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LaFleur Minerals Inc. (LFLRF-OTC)**LFLRF: Zacks Company Update Report
LaFleur Minerals: Published PEA supports
profitable gold production in Tier 1 Camp**

Our target price is based on our estimated of the most probable value of the recently reported results of a PEA, additional gold resources and market metrics. Our new fair market value for the stock is \$1.60.

Current Price (03/09/26) \$0.42
Valuation \$1.20

OUTLOOK

LaFleur Minerals recently published PEA results for a production plan using the Swanson gold deposit at the Beacon Gold mill. The results are positive and show strong leverage to the current gold price. The report also provided inputs into the permitting process to move the Swanson deposit to the bulk sampling program.

This report, the support of their technical teams and the gold price environment should support this project moving to production in the near term and generating additional value to the stock.

SUMMARY DATA

52-Week High \$0.62
52-Week Low \$0.08
One-Year Return (%) 100
Beta N/A
Average Daily Volume (sh) 79,703

Shares Outstanding (mil) 88.7
Market Capitalization (\$mil) \$38
Short Interest Ratio (days) 1
Institutional Ownership (%) 21
Insider Ownership (%) 16

Annual Cash Dividend \$0.00
Dividend Yield (%) 0.00

5-Yr. Historical Growth Rates
Sales (%) N/A
Earnings Per Share (%) N/A
Dividend (%) N/A

P/E using TTM EPS N/A

P/E using 2025 Estimate N/A

P/E using 2026 Estimate N/A

Zacks Rank N/A

Risk Level High
Type of Stock Small - Blend
Industry Mining – Misc.

ZACKS ESTIMATES**Revenue**

(in millions of \$)

	Q1 (Jun)	Q2 (Sep)	Q3 (Dec)	Q4 (Mar)	Year (Mar)
2024	0	0	0	0	0 A
2025	0	0	0	0	0 A
2026	0 A	0 A	0 A	0 E	0 E
2027	0 E	0 E	2.8 E	1.0 E	3.8E

Price/Sales Ratio (Industry = 2.5x)

	Q1 (Jun)	Q2 (Sep)	Q3 (Dec)	Q4 (Mar)	Year (Mar)
2024	(0.02) A	(0.02) A	(0.03) A	(0.02) A	(0.09) A
2025	(0.02) A	(0.01) A	(0.03) A	(0.03) A	(0.09) A
2026	(0.02) A	(0.04) A	(0.04) A	(0.05) E	(0.15) E
2027	(0.05) E	(0.04) E	(0.03) E	(0.05) E	(0.17) E

Zacks Projected EPS Growth Rate - Next 5 Years % N/A
N/A N/A

KEY POINTS

- Positive PEA supports mill restart and mine development in a Tier 1 gold camp.
- PEA proves the mine plan and third-party validation required to advance the production assets through final permitting for production.
- Updated mineral resource estimate expands the indicated ounces by 30% based on confirmation drilling and lower cut-off grades to support the proposed mine plan.
- Confirmation and resource extension drilling provides results indicating potential expansion of the Swanson deposit at depth, on strike, and internally to extend the production life during the operating period.
- PEA shows strong leverage to the gold price; the NAV increased by ~170 % at the current gold price to C\$270 million, with gold up 80% over the base case.
- The PEA report provides an initial capital estimate of C\$175 million for mill expansion of 3,000 tpd as part of the regional growth plan
- The revised valuation method takes in PEA results, asset base and gold price sensitivity. Stock currently trades at a discount to comparable in the market on a P/NAV basis.
- Aggressive drilling program targeting expansion toward a 1-million-ounce gold resource at its Swanson Gold advanced-stage exploration project.
- The majority of the indicated resource ounces sit within the optimized pit shell, supporting low-cost open-pit mining over several years to feed Beacon Gold Mill.
- Mineralized footprint 475m x 425m x 500m remains open in all directions, including at depth, with significant underground mining potential as the project advances.
- District-scale land package (over 18,000 hectares) with 27 showings, including 22 gold, plus critical pathfinder elements.
- An existing large stockpile is available at Beacon Gold Mill for commissioning, reducing delays and ensuring a smooth start-up.
- Fully funded restart, with +C\$7 million financing, of fully refurbished, permitted 750 tpd gold mill.
- Permitted tailings basin provides >10 years capacity at nameplate rates, expandable for future operations.
- NAV framework supports valuation well above market cap, with limited downside risk.
- Strategic regional M&A potential from Fresnillo–Probe deal enhances transaction value for LaFleur shareholders.

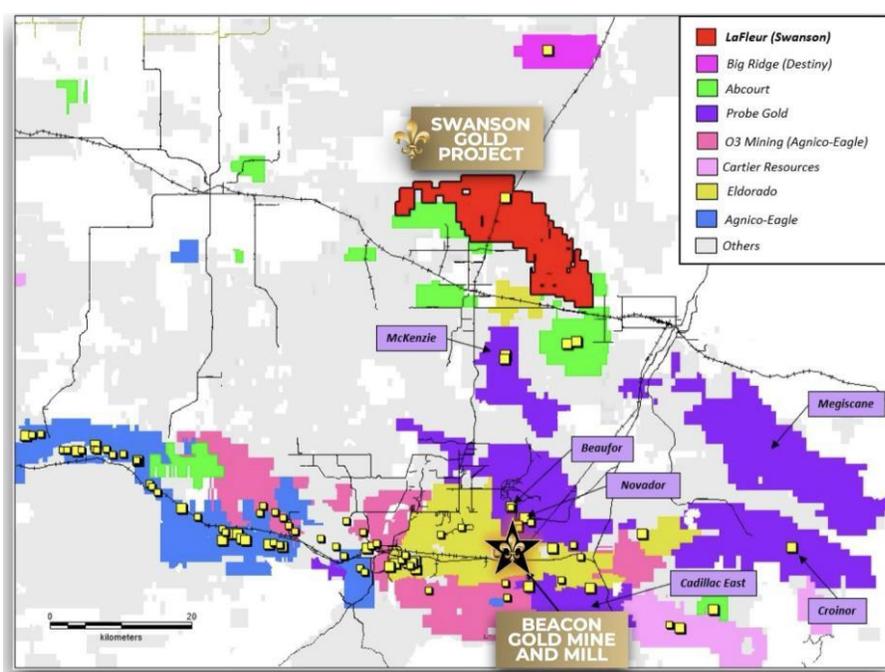
CATALYSTS

- Swanson Gold Deposit assay results – ongoing
- Updated Mineral Resource Estimate (MRE) – completed on schedule
- Preliminary Economic Assessment (PEA) – completed on schedule
- Bulk sample permit approval – regulatory decision on 100,000-tonne program at Swanson, timeline later in 2026.
- Beacon Gold Mill restart in progress – now funded - commissioning using existing 10 kt stockpile, potential dry/wet start up by mid 2026.
- Swanson bulk sample material to mill - expected in spring 2027

Preliminary Economic Assessment Results – Plan for production confirmed

LaFleur Mineral released the summary results of a Preliminary Economic Assessment (PEA) on their proposed gold production plans using their Val d'Or gold camp assets. The study's results indicate that an economic business plan can be implemented utilizing their fully permitted Beacon Gold Mill to process gold mineralization from their Swanson gold deposit in the context of the current market and cost assumptions. The report is prepared by a global consulting firm, Environmental Resource Management (ERM) Technical Mining Services Group. This is a well-respected multi-sector consulting firm giving the report the backing for support in the public markets. The location of the company assets in the camp is given on Figure 1:

Figure 1: Location of the Swanson Project



Source: LaFleur Minerals presentations

The PEA economics still show significant returns at US\$2,750/oz Gold (Base Case) with these summary highlights:

- Modest capital cost of C\$31 million at the Swanson Gold Deposit and Beacon Gold Mill, including ongoing restart and recommissioning work. Relatively low capex and low-risk restart of a mill.
- After-tax IRR of 65% and C\$101 million NPV (5%), and a 1.8-year payback. NPV > Capex and a short payback at much lower gold prices.
- Industry competitive AISC of US\$1,569/oz demonstrates profitability even at lower gold prices.

The Company also published a new mineral resource estimate (MRE) for their Swanson gold deposit. This resource is given in Table 1. This MRE shows a 30% increase in the indicated category ounces as compared to the 2024 RE. PEA uses both indicated and inferred ounces for the mine plan, allowed at this stage of analysis.

Table 1: Swanson 2025 Mineral Resource Estimate

Resource Classification	Mining Method	Tonnes (kt)	Gold Grade (g/t)	Contained Gold (koz)
Indicated	Open Pit	2,735	1.62	142.5
	Underground	221	2.51	17.8
Total Indicated Resources		2,956	1.69	160.3
Inferred	Open Pit	854	1.75	48.0
	Underground	225	2.60	18.8
Total Inferred Resources		1,079	1.93	66.8

Source: LaFleur Minerals press release

The PEA also indicates a plan for the expansion of the production rate to optimize the utilization of the Beacon Gold Mill and improve the cost profile for production at this plant. Prior information from the Company indicated the Beacon Gold Mill would operate at a rate of 750 tpd. The expansion plan to 1250 tpd requires a modest capital increase of C\$31 million, with C\$15 million for mill-related improvements and upgrades.

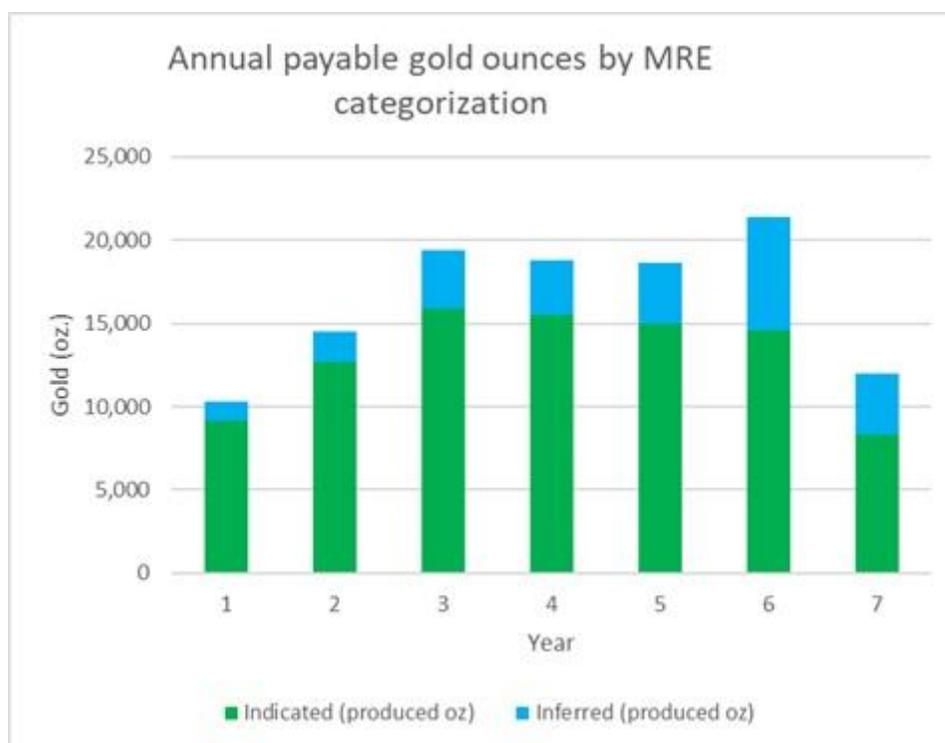
The mine plan to mill schedule shows a relatively high strip ratio of 7.7:1 for the life of mine, but it is supported by the base case gold price of just \$2750 per ounce and the ASIC of ~\$1570 showing good margins as this much lower gold price, compared to the current.

Gold production is also modest, averaging less than 20,000 ounces per year for the 7-year plan, based on the current MRE and its grade, illustrated on Figure 2. There could be higher grades delivered to the mill during this plan, as shown by recent in-fill drill results in the Swanson Deposit highlighted by 2.05 g/t gold over 158.25 metres. Mine life is expected to be extended through resource expansion by drilling at Swanson. This work is already underway, with results indicating mineralization extending on strike and at depth that is not included in the current MRE data set. We expect this mill to continue to operate in the long term once it is restarted. The PEA illustrates an initial economic plan to facilitate this process.

The PEA uses past metallurgical results on the Swanson mineralization conducted through the Globex Gold Mill in the Val d'Or Camp to provide recovery factors. The Company is currently testing 400 kg of drill hole recovered mineralization in a composite sample at SGS Canada's laboratories to model recoveries in a circuit like the Beacon Gold Mill. We expect this testing to provide input to the restart process and mill upgrades to improve gold recoveries above the 84% used in the current PEA. Improved recoveries for gold using the existing mill will add significant value to the economics of the plan through lower costs and increased revenues.

Sensitivity analysis of the PEA model with changes in CAPEX, OPEX, F/X and the gold price is shown on Figure 3. As noted above, the base case assumption for the PEA is \$2750 per ounce of gold, this is calculated as a three-year trailing average as per industry standards. With an ASIC of ~\$1570 per ounce, the plan shows significant leverage to the price of gold. The data suggests the project NPV5% increased to near C\$270 million at the gold price of \$5000 per ounce, now below the current. This is a ~170% improvement in value for a ~80% increase in the gold price. Payback happens in less than a year.

Figure 2: PEA production profile

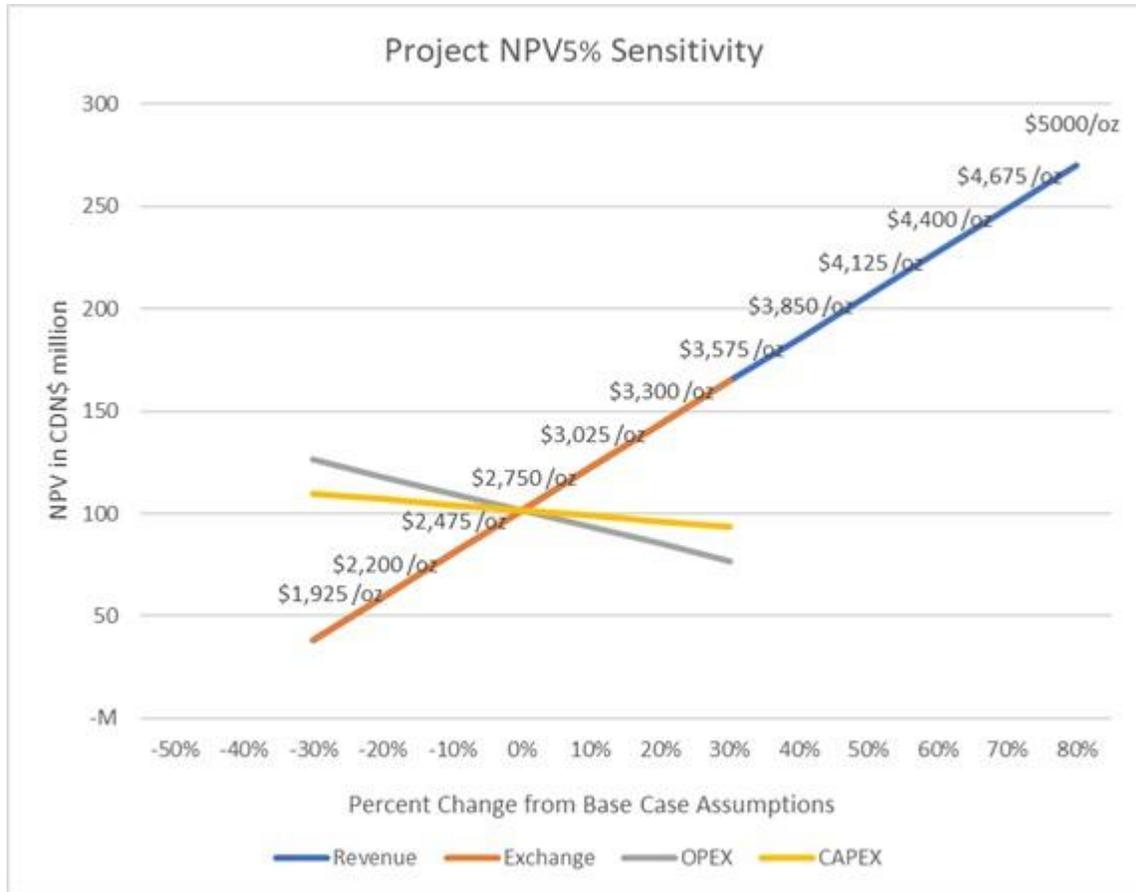


Source: LaFleur Minerals presentations

The report also provides a first look at the expansion of the Beacon Gold Mill site with the addition of a 3000 tpd circuit with an estimated capital cost of C\$175 million. There are no economics given. This information is given as a teaser for the expansion of gold production potential at a permitted site in a gold camp with nearby gold resources for development. The expansion could be supported by additional resources at the Company's Swanson deposit being determined through drilling, but we do not believe that this level of support is sufficient for this size of expansion. The Company could acquire additional ounces in the camp or provide a site for toll milling in the Abitibi gold camp. The adjacent rail access provides for a lower-cost method of ore delivery from across the region. The data point is also information for consideration of Fresnillo as they look to advance their new Canadian gold asset to production, as discussed in our earlier report.

The Company is continuing its plans to move the Beacon Gold mill to production with its cash on hand. This work is being undertaken by their consultants in an orderly process that sees the mill improvement works ongoing. The work on the tailings facility will be conducted after the spring melt. Dry and wet testing of the mill circuit is expected during the summer of 2026 using the on-site mineralization, see Figure 5. This Company estimated there could be around 10,000 tonnes of mineralization on site from the nearby Beaufor mine. We would expect this material to grade from 1 to 5 g/t and at the average, could generate revenue in the ~\$4 million range to support additional operations. More importantly, it would produce a gold bar for the market, showing success in their plan to buy a gold mill in distress that is now ready to return rewards in a bull market.

Figure 3: PEA Sensitivity analysis chart



Source: Company news release

The Company is also advancing its application and permitting process for the bulk sampling of the Swanson Gold deposit for processing at the Beacon Gold Mill, see Figure 4. The Company is still waiting on consultants for the closure plan for submission as part of the permitting process. This is expected by May 2026. The closure plan is a document requirement; we do not expect the plan to be implemented at the end of the bulk sample at Swanson. Production is expected to continue as per the PEA model. Approval for the bulk sampling program is expected in Q4 2026, but could come sooner. If received late in 2026, we do not expect the company to start the program in the winter. Drilling at Swanson continues for resource expansion and regional target testing for discovery and resource development. There are two additional historically reported resource targets on the property that could also be advanced to a bulk sampling stage with confirmation of the resource. The posted resource at the Jolin deposit totals over 100,000 ounces at average grades of 7 g/t gold. This small deposit contains close to \$550 million *in situ* gold with rock values of over \$1100 per tonne that should support mining and transport. The Beacon Gold Mill provides the venue to unlock that value.

Figure 4: Beacon Gold Mill Crushing circuit



Source: Zacks SCR

Figure 5: Mine rock on site



Source: Zacks SCR

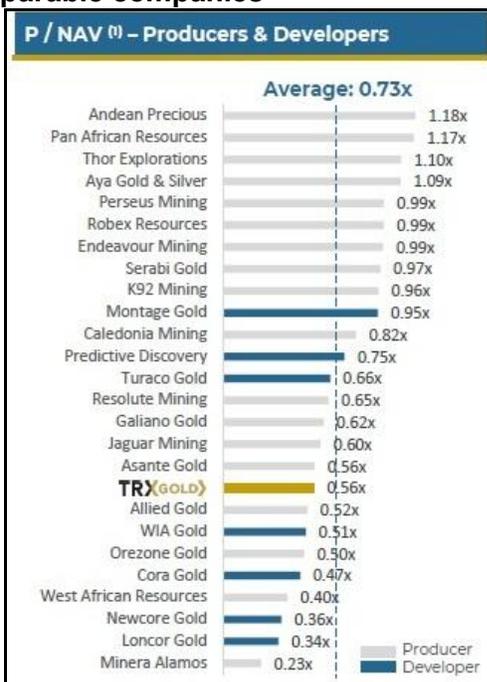
VALUATION

With the publication of the PEA study for gold production at the Beacon Gold Mill supplied with Swanson deposit mineralization, we can update our valuation methods. The PEA provides an NPV 5% value for the modelled production plan at various gold prices based on the upgrades to the mill. This provides us with a net asset value for this key part of the Company. We can then use industry metrics to derive a fair market value target for the Company's shares based on our expectations for gold prices and the appropriate pricing ratio for their stage of development and risk of execution. We have solely relied on the PEA analysis and output with no adjustments to the input parameters. The sensitivity to the NPV 5% at various gold prices is given on Figure 3 above.

The Company also holds two additional historically reported gold resource assets on their Swanson project. These total 135,200 ounces. We include these ounces at a discount rate of 3% of their *in situ* value at various gold prices to come to a total NAV for the Company.

The market metric of price to NAV (P/NAV) is used to determine a fair market value for the stock at this stage. Figure 6 shows the range of values the market is paying for a basket of comparable companies developing and operating gold projects at this time. We show how this range of metric values could impact the share value component for LaFleur on Table 2. This matrix shows the variability and leverage of the gold price to market risk factors. We previously used a single gold price and P/NAV to determine the value of the fixed asset of the Company and the fair market value. The new PEA provides for dynamic pricing analysis. Our selection of the P/NAV ratio remains in the upper levels for the sector. LaFleur assets are well advanced and in a Tier 1 gold camp and require modest capital to advance. We are highly confident they can access the CAPEX funds in today's market. Our fair market target uses a blended average as highlighted on Table 2 to derive a value of \$1.60 per share.

Figure 6: P/NAV metric for comparable companies



Source: TRX Gold

Table 2: Valuation Summary

Gold Price [US\$/oz]	PEA Value [C\$ M]	Resource [C\$ M]	NAV [C\$ M]	P/NAV Share Values [US\$]			
				0.4	0.6	0.8	1
2750	101.5	15.3	116.8	\$ 0.38	\$ 0.58	\$ 0.77	\$ 0.96
3300	143.6	18.3	162.0	\$ 0.53	\$ 0.80	\$ 1.07	\$ 1.33
4500	236.2	25.0	261.2	\$ 0.86	\$ 1.29	\$ 1.72	\$ 2.15
5000	274.7	27.8	302.5	\$ 1.00	\$ 1.49	\$ 1.99	\$ 2.49

Source: Zacks SCR

RISKS

Permitting and Regulatory Risk

- Securing approvals for Swanson bulk sampling and ongoing production may face delays or regulatory hurdles. Extended timelines could materially impact project advancement, cash flow generation, and investor confidence.

Beacon Gold Mill and Tailings Basin Risk

- Restarting the Beacon Mill requires final permits, technical fixes, and tailings basin compliance. Any deficiencies in infrastructure or environmental approvals could delay operations, increase costs, or constrain production capacity.

Financing and Capital Markets Risk

- LaFleur must raise capital for mill restart, exploration, and corporate operations. Market volatility, investor sentiment, or dilution risk could limit funding availability, delaying project timelines and strategic execution.

Technical and Operational Risk

- Resource grades may differ from mill head grades, impacting recoveries and economics. Assumptions in resource modelling, metallurgy, or mine planning could prove inaccurate, leading to lower-than-expected production performance.

Market and Commodity Price Risk

- Gold price fluctuations directly affect project economics, financing options, and valuation. Sustained declines could reduce margins, impair asset value, and challenge Lafleur's ability to deliver shareholder returns.

CONCLUSION

LaFleur Minerals has assembled a rare combination of assets in Québec's Abitibi Gold Belt: a permitted gold mill, a near-surface resource with a mining lease, and a district-scale land package with multiple exploration targets. In a market where gold prices remain historically high, these assets provide both immediate production potential and long-term growth opportunities. The recently released PEA provides confirmation and a plan to move forward on this opportunity.

As outlined in the risk section, challenges remain. Permitting for Swanson bulk sampling and ongoing production, final approvals and technical fixes at the Beacon Gold Mill and tailings basin, raising capital for the PEA plan restart and exploration, and reconciling resource grades with mill performance all represent material risks. Commodity price volatility adds further uncertainty. These risks are typical of junior mining companies and must be acknowledged by investors.

However, several mitigating factors strengthen LaFleur's position. The Company benefits from operating in a Tier-1 jurisdiction with established infrastructure, an experienced workforce, and a supportive mining culture. The Beacon Gold Mill and tailings facility are already fully permitted, reducing timelines and regulatory exposure compared with greenfield projects. PEA capital requirements are modest, estimated at C\$31 million, with a positive gold market to support such funding. LaFleur has retained personnel with direct operational knowledge of the Beacon Gold Mill, lowering technical risk. The presence of a stockpile of mineralized rock at the site further de-risks the commissioning.

Strategically, LaFleur is positioned adjacent to Fresnillo's newly acquired Novador project, creating potential transaction value through asset consolidation or direct partnership. Upcoming catalysts, mill testing and start-up, ongoing Swanson assay results, and bulk sample approval will provide clarity on production timelines. Taken together, these factors suggest LaFleur holds the ability to mitigate typical junior mining risks while offering investors meaningful leverage to gold prices and potential corporate interest. Several juniors that took this leap to production in 2025, see Table 3, showed excellent returns that suggest the same opportunity for LaFleur Minerals in 2026.

Table 3: Market performance of select new junior producers and regional companies

<i>Company</i>	<i>Market Cap (\$M)</i>	<i>Price (\$)</i>	<i>YTD Price Change (%)</i>
LaFleur Minerals Inc. (CNSX:LFLR)	37.9	0.43	28.9
1911 Gold Corporation (TSXV:AUMB)	257.3	0.87	34.1
55 North Mining Inc. (CNSX:FFF)	16.7	0.48	47.7
Abcourt Mines Inc. (TSXV:ABI)	96.1	0.08	-4.3
Blue Lagoon Resources Inc. (CNSX:BLLG)	111.3	0.74	32.9
Cartier Resources Inc. (TSXV:ECR)	85.1	0.19	4
Emperor Metals Inc. (CNSX:AUOZ)	26.5	0.14	5.7
Granada Gold Mine Inc. (TSXV:GGM)	9.2	0.04	10
Minnova Corp. (TSXV:MCI)	37.5	0.31	68
Nicola Mining Inc. (TSXV:NIM)	185.8	0.86	20.6
Radisson Mining Resources Inc. (TSXV:RDS)	232.2	0.54	-18.9
Talisker Resources Ltd. (TSX:TSK)	225.6	1.26	18.8
Wesdome Gold Mines Ltd. (TSX:WDO)	2614	17.38	4.1
West Red Lake Gold Mines Ltd. (TSXV:WRLG)	373.6	0.91	19.2

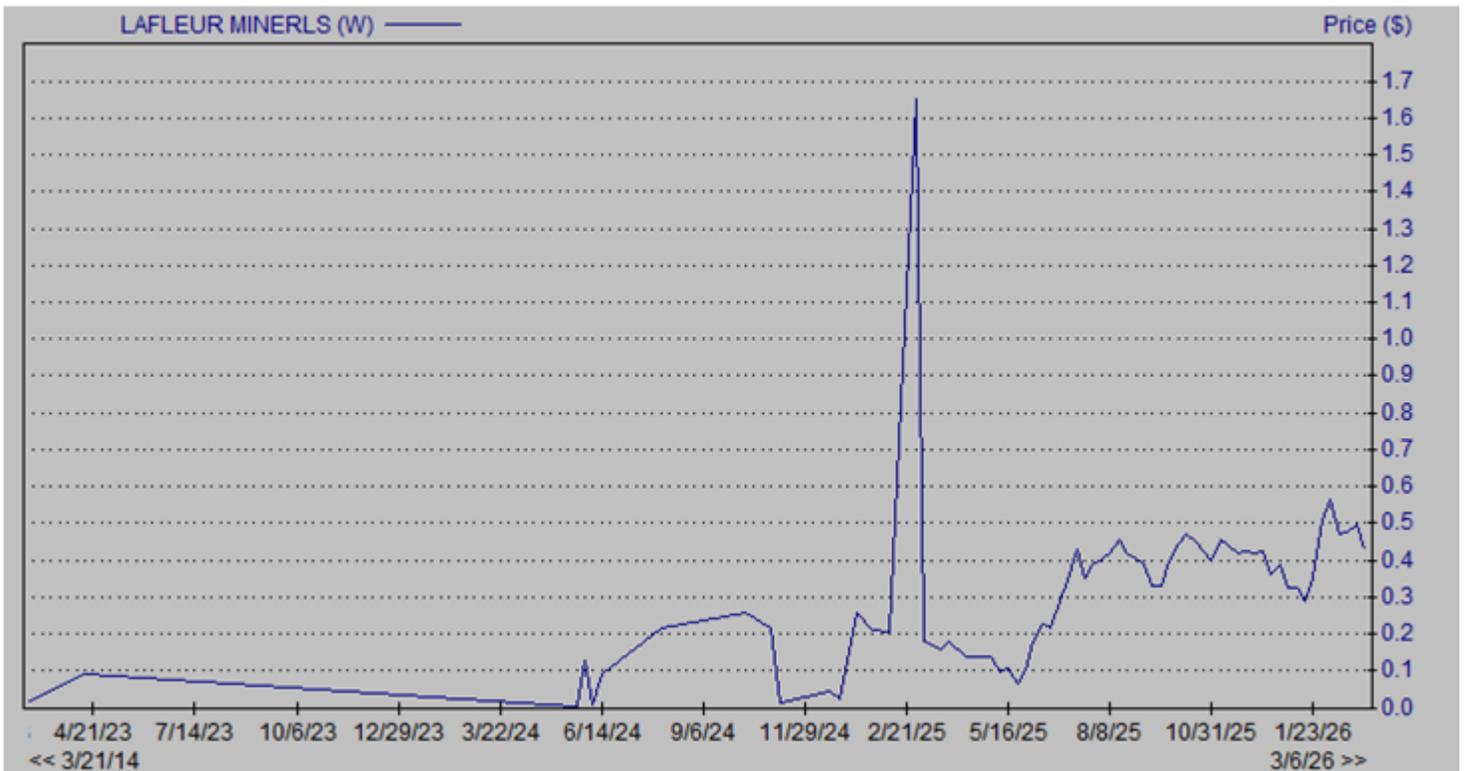
Source: Zacks SCR

SUMMARY INCOME STATEMENT & BALANCE SHEET

Lafleur Minerals Inc.
Income Statement and Balance Sheet
(Dollars in C\$ millions, except EPS data)

Expenses	03/23	03/24	03/25	12/25
Management	0.39	0.75	0.61	0.59
Exploration	0.19	0.15	1.82	1.52
SG&A	0.08	0.06	0.22	0.69
Other operating expenses	0.00	0.08	0.17	0.40
Interest and other	0.00	0.11	0.01	0.04
Zacks Adjusted Income before NRI	(0.44)	(1.15)	(3.52)	(3.29)
Net Income	(0.44)	(3.16)	(3.30)	(3.12)
Diluted EPS before NRI	(0.04)	(0.09)	(0.09)	(0.04)
Reported EPS	(0.04)	(0.24)	(0.08)	(0.04)
Cash & Marketable Securities	0.81	1.73	2.19	6.43
Current Assets	0.85	4.38	3.85	8.66
Current Liabilities	0.36	5.03	4.08	5.10
Long Term Debt	1.04	0.00	3.00	3.03
Shareholder's Equity	1.27	4.47	13.07	18.74

HISTORICAL STOCK PRICE



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