

## Advance Metals defines growth strategy targeting significant increase of silver-gold endowment in Mexico

Advance Metals Limited (“**Advance**” or “**the Company**”) is pleased to provide an update on its strategy targeting rapid growth across high grade silver-gold assets in Mexico.

### Highlights – AVM to target growth to **+200Moz AgEq endowment\*** across its Mexican portfolio

- Following the recent acquisition of the Guadalupe y Calvo Project, Advance has reached an impressive endowment of more than **100Moz silver-equivalent (AgEq)** in Foreign Estimates\*\* in Mexico<sup>1</sup>
- Given the district-scale potential of all three projects, the Company is now targeting substantial growth to **+200Moz AgEq across the portfolio\*** in the medium term
- Aligned with these growth objectives AVM’s Board has now approved the **immediate commencement of new exploration programs at all three of the Company’s high grade Mexican silver-gold assets**
- In the coming weeks **high resolution airborne LiDAR surveys covering a combined 10,000 hectares** are scheduled to commence across the Yoquivo, Guadalupe y Calvo and Gavilanes projects, providing detailed new information on topography, geology, structure and historic workings
- At the **Yoquivo Project** diamond drilling is set to recommence within the month, including extensional targets at Pertenencia and new drilling further west in the Esperanza and Dolar areas
  - The program will include maiden drill testing of the newly identified high grade vein structures southeast of Dolar, which recently returned surface rock chip grades of **up to 1,594g/t AgEq**<sup>2,3</sup>
  - An extensive resampling program is already underway on untested Yoquivo core from previous explorers<sup>4</sup>, with first results from this program expected shortly
- At the recently acquired **Guadalupe y Calvo Project (GyC)**, Advance is actively progressing government and community approvals required to commence a significant new drilling program
  - Drilling at GyC is expected to commence early in Q1 2026 and will initially target extensions to high grade gold-silver mineralisation in the northwestern part of the main Rosario Vein
  - The drilling is also expected to include collection of new samples for further metallurgical test work required to progress the development potential of the project
- At the **Gavilanes Project**, near-term mapping and surface sampling to help prioritise the large number of drill targets is planned
  - AVM’s technical team has identified significant potential upside from unsampled core from previous drilling (similar to Yoquivo), with a sampling program to commence shortly
  - Following the target generation work, Advance will also conduct its maiden drilling program at Gavilanes in the first half of 2026, including both resource extension and new regional targets
- The Company has an **experienced in-country field team** and **operating infrastructure**, including establishment of a centrally-located core storage and processing facility in Durango
- Advance is now very well-funded to execute its silver growth strategy, having recently completed a **\$13 million placement** cornerstoned by leading global institutional investors<sup>5</sup>

*\*Cautionary Statement: Note that the Company’s medium-term aspiration of increasing mineral resources to 200Moz AgEq is aspirational only and is not an Exploration Target as the Company has not undertaken sufficient work to justify an Exploration Target of that quantum.*

*\*\*The Foreign Estimates of mineralisation mentioned in this announcement are not compliant with the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (2012 JORC Code) and are “Foreign Estimates”. A Competent Person (under ASX Listing Rules) has not yet done sufficient work to classify the Foreign Estimates as Mineral Resources or Ore Reserves in accordance with the 2012 JORC Code. It is uncertain that following evaluation and/or further exploration work the Foreign Estimates will be able to be reported as Mineral Resources or Ore Reserves in accordance with the JORC Code 2012.*

### **Advance targets rapid growth strategy across its high grade Mexican silver-gold portfolio**

The transformational acquisition of GyC in late July significantly expanded Advance's precious metals portfolio, adding a new, high-grade gold-silver asset strategically located at the mid-point between the Company's existing Yoquivo and Gavilanes assets (**Figure 1**). Advance's combined endowment in Foreign Estimates in the prolific Sierra Madre Occidental Volcanic Belt in Mexico currently sits at over **100Moz AgEq<sup>1</sup>**, with significant, district-scale upside identified across all three projects.



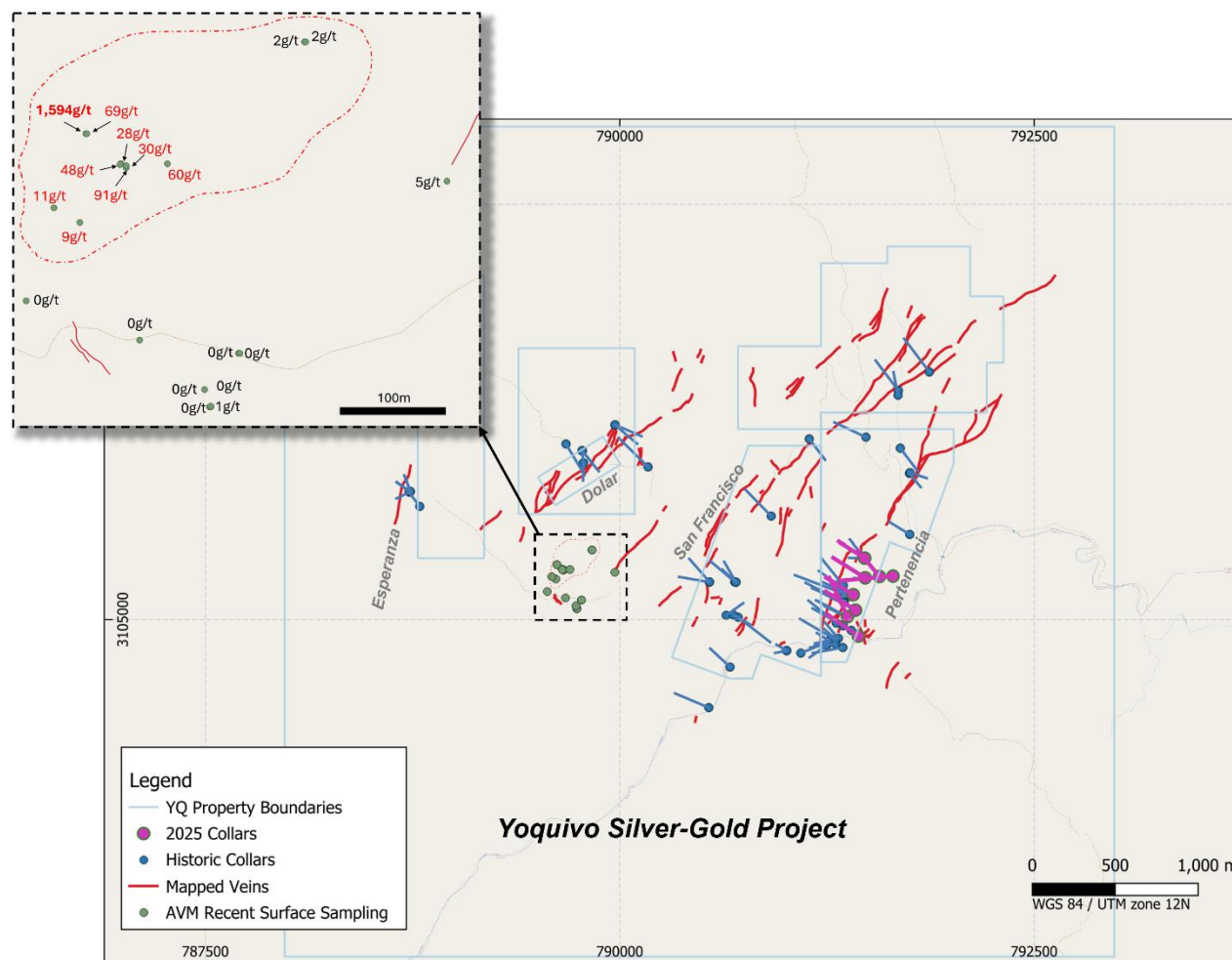
**Figure 1.** Advance will target conversion of existing Foreign Estimates\*\* to JORC Resources across all three of its existing assets in the Sierra Madre Belt in Mexico<sup>1</sup>.

Over the past 12 months the Company has built an experienced in-country field team, which recently successfully executed Advance's maiden Mexican drilling program at Yoquivo and has now commenced initial works at the Guadalupe y Calvo and Gavilanes Projects. The team has also established a centrally-located facility in Durango comprising an office and warehouse with core storage and processing facilities.

In early October the Company announced a A\$13 million placement to global institutional and sophisticated investors<sup>5</sup>, with Advance very well placed to unlock the silver-gold potential identified across the portfolio. The Board has now approved a rapid growth strategy for these assets, with the objective of reaching +200Moz AgEq\* endowment in the medium. Aligned with this strategy, new exploration programs will commence immediately at all three of the Company's projects.

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A diamond drilling rig has been secured for this program and will continue to extend the high grade mineralisation in the Pertenencia area, with testing of targets further to the west near the Esperanza and Dolar vein systems also planned (**Figure 2**). The program will include the first drilling of newly identified high grade vein structures southeast of Dolar, which recently returned surface rock chip grades of up to 1,594g/t AgEq<sup>2,3</sup> (**see inset of Figure 2**).



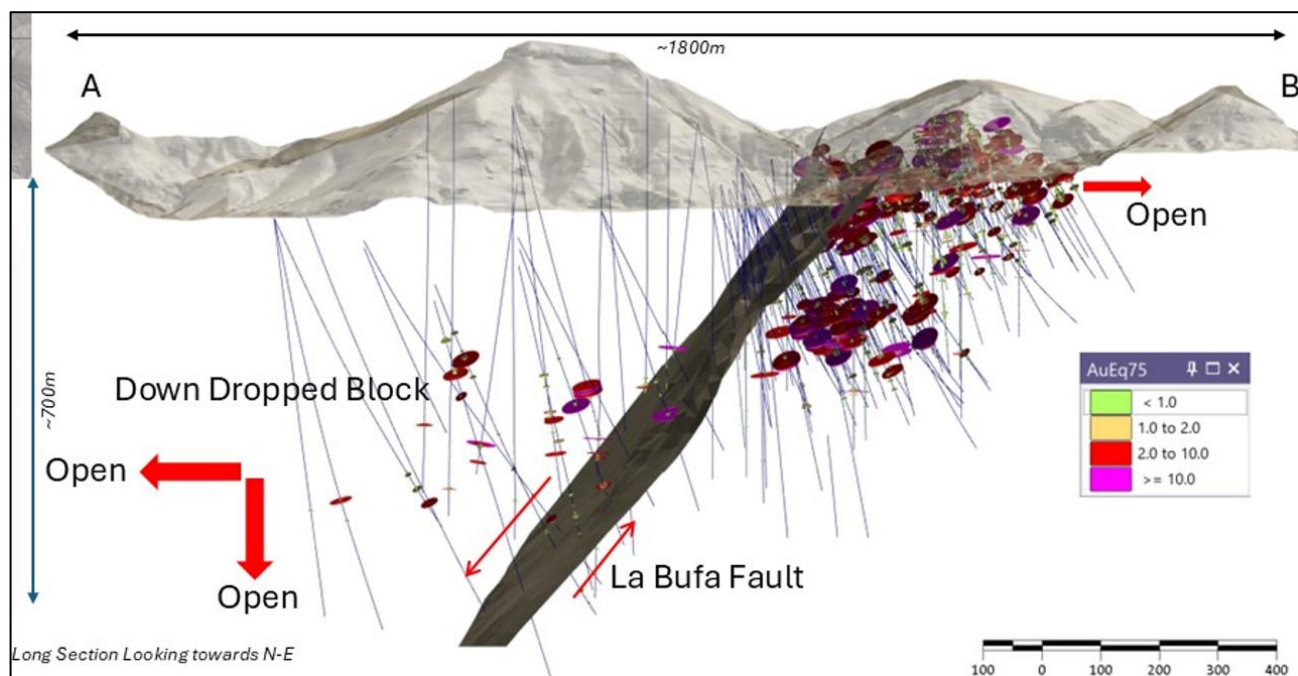
The new drilling will be complemented by the ongoing evaluation of previous drill core<sup>4</sup>, with sampling of untested core from the Pertenencia area expected to be completed before extending to other areas at Yoquivo. First assay results from this program are expected in the coming fortnight.

Significant additional regional mapping and rock chip sampling is also planned, aimed at generating new discovery targets across the project. To assist with this objective, a high resolution airborne LiDAR survey covering ~2,500 hectares at Yoquivo is scheduled for the coming weeks and is expected to provide detailed new information on topography, geology, structure and the presence of historic workings.

### **Maiden drilling program planned for GyC**

Advance acquired GyC in late July this year, significantly expanding its precious metals portfolio in Mexico, with the project hosting a Foreign Estimate\*\* containing 60.6Moz of AgEq at 198g/t AgEq<sup>1</sup>. The Company has recently commenced site activities at GyC, inspecting on-ground access conditions, existing mine workings and identifying drill sites in support of the submission process for requisite government approvals for exploration to commence. Over the last week, AVM personnel have also held further positive discussions with representatives of the local community, with additional engagement to be undertaken over the coming weeks as the Company's exploration activities ramp up at the site.

These requisite approvals are expected to be received prior to the end of the year, with Advance planning its maiden drilling program at the Project for early in the first quarter of 2026. The Company's technical team is currently finalising the design of the initial program for GyC, with the program expected to target extensions to the known mineralisation in the high grade Rosario-Nankin areas that host the current Foreign Estimate. A review of the existing drilling has highlighted significant upside potential in the relatively-poorly drilled northwestern portion of the Rosario vein, which appears to have been offset somewhat by the La Bufa Fault (**Figure 3**). The mineralisation in this area remains completely open along strike and at depth and will be a priority target for further extensions.



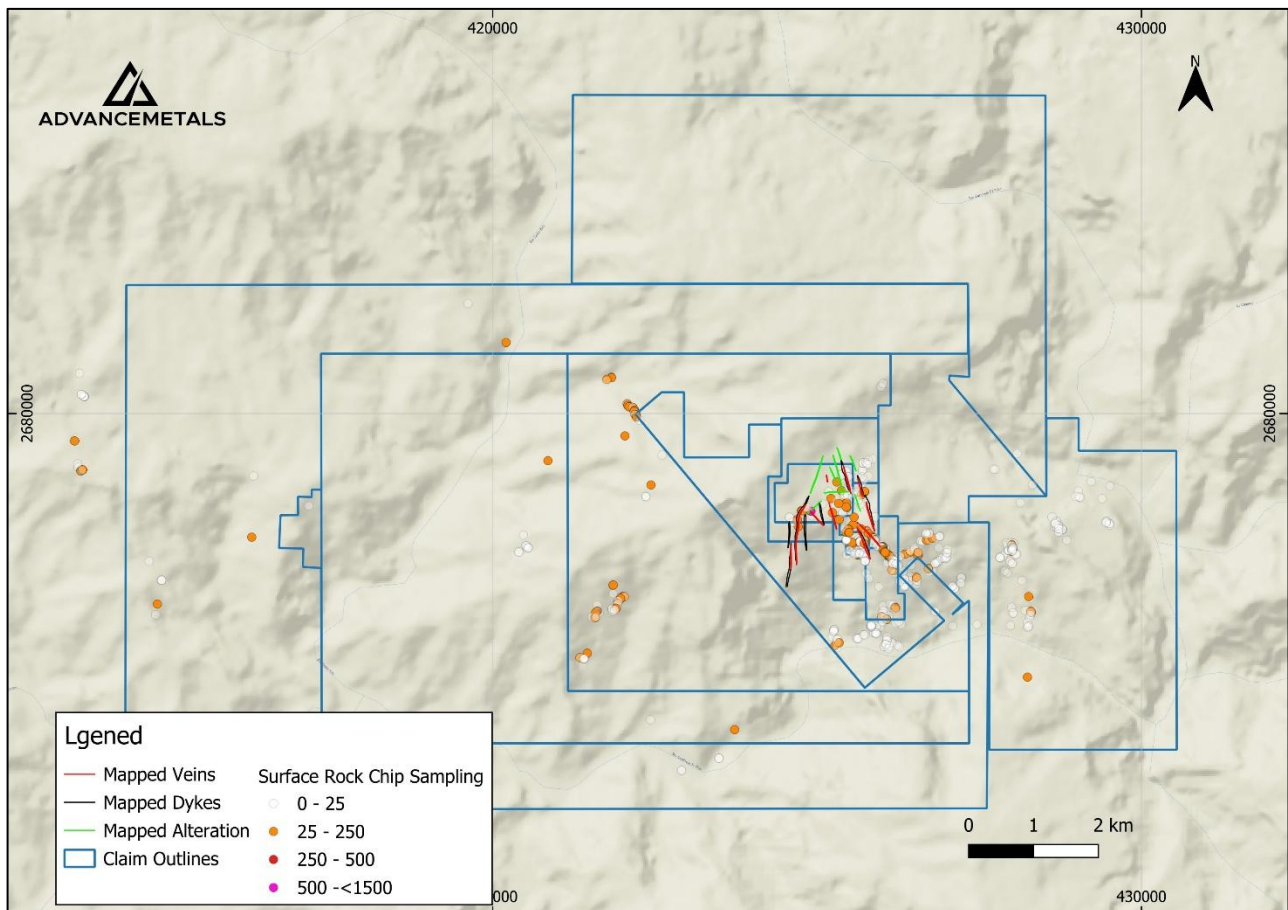
**Figure 3.** Long section of the Rosario and Nankin areas at the **Guadalupe y Calvo Project** showing drilling with mineralisation and the La Bufa Fault that offsets the system to the northwest<sup>1,7</sup>.

In the broader region, kilometres of prospective veining have also been mapped over a strike of 7-8 kilometres in the GyC project areas<sup>1,7</sup>. Exploration of these areas will be assisted by new data from a ~1,500 hectare LiDAR survey planned in the coming weeks. Significant additional mapping and soil/rock chip sampling will also be completed at the project to evaluate the highest priority regional drill targets.

### **Significant discovery potential at Gavilanes**

The Gavilanes Project has a high grade existing Foreign Estimate\*\* containing 22.4Moz AgEq at 246g/t AgEq<sup>8</sup>. Gavilanes is the largest of the Company's three projects in Mexico by area and also the most under-explored, with less than 10,000m of drilling that is almost entirely restricted to a small zone near the Gavilanes township. Regional sampling conducted away from this central zone shows very significant discovery potential, with elevated silver grades evident in kilometre-scale trends<sup>8</sup> (**Figure 4**). The upcoming LiDAR survey at Gavilanes will be the largest of the three projects, collecting new high resolution data over some 6,000 hectares.





**Figure 4.** Plan view of the **Gavilanes Project** showing mapped veins in the central portion of the project, along with regional rock chip sampling<sup>8</sup> highlighting elevated silver grades over many square kilometres.

Following the collection and interpretation of the new LiDAR data, the Company's technical team is planning a significant new program of mapping and sampling across the project area to delineate the highest priority regional drill targets. Along with extensional drilling targets already defined around the existing Foreign Estimate, the new regional targets will form part of the Company's maiden diamond drilling program for the site, which is also expected to commence in the first half of 2026.

In addition to drill testing of new targets, the Company's initial review of the previous drilling at Gavilanes has shown significant potential upside from diamond core that wasn't assayed at the time of drilling. Similar to the Yoquivo Project, the Company will aim to systematically cut and sample high-potentially intervals, with results to be incorporated into an updated geological model.

**For further information:**

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This announcement has been authorised for release by the **Board of Advance Metals Limited**.

## Notes and references

<sup>1</sup>AVM ASX release 'Advance to hit 100Moz AgEq with Guadalupe y Calvo acquisition' dated 22 July 2025 (and disclosure therein). The GyC gold equivalent was derived based on preliminary leaching test work conducted by previous owners of the project. The formula used is  $AuEq\ g/t = Au\ g/t + (Ag\ g/t * Ag\ price / Au\ price)$ , where the assumed \$US/oz gold price is \$1,700 and the assumed silver price is \$23. Au and Ag recovery are both assumed at 95% based on this test work. The AgEq value is derived assuming identical price and recovery assumptions, with a gold to silver ratio of 73.91:1. In Advance's opinion all elements included in the metal equivalency calculations have reasonable potential to be recovered and sold.

<sup>2</sup>AVM ASX release 'Advance Metals to acquire Yoquivo High Grade Silver Project in Mexico' dated 28 October 2024 (and disclosure therein). The Yoquivo silver equivalent was derived based on initial flotation and leaching test work conducted by Golden Minerals in 2022. The formula used is  $AgEqg/t = Agg/t + (Aug/t * Au\_price / Ag\_price)$ , where the assumed \$US/oz gold price is \$1,860 and the assumed \$US/oz silver price is \$24. Au and Ag recovery are both assumed at 85% based on this test work. In AVM's opinion all elements that are included in the metal equivalency calculation have reasonable potential to be recovered and sold.

<sup>3</sup>See ASX release dated 24 September 2025 "New area hosting high grade silver-gold mineralisation discovered at the Yoquivo Project".

<sup>4</sup>See ASX release dated 27 August 2025, "AVM to unlock untested silver potential at Yoquivo".

<sup>5</sup>See ASX release dated 3 October 2025, "Advance successfully completes placement of \$13 million cornerstoned by leading global institutional investors to accelerate exploration across its silver & gold portfolio".

<sup>6</sup>See ASX release dated 15 August 2025, "Drilling extends high grade silver-gold mineralisation at depth at Yoquivo".

<sup>7</sup>See ASX release dated 12 September 2025, "Advance pushes towards initial exploration program at the Guadalupe y Calvo Gold-Silver Project".

<sup>8</sup>AVM ASX release 'Advance Metals to Acquire High Grade Gold Project in Victoria and High Grade Silver Project in Mexico' on 6 January 2025. The Gavilanes silver equivalent was derived based on assumed metallurgical recoveries of similar deposits by the author of the NI43-101 technical document Derick Unger. The formula used is  $AgEqg/t = Ag/t + (Aug/t * 70.175) + (Cuppm * 0.00658) + (Pbppm * 0.00188) + (Znppm * 0.00188)$ , where assumed recoveries for Ag, Au, Cu, Pb and Zn are 96%, 80%, 50%, 50% & 50% respectively, and prices in USD are \$19.00/oz, \$1,600/oz, \$3.50/pound, \$1.00/pound and \$1.00/pound respectively. In AVM's opinion all elements that are included in the metal equivalency calculation have reasonable potential to be recovered and sold.

## Competent Person's Statement

The information in this report concerning data and exploration results has been compiled by Dr. Adam McKinnon, a Competent Person who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Dr. McKinnon is the Managing Director of Advance Metals Limited and possesses the relevant expertise in the style of mineralisation, type of deposit under evaluation, and the associated activities, qualifying him as a Competent Person under the guidelines of the 2012 Edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Dr. McKinnon has approved the inclusion of this information in the report in the form and context in which it appears.

With regard to references to prior announcements of Foreign Estimates and in particular the ASX announcement dated 28 October 2024, "Advance Metals to acquire Yoquivo High Grade Silver Project in Mexico", the Competent Person for the information and data contained in that Announcement was Mr Steve Lynn and JORC Table 1 disclosures are contained therein.

With regard to references to prior announcements of exploration results and Foreign Estimates and in particular the ASX announcement dated 6 January 2025, "Advance Metals to acquire high grade gold projects in Victoria and high grade silver project in Mexico" and the announcement dated 22 July 2025, "Advance to hit 100Moz AgEq with Guadalupe y Calvo acquisition", the Competent Person for the

information and data contained in those Announcement was Mr Joel Sidoruk and JORC Table 1 disclosures are contained therein.

The Company confirms that the form and context in which the Competent Persons' findings are presented for the Yoquivo, Gavilanes and Guadalupe y Calvo Foreign Estimates have not been materially modified from the original market announcements.

The Company is not aware of any new information or data that materially affects the information and data included in the Announcement. In addition, all material assumptions and technical parameters underpinning the estimates in the Announcements have not changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcements.

### **Cautionary Statements**

Note that the Company's medium-term aspiration of increasing mineral resources to 200Moz AgEq is aspirational only and is not an Exploration Target as the Company has not undertaken sufficient work to justify an Exploration Target of that quantum.

Further, the Foreign Estimates of mineralisation mentioned in this release are not compliant with the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (2012 JORC Code) and are "Foreign Estimates". A Competent Person (under ASX Listing Rules) has not yet done sufficient work to classify the Foreign Estimate as Mineral Resources or Ore Reserves in accordance with the 2012 JORC Code. It is uncertain that following evaluation and/or further exploration work the Foreign Estimate will be able to be reported as Mineral Resources or Ore Reserves in accordance with the JORC Code 2012.

### **Forward-Looking Statements**

Certain statements in this announcement relate to the future, including forward-looking statements relating to the Company and its business (including its projects). Forward-looking statements include, but are not limited to, statements concerning Advance Metals Limited planned exploration program(s) and other statements that are not historical facts. When used in this document, words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward looking statements.

These forward-looking statements involve known and unknown risks, uncertainties, assumptions, and other important factors that could cause the actual results, performance or achievements of the Company to be materially different from future results, performance or achievements expressed or implied by such statements. Actual events or results may differ materially from the events or results expressed or implied in any forward-looking statement and deviations are both normal and to be expected. Neither the Company, its officers nor any other person gives any representation, assurance or guarantee that the events or other matters expressed or implied in any forward-looking statements will actually occur. You are cautioned not to place undue reliance on those statements.