

# Message



Bullish

johnc6

Jun 19th, 1:42 pm

\$NAK Ok everyone, I met with RT this morning at Tumazos. 3 screenshots for you.



1 Symbol

64 Likes



1 Reshare 

NAK Since Post

↑ 0.07 (15.91%)

Then: 0.44

Now: 0.51



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about 35 miles north of Holmdel and had a half hour sit down with Ron this morning. First things today's raise is to do survey work for the Natural Gas pipeline in Cook Inlet; if we didn't pay by next week we would lose access to the ships for another year. That explains the relatively small amt.

term funding: As they have said repeatedly, they were shopping 1.5b total investment for half th . Given the market caps of us AND majors, offers have been coming in the 500m for half range. Y really sell your board to invest 1.5b for something with a market cap 90% lower. "Well what abo te equity?" Said not the best option right now without really elaborating further, so I won't elate on what PE was offering/wanted in return. Then we went into streaming vs. royalties. Long short, a streamer is more attractive for us as in a streaming deal there is an upfront payment, n we'd use for permitting etc. This wasn't really discussed as an option before because streamer rally want you either in or close to production. We aren't of course, but according to RT there ha some "breakthrough," whatever that means. Back to this in a few minutes.



I live about 35 miles north of Holmdel and had a half hour sit down with Ron this morning. First things first, today's raise is to do survey work for the Natural Gas pipeline in Cook Inlet; if we didn't pay by end of next week we would lose access to the ships for another year. That explains the relatively small amount.

Long term funding: As they have said repeatedly, they were shopping 1.5b total investment for half the asset. Given the market caps of us AND majors, offers have been coming in the 500m for half range. You can't really sell your board to invest 1.5b for something with a market cap 90% lower. "Well what about private equity?" Said not the best option right now without really elaborating further, so I won't speculate on what PE was offering/wanted in return. Then we went into streaming vs. royalties. Long story short, a streamer is more attractive for us as in a streaming deal there is an upfront payment, which we'd use for permitting etc. This wasn't really discussed as an option before because streamers generally want you either in or close to production. We aren't of course, but according to RT there has been some "breakthrough," whatever that means. Back to this in a few minutes.

Leopold: did NOT meet with NDM while he was up there, they haven't met with him since the last time they were in DC. Leopold did, however fly over the mine site. Could be PLP arranged this, I don't know, I don't really care whether he did a fly by. What's important is that he did meet with both supporters and opponents and in NDM's view, Leopold should be acting on the PD within the next couple weeks. Of course, and as RT concedes, whether he acts decisively or in Pruitt's manner (let's wait to FEIS) remains to be seen. NDM is of the opinion Pruitt suspended all action on the PD because NEPA is *supposed to be* the be all/end all for permitting projects. Meaning if we are in NEPA than any determination, proposed or otherwise, goes by the wayside. Again, they see some action from ML in the next couple weeks.

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Economics, short & long term: NDM is putting its 20 year plan at 2b NPV and if they were to tack another 30+ years to the mine life, approximately 6.5b. We on this board have talked about perhaps being a little more realistic and where we are vs. what could be. I told him this, that my concern is we've been negotiating based on what you and I know Pebble *could* be. He agreed, and here is where the breakthrough comes in. This deal it sounds like they are close to takes our NPV of 2b and leaves us the shareholders with a remaining NPV of 1.8b. So it sounds like for an upfront payment (ostensibly a streamer) to fund permitting and who knows what else, we keep 90% instead of 50. "What we announce will be a surprise to everyone." Something like that.

You all know I'm not a cheerleader but it's not as desperate as we make it out to be. For most of our frustration on the board I do blame NDM for their vague press releases. Why the PR can't just say "this raise is so we can do surveying on Cook Inlet otherwise we lose access to the ships for a year" is beyond me. I don't know what else he'll say later tonight, but the next month could be interesting. IF you are thinking about selling, don't and if you are thinking about buying more, wait a couple days IMO. Just everyone sit tight for a little bit.