

# OCEAN WALL

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CSE: PNRG; OTC: PAANF FRA: SS6

March 2023

COMPARABLES REVIEW – AS OF 14<sup>TH</sup> MARCH 2023

## **American Battery Technology Company – known as ABTC - (Ticker: USOTC: ABML – currently upgrading to NASDAQ)**

Sitting directly to the north and partly adjacent to Pan American's Horizon Project is American Battery Technology's Tonopah Flats Lithium Project. This project is 4,200 hectares and has undergone extensive surface surveys and has just completed its drilling programme.

On 28<sup>th</sup> February 2023, American Battery Technology's 3rd party contractor, RESPEC, published an SK-1300 Compliant Inferred Resource Report to quantify their lithium-bearing resource. The report classifies these resources as Inferred and indicates that the project contains **15.8 million tons** of economically accessible lithium carbonate equivalent (LCE), establishing **ABTC's Tonopah Flats Lithium Project as one of the largest known lithium claystone deposits in the United States**. ABTC will continue developing Tonopah Flats from a resource to a potentially viable commercial reserve.

It is worth noting that the highest lithium grades were found at the southern end of their property that runs along the northern end of Pan American's Horizon Project.

ABTC has other parts to their business including a battery recycling and lithium extraction plant – both at a R&D stage.

On 27<sup>th</sup> February ABTC had a share price of US\$0.635 and market cap of US\$414m. As a result of their resource announcement, by close of business on 10<sup>th</sup> March, ABTC had a share price of US\$1.18 and market cap of US\$768m.

**We believe that this increase in market cap demonstrates at least a US\$350m value being allocated their Tonopah Flats project.**

## **American Lithium (NASDAQ – AMLI)**

Further to the North, but still only 6km away, American Lithium has its TLC 'Made in America' project. Around 5,000 hectares of land, this property already has a combined Measured, Indicated and Inferred resource of **10.69 million tons**.

On 1<sup>st</sup> February, American Lithium announced a positive Preliminary Economic Assessment for TLC, Base Case – showing an after-tax NPV8% US\$3.26 Billion and an after-tax IRR of 27.5%.

Although American Lithium has 1 other lithium project, the Falchani Lithium Project (Peru), we believe that it is appropriate to ascribe about 90% of their value to this TLC project.

On 10<sup>th</sup> March, American Lithium had a share price of US\$2.38 and a market cap of US\$500m.

**We believe, therefore, this indicates a US\$450m value being allocated to their TCL ‘Made in America’ Project.**

**Pan American Energy**

By comparison, Pan American Energy, has **7,015 hectares** situated next to, adjacent and nearby to the above companies and their Nevada projects.

**On March 10<sup>th</sup>, their share price was US\$0.53, and their market cap was US\$23.54m.**

Pan American Energy are currently working on their drilling project with the same 3<sup>rd</sup> party contractor as ABTC, RESPEC, and are anticipating being able to issue a 43-101 resource report in **1Q24**.

	Valuation of Project - % of Market Cap (\$)	Stage of Project	Size of Project - hectares	Resource Size (m/t)
ABTC	350,000,000	SK-1300	4,200	15,800,000
American Lithium	450,000,000	43-101 / PEA	5,000	10,690,000
		Exploration		
Pan American	23,540,000	43-101 due 1Q24	7,015	

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