

Northisle Copper and Gold Inc. (NCX-V)

Active Infill Drill Programme Ahead of Prefeasibility Study

Northisle Copper and Gold is advancing its 100%-owned **North Island Project**, a large copper-gold deposit located on Vancouver Island in BC, Canada (fig2). A February 2025 PEA outlined a staged open pit mine capable of delivering ~80MMlbs of copper and 140,000oz of gold annually over a 29-year minelife.

Recent Exploration: yesterday, Northisle reported additional assay results from the current infill drill programme at Northwest Expo (fig2). Highlights included:

- NW25-61: **101.7 metres grading 1.18g/t eqAu**
- NW25-57: **117.0 metres grading 1.50g/t eqAu**
- NW25-54: **75.0 metres grading 1.37g/t eqAu**
- NW25-53: **107.7 metres grading 1.20g/t eqAu**
- NW25-52: **115.6 metres grading 1.22g/t eqAu**
- NW25-46: **102.0 metres grading 0.55g/t eqAu**

Northisle has completed just under 8,500 metres at Northwest Expo as part of the current infill programme. Infill results have confirmed prior drilling as well as identified additional high-grade zones of gold-rich porphyry-style mineralization. An updated mineral resource estimate (MRE) is expected this summer, and completion of a prefeasibility study (PFS) by year-end. Northwest Expo provides an attractive starter pit with its higher gold grades, before the larger Hushamu pit (fig3) is developed later in the mineplan.

Coffers Topped Up: in early March, Northisle raised gross proceeds of \$115 million from a private placement at C\$3.05/sh. The financing included \$5 million from royalty/streamer Wheaton Precious Metals (WPM-T, NR).

Other Corporate News: in late February, the company reported that its North Island project had been accepted into the Critical Minerals Office (CMO) of the BC Government. The CMO was set up to identify projects in the province that could benefit from streamlined environmental and mine permitting.

Valuation: Our fair value assessment of a potential mining operation at North Island suggests that Northisle shares represent an attractive investment opportunity at current price levels. We believe further studies are likely to generate improved economics for North Island and create additional value for shareholders. Despite the recent share dilution, our valuation is unchanged at this time, and we maintain our \$5.00 target price and **BUY** rating on NCX shares.

Update

BUY (unch.)	C\$5.00 (unch.)		
Recent/Closing Price	C\$2.99		
12-month Target Price	C\$5.00		
Potential Return	67%		
52 Week Price Range	C\$0.65 - C\$3.55		
Estimates			
YE: Dec 31	FY24	FY25E	FY26E
Revenue (\$MM)	\$0	\$0	\$0
Cash Flow (\$MM)	(\$12)	(\$11)	(\$8)
Valuation			
P/CF	n.m.	n.m.	n.m.
NAV	C\$6.85		
P/NAV	0.4x		

Stock Data (C\$MM)

Shares O/S (MM)	332
Mgmt/Insiders	10%
Market Cap	\$719
LT Debt (Corporate)	\$0
Working Capital	\$130
Enterprise Value	\$589

Reserves & Resources

2P Reserves	-	Blb eqCu
M+I Resources	3.1	Blb eqCu
M+H+I Resources	3.7	Blb eqCu

About the Company

Northisle is focused on the advancement of its copper-gold projects on Vancouver Island in BC. A 2025 PEA outlined a phased development of an open pit mine capable of delivering +150MMlb/yr of eqCu (+300Koz/yr eqAu)

All prices in C\$ unless otherwise stated

Stock Performance



Investment Thesis...Emerging Mid-Tier Producer

In our view, NorthIsle C&G has above average potential to successfully transition into a mid-sized gold-copper producer at North Island in BC.

Valuation Methodology

Our favored valuation method for base and precious metals producers is a price-to-net-asset-value (P/NAV) multiple based on a discounted cash flow (DCF) model constructed using our estimates of the parameters of existing or potential mining operations. Our long-term price assumption starting in 2029 are US\$3,250/oz for gold and US\$4.50/lb for copper.

Future year cash flows are then discounted using a base rate of 5%, to which a risk premium is added, depending on the overall political risk the company's assets are exposed to. NorthIsle's asset exposure to BC is considered low risk, thus no premium is added, however until we see the next economic study we employ a higher 8% discount rate.

Fig 1 Net Asset Value (NAV) Breakdown: NorthIsle Copper & Gold

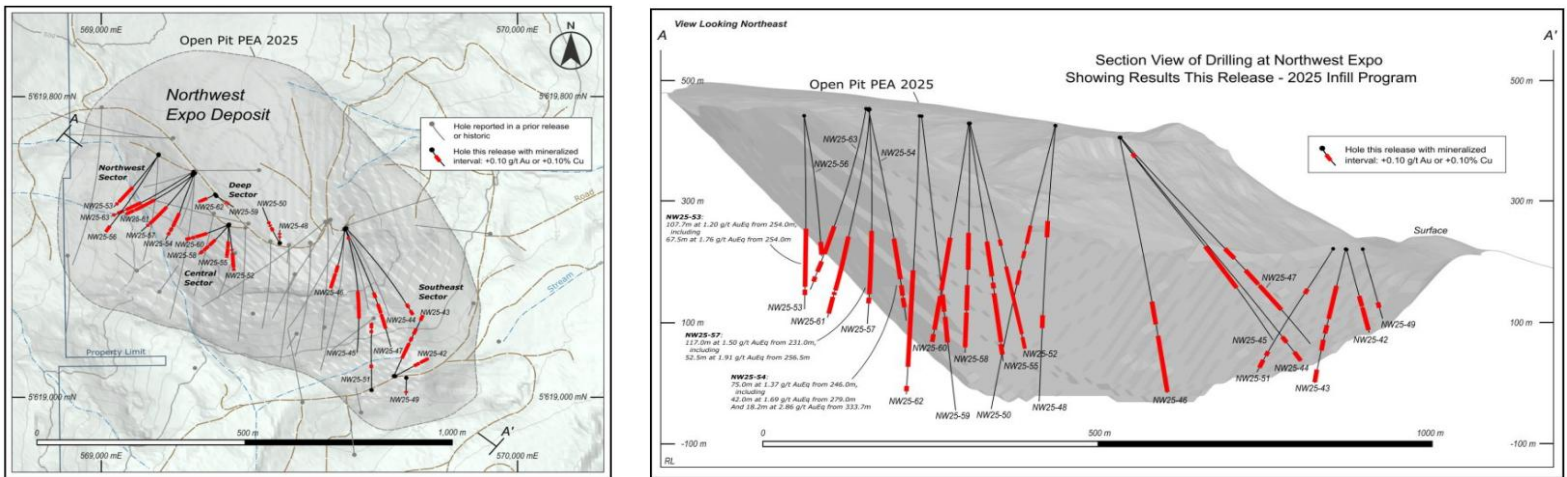
	<u>Discount</u>		<u>Value</u>	<u>Per Share (C\$/sh)</u>		
	<u>Rate</u>	<u>Ownership</u>	C\$MM	<u>2026E</u>	<u>2027E</u>	<u>2028E</u>
North Island (BC)	8%	100%	\$3,027	\$6.57	\$6.84	\$7.39
OPERATING ASSETS			\$3,027	\$6.57	\$6.84	\$7.39
Working Capital			\$130	\$0.28	\$0.15	\$0.10
LT Debt (corporate only)			\$0	\$0.00	\$0.00	\$0.00
CORPORATE ASSETS			\$130	\$0.28	\$0.15	\$0.10
NET ASSET VALUE			\$3,157	\$6.85	\$6.99	\$7.49

Source: Beacon Securities' estimates

In Fig. 1 we provide forward-looking NAV/sh estimates to show how the company's NAV is forecast to change over the next few years. For mid-tier producers, we employ a target range of 0.50-1.50x P/NAV. For NorthIsle, the early stage (PEA only) we employ a target P/NAV multiple of 0.60x. Applying this target multiple on our 2026 NAV estimate suggests a fair value of \$4.00/sh.

On a forward-looking P/CF multiple basis, we forecast NorthIsle could generate CFPS of US\$1.82/sh in FY2032 (our estimated first full year of operation) at North Island. Discounting back to 2026 at 20% p.a. and applying our target multiple of 6.0x P/CF, which is the towards the lower end of our 5x-12.5x target range for mid-tier producers, suggests a fair value of \$6.00/sh. Using the fair values outlined above, and an equal weighting between P/NAV, and P/CF metrics generates our 12-month target price of \$5.00/sh.

Fig 2 Plan and Cross-section: Northwest Expo Starter Pit

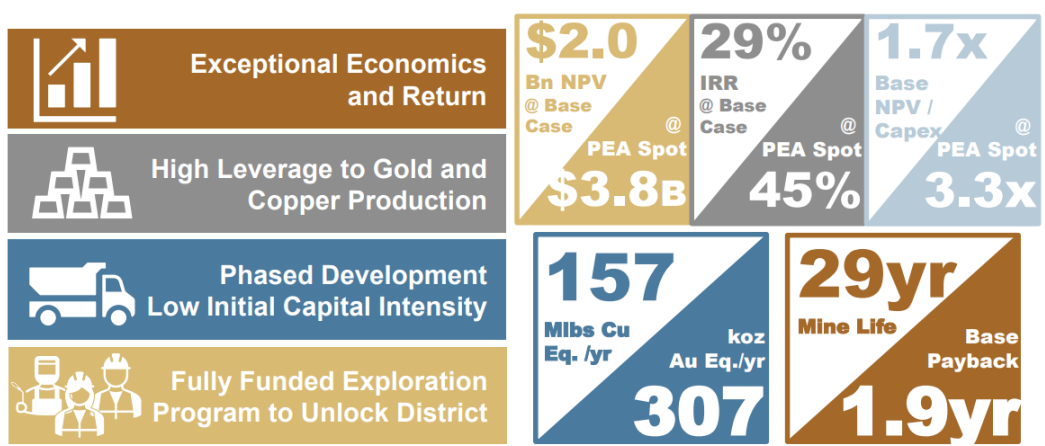


Source: company reports

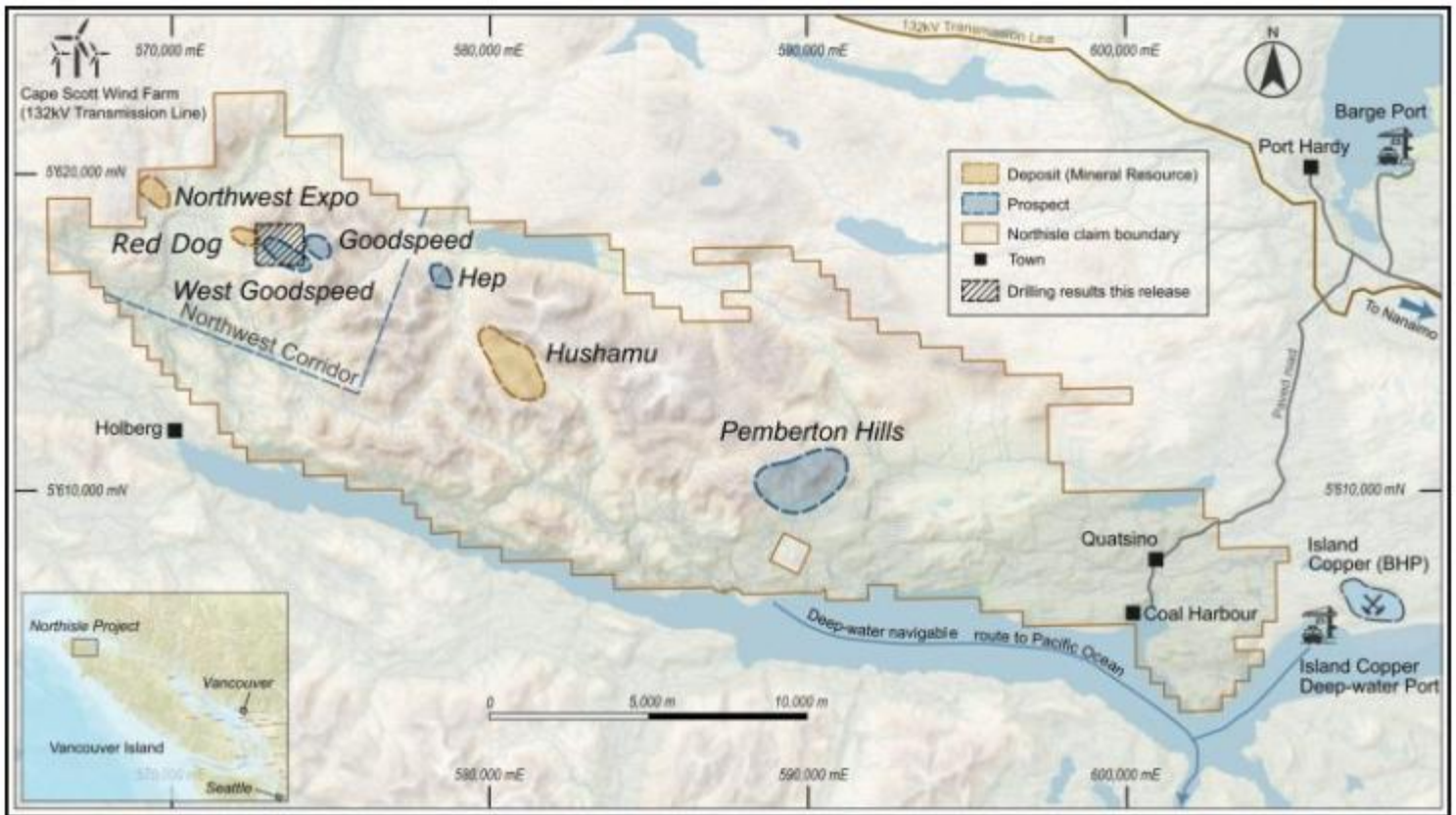
Fig 3 Current Resources: North Island Project (BC)

	Grade						Contained Metal					NSR (\$/T)
	Tonnes (000 T)	Cu (%)	Au (g/t)	Mo (ppm)	Re (ppm)	Cu Eq. (%)	Cu mm lbs	Au 000s oz	Mo mm lbs	Re 000 lbs	Cu Eq. mm lbs	
Indicated												
Hushamu	777,749	0.16%	0.21	87	0.49	0.29%	2,663	5,326	149	847	5,034	23.00
Red Dog	83,129	0.18%	0.25	n/a	n/a	0.35%	336	679	0	0	650	33.14
Northwest Expo	45,044	0.11%	0.64	n/a	n/a	0.65%	108	933	0	0	646	54.15
Total Indicated	905,922	0.16%	0.24	75	0.42	0.31%	3,107	6,939	149	847	6,330	25.48
Inferred												
Hushamu	168,459	0.13%	0.16	66	0.40	0.23%	472	860	24	147	852	17.77
Red Dog	9,808	0.14%	0.18	n/a	n/a	0.26%	30	56	0	0	56	24.18
Northwest Expo	35,611	0.09%	0.53	n/a	n/a	0.53%	69	609	0	0	412	44.88
Total Inferred	213,878	0.12%	0.22	52	0.31	0.28%	571	1,525	24	147	1,320	22.58

Source: company reports

Fig 4 FEB 2025 PEA: North Island Project


Source: company reports

Fig 5 Location Map: North Island Project (Vancouver Island, BC)


Source: company reports

Appendix: Summary Financials

Northisle Copper and Gold Inc.	Beacon Securities Limited
Symbol NCX-V	Share Price \$2.99
Stock Rating BUY	Shares O/S (MM) 331.7 Float (MM) 292.2
Price Target \$5.00	Mkt Cap (\$MM) 992
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INCOME STATEMENT		FY24	FY25e	FY26e
Revenues	C\$MM	-	-	-
Operating Costs	C\$MM	-	-	-
EBITDA	C\$MM	(18.4)	(12.5)	(9.0)
DD&A	C\$MM	0.2	0.2	0.2
EBIT	C\$MM	(18.6)	(12.7)	(9.2)
Interest Expense	C\$MM	(0.4)	(0.4)	-
EBT	C\$MM	(12.3)	(12.8)	(8.2)
Taxes/Recovery	C\$MM	-	-	-
Net Income (reported)	C\$MM	(18.2)	(12.3)	(9.2)
Non-Recurring Items/Other	C\$MM	5.8	(2.0)	-
Net Income (operating)	C\$MM	(13.1)	(10.8)	(8.2)
Shares o/s (wgt avg.)	MM	285.7	350.0	450.0
EPS (operating)	\$/sh	(\$0.05)	(\$0.03)	(\$0.02)
P/E Multiple	x	n.m.	n.m.	n.m.
Cash Flow (operating)	C\$MM	(12.1)	(10.6)	(8.0)
CFPS	\$/sh	(\$0.04)	(\$0.03)	(\$0.02)
P/CF Multiple	x	n.m.	n.m.	n.m.

Management		Other Directors	
Sam Lee	President & CEO, Director	Dale Corman - Chairman	
Kevin O'Kane	EVP - COO, Director	Jill Donaldson	
Nicholas Van Dyk	EVP - CFO & Corp. Secretary	Keena Hicken-Gaberria	
Dr. Pablo Herrera	VP Exploration	Alex Davidson	
Ian Chang	Technical Advisor, Projects		
Options	Avg. Price	Warrants	Avg. Price
9.0	\$0.61	-	-

BALANCE SHEET				
Cash & Equivalents	C\$MM	9.5	32.2	110.7
Total Current Assets	C\$MM	9.7	33.0	111.5
PP&E & Mining Interests	C\$MM	10.2	12.0	26.8
Other	C\$MM	0.2	0.2	0.2
Total Assets	C\$MM	20.1	45.2	138.5
Current Liabilities	C\$MM	3.2	5.0	1.5
Long Term Debt	C\$MM	-	-	-
Other LT Liabilities	C\$MM	0.1	0.1	-
Total Liabilities	C\$MM	3.3	5.1	1.5
S/Holder Equity	C\$MM	16.8	40.1	137.0
Total Liab. & S/Holder Equity	C\$MM	20.1	45.2	138.5
Working Capital	C\$MM	6.5	28.0	110.0

Recent Financings					
Date	Amount	Price	Type	Warrant	Expiry
MAR-2026	\$115.0	\$3.05	private placement	-	-
AUG-2025	\$35.0	\$1.05	cs + ft@1.61	-	-
AUG-2025	\$5.0	\$1.05	all to Wheaton PM	-	-



Source: company reports, Beacon estimates

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As at March 31, 2026	# Stocks	Distribution
Buy	65	75%
Speculative BUY	14	16%
Hold	2	2%
Sell	0	0%
Under Review	5	6%
Tender	1	1%
Total	87	100%

Buy	Total 12-month return expected to be >15%
Speculative Buy	Potential total 12-month return is high (>15%) but given elevated risk, investment could result in a material loss
Hold	Total 12-month return expected to be between 0% and 15%
Sell	Total 12-month return expected to be negative
Under Review	No current rating/target
Tender	Clients are advised to tender their shares to takeover bid or similar offer

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