

SHAREHOLDER UPDATE

P O W E R
METAL RESOURCES

AIM: POW | OTCQB: POWMF

Shareholder Quarterly Update: January to March 2026

By **Sean Wade**, CEO

31 March 2026

We are pleased to provide shareholders with an update on our corporate investments and exploration activities, and a summary of our market news from 1 January to 31 March 2026.

SUMMARY

In the first quarter of 2026, the Company has been actively engaged in exploration programmes across the Arabian Shield, in Saudi Arabia and Oman, as well as through our uranium JV, Fermi, in Canada. We have continued to expand and diversify our portfolio through strategic investments in Greyridge and Next Minerals and initiated a return of capital to shareholders via a share buyback programme.

EXPLORATION

Tati Project Development Update

Power Metal has secured key approvals to advance its 100%-owned Tati Gold Project in Botswana, including Environmental Management Plan (EMP) clearance. With site access close to being finalised, drilling is expected to begin after the rainy season (March/April). Our partner, Tuscan, will fully fund and manage the upcoming exploration programme, including initial drilling and feasibility work. Strong gold prices continue to support the project's development, with potential small-scale mining and early production under consideration.

Read the RNS [here](#).

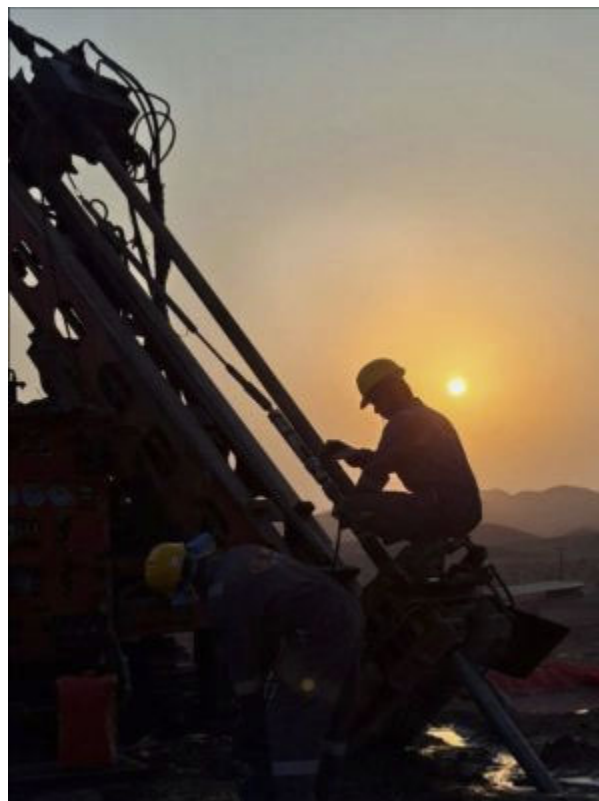
Balthaga Project Update

Following the fulfilment of the Company's initial expenditure requirement to obtain 20%

shareholding, the Company has begun a new exploration phase at its Balthaga Project in Saudi Arabia, aimed at defining drill targets and increasing its stake from 20% to 30%. The programme will include mapping, rock sampling and soil geochemistry across key target areas, with fieldwork underway. The project is prospective for a range of critical metals, and this phase is designed to advance it toward future drilling.

Read the exploration update [here](#).

Read more about the drill target definition programme [here](#).



Uranium JV Fermi: Badger Lake Update

We reported progress at the Badger Lake Uranium property in Canada, where ongoing exploration has refined priority drill targets. The work supports plans for the currently active drilling programme aimed at testing uranium mineralisation potential. The project forms part of the Company's wider Athabasca Basin portfolio, targeting high-impact uranium discoveries.

Read the RNS [here](#).

Uranium JV Fermi: East Hawkrock Update

As of late March 2026, drilling is ongoing at Fermi Exploration's East Hawkrock property. The programme focuses on a 6-kilometre-long conductive corridor located beneath Small Lake and Joint Lake. Geophysical interpretation indicates that this corridor features significant structural complexity, which is often associated with uranium deposition. Currently, seven drillholes, totalling 1,750m, are planned to evaluate discrete structural

nodes and geophysical contrasts, with scope within the 2,500m drill programme to drill further targets. Drill targets were defined using data from four geophysical surveys and a winter radon-in-water sampling programme. The radon sampling returned elevated values, including a peak of 1,207.8 pCi/L at Small Lake, suggesting active pathways for fluid movement.

Read the RNS [here](#).

Uranium JV Fermi: Reitenbach Update

Fermi Exploration has identified three high-priority uranium targets at the Reitenbach Project in Canada's Athabasca Basin through combined soil and radon sampling. The targets, covering ~100 hectares, show strong indications of pegmatite- and fault-hosted uranium mineralisation. Results suggest a buried bedrock source, with further exploration planned to refine targets ahead of a future drilling programme.

Read the RNS [here](#).



STRATEGIC INVESTMENTS

Strategic Investment in Greyridge & Memorandum of Understanding (MoU)

Power Metal has entered into a strategic investment of US\$1.5m in Greyridge as part of an up to US\$10m financing with leading global investors, following which POW is expected to hold a c.4.6% interest in Greyridge. In conjunction with the investment, Power Metal has

signed an MoU with Greyridge to establish a non-binding framework that sets out the basis for Power Arabia and Greyridge to explore the option to enter into joint ventures or similar collaborative agreements, such as earn-in agreements, across Greyridge's projects in the KSA and any future licences that it obtains.

This investment strengthens Power Metal's exposure to early-stage resource opportunities. The agreement supports collaboration on project development and potential future funding initiatives, in line with the Company's incubator model of advancing and monetising exploration assets.

Read the RNS [here](#).

Strategic Investment in Next Minerals S.A.

Power Metal has agreed to invest US\$1 million for a 2.6% stake in Chile-focused Next Minerals, expanding its exposure to copper and critical metals. The investment aligns with the Company's strategy of backing early-stage exploration opportunities with strong growth potential, while maintaining a diversified global portfolio.

Read the RNS [here](#).

SHARE BUYBACKS

Our planned strategy for share buybacks commenced in January and is specifically designed to take a strategic view of available stock, the share price, whilst also taking into account other opportunities and demands on the business. The objective of the buyback programme is to absorb some persistent selling from investors while allowing us to hold the purchased shares in treasury.

MEDIA INTERVIEWS

Jack Dann, Technical Director of Fermi, our uranium joint venture, was interviewed by StockBox on several occasions this quarter: following the announcement of the planned uranium drill campaign, from the drill site at Badger Lake, and also from the drill programme at the East Hawkrock project.

The interviews can be viewed here:

- [Planned drill campaign at Badger Lake](#)
 - [Badger Lake on-site interview](#)
 - [East Hawkrock on-site interview](#)
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PRESS ARTICLES

Simon Thompson, a leading share tip journalist for Investors' Chronicle, highlighted Power Metal Resources as an attractive small-cap opportunity in his February article. The article noted our robust balance sheet, with cash and listed holdings covering a substantial portion of our market capitalisation. Thompson's sum-of-the-parts valuation shows potential upside if sentiment shifts and project progress is recognised by the market. The piece also highlighted our recent share buybacks as a signal of confidence in our growth strategy.

Read the article [here](#).

Modern Mining Magazine - March 2026

We were featured in an article about how tokenisation could unblock billions for early-stage mining.

The piece discussed how tokenisation is emerging as a transformative solution to mining's long-standing funding gap, where less than 2% of global capital reaches early-stage exploration despite its high return potential. Our strategic partnership with Minestarters is helping pioneer a blockchain-enabled model that gives investors liquid, transparent access to diversified portfolios of exploration projects via digital tokens. Combining our proven track record in project incubation with Minestarters' innovative capital platform, this approach broadens investor access, reduces risk through diversification, and positions both companies at the forefront of a rapidly growing real-world asset tokenisation market.

Read the article [here](#).



Modern Mining Magazine

How tokenisation could unlock billions for early-stage mining

Over \$200 billion is invested in mining each year, but less than 2% of that reaches early-stage exploration projects, despite this being the phase that potentially offers the greatest return on investment. This is partially an issue of access, with junior explorers increasingly turning to royalties, streaming rights and off-take partnerships in the absence of traditional financing options like equity markets, leaving capital trapped in slow, illiquid channels.

By acquiring Minestarters tokens, investors will be able to obtain access to an institutionally curated portfolio of projects. As these projects advance, the Minestarters platform captures and distributes their real-world value growth, directing essential funding to a pipeline of prospective assets not limited by commodity or jurisdiction. This is known as Real-World Asset (RWA) tokenisation, linking digital liquidity directly to tangible mining assets.

Funds are collected in vaults on the Minestarters platform, each vault containing a diversified 'basket' of exploration and development investment opportunities. If the vault target capital raise is achieved by the cut-off date, the funds are off-loaded and deployed by a custodian entity into the opportunities detailed in the vault. Investors receive vault tokens representing proportional economic rights in each basket. All proceeds, royalties, revenue share, etc., or other cash flows, are routed through a Revenue Participation Agreement (RPA) and distributed on-chain back to the vault. Put simply, the vault token price increases with the value of

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the asset base. "Smart contracts" - to which each transaction is executed through - create a level of capital discipline that does not exist in traditional early-stage mining project finance.

This is both innovative and significant because it opens early-stage mining investment to a global investor base, with lower minimum commitments, and a fully liquid market. Anyone, anywhere, can invest or cash out whenever they like, meaning that soon, early-stage mining finance will be accessible to all. What's more, rather than backing a single project or being tied down to specific commodities, vault tokens are tied to a portfolio of mining ventures across geographies and commodities, whilst transparent smart contracts remove uncertainty and ambiguity. This de-risks an investor's portfolio by diluting the impact of an individual commodity down cycle. Power Metal Resources is itself a project 'incubator' that develops a diverse portfolio of early-stage projects internally and through strategic joint ventures, creating value through the sale or IPO of projects when advanced. The company has a strong, proven track-record of crystallisation success, recently selling its remaining stake in Guardian Metal Resources, realising 11.8 times return on its original investment. Power Metal Resources has also showcased its ability to deliver value through its joint venture agreement with UCAM, known as Fermi Exploration, progressing key exploration work across a portfolio of uranium licenses.

Founded by Marcel Nally - co-founder of Mexico Resources, now a billion-dollar copper producer in Zambia - Minestarters brings the operational credibility of a proven mine builder. Combined with Power Metal Resources' expertise in project incubation, Minestarters is well placed to instigate and grow its project portfolio. Sharing a distinct synergy in project incubator business models, the two companies are well positioned as strategic partners, connecting Power Metal's proven project pipeline with Minestarters' digital capital engine, aligning traditional exploration success with new investor access.

Power Metal Resources has made an initial investment of £1 million for 30% with the option to increase to 49% for a further £2 million, should certain milestones be hit. Commenting on the partnership, Power Metal Resources' CEO, Sean Wade, reinforced that "this investment will provide greater opportunities for existing shareholders and potential token-holders to share in our crystallisation success, whilst giving us exposure to a more extensive pipeline of prospective assets than available through traditional financing methods."

The projects that are most likely to see benefits from this model are those that sit in overlooked or underexplored regions, where the right funding framework could help realise the full potential of the assets. Africa has seen a disproportionate amount of investment and underinvestment due to factors such as wars, coups, political instability, and resource nationalisation, diverting investment away from the continent even as evolving global demand trends have redirected capital towards previously underexplored regions. Over the past decade, exploration has fallen across Africa whilst historic exploration efforts have yielded some of the world's best resource deposits, according to the Centre for Strategic & International Studies. And between 2012 and 2024, gold exploration in Africa's top exploration destinations - Ghana, Burkina Faso, Mali, Tanzania, and South Africa - fell

by an average of 72.76%. This is not an isolated fact for gold exploration - diamond and other mineral exploration have also seen a similar decline across African jurisdictions.

From an African perspective, a shift in how mining projects are financed, moving towards a more liquid tokenisation system, poses several potential advantages. As alluded to, traditional financiers have tended to overlook certain African regions, preferring jurisdictions that are determined to be more 'stable'. By aggregating projects through a single, diversified treasury, Minestarters reduces jurisdictional concentration risks and attracts global investors back into frontier regions. Increased investment in early-stage projects should allow Africa, and indeed other parts of the world, to unlock a greater proportion of its abundant natural resources, which for years have remained underutilised, contributing to economic growth.

"Minestarters is bringing liquidity to one of the last illiquid asset classes - mining exploration." - Marcel Nally, Founder of Minestarters.

The global RWA tokenisation market expanded from \$8.6 billion at the start of 2025 to over \$25 billion by mid-year - a 260% surge in six months. Standard Chartered forecasts that the market could reach \$30 trillion by 2034. Minestarters and Power Metal Resources, as the first to bring this method of funding to the mining industry, are gaining a first-mover advantage to establish themselves at the forefront of this new funding frontier. It is their goal to target at least 1% of the \$200 billion mining investment market within five years.

Exploration remains the lifeblood of the mining industry. By merging real assets with digital liquidity, Minestarters and Power Metal Resources are redefining how capital flows into discovery. ■

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SOCIAL MEDIA

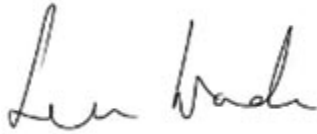
All announcements, news, articles and interviews are published on our social media, and we also repost news and features on our investments and subsidiaries on our social feeds, which can be found via these links:

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Latest articles and insights on Mining, Tokenisation & Web3 Insights can be found [here](#).

Best wishes,



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