

INITIATION OF COVERAGE
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Market Statistics in USD

Price	\$ 1.22
52 week Range	\$0.34 - \$1.38
Daily Vol (3-mo. average)	423,450
Market Cap (M)	\$ 318.3
Enterprise Value (M)	\$ 289.1
Shares Outstanding: (M)	251.1
Float (M)	206.7

Financial Summary in USD

Cash (M)	\$ 29.7
Cash/Share	\$ 0.12
Debt (M)	\$ -
Equity (M)	\$ 65.9
Equity/Share	\$ 0.26


COMPANY DESCRIPTION

Heliostar Metals Ltd. is a Canadian-domiciled gold company listed on the TSX Venture Exchange (TSXV: HSTR) and OTCQX (HSTXF). The Company transformed from an exploration-stage entity into a multi-asset gold producer through its November 2024 acquisition of Argonaut Gold's Mexican portfolio, which brought the producing La Colorada and San Agustin mines and the development-stage Cerro del Gallo and San Antonio projects into its portfolio. Today, Heliostar operates five 100%-owned Mexican gold assets. The Company's stated strategy is to grow into a 300–500 thousand ounce per year mid-tier producer by the end of the decade, while prioritizing per-share growth and disciplined capital allocation.

HELIOSTAR METALS LTD. (TSXV: HSTR)
Company Updates

Flagship Project: The Company's flagship Ana Paula project in Guerrero is a high-grade underground development asset hosting approximately 1.2 million ounces grading 5.4 g/t gold in the High-Grade Panel. Active drilling is extending the Parallel Panel and upgrading inferred ounces. A preliminary economic assessment is underway and will be followed by a feasibility study in mid-2026, with first production targeted in 2028. Ana Paula is fully permitted for open-pit mining, and the Company intends to submit an underground permit amendment in 2026. This expansion is expected to be primarily self-funded from the below mentioned producing assets.

Producing Assets: Heliostar operates two wholly owned producing mines in Mexico. Both mines were acquired in the November 2024 Florida Canyon transaction and are now generating consistent cashflow to fund growth. La Colorada is mining from the Junkyard stockpile while advancing pit expansions at Creston and Veta Madre, producing 3,464 ounces in 2Q25 at an AISC of US\$1,425/oz. San Agustin is currently re-leaching residual pads ahead of restarting primary mining in the Corner Area in 4Q25, and delivered 3,564 ounces in 2Q25 at an AISC of US\$1,597/oz.

Exploration Portfolio: Alongside its producing platform, Heliostar controls a pipeline of large-scale development and exploration projects anchored by its flagship Ana Paula project in Guerrero. Additionally, the Company has its Cerro del Gallo in Guanajuato, which is undergoing metallurgical and engineering work for a pre-feasibility study in 4Q25, while San Antonio in Baja California Sur is under strategic review following its January 2025 PEA. The Company also owns the Unga project in Alaska, which is slated for drilling in 2H25. These projects represent Heliostar's medium- and long-term growth engine as it transitions into a mid-tier gold producer.

Financials: Heliostar Metals is an emerging multi-asset gold producer with a robust balance sheet and a strong operational start to its first full year of production. As of August 27, 2025, the Company had US\$29.7 million in cash, US\$51.7 million in working capital, and no debt. In March 2025, Heliostar completed a C\$19.5 million bought deal financing, which included a C\$5 million cornerstone investment from Eric Sprott, further strengthening its financial position. Operationally, the Company produced 7,262 ounces of gold and sold 8,375 ounces (8,556 GEOs) in 2Q25, generating US\$27.9 million in revenue and US\$14.3 million in mine operating earnings at a consolidated all-in sustaining cost (AISC) of US\$1,541/oz.

Outlook: Management is guiding for 31–41 thousand GEOs in 2025 at cash costs of US\$1,800–1,900/oz and AISC of US\$1,950–2,100/oz, with production expected to rise to 150 thousand ounces by 2028 and 300–500 thousand ounces by 2030. The Company's operating strategy emphasizes using low-capex ounces from La Colorada and San Agustin to self-fund Ana Paula, minimizing equity dilution.

Valuation: When valuing HSTR we apply a EV/NAV range of 0.4x to 0.7x with a midpoint of 0.6x which results in a valuation of \$2.30 to \$3.86 with a mid-point of \$3.08. When using an EV/Reserves valuation method we apply a multiple range of 50.0x to 80.0x with a midpoint of 65.0x which results in a valuation of \$2.32 to \$3.57 with a mid-point of \$2.94.

Business Overview

Heliostar Metals Ltd. is a Canadian-domiciled gold company listed on the TSX Venture Exchange (TSXV: HSTR) and OTCQX (HSTXF). The Company transformed from an exploration-stage entity into a multi-asset gold producer through its November 2024 acquisition of Argonaut Gold's Mexican portfolio, which brought the producing La Colorada and San Agustin mines and the development-stage Cerro del Gallo and San Antonio projects into its portfolio. Today, Heliostar operates five 100%-owned Mexican gold assets. The Company's stated strategy is to grow into a 300–500 thousand ounce per year mid-tier producer by the end of the decade, while prioritizing per-share growth and disciplined capital allocation.

Exhibit 1: Company Overview

				
La Colorada Mine	San Agustin Mine	Ana Paula Project	Cerro del Gallo Project	San Antonio Project
Strong Turnaround in 2025	Restarting Mining in 2025	High Quality Development Project	Second Development Project	Very Strong Economics
<ul style="list-style-type: none"> Restarted mining in January 2025 Added 6 years of mine life averaging 50koz/year from pit expansions Exploration upside 	<ul style="list-style-type: none"> Restart of mining on track Q4 2025 Approved to expand open pit and raise leach pad Oxide growth and sulphide exploration drilling 	<ul style="list-style-type: none"> Feasibility Study in progress targeting production in 2028 ~60m wide High Grade Panel driving UG mine plan Minimum 15,000m of drilling in progress 	<ul style="list-style-type: none"> Potential for long life heap leach mine Historic resource being updated with PFS Targeting 80-100koz/yr 	<ul style="list-style-type: none"> 1.0 g/t gold heap leach project 1.1 M gold oz production over 13 years PEA shows US\$715M NPV5, 59% IRR, and a US\$131M CAPEX at US\$2,600/oz gold
Q3 2025 Updated Technical Report	Q3 2025 Permits Received	H2 2026 Feasibility Study	Q4 2025 Pre-Feasibility Study	2025 Advancing Studies

Source: Company Reports

Heliostar is now in its first full year of commercial production, positioning itself as a rare junior-to-producer transition story in the gold sector. Production is derived from the Junkyard Stockpile at La Colorada and residual leaching from ore previously stock on the pad at San Agustin while both mines ramp up to full operations. Heliostar's growth will be driven by the staged development of Ana Paula, Cerro del Gallo, and San Antonio, with equity requirements funded from operating cash flow. The Company is currently executing its largest ever drill campaign—40,000-50,000m in 2025—focused on Ana Paula's High Grade and Parallel Panels, La Colorada's Creston and Veta Madre pits, and San Agustin's oxide expansion and sulphide exploration zones. This integrated model of cashflow-funded development and disciplined growth is designed to reduce reliance on dilutive equity raises while accelerating the Company's path to mid-tier scale.

Projects Overview

La Colorada (Sonora):

La Colorada is a 100%-owned open-pit heap leach mine located in the prolific Sonora gold belt of northern Mexico, an established mining jurisdiction with year-round road access, grid power, and nearby labor pools. The asset hosts 377 thousand ounces of reserves grading 0.65 g/t and has been a core focus since its restart in January 2025. Mining is currently centered on the Junkyard stockpile, while development work targets the Creston and Veta Madre pits to establish sustainable open-pit production. The site includes existing crushing, leaching, and ADR plant infrastructure, minimizing capital requirements for expansion. Drilling has returned strong intercepts demonstrating higher-grade zones than currently modeled. Upcoming work will focus on resource conversion drilling, cutback design for the main pits, and testing underground potential beneath the Creston Pit as well as exploration across the broader,

Exhibit 2: La Colorada Overview

Results - Three months ended June 30

- Production:
 - GEOs – 3,538 ounces
 - Gold – 3,464 ounces

YTD 7,850 GEOs

Guidance
17,500-23,800 GEOs

Highlights

- Safety** – One Loss of Time incident
- Junkyard stockpile** – Started crushing and stacking free digging ~0.2 g/t material in January.
- Residual leaching remains strong** – Residual leaching outperformed budget in Q1 and Q2, 2025
- 2025 guidance maintained** – Leaching of Junkyard material from upper leach pad improved production from mid July and production in Q3 and Q4, 2025 is forecast to increase
- Technical Report** – Updated technical report in progress in Q2, 2025. A change in geotechnical analysis delayed completion of the report which is planned for early September, 2025
- Veta Madre Permit** – Heliostar submitted permit to expand pit in Q2, 2025. Permit timeline expected in late 2025/early 2026
- Stockpile Drilling** – Drilling of Truckshop stockpile returned positive results and the Company is completing plans to process part of this material upon completion of operations on the Junkyard stockpile

Source: Company Reports

undrilled land package. Management views La Colorada as a low-capex cornerstone asset that can generate stable cashflow to support its own growth as well as generate cash for Ana Paula's build.

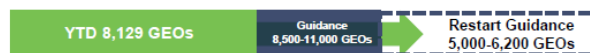
San Agustin (Durango):

San Agustin is a 100%-owned open-pit heap leach operation located in Durango State, Mexico, with established mine infrastructure, haul roads, and processing facilities inherited from Argonaut Gold. The mine is currently re-leaching residual material from historical pads while preparing to restart primary mining in the newly permitted Corner Area in 4Q25. The Corner Area study outlined 68 thousand ounces of reserves, a 1.2-year mine life, and compelling after-tax economics of US\$35 million NPV5% and 548% IRR at a gold price of US\$3,000/oz on just US\$4.2 million of initial capex. The plan calls for approximately 45 thousand ounces of production generating ~US\$40 million of cashflow at \$3,000/oz, which will be reinvested into Ana Paula. Beyond the Corner Area, San Agustin hosts several oxide exploration targets with potential to significantly extend mine life. Additional sulphide targets include deep porphyry-style mineralization identified by prior drilling that could provide an additional phase for extending the life of the asset. The mine is strategically important as a near-term cash generator that can rapidly scale production with minimal capital.

Exhibit 3: San Agustin Overview

Results - Three months ended June 30

- Production:
 - GEOs – 3,622 ounces
 - Gold – 3,564 ounces



Highlights

- **Safety** – One Loss of Time incident
- **Re-leaching** – Stronger than budgeted results from turning over and irrigating portions of the leach pad
- **Restart of Mining** – The Company has completed regulatory requirements to enable the restart of mining at San Agustin from the Corner area
- **Restart in Q4, 2025** – Work to commence mining is underway, including administrative programs and small ancillary capital projects, and the Company anticipates production from the Corner starting in Q4 2025 and continuing into 2027.
- **Corner Reserve** – Recoverable reserves at the Corner area are estimated at 44.5k ounces of gold.
- **Growth Drilling** – Following commitment to restart mining the Company has commenced drilling at San Agustin with a 10,000-15,000 metre program testing oxide and sulphide targets in Q3 and Q4, 2025

Source: Company Reports

Ana Paula (Guerrero):

Ana Paula is Heliostar's 100%-owned flagship development project, located in Guerrero's highly prospective Guerrero Gold Belt. It is a fully road-accessible site with grid power and water access, situated ~180 kilometers from Mexico's Pacific coast. The project hosts approximately 1.2 million ounces grading 5.4 g/t gold within the High-Grade Panel of the Ana Paula deposit, a polymictic breccia body with consistent, wide zones of high-grade mineralization. Work to support a feasibility study is underway and planned to be released near year-end 2026, with first production targeted in 2028 at an initial run rate of ~100 thousand ounces per year. Current drilling is focused on infill and step-out holes within the High-Grade Panel and expanding the adjacent Parallel Panel with the goal of showing a 10 year mine life at ~100 thousand ounces per year in the upcoming study. Ana Paula is fully permitted for open-pit mining, and Heliostar plans to submit an underground permit amendment in late 2025 to unlock the higher-grade underground potential. The project will be the key growth engine in the Company's transition to mid-tier producer status and is expected to materially lower corporate AISC once in production.

Cerro del Gallo (Guanajuato):

Cerro del Gallo is a 100%-owned gold-silver-copper project located in the historic Guanajuato mining district of central Mexico, an area with extensive infrastructure and a skilled labor base. The deposit is a large disseminated gold-silver system, with a historic resource of 2.9 million ounces of gold and 79 million ounces of silver. The company is conducting metallurgical, geotechnical, and engineering work to support an updated pre-feasibility study planned for 4Q25. Early concepts envision a large-scale open-pit heap leach operation producing 80–100 thousand ounces per year at competitive costs, leveraging existing regional infrastructure

to minimize capital intensity. Cerro del Gallo represents Heliostar's long-term growth platform and offers the scale necessary to anchor its transition from junior producer to mid-tier operator.

San Antonio (Baja California Sur):

San Antonio is a 100%-owned gold project located in Baja California Sur, Mexico. The project hosts 1.9 million ounces of gold and returned a January 2025 PEA showing a US\$715 million NPV5% and 59% IRR at US\$2,600/oz gold, based on a conceptual 70–80 thousand ounce per year open-pit heap leach operation. The project benefits from paved road access and nearby port infrastructure but requires state-level environmental permits, which have historically been challenging in Baja. Heliostar is undertaking a strategic review to optimize its development approach, sequencing the project after Ana Paula. San Antonio offers significant production scale and strong project economics, and its eventual permitting would provide Heliostar with a second long-life cornerstone asset.

Unga (Alaska):

Unga is an early-stage gold-silver project located on Unga and Popof Islands off the coast of Alaska, USA, covering approximately 250 square kilometers. It contains multiple high-grade epithermal gold veins and historic underground workings. Unga hosts a resource of 384 thousand ounces at an impressive 14 g/t. The project has been dormant since 2021 as the Company prioritized its Mexican assets, but drilling is planned to resume in 2H25. While non-core in the near term, Unga provides long-term optionality and could be monetized or joint-ventured to fund development of the Mexican portfolio.

Growth Drivers

Production and Cost Trajectory

Heliostar plans to scale production from approximately 35 thousand ounces in 2025 to 150 thousand ounces per year starting in 2028 and 300–500 thousand ounces by 2030. Near-term growth will be driven by La Colorada and San Agustin, which are delivering immediate cashflow at modest capital intensity. This operational cash will be redeployed into the development of Ana Paula, which is projected to produce 100 thousand ounces per year from 2028 at sub-US\$1,250/oz AISC once ramped. Cerro del Gallo offers a second major growth step, with a pre-feasibility study due in 4Q25 evaluating an 80–100 thousand ounce per year heap leach operation that could lift consolidated production above the 300 thousand ounce threshold early in the next decade.

Exhibit 4: 2Q25 Quarterly Operating Results

7,396	8,556	US\$30M	US\$0
GEOs Produced	GEOs Sold	Cash	Net Debt
US\$1,413 per GEO Sold	US\$1,541 per GEO Sold	US\$3,281	113% US\$1,741 per ounce
Cash Cost	AISC	Avg. Sale Price	Per Ounce Profit Margin
<small>GEO: Gold Equivalent Ounce AISC: All In Sustaining Cost</small>			

Source: Company Reports

Leadership and Execution Capability:

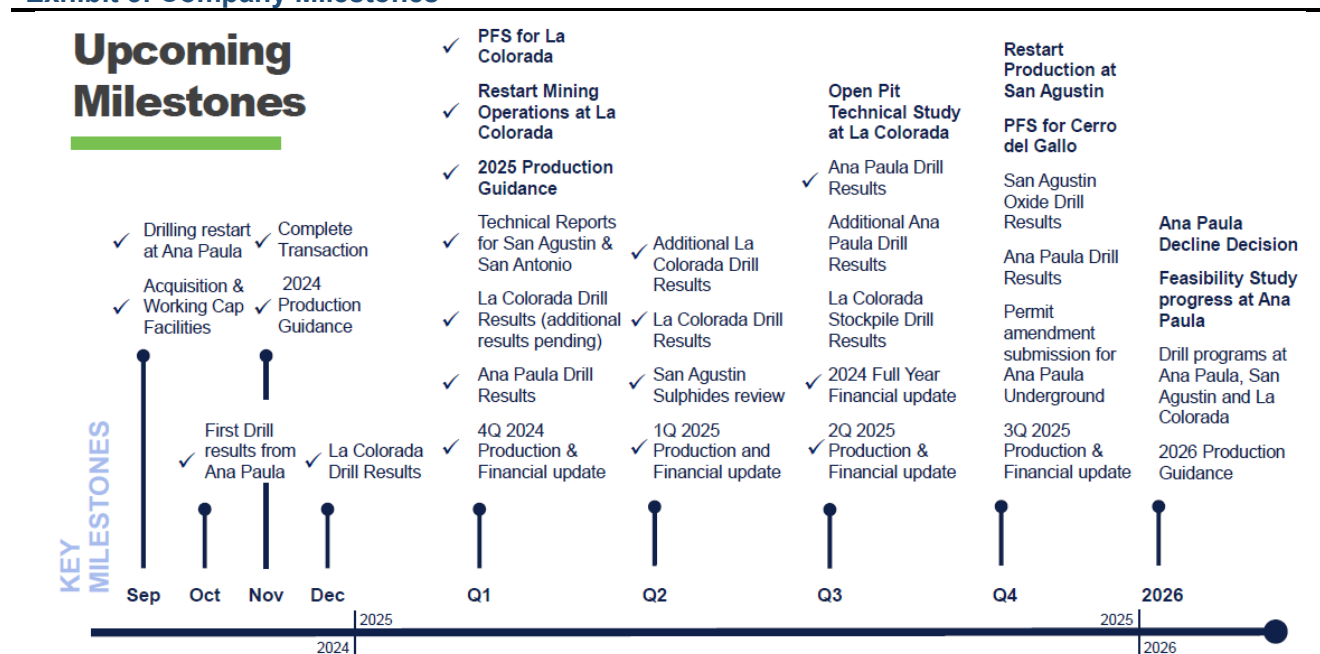
A key enabler of this ambitious growth plan is Heliostar's leadership team, which combines mine-building depth with capital markets expertise. CEO Charles Funk (ex-Newcrest, Vizsla) is a seasoned exploration geologist with a track record of project discovery and value creation, while COO Gregg Bush (ex-Capstone, Equinox, Placer Dome) has decades of experience constructing and operating large-scale mines across the

Americas. CFO Vitalina Lyssoun (ex-Gatos Silver, Endeavour Mining, BDO) provides deep public company finance expertise, and VP Projects Sam Anderson (ex-Newmont) is leading the execution of multiple studies across the company's portfolio. VP Investor Relations and Development Stephen Soock joined from Stifel, bringing institutional relationships and growth company strategy experience, while Corporate Secretary Connie Lillico previously held the same role at First Majestic. Institutional ownership is high, led by Eric Sprott, Franklin Templeton, and Europac, with strong capital markets support. This depth of experience and alignment positions Heliostar to deliver its project pipeline on time and on budget—a critical differentiator among emerging producers.

Strategic Re-rating Potential:

Management believes surpassing the 150 thousand ounce threshold will trigger a market re-rating toward established mid-tier gold producer peers, many of which trade at materially higher EV/oz and EV/EBITDA multiples. By combining near-term cash generation with high-grade growth from Ana Paula and scale leverage from Cerro del Gallo, Heliostar is positioned to compress costs, expand margins, and build a multi-asset platform capable of sustaining production for decades. The company's integrated model of cashflow-funded development and disciplined capital allocation is designed to reduce reliance on dilutive equity raises, supporting per-share value growth as ounces and free cash flow compound.

Exhibit 5: Company Milestones



Source: Company Reports

Market Overview

Heliostar's growth strategy is unfolding against a constructive gold market backdrop. Gold prices have remained resilient, climbing above US\$3,700/oz in 2025, supported by persistent global inflation, elevated geopolitical risk, and strong central bank demand. Supply growth has stagnated as permitting timelines lengthen and major producers exhaust reserve bases, while investment demand has shifted toward developers capable of delivering new ounces into a tightening supply environment. Mexico, where Heliostar primarily operates, remains a premier gold jurisdiction with established infrastructure, skilled labor, and familiarity for North American capital markets. The combination of a supportive macro environment and the scarcity of near-term mid-tier growth stories creates an attractive window for Heliostar's transition from junior producer to multi-asset mid-tier operator. With consensus forecasts from institutions such as Goldman Sachs projecting gold prices above US\$12,000 per ounce within the next three to five years, Heliostar offers significant torque to further price appreciation.

In addition to the global macro tailwinds, Mexico is one of the world's leading gold producers and remains a highly attractive jurisdiction for mine development and investment. The country consistently ranks within the top 10 global gold-producing nations, with annual production of ~120–130 tonnes (3.8–4.2 Moz) and a deeply entrenched mining culture that directly contributes roughly 2.5% of national GDP. Mexico benefits from robust existing infrastructure—including roads, rail, ports, and a reliable power grid—as well as an experienced, lower-cost labor force and proximity to North American capital markets, which facilitates financing and offtake agreements.

The country's mining industry has a long history of stable operating conditions supported by federal-level permitting frameworks, mature service providers, and well-established legal and property rights. While there has been increased regulatory scrutiny on new projects in recent years, especially regarding environmental approvals at the state level, Mexico continues to attract substantial foreign direct investment and has remained the largest recipient of mining exploration capital in Latin America. The Guerrero Gold Belt, where Ana Paula is located, has produced over 20 Moz of gold from major mines such as Equinox Gold's Los Filos and Torex Gold's Morelos, while states like Sonora, Durango, and Guanajuato—home to La Colorada, San Agustin, and Cerro del Gallo—are among the top five mining jurisdictions in the country and offer well-developed supply chains and logistics networks.

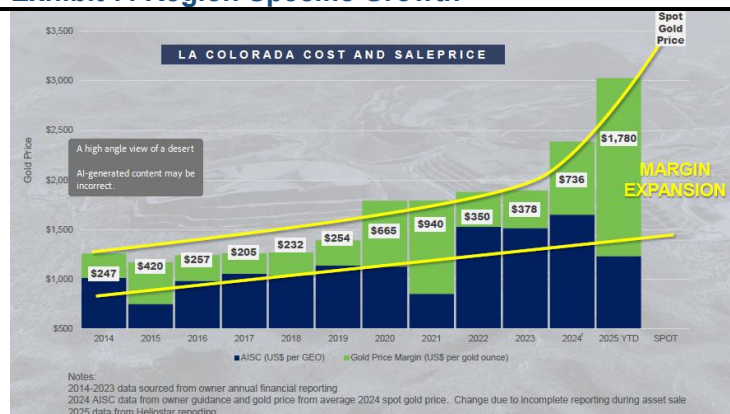
This strong infrastructure base, supportive mining culture, and deep capital markets familiarity make Mexico a uniquely advantageous setting for Heliostar's multi-asset platform. As the Company transitions from junior producer to mid-tier operator, its focus on Mexico positions it to leverage these advantages while benefiting from the sector's scarcity of meaningful new gold projects.

Exhibit 6: Gold Price Growth



Source: S&P Capital IQ

Exhibit 7: Region Specific Growth



Source: Company Reports

Risks

As with any near-term producer, there are inherent risks associated with the Company's operations, financial condition, and the broader economic, commodity, and regulatory environments in which it operates. While Heliostar offers unparalleled leverage to gold and copper prices, several risks could impact the timing, economics, and ultimate value realization of its portfolio. Investors should carefully consider the following risk factors:

- **Commodity Price Volatility:** The Company's valuation and project economics are highly sensitive to gold prices. Although current fundamentals are supportive, a material decline in prices could reduce project returns. For example, economic analysis base cases were modeled at gold prices significantly lower than current spot; sustained weakness below these levels would erode the robust economics outlined.
- **Development and Financing Risk:** Heliostar's flagship Ana Paula project is expected to require approximately US\$275 million in development capital, which will likely be funded through a combination of internal financing, project debt, equity, and potential strategic partnerships. While the Company has demonstrated strong access to capital markets—raising C\$19.5 million in March 2025 with participation from major institutions including Eric Sprott—there remains risk of shareholder dilution if equity is required at lower market valuations or if debt terms are less favorable than anticipated. Successful execution of the staged cashflow build from La Colorada and San Agustin will be critical to minimizing this dilution risk.
- **Permitting and Regulatory Risk:** Permitting remains a key gating factor for Heliostar's medium-term growth. While Ana Paula is fully permitted for open-pit operations, the Company intends to pursue an underground permit amendment in 2026 to unlock the high-grade underground mine plan, which may introduce new review timelines and conditions. San Antonio, despite robust economics, requires state-level environmental approvals in Baja California Sur—a jurisdiction historically viewed as challenging for new mine permitting. Cerro del Gallo also requires federal environmental clearance before construction can commence. Any delays or denials could push out project timelines and capital deployment, affecting the consolidated production ramp.
- **Exploration Risk:** Several of the Company's projects are still in early exploration stages. While initial drilling has demonstrated potential, there is no certainty that these projects will evolve into economic deposits. Exploration success rates in the industry are low, and failure to convert early-stage discoveries into defined resources could diminish growth optionality.

VALUATION

To help frame our valuation, we use a comp analysis of Heliostar assets as compared to peers.

Comparative Analysis

Comparative Analysis

(all figures in \$USD M, except per share information)

Name	Ticker	Price (1)	S/O	Mrkt Cap	EV	NAV (2)	Reserves (koz) (2)	EV/NAV	EV/Reserves
Integra Resources Corp.	ITR	\$ 2.69	169.0	\$ 455.0	\$ 422.3	\$ 751.0	\$ 8.0	0.56x	52.6x
K92 Mining Inc.	KNT	\$ 11.62	242.2	\$ 2,815.4	\$ 2,699.7	\$ 680.5	\$ 11.1	3.97x	243.6x
Lode Gold Resources Inc.	LOD	\$ 0.14	48.4	\$ 8.2	\$ 12.9	\$ 217.1	\$ 1.7	0.06x	7.8x
McEwen Inc.	MUX	\$ 14.70	54.1	\$ 795.4	\$ 853.4	\$ 1,355.3	\$ 1.0	0.63x	843.7x
Osisko Development Corp.	ODV	\$ 3.16	138.0	\$ 749.0	\$ 747.2	\$ 826.0	\$ 7.0	0.90x	107.3x
Orvana Minerals Corp.	ORV	\$ 0.44	136.6	\$ 59.8	\$ 75.8	\$ 74.1	\$ 3.2	1.02x	23.7x
Patagonia Gold Corp.	PGDC	\$ 0.10	465.1	\$ 46.7	\$ 81.0	\$ 57.2	\$ 2.0	1.42x	40.4x
Ascot Resources Ltd.	TSX: AOT	\$ 0.03	1,487.2	\$ 48.0	\$ 88.9	\$ 320.4	\$ 4.3	0.28x	20.5x
Snowline Gold Corp.	TSXV: SGD	\$ 7.63	160.9	\$ 1,315.2	\$ 1,278.1	\$ 2,452.2	\$ 8.8	0.52x	144.7x
Scorpio Gold Corporation	TSXV: SGN	\$ 0.30	223.5	\$ 76.5	\$ 76.4	\$ 85.8	\$ 1.2	0.89x	62.8x
Velocity Minerals Ltd.	VLC	\$ 0.13	197.2	\$ 26.4	\$ 29.7	\$ 30.1	\$ 0.4	0.99x	74.7x
Average								1.0x	147.4x
Median								0.9x	62.8x

Heliostar Metals Ltd.	HSTR	\$ 1.22	251.0	\$ 318.3	\$ 289.1	\$ 933.2	7.5	0.31x	38.4x
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(1) Previous day's closing price

(2) Estimates are from Capital IQ

All Values in USD at an exchange rate of \$1.39 CAD/USD

Source: Company reports, CapitalIQ, Stonegate Capital Partners

Current Comps are trading at an EV/NAV of 0.9x at the median, compared to 0.3x for HSTR. The Company is also trading at an EV/Reserves of 38.4x, compared to comps of 62.8x at the median. Given the macro tailwinds, current and forecasted production capacity and potential for further resource growth we believe this discount to comps is too steep.

When valuing HSTR we apply a EV/NAV range of 0.4x to 0.7x with a midpoint of 0.6x which results in a valuation of \$2.30 to \$3.86 with a mid-point of \$3.08. When using an EV/Reserves valuation method we apply a multiple range of 50.0x to 80.0x with a midpoint of 65.0x which results in a valuation of \$2.32 to \$3.57 with a mid-point of \$2.94. We believe that as production capacity continues to come online and as the Company continues to expand its resource reserves a re-rate will be in order.

EV/NAV			
	0.40x	0.55x	0.70x
NAV	933.2	933.2	933.2
TEV	373.3	513.3	653.2
Cash (CAD \$M)	41.4	41.4	41.4
Debt (CAD \$M)	-	-	-
Mrkt Cap	414.7	554.7	694.7
S/O	251.1	251.1	251.1
Price (\$CAD)	\$ 2.30	\$ 3.08	\$ 3.86

EV/Reserves			
	50.00x	65.00x	80.00x
Reserves	7.5	7.5	7.5
TEV	376.0	488.8	601.6
Cash (CAD \$M)	41.4	41.4	41.4
Debt (CAD \$M)	-	-	-
Mrkt Cap	417.4	530.2	643.0
S/O	251.1	251.1	251.1
Price (\$CAD)	\$ 2.32	\$ 2.94	\$ 3.57

BALANCE SHEET

Heliostar Metals Ltd.
Consolidated Balance Sheets (\$M at historical exchange rates per CapIQ)
Fiscal Year End: March

ASSETS	FY 2019	FY 2020	FY 2021	FY 2022	Q1 Jun-22	Q2 Sep-22	Q3 Dec-22	Q4 Mar-23	FY 2023	Q1 Jun-23	Q2 Sep-23	Q3 Dec-23	Q4 Mar-24	FY 2024	Q1 Jun-24	Q2 Sep-24	Q3 Dec-24	Q4 Mar-25	FY 2025	Q1 Jun-25
Cash & cash equivalent	1.0	0.0	1.0	0.9	0.2	1.0	0.6	3.0	3.0	0.3	0.8	2.5	0.5	0.5	2.3	0.7	5.5	27.2	27.2	29.7
Short-term investments	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-	-	-
Marketable securities	0.7	0.9	1.3	0.1	0.1	0.0	0.0	0.0	0.0	0.0	-	-	-	-	-	-	-	-	-	-
Amounts receivable	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.2	0.1	0.0	0.1	0.1	0.1	0.1	9.6	5.6	5.6	11.5
Prepaid amounts and advances	0.0	0.1	0.2	0.4	0.3	0.4	0.4	1.7	1.7	1.5	1.3	0.9	0.1	0.1	0.1	0.2	17.7	2.0	2.0	2.5
Inventories	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23.2	25.5	25.5	25.8
Other current assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1.4	1.0	1.0	0.5
Total Current Assets	1.8	1.0	2.5	1.4	0.6	1.4	1.1	4.8	4.8	2.0	2.1	3.4	0.7	0.7	2.5	1.0	57.5	61.3	61.3	70.0
Investment in NV Gold	0.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclamation bond	0.0	0.0	0.0	0.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exploration and evaluation assets	2.8	3.3	7.8	7.5	7.7	7.6	7.7	19.0	19.0	18.8	19.2	18.1	18.7	18.7	18.7	18.8	24.0	19.7	19.7	19.9
Intangible assets	0.0	0.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred income tax assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.8	0.8	0.2
Plant and equipment	0.0	0.0	0.1	0.1	0.1	0.1	0.1	1.0	1.0	0.9	0.9	1.0	0.9	0.9	0.8	0.8	18.7	16.7	16.7	15.8
Mineral properties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25.2	4.4	4.4	4.4
Long-term prepaid amounts	-	-	-	0.0	0.1	0.1	0.1	0.1	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	14.2	14.2	12.7
Total Assets	5.1	4.3	10.5	9.0	8.4	9.1	9.0	24.9	24.9	21.8	22.3	22.6	20.4	20.4	22.1	20.6	125.5	117.2	117.2	122.9
LIABILITIES AND SHAREHOLDERS' EQUITY																				
Accounts payable and accrued liabilities	0.1	0.1	0.4	1.3	1.2	0.6	0.7	0.8	0.8	0.9	0.3	1.0	1.4	1.4	1.8	1.8	11.0	14.6	14.6	11.8
Income taxes payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1.6	1.6	2.6
Loan payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1.6	3.1	-	-	-
Current portion of lease liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.1	0.1	0.1	0.4
Current portion of reclamation and closure cost provisions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5.9	3.4	3.4	3.4
Due to related parties	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.1	0.1	0.1	-	-	0.0	0.0	0.0	0.0	0.0	0.2	0.2	0.1
Consideration payable	-	-	-	-	-	-	-	-	-	-	-	-	1.8	1.8	1.8	1.9	-	-	-	-
Total Current Liabilities	0.1	0.1	0.4	1.4	1.3	0.6	0.8	1.0	1.0	1.0	0.3	1.0	3.2	3.2	3.6	5.3	20.2	19.9	19.9	18.3
Long-term liabilities	-	-	-	-	-	-	-	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	-	0.5	0.5	0.3
Employee termination benefits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2.3	-	-	-
Lease liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0	0.0	0.0	-
Tax liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8.0	8.0	8.8
Reclamation of closure cost provisions	-	-	-	-	-	-	-	0.1	0.1	0.1	0.3	0.3	0.4	0.4	0.4	0.4	21.1	23.6	23.6	26.2
Deferred income tax liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2.7	2.7	2.3
Consideration payable	-	-	-	-	-	-	-	1.7	1.7	1.7	1.8	1.6	-	-	-	-	-	-	-	-
Other non-current liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.9	1.1	1.1	1.2
Total Liabilities	0.1	0.1	0.4	1.4	1.3	0.6	0.8	2.9	2.9	2.9	2.5	3.0	3.7	3.7	4.1	5.7	44.6	55.7	55.7	57.0
Share capital	22.9	25.7	36.8	40.5	41.3	42.5	43.4	56.7	56.7	56.1	61.1	61.4	63.1	63.1	66.4	66.4	72.2	92.8	92.8	94.3
Accumulated other comprehensive gain/loss	-	-	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	(0.6)	0.0	0.0	0.9
Reserves	3.0	3.2	4.8	5.4	5.6	5.6	6.0	6.7	6.7	7.0	7.8	7.8	8.3	8.3	8.5	9.1	9.5	10.2	10.2	10.3
Deficit	(21.0)	(24.7)	(31.7)	(38.4)	(40.1)	(39.7)	(41.3)	(41.7)	(41.7)	(44.4)	(49.4)	(49.9)	(54.9)	(54.9)	(57.2)	(60.8)	(0.2)	(41.4)	(41.4)	(39.5)
Total Consolidated Equity	5.0	4.1	10.2	7.6	7.0	8.5	8.2	22.0	22.0	18.9	19.7	19.5	16.7	16.7	18.0	14.9	80.9	61.5	61.5	65.9
Total Liabilities and Shareholders' Equity	5.1	4.3	10.5	9.0	8.4	9.1	9.0	24.9	24.9	21.8	22.3	22.6	20.4	20.4	22.1	20.6	125.5	117.2	117.2	122.9

Source: Company Reports, Stonegate Capital Partners

INCOME STATEMENT

Heliostar Metals Ltd.

Consolidated Statements of Income (in \$M at historical exchange rates per CapIQ, except per share amounts)

Fiscal Year End: March

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	Q1 Jun-24	Q2 Sep-24	Q3 Dec-24	Q4 Mar-25	FY 2025	Q1 Jun-25	Q2 E Sep-25	Q3 E Dec-25	Q4 E Mar-26	FY 2026E	Q1 E Jun-26	Q2 E Sep-26	Q3 E Dec-26	Q4 E Mar-27	FY 2027E
Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13.7	\$ 22.7	\$ 36.4	\$ 27.9	\$ 29.0	\$ 29.4	\$ 29.6	\$ 115.9	\$ 29.3	\$ 31.9	\$ 33.8	\$ 35.5	\$ 130.5
Total Revenues	-	-	-	-	-	-	-	-	13.7	22.7	36.4	27.9	29.0	29.4	29.6	115.9	29.3	31.9	33.8	35.5	130.5
Operating Expenses:																					
Cost of Sales	-	-	-	-	-	-	-	-	7.0	11.2	18.2	13.7	14.2	14.2	14.2	56.3	13.9	15.2	16.0	16.9	62.0
Gross Profit	-	-	-	-	-	-	-	-	6.7	11.5	18.2	14.3	14.8	15.1	15.4	59.5	15.4	16.7	17.7	18.6	68.5
General and Administrative	0.4	0.4	1.2	1.8	1.5	2.8	0.6	1.3	2.2	4.5	8.6	2.8	3.0	3.0	3.0	11.8	3.0	3.0	3.0	3.0	12.0
Exploration Expenses	0.2	0.7	3.9	7.2	0.8	10.2	1.5	1.9	2.3	2.4	8.0	1.9	2.0	2.0	2.0	7.9	2.0	2.0	2.0	2.0	8.0
Share-based Payments	0.0	0.2	0.8	0.8	0.9	1.4	0.2	0.6	0.4	0.4	1.6	0.4	0.4	0.4	0.4	1.6	0.4	0.4	0.4	0.4	1.6
Mine Holdings Cost	-	-	-	-	-	-	-	-	-	-	-	1.1	1.1	1.1	1.1	4.4	1.1	1.1	1.1	1.1	4.4
Total Operating Expenses	0.6	1.4	5.9	9.9	3.2	14.4	2.3	3.8	4.9	7.3	18.3	6.2	6.5	6.5	6.5	25.7	6.5	6.5	6.5	6.5	26.0
Operating Income	(0.6)	(1.4)	(5.9)	(9.9)	(3.2)	(14.4)	(2.3)	(3.8)	1.8	4.2	(0.1)	8.1	8.3	8.6	8.9	33.9	8.9	10.2	11.2	12.1	42.5
Net Finance Expense	0.1	0.1	(0.2)	0.0	0.0	0.0	(0.1)	0.0	(0.7)	(37.5)	(38.2)	(0.4)	-	-	-	(0.4)	-	-	-	-	-
Foreign Exchange Gain (Loss)	(0.0)	0.0	(0.3)	0.1	(0.1)	0.0	0.1	0.1	(3.7)	3.9	0.3	(1.4)	-	-	-	(1.4)	-	-	-	-	-
Other gains/losses	(0.0)	-	-	(0.1)	(0.1)	(0.0)	(0.0)	(0.1)	(1.3)	1.8	0.5	(0.1)	-	-	-	(0.1)	-	-	-	-	-
Profit Before Taxes	(0.5)	(1.2)	(6.4)	(9.9)	(3.4)	(14.4)	(2.3)	(3.8)	59.3	(27.6)	25.7	6.1	8.3	8.6	8.9	31.9	8.9	10.2	11.2	12.1	42.5
Provision for Income Tax	(0.4)	-	-	-	-	-	(0.1)	-	(0.3)	(6.0)	(6.4)	(4.2)	1.7	1.7	1.8	1.0	1.8	2.0	2.2	2.4	8.5
Net Income	(0.9)	(1.2)	(6.4)	(9.9)	(3.4)	(14.4)	(2.4)	(3.8)	59.0	(33.5)	19.2	1.9	9.9	10.3	10.6	32.8	10.7	12.3	13.5	14.6	51.0
Basic EPS	\$ (0.00)	\$ (0.00)	\$ (0.03)	\$ (0.29)	\$ (0.07)	\$ (0.09)	\$ (0.01)	\$ (0.02)	\$ 0.28	\$ (0.14)	\$ 0.09	\$ 0.01	\$ 0.03	\$ 0.04	\$ 0.04	\$ 0.12	\$ 0.04	\$ 0.04	\$ 0.05	\$ 0.05	\$ 0.18
WTD Shares Out - Basic	300.1	300.1	183.7	34.9	50.9	167.5	186.6	203.1	208.1	244.1	210.5	285.3	285.3	285.3	285.3	285.3	285.6	285.6	285.6	285.6	285.6

Source: Company Reports, Stonegate Capital Partners estimates

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