

# Zacks Small-Cap Research

Sponsored – *Impartial - Comprehensive*

Steven Ralston, CFA

312-265-9426

sralston@zacks.com

scr.zacks.com

101 N. Wacker Drive, Chicago, IL 60606

## Deep Yellow Limited.

(OTCQX: DYLLF)

**DYLLF:** Flagship Tumas Project Continues to be De-Risked by Pre-Production Work Streams; CEO Transition in Progress; S Bend & Tinkas Prospects add visible potential for future resource growth at Tumas, thereby extending LOM.

Based on comparative analysis of junior uranium companies in the DFS phase, a top decile price-to-book (P/B) ratio of 4.8 indicates a share price target of US\$2.14.

All \$ figures in this report are US\$ unless noted otherwise.

Current Price (12/19/25)	\$1.24
<b>Valuation (US\$)</b>	<b>\$2.14</b>

## OUTLOOK

Management is utilizing FID deferral period by **further derisking the Tumas Project** through quantifiable progress across critical pre-production work streams.

CEO transition adds volatility to Deep Yellow's stock. **New CEO, Greg Field**, will take the helm no later than May 1, 2026

Drilling results at S Bend & Tinkas Prospects are encouraging for the potential for future resource growth at Tumas

Update on uranium industry.

## SUMMARY DATA

52-Week High	\$1.28	Risk Level	Above Average			
52-Week Low	\$0.45	Type of Stock	Small - Value			
One-Year Return (%)	95.38	Industry	Mining - Uranium			
Beta (24 Month)	1.40					
Average Daily Volume (shrs.)	124,970					
Shares Outstanding (million)	972.9	ZACKS ESTIMATES				
Market Capitalization (\$mil)	\$1,235.6	Revenue				
Short Interest Ratio (days)	37.8	(in '000 \$AUD)				
Institutional Ownership (%)	64.1	Q1	H1	Q3	H2	Year
Insider Ownership (%)	8.1		(Dec)		(Jun)	(Jun)
Annual Cash Dividend	\$0.00	2023	987 A		944 A	1,931 A
Dividend Yield (%)	0.00	2024	652 A		3,245 A	3,898 A
5-Yr. Historical Growth Rates		2025	6,292 A		5,348 A	11,590 A
Sales (%)	N/A	2026	5,000 E		4,500 E	9,500 E
Earnings Per Share (%)	N/A					
Dividend (%)	N/A					
P/E using TTM EPS	N/M	Earnings per Share				
P/E using 2026 Estimate	N/M	(EPS is operating earnings before non-recurring items)				
P/E using 2027 Estimate	N/M	Q1	H1	Q3	H2	Year
			(Dec)		(Jun)	(Jun)
		2023	-\$0.0076 A		-\$0.0067 A	-\$0.0142 A
		2024	-\$0.0082 A		-\$0.0050 A	-\$0.0131 A
		2025	-\$0.0026 A		\$0.0100 A	\$0.0073 A
		2026	\$0.0050 E		\$0.0050 E	\$0.0100 E
				EPS in \$AUD		
				Quarterly EPS may not equal annual EPS total due to rounding.		

## SUMMARY OF RECENT EVENTS

- **Advancement/De-Risking of flagship Tumas Project**
- **CEO Transition from John Borshoff to Greg Field**
- **Drilling Results at the S Bend and Tinkas Prospects**

### Tumas Project

Strategically, management is utilizing FID deferral period by further derisking the Tumas project through quantifiable progress across critical pre-production work streams. Over the last four months, **detailed engineering** has advanced from 44% to over 60% completion (with the 3D engineering model over 65% complete); **procurement** has progressed to over 70% of major equipment tendered compared to partial advancement in July, and **orders for vendor data** have been placed on all long lead equipment.

The most significant milestone was execution of the **Power Supply Agreement with NamPower** (subject to FID). The agreement defines a 22 km, 220 kV dedicated power line supplemented by solar BOOT (Build, Own, Operate and Transfer) arrangement targeting 30%+ of power requirements. **Water supply agreements with NamWater** advanced to draft stage with tenders received for the 65 km pipeline. Early works transitioned from planning to execution, with **bulk earthworks having commenced** in October 2025 with 24% completion attained as of December 17<sup>th</sup> with completion anticipated in March 2026.

On the **project debt financing** front, the Independent Technical Expert's environmental and social due diligence report has been completed laying the groundwork for the documentation phase for debt financing to commence.

**Management continues to effectively execute on its staged development strategy** in order to position the Tumas Project for rapid commencement of the construction phase once the uranium market supports the economics for initiating this greenfield project. Management continues to target 3Q of calendar 2027 for first production from Tumas.

### Leadership Transition

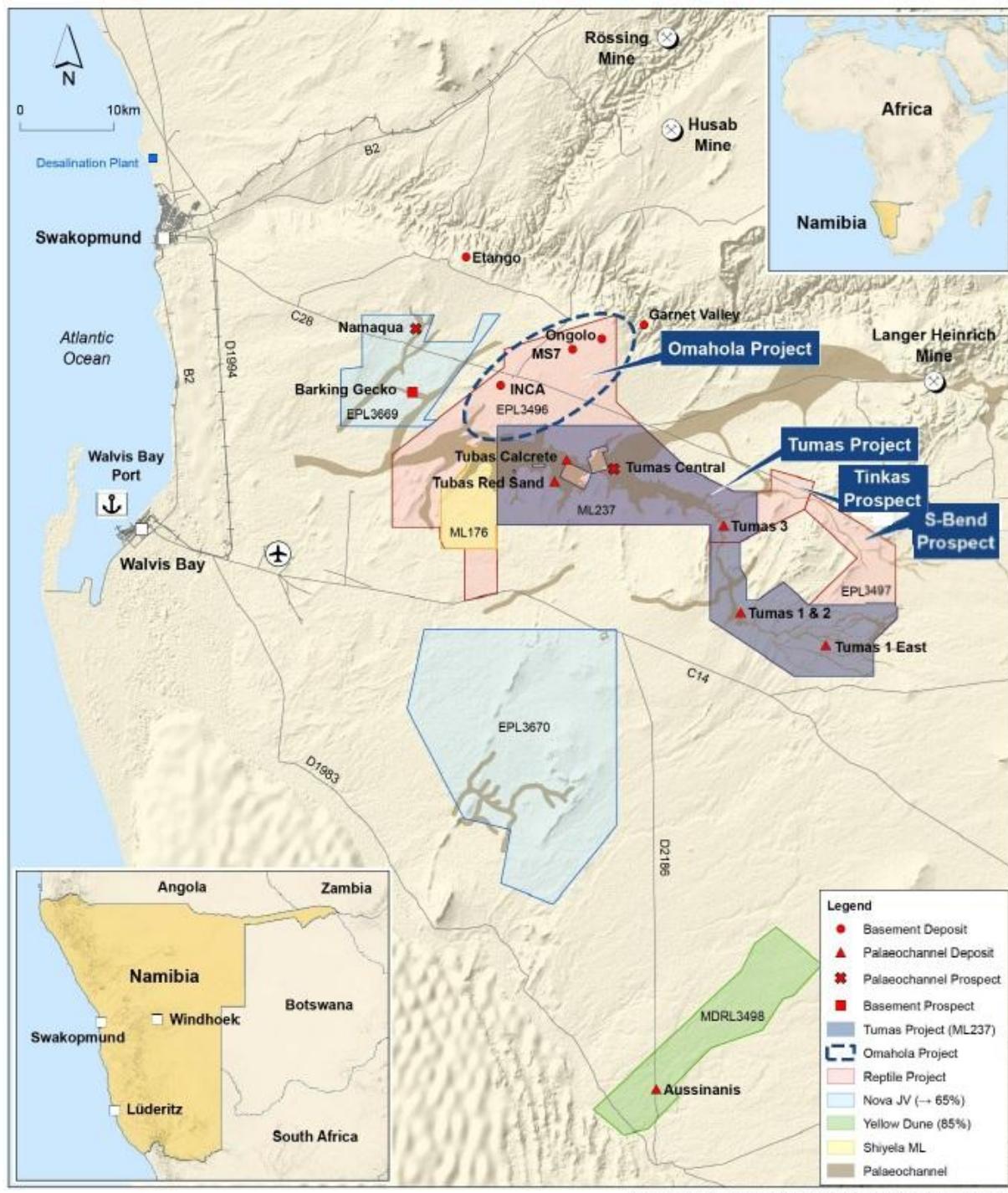
On October 20, 2025, the Board of Directors of Deep Yellow announced the departure of **CEO John Borshoff**. Over the ensuing 6 market days, the shares of Deep Yellow declined 33% as many investors who considered the expertise and experience of John Borschoff as key factors in their investment decision process. No official announcement by the Board or John Borshoff has been made in order to clarify the rationale for Mr. Borshoff's departure.

On December 2, 2025, the Board of Directors **appointed Greg Field as CEO** commencing no later than May 1, 2026 (due to a non-compete obligation). Rather than speculating on the situation or the motives of the parties involved, this transition of leadership could represent an evolution aligned with project lifecycle requirements. Noticeably, it is not an equivalent replacement. There is no dispute that Mr. Borshoff's five-decade uranium career (including the founding Paladin Energy and the development & operation of the Langer Heinrich mine), provided profound uranium-specific expertise during the initial development stage of Deep Yellow as a junior mining.

Mr. Field brings complementary production and operating mining capabilities rather than equivalent uranium experience relative to John Borshoff. Mr. Field has extensive considerable execution skills and considerable experience in multiple large-scale resource projects, including the Oyu Tolgoi

copper & gold underground project in Mongolia, the Rincon lithium processing plant in Argentina and the AP60 aluminum smelter in Canada. However, the most notable distinction is the apparent lack of direct uranium mining experience, particularly low grade paleochannel uranium deposits of the Tumas Project and the lack of personal contacts within the Namibian mining industry. Nevertheless, mitigating factors include Deep Yellow's technical team collective uranium experience, the advanced stage of the Tumas Project, and specialized uranium processing expertise of the EPCM contractor, Ausenco.

### Namibian Project Location Map with the Tinkas Prospect & S-Bend Prospect



Deep Yellow Press Release October 2025

## **Drilling Results at the S-Bend Prospect**

On October 14, 2025, Deep Yellow announced drilling results of a **452-hole (3,361 m) RC drilling program at the S-Bend Prospect** located within the Exclusive Prospecting License 3497 and situated adjacent to the north of Tumas 1 East. The drill program was designed to test approximately 4 km of the prospective shallow tributaries previously identified by previous limited drill testing. Drilling commenced on July 9<sup>th</sup> and concluded on September 22<sup>nd</sup>.

The **best intersections** include 8m at 332 ppm (SB0247), 2m at 1,217 ppm (SB0560), 5m at 407 ppm (SB0147), 5m at 367 ppm (SB0156) and 4m at 378 ppm (5m at 407 ppm (SB0282). The higher-grade mineralization was isolated to four main clusters. Further detailed drilling is required in order to delineate a resource that is associated with these clusters.

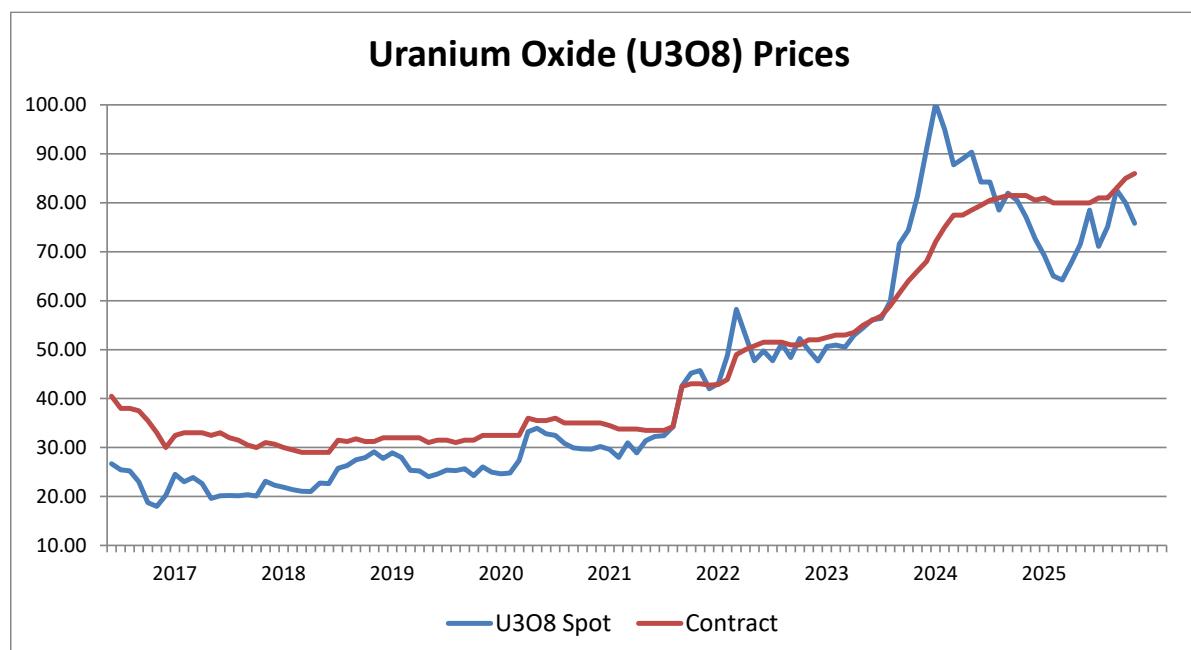
## **Drilling Results at the Tinkas Prospect**

On October 30, 2025, Deep Yellow announced drilling results of a **105-hole (1,137m) RC drilling program at the Tinkas Prospect** located within the Exclusive Prospecting License 3496 and situated adjacent to the east of Tumas 3. The drill program was designed to test a radiometric surface anomaly initially identified by airborne electromagnetics. This is recognized to be a set of paleochannels that are tributaries of the main Tumas paleochannel. Drilling commenced on September 23<sup>rd</sup> and concluded on October 14<sup>th</sup>.

The results of this initial drill program at Tinkas are encouraging and indicate there is the potential for incremental resource extension. The **best intersections** include 11m at 1,273 ppm (TUBR1180), 11m at 777 ppm (TUBR1179), 14m at 311 ppm (TUBR1225) and 10m at 263 ppm (TUBR1174).

These discoveries highlight that **tributaries of the main Tumas paleochannel**, like at the S-Bend and Tinkas are prospective for future resource delineation that may add incremental value to the Tumas Project by potentially extending the LOM (Life of Mine) beyond the current 30-year resource base.

## **UPDATE ON THE URANIUM INDUSTRY**



The spot price of  $U_3O_8$  rallied 18.3% from \$63.50 per lb.  $U_3O_8$  in mid-March to \$75.80 per lb. in November while the long-term contract price has risen 7.5% to US\$86.00 per/lb. from \$80.

Through November 2025, volume has been very low with only 50 Mlbs having been contracted in the long-term market, well below (over 70% below) the level of replacement (185-205 Mlbs), which reflects delays in procurement due to buyer indecision and by price volatility. At some point, utility buyers will act on the realization that the structural supply deficit is deepening as major producing mines are entering the end of their production cycles coupled with declines in secondary supply.

## Long-Term Uranium Contracting Activity

Long-term contracting volumes for CY2025 only 50.5Mlb<sup>1</sup>

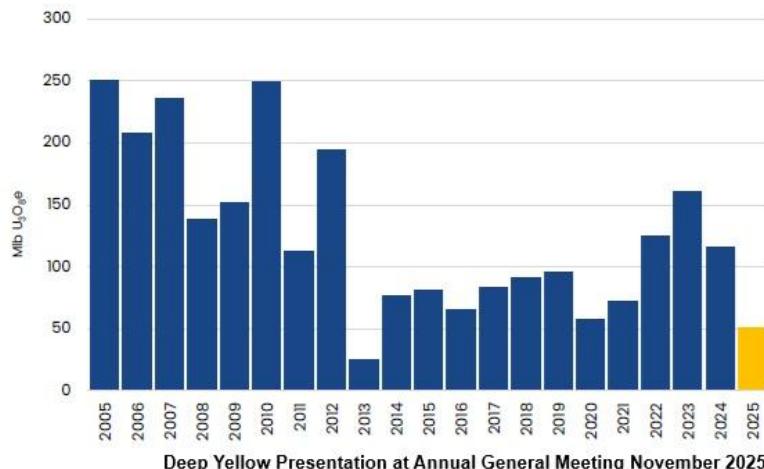
Forecast uranium demand requirements for 2025 of 185-205Mlb<sup>1</sup>

2025 contracting levels well below annual market requirements and 10-year average of ~107Mlb

Current long-term contracting activity, does not represent sufficient liquidity levels to support the development of greenfield projects nor reflect the impending uranium supply shortfall

Recent increase in term price to +17yr high encouraging

### Long-Term Uranium Contracting Activity



The demand for uranium is poised to rise driven by expanding nuclear programs, such as reactor restarts, life extensions, new builds, the build-out of energy-hungry data centers and the emergence of SMR units. Without little macroeconomic and substitution risk, uranium remains a commodity with truly inelastic demand.

## VALUATION

As a junior uranium company, Deep Yellow cannot be valued on a revenue, earnings or cash flow basis. The goal of management's Dual Pillar strategy is to increase shareholders' value through the development of the company's existing EPLs in Namibia (organic growth), along with continued exploration to increase the project's estimated resources, and by pursuing acquisitions and/or mergers in order to create a multi-jurisdictional portfolio of low-cost uranium projects.

More sophisticated methodologies based on market capitalization-to-reserves, average value per tonne, per-pound costs or cash profit margins per pound produced also are not germane. However, once the Pre-Feasibility Study on the Reptile Project is completed, we will be able to utilize a resource valuation methodology where we can calculate a per share value of attributable resources. In the meantime, an alternative valuation technique based on book value is an appropriate alternative, especially in comparison to junior uranium companies that share similar attributes to Deep Yellow's.

Book value of a junior uranium development company represents the equity capital that has been raised to acquire the minerals rights on properties and to conduct exploration and development programs. An amalgamation of this information is encapsulated within the raised capital total,

including the quality of the properties (both in terms of mineral potential and political stability), exploration results from drilling programs and the steps of development process that management has initiated / completed (Scoping Study, Pre-Feasibility Study, Metallurgical Test Work, Environmental Impact Statement, Baseline Studies and Definitive Feasibility Study). Therefore, book value captures the complex valuation of the company's base uranium resource value by relatively sophisticated investors, many with expert knowledge of junior uranium companies in the development phase. Hence, we find the use of book value is a valid and appropriate metric by which to determine a junior uranium company's valuation.

Broadly speaking, the public uranium companies can be grouped into three segments: producers, development companies and exploration companies. Producers are actively mining and generating revenues. Exploration companies are prospecting and/or drilling to establish mineral resources. In between these two segments are the development companies that already have established resources and are advancing through the process to bring a mine in operation, generally from the point of initiating a Pre-Feasibility Study to the actual construction of a mine. The comparable companies to Deep Yellow fall into this category.

Further, the comparable companies have been narrowed through quantitative factors, particularly those with a market capitalization over \$700 million and trading above \$1.00 per share. This process captures a range of well-funded junior uranium development companies, which are listed in the table below. Currently, the P/B valuation of these comparable companies is depressed in the 2.97-to-8.97 range.

With the expectation that Deep Yellow's stock can attain a median P/B ratio of 6.0 but over the short-term being impacted with a 20% discount (or a P/B ratio of 4.8) due to the impact of the CEO transition, our **valuation price target is US\$2.14**.

Industry Comparables	% Chg YTD	Ticker	Exch.	U.S. Ticker	Uranium Project Country	Principal Uranium Project	Mkt Cap		
							Phase	Local Curr. (\$ mil.)	Price/ Book
Deep Yellow Ltd	73.9%	DYLLF	OTCQX	DYLLF	Namibia	Tumas	DFS	1202.9	2.77
Deep Yellow Ltd	60.0%	DYL	ASX	DYLLF	Namibia	Tumas	DFS	1753.2	2.77
<b>URANIUM DEVELOPMENT COMPANIES</b>									
Bannerman Energy Ltd	16.9%	BMN	ASX	BNNLF	Namibia	Etango	DFS	704.0	3.71
Denison Mines Corp.	45.6%	DML	TSX	DNN	Canada	Phoenix	PFS	3,409.7	8.48
NexGen Energy Ltd.	32.8%	NXE	TSX	NXE	Canada	Arrow	FS	8,240.9	8.97
Paladin Energy Ltd	20.2%	PDN	ASE	PALAF	Namibia	Langer Heinrich	Restart	4,084.4	2.97
<b>Industry Mean</b>	<b>28.9%</b>							<b>4,109.7</b>	<b>6.03</b>
S&P 500 Index	16.2%	^SPX:US	NYSE		N/A	N/A	N/A	N/M	5.01

## RISKS

- A nuclear reactor accident traditionally has dramatically and negatively affected the demand for uranium as power plants are shut down for inspections and governments re-evaluate the safety of nuclear energy.
- As with almost all junior resource exploration companies, Deep Yellow does not generate sufficient cash flow to adequately fund its exploration and developmental activities and is in need of additional capital to continue pursuing management's strategy. However, the company has effectively funded its operations and initiatives to date.
- Shares outstanding increased significantly in fiscal 2017 (+72.6%), fiscal 2019 (+22.0%), fiscal 2021 (+35.0%) and fiscal 2024 (+27.8%) as equity financings have funded the company's exploration activities and general corporate expenses. However, during fiscal 2018 and fiscal 2020, shares outstanding increased only 5.3%, and only 3.1%, respectively. In fiscal 2022, shares outstanding increased 121% as a result of the merger with Vimy Resources and also the exercise of expiring options. During fiscal 2023, shares outstanding increased only 3.0%; however, during fiscal 2024, shares outstanding increased by 27.8% due to the equity financing completed in May 2024. In fiscal 2025, shares outstanding increased only 0.4%.
- As with any mineral company, the price of the targeted mineral is beyond management's control, in Deep Yellow's case, the price of uranium. However, current fundamentals indicate that a supply deficit and the projected increase in the number of nuclear power plants should drive the price of uranium above \$125 per pound, creating an economic environment for new uranium mines to be developed.

## BALANCE SHEET

Deep Yellow Limited		FY 2021 Period ending 6/30/2021	FY 2022 6/30/2022	FY 2023 6/30/2023	FY 2024 6/30/2024	FY 2025 6/30/2025
(in \$AUD except ordinary share data)						
<b>ASSETS</b>						
Cash and cash equivalents	52,448,274	64,924,350	40,770,146	177,503,228	217,369,113	
Trade and other receivables	534,763	605,426	3,680,058	86,955,471	5,344,356	
Prepayments	224,419	734,397	499,755	503,796	361,479	
<b>Total Current Assets</b>	<b>53,207,456</b>	<b>66,264,173</b>	<b>44,949,959</b>	<b>264,962,495</b>	<b>223,074,948</b>	
Property, plant and equipment	738,076	1,120,098	3,091,251	3,531,718	96,147,213	
Trade and other receivables	-	-	480,560	664,904	671,049	
Exploration and evaluation expenditure	43,420,220	49,727,889	339,592,920	352,835,501	325,975,458	
Right-of-use assets	503,105	3,803,633	3,553,804	3,084,579	-	
<b>TOTAL ASSETS</b>	<b>97,868,857</b>	<b>120,915,793</b>	<b>391,668,494</b>	<b>625,079,197</b>	<b>645,868,668</b>	
Trade and other payables	880,431	1,697,527	10,154,769	2,768,559	4,792,279	
Lease liabilities	117,658	144,654	266,537	231,471	245,893	
Provisions	106,929	210,956	409,274	1,422,660	493,142	
<b>Total Current Liabilities</b>	<b>1,105,018</b>	<b>2,053,137</b>	<b>10,830,580</b>	<b>4,422,690</b>	<b>5,531,314</b>	
Employee provisions	38,360	36,030	160,692	-	-	
Lease liabilities	429,735	3,649,608	3,567,291	3,335,818	3,027,014	
Provisions	-	-	2,467,577	2,684,251	4,127,109	
<b>Non-Current Liabilities</b>	<b>468,095</b>	<b>3,685,638</b>	<b>6,195,560</b>	<b>6,020,069</b>	<b>7,154,123</b>	
<b>TOTAL LIABILITIES</b>	<b>1,573,113</b>	<b>5,738,775</b>	<b>17,026,140</b>	<b>10,442,759</b>	<b>12,685,437</b>	
<b>SHAREHOLDERS' EQUITY</b>						
Issued equity	296,373,482	321,796,741	594,396,624	838,017,347	841,438,750	
Accumulated losses	(198,081,539)	(204,906,849)	(215,022,954)	(225,658,625)	(218,501,265)	
Employee equity benefits reserve	15,444,255	17,753,920	20,665,779	25,872,451	30,616,886	
Foreign currency translation reserve	(17,440,454)	(19,466,794)	(25,397,095)	(23,594,735)	(20,371,137)	
<b>Total Stockholders' Equity</b>	<b>96,295,744</b>	<b>115,177,018</b>	<b>374,642,354</b>	<b>614,636,438</b>	<b>633,183,234</b>	
<b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQ.</b>	<b>97,868,857</b>	<b>120,915,793</b>	<b>391,668,494</b>	<b>625,079,197</b>	<b>645,868,671</b>	
Ordinary shares outstanding	330,763,558	731,547,240	758,387,933	969,457,541	972,900,148	

## ANNUAL INCOME STATEMENTS

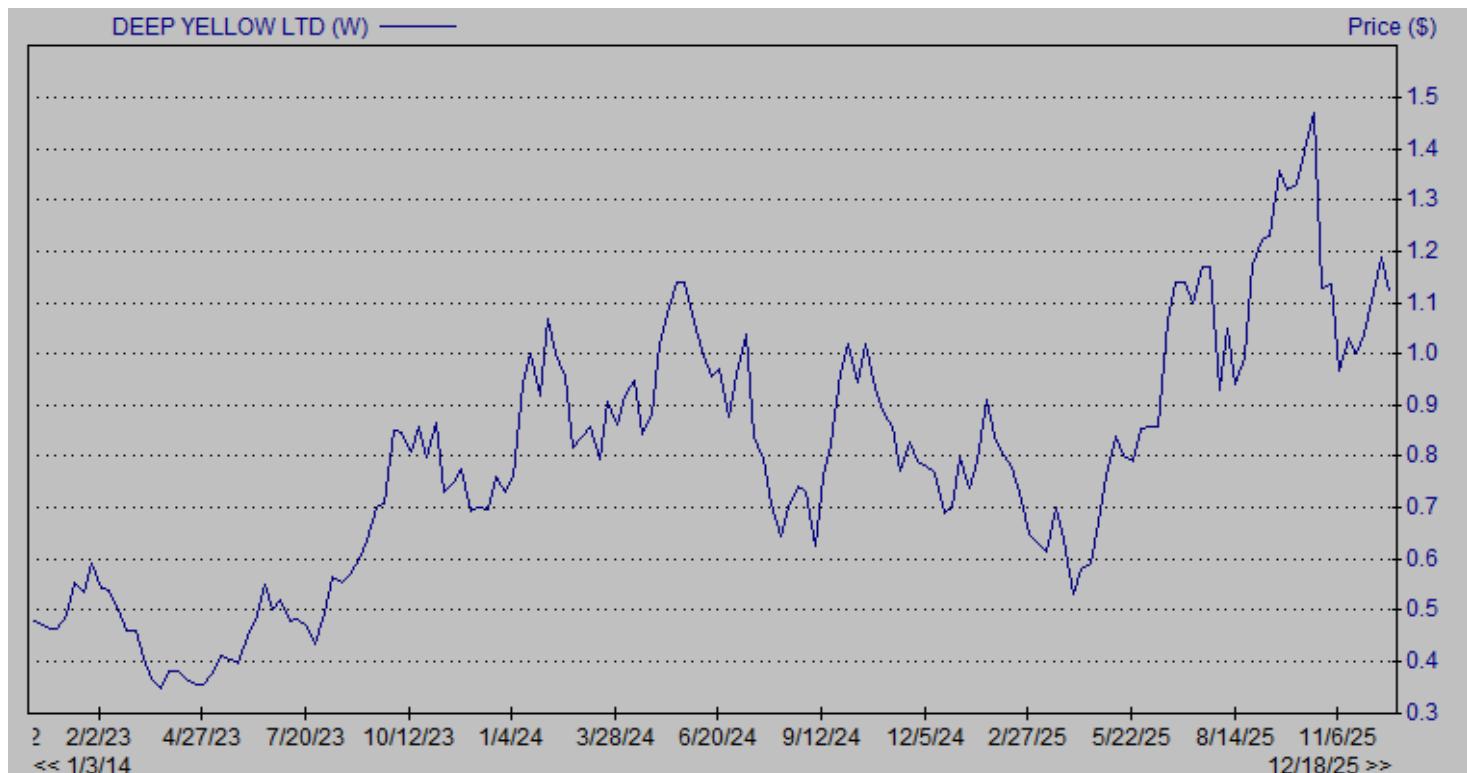
### Deep Yellow Limited

Income Statement (in \$AUD, except share out. data)	FY 2021 6/30/2021	FY 2022 6/30/2022	FY 2023 6/30/2023	FY 2024 6/30/2024	FY 2025 6/30/2025
Interest and other income	176,227	353,175	1,892,462	3,881,608	11,590,583
Other income	51,216	110,233	-	-	-
Revenue from contracts with customers	56,126	51,566	38,459	15,949	-
<b>Total Revenues</b>	<b>283,569</b>	<b>514,974</b>	<b>1,930,921</b>	<b>3,897,557</b>	<b>11,590,583</b>
Depreciation & amortisation expenses	(225,964)	(356,861)	(818,133)	(805,888)	(746,420)
Marketing expenses	(198,811)	(319,422)	(566,674)	(448,580)	(309,652)
Occupancy expenses	(90,611)	(131,685)	(319,071)	(226,610)	(216,326)
Administrative expenses	(1,933,039)	(3,338,283)	(4,580,215)	(3,458,201)	(3,562,928)
Employee expenses	(2,609,231)	(3,140,796)	(5,201,911)	(7,801,091)	(10,302,462)
Project evaluation expenditure	-	-	-	-	(352,086)
Reversal imp'm't of cap. exp. & eval. exp.	0	0	0	0	11,244,091
Impairm't of cap. explor. & eval. exp.	(18,297)	(42,953)	(364,839)	(1,682,902)	(73,593)
<b>Expenses</b>	<b>(5,075,953)</b>	<b>(7,330,000)</b>	<b>(11,850,843)</b>	<b>(14,423,272)</b>	<b>(4,319,376)</b>
<b>Loss Before Other Income</b>	<b>(4,792,384)</b>	<b>(6,815,026)</b>	<b>(9,919,922)</b>	<b>(10,525,715)</b>	<b>7,271,207</b>
Interest (expense)	(22,822)	(10,284)	(196,183)	(109,956)	(113,847)
Income tax (expense)	-	-	-	-	-
<b>Total Other Income (Expenses)</b>	<b>(22,822)</b>	<b>(10,284)</b>	<b>(196,183)</b>	<b>(109,956)</b>	<b>(113,847)</b>
<b>Net Loss</b>	<b>(4,815,206)</b>	<b>(6,825,310)</b>	<b>(10,116,105)</b>	<b>(10,635,671)</b>	<b>7,157,360</b>
<b>Other comprehensive income</b>					
Fgn. curr. translation gain (loss)	4,603,067	(2,026,340)	(5,930,301)	1,802,360	3,223,598
<b>Total comp. gain (loss), net of tax</b>	<b>(212,139)</b>	<b>(8,851,650)</b>	<b>(16,046,406)</b>	<b>(8,833,311)</b>	<b>10,380,958</b>
Diluted gain (loss) per ordinary share	(0.0175)	(0.0184)	(0.0142)	(0.0131)	0.0073
Wgtd. Avg. Ord. Shares Out. - diluted	275,681,267	370,069,286	710,990,970	811,562,091	976,779,850

## SEMI-ANNUAL INCOME STATEMENTS

<b>Deep Yellow Limited</b>							
Income Statement (in \$AUD, except share out. data)		1H FY2024 12/31/2023	2H FY2024 6/30/2024	FY 2024 6/30/2024	1H FY2025 12/31/2024	2H FY2025 6/30/2025	FY 2025 6/30/2025
Interest and other income	637,195	3,244,413	3,881,608	6,292,193	5,298,390	11,590,583	
Other income	-	-	-	-	-	-	
Revenue from contracts with customers	14,940	1,009	15,949	-	-	-	
<b>Total Revenues</b>	<b>652,135</b>	<b>3,245,422</b>	<b>3,897,557</b>	<b>6,292,193</b>	<b>5,298,390</b>	<b>11,590,583</b>	
Depreciation & amortisation expenses	(407,061)	(398,827)	(805,888)	(366,223)	(380,197)	(746,420)	
Marketing expenses	(250,165)	(198,415)	(448,580)	(193,945)	(115,707)	(309,652)	
Occupancy expenses	(112,152)	(114,458)	(226,610)	(108,175)	(108,151)	(216,326)	
Administrative expenses	(1,686,311)	(1,771,890)	(3,458,201)	(2,139,778)	(1,423,150)	(3,562,928)	
Employee expenses	(4,327,873)	(3,473,218)	(7,801,091)	(5,880,743)	(4,421,719)	(10,302,462)	
Project evaluation expenditure	-	-	-	0	(352,086)	(352,086)	
Reversal imp'rmt of cap. exp. & eval. exp.	0	0	0	0	11,244,091	11,244,091	
Write-off of cap. explor. & eval. exp.	(10,467)	(1,672,435)	(1,682,902)	(19,007)	(54,586)	(73,593)	
<b>Expenses</b>	<b>(6,794,029)</b>	<b>(7,629,243)</b>	<b>(14,423,272)</b>	<b>(8,707,871)</b>	<b>4,388,495</b>	<b>(4,319,376)</b>	
<b>Loss Before Other Income</b>	<b>(6,141,894)</b>	<b>(4,383,821)</b>	<b>(10,525,715)</b>	<b>(2,415,678)</b>	<b>9,686,885</b>	<b>7,271,207</b>	
Interest (expense)	(50,610)	(59,346)	(109,956)	(58,282)	(55,565)	(113,847)	
Income tax (expense)	-	-	0	-	-	0	
<b>Total Other Income (Expenses)</b>	<b>(50,610)</b>	<b>(59,346)</b>	<b>(109,956)</b>	<b>(58,282)</b>	<b>(55,565)</b>	<b>(113,847)</b>	
<b>Net Loss</b>	<b>(6,192,504)</b>	<b>(4,443,167)</b>	<b>(10,635,671)</b>	<b>(2,473,960)</b>	<b>9,631,320</b>	<b>7,157,360</b>	
<b>Other comprehensive income</b>							
Fgn. curr. translation gain (loss)	343,049	1,459,311	1,802,360	3,036,362	187,236	3,223,598	
<b>Total comp. gain (loss), net of tax</b>	<b>(5,849,455)</b>	<b>(2,983,856)</b>	<b>(8,833,311)</b>	<b>562,402</b>	<b>9,818,556</b>	<b>10,380,958</b>	
Diluted gain (loss) per ordinary share	(0.0082)	(0.0050)	(0.0131)	(0.0026)	0.3813	0.0073	
Wgted. Avg. Ord. Shares Out. - diluted	755,183,415	894,843,771	811,562,091	951,523,077	25,256,773	976,779,850	

## HISTORICAL STOCK PRICE



## DISCLOSURES

The following disclosures relate to relationships between Zacks Small-Cap Research ("Zacks SCR"), a division of Zacks Investment Research ("ZIR"), and the issuers covered by the Zacks SCR Analysts in the Small-Cap Universe.

### ANALYST DISCLOSURES

I, Steven Ralston, hereby certify that the view expressed in this research report accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the recommendations or views expressed in this research report. I believe the information used for the creation of this report has been obtained from sources I considered to be reliable, but I can neither guarantee nor represent the completeness or accuracy of the information herewith. Such information and the opinions expressed are subject to change without notice.

### INVESTMENT BANKING AND FEES FOR SERVICES

Zacks SCR does not provide investment banking services nor has it received compensation for investment banking services from the issuers of the securities covered in this report or article.

Zacks SCR has received compensation from the issuer directly, from an investment manager, or from an investor relations consulting firm engaged by the issuer for providing non-investment banking services to this issuer and expects to receive additional compensation for such non-investment banking services provided to this issuer. The non-investment banking services provided to the issuer includes the preparation of this report, investor relations services, investment software, financial database analysis, organization of non-deal road shows, and attendance fees for conferences sponsored or co-sponsored by Zacks SCR. The fees for these services vary on a per-client basis and are subject to the number and types of services contracted. Fees typically range between ten thousand and fifty thousand dollars per annum. Details of fees paid by this issuer are available upon request.

### POLICY DISCLOSURES

This report provides an objective valuation of the issuer today and expected valuations of the issuer at various future dates based on applying standard investment valuation methodologies to the revenue and EPS forecasts made by the SCR Analyst of the issuer's business.

SCR Analysts are restricted from holding or trading securities in the issuers that they cover. ZIR and Zacks SCR do not make a market in any security followed by SCR nor do they act as dealers in these securities. Each Zacks SCR Analyst has full discretion over the valuation of the issuer included in this report based on his or her own due diligence. SCR Analysts are paid based on the number of companies they cover. SCR Analyst compensation is not, was not, nor will be, directly or indirectly, related to the specific valuations or views expressed in any report or article.

#### ADDITIONAL INFORMATION

Additional information is available upon request. Zacks SCR reports and articles are based on data obtained from sources that it believes to be reliable, but are not guaranteed to be accurate nor do they purport to be complete. Because of individual financial or investment objectives and/or financial circumstances, this report or article should not be construed as advice designed to meet the particular investment needs of any investor. Investing involves risk. Any opinions expressed by Zacks SCR Analysts are subject to change without notice. Reports or articles or tweets are not to be construed as an offer or solicitation of an offer to buy or sell the securities herein mentioned.

#### CANADIAN COVERAGE

This research report is a product of Zacks SCR and prepared by a research analyst who is employed by or is a consultant to Zacks SCR. The research analyst preparing the research report is resident outside of Canada, and is not an associated person of any Canadian registered adviser and/or dealer. Therefore, the analyst is not subject to supervision by a Canadian registered adviser and/or dealer, and is not required to satisfy the regulatory licensing requirements of any Canadian provincial securities regulators, the Investment Industry Regulatory Organization of Canada and is not required to otherwise comply with Canadian rules or regulations.