

Cameco Corp.

CCO-T: C\$28.84

BUY (from Neutral)

Target: C\$38.00 (from C\$35.00)

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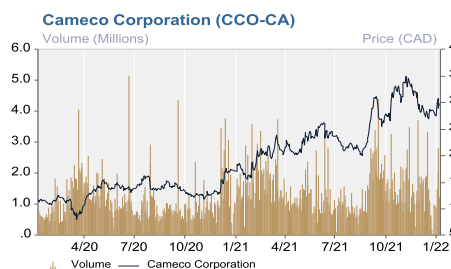
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Next Phase of Supply Discipline Offers More Compelling Full-Cycle Value Capture; Upgrade to BUY

	Previous	Current		
Rating:	NEUTRAL	BUY		
Target:	C\$35.00	C\$38.00		
Company Data				
Last Price (TSX)		\$28.84		
52-Week Range:	\$18.41 -	\$35.47		
Market Capitalization (C\$Mln):		11,477		
Enterprise Value (C\$Mln):		11,258		
Shares Outstanding - Diluted (Mln):		398		
Dividend Yield:		0.3%		
Cash		1,215		
Net Debt		-219		
Fiscal Year End		Dec 31		
Sales Summary				
	2020 A	2021 E	2022 E	2023 E
Uranium (Mln lbs)	30.6	24.0	24.0	26.0
Fuel Services (Mln kgU)	13.5	12.0	12.0	12.0
NUKEM (Mln lbs)	1.3	1.3	1.3	1.3
Financial Summary				
	2020 A	2021 E	2022 E	2023 E
P/E	n/a	n/a	134.7x	47.4x
EV/EBITDA	103.8x	210.5x	41.4x	22.9x
CFPS	0.49	0.30	0.44	0.87
P/CF	58.4x	94.8x	65.3x	33.0x
Net Debt/ EBITDA	n/a	0.7x	n/a	n/a
Quarterly EBITDA				
	2020 A	2021 E	2022 E	2023 E
Q1	51 A	18 A	24 E	111 E
Q2	-4 A	2 A	43 E	116 E
Q3	-10 A	-14 A	60 E	126 E
Q4	71 A	48 E	147 E	145 E
FY	110 A	54 E	275 E	498 E
Quarterly EPS				
	2020 A	2021 E	2022 E	2023 E
Q1	0.07 A	-0.08 A	-0.03 E	0.15 E
Q2	-0.16 A	-0.10 A	0.01 E	0.15 E
Q3	-0.20 A	-0.14 A	0.05 E	0.16 E
Q4	0.12 A	0.06 E	0.18 E	0.15 E
FY	-0.17 A	-0.26 E	0.21 E	0.61 E

Note: All values are in C\$, unless otherwise stated
Source: Company Reports, FactSet, Eight Capital Estimates



Source: Company Reports, Factset, Eight Capital estimates

Company Description

Cameco is one of the world's largest uranium producers with mines in Canada, the U.S. and Kazakhstan, and is also a leading provider of nuclear fuel processing services and uranium trading.

Upgrade to BUY. In our view, the partial restart of Cameco's McArthur River mine to 60% of operating capacity by 2024, combined with a ramp-down of Cigar Lake to 75% of capacity by 2024, places Cameco in a much sounder financial and strategic position to capture leverage to stronger uranium prices in the future, while balancing contracting strategy on more favorable market-related terms (70Mln lbs of long-term contracts added since the beginning of 2021), continued supply discipline, inventory purchases and balance sheet management, and care & maintenance costs of idle capacity. Cameco remains in a strong financial position while continuing to strike a supportive and constructive tone on short and long-term uranium fundamentals. **Our TP of \$38 (from \$35) is based on 1.7x P/NAV (\$21.27/share) reflecting Cameco's historical peak P/NAV multiple during uranium "bull markets" of 1.6-1.8x.**

Cameco added 40Mln lbs to its contract portfolio YTD. Cameco is seeing thinning of material available in the spot market and increasing "on-market" requests for proposals and "off-market" negotiations for long-term contracts. **70Mln lbs of uranium contracted since 2021.** In 2021, Cameco executed 30Mln lbs in long-term contracting (vs. 12.5Mln lbs in 2020), and since the beginning of 2022, has added another 40Mln lbs to its long-term contract portfolio.

Realignment of supply discipline balances production vs. committed sales over the next 5yrs. Management plans to restart McArthur River/Key Lake to 60% of operating capacity by 2024 combined with a ramp-down of Cigar Lake to 75% of capacity, for a combined 66% operating capacity at the two operations. In addition, Cameco plans to keep its Tier-two assets on care & maintenance, and production at Inkai will continue to follow the 20% reduction in operating capacity until the end of 2023 unless KazAtomProm (KAP-LON, not rated) further extends its supply reductions.

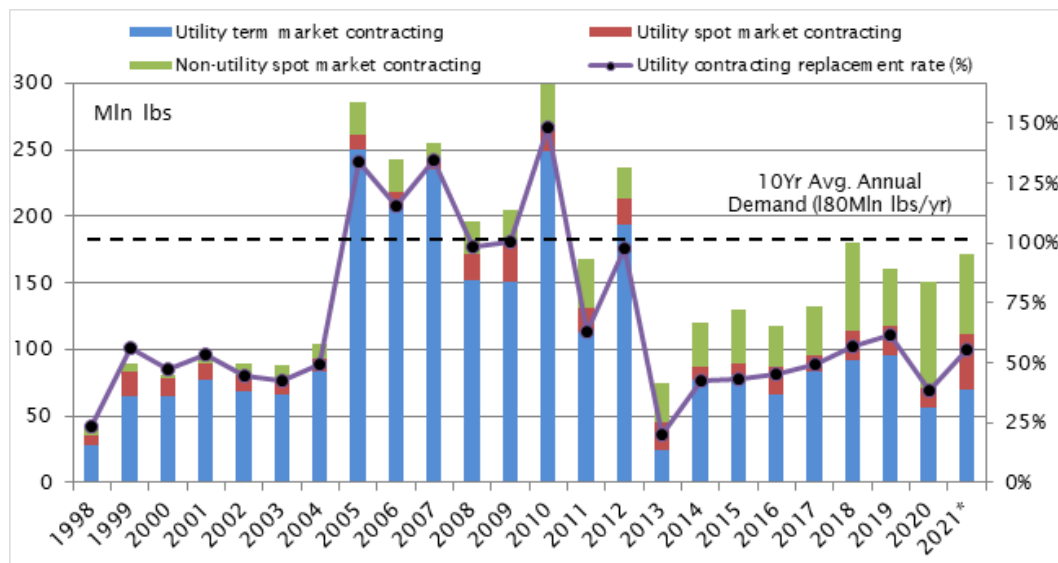
Utility positioning continues to favor a security of supply-driven transition. We believe utilities began to take greater notice of contracting requirements as well as potential supply responses from uranium producers once spot prices broke >US\$40/lb in Sept-2021. Most utilities are well covered in the near-term (0-3 years); but renewed market volatility and greater supply uncertainty has caused uranium buyers to re-evaluate procurement strategies in terms of tenures, volumes and timeframes, incentivize new and diverse supply from less-risky jurisdictions (Canada, US, Australia) through return of idle capacity, brownfield mine expansion, and high-quality new projects. In our view, a sustained price >US\$50/lb represents the very low-end of incentive prices for greenfield capacity becoming economic on a risk-adjusted basis, assuming access to capital and successful offtake agreements on favorable terms.

Replacement rate contracting has lagged since 2013. History has demonstrated a positive correlation between uranium buying behavior and prices. In general, rising prices and the perception of scarcity has coincided with an increase in contracting activity. Such was the case in 2006 and 2008 after Cameco's Cigar Lake flooding incidents, as well as a substantial increase in uranium contracting by China coming out of the Global Financial Crisis in 2010. Uranium spot + term contracting volumes totaled 171.2Mln lbs in 2021, the best year since 2018; but replacement rates have remained <100% since 2013, which signals to us utilities are getting increasingly eager to get in the queue for when a new contracting cycle begins in earnest.

FY22 guidance in-line; we forecast a FCF breakeven year. FY22 attributable uranium production guidance of up to 11Mln lbs includes 7.5Mln lbs at Cigar Lake and up to 3.5Mln lbs at McArthur River/Key Lake. FY22 uranium sales guidance of 23-25Mln lbs includes purchases of 11-13Mln lbs. Unit cost of sales guidance of C\$50-51/lb (including DD&A) includes \$50-60Mln in care & maintenance costs for Tier 2 operations plus \$15-17Mln/month in operational readiness costs at McArthur River/Key Lake.

Upgrade to BUY; Increase TP C\$38 (from \$35). We estimate Cameco shares are pricing in a \$61/lb uranium price at 1x P/NAV which represents a 44% premium to the current spot price compared to historical average (2005-2022) of 52%; and a 52% premium to the long-term price compared to the historical average of 22%. CCO ended Q4/21 with cash and short-term investments of C\$1,332Mln, total debt of C\$996Mln (no maturities until FY24 and beyond), and C\$1.0Bln of undrawn credit facilities.

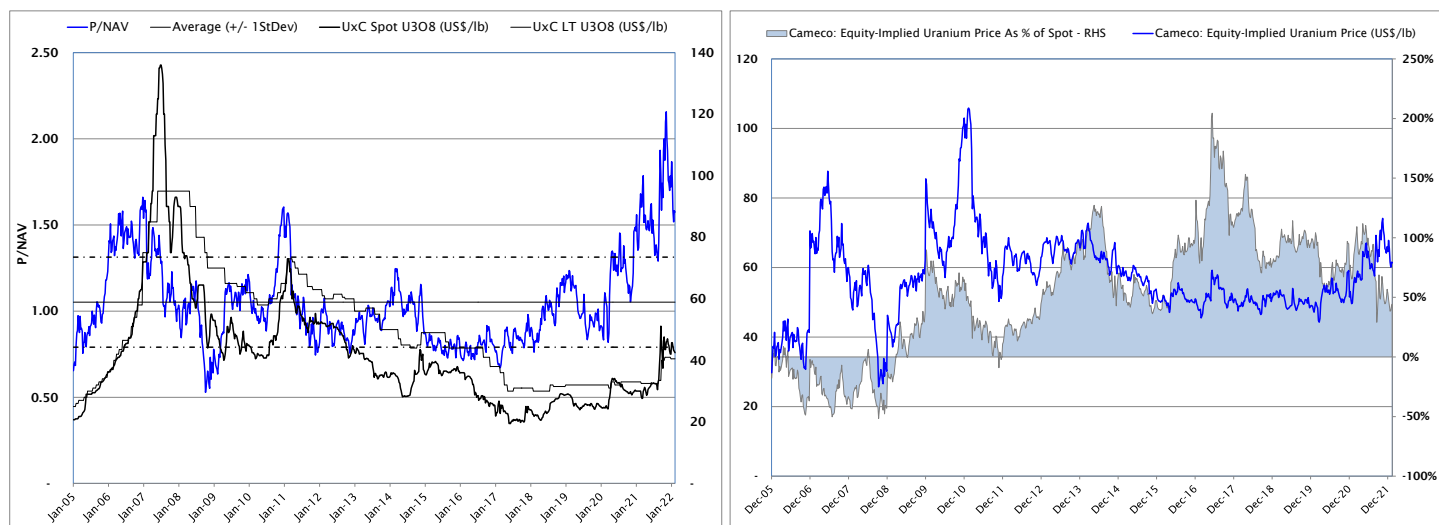
Replacement rate contracting has lagged since 2013



Source: UxC LLC, Eight Capital estimates

Premium valuation has long been part of the Cameco narrative. We estimate Cameco shares are currently pricing in a \$61/lb uranium price at 1x P/NAV which represents a 44% premium to the current spot price compared to historical average (2005-2022) of 52%; and a 52% premium to the long-term price compared to the historical average of 22%.

Cameco Historical Valuation: P/NAV (Left) and Equity-Implied Uranium Price (Right)



Source: UxC LLC, Factset, Company data, Eight Capital estimates

Cameco Historical Valuation Ranges (based on consensus estimates) by Uranium Period

	Uranium price trend (US\$/lb per week)		Cameco Peak Multiples		Cameco Average Multiples		Average Equity Implied Uranium Price		
	Spot	LT	P/NAV	EV/EBITDA	P/NAV	EV/EBITDA	(US\$/lb)	vs. Spot	vs. LT
Pre-Cigar Lake flood (pre Oct-06)	0.23	0.22	1.58	24.7	1.16	15.5	38.53	-10%	-12%
Peak Uranium (Oct-06 - Apr-08)	0.15	0.52	1.66	15.8	1.21	11.6	62.29	-29%	-28%
Financial Crisis-Inventory Liquidation (Apr-08 - Jul-10)	(0.20)	(0.27)	1.21	13.6	0.96	10.1	53.63	13%	-19%
Post-Financial Crisis/Pre-Fukushima (Jul-2010 - Mar-2011)	0.85	0.39	1.60	18.2	1.34	15.7	86.76	53%	35%
Post-Fukushima/Supply Response (Mar-2011 - July-2018)	(0.11)	(0.11)	1.25	17.1	0.90	10.6	58.61	86%	34%
Post-McArthur River Shutdown (Jul-2018 - Aug-2021)	0.04	0.00	1.79	60.5	1.18	24.6	52.52	83%	38%
Spott Physical Uranium Trust ATM Offering (Aug-2021 -)	0.45	0.30	2.16	58.9	1.74	43.9	65.27	82%	42%
Current			1.57	39.9	1.57	39.9	61.37	44%	52%

Source: UxC LLC, Factset, Company data, Eight Capital estimates

From 2022-2026, Cameco has commitments to deliver 90Mln lbs of uranium (average of 18Mln lbs/year), with commitment levels in 2022, 2023 and 2024 higher than in 2025 and 2026, which compares to our estimate of total attributable production of 104Mln lbs.

Q4/21 results better than expected; 50% increase in dividend. Cameco reported Q4/21 adjusted EBITDA of C\$106Mln vs. our C\$70Mln (consensus C\$51.8Mln) and adjusted EPS of C\$0.06 vs. our C\$0.03 (consensus C\$0.01). Cigar Lake yielded 6.1Mln lbs of uranium production in 2021 (Q4/21 2.8Mln lbs), slightly higher than guidance of 6.0Mln lbs and ended FY21 with uranium inventory 8.0Mln lbs at an average cost of C\$38.30/lb (vs. Q3/21 of 8.5Mln lbs at average cost of C\$37.70/lb). CCO ended Q4/21 with cash and short-term investments of \$1,332Mln, total debt of \$996Mln (no maturities until FY24 and beyond), and C\$1.0Bln of undrawn credit facilities

Summary Q4/21 Results

Cameco: 4Q21 Results			Variance (Act - Est)	
	4Q21 Actual	Eight Capital estimates	(Units)	(%)
Uranium Segment				
Average realized price (US\$/lb)	39.65	41.25	(1.60)	-4%
Average realized price (C\$/lb)	49.94	51.99	(2.05)	-4%
Production ('000s lbs)	2,800	2,251	549	n.m.
Sales ('000s lbs)	6,500	6,250	250	4%
Unit operating costs (C\$/lb sold)	48.35	46.12	2.23	5%
Revenue	323	325	(2)	-1%
Gross profit	10	37	(27)	n.m.
Revenue	465	441	24	6%
Adjusted EBITDA	106	70	37	53%
Adjusted EPS	0.06	0.03	0.03	n.m.
CFPS	0.15	0.20	(0.05)	n.m.

Source: Company data, Eight Capital estimates

Source: Company data, Eight Capital estimates

Cameco Net Asset Value Summary

Operation	Ownership	NPV	Discount rate	
			8%	NVP/share
McArthur River	69.8%	3,632	39%	9.13
Cigar Lake	50.0%	1,478	16%	3.71
Inkai (10%)	60.0%	1,567	17%	3.94
Rabbit Lake	100%	362	4%	0.91
Crow Butte	100%	78	1%	0.19
Smith Ranch/Highland	100%	160	2%	0.40
Uranium Mining		7,277	79%	18.29
Uranium Contract Book		162	2%	0.41
Fuel Services		615	7%	1.54
NUKEM		116	1%	0.29
Exploration & Development		1,073	12%	2.70
Gross Asset Value		9,242	100%	23.22
Long-term Debt		(996)		(2.50)
Working Capital		1,683		4.23
Net Debt		687		1.73
CRA tax remittance		281		0.71
Corporate SG&A		(654)		(1.64)
Reclamation liabilities		(1,090)		(2.74)
Net Assets Value (C\$Mln)		8,465		
Shares outstanding		397.9		
Net Assets Value (C\$/share)		21.27		

Source: UxC LLC, Factset, Company data, Eight Capital estimates

Eight Capital Uranium Supply/Demand Model

<i>all figures in Mln lbs U3O8, unless noted</i>	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030
Uranium Supply (Mln lbs)														
Africa	20.7	22.9	22.5	22.0	20.9	20.5	21.0	22.0	21.3	20.8	22.0	24.5	25.5	21.5
Australia	15.2	16.6	17.1	16.0	11.7	13.0	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5
Canada	34.1	18.2	18.0	10.0	11.6	18.0	18.0	19.6	36.5	43.0	43.0	43.0	38.5	44.5
Kazakhstan	60.6	56.3	59.0	50.6	58.7	58.7	58.7	61.4	62.2	62.2	64.9	66.6	66.6	65.6
China	4.1	4.2	4.2	4.2	4.2	4.2	4.2	4.2	4.7	5.2	5.2	5.2	5.2	5.2
Russia	7.6	7.6	7.6	7.4	7.4	7.4	8.3	8.6	9.0	9.4	9.4	9.4	9.4	9.4
United States	2.5	1.5	0.2	0.2	0.0	0.1	0.2	1.7	3.1	3.1	3.1	3.1	4.2	5.5
Other Countries	12.1	12.9	13.2	12.9	13.1	13.7	13.7	13.7	13.7	13.7	13.7	13.7	13.7	13.7
Primary Supply	156.9	140.1	141.8	123.2	127.5	135.5	137.5	144.7	163.9	170.9	174.8	179.0	176.6	178.8
<i>growth rate</i>	-4.5%	-10.7%	1.2%	-13.1%	3.4%	6.3%	1.5%	5.2%	13.3%	4.3%	2.3%	2.4%	-1.4%	1.3%
Secondary supply	56.0	70.1	59.7	64.9	63.3	50.0	43.4	36.3	35.3	31.5	28.9	27.0	25.3	20.0
Total supply	212.9	210.2	201.4	188.2	190.8	185.5	180.9	181.0	199.2	202.4	203.7	206.0	201.8	198.8
<i>growth rate</i>	0.7%	-1.3%	-4.2%	-6.6%	1.4%	-2.8%	-2.5%	0.0%	10.0%	1.6%	0.6%	1.1%	-2.0%	-1.5%
World Nuclear Generating Capacity (GWe)														
China	39.4	46.6	49.2	47.5	51.5	55.5	59.5	63.5	67.5	72.5	77.5	82.5	87.5	92.5
India	6.3	6.3	6.3	6.3	6.3	7.3	7.3	7.3	8.3	9.3	9.3	10.3	11.3	13.3
Japan	4.2	6.9	8.7	8.7	8.7	10.7	12.7	14.7	16.7	18.7	20.7	22.7	24.7	24.7
Russia	26.1	27.3	28.4	28.4	28.4	28.4	28.4	28.4	28.4	29.4	30.4	30.4	30.4	30.4
USA	100.0	99.3	98.2	98.2	98.2	99.4	99.4	99.4	100.7	100.7	100.7	100.7	100.7	101.9
Other	182.5	186.2	188.6	185.5	185.4	191.3	193.7	197.5	199.9	201.1	200.9	201.7	201.5	202.3
Total	358.5	372.5	379.3	374.6	378.4	392.6	401.0	410.8	421.4	431.6	439.4	448.2	456.0	465.1
<i>growth rate</i>	0.6%	3.9%	1.8%	-1.2%	1.0%	3.7%	2.1%	2.4%	2.6%	2.4%	1.8%	2.0%	1.7%	2.0%
Uranium demand analysis														
Primary uranium demand	158.4	164.3	165.3	163.9	164.3	170.1	173.5	177.4	181.6	185.7	188.7	192.1	195.1	198.6
Secondary uranium demand	34.8	36.5	25.2	20.6	37.0	25.0	15.0	15.0	13.0	10.0	8.0	5.0	5.0	5.0
Total demand	193.2	200.8	190.5	184.5	201.3	195.1	188.5	192.4	194.6	195.7	196.7	197.1	200.1	203.6
<i>growth rate</i>	-0.1%	3.9%	-5.2%	-3.1%	9.1%	-3.1%	-3.4%	2.1%	1.2%	0.5%	0.5%	0.2%	1.5%	1.7%
Market surplus (deficit)	19.6	9.4	11.0	3.7	(10.5)	(9.6)	(7.5)	(11.4)	4.5	6.7	7.0	8.9	1.7	(4.8)
<i>Surplus (deficit) as % of global demand</i>	10.2%	4.7%	5.8%	2.0%	-5.2%	-4.9%	-4.0%	-5.9%	2.3%	3.4%	3.6%	4.5%	0.9%	-2.4%
Change in market surplus (deficit)	1.6	(10.3)	1.6	(7.3)	(14.2)	0.9	2.1	(3.9)	15.9	2.2	0.3	1.9	(7.1)	(6.5)
<i>Net contribution - Primary mine supply</i>	(7.4)	(16.8)	1.7	(18.5)	4.2	8.1	2.0	7.1	19.2	7.0	3.9	4.2	(2.4)	2.3
<i>Net contribution - Secondary supply</i>	8.9	14.1	(10.4)	5.2	(1.6)	(13.3)	(6.6)	(7.1)	(1.1)	(3.8)	(2.6)	(1.9)	(1.7)	(5.3)
<i>Net contribution - Primary demand</i>	2.0	(5.9)	(0.9)	1.4	(0.4)	(5.8)	(3.3)	(3.9)	(4.3)	(4.1)	(3.0)	(3.4)	(3.0)	(3.5)
<i>Net contribution - Secondary demand</i>	(1.9)	(1.7)	11.3	4.6	(16.4)	12.0	10.0	-	2.0	3.0	2.0	3.0	-	-
Uranium Price Forecast (US\$/lb) - Spot	22	25	26	30	36	50	55	60	60	60	60	60	60	60

Source: UxC LLC, World Nuclear Association, Eight Capital estimates



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Industrial Metals

Cameco Corp.

Rating: BUY
Target price: C\$38

Price assumptions		2019	2020	2021	2022	2023	2024	2025
Uranium Spot	(US\$/lb)	25.14	30.07	37.70	46.13	55.00	60.00	60.00
Uranium Term	(US\$/lb)	31.88	34.50	38.06	43.88	52.50	60.00	60.00
Cameco Realized Price	(US\$/lb)	32.81	33.25	34.91	44.34	53.60	60.00	60.00
USD\$/CAD\$	(US\$)	0.741	0.727	0.796	0.800	0.800	0.800	0.800

Summary income statement (C\$Mln)		2019	2020	2021	2022	2023	2024	2025
Sales		1,863	1,800	1,475	1,726	2,152	2,520	2,670
Operating costs		1,346	1,485	1,283	1,302	1,501	1,644	1,802
DD&A		276	209	190	184	248	320	340
EBITDA		368	110	54	275	498	698	690
EBIT		92	(79)	(136)	91	250	378	350
EBT		90	(76)	(172)	22	181	330	315
Net income		74	(53)	(103)	85	242	388	396
EPS - FD		0.19	(0.13)	(0.26)	0.21	0.61	0.98	0.99
Adjusted EPS - FD		0.10	(0.17)	(0.26)	0.21	0.61	0.98	0.99
Shares outstanding - FD (Mln)		396	396	398	398	398	398	398

Summary cash flow statement (C\$Mln)		2019	2020	2021	2022	2023	2024	2025
Net income		74	(53)	(103)	85	242	388	396
Non-cash items		343	249	224	91	106	114	118
Working capital changes		113	(201)	310	27	-	-	-
Cash from operations		527	57	458	203	348	502	514
Net change in total debt		(500)	(2)	-	-	-	(500)	-
Net change in common equity		0	5	27	-	-	-	-
Dividends		(32)	(32)	(32)	(48)	(48)	(48)	(48)
Cash from financing activities		(607)	(98)	(47)	(48)	(48)	(548)	(48)

Property and equipment	(75)	(77)	(99)	(173)	(152)	(170)	(223)
Other investing activities	513	(24)	18	-	-	-	-
Cash from investing activities	437	(101)	(80)	(173)	(152)	(170)	(223)
Free cash flow	452	(21)	360	30	195	332	290
Net change in cash	358	(142)	331	(18)	148	(216)	243

Summary balance sheet (C\$Mln)		2019	2020	2021	2022	2023	2024	2025
Cash & equivalents		1,062	918	1,247	1,230	1,377	1,161	1,404
Total current assets		1,807	1,945	2,142	2,097	2,244	2,028	2,271
Fixed assets		3,721	3,772	3,577	3,565	3,469	3,319	3,202
Total assets		7,427	7,581	7,518	7,461	7,513	7,147	7,272

STD	-	-	-	-	-	-	-
Total current liabilities	277	304	414	414	414	414	414
LTD	997	996	996	996	996	496	496
Minority Interest	0	0	0	0	0	0	0
Shareholder equity	4,995	4,958	4,846	4,883	5,078	5,418	5,766
Total liabilities & equity	7,427	7,581	7,518	7,461	7,513	7,147	7,272

Valuation Analysis		2019	2020	2021	2022	2023	2024	2025
NAVPS	per share			21.27				
EPS	per share	0.10	(0.17)	(0.26)	0.21	0.61	0.98	0.99
CFPS	per share	1.05	0.49	0.30	0.44	0.87	1.26	1.29
P/NAV	(x)			1.36				
P/E	(x)	>100	n/a	n/a	>100	47.4	29.6	29.0
P/CF	(x)	27.4	58.4	94.8	65.3	33.0	22.9	22.3
Enterprise Value	(Mln)	11,411	11,554	11,226	11,243	11,096	10,812	10,569
EV/EBITDA	(x)	31.0	103.8	210.5	41.4	22.9	16.3	16.5
FCF Yield	(%)	4.0%	-0.2%	3.2%	0.3%	1.7%	2.9%	2.5%
P/BV	(x)	2.3	2.3	2.4	2.4	2.3	2.1	2.0

Profitability Metrics		2019	2020	2021	2022	2023	2024	2025
EBITDA Margin	(%)	19.8%	6.1%	3.7%	16.0%	23.1%	27.7%	25.8%
Return on Equity	(%)	1.5%	-1.1%	-2.1%	1.8%	4.9%	7.4%	7.1%
Return on Invested Capital	(%)	1.0%	-0.7%	-1.4%	1.2%	3.4%	5.8%	5.8%

Balance Sheet Analysis		2019	2020	2021	2022	2023	2024	2025
Debt/Equity	(%)	20.0%	20.1%	20.6%	20.4%	19.6%	9.2%	8.6%
Debt/Debt + Equity	(%)	13.4%	13.1%	13.3%	13.3%	13.3%	6.9%	6.8%
Net Debt/Equity	(%)	-1.3%	1.6%	-5.2%	-4.8%	-7.5%	-12.3%	-15.7%
Net Debt/TTM EBITDA	(x)	n/a	0.7	n/a	n/a	n/a	n/a	n/a
Net Debt/NTM EBITDA	(x)	n/a	1.4	n/a	n/a	n/a	n/a	n/a
EBIT Interest Coverage	(x)	0.8	2.6	2.7	4.9	8.1	1.4	22.4

Attributable Production ('000 lbs)		2019	2020	2021	2022	2023	2024	2025
McArthur River (69.8%)	('000 bs)	-	-	0	3,490	8,726	10,471	10,471
Cigar Lake (50.0%)	('000 bs)	9,000	5,000	5,551	7,541	6,753	6,753	6,753
Inkai (40.0%)	('000 bs)	3,300	2,800	3,512	3,328	3,328	3,744	4,160
US JSR	('000 bs)	0	0	0	0	0	0	0
Total		12,300	7,800	9,063	14,360	18,807	20,968	21,384

Revenue by Segment		2019	2020	2021	2022	2023	2024	2025
Uranium Mining	(%)	76%	78%	73%	77%	81%	83%	84%
Fuel Services	(%)	20%	21%	25%	19%	15%	13%	12%
NUKEM	(%)	4%	1%	3%	4%	4%	4%	4%
Other	(%)	0%	0%	0%	0%	0%	0%	0%
Total		100%	100%	100%	100%	100%	100%	100%

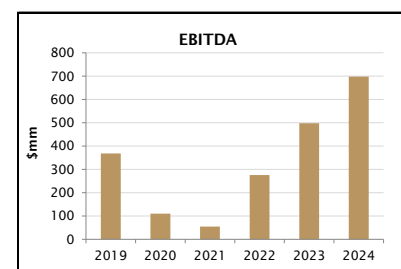
Cash Cost		2019	2020	2021	2022	2023	2024	2025
McArthur River	(C\$/lb)	15.37	15.28	15.28	15.91	15.99	16.09	17.25
Cigar Lake	(C\$/lb)	14.49	14.42	14.67	15.46	16.44	15.80	15.39
Inkai	(C\$/lb)	-	-	-	-	-	-	-
Purchased Uranium	(C\$/lb)	26.11	29.08	33.23	41.37	51.18	56.43	57.00
Total	(C\$/lb)	15.73	16.28	16.69	16.85	17.19	16.98	17.52

Source: Eight Capital estimates, Company data

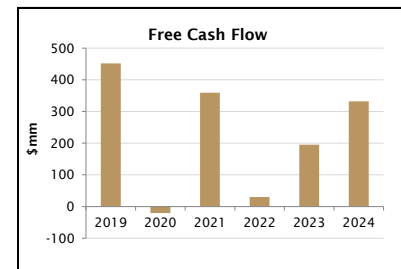
Industrial Metals	
Uranium	
CANADA	
Primary ticker	CCO-TSE
Price	28.84
Target price	38.00
Exchange rate (US\$/C\$)	0.79
Shares outstanding - FD (Mln)	397.9
Market Capitalization (C\$Mln)	11,477
Enterprise Value (C\$Mln)	11,258
Year end	Dec.31
Pricing currency	CAD\$
Accounting currency	CAD\$

Balance Sheet - (C\$Mln)	Current
Cash and cash equivalents	1,215
Net working capital	1,738
Net PP&E	3,565
Total assets	7,410
Short term debt	-
Long term debt	996
Total shareholders' equity	4,860
Total liabilities & shareholder equity	7,410
Shares outstanding (Mln)	398
Book value per share	12.21
Net debt/net debt + equity (%)	-3.7%

Net Asset Value Summary		
	C\$Mln	\$/share
McArthur River	3,632	9.13
Cigar Lake	1,478	3.71
Inkai (10%)	1,567	3.94
Rabbit Lake	362	0.91
Crow Butte	78	0.19
Smith Ranch/Highland	160	0.40
Uranium Mining	7,277	18.29
Uranium Contract Book	162	0.41
Fuel Services	615	1.54
NUKEM	116	0.29
Exploration & Development	1,073	2.70
Gross Asset Value	9,242	23.22
Long-term Debt	(996)	(2.50)
Working Capital	1,683	4.23
Net Debt	687	1.73
CRA tax remittance	281	0.71
Corporate SG&A	(654)	(1.64)
Reclamation liabilities	(1,090)	(2.74)
Net asset value	8,465	
Shares outstanding	398	
Net asset value per share (C\$)	21.27	



Source: Eight Capital estimates, Company data



Source: Eight Capital estimates, Company data

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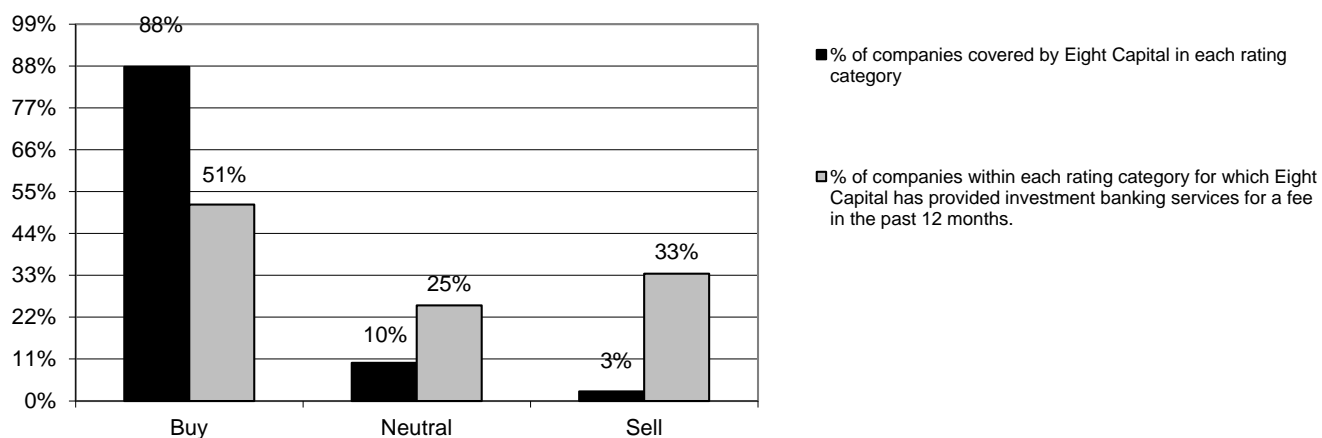
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