



**CRESCAT CAPITAL®**  
THE VALUE OF GLOBAL MACRO INVESTING

# PRECIOUS METALS FUND PRESENTATION

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# An Asset Class Wide Opportunity

Precious metals offer an important place in the overall allocation mix of long-term investment portfolios with risk reducing and return generating properties. Precious metals became the forgotten asset class of the last economic expansion. As a result, the gold and silver mining industry faces supply/demand imbalances that create an extraordinary opportunity for investors today.



# Our Goal

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Capitalizing on a new bull market in gold and silver is our most important macro theme today. Crescat's edge is the ability to leverage proprietary macro models combined with unparalleled industry expertise from our world-renowned Geologic and Technical Advisor, Dr. Quinton Hennigh.

Over the last year, we have built more than 70 activist precious metals positions in some of the best properties around the globe at highly attractive valuations after a decade-long bear market. We are not interested in the leftover low-grade deposits of the last exploration cycle. Our aim is to build the next generation of large-scale, high-grade resources in viable jurisdictions.



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# Why Gold & Silver Explorers

The fundamental improvement in the overall gold and silver mining industry is a central part of our thesis and the reason why each of our hedge funds have significant exposure to exploration companies. As the larger, and more established, companies deplete their reserves and continue to build strong balance sheets, we think they will be compelled to acquire our high-quality projects to replenish their production pipelines. This is especially the case today due to an overly conservative management that has under invested in exploration over the last ten years.

In our view, it is a matter of time until major producers begin to look for highly economic deposits as a solution to their supply cliff, setting off a unique opportunity for us.



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# Tactical + Activist Strategy

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In this fund, Crescat tactically navigates the precious metals cycle based on its macro and industry models. The firm makes activist investments in precious metals mining companies. Today, given that the investment team believes we are early in a new secular precious metals bull market, the fund does not hold any short positions.

# Firm

## Launch Year

## Hedge Fund and SMA Strategies

1999	●	Crescat Large Cap SMA
2000	●	Long/Short Hedge Fund
2006	●	Global Macro Hedge Fund
2019	●	Precious Metals SMA
2020	●	Precious Metals Hedge Fund

Crescat Capital is a global macro asset management firm. Our mission is to grow and protect wealth over the long term. Our goal is industry leading absolute and risk-adjusted returns over complete business cycles with low correlation to common benchmarks.



# The Macro Case for Precious Metals Today

The new environment of record deficit spending and fiat money printing, including negative and declining real interest rates, presents the ideal macro setup for a new secular bull market in precious metals. Inflationary policies in the face of today's historic asset bubbles in stocks and fixed income securities are likely to drive a rotation out of these over-valued asset classes and into under-valued precious metals.

Please refer to the following Crescat Precious Metals Macro Deck...



# Crescat's Activist Strategy

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## 1. Identify large scale growth opportunity

We look for undervalued companies that control potentially big and highly economic gold and silver deposits in viable global mining jurisdictions.



# Crescat's Activist Strategy

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## 2. Acquire a meaningful stake

We want to be a valued long-term shareholder partner with a significant stake, at least 2% and up to 19.9% of the shares outstanding.



# Crescat's Activist Strategy

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## 3. Infuse capital

We provide exploration capital for highly refined drill targets to help our companies rapidly build out gold and silver resources. We aim to make high grade discoveries of between 2 and 20 million gold equivalent ounces that will either be acquired by a larger producer or turned into highly profitable mines with strong discounted free cash flow economics. We often serve as a lead investor in negotiated private placement investments in public or pre-IPO companies with activist perks that include discounts, warrants, and anti-dilution rights.



# Crescat's Activist Strategy

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## 4. Bring in experts

We introduce potential new management, board members, and technical experts through our network of talent. The fund has a strong relationship with Quinton Hennigh, PhD, and his association with proven leaders in the precious metals exploration and mining industry. Quinton is a world-renowned exploration geologist with 30+ years of industry experience who serves as Crescat's lead geologic and technical director. Please refer to his bio at the end of the presentation.



# Crescat's Activist Strategy

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## 5. Collaborate with existing management and board

We generally operate as friendly activists to further the joint interests of Crescat and our clients with the pre-existing stakeholders of the companies that we fund.



# Crescat's Activist Strategy

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## 6. Unlock value by sharing the story

There is an exciting narrative behind the geology and economic opportunity in each of the companies in our portfolio. Our goal is to share this story with the broader investment community to unlock the hidden value we have discovered. We encourage you to look at Crescat's YouTube page see the video presentations we have done on our activist portfolio companies.



# Commodities to Equity Ratio



Source: Incrementum AG

GSCI Commodity Index vs. S&P 500 Index

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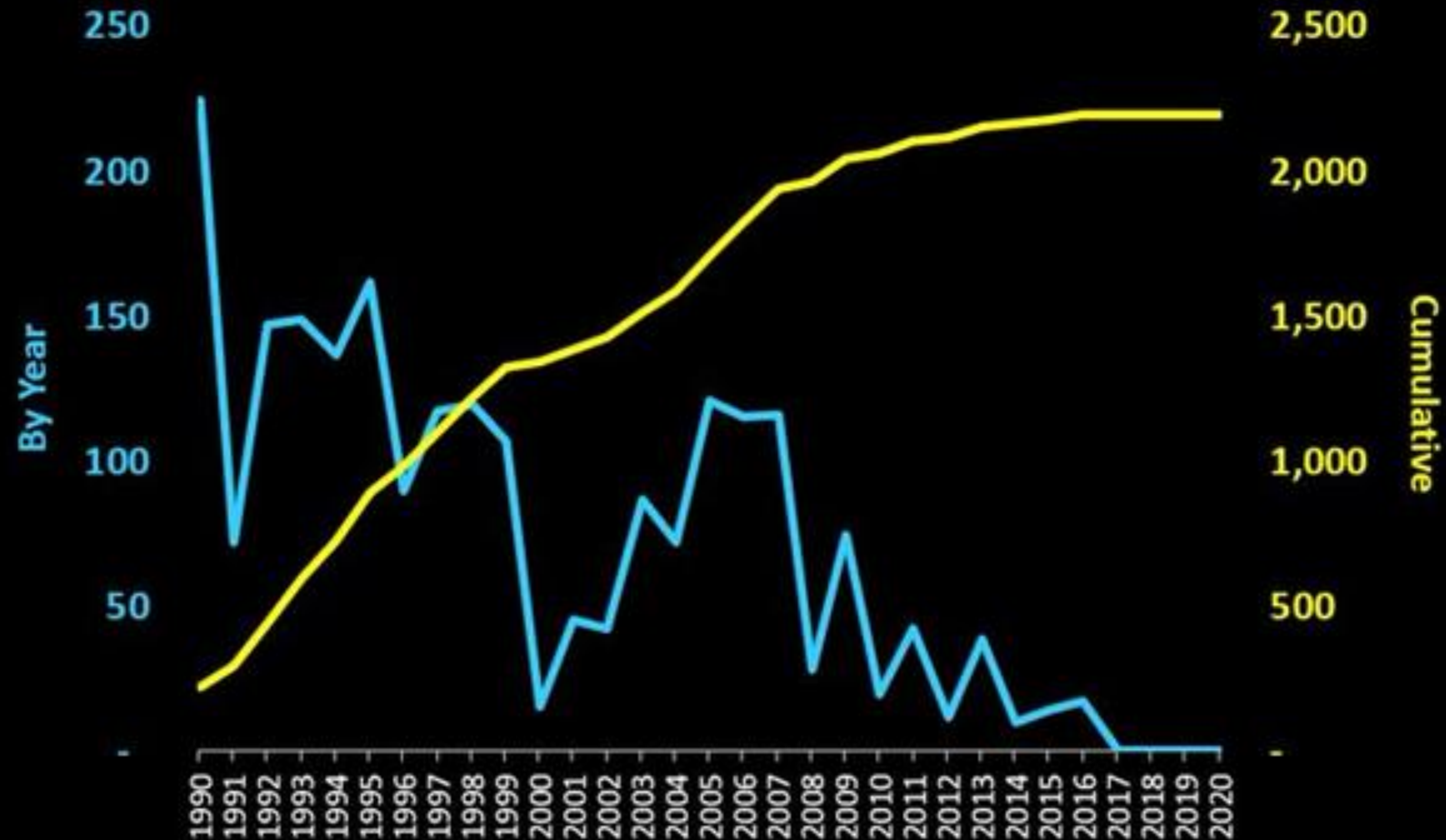


The Commodity-to-equity ratio is at a 50-year low.



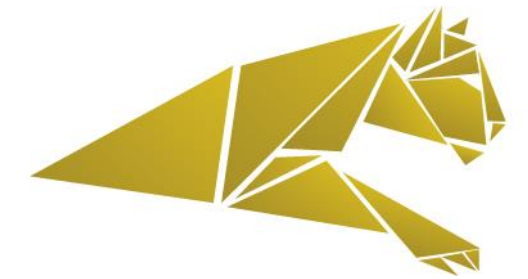
# Gold Discoveries

>2M Ounces (Millions of Troy Ounces)



Source: S&P Global Market Intelligence

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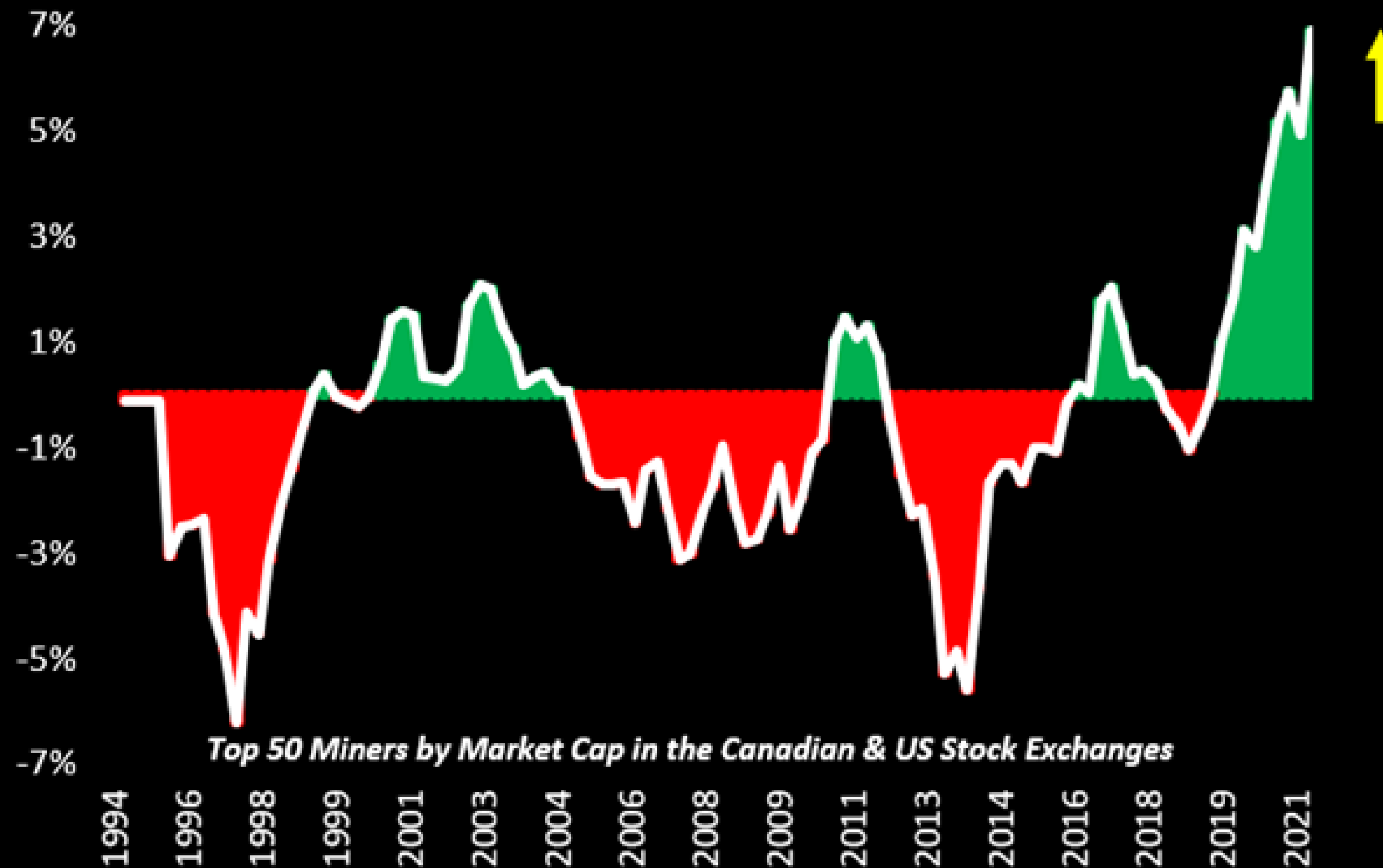
Because of a decade of exploration underinvestment, there have been no major new gold discoveries in the last four years.



# Gold & Silver Miners

*Aggregate Free-Cash-Flow Yield With Enterprise Value*

2022  
Free-Cash-Flow  
Estimate



*Top 50 Miners by Market Cap in the Canadian & US Stock Exchanges*

Source: Bloomberg

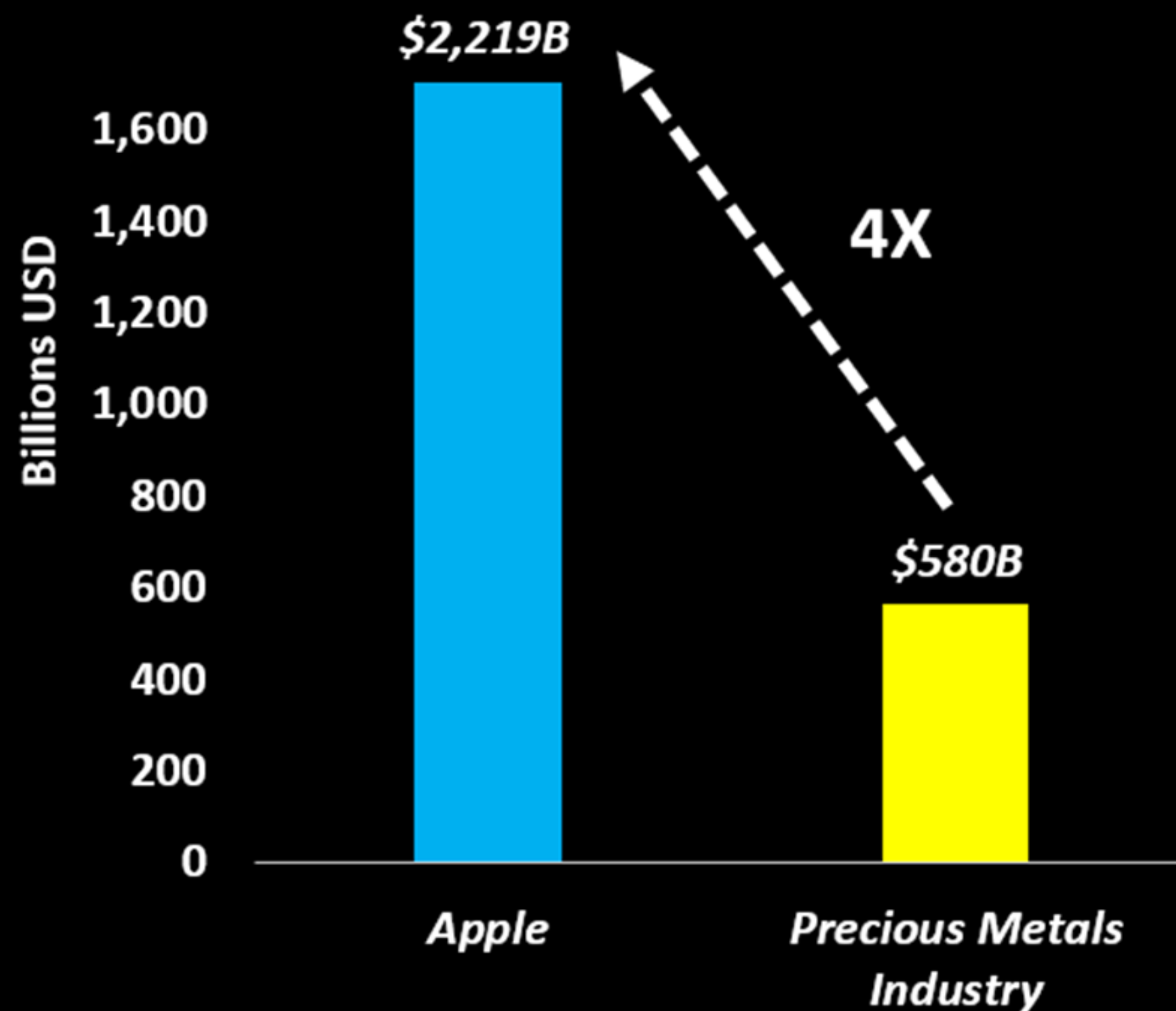
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Note that in aggregate terms, the same basket of companies also trades at its highest free-cash-flow yield in history.



# Total Market Cap



Source: Bloomberg

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The entire precious metals industry is dirt cheap. Apple's market cap is 4 times the size of the whole precious metals industry.



# Quinton Hennigh, PhD, with 35 years experience.



Geologic & Technical  
Director

## Education

- M.Sc., Ph.D, Geology/Geochemistry Colorado School of Mines
- B.S., Geology, University of Missouri

## Experience

- Homestake Mining, Newcrest Mining, Newmont Mining, Gold Canyon Resources, Novo Resources, Eskay Mining, New Found Gold, and Eloro Resources
- Advisor to Eric Sprott/Kirkland Lake – Fosterville

## Significant Discoveries

- Springpole (5.6 Moz Au eq)
- N Leeville (11 Moz Au)
- Rattlesnake (1.6 Moz Au)
- Beatons Creek (1.0 Moz Au)
- Eskay Consolidated (6-9 Moz Au eq potential)
- Queensway (7-10 Moz Au potential)
- Iska Iska (1 Boz Ag eq potential)
- Pilbara goldfields (5-10 Moz Au potential)

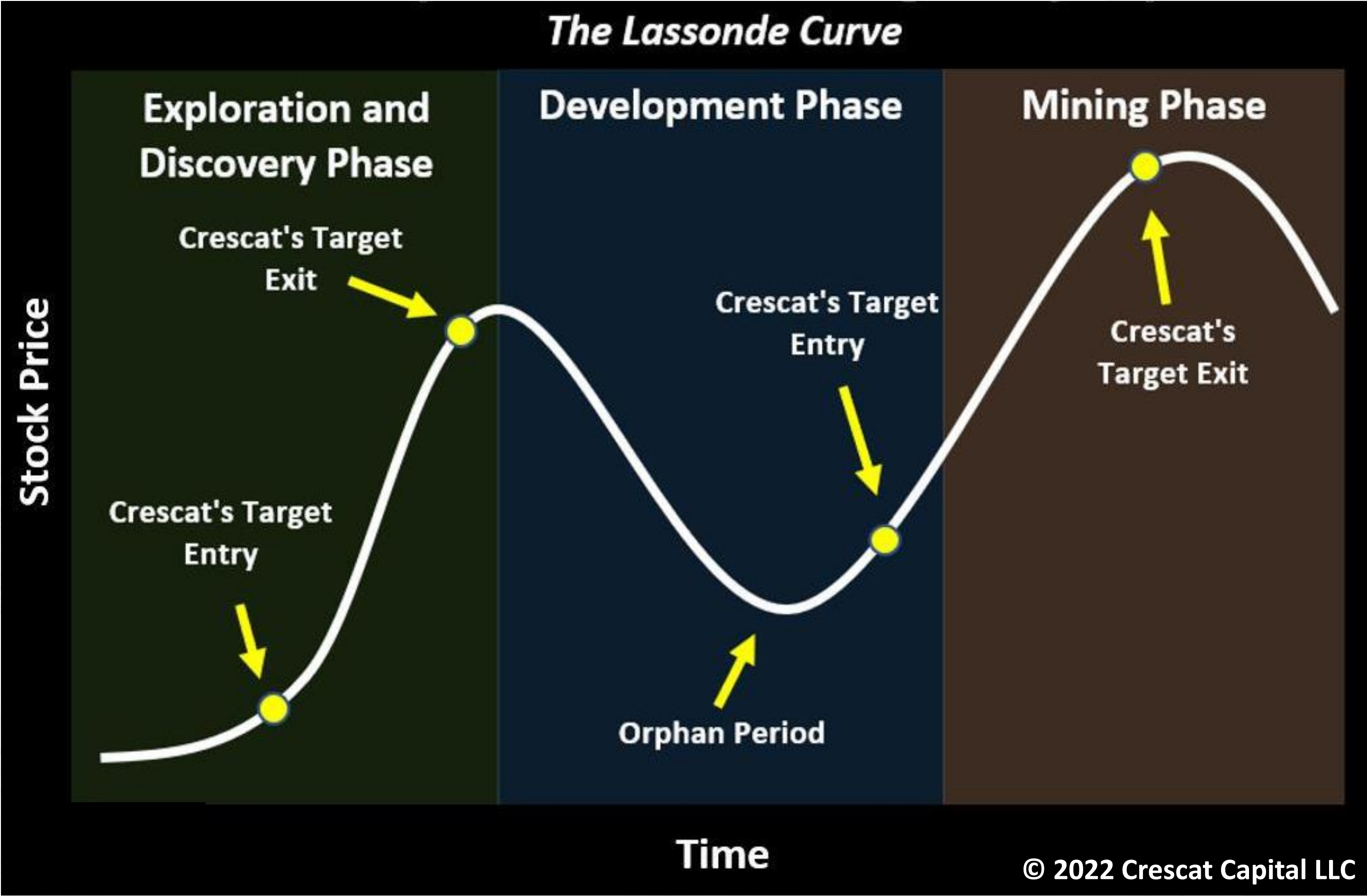


Crescat Precious Metals Fund  
Presentation





# The Lifecycle of a Gold Mining Company





# Crescat Exploration Appreciation Model



Portfolio NAV:

\$119,909,381

Gold Spot Price:

\$1,886

Silver Spot Price:

\$22.98

# of Total Positions:

94

# of Activist Positions:  
( > 0.25%)

68

Peak Lasso  
Valuation Potential of Portfolio

2,677%

Gross Gold Equivalent Target Ounces (Millions)

441

Net Probability Adjusted Gold Equivalent Target Ozs (Millions)

242

Probability Adjusted Gold In Ground Value

\$461.7B

Peak Lasso  
Curve Gold in Ground Value

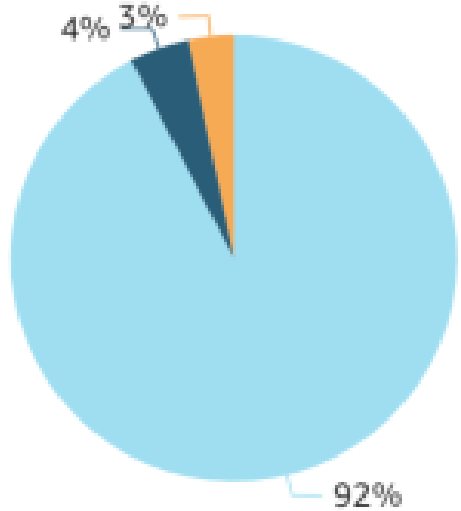
\$92.3B

Net Probability Adjusted Gold in Ground Value

\$4.48B

% of Companies By Explorer, Producer, Developer

Explorer Producer Developer

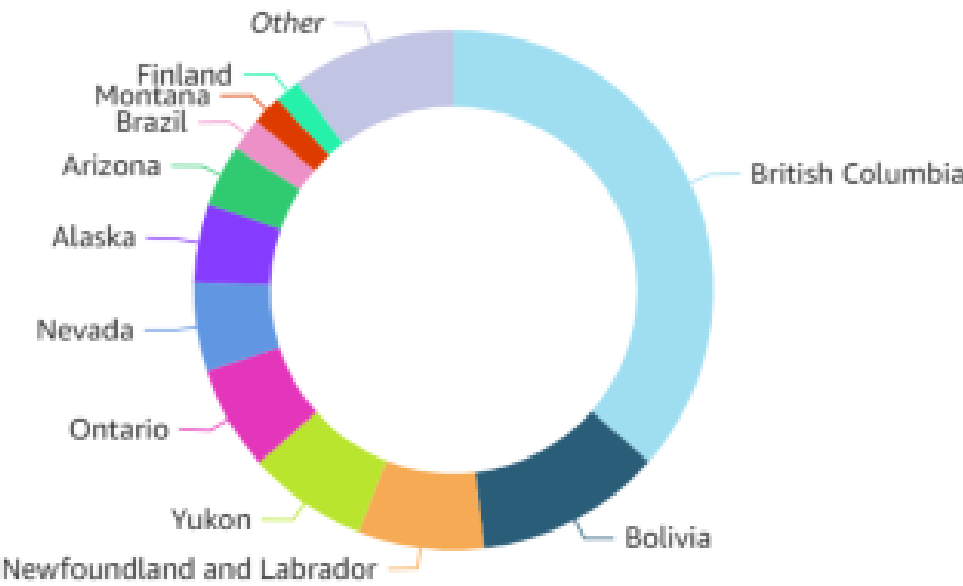


% NAV Exposure By Primary Metal

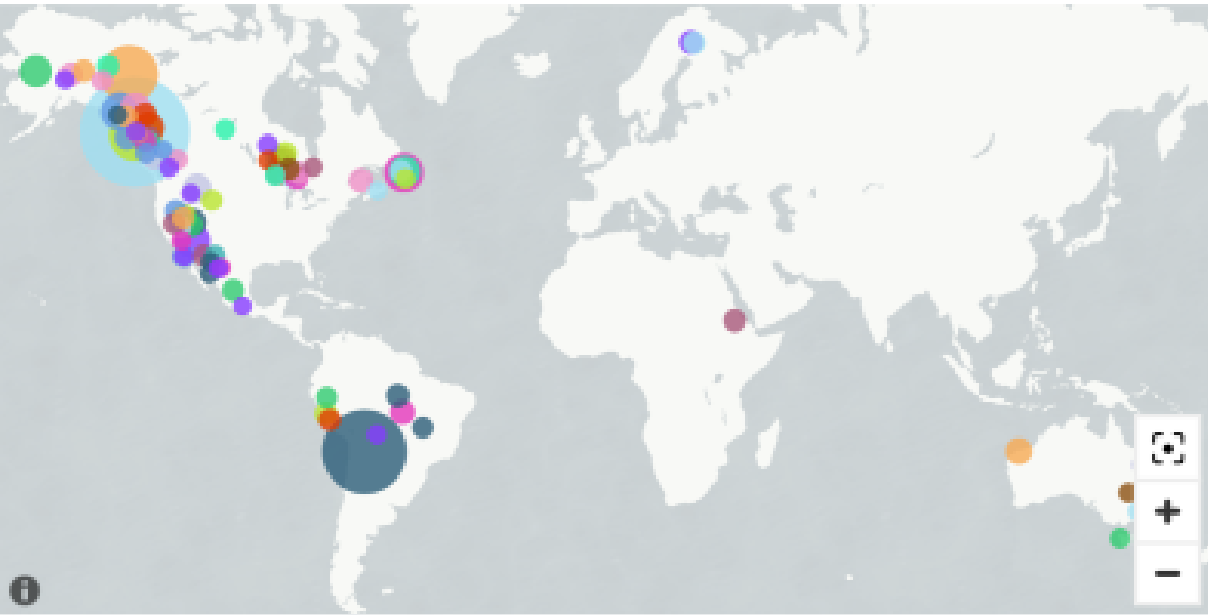
Gold Silver Copper Zircon Nickel



% NAV Exposure By Fraser Jurisdiction of Lead Project



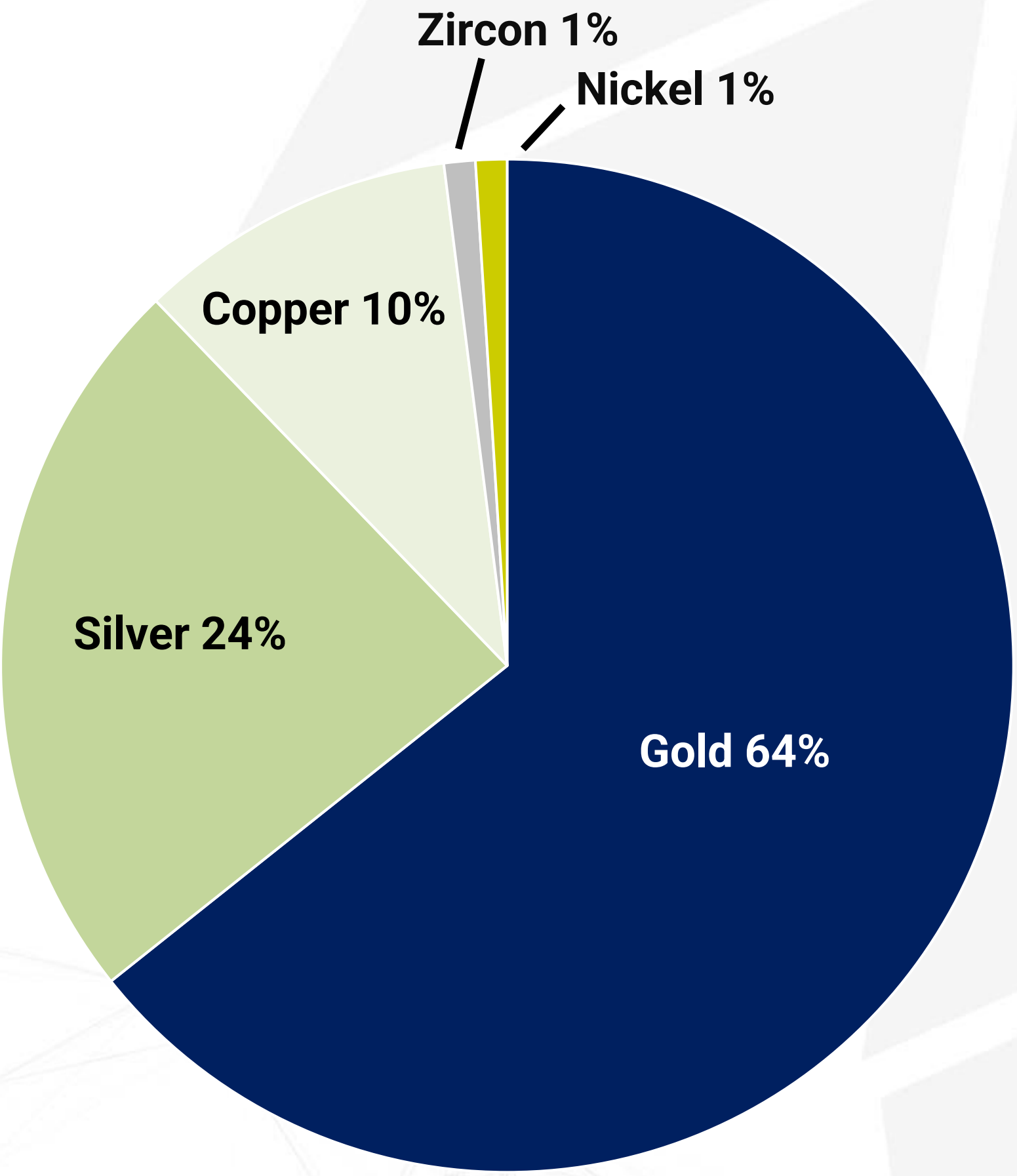
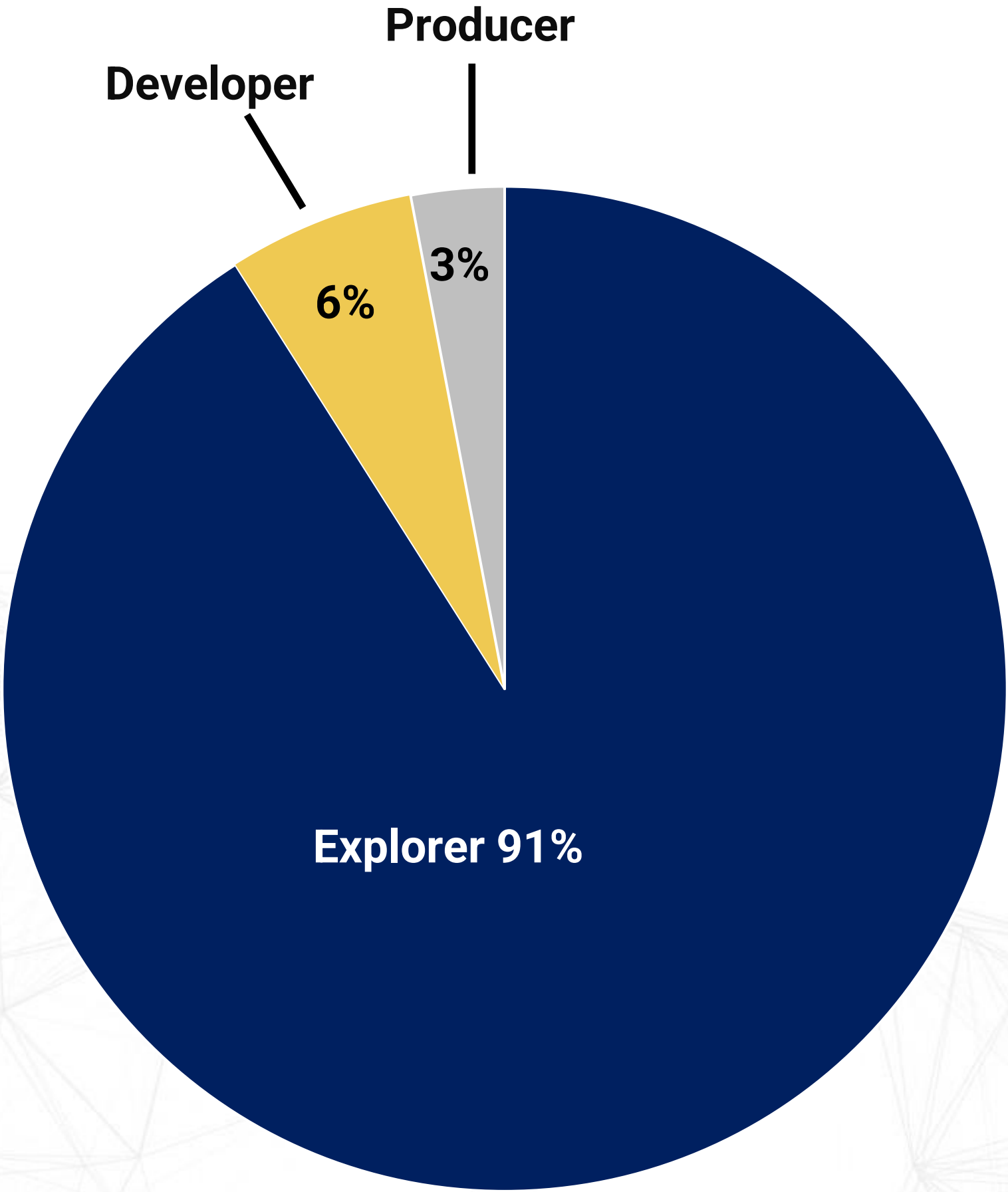
% NAV Exposure By Geography



Company Name	Peak Lasso Target Year	% Exposure NAV	Gold Equiv M ozs Target	Probability of Delivering Gold Target	Probability Adjusted Gold Ozs	Probability Adjusted Gold in Ground Value	# of Drills	Management Team Score Discount	Technical Team Score Discount	Jurisdiction Score Discount	Engagement Level Discount	Peak Lasso Dilution Discount	Market Cap Dilution Discount	Dilution Discount	Profitability Premium	Appreciation Potential	Portfolio Contribution Potential
ELORO RESOURCES LTD	2023	12.3%	75	85%	63.75	\$121,470,525,000	4			50%			15%	33%	10%	8714%	752%
SNOWLINE	2025	7.4%	20	50%	10.00	\$19,054,200,000	2					30%	20%	25%	25%	3516%	233%
PACIFIC RIDGE EXPLORATION LT	2024	2.4%	10	75%	7.50	\$14,290,650,000	2				10%	20%	40%	23%	25%	8760%	212%
WESTERN ALASKA MINERALS CORP	2025	2.5%	12	55%	6.60	\$12,575,772,000	2					30%	40%	35%	25%	12068%	202%
CORE ASSETS CORP.	2025	3.5%	10	55%	5.50	\$10,479,810,000	1					30%	30%	30%	25%	3940%	122%
ESKAY MINING CORP	2023	17.1%	9	75%	6.75	\$12,861,585,000	4						15%	15%	25%	635%	115%
GOLIATH RESOURCES LTD	2024	6.4%	5	75%	3.75	\$7,145,325,000	4					20%	30%	25%	50%	1469%	100%
BLACKJACK SILVER CORP - PRIVATE COMPANY	2025	1.9%	4	75%	3.00	\$5,716,260,000	1				10%	30%	40%	27%	10%	11043%	85%
BELL COPPER CORP	2024	3.1%	7	45%	3.15	\$6,002,073,000	1	20%				20%	40%	27%		2894%	65%
TIMBERLINE RESOURCES CORP	2024	1.9%	4	65%	2.60	\$4,954,092,000	2					20%	40%	30%	10%	3261%	48%
BCM RESOURCES CORP	2025	1.5%	7	30%	2.10	\$4,001,382,000	1	20%				30%	50%	33%		3916%	43%

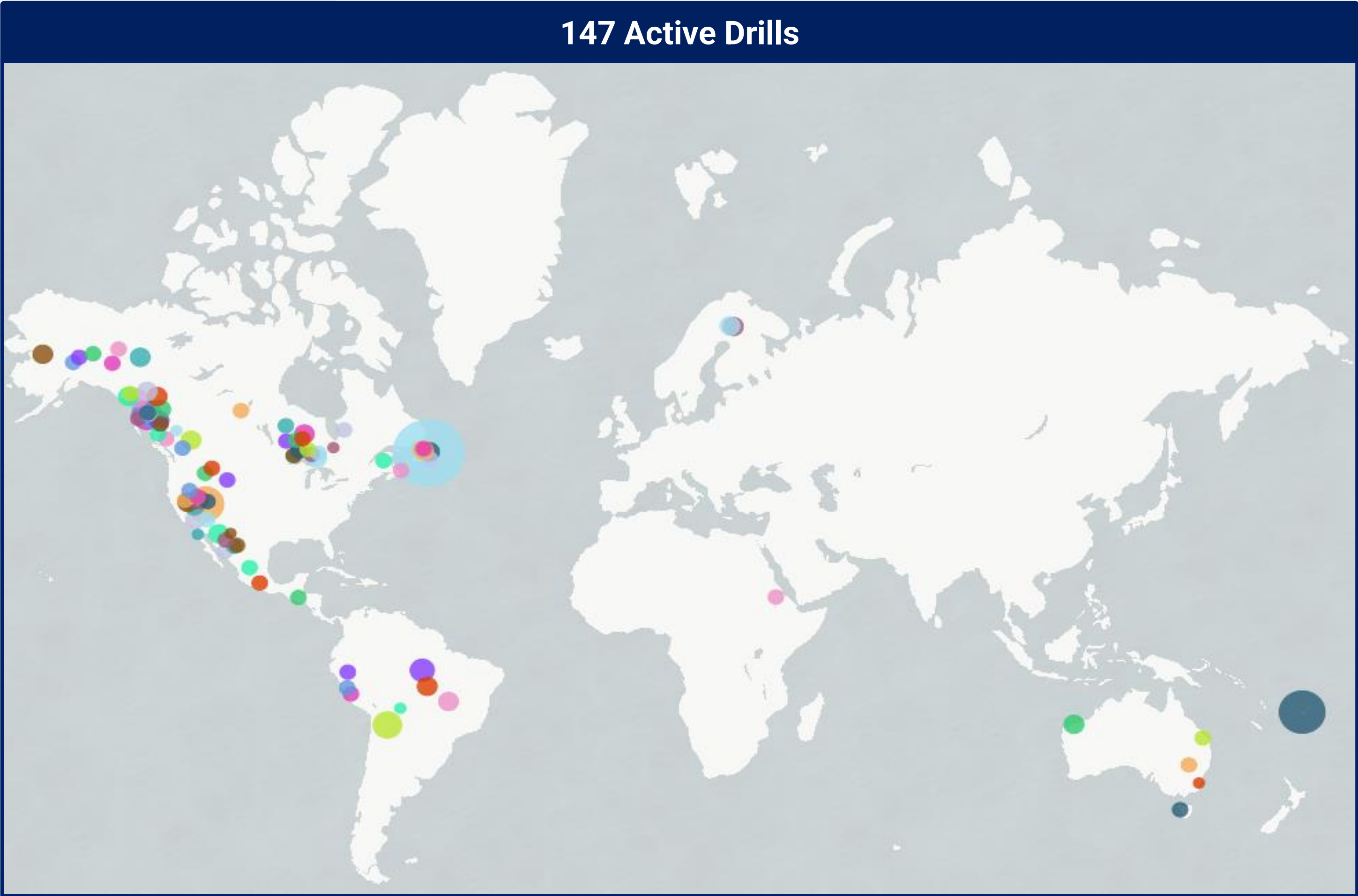


# Exposures by Industry Segment and Primary Metal





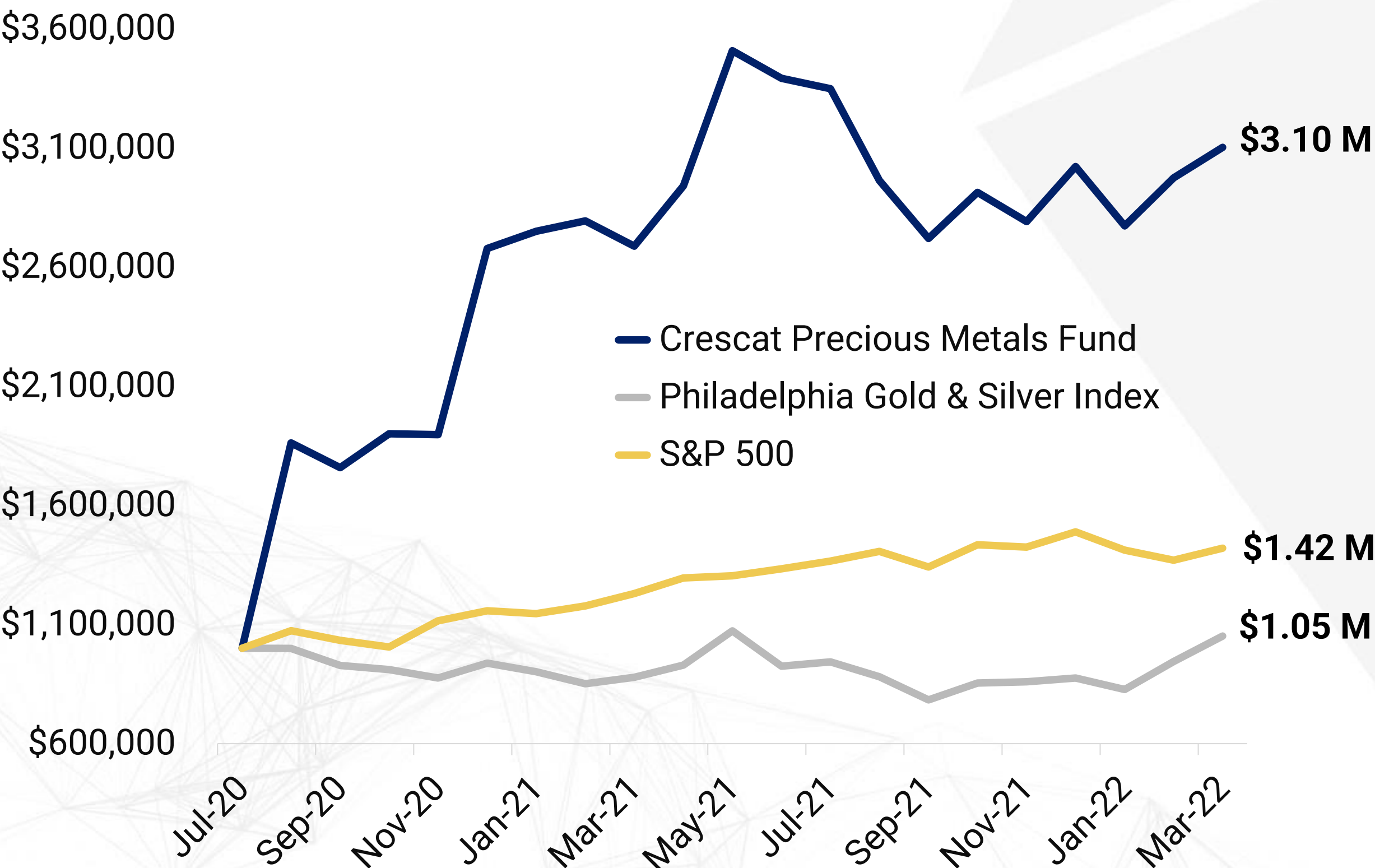
# Number of Drills Turning by Location



# Crescat Precious Metals Fund vs. Benchmarks

Through March 2022

## Growth of \$1,000,000



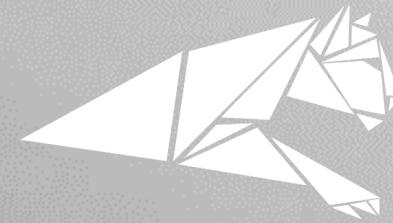


# Term Sheet

Investor Class	Minimum Investment	Annual Management Fee	Annual Incentive Allocation w/ High Water Mark
Main Class	\$250,000	2%	20%
Institutional Class 2	\$1,000,000	1.5%	15%
Institutional Class 1	\$5,000,000	1.25%	12.5%

A 3-Year partial lock up applies to all classes of the Crescat Precious Metals Fund.  
With 30-day notice, LPs may redeem up to 25% of capital account any month after year 1, up to another 25% after year 2, and all after year 3.





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# Appendix







## Kevin C. Smith, CFA

### **Member/Chief Investment Officer**

Kevin is the Founder and CIO of Crescat Capital. He has been managing investment portfolios since 1992, a career spanning multiple business cycles. Kevin has been the lead Portfolio Manager of Crescat's five investment strategies since their respective inceptions. He is the creator of Crescat's firmwide global macro investment process and systematic equity valuation model. Prior to founding Crescat, he worked as a Wealth Advisor with Kidder Peabody. He earned an MBA from the University of Chicago Booth School of Business with a specialization in Finance and a concentration in Statistics. Born and raised in the San Francisco Bay Area, he received a bachelor's degree in Economics and German studies from Stanford University. He holds the Chartered Financial Analyst designation.



## Linda Carleu Smith, CPA

### **Member/Chief Operating Officer**

Linda is a Co-Founder of Crescat Capital. As Chief Operating Officer, she manages Crescat's business operations, including finance, regulatory compliance, and client service. In prior roles at Crescat and its predecessor companies, she has served as Controller from 1997-2012 and the in dual position of Chief Financial Officer & Chief Compliance Officer from 2012-2015. She became COO in 2015. Linda came to Crescat with significant investment industry and public accounting experience from prior employment at Kidder Peabody and EKS&H (now Plante Moran) and corporate experience as Controller of Pharmajet, a biotech company. Born and raised in New Jersey, Linda earned an MBA from the University of Chicago, Booth School of Business and a BA in English Language and Literature from Tufts University. She is a Certified Public Accountant.



## Otavio "Tavi" Costa

### **Member/Portfolio Manager**

Tavi is a Member and Portfolio Manager at Crescat Capital and has been with the firm since 2013. He built Crescat's macro model that identifies the current stage of the US economic cycle through a combination of 16 factors. His research has been featured in financial publications such as Bloomberg, The Wall Street Journal, CCN, Financial Post, The Globe and Mail, Real Vision, and Reuters. Tavi is a native of São Paulo, Brazil and is fluent in Portuguese, Spanish, and English. Before joining Crescat, he worked with the underwriting of financial products and in international business at Braservice, a large logistics company in Brazil. Tavi graduated cum laude from Lindenwood University in St. Louis with a B.A. degree in Business Administration with an emphasis in Finance and a minor in Spanish. Tavi played NCAA Division 1 tennis for Liberty University.







Quinton Hennigh, PhD

**Member/Geologic & Technical Director**

Quinton is a globally renowned exploration geologist with 30+ years of precious metals mining experience. Dr. Hennigh obtained his PhD in Geology & Geochemistry from the Colorado School of Mines. Early in his career he worked for major gold mining companies including Homestake Mining (now Barrick Gold Corp.), Newcrest Mining, and Newmont Corp. Later, he founded Novo Resources Corp (TSX-V: [NVO](#)), and currently serves as Chairman. He has played a key role in major gold discoveries such as Novo's Pilbara assets in Western Australia, First Mining Gold's Springpole gold deposit in Ontario, Kirkland Lake Gold's Fosterville gold mine in Australia, the Rattlesnake Hills gold deposit in Wyoming, and Lion One's Tuvatu gold project in Fiji, among many others. Quinton advises Crescat's on its activist gold and silver exploration investment strategy and portfolio.



Nick Donovan

**General Counsel & Chief Compliance Officer**

Nick is the General Counsel and Chief Compliance Officer of Crescat Capital. He oversees Crescat's legal and securities matters, and U.S and offshore regulatory compliance. Prior to joining Crescat, Nick worked in the alternative investments and global strategy divisions at U.S. Bank. He also has significant experience negotiating complex commercial agreements across a wide range of industries. Nick earned a B.A. in Communications with a minor in Business Management from the University of Minnesota, and a Juris Doctor, cum laude, from William Mitchell College of Law.



Ryan Wardell

**Investment Systems Leader**

Ryan is responsible for the firm's investment management operations and trading, including trade staging and execution. He is also responsible for maintaining the firm's portfolio track records and internal systems, including the automation and production of its equity and macro models. Ryan came to Crescat with more than 10 years of industry experience as Specialized Services Trader at Scottrade and Fidelity Investments. He earned a Bachelor of Science in Business Administration from Old Dominion University in Norfolk, Virginia. Ryan is currently working towards the Chartered Financial Analyst designation and has passed the CFA Level 1 Exam.







## Marek Iwahashi

### **Investor Relations & Accounting Coordinator**

Marek is Crescat's point person for existing and prospective investors. With a strong background in finance, he works with clients to understand their needs, explain the firm's strategies, open new accounts, and respond to inquiries. Marek also handles various operations, including performing daily trade reconciliation and settlement. He helps produce firm marketing materials, updates consultant databases, and assists the investment team. Marek stood out versus his peers by making strong grades in an accelerated degree program at the University of Colorado, Denver where he earned a Bachelor of Science degree in Accounting and Finance and an MBA with a specialization in Finance in 2019 while working full time. Prior to joining Crescat, he worked as a Mutual Fund Analyst at Broadridge Financial Solutions and assistant branch manager at TCF National Bank.



## Cassie Fischer

### **Marketing & Operations Coordinator**

With a background in both finance and marketing, Cassie strives to perfect the Crescat client journey. She is focused on transparent and engaging communication of Crescat's investment themes and strategies to distinguish the Crescat brand. Cassie has a lead role in crafting the firm's marketing materials from strategy presentations to client reports, email communications, website, and social media content. She also works as a Client Services Specialist to help existing and prospective investors refine their investment goals and better understand Crescat's offerings while answering any questions that may arise throughout the process. Additionally, Cassie is the point person for investment consultants and their databases. Cassie graduated cum laude from Virginia Polytechnic State University with a B.S in Finance. Prior to joining Crescat, she worked as a Marketing Strategist for DISH Network in Englewood, CO.



## Max Fischer

### **Portfolio Analyst**

Max joined Crescat in 2020 after earning his undergrad in Finance from Colorado State University. As a student, he served as Treasurer of CSU's finance club and as an Equity Analyst for the school's student managed mutual fund. He traded his own accounts through school and gained real world experience trading equities, options, futures, and forex before joining the team. Max currently assists the Chief Investment Officer with day-to-day tasks and supports research and trading. Max is a CFA Level I Exam Candidate.



# Important Disclosures

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Only accredited investors and qualified clients will be admitted as limited partners to a Crescat fund. Investors do not have to be accredited to invest in a Crescat separately managed account. For natural persons, investors must meet SEC requirements including minimum annual income or net worth thresholds. Crescat funds are being offered in reliance on an exemption from the registration requirements of the Securities Act of 1933 and are not required to comply with specific disclosure requirements that apply to registration under the Securities Act. The SEC has not passed upon the merits of or given its approval to the Crescat funds, the terms of the offering, or the accuracy or completeness of any offering materials. A registration statement has not been filed for any Crescat fund with the SEC. Limited partner interests in the Crescat funds are subject to legal restrictions on transfer and resale. Investors should not assume they will be able to resell their securities. Investing in securities involves risk. Investors should be able to bear the loss of their investment. Investments in the Crescat funds are not subject to the protections of the Investment Company Act of 1940. Performance data represents past performance, and past performance does not guarantee future results. Performance data is subject to revision following each monthly reconciliation and annual audit. Current performance may be lower or higher than the performance data presented. The performance includes the reinvestment of dividends and other earnings. Crescat is not required by law to follow any standard methodology when calculating and representing performance data. Crescat Portfolio Management claims compliance with Global Investment Performance Standards (GIPS®). Prospective clients can obtain a compliance presentation and the firm's list of composite descriptions by visiting our website at [www.crescat.net/resources/due-diligence/](http://www.crescat.net/resources/due-diligence/). Returns are presented net of management fees and performance fees, except where otherwise indicated. The currency used to express performance is U.S. dollars. The performance of Crescat funds may not be directly comparable to the performance of other private or registered funds. Investors may obtain the most current performance data and private offering memorandum for a Crescat fund by sending a request via email to [info@crescat.net](mailto:info@crescat.net). See the private offering memorandum for each Crescat fund for complete information and risk factors.





# Benchmarks

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Philadelphia Stock Exchange Gold and Silver Index. The Philadelphia Stock Exchange Gold and Silver Index is the longest running index of global precious metals mining stocks. It is a diversified, capitalization-weighted index of the leading companies involved in gold and silver mining. It is a suitable benchmark for the Crescat Precious Metals private fund and the Crescat Precious Metals SMA strategy, which have also been predominately composed of precious metals mining companies involved in gold and silver mining since inception.

S&P 500 INDEX. The S&P 500 Index is perhaps the most followed stock market index. It is considered representative of the U.S. stock market at large. It is a market cap-weighted index of the 500 largest and most liquid companies listed on the NYSE and NASDAQ exchanges. While the companies are U.S. based, most of them have broad global operations. Therefore, the index is representative of the broad global economy. It is a suitable benchmark for the Crescat Global Macro and Crescat Long/Short private funds, and the Large Cap strategies, which have also traded extensively in large, highly liquid global equities through U.S.-listed securities, and in companies Crescat believes are on track to achieve that status. The S&P 500 Index is also used as a supplemental benchmark for the Crescat Precious Metals private fund and Precious Metals SMA strategy because one of the long-term goals of the precious metals strategies is low correlation to the S&P 500.

