



Jason J. Stevens, CFA
Portfolio Manager,
Sprott Asset Management
USA, Inc.

Jason J. Stevens, CFA®, acts as Portfolio Manager of the Sprott Real Asset Value+ Strategy and is a member of the Sprott Asset Management USA Investment Committee. Jason has been with the firm since 2002. Originally recruited onto Sprott's trading desk, he has a robust understanding of the domestic and foreign equity, commodity and currency markets. Alongside his investing and trading experience in the public markets, Mr. Stevens has spent over 20 years advising clients on private equity and debt investments in natural resources-related businesses and partnerships.

Mr. Stevens is a CFA® charterholder and a member of both the CFA Society of San Diego and the CFA Institute. The CFA® designation is globally recognized and attests to a charterholder's success in a rigorous and comprehensive study program in the field of investment management and research analysis. Additionally, Mr. Stevens holds the Series 7, Series 63, and Series 65 securities licenses. Mr. Stevens has been featured on industry sites such as Reuters, Investors and Financial Poise.

"If you plan to hold a share for the long term, the rate of return on capital it generates and can reinvest at is far more important than the rating you buy or sell at"

– Terry Smith, Founder and CEO of Fundsmith LLP

Total Returns (Net of Fees %)

As of 3/31/2024	1 MO	YTD	Q1 2024	1 YR	3 YR*	5 YR*	Since Inception* (Mar. 30, 2015)
Sprott Real Asset Value+ Strategy	8.66	2.29	2.29	-2.59	3.17	7.65	4.08
S&P Real Assets Equity Index – Net Total Return	3.88	-0.07	-0.07	5.76	3.46	3.48	3.62
S&P BMI North American Natural Resources Index – Net Total Return	12.12	6.61	6.61	4.35	15.08	13.46	7.49
S&P Global Natural Resources Index – Net Total Return	8.24	2.00	2.00	5.02	8.81	8.31	6.71

Performance data quoted represents past performance. Past performance does not guarantee future results.

Current performance may be higher or lower than actual data quoted. The performance results do not reflect trading in any client's account but reflect solely a composite of all open accounts for the prior 12 months. The Sprott Asset Management USA, Inc. performance team created an actual composite of all open accounts for the above performance reported. As your adviser, we are responsible for the trading of the separately managed account program.

*Represents the actual annual total return for the period. Returns longer than one year are annualized.

Summary

The Sprott Real Asset Value+ Strategy (the "Strategy") increased modestly during the quarter, adding 2.29% from the previous quarter's end. Despite a challenging start in January, the portfolio gained momentum mid-quarter, aligning with many companies' positive fourth-quarter earnings releases. Notably, around 76.0% of S&P 500 companies reported fourth-quarter corporate earnings that exceeded analysts' expectations.

The U.S. dollar underwent many ups and downs, ultimately closing the first quarter higher. Gold prices advanced to reach record highs. Crude oil prices, which began the year at about \$71.00 per barrel, climbed nearly 16.0% to over \$82.00 per barrel as oil exporting countries cut back on supplies. Despite strength in specific commodities, the Bloomberg Commodity Index ended March barely higher than at the end of 2023. Home mortgage rates began the year at about 6.62% for the 30-year fixed rate, according to Freddie Mac. Rates jumped as high as 6.94% at the end of February before falling to 6.79% at the end of March.

March continued the bull run for stocks. The Global Dow, the Russell 2000, and the S&P 500 each gained over 3.0% during the month. Utilities, financials, materials and energy led the market sectors. Consumer spending and gross domestic product expanded in March. Inflationary pressures continued to increase as the Consumer Price Index rose 0.4% for the month and 3.2% for the year. Producer prices rose 0.6%, more than double most analysts' expectations. Overall, price pressures remained firmer than expected, keeping the Federal Reserve from easing monetary policy as many expected coming into 2024.

Sprott Real Asset Value+ Strategy

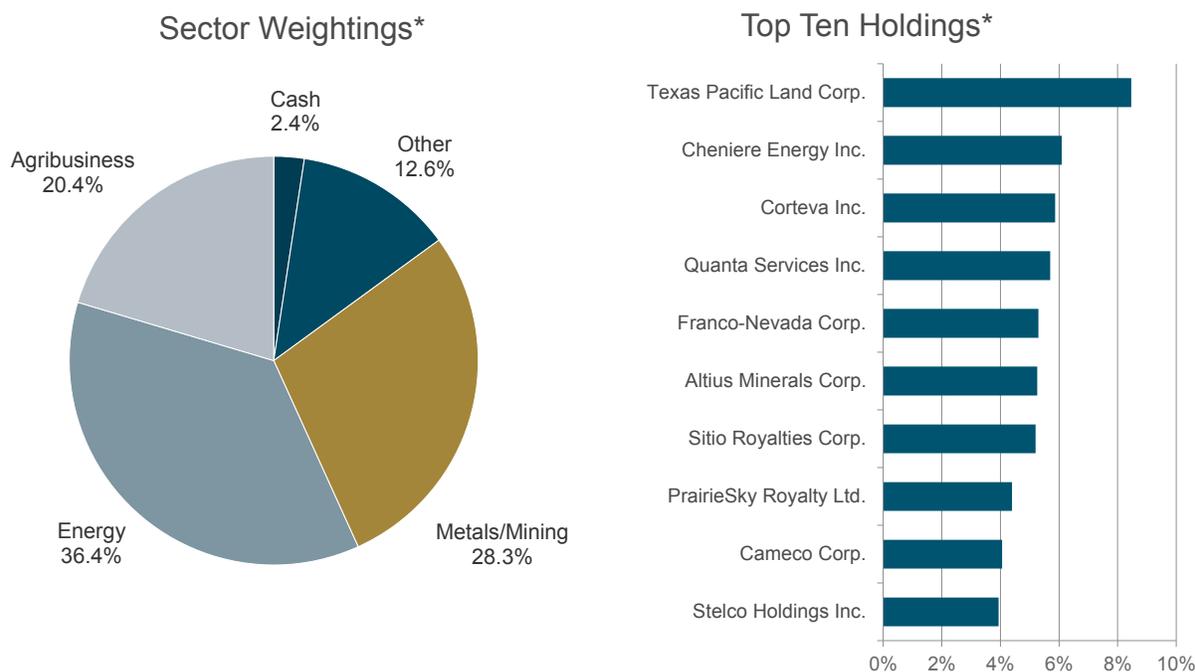
Q1 2024 Commentary

Portfolio

The Sprott Real Asset Value+ Strategy made an abnormal number of changes to the portfolio in the first quarter, marking its most active quarter since 2020. The Strategy sold seven holdings, made four new purchases, and added to three existing positions. At the end of the quarter, the Strategy held 27 companies, with the top 10 holdings accounting for 54.40% of the total portfolio.

The Strategy executed deliberate changes in the first quarter to upgrade the portfolio's quality of earnings and cash flows. The Strategy sold Atalaya Mining Plc, OMV AG, Ecora Resources PLC, Africa Oil Corp., Endeavour Mining plc, Kennedy-Wilson Holdings, Inc., and Sandstorm Gold Ltd. The Strategy also increased its positions in Triple Flag Precious Metals Corp. (TSX/NYSE: TFPM), Lithium Royalty Corp. (TSX: LIRC), and Franco-Nevada Corporation (TSX/NYSE: FNV). In addition, the Strategy made four new purchases, which will be elaborated on in the next section.

Figure 1. Current Exposures



*As of March 29, 2024. Strategy holdings are subject to change and should not be considered a recommendation to buy or sell any security. The Top Ten Holdings by portfolio weight above--and all new portfolio acquisitions for the quarter discussed below--were selected for inclusion using objective, non-performance-based selection criteria. There is no guarantee these investments were or will be profitable, and future investments may differ substantially from those shown above.

Sprott Real Asset Value+ Strategy

Q1 2024 Commentary

Instead of highlighting the largest movers during the quarter, the following details will provide insight into the new portfolio acquisitions. While some may view the latest purchases and infer a degree of caution or defensiveness, we believe the holdings represent free cash flow growth to the portfolio over a long holding period.

Osisko Gold Royalties Ltd (TSX/NYSE: OR)

Osisko Gold Royalties Ltd owns a portfolio of 171 royalties, 14 streams, four offtake agreements, seven royalty options for future financings, and exclusive rights to participate in future royalty/stream financings on various (primarily precious metal) projects. The company currently has 19 producing assets, and its cornerstone asset is a 3-5% net smelter return (NSR) royalty on the Canadian Malartic Complex, located in Québec, Canada.

After a recent shake-up on the board and in the C-suite, in our view, the company remains well-positioned to leverage its full balance sheet in new royalty and streaming deals. With over C\$290 million deployed over five transactions in 2023, the company expects over 30% GEO (gold equivalent ounce) production growth by 2028.

Aurubis AG (MDAX: NDA)

Aurubis AG operates a network of smelters in Germany, Bulgaria, Belgium and Spain that process copper concentrates extracted from ores into copper cathodes. Aurubis' primary sites also have facilities for recycling materials containing precious metals, while its secondary sites process scrap metals and metal-bearing recyclable raw materials into various metal products. Aurubis Richmond, the company's first site in the United States, will be the first secondary smelter specializing in multimetal recycling in the U.S.

Along with tailwinds for the metal recycling business, Aurubis' management has demonstrated an ability to remain profitable even at cyclically low Treatment Charge and Refining Charge (TC/RC) rates. In the past year, large investments and a criminal scandal involving the misrepresentation of metal content lowered Aurubis' 2023 operating return on capital employed (ROCE), a key performance measurement for the combined business. Notwithstanding these financial headwinds, Aurubis still maintained 10%+ ROCE while preparing for growth in each segment of its business.

Brookfield Asset Management Ltd. (NYSE/TSX: BAM)

Brookfield Asset Management Ltd. (BAM) is a fast-growing alternative asset manager, distinguished by a long history of owning and operating real asset businesses in over 30 countries. BAM specializes in renewable power and transition, infrastructure, real estate, private equity and credit. BAM's investments reach into most core sectors of the global economy and concentrate at the intersection of large global trends in decarbonization, deglobalization and digitalization.

Most importantly, BAM operates an asset-light balance sheet, which allows it to leverage fee-bearing capital with high operating margins. The company has access to nearly \$106 billion in uncalled committed capital for attractive investments resulting from dislocated market environments and other special situations.

Sprott Real Asset Value+ Strategy

Q1 2024 Commentary

Labrador Iron Ore Royalty Corporation (TSX: LIF)

Labrador Iron Ore Royalty Corporation (LIORC) owns interests in Iron Ore Company of Canada (IOC) alongside its partners Rio Tinto PLC (58.7%) and Mitsubishi Corporation (26.2%). IOC operates an iron mine near Labrador City, Newfoundland and Labrador, on lands leased from LIORC. LIORC owns a 15.1% equity stake in IOC and receives a 7% gross overriding royalty on all iron ore products produced, sold, and shipped by IOC. LIORC also gets a \$0.10 per tonne commission on all iron ore products produced and sold by IOC from the leased lands.

IOC produces premium iron ore pellets and high-grade concentrates. Its operations benefit from a long mine life, significant infrastructure, competitive operating costs, and a demonstrated operator—Rio Tinto. LIORC's royalty structure limits operational and capital expenditure risk while benefiting from production growth and sector tailwinds. Positive dynamics for long-term steel prices stem from global infrastructure development and electrification.

Final Thoughts

Despite recent market volatility and an uncertain macro environment, we remain confident in the Strategy's ability to grow long-term. We do not make short-term predictions on market and asset price direction. However, the current valuations, competitive positions and track records of the Strategy's portfolio holdings give us confidence that they have the potential to grow over the medium- to long-term.

As always, and as significant co-investors in the Strategy, we appreciate your trust in us to be good stewards of your capital. Please let us know if you would like to discuss performance or the Strategy's portfolio holdings in greater detail.

Respectfully,



Jason J. Stevens, CFA

Portfolio Manager

Telephone: 800.477.7853

Email: jstevens@sprottglobal.com

Sprott Real Asset Value+ Strategy

Q1 2024 Commentary



Please contact me at **800.477.7853** for more information. You can also email me at jstevens@sprottglobal.com.

Past performance is no guarantee of future results. Sprott Asset Management USA, Inc., affiliates, family, friends, employees, associates, and others may hold positions in the securities it recommends to clients, and may sell the same at any time.

This commentary is intended solely for the use of Sprott Asset Management USA, Inc. for use with investors and interested parties. Investments, commentary and statements are those of the author and may not be reflective of investments and commentary in other strategies managed by Sprott Asset Management USA, Inc., Sprott Asset Management LP, Sprott Inc., or any other Sprott entity or affiliate. Opinions expressed in this presentation are those of the presenter and may vary widely from opinions of other Sprott affiliated Portfolio Managers or investment professionals.

The intended use of this material is for information purposes only and is not intended to be an offer or solicitation for the sale of any financial product or service or a recommendation or determination that any investment strategy is suitable for a specific investor. Investors should seek financial advice regarding the suitability of any investment strategy based on the objectives of the investor, financial situation, investment horizon, and their particular needs. This information is not intended to provide financial, tax, legal, accounting or other professional advice since such advice always requires consideration of individual circumstances. The investments discussed herein are not insured by the FDIC or any other governmental agency, are subject to risks, including a possible loss of the principal amount invested.

Generally, natural resources investments are more volatile on a daily basis and have higher headline risk than other sectors as they tend to be more sensitive to economic data, political and regulatory events as well as underlying commodity prices. Natural resource investments are influenced by the price of underlying commodities like oil, gas, metals, coal, etc.; several of which trade on various exchanges and have price fluctuations based on short-term dynamics partly driven by demand/supply and also by investment flows. Natural resource investments tend to react more sensitively to global events and economic data than other sectors, whether it is a natural disaster like an earthquake, political upheaval in the Middle East or release of employment data in the U.S.