

Commencement of Drilling at the Myrtleford Project and Successful Capital Raising

Advance Metals Limited (“**Advance**” or “**the Company**”) is pleased to announce the successful completion of a capital raising initiative to **fully fund diamond drilling** at the Happy Valley and Twist Creek Trends within the **Myrtleford Project** in Victoria - **commencing today**. The placement will also support upcoming confirmatory and extensional drilling at the Company’s **Yoquivo Silver Project** in Mexico.

The Company has secured firm commitments to raise **\$1.52 million** (before costs) through a single-tranche Placement to institutional and sophisticated investors. The raising was **cornerstoned by large existing AVM shareholders** and was conducted on a strictly invite only basis after the close of the market on Friday evening. The raising was **very strongly supported**, with **bids received significantly in excess of the total quantum raised**.

High-impact drilling at Myrtleford:

- **Mobilisation of a diamond drilling rig to the Myrtleford Project in the northeastern Victorian Goldfields is set to commence today**
- Initial drilling will test immediately above and below previous hole HVD003 at **Happy Valley¹**, which intersected **11.5 metres at 160.4g/t Au²**, aiming to provide a better understanding of grade distribution and structural controls on mineralisation
- Subsequent holes at Happy Valley will also aim to test the plunge and strike potential of the system
- Drilling is expected to continue throughout the remainder of the quarter, with core logged, processed and dispatched for assay progressively as drilling continues

Successful Placement completed:

- Total funds raised: **\$1.52 million**
- Placement price: **\$0.044 per share**
- Total new shares to be issued: 34,624,793, which is **all of AVM’s available capacity under Listing Rule 7.1 and 7.1.A**
- Attaching options: 1-for-2 options, unlisted, exercisable at \$0.075 per option, expiring in 3 years, subject to shareholder approval
- The issue price of \$0.044 per new share represents a:
 - **15% discount to the last closing price of \$0.052 per share**
 - **6% premium to the 15-day VWAP of \$0.041**
- Share issue date: Shares will be issued indicatively on Tuesday 18th February 2025

Placement structure:

- All shares will be issued in a single tranche under AVM’s existing placement capacity pursuant to ASX Listing Rules 7.1 and 7.1A
- The Placement shares will be cleansed via a **cleansing prospectus** to facilitate secondary trading
- All attaching options will be issued subject to shareholder approval

Use of funds

- Initial **diamond drilling** at the Happy Valley and Twist Creek Trends within the **Myrtleford Project** in Victoria, Australia
- Confirmatory and extensional **drilling** at the Company's **Yoquivo Silver Project** in Chihuahua, Mexico
- General working capital

Fees

The Placement was unbrokered and led by the Company.

- A 6% fee for funds raised and 1 broker option per 10 shares placed was allocated on the portion of the Placement facilitated by licensed AFSL/CAR holders

Commenting on the Placement, Managing Director Dr Adam McKinnon said:

*“AVM wishes to acknowledge the ongoing support of its shareholders, including several of its large institutional and wholesale shareholders who cornerstoned this Placement, as well as welcoming several new institutional investors to the register. With our high-impact drilling program commencing today at Myrtleford, the Placement has positioned the Company to be **fully funded** to unlock the incredible near-term value potential of its projects in both Australia and Mexico.”*

For further information:

Dr Adam McKinnon
Managing Director and CEO
Advance Metals Limited
+61 (0) 411 028 958
amckinnon@advancemetals.com.au
www.advancemetals.com.au

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

¹See Advance Metals' ASX release 'Drill rig secured for commencement of Myrtleford program' dated 3/2/2025

²Details can be found in Advance Metals' ASX release 'Transformational gold and silver acquisitions in Victoria and Mexico' dated 6/1/2025

Competent Person's Statement

The information in this report concerning data and exploration results has been compiled and reviewed 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.

The Company is not aware of any new information or data that materially affects the information and data included in the Announcement. The Company confirms that the form and context in which the Competent Person findings are presented have not been materially modified from the original market announcement

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.