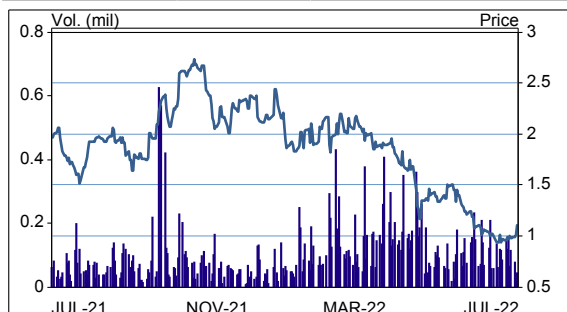


**Vizsla Silver Corp. (VZLA)**  
**Rating: Buy**

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## Springboarding Off of a Strong Maiden Resource; Re-Rating Potential; Initiating Coverage With a Buy Rating and \$1.60 PT

Stock Data		07/27/2022	
Price			\$1.11
Exchange		NYSE American	
Price Target			\$1.60
52-Week High			\$2.87
52-Week Low			\$0.91
Enterprise Value (M)			\$151
Market Cap (M)			\$175
Shares Outstanding (M)			154.9
3 Month Avg Volume			124,645
Short Interest (M)			0.50
Balance Sheet Metrics			
Cash (M)			\$23.8
Total Debt (M)			\$0.0
Total Cash/Share			\$0.15
EPS (C\$) Diluted			
Full Year - Apr	2021A	2022A	2023E
FY	(0.13)	(0.11)	(0.12)
Revenue (C\$M)			
Full Year - Apr	2021A	2022A	2023E
FY	C\$0.0	C\$0.0	C\$0.0



**Vizsla Silver is actively advancing its 100%-owned Panuco silver-gold project located in Sinaloa, Mexico.** The Panuco project is currently undergoing a transformational 120,000m+ drill program. We ultimately believe that the company maintains a high likelihood of reaching production given Vizsla's current resource base, favorable geographical location, and existing infrastructure. In turn, we draw similarities to successful operations, such as the nearby San Dimas mine and the Las Chispas project in this report, which illustrates the lack of credit Panuco continues to receive from the market. From our point of view, we see a strong re-rating opportunity for Vizsla, as the company builds its case for mine construction.

**Maiden resource provides a strong foundation for increased value.** Vizsla's aggressive exploration and resource delineation focus over the past several years has led to the establishment of a strong Maiden Resource at its Panuco project. Given the pervasive nature of precious metal mineralization in multiple vein sequences, these drill campaigns proved to be increasingly successful. In turn, Panuco maintains 61.1M silver equivalent ounces. (SEOs) in the Indicated category, as well as 45.6M SEOs in the Inferred category. We ultimately believe there is substantial unrealized potential remaining at site given the roughly 6,800-hectare land package which remains relatively under-explored.

**We are initiating coverage on Vizsla Silver with a Buy rating and a PT of \$1.60 per share.** While our valuation for Vizsla remains wholly based on its Panuco project, we emphasize the lack of a published economic study on the asset. In turn, we derive our valuation for the project based on a dollar value per SEO delineated to date. We reach this value based on an average of enterprise values per ounce across a range of comparable companies that operate within Mexico. In turn, we apply a ~C\$2.75 per SEO value to the company's Indicated resources, while we apply a 0.9x multiple to this per SEO value for the company's Inferred resources. This yields a total asset value of \$231.6M, or \$1.37 per share. Additionally, we add \$20.0M for the company's greenfield targets at site, as well as C\$23.8M in cash, to reach our total firm NAV of \$275.4M, and rounded PT of \$1.60 per share.

**Near-term catalysts.** Over the course of the next few quarters, we expect Vizsla to continue publishing assay results from its current drill program at Panuco. We ultimately believe the company's 2022 drill results should be incorporated into an updated Mineral Resource estimate, which is slated for publication at some point during 4Q22. Following an updated Mineral Resource estimate, Vizsla intends to publish a Preliminary Economic Assessment, serving as a significant step toward project de-risking. Upon publication of an economic study, we would then plan to base our company valuation on these results, which should provide enhanced granularity towards the overall value of Panuco.

**Risks.** (1) Commodity price risk; (2) operating and technical risk; (3) political risk; and (4) financing risk.

### Emerging Silver-Gold Project Within the Sierra Madre

**Vizsla Silver is actively advancing its 100%-owned Panuco silver-gold project located in Sinaloa, Mexico.** The Panuco project is currently undergoing a transformational 120,000m+ drill program. This program is further building on the back of Vizsla's 2021 program, which saw 90,000m budgeted as 29,500m were drilled at site as of the end of 2020. In our opinion, this exploration work at a single site remains one of the most aggressive programs in the industry, especially for a junior miner, as Vizsla continues to grow its resource base consisting of high silver and gold grades. In turn, given the significant capital being put into exploration and an abundance of mineralization at site, we believe Panuco is poised to see rapid resource growth. Notably, management is targeting a resource update in 2H22. We ultimately believe Vizsla is poised for a re-rating opportunity in the market as Panuco continues to illustrate significant resource upside and high-grade precious metal deposits of this magnitude continue to be increasingly scarce.

**Rich history of mining within southern Sinaloa.** Situated along the Sierra Madre epithermal belt, Vizsla's Panuco project is roughly 45 minutes outside of Mazatlán City and only 80 kilometers (km) from First Majestic Silver's (Buy; AG) San Dimas mine. We highlight Panuco's close proximity to both, San Dimas and Mazatlán, in Exhibit 1 below. Well-documented as a region with historic silver production, the Copala-Panuco district is the consolidation of mining concessions totaling 9,387 hectares. Importantly, the first silver production in the area occurred as early as the 1500's. Over multiple centuries, Panuco has continued to produce intermittently and has seen its most steady production over the last several decades. Going forward, however, we believe modern exploration techniques have put Vizsla in a favorable position to uncover novel ounces at site beyond the company's published Maiden Resource, which we discuss later in this report.

**Exhibit 1: Regional Overview of the Panuco Project**



*Source: Vizsla's company reports.*

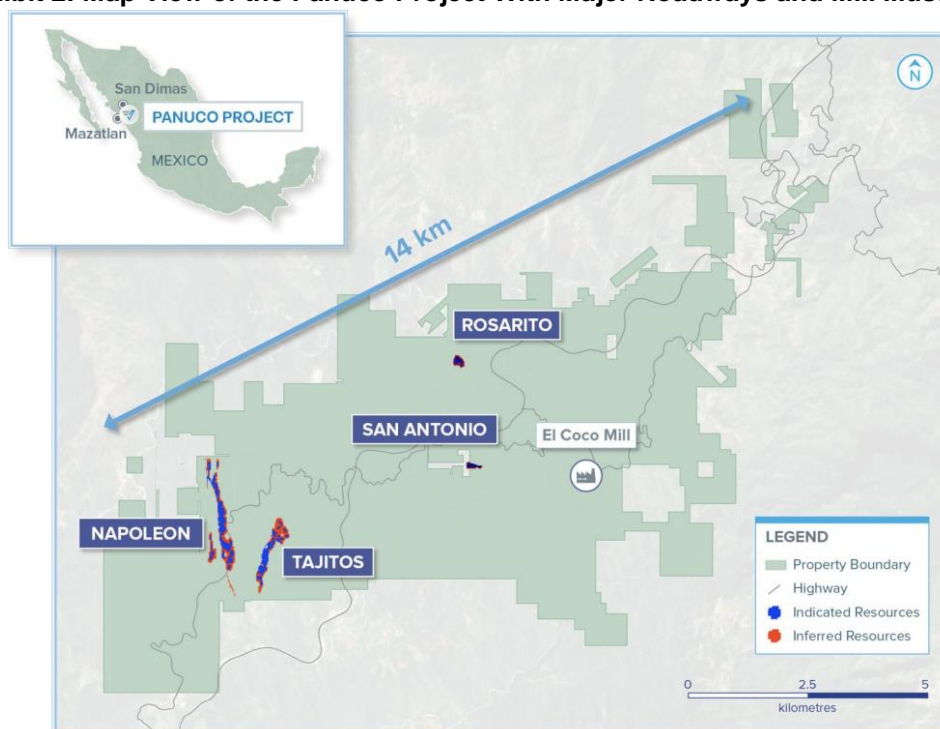
**We view the Panuco project as a strong candidate for becoming a significant silver and gold-producing asset within Mexico.** As we lay out in detail throughout this report, in our view Panuco offers a strong Maiden Resource with high silver and gold grades, in addition to an untapped base metal zone. While Panuco's current resource provides a window into the operational potential at site, we believe there is also a significant amount of additional ounces that are yet to be uncovered. We attribute this to the lack of advanced exploration at Panuco relative to the extensive land package that makes up the site. As discussed in this report, Vizsla's trades well below comparable advanced projects and producers within Mexico on an enterprise value (EV) per ounce basis, thereby offering a discounted share price despite a high likelihood that this project reaches production. In highlighting this discount, our peer average yields an EV/SEO value of about \$2.75/SEO, whereas Vizsla is currently trading at \$1.70/SEO, or approximately a 38% discount to the average.

**Management maintains significant share ownership.** Vizsla's management team, directors, and advisors maintain a 16% share ownership within the company. Sadly, this ownership structure is less common than one would hope. In our view, management's "skin in the game" serves as a testament to the company's confidence in economically developing the Panuco project. Further, the company also has a strong institutional ownership base of 45%. In short, we believe Vizsla's motivation to drive its market value is evident through management's direct exposure to the company's share price.

**Leveraging management expertise.** As discussed in this report, Vizsla's management team maintains a strong background in advancing resource-stage mining assets. Notably, Mr. Michael Konnert, Vizsla's founder and CEO has a wealth of experience in deal-making, financing, and corporate strategy within the resource investment space, which we believe is invaluable to development stage mining assets given the essential role of capital markets in advancing these types of projects. Additionally, the company's COO, Mr. Martin Dupuis, leads Vizsla's technical team with 25 years of experience across various stages of a project's mine life, which should prove to be pivotal in the development of Panuco as the company intends to bring this asset towards a production-ready level. Lastly, given the ongoing exploration and resource expansion focus at Panuco, we highlight the company's VP of Exploration, Mr. Jesus Velador, as Mr. Velador has over 20 years of exploration experience with a specialization in epithermal systems in Latin America.

### **Panuco Provides District Scale Silver-Gold Opportunity**

**Significant land package with extensive epithermal vein systems provides the foundation for untapped value.** Vizsla's Panuco project represents a consolidation of mining concessions totaling 9,387 hectares within an actively and historically producing mining camp. To date, Panuco has illustrated approximately 75 kilometers (km) in mineralized vein strike. While Vizsla has delineated a significant silver-gold-based resource within Panuco, we remain optimistic about the property's expansion potential given the vast nature of epithermal-style deposits within this region. For reference, we highlight SilverCrest's (SIL; not rated) Las Chispas project, which maintains a strongly analogous geological backdrop to Panuco, as well as First Majestic's San Dimas operation, which, as previously mentioned, sits just 80km from Panuco. Additionally, and as we delve into later, Panuco maintains significant pre-existing infrastructure at site, including the El Coco Mill and major highways, as illustrated in Exhibit 2 on the next page.

**Exhibit 2: Map View of the Panuco Project With Major Roadways and Mill Illustrated**

Source: Vizsla's April 2022, corporate presentation.

**Maiden Resource at Panuco provides a strong foundation for additional growth.** As seen in Exhibit 3 below, the wide array of ore-bearing veins within the Panuco project speaks towards the expansive nature of silver-gold mineralization at site. Notably, Panuco maintains roughly 61.1M SEOs in the Indicated category, as well as 45.6M SEOs in the Inferred category. We stress that the Napoleon vein system represents a significant portion of the consolidated resources both in terms of Indicated and Inferred ounces.

**Exhibit 3: Maiden Resource Estimate for the Panuco Project**

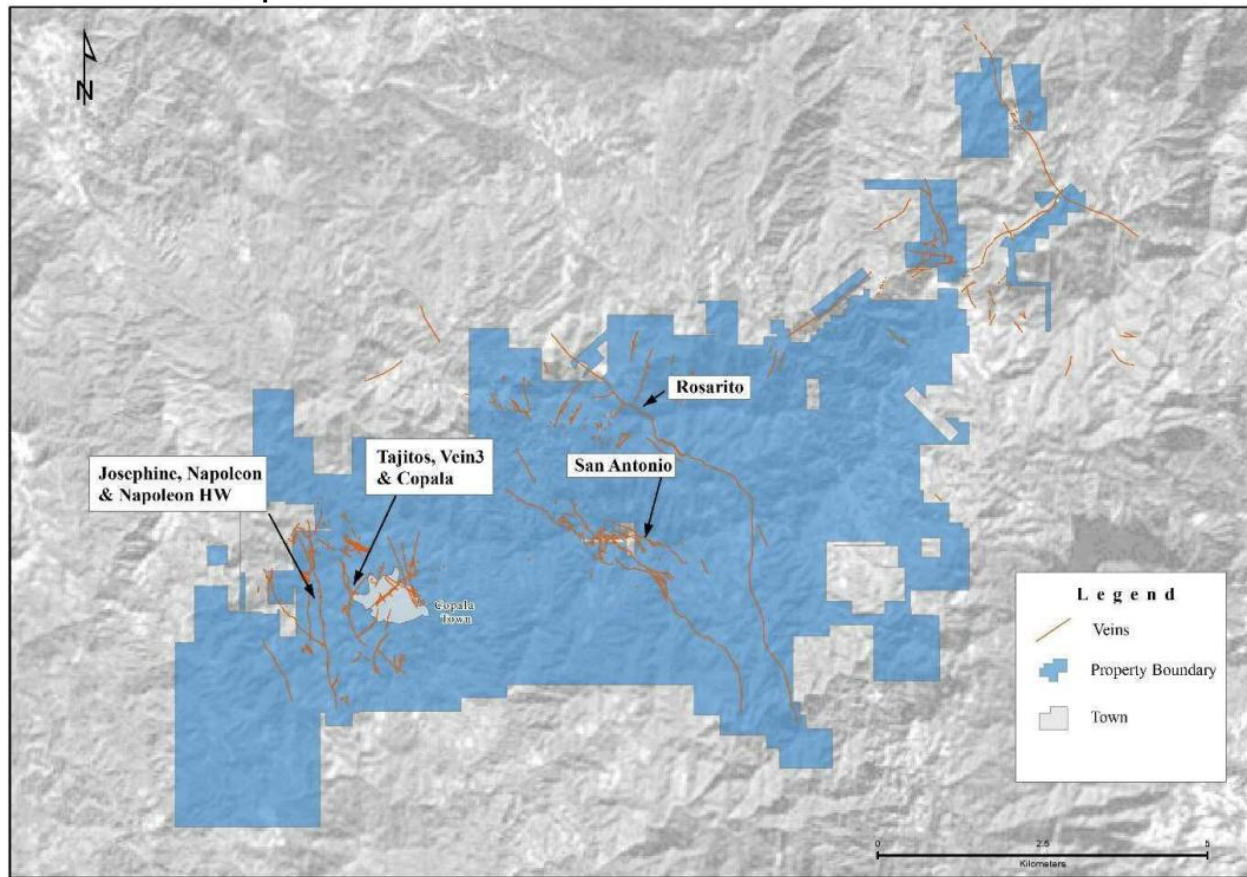
Classification	Tonnes (Mt)	Average Grade				Contained Metal					
		Ag gpt	Au gpt	Pb %	Zn %	AgEq gpt	Ag koz	Au koz	Pb %	Zn %	AgEq koz
Indicated											
Napoleon	2.5	144	2.41	0.39	0.68	373	11,612	194.4	9.7	17.2	30,162
Including Gallinero	0.6	278	4.19	0.4	0.63	648	5,708	86	2.6	4.0	13,307
Josephine	0.2	194	2.16	0.29	0.71	402	1,440	16	0.7	1.6	2,983
Napoleon HW	0.4	131	1.17	0.19	0.49	249	1,585	14.2	0.7	1.8	3,007
NP Area Total	3.1	146	2.24	0.36	0.66	360	14,637	224.6	11.1	20.6	36,116
Tajitos	1.1	289	1.77	0.12	0.23	443	9,766	59.8	1.3	2.5	14,963
Copala	0.4	285	2.16	0.04	0.08	461	3,936	29.9	0.2	0.3	6,379
Tajitos HW3	0.2	251	1.65	0.09	0.23	395	1,770	11.6	0.2	0.5	2,777
TJ Area Total	1.7	283	1.85	0.09	0.19	441	15,472	101.3	1.6	3.3	24,120
Rosarito	0.1	75	1.13	0.19	0.54	191	281	4.3	0.2	0.6	719
San Antonio	0.0	128	1.01	0.01	0.02	210	111	0.9	0.0	0.0	183
Total Indicated	5.0	191	2.08	0.26	0.5	383	30,501	331.1	13.0	24.6	61,137
Inferred											
Napoleon	0.9	91	2.29	0.23	0.5	300	2,750	69.3	2.2	4.7	9,066
Josephine	0.2	235	2.34	0.3	0.71	457	1,803	17.9	0.7	1.7	3,501
Napoleon HW	0.6	110	1.21	0.17	0.45	228	1,990	21.7	0.9	2.5	4,120
NP Area Total	1.7	117	1.95	0.22	0.51	298	6,543	108.9	3.9	8.9	16,687
Tajitos	0.6	234	1.4	0.12	0.25	359	4,409	26.4	0.7	1.5	6,761
Copala	1.4	259	1.89	0.03	0.07	414	11,651	84.8	0.4	1.0	18,593
Tajitos HW3	0.3	208	1.39	0.07	0.21	329	1,764	11.8	0.2	0.6	2,788
TJ Area Total	2.2	247	1.7	0.06	0.14	390	17,824	122.9	1.3	3.0	28,142
Rosarito	0.1	78	1.06	0.18	0.52	188	230	3.1	0.2	0.5	553
San Antonio	0.0	115	0.87	0.01	0.03	186	107	0.8	0.0	0.0	173
Total Inferred	4.1	187	1.79	0.13	0.3	345	24,704	235.8	5.3	12.4	45,555

Source: The Panuco Project's April 7, 2022, Mineral Resource Estimate.

**Geological layout remains well understood.** The Panuco project has been subject to a series of deformational events, as epithermal mineralization at site has been constrained to a phase of north-northeast to north-northwest regional extension. Importantly, these structural corridors, which host economic grade mineralization, maintain similar orientations and spatial tendencies as those seen within other nearby operational and developmental projects. We believe there is a certain degree of decreased risk when it comes to the company's ability to uncover novel ounces and usher in mine development given the significant exploration and resource development seen within this region of Mexico. In short, we believe that geologically analogous properties within the Sierra Madre Occidental remain a strong case study for the vectoring of mineralization at the Panuco property.

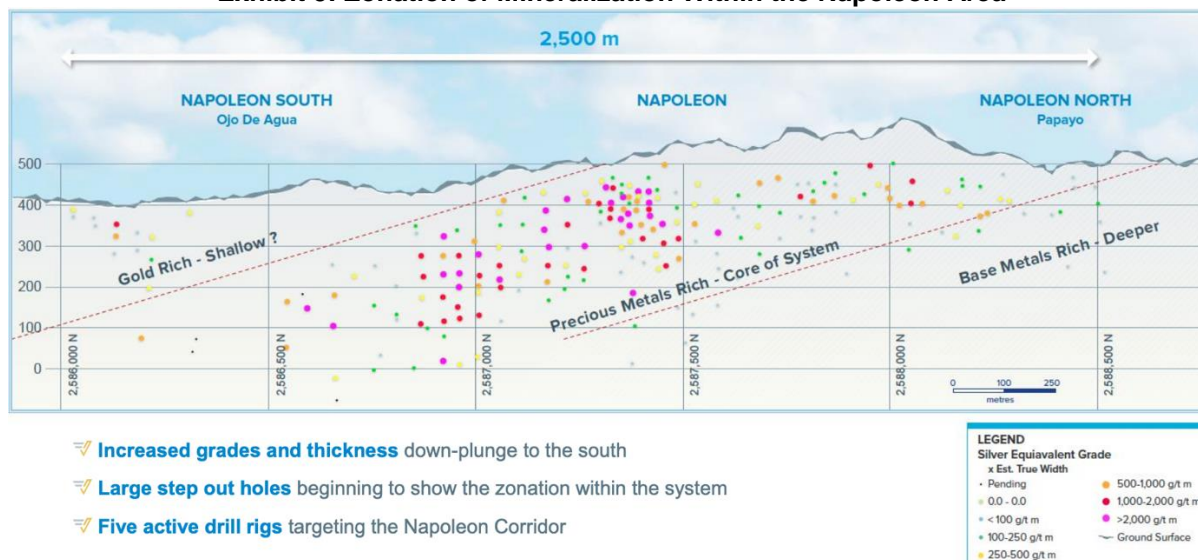
**Mineralization at site is widespread and upheld by favorable geological setting.** Mineralization at Panuco maintains origins stemming from a large concentration of epithermal quartz veins, as Vizsla and previous operators have traced about 75.0km of cumulative strike length in veining associated with precious metal mineralization. Notably, the geometry of these veins can range up to 7.6km in length, with widths showing high variability between decimeters to roughly 10m. We highlight that the Napoleon vein maintains a strike length of about 2.5km coupled with an average thickness ranging between 3.0 – 3.5m. In contrast, the Copala/Tajitos HW vein has been known to reach thicknesses of up to 35.0m with variable widths due to pinching and swelling. Notably, the aforementioned mineral resource incorporates eight vein systems, though the company believes there is significant upside to this baseline estimate. We highlight the location of these eight vein systems in Exhibit 4 on the next page while also illustrating the significant portion of the Panuco property which remains underexplored.



**Exhibit 4: Map View of Panuco Veins Included in Vizsla's Mineral Resource Estimate**

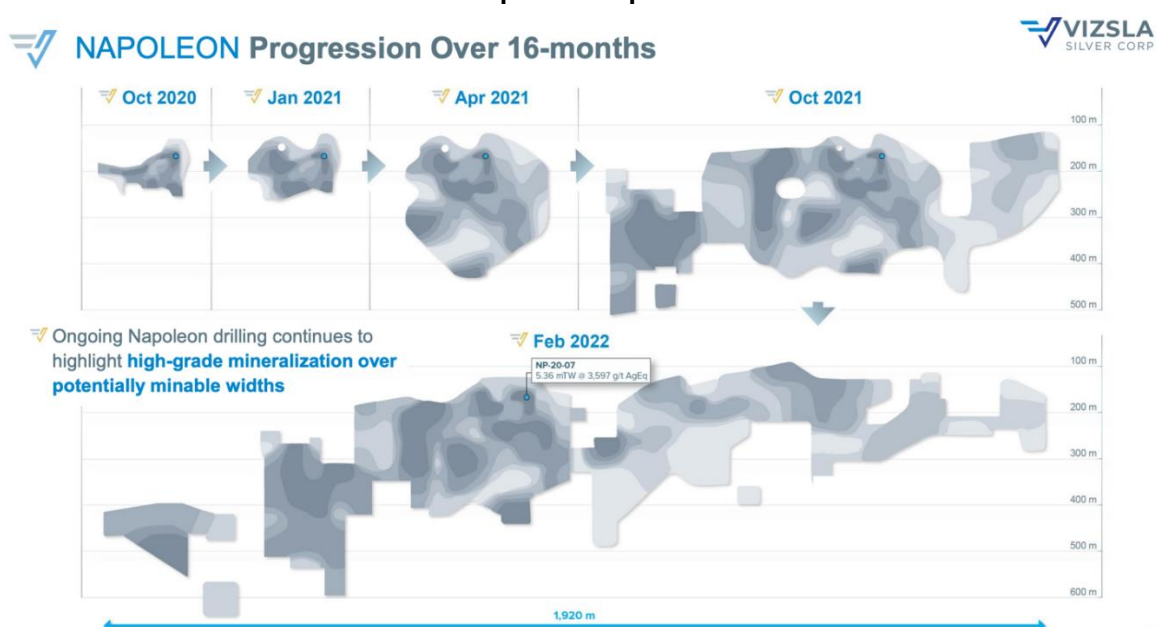
Source: The Panuco Project's April 7, 2022, Mineral Resource Estimate.

**Site geology remains world-class and accommodating for future growth under the current drill program.** As a part of the consolidated resource estimate at Panuco, the Napoleon Area resource maintains 36.1M Indicated SEOs at an average grade of 360 grams per tonne (gpt) silver equivalent (AgEq). Further, Napoleon has 16.7M SEOs at an average grade of 298 gpt AgEq in the Inferred resource category. While we recognize the strong present resource base at Napoleon, we also emphasize that the area has begun to show typical epithermal zonation, wherein gold mineralization occurs within the shallower portions of the deposit, with a base metal-rich zone usually underpinning the core of the system. We highlight this possible zonation in Exhibit 5 on the next page and stress the significant amount of drilling within the core of the system. In addition, a large portion of the area remains open for further expansion based on the company's ongoing exploration work, which could uncover both gold-rich and base-metal-rich mineralization.

**Exhibit 5: Zonation of Mineralization Within the Napoleon Area**

Source: Vizsla's April 2022 corporate presentation.

**Significant resource growth over accelerated timeline.** To date, Vizsla continues to aggressively drill its land package at the Panuco project. This has led the company to grow the mineralized area attributable to the Napoleon deposit exponentially. In turn, we highlight the success of the company's past drill campaigns in Exhibit 6 below, which provides a spatial understanding of mineralization growth at the Napoleon deposit. Additionally, we highlight the company's total all-in exploration cost of \$0.23/SEO discovered, speaking towards drilling efficiency.

**Exhibit 6: Growth of the Napoleon Deposit Over a 16-Month Period.**

Source: Vizsla's April 2022, corporate presentation.

15

### Drawing Similarities to the Las Chispas project

**Las Chispas maintains analogous characteristics to Panuco.** Notably, SilverCrest's Las Chispas project shares a myriad of similarities with the Panuco project beginning with its silver-gold low-to-mid sulphidation characteristics. Additionally, and as is the case at Panuco, the Las Chispas property exhibits host rocks related to the Lower Volcanic Complex. This is notable as hydrothermal mineralization remains abundant at both projects through veining, stockwork, and breccias. Given these baseline characteristics, in addition to the structural history of the Sierra Madre, we are able to see similarities between the two projects in vein geometry, thickness, and distribution. Based on the company's work to date, Vizsla has delineated an average true width of 3.36m for the Napoleon vein, with an average grade of 421 gpt AgEq. Longer-term, these vein geometries at Panuco, which are highlighted in Exhibit 7 below, set the stage for potential mining techniques similar to those that form the basis for operations at Las Chispas.

**Exhibit 7: Estimated Dimensions and Trends of Relevant Veins at Panuco**

Name	Orientation		Dimension		
	Strike (°)	Dip (°)	Thickness (m)	Strike (m)	Dip (m)
Napoleon	350	80-85	3.00 to 3.50	2,500	400
Josephine	355	75-85	1.50 to 2.50	1,500	500
Napoleon HW	350	60-65	2.00 to 3.00	2,000	500
Tajitos	20	70-75	2.00 to 3.00	1,500	400
Copala/Tajitos HW	15	30-35	2.00 to 35.00	650	350
Vein 3	265	45-50	2.00 to 8.00	400	400
San Antonio	100	45-50	1.50 to 3.00	350	300
Rosaritos	155	35-40	1.50 to 3.00	350	350

*Source: The Panuco Project's April 7, 2022, Mineral Resource Estimate.*

**Highlighting mining techniques and associated cost estimates at Las Chispas.** Overall, the current preferred mining method at Las Chispas is a combination of long-hole stoping and cut-and-fill mining, which should be sufficient in targeting veins with thicknesses ranging from 0.5 – 10.0m. In turn, under its January 2021 Feasibility Study (FS), mining costs at Las Chispas are expected to be around \$71.40/tonne, which could serve as a comparable figure for expected costs at Panuco. Additionally, life of mine cash costs at Las Chispas have been estimated at \$4.40/SEO, once again providing some speculation into possible unit costs at Panuco. Further, total initial capital estimated in the Las Chispas FS came in at \$163.5M, which embodies a 1,250 tonne per day (tpd) operation. As we discuss later in this report, however, Vizsla already maintains access to a pre-existing mill at site with a 500 tpd permitted capacity, which should help mitigate project CapEx should Panuco reach production. In short, while Vizsla has not yet published any form of economic study on Panuco, we believe Las Chispas provides a window into not only the growth potential of resources at Panuco, but also the economic outcome of a prospective mining scenario for the site.

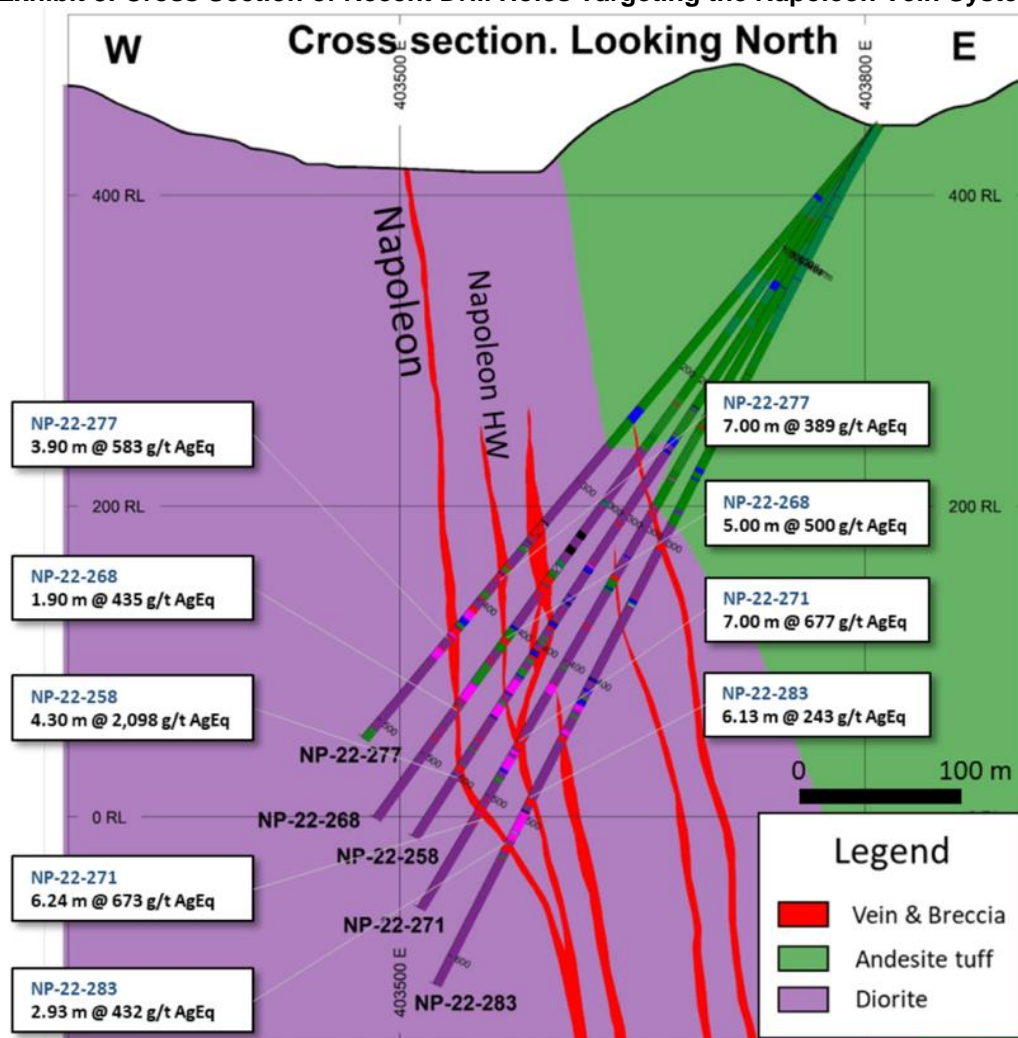
**Comparing market values.** Given the aforementioned similarities between Panuco and Las Chispas, and as these assets represent the primary value drivers for both Vizsla and SilverCrest, respectively, we believe it is acceptable to compare both companies on the basis of their present market values. As of July 27, 2022, SilverCrest's market cap sits around \$865M, relative to Vizsla's market cap for the same time frame of roughly \$167M. While we recognize that Las Chispas is nearing commercial production (4Q22), as well as the project's Measured and Indicated resource of 108.1M SEOs and Proven and Probable reserves of 94.7M, we believe Las Chispas could serve as a guide towards the future value of Panuco following some more drilling.



### Overview of Recent Drill Results Shows Continued Growth

**Napoleon continues to display its expansion potential.** On June 2, 2022, Vizsla announced drill results targeting the southern extension of the Napoleon area. In our view, this region provides particular upside for additional near-surface ounces. We highlight that the recent drill results reiterate the company's hypothesis that Napoleon represents a gently plunging epithermal system, as the company continues to see the sequencing of a gold-rich zone at surface, stepping down into a base metal-rich zone towards the core of the system. Further, in highlighting the recent precious metal grades delineated as of June 2022, we emphasize hole NP-22-258, which returned 2,098 gpt AgEq over 4.30m in true width. This silver equivalent figure consisted of 1,139 gpt silver and 11.48 gpt gold, thereby illustrating the high-grade gold component of the intercept, and indicating that these results sit higher up in the overall epithermal system. We highlight hole NP-22-258 in Exhibit 8 below, in addition to other recently drilled holes. In short, it is our view that the Napoleon vein system continues to exhibit expansion potential at depth, as the company remains within the precious metal dominant portion of the epithermal system.

**Exhibit 8: Cross Section of Recent Drill Holes Targeting the Napoleon Vein System**

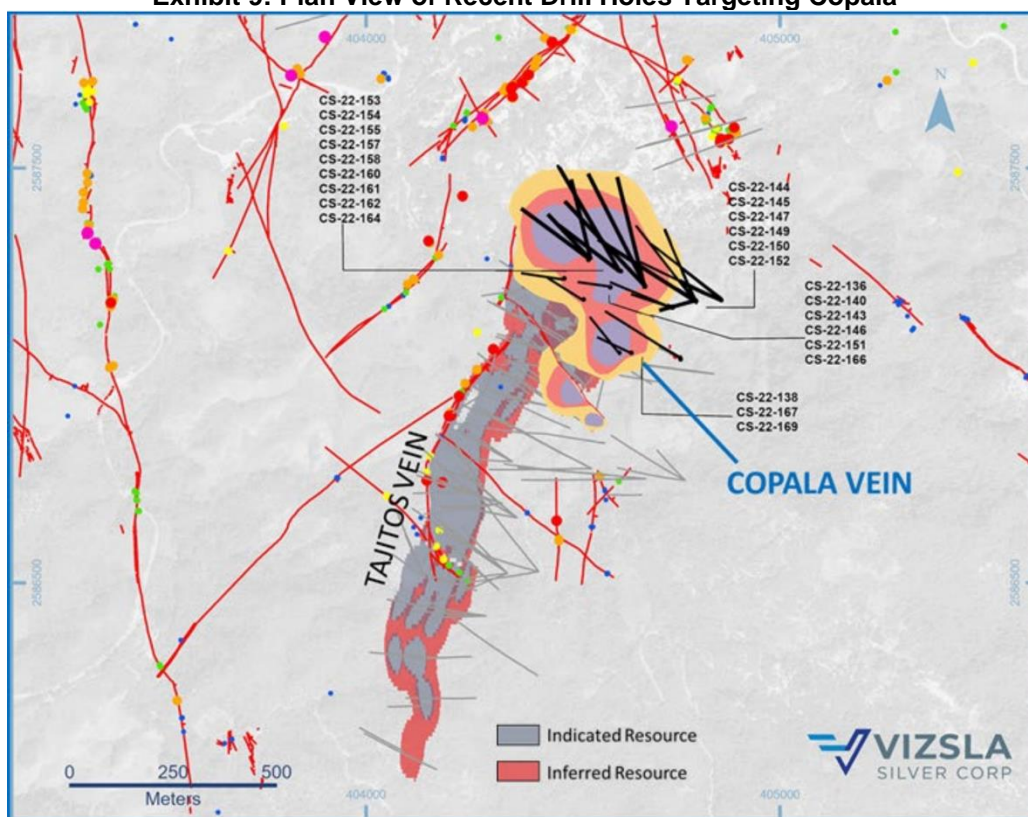


Source: Vizsla's June 2, 2022, press release.

### Copala Could Provide Next Phase of Resource Growth

**Copala remains fundamental in future project growth and development.** Vizsla recently discovered the Copala Vein, which sits just north of the Tajitos Vein, as Copala remains shallow at depth and is hosted within the Tajitos hanging wall. In highlighting the grade and width potential of the Copala vein, we emphasize hole CS-21-94, which returned 24.4m (true width) of 404 gpt AgEq, as well as a 2.65m subinterval of 575 gpt AgEq. In our view, these grades remain exceptionally strong, as the Copala target continues to warrant further drilling to augment its relatively modest 6.3M SEO and 18.6M SEO Indicated and Inferred resources, respectively. We note that Copala's resource was defined in the company's Maiden estimates from just eight drill holes, and that management used a conservative 40% resource estimation radius for Copala given its early-stage nature. Additionally, as of June 21, 2022, Vizsla announced that it has expanded Copala's high-grade mineralized footprint to 600.0m along strike and 400.0m down dip, with 46 holes reported from the target to date. In turn, we believe Copala offers significant growth potential upon publication of an updated (and much anticipated) resource estimate.

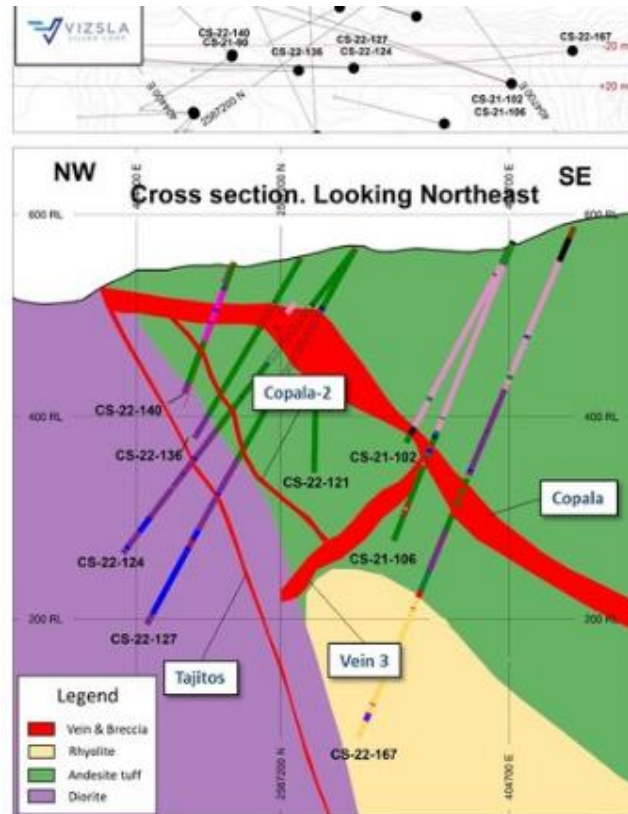
**Exhibit 9: Plan View of Recent Drill Holes Targeting Copala**



Source: Vizsla's June 21, 2022, press release.

**Copala 2 Vein serves as recent discovery.** In May 2022, Vizsla discovered the Copala 2 vein. This vein is located at the footwall of the shallow dipping Copala Vein, strikes north to south, and dips 50 degrees to the east. Preliminary data shows a southeast plunging shoot, with a strike length of approximately 300m, while remaining open to the north. Copala 2 merges with the Copala Vein towards surface and narrows at depth before intersecting Vein-3, as seen in Exhibit 10 below. In our opinion, the occurrence of Copala 2 reiterates the potential for adding near-surface subordinate veins to the project's overall resource.

**Exhibit 10: Cross Sectional View of Copala, With Copala-2 and Vein 3**



*Source: Company reports.*

## Robust and Existing Infrastructure.

**The Panuco project benefits from significant existing infrastructure at site.** This infrastructure includes a four-lane highway that runs between Mazatlán and Durango, cutting down travel time between the locations by roughly six hours. Further, the vast road system within the area spans hundreds of kilometers, with Highway 40 and 40D crosscutting the project area and most of the vein structures. Additionally, we highlight relatively new production facilities at site that have been left behind by previous operators. As of 2021, Vizsla owns 100% of the concentration mills (the Coco Mill), and tailings storage facilities, which should permit reduced capital requirements and an expedited transition to ore extraction should mining begin at site. Notably, the Coco Mill has a 500 tpd capacity as there are several mineral processing plants held by third parties in the district that range from 200 to 700 tpd in capacity. We also note that the Coco Mill is currently being used as a staging ground for the company's current activities at site. Lastly, we note existing high-tension power at site that is comprised of two powerlines connecting Durango and Mazatlán with capacities of 400 kilovolts (kV) and 240 kV, respectively.

**Strong relationship with local Ejido communities.** Importantly, the Panuco operation has gained significant local government support. We stress that a 30-year agreement with the Ejido authorities has already been signed, granting rights to explore, mine, and operate roughly 428 hectares of the 4,395-hectare land package in the Ejido region.

### Highlighting Initial Metallurgical Work

**Preliminary metallurgical results out of Panuco.** On February 17, 2022, Vizsla announced initial metallurgical test results from the Napoleon Resource Area as open circuit rougher bulk flotation testing yielded silver, gold, lead, and zinc recoveries of 93%, 90%, 94%, and 94%, respectively. Additionally, open circuit rougher sequential flotation testing returned lead and zinc concentrate with combined recoveries of up to 88% for silver, 88% for gold, and 96% for both lead and zinc. Further, gravity separation testing returned 29% and 40% for silver and gold recoveries, respectively. In turn, and given the positive results from various processing flowsheets for the site, we remain confident in these initial findings as Vizsla could leverage a variety of processing options at site.

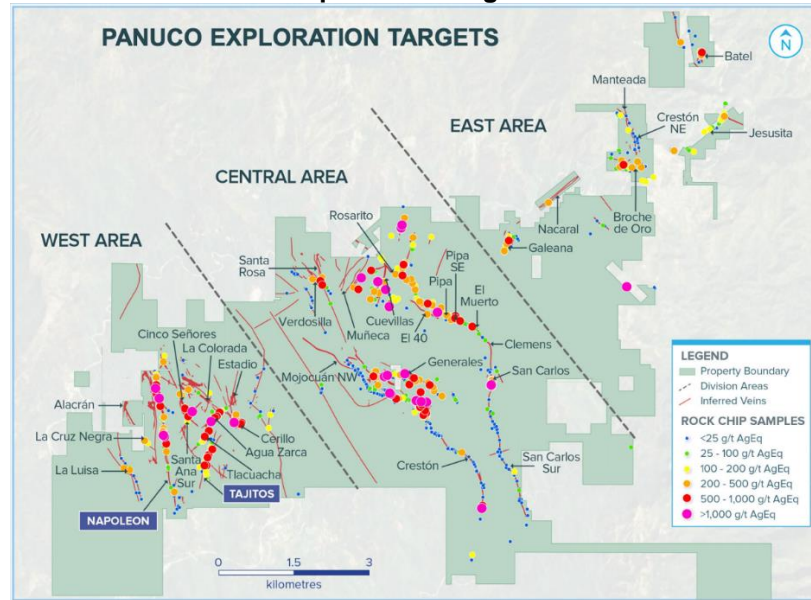
### Rich Mining Culture Provides Local Resources and Experienced Labor Force

**We highlight the Panuco project's favorable location within the municipality of Concordia.** With a population of roughly 27,000, the community is embedded in the longstanding mining culture that has been dotting the landscape for centuries. In turn, Vizsla has access to an abundance of local resources, and an experienced mine lab force that has existed for decades. Notably, Vizsla has expanded its workforce to approximately 100 employees to date, with over 70% of them residing locally. Given the rapid progress of Vizsla's operations, we view the local talent pool and mining knowledge as a vital asset to the Panuco project's development. In turn, we believe that the firm should significantly contribute to the local economy in the coming years. We also highlight Panuco's contributions during COVID-19, as local living standards saw an improvement through increased access to medical care.

### Blue-Sky Exploration Targets

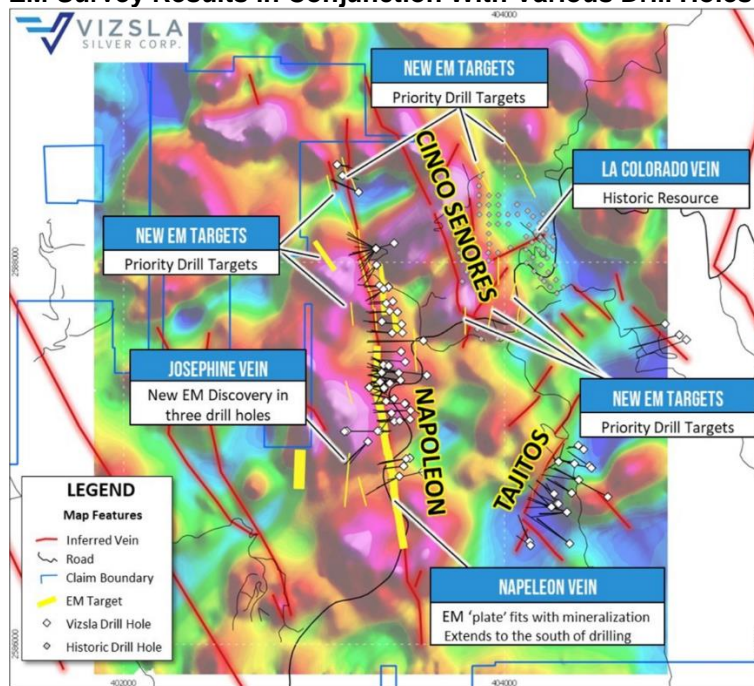
Current drill program maintains focus on exploration targets. We reiterate that Vizsla has an ongoing drill program, which continues to target the expansion of known resources, as well as more speculative exploration targets. Notably, the company currently has three drill rigs targeting exploration-based zones. Priority exploration targets include the Josephine prospect, electromagnetic targets along the Napoleon and Cinco Senores vein corridors, the San Antonio target, and targets beneath mine workings along the northern extension of the Animas vein corridor. We highlight these areas in Exhibit 11 on the next page and stress that surface exploration work through rock chip sampling continues to reconcile well with mineralized corridors and veining at site. Notably, a number of these rock chip samples, which provide an *in situ* representation of grades at surface, have returned values exceeding 1,000 gpt AgEq. Further, while Vizsla's current exploration program remains substantial, only 28% of known targets at site have been drill tested thus far. In short, we believe the company's hit rate to date is a testament to Vizsla's technical expertise and drill target generation, which has been reflected in exploration success at site.



**Exhibit 11: Abundance of Exploration Targets Within the Panuco Project**

Source: Vizsla's May 2022 corporate presentation.

**Vectoring in on targets through electromagnetic (EM) surveys.** To date, Vizsla has conducted a preliminary EM survey at Panuco, which proved to be highly insightful for the delineation of new zones containing massive sulphides. Notably, multiple drill targets were generated along the Napoleon and Cinco Señores vein corridors during the company's initial trial EM survey, as subsequent drill testing confirmed the existence of massive sulphides in conjunction with EM anomalies. We highlight this survey in Exhibit 12 below, and stress that drilling that confirmed the existence of subsurface massive sulphide bodies. In turn, we believe EM is a reliable method by which Vizsla can generate additional targets at site, and as a result, we expect to see a more comprehensive program conducted at site at some future point.

**Exhibit 12: EM Survey Results in Conjunction With Various Drill Holes and Targets**

Source: Vizsla's May 25, 2021, press release.

**Site Visit to the Panuco Project in Mexico**

**From April 26 – 27, 2022, we attended the group site visit of Vizsla’s Panuco project in Mexico.** In addition to ourselves, the small group visit was attended by Vizsla’s management team and one additional sell-side analyst. In short, the trip allowed us to see the size, scale, and scope of the project firsthand. We stress the ease of access and ability to sleep in a “real bed” both before and after the site visit.

**Logistics for the site were quite simple.** Upon arrival in Mazatlán (via a commercial airline service), we proceeded to town and then had dinner with the local management team. The next morning, we had a working breakfast at the hotel before taking a shuttle to the site, which took about an hour. Upon arrival at site we had a chance to see the Napoleon South, Napoleon North, Tajitos, and Copala areas firsthand. In addition, we had lunch with company management in the town of Copala. Importantly, we had a chance to start flying back to the United States the same evening, which further displays the geographically convenient nature of the deposit.

**Exhibit 13: Area Around Panuco With the Town of Copala in the Center**



*Source: H.C. Wainwright & Co. site visit to Vizsla’s Panuco project from April 26 – 27, 2022.*



**The site operated nine drill rigs during our visit.** This figure includes six rigs used for resource delineation, and an additional three rigs for exploration. During our visit, management operated three rigs at Napoleon with an additional three rigs at Copala for resource delineation. Importantly, this program positioned Vizsla as one of the most proactive drillers (in the junior mining space), for a program in Mexico. We stress that the firm has a burn rate of only \$1.5M per month, which accounts for the meaningful exploration spending as most of the funds are allocated to drilling. Notably, given the company's current cash position, we estimate Vizsla should be able to maintain operations for roughly 16 months. However, the company may require additional capital beyond this time frame.

**Site has easy access to infrastructure.** As previously discussed, Panuco remains in close proximity to paved roads that are maintained by the federal government. In addition, the site has fairly easy access to water, power, and already has cell phone connectivity in some parts.

**Management stressed the impressive safety record at site.** During our visit, the company had successfully worked over 500,000 hours without a lost-time incident. We appreciate the strong focus on safety, such as making workers adhere to strict safety and COVID regulations, while the site appeared to be run professionally and safely overall. This was especially notable in the core shack, which, unfortunately, sometimes is not the case in Mexico.

**The site has several historic workings.** Management has thus far identified numerous historic workings at the site, including some basic pits and rudimentary underground mines. While these small-scale artisanal mines have removed some of the higher-grade near-surface rock from the area, the historic production also shows the geologic potential at site. While it is hard to tell, the firm estimates that some of the historic mines were operating at grades that may have exceeded 1,000 gpt silver, though of course, operated on a much smaller scale utilizing mostly buckets, shovels, and hammers.

**Exhibit 14: Historical Adit at Panuco**



*Source: H.C. Wainwright & Co. site visit to Vizsla's Panuco project from April 26 – 27, 2022.*

**Core shack at site contains about 200,000m of core.** The core shack, which employs an average of 23 workers, appeared to operate efficiently and safely. Importantly, the site team had a variety of high-grade ore laid out for us, which allowed for visibility into Panuco's potential.

**Exhibit 15: Overview of the Core Shack**



*Source: H.C. Wainwright & Co. site visit to Vizsla's Panuco project from April 26 – 27, 2022.*

**Exhibit 16: Covered Core Storage**



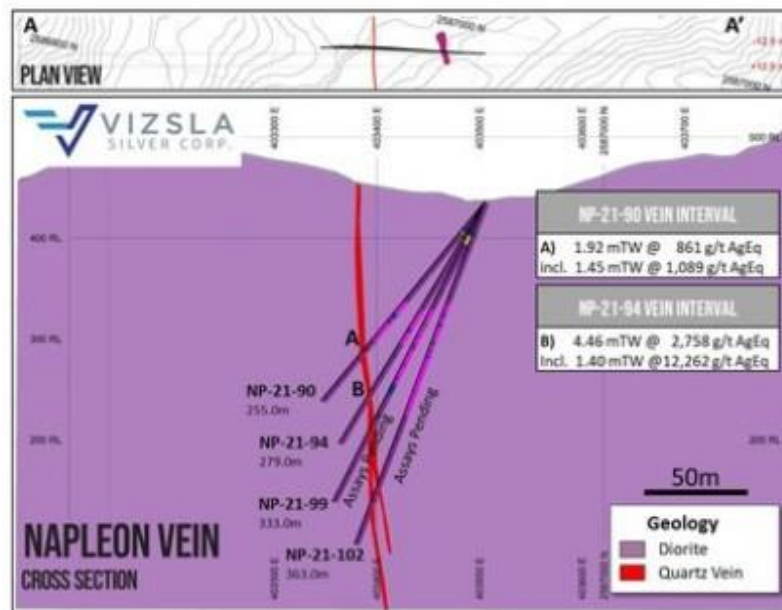
*Source: H.C. Wainwright & Co. site visit to Vizsla's Panuco project from April 26 – 27, 2022.*

**We highlight hole NP-21-102.** The hole, which was drilled to a depth of 36.0m, was released in April of 2021. The management team laid out a number of high-grade intercepts for us, though one of the most aesthetically pleasing and some of the highest grade rock came in a small sample from hole NP-21-102 at a depth of between 320.7m and 322.9m. While clearly a small and cherry-picked example, we believe these rocks display what the site can have in store for the firm upon sufficient drilling.



**Exhibit 17: Epithermal Vein Textures in Panuco Core**

Source: H.C. Wainwright & Co. site visit to Vizsla's Panuco project from April 26 – 27, 2022.

**Exhibit 18: Cross Section of Recent Drilling at Napoleon**

Source: Vizsla's. press release dated April 14, 2021.

**Napoleon North (and South) also had some historic workings.** We remind readers that Napoleon remains a primary focus of the recent and current drilling campaigns even though the firm already has a meaningful percentage of its resource based in the area. We stress that we saw numerous mineralized rock samples on the ground, though exact grades were hard to determine.

**Exhibit 19: Historic Workings at Napoleon North**



*Source: H.C. Wainwright & Co. site visit to Vizsla's Panuco project from April 26 – 27, 2022.*

**Exhibit 20: Grab Sample From Napoleon North**



*Source: H.C. Wainwright & Co. site visit to Vizsla's Panuco project from April 26 – 27, 2022.*

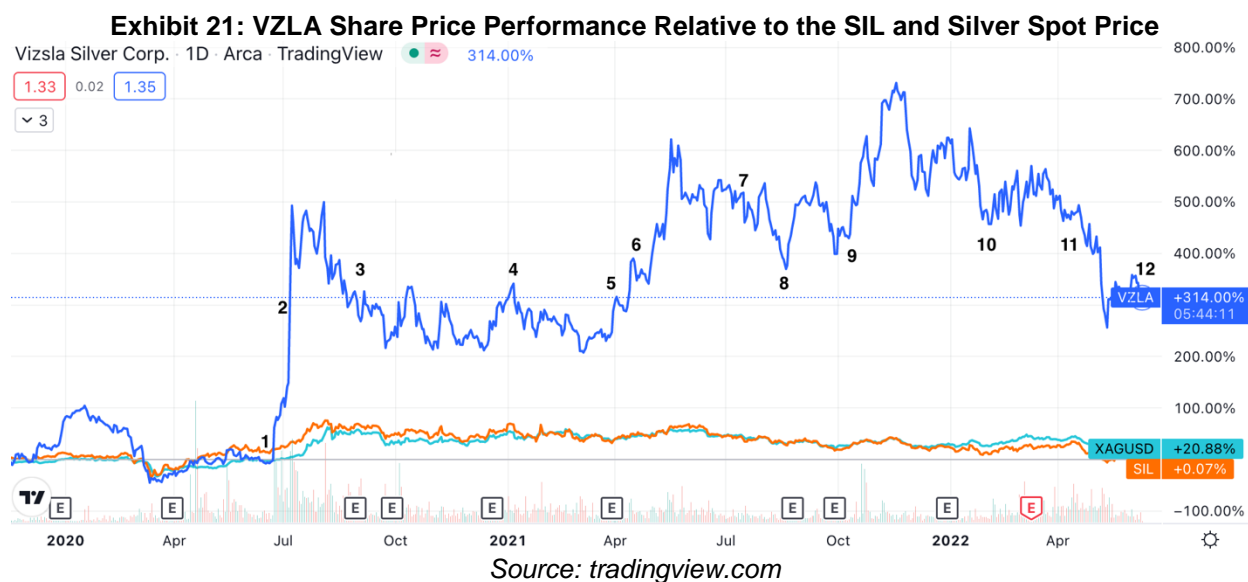
**In conclusion, Panuco shows itself reasonably well.** Not only is the site easy to access, but also appears to have all necessary infrastructure either at site, or at least close by. The area appears favorable to mining in general, and a larger-scale labor force could likely live in the nearby town of Mazatlán with a population of over 500,000 people. The fact that we managed to spend the night before in a proper bed while managing to fly out the same day following our site visit further affirms these beliefs.

**Safety as well as environmental, social, and governance (ESG) focus at site.** The management team spent meaningful time showing their COVID and safety procedures before ever letting us set foot into their core shack. In addition, the company remains focused on community relations through utilizing local contractors or even by stopping in a local restaurant for lunch, not because anybody was actually hungry but mostly to support local small businesses.

**Aggressive drilling campaign likely to bear fruit.** While the current market environment mostly does not care about undeveloped resources and reserves, we nonetheless believe that Vizsla's drilling should benefit shareholders in the longer term. Management has done a good job in converting drilling to mineable ounces and we expect this favorable move to result in (eventual) credit from the market.

### Share Price Movement Relative to the Global X Silver Miners ETF (SIL) and Silver Price

**Share performance relative to the SIL and spot prices.** In Exhibit 21 below, we highlight Vizsla's share performance relative to the SIL, as well as silver spot prices, illustrating the company's outperformance of the ETF and spot prices. We ultimately view Vizsla's outperformance to be a result of the robust resource delineated to date through a series of successful drill campaigns, as indicated by various press releases (numbered below). Vizsla also continues to grow its case for the development of Panuco into an economically viable mining operation. However, given the market volatility seen in 2022, we recognize that Vizsla's share price has seen a sharp decrease, which we do not attribute to the company's hard assets, but instead to an overall shift in sentiment within the general market. In short, we believe Vizsla remains undervalued relative to developmental and operational peers, and believe that the advancement of Panuco towards development could warrant a longer-term re-rating of the company's publicly traded shares.



1. Vizsla drills 1,544 gpt silver eq. over 8.2 metres in new discovery at Panuco (June 24, 2020).
2. Vizsla Drills 2,889 gpt Silver and 107.9 gpt Gold over 3.7 Metres within 1,808 gpt Silver and 66.8 gpt Gold over 6.0 Metres (July 8, 2020).
3. Vizsla Makes Fourth Discovery, Drilling 3,581 gpt Silver Equiv. Over 1.15 Metres Within 4.5 Metres Of 1,808 gpt Silver Equiv. at Tajitos Vein (September 3, 2020).
4. Vizsla Expands Strike of Tajitos Vein Zone, Intersects 1,607 gpt Silver Equiv. Over 7.55 Metres (January 12, 2021).
5. Vizsla Triples Length of Tajitos with Multiple High-Grade Intercepts (March 30, 2022).
6. Vizsla Grows Tajitos; 32 Drill Holes Average 3.08 Metres True Width At 505 gpt Silver Equivalent (May 19, 2021).
7. Vizsla Silver to Acquire 100% of the Panuco District (July 21, 2021).
8. Vizsla Drills 20,413 gpt AgEq Over 0.7 M Within 1,564 gpt AgEq Over 11.4 M in New Zones at Napoleon (August 26, 2021).
9. Vizsla Expands Tajitos By 40% to 800 Metres, Hitting 3,374 gpt AgEq Over 1.5 mTW (October 14, 2021).
10. Vizsla Announces Maiden Resource Estimate for Panuco Silver-Gold Project (February 28, 2022).
11. Vizsla Announces New Discovery Along the Animas Vein Corridor (April 14, 2022).
12. Vizsla Extends High Grade Mineralization at Southern End of Napoleon, Intersecting 2,098 gpt AgEq Over 4.30 Meters (June 2, 2022).



## Demand Drivers and Silver Price Assumptions

**Global silver demand outlook.** We highlight that record-high silver demand in 2021 is expected to continue through 2022. Importantly, forecasts predict a 5.0% increase in global silver demand for the year, driven mostly by industrial applications, including consumer electronics, 5G infrastructure, and rising silver use in the green economy. Notably, on May 18, 2022, the European Commission President announced the REPowerEU Plan, in response to the global energy market disruption caused by the Russian-Ukraine conflict. In turn, the plan targets a 10.0% boost in European Union solar capacity over the next five years and could significantly boost silver requirements for the fabrication of photovoltaic panels (PV), with global PV demand forecasted to account for 12.0% of total silver demand in 2022. To this note, we stress that industry forecasts project silver demand for electric vehicles to eventually surpass the volume of silver used in PV, providing further industrial usage upside in an EV industry that anticipates over 30% market share of total vehicle sales by 2030. In short, longer-term silver demand is likely to be aided by these growth markets, as lawmakers push towards renewable initiatives while also attempting to loosen global dependency on Russian energy. In contrast, however, we do recognize the current global headwinds being realized by the precious metals market due to ongoing recessionary concerns, while remaining confident in silver's ability to outperform other asset classes in this economic environment.

**Supply constraints expected throughout 2022.** Despite global silver production growing by 5.3% (driven by the recovery in output following COVID-19) in 2021, the silver market is coming off its largest supply deficit since 2010 (51.8Moz). In 2022, tighter supply constraints are expected, with consensus forecasts at roughly 72Moz. While operators face inflationary pressures and other near-term economic headwinds, we note that evolving trends in the renewable markets, coupled with strong ongoing industrial and physical demand, are likely to carry significant long-term value. In 2022, a 3% increase in global supply is expected, driven by higher production from project ramp-ups, and gains in established mines' output, with Mexican silver producers expected to drive global output of over 200Moz.

**Silver provides safe haven from macroeconomic volatility.** On July 20, 2022, the 10-year U.S. Treasury yield rose as high as 3.03%, while the two-year treasury reached 3.23%. Notably, U.S. inflation reached a new 40-year high in June 2022, with the consumer price index (CPI) increasing 8.1% YoY. Primary consumer expenses (fuel, power, groceries) have all risen at double-digit annual rates for the first time since 1981, sparking concern that inflation is very much non-transitory in nature. With pricing pressures persisting, rhetoric around tighter monetary policy looms. We view precious metals as a strategically sound hedge against said inflation concerns and history is on our side. While silver spot prices of \$19.00/oz have slid modestly since January 2022 (-18% YTD), we believe the aforementioned market fundamentals, amid ongoing inflation, build a strong case for silver price appreciation in the long-term.

## Overall Valuation and Silver Price Assumptions

We are initiating coverage on Vizsla Silver with a Buy rating and a PT of \$1.60 per share. While our valuation for Vizsla remains wholly based on its Panuco project, we emphasize the lack of a published economic study on the asset. In turn, we derive our valuation for the project based on a dollar value per SEO delineated to date. We reach this value based on an average of enterprise values per ounce across a range of comparable companies that operate within Mexico. In turn, we apply a ~C\$2.75 per SEO value to the company's Indicated resources, while we apply a 0.9x multiple to this per SEO value for the company's Inferred resources. This yields a total asset value of \$231.6M, or \$1.37 per share. Additionally, we add \$20.0M for the company's greenfield targets at site, as well as C\$23.8M in cash, to reach our total firm NAV of \$275.4M, and rounded PT of \$1.60 per share.

### Exhibit 22: Comparable Enterprise Values on a Per Ounce Basis

Company Name	Ticker	S/O (M)	Market Price	Market Cap (\$M)	Cash (\$M)	Debt (\$M)	Net Debt (\$M)	EV (\$M)	SEO Resources (M)	EV/oz
Discovery Silver	DSV.V; not rated	347.00	\$ 1.18	\$ 409.46	\$ 72.90	\$ -	\$ (72.90)	\$ 336.56	966.66	\$ 0.35
Silver Tiger	SLVR.V; not rated	263.94	\$ 0.30	\$ 79.18	\$ 15.34	\$ -	\$ (15.34)	\$ 63.84	79.21	\$ 0.81
New Pacific	NUAG.TO; not rated	156.40	\$ 3.74	\$ 584.94	\$ 45.81	\$ -	\$ (45.81)	\$ 539.12	191.41	\$ 2.82
Vizsla	VZLA.V; Buy	154.88	\$ 1.43	\$ 221.47	\$ 30.48	\$ -	\$ (30.48)	\$ 190.99	112.62	\$ 1.70
Dolly Varden	DV.V; not rated	230.61	\$ 0.63	\$ 145.29	\$ 25.72	\$ -	\$ (25.72)	\$ 119.57	154.45	\$ 0.77
Defiance Silver	DEF.V; not rated	221.22	\$ 0.33	\$ 71.90	\$ 12.00	\$ -	\$ (12.00)	\$ 59.90	18.04	\$ 3.32
GoGold	GGD.TO; not rated	295.18	\$ 1.91	\$ 563.79	\$ 106.24	\$ -	\$ (106.24)	\$ 457.55	133.26	\$ 3.43
SilverCrest	SIL.TO; not rated	146.10	\$ 7.85	\$ 1,146.89	\$ 152.32	\$ 87.61	\$ (64.71)	\$1,082.18	141.74	\$ 7.64
Alexco	AXU.TO; not rated	162.72	\$ 0.62	\$ 100.89	\$ 23.00	\$ 5.53	\$ (17.47)	\$ 83.42	97.77	\$ 0.85
MAG Silver	MAG.TO; Buy	97.83	\$ 16.02	\$ 1,567.24	\$ 66.56	\$ -	\$ (66.56)	\$1,500.68	570.68	\$ 2.63
Aya Gold and Silver	AYA.TO; not rated	104.96	\$ 6.61	\$ 693.79	\$ 98.56	\$ -	\$ (98.56)	\$ 595.23	102.45	\$ 5.81
Average										\$ 2.74

Source: Company reports and H.C. Wainwright estimates.

### Exhibit 23: Valuation for the Panuco Project

<b>Vizsla Silver Corp.</b>						
<i>Note: Figures below in 000's of U.S. dollars unless otherwise indicated.</i>						
<b>Value of resources at Panuco</b>	<b>\$ 231,624</b>	<b>\$ 1.37</b>	<b>per share</b>	valued at ~C\$2.75 per SEO (in line with current peer		
Plus exploration upside within Panuco	\$ 20,000	\$ 0.12	per share	Utilizing a 0.9x multiple towards Inferred resources.		
Plus cash & equivalents	\$ 23,814	\$ 0.14	per share	as of 4/30/22		
Less debt	\$ -	\$ -	per share	as of 4/30/22		
<b>Total current value</b>	<b>\$275,438</b>	<b>\$ 1.63</b>	<b>per share</b>	USD/CAD	1.28	as of 7.27.22
Common shares	154,876	as of 4/30/22				
Options & Warrants	14,031	as of 4/30/22 Excludes warrants with exercise price > C\$2.40				
<b>Fully diluted shares</b>	<b>168,907</b>	as of 4/30/22				
<b>Vizsla (VZLA) Share price</b>	<b>\$ 1.11</b>	<b>per share</b>	<b>as of 7.27.22</b>			
<b>Vizsla Net Asset Value</b>	<b>\$ 1.63</b>	<b>per share</b>				
<b>Rounded (\$0.10) price target</b>	<b>\$ 1.60</b>	<b>per share</b>	<b>30.9% discount to price target</b>			

Source: H.C. Wainwright & Co. estimates.

Source: Company reports and H.C. Wainwright estimates.

## Sensitivity Analysis

**Highlighting Vizsla's sensitivity to changes in our assigned multiple and EV/ounce value.** We stress that Vizsla's price target remains sensitive to fluctuations in our assigned multiple which currently sits at 0.9x. While likely conservative, this multiple reflects the relatively early-stage nature of the company's core asset. Additionally, Vizsla's per share valuation fluctuates based on the assigned EV/ounce value derived from various comparable companies.

**Strong sensitivity to price for metal in the ground.** As our per ounce value for metal in the ground increases or decreases by C\$1.00, Vizsla's PT shows increases and decreases ranging from \$0.27 – 0.50 per share. Additionally, as our multiple on the company is increased or decreased, Vizsla's PT fluctuates anywhere from \$0.05 – 0.23 per share in the negative and positive direction. In short, as EV/oz values increase for the broader basket of comparable silver companies discussed before, we believe this should reflect in a positive adjustment to Vizsla's valuation. We reiterate that Panuco could warrant a less conservative multiple in the future as the company continues to de-risk the asset.

**Exhibit 24: Sensitivity Analysis of Vizsla's Unrounded Target Price Relative to Various Multiples and Values per Ounce**

	\$	2.25	\$	2.50	\$	2.75	\$	3.00	\$	3.25
0.6		1.23		1.34		1.45		1.56		1.66
0.7		1.28		1.39		1.51		1.62		1.74
0.8		1.33		1.45		1.57		1.69		1.81
0.9		1.38		1.51		1.63		1.76		1.88
1.0		1.43		1.56		1.69		1.82		1.95
1.1		1.48		1.62		1.75		1.89		2.02
1.2		1.53		1.67		1.81		1.96		2.10

Source: H.C. Wainwright estimates.

## Risk Factors

**Resource exploration and development carries significant risk.** Given the speculative nature of exploration and development within the resource industry, we highlight the potential for unprofitable efforts resulting from the failure to discover mineral deposits. Additionally, deposits may prove to be insufficient in size. We note that the known resources retained by the operating company are subject to various outside factors beyond the company's control. These factors include market fluctuations, the proximity and capacity of natural resource markets, government regulations, taxes, royalties, land use, importing and exporting of minerals, and environmental protection. Further, the natural resources industry remains capital intensive, as large expenditures are needed to establish ore reserves through drilling and metallurgical work. In short, these factors on a standalone basis or in conjunction with one another can bring profitability into question when it comes to building a producing asset and de-risking a project.

**Metal price risks.** Should a commercial quantity of ore be uncovered, we highlight that profitability remains highly dependent on market prices for a given commodity. Notably, commodity price fluctuations remain entirely out of the company's control, as they remain dependent on larger-scale economic trends. Historically, prices of various metals have proven to experience significant movement over short periods of time, as supply and demand also play a key role in spot pricing. Items that can affect supply and demand include political events, economic conditions, and production costs in major producing regions. In short, there remains no assurance that the price of any commodities can be such that any of the properties in which Vizsla has or has the right to acquire an interest can be mined at a profit.

**Financing risks.** While Vizsla has proven to be successful in raising capital through public markets, we emphasize that the company still faces financial risks going forward. In turn, the company is highly dependent on the sale of equity securities to fund its intensive exploration programs and development of the Panuco project. In short, there is no assurance that the company can obtain adequate financing in the future or that the terms of the financing are favorable for the company.

**Permitting and licensing risk.** Exploration, development, and production within the mining industry all require an array of permits and licenses, obtaining of which from various government authorities can prove to be difficult at times. In turn, there is no assurance that Vizsla can obtain all necessary licenses and permits that it may require to perform its exploration and development activities at site. Overall, delays to permitting and licensing approvals could have an adverse effect on the company should they occur.

**Regulatory risk.** Any exploration, development, or mining operations are subject to government legislation, policies, and controls relating to prospecting, development, production, environmental protection, mining taxes, and labor standards. Further, the profitability of a mining prospect is affected by the market for the precious or base metals, which is influenced by factors such as production costs, the supply and demand of metals, inflation rates, inventory of metal-producing corporations, the political landscape and changes to international investment patterns.



## Appendix A: Management Team

**Michael A. Konnert (President, CEO).** Mr. Konnert is the co-founder and Partner of Inventa Capital Corp. (private), a natural resource investment company based in Vancouver, BC. Previously, Mr. Konnert was co-founder and CEO of Cobalt One Energy Corp., which was acquired by Blackstone Minerals Ltd. (BSX; not rated) in 2017. Additionally, Mr. Konnert maintains nearly a decade of experience in the natural resources industry, specifically in successful corporate strategies for mineral exploration companies. We note that Mr. Konnert began his career with Pretium Resources, followed by three years with Riverside Resources (RRI.V; not rated).

**Mahesh Liyanage (CFO).** Mr. Liyanage is a seasoned Chartered Professional Accountant with over 20 years of experience across a diverse span of industries. Mr. Liyanage maintains significant experience with Canadian public company reporting and regulatory compliance, business spin-offs and mergers, as well as acquisitions, treasury management, and Canadian and US tax compliance. Additionally, Mr. Liyanage's experience includes work with Mexican mining companies with a specialization in helping Canadian companies achieve optimal operations within the country.

**Martin Dupuis (VP, Tech Services).** Mr. Dupuis is a professional geoscientist with over 25 years of mine geology and exploration experience, primarily focused on precious metals. Mr. Dupuis is a former Director of Geology with Pan American Silver (PAAS; not rated), former Technical Services Manager with Aurico Gold (private), and former Chief Geologist at several other operations.

**Pete Longo (VP, Projects).** Mr. Longo maintains a rich 20-year career in the mining industry related to operations and projects in base metals, uranium, and gold. Notably, Mr. Longo was the former VP of Operations at Claude Resources (private), having led the turnaround of the company to consecutive years of record production, HSE, and cost performance. Additionally, Mr. Longo was the former VP of Projects at Denison Mines (DNN; not rated), as he also directed the development of Wheeler River.

**Veljko Brcic (VP, Corporate Development).** Mr. Brcic is a partner at Inventa Capital (private) with over a decade of global experience in the origination, negotiation, and structuring of new investment opportunities in mining, energy, and ESG. Additionally, Mr. Brcic holds an MBA with the highest academic honors from HEC Paris.

**Michael Pettingell (VP Business Development and Strategy).** Mr. Pettingell is a geologist with over ten years of experience working in both pre-production and operating mines, as well as capital markets. Prior to joining Vizsla, Michael spent four years working in equity research at Canaccord Genuity (private) covering junior precious and base metal explorers and developers in the mining and metals sector. Mr. Pettingell also worked for Hecla Mining (HL; Buy), first in exploration at the Lucky Friday project, and then in corporate development.

**Appendix B: Mining Designations and Definitions**

Acronym Description			
Ag	Silver	NI	National Instrument
Au	Gold	NN	Nearest Neighbor
cfm	Cubic foot per minute	NSR	Net smelter return
cm	Centimeters	OK	Ordinary Kriging
COG	Cut-off grade	oz	Troy ounce
Cu	Copper	oz/t	Troy ounce per tonne
g	Grams	ppm	Parts per million
g/t	Grams per tonne	Pb	Lead
ha	Hectares	QAQC	Quality assurance/Quality control
kg	Kilograms	RMR	Rock Mass Rating
km	Kilometers	RQD	Rock Quality Designation
kg/t	Kilogram per tonne	t	Metric tonne
lbs	Pounds	t/m <sup>3</sup>	Metric tonnes per cubic meter
m	Meters	tpd	Metric tonnes per day
Ma	Millions of years	yr	Year
masl	Meters above sea level	Zn	Zinc
Moz	Million troy ounces	\$US/t	United States dollars per tonne
Mn	Manganese	\$US/g	US dollars per gram
Mt	Million metric tonnes	\$US/%	US dollars per percent

**Appendix C: Cautionary Note to U.S. Investors****Estimates of Measured, Indicated, and Inferred Resources**

**“Measured Mineral Resources” and “Indicated Mineral Resources.”** U.S. investors are advised that while those terms are recognized and required by Canadian regulations, the U.S. Securities and Exchange Commission (SEC) does not recognize them, and describes the equivalent as “Mineralized Material.” U.S. investors are cautioned not to assume any part or all of the mineral deposits in these categories are to be converted into mineral reserves.

**“Inferred Mineral Resources.”** U.S. investors are advised that while this term is recognized and required by Canadian regulations, the SEC does not recognize it. “Inferred Mineral Resources” have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of an Inferred mineral resource may ever be upgraded to a higher category. In accordance with Canadian rules, estimates of Inferred mineral resources cannot form the basis of feasibility or other economic studies. U.S. investors are cautioned not to assume that part or all of the Inferred mineral resource exists, or that it is economically or legally mineable.

<b>Vizsla Silver Corp.</b>						
<i>Note: Figures below in 000's of U.S. dollars unless otherwise indicated.</i>						
<b>Value of resources at Panuco</b>	<b>\$ 231,624</b>	<b>\$ 1.37</b>	<b>per share</b>	<i>valued at ~C\$2.75 per SEO (in line with current peer average)</i>		
Plus exploration upside within Panuco	\$ 20,000	\$ 0.12	per share	<i>Utilizing a 0.9x multiple towards Inferred resources.</i>		
Plus cash & equivalents	\$ 23,814	\$ 0.14	per share	as of 4/30/22		
Less debt	\$ -	\$ -	per share	as of 4/30/22		
<b>Total current value</b>	<b>\$275,438</b>	<b>\$ 1.63</b>	<b>per share</b>		USD/CAD	1.28 as of 7.27.22
Common shares	154,876	as of 4/30/22				
Options & Warrants	14,031	as of 4/30/22	<i>Excludes warrants with exercise price &gt; C\$2.40</i>			
<b>Fully diluted shares</b>	<b>168,907</b>	<b>as of 4/30/22</b>				
<b>Vizsla (VZLA) Share price</b>	<b>\$ 1.11</b>	<b>per share</b>	<b>as of 7.27.22</b>			
Vizsla Net Asset Value	\$ 1.63	per share				
<b>Rounded (\$0.10) price target</b>	<b>\$ 1.60</b>	<b>per share</b>	<b>30.9% discount to price target</b>			
<i>Source: H.C. Wainwright &amp; Co. estimates.</i>						



## Important Disclaimers

This material is confidential and intended for use by Institutional Accounts as defined in FINRA Rule 4512(c). It may also be privileged or otherwise protected by work product immunity or other legal rules. If you have received it by mistake, please let us know by e-mail reply to [unsubscribe@hcvresearch.com](mailto:unsubscribe@hcvresearch.com) and delete it from your system; you may not copy this message or disclose its contents to anyone. The integrity and security of this message cannot be guaranteed on the Internet.

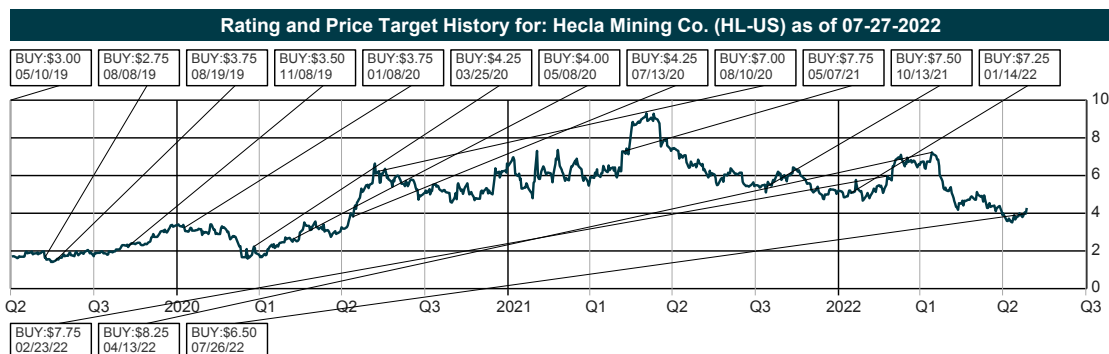
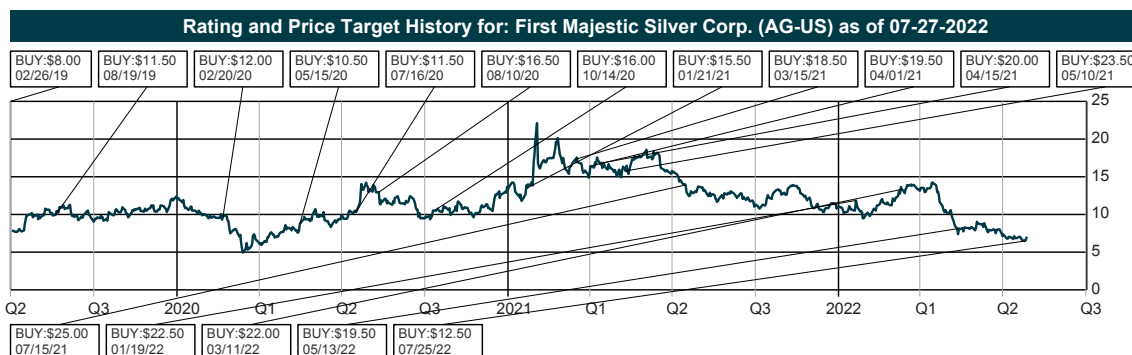
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## RETURN ASSESSMENT

**Market Outperform (Buy):** The common stock of the company is expected to outperform a passive index comprised of all the common stock of companies within the same sector.

**Market Perform (Neutral):** The common stock of the company is expected to mimic the performance of a passive index comprised of all the common stock of companies within the same sector.

**Market Underperform (Sell):** The common stock of the company is expected to underperform a passive index comprised of all the common stock of companies within the same sector.



**Related Companies Mentioned in this Report as of Jul/27/2022**

Company	Ticker	H.C. Wainwright Rating	12 Month Price Target	Price	Market Cap
First Majestic Silver Corp.	AG	Buy	\$12.50	\$7.13	\$1874
Hecla Mining Co.	HL	Buy	\$6.50	\$4.29	\$2313

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**Distribution of Ratings Table as of July 27, 2022**

Ratings	Count	Percent	IB Service/Past 12 Months	
			Count	Percent
Buy	563	87.83%	146	25.93%
Neutral	60	9.36%	12	20.00%
Sell	2	0.31%	0	0.00%
Under Review	16	2.50%	1	6.25%

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