

QUARTERLY REPORT TO 31st MARCH 2024

Summary

Advance Metals Limited (AVM, or the Company) is pleased to provide its Quarterly Activities Report for the three months ending 31 March 2024.

Augustus Project, Arizona

- Independent JORC 2012 Exploration Report delivered
- Significant Exploration Target Potential across 6,000 metres of veins
- Exploration and drill targets established
- Project Area expanded to acquire new mineralised areas
- Drilling and permit plans underway

Northern Eagle

- Northern Eagle Mining established to facilitate North American investment at the project level
- AVM attended PDAC mining conference in Toronto to promote Northern Eagle and AVM
- Several meetings with potential investors
- Currently following up with family offices, funds, and high net worth individuals

Bandera Mining Company Joint Venture

- Actively seeking and reviewing critical minerals opportunities in the Western USA.

Corporate

- Denis Geldard joined the board following the resignation of Keith Middleton
- Non-Executive Chairman Geoffrey Hill retiring after the AGM
- PAC Partners engaged as lead manager for fund raising as announced following the end of the quarter.
- Binding commitments received from new and existing professional and sophisticated investors to raise \$1.8M

Advance Metals Limited

ABN 83 127 131 604
Suite 706, Level 7, 89 York Street, Sydney NSW 2000
GPO Box 1546, Sydney NSW 2001

P: +61 (0) 2 9238 1175
W: www.advancemetals.com.au

Augustus Project, Arizona

AVM continued the development of the Augustus Project in Arizona with the establishment of a JORC Exploration Target and independent technical report. The report identified several opportunities for exploration at the Augustus project. The company has begun exploration planning and permitting programs with the intention to submit permits later this quarter.

JORC Exploration Target Summary

The JORC Exploration Target for the Augustus Project is defined as having 19m tons- 25m tons @0.3% to 2.0% Copper and 0.3g/t – 7g/t Gold, The estimate includes a total range of 110m-410m pounds Copper and 320k – 920k ounces Gold.

The potential quantity and grade of this exploration target is conceptual in nature. There is currently insufficient exploration completed to support a mineral resource of this size. It is uncertain whether continued exploration will result in the estimation of JORC resources. The Exploration Target has been prepared in accordance with the JORC Code (2012).

Table A: JORC Exploration Target Summary

Exploration Target	Minimum Tonnage	Maximum Tonnage	Min Pounds Copper	Max Pounds Copper
Near Surface Copper	9.0m	12.0m	50.0m	240.0m
Underground Copper	0.9m	1.2m	20.0m	50.0m
Underground Extension Copper	0.9m	1.2m	20.0m	50.0m
Blue Sky Surface Copper	2.0m	3.0m	13.0m	60.0m
Blue Sky Underground Copper	0.2m	0.3m	5.0m	10.0m
Sub Total Copper	13.0m	18.0m	110.0m	410.0m
Exploration Target	Minimum Tonnage	Maximum Tonnage	Min Ounces Gold	Max Ounces Gold
Near Surface Gold	3.0m	4.0m	40k	230k
Underground Gold	0.9m	1.2m	120k	280k
Underground Extension Gold	0.9m	1.2m	120k	280k
Blue Sky Surface Gold	0.7m	0.7m	10k	60k
Blue Sky Underground Gold	0.2m	0.3m	30k	70k
Sub Total Gold	6.0m	7.0m	320k	920k
Total Tons	19.0m	25.0m		
Exploration Target	Minimum Tonnage	Maximum Tonnage	Min Grade	Maximum Grade
Near Surface Copper	9.0m	12.0m	0.30%	1.00%
Underground Copper	0.9m	1.2m	1.00%	2.00%
Underground Extension Copper	0.9m	1.2m	1.00%	2.00%
Blue Sky Surface Copper	2.0m	3.0m	0.30%	1.00%
Blue Sky Underground Copper	0.2m	0.3m	1.00%	2.00%
Sub Total Copper	13.0m	18.0m		
Exploration Target	Minimum Tonnage	Maximum Tonnage	Min Grade	Maximum Grade
Near Surface Gold	3.0m	4.0m	0.3 g/t	2.0 g/t
Underground Gold	0.9m	1.2m	4 g/t	7 g/t
Underground Extension Gold	0.9m	1.2m	4 g/t	7 g/t
Blue Sky Surface Gold	0.7m	0.7m	0.3 g/t	2.0 g/t
Blue Sky Underground Gold	0.2m	0.3m	4 g/t	7 g/t
Sub Total Gold	6.0m	7.0m		
Total Tons	19.0m	25.0m		

Due to the effect of rounding, the total may not represent the sum of all components

JORC Exploration Target Basis and Mineral Potential

The Mineral Potential and JORC Exploration Targets are based on the current geological understanding of the mineralisation supported by more than 7,000 meters of exploration drilling, 750 geochemical rock chip samples, +6000 meters of mapped listric veins at surface, several channel samples, geological mapping, historic gold and copper mining, numerous exploration targets and associated mineral potential. Recent work by AVM has been able to confirm the exploration work undertaken by previous owners and has been used to define the mineral potential.

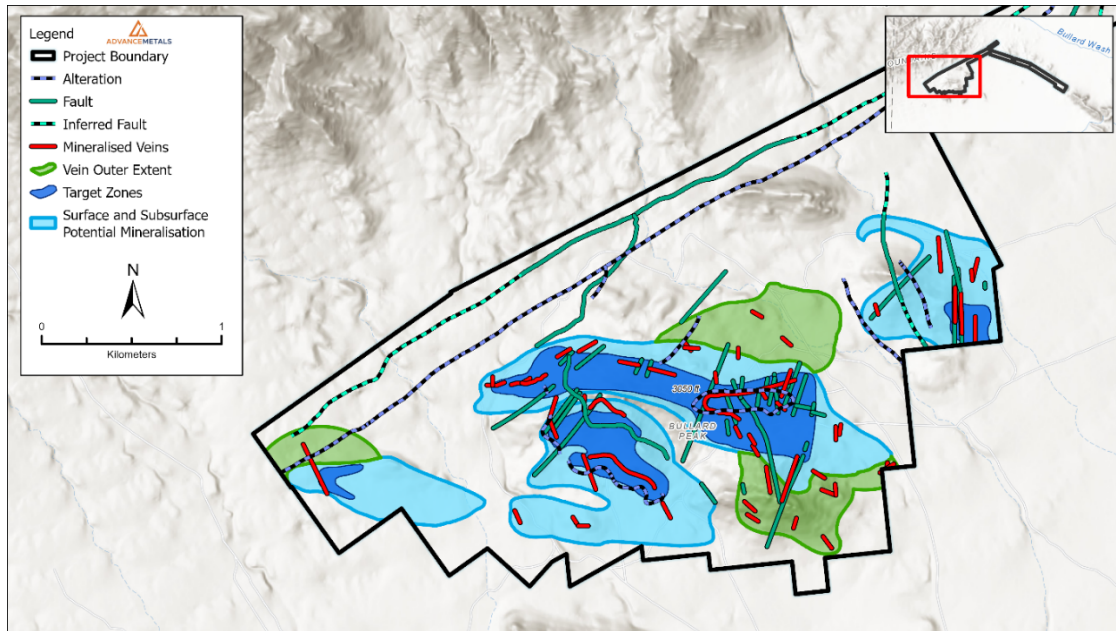


Figure 1: Mineral Potential Map with Mapped Listric Veins and Alteration

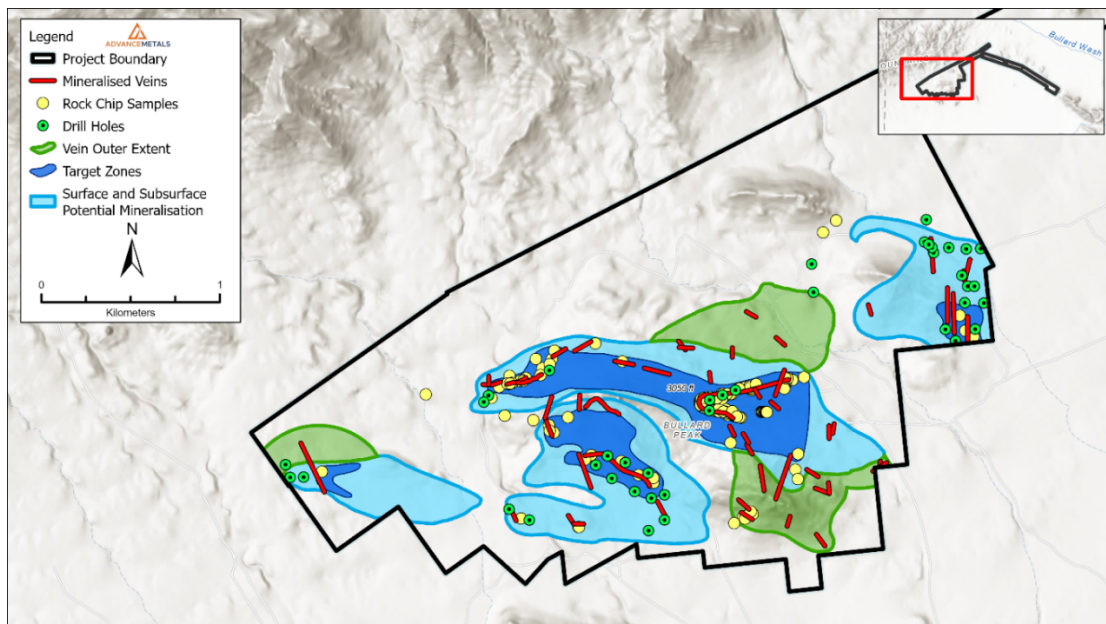


Figure 2: . Mineral Potential Map with Geochemical Samples and Drill Holes

Northern Eagle Mining

Northern Eagle Mining has been established to facilitate investments at the project level from North American investors. The company took several steps in the quarter to engage North American investors including attending the PDAC conference in Toronto. During the PDAC mining conference the company was able to meet with several potential mining investors and discuss the companies US assets.

AVM has been in contact with numerous North American investing firms including High New Worth Investors, Family Offices and Mining Funds. These conversations are ongoing and the company has received positive feedback on the potential of the Augustus and Garnet Skarn Projects due to the changing dynamics in the copper markets.

Bandera Mining Company Joint Venture

Bandera Mining has continued to progress the establishment of a critical minerals portfolio in North America. The company is currently reviewing several promising opportunities in North and South Dakota as well as Texas and other mining states. The objective of Bandera is to find and develop a quality portfolio of specialty minerals that are highly sort after by the defense and other industries in the USA.

Corporate

Board of Directors.

During the quarter Mr. Keith Middleton resigned as a Director and Mr. Denis Geldard was appointed as a non-executive director. Denis is a mining engineer with decades of experience developing junior mining companies into established mining companies. Mr. Geldard's expertise in mining brings a wealth of mining knowledge to the board. At the same time Mr. Geoffrey Hill has decided to retire from the board as Chairman after the AGM being held in late May.

The Company paid Director consulting fees and non-executive Director fees of \$24,000 for the quarter.

Capital Raising

AVM engaged PAC Partners at the end of the quarter to undertake fund raising efforts for the company from new and existing investors. PAC Partners was able to get firm commitments for a \$1.8M capital raising which was announced on 8 April 2024. The AGM will be taking place at the end of May 2024.

Focus for Next Quarter

During the next quarter, the Company will continue with scheduled exploration and fund-raising activities. The Company will also continue to implement its US strategy, with a major focus on US-based copper projects in historic mining districts. An exploration program will be undertaken at the Augustus project and the company will continue its permitting efforts at the Garnet Skarn Project.

Tenements

A list of tenements held by AVM and its subsidiaries as of 31 March 2024.

	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. Andersons Creek - Federal Lode Claims, Idaho, USA, Claims AC01-AC117 Garnet Creek - Federal Lode Claims, Idaho, USA, Claims GC01-GC147 Augustus Polymetallic – Federal Lode Claims, Arizona, USA Claims – AUG001 – AUG072	100% ownership
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 Announcements

27/03/2024	Appendix 4G
27/03/2024	Annual Report to shareholders
27/03/2024	Corporate Governance Statement
15/03/2024	Notification of cessation of securities - AVM
11/03/2024	Change in substantial holding
04/03/2024	Initial Director's Interest Notice
04/03/2024	Final Director's Interest Notice
01/03/2024	PDAC Presentation
01/03/2024	Director Appointment/Resignation
29/02/2024	Notification regarding unquoted securities - AVM
31/01/2024	Quarterly Activities/Appendix 5B Cash Flow Report
25/01/2024	AVM Corporate Update

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

For more information, please contact:

Advance Metals Limited

Chief Executive Officer: Frank Bennett

Email: fbennett@advancemetals.com.au

Chief Operating Officer: Dominic Hill

Email: dhill@advancemetals.com.au

About Advance Metals Limited

Advance Metals Limited (ASX: AVM) is a copper-focused exploration company with a world-class portfolio of copper growth projects in mining-friendly jurisdictions of the United States. We seek to maximise shareholder value through the acquisition, discovery, and advancement of high-quality metals projects in North America. The Company utilises the expertise of our North American exploration team to identify underexplored and undervalued high-grade copper projects with significant geological potential.

The Company has 100% ownership of the Garnet Skarn Deposit, the Augustus Polymetallic Project, and the Anderson Creek Gold Project. More details are available on AVM's website, www.advancemetals.com.au.



AVM Project Locations

Previously Released Information

AVM confirms it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of exploration targets, that all material assumptions and technical parameters underpinning the exploration targets in the relevant market announcements continue to apply and have not materially changed. AVM confirms that the form and context in which the Competent Person's findings were presented have not been materially modified from the original market announcements.

Forward-Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices, or potential growth of the Company, are or may be forward-looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements.

The interpretations and conclusions reached in this announcement are based on current geological theory and the best evidence available to the authors at the time of writing. It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however high they might be, make no claim for absolute certainty. Any economic decisions that might be taken on the basis of interpretations or conclusions contained in this report will therefore carry an element of risk, or conclusions contained in this report will therefore carry an element of risk.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr. Jim Guilinger. Mr. Guilinger is a Member of a Recognized Overseas Professional Organisation included in a list promulgated by the ASX (SME Registered Member of the Society of Mining, Metallurgy and Exploration Inc).

Mr. Guilinger is Principal of independent consultants World Industrial Minerals LLC. Mr. Guilinger has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Guilinger consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

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 March 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) staff costs	(173)	(173)
(e) administration and corporate costs	(102)	(102)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	2
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	(273)	(273)

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	(92)	(92)
(e) investments	-	-
(f) other non-current assets	-	-

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 (3 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	(92)	(92)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
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	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	494	494
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(273)	(273)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(92)	(92)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

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 (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	129	129

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	129	494
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)	129	494

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	24*
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.

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

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

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. 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)	(273)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(92)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(365)
8.4 Cash and cash equivalents at quarter end (item 4.6)	129
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	129
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.35
<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: Yes	
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: On 8 April 2024 the company announced the binding commitments to raise \$1.8m via a two tranche placement and a fully underwritten non renounceable entitlement offer.	
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: Yes, the company expects to be able to continue its operations and meet its business objectives.	
<i>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.</i>	

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: 30 April 2024

Authorised by: The Board

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.