

Toronto Stock Exchange: **SCP**

## company profile

Sprott Resource Corp. invests in businesses in the natural resource sector. We are a dynamic, entrepreneurial company dedicated to generating consistently superior returns on capital for our shareholders, while focusing on risk management and real wealth preservation.

Our investment approach is driven, first and foremost, by our assessment of global economic trends as they relate to various natural resource sectors. Individual commodity markets are diligently investigated to assess short and long-term supply/demand characteristics. We monitor and analyze these trends and characteristics to determine where and when to allocate our capital. We then seek out specific investments that will benefit the most from favourable trends.

Since we understand that all markets are cyclical, we will seek to invest our capital during cycle lows and in turn lower our risk profile when profit margins and market multiples appear to be high.

The size, type and structure of investment will depend on the opportunity and will be designed to maximize our return on a risk-adjusted basis. Structures will include controlled subsidiaries, direct commodity purchases, joint venture/option agreements and minority investments in both private and public companies. Large investments will normally be made in established, lower cost producing companies. Smaller investments will typically be made in grassroots exploration and in seeding new ventures.

Our relationship with Sprott Consulting Limited Partnership, of which Sprott Asset Management Inc. is the sole limited partner, and our location in Toronto, a global centre for resource investing, gives us access to exceptional investment opportunities and a vast network of contacts and potential strategic partners. We leverage these relationships to grow and add value to our investments.

## our investment approach

We assess global economic trends in the natural resource sector and apply insight to determine when and where to allocate capital. We then seek specific investments that will benefit the most from these favourable trends.

### Capital Structure

(as at September 30, 2009)

Toronto Stock Exchange	SCP / SCP.WT
Shares Outstanding	85,159,024
Warrants Outstanding December 31, 2010 (Exercisable at \$4.25 – Callable at \$6.00)	16,594,284
Stock Options Outstanding November 12, 2009 (Exercisable at \$1.75 – \$3.32)	250,000

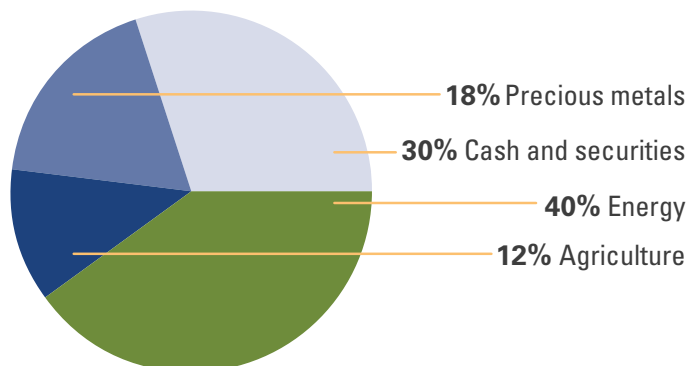
### Management Team

Eric Sprott, Chairman  
 Kevin Bambrough, President and CEO  
 Paul Dimitriadis, COO, General Counsel &  
 Corporate Secretary  
 Steve Yuzpe, Chief Financial Officer

### Board of Directors

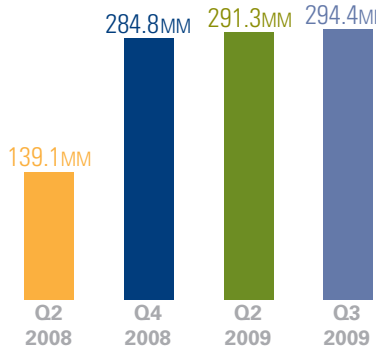
Eric Sprott  
 Kevin Bambrough  
 John Embry  
 Terry Lyons  
 Murray Sinclair  
 Michael Winn

## Investment Sectors



## financial highlights

### Net Assets



### Net Assets/Share

(as of September 30, 2009)



### One Earth Farms

(\$27.5 M invested; 100% ownership)

One Earth Farms is a large scale, fully-integrated corporate farming entity that has commenced operations on cultivated First Nations' farmland in the Prairie Provinces.

The goal of One Earth Farms is to partner with the First Nations to become the largest, most efficient farming operation in Canada. The First Nations control millions of acres of world class farmland in the Prairie Provinces, a large portion of which One Earth Farms intends to lease. One Earth Farms believes that through professional farm management, geographic and crop diversification and improved purchasing power and pricing power, it will be able to achieve higher rates of profitability than those realized by smaller farms. As well, One Earth Farms believes that significant benefits in the form of job training, employment opportunities and equity participation will be realized by the First Nations that elect to lease farmland to One Earth Farms.

### Orion

(\$105.1 M invested; 79.3% ownership)

Orion is focused on oil and gas. Orion, through its wholly-owned subsidiary Auriga Energy Inc. ("Auriga"), operates in the Kaybob, Redwater and Bigstone areas of Alberta. Auriga commenced an accelerated drilling program in November on its Kaybob property and intends to drill two gross wells (1.8 net wells) at Kaybob by the end of this year. In 2010, Auriga intends to drill 16 gross wells (14.5 net wells) at Kaybob and 16 gross wells (16 net wells) at Redwater wells as part of a proposed \$80 million capital spending program for the next year. The capital spending program for the next year is designed to increase Auriga's production to target between 5,000 boe/d and 7,000 boe/d by the fall of 2010.

Management has an average of over 30 years of experience operating international oil and gas assets.

### Waseca

(\$27.2 M invested; 79.14% ownership)

Waseca's primary focus is heavy oil production from the Lloydminster area on the border of central Alberta and Saskatchewan. Waseca currently owns prospective petroleum and natural gas leases and has started drilling. Waseca will continue to drill on its existing leases and pursue additional land acquisitions.

The independent management team at Waseca has an average 33 years of technical and managerial experience in the oil and gas sector. Prior to founding Waseca, management generated significant production growth in the Lloydminster area while employed at a major independent oil and gas company.

### Stonegate Agricom

(72.45% ownership)

Stonegate is focused on developing the Mantaro Phosphate Deposit located in Peru. The deposit has an estimated National Instrument 43-101 compliant inferred mineral resource of 45.17 million tonnes grading at 15.4% P2O5. The Inferred Mineral Resources are not Mineral Reserves, as Inferred Mineral Resources do not have demonstrated economic viability. "P2O5" is the key phosphorous mineral in the deposit. Phosphate is the primary source of phosphorous, one of the three key macro nutrients (along with nitrogen and potassium) which are required for all animal and plant life.

A trenching and drilling program commenced on a portion of the property in the first second quarter of 2009 with the goal of increasing the size and confidence of the existing inferred mineral resource. The program is expected to be completed by the end of the third quarter of 2009. Stonegate Agricom recently acquired a 100% interest in the Paris Hills Phosphate/Vanadium Property to expand its Mantaro phosphate deposit.

## investor inquiries

Glen Williams  
Investor Relations, The Equicom Group  
Tel 416.815.0700 ext. 272  
gwilliams@equicomgroup.com

Royal Bank Plaza, South Tower  
200 Bay Street  
Suite 2750, P.O. Box 90  
Toronto, Ontario M5J 2J2  
P: 416-977-7333 F: 416-977-9555  
Email: info@sprattresource.com