

# Strategic Metals & Rare Earths Letter

## INTERNATIONAL

*the independent information and advisory publication on investing in Strategic Metals & Rare Earths*

**INVESTMENT ALERT – April 9, 2018**

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



**LOMIKO**  
METALS®

### Lomiko Metals (C\$ 0.09 )

TSX.V : LMR

H + L prices (12 months) : C\$ 0.30 – 0.085

Net shares issued : 38.2 million

Fully diluted shares : 57.0 million

Market Capitalization : C\$ 3.4 million

**2018 price target: C\$ 0.40**

## INVESTMENT ALERT

### Lomiko investment in Promethius Cryptocurrency Mining plans to go public

On April 5, 2018, Lomiko Metals (“Lomiko”) announced that it had engaged Isatis Capital Partners to plan the organization and the inception of a UK public cash shell, done in parallel with a European financing through a licenced broker/dealer for **Promethius Cryptocurrency Mining** (“**Promethius**”).

Following this, the Company plans to select a European Exchange.

**Lomiko** has an option to increase its position in **Promethius** previous to the Reverse Take Over (RTO) with the UK shell it funds are required for operational reasons. The Company currently owns a 25% equity stake in Promethius as well as a 25% equity interest in **SHD Smart Home Devices**, which also owns 25% of Promethius.

**Promethius** has assembled a proof of concept demonstrator called the Golden Goose Crypto Rig for market validation and testing customer interest, Overwhelming response has set the stage for both consumer and enterprise sales such as centralized Mining Farm operations.

Configuration of a lower power house and/or office cryptocurrency mining rig called the **Golden Goose II** for individual consumers to participate in cryptocurrency mining has been added to the product roadmap to support the increased market interest.

Both rigs are fully operational and have been actively mining since December 2017. The enterprise and consumer Golden Goose Crypto Rigs will be further optimized for production to benefit from volume buying cost reduction post funding.

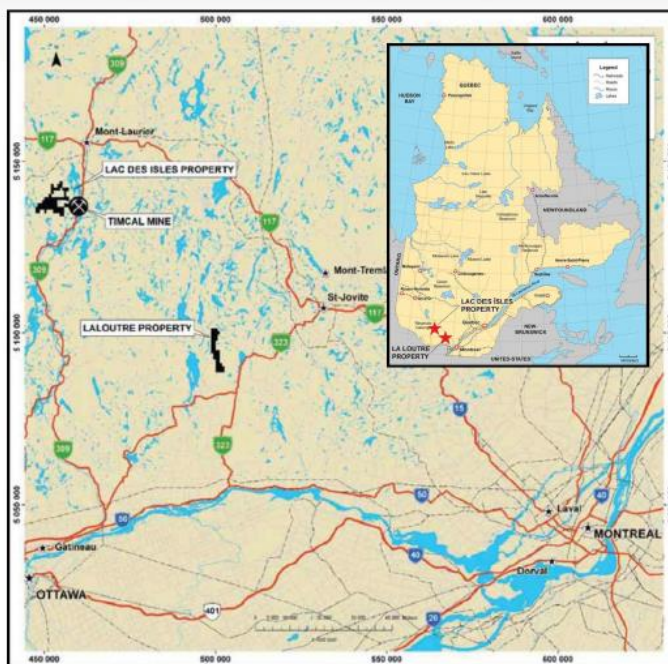
On March 19, 2018, **Lomiko** announced that it will raise C\$ 1.26 million through the sale of 9 million flow-through units at C\$ 0.14 per unit. Each FT unit will be comprised of one share and one-half share purchase warrant, with each whole warrant exercisable into one share at a price of C\$ 0.20 for a period of one year from closing date.

In addition, the Company will issue 5.0 million units at C\$ 0.10 per unit for gross proceeds of C\$ 500,000. Each unit will consist of one common share and one-half share purchase warrant, with each whole warrant exercisable into one common share at a price of C\$ 0.20 for a period of one year from the closing date.

Proceeds will be used to complete further exploration work at **Lomiko's La Loutre Property** in the Refractory zone in order to define a resource in compliance with NI 43-101.

## QUEBEC LA LOUTRE FLAKE GRAPHITE EXCELLENT INFRASTRUCTURE

- 2,867.29 Ha Property
- 25 hole program planned Jan 2018
- Road to the Property built
- 192 km Highway to Port of Montreal
- 53 km to 20 year IMERY'S Mine which has **5.2MT open pit at 7.42% Cg**
- Near Surface Mineralization
- Open Pit, Large Scale Target
- 80% owned, 100% earn-in started



## Investment comments:

With a specific focus on graphite properties, **Lomiko**'s most advanced property is its 80%-owned (20% Canada Strategic Metals) **La Loutre Flake Graphite Project** located in Quebec, which contains 18.4 million Indicated tonnes grading 31.9% graphite with 16.7 million Inferred tonnes grading 3.75% graphite at a 1.5% cut-off rate (not NI 43-101 compliant).

**Lomiko** expects to complete a PEA for the **La Loutre Graphite Flake Property** next May after having carried out a 2,000 metre, 25 drill hole program on the Property which, if successful, could result in a significant upgrade of the Company's depressed market valuation of just C\$ 3.4 million.

With **Promethieus** planned to go public, thereby creating an opportunity to increase its currently 25% stake in that Company, this might result in an added value to **Lomiko**, thereby stressing its high investment leverage potential.

**My 2018 price target remains C\$ 0.40.**