

Churchill Resources Inc.

(TSXV: CRI)

Strategic Shift: Advancing Black Raven Amid Growing Antimony Demand

Sector: Junior Resource

N/A

Current Price: C\$0.15

Fair Value: N/A

Risk*: 5

[Click here for more research on the company](#)

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Price and Volume (1-year)



	YTD	12M
CRI	275%	36%
TSXV	51%	56%

Company Data

52 Week Range	\$0.01 - \$0.16
Shares O/S	234M
Market Cap.	\$35M
Yield (forward)	N/A
P/E (forward)	N/A
P/B	17x

Highlights

- CRI is advancing exploration at its recently optioned **Black Raven antimony-gold project** in Newfoundland and Labrador.
- Antimony is **gaining significant attention** from junior resource companies and capital markets due to its essential role in energy storage, clean energy technologies, batteries, semiconductors, military radar systems, and high-strength alloys.
 - **China and Russia** have historically controlled over 75% of global primary antimony production. China has imposed restrictions on exports at a time when its own production is declining. Sanctions against Russia have further tightened availability.
 - Despite its designation as a **critical mineral** by both the U.S. and Canada, North America is 100% import-reliant for antimony.
 - These supply constraints have **driven prices higher** (+33% YTD), and accelerated efforts to develop secure North American antimony projects to meet growing demand.
- We view CRI's decision to advance the Black Raven project as an excellent move by CRI, as it provides **commodity diversification**, particularly given that CRI's flagship/legacy projects (Florence Lake and Taylor Brook) are prospective for nickel deposits. Nickel prices have been on a downward trend primarily due to oversupply.
- Black Raven will be the company's **near-term focus**, while only limited capital will be directed toward the Taylor Brook and Florence Lake nickel projects until market conditions improve.
- Black Raven is an early-stage project with two historic small-scale mines, and multiple gold-antimony-silver-copper-zinc-lead showings. Sampling has returned high grades of up to 35.1% antimony, 35.50 g/t gold, and 1,118 g/t silver. CRI is planning a detailed exploration program, beginning with drilling. While it is too early to comment on the project's ultimate potential, we believe the preliminary exploration results are highly encouraging, and warrant comprehensive, property-wide exploration. The upcoming drill program should provide valuable insights into the project's prospectivity.
- Drilling will be funded by a fully committed **\$3M equity financing**, which the company plans to close shortly. We will follow results closely, and update our outlook accordingly.

Key Financial Data (FYE - Aug 31) (C\$- except EPS)

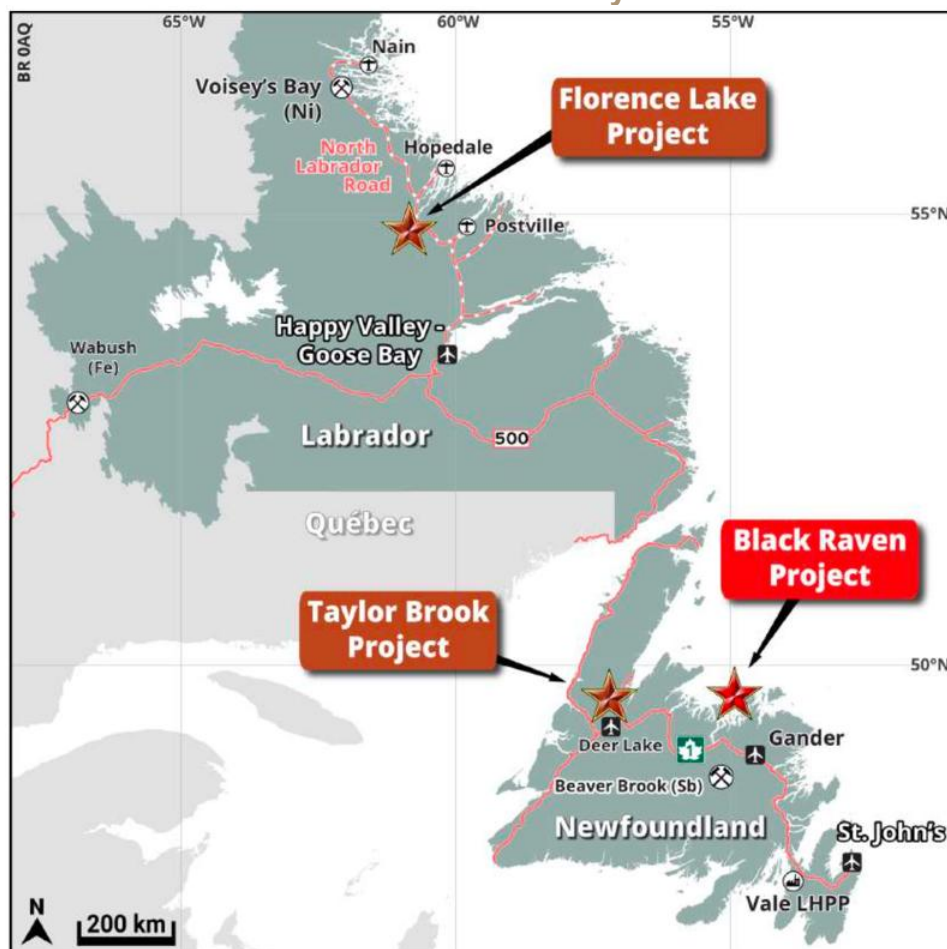
	2025 (9M)
Cash	\$444,319
Working Capital	-\$1,257,238
Mineral Assets	\$2,590,714
Total Assets	\$3,102,164
Net Income (Loss)	-\$2,105,389
EPS	-\$0.01

*Following Q3-FY2025, CRI raised \$0.7M through an equity financing, and is currently pursuing a \$3M financing

*QP: Dr. Derek H.C. Wilton, P.Geo., FGC, Independent Consultant to CRI

* **Churchill Resources has paid FRC a fee for research coverage and distribution of reports. See last page for other important disclosures, rating, and risk definitions.**

Portfolio Summary



Source: Company

Black Raven Antimony (Sb)-Gold (Au) Project

CRI can acquire a 100% interest in the property by issuing 12M shares, making staged cash payments totaling \$120k, and committing \$1.2M toward exploration expenditures. The property spans 31.25 km², and is located 60 km northwest of Gander in central Newfoundland.

CRI's near-term focus is advancing the Black Raven antimony-gold project

In addition, the company owns two high-grade nickel prospects — Taylor Brook and Florence Lake — both with potential to host nickel sulfide deposits, a key source of Class 1 nickel used in lithium-ion batteries

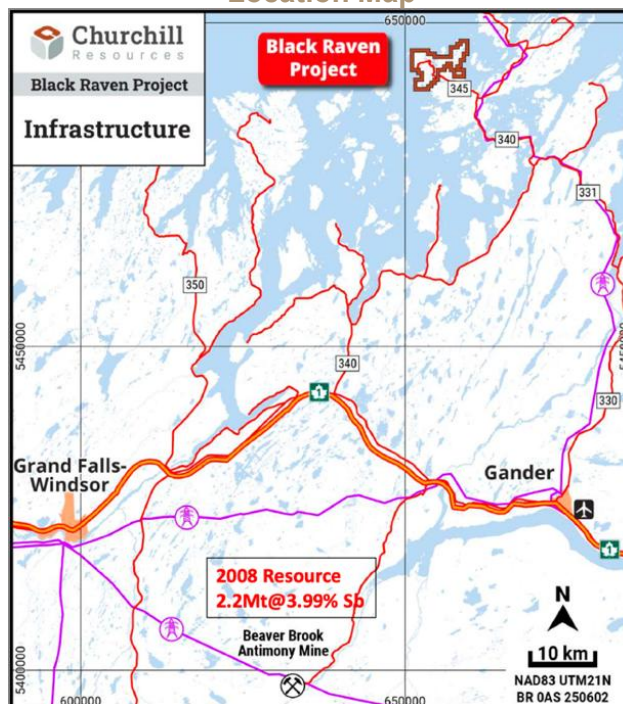
Excellent infrastructure: Trans-Canada Highway access, deep-water ports, power, and skilled labor

Located 100 km south of the former Beaver Brook antimony mine

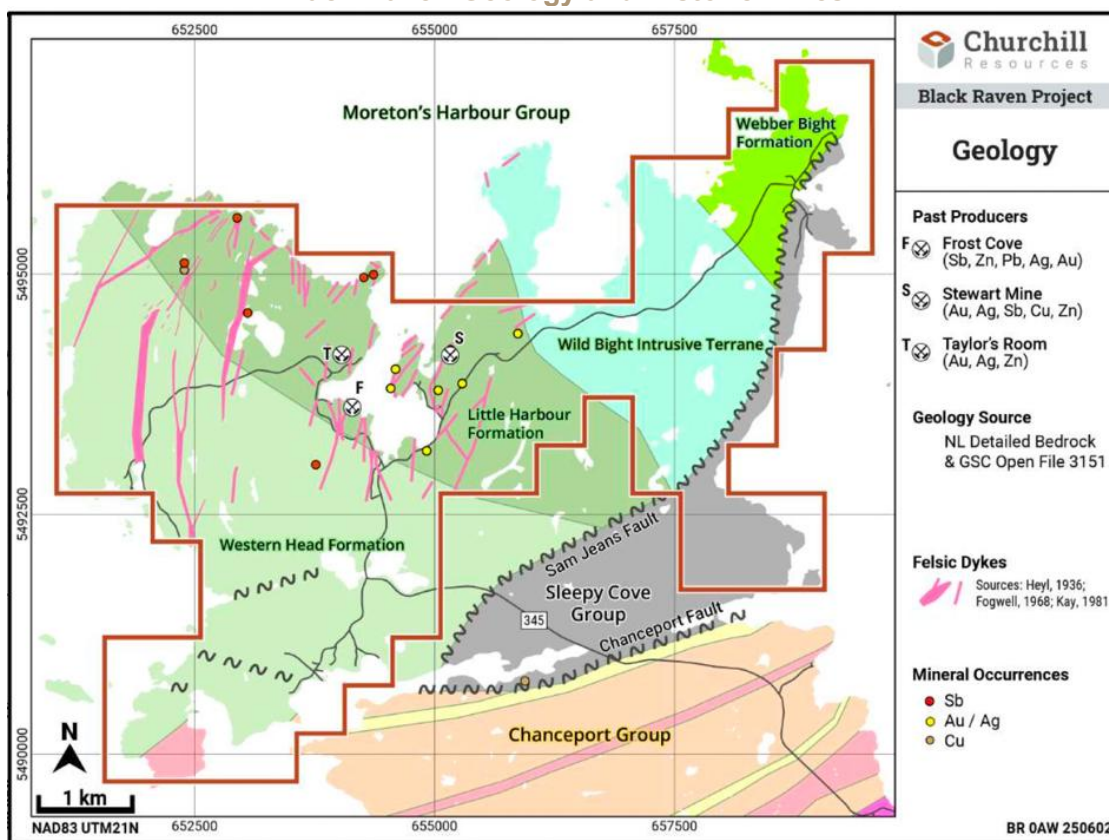
Black Raven hosts two former gold mines, Frost Cove and Stewart, along with multiple mineral occurrences, including gold, antimony, silver, copper, zinc, and lead

Underground operations at these mines ran between 1890 and 1918

Location Map



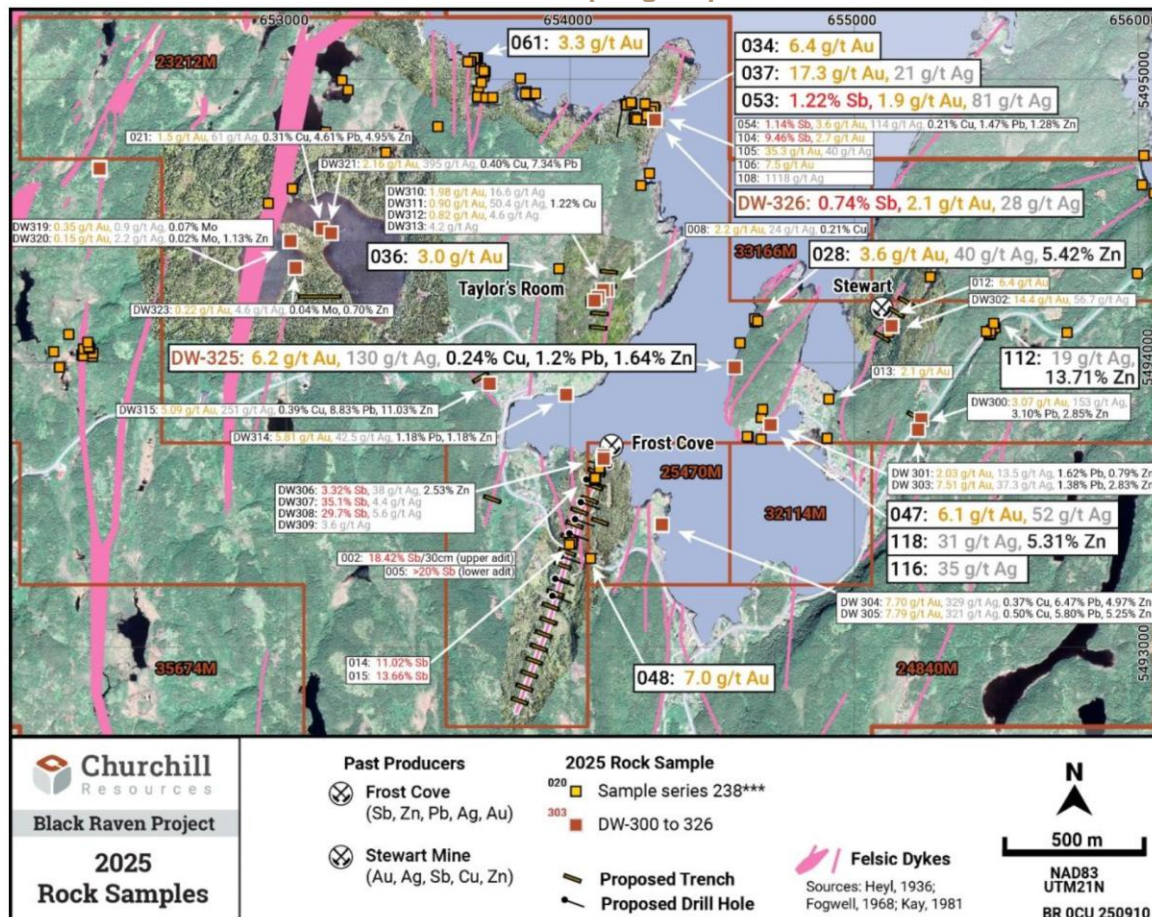
Black Raven Geology and Historic Mines



Source: Company

A recent due diligence sampling program returned exceptional results, with grades of up to **35.1% antimony**, 35.50 g/t gold, and 1,118 g/t silver; significantly higher than the typical **global range of 0.1% to 1.0% antimony** for most deposits.

Rock Sampling Map



(QP: Dr. Derek H.C. Wilton, P.Geo., FGC, Independent Consultant to CRI).
Source: Company

Upcoming Catalysts

Overall, we believe these preliminary results are **highly encouraging**, and **justify** comprehensive, property-wide exploration. Management has initiated metallurgical studies on vein samples from the Frost Cove mine, and is planning:

- LiDAR and orthophoto surveys
- Sampling and trenching at both the Frost Cove and Stewart mines
- Drilling at Frost Cove

The following sections briefly summarize recent work on the company's other two projects, although management has **no near-term plans** to advance them, as the focus remains on Black Raven.

A subsequent prospecting program returned significant values of antimony, gold, silver, lead, and zinc

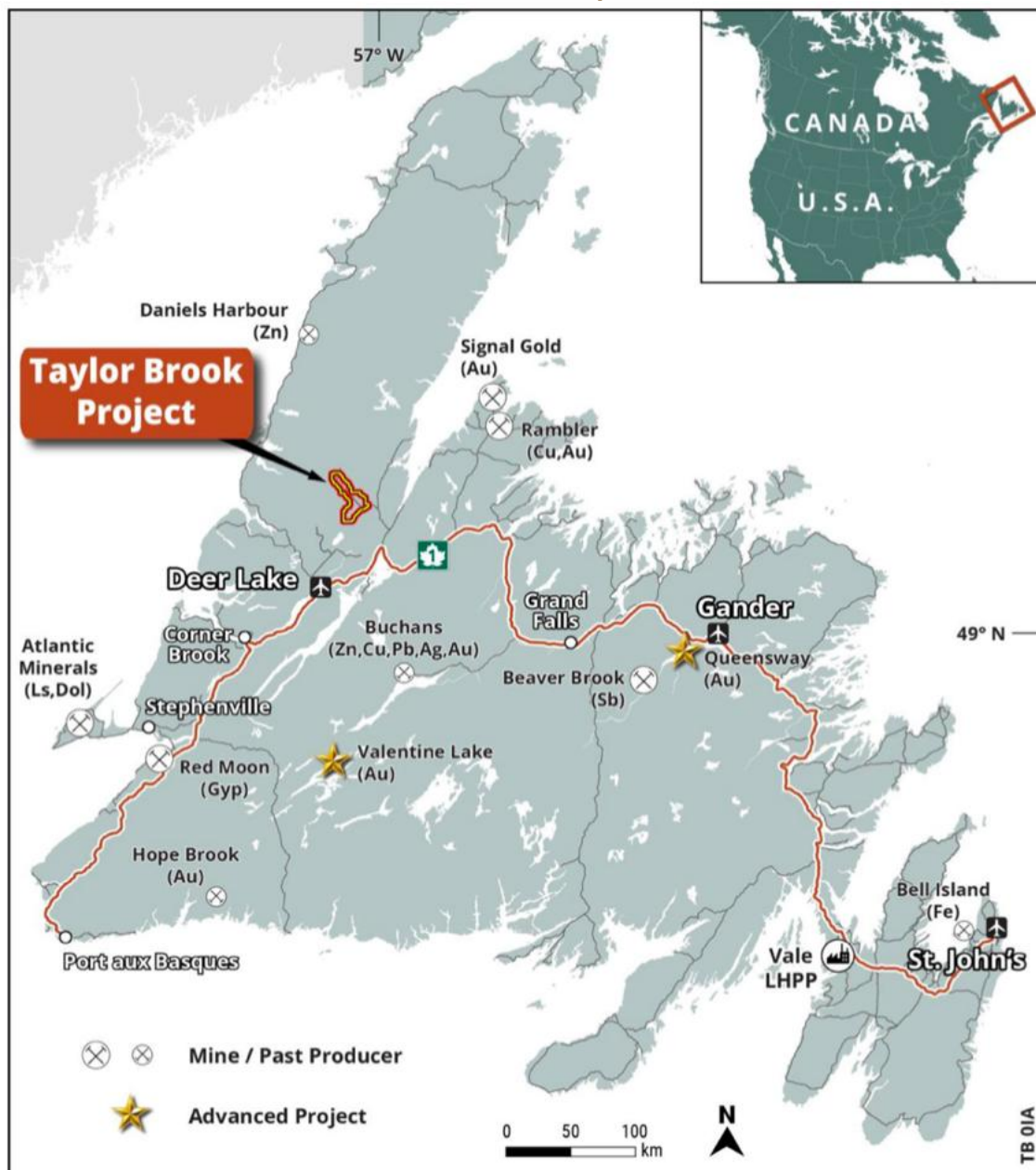
CRI has traced an 800 m antimony-gold vein at the Frost Cove mine, and a 600 m gold vein at the Stewart mine

Drilling is set to begin shortly

Taylor Brook Polymetallic Project (100% interest)

This project hosts high-grade nickel sulfide mineralization with associated copper and PGEs, similar to the Voisey's Bay area of Labrador, one of the largest nickel deposits in the world

Location Map



Source: Company

Last year, drilling and prospecting at the Taylor Brook Gabbro Complex (TBGC) reported anomalous vanadium, titanium, and iron results. The company has no near-term plans to follow up on these results.

Pre-resource stage

Located near the Trans-Canada Highway, with access to power and ports

Taylor Brook hosts two mineralized zones: the Taylor Brook Gabbro Complex, and the Layden Intrusive

Past drilling has returned promising nickel and copper values

Florence Lake Ni-Cu-PGE Project

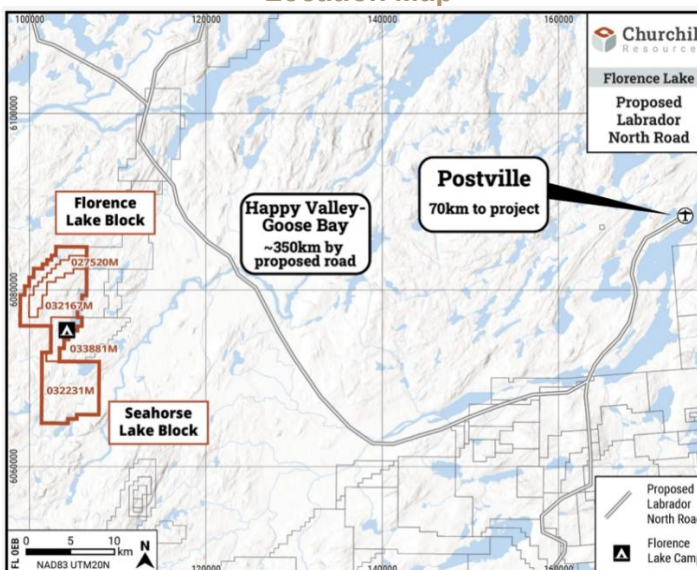
Located in central
Labrador

70 km from the
towns of Postville
and Hopedale

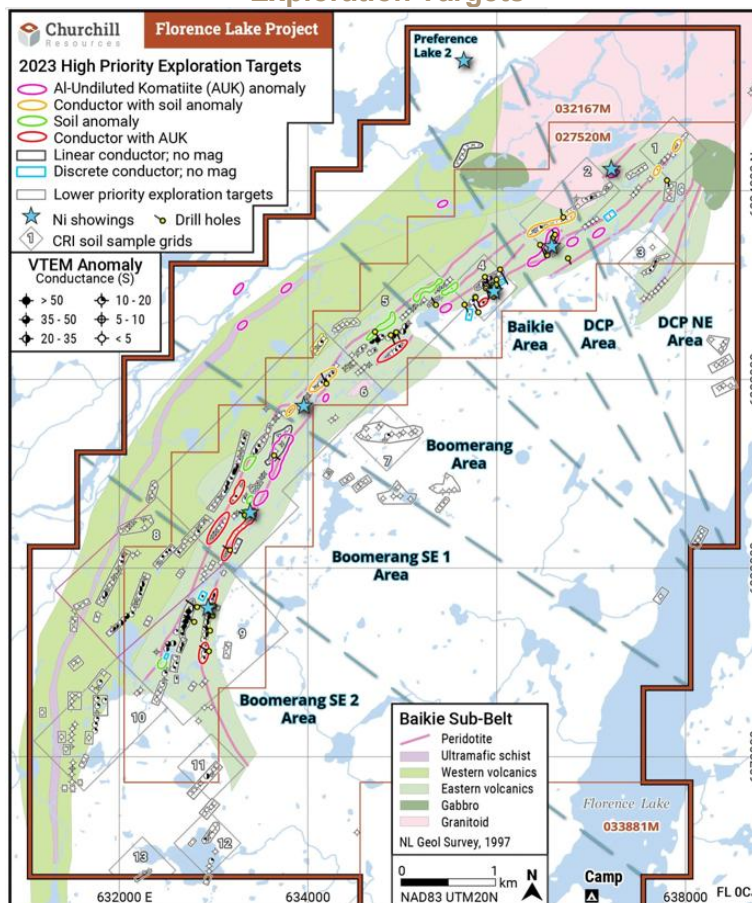
The project hosts
ultramafic, volcanic-
hosted massive, and
disseminated sulfide
mineralization,
similar to the high-
grade Raglan nickel
deposits in Northern
Quebec

Several targets
identified

Location Map



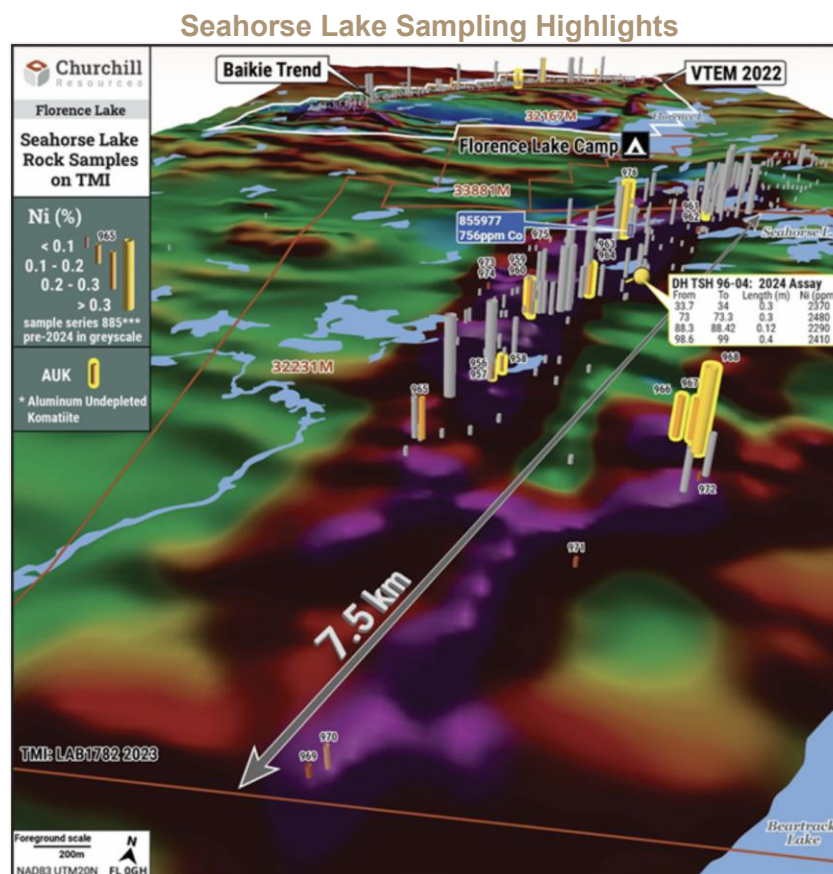
Exploration Targets



Source: Company

A 2024 surface sampling program returned low- to medium-grade nickel and cobalt values, ranging from 0.2% to 0.32% Ni and 0.01% to 0.076% Co

The program delineated a 7.5 km by 1.0 km nickel-cobalt zone



(QP: Dr. Derek H.C. Wilton, P.Geo., FGC, Independent Consultant to CRI).
Source: Company

As mentioned above, CRI has no near-term plans for this project.

Financials

Subsequent to Q3-FY2025 (May 2025), CRI raised \$0.70M through an equity financing, and is currently pursuing a \$3M financing (fully committed)

(in C\$) - FYE: Aug 31st	2025 (9M)
Cash	\$444,319
Working Capital	-\$1,257,238
Current Ratio	0.29
LT Debt	-
Monthly Burn Rate (incl. G&A)	-\$59,320
Project Related Spending	-\$1,938,888
Cash from Financing Activities	\$1,841,860

Source: FRC / Company

Can raise up to
\$1.30M from in-the-
money options

Options	#	Exercise Price	Amount
Total	15,500,000	\$0.13	\$2,050,000
In-the-Money	13,000,000	\$0.10	\$1,300,000

Warrants	#	Exercise Price	Amount
Total	78,639,000	\$0.15	\$11,531,950
In-the-Money	-	-	-

Source: FRC / Company

Valuation

As the company's projects remain at an early stage, we **continue to refrain** from assigning a valuation or rating at this time. While we believe both Taylor Brook and Florence Lake have potential for hosting nickel deposits, **near-term catalysts** and focus will be directed toward the upcoming drill program at Black Raven. We believe this strategic shift allows CRI to diversify its portfolio beyond nickel, and align with **a critical mineral that is attracting growing attention**. Early exploration results are highly encouraging, supporting a comprehensive drill program funded by a fully committed \$3M equity financing.

Risks

We believe the company is subject to the following risks:

- Commodity price fluctuations
- Exploration and development
- **None of the projects have a NI 43-101 compliant resource**
- Access to capital and potential for share dilution
- Permitting
- No guarantee that the company will be able to simultaneously advance all its projects

We are maintaining
our risk rating of 5
(Highly Speculative)

Fundamental Research Corp. Equity Rating Scale (ratings are not a recommendation to acquire, dispose of, or take no action regarding a security; the definitions of our ratings are explained below):

Buy – Fair value is 12% above the current market price; or risk and reward is favorable

Hold – Fair value is between 5% to 12% above the current market price

Sell – Fair value is 5% above, or less, than the current market value; or risk and reward is unfavorable

Suspended or Rating N/A— Coverage and ratings suspended until more information can be obtained from the company regarding recent events.

Fundamental Research Corp. Risk Rating Scale:

1 (Low Risk) - The company operates in an industry where it has a strong position (for example a monopoly, high market share etc.) or operates in a regulated industry. The future outlook is stable or positive for the industry. The company generates positive free cash flow and has a history of profitability. The capital structure is conservative with little or no debt.

2 (Below Average Risk) - The company operates in an industry where the fundamentals and outlook are positive. The industry and company are relatively less sensitive to systematic risk than companies with a Risk Rating of 3. The company has a history of profitability and has demonstrated its ability to generate positive free cash flows (though current free cash flow may be negative due to capital investment). The company's capital structure is conservative with little to modest use of debt.

3 (Average Risk) - The company operates in an industry that has average sensitivity to systematic risk. The industry may be cyclical. Profits and cash flow are sensitive to economic factors although the company has demonstrated its ability to generate positive earnings and cash flow. Debt use is in line with industry averages, and coverage ratios are sufficient.

4 (Speculative) - The company has little or no history of generating earnings or cash flow. Debt use is higher. These companies may be in start-up mode or in a turnaround situation. These companies should be considered speculative.

5 (Highly Speculative) - The company has no history of generating earnings or cash flow. They may operate in a new industry with new, and unproven products. Products may be at the development stage, testing, or seeking regulatory approval. These companies may run into liquidity issues and may rely on external funding. These stocks are considered highly speculative.

Definition of FRC's Fair Value Estimate – Our fair value estimate is the theoretical value of the company's equity using widely accepted methods of valuation such as discount cash flow or comparables. IT IS NOT A TARGET PRICE or PREDICTION OF THE FUTURE STOCK PRICE.

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The distribution of FRC's ratings are as follows: BUY (69%), HOLD (3%), SELL / SUSPEND (28%).

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