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# A-Mark Increases Investment in and becomes Majority Owner of Silver Gold Bull, a Leading Online Precious Metals Retailer in Canada

EL SEGUNDO, Calif., June 24, 2024 (GLOBE NEWSWIRE) -- [A-Mark Precious Metals, Inc. \(NASDAQ: AMRK\) \(A-Mark\)](#), a leading fully integrated precious metals platform, has acquired an additional 8% of the outstanding equity interest in Calgary-based [Silver Gold Bull Inc. \(SGB\)](#) for approximately \$9.6 million. The investment brings A-Mark's ownership in SGB to 55.4% and continues to expand A-Mark's direct-to-consumer (DTC) footprint in the international market. A-Mark acquired its initial stake in SGB in 2014, increasing its investment to 47.4% in 2022.

Founded in 2009, SGB is a leading e-commerce precious metals retailer in Canada focused on providing online innovation, high-quality products, competitive pricing, and excellent customer service.

## Transaction Summary

- A-Mark paid approximately \$9.6 million for an additional 8% of the outstanding equity interest in SGB.
- A-Mark's previous option to increase its ownership interest in SGB has been reduced from 75% to 70%. The option, previously set to expire in September 2024, has been extended to September 2025.
- Employment agreements have been entered into with key SGB management, including Nikolas Morianos, Mihali Belandis and President and Co-Founder Bob Belandis.

## **SGB financial and operational highlights for the fiscal year ended April 30, 2024, include:**

- Net sales of \$467.9 million, gross profit of \$20.8 million (4.4% of net sales), and pre-tax income of \$4.2 million (0.9% of net sales).
- Sold more than 7.85 million ounces of silver and 151,000 ounces of gold
- Added approximately 53,000 new customers, for a total of 520,000 customers as of April 30, 2024
- Processed approximately 105,000 orders

## Management Commentary

"Increasing our stake in SGB aligns with our strategy to expand internationally," said A-Mark CEO Greg Roberts. "Since our 2014 investment, SGB has shown consistent growth in Canada and abroad. We aim to strengthen our partnership with SGB and may further

increase our ownership in the company in the future.”

Bob Belandis commented: “This marks another milestone in our enduring partnership with A-Mark. Their previous investments have fueled significant growth for us. This additional backing positions us for further expansion in Canada and new markets.”

### **Transaction Advisors**

Frye & Hsieh LLP and Fasken Martineau DuMoulin LLP acted as legal advisors to A-Mark. MLT Aikins LLP acted as legal advisor to SGB.

### **About A-Mark Precious Metals**

Founded in 1965, A-Mark Precious Metals, Inc. is a leading fully integrated precious metals platform that offers an array of gold, silver, platinum, palladium, and copper bullion, numismatic coins, and related products to wholesale and retail customers via a portfolio of channels. The company conducts its operations through three complementary segments: Wholesale Sales & Ancillary Services, Direct-to-Consumer, and Secured Lending. The company’s global customer base spans sovereign and private mints, manufacturers and fabricators, refiners, dealers, financial institutions, industrial users, investors, collectors, e-commerce customers, and other retail customers.

A-Mark’s Wholesale Sales & Ancillary Services segment distributes and purchases precious metal products from sovereign and private mints. As a U.S. Mint-authorized purchaser of gold, silver, and platinum coins since 1986, A-Mark purchases bullion products directly from the U.S. Mint for sale to customers. A-Mark also has longstanding distributorships with other sovereign mints, including Australia, Austria, Canada, China, Mexico, South Africa, and the United Kingdom. The company sells more than 200 different products to e-commerce retailers, coin and bullion dealers, financial institutions, brokerages, and collectors. In addition, A-Mark sells precious metal products to industrial users, including metal refiners, manufacturers, and electronic fabricators.

Located in the heart of Hong Kong’s Central Financial District, [LPM Group Limited \(LPM\)](#), is one of Asia’s largest precious metals dealers. LPM was acquired by AM/LPM Ventures, LLC, a subsidiary of A-Mark. LPM offers a wide selection of products to its wholesale customers, through its retail showroom and 24/7 online trading platform, including recently released silver coins, gold bullion, certified coins, and the latest collectible numismatic issues.

Through its A-M Global Logistics subsidiary, A-Mark provides its customers with a range of complementary services, including managed storage options for precious metals as well as receiving, handling, inventorying, processing, packaging, and shipping of precious metals and coins on a secure basis. A-Mark’s mint operations, which are conducted through its wholly owned subsidiary [Silver Towne Mint](#), enable the company to offer customers a wide range of proprietary coin and bar offerings and, during periods of market volatility when the availability of silver bullion from sovereign mints is often product constrained, preferred product access.

A-Mark’s Direct-to-Consumer segment operates as an omni-channel retailer of precious metals, providing access to a multitude of products through its wholly owned subsidiaries, [JM Bullion](#) and [Goldline](#). JM Bullion is a leading e-commerce retailer of precious metals and operates eight separately branded, company-owned websites targeting specific niches within the precious metals

market: [JMBullion.com](http://JMBullion.com), [ProvidentMetals.com](http://ProvidentMetals.com), [Silver.com](http://Silver.com), [Gold.com](http://Gold.com), [GoldPrice.org](http://GoldPrice.org), [BullionMax.com](http://SilverPric</a> and <a href=). JMB also owns [CyberMetals.com](http://CyberMetals.com), an online platform where customers can purchase and sell fractional shares of digital gold, silver, platinum, and palladium bars in a range of denominations. Goldline markets precious metals directly to the investor community through various channels, including television, radio, and telephonic sales efforts. A-Mark also holds minority ownership interests in three additional direct-to-consumer brands.

The company operates its Secured Lending segment through its wholly owned subsidiary, Collateral Finance Corporation ([CFC](http://CFC)). Founded in 2005, CFC is a California licensed finance lender that originates and acquires loans secured by bullion and numismatic coins. Its customers include coin and precious metal dealers, investors, and collectors.

A-Mark is headquartered in El Segundo, CA and has additional offices and facilities in the neighboring Los Angeles area as well as in Dallas, TX, Las Vegas, NV, Winchester, IN, Vienna, Austria, and Hong Kong. For more information, visit [www.amark.com](http://www.amark.com).

A-Mark periodically provides information for investors on its corporate website, [www.amark.com](http://www.amark.com), and its investor relations website, [ir.amark.com](http://ir.amark.com). This includes press releases and other information about financial performance, reports filed or furnished with the SEC, information on corporate governance, and investor presentations.

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