



# Analysts' Ideas of the Week

Crypto Prices Fell As Predicted; Check Out Our Prediction for This Week

November 22, 2021

[www.researchfrc.com](http://www.researchfrc.com)

## Reddit Discussed Stocks

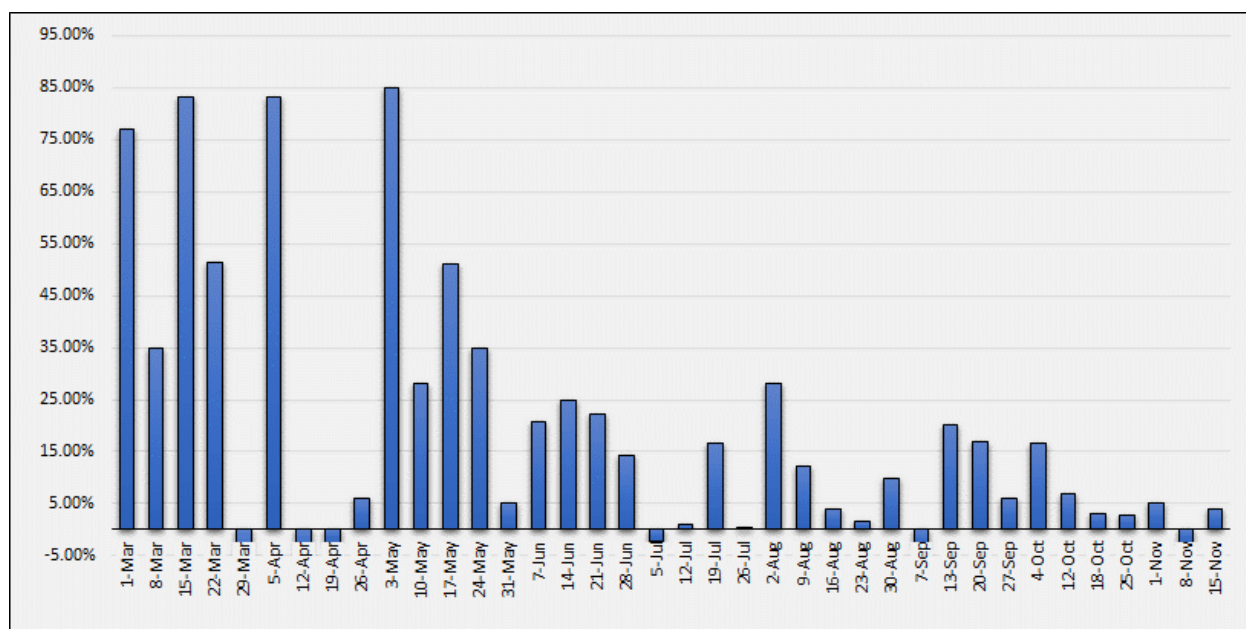
Our pick last week, Lucid Group Inc. (NASDAQ: LCID), went from US\$55.52 on Tuesday, to a high of US\$57.75 on Wednesday (up 4%). The Electric Vehicle sector remains the most actively discussed among retail investors, followed by crypto, cannabis, and betting. This week, we are observing strong retail sentiment around DraftKings Inc. (NASDAQ: DKNG). Key parameters used may include – a) total number of mentions, b) percentage change in the number of mentions, c) stock sentiment, and d) market capitalization.

Nov 22, 2021

Company	Ticker	Sector
DraftKings Inc.	DKNG	Gambling

Source: FRC

**Historic Weekly Returns (Mar 1, 2021 – Present)**  
**32 out of 38 picks have generated positive returns**  
**Average return = 19.85%**



\*Returns were calculated based on the assumption that picks were sold at their peak the same week.

\*Past performance is not indicative of future performance.



## FRC Top Picks

The following table shows last week's top five performers among our Top Picks, including four junior resource companies, and one technology company. The top performer, **Rio2 Limited (TSXV: RIO)**, was up **14.1%**, upon closing a royalty agreement with Wheaton Precious Metals (TSX: WPM); see details on page nine. Our prior reports can be viewed [here](#).

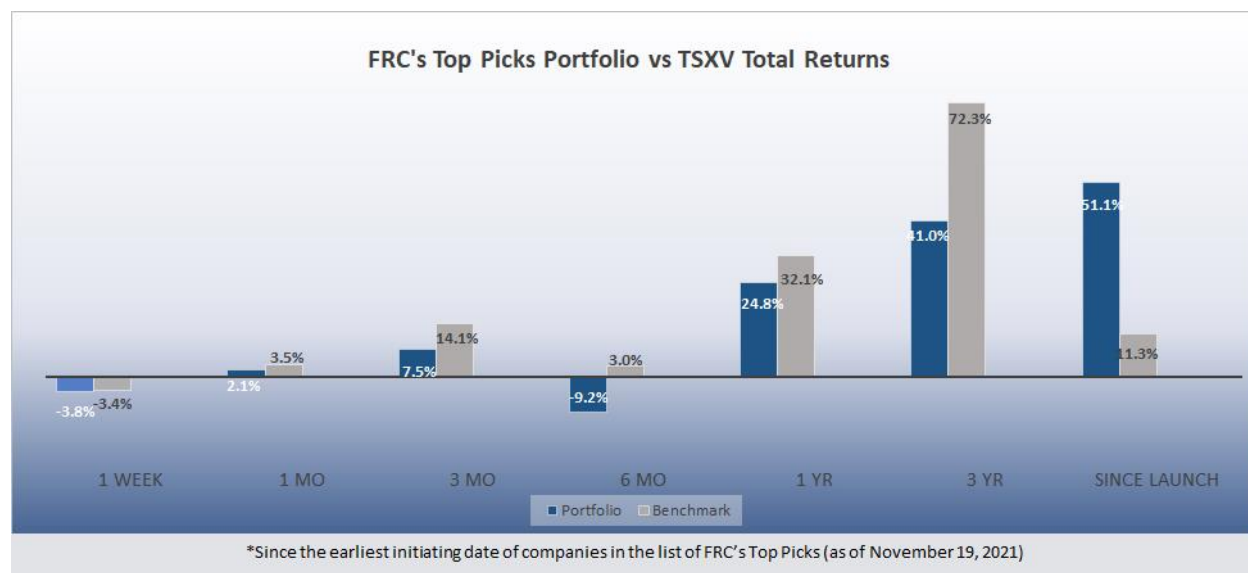
### Top Five Performers Last Week

Top 5 Weekly Performers	WoW Returns
Rio2 Limited (RIO.V)	14.1%
FPX Nickel Corp. (FPX.V)	13.7%
Hello Pal International Inc (HP.CN)	12.7%
New Age Metals Inc. (NAM.V)	4.2%
Cornerstone Capital Resources Inc. (CGP.V)	1.4%

\* Past performance is not indicative of future performance (as of November 19, 2021)

Source: FRC

**Companies in our Top Picks list were up 51.1% (on average) since we initiated coverage vs 11.3% for the benchmark (TSXV).**



## Performance by Sector

Total Return	1 Week	1 mo	3 mo	6 mo	1 yr	3 yr	Since launch
Mining	-3.8%	2.5%	15.3%	-6.5%	34.6%	60.6%	88.0%
Cannabis	-6.0%	-7.9%	-28.4%	-47.7%	1.0%	N/A	-5.0%
Tech	-4.3%	7.3%	8.6%	-14.7%	19.7%	41.6%	10.2%
Special Situations (MIC)	-2.3%	4.3%	3.4%	4.4%	16.6%	6.9%	16.7%
Private Companies	N/A	N/A	N/A	N/A	6.9%	20.4%	23.9%
<b>Portfolio (Total)</b>	<b>-3.8%</b>	<b>2.1%</b>	<b>7.5%</b>	<b>-9.2%</b>	<b>24.8%</b>	<b>41.0%</b>	<b>51.1%</b>
<b>Benchmark (Total)</b>	<b>-3.4%</b>	<b>3.5%</b>	<b>14.1%</b>	<b>3.0%</b>	<b>32.1%</b>	<b>72.3%</b>	<b>11.3%</b>
Portfolio (Annualized)	-	-	-	-	24.8%	12.1%	5.3%
<b>Benchmark (Annualized)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32.1%</b>	<b>19.9%</b>	<b>1.4%</b>

1. Since the earliest initiating date of companies in the list of Top Picks (as of November 19, 2021)

2. Green (blue) indicates FRC's picks outperformed (underperformed) the benchmark.

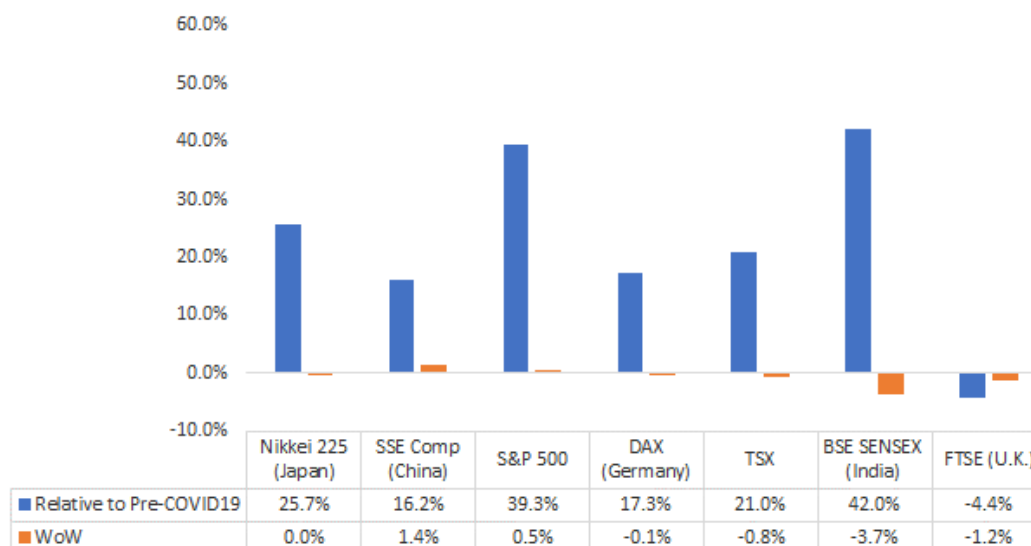
Source: FRC

Our complete list of top picks (updated weekly) can be viewed [here](#).

## Weekly Mining Commentary

Global equity markets were down 0.6% last week (0.6% gain in the prior week).

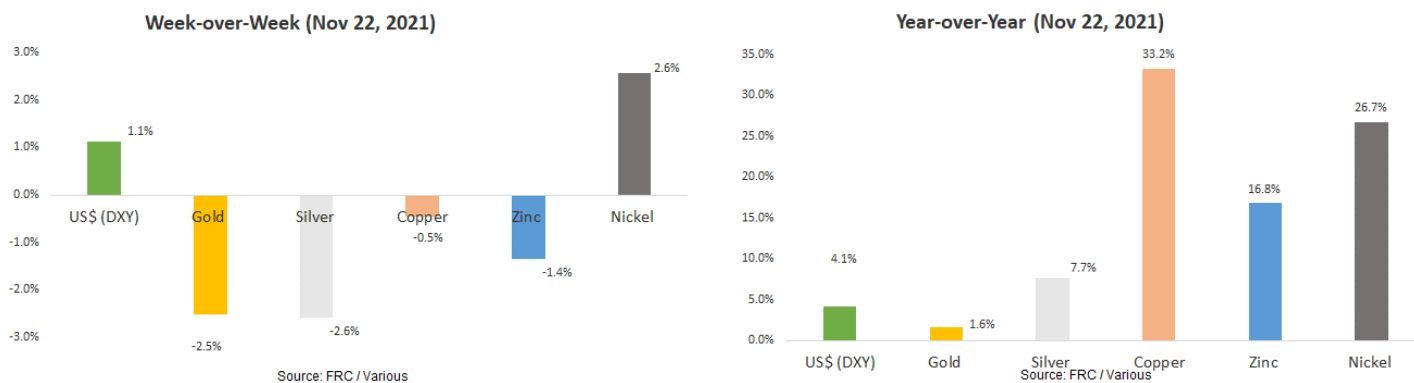
### Current Vs Pre COVID-19 (as of Nov 22, 2021)



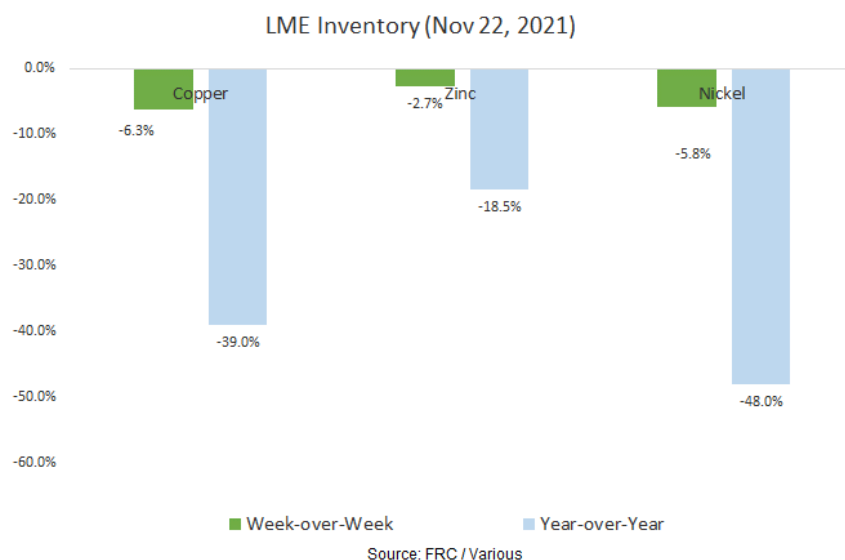
Source: FRC / Various

Jerome Powell's re-nomination as the Fed's Chair pushed the US\$ higher, and gold/silver prices lower today, as Powell is considered to be less dovish than his contender, Lael Brainard. **Powell's nomination has not changed our outlook**, and we continue to expect slow rate hikes and high near-term inflation, which will support both

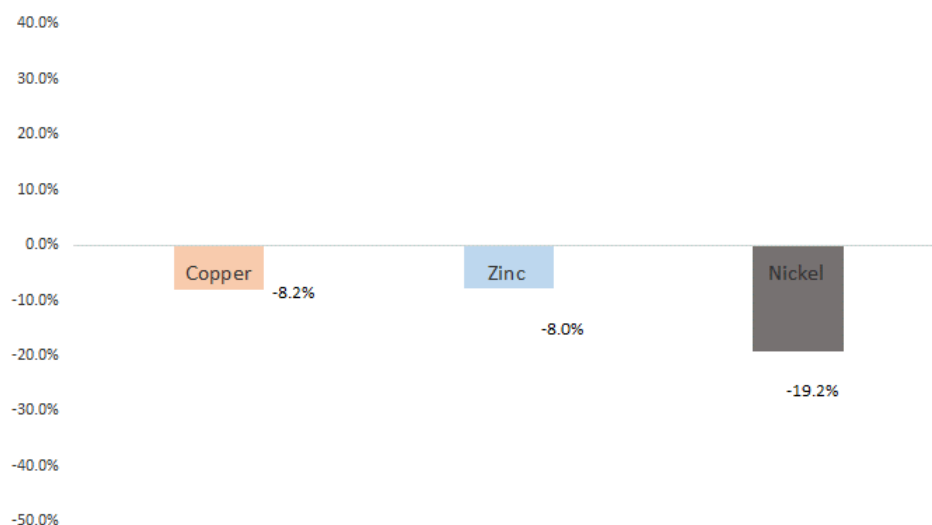
precious and base metals prices. Despite lower inventory levels, prices of base metals (except nickel) also retreated due to the stronger US\$.



Source: FRC / Various



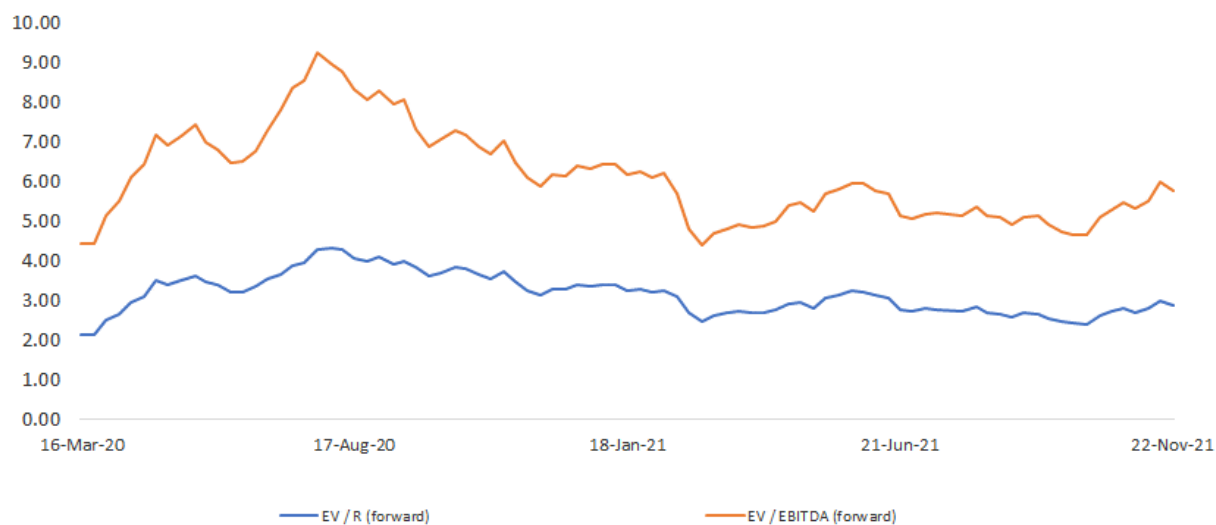
### SHFE Inventory (Nov 19, 2021) - WoW



Source: FRC / SHFE

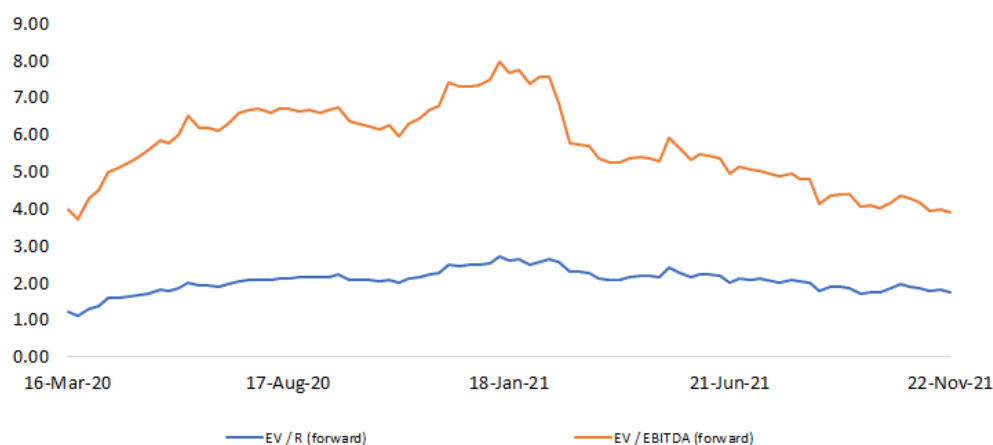
**Valuations of gold producers were down 4% WoW; base metal producers were down 2%.**

### Gold Producers



Source: S&P Capital IQ & FRC

### Base Metal Producers



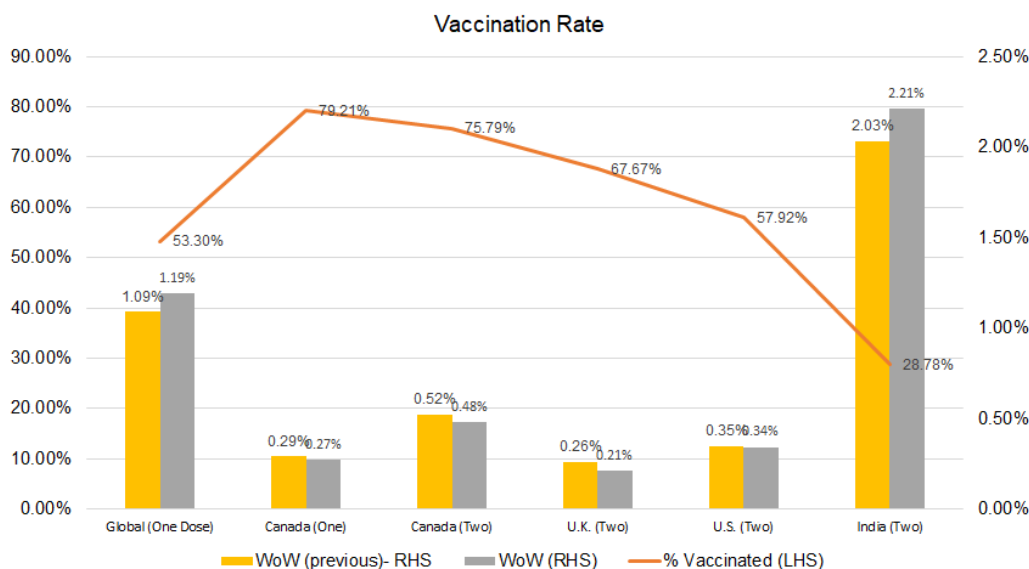
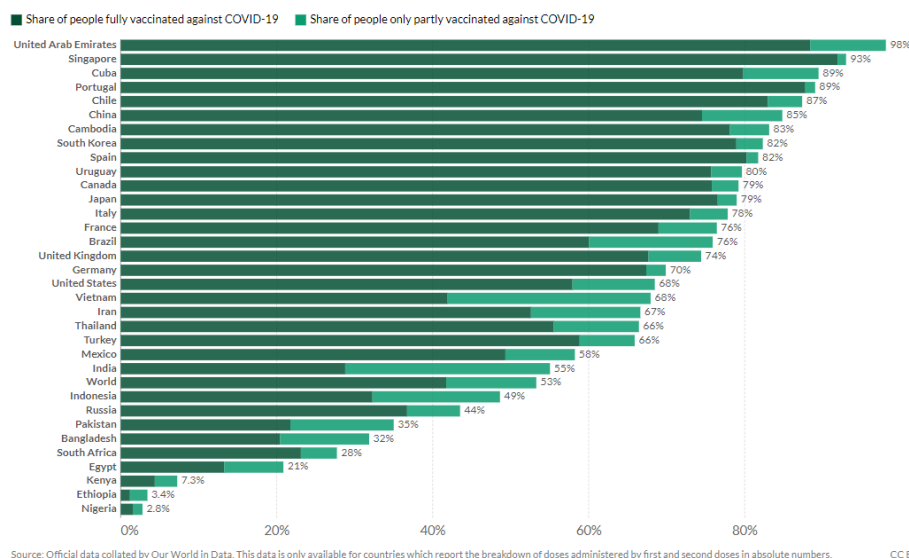
Source: S&P Capital IQ & FRC

Gold Producers		08-Nov-21		15-Nov-21		22-Nov-21	
		EV / R (forward)	EV / EBITDA (forward)	EV / R (forward)	EV / EBITDA (forward)	EV / R (forward)	EV / EBITDA (forward)
1	Barrick	3.63	6.51	3.81	6.73	3.70	6.64
2	Newmont	3.79	7.77	3.97	8.16	3.84	8.01
3	Polyus	6.19	9.11	6.40	9.43	5.88	8.67
4	Agnico Eagle	3.76	7.81	3.99	8.28	3.81	7.93
5	AngloGold	2.20	4.98	2.45	5.99	2.42	5.89
6	Kinross Gold	2.26	5.46	2.59	6.22	2.45	5.94
7	Gold Fields	2.25	4.31	2.63	4.81	2.72	4.92
8	Sibanye	0.86	2.05	0.89	2.16	0.84	2.04
9	Yamana	2.82	5.08	3.03	5.50	2.90	5.23
10	B2Gold	2.40	3.93	2.48	4.09	2.42	4.01
11	Alamos	3.39	6.65	3.70	7.29	3.56	7.04
12	Harmony	0.79	3.29	0.92	4.39	0.93	4.22
13	Eldorado Gold	2.00	4.60	2.09	4.81	1.99	4.50
Average (excl outliers)		2.80	5.50	3.00	5.99	2.88	5.77
Min		0.79	2.05	0.89	2.16	0.84	2.04
Max		6.19	9.11	6.40	9.43	5.88	8.67

Base Metal Producers		EV / R (forward)	EV / EBITDA (forward)	EV / R (forward)	EV / EBITDA (forward)	EV / R (forward)	EV / EBITDA (forward)
1	BHP Group	2.31	3.79	2.34	3.82	2.27	3.71
2	Rio Tinto	1.61	2.63	1.63	2.66	1.61	2.64
3	South32	1.53	3.61	1.49	3.53	1.49	3.54
4	Glencore	0.44	4.34	0.44	4.31	0.45	4.37
5	Anglo American	1.33	2.64	1.35	2.69	1.34	2.70
6	Teck Resources	1.96	3.93	2.04	4.08	1.94	3.88
7	First Quantum	3.39	6.77	3.37	6.75	3.27	6.56
Average (excl outliers)		1.80	3.96	1.81	3.98	1.77	3.91
Min		0.44	2.63	0.44	2.66	0.45	2.64
Max		3.39	6.77	3.37	6.75	3.27	6.56

Source: S&P Capital IQ & FRC

**Daily new cases of COVID-19 surged in Europe last week. Austria has imposed a 10-day lockdown.** Last week, six countries (previously three) out of the 15 hardest hit nations experienced higher daily new cases. However, only one country (previously two) experienced a WoW increase in deaths. Globally, 53.30% have received at least one dose, up 1.2 ppt WoW vs 1.1 ppt the same time last week. 75.79% of Canadians are fully vaccinated (0.5 ppt vs 0.5 ppt) vs 67.67% in the U.K. (0.2 ppt vs 0.3 ppt), and 57.92% in the U.S. (0.3 ppt vs 0.4 ppt).





We are maintaining our prices forecasts.

	Current Price	FRC Forecasts	
		H2-2021E	Long-Term (2024+)
Gold (US\$/oz)	\$1,816	\$1,825	\$1,400
Silver (US\$/oz)	\$24.40	\$25.00	\$18.00
Copper (US\$/lb)	\$4.41	\$4.25	\$3.00
Zinc (US\$/lb)	\$1.46	\$1.35	\$1.10
Nickel (US\$/lb)	\$9.21	\$8.25	\$8.00

Source: FRC

### Updates from Resource Companies Under Coverage

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Rio2 Limited</a>	TSXV: RIO	\$0.72		\$1.40
<b>PR Title</b> Signs US\$50M gold stream with Wheaton Precious Metals (TSX: WPM) on the Fenix gold project		<b>FRC Opinion</b> <b>Positive</b> – Pleased to see the previously announced deal go through. RIO is arranging a project financing totaling US\$125-\$135M to fully fund Fenix to production. A PFS completed in 2019, had shown an initial CAPEX estimate of US\$111M, and an AT-NPV5% of US\$181M at US\$1,400/oz gold. RIO's MCAP is C\$191M. Preparations are ongoing to commence production in late 2022.		

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Rockcliff Metals Corporation</a>	CSE: RCLF	\$0.06		\$0.30
<b>PR Title</b> Bur deposit resource estimate		<b>FRC Opinion</b> <b>Positive</b> – Attractive resource for a non-core asset, totaling 255 Mlbs indicated and 209 Mlbs inferred, at very high-grades of 4%. Note that most copper deposits globally have grades <1%. We believe this new resource adds \$0.04 to our fair value estimate, based on the sector average multiple of US\$0.029/lb. We will publish an update shortly.		

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Cora Gold Limited</a>	AIM: CORA	£11.50		£0.18
<b>PR Title</b> Updated resource estimate at Sanankoro gold project		<b>FRC Opinion</b> <b>Positive</b> – Contained ounces beat our estimate by 41%. The updated resource is 206% higher than the previous resource. However, grades declined 26% to 1.19 gpt, which we believe is still attractive for an open-pit operation. A Definitive Feasibility Study is expected in H1-2022. We will publish an update shortly, with a revised fair value estimate.		

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Grid Metals Corp.</a>	TSXV: GRDM	\$0.12		\$0.54
<b>PR Title</b> Announces terms for \$6.3M funding agreement with Lithium Royalty Corp.		<b>FRC Opinion</b> <b>Positive</b> – Pleased to see such a large financing for its non-core assets. GRDM's Enterprise Value is just \$8M, implying that the market is valuing its flagship asset (the advanced stage Makwa-Mayville nickel-copper-palladium project) at just \$1.7M.		

<b>Company Name:</b>	<b>Ticker Symbol</b>	<b>Current Price:</b>	<b>Share</b>	<b>FRC Fair Value Estimate:</b>
<a href="#">Lithium Chile Inc.</a>	TSXV: LITH	\$0.79		N/A
<b>PR Title</b> Completes production well drilling on its Arizaro property in Argentina		<b>FRC Opinion</b> <b>Positive</b> – Pleased to see a thick 120 m clastic layer formation, which is promising for hosting brine solution. Sampling is expected next month. We are temporarily retracting our fair value estimate, as our previous valuation models do not account for any near-term production potential from Arizaro. Sampling results will provide us more insights on the project’s potential, and allow us to assign an appropriate fair value.		

<b>Company Name:</b>	<b>Ticker Symbol</b>	<b>Current Price:</b>	<b>Share</b>	<b>FRC Fair Value Estimate:</b>
<a href="#">Cornerstone Capital Resources Inc.</a>	TSXV: CGP	\$4.30		\$7.34
<b>PR Title</b> Drilling intersects 111 m at 2.3 g/t gold, including 7.2 m at 26.9 g/t gold at new “Alba” gold target at Bramaderos project, Ecuador		<b>FRC Opinion</b> <b>Positive</b> – Pleased to see long intercepts of shallow mineralization. As the project is in early stages, our fair value estimate does not account for any upside from this project. A PFS on the flagship Cascabel project is expected by year-end, which we believe will be the next major catalyst for CGP’s shares.		

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Mammoth Resources Corp.</a>	TSXV: MTH	\$0.11		\$0.45
<b>PR Title</b> Initial drill results from its diamond drilling program at its Tenoriba gold-silver property, Mexico		<b>FRC Opinion</b> <b>Positive</b> – The current program is targeting five zones. Preliminary results were encouraging, especially long intercepts of near-surface mineralization. We were specifically pleased with 43.5 m of 0.54 gpt AuEq, 19.5 m of 0.53 gpt, and 37.5 m of 0.31 gpt. We expect a maiden resource estimate in 2022.		

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Southern Empire Resources Corp.</a>	TSXV: SMP	\$0.14		\$0.42
<b>PR Title</b> Permitting update for Oro Cruz		<b>FRC Opinion</b> <b>Positive</b> – Favorable reviews by the BLM are highly encouraging. SMP still needs to complete an Environmental Assessment prior to commencing exploration. We believe Oro Cruz's brownfield status, and the fact that there is an adjacent fully-permitted aggregate/asphalt operation, bode well for permitting.		

Company Name:	Ticker Symbol	Current Price:	Share	FRC Fair Value Estimate:
<a href="#">Interra Copper Corp</a>	CSE: IMCX	\$0.10		\$0.42
<b>PR Title</b> Announces encouraging initial results from 12-hole, 2,783-meter diamond drilling program		<b>FRC Opinion</b> <b>Neutral</b> – Preliminary results from the Cathedral area returned lower than expected copper and gold grades at depth vs surface samples. Awaiting remaining drill results to see if they hit thicker intervals of mineralization.		

## Financials, Technology, Energy, and Special Situations

The country's two largest MICs, **Timbercreek Financial (TSX: TF)** and **Atrium Mortgage Investment Corporation (TSX: AI)**, announced financings last week. TF is pursuing a \$40M bought-deal financing, while AI is raising \$30M. Both MICs are issuing convertible debentures at 5% p.a. **We believe these financings clearly indicate their strong pipeline, and plan to ramp up lending.** We were not surprised by these announcements as investors' appetite for high-yield investments are strong, amid the low interest rate environment.

<b>Company Name:</b>	<b>Ticker Symbol</b>	<b>Current Share Price:</b>	<b>FRC Fair Value Estimate:</b>
<a href="#">Kontrol Technologies Corp.</a>	NEO: KNR	\$2.88	\$4.11
<b>PR Title</b> Enters into distribution agreement with Airmaster Corporation and Daikin to provide air quality monitoring and viral detection technology.		<b>FRC Opinion</b> <b>Positive</b> – The agreement with Daikin (TSE: 6367) is a major development, and shows support for KNR's products from a reputable multi-national HVAC manufacturing company. We will be releasing an updated report shortly.	

<b>Company Name:</b>	<b>Ticker Symbol</b>	<b>Current Share Price:</b>	<b>FRC Fair Value Estimate:</b>
<a href="#">NEXE Innovations Inc.</a>	TSXV: NEXE	\$0.90	\$2.65
<b>PR Title</b> Enters retail market with XOMA superfoods launch at London Drugs.  XOMA superfoods line to List on major e-commerce retailer platform, Walmart.ca		<b>FRC Opinion</b> <b>Positive</b> – This is a major milestone for the company. London Drugs and Walmart (NYSE: WMT) are high-traffic stores, and we believe these partnerships will bring strong exposure to NEXE products. We will revise our projections once we have guidance on initial sales from these platforms. Our revenue estimate for FY2022 (ending May 2022) is \$2.7M (unchanged).	



## Weekly Cryptocurrency Commentary

Last week, we had cautioned again that crypto prices might be due for a correction considering the decline in trading volume in the previous week. Our forecast turned out right, as the global MCAP of cryptos declined 9.56% WoW. As global crypto trading volume was up 21% WoW (Bitcoin's volume was up 4%; Ethereum was up 15%), we are expecting crypto prices to rise this week.



Source: Coinmarketcap

### Performance of Select Cryptos

Price of mainstream/popular cryptos were down 4% on average last week.

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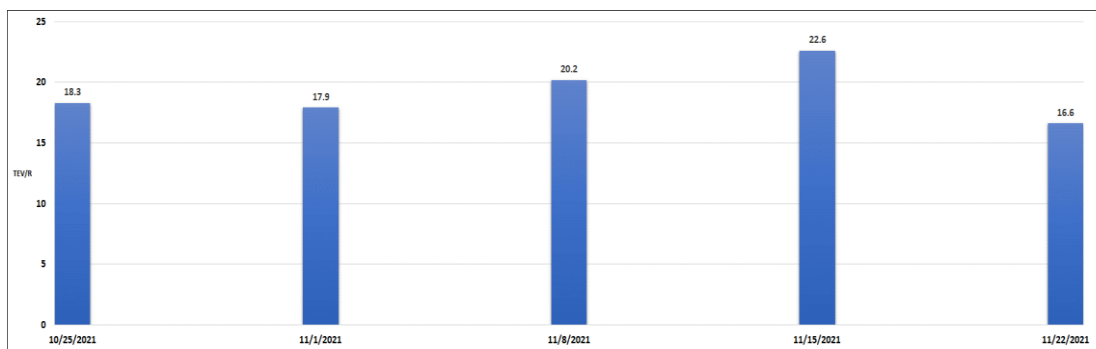
Cryptocurrencies	YTD	1-Week	1-Year
Bitcoin	46%	-5%	213%
Ethereum	242%	-3%	652%
Binance Coin	1259%	-3%	1823%
Cardano	477%	-5%	953%
XRP	215%	-5%	131%
Solana	9225%	0%	11410%
Polkadot	315%	-7%	670%

<b>AVERAGE</b>	<b>1683%</b>	<b>-4%</b>	<b>2265%</b>
<b>MIN</b>	<b>46%</b>	<b>-7%</b>	<b>131%</b>
<b>MAX</b>	<b>9225%</b>	<b>0%</b>	<b>11410%</b>

Indices			
Canadian	YTD	1-Week	1-Year
EBIT	2%	-5%	2%
BTCC	2%	-5%	2%
BTCX	2%	-5%	2%
U.S.	YTD	1-Week	1-Year
BITO	n/a	-6%	n/a
BTF	n/a	-6%	n/a

Source: FRC / Yahoo Finance

Companies operating in the crypto space are trading at an average EV/R of 16.6x (previously 22.6x).



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Crypto Companies	Ticker	TEV/Revenue
Marathon Digital Holdings	NASDAQ: MARA	57.9
Riot Blockchain	NASDAQ: RIOT	32.4
BIGG Digital	CSE: BIGG	36.8
Voyager Digital	TSX: VOYG	9.7
CME Group	NASDAQ: CME	17.9
Hive Blockchain Technologies	NASDAQ: HIVE	12.1
Coinbase Global	NASDAQ: COIN	11.7
PayPal Holdings	NASDAQ: PYPL	9.1
Banxa Holdings	TSXV: BNXA	3.3
Galaxy Digital Holdings	TSX: GLXY	n/a
AVERAGE		16.6
MEDIAN		11.9
MINIMUM		3.3
MAXIMUM		36.8

Source: S&P Capital IQ/FRC

Key sector developments are listed below (all positive):

- Deloitte announced a partnership with Ava Labs, the developer of cryptocurrency Avalanche (AVAX), to use their blockchain to improve Deloitte's cloud-based products. **We believe this deal shows the tremendous utility/value of the underlying platforms of crypto companies.**
- MoonPay raised US\$555M at a US\$3.4B valuation from hedge funds. MoonPay allows users buy cryptos using conventional debit cards, credit cards, Apple Pay (NASDAQ: AAPL), Google Pay (NASDAQ: GOOG), and Samsung Pay (KOSE: A005930).
- Cryptocurrency "Crypto.com" announced they bought the naming rights to the Staples Center, for \$700M over a 20-year term. We note that such marketing initiatives bring more mainstream visibility to the sector.

## Updates from Crypto Companies Under Coverage

<b>Company Name:</b>	<b>Ticker Symbol</b>	<b>Current Share Price:</b>	<b>FRC Fair Value Estimate:</b>
<a href="#">Banxa Holdings Inc.</a>	TSXV: BNXA	\$3.38	\$12.04
<b>PR Titles</b> Announces partnership with mining platform NiceHash for crypto buy/sell.		<b>FRC Opinion</b> <b>Positive</b> – Promising addition to BNXA’s network, which will result in immediate revenue. NiceHash operates a hash power marketplace and provides software for miners. NiceHash has over \$2.5M active users in 190 countries. Q1 (quarter ended September 30, 2021) results are expected shortly.	

<b>Company Name:</b>	<b>Ticker Symbol</b>	<b>Current Share Price:</b>	<b>FRC Fair Value Estimate:</b>
<a href="#">Eqonex Limited</a>	NASDAQ: EQOS	US\$4.52	US\$18.41
<b>PR Titles</b> (Formerly Diginex) Ground-breaking crypto industry partnership to support law enforcement in fighting cybercrime.		<b>FRC Opinion</b> <b>Positive</b> – This is a new revenue stream for EQOS. EQOS will assist its partner in offering solutions for cybercrime and asset recovery. We will be able to quantify the upside potential of this agreement once additional details are disclosed.	

## Weekly Cannabis Commentary

### Cannabis Industry Performance

November 22, 2021

U.S. Companies	YTD	1-Week	1-Year
Curaleaf Holdings Inc.	-31%	-8%	-13%
Trulieve Cannabis Corp.	-32%	-15%	-6%
Green Thumb Industries Inc.	-24%	-15%	-2%
Cresco Labs Inc.	-28%	-15%	-21%

Canadian Companies	YTD	1-Week	1-Year
Aurora Cannabis Inc.	-33%	-16%	-39%
Canopy Growth Corp.	-62%	-17%	-61%
Cronos Group Inc.	-49%	-18%	-46%
Tilray Inc.	-34%	-17%	-34%
HEXO Corp.	-75%	-25%	-67%
Organigram Holdings Inc.	9%	-20%	38%

Canadian Average	-41%	-19%	-35%
U.S. Average	-29%	-13%	-11%

Indices			
Canadian	YTD	1-Week	1-Year
HMMJ	-22%	-12%	-16%
MCAN	-8%	3%	-3%
XCAN	-30%	-18%	-25%
U.S.	YTD	1-Week	1-Year
MSOS	-35%	-13%	-18%

Source: FRC

Last week, both Canadian and U.S. cannabis stocks fell, despite positive sector news:

- **Uber (NYSE:UBER) announced plans to allow Ontario users to buy cannabis on its Uber Eats platform.** We believe this is a significant development, as this is the first time Uber has listed a cannabis retailer on its app.
- Statistics Canada reported that cannabis sales grew 0.19% MoM in September. Although growth was modest, September **marked another record month** of sales in Canada.

### Valuation

As of November 22, 2021, the Canadian big four LPs were trading at a 56% premium (down from 75% in the previous week) over their U.S. peers.

		November 15, 2021		November 22, 2021	
Canadian Companies	Ticker	TEV/Revenue	TEV/EBITDA	TEV/Revenue	TEV/EBITDA
Aurora Cannabis Inc.	TSX: ACB	9.1	NM	7.5	NM
Canopy Growth Corp.	TSX: WEED	12.8	NM	10.2	NM
Cronos Group Inc.	TSX: CRON	18	NM	13.1	NM
Tilray Inc.	NASDAQ: TLRY	11.6	NM	10	NM
HEXO Corp.	NYSE: HEXO	9.1	NM	7.6	NM
Organigram Holdings Inc.	TSX: OGI	9.4	NM	7.6	NM

<b>AVERAGE</b>	11.7	NM
<b>MEDIAN</b>	12.8	NM
<b>MINIMUM</b>	5.0	NM
<b>MAXIMUM</b>	18.0	NM

9.3	NM
10.2	NM
5.0	NM
13.1	NM

U.S. Companies	Ticker	TEV/Revenue	TEV/EBITDA	TEV/Revenue	TEV/EBITDA
Curaleaf Holdings Inc.	OTC: CURLF	7.0	26.4	6.5	24.7
Trulieve Cannabis Corp.	OTC: TCNNF	7.2	16.4	6.8	15.4
Green Thumb Industries Inc.	OTC: GTBIF	7.6	20.8	6.2	16.9
Cresco Labs Inc.	OTC: CRLBF	4.8	17.9	4.5	13.7

<b>AVERAGE</b>	6.7	20.4
<b>MEDIAN</b>	7.1	19.4
<b>MINIMUM</b>	4.8	16.4
<b>MAXIMUM</b>	7.6	26.4

6.0	17.7
6.4	16.2
4.5	13.7
6.8	24.7

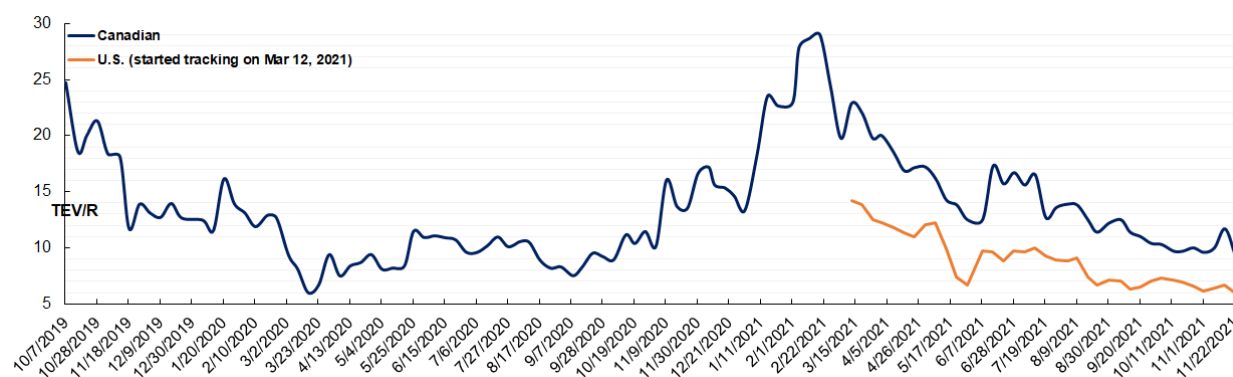
Implied Premium (Canada vs U.S.) (Average)

75%

56%

Source: S&P Capital IQ, FRC

### Average EV/R



Source: S&P Capital IQ, FRC



## Canadian Retail Cannabis Pricing

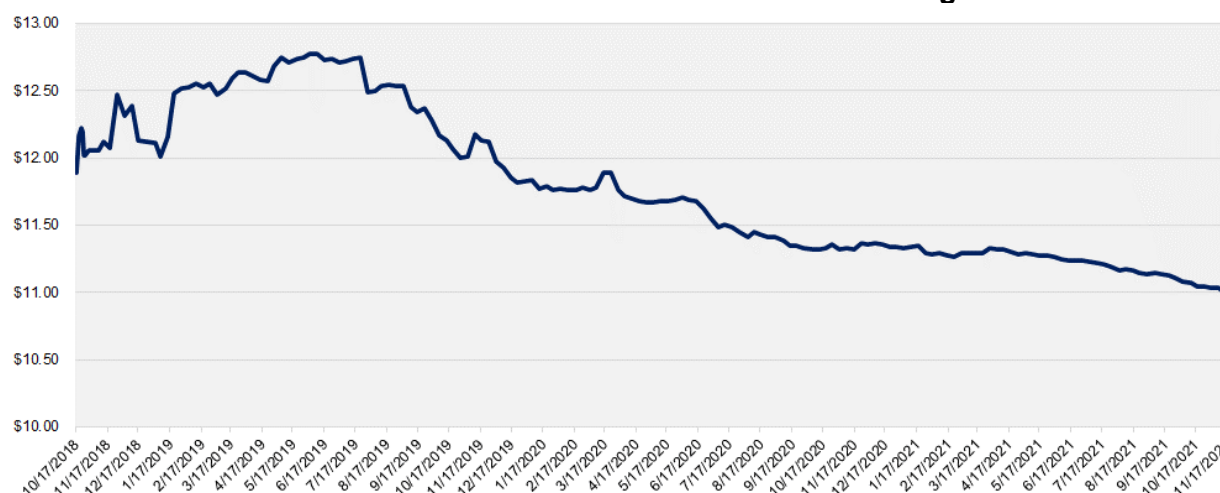
Province (As of 2021/11/22)	Average Price per Gram	Average Price per Gram THC	Average Price per Gram CBD	# of Products	Min. Price	Max. Price
B.C.	\$ 9.27	\$ 9.33	\$ 8.45	246	\$ 2.75	\$ 15.71
Ontario	\$ 9.17	\$ 9.32	\$ 7.77	404	\$ 3.57	\$ 19.99
Quebec	\$ 9.03	\$ 9.05	\$ 9.06	286	\$ 3.60	\$ 21.68
Alberta	\$ 10.36	\$ 10.38	\$ 10.61	420	\$ 3.14	\$ 22.00
N.B.	\$ 9.15	\$ 9.23	\$ 8.07	236	\$ 3.57	\$ 15.99
P.E.I.	\$ 9.60	\$ 9.59	\$ 9.54	203	\$ 4.40	\$ 23.30
Newfoundland	\$ 9.84	\$ 9.74	\$ 10.17	207	\$ 4.08	\$ 15.40
Yukon	\$ 16.33	\$ 14.49	\$ 12.68	4	\$ 12.68	\$ 17.81
N.S.	\$ 9.64	\$ 9.65	\$ 9.50	199	\$ 4.64	\$ 15.99
Nunavut	\$ 13.15	\$ 13.35	\$ 11.09	9	\$ 9.86	\$ 15.51
Northwest Territories	\$ 14.53	\$ 12.95	\$ 4	\$ 13.08	\$ 17.28	
Manitoba	\$ 12.37	\$ 11.11	\$ 11.46	363	\$ 3.93	\$ 23.57
Saskatchewan	\$ 10.53	\$ 11.58	\$ 12.07	286	\$ 4.40	\$ 38.50
CANADA	\$ 11.00	\$ 10.75				

Province (As of 2021/11/15)	Average Price per Gram	Average Price per Gram THC	Average Price per Gram CBD	# of Products	Min. Price	Max. Price
B.C.	\$ 9.28	\$ 9.35	\$ 8.45	244	\$ 2.75	\$ 15.71
Ontario	\$ 9.18	\$ 9.30	\$ 7.77	402	\$ 3.57	\$ 19.99
Quebec	\$ 9.05	\$ 9.06	\$ 9.06	284	\$ 3.60	\$ 21.68
Alberta	\$ 10.40	\$ 10.39	\$ 10.61	425	\$ 3.14	\$ 22.00
N.B.	\$ 9.15	\$ 9.28	\$ 8.07	236	\$ 3.57	\$ 15.99
P.E.I.	\$ 9.59	\$ 9.60	\$ 9.54	203	\$ 4.40	\$ 23.30
Newfoundland	\$ 9.80	\$ 9.73	\$ 10.17	206	\$ 4.08	\$ 15.40
Yukon	\$ 16.33	\$ 14.49	\$ 12.68	4	\$ 12.68	\$ 17.71
N.S.	\$ 9.64	\$ 9.68	\$ 9.50	199	\$ 4.64	\$ 15.99
Nunavut	\$ 13.15	\$ 13.35	\$ 11.09	9	\$ 9.86	\$ 15.51
Northwest Territories	\$ 14.53	\$ 12.95	\$ 4	\$ 13.08	\$ 17.28	
Manitoba	\$ 12.33	\$ 11.14	\$ 11.46	367	\$ 3.93	\$ 23.57
Saskatchewan	\$ 10.55	\$ 11.59	\$ 12.07	285	\$ 4.40	\$ 38.50
CANADA	\$ 11.00	\$ 10.76				

Source: Online Provincial Cannabis Stores, FRC

The average retail price per gram was flat WoW.

## Canadian Retail Dried Cannabis Flower Pricing

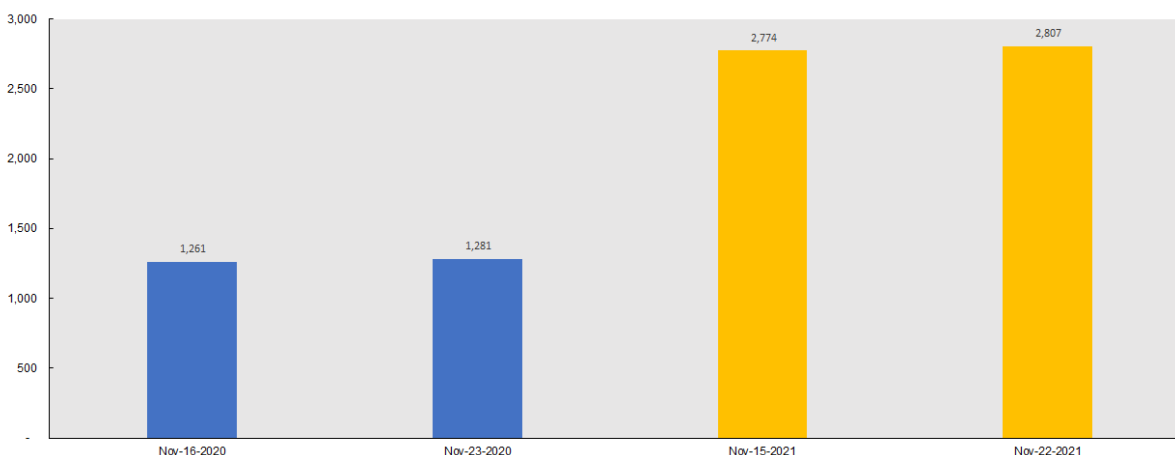


Source: Online Provincial Cannabis Stores, FRC

## Canadian Retail Cannabis Stores

As of November 22, 2021, there are 2,807 retail cannabis stores in Canada, a WoW increase of 33 stores, including 23 in Ontario, five in Alberta, and five in B.C.

### Nationwide Store Count



Geographic Region	Oct-18-2021 Store Count	Oct-25-2021 Store Count	Nov-1-2021 Store Count	Nov-8-2021 Store Count	Nov-15-2021 Store Count	Nov-22-2021 Store Count	Population	Population / Store
Alberta	691	696	700	709	715	720	4,428,247	6,150
B.C.	373	380	384	387	386	391	5,120,184	13,095
Manitoba	118	118	118	121	121	121	1,379,121	11,398
N.B.	20	20	20	20	20	20	780,890	39,045
N.S.	25	25	25	32	32	32	978,274	30,571
Newfoundland	30	30	30	34	34	34	520,437	15,307
Northwest Territories	6	6	6	6	6	6	44,982	7,497
Nunavut							39,486	
Ontario	1,183	1,203	1,215	1,240	1,253	1,276	14,745,040	11,556
P.E.I.	4	4	4	4	4	4	158,717	39,679
Quebec	78	78	78	78	78	78	8,552,362	109,646
Saskatchewan	120	120	120	120	120	120	1,181,987	9,850
Yukon	5	5	5	5	5	5	41,293	8,259
<b>CANADA</b>	<b>2,653</b>	<b>2,685</b>	<b>2,705</b>	<b>2,756</b>	<b>2,774</b>	<b>2,807</b>	<b>37,971,020</b>	<b>13,527</b>

Source: Provincial Websites, FRC

### Updates from Cannabis Companies Under Coverage

Company Name:	Ticker Symbol	Current Share Price:	FRC Fair Value Estimate:
<a href="#">Ayurcann Holdings Corp.</a>	CSE: AYUR	\$0.16	\$0.60
<b>PR Titles</b> Enters the third Canadian province with its Fuego brand vapes		<b>FRC Opinion</b> <b>Positive</b> – We are expecting a significant jump in revenue in FY2022 (ending June 2022) amid increased white-labelling clients, international agreements, and growing demand for its in-house products.	

## Weekly Psychedelic Commentary

### Psychedelic Industry Performance

November 22, 2021

Company	YTD	1-Week	1-Year
COMPASS Pathways plc	-35%	-14%	-38%
Atai Life Sciences N.V.	-43%	-15%	-43%
Numinus Wellness Inc.	-52%	-14%	-15%
Mind Medicine Inc.	-32%	-6%	25%
Braxia Scientific Corp.	-86%	-14%	-86%
Cybin Inc.	-4%	-12%	106%
Levitee Labs Inc.	n/a	-10%	n/a
Delic Holdings Corp.	-64%	-15%	-43%
Universal Ibogaine Inc.	n/a	3%	n/a
Seelos Therapeutics Inc.	24%	-14%	73%

<b>AVERAGE</b>	<b>-37%</b>	<b>-11%</b>	<b>-3%</b>
<b>MIN</b>	<b>-86%</b>	<b>-15%</b>	<b>-86%</b>
<b>MAX</b>	<b>24%</b>	<b>3%</b>	<b>106%</b>

Indices	YTD	1-Week	1-Year
PSYK	-36%	-9%	-36%
PSIL	n/a	-9%	n/a

Source: TMX Money, FRC

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