

Silver Viper Minerals Corp. (TSXV:VIPR)

Cashed up – Let the Drills Get At It

Corporate Update

June 4, 2020

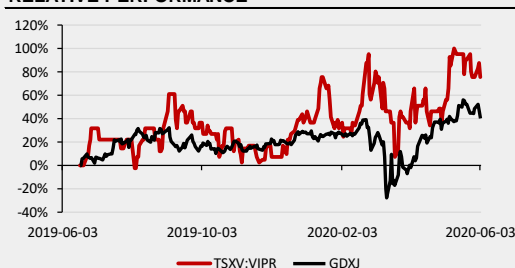
(Currency is CAD\$ unless noted otherwise)

Closing Price	\$0.36	
Rating	BUY	
Target (\$/sh)	\$0.80	
Return to Target	122%	
52 Week Low / High	\$0.18 / \$0.43	
CAPITALIZATION	Basic	Diluted
Shares Outstanding (M)	73.0	93.8
Market Capitalization (\$MM)	\$26.3	
Enterprise Value (\$MM)	\$19.3	
Last Reported Quarter Cash (\$MM)	\$6.9	
Total Debt (\$MM)	\$0.0	

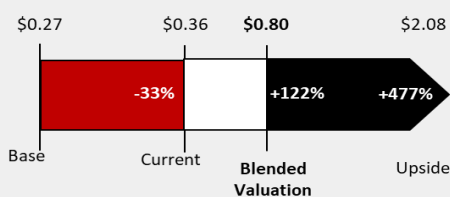
STOCK CHART



RELATIVE PERFORMANCE



POTENTIAL VALUATION



RELATIVE VALUATION

	EV (\$M)
Peer Group Average	\$34
Silver Viper Minerals Corp.	\$19

MAJOR SHAREHOLDERS

Management (28%), US Global Investors (3%)

DISCLOSURE CODE:

3,4,5

(Please refer to the disclosures listed on the back page)

Source: RCS, Company Information, Capital IQ

Company Description

Silver Viper Minerals Corp. junior mineral exploration company focused on precious metals exploration in northwestern Mexico. The company currently has an option to acquire a one hundred percent (100%) interest in the Rubi-Esperanza group of claims most recently operated by Pan American Silver. These claims form the core of the surrounding La Virginia property, which Silver Viper acquired from Pan American Silver in exchange for an NSR over the entire project.

Impact: Mildly Positive

Silver Viper announced that it closed a brokered private placement for aggregate proceeds of C\$5.1M which should allow the company to aggressively explore its La Virginia project in Sonora State, Mexico. **We expect the stock to re-rate towards our target of C\$0.80/sh as fresh capital is put into the ground translates into drill success and begins to demonstrate the scale potential of La Virginia.**

Highlights:

- Financing allows for an aggressive return to the field.** The company raised gross proceeds of ~C\$5.1M through the issuance of ~14.2M unit at C\$0.36. Each unit consists of one common share and one-half of one common share purchase warrant at a price of C\$0.50 for two years. The company plans to use the net proceeds of the offering to fund ex of the La Virginia project in Sonora, Mexico, and for working capital and general corporate purposes.
- Ready to get back to drilling.** As of June 1st, the Mexican government officially declared mining an essential business and the company has already started to mobilize to restart exploration. We expect the company to start with two drill rigs, building upon the 6,955m of drilling. One is expected to continue expanding El Rubi and a second following up early technical success at Macho Libre.
- We expect a steady stream of good results to resume.** Prior to the COVID-19 shutdown Silver Viper was reporting a steady stream of good results to the market. Most recently the company released four drill holes from El Rubi (read our full note [here](#)) – all of which hit mineralization and were consistent with previous results suggesting the company is growing an economic deposit. A high grade intercept of 453 g/t Ag and 8.31 g/t Au over 1m in hole LV20-224 was encountered ~180m west of the main trend and could indicate that a stringer zone exists parallel to the El Rubi main trend. The company had also released assays from the first three holes drilled at the Macho Libre target, 1.2km SW of the southernmost El Rubi drilling, where two of the three intersected Ag and Au mineralization that warranted follow up work.

Valuation:

With funding locked in, the company is primed to materially grow La Virginia in 2020. We are maintaining a BUY rating and C\$0.80/sh price target based on our probability-weighted valuation. We have updated our probability-based valuation to reflect the financing, with the new shares issued being offset by less future capital needing to be raised. We expect continued exploration success from La Virginia, should eventually translate into share price performance. **Upcoming catalysts:** 1) Drill results from El Rubi and Macho Libre (ongoing) and 2) Maiden resource estimate (H2/20).



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Company Name	Ticker Symbol	Disclosures
Silver Viper Minerals Corp.	TSXV:VIPR	3,4,5

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