

## SPROTT INC.

### CORPORATE GOVERNANCE AND NOMINATING COMMITTEE MANDATE

#### General

The board of directors (the “**Board**”) of Sprott Inc. (the “**Corporation**”) has delegated the responsibilities, authorities and duties described below to the corporate governance and nominating committee (the “**Committee**”). For the purpose of this mandate, the term “Corporation” includes the Corporation and its subsidiaries.

The overall purpose of the Committee is to assist the Board in maintaining high standards of corporate governance by developing, recommending and monitoring effective guidelines and procedures applicable to the Corporation, and by establishing the process for identifying, recruiting, appointing and/or providing ongoing development for directors and senior management of the Corporation.

#### Members

1. The Committee will be comprised of a minimum of three directors, each of whom shall be, in the determination of the Board, “independent” for the purposes of National Instrument 58-101 *Disclosure of Corporate Governance Practices*. Each Committee member shall satisfy the experience requirements, if any, imposed by applicable securities laws, rules or guidelines, any applicable stock exchange requirements or guidelines and any other applicable regulatory rules. Determinations as to whether a particular director satisfies the requirements for membership on the Committee shall be made by the Board.
2. Members of the Committee shall be appointed annually by the Board at the first meeting of the Board after the annual general meeting of shareholders. Each member shall serve until such member’s successor is appointed, unless that member resigns or is removed by the Board or otherwise ceases to be a director of the Corporation. The Board shall fill any vacancy if the membership of the Committee is less than three directors.
3. The Chair of the Committee will be designated by the Board, on the recommendation of the Committee, or, if it does not do so, the members of the Committee may elect a Chair by vote of a majority of the full Committee membership. The Chair of the Committee shall be responsible for overseeing the performance by the Committee of its duties, for assessing the effectiveness of the Committee and individual Committee members and for reporting periodically to the Board.

#### Meetings

4. The Committee will meet at least once a year and meetings will be scheduled to facilitate the Committee carrying out its responsibilities. Additional meetings will be held as deemed necessary by the Chair of the Committee. The Committee shall have an in-camera session without non-independent directors and management as a regular feature of each regularly scheduled meeting. Any director of the Corporation may request the Chair of the Committee to call a meeting of the Committee and may attend at such meeting or inform the Committee of a specific matter of concern to such director, and may participate in such meeting to the extent permitted by the Chair of the Committee.

5. Meetings of the Committee shall be validly constituted if a majority of the members of the Committee is present in person or by telephone conference. A resolution in writing signed by all the members of the Committee entitled to vote on that resolution at a meeting of the Committee is as valid as if it had been passed at a meeting of the Committee.
6. The Committee shall submit the minutes of all meetings to the Board, and when requested to, shall discuss the matters discussed at each Committee meeting with the Board.

#### **Committee Charter and Performance**

7. The Committee shall have a written charter that sets out its mandate and responsibilities and the Committee shall review and assess the adequacy of such charter and the effectiveness of the Committee at least annually or otherwise, as it deems appropriate, and recommend changes to the Board for approval. Unless and until replaced or amended, this mandate constitutes that charter.

#### **Committee Authority and Responsibilities**

8. The Committee shall have the power and authority of the Board to perform the following duties and fulfill the following responsibilities:
  - (i) Develop and recommend to the Board a set of corporate governance guidelines and procedures applicable to the Corporation. The Committee will annually reassess the corporate governance guidelines and procedures and recommend any necessary revisions to the Board.
  - (ii) Recommend to the Board candidates for Chief Executive Officer, President and all other senior management; and approve and recommend to the Board succession planning programs for such persons, including programs to appoint, train, develop and monitor management.
  - (iii) Annually, together with the chairs of the other Committees, where appropriate, review the charters for the Board and Board committees which set out their mandates, duties and responsibilities. Recommend to the Board any amendments to such charters.
  - (iv) Make recommendations regarding the size and composition of the Board.
  - (v) Establish and recommend to the Board qualification criteria for the selection of new directors to serve on the Board and annually review the appropriate experience, skills and characteristics required of each existing and new Board member.
  - (vi) Work with the Chairman of the Board to identify individuals qualified to become Board members, consistent with criteria approved by the Board including consideration of:
    - a) the competencies and skills the Board considers to be necessary for the Board, as a whole to possess;
    - b) the competencies and skills that the Board considers each existing director to

possess;

- c) the competencies and skills each new nominee will bring to the boardroom; and
  - d) whether each nominee can devote sufficient time and resources to Board member duties.
- (vii) Recommend to the Board the director nominees for the next annual meeting of shareholders.
  - (viii) Recommend to the Board the nominees for Chairman of the Board and, if applicable, the lead director.
  - (ix) Recommend to the Board the appropriate committee structure of the Board and (a) annually review and recommend to the Board qualified members of the Board for membership on committees of the Board and chairs of such committees, and (b) recommend committee members to fill vacancies as needed.
  - (x) Develop and recommend to the Board (a) position descriptions for the Chairman of the Board, the lead director, if applicable, the chair of each Board committee and the Chief Executive Officer (which will include delineating management's responsibilities); and (b) a description of the corporate goals and objectives that the Chief Executive Officer is responsible for meeting.
  - (xi) Develop and recommend to the Board a description of the expectations and responsibilities of directors, including basic duties and responsibilities with respect to attendance at Board meetings, minimum attendance expectations and advance review of meeting materials.
  - (xii) Approve an appropriate orientation and education program for directors and oversee the training and orientation of directors.
  - (xiii) At intervals which the Committee considers appropriate, evaluate the performance of (a) individual directors, (b) the Board, (c) Board committees and (d) senior management of the Corporation. The purpose of the evaluations is to assess and, where possible, increase the effectiveness of the Board and its committees. The Committee may make recommendations to the Board for improving the Board's effectiveness and shall discuss annually with the full Board its effectiveness.
  - (xiv) Recommend the termination of board membership of individual directors when appropriate.
  - (xv) Review and receive regular reports from management with respect to the Corporation's insider trading policy.
  - (xvi) Provide regular reports of the Committee's activities to the Board.
  - (xvii) At the request of the Board, investigate and report on such other matters as it considers necessary or appropriate in the circumstances.

**Authority to engage outside advisors**

9. The Committee has the authority to engage outside advisors as it determines necessary to carry out its duties, including, but not limited to identifying and reviewing candidates to serve as directors or officers.
10. The Corporation shall provide appropriate funding, as determined by the Committee, in its capacity as a committee of the Board, for payment (a) of compensation to any advisors engaged by the Committee, and (b) of ordinary administrative expenses of the Committee that are necessary or appropriate in carrying out its duties.

April 3, 2008