

Global Atomic Corp. (TSX:GLO)

Development Update

April 29, 2025

Discussing Possibilities for Further Dasa Funding

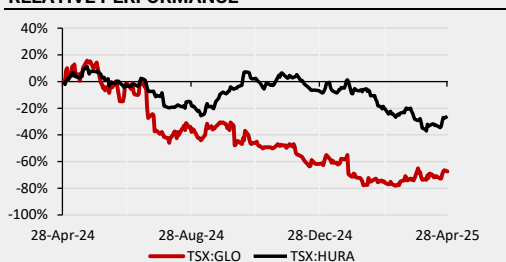
(Currency is CAD\$ unless noted otherwise)

| | | |
|----------------------------------|-----------------|----------------|
| Closing Price (\$/sh) | \$0.68 | |
| Rating | BUY | |
| Target (\$/sh) | \$4.80 | |
| Return to Target | 606% | |
| 52 Week Low / High | \$0.43 / \$2.47 | |
| CAPITALIZATION | Basic | Diluted |
| Shares Outstanding (M) | 308.1 | 411.9 |
| Market Capitalization (\$MM) | \$209.5 | |
| Enterprise Value (\$MM) | \$160.5 | |
| Cash and Cash Equivalents (\$MM) | \$52.5 | |
| Total Debt (\$MM) | \$3.5 | |

STOCK CHART



RELATIVE PERFORMANCE



| VALUATION | C\$M | C\$/sh |
|----------------|----------------|-------------|
| Dasa (80%) | 1,931.7 | 4.69 |
| Befesa (49%) | 135.6 | 0.33 |
| Corporate Adj. | 475.7 | 1.15 |
| NAV | 2,543.1 | 6.17 |

| FYE DEC 31 | 2025E | 2026E | 2027E |
|----------------------------|--------|--------|-------|
| Total production (M lb) | 0.00 | 1.32 | 3.36 |
| Total cash costs (US\$/lb) | - | 15.27 | 20.36 |
| EPS (\$/sh) | (0.01) | 0.09 | 0.23 |
| CFPS (\$/sh) | 0.41 | (0.03) | 0.40 |

| RELATIVE VALUATION | EV/lb U3O8 (us\$) | P/NAV |
|---------------------|-------------------|-------|
| Global Atomic Corp. | 0.81 | 0.14x |
| Peers * | 3.65 | 0.60x |

*Capital IQ and Company Reports

MAJOR SHAREHOLDERS

Management (21.19%), ALPS Advisors, Inc. (10.7%), Mirae Asset Global Investments Co. (4.96%)

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

(Please refer to the disclosures listed on the back page)

Source: RCS, Company Information, Capital IQ

Company Description

Global Atomic Corporation engages in the acquisition, exploration, and development of uranium properties in Niger. It has an 80% interest in the Dasa deposit located in the Republic of Niger. The company also processes electric arc furnace dust into zinc concentrates, which is sold to zinc smelters. Global Atomic is headquartered in Toronto, Canada.

Impact: Neutral

Stephen Roman, CEO of Global Atomic (GLO), recently visited Niger and met with the Niger Mines Minister and US Ambassador. He continues to relay that both parties strongly support Global Atomic and Dasa. He also mentioned that the company is in discussions with a well-known uranium industry group regarding a limited, non-equity investment. A potential royalty or other loans may eliminate the need for further near-term equity financing. Global doesn't wish to come back to market. **Global Atomic has strongly suggested that it will not arrange near-term equity, but we are on wait-and-see mode as to which direction the company will go. We don't see this as particularly positive or negative news, but we are closely watching the timing of any further announcements.**

- **In discussions with a well-known industry group** for a limited, non-equity investment. We presume that may be a royalty or JV and there is a strong expectation by the market that the counterparty may be Uranium Royalty Corp. (TSX:URC, Not Rated). URC CEO Scott Melbye mentioned during an RCFS Core Conversations webinar last week, that he visited Dasa and met with Niger and local Gov't officials. He was impressed by progress of development, likes the asset, and believes that it is required to help increase global uranium supply in the short term.
- **Potential JV partner.** Bringing in a minority partner has been discussed before, and discussions have continued through April with a potential partner – that may or may not be URC. An announcement may come soon and could help buy time to arrange debt financing and eliminate need for equity. We estimate the Dasa project NPV at C\$1.9B (C\$4.69/sh) and management has stated that any JV partner put up its share of value. We note that an 20-25% buy-in could provide adequate funding to complete the process plant and provide some working capital for GLO.
- **Other potential investors.** There was also an indication that some suppliers of materials/services have confirmed interest in investing in Dasa as well. We would assume these would be major equipment manufacturers that could provide equipment on credit.
- **US Development bank approval anticipated during this quarter.** The internal process is in place to advance approval of a Dasa debt facility. Once approved by the Credit Committee, the loan will move to the Investment Committee and the Board of Directors for final approval. We currently estimate a debt raise of US\$295M to cover the remaining processing plant Capex. Global has already sunk its 40% share of equity into the project, so that is not the issue. The issue is the timing of funding to keep the firm liquid and provide working capital. Despite the delay of debt, Global has continued to keep Dasa development moving forward at the expense of added dilution. This has kept the Niger Gov't in support of the project, as any delays may have impacted the relationship.

We maintain our BUY rating and target price of C\$4.80/sh. Our target is based on a 0.80x multiple applied to our NAVPS of C\$6.17 (was C\$5.98). GLO trades at a discounted P/NAV of 0.14x vs peers at 0.60x. Announcements regarding debt financing and a potential project partner are likely the key milestones. **Catalysts:** 1) Dasa financing (Q1/25), 2) Potential JV/royalty partner (2025), 3) Completion of plant and civil works (2025), 4) Commissioning (Q1/26).



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Disclosure Statement
Updated April 29, 2025

| Recommendation / Target Change | | | Red Cloud Securities has this percentage of its universe assigned as the following: | |
|--------------------------------|--------|--------|---|-----|
| Date | Rating | Target | Status | % |
| 2023-01-10 | BUY | 7.00 | BUY | 61% |
| 2023-02-24 | BUY | 7.00 | BUY (S) | 33% |
| 2023-05-15 | BUY | 7.50 | HOLD | 2% |
| 2023-05-24 | BUY | 7.75 | TENDER/ SELL | 2% |
| 2023-06-02 | BUY | 7.75 | NA | 2% |
| 2023-06-28 | BUY | 7.75 | UNDER REVIEW | 0% |
| 2023-07-17 | BUY | 7.75 | | |
| 2023-08-14 | BUY | 5.25 | | |
| 2023-10-03 | BUY | 5.25 | | |
| 2023-10-11 | BUY | 5.20 | | |
| 2023-11-10 | BUY | 5.20 | | |
| 2023-11-13 | BUY | 5.20 | | |
| 2023-12-11 | BUY | 5.20 | | |
| 2024-02-12 | BUY | 7.10 | | |
| 2024-03-04 | BUY | 7.10 | | |
| 2024-03-06 | BUY | 6.25 | | |
| 2024-03-19 | BUY | 6.25 | | |
| 2024-04-01 | BUY | 6.25 | | |
| 2024-05-15 | BUY | 6.00 | | |
| 2024-06-18 | BUY | 6.00 | | |
| 2024-08-14 | BUY | 5.90 | | |
| 2024-08-19 | BUY | 5.90 | | |
| 2024-10-07 | BUY | 5.90 | | |
| 2024-10-21 | BUY | 5.90 | | |
| 2024-10-30 | BUY | 5.70 | | |
| 2024-11-14 | BUY | 5.60 | | |
| 2024-11-22 | BUY | 5.60 | | |
| 2024-12-06 | BUY | 5.60 | | |
| 2024-12-18 | BUY | 5.60 | | |
| 2024-12-23 | BUY | 5.60 | | |
| 2025-01-07 | BUY | 6.10 | | |
| 2025-01-07 | BUY | 5.60 | | |
| 2025-02-13 | BUY | 4.80 | | |
| 2025-03-03 | BUY | 4.80 | | |
| 2025-03-31 | BUY | 4.80 | | |
| 2025-04-29 | BUY | 4.80 | | |

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Company Specific Disclosure Details

| Company Name | Ticker Symbol | Disclosures |
|---------------------|---------------|-------------|
| Global Atomic Corp. | TSX:GLO | 1,2,3 |

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