TALLEBUNG TIN PROJECT, NSW – EXPLORATION UPDATE

MAJOR NEW DRILLING PROGRAM UNDERWAY TO EXPAND HIGH-GRADE TIN-SILVER-TUNGSTEN ZONES

- **A major new drilling program of +100 drill holes has commenced at Tallebung** following the success of the recent 143-hole RC drilling campaign, which significantly expanded the mineralised footprint, **uncovering multiple new high-grade zones**.
- The new multi-rig drilling program is designed to target:
  - As a first priority, **extensions to the exceptional high-grade silver-tin intercept in TBRC171**, located on the south-eastern margin of the known deposit:

    TBRC171: **3m @ 686.3g/t silver & 0.96% tin** from 24m.
  - **Expansion of other newly discovered high-grade zones** on the margins of the deposit.
  - **In-fill drilling** to support an **updated Mineral Resource Estimate (MRE)** and improve confidence in the shallow mineralisation at Tallebung.
- **A second drill rig will join the program in the coming weeks**, to complete diamond drilling aimed at gathering structural and geotechnical data to support mine design.
- **First assay results are expected in December**, with ongoing results to be reported progressively over the following weeks.
- **An updated MRE and mining studies are scheduled for release early next year**, incorporating the new drilling data from +250 holes in addition to the 115 holes used for the existing MRE.
- **Bulk metallurgical testwork is progressing in parallel**, focused on optimising the ore sorting and gravity processing flowsheet, producing a saleable concentrate for marketing.
- **Environmental studies are also advancing**, including biodiversity, groundwater and geochemical assessments, **to support future mining approvals.**

SKY Managing Director & CEO Oliver Davies commented: *"We're excited to be drilling again at Tallebung following the remarkable success of our latest 143-hole drilling program, with another large drilling program now underway. The intercept in TBRC171 is a standout result from the last program, and we're keen to follow up on this zone as well as the other high-grade tin, silver and tungsten intercepts from the latest drilling. Our drilling programs are continuing to highlight the growing scale and shallow depth of the tin mineralisation at Tallebung. SKY is well funded for this upcoming program to continue to rapidly advance the Project toward development."*

Watch a video summary of this announcement & engage with SKY here

Sky Metals Limited (ASX: SKY) is pleased to advise that it has commenced a major new growth drilling program at its **100%-owned Tallebung Tin Project** in central western New South Wales.

The latest program is designed to target Resource extensions discovered in the recent, highly successful 143-hole drilling program where multiple high-grade tin-silver-tungsten zones were discovered on the margin of the existing deposit. The new program will also include in-fill and diamond drilling to support an updated Mineral Resource Estimate (MRE) which is on track to be released in early 2026.

TALLEBUNG TIN PROJECT (EL 6699, SKY 100%)

TALLEBUNG RC DRILLING CONTINUES TO INTERSECT SHALLOW, HIGH-GRADE TIN-SILVER ZONES

The new phase of drilling will focus on expanding and in-filling high-grade tin-silver zones identified in the previous program, with particular emphasis on the exceptional intercept returned in drill-hole TBRC171 and other newly discovered shallow, high-grade tin-silver-tungsten zones (see Figure 2).

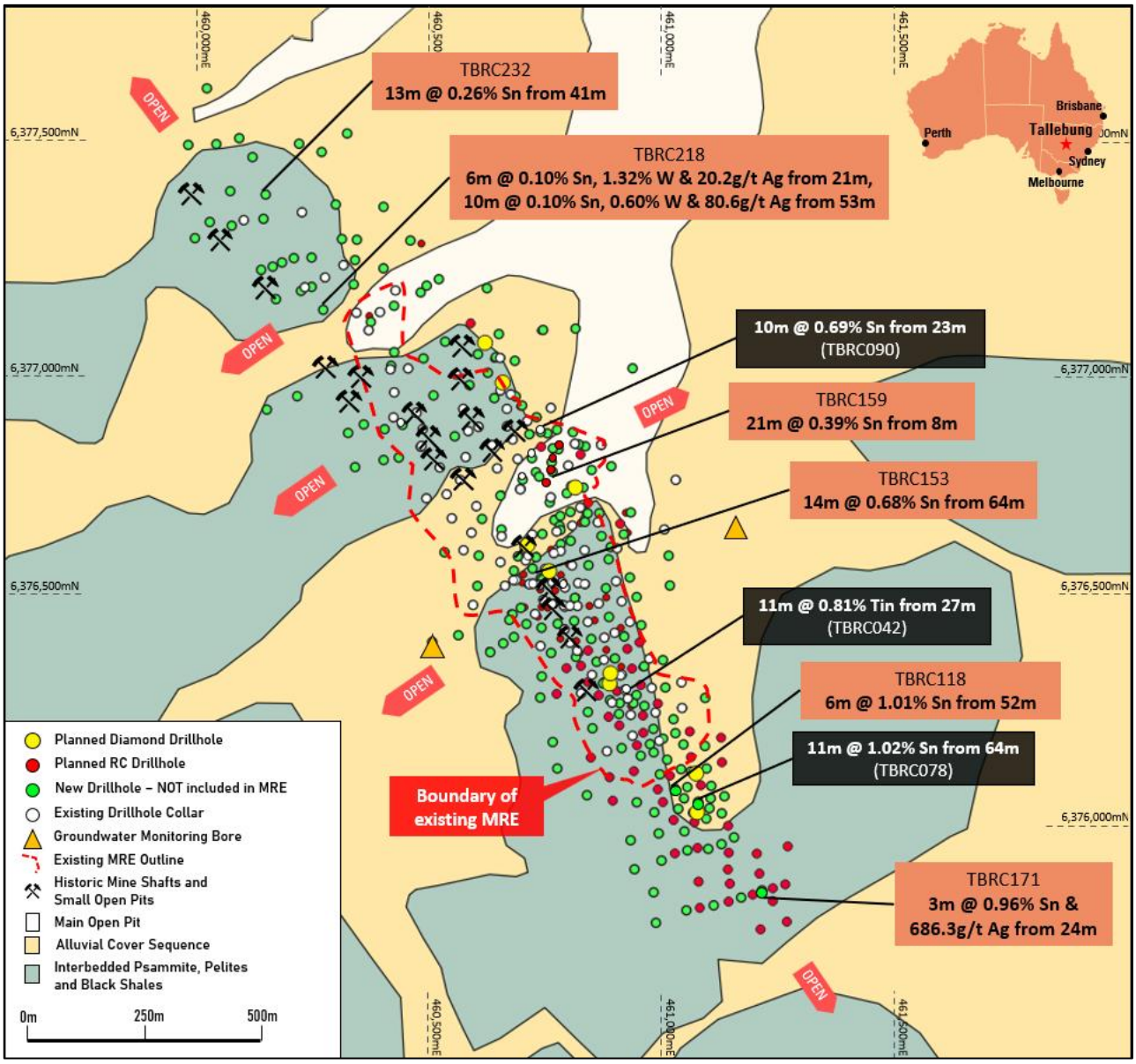

Figure 2: *Plan showing the location of the planned drill-holes in the latest program and selected previously reported highlight drill intercepts, with results from the successful preceding program shown in orange. The boundary of the existing Tallebung MRE is also shown over surface geology.*

SKY METALS

The newly launched drilling phase will concentrate on expanding and infilling the high-grade tin-silver zones uncovered in the previous program. Initial drillholes will specifically target extensions of the standout intercept in TBRC171, which returned:

TBRC171: **3m @ 686.3g/t Ag & 0.96% Sn** from 24m

This intercept represents one of the highest silver grades ever recorded at Tallebung and confirms the presence of shallow, high-grade polymetallic mineralisation on the south-eastern margin of the deposit.

In addition to TBRC171, the program will target extensions to other standout intercepts on the margins of the known deposit, including:

TBRC253: **5m @ 1.63% Sn** from 6m, including:
1m @ 7.44% Sn & 13.9g/t Ag from 6m.

TBRC216: **40m @ 0.24% Sn & 26.6g/t Ag** from 31m, including:
8m @ 0.55% Sn & 120g/t Ag from 42m.

TBRC201: **2m @ 4.28% Sn** from 16m.

TBRC195: **12m @ 0.26% Sn & 85.6g/t Ag** from 13m, including:
1m @ 1.41% Sn & 341g/t Ag from 14m.

TBRC218: **6m @ 1.32% W, 20.2g/t Ag & 0.10% Sn** from 21m; and
10m @ 0.60% W, 80.6g/t Ag & 0.10% Sn from 53m, including:
3m @ 1.58% W, 173g/t Ag & 0.18% Sn from 60m.

These results have significantly expanded the mineralised footprint at Tallebung and confirmed the presence of multiple new shallow zones of high-grade mineralisation which will be targeted in this latest drilling program.

Drilling Program Details

- Over 100 drill-holes planned, comprising a mix of Reverse Circulation (RC) and diamond drilling.
- RC drilling will rapidly test shallow extensions and in-fill zones including those highlighted above.
- Diamond drilling will provide structural and geotechnical data to support open-pit mine design and feasibility studies.

Approvals for the program were received in early October, and drilling has now re-commenced.

First results from the drilling program are anticipated in December with results to be reported on an ongoing basis throughout the following weeks into 2026 as the program continues.

NEXT STEPS

- Results from this program will support an updated Mineral Resource Estimate (MRE), due in early 2026.
- Metallurgical testwork and bulk sampling are ongoing to optimise the processing flowsheet.
- Mining studies will follow to assess the economic potential of the expanded MRE.

All of these upcoming stages will continue to propel the Tallebung Project towards production.

This announcement is authorised for release by the Board of Sky Metals Limited.

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About the Tallebung Tin Project (100% SKY)

Tallebung stands as an open-pit, technology enabled, near-term tin development project. Tallebung is uniquely placed to provide secure tin supply, to feed irreplaceable and rapidly expanding tin demand, essential in semi-conductors, electronics and solar PV technologies.

The Tallebung Tin Project is located at the site of large-scale historical tin mining in central Western NSW where tin was first discovered in the 1890s. SKY is progressively defining a large-scale hardrock tin resource with recent higher-grade tin zones discovered on the margins of the known deposit and exceptional metallurgical performance demonstrated across the entire known deposit.

The shallow, open-pit tin veins combined with the ideal nature of the tin, hosted as large, discrete grains of simple tin-oxide (cassiterite minerals), all ideally lends itself to low-cost tin production advantages, including exceptional X-ray based ore sorting performance, demonstrated to upgrade the tin up to **44x,** prior to low-cost gravity separation to produce a saleable tin concentrate.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr. Oliver Davies, who is a Member of the Australasian Institute of Geoscientists. Mr. Oliver Davies is an employee and director of Sky Metals Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify 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. Davies consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Previously Reported Information

The information in this report that references previously reported exploration results is extracted from the Company's ASX market announcements released on the date noted in the body of the text where that reference appears. The previous market announcements are available to view on the Company's website or on the ASX website (www.asx.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. 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.

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