



INVESTOR ALERT: “If you believe in the global energy transition, you believe in copper. And if you believe in copper, Coppernico offers a meaningful upside via both a potential copper upcycle and ongoing exploration results.”

COPPERNICO METALS INC
TSX: COPR

Current Price: \$ 0.235

Target Price: \$ 0.75

Market Statistics in CAD
(post acquisition)

Price:	0.235
52-week range	0.54 – 0.11
Ave Mo \$Vol (6mo ave)	950K
Market Cap (M)	41.5
Enterprise Value (M)	36.5
Shares Outstanding (M)	177.3

Financial Activities

FS info	30-06-25	31-12-24	31-12-23
Cash	5.0M	11.2M	1.1M
Financings	-	19.37M	5.0M
Exploration	3.1M	6.1M	1.4M
Total G&A	1,500K	3,400K	2,200K
Marketing	515K	1,000K	215K

Risks

Several risks are inherent with exploration and development companies; the following are some of the more noteworthy risks but are by no means exhaustive:

Reserve/Resource/Targets - Tonnage and grades are estimates only and actual results and quantities will differ from those estimated.

Dilution/Financing – The Company is reliant on the public markets to access capital to fund its activities, COPR’s only source of financing is through the sale of existing securities, high-cost borrowing, or sale of its mineral properties

Geopolitical - The Company operates in Peru and although Peru offers a relatively stable jurisdiction, there are no guarantees that changes in the political landscape won’t have adverse effects on COPR and its properties

Commodity Prices - Projections are based on specific commodity prices and they have a significant impact on future profitability and can be subject to significant price movements in short periods of time. Significant downward price movements often affects investor sentiment and can have an adverse effect of share price and a company’s ability to access capital

Our Criteria:

- ✓ **Project** - Clearly identified target(s) with potential size and economics to succeed
- ✓ **Capital** - Sufficient capital or access to it to achieve value milestones
- ✓ **People** - Committed management with a clear shared vision
- ✓ **Market fundamentals** – long term bull market for commodity
- ✓ **Value upside:**
 - ✧ Clear upside potential based on EV/lb (or equivalent)
 - ✧ Commitment to getting the story out to the investment community

Opportunity Overview

Coppernico Metals Inc. (TSX:COPR) (OTCQB: CPPMF, FSE: 913) is a mineral exploration company focused on its high-quality copper project situated in the mining friendly southern Peru copper belt. Coppernico presents a relatively low-risk - near-term - high-return investment opportunity that provides excellent leverage to Cu:

Value Proposition

- Significant Value upside in the short & long term
- Well defined targets
 - district scale potential
 - Confirmed skarn system with ore grade drill hole intercepts and channel samples over significant strike lengths, widths and dip extensions
 - excellent project analogies nearby
- Excellent medium to long term supply-demand fundamentals for copper
- Proximity to infrastructure and other mines in southern Peru
- Easily identifiable exit strategy

Projects

- District scale Cu project with additional Au targets located in a mining friendly jurisdiction
- Excellent targets defined and proven with drill results moving to resource definition
- Well defined exits and valuation comparables

Capital

- Financeability – over \$5 Mi cash, over \$15.0 Mi raised in last 2024
- Structure – 177 Mi shares Issued, Management owns 5.1%, Teck owns 9.9%, Newmont 5.64%, Institutions 18.37%
- Liquidity – very good liquidity 6mo ave \$950K/mo, 18mo ave \$1,100K/mo
- Valuation – excellent upside provided ongoing drill success
- Marketing – proven commitment to getting the story out to investors

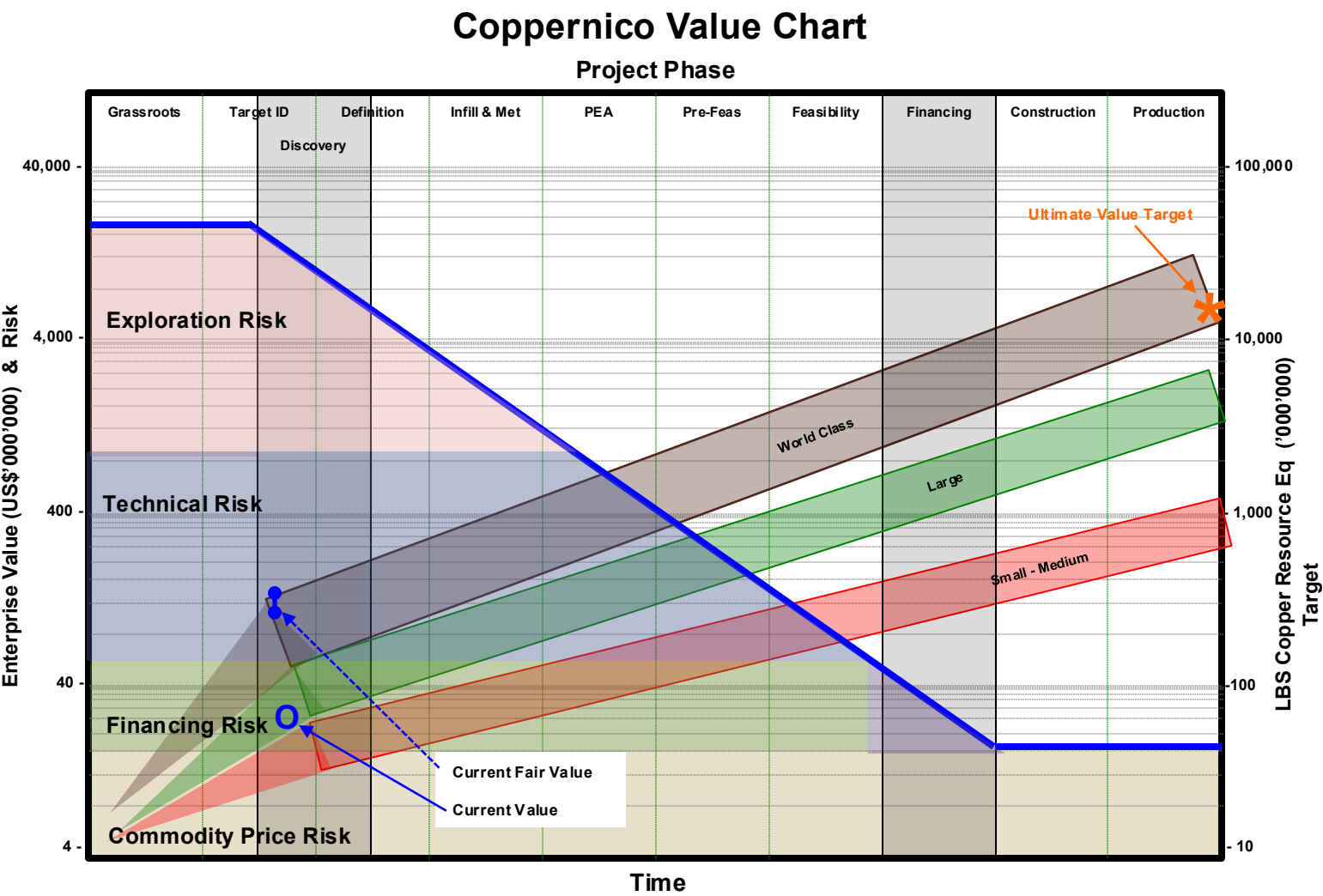
People

- Lead by a group with very strong capital market and technical expertise and experience with a proven ability to access capital
- The Company has a clear vision for its project



Cipher uses a logarithmic plot of value versus time to illustrate the fair-value growth path of exploration and development companies’ projects from grassroots exploration stage through to production. The ultimate value of a project is dependent on the ultimate size of the resource. Larger mines with larger reserves and resources ultimately have a higher in-situ value than smaller projects.

The following graph plots the current and fair value for Coppernico and illustrates the significant value upside.



As the Cipher Value chart illustrates COPR has an ultimate target that has significant enough size to be worth over \$4 billion if the project is proven and can find its way into production.

To be able to define a world class target like COPR’s Sombrero project, a property must possess several critical ingredients including deposit type within the right geology, dimensions and grade to host enough mineralization; located close enough to surface to be economic to mine and it must either be rich enough to build its own infrastructure or close enough to existing infrastructure. COPR has demonstrated these criteria and has well defined targets for its Sombrero project.



Key Valuation Metrics (\$US unless otherwise noted)

Value Target (EV\$/lb CuEq)	0.03
Current Target (Mlbs CuEq)	12,250
Probability	35.0%
Target EV or MC (no net debt) (US\$M)	129.0
USD/CAD	1.3850
Target EV or MC (no net debt) (CAD\$M)	178.0
Discovery Costs (\$/lb of CuEq)	0.004
Total Exploration \$ Required (\$M)	50.0
Current EV or MC target (CAD\$M)	128.0
Current Shares Issued (M shares)	177.0
Estimated Future share value after initial targeted resource (\$CAD)	0.75

The most critical metrics that affect value and must be monitored closely: drill results (grade, widths and strike lengths); financing price; and exploration costs. Cipher has used estimates based on current information, but these estimates may change in the future.

Project

The Sombrero project is situated in the Andahuaylas-Yauri belt, which hosts major copper mines like Las Bambas. Sedimentary packages contain thick packages of carbonate units (i.e., limestone) that have been intruded by Eocene-aged intrusives, the perfect setting for substantial iron, copper, and gold skarn-style mineralization. Key areas at Sombrero, Nioc and Ccascabamba show extensive copper and gold anomalism through large stream sediment sampling and high-grade surface samples and initial shallow drill holes despite being largely covered by post-mineral volcanic/colluvial deposits

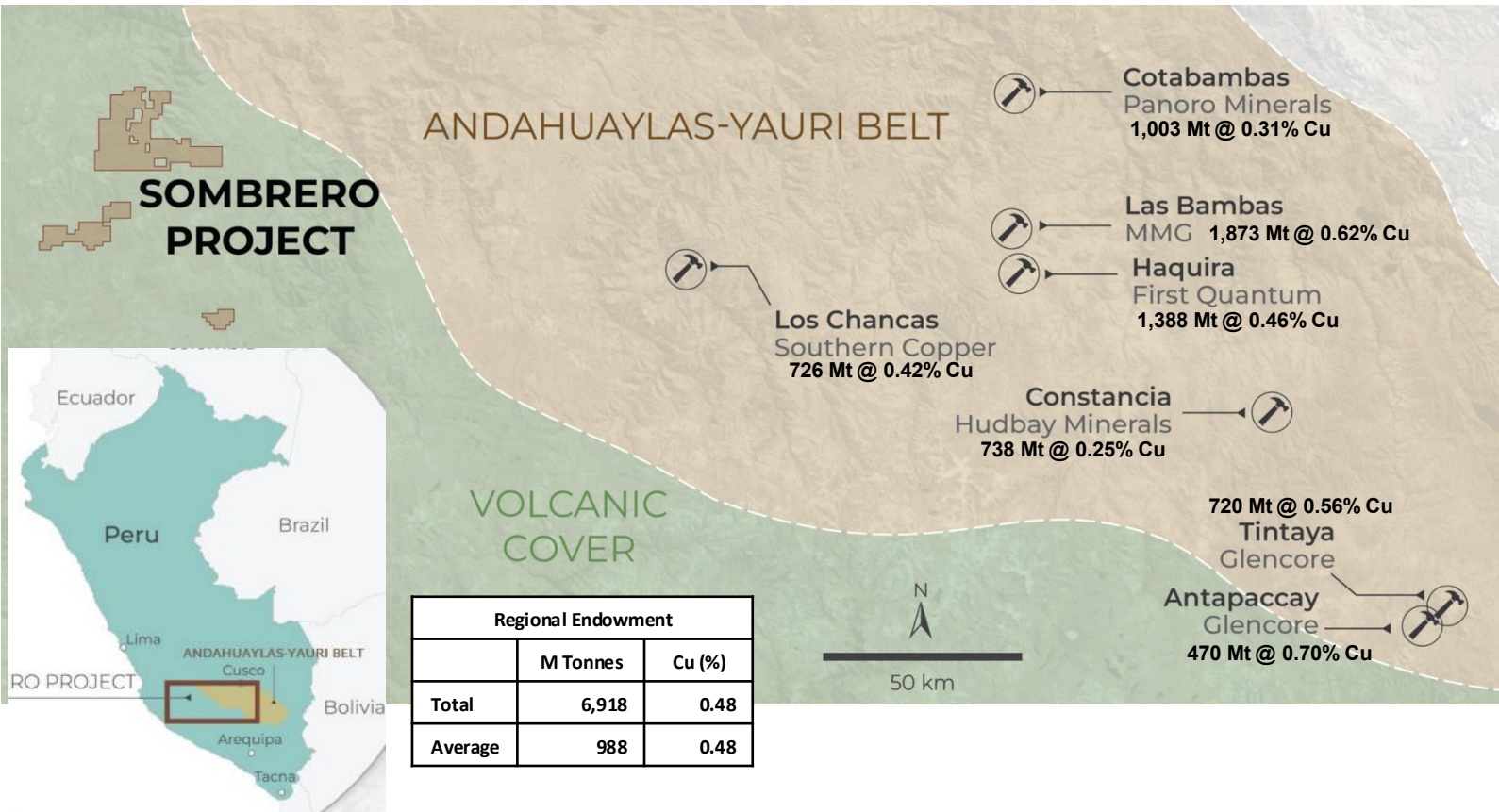


Figure 1: Andahuaylas-Yauri Belt Southern Peru (source: company website)



Project

The Ccascabamba/Nioc Project is being explored by Coppernico for skarn related and/or Porphyry type Cu-Au mineralization which are the main styles of mineralization within the Andahuaylas-Yauri (A-Y) metallogenic belt, located east and southeast of the Project area. Mineral deposits within the A-Y (Figure 2 below) are clear analogues for the geologic setting, age and style of mineralization observed at the Ccascabamba-Nioc Project. Skarn-hosted copper-gold mineralization at the Ccascabamba/Nioc Project occurs both within the calcareous country rocks (exoskarn) and the intrusive rocks (endoskarn).

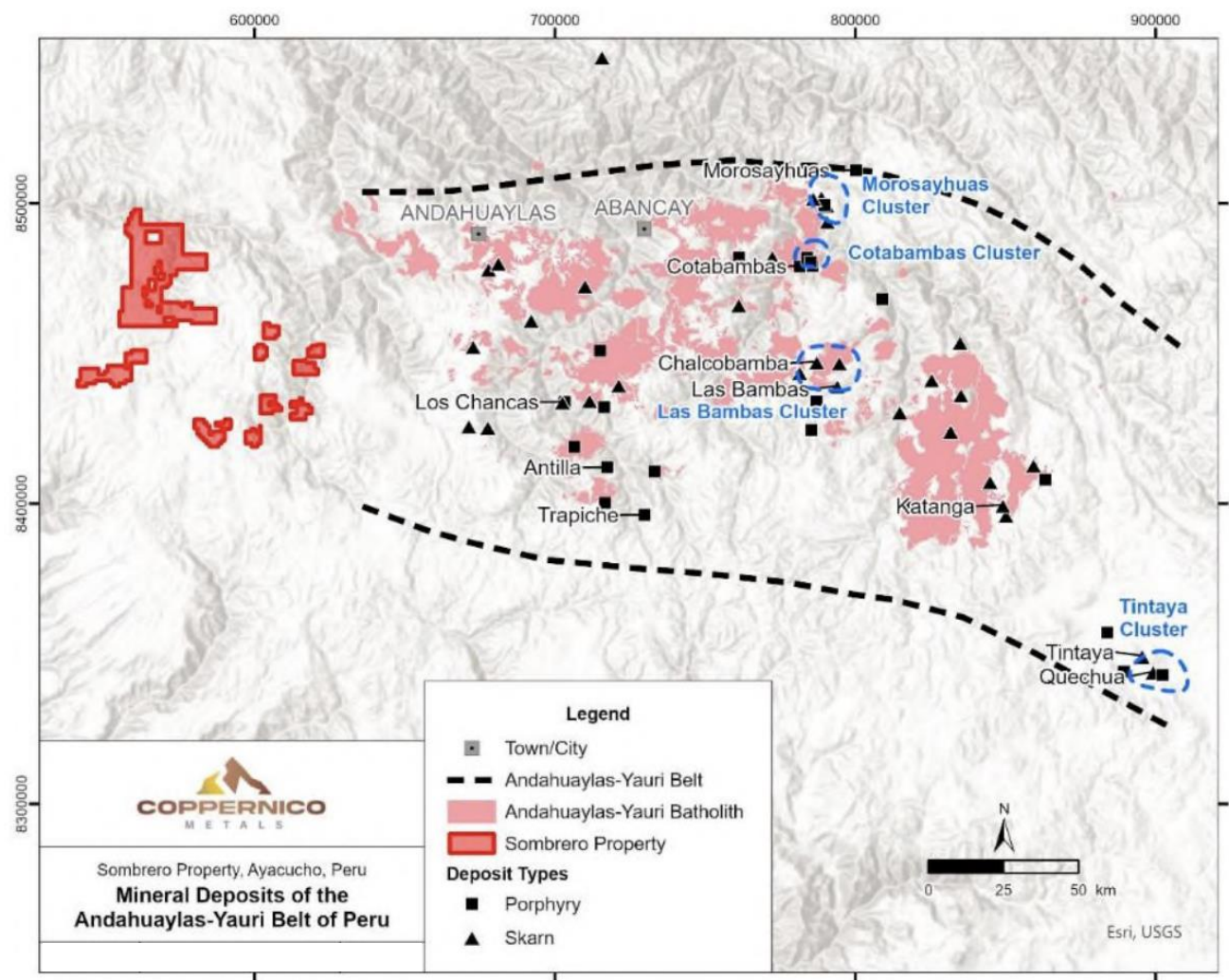


Figure 2: Skarn – Porphyry deposits of the Andahuaylas – Yauri Belt (source: company website)



Project

- Estimating the potential target for Coppertino is made easier as a result of excellent analogies in nearby deposits:
- Similar sized footprint to Las Bambas
 - Similar geophysical footprint to Tintaya which derisks target definition
 - Similar grades in channel samples and historic shallow drill holes to proven deposits in the Andahuaylas-Yauri belt

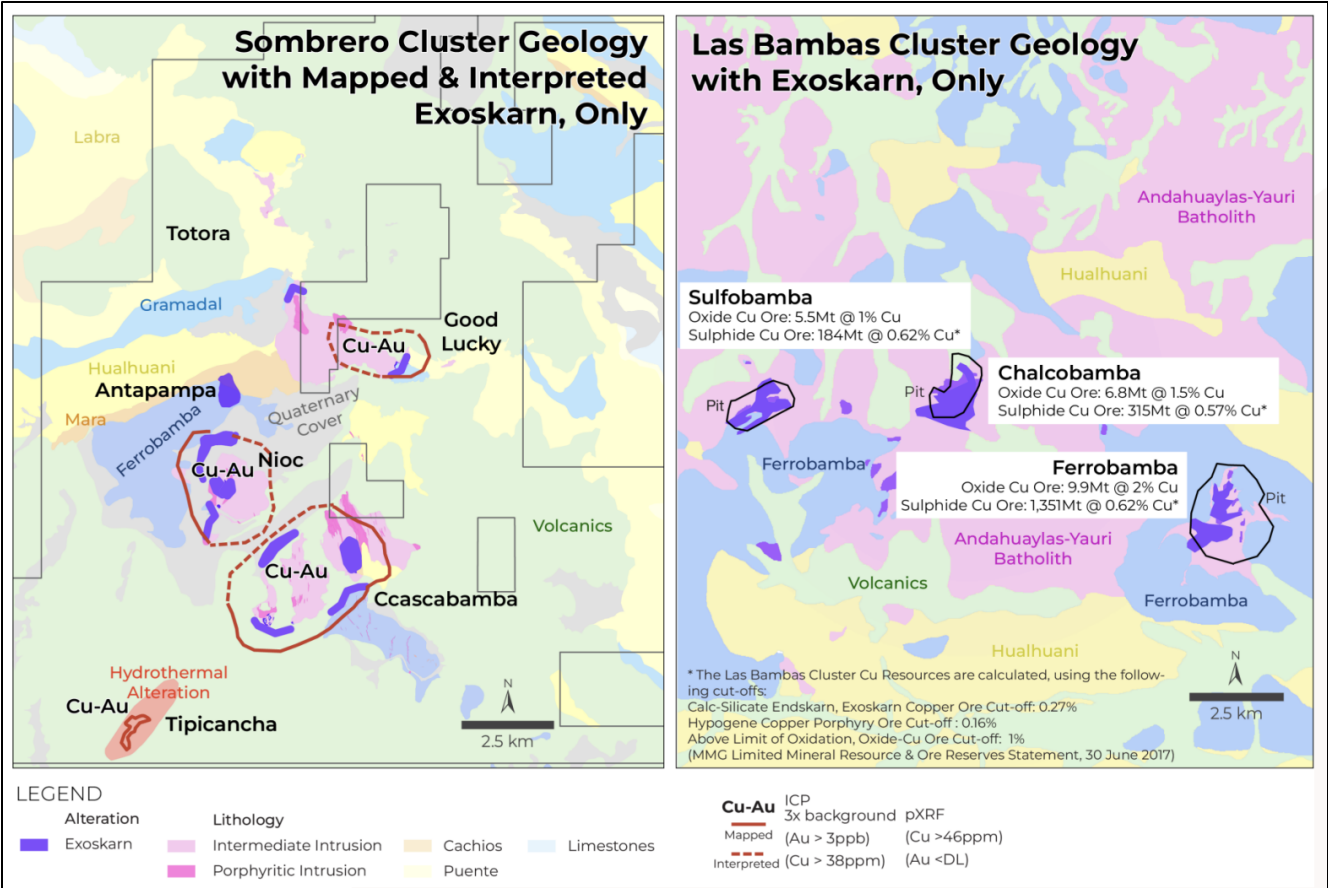


Figure 3: Comparison of geology and scale between Sombrero and Las Bambas

Ccascabamba exhibits a very similar geophysical footprint to that observed at the Tintaya deposit.

Having such a similar analogy where results have already been proven gives Coppertino a significant advantage over most exploration companies in that drill targets are much easier to locate.

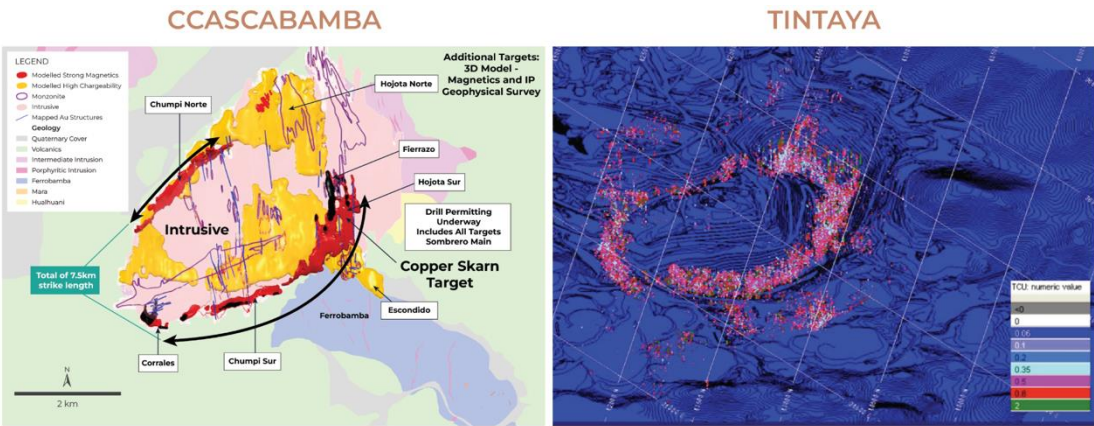


Figure 4: Comparison of geophysical signature between Sombrero and Tintaya



Project

Having already established that the Sombrero Project has similar size potential to the nearby deposits, the next step to determining quality of the target is to get an sense of grade. Copperrico has significant past work from surface samples to channel samples to historical drill holes to recent drill holes that provide excellent data from which to establish grade targets.

The figure below shows very significant grades in channel and drill holes that well within the range of the nearby deposits. This ranks Ccascabamba very high in quality and scale.

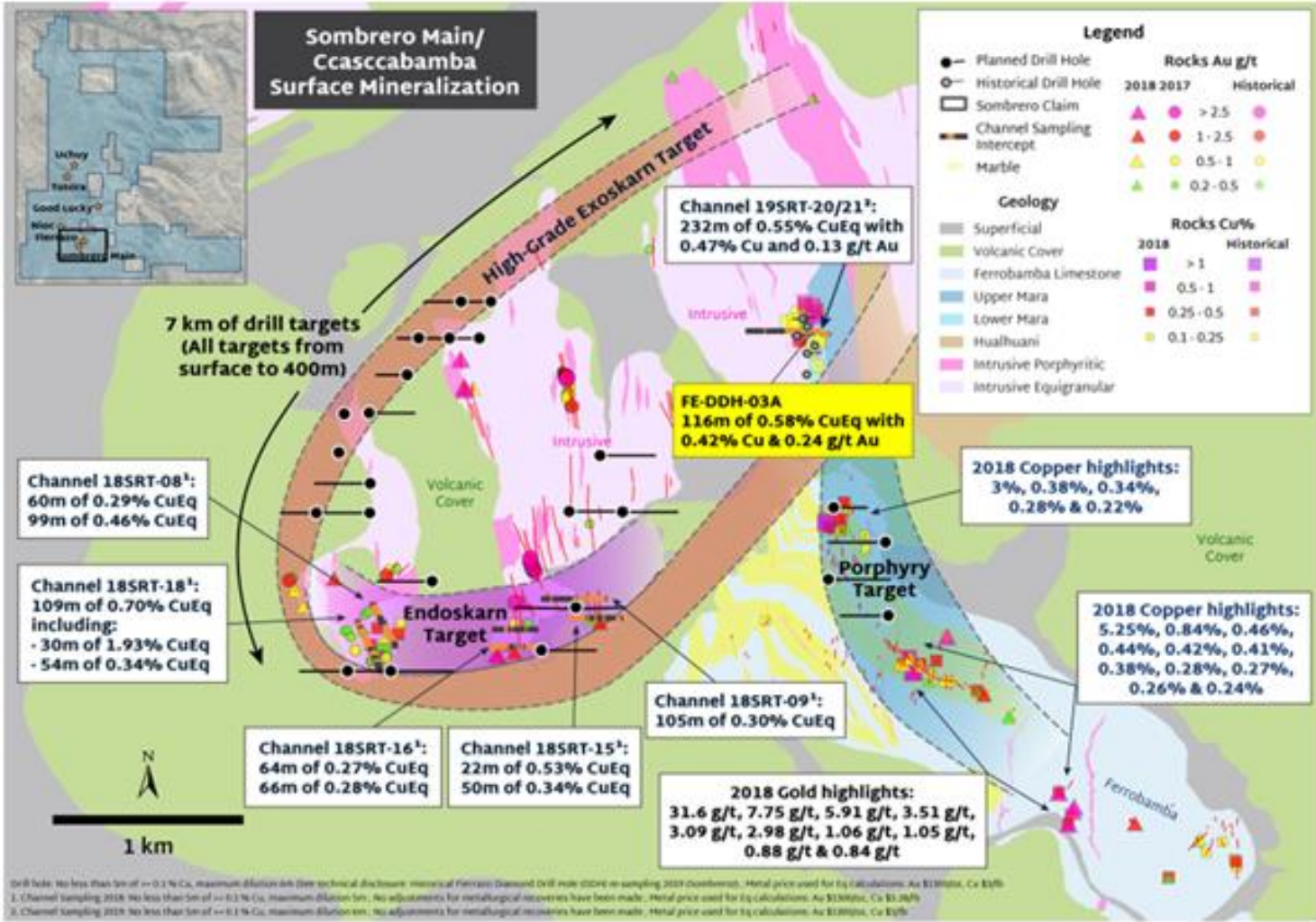


Figure 5: Drill and channel sampling results at Ccascabamba Target (source: company website)



Project

The following figure shows results form a 2025 channel sampling program at limited outcrop and the Nioc Target. Widths and grades rank Nioc very high in quality and scale.

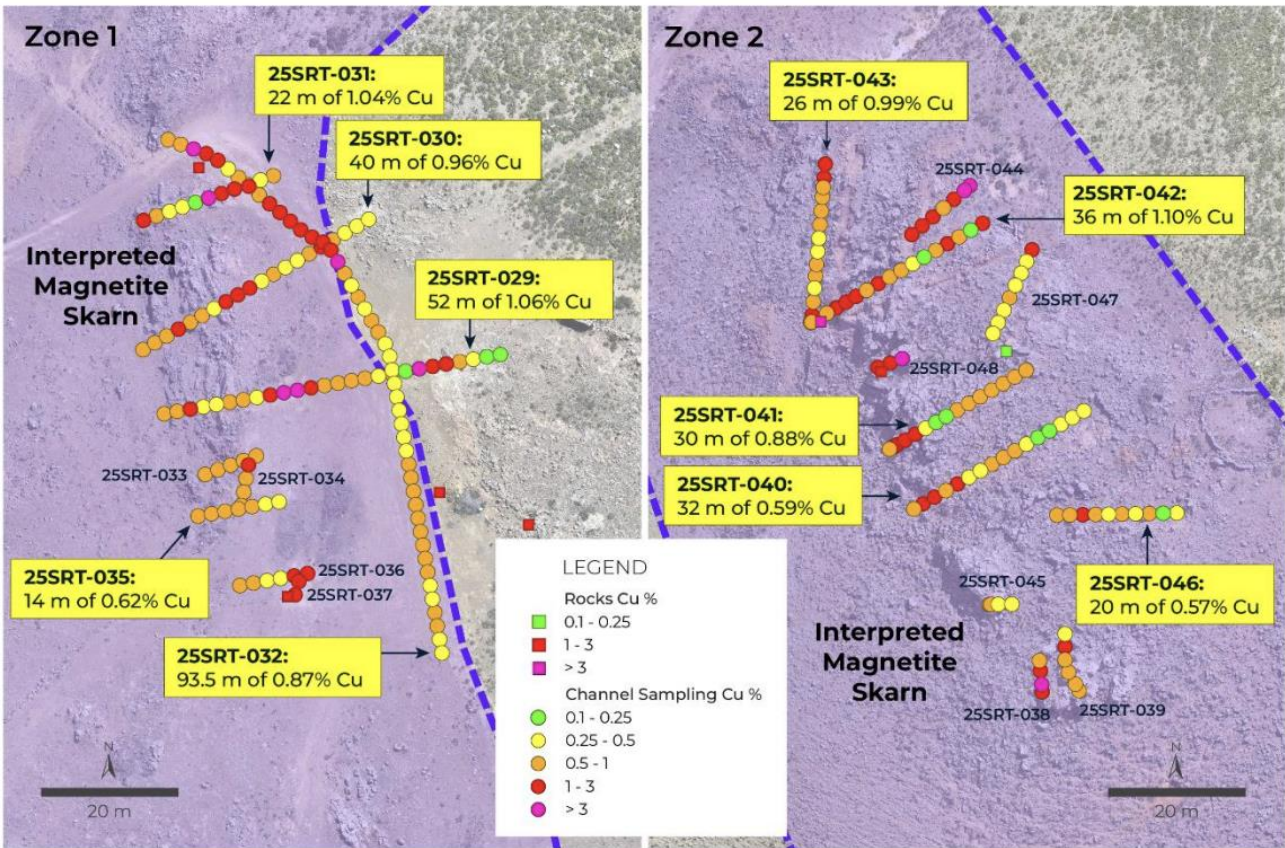
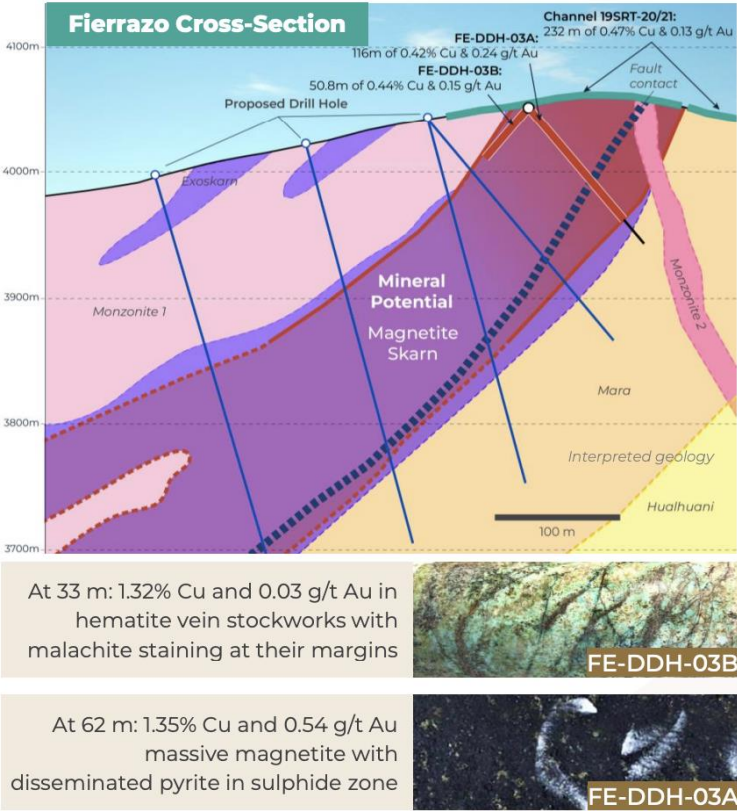


Figure 6: Channel sampling at Nioc Target (source: company website)



Project

The figure below depicts a cross section through the Fierrazo area in the north-eastern portion of the Ccascabamba Target. A surface channel sample yielded **232 metres of 0.47% Cu and 0.13 g/t Au** providing an outstanding target to expand. Shallow drilling along a portion of the geophysical anomalies demonstrates high-grade mineralization from surface that continues to depth and provides direct validation of the 10 km geophysical signature:



Hole ID	Interval ² (m)	% Cu	g/t Au
FE-DDH-01A	90.4	0.48	0.05
Including	41.8	0.88	0.02
FE-DDH-02	51	0.43	0.16
Including	20.95	0.70	0.25
FE-DDH-03A	116	0.42	0.24
Including	64	0.64	0.38
FE-DDH-03B	50.8	0.44	0.15
True thickness of mineralization is unknown			

The target Cipher has currently established for Coppernico given all of the above comparatives is approximately:

- 925 M tonnes @ 0.60% Cu for ~12,250 Mlbs Cu

Much work is needed to prove up this target, but Coppernico has very significantly reduced the risk of discovery already and we consider the probability of success to be approximately 35% based on all available information. This probability will greatly increase following a successful next phase of drilling.



Capital

Successful Exploration and Development companies must be able to access capital to fund ongoing corporate activities; including exploration, G&A and marketing. In order to be good investments companies need to access capital at reasonable valuations and maintain reasonable liquidity levels. COPR certainly has all of these:

- Over \$21 million raised in last 2.5 years at average price of \$0.35/share (including \$16mi at \$0.40 in 2024)
- 60% (>\$2.5M/yr) spent in the ground on exploration (exclusive of acquisition costs) – the percentage will increase as the company transitions to resource definition drilling – will provide abundant positive news
- \$85K/mo on marketing over last 18 months – in the right range of what is needed to be successful
- Average liquidity of \$950K/mo over last 6 months place COPR in upper quartile of TSXV listed companies

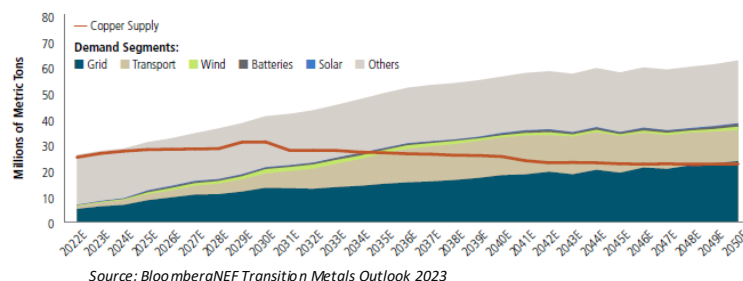
Market Fundamentals

- Strong demand and tightening supply fundamentals combined with fewer discoveries and longer timelines to bring new mines into production
- Copper is essential in renewable energy and EVs, with its demand projected to reach 61% by 2040 as part of the global energy transition

People

Coppennico Metals has a board and management team with a history of success. They bring a balanced basket of experience and expertise in exploration and development and capital markets. Management owns over 5.0% of the shares meaning they share the same incentive as their shareholders.

Coppennico has the people with the vision to succeed.



Summary

COPR has all the ingredients for a successful investment:

- 1) Quality Project – large target, low discovery costs, economics to succeed, proximity to other mines
- 2) Access to Capital, Reasonable Valuations, Very good Liquidity
- 3) Quality People – proven track record, interests aligned with shareholders

Put these ingredients together with strong market fundamentals for copper and COPR becomes a high-quality speculative buy and hold investment.

Disclaimer

*Cipher Research Ltd. is not a licensed broker, broker dealer, market maker, investment banker, investment advisor, analyst, or underwriter and is not affiliated with any. There is no assurance the past performance of these, or any other forecasts or recommendations in the reports, will be repeated in the future. These are high-risk securities, and opinions contained herein are often time and market sensitive. No statement or expression of opinion, or any other matter herein, directly or indirectly, is an offer, solicitation or recommendation to buy or sell any securities mentioned. While we believe all sources of information to be factual and reliable; we in no way represent or guarantee the accuracy thereof, nor of the statements made herein. **We do not receive or request compensation in order to feature companies in this publication.** We may, or may not, own securities and/or options to acquire securities of the companies mentioned herein. This document is protected by the copyright laws of Canada and the U.S. and may not be reproduced or for other than for personal use without prior, written consent. This document may be quoted, in context, provided that proper credit is given.*

Contact