atrium research

Initiation Report

Regulus Resources – A Tier-1 Copper-Gold Project in the Making

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Rating	Target Price
BUY	**$6.00**
Initiating	*Initiating*

October 1, 2025

Disseminated on Behalf of Regulus Resources

All figures in CAD unless otherwise stated

Regulus Resources Inc.	**REG:TSXV**
Rating	BUY
Target Price	$6.00
Return to Target	162%
Market Data	
Share Price	$2.29
Average Daily Volume (K)	34.2
FD ITM Shares (M)	131.1
Market Cap ($M)	$300.3
Cash ($M)	$9.3
Debt ($M)	$0.0
Enterprise Value ($M)	$291.0
Resource Data	
Indicated (CuEq, Blbs)	4.1 Blbs
Inferred (CuEq, Blbs)	3.9 Blbs
Total Resource (CuEq, Blbs)	8.0 Blbs
Valuation	
EV/Lb (M&I, $USD)	$0.02/lb
Peers - EV/Lb (M&I, $USD)	$0.05/lb

Please refer to the applicable disclosures on the back page
Source: Atrium Research, CapitalIQ, Company Documents

Regulus is an international mineral exploration company run by an experienced technical and management team. The principal project held by Regulus is the AntaKori copper-gold-silver project in northern Peru.

What you need to know:

- Regulus 100% owns the AntaKori Copper-Gold Project in northern Peru, with a high-grade, low-strip, and at-surface resource of 8.0Blbs CuEq.
- The project neighbours Coimolache's Tantahuatay Oxide Gold Mine which REG has a collaboration agreement to assess the potential combined development of the much larger Cu-Au sulphide system lying beneath the Oxide Gold Mine and across both properties.
- The management team and board, including CEO John Black, largely come from Antares Minerals, where they discovered the sizable Haquira East Cu-Mo deposit in southern Peru, which they eventually sold to First Quantum for $650M.

Regulus Resources Ltd. (REG:TSXV, RGLSF:OTCQX) is focused on the development of its AntaKori Cu-Au Project in northern Peru. The project hosts a sizeable resource of 2.6Blbs Cu and 2.3Moz Au (M&I) and 2.4Blbs Cu and 2.2Moz Au (Inferred). AntaKori forms part of a much larger system (~30-40%) with the adjacent producing Tantahuatay Mine, operated by a JV between Southern Copper, Buenaventura, and ESPRO called Coimolache. A collaboration agreement is in place to jointly evaluate the underlying Cu-Au sulphide system with a combined resource estimate expected in Q4 and potential for a joint PEA thereafter. REG is led by a highly experienced management team that previously built Antares Minerals to its eventual sale for $650M. **We are initiating coverage on Regulus Resources with a BUY rating and target price of $6.00/share.**

Investment Thesis Summary

Unique Structure. REG is the 100% owner of the AntaKori Project, which is host to 30-40% of one of the largest undeveloped copper-gold systems in the world. Its neighbour, Coimolache, owns the other ~60-70% as the property boundary splits the system. On REG's side, AntaKori is a high-grade, low strip, near-surface copper-gold brownfield project, making this project stand out amongst its peer group.

The Combination Supports a World-Class, Multi-Generational Copper-Gold Project. The combined project, TantaKori, hosts a conservatively estimated resource of 22.2Blbs CuEq (the combination of REG's 2019 resource and Coimolache's 2023 Investor Day resource, both sides of which have performed additional drilling since). A project like this could support a mine life of 50-80 years and would be highly attractive to the largest copper-gold producers globally.

Proven Management Team. REG's management team, including CEO John Black, has a track record of success from Antares Minerals & Aldebaran Resources (ALDE:TSXV). The team grew Antares' Haquira Cu-Mo Project from a $15M acquisition price to its eventual sale to First Quantum in 2010 for $650M. ALDE currently has a market cap of over $400M and is up >340% since listing in 2018.

Strong Cap Table and Structure. REG also has a stellar cap table with 21% ownership from Route One Investment Co., 16% ownership by Nuton (Rio Tinto), and the management and board holding 11%. REG has low shares outstanding for a company at this stage/size of 125.5M and a cash position of $9.3M.

Discount to Peers. REG currently trades at US$0.02/lb in the ground compared to its peers at US$0.05/lb. Upon a successful collaboration with Coimolache, we expect REG to trade at a premium to the group, given the size and quality of the asset.

Catalysts

- TantaKori Combined Mineral Resource Estimate – Q4/25
- Collaboration Agreement Decision to Proceed to TantaKori PEA – Q4/25

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Investment Thesis

We are initiating coverage on Regulus Resources Limited with a BUY rating and target price of $6.00/share. Regulus Resources owns a strategic portion of a massive copper-gold system in northern Peru, with over 5Blbs Cu and 4.5Moz Au within its 100% owned AntaKori Project, equating to ~8Blbs CuEq. However, this resource was completed in 2019 using a copper price of US$3.0/lb and a gold price of US$1,400/oz. Using more up-to-date metal prices of US$3,000/oz Au and US$4.00/lb Cu, the total copper equivalent resources comes to 9.4Blbs CuEq, M&I and Inferred. Adjacent to the AntaKori Project, is the Tantahuatay Mine, which is currently in operation and owned by Coimolache, a JV between Southern Copper (US$97B mkt cap), Buenaventura (US$5B mkt cap), and ESPRO (Private). The Coimolache ownership is split up as 44%, 40%, and 16%, respectively, with Buenaventura as the operator. The Tantahuatay operation is currently mining the gold oxide cap that lies on top of a much larger copper-gold sulphide system that Regulus owns a portion of (see the figure below). This combined system is referred to as 'TantaKori'.

A collaboration agreement has been struck between Regulus and Coimolache in order to assess the size of the full copper-gold sulphide system as well as the potential economics around jointly developing the project. Regulus and Coimolache have engaged a third-party engineering firm to prepare a combined NI43-101 resource, which is expected to be completed in Q4 2025. We will note that both parties, after seeing the results of the MRE, must agree to publish the results to the market, and there is no guarantee that they will. Following this, there are plans to complete a joint PEA if both companies agree to this further development. We view this agreement and joint development as a case where the combination is greater than the sum of its parts.

Regulus benefits from the backing of Rio Tinto through its Nuton venture (16% ownership), Route One Investment Company (22% ownership), and a royalty agreement with OR Royalties (formerly Osisko Gold Royalties). The Company's leadership team is led by CEO John Black, who previously founded and sold Antares Minerals' Haquira Project to First Quantum for $650M, demonstrating a clear track record of value creation through discovery, de-risking, and monetization.

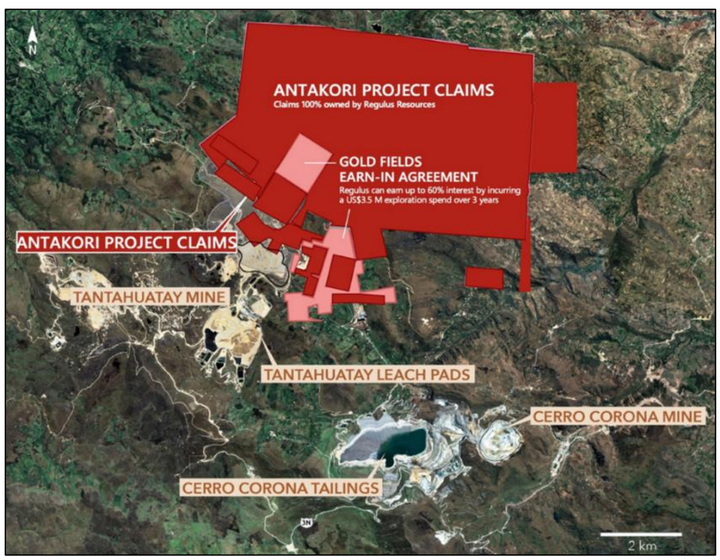

Figure 1: AntaKori Project Claims & District Setting (Source: Company Documents)

Antakori Project

The AntaKori Project, wholly owned by REG, is strategically located between two producing mines, Cero Corona (Gold Fields) and Tantahuatay (Coimolache). The project is expected to benefit from substantial brownfield infrastructure, strong community support, and enhanced permitting leverage due to adjacent operations. AntaKori is a large, copper-gold system hosting a ~8Blbs CuEq resource (M&I and Inferred, using US$3.00/lb Cu & US$1,400/oz Au). Some zones host elevated levels of arsenic, which has historically created processing challenges; however, arsenic in orebodies has become less of a concern lately as technology develops. This is exemplified by BHP and Lundin Mining's recent acquisition of the Filo de Sol Copper Project for ~$4.0B, which has very similar mineralization to that of AntaKori. Additionally, Regulus has partnered with Nuton, a Rio Tinto venture, to test its proprietary heap leach bio-processing technology capable of producing cathode copper on-site with 30% less water usage and no tailings. The relationship has evolved into an equity position, with Nuton now owning 16% of REG.

Regulus is currently focused on advancing the AntaKori project through ongoing community engagement, advancing permitting efforts, and working with Coimolache to complete a 43-101 resource estimate for the combined Cu-Au sulphide system. Exploration activity on site remains limited, as the Company see limited ROI from additional resource growth given the already substantial resource base. In parallel, REG is pursuing opportunities to further land consolidation in the area.

Mineral Resources & Reserves

The AntaKori deposit is primarily a copper-gold system (~60/40) with some silver credits. The most recent Mineral Resource Estimate was published in 2019 (see below), before the additional 31,667m of drilling completed by Regulus between 2020–2024. This 2019 resource was completed using a copper price of US$3.0/lb, a gold price of US$1,400/oz, and a silver price of US$18.0/oz. We have calculated the CuEq and AuEq resource, as these are important numbers to highlight the overall size of the resource while using more up-to-date metal prices. For the copper and gold equivalent calculations, we assumed closer to spot metal prices of US$4.0/lb Cu and US$3,000/oz Au, which reflects a step change from the 2019 resource, increasing Regulus's 2019 resource in CuEq from 8.0Blbs to 9.4Blbs (Figure 2).

2019 MRE									Atrium Estimates	
Category	Tonnes (M)	Cu (%)	Au (g/t)	Ag (g/t)	Cu (Blbs)	Au (Moz)	Ag (Moz)	CuEq (Blbs)	CuEq (Blbs)	AuEq (Moz)
Indicated	250	0.48	0.29	7.5	2.6	2.3	61	4.1	4.8	6.5
Inferred	267	0.41	0.26	7.8	2.4	2.2	67	3.9	4.6	6.1

*Copper, Gold, and Silver Prices from the 2019 Resource are: US$1,400/oz Au, US$3.0/lb Cu, & US$18.0/oz Ag

*Copper, Gold, and Silver Price Assumptions for the CuEq & AuEq Calculations (Atrium Estimates): US$3,000/oz Au, US$4.0/lb Cu, & US$30/oz Ag

Figure 2: AntaKori Mineral Resource Estimate (2019, Source: Company Documents)

Combination of Assets – 'TantaKori'

In July 2024, Regulus and Coimolache signed a collaboration agreement to jointly evaluate a large-scale integrated sulphide deposit that would combine Regulus's AntaKori deposit with the sulphide portion of Coimolache's adjacent Tantahuatay deposit (Coimolache's resource can be found in the figure below). On May 20th, 2025, Regulus provided an update on the joint evaluation of the Integrated Sulphide Project, stating that the two groups continue to advance the project's resource estimate and have collaborated over the last several months to build an integrated geological model that effectively combines views on geology, structure, and mineralization styles, a critical step ahead of a unified resource estimate. The parties have engaged SRK Peru to complete the estimate, which is expected in Q4/25.

The collaboration agreement also provides the option to advance the project to a Preliminary Economic Assessment (PEA), upon mutual consent. The Tantahuatay sulphide deposit, like AntaKori, hosts shallow, high-tonnage mineralization with attractive copper and gold grades. We discuss this in more detail in the Company Overview below, but a significant portion of the Tantahuatay portion of the deposit is not included in the open-pit portion of their current resource estimates, as shown below, due to the restriction of the pit shell and property boundary. However, much of the underground resources would likely be included within the conceptual open pit in the combined scenario, where it is not limited by the property boundary.

Open-Pit

Category	Tonnes (M)	Cu (%)	Au (g/t)	As (%)
Indicated	133.9	0.6	0.3	0.2
Inferred	601.2	0.4	0.2	0.1
Total	**734.8**	**0.4**	**0.2**	**0.1**

Underground

Category	Tonnes (M)	Cu (%)	Au (g/t)	As (%)
Indicated	7.2	1.3	0.5	0.3
Inferred	38.1	1.2	0.6	0.3
Total	**45.2**	**1.2**	**0.6**	**0.3**

Figure 3: Resource Estimate for Coimolache Sulphides from Buenaventura (2023, Source: Company Documents)

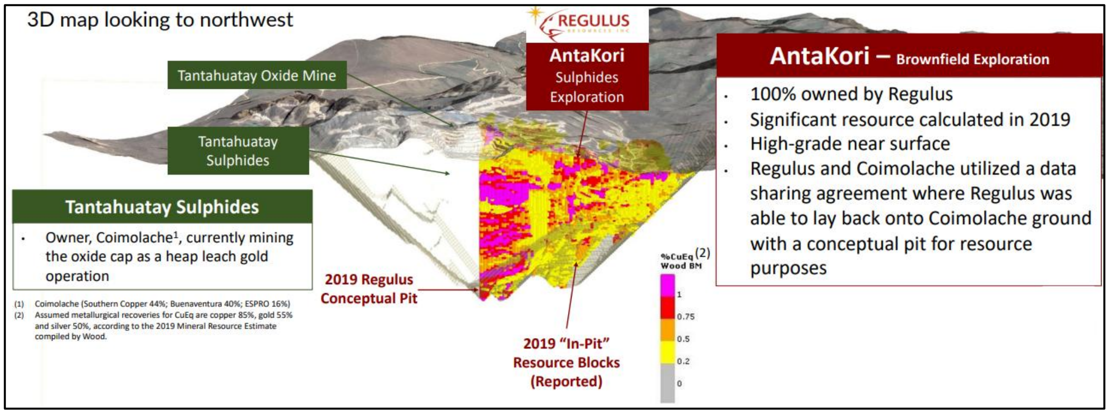

Figure 4: TantaKori Deposit (Source: Company Documents)

TantaKori 'Deposit'

The two projects' resources have been combined in the figure below to highlight the world-class size of this deposit. The combination totals 13.3Blbs of copper in the M&I and Inferred categories and 10.5Moz of gold. In this combined scenario, the two separate resources were simply added together; however, the collaboration agreement aims to grow the resources further through data integration and completing an unconstrained unified resource estimate. This would capture defined mineralization that falls outside of the existing conceptual pit(s), and additional growth potential through integrating past exploration not previously reported in the existing resources. Following the completion of the combined MRE, the Companies also have the option to complete a PEA on TantaKori upon mutual consent. We believe this would depict one of the largest undeveloped copper-gold projects globally with attractive economics. We will note that both the AntaKori and Tantahuatay Resources were compiled using out-of-date metal prices, particularly AntaKori, which, as mentioned above, was built using US$3.0/lb Cu and US$1,400/oz Au.

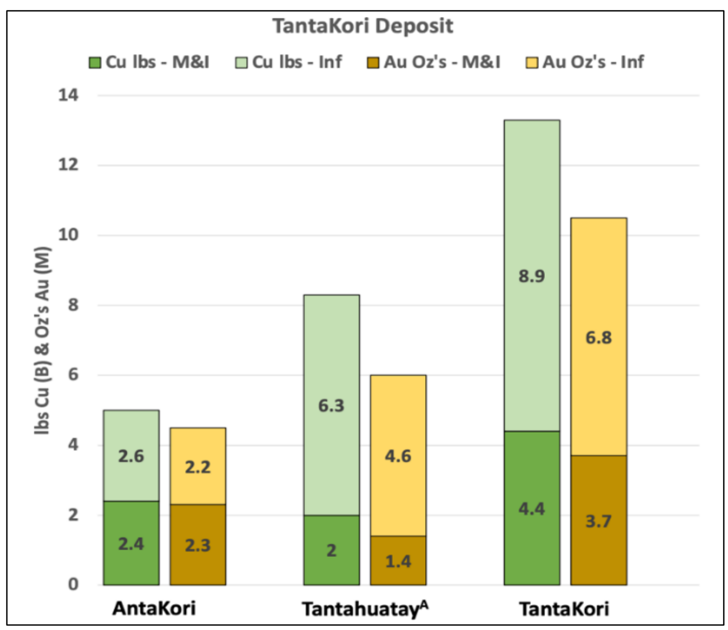

Figure 5: TankaKori Deposit* (Source: Company Documents)

***Regulus notes that it has not reviewed the Tantahuatay Sulphides resource estimate and cannot confirm that it utilized the same estimation techniques as the AntaKori estimate.**

Atrium's Interpretation: 1 + 1 = 3

The combination of the AntaKori and Tantahuatay deposits represents far more than a simple '1+1=2' scenario. In our view, it is more like a '1+1=3 (or more)' outcome, as the integrated resource is expected to be materially larger than the sum of the two stand-alone estimates, while also unlocking premiums tied to size, scale, jurisdiction, and benefits to the local communities.

As mentioned above, on a combined basis, the two projects currently host 13.3Blbs of copper and 10.5Moz of gold in the M&I and Inferred categories. However, by removing the artificial boundary, incorporating mineralization that lies outside of the current conceptual pits, including additional drilling performed by REG since the 2019 resource, and using more up-to-date metal prices, we believe the coming unified resource estimate could be at least 30% greater than the reported figures.

Beyond the size upside, we expect several other factors to further enhance the project's attractiveness:

- **Scale Premium:** Larger projects command larger valuation premiums.
- **Jurisdictional Advantage:** Peru remains a leading mining jurisdiction (more discussion below).
- **Community Benefits**: With the oxide mine nearing its end (~4 years of mine life left), the combined project would offer continuity for employment, local businesses, and community stability for decades to come.
- **Fiscal Contributions**: The operation would deliver substantial tax revenues to both regional and federal governments, aligning stakeholders.
- **Unique Project Features:** The combined system is high-grade, at surface, and would have a low strip ratio, a rare feature among mega-deposit peers. Additionally, much of the oxide mining to date has effectively pre-stripped the sulphide resource, which should reduce initial capex.

M&A

Track Record of Success

The team behind REG previously ran Antares Minerals and its Haquira Cu-Mo Project, which it sold to First Quantum Minerals for $650M. The team acquired the asset in 2005 for US$15M from Phelps Dodge before spending just $45M on exploration between 2005 and 2010 and ultimately bringing the project to the PEA stage. CEO John Black served as President & CEO, Chief Geological Officer Dr. Kevin B. Heather served as VP of Geology, and CFO Mark Wayne served as CFO.

REG plans to recreate this success through the following structure:
1) Acquire Mineral Resources with Overlooked Potential
2) Add Value by Expanding the Resource & Project De-Risking
3) Monetize by Selling to a Major Mining Company

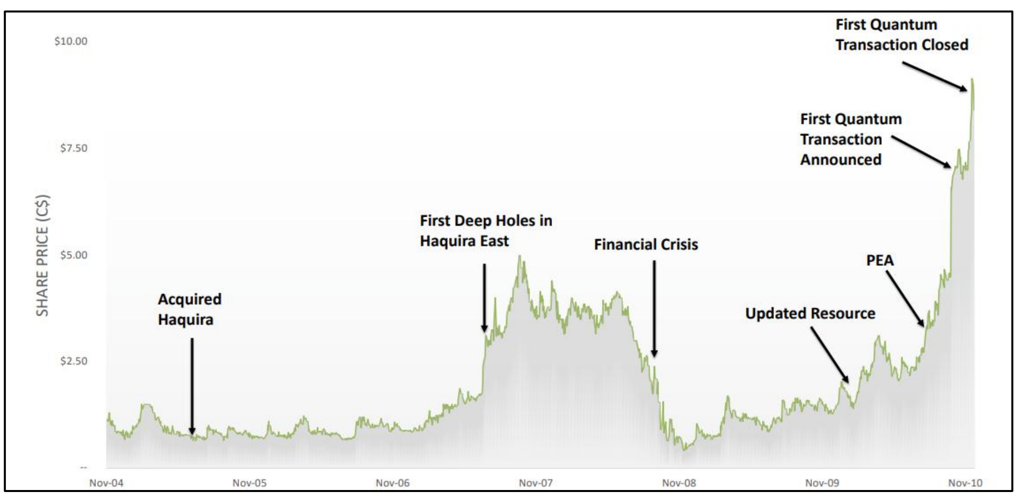

Figure 6: Antares Minerals Share Price History (Source: Company Documents)

The team has also been successful with developing Aldebaran Resources (ALDE:TSXV, $400M mkt cap), the sister company to REG. Aldebaran was formed in 2018 as a spinout from REG, starting with the Argentina projects that were then held by REG. Since then, ALDE has earned an 80% interest in the Altar project, another large Cu-Au resource, which was expanded by ALDE through exploration and development. Aldebaran shares the same management team as REG, with John Black serving as CEO & Director, Dr. Kevin B. Heather serving as Chief Geological Officer & Director, and Mark Wayne serving as CFO & Director. ALDE stock is up over 300% since listing in 2018, representing a 22% CAGR.

Acquisitions Heating Up

Over the last few years, major producers have been utilizing large-scale M&A of operating mines to fabricate growth for shareholders. However, over the last year, we have seen a shift, with more major producers investing and acquiring development projects, as reserves are declining for the large firms and they need to replenish for future growth. We believe this trend plays into Regulus' favour, where it can become a takeout target, evident through the investment from Rio Tinto's Nuton Group and royalties from OR Royalties. There are extremely limited opportunities to acquire high-quality copper development projects like Regulus', making this an important theme. Furthermore, the integrated deposit, as mentioned above, puts Regulus (and Coimolache) on the radar of the majors listed below, providing a large-scale project for firms looking to boost their resources and growth profiles.

Acquirer	Acquired	Year	Value (US$B)	Resource (Blbs, CuEq)	EV/lb (US$/lb)
BHP + Lundin	Filo Corp	2024	3.0	133.1	$0.02/lb
MACH Metals	Rex Minerals	2024	0.3	5.1	$0.05/lb
MMG	Khoemacau Copper	2023	1.9	15.7	$0.12/lb
BHP	Oz Minerals	2023	6.4	28.2	$0.23/lb
Hudbay	Copper Mountain	2023	0.4	4.4	$0.10/lb
Lundin	Caserones (51%)	2023	0.7	12.0	$0.06/lb
Rio Tinto	Turquoise Hill	2022	3.3	44.3	$0.07/lb
Sandfire	Matsa Mine	2022	1.9	10.4	$0.18/lb
Newmont	Yanacocha	2022	0.5	11.9	$0.04/lb
South32	Sierra Gorda (45%)	2022	1.4	20.7	$0.07/lb
Average			**1.97**	**28.6**	**$0.09/lb**

Figure 7: Copper M&A Deals (Source: Company Documents)

Specifically, a new copper mining cluster is forming in Northern Peru, in the Cajamarca region. Cajamarca's mining cluster includes La Granja (First Quantum & Rio Tinto), Yanacocha Sulphides (Newmont), Michiquillay (Southern Copper), Conga (Newmont), El Galeno, Tantahuatay Sulphides (CMC), and AntaKori (Regulus). Historically, most of the largest copper mines in Peru have been in a cluster in the South, as seen in the graphic below. However, as those deposits are depleted, capital has moved to the underdeveloped parts of the north. Additionally, we would like to highlight that despite major political turmoil in the country over the last 10 years, Peru has been able to put nine copper projects into production in that same time frame. This heightens our confidence in this project advancing regardless of the ever-changing political landscape. Lastly, when we compare Peru to other South American countries with large copper development projects like Ecuador and Argentina, the permitting and project development landscape is much less clear. In Ecuador, the resistance towards building mines is more ideological than in Peru, which generally frames its position around economic participation and negotiation of benefits rather than outright opposition. In Argentina, despite the new government and progress, no copper mines have been built as of yet.

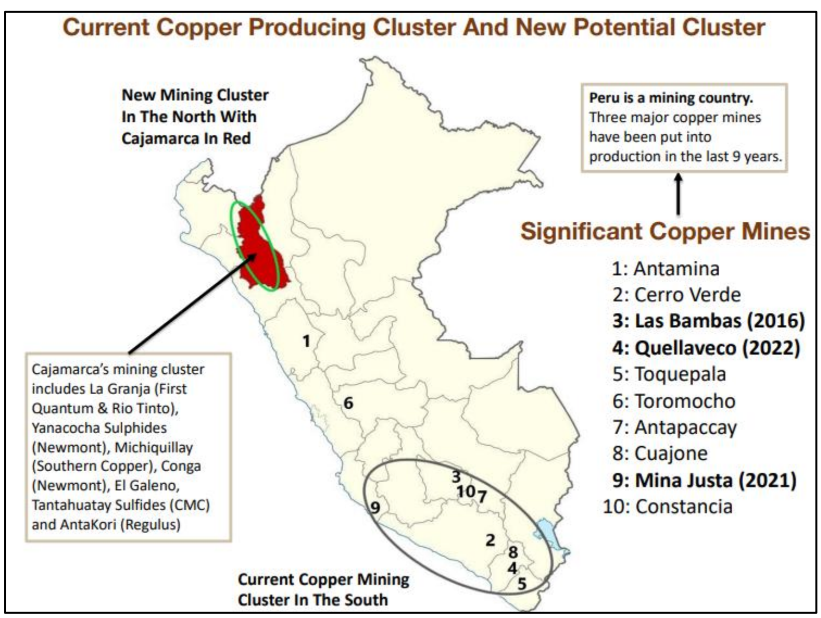

Figure 8: Copper Production in Peru (Source: Company Documents)

Management & Strategic Ownership

Regulus is led by CEO John E. Black, who brings over 35 years of experience in the mining sector, including the Founding President of Antares Minerals. He is supported by a strong team of professionals with long tenure in the mining industry. The largest shareholder is Route One Investment Company, a private investment partnership based out of San Francisco, which owns 22%, followed by RioTinto (Nuton), which owns 16%. Nuton is a Rio Tinto company focused on advancing copper production through innovative bio-heap leaching technologies; Nuton also holds a board seat of REG through Adam Burley (President & CEO of Nuton). The management team and board collectively own 11%, leaving the remaining 51% as free float owned by both retail and institutional investors.

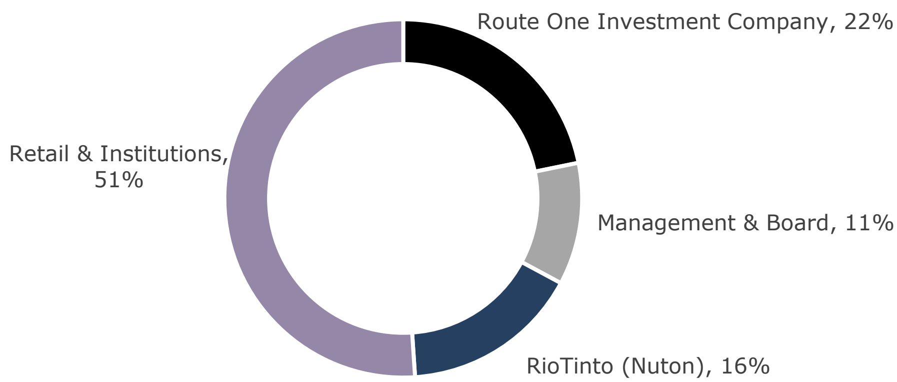

Figure 9: Ownership Summary

Nuton (Rio Tinto)

In December 2022, REG announced a $22.3M investment from Nuton, a Rio Tinto Venture. This resulted in 16.5% ownership for Nuton at the time, with the deal conducted at $1.02/share (~40% premium to the market). Regulus and Nuton jointly undertook copper sulphide leach testing utilizing Nuton's copper sulphide leach technologies with samples from AntaKori. The deal closed on January 30th, 2023. The latest update from the collaboration came in May 2025, where REG reported that it continues to work with Nuton to evaluate Nuton's technologies at the project. The Phase One program identified that material from AntaKori was amenable to Nuton's proprietary sulphide bio-leaching technology (as reported in the July 6th, 2023, release). In the May 2025 release, REG published an update on the Phase Two testwork, which reported copper recoveries of up to 88.3% from enargite-rich mineralization and 87.9% from chalcopyrite-hosted porphyry mineralization. We view this relationship and potential processing option as unrecognized upside, as if this technology can be proven to be effective with AntaKori's mineralization at scale, the economics and environmental benefits would be substantial.

OR Royalties (formerly Osisko Gold Royalties)

In October 2020, OR Royalties invested US$12.5M for a strategic royalty package. The agreement allowed Regulus to acquire and retire portions of existing royalties, most notably on the Mina Volare claim, which hosts the bulk of AntaKori's resource, while granting OR Royalties a 0.75%-1.5% NSR depending on the location. In addition, OR Royalties also secured a right of first refusal on future royalties, streams, plus REG warrants, which have since expired, while Regulus effectively received a non-dilutive US$12.5M financing while reducing its overall royalty burden.

In October 2022, Regulus announced the completion of an additional US$5M investment from OR Royalties in exchange for an NSR ranging from 0.125-1.5% on certain claims on AntaKori. Taken together, the 2020 and 2022 deals raised a total of US$17.5M and is another example of management's consistent ability to structure creative financings that minimize dilution.

Valuation

Peer Group Analysis

As shown in the table below, Regulus trades at US$0.02/lb EV/CuEq lb basis, compared to an average of US$0.05/lb among its peers. This valuation is based on Atrium's copper equivalent calculation from the 2019 mineral resource of 9.4Blb CuEq (Measured, Indicated, and Inferred). Please note that the 2019 resource was calculated using copper and gold prices of US$3.0/lb and US$1,400/oz, respectively. Atrium's CuEq calculation is using more up-to-date metals prices, such as US$4.0/lb Cu and US$3,000/oz Au. Since the 2019 resource, REG has drilled an additional 30,000m, which presents further growth potential to the resource listed above. We believe the copper equivalent approach best reflects the scale and value of the AntaKori deposit, as gold accounts for ~40% of the overall resource, and the Inferred portion is significant.

We attribute REG's discount to its peer group due to the following reasons: 1) the ownership and commitment of the development of the full system is uncertain, 2) an economic study has not been performed on the project yet, and 3) there remain many risks associated with advancing the project (permitting, community approval, and the collaboration agreement). However, we expect this valuation gap to narrow as Regulus advances the AntaKori Project by way of the collaborative MRE (planned for Q4 2025) and the potential advancement to a joint PEA. As the project stands today, there are strong reasons for a premium valuation, such as, on average, it has a higher CuEq grade than peers, a lower strip ratio, support from major copper producers, and is led by a proven management team. We will note that at spot gold prices, the CuEq grade is higher. Additionally, there remains ongoing potential that a major firm could make a bid for REG or the combination of the assets.

Company	Ticker	Mkt Cap (US$M)	EV (US$M)	Flagship Jurisiction	Stage	NPV (US$M)	P/NPV	Resource (CuEq, Mlbs)	EV/lb (US$/lb)
Solaris Resources Inc.	SLS	$1,041	$1,066	Ecuador	Development	N/A	N/A	16,754	$0.06/lb
Trilogy Metals Inc.	TMQ	$349	$314	Alaska	Development	$1,740	0.20x	9,070	$0.03/lb
Arizona Sonoran Copper	ASCU	$326	$283	Arizona	Development	$509	0.64x	2,306	$0.12/lb
Western Copper and Gold	WRN	$282	$213	Yukon	Exploration	$3,040	0.09x	17,500	$0.01/lb
Faraday Copper Corp.	FDY	$266	$258	Arizona	Development	$713	0.37x	5,125	$0.05/lb
Silver Tiger Metals Inc.	SLVR	$224	$221	Arizona	Development	$222	1.01x	N/A	N/A
Copper Fox Metals Inc.	CUU	$151	$150	British Columbia	Development	$855	0.18x	4,350	$0.03/lb
Arizona Metals Corp.	AMC	$63	$29	Arizona	Exploration	N/A	N/A	N/A	N/A
Cygnus Metals Limited	CYG	$58	$45	Québec	Exploration	N/A	N/A	3,600	$0.01/lb
Metallic Minerals Corp.	MMG	$52	$51	British Columbia	Exploration	N/A	N/A	1,236	$0.04/lb
Average						**$1,180**	**0.42x**	**7,493**	**$0.05/lb**
Regulus Resources	**REG**	**$216**	**$209**	**Peru**	**Development**	**N/A**	**N/A**	**9,435.0**	**$0.02/lb**

*Copper, Gold, and Silver Prices from the 2019 Resource are: US$1,400/oz Au, US$3.0/lb Cu, & US$18.0/oz Ag

*Copper, Gold, and Silver Price Assumptions for the CuEq & AuEq Calculations (Atrium Estimates): US$3,000/oz Au, US$4.0/lb Cu, & US$30/oz Ag

Figure 10: Peer Group Analysis (Source: CapitalIQ)

Precedent Transactions

As mentioned above, there has been heightened M&A activity in the copper space as majors look to replenish reserves and utilize their increased cash flow to acquire development assets. From this group, the most similar to Regulus includes Filo Corp. (Chile/Argentina), Sierra Gorda (Chile), Yanacocha (Peru), and Caserones (Chile), which were acquired for US$0.02/lb, US$0.07/lb, US$0.04/lb, and US$0.06/lb, respectively. We will note that for the Filo Corp. comparison, we used the new updated resource that Lundin published on May 4th, 2025, that incorporates some drilling and work since the transaction, skewing the US$/lb valuation downward. This group comes to an average of US$0.05/lb compared to REG at US$0.02/lb, providing a meaningful premium valuation in the event of an acquisition.

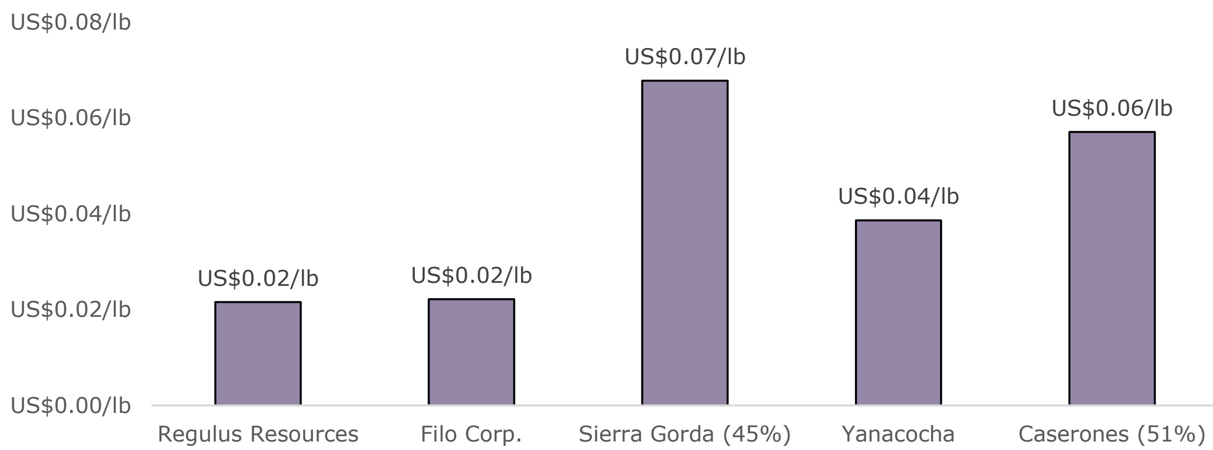

Figure 11: Precedent Transactions Valuation

Scenario #1 – Successful TantaKori Collaboration

As for Scenario #1, we assume that the TantaKori collaboration is successful, allowing Regulus to access 100% of its deposit. As such, we assume the total resource of 9.4Blbs CuEq (4.8Blbs M&I, 4.6Blbs Inferred, using up-to-date metal prices) and REG can fetch a premium valuation for the project, given that the project would be a world-class asset and likely taken over by a major firm, amongst other considerations listed in the section above. We apply US$0.08/lb to Atrium's CuEq resource estimate, resulting in a C$1,056B equity valuation for the project or C$8.05/share after adjusting for net cash. Please note that REG's resource is likely larger, given that the Company has drilled over 30,000m since the 2019 MRE update and metal prices have risen dramatically since 2019.

Target Price Calculation		
M&I Resources (Mlbs, CuEq)		4,800
Inferred Resource (Mlbs, CuEq)		4,600
Total Global Resource (Mlbs, CuEq)		9,400
EV/Lb Valuation (US$/lb)		0.08
AntaKori Project Valuation (C$M)		**$1046.8**
	$M	**$/share**
AntaKori Project Valuation	$1046.8	$7.98
(+) Cash & Equivalents	$9.3	$0.07
(-) Debt	$0.0	$0.00
Equity Value	**$1056.1**	**$8.05**
Current Share Price		**$2.29**
Target Price (Rounded)		**$8.00**
Upside		***249%***

Figure 12: Scenario #1 Valuation

Scenario #2 – AntaKori Standalone Value

As for Scenario #2, we use the standalone value of AntaKori, assuming that the collaboration agreement is unsuccessful. In this scenario, we estimate that only 50% of the resource would be accessible (4.7Blbs CuEq with 2.4Blbs M&I and 2.3Blbs Inferred) due to the property boundary limiting open pit access to some areas and underground mining raising the cut-off, resulting in some zones becoming uneconomic. The bigger portion of underground mining alongside a smaller pit would result in a smaller project and higher mining costs, amongst other inefficiencies. We believe the asset would be valued at a discount to the public peer group average of US$0.03/lb, resulting in the equity being valued at C$206M. After adjusting for net cash, this comes out to C$1.57/share.

Target Price Calculation		
M&I Resources (Mlbs)		2,400
Inferred Resource (Mlbs, CuEq)		2,300
Total Global Resource (Mlbs, CuEq)		4,700
EV/Lb Valuation (US$/lb)		0.03
AntaKori Project Valuation (C$M)		**$196.3**
	$M	**$/share**
AntaKori Project Valuation	$196.3	$1.50
(+) Cash & Equivalents	$9.3	$0.07
(-) Debt	$0.0	$0.00
Equity Value	**$205.6**	**$1.57**
Current Share Price		**$2.29**
Target Price (Rounded)		**$1.50**
Upside		***-34%***

Figure 13: Scenario #2 Valuation

Target Price Derivation

Using the scenarios mentioned above, we apply a 70% weighting to Scenario #1 and a 30% weighting to Scenario #2, resulting in a blended target price of $6.00/share. This 70/30 weighting was selected because we believe it is more likely that the collaboration agreement will be successful, as, for both companies, the benefits far outweigh the negatives. However, bringing this likelihood a bit closer together is the lack of control over the collaboration agreement being successful. That said, looking at the two scenarios, there is a large asymmetry providing 249% upside in the bull case compared to 34% downside in the bear case.

		EV/Lb Valuation ($/lb)				
		$0.04/lb	**$0.05/lb**	**$0.06/lb**	**$0.07/lb**	**$0.08/lb**
Resource Size	**7,400 Mlbs**	C$3.00	C$4.00	C$5.00	C$5.50	C$6.50
	8,400 Mlbs	C$3.50	C$4.50	C$5.50	C$6.50	C$7.00
	9,400 Mlbs	C$4.00	C$5.00	**C$6.00**	C$7.00	C$8.00
	10,400 Mlbs	C$4.50	C$5.50	C$6.50	C$8.00	C$9.00
	11,400 Mlbs	C$5.00	C$6.00	C$7.50	C$8.50	C$9.50

Figure 14: Target Price Sensitivity

Company Overview

Regulus Resources Inc. (REG:TSXV) is a Canadian copper-gold exploration and development company advancing the AntaKori Project in Peru's northern Cajamarca region. AntaKori is one of the largest undeveloped copper-gold systems worldwide, with over 5.0Blbs Cu and 4.5Moz Au in global resources. The project lies within a major regional mining corridor, directly adjacent to producing operations at Tantahuatay (a JV between Southern Copper, Buenaventura, and ESPRO) and Cerro Corona (Gold Fields), 7km to the south, providing Regulus with brownfield advantages including road access, grid power, and regional workforce availability.

Regulus is led by the team that previously built and sold Antares Minerals and its Haquira Project to First Quantum for $650M, bringing decades of technical and transactional experience to AntaKori's development. The Company is pursuing a strategic consolidation with its neighbour through a collaboration agreement signed in 2024, with the goal of unifying the district-scale copper-gold system known as 'TantaKori'. This integrated approach significantly enhances the project's scale and development optionality (more than doubling the resource base). Backed by major strategic shareholders including Route One Investment Co. and Rio Tinto's Nuton™ venture, Regulus is well-positioned to unlock AntaKori's value through continued project development, further collaboration with its neighbour, and a partnership or takeout by a global copper producer.

Antakori Project

Location

Surrounding Infrastructure

The AntaKori Copper-Gold Project is located in northern Peru's Cajamarca region, one of the most geologically endowed copper-gold districts in the world. Peru is the second-largest copper producer globally and the largest gold producer in South America. AntaKori sits within a well-established mining cluster, adjacent to two operating mines, the Tantahuatay Mine, operated by Coimolache and the Cerro Corona, operated by Gold Fields. This location gives Regulus access to excellent existing infrastructure, including roads, grid power, water access, and skilled labour, all within a supportive mining jurisdiction. The project's elevation (~3,000–4,000m) is typical of Andean deposits and presents no unusual logistical challenges. As the oxide phase at Tantahuatay is scheduled to wind down by 2028 and tailings capacity at Cerro Corona is projected to run out by 2030, AntaKori could become a critical regional feed source.

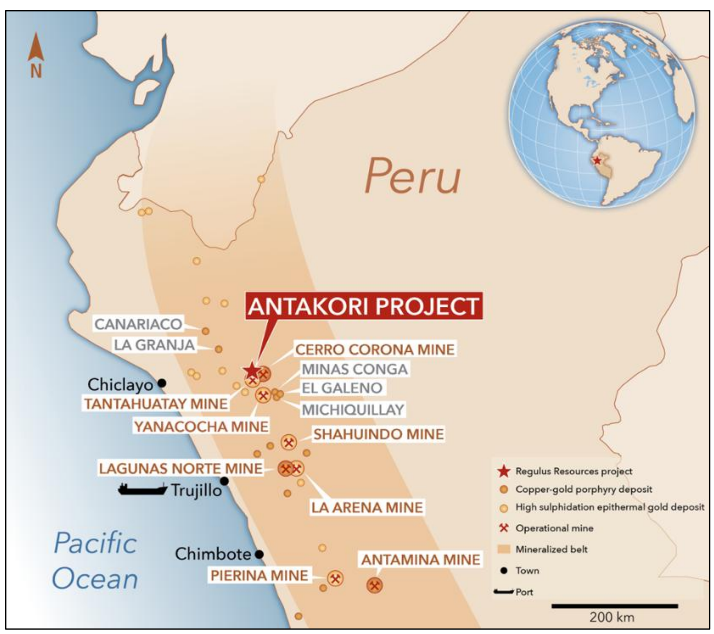

Figure 15: Antakori Project Location (Source: Company Documents)

Project Infrastructure
AntaKori benefits significantly from being in a brownfield setting. The nearby 20,000tpd concentrator at Cerro Corona and the existing footprint of the operating Tantahuatay mine provide potential for infrastructure sharing and reduced capital intensity. Moreover, the oxide operations at Tantahuatay are effectively pre-stripping a large portion of the overburden, which may directly benefit Regulus' strip ratio assumptions. Proximity to power lines and transport routes, combined with the presence of two large neighbouring operations, strengthens AntaKori's development profile and simplifies permitting.


Figure 16: AntaKori Project (Source: Company Documents)

Geology & Mineralization
AntaKori is a geologically robust system combining copper-gold skarns and high-sulfidation epithermal mineralization linked to a multiphase intrusive complex. The deposit's geometry reflects a classic Andean porphyry-related architecture, with copper-rich skarn horizons developed along the limestone contacts of the Chulec and Pariatambo formations, and gold and arsenic-bearing enargite-pyrite epithermal zones hosted in volcanic rocks near the surface. The mineralization styles are vertically stacked, with the epithermal zone capping the skarn and intrusive bodies, creating excellent vertical continuity. The skarns host the cleaner, higher copper zones, typically with lower arsenic content, while the volcanic-hosted epithermal mineralization shows elevated gold and arsenic, though also strong copper in places.

Mineralization results from the overlapping systems:

1. Cu-Au-Ag calcic skarn in Cretaceous rocks with massive sulphide replacement bodies.
2. Weakly mineralized porphyry Cu-Au-Ag-(Mo) linked to feldspar-biotite porphyry dykes and breccias.
3. A second porphyry with sericite-chlorite-anhydrite alteration and significant Cu-Au-Ag-(Mo) grades.
4. High-sulphidation epithermal Cu-Au-Ag-As-Sb in Miocene volcanic rocks and intrusions with enargite-pyrite structures.
5. Intermediate-sulphidation 'Base Metal Carbonate' Au-Ag-Pb-Zn-Cu associated with late-stage rhyolite intrusions.

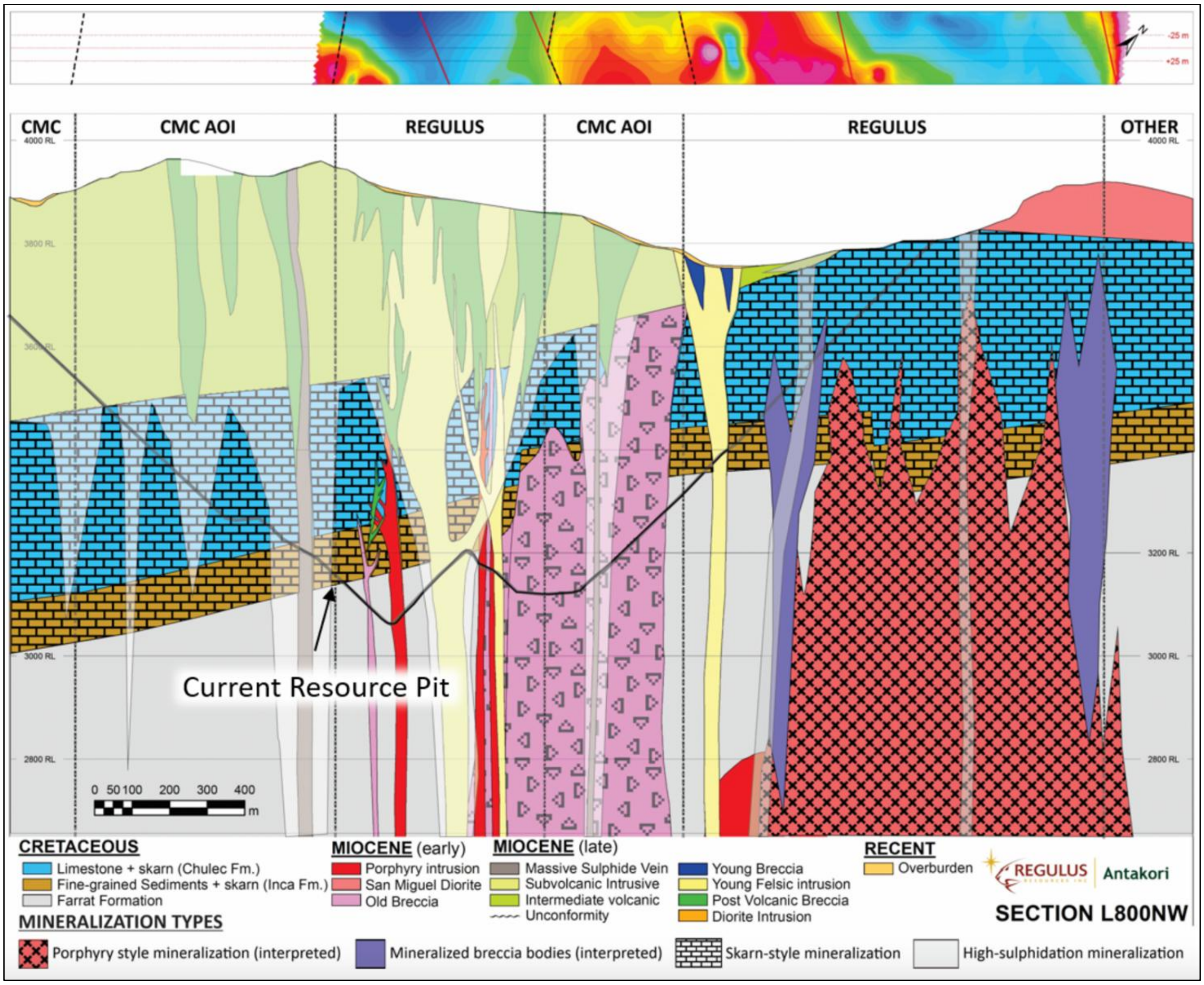

Figure 17: Geological Setting at the AntaKori Project (Source: Company Documents)

Standout holes such as AK-19-031 (610.2 m of 0.84% Cu, 1.02 g/t Au, 10.3 g/t Ag) and AK-18-026 (473.2 m of 1.16% Cu, 0.21 g/t Au, 8.4 g/t Ag) exemplify the scale and grade continuity of these zones, particularly from near surface, key indicators of open-pit potential. AK-19-034 intercepted 819.9 m at 0.53% Cu and 0.24 g/t Au, confirming lateral continuity across the system. Other highlights include AK-18-024 (601.1 m at 0.35% Cu, 0.17 g/t Au) and AK-19-041 (341.0 m at 0.57% Cu, 0.28 g/t Au), both beginning in the shallow epithermal domain and extending into deeper skarn zones. While certain bolded holes seen in the figure below, such as AK-18-026, were drilled from outside REG's concessions, mineralization reported from within the Regulus boundary confirms excellent downhole continuity, and the unreported top portions of these holes may contain additional mineralization.

Many intercepts begin within the top 50–100m of the surface, minimizing overburden strip and improving strip ratios. The clustering of broad, high-grade intervals across multiple sections indicates strong continuity and significant potential for large-scale open-pit mining, with underground bulk tonnage optionality at depth. The system remains open in multiple directions and continues to return thick, mineralized intercepts in drilling post the 2019 resource estimate, setting the stage for meaningful growth in the upcoming integrated resource estimate.

- **Blue Highlight**: Drill holes completed after the 2019 resource estimate
- **Italicized Hole ID:** Majority of mineralization starts near the surface
- **Bolded Hole ID**: Drill hole not initiated on REG concessions, so the upper portion of the hole cannot be reported and may contain mineralization.

Hole ID	From (m)	To (m)	Interval (m)	Cu %	Au g/t	Ag g/t
AK-19-031	3.7	613.9	610.2	0.84	1.02	10.3
AK-18-014	4.7	718.7	714.0	0.68	0.38	7.6
AK-18-026	640.5	1113.7	473.2	1.16	0.21	8.4
AK-18-021	127.0	746.2	619.2	0.67	0.43	7.3
AK-19-034	165.3	985.2	819.9	0.53	0.24	7.8
DHSF17-160	204.5	728.4	523.9	0.65	0.47	7.9
AK-18-016	107.3	243.9	136.6	2.50	1.62	10.6
AK-18-020	172.9	443.8	270.9	0.54	0.86	51.2
AK-18-010	292.6	620.0	327.4	0.91	0.44	9.8
AK-18-015	129.5	525.5	396.0	0.59	0.46	14.7
AK-18-013	126.5	663.9	537.4	0.49	0.23	6.3
AK-17-003A	241.1	837.7	596.6	0.35	0.24	5.5
AK-18-025	104.8	619.7	514.9	0.27	0.37	10.8
AK-18-024	68.4	669.5	601.1	0.35	0.17	5.2
AK-19-041	202.0	543.0	341.0	0.57	0.28	9.3
AK-18-008	83.8	521.2	437.4	0.45	0.18	5.0
AK-17-006	266.5	592.5	326.0	0.35	0.34	23.4
AK-18-007	219.0	606.8	387.8	0.41	0.18	7.8
DHSF17-161	266.6	590.0	323.4	0.52	0.15	8.3
AK-18-022	119.6	452.3	332.7	0.35	0.34	7.7

Figure 18: Drill Results (Source: Company Documents)

Resources & Reserves

Mineral Resources

The current mineral resource estimate for AntaKori, effective February 2019, outlines a world-class deposit across copper, gold, and silver. As shown in the figure below, the project hosts a total of 517Mt of sulphide material in the Indicated and Inferred categories. The Indicated Resource contains 250Mt grading 0.48% Cu, 0.29 g/t Au, and 7.5 g/t Ag, equivalent to 2.6Blbs Cu, 2.3Moz Au, and 60Moz Ag. The Inferred Resource adds 267Mt at 0.41% Cu, 0.26 g/t Au, and 7.8 g/t Ag, representing an additional 2.4Blbs Cu, 2.2Moz Au, and 67Moz Ag. This equates to 8.0Blbs CuEq. Again, this resource was compiled using very low metal prices, such as US$1,400/oz gold, US$3.0/lb copper, and US$18.0/oz silver. At more up-to-date metal prices, the total Indicated and Inferred copper equivalent resource is 9.4Blbs CuEq, placing AntaKori in a group of a few tier 1 development projects. For context, this equates to 10.5Moz AuEq. Note, the copper, gold, and silver price assumptions for the copper equivalent and gold equivalent calculations above are US$4.0/lb Cu, US$3,000/oz Au, and US$30.0/oz Ag, respectively.

The project's copper-equivalent and gold-equivalent grades, estimated at 0.74% CuEq for Indicated and 0.66% CuEq for Inferred, based on conservative 2019 metal price assumptions (US$6,614/t Cu, US$1,400/oz Au, US$18/oz Ag). Using close to spot prices (US$4.0/lb Cu, US$3,000/oz Au, and US$30.0/oz Ag), the copper and gold equivalent grade would increase to 0.83% CuEq and 0.76 g/t AuEq, rising over 10%. These grades position AntaKori competitively among large-scale copper-gold development projects. Importantly, the resource remains pit-constrained with a low estimated strip ratio of ~0.85:1. With over 30,000m of additional drilling completed since the last update, and a collaboration agreement now in place to integrate adjacent resources at Tantahuatay, the upcoming mineral resource estimate is expected to expand both the tonnage and contained metal significantly.

2019 MRE									Atrium Estimates	
Category	Tonnes (M)	Cu (%)	Au (g/t)	Ag (g/t)	Cu (Blbs)	Au (Moz)	Ag (Moz)	CuEq (Blbs)	CuEq (Blbs)	AuEq (Moz)
Indicated	250	0.48	0.29	7.5	2.6	2.3	61	4.1	4.8	6.5
Inferred	267	0.41	0.26	7.8	2.4	2.2	67	3.9	4.6	6.1

*Copper, Gold, and Silver Prices from the 2019 Resource are: US$1,400/oz Au, US$3.0/lb Cu, & US$18.0/oz Ag

*Copper, Gold, and Silver Price Assumptions for the CuEq & AuEq Calculations (Atrium Estimates): US$3,000/oz Au, US$4.0/lb Cu, & US$30/oz Ag

Figure 19: AntaKori Mineral Resource Estimate (2019, Source: Company Documents)

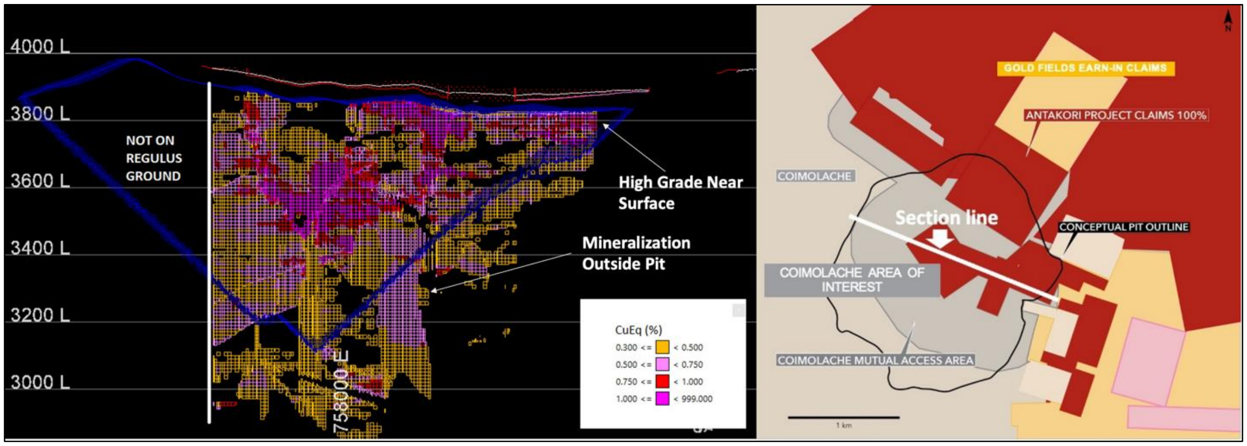

Figure 20: AntaKori 2019 Conceptual Pit Outline and Resource Section Showing CuEq Mineralization (Source: Company Documents)

Mineral Reserves
No mineral reserves have been declared for the AntaKori project as of the current technical disclosure. The 2019 resource estimate serves as a foundational geological model, but the project has not yet advanced to a Preliminary Feasibility or Feasibility level where mine design, dilution factors, and economic cutoffs would enable classification of Proven or Probable reserves. However, with the initiation of a joint resource model in collaboration with Coimolache and the anticipated integrated PEA for the 'TantaKori' district-scale development, we believe a maiden reserve estimate could follow within the next 12–18 months, contingent on mutual advancement of engineering and permitting studies.

Tantahuatay – Neighbouring Resource
The 2023 Mineral Resource Estimate for the Tantahuatay sulphide deposit underscores the scale and strategic importance of Regulus's collaboration with Coimolache. We break down the Tantahuatay ownership and operation in the section below, but as illustrated in the figure below, the deposit lies immediately adjacent to the AntaKori property, with mineralization extending into the shared boundary. Much of the higher-grade >1% CuEq mineralization occurs near surface, directly along the boundary.

However, as highlighted in the Buenaventura disclosure, a significant portion of this mineralization is currently classified as underground due to the pit limits imposed by the property line, as illustrated in Figure 22 below. This restriction prevents the inclusion of certain contiguous, high-grade zones in an expanded open-pit shell, effectively underreporting the true scale of the mineralized system when considered together with AntaKori.

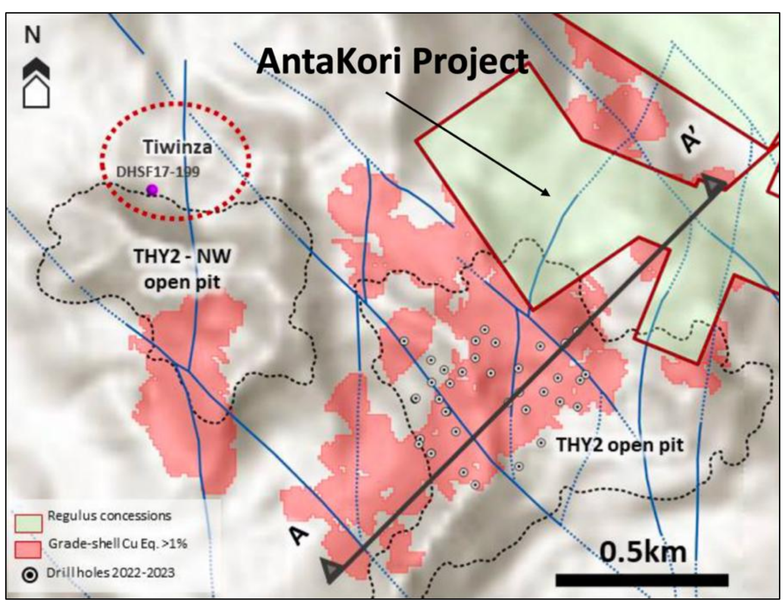

Figure 21: AntaKori Project Proximity to Tantahuatay Open Pit (Source: Company Documents)

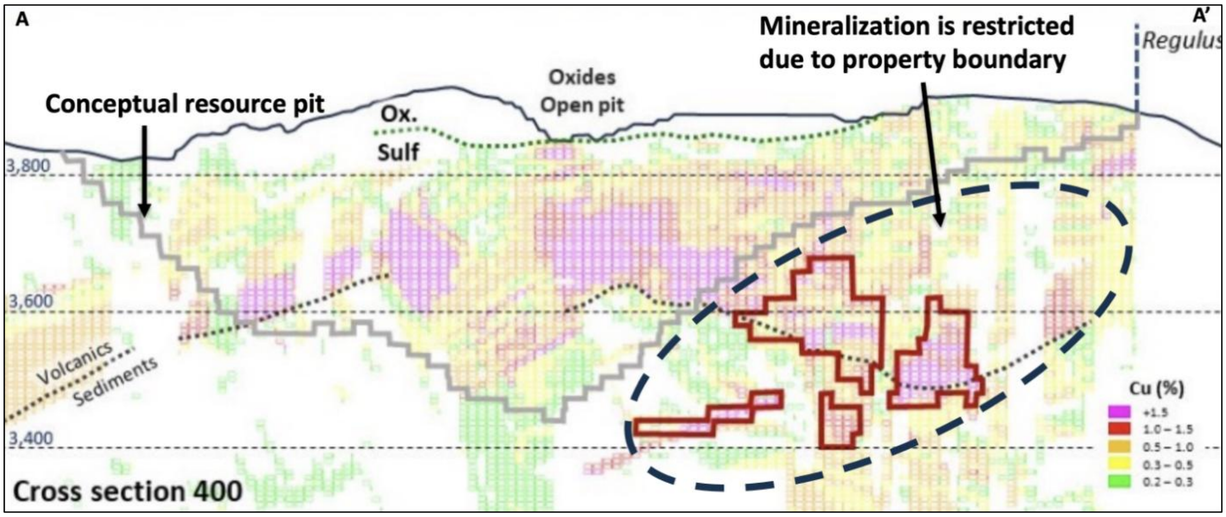

Figure 22: Tantahuatay Cross Section of Resource by Grade. Highlighting Pit Shell and Mineralization Restricted by Property Boundary (Source: REG Company Documents)

Resource Combination

In a conservative scenario, without including any resource additions from the 30,000m+ of Regulus drilling since 2019, and excluding the unreported high-grade tonnage on the Tantahuatay side restricted by the boundary, the base case in the figure below aggregates the reported sulphide resources from AntaKori (2019) and Tantahuatay (2023). It also highlights the copper equivalent resource based on the low base case metal prices; however, we have estimated the CuEq and AuEq resources based on closer to spot metal prices. As mentioned above, the metal prices used for these estimates are US$4.0/lb Cu, US$3,000/oz Au, and US$30/oz Ag.

This combination sets the stage for the upcoming 2025 joint MRE, which will serve as the foundation for a potential integrated PEA. We believe the unified approach could unlock a step-change in both tonnage and grade, positioning TantaKori as one of the most significant undeveloped copper-gold projects in the world.

2019 AntaKori MRE & 2023 Tantahuatay Investor Day Resource					Atrium Estimate	
	Category	Cu (Blbs)	Au (Moz)	CuEq (Blbs)	CuEq (Blbs)	AuEq (Mlbs)
AntaKori	Measured & Indicated	2.4	2.3	4.1	4.8	6.5
	Inferred	2.6	2.2	3.9	4.6	6.1
Tantahuatay	Measured & Indicated	2.0	1.4	2.6	3.1	4.0
	Inferred	6.3	4.6	8.5	9.8	15.0
TantaKori (Total Combined)	**Measured & Indicated**	**4.4**	**3.7**	**6.7**	**7.9**	**10.5**
	Inferred	**8.9**	**6.8**	**12.4**	**14.3**	**21.1**
	Total Global Resource	**13.3**	**10.5**	**19.1**	**22.2**	**31.6**

*Copper, Gold, and Silver Prices from the 2019 Resource are: US$1,400/oz Au, US$3.0/lb Cu, & US$18.0/oz Ag

*Metal Prices for the 2023 Tantahuatay Investor Day Resource are: US$1,900/oz Au & US$4.0/lb Cu

*Copper, Gold, and Silver Price Assumptions for the CuEq & AuEq Calculations (Atrium Estimates): US$3,000/oz Au, US$4.0/lb Cu, & US$30/oz Ag

Figure 23: Combined Resource

***Regulus notes that it has not reviewed the Tantahuatay Sulphides resource estimate and cannot confirm that it utilized the same estimation techniques as the AntaKori estimate.**

Recovery Methods & Processing

The AntaKori mineralization is known to host notable levels of arsenic, which presents challenges for conventional flotation and smelting, often leading to concentrate penalties or reduced payabilities. While AntaKori can be advanced with traditional processing methods, the nature of the orebody opens a compelling opportunity for Nuton and Regulus, as its potential impact on project economics and the environment is significant.

Nuton^{TM}

Nuton, developed by Rio Tinto, is a proprietary heap leaching technology designed to unlock copper from primary sulphide ores, especially chalcopyrite. It enables the production of copper cathode directly on site, bypassing smelters and reducing emissions. Unlike conventional pyrometallurgical routes, Nuton applies a tailored suite of catalysts and bacteria-assisted bioleaching to accelerate copper dissolution at ambient conditions, producing a copper cathode directly at the mine site. This eliminates the need for smelting; the process is also modular and scalable, suitable for both greenfield and brownfield sites.

Nuton also uses ~30% less water, avoids tailings generation, and is uniquely capable of handling arsenic-bearing ore, which is directly applicable to parts of the AntaKori deposit. For more information on Nuton, find their website here.

In 2023 and 2024, Regulus conducted Phases One and Two of its metallurgical test programs with Nuton and reported positive extraction results. In May 2025, Phase Two testwork determined copper recoveries of up to 88.3% from enargite-rich high-sulphidation mineralization and 87.9% from porphyry-hosted chalcopyrite mineralization, demonstrating the technology's strong potential to unlock value from both mineralization styles at AntaKori. While Nuton's technology is not guaranteed to be utilized at AntaKori, it introduces meaningful upside by expanding the mineable envelope and improving optionality. Following the testwork, Rio Tinto's Nuton invested $23.1M into Regulus for a 16.1% equity stake, signalling strong technical and strategic alignment. Nuton's first commercial deployment is expected at the Gunnison Copper Project in Arizona. It's backed by a major and early-stage integration into multiple advanced copper projects, positioning it as a transformative solution for challenging yet high-potential deposits like AntaKori.

Beyond Regulus, Aldebaran Resources (its sister company) is also collaborating with Nuton at the Altar Project, in Argentina, under an option-to-joint venture agreement allowing Nuton to earn a 20% indirect interest through staged payments of up to US$250M. To date, Nuton has paid US$30M, with an additional US$30M due upon completion of a PEA in 2025, and US$190M after a PFS in 2026, which is all contingent on Nuton electing to proceed at each milestone. The deal provides non-dilutive funding for Aldebaran's work programs, while Nuton's proprietary sulphide leaching technology could enhance project economics by lowering costs and capital needs.

Coimolache JV - Tantahuatay Mine

Ownership

Coimolache is jointly owned by Southern Copper Corporation (44.2% ownership, SCCO:NYSE), Compañía de Minas Buenaventura S.A.A. (40.1% ownership, BVN:NYSE), and Espro S.A.C. (15.7%), with Buenaventura operating the Tantahuatay mine. Unlike SCCO and BVN, both publicly listed and financially well-capitalized, Espro is privately held and family-owned.

Current Operations

Tantahuatay is an oxide, heap-leach gold-silver mine that has been in production for over a decade. The Coimolache JV began operating the Tantahuatay leach pad in late 2011, later adding the Ciénaga leach pad in 2015. The two pads sit about 3km apart and are fed by ore from five nearby open pits, hauled by truck. Tantahuatay handles roughly 80% of the ore, with its pregnant leach solution processed on-site to produce doré bars containing over 90% precious metals. Ciénaga's solution is processed through carbon adsorption before final refining at Tantahuatay.

According to the most recent life-of-mine plan, progressive closure would run until 2028, followed by final closure from 2029 to 2036 and post-closure from 2037 to 2041, at a total cost of ~$122.1M (very low by industry standards). The looming end of operations is already creating uncertainty in surrounding communities where the mine is a key source of jobs and local business, a situation that is compounded by developments at the Cerro Corona mine, located 7km away that is expected to run out of tailings capacity this year and shift to milling low-grade stockpiles until 2030, reducing its economic contribution to the region as well. The Coimolache JV is under growing pressure to prolong the life of the mine, and the only realistic path to do this is a properly scaled sulphide project that would involve both Coimolache and Regulus. Additionally, it can be assumed that ESPRO, which would be responsible for its proportional share of the mine's closure costs, is highly motivated to extend the mine life rather than proceed with a closure.

Figure 24: Tantahuatay Mine

History

2018 – Phase 1 Drilling at AntaKori
2019 – Phase 2 Drilling at AntaKori & Mineral Resource Estimate
2020 – Commenced trading on the OTCQX
2021 – Strategic Partnership with OR Royalties
2022 – Strategic Investment from Nuton, a Rio Tinto Venture
2023 – $23M Private Placement
2024 – Collaboration Agreement with Coimolache & Colquirrumi Claims Consolidated
2025 – Positive Nuton Phase 2 Extraction Results

Recent Announcements

On May 20th, 2025, Regulus provided an update on the Phase Two metallurgical test program with Nuton LLC and an update on the integrated resource estimate currently being completed with Coimolache.

On October 10th, 2024, Regulus announced that it had executed an agreement with Compañia de Minas Buenaventura S.A.A. to acquire the remaining 30% interest in the Colquirrumi claims that the Company did not already own. In exchange for the remaining 30% interest, Regulus has granted Buenaventura a 2% NSR over the Colquirrumi claims, of which 0.5% can be repurchased within 10 years in exchange for US$1M.

On July 29th, 2024, Regulus announced that it had entered into a collaboration agreement with Compañía Minera Coimolache S.A. to evaluate the viability of an integrated Coimolache Sulphides/AntaKori copper-gold project. The evaluation will consist of a mineral resource estimate with the option, upon mutual agreement, to complete a preliminary economic assessment.

Balance Sheet & Cap Table

Regulus has a strong balance sheet with $11.1M in cash and no debt, providing ample capital to continue advancing AntaKori. The Company also has excellent access to capital, given its track record and strategic partners. REG has 124.7M shares outstanding, which has remained largely flat since 2022 following the strategic investment from Nuton. The Company has no warrants outstanding and 11.2M options, all of which are in-the-money.

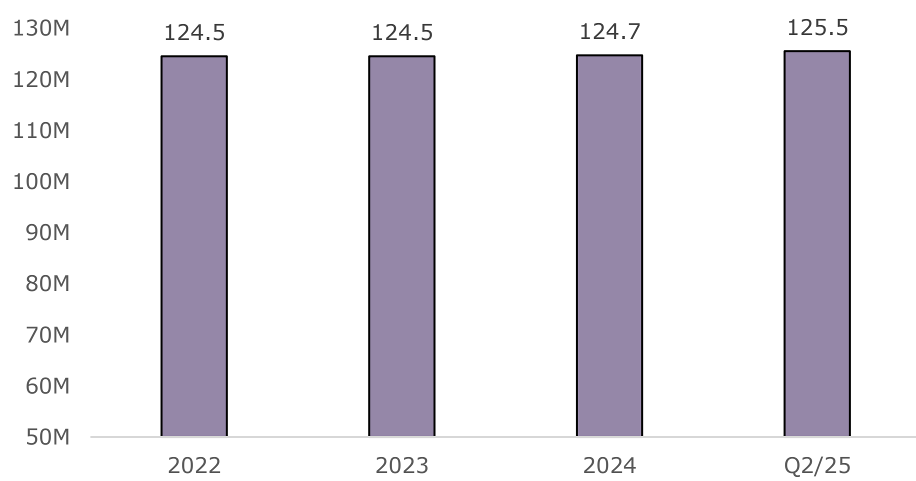

Figure 25: Shares Outstanding History

Management & Board

John E. Black – CEO & Director
Mr. Black is an economic geologist with more than 30 years of exploration experience in the Americas, Central Asia, the SW Pacific, and Eastern Europe/Western Asia. He first worked in South America in 1993 and has been actively involved in mineral exploration throughout the continent for several companies since that time. His professional credentials include a B.Sc. degree in Geology and an M.S. degree in Geology from Stanford University. John was the founding President of Antares Minerals Inc. and was instrumental in acquiring the Haquira project in Peru for Antares. He was the key driver in negotiating the sale of Antares to First Quantum Minerals for $650M. John's early career included work with Bear Creek Mining Company, Kennecott Minerals Corporation, Rio Tinto and Western Mining Corporation, and he currently serves as the CEO and director of Aldebaran Resources Inc. Mr. Black owns 3.6M shares, representing 3% ownership.

Fernando Pickmann – President, COO, & Director
Mr. Pickmann brings over 20 years of corporate, securities and mining law experience. His legal practice has been focused on advising significant mining companies in Peru. He has acted as the internal legal advisor of the Peruvian Government on the Mining Privatization Committee of Centromin Peru. He has also been a board member of several public and private junior mining companies and a board member of Petroperu (Peruvian Agency for oil and gas), and is currently a partner of Dentons law firm in the Lima office, negotiating multiple transfer, assignment and mining option contracts. Mr. Pickmann has also been a Professor of Mining Law and Strategic Alliances at Lima University. Mr. Pickmann was CEO of Southern Legacy Minerals before its amalgamation with Regulus. He is currently also on the Board of Aldebaran Resources Inc. Mr. Pickmann owns 1.5M shares, representing 1% ownership.

Dr. Kevin B. Heather – Chief Geological Officer
Dr. Kevin B. Heather is an economic geologist with close to 50 years of field experience in North and South America. Dr. Heather was a founding member of Antares, Aldebaran, and Regulus and directed the exploration that led to the discovery of the high-grade Haquira East deposit in Southern Peru, which was sold to First Quantum Minerals. His professional credentials include a BSc. (honours) degree in Geology from UBC in 1982, an MSc. degree in Geology from Queen's University in 1985, and a PhD. Degree from the University of Keele in 2001. During his career, Dr. Heather has been involved with several discoveries and has worked on various world-class ore deposits, including the El Indio Au-Ag-Cu Mine (Chile), the Pascua-Lama Au-Ag deposit (Chile-Argentina), and the Au-Ag Cerro Vanguardia Au-Ag deposit (Patagonia, Argentina). Mr. Heather owns 3.8M shares, representing 3% ownership.

Mark Wayne – CFO & Director
Mark Wayne is a co-founder, director and the CFO of Regulus and, before that, Antares Minerals Inc. Mr. Wayne has a law degree and is a CFA charterholder. He practiced law from 1980-1987, specializing in the fields of corporate and securities law. In 1987, he founded and became President of AltaFund Investment Corp., a public investment company that raised $110M. In 1991, AltaFund joined the Altamira group of mutual funds, and Mr. Wayne subsequently served as Vice-President, Western Canada for Altamira until November 1998. Mr. Wayne has raised money for, and served as a director or officer of, a number of public and private companies over the years in the mining, oil and gas and technology sectors. Mr. Wayne is based in Calgary, Alberta and is also an investment advisor with IA Securities Inc., a full-service investment dealer. Mr. Wayne owns 3.4M shares, representing 3% ownership.

John M. Leask – Director
Mr. Leask has a Bachelor of Applied Science degree in geological engineering from the University of British Columbia and is a Professional Engineer. He has been involved with numerous public mining exploration and development companies over his 40-year career. Mr. Leask is a founder and director of Highway 50 Gold Corp. He was a founder and former director of Goldrock Mines Corp., which was acquired by Fortuna Silver Mines in 2016 for $130M. Mr. Leask was formerly the President and CEO of Pachamama Resources, which merged with Regulus in 2012. He was also the founder, Chairman and President of White Knight Resources Ltd., which was acquired by US Gold Corp. (now McEwen Mining) in 2007. Mr. Leask owns 1.1M shares, representing 1% ownership.

Anna Tudela – Director
Ms. Tudela has over 30 years of experience working with public companies in the securities and corporate finance areas in North and South America. Most recently, she was the Vice President of Diversity, Regulatory Affairs and Corporate Secretary of Goldcorp and was actively involved in M&A with Wheaton River Minerals, Placer Dome Canada, Glamis Gold Ltd. and many other transactions culminating with the takeover of Goldcorp by Newmont Mining Corporation. Ms. Tudela has served as Corporate Secretary of Goldcorp Inc., Silver Wheaton Corp (Wheaton Precious Metals) and Diamond Fields Resources Inc. Most recently, Ms. Tudela was the recipient of the WIM (BC) Aurora Award, which recognizes an exceptional woman in mining who inspires others.

Michael McClelland – Director
Michael McClelland has over 15 years of experience in accounting and finance. He is currently the CFO of Titan Mining and Augusta Gold. Michael was formerly the CFO of Bisha Mining Share Company, an operating subsidiary of Nevsun Resources. He previously worked for Goldcorp as the Mine General Manager at Wharf Resources (now owned by Coeur Mining), and before that was Director of Finance, Canada and USA. Mr. McClelland started his career at KPMG LLP as a Senior Accountant with the mining group. He is a Chartered Accountant and has a Bachelor of Arts in Economics from Simon Fraser University in British Columbia, Canada.

Adam Burley – Director
Adam Burley is currently the CEO and President of Nuton, a Rio Tinto technology venture and a critical component of Rio Tinto's copper growth strategy and decarbonization goal. Adam began his career at Rio Tinto more than 20 years ago as an exploration geologist after earning a Master's degree in geology from the University of Southampton in the United Kingdom. From that start, Adam has held leadership roles at Rio Tinto across the globe – Africa, Europe, and the Americas – as well as across Rio Tinto's business – as the Exploration Manager for West Africa and later for Central Africa, President of the former Rio Tinto Eagle Mine in the US, and Chile Country Head. He also has acquired extensive expertise in resource-sector growth, business development, strategy, and partnership management through serving as General Manager, Strategy for Rio Tinto Copper, Chief Development Officer (Acting) for Copper and Diamonds, Chief Advisor of Mergers and Acquisitions for Rio Tinto and now in his current role with Nuton. Adam has served on the boards of the Michigan Chamber of Commerce, Consejo Minero of Chile, Bougainville Copper Limited (ASX) and Minera Escondida Limitada, Chile.

Risks

Jurisdiction Risk – Average
Peru's political landscape can be unpredictable, and changes in government policies or regulations related to mining can significantly impact the operations of REG. Additionally, changes in taxation, environmental regulations, or land-use laws can affect the cost structure and viability of projects. Regulatory enforcement can be inconsistent, and conflicts with local communities over land and water rights remain a challenge. Recent reforms aim to streamline permitting processes and enhance transparency to attract foreign investment.

Exploration & Development Risk – Average
REG has discovered strong intercepts, increasing the potential for a large resource at its AntaKori project; however, there is no guarantee that the deposit will be economically viable. Any material change in the quantity of Mineral Reserves, Mineral Resources, grade or stripping ratio may affect the economic viability of Regulus' properties.

Operational Risk – Average
Our thesis in REG is subject to general operational risks, including unexpected environmental/weather issues, a poor-quality drill contractor, and inflationary pressure on capex.

Dilution Risk – Below Average
REG has an excellent balance sheet with over $11M in cash and no debt, providing ample capital for years of exploration and development. Furthermore, the Company has 11.2M options which are in-the-money, providing further cashflow over the years. Given the team's strong track record and strategic partners, we do not foresee raising capital to be an issue.

Appendix

FD ITM Shares Calculation	
Basic Shares Out.	125.5
Dilutive ITM Shares	9.8
Proceeds	$9.5
Repurchased Shares	4.2
Adj. Dilutive ITM Shares	5.7
FD ITM Shares	**131.1**
FD Shares	135.3

Figure 26: FD ITM Shares Calculation (Treasury Stock Method)

	Exercise Price	Outstanding (M)
Basic Shares Outstanding		**125.5**
Total Warrants		**0.0**
Options		
2025-10-19	$1.49	0.2
2026-04-13	$0.89	0.2
2027-07-22	$0.76	0.1
2028-02-06	$1.02	3.9
2029-01-23	$0.93	0.1
2029-02-06	$0.92	5.2
2029-03-04	$0.92	0.2
Total Options		**9.8**

Figure 27: Capital Structure

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RATING	COVERED COMPANIES
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HOLD	0
SELL	0

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