TOP PICKS

Companies highlighted in this report

Name	Ticker	Rating	Target
Base Metals			
Denison	DML	Buy	$7.25
First Quantum	FM	Buy	$51.00
Gunnison Copper	GCU	Buy	$1.60
Hot Chili	HCH	Buy	$3.50
Northisle Copper and Gold	NCX	Spec Buy	$5.25
Trekor Metals	TKO	Buy	$13.00
Precious Metals			
Cabral Gold	CBR	Spec.Buy	$1.60
Erdene	ERD	Spec.Buy	$14.50
Liberty Gold	LGD	Spec.Buy	$4.30
Omai Gold	OMG	Spec.Buy	$4.40
Revival Gold	RVG	Spec.Buy	$2.90
Sitka Gold	SIG	Spec.Buy	$3.00
Healthcare			
Profound Medical	PROF	Buy	US$11.20
Perimeter Medical	PINK	Spec.Buy	$0.95
Diversified			
Anaergia	ANRG	Buy	$5.30
Black Diamond	BDI	Buy	$21.00
Canadian Net REIT	NET.UT	Buy	$7.70
Hammond Power	HPS.A	Buy	$361.00
Neo Performance	NEO	Buy	$50.70
Technology			
Vitalhub	VHI	Buy	$13.25
Sylogist	SYZ	Buy	$5.75

H2/26 Top Picks: Preparing the Next Small-cap Launching Pad

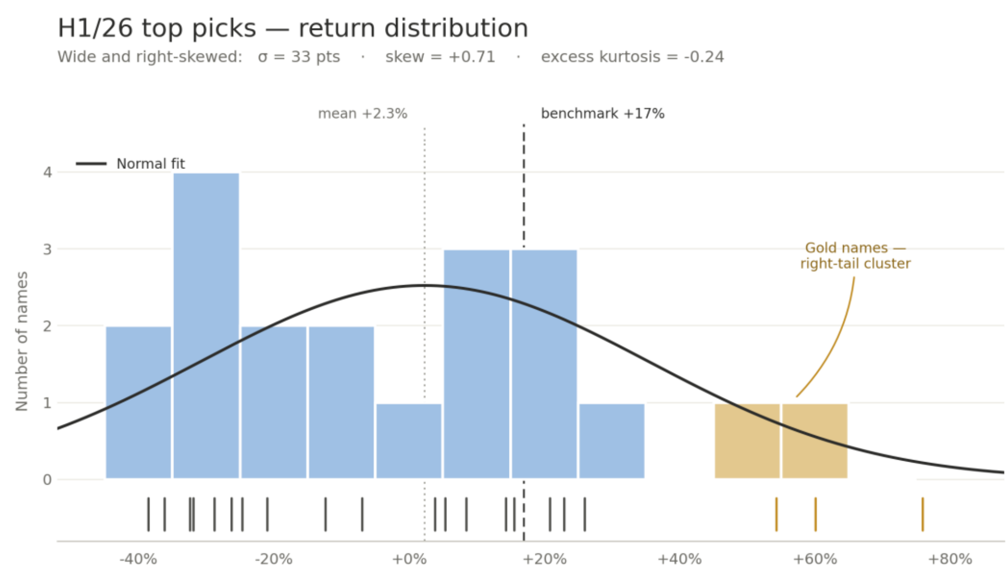
Event

We highlight our top picks for the second half of 2026 across our coverage.

- **H1 Top Picks Review – High Dispersion with Asymmetric Tails** | Our H1/26 top picks returned an average +2.3% (median +3.8%), lagging the TSX Small Cap Index (+17.0%) but performing better than the TSX Venture Composite (-9.2%). Eleven out of 21 names delivered a positive return and six outperformed the TSX Small Cap Index (LGD, OMG, BYN, TKO, HBM and SWAN). The biggest detractors to the performance were BYD, ERD, GRA and CCCM, each down over 30% in H1. The return distribution carries a wide right tail (skew of +0.71), meaning the extreme positive outcomes are larger in magnitude than the losers. This performance reflects the asymmetric opportunities that can be found in small/microcap equities but must be harvested with a robust risk management system that allows one to cut off the left tail while staying exposed to the right tail.
- **Canadian Small/Microcap Conditions – Digesting the 2025 Breakout** | 2025 marked the end of a secular bear market in Canadian small caps with the TSX Small Cap Index breaking out through the 2007 highs and making a ~70% run to its first major technical target implied by the breakout (1400 zone). The index has been digesting the run with a consolidation phase that began in February 2026. We would allow for further sideways action to build a base for the next trending phase with upside potential to 2000 and eventually 3250. The TSX Venture Composite is absorbing key resistance at the 1000 level but continues to have a constructive long-term set-up with an upside target at around 2400–2500 once it manages to sustain a breakout.
- **Macro – Mixed Signals |** Our macro risk appetite and global breadth models maintain a generally positive view on risk assets going into H2, but there has been deterioration at the margin with the yield curve making a bear flattening move in recent months and the US Dollar Index breaking out through the 100 level, which is weighing on our tactical models. Global monetary policy tailwinds have receded, leaving fiscal policy, economic growth and earnings revisions as the primary drivers of equities. Sector rotation trends are creating a whipsaw prone environment with emerging leadership in cyclicals as the global business cycle moves into an expansionary phase (PMIs pushing over 50). This is confirmed by the copper/gold ratio transitioning into a new uptrend, which bodes well for the relative performance of small caps versus large caps.
- **The Big Three Themes |** We have identified three major structural themes in our technical and macro work that have potential to persist in the coming years: ***1) Energy Transition*****:** Grid infrastructure, renewables/clean energy, copper, battery metals, rare earths; ***2) Global Industrials & Infrastructure*****:** Beneficiaries of expansionary fiscal policy, defense and infrastructure spending; and ***3) Health Care & Biotech*****:** Oncology, GLP1 and cosmetic names, gene therapy, neurology, genomics, immunology, rare disease/orphan drugs, beneficiaries of global demographics and AI-driven innovation.

Our disclosure statements are located at the end of this report.

Figure 1: Our Top Pick Distribution Chart



Source: Paradigm Capital Inc., FactSet

TSX Small Cap Index (Monthly)

- The TSX Small Cap Index (Figure 2) broke out of an 18-year base last year, indicating the start of a new secular bull market.
- The index has hit a major target zone implied by the breakout (1400) but has potential toward 2000 and eventually 3250.
- We would allow for a period of consolidation to create a launching pad for the next trending phase.

TSX Venture Composite (Monthly)

- The TSX Venture (Figure 3) continues to exhibit a constructive long-term set-up on the monthly chart but has been facing resistance at the key 1000 zone.
- The momentum profile suggests that more time may be necessary before we can anticipate a sustained breakout, which would target upside to 2400–2500.

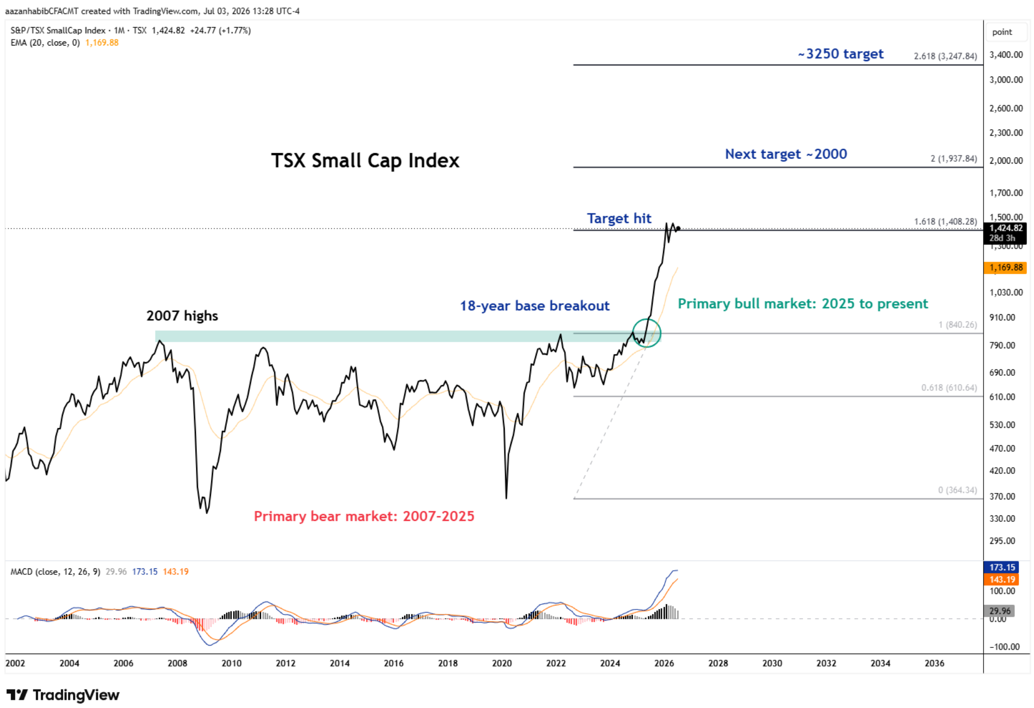
Manufacturing PMI, Copper/Gold Ratio and Small vs. Large-cap Factors

- The copper/gold ratio tends to correlate with manufacturing PMI cycles (Figure 4). We just entered an expansionary cycle in January 2026, so a conservative estimate of a cycle peak would be two years from entering the expansionary phase.

Copper/Gold Cycle

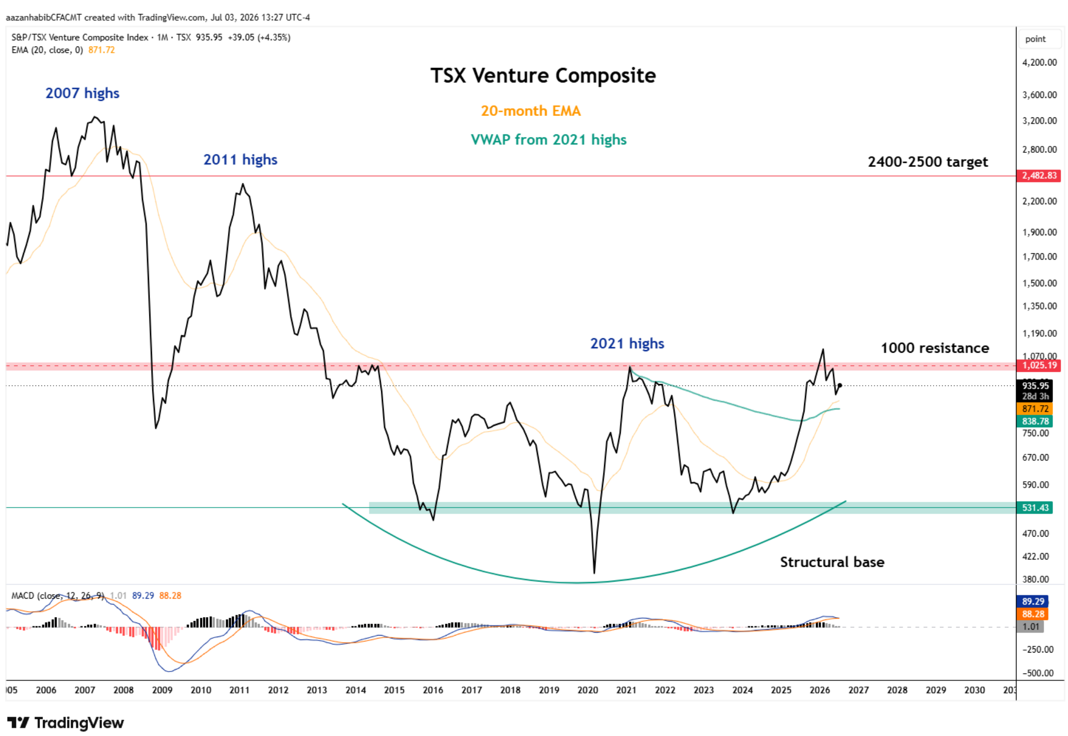
- The copper/gold ratio (Figure 5) has confirmed a bullish trend/momentum inflection point on the monthly chart, which supports rotating into base metal equities from precious metal equities.
- Imposing the derived cycle and projecting it forward suggests potential for copper to outperform gold into 2028–2029 (which lines up with typical manufacturing PMI expansion cycles).

Figure 2: TSX Small Cap Index (Monthly)



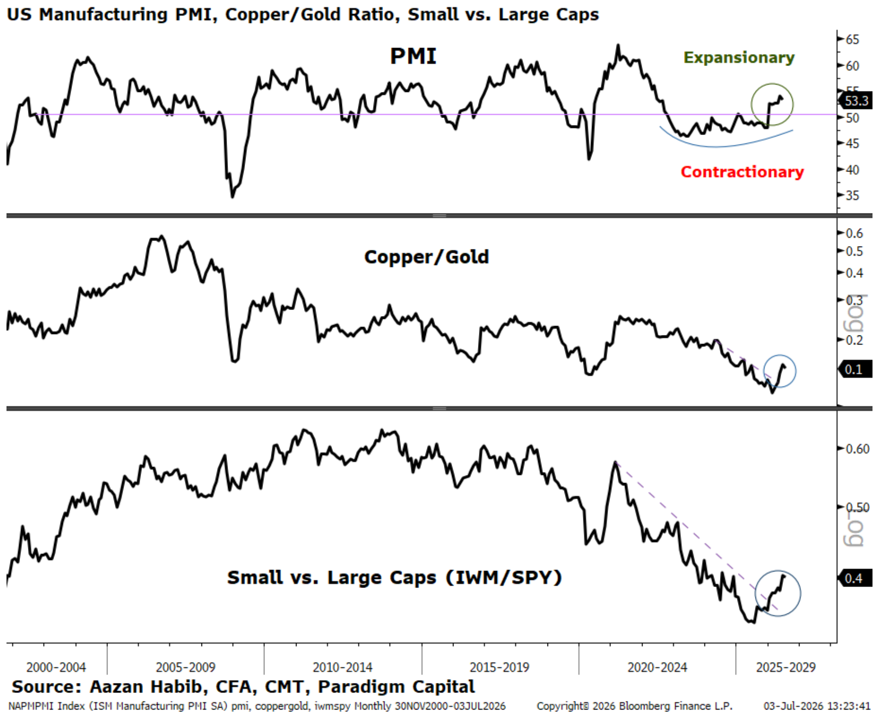
Source: TradingView, Paradigm Capital Inc.

Figure 3: TSX Venture Composite Index (Monthly)



Source: TradingView, Paradigm Capital Inc.

Figure 4: Manufacturing PMI, Copper/Gold Ratio and Small vs. Large-cap Factors



Source: TradingView, Paradigm Capital Inc.

Figure 5: Copper/Gold Cycle

Source: TradingView, Paradigm Capital Inc.

Base Metals

Denison Mines Corp.

DML-TSX; Market Cap $4.11B; Buy; $7.25 TP; $4.54 Last Close; Latest Note

Analyst: Gordon Lawson

DML offers investors returns on two fronts: near-term production from a low capex uranium mine and commodity price upside. The company has made significant progress in the past year, most significantly in receiving both the environmental and construction permits. As such, construction has now commenced. With a much quicker build for a simple ISR project, management estimates first production by mid-2028 — we conservatively model first production in Q3/28 and a 12-month ramp-up to 9Mlb/year. Of note, we calculate the ~C$600M capex to be fully financed with the balance sheet last reported at C$471M cash and 1.9Mlb of uranium inventory with a current market value of ~C$250M. As for uranium prices, the spot price has held steady at ~$85/lb for the past several months with Sprott trading at a discount to NAV for most of this period. Although Sprott is currently at a 10% discount, we believe this prolonged period will pass in the near term as market volatility dissipates. Longer term, we believe the growing supply shortage provides for significant upside potential on spot prices which tends to move share prices accordingly. DML is trading at a P/NAV of 0.65x versus NexGen (NXE-TSX, $20.00 TP, Buy) at 0.90x — we believe the lower capex and nearer-term nature of the Phoenix project should generate a higher multiple.

First Quantum Minerals Ltd.

FM-TSX; Market Cap $33.2B; Buy; $51.00 TP; $39.80 Last Close; Latest Note

Analyst: Gordon Lawson

FM offers investors returns on two fronts: organic growth through the ongoing ramp-up of the S3 expansion at Kansanshi, and what we believe to be the imminent restart of the Cobré Panama operations. At Kansanshi, the company continues to make progress on the large-scale S3 expansion with the new sulphide mill reporting first production in Q3/25. We model the asset using low-grade stockpiles during the ramp-up through Q2/26 with full production expected in the coming weeks. As well, we model the smelter expansion to be complete with full processing capacity of 1.6Mtpa modelled in H2/26. At Cobré Panama, there has been significant progress made over the past year, including the restart of the power plant and the government’s recent completion of its environmental review. With a score of 88%, the project was officially labeled “compliant” with outstanding issues related to the reforestation plan that we believe can be alleviated in the near term. The government has given the company permission to process stockpiled ore through the mill and the company is using the opportunity to identify any issues related to the prolonged C&M period. We continue to model the mine restarting in early 2027; however, with only ~1,300 employees on site, we model a slow 18-month ramp-up to full production rates as the mine requires ~8,000 employees. We value Cobré Panama using a 10% discount rate and a 0.75x P/NAV to account for the possibility of negotiations, resulting in additional tax and royalty increases or a possible surrendering of an equity stake. We note that if we model FM to retain 90% ownership of the asset our NAV increases ~C$5/sh, and if we use the previous 8% discount rate another C$5/sh is added to our NAV. FM is trading at a 0.9x P/NAV, versus peers at 0.9x, and an EV/EBITDA of 15x, versus peers at 7x, a premium we attribute to market expectations of a restart at Cobré Panama.

Gunnison Copper Corp.

GCU-TSX; Market Cap $204M; Buy; $1.60 TP; $0.41 Last Close; Latest Note

Analyst: Jeff Woolley

Gunnison Copper Corp.’s flagship Gunnison project is located in the prolific Arizona Copper Belt, one of the premier locations geologically and jurisdictionally to advance a new mine. Gunnison is a Preliminary Economic Assessment (PEA)-stage conventional open-pit oxide copper project designed to produce Grade A copper cathode at site without the need to ship concentrates overseas for smelting. Designed to produce an average 174Mlb copper cathode annually over a 21-year life, Gunnison can materially increase the U.S. refined copper production output by ~11% and be a key component in closing the country's domestic production shortfall. Coinciding with a recent CEO succession, the broader management and in-house technical teams have recently been augmented with the addition of a COO, SVP Permitting, General Counsel, VP IR, Interim CFO, Chief Metallurgist and Chief Geologist, among others. The company has also recently closed an oversubscribed bought deal financing giving it the funding to rapidly advance PFS activities. A major 120-hole, 42,000m drill program has commenced to facilitate metallurgical testing as well as explore resource conversion across the district-scale assets. Permitting amendment applications to convert the previously fully permitted ISR project to a conventional open-pit and heap-leach operation are underway. H2 could see some material milestones met, including initial metallurgical test results, resource conversion results and possibly one of three major state-level permits advanced to approval. Trading at less than 0.2x our NAV, we see a host of similarities between Gunnison Copper and the Arizona Sonoran Copper of ~18–24 months ago. Arizona Sonoran was highly successful derisking its similar Cactus project and having its shares rerate +600% along the way**.**

Hot Chili Ltd.

HCH-TSXV; Market Cap $391M; Buy; $3.50 TP; $1.93 Last Close; Latest Note

Analyst: Jeff Woolley

Hot Chili owns the Costa Fuego copper/gold project, a large combined open-pit and underground Pre-feasibility Study (PFS) stage mine in Chile. Costa Fuego has substantial infrastructure advantages including low altitude location relatively near the coast and readily available grid power, and the project is a short distance from the regional capital of Vallenar which has a skilled labour pool, negating the need for a project camp. Most importantly, Hot Chili has the only water concession granted to date in the valley. The water concession allows for the extraction of sea water needed for operations, and a second water concession application is in process to allow for expansion with a desalination plant which can be a strategic asset. A 2025 PFS for the Costa Fuego project outlined an initial 20-year mine plan producing ~100Kt copper annually. The upfront capital cost is ~$1.3B and the C1 operating cost ~US$1.38/lb, resulting in an attractive NPV8 of US$1.2B and a 19% IRR assuming a conservative US$4.30/lb long-term copper price. An additional land package called La Verde located just 30 km away from Costa Fuego can be a game-changer however. La Verde is shaping up to be a large porphyry deposit with the potential to substantively increase the project's economic returns. The current Costa Fuego development plan commences with open-pit operations Year 1 and immediately begins capital intensive underground development work to support a block caving operation by Year 6. However, La Verde could be a large and high-grade open-pit deposit which may be sequenced ahead of the block cave, pushing back the timing of ~$800M block cave expansion capital spending or even eliminate it altogether. Hot Chili is aggressively drilling La Verde now and looks to announce a maiden resource in Q4. We estimate a 100Mt of high-grade (above 0.5% copper) can extend upfront open-pit operations by five years and increase the project NPV as much as ~35%. Hot Chili is attractively valued at under 0.3x our NAV assuming an open-pit extension. We view the pending maiden La Verde resource estimate as a substantive event that will form the basis for permitting of Costa Fuego and drive further share price rerating.

NorthIsle Copper & Gold Inc.

NCX-TSXV; Market Cap $1.08B; Speculative Buy; $5.25 TP; $3.25 Last Close; Latest Note

Analyst: Jeff Woolley

NorthIsle had an exceptional 2025 delivering a solid PEA for the North Island project which helped rerate the NCX share price +400%. The 2025 PEA outlined a phased development scenario for a 29-year mine life with a five-year Phase 1 of operations predominantly gold weighted and producing 200Koz gold and 48Mlb copper, followed by a Phase 2 mill expansion to exploit the more copper-dominant resources and producing on average 81Mlb copper and 123Koz gold. The phased development generates a rapid 1.9-year payback of the initial C$1.14B capital cost, while the Phase 2 C$700M expansion capital is fully funded by operating cash flow. The PEA estimated a project NPV7 of C$2.0B and 29% IRR assuming long-term copper and gold prices of $4.20/lb and $2,150/oz, respectively, well below current spot prices. The North Island project is well supported by existing infrastructure and was recently included in B.C.'s Critical Minerals Office, providing support for First Nations engagement and streamlining of permitting processes. H2/26 could see further derisking and value surfacing for North Island. The company has been aggressively drilling the Northwest Expo, Red Dog and West Goodspeed deposits which host relatively higher gold grades and can extend the Phase 1 mine plan. The drill results in this northwest corridor are to be included in an updated Mineral Resource Estimate (MRE) in July and will underpin a PFS targeted for completion in Q4. We preliminarily estimate the gold-dominant Phase 1 mine plan could be extended possibly as much as four years and push out the substantive ~$500M mill expansion for Phase 2 operations and materially enhance project economics as a result. At our long-term copper and gold price estimates of US$5.00/lb and US$3,500/oz, respectively, and including an extension of Phase 1 operations, we estimate NorthIsle to be attractively valued at less than 0.3x NAV and well positioned for continued rerating.

Trekor Metals Ltd.

TKO-TSX; Market Cap $3.62B; Buy; $13.00 TP; $9.90 Last Close; Latest Note

Analyst: Jeff Woolley

Taseko Mines recently changed its name to Trekor Metals, a new branding adopted to highlight the company's expansion beyond Taseko's B.C.-centric origin. Taseko/Trekor was one of our top picks for H1/26 and remains a favoured name for H2. TKO's share price appreciated ~180% in 2025 and is up an additional ~20% in H1/26. The primary price driver has been the Florence project which is a game-changing asset that graduates the company into the multi-asset producer class. The Florence mine in Arizona is ramping up to a targeted 85Mlb copper cathode production run-rate by 2027 and is projected to have a particularly low C1 cost of US$1.11/lb copper (as per the 2023 technical report). When at full scale, Florence increases TKO's consolidated production profile ~65% to 200Mlb copper, reduces its AISC ~US$3.00/lb (-US$1.00/lb), and we estimate able to more than double annual EBITDA to ~$750M (using a US$5.50/lb copper price). Florence is novel among copper mines being an in-situ recovery (ISR) operation which contributes to an extended derisking timeline; however, the project has thus far met all commissioning targets. The mine is pre-commercial, producing a nominal 1.5Mlb copper cathode in Q1 and we anticipate Q2 to also have nominal production of ~6Mlb. We look for production to rapidly increase by late Q3 and throughout Q4 with ~100 additional ISR wells drilled and commissioned between May and year-end. These derisking events at Florence can add ~15–20% to our NAV for TKO, a leverage play among copper.

Precious Metals

Cabral Gold Inc.

CBR-TSXV; Market Cap $298M; Speculative Buy; $1.60 TP; $1.02 Last Close; Latest Note

Analyst: Don Blyth

Cabral Gold offers an unusual blend of near-term gold production and cash flow within what is primarily a rapidly growing exploration story. The flagship asset is the Cuiú project in Para State, Brazil located ~25-km NW of the Tocantinzinho (TZ) mine, Brazil's third-largest gold mine, operated by G Mining Ventures (GMIN-TSXV, $60.00 TP, Buy). Cabral is well advanced on (and fully funded for) construction of a Phase 1 Heap Leach operation expected to produce ~15–20Koz/year, with first gold production expected in Q4/26. While graduating to producer, and the associated cash flow, is a major near-term catalyst, we believe there could be even more sizzle delivered from the drill bit. Despite being under construction, this has not slowed the exploration drilling on the project with six drill rigs active. Recent high-grade discoveries at the Jerimum Cima target (17.8m @ 13.0 g/t), and the discovery of mineralization between the Central and PDM deposits opens up a 2-km corridor as highly prospective. Current resources on the project total ~1.2Moz (287Koz of oxide/heap-leachable resources, and 905Koz of "hard rock" resources that would require mill processing), but the last full MRE was completed in 2022, and we expect an updated MRE, likely by year-end, will show 2.0–2.5Moz total resources. We expect a steady flow of exploration news over the coming months and declaration of initial gold production in Q4.

Erdene Resource Development Corp.

ERD-TSXV; Market Cap $367M; Speculative Buy; $14.50 TP; $5.62 Last Close; Latest Note

Analyst: Don MacLean

Erdene remains a top pick for H2/26. Its share price has been under pressure this year, down 40% YTD and 22% over the past three months, versus peers down 14% and 10%, respectively — even as Bayan Khundii (BK) has ramped up well and the exploration story we flagged at the start of the year continues to deliver. We expect the Zuun Mod PEA, planned for Q3/26, to be a pleasant surprise. The 2025 drill program confirmed that past widely spaced vertical holes likely missed near-vertical mineralized structures and assumed the gaps to be waste, with 17 of 19 holes hitting significant widths of mineralization, including a 374m near-continuous intercept at depth in ZMD-98. This materially derisks the upside in an asset we have attached a nominal ~US$25M value to (and doubt the market has attached any value to at all). With moly and copper both now critical minerals and prices tripled and doubled, respectively, over five years, the PEA has a good chance of surprising to the upside. We would also like more clarity on BK's longer-term AISC once full production is reached and, hopefully, some colour on the incremental ~30% expansion potential from a mill expansion and heap-leach addition we have written about previously. Separately, Erdene recently announced the commencement of a share buyback program, a sensible use of capital given where the stock is trading at relative to its NAV. We have been reserved about Erdene through the start-up phase at BK, typically a high-risk stage for any junior producer, drawing a parallel to GMIN's TZ ramp-up, where actual AISC came in well above feasibility yet the share price didn't miss a beat. We believe BK's start-up risk is now more than adequately reflected in ERD's depressed share price, leaving it well positioned to respond favourably to an exciting back half of exploration news at both BK and Zuun Mod.

Liberty Gold Corp.

LGD-TSX; Market Cap $868M; Speculative Buy; $4.30 TP; $1.59 Last Close; Latest Note

Analyst: Lauren McConnell

Liberty Gold remains a H2/26 top pick, with Black Pine continuing to screen as one of the most advanced, derisked and actionable oxide gold development assets in North America. Black Pine is a technically simple, open-pit, run-of-mine heap-leach project in Idaho, with the 2024 PFS outlining a 17-year mine life, ~135Koz/year of life-of-mine [LoM] production, ~183Koz/year in years 1–5, peak annual output of ~231Koz, a low 1.3:1 strip ratio, low unit operating costs of ~US$9.11/t processed and LoM AISC of ~US$1,381/oz. The H1/26 thesis has been validated and strengthened, Liberty delivered an updated resource of 4.88Moz indicated and 1.05Moz inferred oxide gold, including a higher-grade subset of ~1.91Moz indicated at 0.99 g/t gold using a 0.5 g/t cut-off, while permitting has moved from a more open-ended U.S. permitting story to a structured and trackable path. Black Pine now has FAST-41 Covered Project status, a co-ordinated federal and Idaho state permitting schedule, the NOI has been issued, the EIS process is underway and the current schedule targets a January 2028 Record of Decision. Discovery and Rangefront remain the key development zones, with Discovery providing grade leverage and Rangefront offering strong recoveries, low expected waste and proximity to the planned heap-leach facility. We view the Q4/26 Feasibility Study as a key rerating catalyst and a starting point rather than the end state, with the initial mine plan intended to anchor permitting, financing and construction readiness while preserving future upside from resource growth, sequencing optimization and potential post-approval expansion. Funding risk has also been reduced through the monetization of Goldstrike and Gage, while Centerra's continued 9.9% ownership provides strategic validation. At US$4,200/oz gold, LGD trades at ~0.17x P/NAV, a significant discount to our Takeover Twenty acquisition median of ~0.33x P/NAV, or ~0.54x on a premium-adjusted basis, a gap we view as increasingly difficult to justify as Black Pine advances toward construction readiness.

Omai Gold Mines Corp.

OMG-TSXV; Market Cap $1.78B; Speculative Buy; $4.40 TP; $2.63 Last Close; Latest Note

Analyst: Don MacLean

Omai Gold remains a top pick for H2, building on its strong performance as one of our top picks for H1. A simple, low-risk development project in a mining friendly jurisdiction (Guyana), Omai has delivered one upward model revision after another over the past six months, with total resources growing to 7.9Moz and mill throughput guided in the range of 20–25Ktpd, the scale of this project is becoming increasingly apparent. Our NAV now stands at C$12.04/sh at $4,200/oz, leaving OMG trading at just 0.18x NAV, still well below the 0.34x multiple that Reunion Gold was taken out at and the 11-year median of our Takeover Twenty developer acquisitions of 0.54x. The next catalyst, and the most important yet, is the long-awaited PEA update, which we expect near the end of July. This will, for the first time, fully integrate Gilt Creek underground alongside a materially larger Wenot open pit. We believe the market will be pleased with what it sees. More importantly, we expect the PEA to open the doors for prospective acquirers, with an active sale process to follow once shareholders have an up-to-date sense of the project's value. Guyana's low-risk, mining-friendly footing also stands in increasing contrast to West Africa, where Ghana's newly tightened mining tax regime makes safe jurisdictions like Omai's look that much more attractive to capital. With the PEA imminent and M&A appetite building, Omai remains one of the sector's most desirable takeover candidates.

Revival Gold Corp.

RVG-TSXV; Market Cap $194M; Speculative Buy; $2.90 TP; $0.71 Last Close; Latest Note

Analyst: Don Blyth

Revival Gold is one of our favourite gold development companies, with the potential for first production before 2030. The company is often compared to Liberty Gold (another of our top picks) as they both have heap-leach projects in the U.S. While Liberty's Black Pine project is larger, Revival is less expensive (trading at a P/NAV multiple of 0.09x vs. 0.17x for Liberty), has a staged development requiring less pre-production capital and a large sulphide mineralization optionality upside. Phase 1 of planned production will come from the Heap Leach (HL) development at the Mercur project in Idaho, and we believe the project is funded and on track for a construction decision in early 2028. Phase 2 will come from the HL development at the Beartrack project, expected to start two or three years after Mercur. The Beartrack project hosts a large sulphide resource which is ignored by many investors, viewed as low-grade and difficult-to-process (refractory). While the sulphide metallurgy will be a challenge, there is a higher-grade subset of sulphide resources in the Joss area (currently 877Koz @ 4.05 g/t) which could provide a third source of production (Phase 3). Recent drilling (announced June 25) results at Joss hit a wide zone of 147.2m @ 2.37 g/t and included several higher-grade subinterval (best was 5.9m @ 14.9 g/t) and extended the known extent of mineralization by ~240m to a vertical depth of 850m, with the mineralized zone appearing to widen at depth. We await further deep drilling at Joss (throughout the summer and into the fall), but believe the recent holes suggest the high-grade sulphide could grow substantially. The metallurgy is challenging, but initial testwork of the GlassLock technology indicated the potential to massively reduce the arsenic content of the flotation concentrate produced from the Joss sulphide mineralization. While still too early to call, we believe this conceptual Phase 3 could prove very economically attractive and move up in the development pipeline, perhaps ahead of the Phase 2 Beartrack HL.

Sitka Gold Corp.

SIG-TSXV; Market Cap $420M; Speculative Buy; $3.00 TP; $1.08 Last Close; Latest Note

Analyst: Lauren McConnell

Sitka Gold is being added as an H2 top pick, with RC Gold continuing to screen as one of the most compelling district-scale exploration stories in the Yukon. The project has moved well beyond a single-deposit thesis, now hosting ~5.12Moz gold across three at-surface, road-accessible, pit-constrained deposits — Blackjack, Rhosgobel and Eiger — within a 447 km² land package in the Tombstone Gold Belt. The set-up has continued to strengthen through 2026, with Rhosgobel delivering a maiden 2.25Moz inferred resource at 0.70 g/t gold, including a higher-grade subset of 1.73Moz @ 0.90 g/t gold at a 0.50

g/t cut-off, while metallurgy has improved the technical case with 94.3% average gold recovery and initial 84.7% tungsten rougher recovery. We still view tungsten as by-product optionality rather than the core value driver, but the formal inclusion of 51,345 tonnes WO_3 within the Rhosgobel resource makes the deposit more differentiated. The 2026 program is the key rerating catalyst, with a fully funded 60,000m drill campaign underway, including ~30,000m at Rhosgobel, ~15,000m across Blackjack, Saddle and Eiger, ~10,000m at Pukelman and Contact, and ~5,000m at Bear Paw and other targets. Recent Blackjack assays have also reinforced that the original anchor deposit is still growing, with broad +1 g/t intervals and high-grade internal cores not yet reflected in the current MRE. We view 2026 as the transition from ounce growth to district definition and the first credible development-pathway debate, including a Rhosgobel-led starter pit, multi-pit sequencing, Blackjack depth optionality and potential new maiden resources at Contact, Pukelman or Bear Paw. This timing also matters, as Sitka's share price has historically responded well in H2 when drilling activity, assay flow and resource-growth visibility accelerate, and the current 60,000m program is the company's largest ever. At ~US$50/oz, SIG continues to trade below the Yukon peer median of ~US$90/oz and average of ~US$100/oz, a gap we view as too wide given RC Gold's scale, infrastructure, treasury and catalyst density.

Healthcare

Profound Medical Corp.

PRN-TSX/PROF-NASDAQ; Market Cap US$240M; Buy; US$11.20 TP; US$6.81 Last Close; Latest Note

Analyst: Scott McAuley

We believe Profound Medical is at the tip of a commercial inflection point and market rerating. The pace of sales is picking up, commercial insurers are getting on board and the clinical data continues to support TULSA as a standard of care for prostate cancer. The company sold 86 TULSA systems and installed 80 as of the end of Q1, which represents 26 new TULSA systems sold over the past 12 months versus seven over the same period last year (+271% y/y). The company is targeting ~120 systems by the end of the year, which would be a 54% y/y increase from the start of 2026, and there are ~110 new systems in the late stage of verification and contracting to support that goal. Revenue is starting to reflect this growth, with LTM revenue of US$18.8M versus US$11.9M in the same period last year (+58% y/y) and consensus looking for 68% y/y revenue growth in 2026 and 67% for 2027. Utilization is also up. The company released its first set of "same-store sales growth" numbers with Q1 earnings, showing that a representative group of 20 TULSA sites have seen 59% y/y procedure growth. Commercial payers are starting to get on board, with the company announcing Humana as its first private payer to cover TULSA with its Q1 earnings. Looking to the second half of the year, we will watch for more private payers to come online; 12-month biopsy and MRI data from the CAPTAIN trial, which will give a critical window into the trial's ultimate three-year primary efficacy endpoint that are expected to be released in late 2027/early 2028; and continued progress to the goal of 120 TULSA sales by year-end. Shares are trading at 4.5x consensus 2027 revenue numbers with the medtech universe at an average of 3.1x. However, M&A for high-growth and high-margin medtech companies has been an average of 10.3x revenue (median of 9.3x), and Profound is starting to fit that bill with an average gross margin of 72% over the past 12 months and consensus targeting 68% y/y revenue growth in 2026 and 67% for 2027.

Perimeter Medical Imaging AI Inc.

PINK-TSX; Market Cap $41M; Speculative Buy; $0.95 TP; $0.28 Last Close; Latest Note

Analyst: Scott McAuley

The March approval of Claire sets Perimeter up to accelerate its commercial rollout and see more interest from the market. Claire adds a layer of AI image analysis to the company's existing breast tumor margin assessment product, making it easier and faster for surgeons to use. It also adds new revenue opportunities since the company can charge more per procedure by bundling the software with the tissue immobilizer consumable. A May financing raised C$14.4M to give the company firepower to expand the sales team and runway to H2/27 to continue the rollout. About 47% of the deal was taken up by management and insiders, demonstrating that it likes what it is seeing under the hood. Shares have underperformed since the $0.35 financing, but we believe that interest will improve in H2 as the company executes on additional installations. There were 22 systems installed as of late May with 20 of the legacy S-Series and two Claire systems. We could also see a Medicare reimbursement decision near the end of the year and management has spoken about a potential move to the Nasdaq to expand the capital markets pool for the stock. Shares are trading at 2.3x our 2027 revenue estimate. M&A for high-growth and high-margin medtech companies has been an average of 10.3x revenue (median of 9.3x). Specifically, we have seen some takeouts in the breast surgery space over the past few years, with View Point Medical (private) acquired by Merit Medical Systems (MMSI) in April 2026, Endomag (private) acquire by Hologic (HOLX) in April 2024 and Molli Surgical (private) acquired by Stryker (SYK) in July 2024. All three had tumor localization products, which are needed at the beginning of surgery, versus Perimeter's margin assessment product, which would be used near the end of the procedure. View Point was acquired for 9.3x forward revenue and Endmag at 8.9x. We see margin assessment as a near-term focus for medtech strategics and more commercial adoption of Claire will bring more recognition from the market.

Diversified

Anaergia, Inc.

ANRG-TSX; Market Cap $460M; Buy; $5.30 TP; $2.67 Last Close; Latest Note

Analyst: Alexandra Ricci

Anaergia enters H2/26 at a unique intersection of execution inflection, structural tailwinds and valuation disconnect, all as the market remains focused on the company's past. The transition to a capital-light technology and equipment sales model is already driving better execution, sustainable gross margins and more predictable earnings, supported by a $265M backlog and a pipeline approaching $1B. At the same time, management's outlook still appears conservative relative to the earnings potential we see in the business, creating room for positive estimate revisions as execution continues. Layer on a supportive RNG backdrop, particularly in Europe where energy security remains a key priority, and we believe Anaergia is positioned to participate in a growing market opportunity. Despite this, the shares continue to trade at a discount (2x EV/Sales) to both historical levels (2–4x) and recent transactions (~5.5x), leaving meaningful room for multiple expansion as the turnaround executed.

Black Diamond Group Ltd.

BDI-TSX; Market Cap: $1.28B; Buy; $21.00 TP; $18.79 Last Close; Latest Note

Analyst: Razi Hasan

Black Diamond is well positioned to benefit from the potential windfall of infrastructure-related spending owing to the Canadian government's push for nation building. While we still await project activity to become shovel ready, we note BDI has the capacity in place and is ready to deploy with management stating the Government of Canada's potential spending on infrastructure could represent a mid- to long-term opportunity for BDI. As a result, we view Black Diamond's workforce solutions (WFS) segment as a key beneficiary as the buildout of these proposed projects in remote regions of the country will likely require the housing of workforces. Encouragingly, management has stated the current pipeline of projects has the potential to absorb all excess capacity in the country and expects that going forward, utilization growth could experience a step change as larger work camps are contracted and start mobilizing. Notably, as more of these projects are green lit, we believe the potential rise in demand for the company's WFS segment could allow BDI to capture operating leverage. We apply an 8.5x to our 2027 EBITDA estimate of $184.5M, to arrive at our target price. We view BDI as well positioned against a backdrop of an improving investment cycle, backed by a motivated government. Given the potential or elevated business activity, coupled with stable cash flows we see BDI as offering a unique exposure for investors to a small-cap Canadian growth name.

Canadian Net REIT

NET.UT-TSXV; Market Cap $132M; Buy; $7.70; TP; $6.41Last Close; Latest Note

Analyst: Alexandra Ricci

Canadian Net REIT remains one of our top picks as management appears poised to re-accelerate the acquisition growth following its first transaction in 18 months. The recent Staples-leased acquisition is exactly the type of immediately accretive transaction that has historically driven value creation, and we believe it marks the beginning of a broader acquisition cycle rather than a standalone event. With ~$6.5–$7.0M of liquidity and capacity to support an estimated $20–$25M of additional acquisitions, NET is well positioned to drive meaningful FFO growth through 2026. Despite this improving growth outlook, units continue to trade at just ~9.5x 2026e FFO and offer a ~5.3% yield, representing a significant discount to both peers and historical trading levels (12x). As acquisition activity accelerates and FFO/unit growth become visible, we see considerable potential multiple expansion.

Hammond Power Solutions Inc.

HPS.A-TSX; Market Cap: $3.82B; Buy; $361.00 TP; $321.00 Last Close; Latest Note

Analyst: Razi Hasan

We believe Hammond is at the convergence of electrification and digital infrastructure transformation. The company stands to benefit from the surge of capital spending from data centre customers for HPS' mission-critical offering of dry-type transformers, which are essential in stepping down the voltage used in data centres. The rising demand for dry-type transformers is fueled by several factors, including a growing requirement in safety and environmental concerns, as transformers used in data centres are housed indoors, across urban centres, commercial zones and industrial facilities. Given the mission-critical nature of these products, they require applications to mitigate environmental risk; i.e., fire hazards and oil leaks related to liquid-filled transformers. This gives dry-type transformers an advantage given air rather than oil (flammable) is used for cooling. Notably, dry-type transformers have a smaller footprint and lower maintenance costs compared to liquid-filled alternatives given lower installation and safety infrastructure costs which make them an ideal option for space-constrained and cost-sensitive customers. The company reported very strong backlog in Q1/26 tied to multi-year custom transformer projects supporting data centres and has expanded its manufacturing capabilities, with plans to further boost levels through H2/26-H1/27, resulting in $1.2B in annualized capacity to help meet the growing demand in custom transformers. Finally, the recently announced completion of the AEG Power solutions acquisition should help improve Hammond's offering in power electronics and integrated electrical solutions and extend its reach across key markets. Owing to the mission critical nature of its offering, we view Hammond as an indirect way in Canada to play the data centre buildout theme. Given the long-term tailwinds associated with the data centre buildout as well as the growing footprint through the AEG acquisition, we apply, in our view, a reasonable 17.5x multiple to our 2027e EBITDA to arrive at our target price.

NEO Performance Materials Inc.

NEO-TSX; Market Cap $1.57B; Buy; $50.70 TP; $37.46 Last Close; Latest Note

Analyst: Marvin Wolff

NEO is a Western world leader in magnet production for "smart" applications in autos, appliances and pumps. NEO is commissioning its sintered permanent NdBFe magnet capacity directed at the EV, robotic and wind turbine traction motor magnet markets. The recent takeover bid by Energy Fuels Inc. of Vacuumschmelze Gmbh gives us a definitive transactional valuation point, as Vacuumschmelze is very similar in size and growth to NEO's Magnequench division (see NEO research note dated June 25). The takeover bid is being valued at US$1.9B or 21.2x EV/EBITDA, heavily based on the performance of Vaccuumschmelze new magnet plant in Sumter, South Carolina. This plant is very similar to NEO's new NARVA magnet plant in Estonia. Our valuation of NEO is the sum of our NARVA valuation and Classic NEO (Magnequench powders, Chemicals and Oxides and Rare Metals). Our NARVA valuation uses a 16X EV/EBITDA multiple on EBITDA of $84M in 2030 (based on $80/kg. magnet pricing, and a 25% EBITDA margin). We use a 10% discount rate giving us a one year out valuation on NARVA of $29.80 per share. Our Classic NEO valuation is based on EBITDA of $110M in 2030 and a 12x

EV/EBITDA multiple and a 10% discount rate giving us a one-year out value of $20.90/sh. The total valuation is $50.70 one year out. The demand for Western-based solutions in the critical materials space remains robust and we believe will support strong demand and pricing for several years.

Technology

VitalHub Corp.

VHI-TSX; Market Cap $468M; Buy; $13.25 TP; $7.40 Last Close; Latest Note

Analyst: Daniel Rosenberg

VHI shares have seen a ~24% decline since the top of the year and have traded sideways around the $7 level for the past month. Operationally the company continues to execute well suggesting that share losses have primarily been driven by multiple compression in the face of AI threats. We think this is backwards. We view VitalHub as one of the most insulated companies from AI threats, operating in a highly regulated industry with very long sales cycles. If anything, we see opportunity for VHI to leverage AI for productivity and product innovation. The company also has a war chest of $121M in cash to put toward its very effective M&A program and target valuations may be more attractive in the current environment. We continue to view VitalHub as one of the highest-quality names in the Canadian tech space. We think the recent dip offers an attractive entry point and we have seen insiders buying at current levels. We value VHI using a 5.0x multiple on our 2027e revenue, resulting in our $13.25 target price. Shares are trading 2.6x 2027e sales and 8.4x EBITDA versus peers at 2.3x and 9.8x, respectively.

Sylogist Ltd.

SYZ-TSX; Market Cap $89M; Buy; $5.75 TP; $3.80 Last Close; Latest Note

Analyst: Daniel Rosenberg

With new leadership in place, and an activist campaign that appears to have settled, Sylogist can now focus on correcting the direction of the business. We think early initiatives will bear fruit and set the company up to quickly rebound. The two biggest levers will be around rightsizing the cost structure of Sylogist and revamping the partner channel go-to-market. We think $3–$4M of cost savings annualized can be achieved in the near term. New leadership is also revisiting the channel partner strategy, which has struggled to stand on its own and resulted in artificially low margins. Efforts to correct the go-to-market could both re-invigorate growth and correct margins. Overall, we continue to view Sylogist as undervalued and while it may take a bit of time we think early steps should yield significant results. We value SYZ using a blend of EV/EBITDA multiple and a DCF. We utilize a 14.0x multiple on 2027e EBITDA. Our DCF utilizes WACC of 11.50%. The blended valuation results in our target price of $5.75. SYZ trades at 1.5x 2027e sales and 8.9x EBITDA compared to peers at 2.4x and 8.3x, respectively.

DISCLAIMER SECTION

Company	Ticker	Disclosures
Denison Mines Ltd.	DML-CA	2,3
First Quantum Minerals Ltd.	FM-CA	3
NexGen Energy Ltd.	NXE-CA	3
Gunnison Copper Corp.	GCU-CA	3
Hot Chili Ltd.	HCH-CA	3
NorthIsle Copper & Gold Inc.	NCX-CA	2,3
Trekor Metals	TKO-CA	3
Cabral Gold Inc.	CBR-CA	2,3
Erdene Resource Development Corp.	ERD-CA	2,3
G Mining Ventures Corp.	GMIN-CA	3
Liberty Gold Corp.	LGD-CA	3
Omai Gold Mines Corp.	OMG-CA	2,3
Revival Gold	RVG-CA	2,3
Sitka Gold Corp.	SIG-CA	2,3
Profound Medical Corp.	PROF-US	3
Perimeter Medical Imaging Inc.	PINK-CA	2,3
Anaergia Inc.	ANRG-CA	2,3
Black Diamond Group Ltd.	BDI-CA	3
Canadian Net REIT	NET.UT-CA	3
Hammond Power	HPS-CA	3
Neo Performance Materials Inc.	NEO-CA	2,3
Sylogist Ltd.	SYZ-CA	3
VitalHub Inc.	VHI-CA	3

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Total	112		

**Includes companies with a "Tender" recommendation*

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