Pinnacle Silver and Gold (TSXV: PINN) – Near-term gold and silver production potential at El Potrero in Durango, Mexico

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Current Price C$*	**$0.11**
Fair Value	**$0.33**
Projected Upside	**195.5%**
Action Rating	**BUY**
Perceived Risk	**VERY HIGH**
Shares Outstanding	**144,264,158**
Market Cap.	**$15,669,000**
YoY Return	**214.3%**
YoY TSXV Return	**65.69%**

* Note: all $ amounts are C$ unless otherwise stated

Investment Highlights

- **Pinnacle Silver and Gold** ("PINN", or "Company") is advancing its flagship El Potrero project, a past-producing gold and silver mine, towards production in the mining-friendly state of Durango, Mexico.
- **Near-term cash flow potential:** With modest capital expenditure, the asset could be brought back into production within 18-24 months. Head grades from metallurgical testing are anticipated to be 7-8 g/t Au and 115-120 g/t Ag with 100 tpd processing capacity, indicating the potential to achieve significant free cash flow.
- **Exploration upside:** Only 10% of the property has been explored, and a cohesive modern-day exploration strategy is being carried out across the property. Planned drilling aims to delineate material for near-term extraction and demonstrate the extension of mineralization both laterally and at depth.
- **Experienced Management Team:** The team at Pinnacle Silver and Gold has experience in developing exactly this type of project in the same jurisdiction, bringing the required know-how and industry network to the company.
- **Attractive industry partnerships:** El Potrero is the type of project that attracts interest from trading and royalty companies. These might provide non-dilutive means of funding that could greatly benefit shareholders
- **We are initiating coverage with a positive outlook for the company over the next 12-month period with a target price of $0.33.**

Key financial data (Financial Year End 30 April)		2025 - Q3		2025 - Q2
Cash	$	1,782,411	$	367,177
Working capital	$	1,629,925	$	145,919
Mineral assets	$	1,244,525	$	1,228,017
Total assets	$	3,389,031	$	1,950,769
Net income (loss) for the 3M	$	(746,343)	$	(650,427)
EPS for the 3M	$	(0.005)	$	(0.005)

TSXV: PINN Price and volume history

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Overview

Pinnacle Silver and Gold is currently advancing its flagship El Potrero project in the state of Durango, Mexico (covering 1,074 hectares in 8 concessions of which 7 are contiguous) and holds two further exploration assets, the North Birch Gold and Argosy Gold Mine projects in Ontario, Canada. The El Potrero property hosts a high-grade gold and silver vein system, multiple mine workings and infrastructure from past production and has a good chance to restart gold and silver production in the near term. The Canadian assets have seen substantial exploration work carried out in the past, which yielded promising results. The company's focus at the moment is to bring El Potrero into production as soon as possible.

Figure 1: Map showing the location of the flagship El Potrero property

Source: PINN corporate website

The El Potrero property hosts three historic mines (Dos de Mayo, La Dura, Pinos Cuates), some processing infrastructure and is reportedly used to process material grading 7-8 g/t gold and 170-200 g/t (around 10 g/t gold equivalent). The site requires some refurbishment, but with modest capital expenditure, it should be able to resume operations at the 100 tpd facility within a short time frame. The high per-ton value of the ore should allow Pinnacle Silver and Gold to operate the mine at a very healthy cash margin, enabling it to repay potential lenders to the project and generate sufficient free cash flow to pursue exploration activities on the property and possibly acquire further projects elsewhere.

Images 1 & 2: El Potrero Project

Source: PINN corporate website

CORPORATE HISTORY

Prior to the firm being named Pinnacle Silver and Gold Corp. (since 2024), it was known as Newrange Gold Corp. (since 2016) and before that as Colombian Mines Corporation. For this report, we consider the period since October 2021, which is when the current CEO, Robert Archer, took over management of the Company.

Up until 2022, the company's focus was on the Pamlico project in Nevada, USA. Its Canadian exploration assets, the Argosy Gold Mine and North Birch Project (where exploration drilling was carried out in 2022), were acquired in 2021. The Company dropped the option on the Pamlico Property in 2022. In September 2022, the firm signed a letter of intent (LOI) with Great Panther Mining to acquire the Coricancha mine in Peru, with preexisting infrastructure and permitting in place, as well as a historical measured and indicated resource of 753 kt of 5.8 g/t Au, 200 g/t Ag, 0.53% Cu and 2.07% Pb and 3.26% Zn. The deal was terminated in December 2022 due to a challenging market for financing the acquisition of mines of this type and difficulties in reaching a resolution with Great Panther Mining's creditors. The property has been relinquished following Great Panther's insolvency.

Table 1: Select news releases from 2021 and 2022

2022		
Nov	25	Great Panther terminates agreement to acquire Coricancha mine in Peru
	7	Private placement announced for $ 10.8 million
Oct	26	Newrange signs definitive agreement to acquire Coricancha mine in Peru
Sep	13	Letter of intent signed to acquire Coricancha mine in Peru
Aug	22	Private placement: Closed for $ 0.30 million
May	17	North Birch and Argosy: Exploration update
Apr	20	Private placement: Closed for $ 0.27 million
Mar	9	North Birch: Structural interpretation with first drill hole
Feb	17	North Birch: Drilling commenced
Jan	24	North Birch and Argosy: Winter drill program outlined
	11	Pamlico: 47.34 g/t sampled at central mine area of the project
2021		
Dec	23	North Birch: Option exercised to acquire Western Fold portion of North Birch project
	29	Pamlico: Exploration update provided for the project
Nov	1	Argosy: 100% interest acquired from Great Panther Mining through acquistion of its subsidiary, Cangold Ltd
Oct	7	Corporate update: Robert Archer to replace Robert Carrington as CEO of the company
Aug	5	Argosy: Agreement signed to acquire past-producing Argosy mine
Jul	22	Pamlico: Update on drill program

Source: PINN news releases

In early 2023, Pinnacle Silver and Gold signed an agreement with Mithril Resources, an Australian-listed company, for a business combination to combine the two companies' expertise operating in Mexico, as well as the two firms' projects. Mithril Resources was advancing its Copalquin epithermal gold-silver project in the Sierra Madre gold-silver belt of Mexico. At the Copaliquin project, there was a historic JORC-compliant resource of 691kt grading 5.43 g/t Au, 114.2 g/t Ag in the indicated category and 1,725 kt grading 4.55 g/t Au and 151.7 g/t silver in the inferred category using a 2.0 g/t Au cutoff grade. In November 2023, the business combination was terminated by mutual agreement due to an adverse financing market for junior mining companies at the time, making it extremely difficult to raise $3.6 million to finance the acquisition.

Table 2: Select news releases from 2023

2023		
Dec	13	Search for alternative growth projects continues
Nov	21	Search for alternative growth projects continues
Oct	6	Merger with Mithril Resources receives shareholder support
Sep	8	AGSM announced to vote on Mithril Resources merger and concurrent $ 3.6 million private placement announced
May	25	Binding agreement signed to acquire Mithril Resources
	2	Bridge financing closed for $ 0.44 million
Apr	4	Six to one share consolidation announced
Mar	6	Non-binding term sheet signed for the acquistion of Mithril Resources
Feb	27	Shares for debt settlement totalling $ 0.303million
Source: PINN news releases		

Undeterred by setbacks from previous attempts at inorganic growth, Pinnacle Silver and Gold signed an LOI in October 2024 to acquire the El Potrero property in Durango, Mexico, from a private vendor through a staged acquisition designed to limit risks to the company and its shareholders. Technical and legal due diligence was swiftly carried out, and the definitive agreement was signed in the first quarter of the following year. Notably, the firm also changed its name from Newrange Gold Corp. to Pinnacle Silver and Gold Corp. in April 2024.

Table 3: Select news releases from 2024

2024		
Dec	10	El Potrero: Technical and leagal due diligence on project acquisition nears completion
Oct	28	El Potrero: Letter of intent to acquire El Potrero through a staged earn in
Sep	23	Seeking new gold and silver exploration projects in Mexico
May	29	Private placement: Closed for $ 0.52 million
Apr	16	Argosy: Gold mine video released
	5	Name Change: From Newrange Gold Corp. to Pinnacle Silver and Gold Corp.
Jan	29	Shares for debt settlement totalling $ 0.202 million
Source: PINN news releases		

Since the agreement to acquire the El Potrero project, Pinnacle Silver and Gold has carried out extensive field work to confirm mineralization in the three underground mines on the property and has identified multiple additional mine workings on the property through a LiDAR survey. The firm also plans a 2,500m drill program to test mineralization in the existing underground mines and determine the grade of ore they could realistically extract, assuming they resume operations.

Table 4: Select news releases from 2025

2025		
Dec	18	Private placement: First tranche closed for $ 1.07 million
	15	El Potrero: 2,600m underground drill compaign planned in 112 holes over a six week period
Nov	25	Private placement: Announced for $ 2.52 million
	24	El Potrero: LiDAR survey flown on the property - results expected in December 2025
	12	El Potrero: Minerlization horizon extended 500m at historic La Dura mine
Oct	28	El Potrero: 95.09% average gold recovery from metallurgical tests
	21	El Potrero: Carlos Castro Villalobos appointed project manager
Sep	24	El Potrero: New mineralized vein identified
	9	El Potrero: High-grade Au-Ag mineralization identified in the Dos de May mine
Aug	7	Private placement: Closed for $ 1.7 million
Jul	22	El Potrero: 85.1 g/t Au and 520 g/t Ag sampled at Pinos Cuates mine
Jun	25	El Potrero: Conults review the property and provide guidance on permitting and plant re-build
	16	Shares for debt settlement totalling $ 149,500
	2	El Potrero: Underground sampling at Pinos Cuates yields promising results
Apr	17	El Potrero: Field work progress report
Mar	18	El Potrero: 12.2 g/t Au sampled
Feb	25	Private placement: Closed for $ 0.8 million
	24	El Potrero: Definitive agreement signed to earn into El Potrero
Jan	29	El Potrero: Update on proposed acquisition of El Potrero

Source: PINN news releases

The firm is carrying out underground rehabilitation work for planned delineation drilling, further metallurgical testing to improve gold recoveries, and assessing the feasibility of extending a nearby power line to support potential operations. A community agreement has been signed with the local populace, granting the firm the social license to operate the project. The next step for Pinnacle Silver and Gold will be to further de-risk the project to secure funding to restart operations.

Table 5: Select news releases from 2026

2026		
Mar	17	El Potrero: Pb-Zn mineralization discovered in follow up to LiDAR surey
Feb	26	El Potrero: Project update as the firm advances towards a production decision
	23	El Potrero: Payment terms amended with vendor of the project
	4	Torrey Hills Capital hired for investor relations
	2	Private placement: Second tranche closed for $ 1.53 million
Jan	20	El Potrero: 17.7 g/t sampled at La Estrella vein and strike length of La Dura vein extended
	13	El Potrero: Project update regarding geological model, gold and silver grades, metallurgical testing, processing plant, community relations and more
	6	El Potrero: Pinncale outlines multiple new targets from LiDAR survey

Source: PINN news releases

Image 3: El Potrero plant from below

Source: PINN corporate website

El Potrero Project

History

Generally, there has been no extensive, structured modern-day exploration carried out on the property. The previous operators, however, did discover a vein system that was considered rich and large enough to merit investment in a processing plant and to start operations. The presence of a reportedly high-grade vein system at El Potrero, combined with its location in the midst of the highly fertile Sierra Madre Occidental (SMO), means the exploration upside on the property remains very high.

Acquisition

On February 24th, 2025, Pinnacle Silver and Gold signed a definitive agreement (DA) outlining the option to acquire El Potrero. The deal outlined a series of staged payments, some tied to a production milestone, to acquire an ever-greater interest in the property. If all amounts are paid in full, the price tag for a 100% stake in the project comes to US$6,500,000 in cash (plus US$183,000 in back taxes), 2,500,000 Pinnacle shares, and a 2% net smelter royalty (NSR).

Upon signing the definitive agreement, Pinnacle Silver and Gold paid the vendor US$50,000 in cash, issued 500,000 shares, and agreed to cover US$183,000 in mining back taxes. 8 months after signing, US$ 200,000 cash (paid) and 1,000,000 shares (issued) became due, and 1 year after signing, another US$ 750,000 cash and 1,000,000 shares were payable. The terms for paying the US$ 750,000 cash were later amended to three instalments of US$ 250,000 in February, May, and August of 2026.

When the plant starts operating, or within 4 years of signing the DA (whichever comes first), US$1 million in cash becomes due for a 50% interest in the property, including all concessions, machinery, equipment, and land. All proceeds from any mine output will be split according to the interest levels from this point on.

One year after commencing operations or within 5 years of signing the DA, another US$1.5 million in cash is to be paid, increasing Pinnacle Silver and Gold's interest by 20% to 70%. Two years after commencing production, or within 7 years of signing the DA, a further $3 million becomes payable for an additional 20% interest, for a total of 90%. The two parties shall mutually agree at this stage whether the vendor will maintain a 10% interest or convert that interest into a 2% NSR.

Pinnacle Silver and Gold will be the operator of the mine, will oversee permitting, and will commit to paying mining taxes. If, after acquiring the 50% interest, the firm decides not to increase its interest in the property, it has the option to continue operating at the 50% interest level or sell its interest. In the latter case, the vendor has the right of first refusal on the sale of Pinnacle Silver and Gold's interest.

Additionally, a US$1 million cash payment plus 1,000,000 shares is to be paid to the vendor upon establishing a 350,000 oz AuEq. Resources.

Geology

The property lies within the Sierra Madre Occidental, a renowned trend that hosts multiple silver and gold deposits and operating mines. It runs down the western side of Mexico, and this prolific belt measures roughly 1,200 km in length and 200 to 300 km in width. The mineral wealth in the range is closely linked to extensive Cenozoic volcanic activity, particularly within two major volcanic sequences. Of these, the Lower Volcanic Supergroup (LVS), dating from the Late Cretaceous to early Tertiary period, is especially significant. It hosts a wide range of epithermal vein systems and mineral deposits, making the region a key focus for exploration and mining.

Figure 2: Map showing El Potrero's location within the Sierra Madre Occidental

Source: PINN corporate website

35km to the SE in a straight line and on trend lies Fresnillo's La Cienega. Around Topia, 13km from El Potrero, Guanajuato Silver operates a 250 tpd Ag-Pb-Zn-Au underground mine. Luca Mining operates the 1,000t tpd Tahueheuto Au-Ag-Cu-Pb-Zn mine roughly 15km NW of El Potrero. The vendor of El Potrero also owns and runs a 150 tpd Ag-Pb-Zn underground mine just 25km from the project area. This highlights that El Potrero sits in a highly fertile corridor for precious- and base-metal mineralization and is located at the heart of a well-established mining jurisdiction.

Mineralization

Gold–silver mineralization at El Potrero is interpreted as a low-sulphidation epithermal system, characterized by NW–SE trending vein-breccias that form a typical braided or anastomosing vein network extending for at least 2 km along strike. The mineralization is hosted predominantly by andesite flows, breccias, and tuffs exposed within a window of the Lower Volcanic Series. Boxwork textures, along with vuggy and chalcedonic silica, are common features. Although the rocks are oxidized near the surface, the presence of very fine sulphides indicates that fine-grained pyrite likely persists at depth.

Channel sampling of veins containing grey-black ginguro bands (very fine-grained Au-Ag mineralization) in the Pinos Cuates Mine returned bonanza grades up to 85.1 g/t Au and 520 g/t Ag. It's notable that historic head grades at the processing plant were reported at 7-8 g/t Au and 115-120 g/t Ag, which is very high value material indeed that was mined from veins usually around 2 meters wide but ranging up to 8-10 meters in width in some cases. A non-compliant historic resource reported by the vendor exists, estimating 45,561 tons of ore grading 8.0 g/t Au and 186 g/t Ag.

Infrastructure

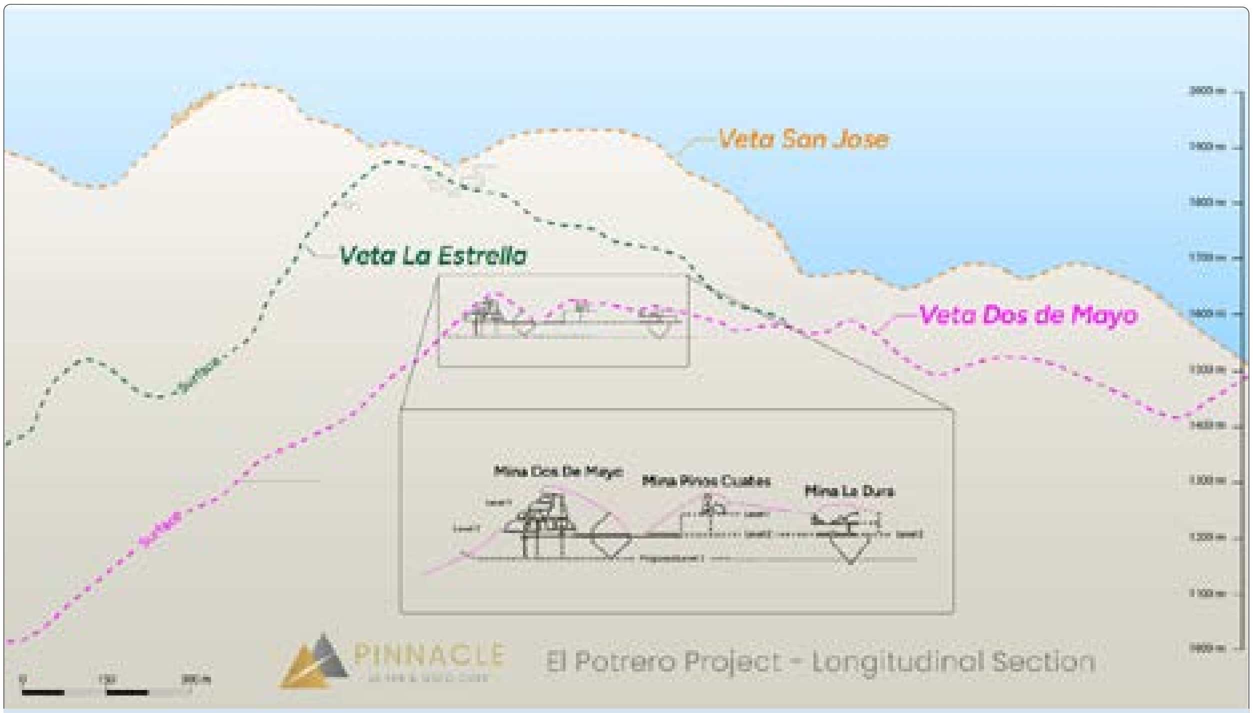
The project is located on rugged terrain reaching a maximum elevation of 2,700m, with the historic mines themselves located at elevations of 1,370 -1,400m, an 8-9-hour drive from the city of Durango, but can also be reached by flying into Topia, a town 30km away by road.

On the property, three historical mines exist, within approximately 500m strike length along the vein. The mines have been rehabilitated to allow for underground surveying, as rock conditions are generally quite stable.

Image 4: Infrastructure already in place at El Potrero

Source: PINN corporate website

Figure 3: Cross-section showing the regional topography and the location of the historic mines therein



Source: PINN corporate website

Canadian gold assets: North Birch and Argosy Gold Mine

North Birch is located in Ontario, Canada, covers 3,850 hectares of land, and is 100% owned by Pinnacle, subject to a 2% NSR. The exploration thesis at North Birch is that gold mineralization occurs in association with banded iron formation (BIF). The BIF is cut by multiple structures, which can act as pathways for mineralized fluids and are conducive to ore deposit formation. These types of deposits occur across the globe and can be very large, with deposits ranging up to 40 million ounces of contained gold. At North Birch, the structural setting is akin to that at the Musselwhite Mine (Ontario, Canada), which boasts in excess of 7 million ounces of past gold production.

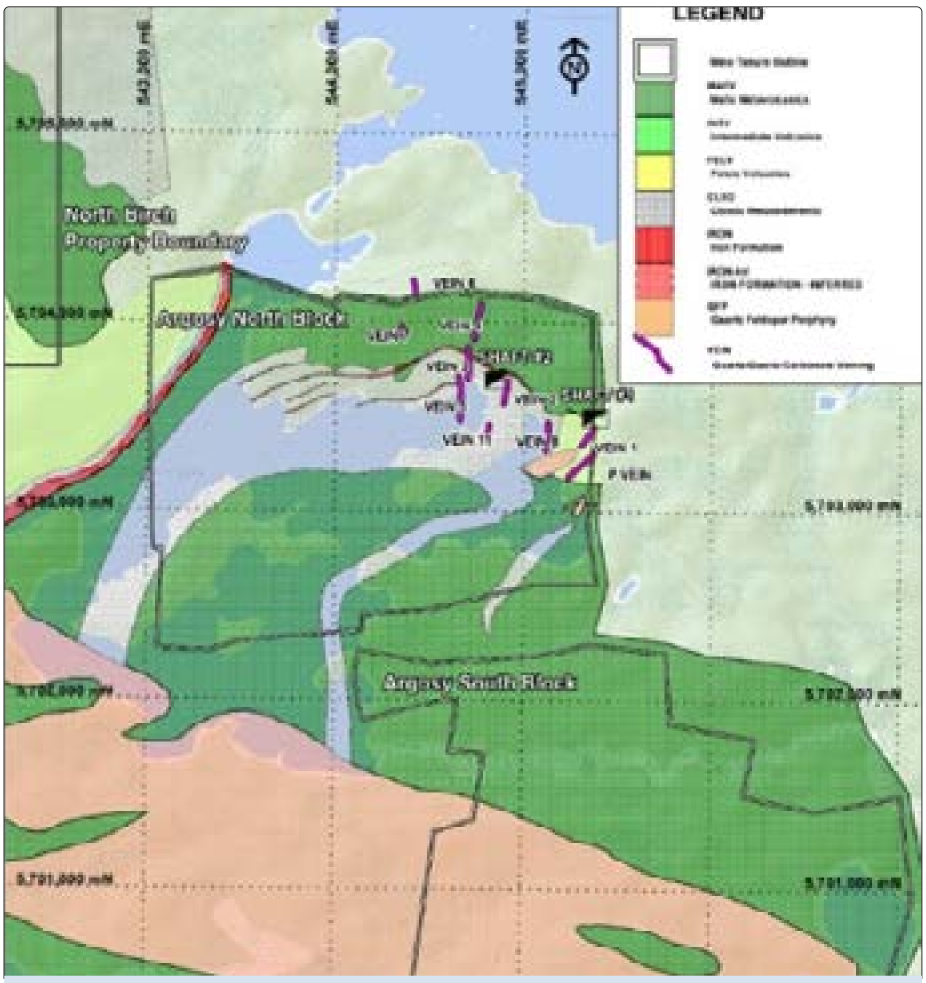
A combination of geophysical surveys identified multiple areas of interest on the property. Initial drilling targeted a fold in the iron formation, which is considered highly prospective for gold mineralization. The hole encountered pyrite mineralization, increasing shearing, and downhole gold and copper assays. Further follow-up drilling is required to test the extent of copper and gold mineralization.

Figure 4: Map showing the location of the North Birch Project

Source: Couloir Capital

The Argosy Gold Mine lies immediately southeast of the North Birch Project (approximately 300m separates the two properties) within the Birch-Uchi Greenstone Belt of the Superior Province, a geologically prospective region situated between the Red Lake and Pickle Lake belts. The property is underlain predominantly by a drag-folded sequence of mafic to intermediate volcanics, greywacke, and iron formation, with widespread carbonate and sericite alteration. Quartz-feldspar porphyry bodies and related dykes are spatially associated with some of the strongest gold mineralization, although these targets remain underexplored. Historically mined between 1931 and 1952, the operation produced over 100,000 ounces of gold at an average grade of 12.7 g/t, but was only developed to a depth of 270 metres. Subsequent drilling has confirmed that gold mineralization extends below the historic workings and remains open at depth, with high-grade intercepts identified on multiple veins, highlighting strong potential for resource expansion.

Figure 5: Geologic map of Argosy Mine showing the major lithologies



Source: Couloir Capital

What's next for Pinnacle Silver and Gold?

Starting in early March, underground drilling stations will be excavated at the three existing mines on the property. The aim of the drilling, to commence in April-May, is to delineate resource blocks by drilling short holes in a fan pattern from each drill station, spaced approximately 12.5 meters apart (2,500m of drilling, approximately 100 holes, US$ 0.5 million budget). Following this underground drilling, additional holes will be drilled from the surface into sections between the existing mines, and from sections within the mines themselves that are more challenging to drill. This drilling aims to develop an internal resource estimate to derisk the project (by gauging how much ore is available to feed the future processing plant) and demonstrate upside exploration potential at and near the mine site.

An ongoing metallurgical study is testing composite samples from various parts of the mines, taken from sections where the veins appear different, to better understand recoveries in relation to the natural variability of the mineralized veins. Results are currently still pending. Seven subsamples were sent to Santiago for mineralogical testing, as early work indicated that complex silver mineralogy yielded more variable recoveries than those for gold, requiring some follow-up work.

Image 5: Portion of the existing processing infrastructure at El Potrero

Source: PINN corporate website

The firm's aim is to resume production at El Potrero as soon as possible and begin processing up to 100 tons of ore per day. Consultant estimates regarding required capital for the restart are roughly 900k USD for equipment, 1,000k USD to rebuild the plant, 500k USD to extend the power line (4.5km approximately) and another 1,000k USD for dry stack tailings facility, underground workings and other expenditures.

A rough estimate for the total investment required is around 4.5-5.0 million USD.

Once a formal production decision has been made, the timeline for obtaining all the equipment and completing the required work to restart should take approximately 12 months, with the biggest unknown being permitting, as the firm awaits water permits and permits for surface drilling. All permitting is handled through an environmental consultant, who also conducts the relevant sampling for baseline studies and files applications with the government. We estimate the start-up of production for Q4.27.

An ideal path to production for shareholders is through non-dilutive funding. This could be achieved by taking on a loan, by signing an off-take agreement with a metal trader or entering into a streaming or royalty deal. Whichever means of funding the firm ultimately chooses, further derisking the project in metallurgy and delineating ore to feed the mill will help secure financing. While drilling to publish a mineral resource estimate or a PEA to demonstrate mine longevity may seem like a good idea, this would likely be a sub-optimal approach. The funds required for drilling and PEA studies would have to come from additional equity raises, causing substantial dilution for shareholders. Instead, the firm's approach to de-risk the project with an internal resource and improve metallurgy to attract non-dilutive funding is a clever way to restart the project and minimize dilution risk to shareholders. According to company estimates, there may be about one year's worth of immediately extractable mineralized material accessible in the underground mines, with surface drilling potentially adding more material.

Near-term cash flow potential

As outlined in previous sections, El Potrero could return to production within 18 months and would likely require between $4.5 and $5.0 million in capital expenditure. To highlight the potential at El Potrero, we conducted a very basic scenario analysis based on a few simple assumptions about key production metrics.

The current infrastructure is set up for a 100-tonne-per-day operation (scaled to 35,000 tonnes per annum), and historic head grades at the mill were 7-8 g/t gold and 115-120 g/t Ag. Estimated gold recoveries are currently around 95%, and for silver we assumed a recovery rate of 70%. The price of gold was set at US$ 5,000 per ounce, that of silver at US$ 75 per ounce. The calculated value of one processed ton of material is around US$ 1,340.

Operating costs ranging from US$ 300 to US$ 900 per ton were then used to calculate an operating margin, which was multiplied by annual tonnage produced to determine the rough estimate of free cash flow in each cost scenario.

Even in the most conservative scenario, the estimated FCF per year exceeds the required upfront capital to start production. This implies a short payback period for the invested capital and highlights the potential for robust economics due to the high-value ore that might be extracted from El Potrero.

Table 6: Inputs for back-of-the-envelope cash flow calculations (base case)

Assumptions	
Au Grade [g/t]	7.5
Ag Grade [g/t]	115
Au Recovery [%]	0.95
Ag Recovery [%]	0.7
Au Price [US$/oz]	5000
Ag Price [US$/oz]	75
Value per ton]	1339.5
Annual Throughput [t]	35000

Source: Couloir Capital

Margin Scenarios		
Operating cost [US$/t]	**Margin [US$/t]**	**FCF [US$]**
300	1,039	36,381,782
400	939	32,881,782
500	839	29,381,782
600	739	25,881,782
700	639	22,381,782
800	539	18,881,782
900	439	15,381,782

These scenarios are all highly sensitive to commodity prices, ore grade variations, production rates, and operating cost assumptions. But even when substantially reducing all those metrics, the outcome remains positive, again indicating the potential for a very robust precious metals mining operation. In the first two years following the commencement of mining operations, Pinnacle Silver and Gold does not yet own 100% in the project, and only a portion of FCF will accrue to the firm as outlined in the 'Acquisition' section above.

Table 7: Inputs for back-of-the-envelope cash flow calculations (conservative)

Assumptions	
Au Grade [g/t]	5
Ag Grade [g/t]	100
Au Recovery [%]	0.9
Ag Recovery [%]	0.6
Au Price [US$/oz]	5000
Ag Price [US$/oz]	75
Value per ton]	868.07
Annual Throughput [t]	24000

Source: Couloir Capital

Margin Scenarios		
Operating cost [US$/t]	**Margin [US$/t]**	**FCF [US$]**
300	568	13,633,668
400	468	11,233,668
500	368	8,833,668
600	268	6,433,668
700	168	4,033,668
800	68	1,633,668
900	-32	-766,332

Peer Comparison

The peer group was selected based on several key criteria. Comparable companies are primarily focused on silver and/or gold exploration projects, with flagship assets predominantly located in Mexico, and are not yet generating cash flow from operating mines.

Pinnacle Silver and Gold's flagship asset, El Potrero, is a gold-silver project in Durango, Mexico that remains at an exploration and development stage. As such, it is appropriate to benchmark the company against peers with similarly staged assets in comparable jurisdictions. Companies that have reached production and are generating cash flow were excluded, as comparing producing companies to exploration-stage or developing firms provides limited analytical value.

The final peer group comprises a diversified set of silver-focused exploration companies, including Pinnacle Silver and Gold, all of which are at the exploration or development stage and have similar geographic exposure.

As Pinnacle Silver and Gold does not yet have a published mineral resource estimate (MRE), the primary valuation metric used for comparison is enterprise value per hectare of exploration land (EV/hectare). Enterprise value is calculated as market capitalization plus total debt minus cash and cash equivalents, based on the most recent financial disclosures and adjusted for any subsequent capital raises.

To improve comparability across projects at different stages of advancement, land areas were adjusted accordingly. For projects with an MRE, the total amount of hectares was left unchanged. For pre-MRE projects, the project area was multiplied by 1.5 to effectively increase the land base and reduce the EV/hectare multiple, reflecting higher geological uncertainty. For projects that have reached the preliminary economic assessment (PEA) stage, their land areas were multiplied by 0.9, reducing the effective land base and increasing the EV/hectare multiple to reflect greater technical confidence. For projects with an existing FS, the area was multiplied by 0.7.

Table 8: Enterprise value to land package ratio calculations for the peer group

Company	Asset	State	Stage	Area [ha]	MCAP [MUS$]	FX	Debt [M$]	Cash & Eqiv. [M$]	EV [MU$]	EV / Adj. Area	Date	PP
Silver Viper Minerals	La Virginia	Sonora	MRE	6882	84.674	CAD	0.718	20.218	65.174	0.00631	9/30/25	17
Capitan Silver	Cruz de Plata (Jesus Maria / Capitan Hill)	Durango	MRE	4700	267.331	CAD	3.501	29.952	240.88	0.03417	12/31/25	6
GR Silver Mining	Plomosas / San Juan / San Marcial	Sinaloa	MRE	44250	169.943	CAD	1.785	32.39	139.338	0.00210	9/30/25	20
Regency Silver	Dios Padre	Sonora	MRE	728	14.887	CAD	0.522	9.583	5.826	0.00534	9/30/25	8.35
Defiance Silver	Zacatecas Projects, Tepal	Zacatecas, Michoacán	MRE	7571	94.004	CAD	1.19	10.5	84.694	0.00746	12/31/25	
Kootenay Silver	Promontorio, La Cigarra, Columba	Sonora, Chihuahua	MRE	11329	140.401	CAD	0.361	38.826	101.936	0.00600	9/30/25	18
Silver Bull Resources	Sierra Mojada	Coahuila	MRE	6496	15.281	CAD	11.8726	1.335	25.81878	0.00265	1/31/26	0.7252
Vizsla	Copala, Panuco*	Sinaloa	FS	6754	1600	CAD	537.932	502.971	1634.961	0.34582	1/31/26	
Masivo Silver Corp	Cerro Colorado & Valle del Cobre	Sonora	Pre-MRE	2184	8.484	CAD	0.382	1.217	7.649	0.00233	12/31/25	
Zacatecas Silver	Panuco South	Sinaloa	Pre-MRE	7826	16.704	CAD	10.244	2.761	24.187	0.00206	9/30/25	
Southern Silver Exploration Corp	Cerro Las Minitas / Nazas Project	Durango / Jalisco	PEA / Pre-MRE	29737	239.857	CAD	1.388	18.291	222.954	0.00625	1/31/26	
Pacifica Silver	Claudia	Durango	Pre-MRE	11876	77.55	CAD	1.204	28.091	50.663	0.00284	12/31/25	20
Kingsmen Resources	Las Coloradas & Almoloya	Chihuahua	Pre-MRE	1711	36.011	CAD	0.231	17.971	18.271	0.00712	9/30/25	17.1
Tocvan Ventures Corp	Gran Pilar	Sonora	Pre-MRE	2278	65.35	CAD	2.35	10.791	56.909	0.01665	11/30/25	10
Pinnacle Silver & Gold	**El Potrero**	**Durango**	**Pre-MRE**	**1074**	**16.7**	**CAD**	0.311	1.782	15.229	0.00945	1/31/26	
Minaurum Gold / Silver	Alamos Silver	Sonora	MRE	37928	204.425	CAD	1.356	33.301	172.48	0.00455	7/31/25	25
Apollo Silver	Cinco de Mayo	Chihuahua	Pre-MRE	25000	226.191	CAD	0.767	59.202	167.756	0.00447	11/30/25	27.5
Chesapeake Gold	Metates	Durango	MRE	14727	277.557	CAD	12.117	30.407	259.267	0.01760	9/30/25	20
Mithril Silver & Gold	Copalqin District + La Dura	Durango	MRE	9052	66.524	CAD	1.995	14.4569	54.06155	0.00597	12/31/25	0.979
Silver Wolf Exploration	Ana Maria	Durango	Pre-MRE	2549	7.823	CAD	0.659	2.229	6.253	0.00164	9/30/25	2.125

Source: Couloir Capital

Based on the above calculations, Pinnacle Silver and Gold have an EV / Adj. Area of 0.00945 compared to the peer group average of 0.02454. That implies that Pinnacle Silver and Gold remain relatively undervalued compared to their peer group and maintain significant upside. Based on the calculated ratio, the firm has an upside potential of 196% (at $0.11 per share) relative to its peer group, or a target share price of $0.33 per share.

Jurisdiction Overview

The Fraser Institute conducts an annual mining survey that evaluates jurisdictions worldwide, at both national and regional levels, based on a range of criteria to produce an "Investment Attractiveness Index (IAI)." This index is calculated by combining two components: the Policy Perception Index (PPI), which assesses the attractiveness of mining policies (40% weight), and the Best Practices Mineral Potential Index, which evaluates mineral potential (60% weight). The survey is based on the views and perceptions of industry professionals, who assess factors such as regulatory uncertainty, the legal framework, and political stability.

In the latest edition of the survey, Mexico's ranking has improved from 49th (out of 82) to 36th (out of 68). The increase in the overall score can largely be attributed to a rise in mineral potential; however, investor concerns around policy, security, political stability, and the availability of skilled labour remain. Mexico currently ranks as the 7th-largest gold producer globally (and the world's largest silver producer) and is well ahead of other major gold-producing regions such as Ghana, China, and Peru.

Table 9: Fraser Institute and World Bank ranking of major gold mining jurisdictions

Country	2024 Production	% of Total	Fraser	World Bank
China	12,223,696	11.1%	68	31
Russian Federation	10,609,731	9.6%	NA	28
Australia	9,130,799	8.3%	22	14
Canada	6,497,656	5.9%	24	23
United States	5,079,811	4.6%	21	6
Ghana	4,520,388	4.1%	53	118
Mexico	**4,510,743**	**4.1%**	**36**	**60**
Indonesia	4,504,313	4.1%	35	73
Peru	4,401,431	4.0%	42	76
Uzbekistan	4,150,655	3.8%	NA	69
RoW	44,798,785	40.6%	NA	NA
Total Mine Production	110,428,009			

Source: Gold Org, World Bank, Fraser Institute, Couloir Capital

Mexico and the state of Durango, where the El Potrero project is located, are well-established mining jurisdictions with long histories. This helps establish a framework for due process in permitting exploration and mining projects and has ingrained the mining sector in the country's economy, giving it wider acceptance among the population that seeks the economic benefits of a well-run mining operation. With current high silver and gold prices, local populations and the government alike are eager to see projects advance and bring well-paying jobs to the region and associated tax payments into the government's coffers.

Management and Board of Directors Overview

The biographies of key management individuals are outlined in Appendix 1 at the end of this report.

Company Financials

At the time of its most recent financial report (31/01/2026), the firm had $1.8 million in cash, and shortly thereafter closed the second tranche of an ongoing financing for an additional $1.5 million, which was not reflected on the balance sheet at the reporting date. This cash position allows the firm to work towards restarting El Potrero without facing any immediate funding pressure to keep the lights on. The firm carries only minor short-term liabilities on its balance sheet ($ 0.3 million), and the second largest asset position is the firm's mineral properties, where acquisition costs are capitalized.

Table 10: Balance sheet extracts since 2021

	4/30/2021	4/30/2022	4/30/2023	4/30/2024	4/30/2025	7/31/2025	10/31/2025	1/31/2026
	2021 FY	**2022 FY**	**2022 FY**	**2024 FY**	**2025 FY**	**2026 FQ1**	**2026 FQ2**	**2026 FQ3**
Current Assets								
Cash and Cash Equivalents	2,865,416.	272,674.	323,771.	67,837.	149,570.	981,679.	367,177.	1,782,411.
Marketable Securities	524,069.	17,625.	825.	NA	295,829.	55,489.	50,096.	29,182.
Receivables	39,646.	113,931.	11,639.	16,118.	17,184.	25,708.	20,044.	16,586.
Subscription Receivable	NA	NA	183,357.	NA	NA			
Prepaid Expenses	153,849.	134,022.	1,107.	56,012.	48,499.	69,783.	119,192.	113,606.
Total Current Assets	3,582,980.	538,252.	520,699.	139,967.	511,082.	1,132,659.	556,509.	1,941,785.
Noncurrent Assets								
Right of Use Assets	5,139.	NA	NA	NA	NA			1244525
Mineral Properties	1,890,509.	607,321.	601,321.	601,321.	695,205.	695,205.	1,228,017.	
Equipment	51,392.	51,342.	NA	NA	NA			
Long-term Receivables	NA	NA	NA	NA	32,055.	64,952.	166,243.	202,721.
Total Assets	5,530,020.	1,196,915.	1,122,020.	741,288.	1,238,342.	1,892,816.	1,950,769	3,389,031.
Current Liabilities								
Accounts Payable and Accrued Liabilities	100,543.	434,019.	513,991.	572,510.	498,777.	540,464.	317,927.	311,860.
Related Party Payables	108,240.	151,083.	6,974.	11,860.	262,431.	155,463.	92,663.	
Promissory Note Payable	NA	20,600.	NA	NA	NA			
Loan Payable	NA	NA	40,000.	NA	NA			
Lease Liability	5,925.	NA	NA	NA	NA			
Flow through Premium	250,000.	40,047.	NA	NA	NA			
Commitment to Issue Shares	NA	250,000.	NA	NA	NA			
Total Current Liabilities	464,708.	895,749.	560,965.	584,370.	761,208.	95,927.	NA	311,860.
Noncurrent Liabilities								
Loan Payable	40,000.	40,000.	NA	40,109.	NA	NA	NA	NA
Long-term Accounts Payables	NA	NA	40,000.	42,573.	NA	NA	NA	NA
Long-term Related Party Payables	NA	NA	141,413.	131,663.	NA	NA	NA	NA

Source: CapitalIQ

The income statement shows that 51% of incurred expenses are direct exploration expenditures, while administration costs and professional fees account for another 20% of spending. Administrative costs and professional fees indirectly contribute to exploration expenditure, as they include items such as travel to the site and consulting fees. Overall, an estimated 65% of expenses relate to exploration and development activities on the flagship property. A further 12% is spent on marketing services and shareholder information, which is crucial for a firm like Pinnacle Silver and Gold to maintain market presence, garner investor interest and ensure access to capital when required

Table 11: Income statement extracts since 2021

	2021 FY	2022 FY	2022 FY	2024 FY	2025 FY	2026 FQ1	2026 FQ2	2026 FQ3	Sum	%
Expenses										
Property Investigation	NA	NA	(90,897.)	NA	NA				(90,897.)	0.6%
Property Investigation Costs	NA	NA	NA	NA	(10,714.)	NA	NA		(10,714.)	0.1%
Marketing Services and Shareholders Info.	(379,629.)	(397,617.)	(281,352.)	(91,384.)	(398,966.)			(235,607.)	(1,784,555.)	12.3%
Professional Fees	(59,236.)	(90,728.)	NA	NA	NA	(83,222.)	(229,749.)		(462,935.)	3.2%
Professional & Listing Fees	NA	NA	(155,148.)	(310,722.)	(185,399.)	(20,132.)	(120,686.)	(50,021.)	(842,108.)	5.8%
Administration & office Costs	(484,200.)	(447,857.)	(340,545.)	(250,671.)	(260,059.)	(83,637.)	(103,208.)	(102,229.)	(2,072,406.)	14.3%
Exploration Expenditure	(2,866,964.)	(2,980,461.)	(354,286.)	(3,282.)	(132,691.)	(214,133.)	(243,752.)	(177,151.)	-6972720	48.0%
Stock based Compensation	(177,100.)	(7,800.)	NA	NA	(81,402.)	(7,884.)	(4,101.)	(2,170.)	-280457	1.9%
Depreciation of Right-of-use Assets	(13,130.)	(5,195.)	NA	NA	NA				-18325	0.1%
Write off of Mineral Properties	NA	(2,130,998.)	(6,176.)	NA	NA				(2,137,174.)	14.7%
Write-off of Equipment	NA	(15,368.)	(2,637.)	NA	NA				(18,005.)	0.1%
Realized Gain/loss on Marketable Securities	NA	NA	(3,300.)	NA	NA				(3,300.)	0.0%
Realized Gain on Marketable Securities	NA	NA	NA	515.	NA	52,454.	NA	(6,469.)	46,500.	-0.3%
Realized (Loss) on Marketable Securities	(33,756.)	(251,853.)	NA	NA	NA			9,086.	(276,523.)	1.9%
Unrealized Gain/(Loss) on Marketable Securities	(124,591.)	NA	7,100.	(515.)	97,536.	(82,839.)	(5,393.)		(108,702.)	0.7%
Unrealized Gain on Marketable Securities	NA	163,407.	NA	NA	NA				163,407.	-1.1%
Currency Translation Gain(Loss)	(19,995.)	4,003.	(33,553.)	245.	(6,650.)	17,127.	(19,077.)	(183,596.)	(241,496.)	1.7%
Other Income	NA	NA	46,616.	NA	NA	NA	89,542.	50,577.	186,735.	-1.3%
Transfer Agent & Filing Fees	(44,626.)	(32,063.)	(57,222.)	(52,152.)	(53,002.)	(28,167.)	(14,003.)	(48,763.)	(329,998.)	2.3%
Recovery of Flow-through Premium Liability	NA	250,000.	40,047.	NA	NA				290,047.	-2.0%
Gain on Recovery of Exploration Expenditure	NA	NA	46,852.	20,043.	NA	NA	NA		66,895.	-0.5%
Gain on Settlement of Debt	NA	NA	100,933.	28,836.	NA				129769	-0.9%
Gain on Sale of Subsidiary	NA	NA	NA	NA	198,293.	NA	NA		198293	-1.4%
Gain on Disposal of Subsidiary	NA	3,230.	NA	NA	NA				3230	0.0%
Gain on Disposal of Equip.	NA	NA	26,188.	NA	NA				26,188.	-0.2%
Earnings before Taxes	(4,203,227.)	(5,939,300.)	(1,057,380.)	(659,087.)	(833,054.)	(450,433.)	(650,427.)	(746,343.)	(14,539,251.)	100.0%
Taxes and Other Expenses									0.	
Earnings of Discontinued Operations	2,072,948.	161,210.	NA	NA	NA				2,234,158.	
Net Income (Loss)	(2,130,279.)	(5,778,090.)	(1,057,380.)	(659,087.)	(833,054.)	(450,433.)	(650,427.)		(11,558,750.)	

Source: CapitalIQ

Ownership

Individuals and insiders at Pinnacle Silver and Gold own approximately 23% of the firm. This type of insider holding closely aligns management interests with those of all shareholders and is a welcome attribute. The retail investor crowd owns around 46% of the firm, and the free float of around 122 million shares helps to ensure adequate liquidity for investors seeking to enter or exit a position in the company.

Table 12: Holdings by Investor Type + Float Summary

Type	Common Stock Equiv. Held	% of Outstanding
Closely held	44,721,889	31.00%
Individuals / Insiders	33,180,756	23.00%
Public and Other	66,361,513	46.0%
	144,264,158	

Float Summary	
Float Exlcuded Shares	33,180,756
Free Float Shares	111,083,402
Shares Outstanding	144,264,158
Float %	77.00%
Options Outstanding	6,470,000
Warrants Outstanding	36,131,484
Finders Shares	137,589
Fully Diluted	187,003,231

Source: CapitalIQ

The firm has a fairly modest warrant overhang at present. With over 36 million warrants outstanding, the potential dilution to existing shareholders would be moderate if all warrants were exercised. This would also bring over $4 million in fresh cash to the treasury, which the firm could put towards restarting its project. At present, 74% of the issued warrants are at or near the money, making their exercise before expiry more likely. Potential dilution from option exercise is small; however, with a strike price of $0.05 for 4 million of the outstanding options, their exercise before expiry in 2029 is also likely.

Table 13: PINN Warrant + Option Schedule

Security Type	Number	Exercise Price	Expiry
Options	3,500,000	0.05	23/09/2029
	500,000	0.05	17 Apr 2029
	2,470,000	0.20	4 Feb 2029
Total Options	6,470,000		
Security Type	**Number**	**Exercise Price**	**Expiry**
Regular Warrants	13,131,368	0.10	7 Aug 2027
	7,632,500	0.06	25 Feb 2027
	2,617,334	0.12	27 Apr 2026
	2,583,333	0.05	29 May 2026
	3,812,586	0.20	18 Dec 2027
	5,457,746	0.20	02 Feb 2028
Finder Warrants	343,700	0.10	7 Aug 2027
	137,598	0.12	27 Apr 2026
	186,600	0.05	29 May 2026
	21,000	0.20	18 Dec 2027
	207,728	0.20	2 Feb 2028
Total Warrants	**36,131,493**		
Finders Units	137,589	0.09	27 Apr 2026
Grand Total	42,739,082		

Source: CapitalIQ

Conclusion

Pinnacle Silver and Gold is advancing its flagship El Potrero project in Durango, Mexico, towards production. El Potrero is a past-producing mine that reported head grades of 7-8 g/t Au and 170-200 g/t Ag with 100 tpd of processing capacity. With an estimated capital expenditure of $ 4.5 -5.0 million, El Potrero could be put back into production within 18 months. Our back-of-the-envelope scenario analysis in the 'Near-term cash flow potential' section indicates just how substantial free cash flows from the project might be. Additionally, the firm has only explored a fraction of the property, with the potential for greenfield and brownfield exploration upside remaining firmly intact. El Potrero is attractive to metals-trading and royalty companies alike and may offer non-dilutive funding to put the asset into production. We are initiating coverage of Pinnacle Silver and Gold with a positive outlook for the company over the next 12 months, assigning a BUY rating and a target price of $0.33. The company and its projects have several features that should be supportive of the share price:

- Near-term cash flow potential: The existing infrastructure at El Potrero, its location in a mining-friendly jurisdiction, the historically high ore grades and modest estimated capital expenditure to achieve production, give this asset excellent chances to be put into production within an 18-month period.
- The team at Pinnacle Silver and Gold has the relevant experience in bringing assets like El Potrero into production. It is familiar with the Mexican jurisdiction and navigating the local regulatory and legal landscape. Management will aim to replicate past successes by leveraging their relevant knowledge and industry network.
- The outlook for gold remains favourable. While trading recently has been volatile, the yellow metal has been trending up again. With widespread geopolitical uncertainty due to ongoing wars and resurging inflation fears, the outlook for gold remains supportive.
- Potential for non-dilutive funding: El Potrero may attract trading or royalty companies, which could provide the required funds to achieve production without any dilution to existing shareholders.
- Upside potential from exploration exists on the El Potrero property, as only 10% of the property has been investigated to date, and a comprehensive exploration campaign applying modern methods systematically has yet to be carried out. Drilling in and near the historical mines will test the continuity of mineralization laterally and at depth and delineate ore for extraction when mining operations are restarted.
- Management's interests are closely aligned with those of shareholders due to significant insider ownership. This benefits all shareholders, as the board and management are strongly incentivized to maximize shareholder value.
- Based on the valuation method used in this report and its underlying assumptions, we project a target price of $0.33 per share over the next 12-month period.

Risks

The following outlines some of the key risk considerations that investors should keep in mind when evaluating Pinnacle Silver and Gold as an investment opportunity:

- **Exploration risk:** The results from further exploration efforts, such as exploring for additional ounces of gold at the company's projects, may turn out to be less favourable than anticipated and could put downward pressure on the share price.
- **Production risk:** The production rates, the grade of the produced material, the cost of production and the required capital expenditures to restart operations may differ from their estimates and from the estimates used in this report. While these metrics may be lower or higher than expected, their impact on the economics of the project is considerable.
- **Commodity price risk:** The rise and fall of natural resource stocks, including junior mining companies, is usually tied to some degree to the price of the underlying commodity. In the case of Pinnacle Silver and Gold, the principal underlying commodity is gold, for which we have outlined a long-term price floor in this report. The reader is cautioned, however, that prices may fall well below that level in the short and medium term and that the company is highly levered to the price of gold and silver.
- **Wider market risk:** Like most other equities, Pinnacle Silver and Gold will be at the mercy of wider market fluctuations and will be affected by FED tapering, changes to the outlook for rate hikes and inflation and lingering concerns surrounding a downturn in economic activity.
- **Dilution of existing shareholders:** If non-dilutive funding options are not available, the company may have to issue further shares to cover expenditures, hence existing shareholders may face some degree of dilution. If market developments are favourable, the impact may be diminished; if the market developments are adverse, the impact may be accentuated.

Appendix 1 – Management and Board of Directors Biographies

Management

Robert Archer – President, CEO & Director

Robert Archer, is a Professional Geologist and seasoned mining executive with extensive international experience. He has served as CEO of Pinnacle Silver and Gold Corp. since January 2019 and as President since October 2021. Archer co-founded Great Panther Mining Limited, where he held leadership roles including CEO and President (2004–2017), guiding operations and strategic direction.

He has also held executive and director roles at several companies, including Cangold LimitedAdditionally, he has served as an independent director at Torchlight Innovations Inc. and Madoro Metals Corp. Earlier in his career, Archer worked with major mining firms such as Newmont Exploration of Canada Ltd. and Placer Dome Canada Ltd.. He holds a B.Sc. (Hons.) in Geology from Laurentian University.

David Cross – CFO & Corporate secretary

David Cross, is a Chartered Professional Accountant (CPA, CGA) with extensive experience in financial leadership across publicly listed resource and emerging companies. As of 2025, he serves as Chief Financial Officer of multiple firms, including Inflection Resources Ltd., Headwater Gold Inc., Canasil Resources Inc., Sendero Resources Corp., and Madoro Metals Corp.

He has also held long-standing roles as CFO and Corporate Secretary of Pinnacle Silver and Gold Corp. and CFO of International Tower Hill Mines Ltd. Over his career, Cross has served in senior financial positions at numerous companies, including Alaska Energy Metals Corporation and NOA Lithium Brines Inc. He is a partner at Cross Davis & Company LLP, specializing in accounting, governance, and regulatory compliance.

Board

Colin Jones – Director

Colin Jones, B.Sc (Earth Sciences), has extensive experience as a mining, exploration, and consulting geologist across diverse geological settings worldwide. He has strong expertise in evaluating project capital and operating costs, cash flow modeling, and financial analysis for investment decisions, including advisory roles to banks as an Independent Geologist. Mr. Jones works as an independent geological consultant and serves as Principal Consultant at Orimco Pty Ltd.

He has held senior roles globally, including Executive Vice President at Dundee Corporation, Partner and Audit Manager at RSG Global (1998–2006), and Exploration Manager at Freeport Indonesia (1994–1998). His board experience includes serving as Independent Director for several resource companies, including BULGOLD Inc. since 2023 and Pinnacle Silver and Gold Corp. since 2019. He is a member of the Australasian Institute of Mining and Metallurgy and holds a Bachelor of Science from Massey University, New Zealand.

David Salari – Independent Director

David Salari, P.Eng., QP ("Dave"), is a metallurgical engineer with more than 45 years of global experience in mining and mineral processing. He currently serves as Chief Operating Officer of Strategic Graphite Limited and previously held COO roles at BacTech Environmental Corporation (2011–2014), General Metals Corporation (2006–2009), and RECOV Energy Corp. He also acted as Technical Consultant to NWM Mining Corporation.

Mr. Salari specializes in the design, supply, and commissioning of processing systems for gold, silver, base metals, and industrial minerals. Notably, he managed the construction and startup of a 4,000 TPD cyanide heap leach operation at the Plum Mine in Nevada. In 2004, he founded D.E.N.M. Engineering Ltd., where he serves as President and CEO.

Earlier, he was Vice President at MPE International Inc. (1986–2004) and worked at Placer Development Ltd. He is a registered Professional Engineer in Ontario and holds a BASc from the University of Toronto.

Ronald Schmitz – Independent Director

Ronald Schmitz ("Ron") is Chief Executive Officer and Director of Global UAV Technologies Ltd. since January 30, 2026, having previously served as an Independent Director from October 2025. He has extensive leadership experience across public companies, including roles as CEO and Company Secretary of Winfield Resources Ltd. (2022–2025) and CEO and Corporate Secretary of Yerba Brands Corp. (formerly Kona Bay Technologies Inc.).

Mr. Schmitz also serves as Chief Financial Officer and Secretary of Ocean Shore Capital Corp. and is a Director of several firms, including Clarity Metals Corp. and Pinnacle Silver and Gold Corp. He has held numerous senior financial roles, including CFO positions at Big Ridge Gold Corp., Forum Energy Metals Corp., and NV Gold Corporation.

Since 1995, he has been Principal and President of ASI Accounting Services Inc. A seasoned executive, he has served as a director or officer of multiple public companies since 1997. He holds an Associate of Commerce from Vancouver Island University.

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The analyst is recommending that investors tender to a specific offering for the company's stock.

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Medium-High Risk: Typically, mid to large-cap companies have a medium to high investment risk. These companies will often form part of the broader senior stock market indices or sector-specific indices. These companies are only appropriate for investors who have a medium to high tolerance for risk and volatility and who are prepared to accept general stock market risk including the risk of a temporary or permanent loss of some of their investment capital

Moderate Risk: Large to very large cap companies with established earnings who have a track record of lower volatility when compared against the broad senior stock market indices. These companies are only appropriate for investors who have a medium tolerance for risk and volatility and who are prepared to accept general stock market risk including the risk of a temporary or permanent loss of some of their investment capital.

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