	Grassroots	
KAR	Au	Carlin (?)	Grassroots	
LOOP	Au, Cu	Porphyry	Grassroots	
BLACK	Au, Cu	Skarn, Stockwork	Grassroots	

Copper Projects

Figure 27: Copper assets overview



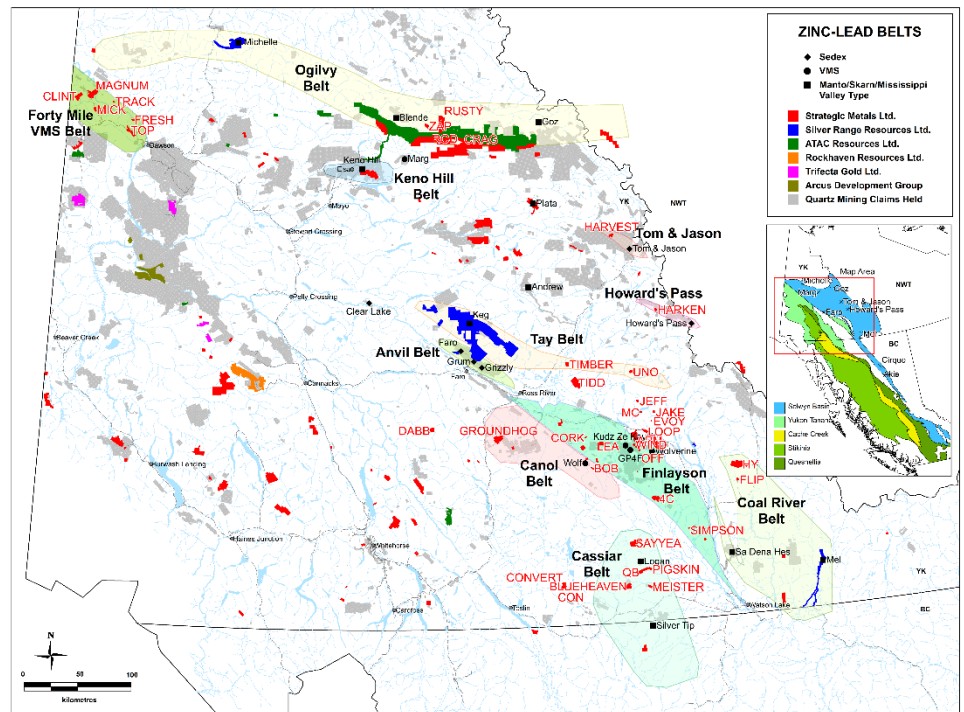
Source: Company Reports

Property	Commodity	Deposit Model	Exploration Status	Drill Permit
HOPPER (under option)	Au, Cu	Skarn, Porphyry	Drill Confirmed	Yes
CD	Au, Cu	Porphyry, Vein	Drill Ready	Yes
MELOY	Cu, Ag, W, Mo, Au, Zn	Porphyry, Vein	Drill Ready	
GK	Au, Cu	Porphyry/ Vein	Drill Confirmed	
SALOON (Under Option)	Au, Cu, Ag	Replacement, Vein, VMS (?)	Drill Confirmed	Yes
BOLT	Cu, Au	VMS	Drill Confirmed	Yes
ARM	Zn, Pb, Cu, Au, Ag	VMS	Drill Ready	
MARS	Au, Cu, Mo	Vein/Porphyry	Drill Confirmed	Yes
MINT	Au, Cu, Mo	Porphyry	Drill Ready	
MORAIINE	Au, Cu, Ag, W	Skarn, Vein	Drill Ready	
DABB	Cu, Pb, Zn, Ag	Skarn	Grassroots	

HY Sold to Honey Badger Silver, retained NSR	Ag, Pb, Zn, Cu, W	Skarn, Vein	Drill Confirmed	
TIDD	Cu, Pb, Zn	Vein, Sedex	Drill Ready	
HARRY	Au, Cu	Vein	Drill Confirmed	Yes
TIMBER	Cu, Au, Mo	Porphyry, Skarn	Grassroots	Yes
FOUR CORNERS (4C)	Cu, Co, Ni, Ag, Pb, Zn	VMS, Magmatic	Drill Ready	
WAND	Cu, Co	VMS(?)	Grassroots	
KING	Au, Cu	Porphyry/Vein	Grassroots	
BYNG	Au, Ag, Cu	Vein, Exhalite	Grassroots	
NIKKI	Au, Cu	Porphyry, Skarn	Drill Ready	
QUEEN	Au	Vein, Porphyry	Grassroots	
BATTERY	Co, Cu, Au	Stockwork, Vein	Grassroots	
BLACK	Au, Cu	Skarn, Stockwork	Grassroots	
BUR	PGE, Ni, Cu	Magmatic	Grassroots	
CLINT (under option)	Au, Cu, Pb, Zn, Mo	Vein, VMS, Porphyry	Grassroots	
COACH	Au, Cu	Porphyry (?)	Grassroots	
CORKY	Au, Cu	Porphyry	Drill Ready	
FLIP	Pb, Zn, Ag, Cu, Au, W	Skarn	Drill Ready	
GAS	Cu, Ag, Zn	CRD	Grassroots	
HDL	Cu	VMS?	Grassroots	
HOOLE	Au, Cu, Zn	Orogenic Vein, VMS	Drill Ready	
JAKE	Ag, Pb, Zn, Cu	Stockwork, Vein	Grassroots	
LEA	Pb, Zn, Cu	VMS	Drill Ready	
MAGNUM (under option)	Au, Ag, Pb, Zn, Cu	VMS, Orogenic Vein	Drill Ready	
OFF	Pb, Zn, Cu	VMS	Drill Ready	
ROSS	Au, Cu	Skarn, Stockwork	Grassroots	
SIM	Pb, Zn, Ag, Cu	VMS	Grassroots	
SIMPSON(D2)	Pb, Zn, Cu	VMS	Drill Confirmed	
TAGAI	Cu, Au	Porphyry	Grassroots	
WIND	Pb, Zn, Cu	VMS	Drill Ready	
ZAKCO	Cu, Mo	Porphyry	Grassroots	

Zinc Projects

Figure 28: Zinc assets overview



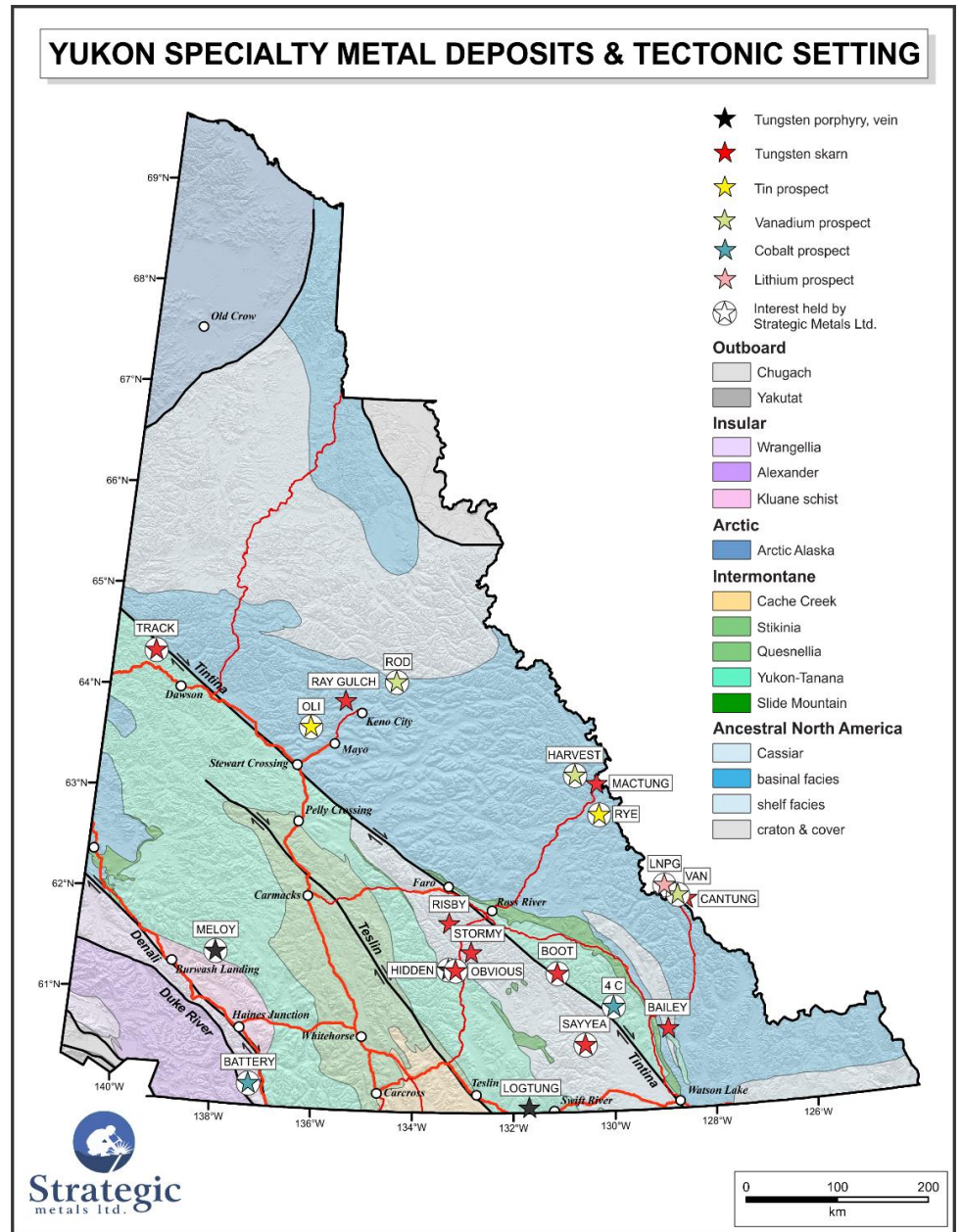
Source: Company Reports

Property	Commodity	Deposit Model	Exploration Status	Drill Permit
CRAG	Au, Pb, Zn	Carlin, MVT	Drill Confirmed	Yes
ROD	Ag, Au, Cu, Pb, Zn, Ni, Mo, V	Stockwork/ Veins/ VMS?	Drill Confirmed	Yes
HY (under option)	Ag, Pb, Zn, Cu, W	Skarn, Vein	Drill Confirmed	
SIMPSON(D2)	Pb, Zn, Cu	VMS	Drill Confirmed	
ARM	Zn, Pb, Cu, Au, Ag	VMS	Drill Ready	
PIGSKIN	Ag, Pb	Vein	Drill Ready	
QB	Ag, Pb, Zn	Manto, Vein	Drill Ready	
MEISTER	Zn, Ag, Pb	CRD	Drill Confirmed	
RUSTY	Ag, Pb, Zn	Vein/Stockwork/CRD	Drill Confirmed	Yes
WIND	Pb, Zn, Cu	VMS	Drill Ready	
DABB	Cu, Pb, Zn, Ag	Skarn	Grassroots	

BLUE HEAVEN (under option)	Ag, Pb, Zn, W	Vein, CRD, Skarn	Drill Confirmed
FLIP	Pb, Zn, Ag, Cu, Au, W	Skarn	Drill Ready
TIDD	Cu, Pb, Zn	Vein, Sedex	Drill Ready
GROUND HOG (under option)	Ag, Pb, Zn, Au	Manto, Vein, Stockwork	Grassroots
OFF	Pb, Zn, Cu	VMS	Drill Ready
SAYYEA	W, Zn, Au	Skarn, CRD	Drill Ready
LEA	Pb, Zn, Cu	VMS	Drill Ready
JAKE	Ag, Pb, Zn, Cu	Stockwork, Vein	Grassroots
SIM	Pb, Zn, Ag, Cu	VMS	Grassroots
ZAP	Ag, Pb, Zn	MVT, Vein	Drill Confirmed
BOB	Pb, Zn, Ag	CRD	Drill Ready
HARLOW	Ni, Mo, Zn, Ag, V, Cu	Strat. Nickel	Drill Ready
HARVEST	Ni, Mo, Zn, Ag, V, Ba	Stratigraphic Nickel	Drill Ready
MICK	Pb, Zn	VMS	Drill Ready
RYE	Sn, Ag, Pb, Au	Vein/ Stockwork	Drill Ready
TOP	Pb, Zn	VMS	Drill Ready
CON	Ag, Pb, Zn	Vein, Skarn (?)	Grassroots
COOP	Pb, Zn, Ag, Ba	Stockwork, VMS	Grassroots
CORK	Pb, Zn, Ag	CRD	Grassroots
EVOY	Ag, Pb, Zn,	CRD	Grassroots
MC	Zn, Pb, Ag	Vein	Grassroots
UNO	Ag, Pb, Au	Vein, Stockwork	Grassroots

Critical Metals Projects

Figure 29: Critical Metals assets overview



Source: Company Reports

Property	Commodity	Deposit Model	Exploration Status	Drill Permit
BATT	Co, Cu, Au	Porphyry, VMS	Grassroots	
BIX	Sn	Intrusion related breccia	Drill Confirmed	
BOOT	W	Skarn	Drill Confirmed	
FOUR CORNERS (4C)	Cu, Co, Ni, Ag, Pb, Zn	VMS, Magmatic	Drill Ready	
HARVEST	V, Ni, Ag, Pb, Zn	SEDEX	Grassroots	
HIDDEN	W	Porphyry, Skarn	Drill Confirmed	
LNPG	Li	Pegmatite dyke swarms	Drill Confirmed	
MELOY	Cu, Ag, W, Mo, Au, Zn	Porphyry	Drill Ready	
OBVIOUS	W	Skarn	Grassroots	
OLI	Sn, Au, Co, Ag	Skarn	Grassroots	
ROD	V, Ni	Sediment Hosted	Drill Confirmed	
RYE	Sn, Ag, Pb, Au	Vein, Stockwork	Drill Ready	
SAYYEA	W, Au, Sn, Zn, Cu	Skarn	Drill Ready	
TRACK	Au, W	Skarn	Grassroots	
VAN	V	Sediment Hosted	Drill Confirmed	

Appendix B: Management & Directors

W. Douglas Eaton, B.A., B.Sc. - President, Chief Executive Officer and Director

Doug Eaton obtained a Bachelor of Arts degree from the University of Alberta in 1971 and a Bachelor of Science degree in Geology from the University of British Columbia in 1980. He has been with Archer, Cathro & Associates (1981) Limited since 1971 and has been a principal of that consulting firm since 1981. He has exceptional knowledge of Yukon geology and has contributed to several important discoveries. Mr. Eaton has served as a director and officer of numerous public companies on the TSX Venture Exchange since the mid-1980s but is now highly focused on Strategic.

Ian J. Talbot, B.Sc., LLB. - Chief Operating Officer

Mr. Talbot brings over 25 years of experience in the mineral exploration industry as both a lawyer and an exploration geologist. As a geologist he has worked with both junior and major resource companies. As a lawyer, he has practiced exclusively in the areas of mining and securities law in private practice and as in-house counsel with BHP Billiton World Exploration Inc. Mr. Talbot is also the President and Chief Executive Officer of Arcus Development Group Inc., a TSX-Venture Exchange company operating in Mexico.

Larry Donaldson, CPA, CA - Chief Financial Officer

Mr. Donaldson is a Chartered Professional Accountant with over 30 years of accounting, auditing and tax experience. He graduated from the University of British Columbia with a Bachelor of Commerce degree. He is the managing partner of a local Chartered Accountant office and has extensive experience in public company audits, and in accounting and tax planning for mineral exploration based companies.

Glenn R. Yeadon, B.Comm., LLB. - Secretary and Director

Glenn Yeadon is a barrister and solicitor practicing primarily in the field of securities law. He has been a partner with Tupper Jonsson & Yeadon or an associate of the firm (through a personal law corporation controlled by him) from 1983 to present. He is a graduate of the University of British Columbia receiving a Bachelor of Commerce degree in 1975 and a Bachelor of Laws degree in 1976.

Richard Drechsler, B.Sc. - V.P. Communications

Mr. Drechsler obtained a Bachelor of Science from the University of British Columbia in 2007. He has worked in the mining/mineral exploration industry since 2005 and has provided Strategic Metals with investor relations services since January 2010.

Bruce A. Youngman, B.Sc. - Director

Mr. Youngman has over twenty-five years of experience in the international minerals industry. From 2008 to 2010, he was President and COO of Canplats Resources Corporation, during which time the 4 million ounce Camino Rojo deposit in Mexico was outlined and the company was acquired by Goldcorp Inc for \$300 million. Mr. Youngman previously held senior positions with Northern Dynasty Minerals Ltd., including President, Vice-President and Director, and was closely involved in the acquisition and expansion of the Pebble Gold-Copper Porphyry Project in Alaska. Mr. Youngman graduated with a Bachelor of Science degree in geology from the University of British Columbia.

Bruce J. Kenway, CPA, CA - Director

Bruce Kenway is one of four founding members of Kenway Mack Slusarchuk Stewart LLP, a chartered accounting firm that provides a wide range of audit, accounting, tax, management consulting and accounting technology to a diverse client base. Since 1994, Mr. Kenway has sat on the board of Hawker Resources Inc., an oil and gas company listed on the Toronto Stock Exchange. He is also one of a group of founders of three junior capital pool companies and has held positions as a director and officer of those companies.

Lee A. Groat, B.Sc., Ph.D. - Director

Lee Groat obtained a Bachelor of Science (Geological Sciences) degree from Queen's University in 1982, and a Doctorate (Geological Sciences) from the University of Manitoba in 1988. He was a NATO Postdoctoral Fellow at Cambridge University in 1989 and since 1990 has been a faculty member at the University of British Columbia (Geological Sciences and then Earth, Ocean and Atmospheric Sciences). Lee has been a full Professor since 2003. His areas of research are mineralogy, geochemistry, and ore deposits, and he has published more than 80 papers in scientific journals. Lee has been involved in mineral exploration in northwestern Canada since 1980.

Ryan Schedler, B.Sc., MBA - Director

Mr. Schedler is an investment professional with a technical background and over twenty years of experience in natural resources and related industries. He currently serves as a Managing Director of Condire Investors in Dallas, Texas and is a director of International Northair Mines. Prior to co-founding Condire in 2012, Mr. Schedler spent almost a decade with Trellus Management, an investment firm based in New York City. Previously, he was an investment banker with Lehman Brothers and BT Alex Brown/Deutsche Bank. Mr. Schedler began his career as field officer with the US Army Corps of Engineers, and graduated with a Bachelor of Science in Chemical Engineering from Lafayette College, and a Master of Business Administration from Harvard Business School.

James M. Stephen - Consultant

Jim Stephen is a self-employed businessman who has actively been involved in mineral exploration since the early 1970s. He was founder, director and president of several junior mining companies over the past two decades, including ATAC Resources Ltd., Big Creek Resources Ltd. (now Great Basin Gold Ltd.), All-North Resources Ltd., NDU Resources Ltd. and others.

Taylor Combaluzier | Mining Analyst
Koby Kushner | Research Associate
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Disclosure Statement

Updated December 07, 2021

Recommendation / Target Change			Red Cloud Securities has this percentage of its universe assigned as the following:	
Date	Rating	Target	Status	%
2021-04-23	NA	NA	BUY	72%
2021-07-29	NA	NA	BUY (S)	24%
2021-08-09	NA	NA	HOLD	0%
2021-08-12	NA	NA	SELL / Tender	0%
2021-08-19	NA	NA	NA	3%
2021-09-01	NA	NA	Under Review	1%

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Company Name	Ticker Symbol	Disclosures
Strategic Metals Ltd.	TSXV:SMD	

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