



# Metals Exploration

Investor Presentation  
December 2024

# Disclaimer

These presentation slides and the accompanying verbal presentation (the "Presentation") are confidential, have been prepared by Metals Exploration Plc (the "Company") for information purposes only and are made available subject to the terms of the disclaimer set out below. It should be read in conjunction with information provided on the Company's website at [www.metalsexploration.com](http://www.metalsexploration.com). The Presentation must not be copied, reproduced, distributed or passed to others at any time. The information set out in this Presentation is based on the Company's information, internally developed data, publicly available information in respect of Condor Gold Plc ("Condor Gold") and its assets and data from other external sources. No independent verification of either the internal or external information and data has been undertaken. Where any opinion is expressed in this Presentation, it is based on the assumptions and limitations mentioned herein and is an expression of present opinion only which may be subject to material updating, revision and further amendment. No warranties or representations are made as to the origin, validity, accuracy, completeness, currency or reliability of the information and opinions contained in this Presentation and no reliance should be placed on such information or opinions. The Company expressly disclaims and excludes all liability (to the extent permitted by law), for losses, claims, damages, demands, costs and expenses of whatever nature arising in any way out of or in connection with the information, its accuracy, completeness or by reason of reliance by any person on any of it. Accordingly, none of the Company nor any of its shareholders, directors, officers, agents, employees or advisers take any responsibility for, or will accept any liability whether direct or indirect, express or implied, contractual, tortious, statutory or otherwise, in respect of, the accuracy or completeness of the information or for any of the opinions contained herein or for any errors, omissions or misstatements or for any loss, howsoever arising, from the use of this Presentation.

This Presentation may contain certain "forward-looking statements" with respect to certain plans, goals and expectations relating to the Company's future financial condition, performance and results. These forward-looking statements are statements regarding the Company's intentions, beliefs or current expectations concerning, amongst other things, the Company's results of operations, financial condition, prospects, growth, strategies and the industry in which the Company operates. By their nature, all forward looking statements involve risk and uncertainties that could cause actual results to differ materially from those expressed or implied by the forward looking statements because they relate to future events and circumstances which are beyond the Company's control including among other things, global economic business conditions, market related risks such as fluctuations in gold and copper prices, interest rates and exchange rates, initial operational risks, changes in the economic, political or legal regime of any relevant jurisdictions, volatility of prices, environmental factors, equipment failure, as well as the impact of tax and other legislation and other regulations in the jurisdictions in which the Company and its affiliates operate. In particular, there can be no certainty that the Company's proposed acquisition of Condor Gold will complete. As a result, the Company's actual future financial condition, developments, performance and results may differ materially from those expressed or implied by these statements. These forward-looking statements speak only as of the date of this Presentation and the Company undertakes no obligation to publicly release any revision to these forward-looking statements to reflect events or circumstances after the date of this Presentation or update the forward-looking statements contained in this Presentation or any other forward looking statements that it may make. No statement in this presentation is intended as a profit forecast, profit estimate or quantified financial benefits statement for any period.

The content of the Presentation has not been approved or verified by an authorised person within the meaning of the UK Financial Services and Markets Act 2000, as amended ("FSMA") or by any regulatory body or competent authority of any other jurisdiction. The distribution of the Presentation may be restricted by the applicable laws of any jurisdiction and persons into whose possession the Presentation comes should inform themselves about and observe any such restrictions. In particular, the Presentation should not be distributed, directly or indirectly, by any means (including electronic transmission) to any persons in Canada, Australia, Japan, New Zealand, the United States or any other jurisdiction where to do so may breach applicable securities laws. This Presentation should not be considered as the giving of investment advice by the Company or any of its shareholders, directors, officers, agents, employees or advisers. In particular, this Presentation does not constitute, or form part of, any offer or invitation, or the solicitation of any offer, to subscribe for or purchase any securities and neither this Presentation nor anything contained herein shall form the basis of any contract or commitment whatsoever or constitute an invitation or inducement to engage in investment activity under section 21 of the Financial Services and Markets Act 2000 (as amended). Each party to whom this Presentation is made available must make its own independent assessment of the Company after making such investigations and taking such independent legal, investment, tax and other advice as they may deem necessary. In particular, any estimates, projections or opinions contained herein involve significant elements of subjective judgment, analysis and assumptions and each recipient should satisfy itself in relation to such matters.

# Introduction to Metals Exploration

**AIM-quoted gold producer, producing c. 80,000oz of gold per year at Runruno in the Philippines. Pursuing M&A and other growth opportunities to replace Runruno as it approaches the end of its life of mine in 2026.**

## ***Proven Operator***

- Turnaround of Runruno resulted in strong cash generation. Company is now debt-free\* and focused on growth opportunities

## ***M&A Activity***

- Proposed acquisition of Condor Gold, including the La India gold project in Nicaragua – clear development path to production and significant upside potential
- Acquisition of YMC group in August 2024, acquiring the Abra tenements. Drill ready targets defined and government approval for drilling received.

## ***ESG & Health and Safety***

- Strong ESG focus in order to create net-positive impact for stakeholders and local communities
- Health and Safety is fundamental. Over 24 million man-hours recorded with no lost time incidents occurring

\* MTL is debt free, save for the £5.5m unsecured bridging loan facility secured from Drachs in connection with the company's offer for Condor Gold.

# Investment Case

## Delivering on Our Strategy

**Acquisition of Condor Gold -  
construction ready with  
significant upside potential**

**Cashflow generative**

**Acquisition of Abra -  
significant exploration  
targets identified**

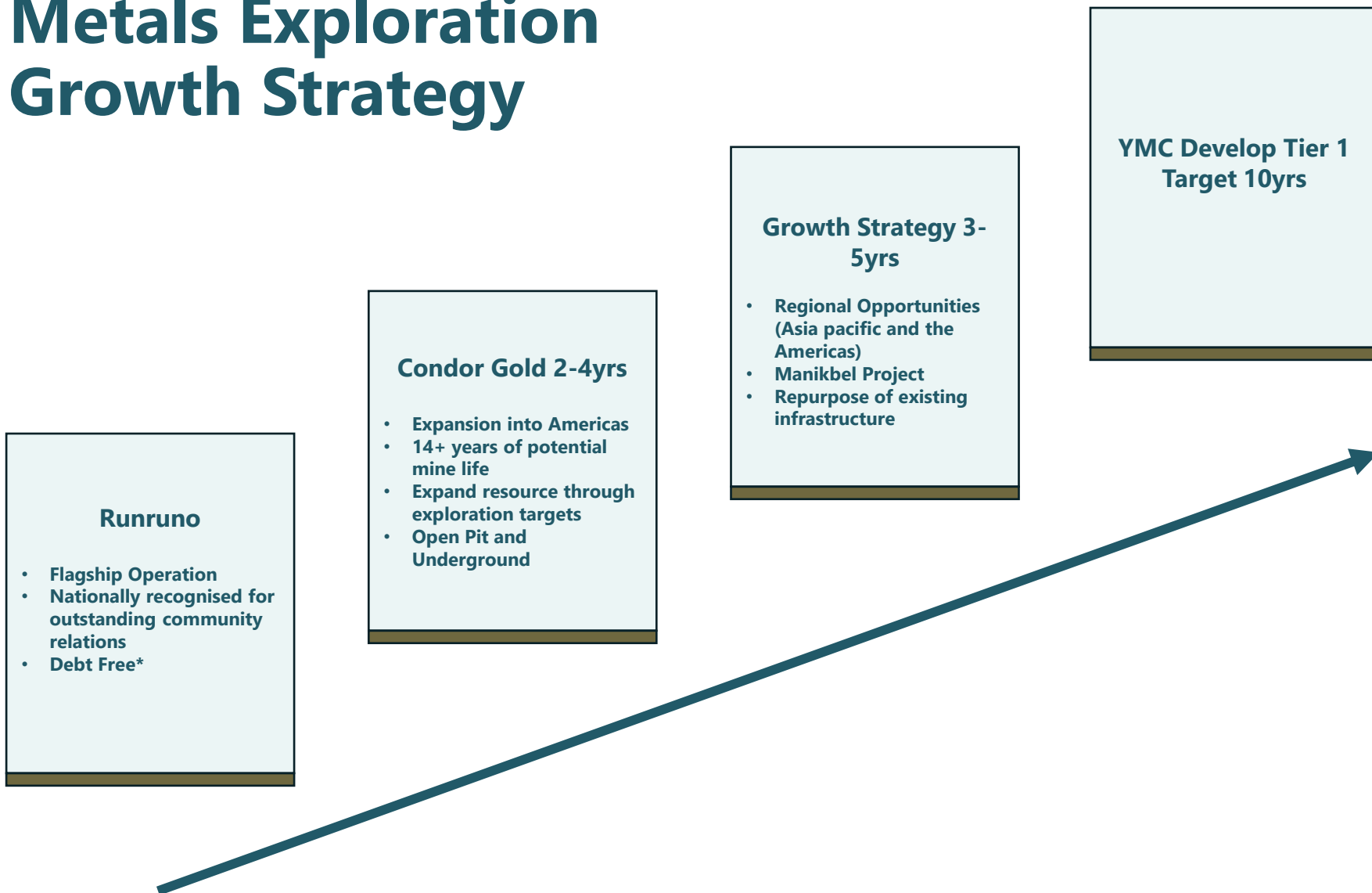
**Continuing to focus on  
further M&A opportunities**

**Strong management team  
with a track record of  
delivery**

**Operational success at  
Runruno**

**2024 has seen us begin to deliver on our strategy of pursuing M&A opportunities to ensure the continuation of cashflow and further growth post-Runruno**

# Metals Exploration Growth Strategy



\* MTL is debt free, save for the £5.5m unsecured bridging loan facility secured from Drachs in connection with the company's offer for Condor Gold.

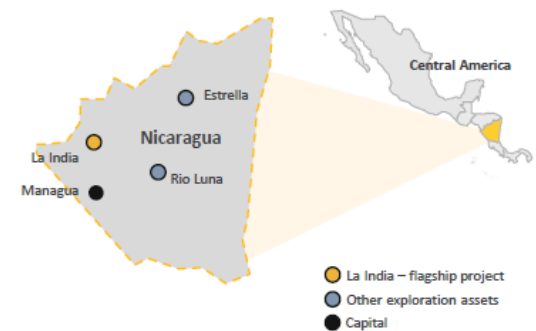


# Acquisition of Condor Gold



# Acquisition of Condor Gold - Rationale

- Clear development path to production utilizing our existing and future cash reserves. Leveraging our proven track record as a mine builder and operator
- Condor Gold is a dual listed AIM-TSX (AIM:CNR, TSX:COG) silver and gold metals exploration and development company with properties in Nicaragua. Condor has an extensive concession package of 587 km<sup>2</sup>, with key assets in the La India Gold Mining District
- Numerous parallel gold structures identified
- La India is fully permitted and construction ready. The company intends to commence construction following completion of the transaction, targeting to have the project running prior to the finalisation of Runruno
- Darren Bowden has > 15 years' experience working in Central/South America and is a fluent Spanish speaker
  - Will quickly be able to assemble a team of experienced individuals
- Cash flow used to finance the development of the next production ready asset either in the Philippines or elsewhere.



# Deal Structure

- Under the terms of the Offer, each Condor Gold Shareholder shall be entitled to the Fixed Consideration of 4.0526 new MTL shares and 9.9p in cash for each Condor Gold Share held
  - The Fixed Consideration values Condor Gold's issued ordinary share capital at £67.5m, representing approximately 33.0p per Condor Gold Share
- In addition, each Condor Gold Shareholder will be entitled to one Contingent Value Right ("CVR") which entitles them to their pro rata share of:
  - US\$14.4 million (paid in £) following the first gold pour (as confirmed by the independent CVR representative), subject to the pour occurring within 5 years from the earlier of drill mobilisation and 6-months after completion of the transaction (the "CVR Commencement Date"), to be settled by way of loan notes; and
  - up to an aggregate of US\$14.4 million, on the basis of US\$18 per ounce (to be paid in £) of additional contained gold JORC Mineral Resource discovered in excess of 3.158 Moz total resource at the Condor Group's La India, Rio Luna and Estrella projects (subject to a cap of 800,000 ounces above the 3.158Moz hurdle), over the five-year period following the CVR Commencement Date, settled by the issue new MTL shares and/or unsecured loan notes at MTL's sole election, following the third and fifth anniversary of the CVR Commencement Date
  - The maximum potential CVR consideration payable pursuant to the transaction therefore amounts to US\$28.8m (c. £22.6m, representing 11.1p per Condor Gold Share)
- It is intended that Jim Mellon, Condor's Chair will be appointed to the board of Metals Exploration on completion as a non-executive director, subject to the usual regulatory approval process
- The Boards of Metals Exploration and Condor Gold both unanimously recommend that their respective shareholders vote in favour of the transaction
- Metals Exploration's largest two shareholders, representing 56.0% of its issued share capital, have irrevocably undertaken to vote in favour of the transaction
- Condor Gold's largest shareholder and Chair, Jim Mellon (through Galloway Limited) and its directors, representing 28.8% of Condor Gold's issued share capital, has irrevocably undertaken to vote in favour of the transaction

*The terms of the Offer set out herein are a summary only. Full details of terms are detailed in MTL's Rule 2.7 announcement of 4 December 2024*



# Runruno - Turnaround Success Story





# Runruno

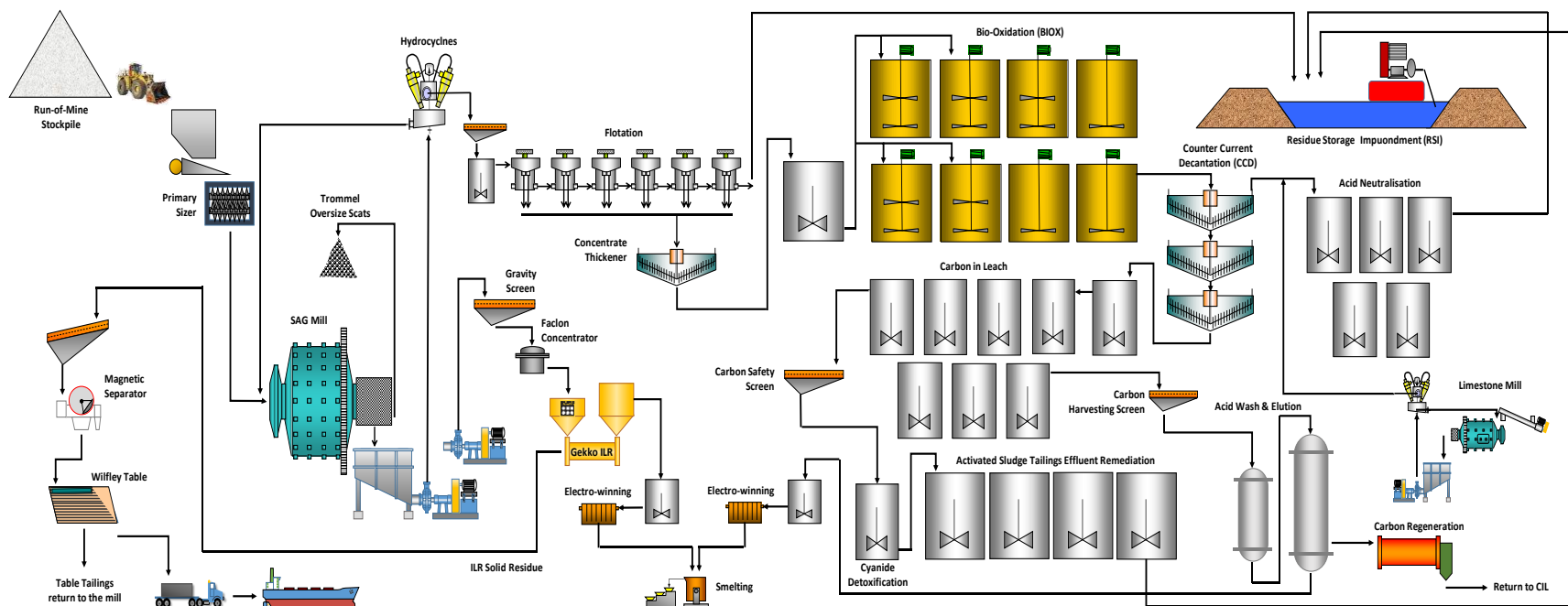
- Following key optimisations made to the BLOX process, fixing many of the technical issues, the management team, led by Darren Bowden, turned Runruno into a success
  - Forecast production of 82,500oz in 2024
  - Record FY2023 gold production of 85,194oz, generating revenues of \$167 million
  - Excellent gold recovery in our processing operations - FY2023 gold recovery of 88.7%
- Strong operational performance has enabled the company to gain debt-free\* status, allowing Metals Exploration to focus on post-Runruno growth opportunities as LoM runs out in 2026
- Strong community engagement through advancement of socio-economic programmes
- Safety is at the core of Metals Exploration's business. Over 24 million man-hours with no lost time incidents occurring



*\* MTL is debt free, save for the £5.5m unsecured bridging loan facility secured from Drachs in connection with the company's offer for Condor Gold.*

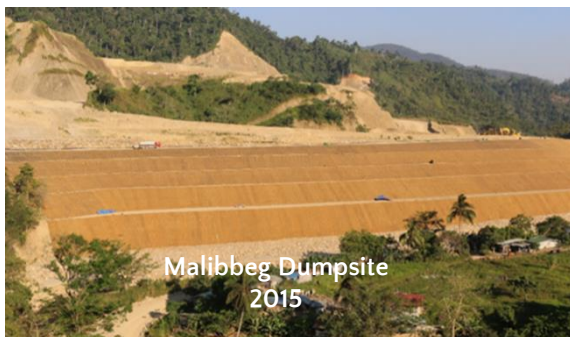
# Processing

- Mostly finely grained gold in pyrite
- Gold recovery by separation followed by leaching with bio-oxidation pre-treatment of flotation concentrate
- Average mill throughput 2.1Mtpa above 1.75Mtpa design capacity
- Overall plant recovery is 89%





# Progressive Mine Rehabilitation





# Recognition of Our Performance

## 2024

- Presidential Mineral Industry Environmental Award in the Surface Mining Operation Category in 2024, for the third year in a row, the highest government mining award attainable in the Philippines
- Safest Surface Mining Operation Award for 2024

## 2023

- Presidential Mineral Industry Environmental Award in the Surface Mining Operation Category for the second year in a row
- 3rd Runner-up for the Best Mining Forest Contest in the Metallic Category
- The group was selected by the Government to represent the Philippines at the third ASEAN Mineral Awards - 1st Runner-up in recognition of outstanding best practices in Sustainable Mineral Development (Mineral Mining - Metallic)



**These awards recognise mining companies for outstanding dedication, initiatives, and innovations in environmental protection, health & safety, and community development**

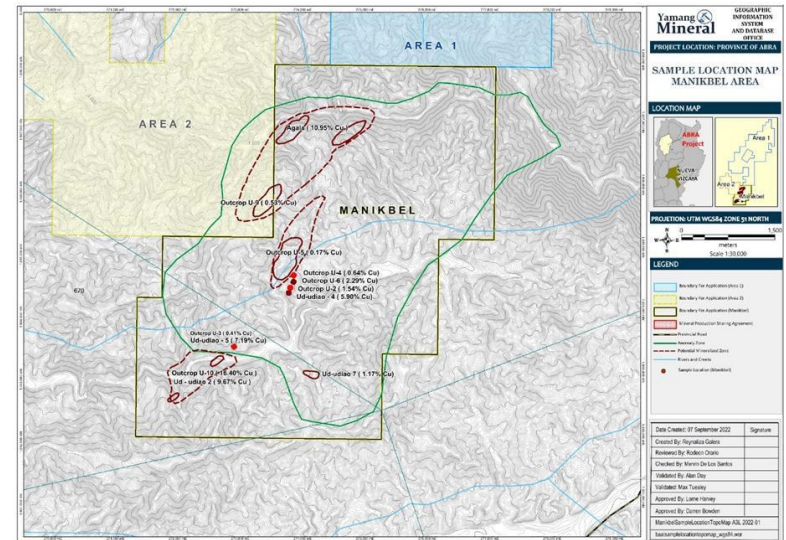
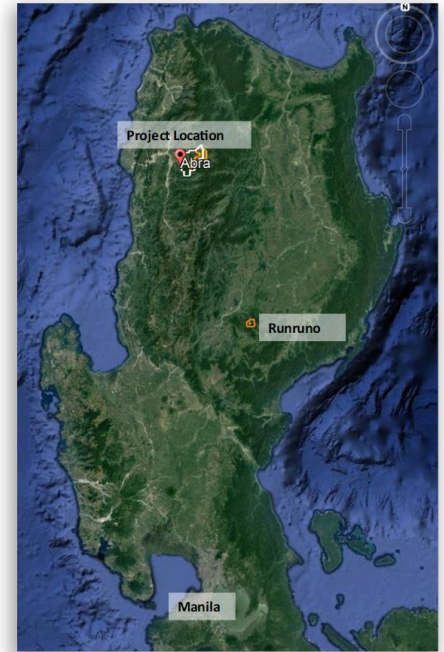
# Acquisition of YMC Group





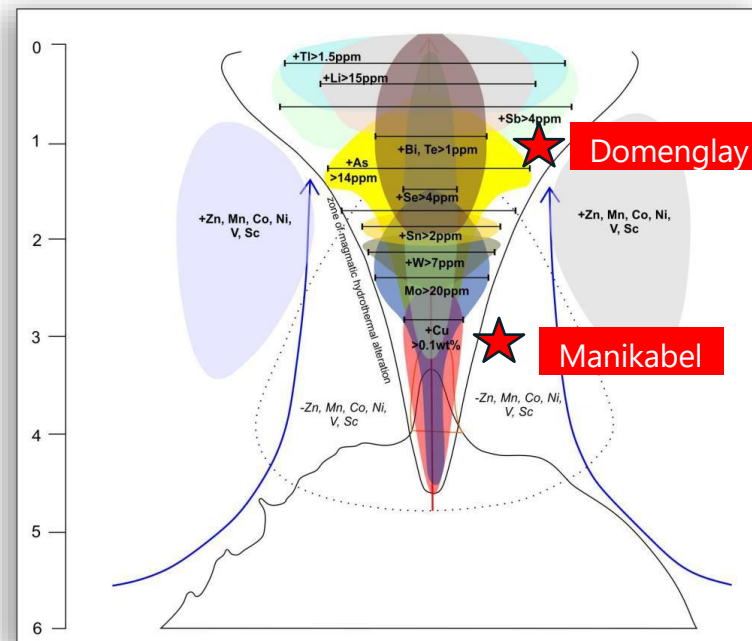
# Abra Tenement

- In August 2024, Metals Exploration completed the acquisition of the YMC Group, which holds an extensive exploration tenement in the prospective Abra area of the Philippines
- Abra covers 16,200 hectares on the island of Luzon, c. 200km north of Runruno, in the Cordillera region, a prolific gold belt in the Philippines, with proven mineral endowment in the area, having produced 40 Moz of gold historically
- In Q4 2024, received final approval from the Philippine authorities for the commencement of exploration drilling activities
- Drill-ready targets, the Manikbel prospect and Domenglay, have been defined and the company's diamond drill rig has been mobilised. The plan is four initial drill holes as part of the objective to compile an initial resource estimate by Q3 2025
- Acquired YMC for a cash consideration of US\$1.6 million and the issue of options to subscribe for up to 41 million new Metals Exploration plc ordinary shares



# Abra Drill Targets

- Located on the Western belt of the Central Cordillera, a prospective gold belt
- Priority 1 - Manikabel
- Priority 2 - Domenglay
- Priority 3 - Dupax
- Potential for further Runruno regional exploration



## ABRA PROJECT

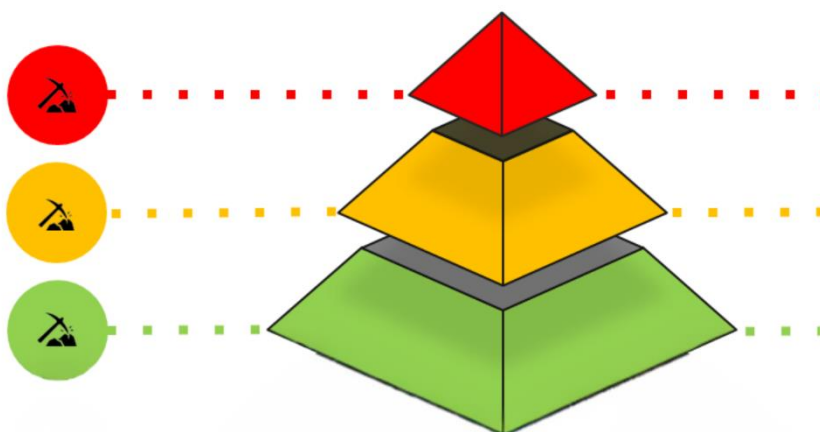
Manikabel

## ABRA PROJECT REGIONAL

Domenglay, Boliney

## Runruno Regional

Dupax



**Significant surface geochemistry anomaly, mapped copper mineralisation, walk up drill targets.**

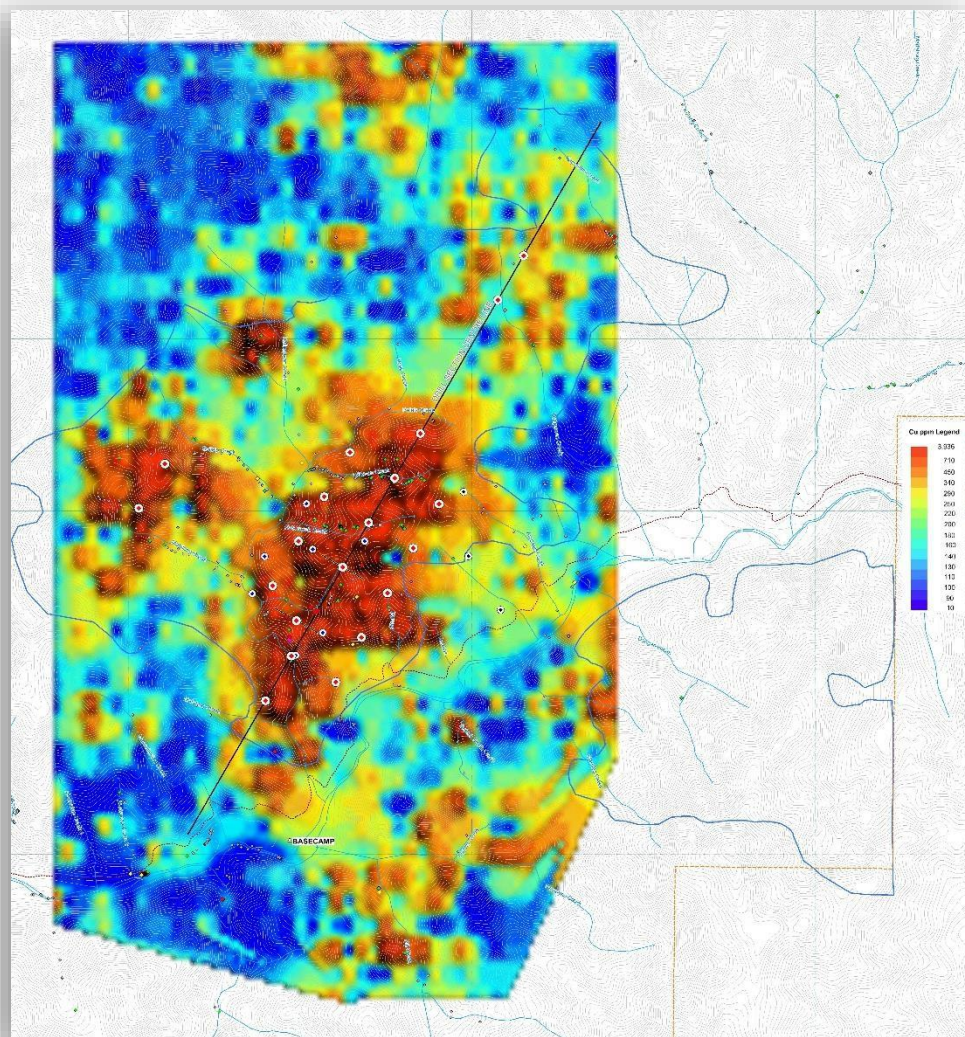
**Moderate sized lithocap identified 500x 400m, 2<sup>nd</sup> anomalous zone to east 600m diameter, friendly community.**

**VMS target, 20km south of RR with grades of up to 15.47 g/t Au and 7% Cu. Target size 10 to 20 MT.**



# Manikbel

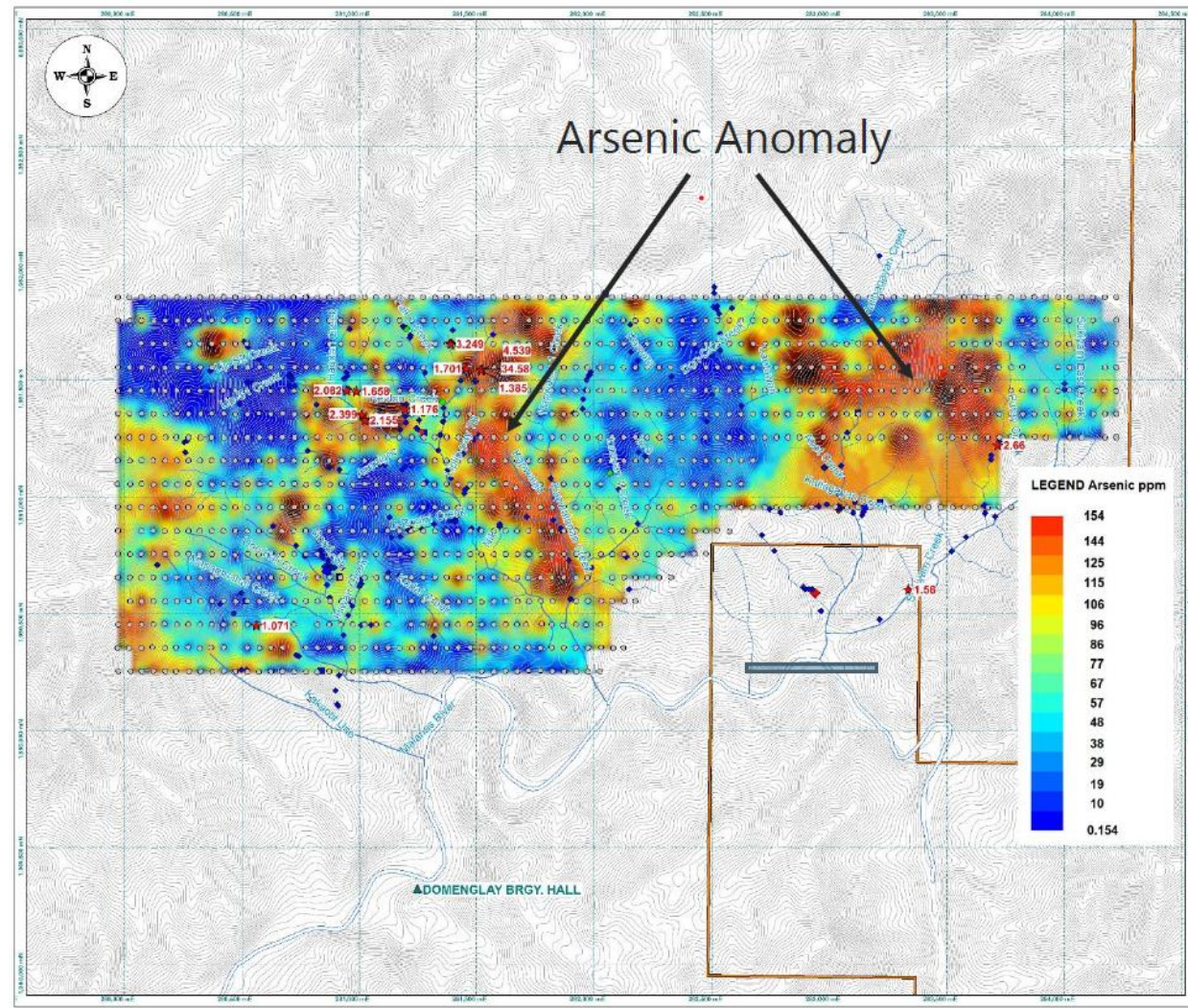
- Large outcropping copper prospect
- Initial drilling programme planned on a 200m x 200m grid for 24 holes
- Identified mineralised zone is 1,500m x 800m at > 700ppm Cu
- Rock samples of over 10% copper recovered from outcrop sampling
- Manikbel has the highest intensity copper geochemical signature of all the areas
- Mineralisation from historical sampling seems to be predominantly copper with little gold identified to date





# Domenglay

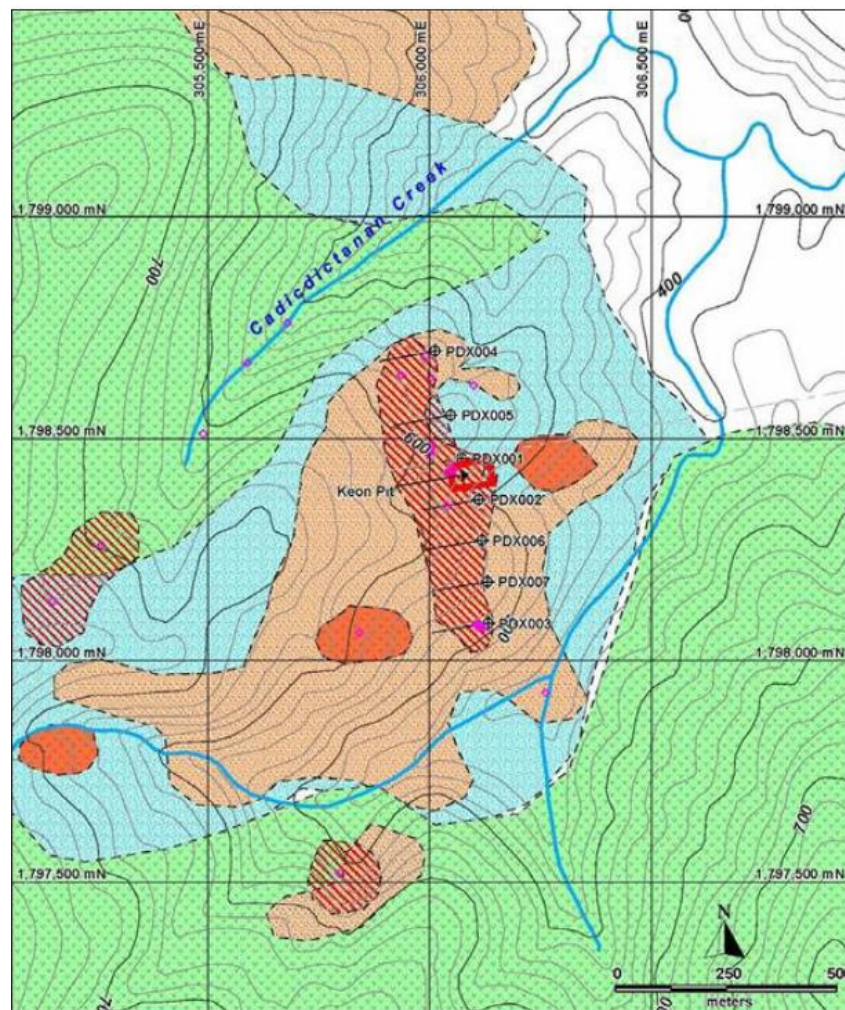
- Significant Arsenic Anomaly
- Gold values over 30g/t on surface
- High copper values also obtained in the area
- Arsenic overlays a Mag high
- The key target approx. 600m in diameters sits within a caldera





# Dupax

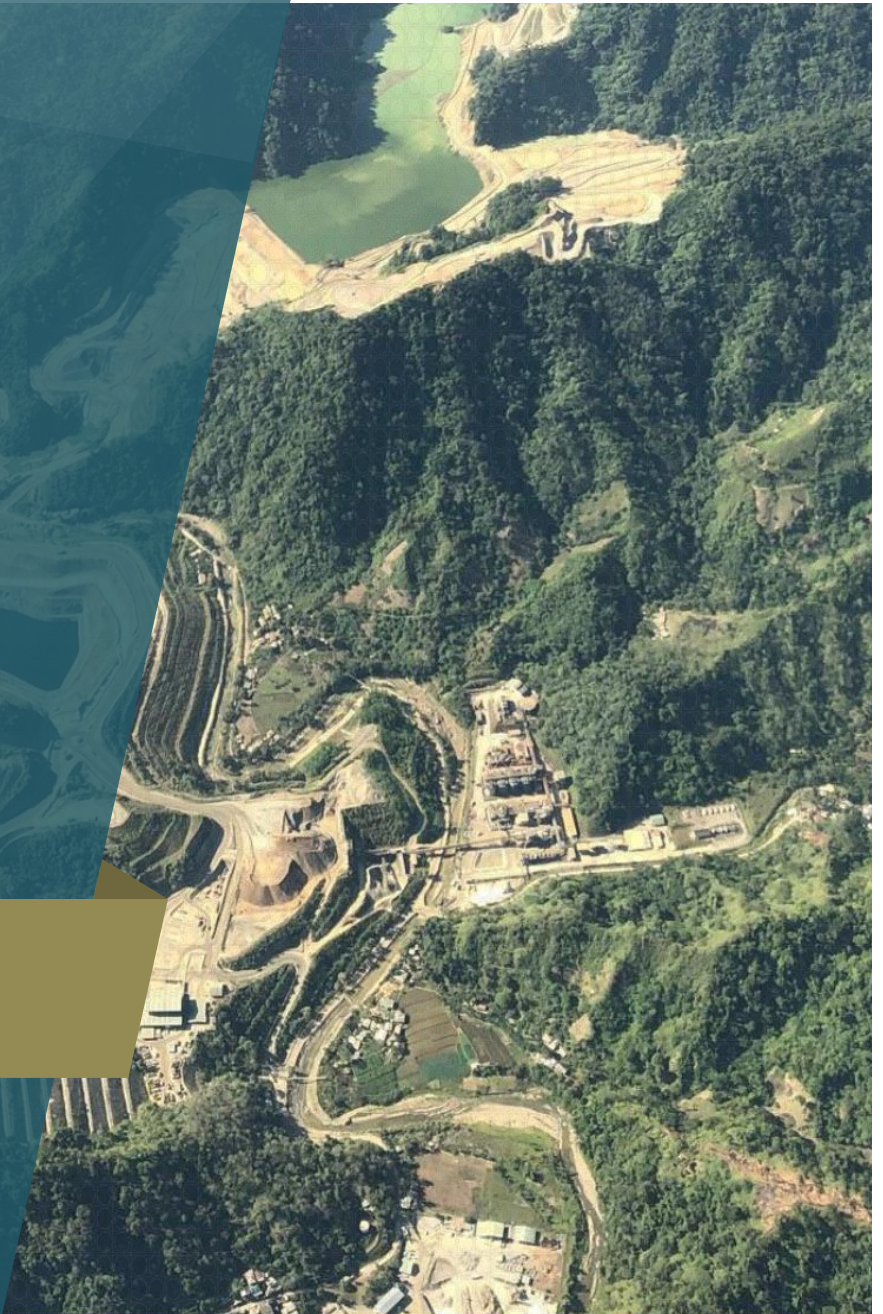
- Within 20Km of Runruno
- VMS target, 20km south of RR with grades of up to 15.47 g/t Au and 7% Cu.
- Target size 10 to 20 MT.
- Surface mapping of main outcrop is 700m x 100m
- Key target of the extension of Runruno operations







# Metals Exploration - Summary





# Sustainability

**Metals Exploration's priority is to create a net-positive impact for its stakeholders and local communities through the advancement of a number of environmental, sustainability and social programmes. The company strives to be accountable, transparent, and responsible in its corporate purpose**

- Our Social Development and Management Programme was set up to identify and implement socio-economic programmes that enhance the lives of those in the local community
  - Focusing on areas including health, education, and infrastructure development, the company allocates 1.5% of direct mining and processing costs to be applied to the SDMP. Total community programme expenditure for FY2023 was US\$1.4 million
- Metals Exploration has established, and continues to maintain, strong relationships with the local community
  - At Runruno, the company has brought employment to a region that otherwise had no formal employment sector, with over 98% of the workforce being Filipinos
  - Runruno has been producing gold without any community or government enforced stoppages since 2016





metals  
exploration

For any further enquires, contact BlytheRay:  
[metalsexploration@blytheray.com](mailto:metalsexploration@blytheray.com)

[www.metalsexploration.com](http://www.metalsexploration.com)

X @MTLexploration

 Metals  
Exploration Plc