

Financing drought in the junior commodities space

CURRENT TRENDS IN MINING FINANCE

INTERNATIONAL METAL WRITERS CONFERENCE
Vancouver, BC, May 28-29, 2017

Presented by Kai Hoffmann, CEO

Who are we?



North America's leading provider of relevant financing information in the junior commodities space!

Home of the Oreninc Deal Log & Oreninc Index

Acquired in September 2016

NORTH AMERICA



INVESTOR MAGAZIN

German resource letter
72% PERFORMANCE in 2016

EUROPE

EUROPE

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European Investment Community
ROAD SHOWS, Newsletter Coverage etc.



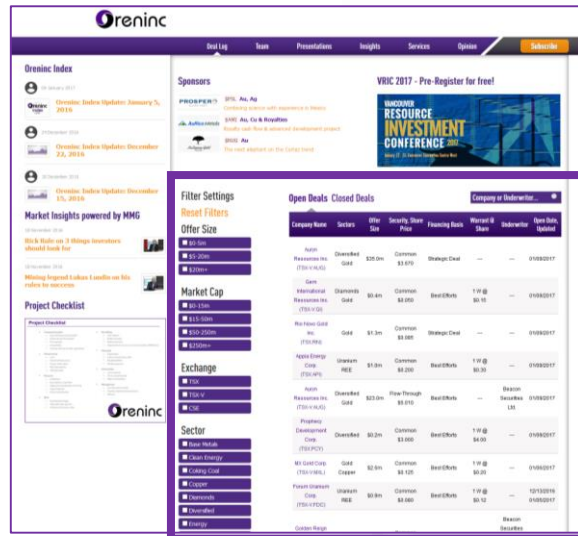
Kai Hoffmann, CEO

What do we do?

- TRACKING OVER 1,400 COMPANIES on the TSX, TSX Venture Exchange and Canadian Stock Exchange
- LOGGED +27,500 DEALS since 2011
- Collected close to 750,000 DATA POINTS
- Data-driven approach to examining financings
- IN-HOUSE data analyst
- CONSULTING on capital raises and ancillary aspects
- SECTOR & BROKER REPORTS



Oreninc Deal Log



On every financing we collect
up to **40 DATA POINTS**

UPDATED DAILY

Filter Settings

Reset Filters

Offer Size

- ☐ \$0-5m
- ☐ \$5-20m
- ☐ \$20m+

Market Cap

- ☐ \$0-15m
- ☐ \$15-50m
- ☐ \$50-250m
- ☐ \$250m+

Exchange

- ☐ TSX
- ☐ TSX-V
- ☐ CSE

Sector

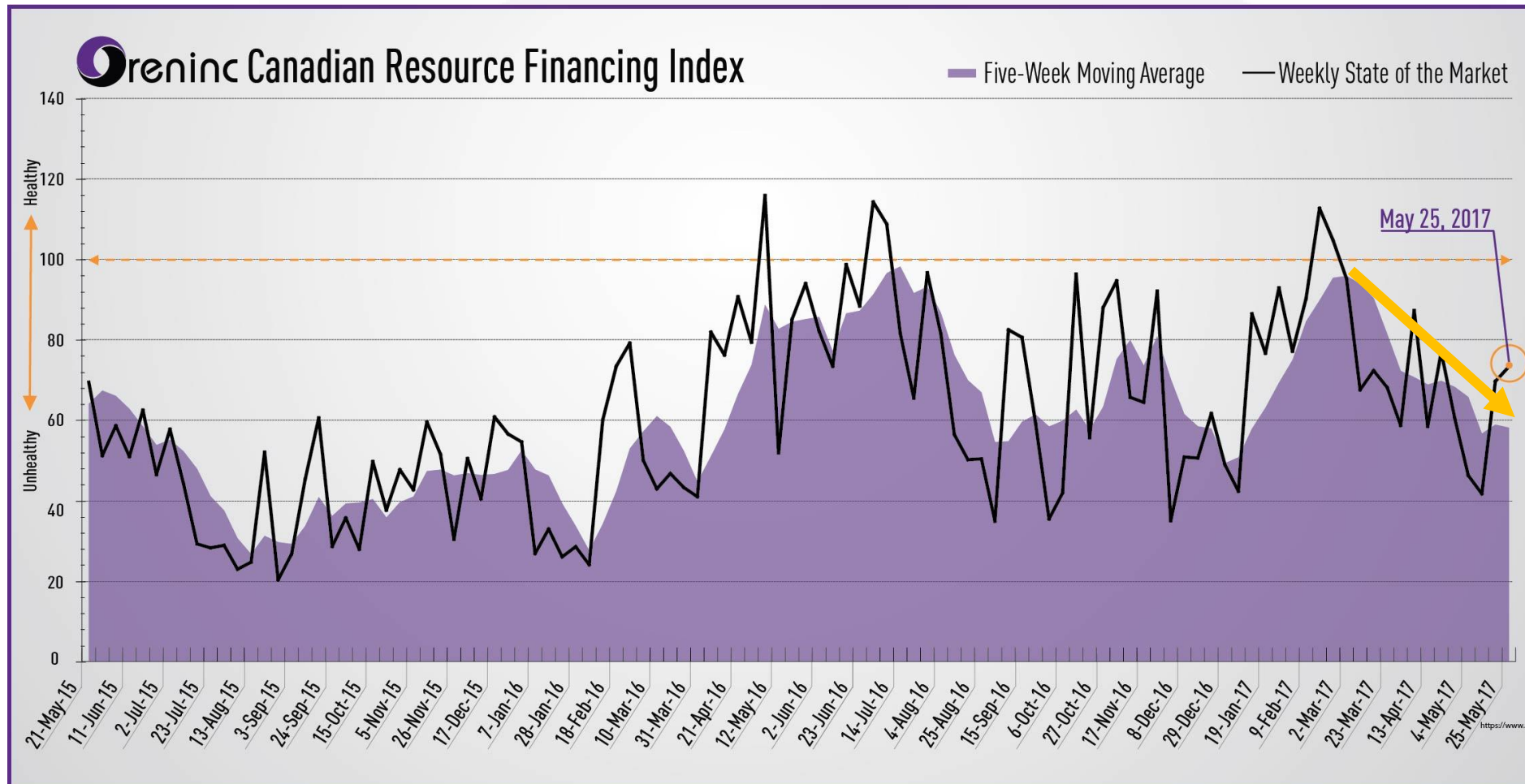
- ☐ Base Metals
- ☐ Clean Energy
- ☐ Coking Coal
- ☐ Copper
- ☐ Diamonds
- ☐ Diversified
- ☐ Energy

Open Deals Closed Deals

Company or Underwriter...

Company Name	Sectors	Offer Size	Security, Share Price	Financing Basis	Warrant @ Share	Underwriter	Open Date, Updated
Auryn Resources Inc. (TSX-V:AUG)	Diversified Gold	\$35.0m	Common \$3.670	Strategic Deal	---	---	01/09/2017
Gem International Resources Inc. (TSX-V:GI)	Diamonds Gold	\$0.4m	Common \$0.050	Best Efforts	1 W @ \$0.15	---	01/09/2017
Rio Novo Gold Inc. (TSX:RN)	Gold	\$1.3m	Common \$0.085	Strategic Deal	---	---	01/09/2017
Appia Energy Corp. (TSX-API)	Uranium REE	\$1.0m	Common \$0.200	Best Efforts	1 W @ \$0.30	---	01/09/2017
Auryn Resources Inc. (TSX-V:AUG)	Diversified Gold	\$23.0m	Flow-Through \$5.010	Best Efforts	---	Beacon Securities Ltd.	01/09/2017
Prophecy Development Corp. (TSX:PCY)	Diversified	\$0.2m	Common \$3.000	Best Efforts	1 W @ \$4.00	---	01/09/2017
MX Gold Corp. (TSX-V:MXL)	Gold Copper	\$2.6m	Common \$0.125	Best Efforts	1 W @ \$0.20	---	01/06/2017
Forum Uranium Corp. (TSX-V:FDC)	Uranium REE	\$0.9m	Common \$0.080	Best Efforts	1 W @ \$0.12	---	12/13/2016 01/05/2017
Golden Reign						Beacon Securities	

Oreninc Index 2015 TO TODAY



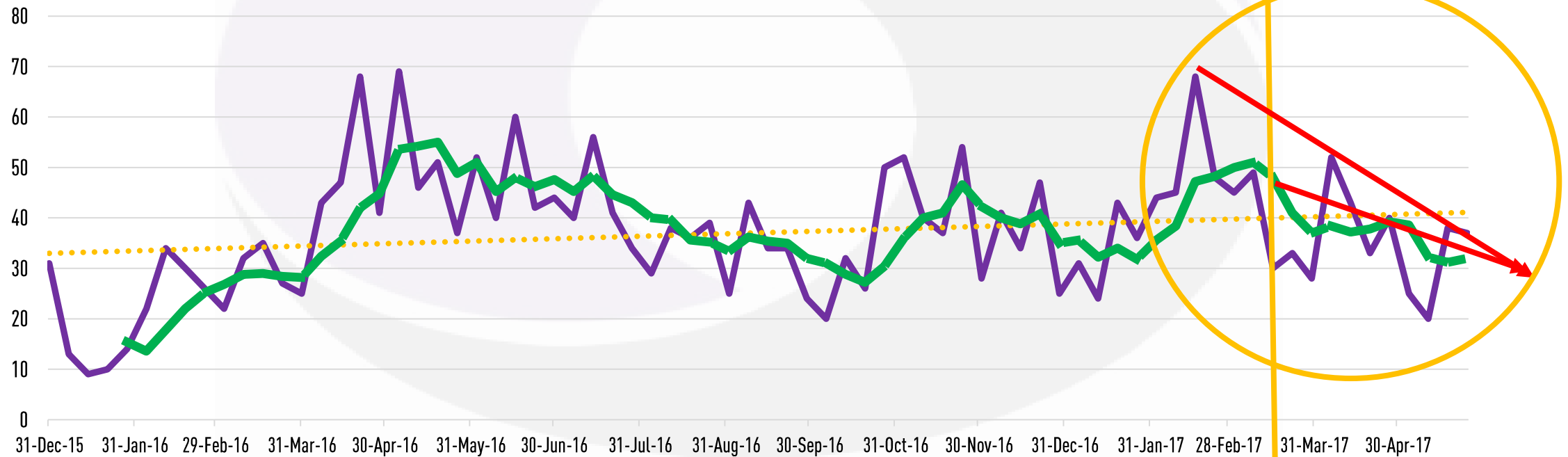
Looking back to January 2017

MARKET MOMENTUM WAS BUILDING

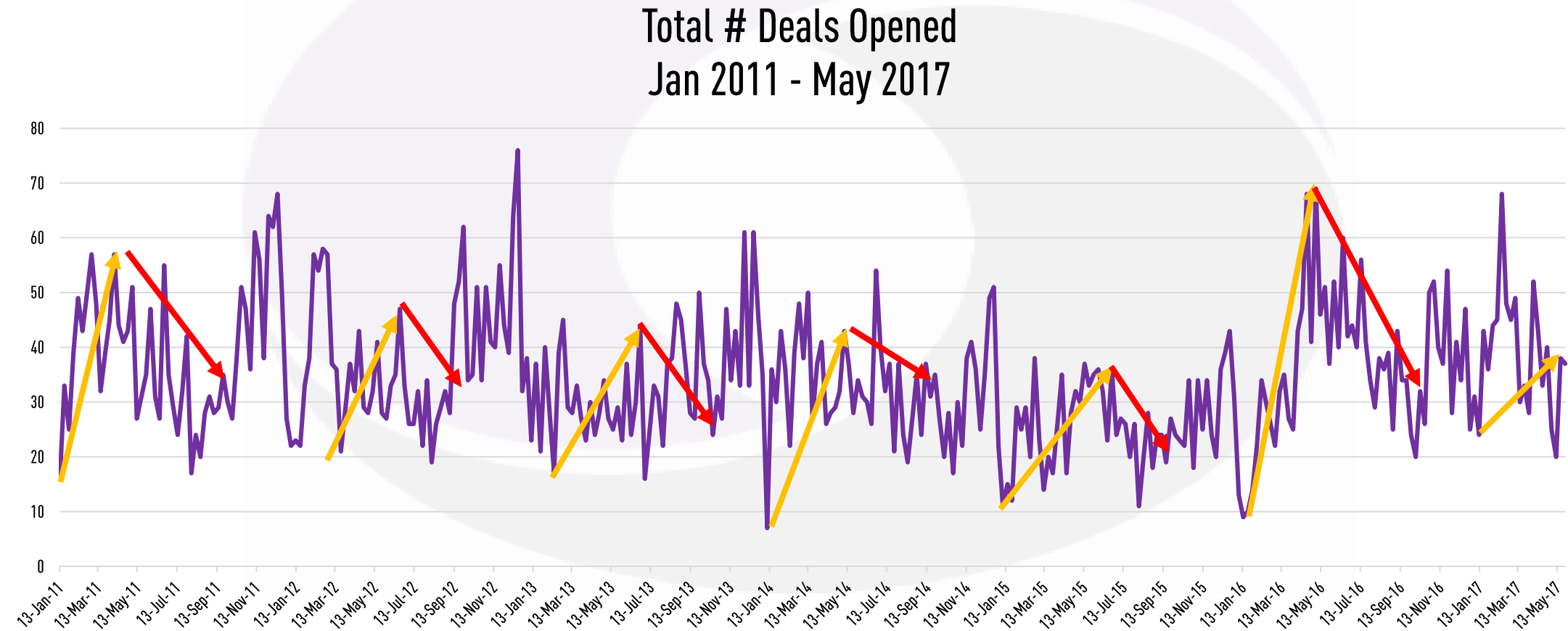
- most deals opened in the last 6 years
- Total \$ raised highest in 3 years
- Average \$ raised highest in 3 years

Spring Financing Drought

Total number of deals opened
Jan 2016 to May 2017



Explanation #1 - Seasonality



or Explanation #2

ARE COMPANIES FULLY FINANCED? IS THE EXPLORATION MARKET SATURATED?

Who is currently financing?

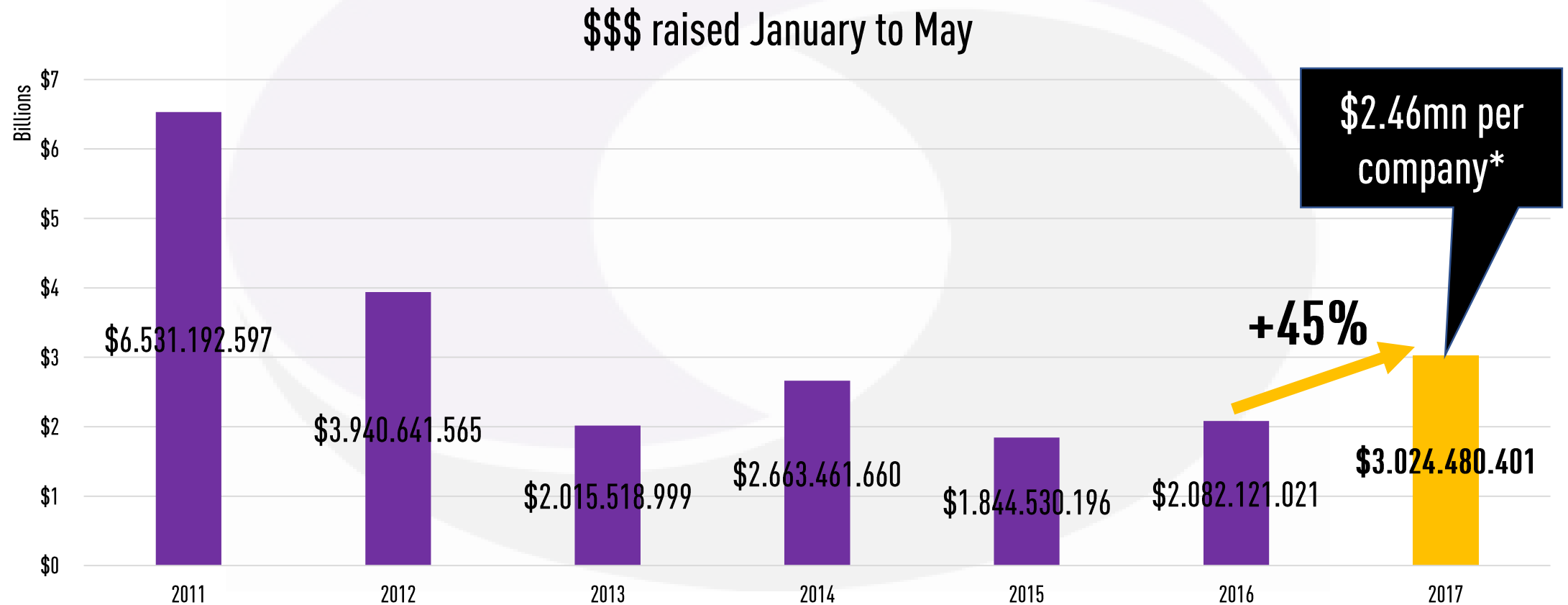
How do we back this up with our data?

Subjectivity

Explanation #2

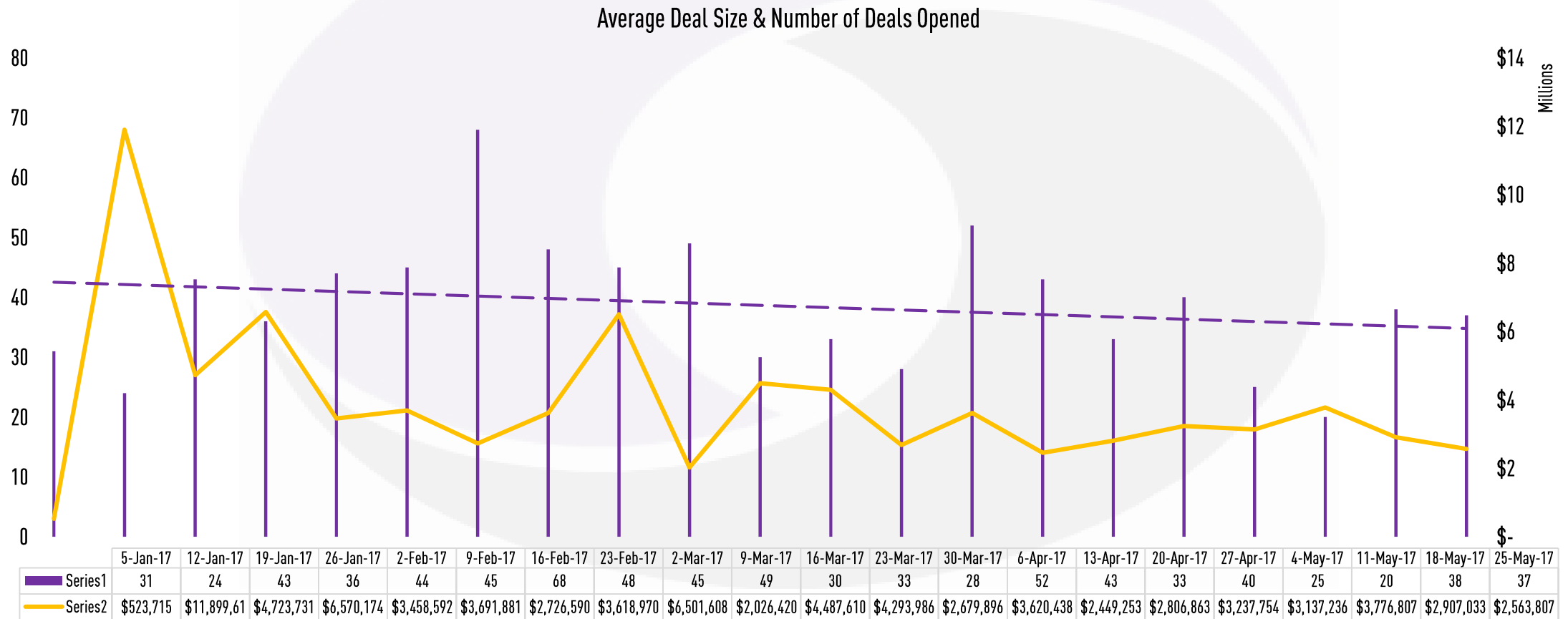
- Total dollars raised in the first 5 months of the year 2011 – 2017
- Average deal size
- Total number of deals opened
- Increase of smaller financings after PDAC in % of total financings
- Deal Quality
 - Warrant Premiums
 - Discount Premiums

Explanation #2 – Total \$ raised

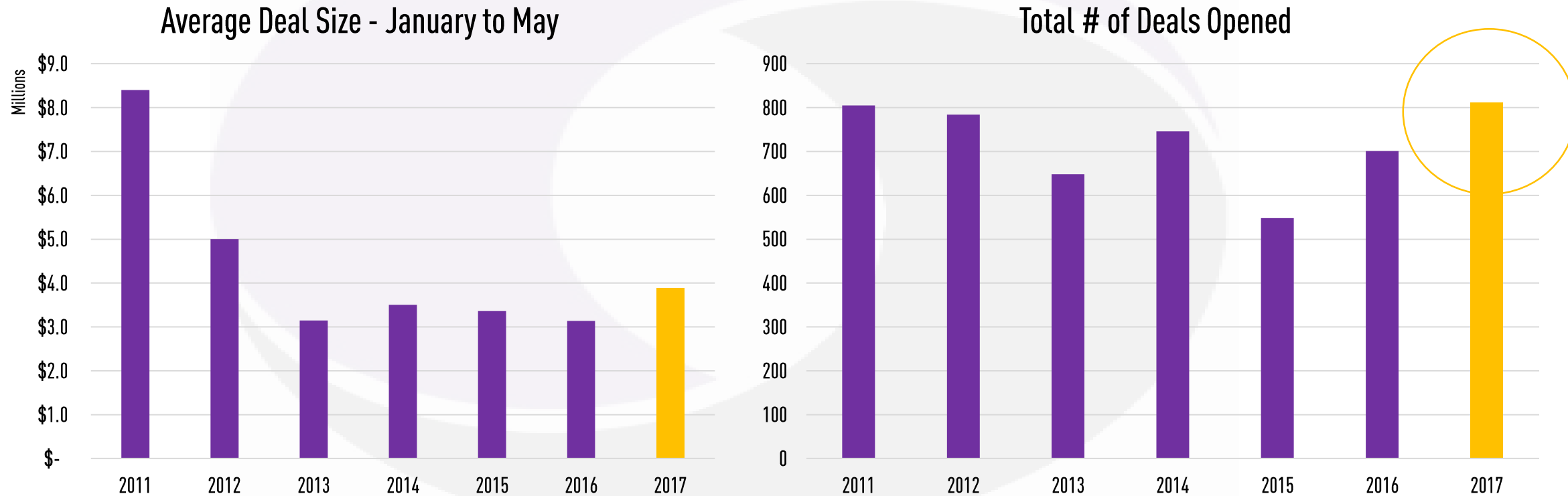


*1,213 Mining companies listed on the TSX & TSX-V; Source: TSX.com; YTD April 2017

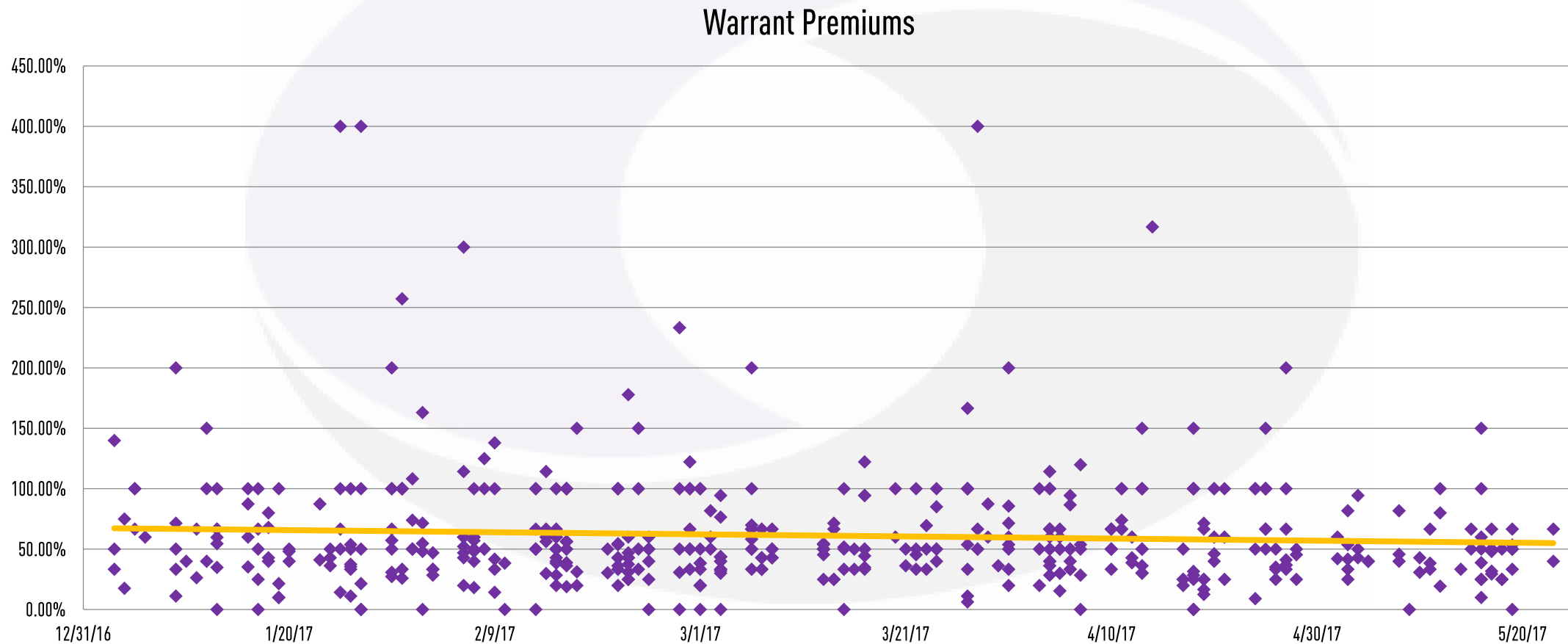
Explanation #2 – Average Deal Size



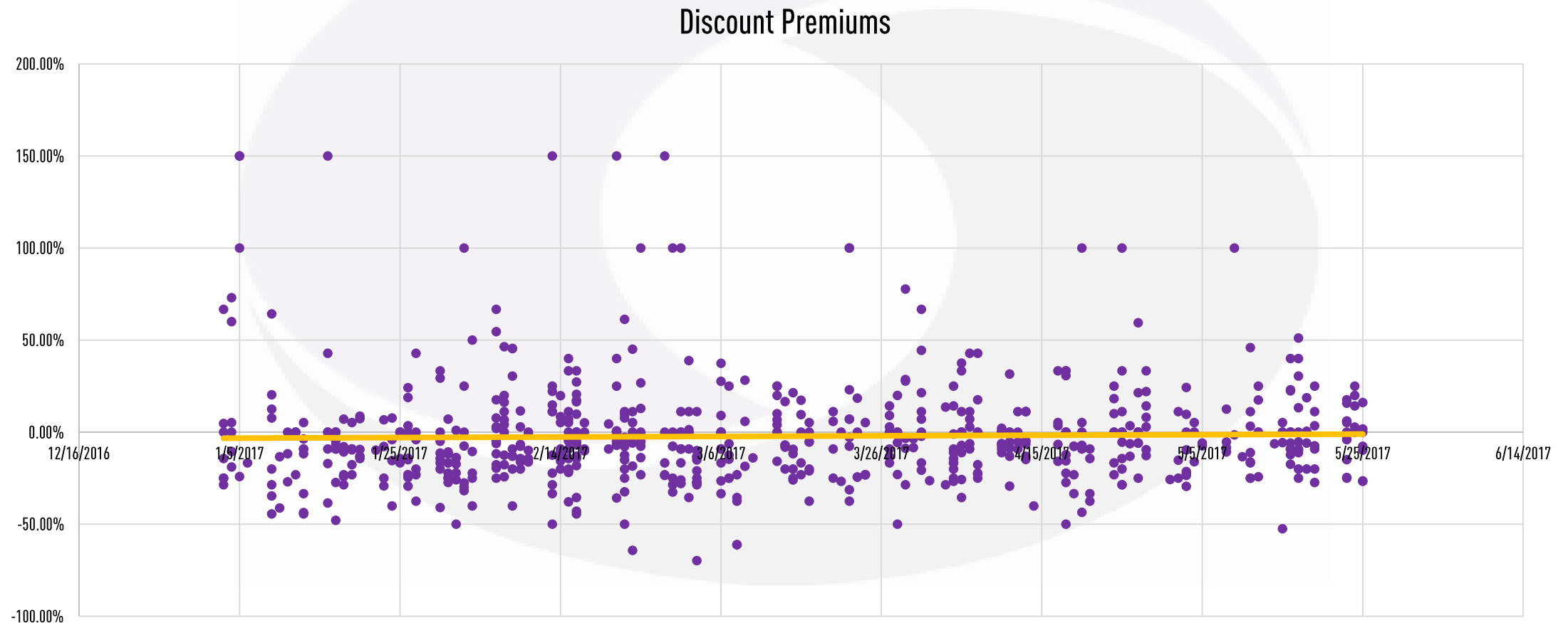
Explanation #2 – Average Deal Size



Explanation #2 – Deal Quality



Explanation #2 – Deal Quality



Explanation #2 - Summary

- Total \$ raised – confirmed
- Average Deal Size
 - YTD: confirmed
 - YoY: confirmed
- Deals Opened
 - YTD: confirmed
 - YoY: confirmed
- Deal Quality
 - Warrant Premiums: confirmed
 - Discount Premiums: not conclusive

A purple thought bubble with a small tail pointing downwards and to the left. Inside the bubble, the text "Food for" is in white and "thought" is in yellow.

Food for
thought

TOP 10 Financings 2017 – All sectors

1	Fortuna Silver Mines Inc.	Silver	\$	97,994,058.75
2	Bluestone Resources Inc.	Copper	\$	80,000,000.00
3	JDL Gold Corp.	Gold	\$	63,419,172.00
4	Osisko Mining Inc.	Gold	\$	52,111,800.00
5	Northern Dynasty Minerals Ltd.	Copper	\$	48,995,474.00
6	Itafos	Phosphates	\$	45,932,135.01
7	Argonaut Gold Inc.	Gold	\$	45,000,000.00
8	Dundee Precious Metals Inc.	Precious Metals	\$	43,715,644.00
9	Platinum Group Metals	PGM	\$	37,378,737.50
10	Auryn Resources Inc.	Diversified	\$	35,020,615.00

Market Cap below \$1.5bn, ex Oil & Gas

TOP 10 Financings 2017 – Battery Metals

1	Neo Lithium Corp.	Lithium	\$ 25,005,000.90
2	Advantage Lithium Corp.	Lithium	\$ 20,000,000.00
3	eCobalt Solutions Inc.	Cobalt	\$ 17,250,000.00
4	Bacanora Minerals Ltd.	Lithium	\$ 16,896,000.00
5	Largo Resources Ltd.	Vanadium	\$ 16,083,053.55
6	Lithium X Energy Corp.	Lithium	\$ 15,010,000.00
7	Bacanora Minerals Ltd.	Lithium	\$ 12,946,627.00
8	Millennial Lithium Corp.	Lithium	\$ 5,937,500.00
9	Liberty One Lithium Corp.	Lithium	\$ 4,175,641.70
10	Elcora Advanced Materials Corp.	Graphite	\$ 2,645,823.00

TOP 10 Financings 2017 – Gold

1 JDL Gold Corp.	TSX-V:JDL	\$ 63,419,172.00
2 Osisko Mining Inc.	TSX:OSK	\$ 52,111,800.00
3 Argonaut Gold Inc.	TSX:AR	\$ 45,000,000.00
4 Golden Star Resources Ltd.	TSX:GSC	\$ 34,500,345.00
5 Continental Gold Limited	TSX:CNL	\$ 34,360,000.00
6 Osisko Mining Inc.	TSX:OSK	\$ 30,084,000.00
7 Barkerville Gold Mines Ltd.	TSX-V:BGM	\$ 27,028,450.00
8 Goldquest Mining Corp.	TSX-V:GQC	\$ 22,860,000.00
9 Seabridge Gold Inc.	TSX:SEA	\$ 22,000,000.00
10 JDL Gold Corp.	TSX-V:JDL	\$ 20,000,000.00

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