

Copperstone Resources AB – Deep dive Viscaria

Presentation at Avanza Investor Day

November 22, 2023



Disclaimer

Forward-looking statements

This presentation contains forward-looking statements, which relate to events or future performance and reflect Copperstone's current expectations and assumptions. Such forward-looking statements are based on information previously made public by the company, other public sources, and the company's current assumptions and beliefs, which may be subject to change, and should not be viewed or understood as projections, forecasts or similar.

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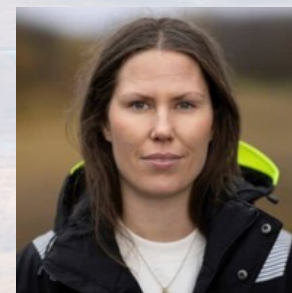
Financial information

The numbers and financial figures in this presentation have not been reviewed nor audited by the company's auditor. Furthermore, some of the figures in the presentation have been rounded off.

Speakers of the Day



Michael Mattsson
Head of Business Dev.



Tove Thelin Täckdal
Head of Processing



Content for today's presentation

1 Why invest in a European low carbon copper project?

2 Brief Company Overview

3 Timeplan

4 Financial Summary and Ownership

5 Mine, processing and logistics

6 Total CAPEX to be financed

Case in a nutshell

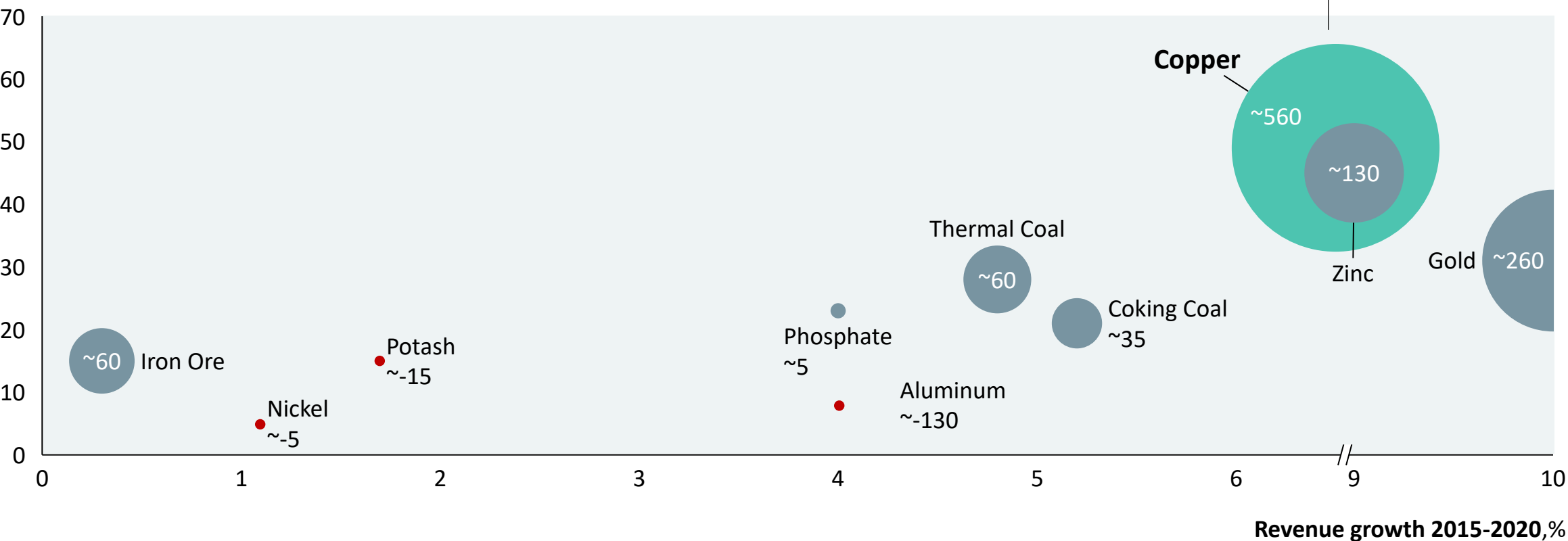
- 1 Viscaria is the largest Cu brownfield project in Europe. Subject to environmental permit in April 2024, first copper could be delivered in 2026
- 2 During the next 10 years, copper producers will benefit from the growing supply deficits
- 3 Through successful exploration drilling, Viscaria's Cu resources have expanded from 52 to 93 Mton (during the last 4 years).
- 4 The Company has raised +SEK 1bn since May 2020. Largest shareholders include Thomas von Koch, JOHECO AB, Jan Ståhlberg, Håkan Roos, Handelsbanken Fonder, AP4 and Skandia
- 5 Viscaria's Pre-Feasibility Study will be finalized during Q1 2024. Earlier indications show an annualized Net profit SEK 800-900m
- 6 Total Initial CAPEX to be financed (subject to PFS & Permit) of c. SEK 5bn of which tentatively SEK 3bn will be debt financed

Copper is the largest mining commodity value pool, with the highest profitability

Bubble size: Net Present Value, Bn USD

Commodity value pools, 2020

EBITDA margin (average), %



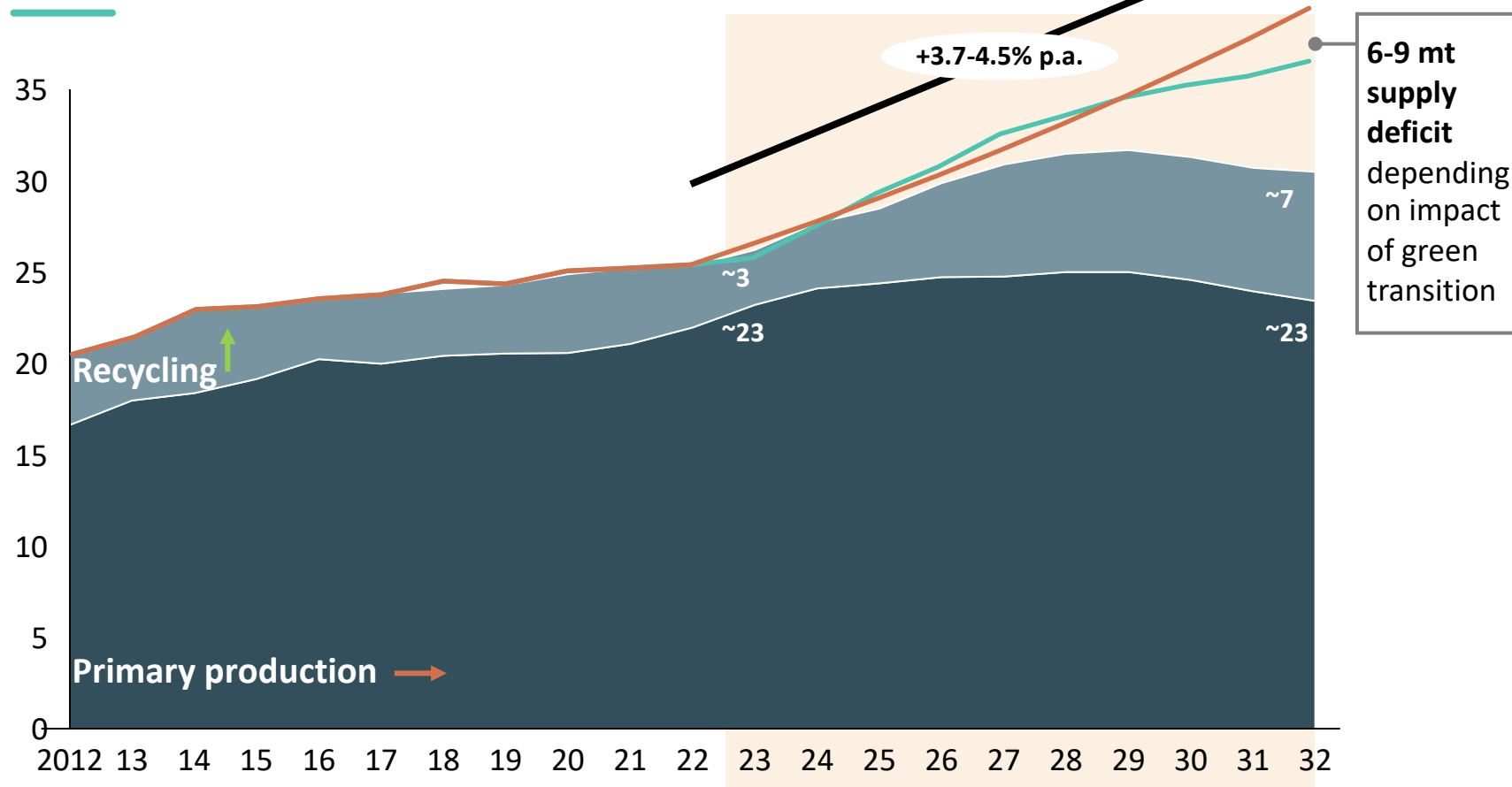
SOURCE: Expected PriceRegimes; Mining Cost Database; CapEx Database

Global copper supply-demand deficit of 6-9 mt by 2032

Overview of the global copper market supply-demand balance

— Demand (low)¹ ■ Recycling supply ■ Forecast
— Demand (high)¹ ■ Primary production supply

Global copper market balance 2012-32, mt

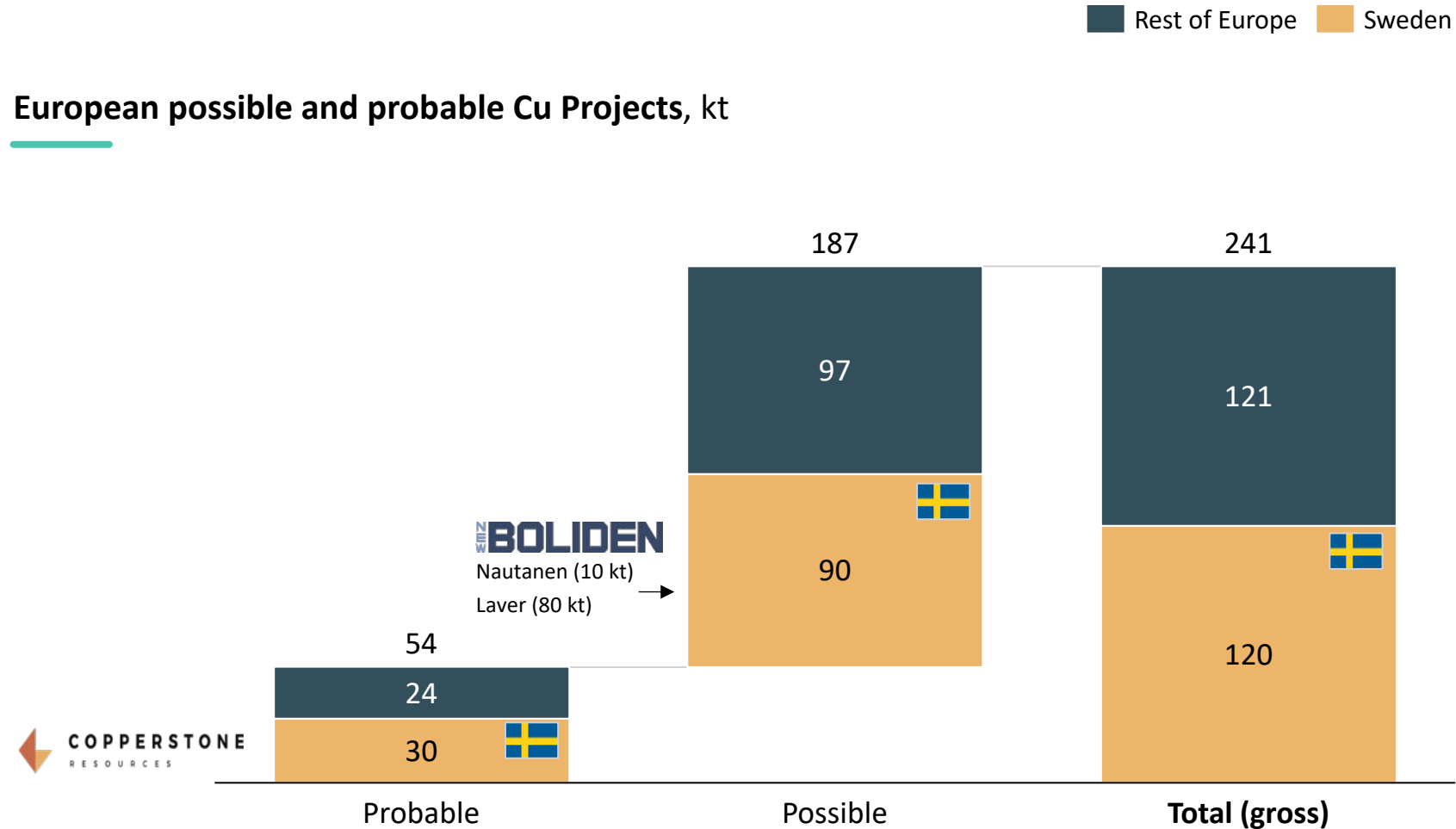


Key messages

- **Copper demand set to increase 45-55% by 2032** driven by the overall increase in global living standards and transition to fossil free energy (increase depending on estimates for the green transition impact on demand¹)
- **Slow global mining investments** caused by lack of promising projects and political unrest
- **~6-9 mt global supply-demand deficit projected in 2032** (equivalent to the size of 5-8 of the world's largest copper mine, Escondida)

1. MineSpans (low), S&P(high)
 Source: MineSpans, Wood Mackenzie, S&P

To mitigate Europe's dependency on import, realization of Swedish copper projects will be crucial



Key messages

- **~240 kt copper** in total European primary production pipeline
- **~50% derives from Swedish projects** (excluding Chinese owned Serbian mining project)
- **Realization** of these project will be crucial to mitigate Europe's dependency on:
 - Import from the rest of the world
 - The bet that recycling can increase further
- Applying realization probabilities set by CRU group² **only ~37 kt will be realized** leaving Europe in a significant deficit

1. Swedish projects: L-Vaara Östra (sanctioned), Rävliiden (sanctioned), Viscaria (probable), Laver (possible), Nautanen (possible)
2. 47% for probable projects, 6% for possible

This is Copperstone

Three deposits

- ✓ Viscaria, Arvidsjaur, Tvistbo
- ✓ 6 Processing concessions¹
- ✓ 15 Exploration permits²

Viscaria – attractive deposit in prime location

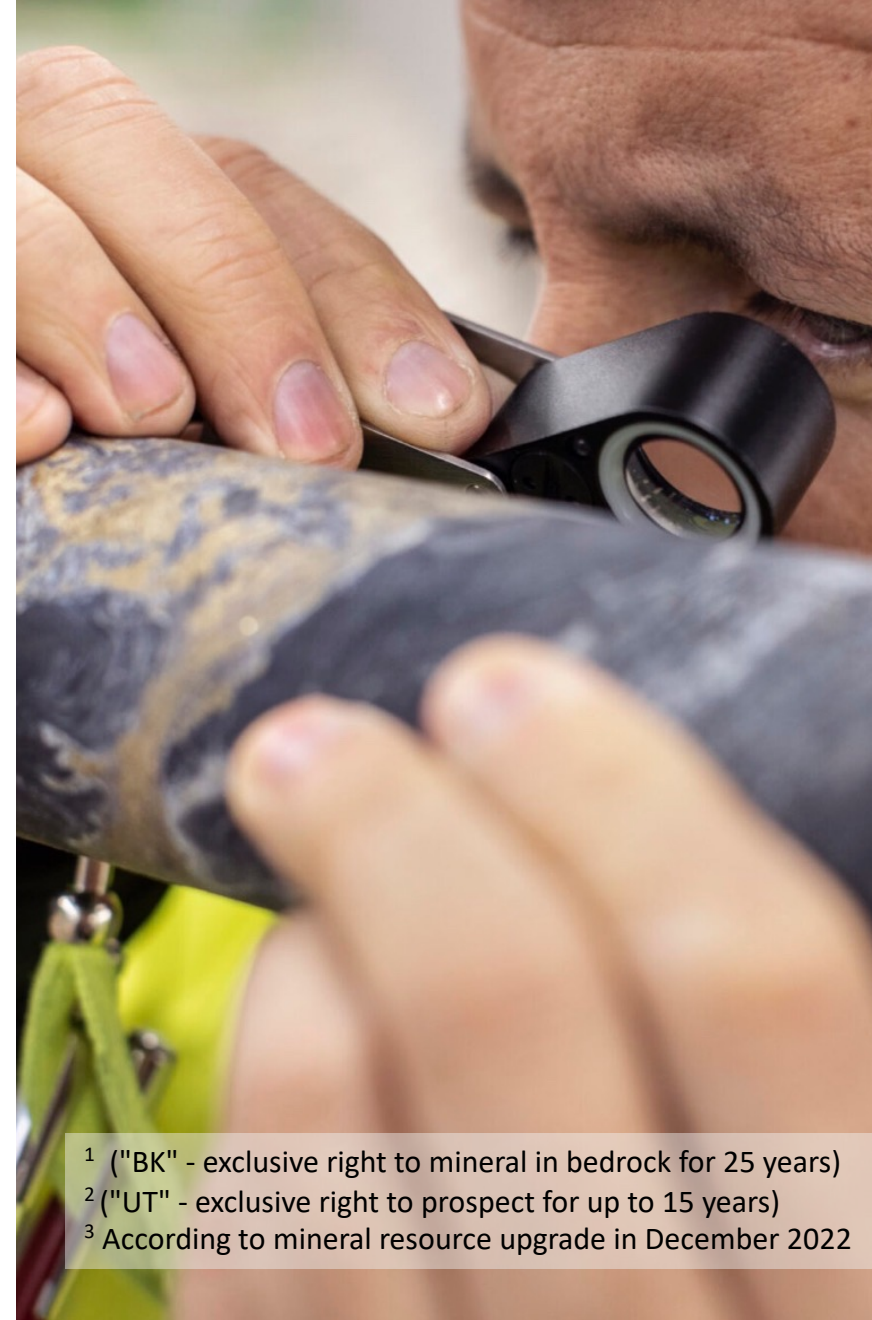
- ✓ Former mining operations 1982-1996/97
- ✓ 93 Mtons of copper-bearing rock @ 0.9% Cu = 818,000 tons of copper³

Experienced management team in place & Permit application submitted

- ✓ +35 employees with many 100 years of combined mining and finance experience
- ✓ Environmental permit application submitted at the end of March 2022. Permit approval expected in April 2024

One of the world's most sustainably produced copper concentrates

- Total carbon emissions only 5% of the global average mine (McKinsey)



¹ ("BK" - exclusive right to mineral in bedrock for 25 years)

² ("UT" - exclusive right to prospect for up to 15 years)

³ According to mineral resource upgrade in December 2022



Four strategic focus areas for Copperstone

Secure Viscaria license to operate

- Deliver best in class contribution to permit process (environmental, land use)
- Design and pilot industry leading environmental technology
- Implement global standard environmental and safety practices

Rapid start-up of Viscaria operations

- Perform detailed and fast paced Pre-Feasibility-Study
- Design capex/opex efficient and sustainable mining and beneficiation solutions
- Develop and execute best in class partnerships for equipment, infrastructure, services, sales and logistics

Secure competitive financing

- Develop debt financing partnerships with 1-2 project finance banks
- Secure competitive debt financing package for Viscaria Phase 1
- Secure ownership support for Viscaria Phase 1 equity injection

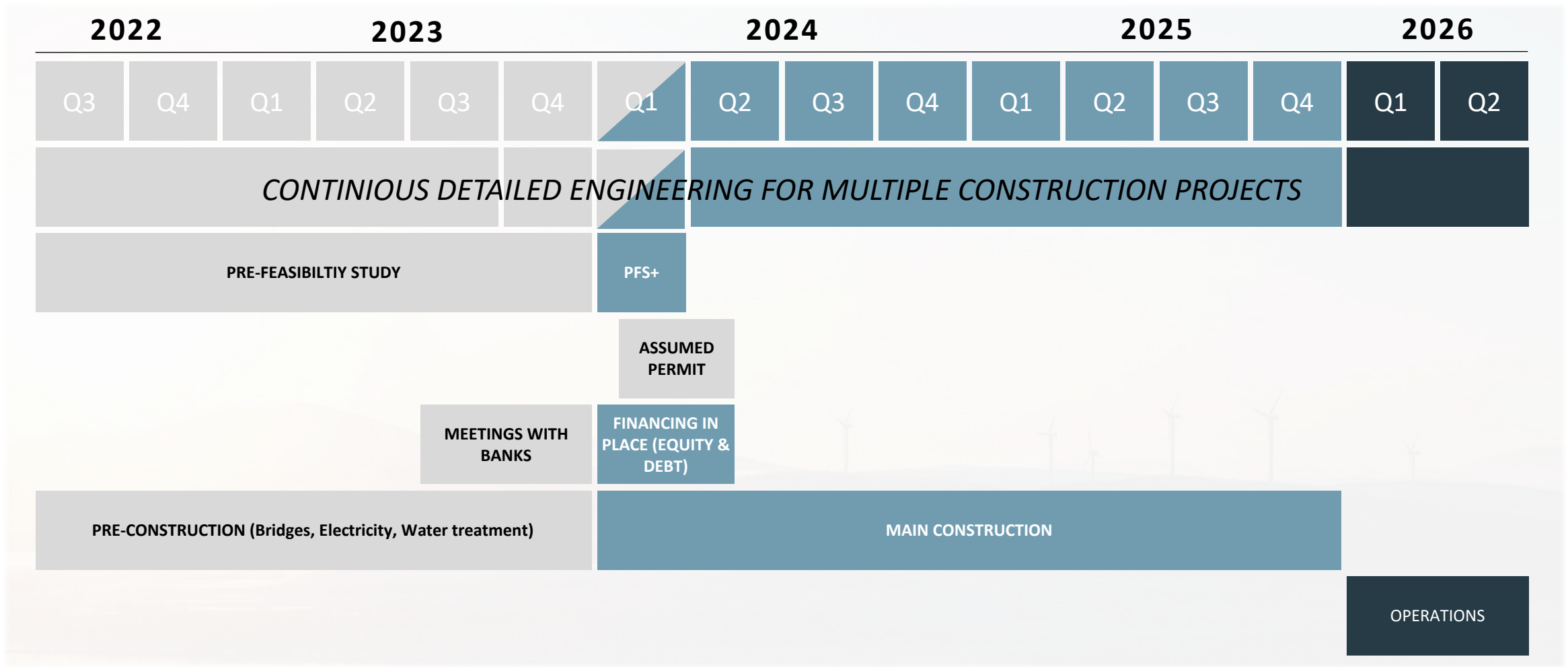
Value creation beyond Viscaria Phase 1

- Develop Arvidsjaur asset towards feasibility
- Develop 'Viscaria Plus' options through exploration
- Leverage GreenIron partnership to develop CO2-free magnetite option
- Pursue additional Nordic targets, resource development and operations



Overview of timeplan

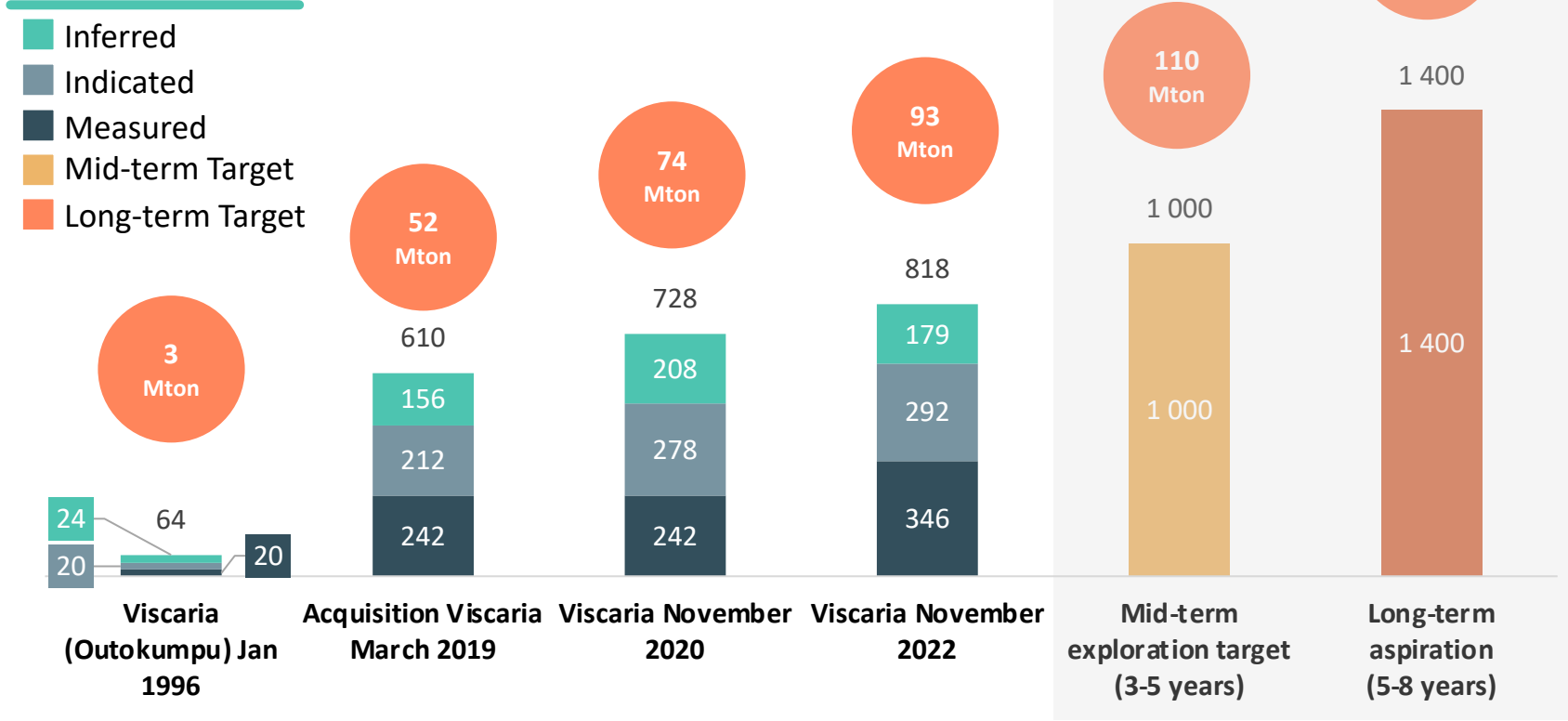
The overall financial planning assumes that a total financing package of c. SEK 5bn (subject to permit) should be in place in April 2024



Successful exploration drillings have during the last 3 years expanded Viscaria’s mineral resources from 52Mton to 93 Mton

Viscaria’s historical and predicted copper growth in a valuable metal - From 3 to 93 Mton copper bearing rock since Outokumpu mine closure. Long-term aspiration target of 130-150 Mton

K ton Cu ¹



Key messages

- Viscaria has significant remaining exploration potential
- Copperstone expects historical exploration productivity to continue, and aims at increasing the life-of-mine by 3 years every 1.5-2 years
- Long term aspiration to reach 1.4 million tons of copper bearing rock at the same or higher grades

See www.copperstone.se for detailed information on tonnage and grades in the respective resource category of the reported mineral resources.

Experienced management team

In connection to the release of the Q3 2023 results, Copperstone introduced some minor management changes



Jörgen Olsson
CEO



Anna Tyni
COO



Frida Keskitalo
CFO



Karin Lindgren
Head of Geology



Michael Mattsson
Head of BD



Emma Mäkitaavola
Project leader



Thomas Nordmark
Head of Infrastructure &
Logistics



Tove Thelin Täckdal
Head of Processing



Peter Wihlborg
Head of Environment &
Sustainability



Christopher Wikman
Head of Mining

Board of Directors



Per Colleen

Chairman

Multiple years of experience from the financial industry, including as former equity manager at AP4 between, SEB Investment Management and DnBNor



Markus Petäjaniemi

Board member and Deputy chairman

Over 15 years of experience from various management positions within LKAB and was a member of the group management of LKAB until March 2021. Board member of Hybrit Development AB and MEFOR



Jane Lundgren Eriksson

Board member

More than 20 years of experience from capital markets, and leading positions within Swedish Export Credit Corporation (SEK) and CEO at Visma Finance AB



Jörgen Olsson

Board member

Copperstone's own little ferret with great stamina. Jörgen is determined, seeing the big picture and is a true team leader and builder



Sven-Erik Bucht

Board member

Previously served as the Minister of Rural Affairs in the Swedish Government and as a member of the Swedish Parliament. Mayor of Haparanda between 2003-2010. Chairman and CEO of several companies



Lars Seiz

Board member

Over 30 years of experience from the financial sector with leading positions within SEB and the Second AP Fund. A number of board assignments among others, Handelsbanken Fonder AB



Ing-Marie Andersson Drugge

Board member

Currently Plant manager at Munters. She also has extensive experience in the mining and construction industry and held leading positions at BillerudKorsnäs, Boliden and Outokumpu



Henrik Ager

Board member

Previously a partner at McKinsey for 16 years, focused on the mining industry. Thereafter eight years as top executive at Sandvik. Copperstone's CEO FY 22/23. Currently CEO of Höganäs AB

Share Capital & Owners, September 30, 2023

- ✓ Directed share issue of SEK 266m in June 2023 in which Swedish top-tier institutions participated
 - ✓ Handelsbanken Fonder
 - ✓ Fjärde AP Fonden
 - ✓ Skandia
- ✓ Other qualified investors include Thomas von Koch, Jan Ståhlberg and RoosGruppen AB
- ✓ Total raised capital since 2020 in excess of SEK 1,000m
- ✓ In excess of c. 17,500 shareholders of which c. 800 shareholders are Kiruna citizens
- ✓ Cash at hand (September 30, 2023) of c. **SEK 352m**
- ✓ Listed on First North. Total market capitalization (on a fully diluted basis) amounts to c. SEK 1.9bn (November 8, 2023 @ SEK 1.07).

Shareholder as per September 30, 2023	Number of shares, #	Capital & Votes, %
Thomas von Koch incl. Company	184 339 700	10,2%
JRS Asset Management AB Client accounts	103 728 355	5,8%
JOHECO AB	71 000 000	3,9%
RoosGruppen AB	66 489 850	3,7%
Jan Ståhlberg	64 669 850	3,6%
Avanza Pension	54 102 912	3,0%
Skandia Investment Management	42 056 075	2,3%
Fjärde AP Fonden	42 056 074	2,3%
Handelsbanken Fonder	41 095 583	2,3%
Santhe Dahl Invest AB	39 568 549	2,2%
Futur Pension	38 969 440	2,2%
Svante Wedman incl Company	26 941 278	1,5%
Skandinaviskonsult i Stockholm AB	26 000 000	1,4%
SEB AB, Luxemburg	25 900 000	1,4%
Björn Israelsson	25 205 000	1,4%
Michael Mattsson	22 669 120	1,3%
Handelsbanken Liv Försäkrings AB	20 015 713	1,1%
Others	906 799 325	50,3%
Total Number of Outstanding Shares	1 801 606 824	100,0%



Financial Summary – Viscaria

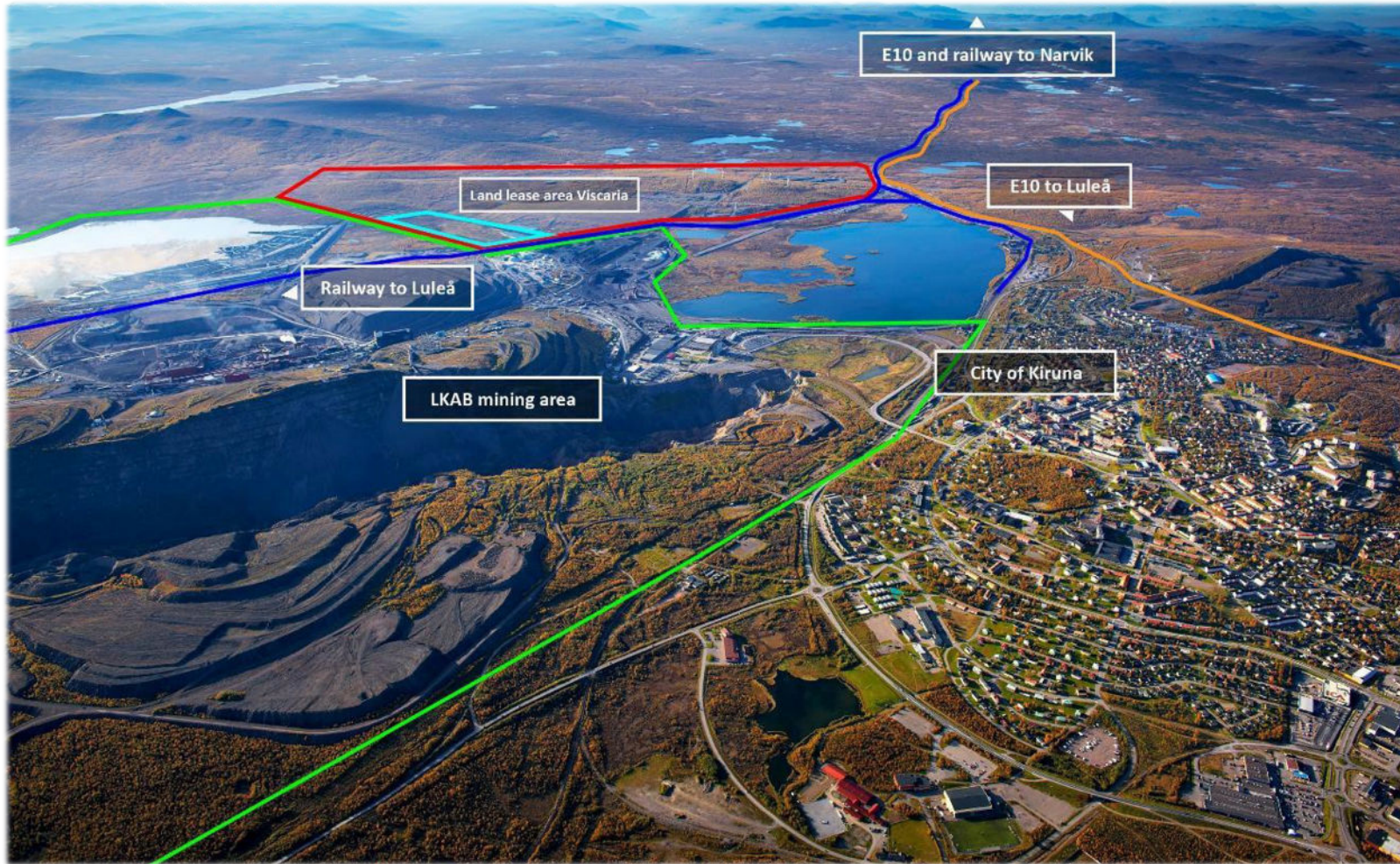
Key Operational assumption according to annual report FY 2022

Cash at hand 30
Sep 2023:
352 MSEK

Initial Life Of Mine (“LoM”)	15 years
Initial CAPEX	SEK 4.5-5.0 billion
Targeted financing	c. 60% project financing
Milled tonnes per annum at full run-rate	3 million
Total copper production during LoM	c. 420kt
Average grades during LoM	0.95% Cu
Copper price per tonnes	USD 9.000
Average C1 Cash costs during LoM (net of by-products)	USD 3.900 per tonnes
Annual net profit at full run-rate	SEK 850m

Location is key

Viscaria is an attractive brownfield mine - The existing underground infrastructure and its favourable location make Viscaria an attractive brownfield mine



Key messages

Viscaria has existing 65km of underground infrastructure

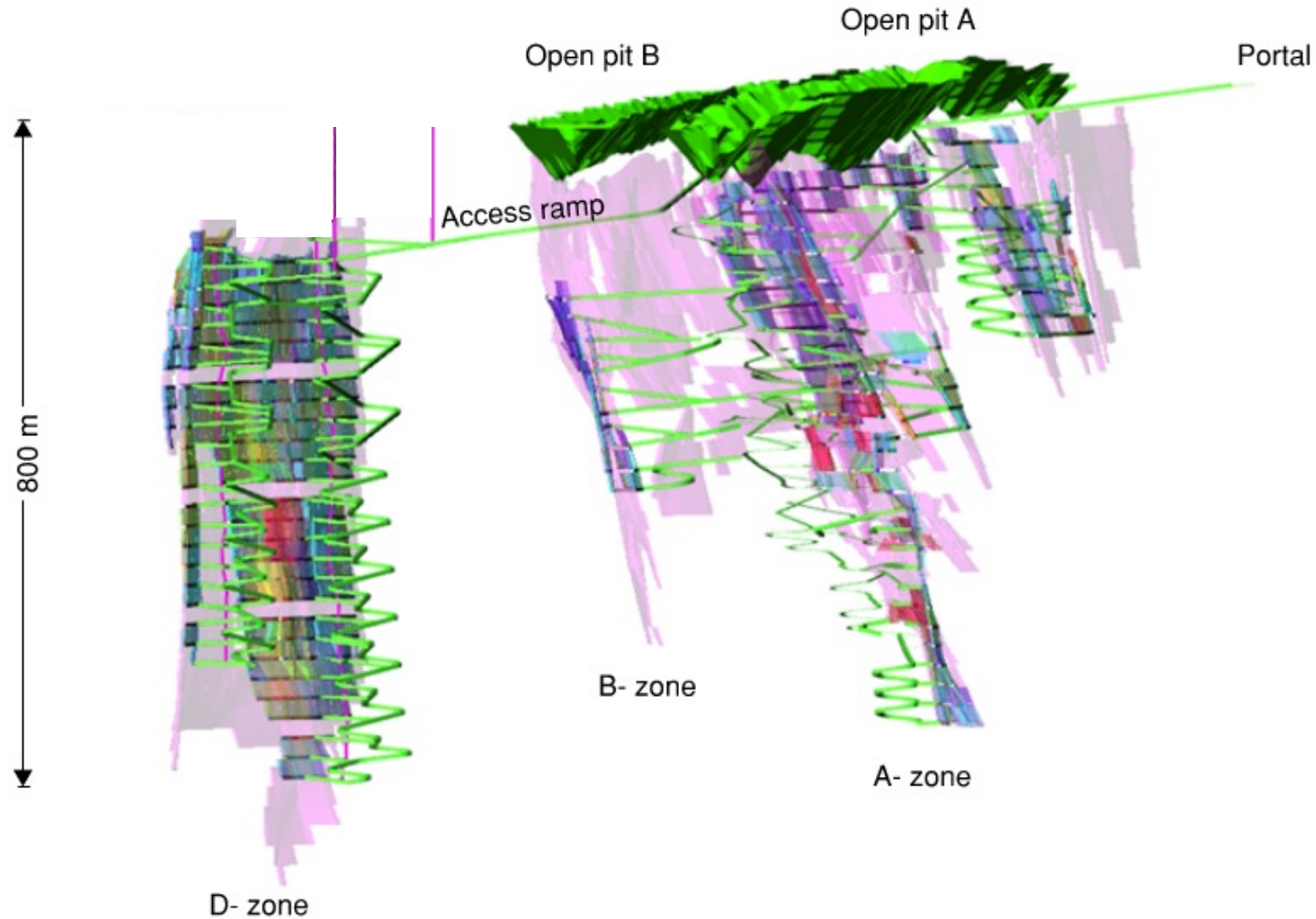
Favorable location:

- Located next to LKAB mining and industrial area
- Access to infrastructure, E10, railways and power grid
- In industrial area zoned for mining, hence minimal impact on biodiversity, recreational values and reindeer herding

Local community with **exceptional access to mining know-how**, and with **great social acceptance**

Continued Mine Design & Production optimization

We will use a combined mining approach, flexibly operating both open pits underground mines



Note: Conceptual draft of mine design. Transparent purple solids shows stopes currently under evaluation.



This is a unique asset - we can leverage already existing mine infrastructure to get a quick start of production and avoid high capital costs and long lead times



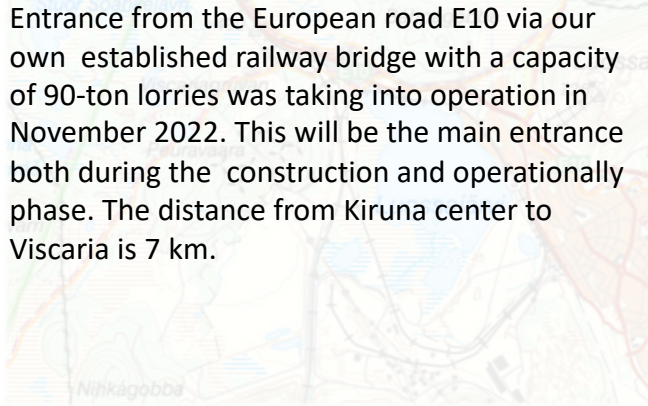
Completed infrastructure investments

Copperstone has identified and analyzed key areas relating to infrastructure to ensure that operations successfully implemented with optimal productivity. In the pre-permit face, the Company has built railway bridge, water treatment testing facility and secured power for the construction phase

Road logistics,
water
treatment
testing facility
& Power for
construction

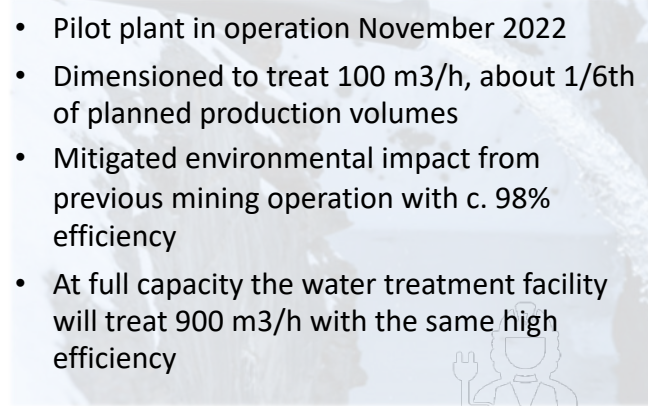
Road Logistics

Entrance from the European road E10 via our own established railway bridge with a capacity of 90-ton lorries was taking into operation in November 2022. This will be the main entrance both during the construction and operationally phase. The distance from Kiruna center to Viscaria is 7 km.



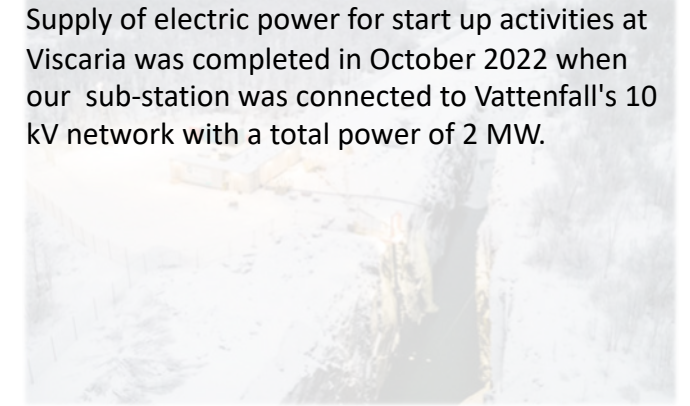
Water treatment management

- Pilot plant in operation November 2022
- Dimensioned to treat 100 m³/h, about 1/6th of planned production volumes
- Mitigated environmental impact from previous mining operation with c. 98% efficiency
- At full capacity the water treatment facility will treat 900 m³/h with the same high efficiency



Power for construction

Supply of electric power for start up activities at Viscaria was completed in October 2022 when our sub-station was connected to Vattenfall's 10 kV network with a total power of 2 MW.



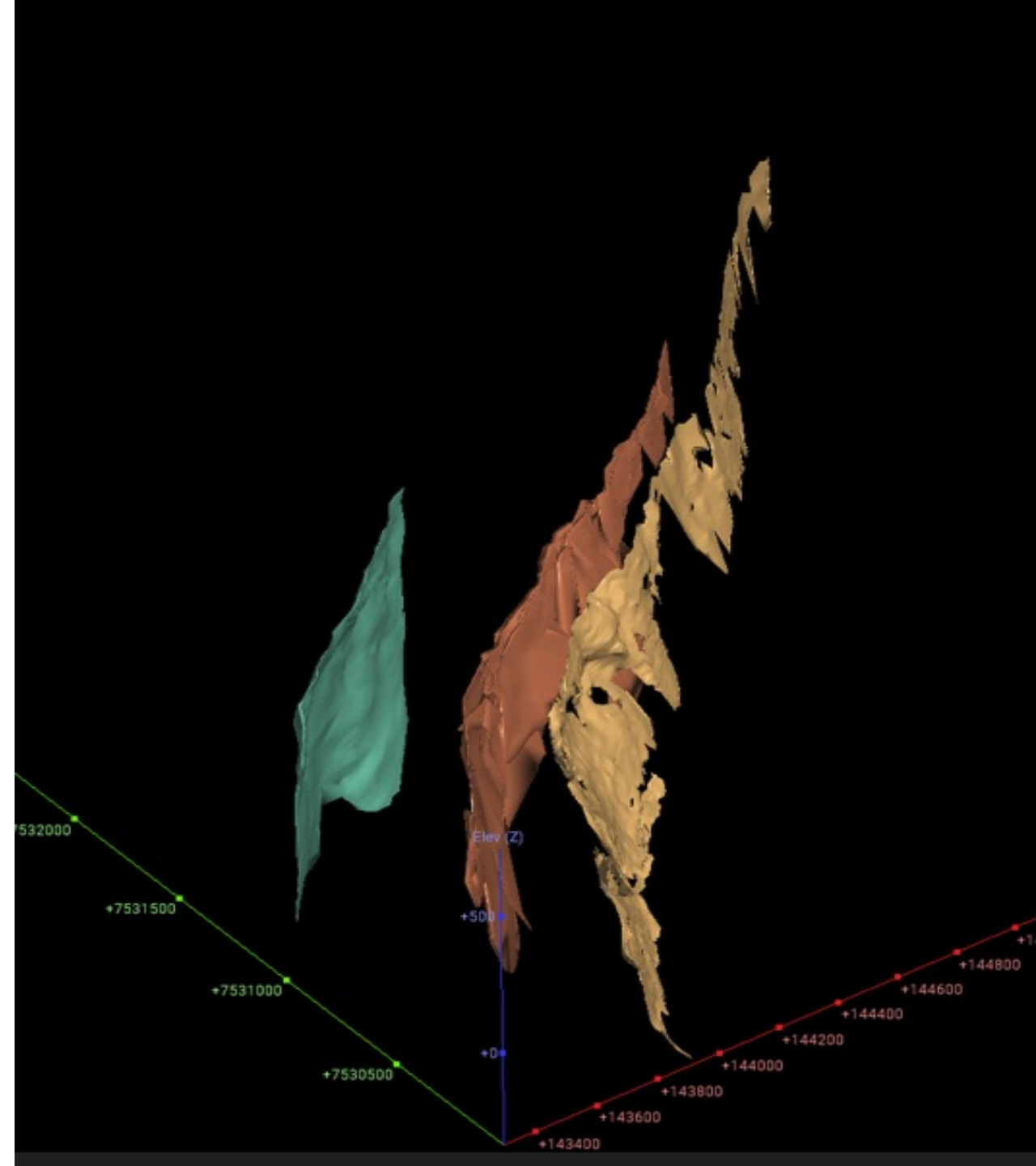
Processing in Viscaria

- ✓ Recovery – Share of copper which is accomplished through processing
- ✓ Grinding – Dismantle the copper grains
- ✓ Flotation - A chemical process that distinguish the copper grains from the side rock and punishment elements

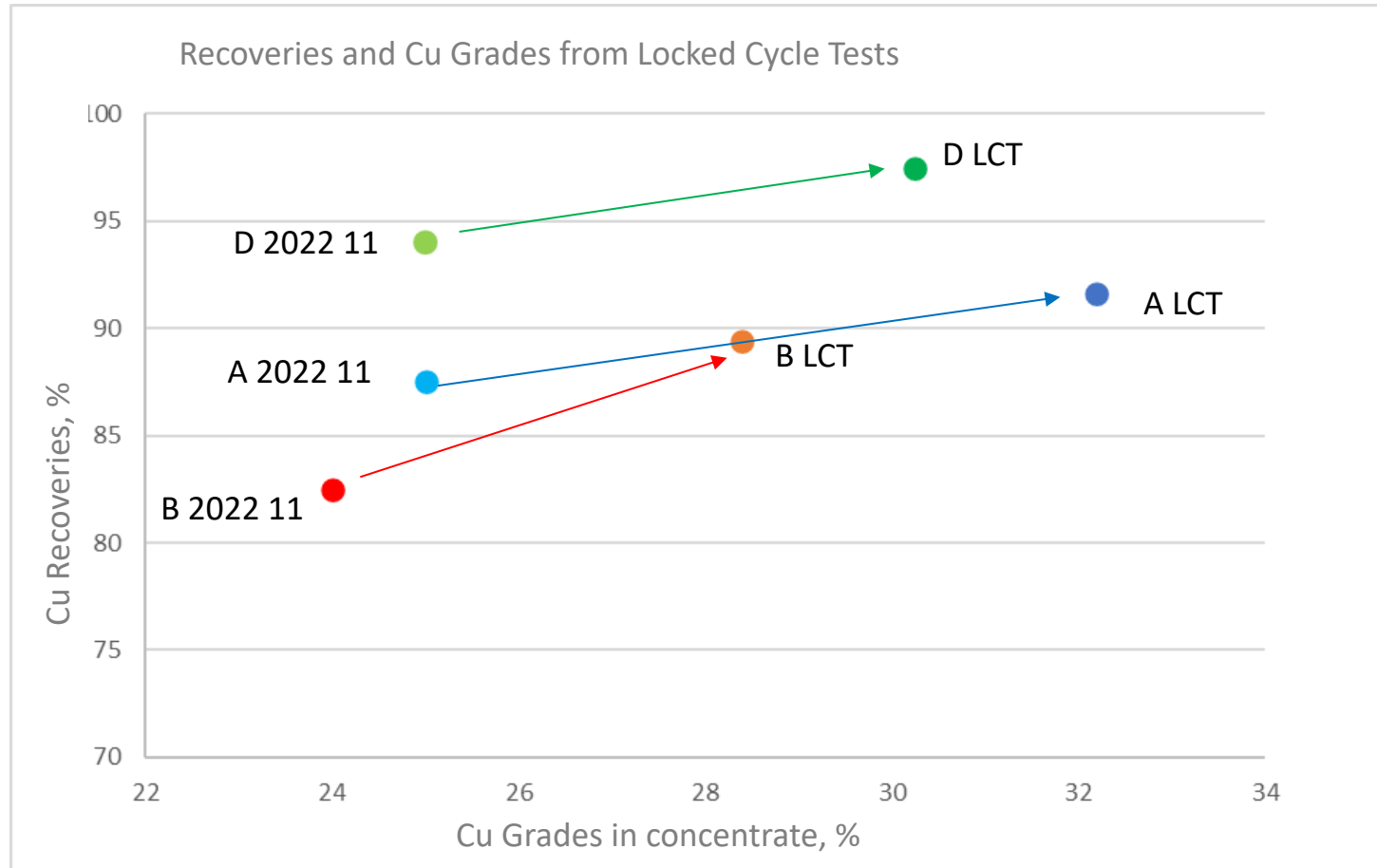


Processing in Viscaria

- ✓ Extensive laboratory testing
- ✓ Concentrates with magnetite – Keep D Zone separate from A- and B Zones
- ✓ Grinding tests – D Zone much softer than A and B. Guided choice of target circuit.
- ✓ Flotation tests - Optimized flotation chemicals and increased recoveries

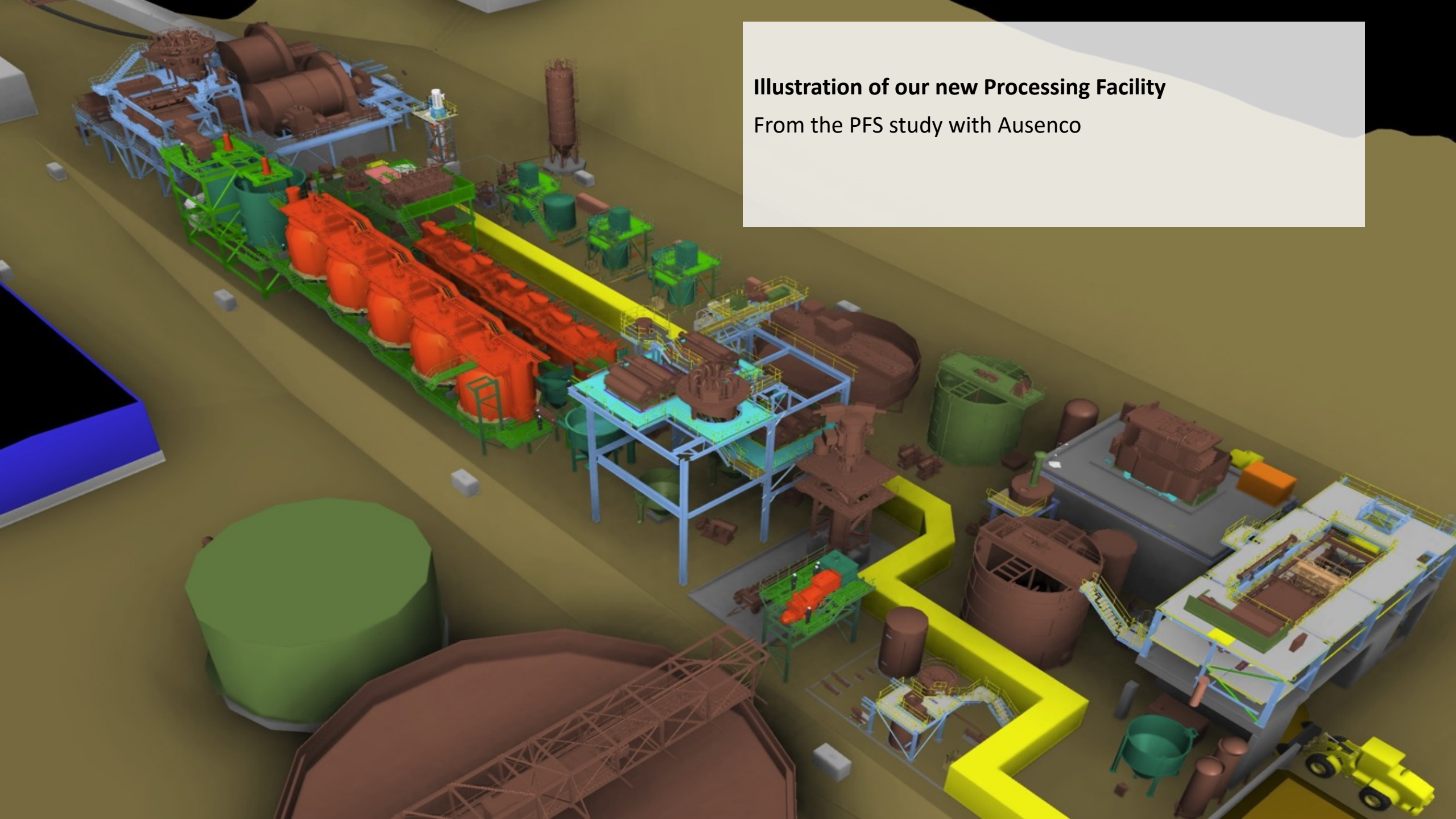


New locked cycle tests indicate higher recoveries and Cu grades



- ✓ Locked cycle test works performed to date indicate good to excellent flotation response with recoveries of 92-98% with 25% Cu grade
- ✓ Cu grades in concentrate and recoveries have improved materially compared to the Resource Upgrade in 2022
- ✓ This has been accomplished by an improved customized process concept

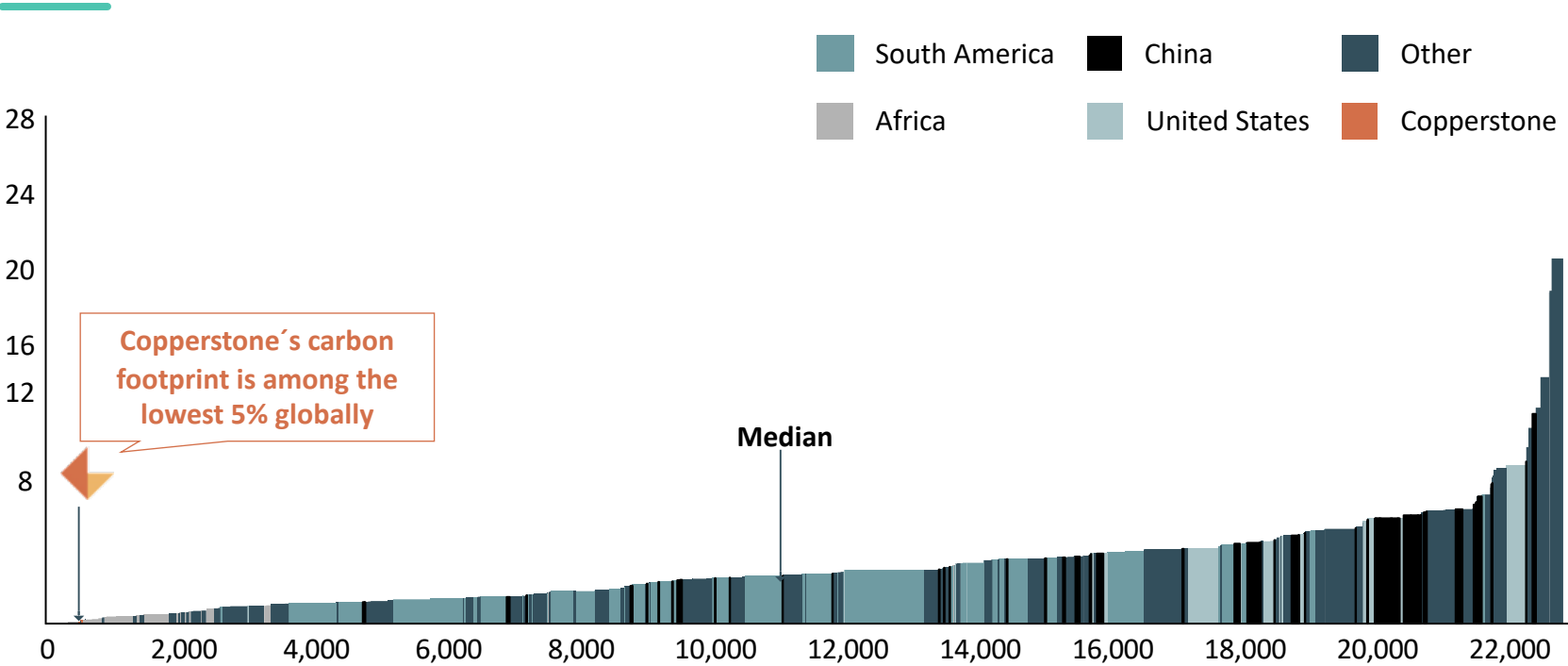
Illustration of our new Processing Facility
From the PFS study with Ausenco



Sustainability

Copperstone’s carbon footprint is among the lowest 5% globally with minimal environmental impact

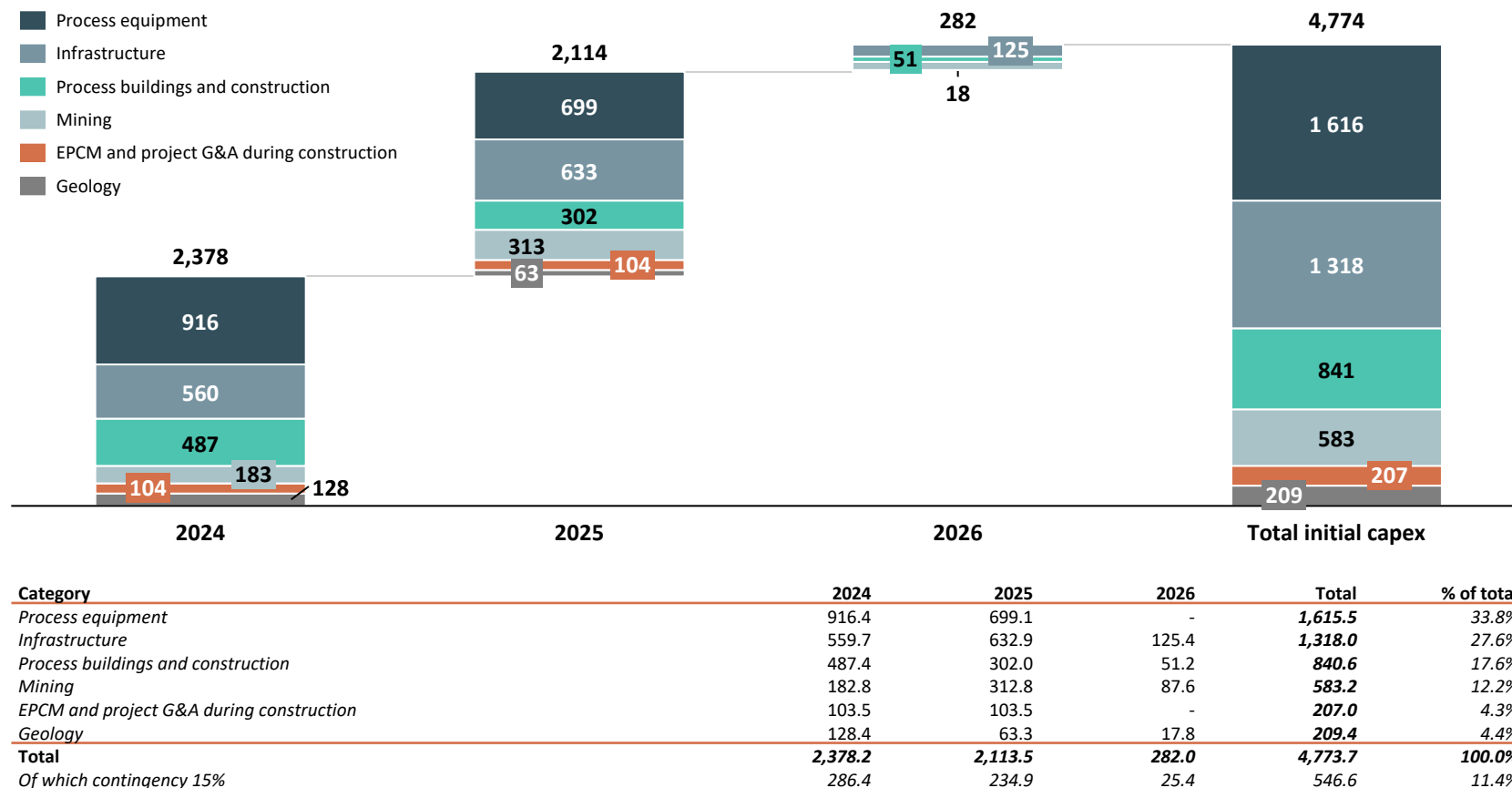
Scope 1 & 2 CO₂ equivalent emissions at mine-site 2020, t CO₂/t copper metal equivalent contained



Key messages

- Viscaria’s carbon footprint is among the lowest 5% globally
- Ideally positioned to meet market demand with low-carbon copper expected to account for 15-20% of total demand in 2032

Initial CAPEX build up by year (SEKm)



Key messages

- **Total Initial CAPEX amounts to c. SEK 4.8bn**
- Please note that of total CAPEX in FY 2026 only 50% is considered to be Initial CAPEX (for mining only 25% is considered to be Initial CAPEX) as remaining 50% is assumed to be financed through operating cashflows
- Lion part of Initial CAPEX (c. 79%) relates to Processing and Infrastructure
- EPCM relates to project costs associated with each CAPEX project
- Project G&A during construction relates to budgeted overhead costs which will be capitalized



C O P P E R S T O N E
R E S O U R C E S