

Troilus Gold Corp. (TSX:TLG)

**Two More Credit LOIs Brings Total to US\$1B****Notable News**

November 20, 2024

**Rating:** Not Rated  
**Target:** NA  
**Last Close:** C\$0.27/sh  
**Market Cap:** C\$98.0M

**Impact: Positive**

Troilus announced that it had received two more letters of intent for a total of up to US\$500M in credit to support the development and construction of its namesake Troilus Au-Cu project in Quebec. This includes US\$300M from Finnvera plc, the official Export Credit Agency of Finland, and US\$200M from The Swedish Export Credit Agency (EKN). Finnvera's support is contingent on partnerships with a Finnish equipment provider and with Boliden (STO:BOL, Not Rated), which has smelters in Sweden and Finland. Combined with the previously announced US\$500M LOI from Euler Hermes ([read notable](#)), representing the German Federal Ministry for Economic Affairs and Climate Action, this brings the total amount of credit to US\$1B. The company expects to show the framework of a full financing solution in the coming weeks. **In our opinion, this is another important, positive milestone for Troilus. The company now has LOIs for credit that would fund nearly the entire initial capex of the project, based on the FS. This also demonstrates the strong demand for copper concentrates from smelters. Although only ~12.4% of the revenues would come from copper (based on US\$1,975/oz Au, US\$4.05/lb Cu, US\$23/oz Ag in the 2024 FS), the fact that the project produces a concentrate opens doors to a range of financing options.**

**Terms of the LOI:**

Troilus must procure equipment worth ~US\$50-100M from the Finnish supplier and sign a 10-year Cu-Au concentrate offtake agreement with Boliden, estimated at an annual value of ~US\$200M. We note the Troilus Mine historically sent concentrates to Boliden's smelters. The US\$200M from EKN is providing cover of up to 25% of the offtake agreement with Boliden under the Swedish Raw Material Guarantee.

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Disclosure Statement  
 Updated November 20, 2024

Recommendation / Target Change			Red Cloud Securities has this percentage of its universe assigned as the following:	
Date	Rating	Target	Status	%
2023-11-10	RESTRICTED	RESTRICTED	BUY	66%
2024-01-04	NA	NA	BUY (S)	27%
2024-03-04	NA	NA	HOLD	0%
2024-05-15	NA	NA	TENDER/ SELL	1%
2024-05-31	NA	NA	NA	4%
2024-07-16	NA	NA	UNDER REVIEW	1%
2024-09-04	NA	NA		
2024-11-14	NA	NA		
2024-11-20	NA	NA		

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Company Specific Disclosure Details

Company Name	Ticker Symbol	Disclosures
Troilus Gold Corp.	TSX:TLG	3

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