

Recommendation: **Market Perform**

 Target Price: **C\$10.00**

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## Equinox Gold Corp.

(EQX - TSX)

### Q2/25 Production Beat; First Gold From Valentine Soon

Unless otherwise denoted, all figures shown in US\$

Current Price	C\$8.04	Shares Outstanding (MM)	
52 Wk High	C\$10.35	Basic	772.7
52 Wk Low	C\$6.18	Diluted	781.7
Cash (MM)	\$406.0	Mgmt and Dir	65.7
Debt (MM)	\$1,730.0	Mkt Cap. (MM)	\$4,540.4
NAV	C\$15.00	EV (MM)	\$5,864.5
P/NAV	0.54x	Reserves	23.2MMoz
NAV (spot)	C\$18.10	Total Resource	57.2MMoz
P/NAV (spot)	0.44x	EV/Reserve	\$252
Total Return	24%	EV/Resource	\$103

Fiscal YE Dec 31		2023A	2024A	2025E
Prod'n (000oz)	Q1	122.7	111.7	182.1A
	Q2	137.7	122.2	219.1
	Q3	149.1	174.0	215.7
	Q4	155.0	214.0	279.8
	FY	564.5	621.9	896.7
Cash Cost (\$/oz)		\$1,357	\$1,605	\$1,411
AISC (\$/oz)		\$1,612	\$1,875	\$1,885
Adj. EPS	Q1	\$(0.03)	\$(0.04)	\$(0.08)
	Q2	\$(0.02)	\$(0.01)	\$0.23
	Q3	\$0.09	\$0.09	\$0.20
	Q4	\$0.01	\$0.17	\$0.28
	FY	\$0.05	\$0.24	\$0.72
Adj. CFPS	Q1	\$0.18	\$0.15	\$0.19
	Q2	\$0.23	\$0.12	\$0.41
	Q3	\$0.26	\$0.30	\$0.33
	Q4	\$0.30	\$0.46	\$0.46
	FY	\$0.97	\$1.08	\$1.44
P/CF		6.1x	5.5x	4.1x
FCF (MM)		\$(389.8)	\$(39.9)	\$108.3
FCF Yield		-	-	2.4%

General: NAV/cash/debt/shares outstanding/reserves/resources are pro-forma; production/costs are pro-forma as of Q1/25; EPS/CFPS are pro-forma as of Q3/25

NAV: Cormark deck is \$3,000/oz; spot gold is \$3,301/oz

#### Event:

Q2/25 production

#### Impact:

Positive

#### Commentary:

Equinox released its first production numbers following the closing of an all-stock merger with Calibre, which closed earlier in Q2/25 (note [HERE](#)).

- Consolidated Q2/25 production of 219,112 oz beat our estimate of 205,700 oz and was above the company's guidance range of 205,000-217,500 oz provided last month (note [HERE](#)).
- Greenstone production of 51,274 oz was above our estimate of 48,000 oz, up from 44,449 oz in Q1/25 and was above the company's guidance range of 45,000-50,000 oz. With 95,723 oz produced in H1/25, the flagship asset is set up well to achieve the revised guidance range of 220,000-260,000 oz as Management expects continued operational improvements through H2/25.
- The former Calibre assets produced 72,823 oz, which was above our estimate of 70,100 oz and the company's guidance range of 70,000-72,500 oz.
- The former Equinox assets produced 146,289 oz, above our estimate of 135,500 oz and the company guidance range of 135,000-145,000 oz.
- Total H1/25 production of 401,211 oz puts Equinox at 47% of the mid-point of the recently revised 2025 guidance range of 785,000-915,000 oz.
- AISC guidance for 2025 remains \$1,800-1,900/oz.
- Equinox exited the quarter with \$406 MM in cash, up from \$173 MM at the end of Q1/25 as a result of the combination with Calibre.

The Valentine project remains on schedule and forecast for the first ore through mill in late August and the first gold before the end of Q3/25. Final plant commissioning well underway, all operations leadership positions fully staffed, and Management anticipates an effective ramp-up through the year and into Q1/26.

#### Investment Conclusion:

Equinox Gold is progressing through a transitional period, with the optimization of Greenstone commencing, while construction at Valentine advances on schedule. The addition of the Calibre assets has expanded its production base with a second cornerstone Canadian asset set to come online in Q3/25, but we believe the stock will continue to trade at a discount until there is sustained evidence of a turnaround at Greenstone (45% of NAV) and a successful ramp-up of production at Valentine (24% of NAV).

#### Company Description:

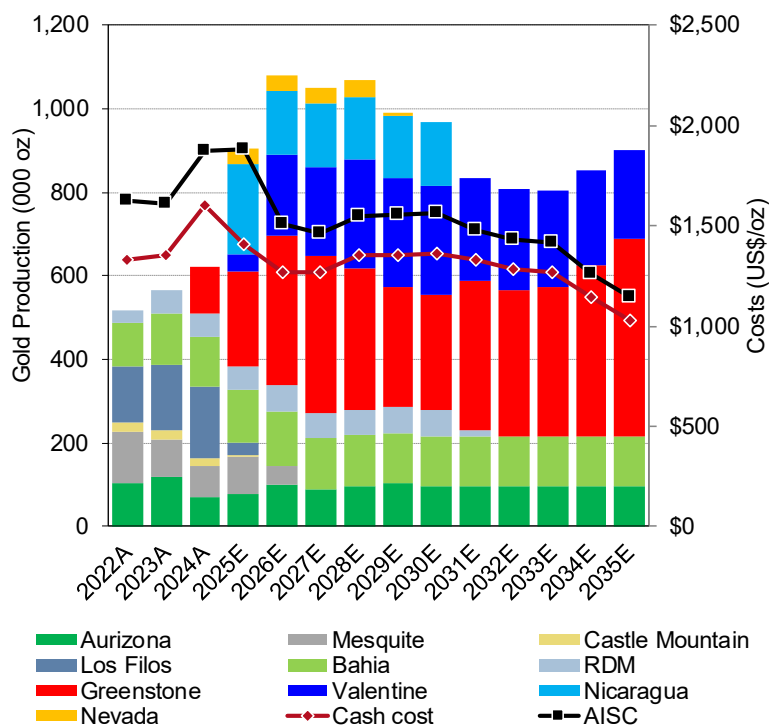
Equinox Gold is a gold producer with six operating gold mines in Canada, the United States and Brazil. The merger with Calibre Mining closed in June 2025.

Figure 1: Quarterly Results &amp; Changes to Estimates

		Q1/24A	Q2/24A	Q3/24A	Q4/24A	Q1/25A	Q2/25E	2024A	2025E	2026E	2027E
<b>UPDATED</b>											
Gold production	000 oz	111.7	122.2	174.0	214.0	182.1	219.1 A	621.9	896.7	1,081.4	1,051.4
Cash costs	\$/oz	\$1,567	\$1,747	\$1,720	\$1,458	\$1,721	\$1,402	\$1,605	\$1,411	\$1,270	\$1,272
AISC	\$/oz	\$1,950	\$2,041	\$1,994	\$1,652	\$2,009	\$1,988	\$1,875	\$1,885	\$1,507	\$1,461
<b>PREVIOUS</b>											
Gold production	000 oz						205.7		883.3	1,081.4	1,051.4
Cash costs	\$/oz						\$1,405		\$1,415	\$1,270	\$1,272
AISC	\$/oz						\$2,076		\$1,895	\$1,507	\$1,461

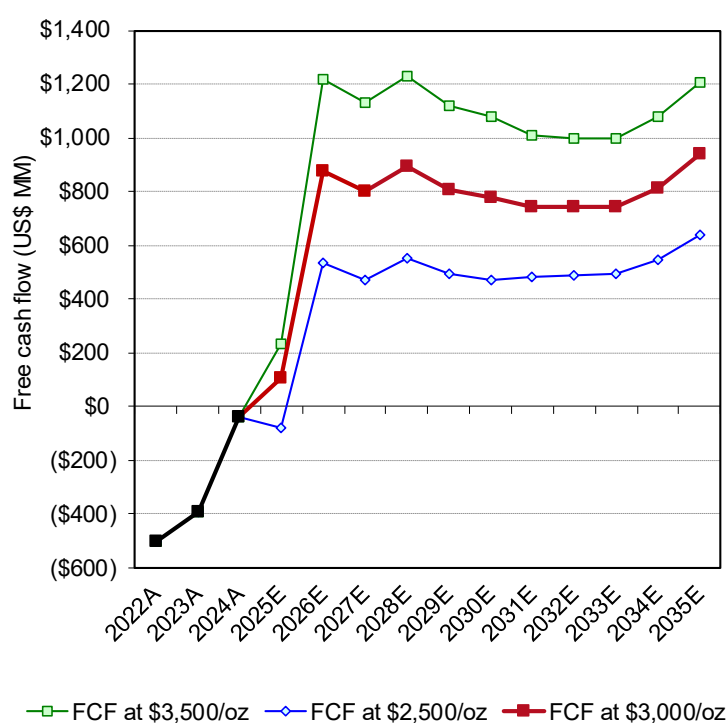
Source: Cormark Securities Inc.

Figure 2: Production &amp; Cost Profile



Source: Cormark Securities Inc.

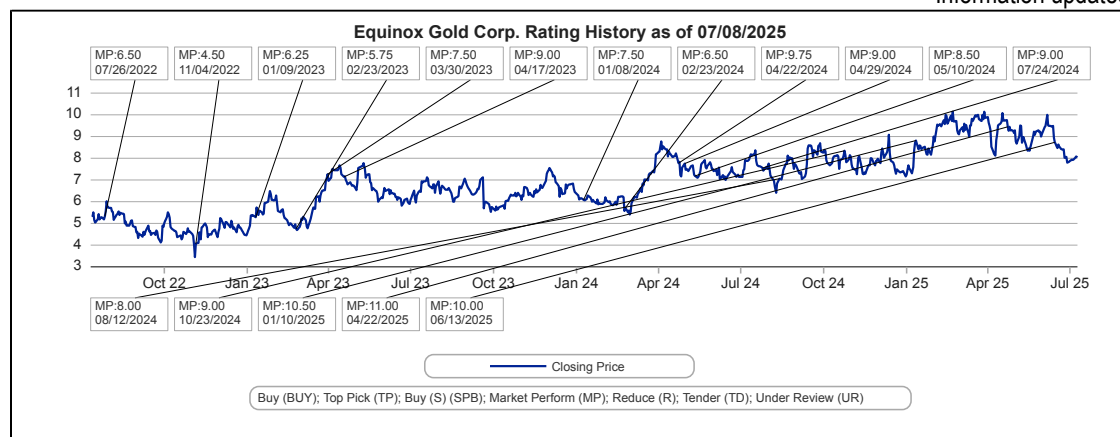
Figure 3: FCF Profile



Source: Cormark Securities Inc.

## Price Chart and Disclosure Statement

\*Information updated monthly on or about the 5th of each month



\* Cormark has this percentage of its universe assigned as the following:

Buy or Top Pick	81%
Market Perform	13%
Reduce or Tender	4%
Not Rated	2%

The analyst viewed the material operations of Equinox Gold Corp..  
The company paid for certain travel expenses related to a site visit by the analyst.

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