STRATEGIC RESOURCES

TSX.V: SR
MAY 2026

# Building North America's first scalable, low-carbon iron metallics platform

*A fully permitted, infrastructure-backed solution to the structural shortage of ore-based metallics — with critical-mineral by-products of vanadium and titanium.*

## Why now:

**Globally steel plants are converting to electricity & electric furnaces require direct reduced iron (DRI) made from high purity (DR grade) iron ore pellets - we have lots of iron ore but a shortage of pelletizing plants – this is a significant trend in the steel industry.**

### STEEL GOES ELECTRIC

Electric Furnace steelmaking reduces emissions ~75% and drives demand for premium quality DR-grade pellets, HBI, ore-based metallic iron and pig iron.

### PELLET BOTTLENECK

Canada produces 70 Mtpa of iron ore but has only 23 Mtpa of pelletizing capacity —existing capacity is old and powered with bunker-fuel (highly polluting) and not expandable.

### QUEBEC CORRIDOR

Saguenay is the only scalable iron corridor in Quebec with a natural gas pipeline (~US$2.80/MMBtu) and hydro-power at 4¢/kWh.

## Phase 1 · Merchant DR-Grade Pellet Plant at Port Saguenay

*Stand-alone, cash-generative pellet platform — fast to market on a permitted, infrastructure-ready site.*

| 4 Million Tonnes | US$500M | US$16/t | ~US$40/t |
|---|---|---|---|
| Annual DR-grade pellet production | Total project capex | Estimated operating cost/tonne | Margin at current spot pricing |

### Premium product

DR-grade pellets command a premium price (~US$54/t in Q1 2025). Electric Furnace adoption tightens this supply.

### Long-term offtake

10-year exclusive marketing and feed agreement with Javelin Global Commodities; specification control retained.

### Working-capital backstop

US$150M, 3-year working-capital facility – Javelin Global Commodities

### Low-carbon by design

Hydro power at 4¢/kWh and pipeline-priced natural gas — structural cost and carbon advantage – uniquely Quebecois

### Government-funded infrastructure

C$280M of enabling infrastructure (C$110M conveyor + C$170M utilities) funded by the Government of Québec and Port Saguenay

### Debt package advancing

Targeting US$300M of project-finance debt - Société Générale; and major shareholders and financial institutions to fund remaining required capital.

### Metso OEM partnership

Pelletizer OEM = 55% of capex; mature engineering reduces execution risk.

### Timeline

Amended permit Q2'26 · Final Engineering December 2026 · Project Financing close Q3'27 · 24-month construction & ramp-up.

## Investor highlights

### RE-RATING POTENTIAL

Scarcity-led upside as DR-pellet supply tightens through 2030.

### DE-RISKED RAMP-UP

Permitted project, government-funding enabling capex, Javelin offtake, agreements with Cree & Innu First Nations.

### CRITICAL-MINERAL UPSIDE

Direct exposure to high-purity pig iron, vanadium and titanium by-products.

### ALIGNED SPONSORS

Government of Québec, Investissement Québec and Orion Resource Partners are major shareholders.

## Phase 2 · Integrated BlackRock Mine & Metallurgical Complex

*A multi-generational, fully permitted critical-minerals asset — high-purity pig iron, vanadium and titanium from a single Québec ore body.*

| 39 yrs | 4 products | Rail & Infrastructure | Fully permitted |
| --- | --- | --- | --- |
| Permitted mine life (100+ yrs resource potential) | · DR Iron Ore Pellets<br>· High Purity Pig Iron<br>· Vanadium<br>· Titanium | Mine site is connected to the Port Saguenay Metallurgical Plant by existing Rail and the additional infrastructure is permitted and funded by the Port & Government | Mine and metallurgical plant — One of the most advanced development projects in Canada |

**Reserves & resources (NI 43-101)**

Proven & Probable: 127.8 Mt @ 40.2% $Fe_2O_3$, 0.46% $V_2O_5$, 7.8% $TiO_2$. Total M&I: 325.5 Mt @ 39.0% $Fe_2O_3$.

**Integrated product slate**

~550, 000 tonnes/year high-purity pig iron · ~40,000 tonnes/year Vanadium · ~120,000 tonnes/year Titanium · with potential for ~200,000 tonnes/year ilmenite concentrate by-product.

**Critical-minerals upside**

Vanadium-to-battery path via MOU with Tyfast Energy (April 2026); ferrovanadium and $V_2O_5$ electrolyte plant expansion already permitted = optionality.

**De-risked expansion**

Phase 2 leverages BlackRock asset base to convert DR pellets to DRI and add Pig Iron, Titanium and Vanadium — already permitted.

**Mustavaara optionality**

Finnish past-producing vanadium/iron asset (104 Mt M&I) provides future European integration pathway.

**Long-term hydrogen pathway**

Partnership framework with CN and Levidian for green-hydrogen DRI — positions BlackRock for near-zero-emission iron in the future.

## Aligned sponsors & partners

**Government of Québec · Investissement Québec · Orion Resource Partners · Javelin Global Commodities · Société Générale · Metso Laurentide Controls · SMS group · Port Saguenay · First Nations (Cree & Innu)· WSP**

## Private Placement Terms · LIFE Financing · May 2026

· Strategic Resources Inc. · TSX.V: SR

**OFFERING SIZE**
up to C$10,000,000 (minimum C$5,000,000).

**LIFE FINANCING UNIT PRICE**
C$0.25 per Unit.

**UNIT COMPOSITION**
One common share + one full common share purchase warrant.

**WARRANT TERMS**
Exercise price C$0.40 · 36-month term.

**USE OF PROCEEDS**
Advancing iron-ore pellet plant development, final engineering, construction-readiness plan, and general working capital.

**AGENT – NON-BROKERED**
Integrity Capital Group Inc. are assisting the Company with subscriptions and syndicating the offering via its network.