

Quarterly Activities Report for the period ended 31 December 2025

Positioned for Discovery-Led Growth Across Mexico and Australia

Advance Metals Limited (**ASX:AVM**) ("Advance" or "the Company"), a silver and gold exploration company focused on developing high-grade assets in Mexico's Sierra Madre Occidental Silver Belt and Australian Victorian Goldfields, is pleased to provide an overview of the quarterly activities for the period ending 31 December.

HIGHLIGHTS

- △ Fully funded and expanded drilling program underway at Yoquivo Silver-Gold Project, with new diamond holes completed across multiple targets and assays pending, underpinning resource expansion plans.^{1,2}
- △ Historic core resampling confirms significant high-grade silver-gold mineralisation with multiple high-grade intercepts returned and 4,500 samples pending assays.^{1,2}
- △ Strengthened leadership, including the appointment of a Mexico- focused Advisory Board and an experienced Non-Executive Chairman to enhance technical and governance capabilities.^{3,4}
- △ Continued high grade gold growth at the Myrtleford Gold project with deep drilling extending mineralisation to over 500 metres vertically and accelerated with a second rig deployed.^{5,6,7}
- △ Strong financial position maintained with completion of a \$13 million institutional placement, providing a robust platform for sustained exploration activity into 2026.⁸

¹ASX Announcement: 21 Nov 2025 - Diamond Drilling Recommences at the Yoquivo Silver-Gold Project in Mexico

²ASX Announcement: 18 December 2025 - Diamond Drilling Program Progressing Rapidly at the Yoquivo Silver-Gold project in Mexico

³ASX Announcement: 20 Oct 2025 / Amended 19 November - Advance bolsters silver discovery and growth capabilities with establishment of Mexican Advisory Board

⁴ASX Announcement: 22 Oct 2025 - Advance appoints accomplished mining executive David O'Connor as Non-Executive Chairman

⁵ASX Announcement: 29 Oct 2025 - Visible Gold Intercepted in Deep Drilling at Happy Valley with Mineralisation Open in All Directions

⁶ASX Announcement: 6 Nov 2025 - Second Diamond Drill Rig Mobilised at Happy Valley

⁷ASX Announcement: 18 Nov 2025 - Depth Potential Confirmed at Happy Valley with Return of High-Grade Gold Assays

⁸ASX Announcement: 3 Oct 2025 – Advance Successfully Completes Placement of \$13 million

Adam McKinnon, Managing Director and CEO commented:

"The December quarter delivered strong momentum across our projects, highlighted by accelerated drilling and the systematic unlocking of value in previously unassayed historic core at Yoquivo. We strengthened our Board and international expertise, delivered high-grade results from both drilling and historic core sampling, and accelerated exploration at our most advanced projects. With a clear strategy, a highly prospective asset base and strong financial backing, we are very well positioned to deliver discovery-led growth and build significant shareholder value as we move into 2026."

Quarterly Activities Overview

Mexican Silver-Gold Portfolio – Advisory Board Established and Drilling Accelerated

During the quarter, the company advanced high impact exploration across its Mexican portfolio, supported by significant drilling and historic core resampling programs.

At the Yoquivo Silver-Gold Project (Chihuahua), a fully funded drilling program recommenced targeting lateral and downdip extensions of the existing Foreign Estimate of 17.23 Moz AgEq at 570 g/t AgEq* within the Pertenencia vein system. Five holes were completed across multiple target areas, including Pertenencia, San Francisco and La Esperanza with assay results pending.

Simultaneously, more than 4,000 metres of historic core has been relogged and resampled as part of an extensive program to test unassayed intervals. Initial results have confirmed significant upside, building on results that included up to 370 g/t Ag and 6.2 g/t Au from early resampling and supporting future geological modelling.

A high-resolution airborne LiDAR survey was completed across the project area providing enhanced structural data to refine drill targeting and geological interpretation ahead of continued drilling into 2026.

The Mexican Advisory Board, established during the period, enhancing strategic oversight of exploration execution and technical evaluation, bringing deep regional expertise to support systematic resource growth initiatives.

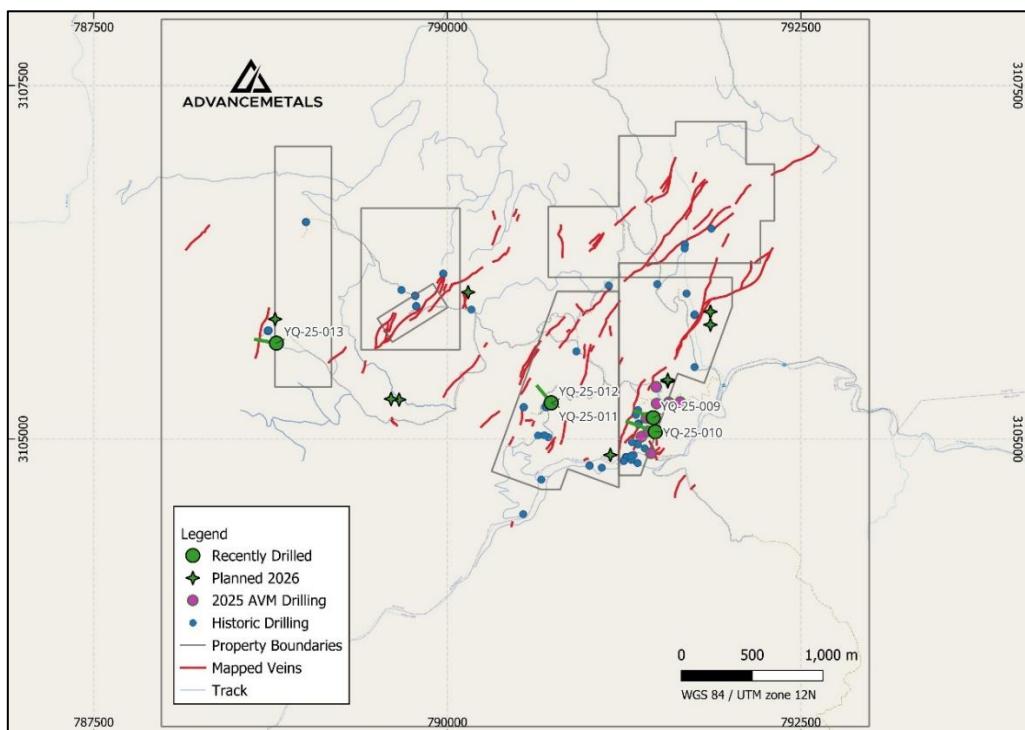


Figure 1. Plan of the Yoquivo Silver-Gold Project showing the location of hole YQ-25-009 and other recent and planned drill holes (ASX AVM 18 December 2025)

*ASX announcement – 28 October 2024 “Advance Metals to acquire Yoquivo High Grade Silver Project in Mexico”. 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 is a “Foreign Estimate”. 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.

Yoquivo Silver-Gold Project – Accelerating Growth

The Yoquivo program is focused on converting exploration success into an upgraded Mineral Resource Estimate (MRE). Planned drilling is designed to test extensions to known mineralisation and explore newly recognised vein structures. Assays from the current campaign, expected in early 2026 will be critical in framing an updated geological model and a planned JORC-compliant MRE in early 2026.

Historic core sampling has unlocked new high-grade results from previously unsampled core intervals, validating the opportunity to materially expand the mineralised footprint and potential resource base.



Figure 2. Photograph of exceptionally high-grade silver and gold bearing sulphide mineralisation in new Yoquivo drill hole TQ-25-009 at 322.7m down hole. This sample returned 0.67 metres at 5,739 g/t AgEq (2,780g/t Ag & 38.6g/t Au) from 322.58m (ASX AVM 14 January 2026).

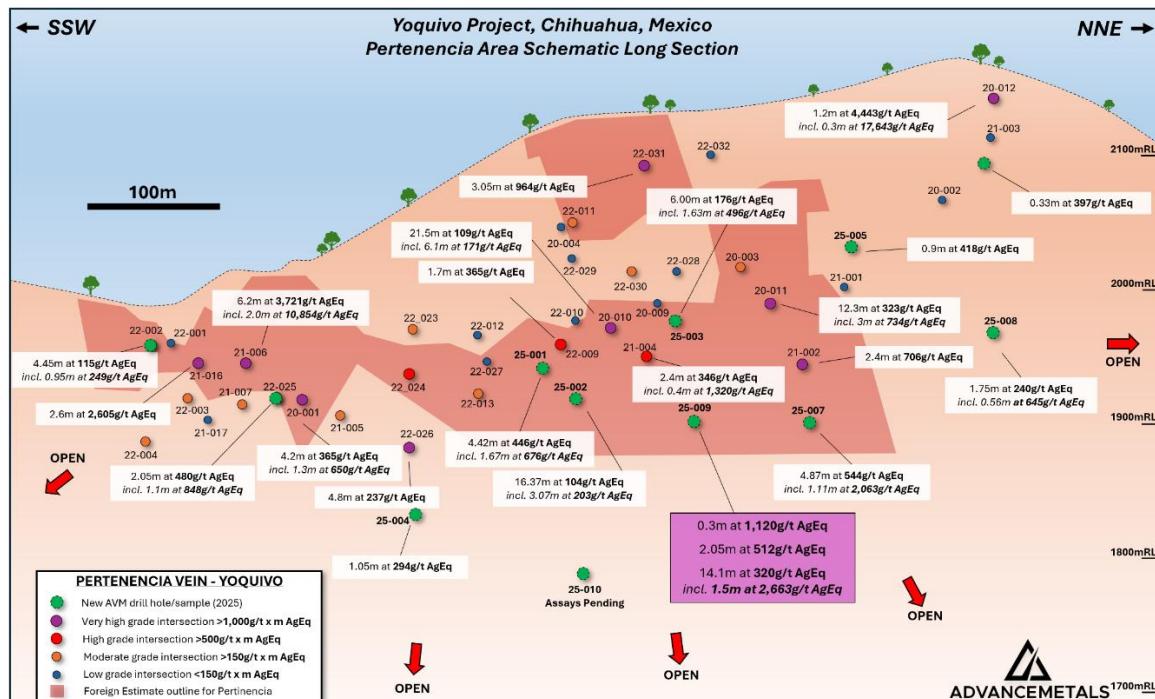
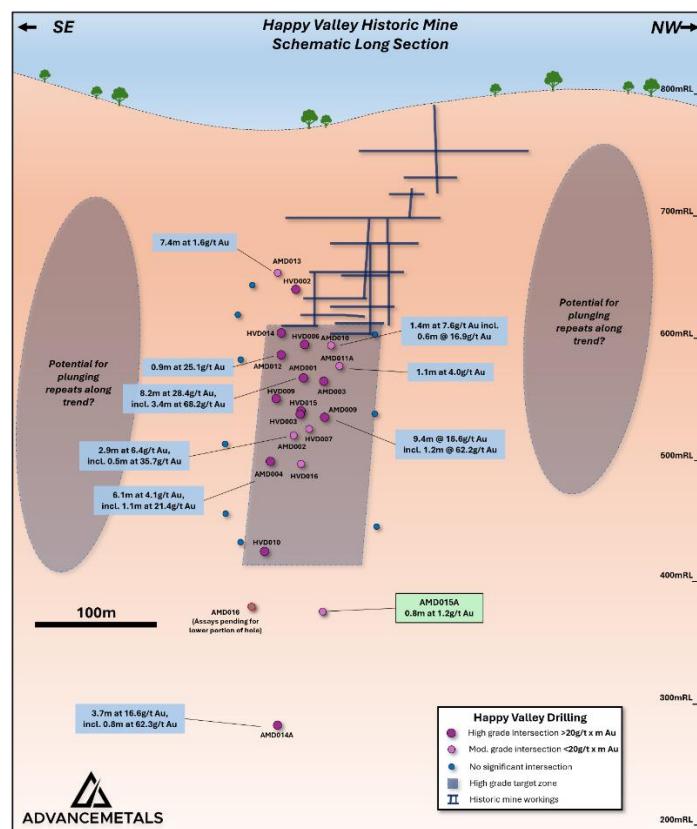


Figure 3. Schematic long section showing previous drill intersections at Pertenencia, colour-coded by silver-equivalent multiplied by down hole interval (g/t x m AgEq). Selected intersections are also highlighted on the long sections, as current Foreign Estimate outline. Drill holes YQ-25-009 and YQ-25-010 were recently completed at Pertenencia, with the later having assays pending (ASX AVM 22 January 2026).

Myrtleford Gold Project, Victoria – High Grade Gold System Continues to Grow

At the Myrtleford Gold Project, Advance reported continued strong exploration outcomes at the Happy Valley deposit. Drilling confirmed deep high-grade gold mineralisation, with notable intersections including 3.7 metres at 16.6g/t Au (including 0.8m at 62.3g/t Au), extending known mineralisation approximately 140 metres below the previous intercepts and exceeding 500 metres vertically. The mobilisation of a second drill rig enabled accelerated exploration along the broader Happy Valley trend, including maiden drilling at the Queen of the Hills prospect, the first modern testing of this historic target. These results reinforce Advance's view that Happy Valley is emerging as a significant, high-grade gold system with potential for further upside.



Corporate and Financial

Advance entered the quarter in a strong financial position, completing a \$13 million institutional placement that underwrites its exploration programs across both the Mexican and Australian portfolios.

The Board and leadership team were further strengthened during the quarter, aligning the Company's governance and technical capability with its growth ambitions as it transitions into a sustained execution and discovery phase.

Outlook

Advance enters the March 2026 quarter with multiple active drill programs and a clear pathway to near-term discovery and resource growth. Ongoing drilling at Yoquivo and Myrtleford, supported by strong funding and technical capability, positions the Company well to deliver continued news flow and tangible progress towards its objective of building a leading exploration and resource growth company.

Mexican Ag-Au Portfolio	January 26	February 26	March 26
Yoquivo Drilling			
Yoquivo Drilling Results	YQ-25-009 released 14/1	Drilling results update	Drilling results update
Yoquivo Historic Core Sampling		Resampling update	JORC Estimate and Reporting
Yoquivo JORC Upgrade		Geological model/interp	
Gyc/Gavilanes Drilling Program			
Victorian Au Exploration			
Happy Valley Extensional Drilling			
Regional Drilling			
Drilling Results	AMD016 released 21/1	Drilling results update	Drilling results update

*Note: timings are indicative only and subject to change.

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

Jane Morgan
Investor & Media Relations Manager
Advance Metals Limited
+ 61 (0) 405 555 618
jm@janemorganmanagement.com.au

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

About Advanced Metals:

Advance Metals Limited (ASX:AVM) is a silver and gold exploration and development company with multiple high grade assets in North America and Australia.

In less than 12 months, AVM has executed three strategic acquisitions in the prolific Sierra Madre Belt, giving it a +100Moz AgEq endowment and making it the largest ASX participant in this space in Mexico.

Importantly, all three projects have significant district-scale upside potential, with AVM targeting a significant increase to the endowment in the medium term.

In Australia, AVM is currently exploring the ultra-high grade Myrtleford Project in the Victorian Goldfields, with early drilling at already delivering spectacular results such as 7.5m @ 47.9g/t Au and 8.2m @ 22.4g/t Au.

Tenements

A list of tenements held by AVM and its subsidiaries as of 31 December 2025 is given below.

	Tenement Reference	Nature of interest
Mining tenements held at the end of the quarter	Elko Coal Licenses in British Columbia, Canada. Licenses 418648, 418649 and 418650. Yoquivo Silver Project, Chihuahua, Mexico Concession Title No. 214876, 223499, 2200851, 217475, 216491, 217476, 218071 Gavilanes Project, Durango, Mexico Concession Title No. 240541, 240542, 233280, 172309, 178392, 187678, 221108, 221107, 231437, 231438, 227254	100% ownership
	Exploration Licences in Victoria, Australia ELs 006454, 006724, 007670, 007927, 007928	Earning-in to 80% holding
	Guadalupe y Calvo Project, Chihuahua, Mexico Concession Title No. 159362, 164161, 211461, 219036, 222724, 223165, 224250, 224430, 240131, 240132	Earning-in to 100% holding
	Gavilanes Project, Durango, Mexico Concession Title No. 240541, 240542, 233280, 172309, 178392, 187678, 221108, 221107, 231437, 231438, 227254	100% ownership
	Guadalupe y Calvo Project, Chihuahua, Mexico Concession Title No. 159362, 164161, 211461, 219036, 222724, 223165, 224250, 224430, 240131, 240132	Earning-in to 100% holding
Mining tenements acquired during the quarter	Nil	Nil
Mining tenements relinquished during the quarter	Nil	Nil
Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter	Nil	Nil
Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed during the quarter	Nil	Nil

ASX Additional Information

1. ASX Listing Rule 5.3.1: Exploration and Evaluation Expenditure during the Quarter was \$1,856,000. Full details of exploration activity during the Quarter are set out in this report.
2. ASX Listing Rule 5.3.2: There were no substantive mining production and development activities during the Quarter.
3. ASX Listing Rule 5.3.5: Payments to related parties of the Company and their associates during the Quarter was \$94,000. The Company advises that this relates to non-executive directors' fees and executive directors' salaries only.

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 the Yoquivo 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.

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

Cautionary Statement on Foreign Estimates

The Foreign Estimates of mineralisation mentioned in this presentation are not compliant with the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (2012 JORC Code) and is a "Foreign Estimate". 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.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Advance Metals Limited

ABN

83 127 131 604

Quarter ended ("current quarter")

31 December 2025

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,788)	(5,749)
(b) development	-	-
(c) production	-	-
(d) staff costs	(40)	(40)
(e) administration and corporate costs	(538)	(1487)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	36	71
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(2,330)	(7,205)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(68)	(403)
(e) investments	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
2.6 Net cash from / (used in) investing activities	(68)	(403)
3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	12,986	17,716
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	587	587
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(439)	(667)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	-	-
3.10 Net cash from / (used in) financing activities	13,134	17,636
4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	215	923
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(2,330)	(7,205)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(68)	(403)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	13,134	17,636

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
4.5 Effect of movement in exchange rates on cash held	24	24
4.6 Cash and cash equivalents at end of period	10,975	10,975

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	10,975	215
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	10,975	215

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1	94*
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

*Payment of fees to Directors for Director and consulting fees for the quarter.

7. Financing facilities		Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	<i>Note: the term 'facility' includes all forms of financing arrangements available to the entity.</i>		
	<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
8. Estimated cash available for future operating activities		\$A'000	
8.1	Net cash from / (used in) operating activities (item 1.9)	(2,330)	
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(403)	
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(2,733)	
8.4	Cash and cash equivalents at quarter end (item 4.6)	10,975	
8.5	Unused finance facilities available at quarter end (item 7.5)	-	
8.6	Total available funding (item 8.4 + item 8.5)	10,975	
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	4.02	
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>		
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:		
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?		
	Answer: N/A		
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?		
	Answer: N/A		

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 28 January 2026.....

Authorised by: The Board.....
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.