atrium research

Initiation Report

Cerrado Gold – Underappreciated Growth Profile; Substantial Valuation Disconnect

Riley Venton, P.Eng | Equity Research Analyst | rventon@atriumresearch.ca | 705-927-0466
Nicholas Cortellucci, CFA | Equity Research Analyst | ncortellucci@atriumresearch.ca | 647-391-3314

Rating	Target Price
BUY	**C$3.50**
Initiating	*Initiating*

July 23, 2026

Disseminated on Behalf of Cerrado Gold

All figures in USD unless otherwise stated

Cerrado Gold Inc.	**CERT:TSXV**
Rating	BUY
Target Price	C$3.50
Return to Target	100%

Market Data	
Share Price	C$1.75
Average Daily TSXV Volume (K)	291.8
FD ITM Shares (M)	152.2
Market Cap ($M)	$167.7
Pro-Forma Cash ($M)	$23.4
Debt ($M)	$29.5
Enterprise Value ($M)	$173.8

FYE Dec 31	**2025A**	**2026E**	**2027E**
Revenue ($M)	$147.1	$255.3	$246.9
Adj. EBITDA ($M)	$46.2	$127.1	$127.8
Operating CF ($M)	$56.2	$95.7	$102.6
Net Income ($M)	($20.4)	$62.2	$66.1

Valuation	
Minera Don Nicolas ($M)	$379.0
Lagoa Salgada (80%) ($M)	$150.1
Mont Sorcier ($M)	$800.3
P/NAV	0.19x

	2025A	**2026E**	**2027E**
EV/EBITDA	3.8x	1.4x	1.4x
EV/CF	3.1x	1.8x	1.7x

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

Cerrado Gold is a Toronto-based gold production, development, and exploration company. The Company is the 100% owner of the producing Minera Don Nicolás and Las Calandrias mine in Santa Cruz province, Argentina. In Portugal, the Company holds an 80% interest in the highly prospective Lagoa Salgada VMS project through its position in Redcorp - Empreendimentos Mineiros, Lda. In Canada, Cerrado Gold is developing its 100% owned Mont Sorcier Iron project located outside of Chibougamau, Quebec.

What you need to know:

- CERT has three multi-jurisdictional assets, one of which is an operating gold mine in Argentina with strong cash flow and expanding production.
- Substantial growth is supported by a low-cost VMS project in Portugal, and a world-class iron ore project in Quebec, both steadily advancing.
- Growth can be achieved with minimal shareholder dilution with visibility on low-cost project financing for majority of capex.
- The valuation disconnect is clear, as CERT receives no value for its development pipeline.

Cerrado Gold Inc. (CERT:TSXV, CRDOF:OTCQX) is an operating gold producer with two strong development assets further driving growth. The Minera Don Nicolas (MDN) Mine in Argentina is currently in production and generating cash flow while incrementally expanding, the Lagoa Salgada VMS Project in Portugal is advancing through permitting ahead of construction, and the Mont Sorcier Iron Ore Project in Quebec is significant in scale with a pathway to production at the end of the decade. This growth pipeline is considerably underappreciated, and CERT continues to trade at a sizable discount. **We are initiating coverage on Cerrado Gold with a BUY rating and a target price of C$3.50/share.**

Investment Thesis Summary

Argentina Cash Flow Will Strengthen the Balance Sheet. CERT's MDN Mine anchors the portfolio, with gold production forecast at a minimum of ~55Kozpa over the next 3 years and work underway to extend the mine life via consolidation and exploration. Importantly, production is now unhedged and positioned to fully benefit from higher gold prices to strengthen the balance sheet, while simultaneously funding growth. We forecast 2026/2027 OCF of $95.7M/$102.6M from MDN.

Significant Production Growth on the Horizon. MDN is forecasting 50-60Kozpa, while the low-cost Lagoa Salgada Project is forecast to come online in 2029 producing ~124Mlbpa ZnEq (~35-45Koz AuEq), bringing consolidated production to ~100Kozpa, with upside from an optimized FS at Lagoa and further expanding MDN. This upside is amplified via the recent repurchase of streams at both assets. In tandem, the large-scale, high-grade Mont Sorcier Project is advancing toward 2031 production, with a bankable FS targeted for H1/27 contemplating a ramp-up to 8Mtpa. On an AuEq basis, driving consolidated production to ~300Kozpa+.

Growth Can Be Achieved with Minimal Dilution. A 2023 DFS on Lagoa Salgada estimated a manageable initial capex of ~$164M, and this will be refined in an optimized FS in Q3/26. Importantly, CERT is anticipated to receive low-cost UK Export Credit Agency (UKEF) financing for 70% of capex. Similarly, 70% of Mont Sorcier's capex is supported by UKEF, and the H1/27 FS will provide further insight into capital requirements. Line of sight on bringing an operation of this scale into production is a rarity for a company of CERT's current size.

Huge Valuation Disconnect. CERT is trading at ~2x our 2026 OCF estimate, a significant discount to gold producer peers at ~3.4x. The short current mine life at MDN has constrained trading multiples; however, visibility on a longer-term mine life is coming, which will be on display in a Q1/27 PEA. On a NAV basis, the Company receives no value for its development pipeline, trading at 0.19x our estimate. On our MDN NAV alone, CERT trades at ~0.4x, which would be more in line with peers, despite two development assets steadily progressing.

Catalysts

- Lagoa Salgada Optimized FS/Permitting Updates – Q3/2026
- MDN PEA – Q1/2027
- Mont Sorcier Feasibility Study – H1/2027

Table of Contents

Investment Thesis

Cerrado Gold (CERT:TSXV, CRDOF:OTCQX) is an operating gold producer at its **Minera Don Nicolas (MDN) Mine** in Santa Cruz, Argentina, with two solid development assets. MDN is forecast to produce a minimum of ~55Kozpa and has a defined mine life of ~3 years, which is expected to be extended and expanded over the coming years through exploration and regional consolidation. As of January 2026, production is now unhedged, allowing CERT to fully benefit from higher gold prices and generate strong cash flow to support a strengthened balance sheet and the development pipeline.

Next in line is the low-cost **Lagoa Salgada VMS Project** in Portugal, for which CERT holds an 80% interest. Lagoa Salgada is advancing through permitting, with an optimized feasibility study anticipated in Q3/26, and first production targeted for 2029. A 2023 DFS estimated production of ~124Mlbpa ZnEq for the first 5 years of production, and we see potential for this to be expanded in the study. CERT has recently repurchased streams at both MDN and Lagoa Salgada, providing investors full upside to future growth. In addition, Cerrado owns the large, high-grade **Mont Sorcier Iron Ore Project** in Quebec, on a path to production by early 2031. Mont Sorcier's 2022 PEA outlined 5Mtpa of production, driving exceptional economics, and CERT plans to deliver an FS displaying a ramp-up to 8Mtpa, along with additional optimizations, in H1/27. Importantly, low-cost project financing arrangements are advancing for both development projects. Despite strong OCF at MDN and visibility on sizable growth across the portfolio, the Company continues to trade at a considerable discount. **We are initiating coverage on Cerrado Gold with a BUY rating and a target price of C$3.50/share.**

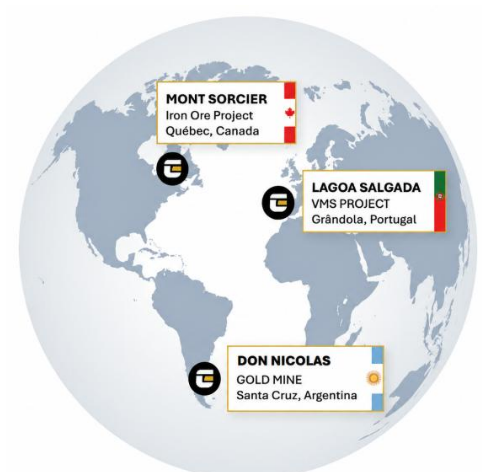

Figure 1: Cerrado Asset Locations (Source: Company Documents)

Projects are Advancing in Tandem

Cerrado has outlined milestones across the portfolio, which will facilitate this production and NAV growth, while providing investors with consistent catalysts for the coming years:

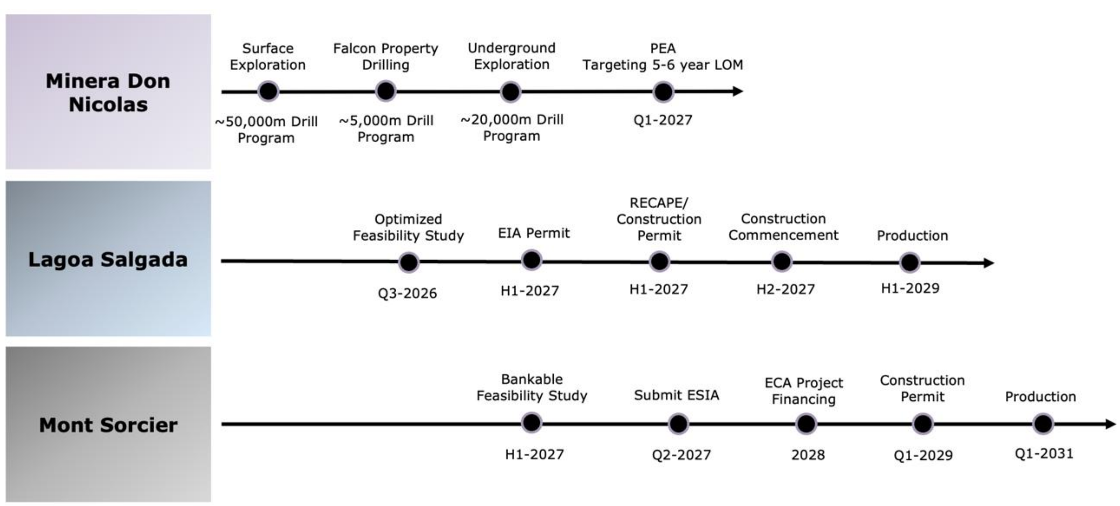

Figure 2: Timeline for Advancement by Asset (Source: Company Documents; Atrium)

MDN – Cerrado's focus at MDN is on **extending the mine plan** from its current ~3 years, which will be achieved through the drill bit and regional consolidation. The second leg of growth at MDN will target increasing production levels once the mine life is extended.

The Company has initiated aggressive 2026 exploration plans, including ~50,000m of surface drilling and ~20,000m of underground exploration, and drilling is anticipated to increase the LOM to 5-6 years by year-end. This will be further supported by the Company's regional consolidation strategy aimed at several smaller and stranded deposits surrounding the Calandrias hub. CERT recently announced the acquisition of the adjacent Falcon Properties from a subsidiary of Pan American Silver (PAAS:TSX, Mkt Cap: ~C$26B), marking the first step in this strategy, which has now been followed up with further concessions (Las Calandrias II). Internal targets estimate 150-200Koz of gold (0.8-1.1 g/t) can be added to resources in the near-term from the Falcon properties, and confirmatory drilling is underway. CERT plans to deliver a PEA in Q1/27 following 2026 exploration to display the extended LOM to the market. Once a mine life of ~5 years is outlined that can be replenished y/y, the focus will turn to expanding production from ~55Koz, where we see longer-term upside to approach ~100Kozpa.

Lagoa Salgada – The Lagoa Salgada Project is quickly advancing toward production, with 2026 being a critical year to de-risk development. Cerrado plans to deliver an updated FS in Q3/26, optimizing a prior 2023 DFS, which was highlighted by lowest-quartile costs. **Permitting continues to progress**, which is currently anticipated to facilitate the commencement of construction in H2/2027 and production in the first half of 2029. The 2023 DFS outlined ~124Mlbpa ZnEq (~35-45Koz AuEq) in the first 5 years of production, bringing consolidated production ~100Kozpa AuEq, which will be refined in the upcoming optimized study.

Permitting is the main de-risking milestone we are watching for. Cerrado continues to work through its EIA submission, both with various Portuguese government officials and through the courts, after the environmental agency issued an unfavourable opinion on the project. The Company has since secured an interim injunction, which temporarily suspends the effects of the opinion while its legal challenge continues. The recent injunction is a step in the right direction, and we will be following permitting updates throughout the year to keep H2/2027 construction on track.

Mont Sorcier – A bankable FS on the large-scale Mont Sorcier Project is advancing, expected to outline a staged production profile starting at 4Mtpa and increasing to 8Mtpa in year ~3, amongst additional optimizations. The prior 2022 PEA outlined 5Mtpa and a 21-year mine life, with very strong economics including annual FCF of ~$235M. While we expect cost pressures to be reflected in the H1/27 study, we anticipate the cash generation forecast to remain significant. Permitting and financing are scheduled to advance through ~2028 to allow for construction in ~2029 and first production in ~2031.

Anticipating Substantial Production Growth

We are forecasting a significantly expanded production profile in the coming years. MDN is expected to deliver at least ~55Kozpa over the next 3 years, with further growth on the horizon, and Lagoa Salgada is forecast to bring production to ~100Kozpa+ AuEq, with Mont Sorcier then anticipated to reach production in ~2031. **On a gold-equivalent basis, this will accelerate consolidated production to ~300Kozpa+**, and we see upside potential across the assets.

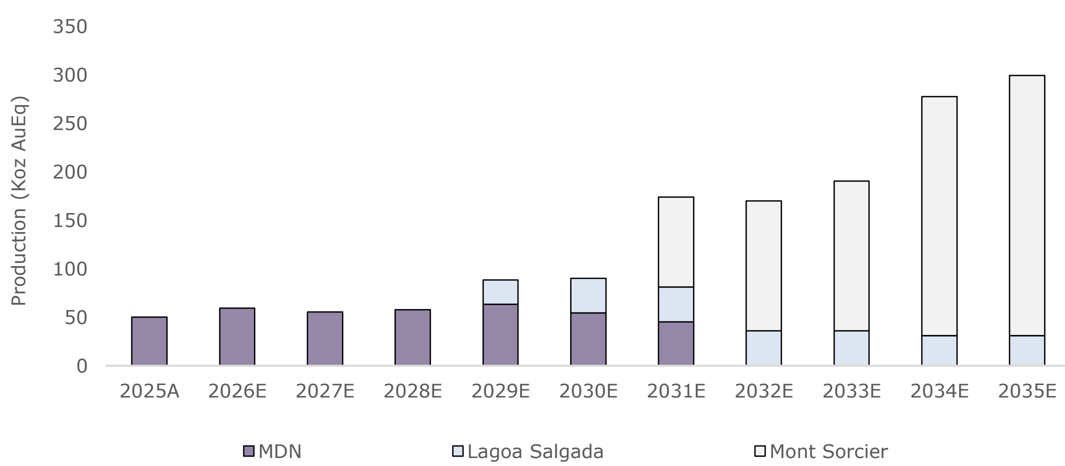

Figure 3: Our Production Forecast (Source: Atrium)

Growth Can be Achieved with Minimal Dilution

We anticipate steady OCF from MDN, which will further strengthen the balance sheet ahead of Lagoa Salgada construction, and accelerate in 2029 and into 2030 with both operations in production. Again, continued resource replenishment and/or expansion at MDN provides additional upside to our forecast, and the recent repurchase of Sprott streams at MDN and Lagoa Salgada provides shareholders with full access to upside from future growth.

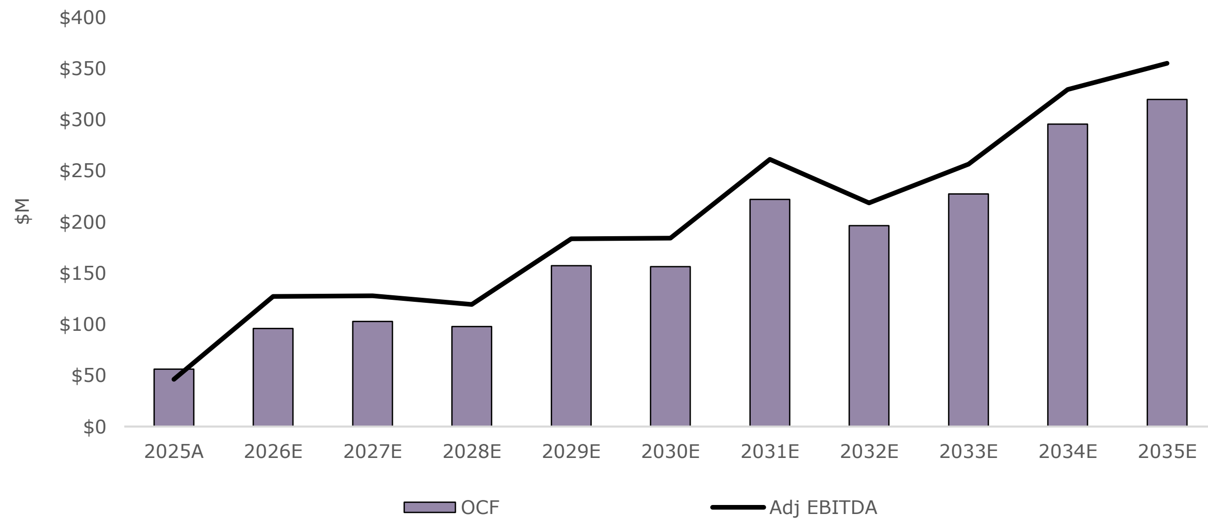

Figure 4: Our EBITDA and OCF Forecast (Source: Atrium)

The Company is fully funded to bring Lagoa Salgada to a construction decision, with $31.4M in cash at the end of March, and $5M budgeted to deliver the optimized FS. The project has a manageable initial capex (~$164M in 2023 DFS), and progress continues to be made with regard to UK Export Credit Agency (UKEF) financing from Banco Santandar for up to 70% of capital expenditure. While the optimized FS will refine capital requirements, assuming the Banco Santandar funding is secured, this will leave ~$50-$75M outstanding, which we anticipate can be comfortably funded via OCF and/or a stream/off-take/pre-pay, allowing the project to be brought into production with little to no equity financing to dilute shareholders.

70% of Mont Sorcier's capex is also already supported. Mont Sorcier carries a larger capital requirement, estimated at $574M in the 2022 PEA (which we expect will increase in the 2027 FS); however, 70% of the capital required is being supported by UKEF, which leaves a manageable unaccounted-for capital requirement (equity and/or stream). Mont Sorcier may also be eligible for financial support under Quebec's Plan Nord project incentive initiative due to its emphasis on strategic minerals, Indigenous partnerships, and utilization of existing infrastructure (nearby rail & Port of Saguenay), which is yet to be explored. Keep in mind the rarity for a company of Cerrado's size to have line of sight on the ability to construct a project of this scale (PEA estimated annual CF of ~$350M). As the project is derisked, we see potential for senior operators to take interest as another avenue for CERT to realize significant value.

The Export Credit Agency financing structure is favourable. ECA support requires meeting minimum UK content requirements (+40%), compliance with global industry standards for tailings management and Equator Principles, meeting international standards for Social and Environmental Impact, technical due diligence, and credit metric compliance. In return, financing is long-term and low-cost, provides political and commercial guarantees to the lender, and higher leverage can cover additional costs. It also allows the ability to treat a potential stream as the equity portion of funding, putting CERT in a very strong position.

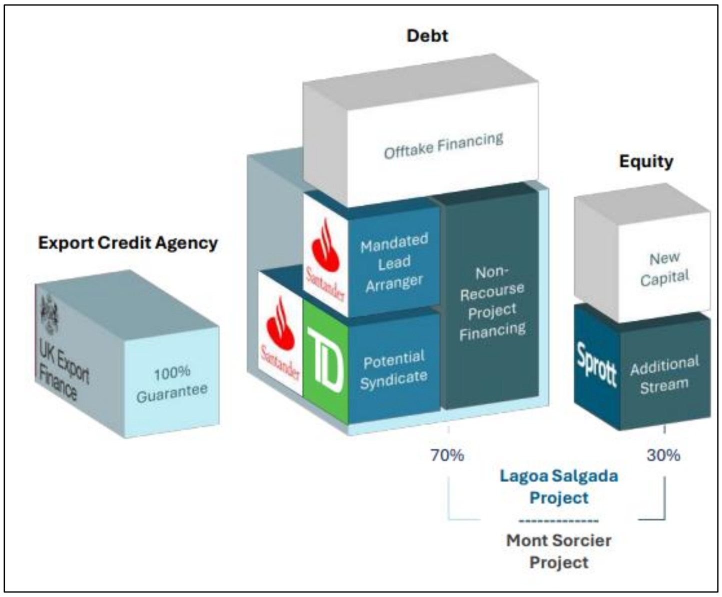

Figure 5: Export Credit Agency Project Financing Structure (Source: Company Documents)

And Cerrado has identified several potential offtake partners for both projects:

Figure 6: Potential Offtake Partners for Lagoa Salgada and Mont Sorcier (Source: Company Documents)

Receiving Zero Value for Development Pipeline

On our NAV estimates, which we discuss in detail below, CERT receives little value for its assets. On the producing MDN mine alone, the Company is ~60% discounted (~0.4x). When accounting for Lagoa Salgada and Mont Sorcier, which both have visibility on a path to production in the relatively near-term, this discount climbs to ~90% (<0.2x). Given a significant portion of our NAV is in development assets, we expect somewhat of a discount versus producer peers to persist, and more so given Mont Sorcier is an iron ore operation, which generally trades at a discount to gold. That said, the re-rate potential is clear.

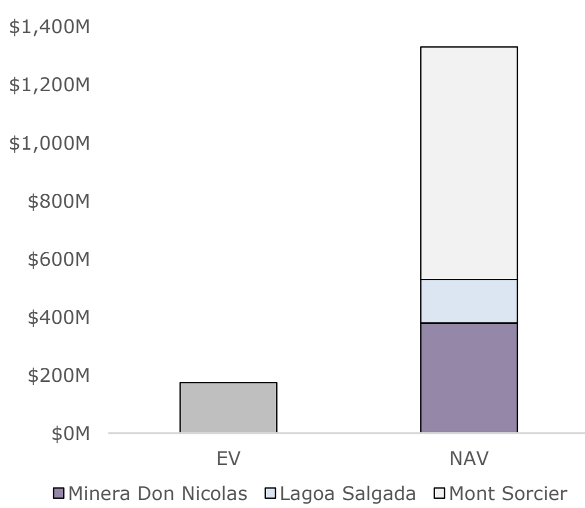

Figure 7: CERT is Extremely Discounted (Source: Capital IQ; Atrium)

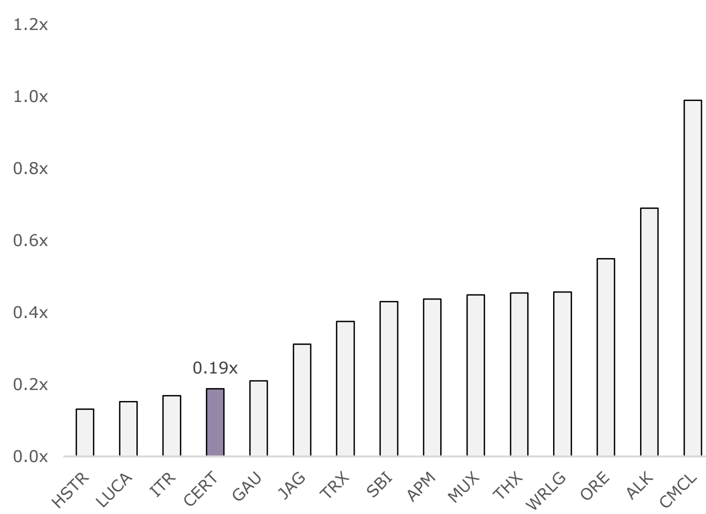

Figure 8: P/NPV Vs. Gold Peers (Source: Capital IQ; Atrium)

In terms of near-term OCF multiples, cash flow expectations at MDN are also discounted. We attribute this to the short LOM at the operation and see an opportunity for a re-rating as CERT delivers a longer-term production forecast in the PEA targeted for Q1/27:

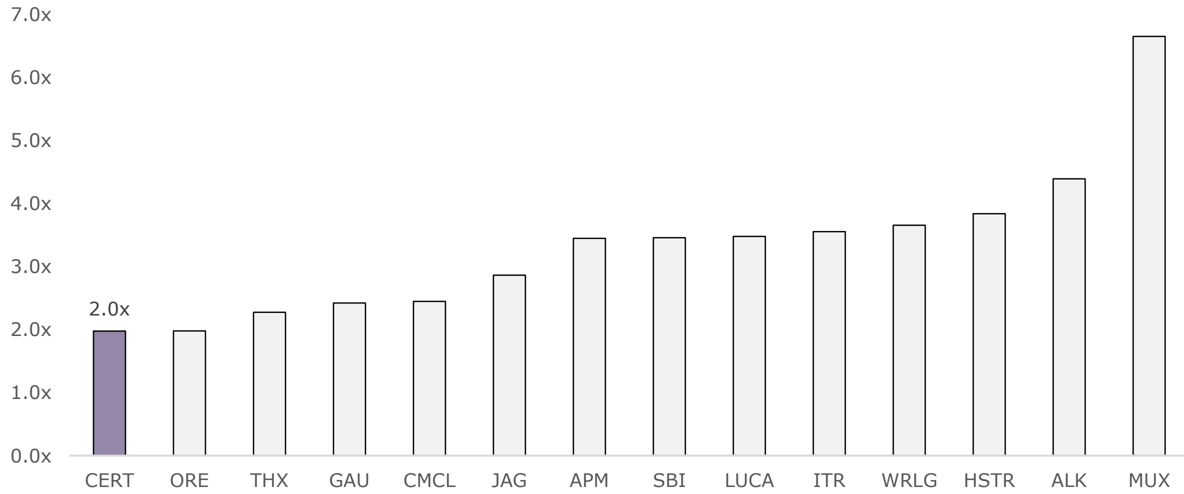

Figure 9: P/CF (2026E) (Source: Capital IQ; Atrium)

Management & Ownership

Cerrado is led by a management team and board with deep expertise in mineral discovery, mine operation, and capital markets execution across the Americas. As a founding partner of Cerrado, Chairman and CEO Mark Brennan has 30+ years of financial and operating experience throughout the full mining development cycle, together with President and founding partner Cliff Hale-Sanders, who brings 20+ years of experience in the capital markets industry. Managing the Argentinian operations, Veronica Nohara serves as the CEO of MDN and brings 20+ years of experience in executive positions. As a key figure in the MDN start-up and operational phase prior to joining Cerrado, Veronica also currently serves as President of the Chamber of Mining for the Province of Santa Cruz, Argentina. In Portugal, Joao Barros is responsible for coordination and execution of exploration at the Lagoa Salgada VMS Project, with 18+ years of experience that includes navigating the licensing process for several mining operations in Portugal through the exploration to development stages. The team is rounded out by COO Casper Groenewald, a qualified metallurgist who has led the commissioning and optimization of mines and processing facilities around the world with 20+ years of experience.

Insiders hold ~11% of the shares outstanding, with another ~14% held by institutions:

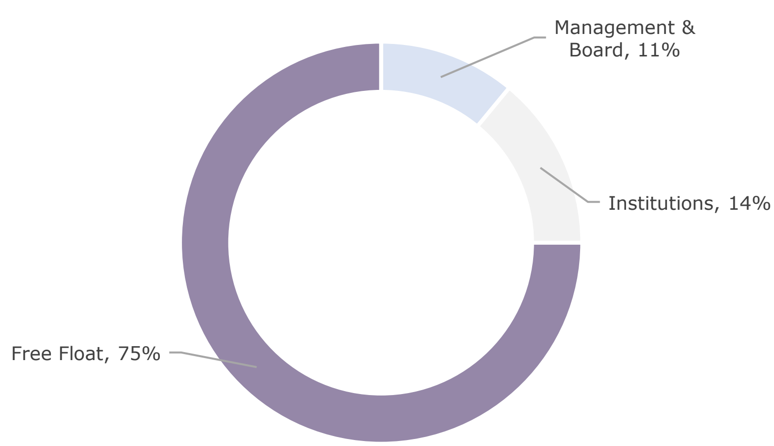

Figure 10: Ownership Summary (Source: Company Documents)

Our Forecast

Minera Don Nicolas (MDN)

Cerrado is currently forecasting production of ~50-60Koz AuEq for the next 3 years at an AISC of $1,800-2,000/oz. We have assumed that by adding heap leach resources from the Falcon Property and exploration success from this year's drilling campaign (surface + underground), the mine life will be extended to 2031 in the 50-60Kozpa range. We see this as a conservative estimate, as we anticipate ongoing exploration and consolidation will replenish depletion y/y for the foreseeable future, and provide an opportunity to expand production levels. The most immediate opportunity for production growth above our estimates will come from defining higher-grade resources to be processed, and we will be watching for drill results this year.

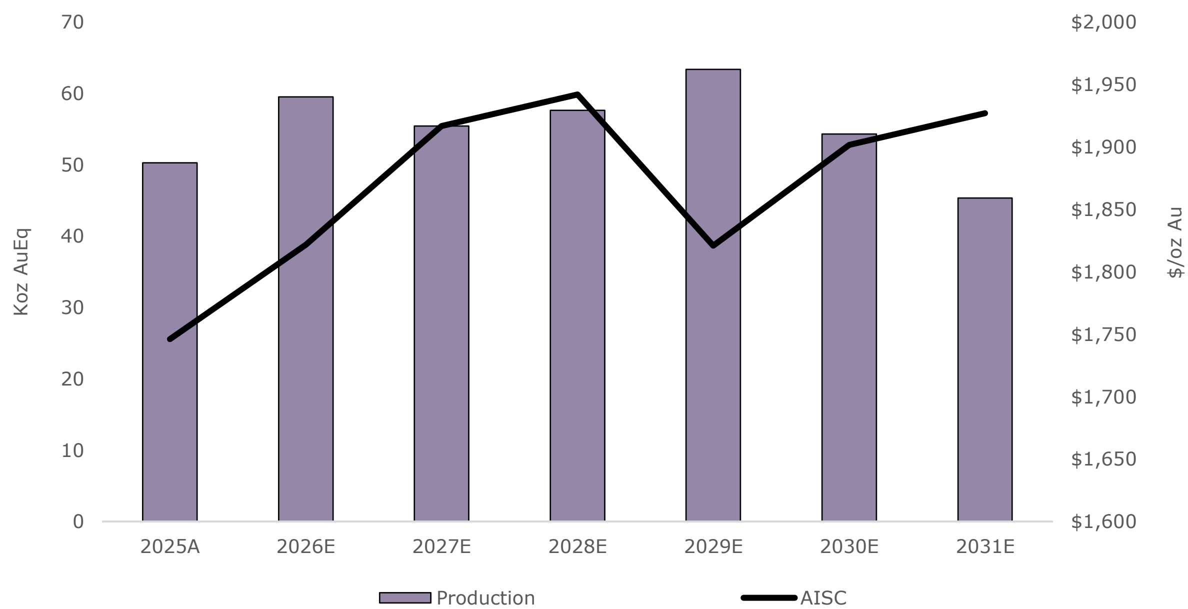

Figure 11: Our MDN Production and Cost Forecast (Source: Atrium)

Lagoa Salgada

Our forecast is largely based on the 2023 DFS production profile outlining ~124Mlba ZnEq for the first 5 years of production. The optimized FS in Q3/26 is anticipated to include enhanced recoveries and potentially increase capacity from 1.2Mtpa to up to 2Mtpa. We plan to incorporate these optimizations into our model when the study is released. Cerrado is targeting construction commencement in H2/27, assuming permitting progresses to plan, which would facilitate first production in H1/29. We are modelling these current expectations and will evaluate our timeline as permitting milestones are achieved. We discuss the status of permitting in depth below.

We have modestly increased costs to stay on the side of conservatism and account for cost inflation, modelling an initial capex of $200M ($164.4M in 2023 DFS) and LOM AISC of $0.89/lb ZnEq ($0.79/lb in 2023 DFS). That said, we see an opportunity for stronger unit costs vs. our forecast when the FS is released, given the potential for enhanced recoveries and economies of scale.

	2023 DFS	Atrium
Capacity	1.2Mtpa	**1.2Mtpa**
Reserves	14.6Mt	**14.6Mt**
First Production	-	**H1/2029**
Mine Life	14 years	**14 years**
Annual Production (first 5 years)	124Mlb ZnEq	**124Mlb ZnEq**
Initial Capex	$164.4M	**$200M**
LOM AISC	$0.79/lb ZnEq	**$0.89/lb ZnEq**
AISC (first 5 years)	$0.59/lb ZnEq	**$0.69/lb ZnEq**

Figure 12: Our Lagoa Salgada Forecast vs. 2023 DFS (Source: Company Documents; Atrium)

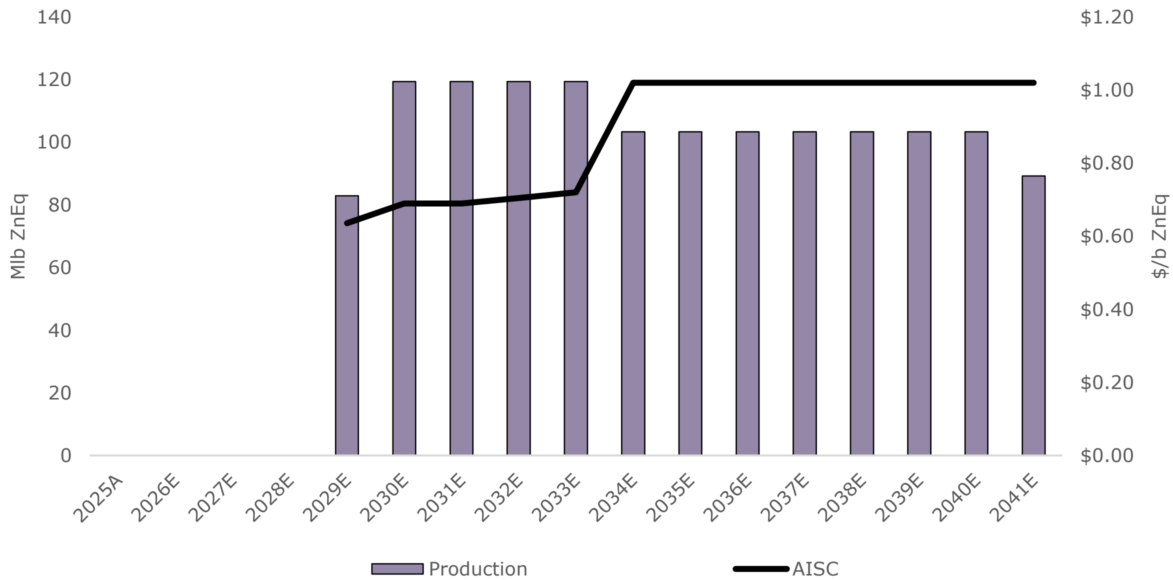

Figure 13: Our Lagoa Salgada Production and Cost Forecast
(Source: Company Documents; Atrium)

Mont Sorcier

The Company plans to release an optimized bankable FS on Mont Sorcier in the first half of 2027, contemplating an 8Mtpa operation vs. 5Mtpa in the 2022 PEA. This is expected to reflect phased development with Phase 1 producing 4Mtpa, and an expansion to 8Mtpa roughly ~3 years later. Cerrado is targeting construction permits in Q1/29, facilitating production commencing in Q1/2031. Our forecast reflects a 21-year mine life as outlined in the 2022 PEA, with 2026 conversion drilling supporting increased capacity. Along with permitting, project financing will be a key milestone to facilitate the development timeline.

Projects across the district have been impacted by notable cost inflation in recent years, which we anticipate will be reflected in the FS. We have estimated initial capex at ~$1B ($574M in 2022 PEA), ~$300M for the Phase 2 expansion, and operating costs of ~$68/t concentrate ($60.74/t in 2022 PEA), and will refine our forecast with visibility from the FS.

	2022 PEA	Atrium
Iron Concentrate Production	5Mtpa	**4Mtpa / 8Mtpa**
First Production	-	**Q1/2031**
Mine Life	21 years	**21 years**
Initial Capex	$574M	**$1B**
Expansion Capex	-	**$300M**
Operating Costs	$60.74/t con.	**$68.22/t con.**

Figure 14: Our Mont Sorcier Forecast vs. 2022 PEA
(Source: Company Documents; Atrium)

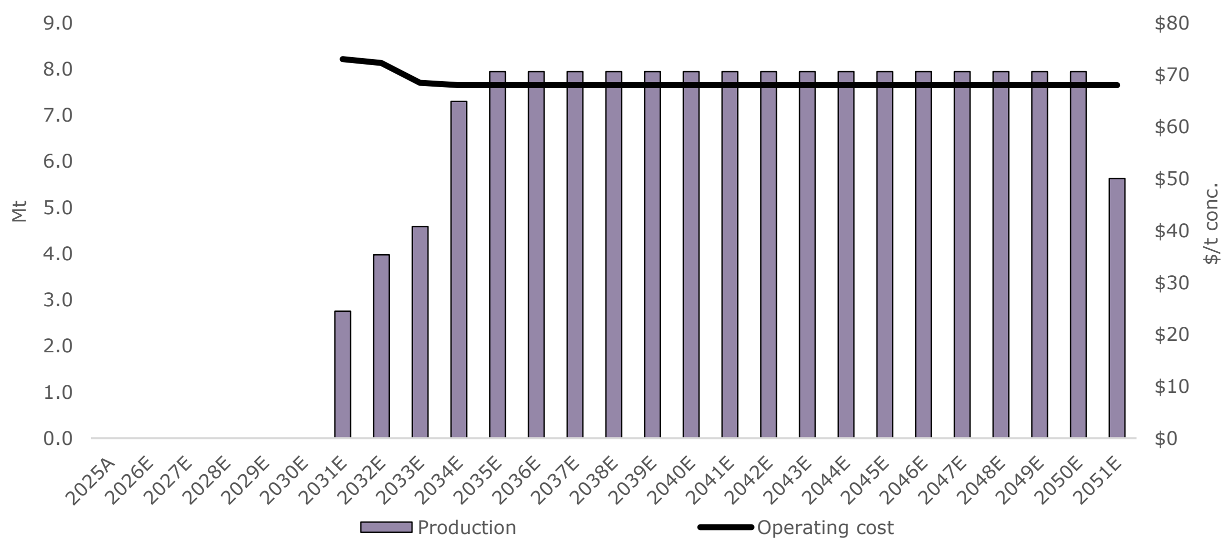

Figure 15: Our Mont Sorcier Production and Cost Forecast (Source: Company Documents; Atrium)

Our metal price assumptions and subsequent forecast is outlined below:

Atrium Commodity Prices		2026	2027	2028	2029	LT
Gold	US$/oz	$4,595	$4,500	$4,250	$4,000	$4,000
Silver	US$/oz	$74.99	$70.00	$65.00	$60.00	$50.00
Copper	US$/lb	$5.65	$5.25	$5.00	$4.50	$4.50
Lead	US$/lb	$0.97	$1.00	$1.00	$1.00	$1.00
Zinc	US$/lb	$1.49	$1.50	$1.50	$1.50	$1.50
Tin	US$/lb	$11.50	$11.50	$11.50	$11.50	$11.50

Figure 16: Commodity Price Forecast (Source: Atrium)

Production Estimates (FY)	2025A	Q1/26A	Q2/26E	Q3/26E	Q4/26E	2026E	Q1/27E	Q2/27E	Q3/27E	Q4/27E	2027E	2028E
Don Nicolas												
Gold Production (Koz)	**47.0**	11.0	13.5	13.7	14.0	**52.3**	12.5	12.5	12.5	12.5	**50.0**	**52.3**
Silver Production (Koz)	**270**	100	108	112	112	**432**	87	87	87	87	**349**	**348**
AISC (US$/oz by-product)	**$1,746**	$1,348	$1,673	$2,096	$2,060	**$1,822**	$1,916	$1,916	$1,916	$1,916	**$1,916**	**$1,942**
Lagoa Salgada												
ZnEq Production (Koz)	**-**	-	-	-	-	**-**	-	-	-	-	**-**	**-**
AISC (US$/oz ZnEq)	**-**	-	-	-	-	**-**	-	-	-	-	**-**	**-**
Mont Sorcier												
Iron Ore Production (Kt)	**-**	-	-	-	-	**-**	-	-	-	-	**-**	**-**
AISC (US$/t conc)	**-**	-	-	-	-	**-**	-	-	-	-	**-**	**-**

Financial Estimates (FY)	2025A	Q1/26A	Q2/26E	Q3/26E	Q4/26E	2026E	Q1/27E	Q2/27E	Q3/27E	Q4/27E	2027E	2028E
Revenue ($M)	**$147.1**	$53.0	$63.1	$69.0	$70.2	**$255.3**	$61.7	$61.7	$61.7	$61.7	**$246.9**	**$242.4**
Adj. EBITDA ($M)	**$46.2**	$28.7	$32.8	$32.3	$33.4	**$127.1**	$32.0	$32.0	$32.0	$32.0	**$127.8**	**$119.5**
Net Income ($M)	**($20.4)**	$12.9	$16.2	$16.1	$17.0	**$62.2**	$17.1	$17.2	$16.1	$15.7	**$66.1**	**$54.3**
EPS (Basic)	***($0.16)***	*$0.09*	*$0.12*	*$0.12*	*$0.12*	***$0.45***	*$0.12*	*$0.12*	*$0.12*	*$0.11*	***$0.48***	***$0.39***
Operating Cash Flow ($M)	**$56.2**	$17.2	$26.3	$25.7	$26.6	**$95.7**	$25.4	$25.5	$25.5	$26.2	**$102.6**	**$97.8**
Capex ($M)	**$19.7**	$9.9	$18.5	$18.5	$13.5	**$60.4**	$15.3	$15.3	$29.3	$29.3	**$89.2**	**$149.4**
Free Cash Flow ($M)	**$21.2**	$1.8	$7.8	$7.2	$13.1	**$29.8**	$10.2	$10.2	($3.8)	($3.1)	**$13.5**	**($51.7)**

Annual Estimates (FY)	2025A	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	2034E	2035E	2036E
AuEq Production (Koz) - Don Nicolas	50.2	59.5	55.4	57.6	63.4	54.3	45.3	-	-	-	-	-
AuEq Production (Koz) - Lagoa Salgada	-	-	-	-	24.9	35.8	35.8	35.8	35.8	31.0	31.0	31.0
AuEq Production (Koz) - Mont Sorcier	-	-	-	-	-	-	92.8	134.0	154.6	246.3	268.0	268.0
Total AuEq Production (Koz)	**50.2**	**59.5**	**55.4**	**57.6**	**88.2**	**90.1**	**173.9**	**169.8**	**190.4**	**277.3**	**299.0**	**299.0**
Gold Price (US$/oz)	$3,431	$4,595	$4,500	$4,250	$4,000	$4,000	$4,000	$4,000	$4,000	$4,000	$4,000	$4,000
Revenue ($M)	$147.1	$255.3	$246.9	$242.4	$345.5	$351.0	$686.6	$672.1	$754.5	$1,103.2	$1,189.8	$1,189.8
Adj. EBITDA ($M)	$46.2	$127.1	$127.8	$119.5	$183.5	$184.0	$261.2	$218.6	$256.5	$329.3	$354.9	$354.9
Net Income ($M)	($20.4)	$62.2	$66.1	$54.3	$56.3	$27.5	$36.7	$9.4	$25.9	$41.2	$66.0	$89.2
EPS (Basic)	*($0.16)*	*$0.45*	*$0.48*	*$0.39*	*$0.41*	*$0.20*	*$0.26*	*$0.07*	*$0.19*	*$0.30*	*$0.48*	*$0.64*
Operating Cash Flow ($M)	$56.2	$95.7	$102.6	$97.8	$157.2	$156.2	$222.1	$196.2	$227.1	$295.5	$319.5	$319.2
Capex ($M)	$19.7	$60.4	$89.2	$149.4	$423.7	$619.7	$22.6	$63.4	$264.3	$18.4	$19.4	$19.4
Free Cash Flow ($M)	$21.2	$29.8	$13.5	($51.7)	($266.5)	($463.5)	$199.5	$132.8	($37.2)	$277.1	$300.1	$299.8

Figure 17: Our Production & Financials Forecast (Source: Atrium)

Valuation

Peer Group Analysis

Below we present a group of small to mid-sized gold producers, which trade at an average NAV multiple of ~0.4x, and cash flow multiple (2026E) of ~3.4x:

Company	Ticker	Mkt Cap (US$)	EV (US$)	Flagship Location	2026E Production (Koz AuEq)	P/NAV (Consensus)	P/CF (2026E)
Alkane Resources Ltd.	ALK	$1,276	$1,057	Australia	163.0	0.7x	4.4x
Orezone Gold Corporation	ORE	$1,109	$1,191	Burkina Faso	227.0	0.5x	2.0x
McEwen Inc.	MUX	$757	$815	Ontario/Argentina	123.0	0.4x	6.6x
Andean Precious Metals Corp.	APM	$687	$556	Bolivia/California	110.0	0.4x	3.4x
Thor Explorations Ltd.	THX	$530	$372	Nigeria	80.0	0.5x	2.3x
Galiano Gold Inc.	GAU	$461	$386	Ghana	152.0	0.2x	2.4x
Integra Resources Corp.	ITR	$439	$368	Nevada/Idaho	70.7	0.2x	3.6x
Caledonia Mining Corporation	CMCL	$360	$333	Zimbabwe	52.6	1.0x	2.4x
Heliostar Metals Ltd.	HSTR	$343	$305	Mexico	52.8	0.1x	3.8x
Jaguar Mining Inc.	JAG	$327	$256	Brazil	52.5	0.3x	2.9x
TRX Gold Corporation	TRX	$279	$286	Tanzania	27.5	0.4x	N/A
West Red Lake Gold Mines Ltd.	WRLG	$212	$278	Ontario	33.0	0.5x	3.7x
Luca Mining Corp.	LUCA	$182	$206	Mexico	54.1	0.2x	3.5x
Serabi Gold PLC	SBI	$149	$84	Brazil	55.0	0.4x	3.5x
Average		**$306**	**$290**		**49.8**	**0.4x**	**3.4x**
Median		**$352**	**$319**		**53.5**	**0.4x**	**3.5x**
Cerrado Gold Inc.	**CERT**	**$168**	**$174**	**Argentina**	**59.5**	**0.2x**	**2.0x**

Figure 18: Peer Group Analysis (Source: Atrium)

Target Price Derivation

MDN – Based on our forecast through 2031, we reach a $NAV_{5\%}$ estimate of $379M with upside potential from defining higher grades and/or further extending the mine life. We forecast the Company generating $95.7M/$102.6M in OCF in 2026 and 2027 from MDN operations. 2026 and 2027 are anticipated to be heavier capex years with infrastructure and fleet expansions, which should moderate in subsequent years, further accelerating cash generation.

Lagoa Salgada - In applying our metal price forecast, we reach an $NPV_{8\%}$ of $188M on a 100% basis for the project (~$150M attributable to CERT). We will refine our forecast as further details become available regarding permitting and the optimized FS.

Mont Sorcier – The operation is anticipated to garner premium pricing from its quality concentrate, given high grades and low impurities. While trade-off studies are underway to evaluate producing 65% vs. 67% concentrate, we have utilized the $135/t outlined in the 2022 PEA, resulting in an $NPV_{8\%}$ of ~$800M. We will look to revise our forecast with visibility on optimization initiatives along with the release of the FS, particularly on the cost front, as we have made high-level cost estimates for the time being.

Corporate adjustments primarily reflect financing requirements for Lagoa Salgada and Mont Sorcier construction, as well as future payments linked to Sprott stream repurchases, and future payments to be received from the sale of Monto Do Carmo and an option on the Michelle Property. We have assumed 70% of construction funds will come from low-cost project financings, and for now have modelled an additional facility for any shortfall that is not covered by OCF until financing arrangements progress.

We derive our target price using a 50/50 weighted blend of our NTM OCF forecast ($104M) and our NAV estimate ($1,006M). We assign an OCF multiple of 3.4x in line with the peer group and anticipate this re-rating will come with visibility on a longer-term mine life at MDN. Given a significant portion of our NAV comes from development projects, we expect CERT will continue to trade at a discount on NAV to gold-producing peers over the next 12 months and assign a multiple of 0.3x. That said, we reach a target price of C$3.50/share as the valuation disconnect on both cash flow and NAV is evident.

NPV	US$M	US$/sh
Minera Don Nicolas	$379.0	2.49
Lagoa Salgada (80%)	$150.1	0.99
Mont Sorcier	$800.3	5.26
Project NPV	**$1,329.5**	**8.73**
Cash	23.4	0.15
Debt	(29.5)	(0.19)
Corporate Adjustments	(317.3)	(2.08)
Corporate NPV	**1,006.0**	**6.61**
NTM OCF ($M)	104.0	0.68
NPV Multiple	0.3x	
OCF Multiple	3.4x	

Target Price (Rounded)	**C$500**	**C$3.50**
Upside		*100%*

Figure 19: Valuation Summary (Source: Atrium)

CERT's portfolio offers jurisdictional diversification with project locations ranking toward the middle to upper end globally. Quebec and Santa Cruz (Argentina) are similarly ranked in the top half of jurisdictions, and combine for 89% of our total project NAV:

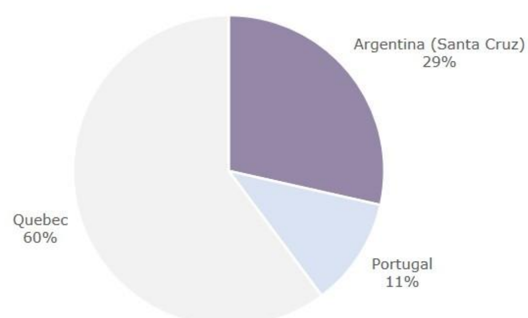

Figure 20: % NAV by Jurisdiction (Source: Atrium)

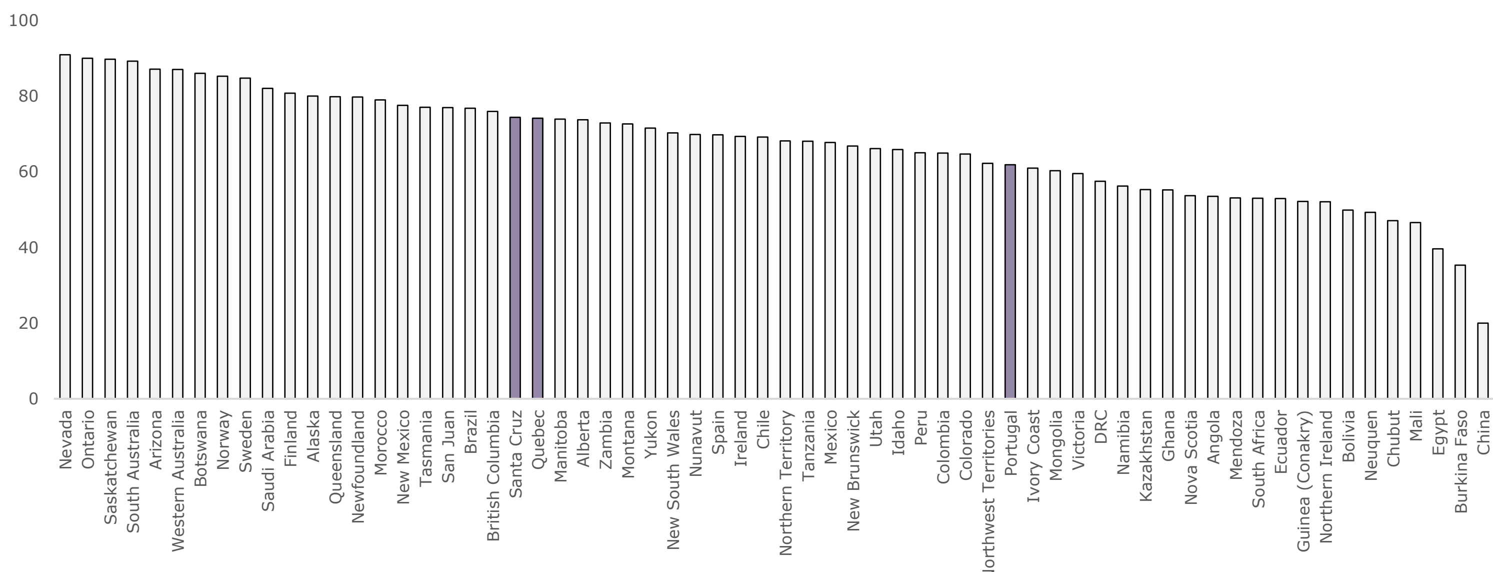

Figure 21: CERT's Jurisdiction Investment Attractiveness Ranking (Source: Fraser Institute; Atrium)

Company Overview

Cerrado Gold (CERT:TSXV, CRDO:OTC) is a Canadian-based mining company focused on the production, development, and exploration of precious and base metals across a diversified portfolio of assets in Argentina, Portugal, and Quebec. The Company's producing asset is the Minera Don Nicolas (MDN) Gold Mine in Santa Cruz, Argentina, where Cerrado is working to extend and expand the mine life through an aggressive exploration program and a regional consolidation strategy, including the recent acquisition of the adjacent Falcon Properties. 2026 production is guided at 50-60Koz at an AISC of $1,800-$2,000/oz. Cerrado's development pipeline includes the ~80%-owned Lagoa Salgada VMS project in Portugal, a polymetallic project advancing toward a construction decision with first production targeted for 2029, and the Mont Sorcier Iron Ore Project in Quebec, a large-scale development asset, with production expected at the end of the decade. Together, these assets position Cerrado for significant growth that is currently underappreciated by the market.

Timeline of Notable Events

- March 2020 – Acquired producing **Minera Don Nicolas Mine** (MDN) in Argentina
- May 2023 – Acquired Voyager (**Mont Sorcier Project** in Quebec)
- November 2024 – Completed sale of Monte Do Carmo Project in Brazil
- May 2025 – Acquired Ascendant Resources (**80% of Lagoa Salgada Project** in Portugal)
- May 2026 – Announced acquiring Falcon Properties adjacent to Calandrias operations (MDN)

Minera Don Nicolas Mine (MDN)

MDN is a producing gold operation 100% owned by CERT, located in Santa Cruz, Argentina, ~2,000km south-southwest of Buenos Aires. The ~330,000ha land package is the largest in the prolific Deseado Massif, with neighbours in the district including Newmont, Pan American Silver, AngloGold Ashanti, Hochschild, and McEwen.

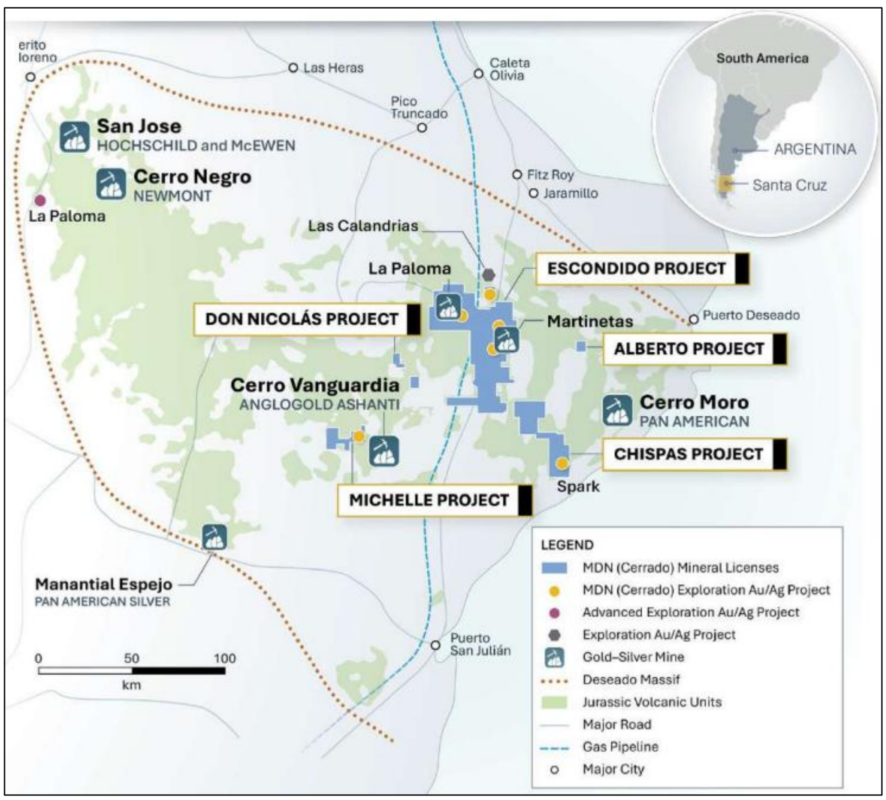

Figure 22: MDN Project Location (Source: Company Documents)

Operations commenced in 2019 as an open pit mine with a 1Ktpd CIL plant, mining deposits in the Paloma and Martinetas regions prior to CERT's 2020 acquisition. In 2023, a heap leach operation was added to process the Calandrias Sur open pit. Cerrado completed a PEA in 2024, which outlined the expanded Calandrias Sur heap leach operations continuing until 2028 and also envisioned an initial underground mine at Paloma. Since 2022, annual gold production has remained steady in the 50-55Koz range, including 50.2Koz at an AISC of $1,746/oz in 2025.

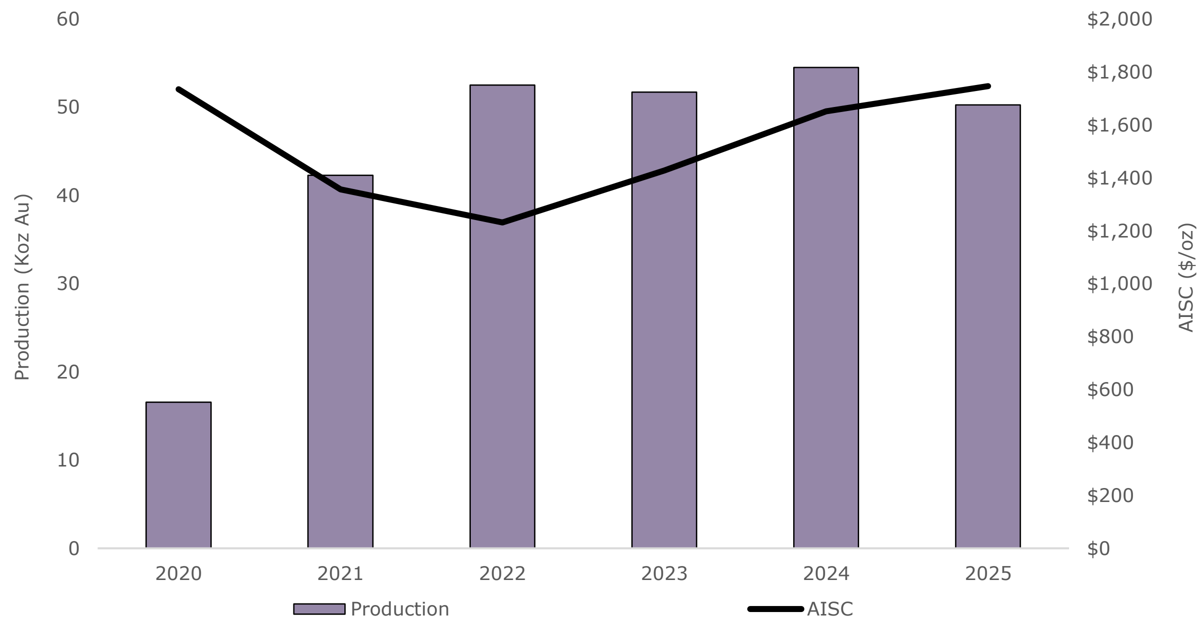

Figure 23: Past Production at MDN (Source: Company Documents)

MDN’s costs rival gold-producing peers in Argentina:

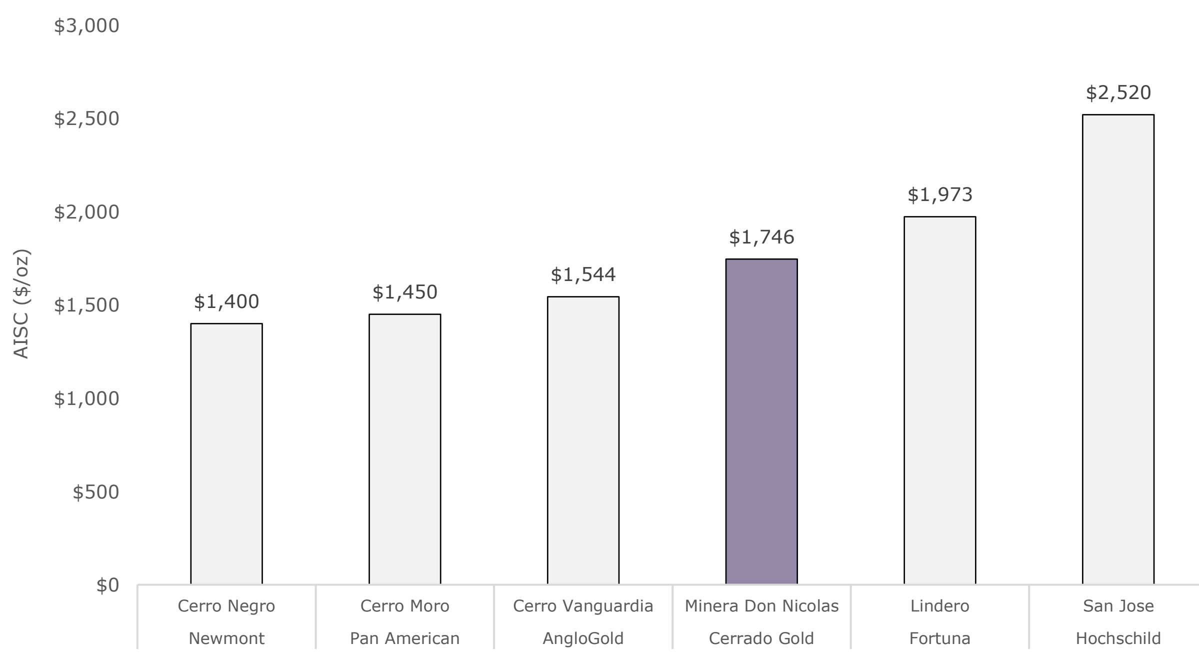

Figure 24: MDN’s 2025 AISC vs. Argentina Peers (Source: Company Documents)

The heap leach & underground operation has a ~3-year remaining LOM; however, exploration to date has only focused on near-mine open pit targets. The Company is focused on increasing production and optimizing operations with plans in place to complete extensive exploration and consolidation. Heap leach development to support expanded crushing capacity is now complete, and underground mining has commenced, which will facilitate higher throughput and grades vs. recent years, contributing to incremental production growth. MDN is expected to produce 50-60Koz in 2026 at an AISC of $1,800-$2,000/oz. With exploration underway, the Company is targeting a 5-to-6-year LOM by year-end, which will be reflected in a Q1/27 PEA.

Mineral Resources

Gold and silver mineralization at MDN is associated with epithermal deposits. M&I resources outlined in the 2024 PEA (effective April 1st, 2024) totalled 490Koz (1.13 g/t) of gold and 6.6Moz (15.26 g/t) of silver, with an additional 121Koz (1.05 g/t) and 0.4Moz (3.20 g/t) in Inferred. Further, low-grade Inferred stockpiles at Martinetas contain 17Koz Au and 63Koz Ag. Mineral reserves have not been estimated for the project. As outlined below, the Calandrias Sur open pit contains the majority of resources, contributing 80%+ of M&I gold ounces in the most recent estimate.

		Kt	Au (g/t)	Ag (g/t)	Au (Koz)	Ag (Koz)
Calandrias Sur (OP)	M&I	12,834	0.97	15.34	400.7	6,329
	Inferred	2,261	0.62	3.32	45.0	242
Calandrias Norte (OP)	M&I	79	14.94	23.12	37.9	59
	Inferred	11	10.69	12.17	3.6	4
Zorro (OP)	M&I	206	1.60	7.84	10.6	52
	Inferred	121	0.81	6.38	3.2	25
Depleted Satellites (OP)	M&I	45	1.96	0	2.8	0
	Inferred	1,117	1.62	1.72	58.1	62
Paloma Trend (UG)	M&I	275	4.34	17.38	38.4	154
	Inferred	89	3.93	13.15	11.2	38
Total	**M&I**	**13,439**	**1.13**	**15.26**	**490.3**	**6,593**
	Inferred	**3,599**	**1.05**	**3.2**	**121.2**	**370**
Stockpiles	Inferred	952	0.54	2.05	16.6	63

Figure 25: MDN MRE Effective April 2024 (Source: Company Documents)

2024 PEA

The Company completed a PEA in September 2024 on a subset of the above resource with open pit mineralization (Calandrias Norte, Calandrias Sur, Zorro) totaling 14.06Mt at diluted grades of 1.00g/t Au and 13.6g/t Ag, underground mineralization totaling 0.28Mt at diluted grades of 3.53g/t Au and 15.31g/t Ag (sublevel longitudinal stoping at Paloma), and processing of the historical Inferred stockpiles. The mine plan was based on peak capacities of 3.6Mtpa to the heap leach and 157ktpa to the CIL plant, resulting in a five-year mine life starting April 1st, 2024, which included five years of open-pit mining peaking at ~15.5Ktpd of ore, and a 3.25-year underground mine life beginning in 2026 and ramping up to 431tpd.

At gold and silver prices of $2,400/oz and $29/oz, the study outlined an $NPV_{5\%}$ of US$152M, and after-tax FCF of $34M/yr.

	2024 PEA
Heap Leach Capacity	3.6Mtpa
CIL Capacity	157Ktpa
Mine Life	5 years
Production	55.7Kozpa AuEq
Operating Costs	$17.35/t
Cash Costs	$866/oz
AISC	$1,148/oz
Gold Price	$2,400/oz
Silver Price	$29/oz
NPV5%	**$152M**
FCF	**$34M/yr**

Figure 26: MDN 2024 PEA Summary (Source: Company Documents)

MDN is in the Early Innings of Discovery

In our view, the relatively small resource and remaining LOM at MDN is largely a function of the fact that the district remains untested. 105,000m of drilling was completed to define a ~1Moz resource, and CERT is just now beginning to test the potential of the significant land package. Argentina peers followed a similar path, growing resources over time from a ~1Moz base:

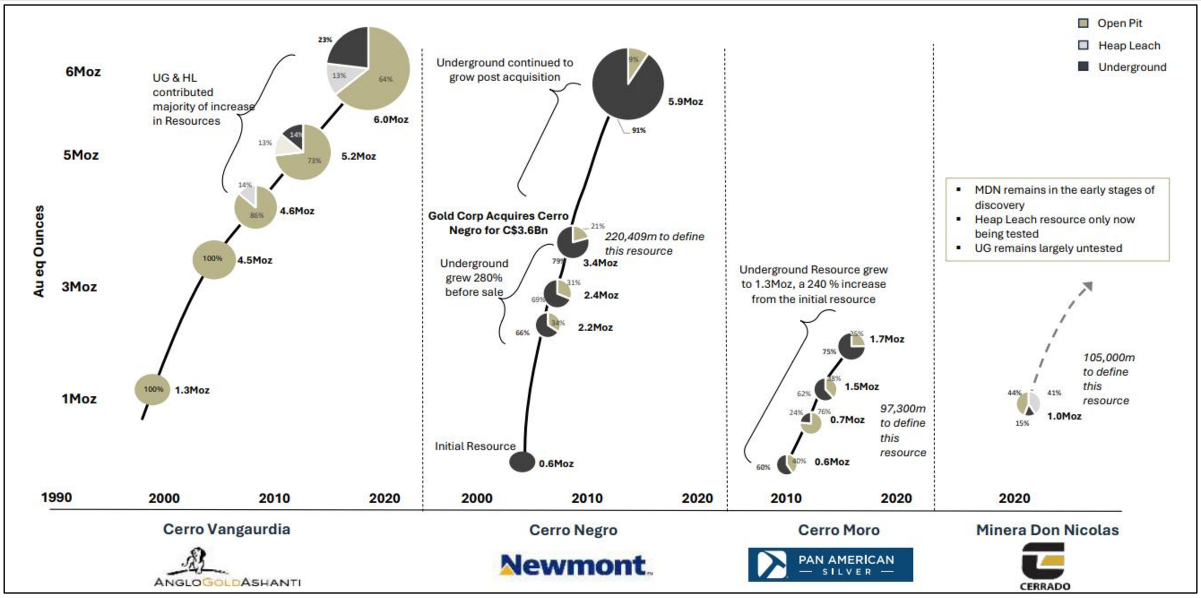

Figure 27: MDN Displays Significant Growth Potential (Source: Company Documents)

In 2026, Cerrado is running a 50,000m surface exploration drill program across its 330,000ha land package focused on heap leachable material. At Martinetas, two mineralization systems have been identified (Mara-Armadillo and Choique-Coyote), while the Paula/Andrea-La Verde trend extends over 10km with multiple untested veins. Closer to the operation, Calandrias hosts high-resistivity geophysical systems that correlate well with the producing Calandrias Sur deposit.

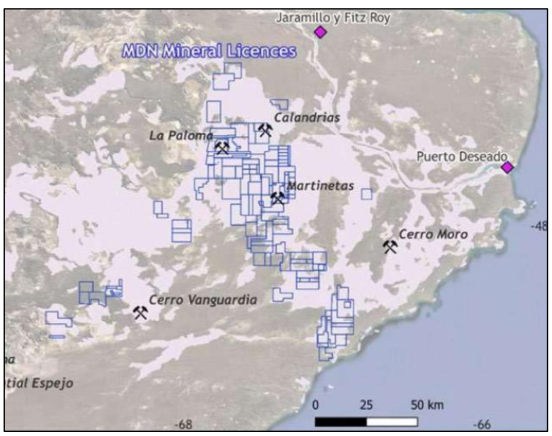

Figure 28: MDN Surface Targets (Source: Company Documents)

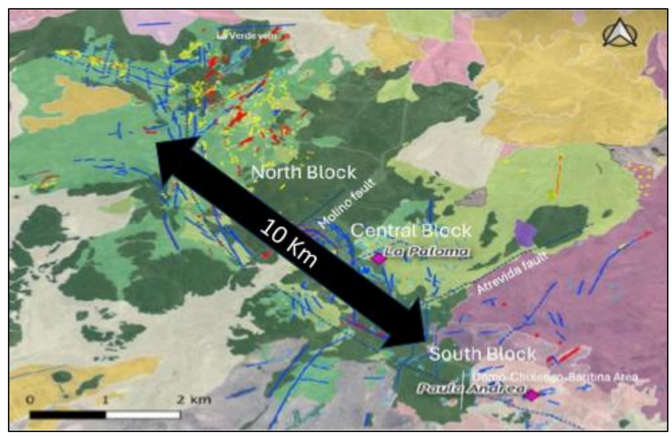

Figure 29: The Paula/Andrea-La Verde Trend (Source: Company Documents)

2026 drilling will also include underground exploration (~20,000m), where the Paloma Project provides significant potential and remains open at depth. Drilling under the high-grade Paloma open pit has only been completed down to a depth of ~200m, and the existing pit provides direct access. Adding higher-grade resources to the mine plan presents an immediate opportunity to expand production.

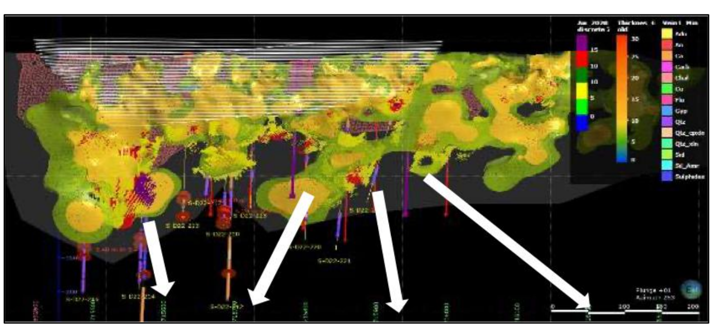

Figure 30: Paloma Underground Remains Open (Source: Company Documents)

Figure 31: The Open Pit Provides Direct Access (Source: Company Documents)

Falcon Properties
In May, Cerrado announced it will acquire the Falcon Properties from a subsidiary of Pan American Silver, outlining ~20,026ha adjacent to MDN's Calandrias heap leach operations. The Company will pay $0.2M in cash and grant a 2% royalty on all metals (certain properties also subject to 2% royalty to Cerro Vanguardia S.A). This marked the first acquisition in Cerrado's regional consolidation strategy around the Calandrias hub.

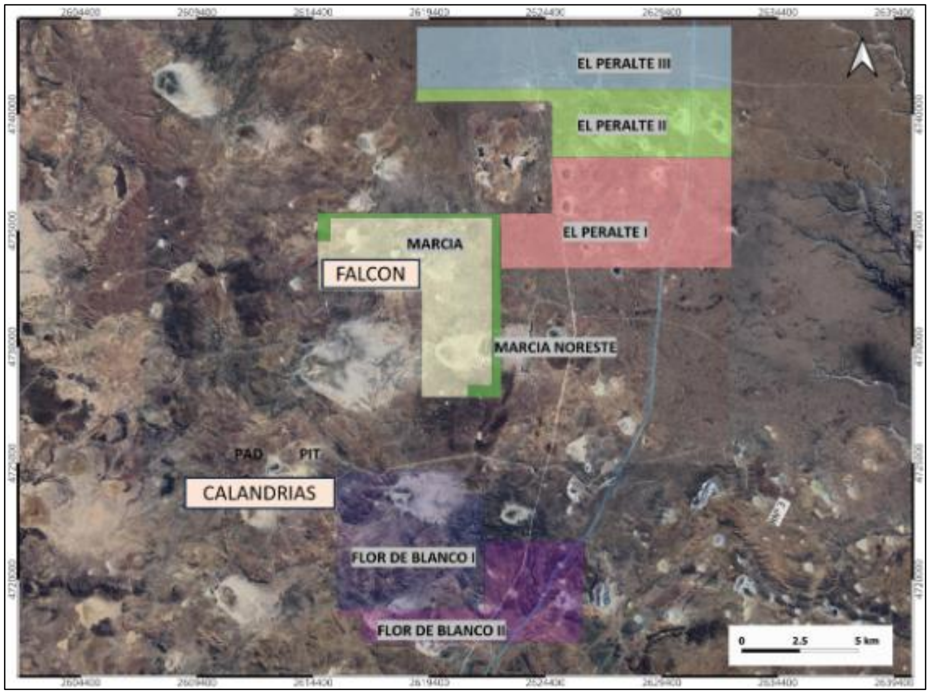

Figure 32: Falcon Property Location (Source: Company Documents)

13 drill holes were completed between 2011 and 2012 in the current focus area, with key intercepts including:

- 1.42 g/t AuEq over 30m (FD001)
- 1.67 g/t AuEq over 48m (FD004)
- 1.34 g/t AuEq over 52m (FD0010)

While resources are not yet defined at Falcon, the property provides a further opportunity to quickly extend heap leach operations, and **Cerrado's due diligence has established an internal target of 150-200Koz Au grading 0.8-1.1 g/t.** The Company is immediately commencing a confirmatory 5,000m drill program to define and grow resources over the next three months by proving out the internal target, while further upside remains along strike. In addition, while further metallurgical work will be required, historic bottle roll tests suggest comparable metallurgy to Calandrias, with average grades of 69% Au and 45% Ag. The majority of mineralization outlined is oxides, displaying better recovery expectations based on current operations at Calandrias. This acquisition was followed up with the acquisition of additional adjacent concessions in June (Las Calandrias II).

History
MIRLP completed a NI 43-101 Feasibility Study in February 2012, before selling the project in July 2014 to Compañía Inversora en Mina S.A. (CIMINAS). CIMINAS commenced development and construction shortly afterward based on the study, and the 1Ktpd open pit CIL mine began operating in 2019.

Cerrado acquired MDN in March 2020 for $15M upfront and future payments totaling $32M, payable between 2022 and 2025. The final $10M payment was made in March 2025. To fund the acquisition, Cerrado entered into a stream agreement with Sprott, receiving a $15M payment. The stream included 6.25% of payable gold and silver for the remainder of the LOM with 20% of spot paid. The stream was amended in March 2023 to include the concessions acquired from Minera Mariana Argentina (including Las Calandrias) for an additional $10M payment. CERT has now repurchased the stream at MDN (see Recent Updates below), providing full upside to future growth at MDN.

Lagoa Salgada (LS) VMS Project

Lagoa Salgada is a VMS deposit located in Portugal on the prolific Iberian Pyrite Belt with district-scale potential. The project is ~80km southeast of the capital of Lisbon and easily accessible via national highways and roads, a ~1.5-hour drive. The property is ~50km southeast of Setúbal, which offers port facilities, and ~60km from the industrial town of Sines, which hosts the primary deep-water port in Portugal. Redcorp is the operator of Lagoa Salgada, holding an 85% stake with the remaining 15% held by the Portuguese state-owned Mining Development Company (EDM). Cerrado holds an 80% interest in Redcorp, and Mineral & Financial Investment AG (M&FI) owns the other 20%. Redcorp has a right of first refusal for EDM's 15% share, and if unsuccessful in acquiring it, Cerrado has agreements with M&FI to ensure its effective interest in the project will remain at 80%. Cerrado plans to deliver an optimized feasibility study in Q3/26, building on a prior 2023 DFS, and permitting will progress through H1/27 to facilitate construction in H2/27.

Figure 33: Lagoa Salgada Project Location (Source: Company Documents)

Solid Commodity Mix

The most recent May 2023 MRE was prepared by Ascendant Resources, outlining resources for the North and South deposits. The North deposit contains 8.9Mt in M&I at 10.52% ZnEq, and 0.5Mt at 6.62% ZnEq in Inferred. The South deposit contains 10.0Mt at 1.22% CuEq in Indicated and 8.13Mt at 1.16% CuEq in Inferred:

Deposit	Category	Mass (Mt)	Zn (%)	Pb (%)	Cu (%)	Sn (%)	Ag (g/t)	Au (g/t)	ZnEq / CuEq (%)	Zn (Kt)	Pb (Kt)	Cu (Kt)	Sn (Kt)	Ag (Koz)	Au (Koz)
North Total	Measured + Indicated	8.90	2.50	2.58	0.34	0.16	64.4	0.75	10.52	222.7	229.8	29.9	14.3	18,419	215.8
	Inferred	0.49	0.68	1.70	0.22	0.11	42.0	0.83	6.62	3.3	8.4	1.1	0.5	666	13.1
South Total	Indicated	10.04	-	1.24	0.42	-	14.6	0.06	1.22	-	124.9	42.2	-	4,707	18.6
	Inferred	8.13	-	0.79	0.60	-	16.5	0.07	1.16	-	64.0	49.1	-	4,310	18.3

Figure 34: Lagoa Salgada 2023 May MRE (Source: Company Documents)

Roughly 40% of the resource comes from precious metals (Au & Ag), while adding notable critical minerals exposure with contributions from zinc, copper, lead, and tin:

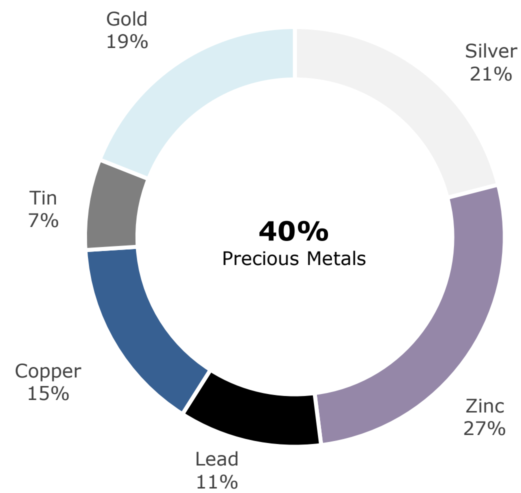

Figure 35: Lagoa Salgada MRE by Metal (Source: Company Documents; Atrium)

Mineral reserves based on M&I resources reflected in the 2023 DFS total 14.6Mt on a diluted and recovered basis:

Zone	Reserve Category	Mass (Kt)	Cu (%)	Pb (%)	Zn (%)	Sn (%)	Ag (g/t)	Au (g/t)
North	Proven	2,100	0.26	2.80	3.20	0.15	62	0.75
	Probable	4,900	0.34	2.30	2.10	0.14	63	0.74
	Total	**7,000**	**0.32**	**2.45**	**2.43**	**0.14**	**63**	**0.74**
South	Proven	-	-	-	-	-	-	-
	Probable	7,600	0.41	0.72	1.30	0.00	15	0.05
	Total	**7,600**	**0.41**	**0.72**	**1.30**	**0.00**	**15**	**0.05**
Total	Proven	2,100	0.26	2.80	3.20	0.15	62	0.75
	Probable	12,500	0.38	1.30	1.60	0.06	33	0.32
	Total	**14,600**	**0.37**	**1.50**	**1.80**	**0.07**	**37**	**0.38**

Figure 36: Lagoa Salgada 2023 Reserves (Source: Company Documents)

Prior FS Outlined Lowest Quartile Costs
Ascendant Resources completed a DFS on Lagoa Salgada in 2023. The study outlines a 3.25Ktpd underground mine utilizing a combination of transverse sublevel stoping and cut & fill, based on the May 2023 MRE outlined above, resulting in a 14-year mine life. The processing flow sheet yields gold and silver doré and four concentrates (Zn, Cu, Pb, Sb):

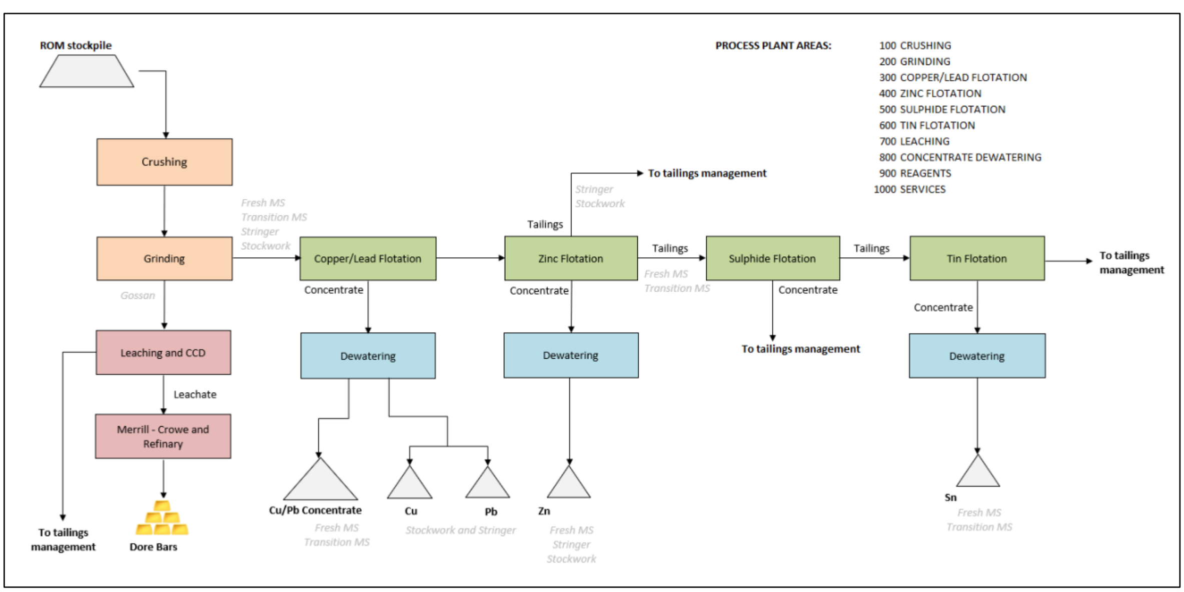

Figure 37: Lagoa Salgada Process Flowsheet (Source: Company Documents)

Initial capex was estimated at $164.4M over an 18-month construction period, with an additional $102.9M in sustaining, and **lowest quartile AISC of $0.79/lb ZnEq over the LOM, and $0.59/oz in the first 5 years of production.**

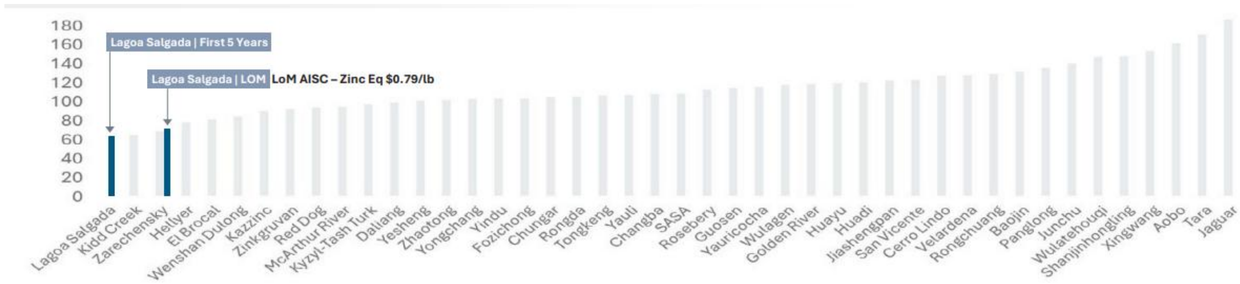

Figure 38: Lagoa Salgada Offers Tier-1 Costs (Source: Company Documents)

The study returned an $NPV_{8\%}$ of $147M and IRR of 39%, at metal prices of $1.20/lb Zn, $1.13/lb Pb, $3.50/lb Cu, $12.00/lb Sn, $1,700/oz Au, and $22.50/oz Au:

Metric	2023 DFS
Capacity	1.2Mtpa
Reserves	14.6Mt
Mine Life	14 years
Production (first 5 years)	124Mlb ZnEq
Operating Costs	$36.45/t
Initial Capex	$164.4M
Sustaining Capex	$102.9M
LOM AISC	$0.79/lb ZnEq
AISC (first 5 years)	$0.59/lb ZnEq
Copper Price	$3.75/lb
Zinc Price	$1.20/lb
Lead Price	$1.05/lb
Tin Price	$15.00/lb
Silver Price	$22.50/oz
Gold Price	$1,700/oz
NPV8%	**$147M**
IRR	**39%**

Figure 39: Lagoa Salgada 2023 DFS Summary (Source: Company Documents)

UKEF-Backed Financing Facility
The UKEF-backed facility for Lagoa Salgada was originated by Ascendant Resources, the project's former operator, which Cerrado acquired in May 2025, thereby inheriting the financing structure. Following a competitive tender, Ascendant appointed Banco Santander as sole Mandated Lead Arranger in December 2023 in relation to an Export Credit Agency-supported facility of up to $158M. The facility covers 70% of the project’s expected capital expenditure on a non-recourse basis over 7.5 years. Cerrado continues to make progress toward securing this low-cost facility to fund construction.

Optimizations are Underway
Cerrado has implemented an optimization strategy aiming to further reduce operating costs, reduce capital requirements, and ultimately increase the NPV of the Lagoa Salgada Project. The Company plans to deliver an updated FS in September reflecting optimizations, including:

Metallurgy – Phase Two program conducted by Wardell Armstrong to increase recoveries, concentrate grades, and reduce penalties.

Resource – New metallurgical results targeting increased NSR/tonne across domains have the potential to increase the resource.

Capex – Equipment optimization, staging of capex, and a new layout aim to increase capital efficiency.

Process Design & TSF – Targeting a simplified flowsheet and conducting trade-off studies on dry stack tailings.

Mine Plan – Evaluating 1.2-2.0Mtpa capacity scenarios and completing trade-off studies on increased capacity vs. staged development.

The Iberian Pyrite Belt Hosts Major VMS Systems
In the near-term, Cerrado's focus will be on capital-efficient development to bring Lagoa Salgada into production. That said, the property offers significant potential for resource growth with a current strike length of ~1.7km and depth extension to only ~400m from surface. For context, the Iberian Pyrite Belt is one of the world's major VMS districts. Sandfire's MATSA outlines multiple lenses with a strike of ~7km and depth of ~800m, while Boliden's Neves-Corvo has a strike of ~4km and extends significantly at depth.

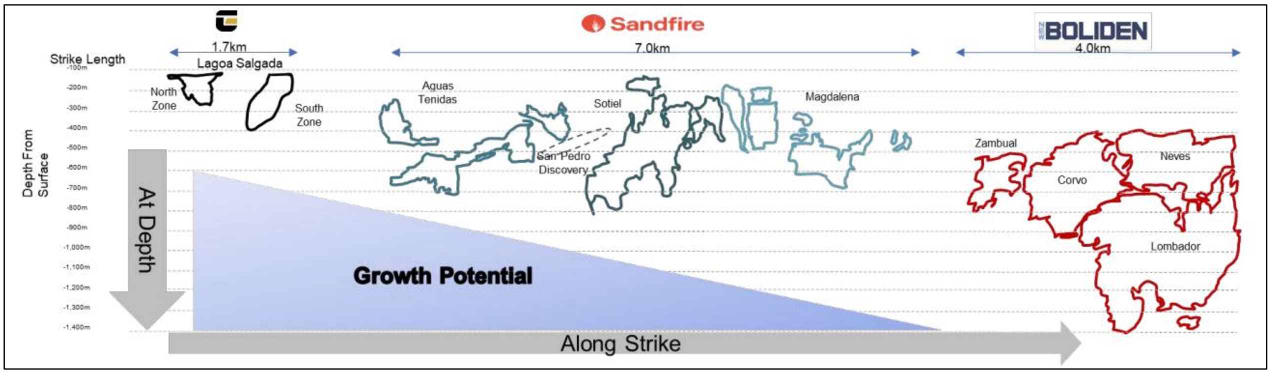

Figure 40: Lagoa Salgada vs. Iberian Pyrite Belt Systems (Source: Company Documents)

Currently, Cerrado has only defined the North and South zones, while a 2018 IP survey supports this district's potential, which remains largely underexplored to be tested with future exploration:

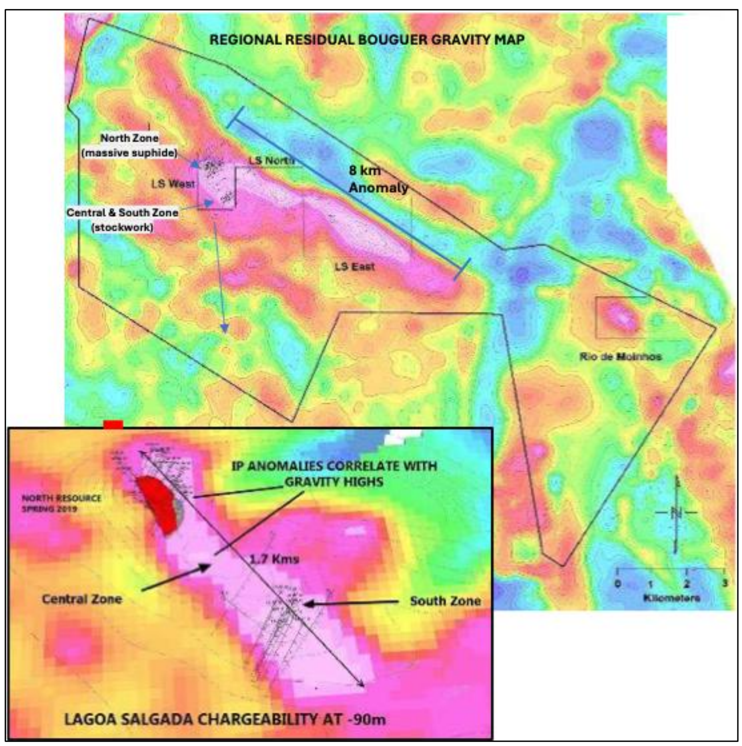

Figure 41: IP Anomalies at Lagoa Salgada (Source: Company Documents)

In addition, both the North and South zones remain open with significant copper potential that has not been tested:

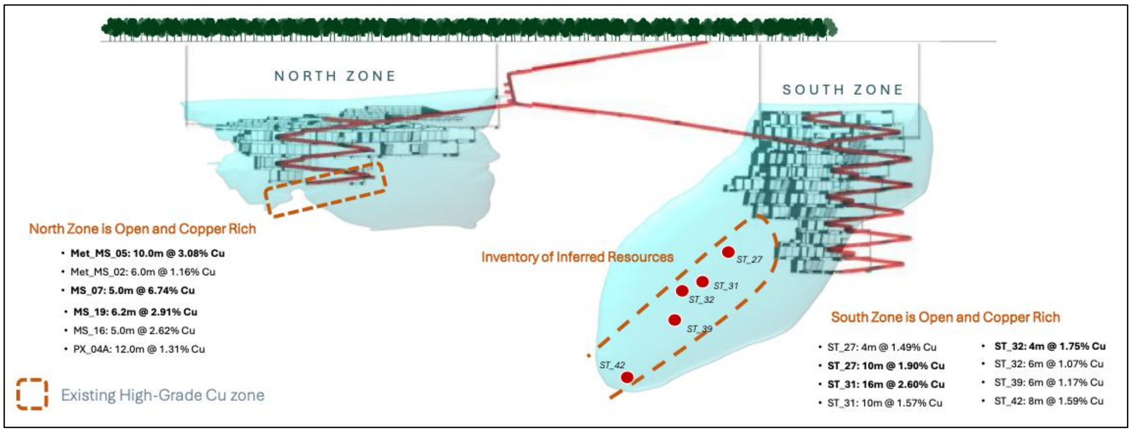

Figure 42: Copper Potential at Lagoa Salgada (Source: Company Documents)

History
The Portuguese government geological survey initially discovered the Lagoa Salgada deposit in 1992, drilling 17 holes (7,588m) between 1992 and 1993. Between 1994 and 2000, Rio Tinto Zinc and Empresa de Desenvolvimento Mineiro owned the property, completing surveying/sampling, and drilling an additional 20 holes to define the North, Central, and South deposits. In 2004, Redcorp Ventures acquired the property, drilling a further 6 holes (2,286m) in 2005, and 16 holes (8,692m) between 2006 and 2008. In 2009, Portex acquired Redcorp Ventures with plans to develop the North deposit, drilling 5 holes (1,138m) in 2011, and 2 holes (474m) in 2012. Mineral and Financial Investments Ltd held the property between 2012 and 2018, with Ascedant Resources entering in 2017 and drilling an additional 98 holes (35,796m) leading up to the current 2023 MRE and DFS.

Cerrado obtained its 80% interest in the Lagoa Salgada Project through its 2025 acquisition of Ascendant Resource. The transaction closed in May 2025 with Ascendant shareholders receiving one CERT share for every 7.8 ASND shares held. The project had a prior stream agreement in place that Ascendant entered into with Sprott in November 2022 (amended December 2023). Under the stream, Sprott would receive 2.75% of metals produced at 15% of the market price until 50Koz AuEq has been delivered, then increasing to 75% of the market price. Along with the MDN stream, CERT has now repurchased the Sprott stream at Lagoa Salgada (see Recent Updates below), unlocking further upside from future growth.

Permitting
Ascendant secured Definitive Exploitation rights in November 2021, and in April 2022, the project became the first in Portugal granted Project of National Interest (PIN) status, which provides expedited procedures and shorter permitting and construction timelines. With regard to environmental permitting, which follows a three-stage process, the first stage (PDA) was submitted and approved in 2022.

This is followed by the Environmental Impact Assessment (EIA), where the project currently sits. Once the EIA is approved, the project will move to the subsequent RECAPE phase, which allows for construction. Ascendant Resources originally submitted the EIA to Portugal's environmental agency (APA) in December 2023, and at the time approval was expected by June 2024; however, when Cerrado acquired the project in 2025, the APA had not approved the submission. In May 2025, the APA notified the Company of a proposed unfavourable Environmental Impact Declaration (DIA), despite a unanimous favourable recommendation from all 14 members on the project's evaluation committee (first mining project in Portuguese history). The objection was based on potential risks to the hydrodynamic balance of the deep aquifer system. To address the issues, the APA allowed the Company to revise technical documentation and project improvements without a full EIA resubmission (Article 16 Procedure), and the modified project was submitted in November 2025. The revised project included elimination of cyanide from the process flowsheet, reinforced protection and isolation of groundwater systems, and a transition to dry-stack tailings.

Under Portuguese legal framework, APA was required to issue a DIA within 50 business days. On January 22nd, 2026, Cerrado announced that since the statutory deadline had expired, Lagoa Salgada had been tacitly approved, and formal certification was being sought. The following day (January 23rd 2026), Cerrado received an unfavourable opinion from the APA in connection with its EIA resubmission. Cerrado pursued the matter through the courts and secured an interim injunction in June, which suspends the effects of the APA opinion while its legal action to overturn it continues, which also keeps the concession contract and PIN status valid. The injunction is a step in the right direction, and discussions with management have indicated that progress continues to be made, with potential construction in H2/2027.

Mont Sorcier Project

The Mont Sorcier Project is in Québec within the Cree traditional territory, ~11km from Chibougamau, and hosts magnetite iron and vanadium deposits targeting to be a green steel producer. The project is 100% owned by Cerrado and covers 1,919ha, located only ~25km from the public rail head, which connects directly to two deep-water ports (Saguenay & Québec City) with available capacity (~45% underutilized), and existing low-cost hydro power in place. Cerrado plans to release a bankable feasibility study in 2027, which will outline increased production vs. the prior 2022 PEA, and having mining and shipping concentrated in one province is anticipated to streamline permitting. Production is ultimately targeted for early 2031.

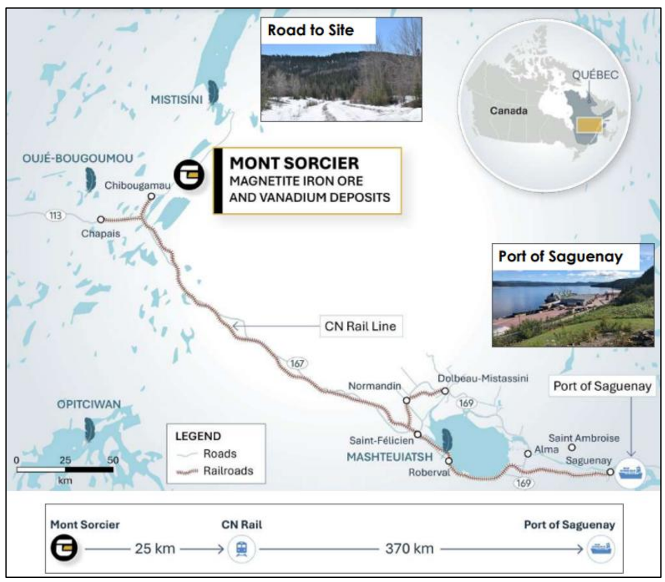

Figure 43: Mont Sorcier Project Location (Source: Company Documents)

Mont Sorcier's high-purity DRI 67% grade iron concentrate stacks up favourably to notable projects globally:

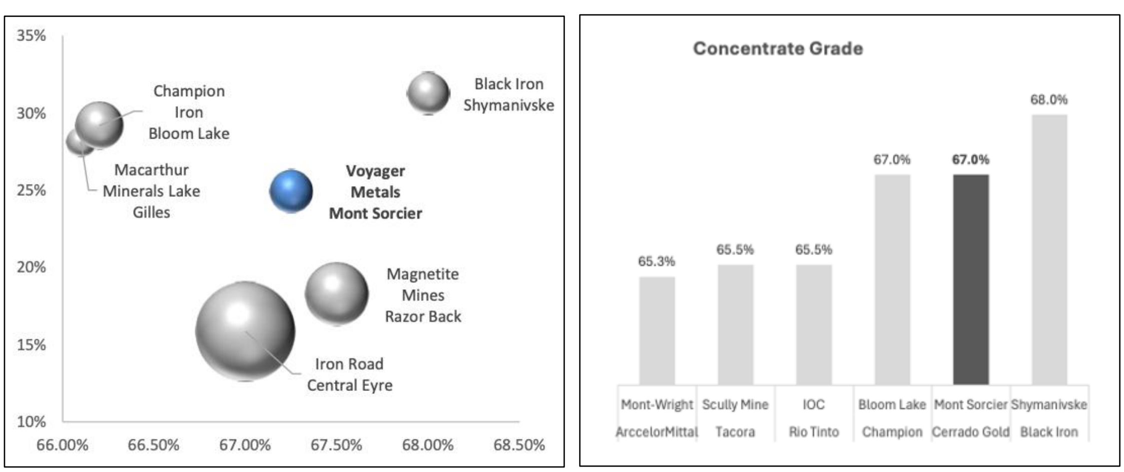

Figure 44: Resource and Grade of Iron Ore Projects (Source: Company Documents)

Resources

Mont Sorcier hosts a large high-quality iron resource totalling 678.5Mt Indicated and 546.6Mt Inferred (effective June 2022), which is complemented by vanadium. Resources include the North and South deposits, with potential for expansion along strike and at depth, where the magnetic anomaly continues.

Zone	Category	Tonnage				Head Grade								Conc.
		Rock (Mt)	Fe Rec (%)	W Rec (%)	Conc. (Mt)	Fe_2O_3 (%)	Fe (%)	Fe_3O_4 (%)	V_2O_5 (%)	TiO_2 (%)	MgO (%)	SiO_2 (%)	S (%)	Fe (%)
North	Indicated	559.3	72.05	29.21	163.4	37.70	26.35	28.20	0.21	1.10	19.78	25.13	1.12	65.00
	Inferred	470.5	72.97	27.39	128.9	34.90	24.40	26.41	0.18	1.32	19.79	27.91	0.49	65.00
South	Indicated	119.2	82.04	26.85	32.0	30.43	21.27	25.64	0.17	1.49	24.09	24.43		65.00
	Inferred	76.2	81.38	25.23	19.2	28.83	20.15	24.11	0.13	1.46	22.39	23.14		65.00
Total	**Indicated**	**678.5**	**73.52**	**28.80**	**195.4**	**36.42**	**25.46**	**27.75**	**0.20**	**1.17**	**20.54**	**25.01**		**65.00**
	Inferred	**546.6**	**73.96**	**27.09**	**148.1**	**34.05**	**23.80**	**26.09**	**0.17**	**1.34**	**20.15**	**27.25**		**65.00**

Figure 45: Mont Sorcier 2022 MRE (Source: Company Documents)

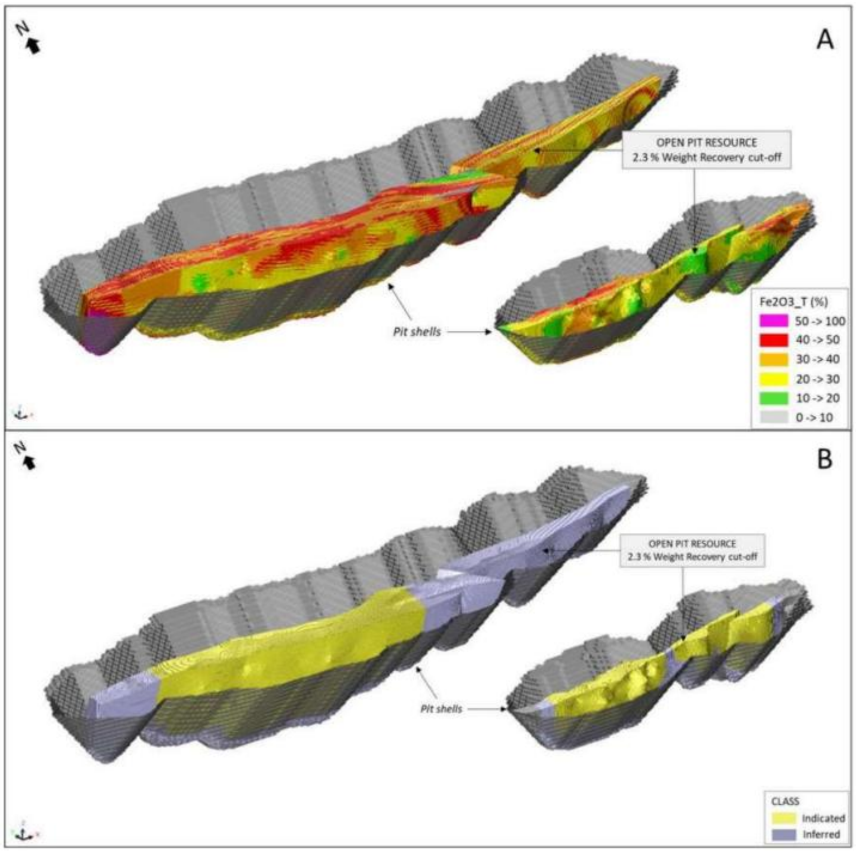

Figure 46: Mont Sorcier 2022 MRE Pit Shells (Source: Company Documents)

2022 PEA

The 2022 PEA, completed in September 2022 by Voyager Metals, was based on the June 2022 resource outlined above. The study envisions open pit mining of the north pit and doesn't include the south pit (contemplated in a prior 2020 PEA). The study utilizes 341.5Mt of Indicated resources within the North Zone, at a low strip ratio of 0.87. Average ore mining rates of 16.5Mtpa from the pit (peak of 18.5Mtpa) support the processing of 5Mtpa of iron concentrate, and a 21-year mine life.

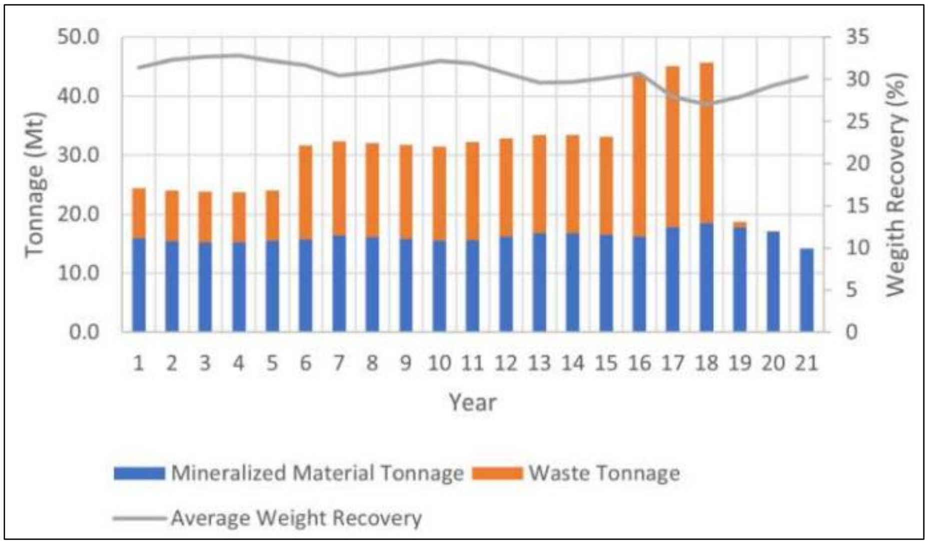

Figure 47: Mont Sorcier 2022 PEA Mine Plan (Source: Company Documents)

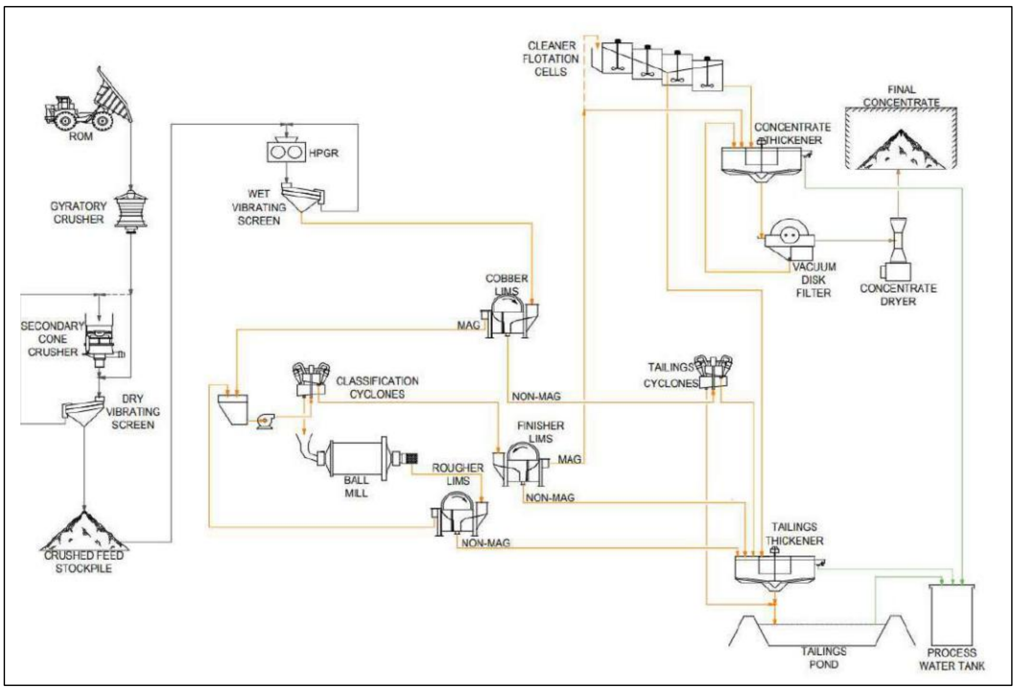

Figure 48: Mont Sorcier Processing Flowsheet (Source: Company Documents)

The PEA outlines an initial capex of $574M, sustaining capital of $226M over the LOM, and opex of $60.74/t concentrate, which includes $20/t for ocean freight to China ($40.74/t to Saguenay). The iron concentrate is high-grade (65.5% Fe) with low impurities of alumina, silica, and phosphorus. This is expected to attract strong pricing from steel plants. The PEA utilized a long-term price of $135/t based on market studies for the high-grade product, which resulted in an **NPV$_{8\%}$ of $1.6B, from annual CF and FCF of ~$350M and ~235M**.

	2022 PEA
Iron Concentrate Production	5Mtpa
Mine Life	21 years
Initial Capex	$574M
Operating Costs	$60.74/t con.
Freight Cost (China)	$20/t con.
Sustaining Capex	$226M
Iron Concentrate Price	$135/t
NPV8%	**$1,607M**
IRR	**43%**

Figure 49: Mont Sorcier 2022 PEA Summary (Source: Company Documents)

The upcoming FS on Mont Sorcier will envision a staged ramp-up starting at 4Mtpa and increasing to 8Mtpa approximately three years later, and will include insight into recent cost pressures, providing current estimates for capital requirements for construction. As the study was advancing CERT identified several potential optimizations warranting follow up and has extended the completion of the study to further explore the opportunities. This is not anticipated to materially impact the development timeline, which is primarily driven by the ESIA submission. Optimizations being evaluated to unlock additional value at Mont Sorcier include:

- **Enhancing overall strip ratio and lowering costs** by converting modest Inferred Resources to the east of the current pit (completing definition drilling in Q3/26).
- **Capex and Opex review and trade-offs** due to inflationary pressures, with a focus on tailings dam construction and infrastructure needs.
- **Trade-off studies on 67% vs. 65% concentrate** to determine if additional costs to produce a higher-grade product justify the incremental premium vs. 65%.

History
Claims at Mont Sorcier have had numerous owners since the 1920's testing magnetite occurrences on the North and South zones, including Dome Mines Ltd. (1929-1930), Cambridge Syndicate Prop (1950), Roycam Copper Mines (1955-1957), Sulphur Converting Corp. (1958-1961), Campbell Chibougamau Mines (1961-1975), Apella Resources (2010), and Chibougamau Independent Mines (2012-2016). In 2016, Vanadium One (Voyager) entered an earn-in agreement with Chibougamau Independent Mines, which was completed in 2020, with further adjacent claim consolidation in 2021. Ahead of the most recent 2022 MRE & PEA, Voyager drilled 26,421m (87 holes) on the property between 2017 and 2021. **Cerrado acquired Voyager via an all-share arrangement that closed in May 2023**, with Voyager shareholders receiving one Cerrado share for every six Voyager shares held, giving Cerrado a 100% interest in the Mont Sorcier project.

UKEF Financing
In 2023, the Company received and accepted an Expression of Interest from UKEF to support an export credit facility for the project and later appointed the Toronto-Dominion Bank (TD) as Mandated Lead Arranger. The UKEF-backed facility is expected to provide up to $598M on a non-recourse project financing basis over an 11-year tenor, covering 70% of the project's expected capital expenditure. Terms remain indicative and non-binding, with final commitment subject to permitting, due diligence, and credit approvals.

Balance Sheet & Capital Structure

Balance Sheet
As of March 31st, Cerrado held $31.4M in cash against $29.5M of conventional debt (bank loans, leases, and debentures). The Company paid ~$8M in upfront cash to Sprott in July to repurchase streams, which is reflected in our pro forma cash balance (~$23.4M). CERT previously had a gold hedge in place that concluded in January, and with that, MDN is now fully exposed to spot pricing to generate meaningful cashflow and strengthen the balance sheet. Q1/26 revenue of $53.0M drove operating cash flow of $17.2M and net income of $12.9M. We expect further deleveraging as MDN continues to generate strong cash flows.

Capital Structure
As of Q1 financials (March 31st, 2026) Cerrado had 135.7M shares outstanding, 5.1M options, 1.7M warrants, 8.4M RSUs, and 0.6M DSUs. Since reporting, the Company issued 3M shares as part of upfront consideration to repurchase Sprott streams, bought back ~0.6M shares (NCIB commenced in February and ~1.0M shares repurchased as of mid-July), and the warrants have expired (as of May 10th), bringing basic and fully diluted shares outstanding to 138.1M and 152.2M.

Capital Structure	Millions
Common Shares	138.1
Options	5.1
RSUs	8.4
DSUs	0.6
FD Shares	152.2

Figure 50: Shares Outstanding (Source: Company Documents)

Recent Announcements

On July 20th, CERT announced that it had purchased the outstanding streams over its producing MDN Mine and its Lagoa Salgada Project from Sprott for a total consideration of ~US$31.34M. Consideration is comprised of ~US$11.34M upfront (~US$8M in cash and 3M common shares issued at C$1.5719 per share), and deferred consideration of US$20M (US$8M in cash on October 6, 2026, and US$12M in cash on January 4, 2027). The transaction provides shareholders full leverage to the existing and anticipated expansion at MDN and maximizes exposure to potential upside from future exploration and development at Lagoa Salgada, while reducing balance sheet leverage and simplifying the capital structure.

On July 15th, the Company announced that it had elected to extend the completion date of the Mont Sorcier BFS to incorporate several optimization opportunities identified during the study process. Key focus areas include an enhanced mine plan, supported by a modest Q3 2026 drill program to upgrade Inferred Resources and reduce the overall strip ratio, tailings dam design, CAPEX/OPEX review in light of regional inflation, and trade-offs between producing a 65% vs. 67% iron concentrate. The optimization program is not anticipated to materially impact the project timeline, which is driven by the ESIA submission expected to be filed in Q2/27.

On July 13th, CERT released Q2/26 production results at MDN outlining ~15.4Koz AuEq compared to ~13.8oz in Q2/25, as the Company's plan to deliver higher-grade ore to the CIL plant is progressing to plan. H1 2026 production totaled ~28.3Koz AuEq vs. ~22.6Koz in H1 2025, and CERT reiterated annual production guidance of 50-60Koz AuEq. Continued underground development work is expected to result in increased production in Q3 and Q4 2026.

On June 17th, the Company announced that its subsidiary Redcorp had been granted injunctive relief by the Portuguese court in relation to the negative opinion issued by the Portuguese Environmental Agency (APA). The injunction suspends the effects of the APA opinion while the Company's legal action to overturn it continues. This decision also keeps the concession contract and Project of National Interest (PIN) status for Lagoa Salgada valid and in good standing.

On June 1st, the Company announced its wholly owned Minera Don Nicolas subsidiary acquired additional concessions, known as Las Calandrias II. The properties comprise 3,927ha of concessions in Santa Cruz Province, Argentina, immediately adjacent to MDN's Las Calandrias heap leach operations and proximal to the recently announced Falcon acquisition. The concessions were acquired through a registration process at no material cost and will be folded into MDN's exploration plans. The acquisition builds on Cerrado's regional consolidation strategy aimed at extending mine life and growing production around the Calandrias operations.

On May 27th, Cerrado announced first-quarter 2026 financial results with production of ~12.8Koz AuEq at an AISC of $1,348/oz. Concurrently, the Company posted record adjusted EBITDA of $28.7M and net income from operations of $12.9M ($4.2M net loss Q1/25) on revenue of $53.0M, closing the quarter with $31.4M in cash. Total cash costs fell 33% YoY to $1,277/oz on higher silver by-product credits.

On May 26th, Cerrado announced that it and its wholly owned Minera Don Nicolas subsidiary entered into a binding agreement to acquire the Falcon Properties from a subsidiary of Pan American Silver Corp for $0.2M cash plus a 2% NSR royalty. The properties are located in Santa Cruz Province, Argentina, immediately adjacent to Cerrado's Calandrias heap leach operations at the Minera Don Nicolas operation. An internal conceptual exploration target outlines potential of 150-200Koz Au at projected grades of 0.8-1.1 g/t Au. The Company will begin a 5,000m definition drill program, positioning Falcon as the first step in a regional consolidation strategy.

On April 20th, the Company announced Q1 production results at the Minera Don Nicolas mine, including production of ~12.8Koz AuEq compared to ~11.2Koz in Q1 2025, comprising ~8,8Koz from heap leach and ~4.1Koz from the CIL plant. Heap leach output rose QoQ as water availability improved, though irrigation constraints and lower recoveries persisted. Concurrently, accelerated underground development in the period set up CERT to deliver higher-grade ore to the CIL plant in Q2/Q3. Cerrado maintained its 2026 guidance of 50-60Koz AuEq.

On April 2nd, Cerrado announced Q4 and annual 2025 financial results, with Q4 production of 13,806oz AuEq at AISC of $1,391/oz and 2025 production of 50,238oz AuEq at AISC of $1,746/oz, in line with guidance. At the same time, the Company posted record adjusted EBITDA of $22.3M in Q4 and $46.1M for the year on revenue of $47.7M and $147.1M, respectively, closing the year with over $22M in cash. Q4 total cash costs fell 30% YoY to $1,359/oz on a 29% increase in ounces sold. The net loss from operations was $5.3M for Q4 and $20.4M for the year.

Management

Mark Brennan – CEO, Chairman, & Founding Partner
Mr. Brennan brings more than 30 years of financial and operating experience across the Americas and Europe and is a founding partner of Cerrado. Most recently, he served as President and CEO of Sierra Metals Inc., a major zinc-lead-silver-copper mining company with operations in Peru and Mexico. Prior to that, he served as President and CEO of Largo Resources Ltd. Mr. Brennan is also a Founding Partner and Executive Chairman of Ascendant Resources Inc., Executive Chairman of Voyager Metals, and was a founder of several other resource companies, including Desert Sun Mining, Brasoil Corp., James Bay Resources, and more.

Cliff Hale-Sanders, MBA, CFA – President
Mr. Hale-Sanders is President of Cerrado Gold and one of its founding partners. He has over 20 years of experience in the capital markets industry, having previously worked as a base metals and bulk commodities analyst in Canada at RBC Capital Markets, TD Securities, CIBC World Markets, and Cormark Securities. During this time, he visited and reviewed numerous mining operations and corporate entities worldwide. He was also a founding partner in the formation of Ascendant Resources Inc. and CEO of Voyager Metals. He holds a B.Sc. in Geology and Chemistry, an MBA from McMaster University, and is a CFA Charterholder.

Mark Brooks, CPA – CFO
Mr. Brooks is a CPA with over 18 years of experience in finance and accounting at international mining companies. Prior to joining Cerrado, he served as Vice President, Finance at Caldas Gold until it was acquired by Aris Gold. Earlier in his career, Mr. Brooks held progressively senior roles at several mining companies, including Golden Star Resources, New Gold, and Barrick Gold.

Casper Groenewald – Chief Operating Officer
Mr. Groenewald is a qualified metallurgist with over 20 years of mineral processing experience in Africa and the Americas. Prior to his appointment as COO, he served as Vice President of Technical Services at Cerrado. Previously, he was Senior Vice-President of DRA America and former Technical Director of Largo Resources Ltd., where he led the commissioning and optimization of its Vanadium processing facility in Brazil. Mr. Groenewald is also the former Operations Director at Minopex, where he managed the operations of five diamond mines, and has also worked for Vantech, Highveld Steel and Vanadium Corporation.

Ed Guimaraes, CPA, CA, ICD.D – Executive Vice President
Mr. Guimaraes has over 30 years of experience in the mining industry, having most recently served in an executive advisory capacity through several board directorships. His career spans a broad range of base and precious metal producers, having supported the development, expansion, and ongoing operations of copper, zinc, lead, gold, and silver mines in Canada, Chile, Peru, Mexico, and Argentina. He previously served as CFO at Sierra Metals between 2014 and 2023, and was with Aur Resources between 1995 and 2007, eventually serving as Executive Vice-President, Finance and CFO, until its acquisition by Teck Resources for US$4.1B. Mr. Guimaraes holds a Bachelor of Arts in Administrative and Commercial Studies from Western University, is a Chartered Professional Accountant, and a graduate of the ICD-Rotman Directors Education Program.

Veronica Nohara – CEO, Minera Don Nicolas
Mrs. Nohara is an international business professional with more than 20 years of experience in executive positions across various industries in Argentina, Uruguay, Brazil, Chile, Paraguay, and Japan. She was instrumental in the successful start-up and operation of the Minera Don Nicolas gold facility. Mrs. Nohara has also served on different chambers such as ABC (Argentine Beef Consortium), AFARTE, and CAEM, is the Honorary Director of Women in Mining, and is currently the President of the Chamber of Mining for the Province of Santa Cruz. She holds a bachelor's degree in International Trade from Universidad Argentina de la Empresa, a Postgraduate degree in International Business, and a Master of Business Administration from Universidad Torcuato Di Tella.

Kurt Menchen – Director
Mr. Menchen is the past-President of Operations, Brazil, of Largo Resources Ltd., and has over 42 years of experience operating and managing mining projects, including over 20 years as General Manager at the Jacobina Gold project in Bahia State, Brazil. His prior experience also includes Anglo American's Vaal Reefs underground gold mine in South Africa and De Beers Diamonds in Angola. He holds a degree in mining engineering from the Federal University of Rio Grande do Sul, Brazil.

Robert Sellars – Director
Mr. Sellars has 40 years of experience in capital markets and financial services, as well as significant experience on investment industry committees within the IIROC. Previously, he sat on the board of directors of Android Industries, United Hydrocarbons International, and the Mutual Fund Dealers Association of Canada. Currently, he serves on the board of directors for Dundee Sustainable Technologies and is CFO at Red Cloud Financial Services Inc. Mr. Sellars also previously held various C-suite roles across other companies.

Risks

Execution Risk – Average
Our valuation assumes strong cash flow from MDN in the coming years. This will require successfully ramping up the underground, sustaining operating costs, and executing through higher capex years in 2026 and 2027 with infrastructure and fleet expansions. A slower-than-anticipated ramp-up and/or cost overruns have the potential to strain the balance sheet while Lagoa Salgada and Mont Sorcier advance toward a construction decision requiring external funding beyond our forecast.

Exploration Risk – Average
MDN currently carries only a ~3-year remaining mine life, and our forecast assumes ongoing exploration and consolidation will extend the mine plan. With the district remaining largely untested, a significant exploration program underway, and Cerrado already taking strong steps in its consolidation strategy, we view our assumption as conservative. That said, there is no guarantee that drilling delivers resources at the grade, scale, or timing implied in our model. In terms of Lagoa Salgada and Mont Sorcier, we have not accounted for exploration success in our model, reducing risk.

Permitting Risk – Above Average
The development pipeline hinges on permitting outcomes in Portugal and Quebec. At Lagoa Salgada, particularly, the Portuguese environmental agency’s unfavourable opinion on the project (since secured an interim injunction) provides a level of uncertainty. Delays in permitting would ultimately delay our growth profile for Cerrado, which underpins our valuation. Mont Sorcier also remains subject to a provincial and federal environmental review estimated to take ~2 years, which has the potential to delay our forecast if the timeline is extended.

Jurisdiction Risk – Below Average
CERT's portfolio offers meaningful jurisdictional diversification across Argentina, Portugal, and Quebec, reducing reliance on any single country. Argentina and Quebec combine for a significant portion of our NAV, and both jurisdictions rank in the upper half of districts, with well-established and understood mining histories and frameworks.

Financing Risk – Below Average
The Company is advancing two development projects in the relatively near term. As discussed throughout this report, 70% of the capex for both Lagoa Salgada and Mont Sorcier is expected to be funded by low-cost UKEF project financing, greatly reducing this risk for a company of CERT’s size. Cash generation at MDN is expected to further strengthen the balance sheet, and CERT has received strong and ongoing support from Sprott. As a result, we view the overall financing risk to our valuation as low.

Disclosures

Analyst Certification
Each authoring analyst of Atrium Research on this report certifies that (i) the recommendations and opinions expressed in this research accurately reflect the authoring analyst's personal, independent and objective views about any and all of the designated securities discussed (ii) no part of the authoring analyst's compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in the research, (iii) to the best of the authoring analyst's knowledge, she/he is not in receipt of material non-public information about the issuer, (iv) the analyst does not own common shares, options, or warrants in the company under coverage, (v) the analysts adhere to the CFA Institute guidelines for analyst independence, and (vi) this report belongs to the CFA Institute.

Atrium Research Ratings System
BUY: The stock is expected to generate returns of over 20% over the next 24 months.
HOLD: The stock is expected to generate returns of 0-20% over the next 24 months.
SELL: The stock is expected to generate negative returns over the next 24 months.
NOT RATED (N/R): Atrium does not provide research coverage on the respective company.

COVERED COMPANIES
53

About Atrium Research
Atrium Research provides institutional quality company sponsored research on public equities in North America. Our investment philosophy takes a 3-5 year view on equities currently being overlooked by the market. Our research process emphasizes understanding the key performance metrics for each specific company, trustworthy management teams, and an in-depth valuation analysis. For further information on our team, please visit https://www.atriumresearch.ca/team.

General Information
Atrium Research Corporation (ARC) has created and distributed this report. This report is a general discussion of the merits and risks of a security or securities only, was prepared for general circulation, is not in any way meant to be tailored to the needs and circumstances of any recipient and does not provide investment recommendations specific to individual investors. As such, the securities discussed in this report may not be suitable for all investors and investors must make their own investment decisions based upon their specific investment objectives and financial situation, utilizing their own financial advisors as they deem necessary.

This report is based on information we considered reliable; we have not been provided with any material non-public information by the company (or companies) discussed in this report. We do not represent that this report is accurate or complete and it should not be relied upon as such; further any information in this report is subject to change without any formal or type of notice provided. Investors should consider this report as only one factor in their investment decisions; this report is not intended as a replacement for investor's independent judgment.

ARC is not a CIRO registered dealer and does not offer investment-banking services to its clients. ARC (and its employees) do not own, trade or have a beneficial interest in the securities of the companies we provide research services for and does not serve as an officer or Director of the companies discussed in this report. ARC does not make a market in any securities. This report is not disseminated in connection with any distribution of securities and is not an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal.

ARC does not make any warranties, expressed or implied, as to the results to be obtained from using this information and makes no express of implied warranties for particular use. Anyone using this report assumes full responsibility for whatever results they obtain. This report does not constitute a personal recommendation or take into account any financial or investment objectives, portfolio holdings, strategy, financial situations or needs of individuals. This report has not been prepared for any particular individual or institution. As such, any advice or recommendation in this report may not be suitable for a particular recipient. ARC assumes recipients of this report are capable of evaluating the information contained herein and of exercising independent judgment. A recipient of this report should not make any investment decision without first considering whether any advice or recommendation in this report is suitable for the recipient based on the recipient's particular circumstances and, if appropriate or otherwise needed, seeking professional advice, including tax advice. ARC does not perform any suitability or other analysis to check whether an investment decision made by the recipient based on this report is consistent with a recipient's investment objectives, portfolio holdings, strategy, financial situation, or needs. Past performance is not an indication or guarantee of future results, future returns are not guaranteed, and loss of original capital may occur. By providing this report, ARC does not accept any authority, discretion, or control over the management of the recipient's assets. Any action taken by the recipient of this report, based on the information in the report, is at the recipient's sole judgment and risk. The recipient must perform his or her own independent review of any prospective investment. Neither ARC nor any person employed by ARC accepts any liability whatsoever for any direct or indirect loss resulting from any use of its research or the information it contains.

This report contains "forward-looking" statements. Forward-looking statements regarding the Company and/or stock's performance inherently involve risks and uncertainties that could cause actual results to differ from such forward-looking statements. Such statements involve a number of risks and uncertainties such as competition, market demand, and the company's (and management's) ability to correctly forecast financial estimates. As a result, the actual results, events, performance or achievements of the financial product may be materially different from those expressed or implied in such statements. Please see the Company's MD&A "Risk Factors" Section for a more complete discussion of company specific risks for the company discussed in this report. Any opinion or estimate constitutes the preparer's best judgment as of the date of preparation, and is subject to change without notice. ARC assumes no obligation to maintain or update this report based on subsequent information and events.

ARC is receiving a cash compensation from Cerrado Gold Inc. for 12-months of research coverage. This report was disseminated on behalf of Cerrado Gold Inc. ARC retains full editorial control over its research content. ARC does not have investment banking relationships and does not expect to receive any investment banking driven income. ARC reports are primarily disseminated electronically and, in some cases, printed form. Electronic reports are simultaneously available to all recipients in any form. This report or any portion hereof may not be copied, reprinted, sold, or redistributed or disclosed by the recipient or any third party, by content scraping or extraction, automated processing, or any other form or means, without the prior written consent of ARC. Any unauthorized use is prohibited. Neither ARC nor any of its respective directors, officers or employees is responsible for guaranteeing the financial success of any investment, or accepts any liability whatsoever for any direct, indirect or consequential damages or losses arising from any use of this report or its contents.

To receive future reports on covered companies please visit https://www.atriumresearch.ca/research or subscribe on our website.

This report has been prepared independently of any issuer of securities mentioned herein and not as agent of any issuer of securities. No ARC personnel have authority whatsoever to make any representations or warranty on behalf of the Company. Any comments or statements made herein are those of ARC.

The information contained herein is not, and under no circumstances is to be construed as, an offer to sell securities described herein, or solicitation of an offer to buy securities described herein, in Canada or any province or territory thereof. Any offer or sale of the securities described herein in Canada will be made only under an exemption from the requirements to file a prospectus with the relevant Canadian securities regulators, if applicable, and only by a dealer properly registered under applicable securities laws or, alternatively, pursuant to an exemption from the dealer registration requirement in the relevant province or territory of Canada in which such offer or sale is made. The information contained herein is under no circumstances to be construed as investment advice in any province or territory of Canada and is not tailored to the needs of the recipient. To the extent that the information contained herein references securities of an issuer incorporated, formed or created under the laws of Canada or a province or territory of Canada, any trades in such securities must be conducted through a dealer registered in Canada. No securities commission or similar regulatory authority in Canada has reviewed or in any way passed judgment upon this research report, the information contained herein or the merits of the securities described herein, and any representation to the contrary is an offence.

The information contained in this report is intended to be viewed only in jurisdictions where it may be legally viewed and is not intended for use by any person or entity in any jurisdiction where such use would be contrary to local regulations or which would require any registration requirement within such jurisdiction.