



INITIATION OF COVERAGE

Dave Storms, CFA
dave@stonegateinc.com
214-987-4121

Market Statistics in CAD

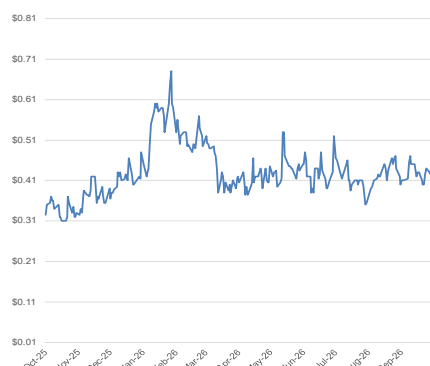
Price	\$ 0.45
52 week Range	\$0.31 - \$0.73
Daily Vol (3-mo. average)	165,128
Market Cap (M)	\$ 145.0
Enterprise Value (M)	\$ 121.1
Shares Outstanding: (M)	333.3
Float (M)	165.5

Financial Summary in CAD

Cash (M)	\$ 23.9
Cash/Share	\$ 0.07
Debt (M)	\$ -
Equity (M)	\$ 56.7
Equity/Share	\$ 0.17

Valuation in CAD

Valuation Range	\$0.76 - \$1.32
2027E Price Target	\$ 1.04



Company Description

Fitzroy Minerals Inc. is a copper-focused exploration and development company advancing a portfolio of projects across major mineral systems in Chile, the world's largest copper-producing jurisdiction. Fitzroy is advancing shallow, high-grade copper deposits with simple metallurgy and infrastructure advantages, positioned to benefit from structurally rising copper demand and constrained global supply. Fitzroy's lead assets include the Buen Retiro project near Copiapó, a past-producing property targeted for low-cost heap-leach production as early as 2028 alongside district-scale sulphide exploration potential, and the Caballos project in the Valparaíso region, an early-stage discovery where geophysics suggests a potentially large copper system. Each of these assets is positioned to leverage existing regional infrastructure, including under-utilized processing plants near Buen Retiro, where building new capacity would otherwise require significant capital and time.

FITZROY MINERALS INC. (TSXV: FTZ)

Company Updates

Fitzroy's 3Q26 update and drilling support the initiation thesis, with Buen Retiro progressing from exploration toward a more defined development pathway while Caballos remains the higher-variance discovery option. The key changes since quarter-end are continued expansion and continuity of shallow mineralization at Buen Retiro and management's first quantitative framework for a potential mine. Tenorita extended from a 1.7 km trend in July to 1.9 km in August, while BRT-DDH094 returned 105.0 m at 0.74% Cu and BRT-DDH095 intersected 8.8 m at 3.70% Cu, including 1.0 m at 21.84% Cu. Management has also outlined a conceptual heap-leach/SX-EW operation producing approximately 20,000–30,000 tonnes of copper annually, with estimated initial capital of roughly \$120–150M and all-in costs below \$2.00/lb. These figures remain management targets ahead of formal economic studies but provide the first quantitative framework for the potential scale and capital intensity of Buen Retiro. Management continues to target a possible production decision around mid-2027 and production in 2028.

Buen Retiro - Resource definition remains the principal value driver. Fitzroy is on track for roughly 22,000 m of drilling in 2026, with August drilling showing extension drilling and new mineralization between Manto Negro and Nativo. Two diamond rigs were expected to leave site in September following the MRE data cut-off, with 4Q activity shifting toward regional and deeper exploration. We believe this sequencing prioritizes establishing the shallow heap-leach resource and economics while retaining sulphide upside. The Pucobre relationship supports the development concept through nearby infrastructure and the contemplated 30% clawback. However, management's newly discussed 20,000–30,000 tpa copper concept appears materially larger than the processing capacity described in the Pucobre LOI, suggesting the ultimate development plan may require expanded or additional SX-EW capacity rather than relying solely on existing Planta Biocobre capacity. The September deck also shows 50% availability offered at Planta Biocobre versus the 3Q26 MD&A's disclosure that the Pucobre LOI offered a minimum 80% of ~800 tpm nominal capacity, warranting clarification as the economic studies define the processing configuration.

Caballos / Outlook - Caballos has moved from geophysical prospectivity toward drill-ready targets. MobileMT and deep IP work have identified coincident conductive and chargeability anomalies across a system roughly 5 km in scale, with a 5,500 m Phase 2 program planned to test four main targets. Management has also indicated preliminary interest from major mining companies, although no formal process, agreement or counterparty has been disclosed. Over the next 1–3 quarters, the thesis should be driven by Buen Retiro metallurgy, MRE/PEA and DIA submission, followed by Caballos drilling, the 2Q27 PFS and a potential mid-2027 production decision. Supportive technical studies would increase confidence in the 2028 development pathway; Caballos remains additive upside rather than necessary to the base case.

Valuation: We use an equal weighting of NAV and EV/contained-copper methodologies to determine our valuation. When we combine the two methodologies it results in a valuation range of C\$0.76 to C\$1.32 with a price target of C\$1.04 per.

Valuation

We value Fitzroy using an estimated NAV per attributable tonne of contained copper and an EV per attributable tonne of contained copper. Because Fitzroy does not yet have an NI 43-101 mineral resource at Buen Retiro or Caballos, our tonnage estimates are conceptual and are intended as valuation sensitivities rather than resource estimates. The framework is designed to show what the current drilling footprint could support if future technical work broadly confirms our assumptions.

Our base case assumes 170 Mt at 0.60% Cu at Buen Retiro and 225 Mt at 0.30% Cu at Caballos. After applying 70% ownership to Buen Retiro following the anticipated contemplated Pucobre clawback and 100% to Caballos, this equates to approximately 1.389 Mt of attributable contained copper.

Comparative Analysis

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

Company Name	Symbol	Price ⁽¹⁾	S/O	Mrkt Cap	EV	Copper (tonnes 000's) ⁽²⁾	Copper In-Situ Value (\$M) ⁽²⁾	In-Situ Value (\$M) ⁽²⁾	NAV (\$M) ⁽²⁾	Copper NAV	EV/tonne	NAV/tonne	EV/NAV
Marimaca Copper Corp.	MARI	\$ 5.93	135.2	\$ 787.2	\$ 648.5	1,400.3	15,991.8	15,991.8	709.0	709.0	\$ 463.1	\$ 506.3	\$ 0.91
Meridian Mining Plc	MNO	\$ 1.67	487.1	\$ 796.5	\$ 700.8	254.8	2,909.3	10,399.8	2,092.0	585.2	\$ 2,751.0	\$ 2,297.2	\$ 1.20
NGEX Minerals Ltd.	NGEX	\$ 17.59	216.9	\$ 3,713.2	\$ 3,385.2	8,337.3	95,211.4	141,629.5	324.0	217.8	\$ 406.0	\$ 26.1	\$ 15.54
Average Median											\$ 1,206.7	\$ 943.2	\$ 5.88
											\$ 463.1	\$ 506.3	\$ 1.20
Fitzroy Minerals Inc.	FTZ	\$ 0.32	333.3	\$ 101.8	\$ 85.0	N/A		N/A	N/A	N/A	N/A	N/A	N/A

(1) Previous day's closing price

(2) Estimates are from Capital IQ

(3) Forward estimates as of calendar year

(4) Estimates in USD at a \$1.43 CAD/USD Exchange Rate

Source: Company reports, CapitalIQ, Stonegate Capital Partners

Under our NAV approach, we apply US\$500 of NAV per contained tonne, approximately in line with the peer median of US\$506/t, to derive an illustrative US\$694.5M NAV. We then apply a 0.35x EV/NAV multiple, a material discount to more advanced peers, reflecting FTZ's pre-resource and pre-economic-study stage. This results in an implied value of approximately C\$1.11 per share.

EV/NPV Build Up										
Est. Bueno Retiro Tonnes (000's) @ 70% Ownership		535.5					714.0			892.5
Est. Caballos Tonnes (000's) @ 100% Ownership		506.3					675.0			843.8
Total Est. Tonnes		1,041.8					1,389.0			1,736.3
NAV per Tonne	\$ 250.00	\$ 500.00	\$ 750.00	\$ 250.00	\$ 500.00	\$ 750.00	\$ 250.00	\$ 500.00	\$ 750.00	
Est. NAV	\$ 260.4	\$ 520.9	\$ 781.3	\$ 347.3	\$ 694.5	\$ 1,041.8	\$ 434.1	\$ 868.1	\$ 1,302.2	
EV/NAV	\$ 0.20	\$ 0.35	\$ 0.50	\$ 0.20	\$ 0.35	\$ 0.50	\$ 0.20	\$ 0.35	\$ 0.50	
Est. EV (USD)	\$ 52.1	\$ 182.3	\$ 390.7	\$ 69.5	\$ 243.1	\$ 520.9	\$ 86.8	\$ 303.8	\$ 651.1	
Est. EV (CAD)	\$ 74.2	\$ 259.9	\$ 556.9	\$ 99.0	\$ 346.5	\$ 742.5	\$ 123.7	\$ 433.1	\$ 928.1	
Cash	\$ 23.9	\$ 23.9	\$ 23.9	\$ 23.9	\$ 23.9	\$ 23.9	\$ 23.9	\$ 23.9	\$ 23.9	
Debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Market Cap	\$ 98.1	\$ 283.7	\$ 580.7	\$ 122.9	\$ 370.3	\$ 766.3	\$ 147.6	\$ 457.0	\$ 952.0	
Shares Outstanding	333.3	333.3	333.3	333.3	333.3	333.3	333.3	333.3	333.3	
CAD Price per share	C\$0.29	C\$0.85	C\$1.74	C\$0.37	C\$1.11	C\$2.30	C\$0.44	C\$1.37	C\$2.86	

Source: Company reports, Stonegate Capital Partners

As a secondary market-based check, we apply US\$150/t of attributable contained copper to our base estimate. This is roughly two-thirds below the peer median of approximately US\$440/t, reflecting FTZ's earlier stage and the uncertainty surrounding our conceptual resource estimates. This methodology produces an implied value of approximately C\$0.96 per share.

Comparative Valuation:

FTZ currently trades at an enterprise value of approximately US\$85.0M, equating to roughly US\$61 per estimated attributable tonne of contained copper based on our 1.389 Mt conceptual estimate. This compares with a peer median of approximately US\$463/t.

We believe a substantial discount to the peer group is appropriate given FTZ's earlier development stage. Marimaca and Meridian are supported by formal feasibility-stage technical studies, while Fitzroy has yet to publish a compliant resource estimate at either Buen Retiro or Caballos. NGEx is also not directly comparable given the substantial discovery value embedded in its valuation. Nevertheless, FTZ's current valuation represents an approximately 88% discount to the peer median on EV per contained copper tonne, suggesting meaningful potential valuation expansion if the current drilling footprint is converted into compliant resources and subsequently supported by economic studies.

Limitations:

There are several important limitations to this approach. First, the 1.389 Mt attributable copper estimate is a Stonegate conceptual estimate rather than a published mineral resource, and the eventual MRE could differ materially from our assumptions. Second, contained metal is not equivalent to recoverable metal. Our analysis does not directly account for recovery rates, dilution, strip ratio, capital costs, operating costs, taxes, or development timing; the use of peer NAV metrics is intended to indirectly incorporate these factors.

Peer comparability is also imperfect. Marimaca and Meridian are substantially more advanced than Fitzroy, Meridian is polymetallic, and NGEx's enterprise value incorporates exploration and discovery value that is not fully reflected in its published resource base. Finally, our valuation does not separately assign value to Caballos molybdenum and gold, the expected Pucobre reimbursement, deeper Buen Retiro sulphide potential, or FTZ's non-core assets, providing potential upside beyond the contained-copper framework.

Valuation Conclusion:

Our NAV build produces an implied value of C\$1.11 per share, while the EV/tonne approach produces C\$0.96 per share. We equally weight the two methodologies to derive C\$1.04 per share price target.

The target should be viewed as highly sensitive to the maiden Buen Retiro resource and the next phase of Caballos drilling. At the current C\$0.45 share price, FTZ trades at roughly US\$61 per estimated attributable tonne of copper versus a peer median near US\$463/t. A substantial discount is warranted today given the absence of compliant resources, but successful conversion of the current drill footprint into an MRE and subsequent economic studies would provide the principal path for that discount to narrow.

EV/Tonne Bull			
	\$ 100	\$ 150	\$ 200
Tonnes	1,736.3	1,736.3	1,736.3
TEV (\$CAD)	247.5	371.2	495.0
Cash	23.9	23.9	23.9
Debt	-	-	-
Mrkt Cap	271.4	395.1	518.8
S/O	333.3	333.3	333.3
Price (\$CAD)	\$ 0.81	\$ 1.19	\$ 1.56
Price (\$USD)	\$ 0.57	\$ 0.83	\$ 1.09

EV/Tonne Base			
	\$ 100	\$ 150	\$ 200
Tonnes	1,389.0	1,389.0	1,389.0
TEV (\$CAD)	198.0	297.0	396.0
Cash	23.9	23.9	23.9
Debt	-	-	-
Mrkt Cap	221.9	320.9	419.8
S/O	333.3	333.3	333.3
Price (\$CAD)	\$ 0.67	\$ 0.96	\$ 1.26
Price (\$USD)	\$ 0.47	\$ 0.68	\$ 0.88

EV/Tonne Bear			
	\$ 100	\$ 150	\$ 200
Tonnes	1,041.8	1,041.8	1,041.8
TEV (\$CAD)	148.5	222.7	297.0
Cash	23.9	23.9	23.9
Debt	-	-	-
Mrkt Cap	172.4	246.6	320.9
S/O	333.3	333.3	333.3
Price (\$CAD)	\$ 0.52	\$ 0.74	\$ 0.96
Price (\$USD)	\$ 0.36	\$ 0.52	\$ 0.68

Business Overview

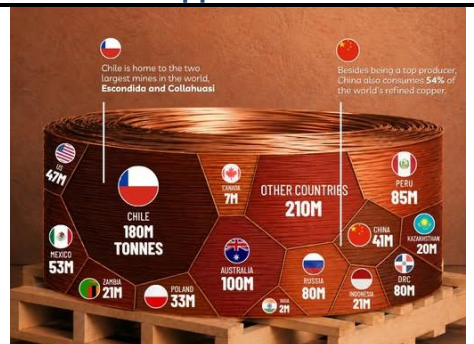
Fitzroy Minerals Inc. ("Fitzroy" or the "Company") is a copper-focused exploration and development company operating in Chile. The Company's business is the acquisition, exploration, and development of mineral properties. It stakes or options prospective ground, tests it through drilling and geophysics, and advances what works toward a production decision. The Company is headquartered in Vancouver and listed on the TSX Venture Exchange (TSXV: FTZ) and the OTCQX (FTZFF). Formerly known as Norseman Silver Inc., it was renamed in January 2024 and acquired Ptolemy Mining Limited in March 2025, reorienting the portfolio around copper.

Exhibit 1: Copper Drilling



Source: Company Presentation

Exhibit 2: Copper Reserves



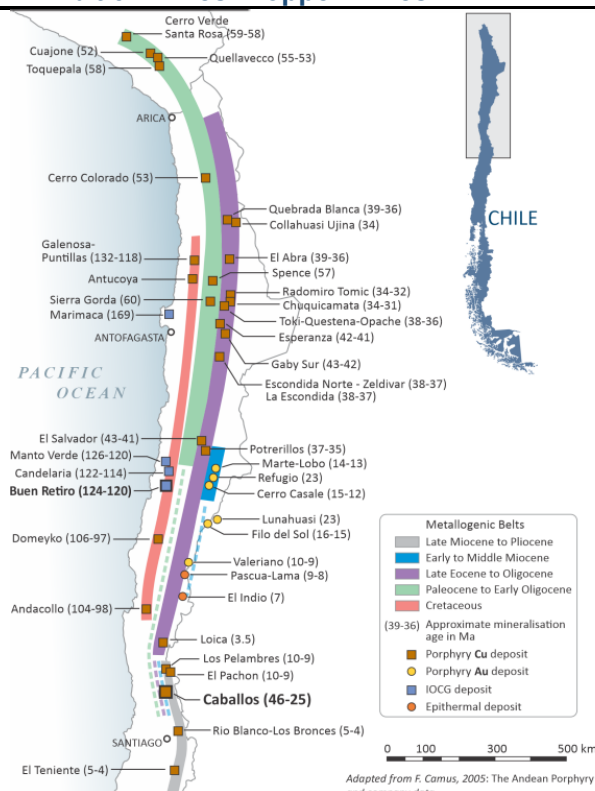
Source: Markedium

Fitzroy benefits from operating in Chile, the world's largest copper-producing jurisdiction, where mining dominates exports and remains central to government policy. The regulatory and fiscal environment has also been improving, with two recent reforms directly relevant to developers. The first is a permitting reform law passed in September 2025, known as the Ley de Permisología, which aims to cut permitting times by as much as two-thirds through the streamlining and digitization of the approval process. The second is the Economic and Social Reconstruction and Development Bill of April 2026, which lowers the corporate tax rate from its current 27% to 23% by 2029 and introduces a 25-year fiscal stability pact. Together, these reforms address the two largest sources of uncertainty outside the ground itself by reducing permitting timelines and providing greater fiscal certainty.

Fitzroy's portfolio consists of five projects at distinctly different stages, though its capital and attention are concentrated on two. Buen Retiro, near Copiapó, offers a near-term, low-cost oxide mine that management believes can be in production as early as 2028, a fraction of the usual 10-year industry timeline. Caballos, in the Valparaíso region, is an earlier-stage discovery. Drilling has already hit copper, and geophysical surveys suggest the system could be very large. The remaining three assets, Polimet, Taquetren, and Cariboo, no longer fit the strategy and, as of March 31, 2026, are slated for divestiture, a move that will leave Fitzroy as a pure copper company. The common thread across the retained projects is the Company's focus on shallow deposits with good grade, simple metallurgy, and infrastructure advantages.

Fitzroy has funded itself through the equity markets, most recently through two private placements that left the Company with \$23.9M in cash as of June 30, 2026 and, by management's estimate, funding through 2027. The balance sheet carries no debt. A distinctive feature of the funding picture is the Pucobre clawback mechanism at Buen Retiro, discussed below, under which the Company's partner is expected to reimburse the large majority of Fitzroy's project spending in mid-2027, providing a second source of capital that does not dilute shareholders.

Exhibit 3: Chile's Copper Mines



Source: Company Presentation

Asset Overview

Fitzroy's core projects share a defining trait, as both sit on ground where copper had already been found but never tested with modern exploration methods. Buen Retiro hosts a pit that was mined at a profit from 2005 to 2009, and Caballos was picked over by majors for decades. In both cases, the wider system around those showings went undrilled, largely because the ground was split among too many owners. Fitzroy consolidated the claims and became the first to apply systematic drilling and modern geophysics across them, which means the Company is not drilling blind hoping to find copper, it is drilling around known copper to find out how much there is.

Buen Retiro Copper Project

Buen Retiro is the Company's flagship and the principal driver of the investment case. The project sits an hour south of Copiapó in a district anchored by Candelaria, one of Chile's major copper mines, and hosts an old open pit that was mined profitably from 2005 to 2009 by Pucobre, a local copper producer. Unlike much of Chile's copper endowment, which sits high in the Andes where costs and logistics are punishing, Buen Retiro lies at low elevation in flat desert terrain beside the Pan-American Highway and power lines. The pit's history proves the ground hosts payable copper and left behind a large drilling database. Fitzroy's own drilling has moved quickly, with the 2026 program repeatedly expanded, now to roughly 22,000 m, because holes keep hitting copper near surface. Results to date have outlined a mineralized zone stretching 1.7 km that remains open, with grades that regularly exceed what the old pit was mined at. The copper occurs in oxide minerals, which can typically be leached, meaning a solution is trickled through crushed rock to dissolve the copper out, with no need for a conventional mill. Leaching is one of the cheapest ways to produce copper, though test work confirming it works on Buen Retiro's material is still underway.

Exhibit 4: Map of Buen Retiro



Source: Company Presentation

Exhibit 5: Buen Retiro Development Timeline

Development Plan

Environmental submission **Q3 2026**

Mineral Resource Estimate **Q4 2026**

Pre-Feasibility Study **Q1 2027**

Source: Company Presentation

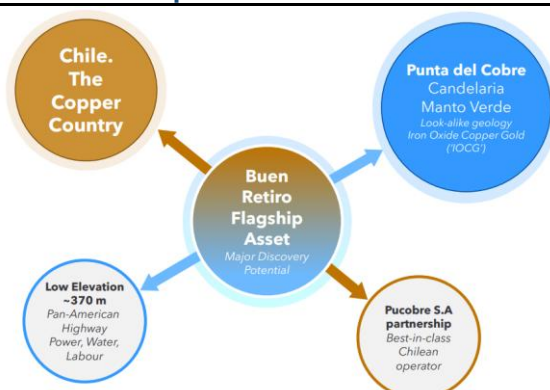
economic studies. The published timeline includes the environmental permit application, maiden resource estimate, PEA, and PFS, with management targeting a possible production decision around mid-2027 and production in 2028. Beyond the shallow material, the Company believes a much larger deposit of the same style as Candelaria may sit at depth, and a separate exploration program is testing that idea in parallel through 2026 and 2027.

The Pucobre Partnership

Pucobre occupies a central position in the Buen Retiro story. The US\$2.1B Chilean producer mined the original pit, owns half of the underlying option on the ground, and signed a Letter of Intent in April 2026 to jointly develop the project, including offering spare capacity at its nearby processing plant. Most importantly, Pucobre holds a clawback right allowing it to buy 30% of the project, and it has confirmed in writing its intent to exercise. The price is set at 90% of Fitzroy's cumulative eligible investment through the

What distinguishes Buen Retiro from a typical exploration project is the potential for a relatively simple heap-leach/SX-EW development in an established mining district. Management has outlined a conceptual operation producing approximately 20,000–30,000 tonnes of copper annually, requiring roughly \$120–150M of initial capital and targeting all-in costs below \$2.00/lb. Nearby power, roads, and regional SX-EW infrastructure could reduce the amount of new infrastructure required, although the final processing configuration remains to be determined through the ongoing

Exhibit 6: Components of Buen Retiro



Source: Company Presentation

applicable payment date. Management now expects the reimbursement to be approximately \$20M in mid-2027, subject to final eligible spend. If exercised, the structure would leave Fitzroy with a 70% project interest while reimbursing the large majority of its eligible exploration and technical spending.

We view the arrangement as third-party validation from the project's former operator and a structure that could materially reduce Fitzroy's net capital at risk prior to development.

Caballos Copper Project

Caballos provides the portfolio's discovery leverage. The project covers a large land position along a regional fault system in the Valparaíso region, in the same broad corridor that hosts two of the world's biggest copper mines. Majors including Vale and BHP have worked the ground over the decades, but it was never drilled until Fitzroy's maiden program. The first drill hole hit 200 m of continuous copper mineralization, confirming that a large mineralized system exists, and subsequent airborne geophysics identified anomalies far bigger than what has been drilled, including one roughly 5 km across. A follow-up geophysical survey ahead of a second drill campaign in late 2026 has shown that the anomalies are sulphide-related. The scale implied by the geophysics, the location between super-giant deposits, and the presence of a copper-molybdenum-gold system is what elevates Caballos beyond a typical early-stage project, though it remains a grassroots discovery with the risk profile that comes with it.

Exhibit 7: Map of Caballos



Source: Company Presentation

Non-Core Assets

The remaining portfolio consists of the Polimet gold-copper-silver project in Chile, the Taquetren gold project in Argentina, and the Cariboo copper-silver property in British Columbia. Following the Company's strategic review, all three are held for divestiture as of March 31, 2026. None is central to the investment case, but each carries defined exploration merit, and their sale would complete Fitzroy's transition into a pure copper vehicle while potentially recovering capital.

Funding and Liquidity

As of June 30, 2026, Fitzroy held \$23.9M in cash, following two private placements completed in March. Measured against recent spending, that treasury covers approximately one year of activity. The Company carries no debt and negligible liabilities, and a book of in-the-money warrants provides a further source of near-term liquidity if exercised.

Against this position sit the contractual commitments required to keep the property options in good standing, a combination of minimum exploration spending and cash payments spread across Buen Retiro, Caballos, and the smaller properties through 2027 and 2028. The burden is softened by two features. First, the current work program is itself the primary vehicle for satisfying the exploration commitments, so the money is being spent on work the Company would do anyway. Second, management now expects a Pucobre clawback reimbursement of approximately \$20M in mid-2027, subject to final eligible spend. Management has also indicated interest from potential debt and offtake providers in financing Buen Retiro. No committed facilities or terms have been disclosed, so additional equity remains possible, but these funding sources could reduce reliance on equity if the project advances as contemplated. On the capital structure, dilution remains the main watch item, with warrants and options adding roughly a fifth to the share count on a fully diluted basis, and ownership anchored by Ptolemy Capital at about a quarter of issued shares alongside a meaningful board and management stake.

Catalysts

Fitzroy's investment case resolves through a small number of identifiable events rather than gradual progress, and these are the ones we are keeping an eye on:

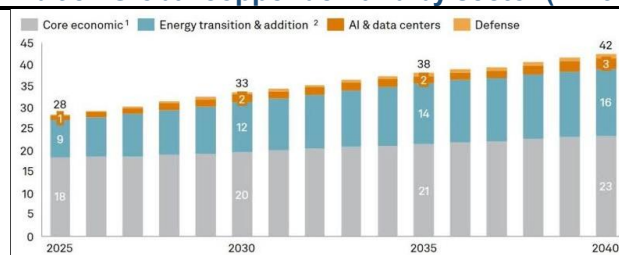
- **De-risking Milestones at Buen Restiro.** Fitzroy is expected to progress through metallurgy, a maiden Mineral Resource Estimate, environmental permitting, a PEA and PFS, with management targeting a possible production decision around mid-2027. Successful delivery would progressively test the conceptual 20,000–30,000 tpa copper, \$120–150M initial-capex and sub-\$2.00/lb all-in-cost framework ahead of the targeted 2028 production start.
- **The Pucobre clawback.** Exercise would reimburse 90% of eligible Fitzroy spending in exchange for a 30% project interest, with management currently expecting approximately \$20M in mid-2027, subject to final eligible spend. The payment would provide a non-equity source of capital as Buen Retiro moves toward a development decision.
- **Follow-up drilling at Caballos.** The 5,500 m program will test whether the maiden discovery connects to the much larger conductive and chargeability anomalies identified by MobileMT and deep IP. Management has also indicated preliminary major-miner interest, although no formal process or transaction has been disclosed.
- **Sulphide exploration at Buen Retiro.** Running quietly in parallel with the oxide development, this program tests the theory that a much larger Candelaria-style deposit sits at depth. It is the longest shot of the four, but the one with a large potential prize.

Market overview

Fitzroy's prospects are inseparable from copper, and the backdrop in mid-2026 is unusually favorable. Copper has become the backbone metal of electrification, with no cost-effective substitute at scale in power grids, renewables, motors, or wiring, and demand is now layered across three structural themes, namely the energy transition, the digital and AI build-out, and rearmament. The newest layer is the most striking, as data centers alone are expected to absorb roughly 475,000 tonnes of copper in 2026 according to J.P. Morgan Global Research, and a single hyperscale AI facility can require up to five times more copper than a conventional one. S&P Global has estimated that global demand could roughly double by 2050.

While demand accelerates, supply has become the binding constraint on the market. Ore grades at the world's ageing mines keep declining, the capital cost of new capacity has roughly doubled, discoveries are scarcer, and permitting routinely takes the better part of a decade, meaning supply cannot respond quickly even at record prices. Forecasters currently disagree on whether the market is in deficit or surplus, but the disagreement itself is telling, as whichever balance materializes is small relative to a roughly 28 Mt market with critically low inventories, where even minor imbalances translate into outsized price moves. Prices reflect that tightness, with copper setting successive records in 2026, including an all-time LME high of US\$13,387 per tonne in January, capping a roughly 40% twelve-month gain. The market is rewarding new supply, and within new supply it is rewarding projects that are capital-efficient, quick to permit, and located in established jurisdictions.

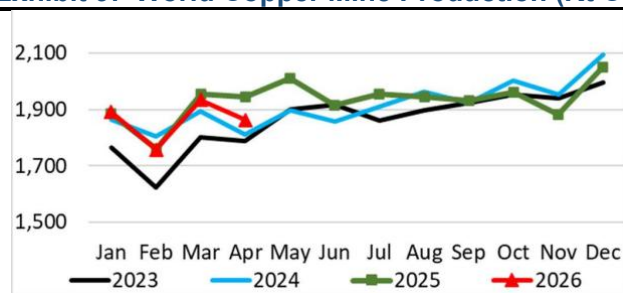
Exhibit 8: Global copper demand by sector (MMt Cu)



Source: Mining.com

Source: J.P. Morgan Global Research, and a single hyperscale AI facility can require up to five times more copper than a conventional one. S&P Global has estimated that global demand could roughly double by 2050.

Exhibit 9: World Copper Mine Production (Kt Cu)



Source: ICSG

Chile sits at the center of that equation. The country produces roughly a quarter of the world's mined copper, holds the largest reserves, and no plausible supply scenario for the coming decades works without it. Yet national production has plateaued and is projected to decline slightly in 2026 on lower grades and operational setbacks, meaning even the world's dominant producer is struggling to grow, which strengthens the case for new projects within its borders. The policy environment, discussed earlier in this report, is widely described as the most pro-mining in a generation.

One feature of the Chilean market bears directly on Fitzroy. The country's large SX-EW segment, which produces copper cathode directly from leachable ore, has been declining as legacy oxide resources deplete, leaving installed processing capacity underutilized. That dynamic can lower the infrastructure burden for new leachable resources located near existing plants. Buen Retiro benefits from that regional setting, with nearby processing capacity, highway, power and port infrastructure and an experienced local workforce, although management's conceptual 20,000–30,000 tpa development scale may require additional or expanded SX-EW capacity.

Risks

As with any exploration-stage company advancing toward a development decision, Fitzroy faces a range of exploration, financial, commodity-price, counterparty, and regulatory risks. While Buen Retiro offers a credible fast-track path to production and significant leverage to the copper price, several factors could affect the timing, economics, and ultimate value of the investment case. The most important risks are outlined below:

- **Going Concern, Liquidity, and Dilution Risk:** Fitzroy is an exploration-stage company with no operating revenue and has relied on equity financing to fund its activities, resulting in substantial growth in the share count over time. Although recent financings have left the Company with its strongest cash position to date, the operation remains cash-consuming, and developing Buen Retiro, drilling Caballos, and meeting option payments will require capital beyond the current treasury. Future raises could result in further dilution for existing shareholders, and any combination of exploration disappointment, weaker copper prices, or constrained financing markets could place pressure on the Company's financial position.
- **Exploration and Resource Definition Risk:** Buen Retiro does not yet host a mineral resource estimate compliant with NI 43-101, and no technical studies have been completed. The investment case depends on the successful conversion of drill results into a maiden resource, supportive metallurgical test work, and economic studies that confirm the viability of the development plan. There is no certainty that drilling will define resources of sufficient size and grade, that recoveries will meet expectations, or that Caballos will advance beyond the discovery stage. This is a substantive qualification, though a standard one for an exploration-stage company, and it should be read against a balance sheet that is currently the strongest in the Company's history.
- **Counterparty and Option Risk:** The Company's core assets are held through option agreements requiring ongoing exploration expenditures and future cash payments to remain in good standing. At Buen Retiro, Pucobre holds a 30% clawback right, rights to extract a limited amount of ore on favourable terms, and a half interest in the underlying option, making the development plan dependent on the continued alignment of a single counterparty. While the relationship has to date been a source of validation and funding, changes in Pucobre's priorities or disagreements over development could materially affect the project's path.
- **Permitting and Execution Risk:** The 2028 production target depends on an aggressive schedule of permitting, study work, and construction in a foreign jurisdiction. Although Chile's recent permitting reforms are supportive, environmental approval timelines, community relations, water access, and engineering outcomes all carry uncertainty, and political or regulatory conditions can change. Any delay would push out first production and increase funding requirements.
- **Commodity Price Risk:** The Company's valuation is highly sensitive to the copper price, which drives both the economics of the Buen Retiro development plan and the market's appetite for financing copper exploration. As a pre-revenue company with no ability to offset weaker prices through production, a sustained decline in copper would reduce the attractiveness of the fast-track development case and could constrain access to capital.

BALANCE SHEET

Fitzroy Minerals Inc.
Consolidated Balance Sheets (CAD\$M)
Fiscal Year End: September

ASSETS	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Q1 Dec-25	Q2 Mar-26	Q3 Jun-26
Cash and cash equivalents	1,147.3	980.6	221.5	1,630.7	13,126.9	10,495.8	27,506.5	23,857.9
Other receivables	56.7	32.4	11.3	36.7	131.3	124.1	192.1	296.3
Prepaid expenses	149.5	-	-	-	178.3	150.8	268.0	250.1
Total Current Assets	1,353.6	1,013.0	232.8	1,667.4	13,436.5	10,770.7	27,966.6	24,404.3
Deferred transaction costs	-	-	-	721.2	-	-	-	-
Reclamation deposits	32.0	88.6	88.6	88.6	88.6	88.6	88.6	88.6
Exploration and evaluation assets	4,078.1	5,462.9	1,844.2	3,261.8	22,418.2	26,218.0	28,975.9	32,781.3
Total Assets	5,463.6	6,564.5	2,165.5	5,739.0	35,943.3	37,077.3	57,031.1	57,274.2
LIABILITIES AND SHAREHOLDERS' EQUITY								
Accounts payable and accrued liabilities	467.6	289.6	18.2	327.9	768.3	1,147.7	596.3	583.5
Total Current Liabilities	467.6	289.6	18.2	327.9	768.3	1,147.7	596.3	583.5
Total Liabilities	467.6	289.6	18.2	327.9	768.3	1,147.7	596.3	583.5
Share capital	34,357.8	36,712.4	37,542.0	41,705.9	72,357.4	73,373.4	90,901.4	91,348.5
Shares to be issued	-	-	-	-	-	101.4	-	-
Contributed surplus	5,242.1	5,382.8	5,492.4	6,279.7	9,822.4	11,182.8	15,222.1	17,256.7
Deficit	(34,604)	(35,820)	(40,887)	(42,578)	(46,918)	(48,898)	(49,595)	(52,169)
Accumulated other comprehensive loss	-	-	-	3.3	(87.2)	170.4	(93.3)	254.0
Total Parent Net Equity	4,996.1	6,274.9	2,147.4	5,411.1	35,175.0	35,929.6	56,434.8	56,690.7
Subscription receipts / (subscriptions receivable)	-	-	-	-	-	-	-	-
Total Consolidated Equity	4,996.1	6,274.9	2,147.4	5,411.1	35,175.0	35,929.6	56,434.8	56,690.7
Total Liabilities and Shareholders' Equity	5,463.6	6,564.5	2,165.5	5,739.0	35,943.3	37,077.3	57,031.1	57,274.2

Source: Company Reports, Stonegate Capital Partners

INCOME STATEMENT

Fitzroy Minerals Inc.

Consolidated Statements of Income (in CAD\$, except per share amounts)

Fiscal Year End: September

	FY 2021	FY 2022	FY 2023	FY 2024	Q1 Dec-24	Q2 Mar-25	Q3 Jun-25	Q4 Sep-25	FY 2025	Q1 Dec-25	Q2 Mar-26	Q3 Jun-26	Q4 E Sep-26	FY 2026	Q1 E Dec-26	Q2 E Mar-27	Q3 E Jun-27	Q4 E Sep-27	FY 2027E
Audit, accounting and legal	236.9	168.2	167.3	220.5	103.0	36.0	50.7	82.4	272.1	42.8	66.0	95.7	50.0	254.5	50.0	50.0	50.0	50.0	200.0
Bank charges interest and financing fees	6.4	2.2	10.6	5.2	1.3	0.9	1.0	1.6	4.8	1.8	2.6	3.6	2.0	10.0	2.0	2.0	2.0	2.0	8.0
Consulting fees	568.0	389.6	385.5	700.8	233.0	301.6	151.0	175.0	860.5	203.2	220.9	412.4	250.0	1,086.5	250.0	250.0	250.0	250.0	1,000.0
Insurance	19.1	21.2	16.2	15.8	12.0	-	-	-	12.0	10.8	18.0	-	-	28.8	-	-	-	-	-
Investor relations	-	-	11.6	36.8	4.9	7.6	11.2	12.3	36.0	6.7	8.1	20.4	12.5	47.7	12.5	12.5	12.5	12.5	50.0
Marketing and promotion	655.3	306.4	81.4	8.5	18.5	-	57.4	6.3	82.1	32.5	66.6	76.7	70.0	245.8	50.0	50.0	50.0	50.0	200.0
Office and miscellaneous	40.0	5.8	12.7	8.7	1.0	0.3	0.2	0.5	2.0	6.9	14.7	8.7	5.0	35.3	5.0	5.0	5.0	5.0	20.0
Regulatory and transfer agent fees	89.3	55.4	50.5	83.9	50.1	87.3	11.8	53.6	202.7	39.2	130.2	5.4	10.0	184.8	10.0	10.0	10.0	10.0	40.0
Salary and wages	45.0	135.0	172.1	3.2	1.8	0.4	0.4	0.4	3.0	0.4	1.0	0.8	1.0	3.2	1.0	1.0	1.0	1.0	4.0
Stock-based compensation	1,411.1	123.6	89.4	570.1	287.9	299.0	635.9	1,632.1	2,854.8	1,650.2	150.3	2,099.4	750.0	4,650.0	750.0	750.0	750.0	750.0	3,000.0
Travel	22.0	55.6	86.9	73.4	31.3	34.3	34.3	23.7	123.6	64.0	72.7	11.1	30.0	177.8	30.0	30.0	30.0	30.0	120.0
Recovery of flow-through premium liability	-	(48.3)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Expenses	3,135.0	1,225.0	1,084.2	1,726.8	744.8	767.2	953.8	1,987.8	4,453.5	2,058.5	751.0	2,734.3	1,180.5	6,724.2	369.5	369.5	369.5	369.5	4,642.0
Operating Income	(3,135.0)	(1,225.0)	(1,084.2)	(1,726.8)	(744.8)	(767.2)	(953.8)	(1,987.8)	(4,453.5)	(2,058.5)	(751.0)	(2,734.3)	(1,180.5)	(6,724.2)	(369.5)	(369.5)	(369.5)	(369.5)	(4,642.0)
Interest income (expense)	1.4	8.7	(4,009.9)	8.2	0.5	23.2	21.3	68.7	113.7	77.8	54.0	161.1	15.0	307.9	15.0	15.0	15.0	15.0	60.0
Recovery (impairment) of mineral properties	-	-	27.4	27.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other gains/losses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit Before Taxes	(3,133.5)	(1,216.4)	(5,066.7)	(1,690.9)	(744.2)	(744.0)	(932.5)	(1,919.1)	(4,339.8)	(1,980.7)	(696.9)	(2,573.2)	(1,165.5)	(6,416.3)	(354.5)	(354.5)	(354.5)	(354.5)	(4,582.0)
Net loss for the period	(3,133.5)	(1,216.4)	(5,066.7)	(1,690.9)	(744.2)	(744.0)	(932.5)	(1,919.1)	(4,339.8)	(1,980.7)	(696.9)	(2,573.2)	(1,165.5)	(6,416.3)	#####	#####	#####	#####	#####
Exchange differences on translating foreign opera	-	-	-	3.3	(7.7)	32.9	(257.8)	142.2	(90.5)	257.6	(263.7)	347.3	-	341.1	-	-	-	-	-
Comprehensive loss for the period	(3,133.5)	(1,216.4)	(5,066.7)	(1,687.6)	(752.0)	(711.1)	(1,190.2)	(1,777.0)	(4,430.3)	(1,723.1)	(960.7)	(2,225.9)	(1,165.5)	(6,075.2)	#####	#####	#####	#####	#####
Basic EPS	\$ (0.09)	\$ (0.02)	\$ (0.08)	\$ (0.02)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.01)	\$ (0.00)	\$ (0.01)	\$ (0.00)	\$ (0.02)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)
Diluted EPS	\$ (0.09)	\$ (0.02)	\$ (0.08)	\$ (0.02)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.01)	\$ (0.00)	\$ (0.01)	\$ (0.00)	\$ (0.02)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)
WTD Shares Out - Basic	35,644	53,641	64,581	81,965	114,412	117,078	227,873	182,709	182,709	275,998	291,127	329,359	362,295	362,295	380,409	399,430	419,401	440,371	440,371
WTD Shares Out - Diluted	35,644	53,641	64,581	81,965	114,412	117,078	227,873	182,709	182,709	275,998	291,127	329,359	362,295	362,295	380,409	399,430	419,401	440,371	440,371

Source: Company Reports, Stonegate Capital Partners estimates

CASH FLOW STATEMENT

Fitzroy Minerals Inc.
Consolidated Cash Flow Statements (CAD \$M)
Fiscal Year End: September

CASH FLOW	FY 2021	FY 2022	FY 2023	Q1 Dec-23	Q2 Mar-24	Q3 Jun-24	Q4 Sep-24	FY 2024	Q1 Dec-24	Q2 Mar-25	Q3 Jun-25	Q4 Sep-25	FY 2025	Q1 Dec-25	Q2 Mar-26	Q3 Jun-26
Operating Activities																
Profit of the year	(3,133.5)	(1,216.4)	(5,066.7)	(196.4)	(458.6)	(395.4)	(640.5)	(1,690.9)	(744.2)	(744.0)	(932.5)	(1,919.1)	(4,339.8)	(1,980.7)	(696.9)	(2,573.2)
Stock based compensation	1,411.1	123.6	89.4	6.8	148.8	126.2	288.4	570.1	287.9	299.0	635.9	1,632.1	2,854.8	1,650.2	150.3	2,099.4
Impairment (Recovery) of mineral properties	-	-	4,009.9	(8.2)	-	-	(0.0)	(8.3)	-	-	-	-	-	-	-	-
Recovery of flow-through premium liability	-	(48.3)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash flow from operating activities before working capital changes	(1,722.5)	(1,141.1)	(967.5)	(197.8)	(309.8)	(269.2)	(352.2)	(1,129.0)	(456.3)	(445.0)	(296.6)	(287.1)	(1,485.0)	(330.5)	(546.6)	(473.8)
Other receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	(37.8)	24.3	21.1	6.6	(82.1)	55.6	(5.5)	(25.3)	0.3	(7.2)	(18.2)	(69.6)	(94.7)	7.2	(68.0)	(104.3)
Accounts payable and accrued liabilities	(149.5)	149.5	-	-	-	-	-	-	-	(146.8)	(169.1)	137.6	(178.3)	27.5	(117.2)	17.9
Cash flow generated/(absorbed) from operating Activities	(1,925.0)	(1,062.6)	(947.1)	(92.6)	(451.5)	(213.2)	(336.1)	(1,093.4)	(512.2)	(440.9)	(532.4)	(285.6)	(1,771.0)	(218.4)	(549.4)	(803.5)
Investing Activities																
Exploration and evaluation assets	(704.0)	(989.0)	(536.8)	2.1	(154.6)	(593.6)	(85.4)	(831.4)	(270.4)	(755.1)	(1,833.2)	(1,928.8)	(4,787.6)	(3,153.7)	(3,579.4)	(3,366.4)
Other	(32.0)	(56.6)	-	-	-	-	(550.4)	(550.4)	(177.7)	177.7	-	-	-	-	-	-
Cash flow generated by Investing Activities	(736.0)	(1,045.6)	(536.8)	2.1	(154.6)	(593.6)	(635.7)	(1,381.8)	(448.1)	(577.5)	(1,833.2)	(1,928.8)	(4,787.6)	(3,153.7)	(3,579.4)	(3,366.4)
Financing Activities																
Shares issued - private placement	3,324.6	1,941.4	724.8	-	2,376.9	-	1,725.6	4,102.5	2,121.7	3,000.0	-	12,540.0	17,661.7	-	21,155.0	-
Share issuance costs	-	-	-	-	(155.5)	(4.0)	(85.8)	(245.3)	(109.7)	(125.6)	-	(940.0)	(1,175.3)	-	(1,408.7)	-
Subscription receipts	-	-	-	445.4	(445.4)	-	-	-	64.7	(64.7)	7,150.0	(7,150.0)	-	-	-	-
Exercise of options	120.4	-	-	-	-	-	24.0	24.0	7.5	134.5	23.3	65.4	230.7	213.6	235.0	40.0
Exercise of warrants	9.6	-	-	-	-	-	-	-	-	76.3	767.2	578.9	1,422.3	512.6	1,300.5	342.4
Effect of foreign exchange	-	-	-	-	-	(6.4)	9.7	3.3	(7.7)	32.9	(257.8)	148.1	(84.5)	14.8	(142.2)	138.9
Cash flow generated/(absorbed) by financing Activities	3,454.6	1,941.4	724.8	445.4	1,776.0	(10.4)	1,673.5	3,884.4	2,076.4	3,053.4	7,682.7	5,242.4	18,054.8	740.9	21,139.6	521.3
Net Cash flow in the year	793.6	(166.8)	(759.1)	354.8	1,170.0	(817.2)	701.6	1,409.3	1,116.1	2,035.0	5,317.0	3,028.0	11,496.2	(2,631.2)	17,010.8	(3,648.7)
Cash and Cash Equivalents																
Beginning Cash balance	353.7	1147.3	980.6	221.5	576.3	1746.3	929.1	221.5	1630.7	2746.8	4781.9	10,098.9	1630.7	13126.9	10495.8	27506.5
Ending Cash balance	1,147.3	980.6	221.5	576.3	1,746.3	929.1	1,630.7	1,630.7	2,746.8	4,781.9	10,098.9	13,126.9	13,126.9	10,495.8	27,506.5	23,857.9

Source: Company Reports, Stonegate Capital Partners

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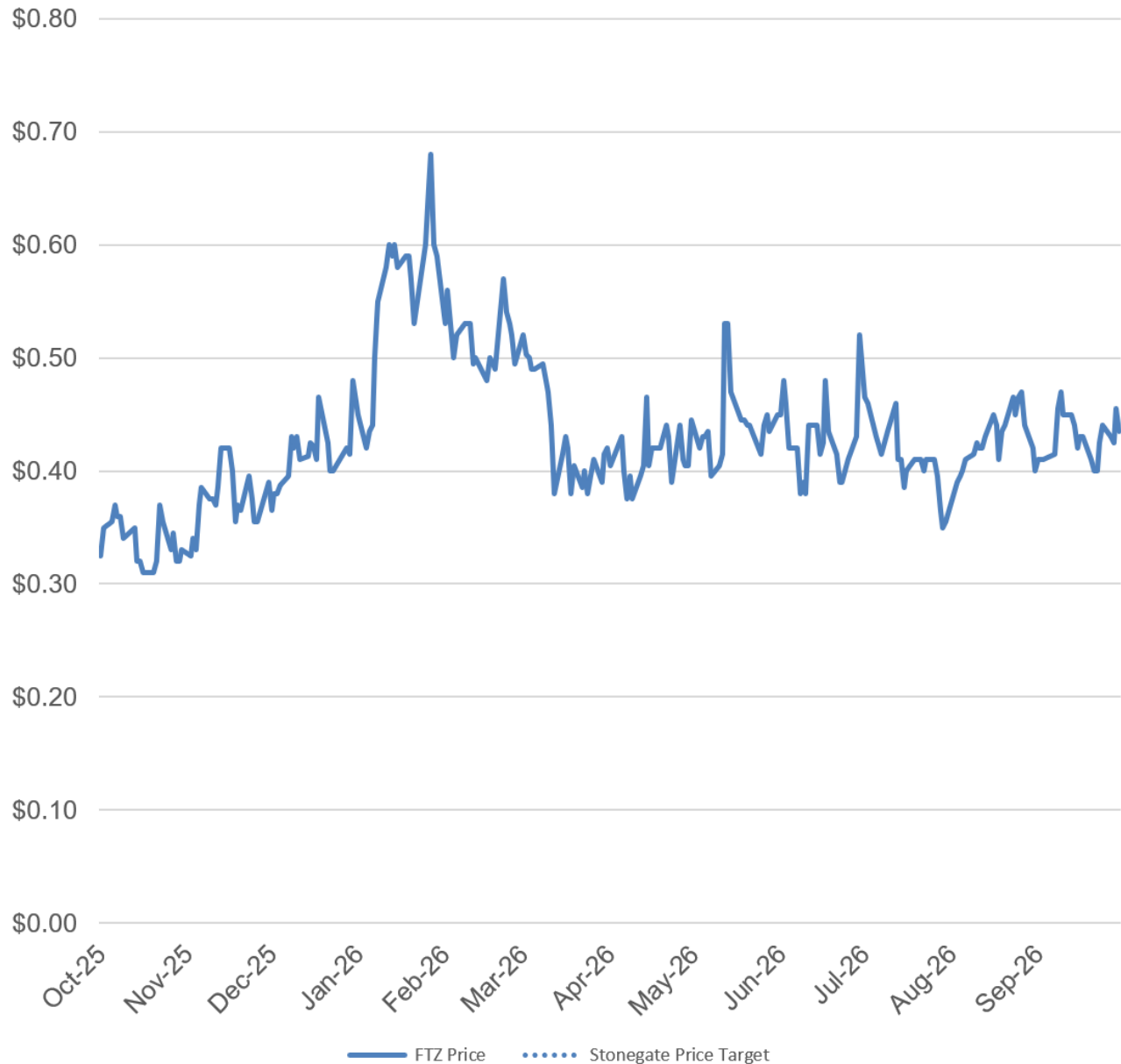
Stonegate Capital Partners, Inc.

Dave Storms, CFA

Dave@stonegateinc.com

214-987-4121

214-987-4121



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