

Copperstone Resources

Viscaria project going according to plan

- Q1 report due on Wednesday, 18 May
- Environmental permit application was submitted in Q1
- Company expects permit to be approved in mid-2023

Permit application submitted according to plan

Q1 marked an important milestone for Copperstone, as the company submitted its environmental permit application for the Viscaria project. The ~4,000-page document was handed in to the Land and Environmental Court in March, in accordance with the company's communicated timeline for submission, and Copperstone expects that the permit will be approved by mid-2023. Also, two directed rights issues of SEK 147.9m and 80.9m were completed during the quarter. Exact transaction costs were not disclosed, but we estimate these to amount to a combined SEK 3m.

Long-term Viscaria estimates unchanged

The only change made to our estimates is from adding our expected rights issue-related costs of SEK 3m. These are added as NRIs and do not affect adj. EBIT. Our long-term estimates for the Viscaria mine remain unchanged, where we estimate ~SEK 2.5bn in revenues and ~SEK 1.0bn in EBIT once Viscaria reaches its full run-rate. We have estimated, somewhat conservatively, that the first revenues from Viscaria will come in H1'24 (company expects H2'23), and we estimate '24e sales and EBIT of SEK 592m and SEK 190m, respectively. While there are still several hurdles to clear before mining operations can begin, such as getting the permit approved and securing financing, the submission of the permit application on time was a step in the right direction that we argue slightly de-risks our Viscaria estimates.

The timeline ahead

Now the permit application needs to move through the Swedish Land and Environmental Court's process and, if needed, the following appeal courts. The company expects an approval in mid-2023, but in the event of appeals or further required completion of the application, there is a risk of delays. As mentioned above, we have taken a slightly more conservative view on the timeline compared to company estimates.

Analyst(s): adrian.gilani@abgsc.se, +46 8 566 286 92
 olof.cederholm@abgsc.se, +46 8 566 286 22

SEKm	2020	2021	2022e	2023e	2024e
Sales	0	0	0	0	592
EBITDA	-9	-12	-11	-48	331
EBITDA margin (%)	nm	nm	nm	nm	55.9
EBIT adj	-9	-13	-8	-118	190
EBIT adj margin (%)	nm	nm	nm	nm	32.1
Pretax profit	7	-16	-15	-146	145
EPS rep	0.01	-0.02	-0.01	-0.10	0.08
EPS adj	0.01	-0.01	-0.01	-0.10	0.08
Sales growth (%)	na	na	na	na	na
EPS growth (%)	145.2	-239.0	27.4	-694.8	181.1

Source: ABG Sundal Collier, Company data

Reason: Preview of results

Commissioned research

Not rated

Estimate changes (%)

	2022e	2023e	2024e
Sales	0.0%	0.0%	0.0%
EBIT (rep)	-37.5%	0.0%	0.0%
EPS (rep)	-21.4%	3.9%	-1.7%

Source: ABG Sundal Collier

Share price (SEK)	25/04/2022	1.2
Fair value range (per share)		1.1-2.4

Metals & Mining, Sweden
 COPPB.ST/COPPB SS

MCap (SEKm)	1,307
MCap (EURm)	127
Net debt (EURm)	-19

No. of shares (m)	1,117
Free float (%)	89
Av. daily volume (k)	31

Next event Q1 report: 18 May

Performance



	1m	3m	12m
Absolute (%)	-1.8	-1.7	35.4

Source: FactSet

	2022e	2023e	2024e
P/E (x)	-95.2	-12.0	14.8
P/E adj (x)	-119.0	-12.0	14.8
P/BVPS (x)	2.05	1.93	1.51
EV/EBITDA (x)	-122.9	-53.9	10.7
EV/EBIT adj (x)	-169.0	-21.9	18.5
EV/sales (x)	nm	nm	5.96
ROE adj (%)	-1.8	-16.5	11.3
Dividend yield (%)	0	0	0
FCF yield (%)	-8.4	-70.7	-43.9
Lease adj. FCF yld (%)	-8.4	-70.7	-43.9
Net IB debt/EBITDA	18.0	-13.3	3.6
Lease adj. ND/EBITDA	27.2	-12.9	3.5

Please refer to important disclosures at the end of this report

This research product is commissioned and paid for by the company covered in this report. As such, this report is deemed to constitute an acceptable minor non-monetary benefit (i.e. not investment research) as defined in MiFID II.

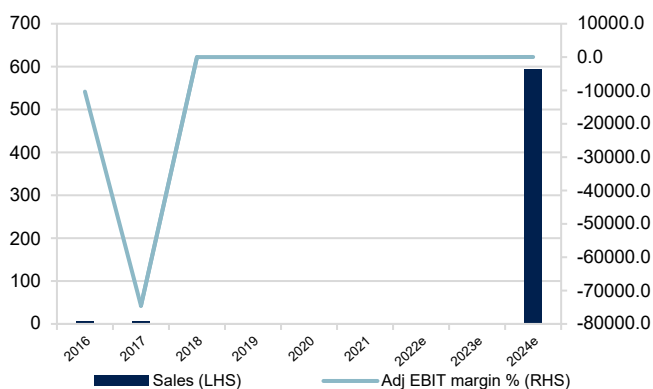
Company description

Copperstone Resources AB ("Copperstone") is a Swedish mineral exploration company with a focus on base and precious metals. The company has made a copper discovery in Arvidsjaur and acquired the Viscaria copper project in the recognised mining district of Kiruna in northern Sweden, and now targets becoming a metal production company, with the ambition to achieve first production by H2'23. The stock has been listed on the Nasdaq First North Growth Market since 2011, with c. 8,900 shareholders.

Risks

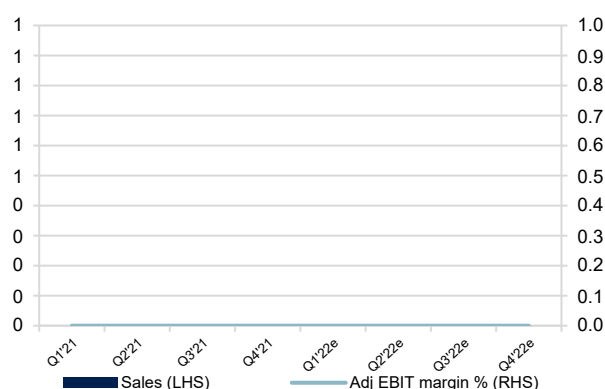
Weaker demand for Cu in the global market. Protracted process of obtaining acceptance from the land- and environmental permit. Higher than expected costs.

Annual sales and adj. EBIT margin SEKm



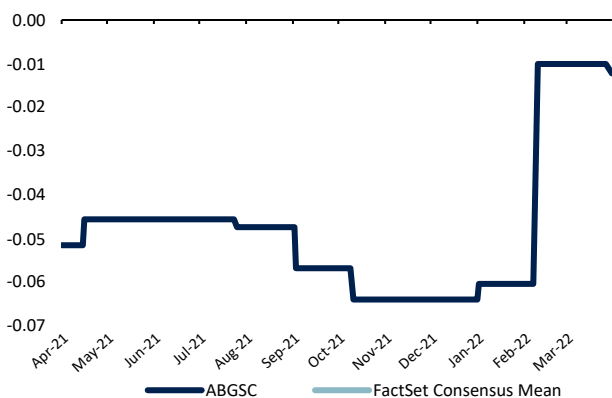
Source: ABG Sundal Collier, Company data

Quarterly sales and adj. EBIT margin



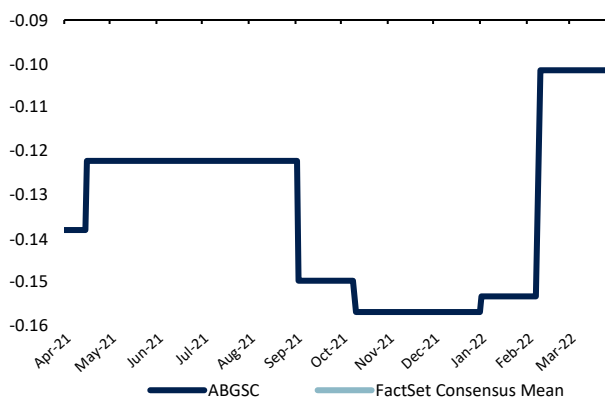
Source: ABG Sundal Collier, Company data

EPS estimate changes, 2022e, SEK



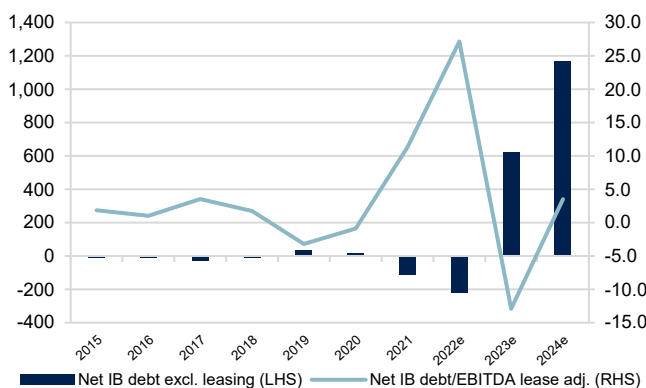
Source: ABG Sundal Collier, FactSet

EPS estimate changes, 2023e, SEK



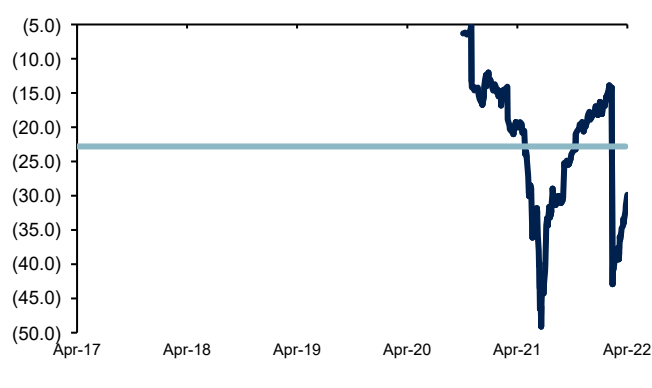
Source: ABG Sundal Collier, FactSet

Lease adj. net debt and ND/EBITDA



Source: ABG Sundal Collier, Company data

12-month forward-looking P/E



Source: ABG Sundal Collier, Company data

Mineral resource portfolio per project

Resource area	Classification	Mineral (kt)	Cu grade (%)	Copper (kt)	Fe grade (%)	Iron (kt)	Zn grade (%)	Zinc (kt)	Au grade (g/t)	Gold (t)	Ag grade (g/t)	Silver (t)	Pb grade (%)	Lead (kt)
A Zone	Measured	14,440	1.7%	240.0										
	Indicated	4,690	1.2%	57.2										
	Inferred	2,480	1.0%	25.5										
Subtotal A Zone		21,610	1.5%	322.7										
B Zone	Measured	120	1.3%	1.6										
	Indicated	4,120	0.7%	29.7										
	Inferred	15,410	0.8%	118.7										
Subtotal B Zone		19,650	0.8%	150.0										
D Zone	Measured													
	Indicated	12,770	1.3%	169.5	28.07%	3,585								
	Inferred	4,930	1.2%	58.2	29.43%	1,451								
Subtotal D Zone		17,700	1.3%	227.7	28.45%	5,036								
Fe Domain	Measured													
	Indicated	10,950	0.2%	21.9	25.76%	2,821								
	Inferred	4,120	0.1%	6.1	27.42%	1,130								
Subtotal Fe Domain		15,070	0.2%	28.0	26.22%	3,951								
Total Viscaria		74,030	1.0%	728.4	27.42%	8,987								
Granliden & Svartliden	Measured													
	Indicated													
	Inferred	26,400	0.4%	114.0			0.12%	32.4	0.08	2	5.87	155		
Total Arvidsjaur		26,400	0.4%	114.0			0.12%	32.4	0.08	2	5.87	155		
EVA		5,200	0.25%	13.0			2.40%	125	0.96	5	38	198	0.37%	19
Smedjebacken		900					3.00%	27			21	19	2.44%	22

Source: ABG Sundal Collier, company data

Mineral resource value per project as of 25 April 2022

Resource value (Viscaria + Granliden + Svartliden)	Copper resources (kt)	Iron resources (kt)	Copper value (SEKm)	Iron value (SEKm)	Other mineral value (SEKm)	Total mineral value (SEKm)
Viscaria						
Measured	242		23,608			23,608
Measured + indicated	520	6,406	50,802	9,430		60,232
Measured + indicated + inferred	728	8,987	71,175	13,230		84,405
Arvidsjaur (Granliden & Svartliden)						
Measured						
Measured + indicated						
Measured + indicated + inferred	114		11,139		3,969.7	15,109
Resource value (historic resources) (EVA + Tvistbo)						
Arvidsjaur						
EVA	1,270	5,391	3,253	1,624	436	11,973
Smedjebacken						
Tvistbo		1,164		156	504	1,825

Source: ABG Sundal Collier, company data, FactSet

Rough approximation of the Viscaria project timeline

Event	2021				2022				2023				2024				2025			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Expl. concession K nr 7 confirmed																				
Permit application submission																				
Processing plant planning																				
Assumed permit approval																				
Sale of first copper																				
Processing plant construction																				
First copper from processing plant																				
Continued drilling (A, B and D zone)																				

Current quarter

Source: ABG Sundal Collier, company data

Income statement, quarterly

Income statement	Q1'20	Q2'20	Q3'20	Q4'20	Q1'21	Q2'21	Q3'21	Q4'21	Q1'22e	Q2'22e	Q3'22e	Q4'22e
Net sales	0	0	0	0	0	0	0	0	0	0	0	0
Capex for exploration	8	5	3	22	13	21	29	46	40	40	40	40
Other operating revenue	1	2	0	0	0	0	0	0	1	1	1	1
Total revenue	9	7	3	22	14	21	29	46	41	41	41	41
Opex	-10	-10	-5	-25	-18	-25	-32	-47	-46	-43	-43	-43
EBITDA	-2	-2	-2	-4	-5	-3	-3	-1	-5	-2	-2	-2
D&A	0	0	0	0	0	0	0	-3	0	0	0	0
EBIT	-2	-2	-2	-4	-5	-3	-3	-4	-5	-2	-2	-2
Net financials	0	2	-5	20	0	0	0	-1	-1	-1	-1	-1
Pretax profit	-2	0	-7	16	-5	-4	-3	-4	-6	-3	-3	-3
Tax	0	0	0	0	0	0	0	0	0	0	0	0
Net profit	-2	0	-7	16	-5	-4	-3	-4	-6	-3	-3	-3

Source: ABG Sundal Collier estimates, company data

Income statement, annual

Income statement	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Net sales	1	1	0	0	0	0	0	0	0	0	0	592
Capex for exploration	0	2	0	6	13	20	10	41	110	160	160	160
Other operating revenue	2	0	7	0	0	0	0	0	0	4	4	4
Total revenue	3	2	7	7	13	20	10	41	110	164	164	756
Opex	-11	-10	-8	-13	-20	-25	-21	-50	-122	-175	-212	-425
EBITDA	-8	-7	-1	-7	-8	-5	-11	-9	-12	-11	-48	331
D&A	-2	-8	0	-3	-1	0	-1	0	-3	0	-70	-141
EBIT	-11	-16	-2	-9	-8	-5	-12	-9	-15	-11	-118	190
Net financials	0	-3	-1	-4	0	5	-3	16	-1	-4	-28	-45
Pretax profit	-11	-19	-2	-14	-8	0	-15	7	-16	-15	-146	145
Tax	0	0	0	0	0	0	0	0	0	0	0	0
Net profit	-11	-19	-2	-14	-8	0	-15	7	-16	-15	-146	145

Source: ABG Sundal Collier estimates, company data

Copperstone Resources

Income Statement (SEKm)	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022e	Q2 2022e	Q3 2022e	Q4 2022e
Sales	0	0	0	0	0	0	0	0
COGS	0	0	0	0	0	0	0	0
Gross profit	0	0	0	0	0	0	0	0
Other operating items	-5	-3	-3	-1	-5	-2	-2	-2
EBITDA	-5	-3	-3	-1	-5	-2	-2	-2
Depreciation and amortisation	-0	-0	-0	-3	0	0	0	0
EBITA	-5	-3	-3	-4	-5	-2	-2	-2
EO items	-7	-2	0	0	-3	0	0	0
Impairment and PPA amortisation	0	0	0	0	0	0	0	0
EBIT	-5	-3	-3	-4	-5	-2	-2	-2
Net financial items	-0	-0	-0	-1	-1	-1	-1	-1
Pretax profit	-5	-4	-3	-4	-6	-3	-3	-3
Tax	0	0	0	0	0	0	0	0
Net profit	-5	-4	-3	-4	-6	-3	-3	-3
Minority interest	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	0	0	0	0	0	0
Net profit to shareholders	-5	-4	-3	-4	-6	-3	-3	-3
EPS	-0.01	-0.00	-0.00	-0.00	-0.00	-0.00	-0.00	-0.00
EPS Adj	0.00	-0.00	-0.00	-0.00	-0.00	-0.00	-0.00	-0.00
Total extraordinary items after tax	-7	-2	0	0	-3	0	0	0
Tax rate (%)	0	0	0	0	0	0	0	0
Gross margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
EBITDA margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
EBITA margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
EBIT margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
Pretax margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
Net margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
Growth rates Y/Y	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022e	Q2 2022e	Q3 2022e	Q4 2022e
Sales growth (%)	na	na	na	na	na	na	na	na
EBITDA growth (%)	-chg	-chg	-chg	+chg	-chg	+chg	+chg	-chg
EBIT growth (%)	-chg	-chg	-chg	+chg	-chg	+chg	+chg	+chg
Net profit growth (%)	-chg	-chg	+chg	-chg	-chg	+chg	+chg	+chg
EPS growth (%)	-chg	-chg	+chg	-chg	-chg	+chg	+chg	+chg
Adj earnings numbers	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022e	Q2 2022e	Q3 2022e	Q4 2022e
EBITDA Adj	2	-2	-3	-1	-2	-2	-2	-2
EBITDA Adj margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
EBITA Adj	2	-2	-3	-4	-2	-2	-2	-2
EBITA Adj margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
EBIT Adj	2	-2	-3	-4	-2	-2	-2	-2
EBIT Adj margin (%)	nm	nm	nm	nm	nm	nm	nm	nm
Pretax profit Adj	2	-2	-3	-4	-3	-3	-3	-3
Net profit Adj	2	-2	-3	-4	-3	-3	-3	-3
Net profit to shareholders Adj	2	-2	-3	-4	-3	-3	-3	-3
Net Adj margin (%)	nm	nm	nm	nm	nm	nm	nm	nm

Source: ABG Sundal Collier, Company data

Copperstone Resources

Income Statement (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Sales	0	0	0	0	0	0	0	0	0	592
COGS	0	0	0	0	0	0	0	0	0	0
Gross profit	0	0	0	0	0	0	0	0	0	592
Other operating items	-1	-7	-8	-5	-11	-9	-12	-11	-48	-261
EBITDA	-1	-7	-8	-5	-11	-9	-12	-11	-48	331
Depreciation and amortisation	-0	-3	-1	-0	-1	-0	-3	0	-70	-141
Of which leasing depreciation	0	0	0	0	0	0	0	0	0	0
EBITA	-2	-9	-8	-5	-12	-9	-15	-11	-118	190
EO items	0	0	0	0	0	0	-2	-3	0	0
Impairment and PPA amortisation	0	0	0	0	0	0	0	0	0	0
EBIT	-2	-9	-8	-5	-12	-9	-15	-11	-118	190
Net financial items	-1	-4	0	5	-3	16	-1	-4	-28	-45
Pretax profit	-2	-14	-8	-0	-15	7	-16	-15	-146	145
Tax	0	0	0	0	0	0	0	0	0	0
Net profit	-2	-14	-8	-0	-15	7	-16	-15	-146	145
Minority interest	0	0	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	0	0	0	0	0	0	0	0
Net profit to shareholders	-2	-14	-8	-0	-15	7	-16	-15	-146	145
EPS	-0.03	-0.12	-0.04	-0.00	-0.03	0.01	-0.02	-0.01	-0.10	0.08
EPS Adj	-0.03	-0.12	-0.04	-0.00	-0.03	0.01	-0.01	-0.01	-0.10	0.08
Total extraordinary items after tax	0	0	0	0	0	0	-2	-3	0	0
Leasing payments	0	0	0	0	0	0	0	0	0	0
Tax rate (%)	0	0	0	0	0	0	0	0	0	0
Gross margin (%)	100.0	100.0	100.0	nm	nm	nm	nm	nm	nm	100.0
EBITDA margin (%)	-3,085.4	-7,457.1	-69,900.0	nm	nm	nm	nm	nm	nm	55.9
EBITA margin (%)	-4,063.4	-10,358.2	-74,536.4	nm	nm	nm	nm	nm	nm	32.1
EBIT margin (%)	-4,063.4	-10,358.2	-74,536.4	nm	nm	nm	nm	nm	nm	32.1
Pretax margin (%)	-6,056.1	-14,964.8	-72,581.8	nm	nm	nm	nm	nm	nm	24.5
Net margin (%)	-6,056.1	-14,964.8	-72,581.8	nm	nm	nm	nm	nm	nm	24.5
Growth rates Y/Y	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Sales growth (%)	-93.9	122.0	-87.9	-100.0	na	na	na	na	na	na
EBITDA growth (%)	83.0	-436.4	-13.3	29.8	-97.1	14.3	-27.1	5.1	-336.4	790.0
EBIT growth (%)	89.5	-465.8	13.0	33.5	-119.9	21.8	-59.0	26.2	-972.7	261.4
Net profit growth (%)	86.9	-448.4	41.4	94.3	-3,081.3	147.3	-335.2	7.7	-873.3	199.6
EPS growth (%)	92.1	-277.1	69.8	94.9	-1,343.2	145.2	-239.0	27.4	-694.8	181.1
Profitability	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
ROE (%)	-10.7	-55.1	-17.1	-0.7	-8.9	2.5	-3.9	-2.3	-16.5	11.3
ROE Adj (%)	-10.7	-55.1	-17.1	-0.7	-8.9	2.5	-3.4	-1.8	-16.5	11.3
ROCE (%)	-6.0	-27.0	-11.4	5.3	-5.6	4.2	-3.4	-1.4	-7.9	7.3
ROCE Adj(%)	-6.0	-27.0	-11.4	5.3	-5.6	4.2	-2.9	-1.0	-7.9	7.3
ROIC (%)	-12.3	-40.1	-23.2	-10.5	-6.6	-3.1	-3.9	-2.2	-10.7	8.7
ROIC Adj (%)	-12.3	-40.1	-23.2	-10.5	-6.6	-3.1	-3.4	-1.6	-10.7	8.7
Adj earnings numbers	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
EBITDA Adj	-1	-7	-8	-5	-11	-9	-10	-8	-48	331
EBITDA Adj margin (%)	-3,085.4	-7,457.1	-69,900.0	nm	nm	nm	nm	nm	nm	55.9
EBITDA lease Adj	-1	-7	-8	-5	-11	-9	-10	-8	-48	331
EBITDA lease Adj margin (%)	-3,085.4	-7,457.1	-69,900.0	nm	nm	nm	nm	nm	nm	55.9
EBITA Adj	-2	-9	-8	-5	-12	-9	-13	-8	-118	190
EBITA Adj margin (%)	-4,063.4	-10,358.2	-74,536.4	nm	nm	nm	nm	nm	nm	32.1
EBIT Adj	-2	-9	-8	-5	-12	-9	-13	-8	-118	190
EBIT Adj margin (%)	-4,063.4	-10,358.2	-74,536.4	nm	nm	nm	nm	nm	nm	32.1
Pretax profit Adj	-2	-14	-8	-0	-15	7	-14	-12	-146	145
Net profit Adj	-2	-14	-8	-0	-15	7	-14	-12	-146	145
Net profit to shareholders Adj	-2	-14	-8	-0	-15	7	-14	-12	-146	145
Net Adj margin (%)	-6,056.1	-14,964.8	-72,581.8	nm	nm	nm	nm	nm	nm	24.5

Source: ABG Sundal Collier, Company data

Copperstone Resources

Cash Flow Statement (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
EBITDA	-1	-7	-8	-5	-11	-9	-12	-11	-48	331
Net financial items	-1	-4	0	5	-3	16	-1	-4	-28	-45
Paid tax	0	0	0	0	0	0	0	0	0	0
Non-cash items	-9	9	6	-13	0	0	0	0	0	0
Cash flow before change in WC	-11	-2	-1	-13	-13	7	-13	-15	-76	286
Change in WC	3	-0	-7	7	-2	21	-11	-5	-11	-48
Operating cash flow	-9	-2	-8	-6	-15	28	-24	-20	-87	238
CAPEX tangible fixed assets	-2	0	-0	0	0	-0	-2	0	-1,050	-1,062
CAPEX intangible fixed assets	-2	-6	-13	-20	-6	-41	-110	-100	-100	-120
Acquisitions and disposals	0	0	0	0	0	0	0	0	0	0
Free cash flow	-12	-8	-21	-26	-21	-14	-136	-120	-1,237	-944
Dividend paid	0	0	0	0	0	0	0	0	0	0
Share issues and buybacks	8	17	49	0	45	26	254	229	400	400
Lease liability amortisation	0	0	0	0	0	0	0	0	0	0
Other non cash items	-11	-9	-7	11	-72	-8	8	0	0	-4
Balance Sheet (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Goodwill	0	0	0	0	0	0	0	0	0	0
Other intangible assets	22	27	39	59	303	345	454	554	654	774
Tangible fixed assets	0	0	0	0	1	0	3	3	983	1,904
Right-of-use asset	1	0	0	0	0	0	19	19	19	19
Total other fixed assets	4	8	3	13	0	0	0	0	0	0
Fixed assets	27	35	42	73	305	345	476	576	1,656	2,697
Inventories	0	0	0	0	0	0	0	0	0	47
Receivables	1	1	8	1	9	1	6	12	20	36
Other current assets	0	0	0	0	0	0	1	2	5	0
Cash and liquid assets	2	3	28	1	19	1	124	411	354	500
Total assets	30	38	79	75	333	348	607	1,001	2,035	3,280
Shareholders equity	23	26	67	65	264	297	542	756	1,010	1,556
Minority	0	0	0	0	0	0	0	0	0	0
Total equity	23	26	67	65	264	297	542	756	1,010	1,556
Long-term debt	4	3	4	5	53	9	16	194	974	1,664
Pension debt	0	0	0	0	0	0	0	0	0	0
Convertible debt	0	0	0	0	0	0	0	0	0	0
Leasing liability	1	6	5	3	7	0	19	19	19	19
Total other long-term liabilities	0	0	0	0	0	0	0	0	0	0
Short-term debt	0	0	0	0	0	0	0	0	0	0
Accounts payable	1	1	1	0	5	10	18	20	20	24
Other current liabilities	1	1	1	1	3	31	12	12	12	18
Total liabilities and equity	30	38	79	75	333	348	607	1,001	2,035	3,280
Net IB debt	-2	-1	-22	-7	41	8	-90	-198	639	1,183
Net IB debt excl. pension debt	-2	-1	-22	-7	41	8	-90	-198	639	1,183
Net IB debt excl. leasing	-2	-7	-27	-9	34	8	-108	-217	620	1,164
Capital invested	22	25	45	59	305	305	452	558	1,649	2,738
Working capital	-2	-2	6	-1	1	-40	-23	-18	-7	41
EV breakdown	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Market cap. diluted (m)	44	66	266	177	233	535	1,318	1,550	1,949	2,347
Net IB debt Adj	-2	-1	-22	-7	41	8	-90	-198	639	1,183
Market value of minority	0	0	0	0	0	0	0	0	0	0
Reversal of shares and participations	0	0	0	0	0	0	0	0	0	0
Reversal of conv. debt assumed equity	0	0	0	0	0	0	0	0	0	0
EV	42	65	244	170	274	544	1,228	1,352	2,588	3,530
Capital efficiency	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Total assets turnover (%)	0.1	0.3	0.0	0	0	0	0	0	0	22.3
Working capital/sales (%)	-857.3	-1,827.5	18,495.5	nm	nm	nm	nm	nm	nm	2.9
Financial risk and debt service	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Net debt/equity	-0.07	-0.03	-0.33	-0.11	0.16	0.03	-0.17	-0.26	0.63	0.76
Net debt/market cap	-0.08	-0.02	-0.06	-0.02	0.13	0.02	-0.07	-0.13	0.33	0.50
Equity ratio (%)	77.0	69.1	85.3	87.6	79.3	85.3	89.4	75.5	49.6	47.4
Net IB debt adj./equity	-0.07	-0.03	-0.33	-0.11	0.16	0.03	-0.17	-0.26	0.63	0.76
Current ratio	0.88	0.41	4.81	0.51	1.85	0.06	3.86	11.85	10.57	12.82
EBITDA/net interest	-1.55	-1.62	-35.76	-1.08	-4.07	-0.56	-8.59	-2.75	-1.71	7.36
Net IB debt/EBITDA	1.30	0.13	2.85	1.28	-3.86	-0.89	7.75	18.02	-13.31	3.57
Net IB debt/EBITDA lease Adj	1.85	1.02	3.53	1.74	-3.20	-0.89	11.32	27.15	-12.91	3.51
Interest cover	-1.71	-1.67	-3.93	0.90	-3.23	2.09	-11.04	-2.75	-4.21	4.23

Source: ABG Sundal Collier, Company data

Copperstone Resources

Valuation and Ratios (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Shares outstanding adj.	101	170	242	249	556	641	1,117	1,325	1,666	2,006
Fully diluted shares Adj	101	170	242	249	556	641	1,117	1,325	1,666	2,006
EPS	-0.03	-0.12	-0.04	-0.00	-0.03	0.01	-0.02	-0.01	-0.10	0.08
Dividend per share Adj	0	0	0	0	0	0	0	0	0	0
EPS Adj	-0.03	-0.12	-0.04	-0.00	-0.03	0.01	-0.01	-0.01	-0.10	0.08
BVPS	0.23	0.15	0.28	0.26	0.48	0.46	0.49	0.57	0.61	0.78
BVPS Adj	0.23	0.15	0.28	0.26	0.48	0.46	0.49	0.57	0.61	0.78
Net IB debt / share	-0.0	-0.0	-0.1	-0.0	0.1	0.0	-0.1	-0.1	0.4	0.6
Share price	0.43	0.39	1.10	0.71	0.42	0.84	1.18	1.17	1.17	1.17
Market cap. (m)	44	66	266	177	233	535	1,318	1,550	1,949	2,347
Valuation	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
P/E	-13.3	-3.2	-29.8	-381.6	-15.6	68.6	-69.7	-95.2	-12.0	14.8
EV/sales	1,020.99	711.56	22,193.94	nm	nm	nm	nm	nm	nm	5.96
EV/EBITDA	-33.1	-9.5	-31.8	-31.5	-25.8	-59.6	-105.9	-122.9	-53.9	10.7
EV/EBITA	-25.1	-6.9	-29.8	-31.2	-22.9	-58.0	-82.4	-122.9	-21.9	18.5
EV/EBIT	-25.1	-6.9	-29.8	-31.2	-22.9	-58.0	-82.4	-122.9	-21.9	18.5
Dividend yield (%)	0	0	0	0	0	0	0	0	0	0
FCF yield (%)	-36.0	-19.1	-8.9	-15.1	-9.2	-2.9	-12.0	-8.4	-70.7	-43.9
Lease adj. FCF yield (%)	-36.0	-19.1	-8.9	-15.1	-9.2	-2.9	-12.0	-8.4	-70.7	-43.9
P/BVPS	1.88	2.50	3.97	2.71	0.88	1.80	2.43	2.05	1.93	1.51
P/BVPS Adj	1.88	2.50	3.97	2.71	0.88	1.80	2.43	2.05	1.93	1.51
P/E Adj	-13.3	-3.2	-29.8	-381.6	-15.6	68.6	-79.6	-119.0	-12.0	14.8
EV/EBITDA Adj	-33.1	-9.5	-31.8	-31.5	-25.8	-59.6	-128.1	-169.0	-53.9	10.7
EV/EBITA Adj	-25.1	-6.9	-29.8	-31.2	-22.9	-58.0	-95.3	-169.0	-21.9	18.5
EV/EBIT Adj	-25.1	-6.9	-29.8	-31.2	-22.9	-58.0	-95.3	-169.0	-21.9	18.5
EV/cap. employed	1.5	1.8	3.2	2.3	0.8	1.8	2.1	1.4	1.3	1.1
Investment ratios	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Capex/sales	7,507.3	7,073.6	117,536.4	nm	nm	nm	nm	nm	nm	199.5
Capex/depreciation	767.6	243.8	2,535.1	40,122.0	462.3	16,506.4	3,391.0	nm	1,642.9	839.6
Capex tangibles/tangible fixed assets	38,475.0	0	97.1	0	0	115.1	85.8	0	106.8	55.8
Capex intangibles/definite intangibles	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm
Depreciation on intangibles/definite intai	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm
Depreciation on tangibles/tangibles	10,025.0	66,000.0	184.8	22.2	257.4	134.9	120.9	0	7.1	7.4

Source: ABG Sundal Collier, Company data

Analyst certification

I/We, Adrian Gilani, Olof Cederholm, the author(s) of this report, certify that notwithstanding the existence of any such potential conflicts of interests referred to below, the views expressed in this report accurately reflect my/our personal view about the companies and securities covered in this report.

Analyst valuation methods

ABG Sundal Collier analysts may publish valuation ranges for stocks covered under Company Sponsored Research. These valuation ranges rely on various valuation methods. One of the most frequently used methods is the valuation of a company by calculation of that company's discounted cash flow (DCF). Another valuation method is the analysis of a company's return on capital employed relative to its cost of capital. Finally, the analysts may analyse various valuation multiples (e.g. the P/E multiples and the EV/EBITDA multiples) relative to global industry peers. In special cases, particularly for property companies and investment companies, the ratio of price to net asset value is considered. Valuation ranges may be changed when earnings and cash flow forecasts are changed. They may also be changed when the underlying value of a company's assets changes (in the cases of investment companies, property companies or insurance companies) or when factors impacting the required rate of return change.

Important Company Specific Disclosure

The following disclosures relate to the relationship between ABG Sundal Collier and its affiliates and the companies covered by ABG Sundal Collier referred to in this research report.

Unless disclosed in this section, ABG Sundal Collier has no required regulatory disclosures to make in relation to an ownership position for the analyst(s) and members of the analyst's household, ownership by ABG Sundal Collier, ownership in ABG Sundal Collier by the company(ies) to whom the report(s) refer(s) to, market making, managed or co-managed public offerings, compensation for provision of certain services, directorship of the analyst, or a member of the analyst's household, or in relation to any contractual obligations to the issuance of this research report.

ABG Sundal Collier has undertaken a contractual obligation to issue this report and receives predetermined compensation from the company covered in this report.

Within the last 12 months, ABG Sundal Collier has received compensation for Corporate Finance services from Copperstone Resources.

ABG Sundal Collier is not aware of any other actual, material conflicts of interest of the analyst or ABG Sundal Collier of which the analyst knows or has reason to know at the time of the publication of this report.

Production of report: 25/04/2022 16:35 CET.

All prices are as of market close on 24 April, 2022 unless otherwise noted.

Disclaimer

This document has been prepared by ABG Sundal Collier which is the marketing name referring to all or any of ABG Sundal Collier ASA, ABG Sundal Collier AB or ABG Sundal Collier Limited and any of their affiliated or associated companies and their directors, officers, representatives and employees.

This research product is commissioned and paid for by the company covered in this report. As such, this report is deemed to constitute an acceptable minor non-monetary benefit (i.e. not investment research) as defined in MiFID II.

This research product has not been prepared in accordance with legal requirements designed to promote the independence of investment research and is not subject to any prohibition on dealing ahead of the dissemination.

This report is provided solely for the information and use of investors who are able to make their own investment decisions without undue reliance on this report. The information contained herein does not apply to, and should not be relied upon by, investors with no or limited experience and knowledge from investments in financial instruments. This report is for distribution only under such circumstances as may be permitted by applicable law. Research reports prepared by ABG Sundal Collier are for information purposes only. ABG Sundal Collier accepts no liability whatsoever for any losses arising from any use of this report or its contents. This report is not to be used or considered as an offer to sell, or a solicitation of an offer to buy. The information herein has been obtained from, and any opinions herein are based upon, sources believed reliable, but ABG Sundal Collier makes no representation as to its accuracy or completeness and it should not be relied upon as such. All opinions and estimates herein reflect the judgment of ABG Sundal Collier on the date of this report and are subject to change without notice. Past performance is not indicative of future results.

This research report does not, and does not attempt to contain everything material that there is to be said about Copperstone Resources.

The compensation of our research analysts is determined exclusively by research management and senior management, but not including investment banking management. Compensation is not based on specific investment banking revenues, however, it is determined from the profitability of the ABG Sundal Collier Group, which includes earnings from investment banking operations and other business. Investors should assume that ABG Sundal Collier is seeking or will seek investment banking or other business relationships with the companies in this report. The research analyst(s) responsible for the preparation of this report may interact with trading desk and sales personnel and other departments for the purpose of gathering, synthesizing and interpreting market information. From time to time, ABG Sundal Collier and its affiliates and any shareholders, directors, officers or employees thereof may (I) have a position in, or otherwise be interested in, any securities directly or indirectly connected to the subject of this report, or (II) perform investment banking or other services for, or solicit investment banking or other services from, a company mentioned in this report. ABG Sundal Collier relies on information barriers to control the flow of information contained in one or more areas of ABG Sundal Collier, into other areas, units, groups or affiliates of ABG Sundal Collier.

Norway: ABG Sundal Collier ASA is regulated by the Financial Supervisory Authority of Norway (Finanstilsynet); Sweden: ABG Sundal Collier AB is regulated by the Swedish Financial Supervisory Authority (Finansinspektionen); UK: This report is a communication made, or approved for communication in the UK, by ABG Sundal Collier Limited, authorised and regulated by the Financial Conduct Authority in the conduct of its business. US: This report is being distributed in the United States in accordance with FINRA Rule 1050(f)(3)(B) by ABG Sundal Collier Inc., a FINRA member which accepts responsibility for its content. Research analysts are not registered/qualified as research analysts with FINRA or the NYSE, and are not associated persons of ABG Sundal Collier Inc. and therefore not subject to FINRA Rule 2241, the research analyst conflict rules. Research reports distributed in the U.S are intended solely for "major institutional investors", as defined under Rule 15a-6 of the Securities Exchange Act of 1934. Each U.S major institutional investor that receives a copy of this research report by its acceptance represents that it agrees

it will not distribute this research report to any other person. Any U.S. major institutional investor receiving this report who wishes to effect transactions in any securities referred to herein should contact ABG Sundal Collier Inc., not its affiliates. Further information on the securities referred to herein may be obtained from ABG Sundal Collier Inc., on request.

Singapore: This report is distributed in Singapore by ABG Sundal Collier Pte Ltd, which is not licensed under the Financial Advisers Act (Chapter 110 of Singapore). In Singapore, this report may only be distributed to institutional investors as defined in Section 4A(1)(c) of the Securities and Futures Act (Chapter 289 of Singapore) ("SFA"), and should not be circulated to any other person in Singapore.

This report may not be reproduced, distributed or published by any recipient for any purpose whatsoever without the prior written express permission of ABG Sundal Collier.

Additional information available upon request. If reference is made in this report to other companies and ABG Sundal Collier provides research coverage for those companies details regarding disclosures may be found on our website www.abgsc.com.

© Copyright 2022 ABG Sundal Collier ASA

Norway	Sweden	Denmark	United Kingdom	USA	Germany	Singapore
Ruseløkkveien 26, 8 th floor 0251 Oslo Norway Tel: +47 22 01 60 00 Fax: +47 22 01 60 60	Regeringsgatan 25, 8 th floor 111 53 Stockholm Sweden Tel: +46 8 566 286 00 Fax: +46 8 566 286 01	Forbindelsesvej 12 2100 Copenhagen Denmark Tel: +45 35 46 61 00 Fax: +45 35 46 61 10	10 Paternoster Row, 5 th floor London EC4M 7EJ UK Tel: +44 20 7905 5600 Fax: +44 20 7905 5601	850 Third Avenue, Suite 9-C New York, NY 10022 USA Tel: +1 212 605 3800 Fax: +1 212 605 3801	Schillerstrasse 2, 5. OG 60313 Frankfurt Germany Tel +49 69 96 86 96 0 Fax +49 69 96 86 96 99	10 Collyer Quay Ocean Financial Center #40-07, Singapore 049315 Tel +65 6808 6082