

Capital-Efficient Silver Producer in the Making: Pathway to FID in Q4 2025

We update Boab Metals Limited (ASX: BML) with a revised Target Share Price of \$0.791, this represents a total upside potential of 110.8%, reflecting significant increase from the current share price of \$0.375 and an 39.4% increase from the previous Target Share Price of \$0.566 from our [re-initiation report from May this year](#). This re-rating potential is underpinned by BML's progress on a number of critical milestones, including the delivery of the June 2024 FEED Study, the acquisition of the DeGrussa processing plant, and the signing of a binding offtake. Looking ahead, the anticipated Final Investment Decision in Q4 2025, alongside the option to consolidate 100% ownership of Sorby Hills through the acquisition of Yuguang's interest, provides a clear pathway to full project control and development. Together, these achievements not only strengthen confidence in the upcoming financing and construction phases, but also significantly de-risk Sorby Hills and position BML as a future capital-efficient silver producer in a market supported by robust industrial demand and tightening global supply.

BML Raises A\$6m to Advance Sorby Hills Toward FID

BML has successfully completed a A\$6.0 million placement to sophisticated and institutional investors, with proceeds directed toward advancing the Sorby Hills Lead-Silver Project. The funds will support key pre-development activities, including refurbishment of the workers camp, project finance costs, and early site establishment works, while preserving cash reserves for exploration drilling at the Keep Target. This raise strengthens BML's balance sheet and positions the company to progress Sorby Hills toward a FID in Q4 2025.

BML Extends Option to Secure 100% of Sorby Hills

BML reached a mutual agreement with Henan Yuguang to extend the option period to 31 December 2025 for the acquisition of Yuguang's 25% interest in the Sorby Hills Lead-Silver Project. The extension provides BML with a clear pathway to secure 100% ownership of Sorby Hills, while allowing sufficient time to complete remaining workstreams ahead of the anticipated FID.

Valuation Anchored in Silver & Lead Upside

We update our valuation for BML to \$0.713 per share in the base case and \$0.868 in the upside case with a Price/NAV of 0.47x. Our updated valuation for BML is anchored in the current momentum of the silver price, which continues to benefit from a combination of monetary easing, macroeconomic uncertainty, and accelerating industrial demand tied to the global energy transition. Silver has not only maintained its position as a safe-haven asset but is increasingly recognised for its critical role in solar PV, EVs, and energy storage technologies. This dual demand profile provides a compelling long-term structural backdrop, while lead remains a stable contributor through its entrenched role in automotive and industrial batteries. We remain bullish on both silver and lead, with our modelling assumptions reflecting higher price expectations relative to our previous analysis. By aligning our valuation with these favourable market dynamics, we capture both the near-term upside potential and the durability of cash flows underpinned by diversified end-use demand. Importantly, the stronger commodity price outlook materially improves BML's financing flexibility. This translates into lower dilution for existing shareholders, enhancing the project's attractiveness while preserving upside leverage to rising silver and lead markets.

Metals & Mining

Date	23 Sept 2025
Current Price (A\$)	0.375
Target Price (A\$)	0.791
Market Cap (A\$m)	104.7
52-week L/H (A\$)	0.087/0.390
Free Float (%)	83.12%
Bloomberg	BML AU
Reuters	BML.AX

Price Performance (in A\$)



Source CapIQ

Business Description

Boab Metals Limited (ASX: BML) is an Australian mineral exploration and development company focused on base and precious metals.

Disclaimer - Directors of East Coast Research hold shares in Boab Metals Limited (ASX: BML).

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Disclosure - Readers should note that East Coast Research has been engaged and paid by the company featured in this report for ongoing research coverage.

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BML Completes A\$6.0 million Placement to Advance the Sorby Hills Lead-Silver Project Toward a Final Investment Decision

Boab Metals Limited (ASX: BML) has successfully raised A\$6.0 million through a Placement to sophisticated, professional and institutional investors, aimed at advancing its 75%-owned Sorby Hills Lead-Silver-Zinc Project in the Kimberley Region of Western Australia.

Sorby Hills is located in a tier-1 jurisdiction, approximately 50 km northeast of Kununurra in Western Australia, with sealed road access to Wyndham Port (150 km). The project hosts a large, well-defined 47.3Mt silver-lead resource (123g/t AgEq), including 53Moz of contained silver.

Forecast annual silver production of ~2.2Moz positions Sorby Hills among the leading silver producers in Australia. In addition, the project offers significant growth and exploration upside, with strong potential for further resource expansion.

Proceeds will be directed towards pre-development expenditure, partial refurbishment of the workers camp, project finance costs, and early site establishment works. The raise also allows BML to preserve existing cash reserves for drilling programs, including follow-up exploration at the Keep Target, highlighting the Company's focus on expanding resource potential at Sorby Hills (Figure 1).

Figure 1: Location of Sorby Hills Project



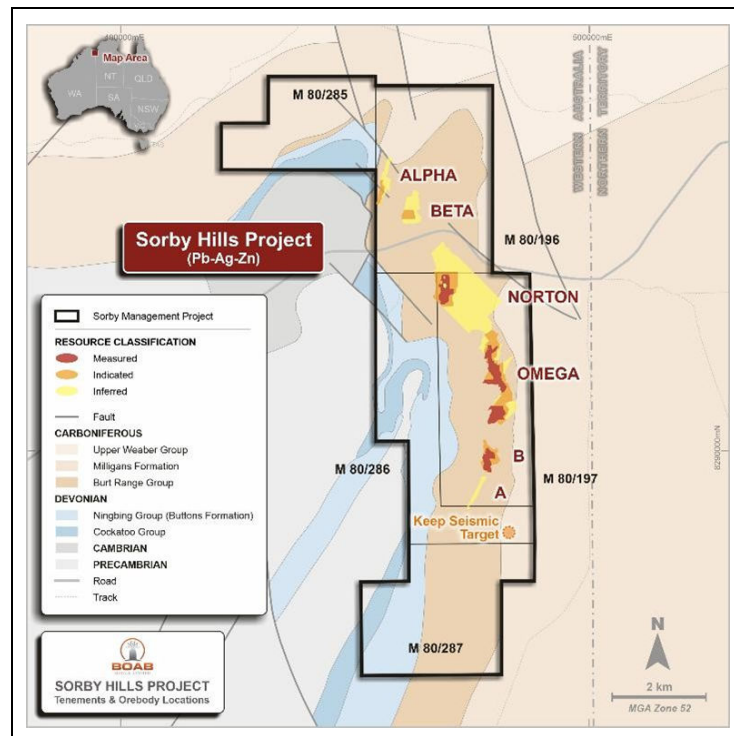
Source: Company

The Placement comprised approximately 37.5 million new shares at A\$0.16 per share, representing an 11.1% discount to the last traded price of A\$0.18 and a 14.0% discount to the 5-day VWAP of A\$0.186.

In late June, BML also utilised its ATM subscription agreement with Acuity Capital to raise \$680,000 (inclusive of costs) through the set-off of 4,250,000 Company collateral shares previously issued to Acuity Capital under the ATM (Set-off Shares). The Set-off shares reduce the

7,770,000 Company collateral shares which Acuity Capital is otherwise required to return to BML upon termination or maturity of the ATM. The funds raised will be used towards general working capital purposes.

Figure 2: Location of the Sorby Hills Resources



Source: Company

Figure 3: Use of Funds Raised Under the Placement

Item	Total A\$m
Sorby Hills Pre - Development Costs	1.5
Early site works at Sorby Hills Project	1.0
Partial Workers Camp Refurbishment	0.5
Project finance Costs	0.5
Working capital purposes	2.5
Total	6.0

Source: Company

Agreement Extended to Secure 100% Ownership of the Sorby Hills Project

In 2024, Boab Metals entered into an option agreement with joint venture partner Henan Yuguang Gold & Lead Co. Ltd (“Yuguang”) to acquire its 25% interest in the Sorby Hills Lead-Silver-Zinc Project, located in Western Australia’s Kimberley region.

The terms included that the option may be exercised contingent upon BML reaching a Final Investment Decision (FID) by Q4 2025, aligning ownership consolidation with the project’s development timeline.

Should the option be exercised, BML will pay Yuguang –

Tranche 1	A\$12.5m upon exercise of the option and the concurrent acquisition of Yuguang’s 25% Joint Venture interest;
Tranche 2	A\$5.5M payable no later than 12 months from the commencement of concentrate production at Sorby Hills;
Tranche 3	A\$5.0M payable no later than 18 months from the commencement of concentrate production at Sorby Hills.

BML recently announced that it has reached a mutual agreement with Yuguang to extend the option period for the Sorby Hills Project until 31 December 2025.

The extension provides BML with additional time to complete the remaining workstreams ahead of the targeted FID in Q4 2025. Importantly, with Tranche 1 not being payable until post FID, the funds can be sourced as part of the overall project financing.

Final Key Environmental Approval Received

The Sorby Hills Project has also recently secured an approval under the Federal Environment Protection and Biodiversity Conservation Act 1999 (“EPBC Act”). This approval, granted to BML’s wholly owned subsidiary Sorby Management Pty Ltd, permits the development of the planned open-pit operation, including construction of a tailing’s storage facility, evaporation pond, borrow pit, and associated supporting infrastructure.

Silver Prices – Key Growth Catalyst for BML

Silver investment in 2025 has been shaped by opposing dynamics stemming from its unique position as both a precious and industrial metal. Heightened concerns over trade tensions, equity market corrections in the US, recessionary risks, and geopolitical instability have all strengthened the case for portfolio diversification.

While gold has captured the majority of safe-haven flows, silver has benefited indirectly. At the same time, its strong industrial exposure has left it vulnerable to the softer global economic outlook. Looking ahead, anticipated US rate cuts combined with persistent economic and geopolitical uncertainty should continue to support investor demand for both gold and silver. Moreover, the still-elevated gold-to-silver ratio may attract additional interest in silver, with investors perceiving it as undervalued.

The 5-year Gold/Silver ratio chart (**Figure 4**) highlights that silver remains undervalued relative to gold, with the ratio currently sitting around 86.6, well above the long-term historical average of ~60. Historically, periods of elevated ratios have often been followed by phases where silver outperforms gold as the ratio normalises. With the ratio still closer to its 5-year highs (103.95 peak vs 64.16 low), there is significant scope for silver to rerate if investor demand strengthens.

The recent Fed rate cut reduces the opportunity cost of holding non-yielding assets, improving the investment case for silver. Combined with rising industrial demand in solar, electronics, and EV sectors, silver is positioned to benefit from both monetary and structural drivers.

Gold has outperformed silver during recent safe-haven flows, pushing the ratio higher. As risk appetite stabilises, silver typically catches up, creating a window for outperformance.

Figure 4: 5 Year Gold/Silver Ratio.

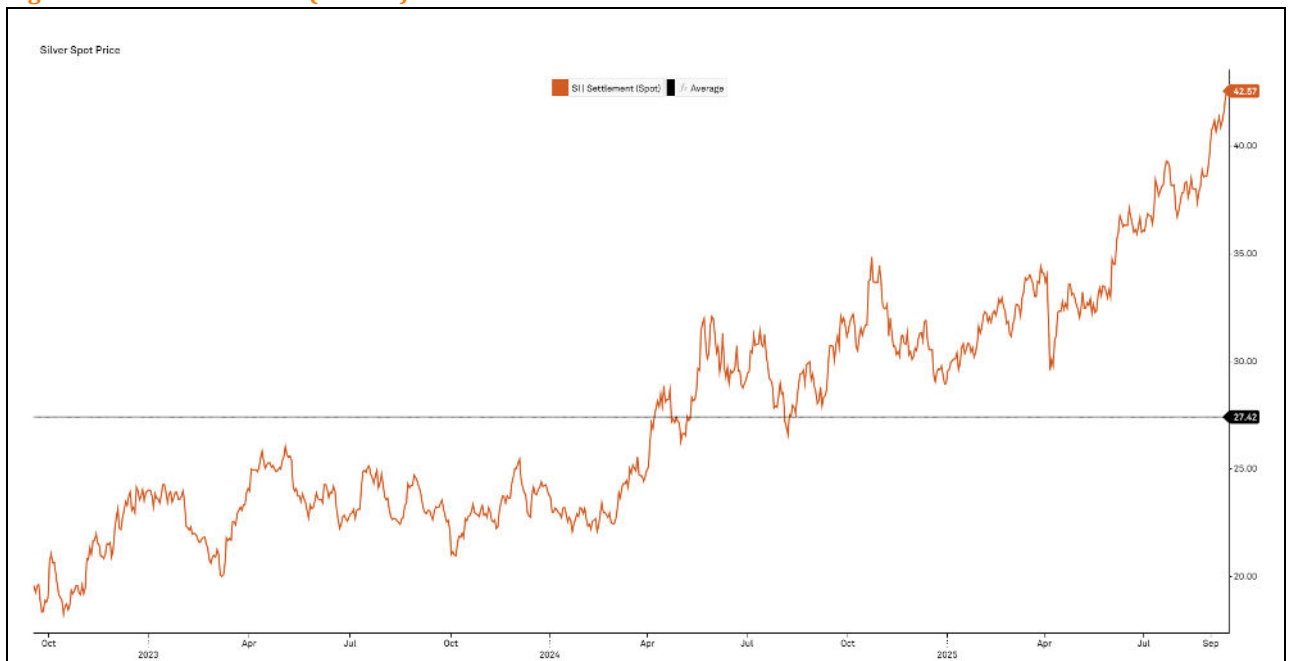


Source: GoldPrice

Metals markets saw subdued price activity through much of August, reflecting diverging fundamentals. Sentiment was supported by pockets of optimism around China’s economic outlook but tempered by escalating tariff risks. By September 2025, however, rising expectations of a US interest rate cut turned sentiment decisively bullish for gold, silver, and base metals.

With the Federal Reserve now delivering a 25bp cut to a 4.00% - 4.25% target range, silver stands to benefit further. Lower rates reduce the opportunity cost of holding non-yielding assets, put downward pressure on the US dollar, and typically strengthen both safe-haven and speculative demand.

Figure 5: Silver Price Chart (3 Years)



Source: S&P Capital IQ

Supply constraints and tight inventories provide an additional layer of support, while consensus forecasts for gold and silver have been revised higher. By contrast, industrial metals show a more mixed outlook, reflecting demand-side uncertainty.

Silver, in particular, has been shaped by a complex interplay of macroeconomic trends, investor positioning, and resilient industrial demand. After a 21% YoY gain in 2024, the strongest performance since 2012, silver extended its rally into 2025. Prices rose from below US\$29/oz in January to above US\$34/oz by March, before peaking near US\$39.3/oz in late July, the highest level in nearly 14 years (Figure 5). This surge was underpinned by Federal Reserve easing, geopolitical uncertainty, and robust industrial demand.

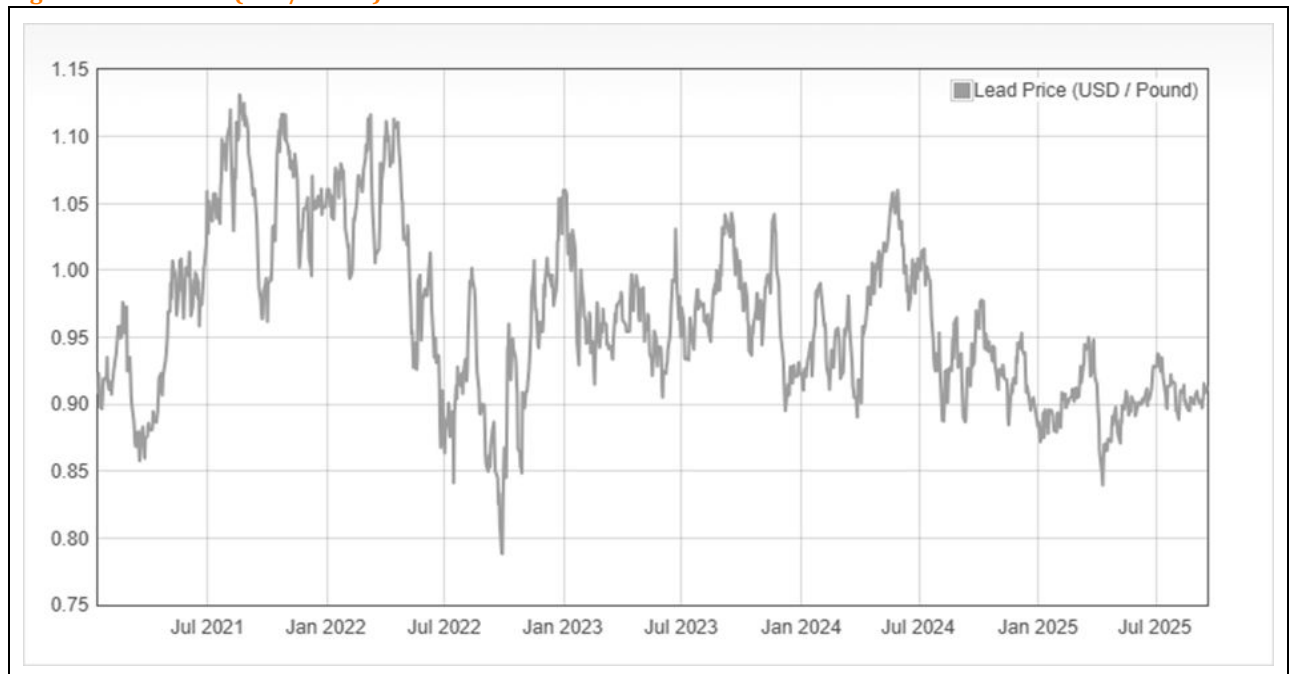
For 2025, the Silver Institute forecasts a market deficit of 118Moz, even with supply expected to rise by 2% and demand easing marginally by 1%. Structural demand drivers remain firmly in place, with industrial applications linked to the energy transition, such as EVs, solar installations, and energy storage, projected to outpace global GDP growth. Without significant new supply coming online, these dynamics point to continued deficits over the medium term. In the near term, silver prices are expected to find further support from macroeconomic uncertainty, the prospect of additional Federal Reserve rate cuts, and elevated geopolitical risk.

Lead Demand Supported by Energy Storage Growth

The lead market traditionally experiences its peak consumption season during August-September, driven by increased demand for lead-acid batteries. This seasonal pattern typically supports prices in the early part of H2 before giving way to weakness later in the year.

The first half of 2025 witnessed significant fluctuations in lead prices (Figure 6), influenced by a complex interplay of macroeconomic factors, supply-demand dynamics, and policy changes. Lead prices demonstrated remarkable resilience despite various market pressures, with distinct monthly patterns emerging throughout the period. The review of lead prices in the past six months reveals important trends for market participants to consider.

Figure 6: Lead Price (USD/Pound)



Source: Daily Metal Price

Looking ahead, lead demand is expected to remain anchored by the automotive and backup power sectors, with replacement demand for lead-acid batteries providing a stable base. While competition from alternative chemistries in energy storage continues to grow, lead-acid batteries retain a strong market share due to their low cost, reliability, and recyclability.

On the supply side, constraints in secondary lead production, linked to scrap availability and margin pressures, could provide intermittent support to prices, while primary smelter output is anticipated to remain steady outside of planned maintenance. However, risks remain tilted to the downside if global industrial activity weakens further or if trade-related disruptions suppress export orders.

Overall, the lead market outlook remains stable, underpinned by steady baseline demand and constrained supply growth, but with limited catalysts for significant upside unless new structural drivers emerge. For Boab Metals, exposure to lead provides a defensive revenue stream that complements silver's higher volatility, helping to balance the project's cash flow profile

Valuation: Revised to \$0.713 - \$0.868 per share

Our valuation of BML is based on a Discounted Cash Flow (DCF) analysis, providing both intrinsic and market-aligned perspectives. The analysis is anchored to the Company's June 2024 FEED Study, with key assumptions drawn from the study and calibrated against the supportive backdrop of strengthening silver and lead markets.

While we remain structurally bullish on silver, reflecting its favourable demand outlook and tightening supply dynamics, we have incorporated conservatism throughout our modelling to ensure robustness across a range of scenarios. In line with management guidance, we expect a FID in Q4 2025, which we see as a key catalyst for the Project's de-risking.

Assumptions -

Silver Prices

Our base case silver price assumptions reflect a constructive near-term view underpinned by favourable macro and structural demand drivers, followed by a gradual moderation as the market normalises.

Near-Term (2025 - 2027) - Prices are forecast to strengthen meaningfully, rising from US\$34/oz (A\$51.52/oz) in 2025 to a peak of US\$47/oz (A\$70.15/oz) in 2028. This trajectory captures expected support from continued investment flows, favourable monetary policy following the recent US rate cut, and robust industrial demand from solar PV and EV sectors.

Medium Term (2028 - 2030) - After peaking, silver prices are expected to ease moderately, averaging US\$45 - 41/oz (A\$67 - 60/oz) through 2029-2030 as supply growth catches up with demand and speculative flows stabilise.

Long Term (2031 - 2036) - Prices are assumed to stabilise around US\$40/oz (A\$58 - 57/oz), reflecting a return to sustainable long-run equilibrium levels consistent with historical ratios to gold and broader commodity price trends. This provides a conservative anchor for valuation beyond the initial ramp-up and cash-flow intensive years of the Sorby Hills Project.

For the bull case, silver prices are assumed to strengthen materially in the near term, climbing from US\$34/oz (A\$51.52/oz) in 2025 to a peak of US\$50/oz (A\$74.63/oz) in 2028, reflecting robust investment flows and accelerating industrial demand from solar PV, EVs, and green infrastructure. Prices then moderate slightly, averaging US\$43-44/oz (A\$62-65/oz) from 2031 onwards, still well above historical norms and supportive of stronger project economics relative to our base case.

Figure 7: Silver Price Forecast Base Case and Bull Case

Base Case	2025	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	2034e	2035e	2036e
Silver Price (US\$/oz)	34.00	43.00	46.00	47.00	45.00	42.00	41.00	41.00	40.00	40.00	40.00	40.00
Silver Price (A\$/oz)	51.52	65.15	68.66	70.15	67.16	62.69	60.29	60.29	58.82	57.97	57.97	57.97

Source: East Coast Research

Bull Case	2025	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	2034e	2035e	2036e
Silver Price (US\$/oz)	34.00	46.00	49.00	50.00	48.00	45.00	44.00	44.00	43.00	43.00	43.00	43.00
Silver Price (A\$/oz)	51.52	69.70	73.13	74.63	71.64	67.16	64.71	64.71	63.24	62.32	62.32	62.32

Source: East Coast Research

Lead Prices

For the base case, lead prices are forecast to remain relatively stable, reflecting balanced market conditions and moderate demand growth.

Near-Term (2025 - 2027) - Prices are expected to hold within a narrow range, from US\$0.90 - 0.93/lb (US\$1,984 - 2,050/t; A\$2,936 - 3,034/t), supported by steady demand for lead-acid batteries through the peak consumption season and stable primary supply.

Medium Term (2028–2030) - Prices ease back slightly to US\$0.85/lb (US\$1,874/t; A\$2,773/t) as secondary supply increases and seasonal demand patterns soften, while the market remains in modest surplus.

Long Term (2031 - 2036) - Prices stabilise around US\$0.83 - 0.85/lb (US\$1,830 - 1,874/t; A\$2,707 - 2,773/t), consistent with historical trading ranges and reflecting conservatism in our assumptions beyond the near-term cycle.

For the bull case, lead prices are assumed to strengthen steadily, rising from US\$0.90/lb (US\$1,984/t; A\$2,936/t) in 2025 to US\$1.04/lb (US\$2,293/t; A\$3,393/t) by 2035–2036. This outlook reflects tighter concentrate supply, stronger demand from battery markets, and sustained support from secondary supply constraints. The scenario implies a structurally higher pricing environment than the base case, offering additional upside to project economics.

Figure 8: Lead Price Forecast Base Case and Bull Case

Base Case	2025	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	2034e	2035e	2036e
Lead Price (US\$/lb)	0.90	0.92	0.93	0.92	0.91	0.85	0.85	0.83	0.83	0.85	0.85	0.85
Exchange Rate A\$:US\$	0.66	0.66	0.67	0.67	0.67	0.67	0.68	0.68	0.68	0.69	0.69	0.69
Lead prices (US\$/t)	1,984.2	2,028.3	2,050.3	2,028.3	2,006.2	1,873.9	1,873.9	1,829.8	1,829.8	1,873.9	1,873.9	1,873.9
Lead Price (A\$/t)	2,935.9	3,001.1	3,033.7	3,001.1	2,968.5	2,772.8	2,772.8	2,707.5	2,707.5	2,772.8	2,772.8	2,772.8

Source: East Coast Research

Bull Case	2025	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	2034e	2035e	2036e
Lead Price (US\$/lb)	0.90	0.94	0.98	0.99	1.00	1.00	1.02	1.02	1.03	1.03	1.04	1.04
Exchange Rate A\$:US\$	0.66	0.66	0.67	0.67	0.67	0.67	0.68	0.68	0.68	0.69	0.69	0.69
Lead prices (US\$/t)	1,984.2	2,072.3	2,160.5	2,171.6	2,204.6	2,204.6	2,248.7	2,248.7	2,270.8	2,270.8	2,292.8	2,292.8
Lead Price (A\$/t)	2,935.9	3,066.4	3,196.8	3,213.1	3,262.1	3,262.1	3,327.3	3,327.3	3,359.9	3,359.9	3,392.6	3,392.6

Source: East Coast Research

Operating Costs

According to our updates in the assumptions based on the FEED study, the average total operating cost has reduced to A\$98.5/t of ROM mined ore. We have reduced it by 5% from the previous average of A\$103.7/t, maintain our conservative view on long-term operating costs.

Discount Rate

We have applied a Weighted Average Cost of Capital (WACC) of 13.6%, consistent with our previous valuation of BML. This relatively elevated discount rate reflects our conservative approach to risk assessment, ensuring that project economics are not overstated in light of inherent uncertainties around commodity prices, development execution, and financing. Maintaining consistency with our prior analysis also provides continuity for comparability while reinforcing the robustness of our valuation framework.

Construction Equity Raise

In this update, we incorporate a higher silver price assumption together with a less dilutive construction equity raise, which we now model at A\$0.40 per share. We also adjust our funding structure to a more favourable 40:60 debt-to-equity ratio versus the earlier 50:50 assumption. These refinements reflect both improving market conditions and stronger financing flexibility, while continuing to embed a conservative framework in our valuation.

Other Assumptions

We assume a 30% corporate tax rate and a 4% royalty, consistent with our prior modelling parameters. As outlined in the FEED Study, pre-production capital requirements are estimated at A\$264 million. Incorporating the acquisition of the DeGrussa processing plant, we have factored in a capital cost saving of approximately A\$30 million.

Equity Valuation

Based on our analysis, we derive a Base Case valuation of 0.713\$ per share for BML, which represents an upside potential of 90.2% from the current share price of 0.375\$. Under our more optimistic Bull Case scenario, the share price valuation increases to 0.868\$, implying a potential upside of 131.5%. Taking the mid-point of these two scenarios, we arrive at a share price valuation of 0.791\$, offering investors an attractive 110.8% upside relative to the current market price.

Figure 9: BML Valuation

BML Valuation (A\$ m)	Base Case	Bull Case
Present value of FCF	277.8	345.0
PV of Terminal FCF	175.8	208.7
Net debt (cash)*	(7.2)	(7.2)
Firm value (A\$ m)	460.8	560.9
Diluted Shares (m)**	646.2	646.2
Implied price (A\$ cents)	71.3	86.8
Current price (A\$ cents)	37.5	37.5
Upside (%)	90.2%	131.5%
Mid-point Target Price (A\$ cents)	79.1	
Price / NAV (X)	0.47x	

^ Based on cash balance as of 12 Sept 2025

*** Shares Outstanding inclusive of dilutive securities as of 12 Sept 2025*

Source: East Coast Research

BML currently has no debt, underscoring its conservative financial position. For the purpose of our valuation, we use a cash balance of \$7.2 million. This provides BML with a solid foundation ahead of its planned development activities and supports flexibility in meeting near-term funding requirements.

Our analysis derives a Price/NAV multiple of 0.47x, reflecting a material discount to underlying asset value. In line with our conservative approach, we also account for potential dilution from outstanding securities and any prospective capital raisings that BML may undertake to fund project development.

The catalysts for a re-rating of BML

Final Investment Decision (Q4 2025)

The targeted FID at Sorby Hills will be a pivotal milestone, formally committing the project to development. A positive decision would materially de-risk the project, unlock construction

funding, and signal a clear pathway to first production, representing a major value inflection point for BML

Project Financing Progress

Advancement of debt funding discussions, supported by the cornerstone \$30m Trafigura offtake and prepayment facility, will provide clarity on the capital structure. Securing a competitive financing package will validate the project's economics and support investor confidence ahead of construction.

DeGrussa Plant Relocation & Early Site Works

Execution of the DeGrussa plant integration, through relocation and refurbishment tenders, offers both a cost-saving and de-risking lever for Sorby Hills. The commencement of early site works and regulatory clearances will further demonstrate tangible progress toward project delivery.

Exploration & Mine-Life Extension Potential

Ongoing drilling across the Keep, Manbarrum, and Eight Mile Creek projects provides significant upside to resource scale and mine life. Positive exploration results would not only extend production horizons but also enhance the project's strategic appeal and potential financing flexibility.

Commodity Market Tailwinds

BML remains highly leveraged to silver prices, supported by industrial demand in solar PV, EVs, and the energy transition, with lead providing stability through battery replacement demand. Continued strength in silver and resilience in lead markets provide thematic support to the company's valuation and investor appeal.

Key Risks

Financing & Dilution Risk

While offtake and prepayment facilities are in place, securing the full funding package for Sorby Hills remains a key hurdle. Any delays or less favourable terms could impact project timelines, while additional equity raises may result in shareholder dilution.

Execution & Cost Overrun Risk

Relocating and refurbishing the DeGrussa processing plant is central to the project's cost savings and delivery strategy. Delays in procurement, unexpected refurbishment expenses, or contractor performance issues could increase capex and erode project economics.

Commodity Price Volatility

BML is highly leveraged to silver prices, which, while providing upside torque, also exposes the company to downside risks in periods of macroeconomic weakness or falling investor demand. Lead, while more stable, also faces cyclical swings tied to battery demand and secondary supply.

Regulatory & Approvals Risk

Although major approvals have been secured, final regulatory clearances and permitting for construction and operations remain critical. Any delays or changes in regulatory requirements could push back timelines or increase compliance costs.

Appendix I: 2024 FEED Study Summary

Pit	Total (Mt)	Waste (Mt)	ROM (Mt)	Pb (%)	Ag (g/t)	PbEq (%)	Strip Ratio
Pit A	4.1	3.7	0.5	3.7	16.4	4.3%	8.1
Pit B	14.8	12.6	2.3	3.2	17.4	3.8%	5.5
Omega South	21.1	18.3	2.8	2.9	29.5	3.9%	6.5
Omega Main	57.7	50.3	7.4	3.6	38.7	5.0%	6.8
Norton	21.4	19.5	1.9	4.0	78.5	6.8%	10.0
Beta	35.6	32.2	3.4	3.3	41.5	4.8%	9.5
Total Production	154.8	136.5	18.3	3.4	38.8	4.8%	7.5

Ore Reserve Category	Ore (Mt)	Grade		Contained Metal	
		Pb (%)	Ag (g/t)	Pb (kt)	Ag (Moz)
Proved	10.4	3.5%	42	358	14.1
Probable	4.9	3.5%	32	172	5.0
Total Ore Reserve	15.2	3.5%	39	531	19.1

Item	Total (A\$M)	Unit Costs A\$/t ore	US\$/lb payable Pb
Logistics	117	6.4	0.07
Mining	547	30.0	0.31
Processing	388	21.3	0.22
G & A	88	4.8	0.05
Lead Treatment	160	8.8	0.09
C1 Costs (ex-Credits)	1,300	71.2	0.74
Net Silver Credits	(661)	(36.2)	(0.37)
C1 Costs	639	35.0	0.36
Royalties	95	5.2	0.05
Sustaining Capital	26	1.4	0.01
AISC	760	41.6	0.43

PHYSICALS SUMMARY	Unit	Total	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036
ROM Mined	Mt	18.3	-	0.4	2.1	2.3	2.4	2.5	2.3	2.0	1.1	3.0	0.3	-
Waste Mined	Mt	134.6	-	3.8	11.7	14.3	25.7	25.4	21.0	17.3	13.0	4.2	0.2	-
% Measured	%	56.7%	-	67.3%	91.7%	64.7%	72.0%	89.7%	71.8%	47.7%	16.6%	-	-	-
% Indicated	%	26.5%	-	32.7%	8.3%	35.3%	27.2%	8.9%	26.7%	49.7%	30.6%	31.1%	-	-
% Inferred	%	16.8%	-	-	-	0.9%	1.4%	1.5%	2.7%	52.8%	68.9%	100.0%	-	-
Lead Grade	%	3.4%	-	3.8%	4.1%	3.2%	3.8%	3.3%	3.1%	3.1%	3.6%	3.4%	2.9%	-
Silver Grade	g/t	39	-	24	39	28	60	50	22	27	42	41	50	-
Processed Tonnes	Mt	18.3	-	-	1.39	2.25	2.26	2.25	2.25	2.25	2.26	2.25	1.11	-
Lead Grade	%	3.4%	-	-	5.5%	3.4%	4.0%	3.5%	3.1%	3.0%	2.5%	3.5%	3.0%	-
Silver Grade	g/t	39	-	-	47	30	59	54	24	27	30	41	41	-
Lead Recovery	%	91.6%	-	-	90.9%	94.1%	90.0%	88.0%	92.7%	94.7%	93.8%	90.3%	90.3%	-
Silver Recovery	%	81.7%	-	-	87.2%	86.2%	82.2%	81.4%	86.9%	86.9%	85.7%	70.4%	70.3%	-
Concentrate Produced	kt	873	-	-	109	110	126	112	99	98	80	97	42	-
Lead Grade	%	65.8%	-	-	64.2%	65.6%	63.5%	62.4%	65.9%	66.0%	65.7%	72.2%	72.3%	-
Silver Grade	g/t	664	-	-	529	532	860	878	479	535	730	677	770	-
Payable Lead	kt	546	-	-	61	69	79	65	63	63	50	68	30	-
Payable Silver	Moz	17.2	-	-	1.5	1.7	3.2	3.0	1.4	1.5	1.8	2.0	1.0	-

FINANCIAL SUMMARY	Unit	Total	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036
Lead Revenue	A\$M	1,803	-	-	198	225	260	215	207	208	165	226	98	1,803
Silver Revenue	A\$M	693	-	-	59	69	131	121	57	62	71	82	40	693
Total Revenue	A\$M	2,496	-	-	257	295	392	337	264	269	236	308	138	-
TR/RCS	A\$M	(191)	-	-	(21)	(23)	(30)	(26)	(21)	(21)	(18)	(22)	(10)	-
Royalties	A\$M	(95)	-	-	(10)	(11)	(14)	(12)	(10)	(10)	(9)	(12)	(5)	-
Net Revenue	A\$M	2,209	-	-	227	260	347	299	233	238	210	274	123	-
Logistics	A\$M	(117)	-	-	(14)	(15)	(17)	(15)	(13)	(13)	(11)	(13)	(6)	-
Mining	A\$M	(547)	-	-	(51)	(62)	(94)	(93)	(81)	(71)	(54)	(36)	(4)	-
Processing	A\$M	(388)	-	-	(38)	(47)	(47)	(47)	(47)	(47)	(47)	(47)	(24)	-
G & A	A\$M	(88)	-	-	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(5)	-
Operating Cash Flow	A\$M	1,069	-	-	114	126	180	134	81	96	88	167	84	-
Pre-production Capex	A\$M	(264)	(131)	(133)	-	-	-	-	-	-	-	-	-	-
Sustaining Capex	A\$M	(26)	-	-	(12)	(1)	(3)	(1)	(0)	-	-	-	(5)	(4)
Project Cash Flows	A\$M	778	(131)	(133)	101	125	177	133	81	96	88	167	78	(4)

Source: Company

Appendix II: BML SWOT Analysis

Figure 10: SWOT analysis





Strengths	Weakness
<p>De-risked Development Pathway With FEED and DFS studies completed, environmental approvals secured, and the acquisition of the DeGrussa processing plant, BML has significantly reduced execution risk while delivering meaningful upfront capex savings.</p> <p>Strategic Partnerships & Offtake The binding offtake agreement and US\$30m prepayment facility with Trafigura provide validation of concentrate quality and underpin financing efforts, enhancing project bankability.</p> <p>Tier-1 Jurisdiction & Infrastructure Advantage Located in Western Australia’s Kimberley region with sealed road access to Wyndham Port, Sorby Hills benefits from strong jurisdictional stability and existing logistics infrastructure, reducing development hurdles</p>	<p>Financing Dependence The Sorby Hills Project requires substantial upfront capital (A\$264m pre-production capex), leaving BML reliant on external debt and equity funding. This exposes the company to potential dilution and market-driven financing risks.</p> <p>Single-Asset Exposure BML’s valuation is heavily tied to the Sorby Hills Project. Limited diversification across commodities or projects increases sensitivity to execution delays, cost overruns, or operational setbacks at a single asset.</p>
Opportunities	Threats
<p>Silver Market Tailwinds Silver’s dual role as a monetary and industrial metal positions BML to benefit from both safe-haven demand and structural growth in solar PV, EVs, and energy transition technologies. Continued strength in silver prices could materially uplift project economics.</p> <p>Mine Life Extension & Resource Growth Exploration success at the Keep, Manbarrum, and Eight Mile Creek targets provides scope for additional resources and longer mine life. Positive drilling results could expand production horizons and enhance project valuation.</p> <p>Strategic Plant Acquisition Savings The acquisition of the DeGrussa processing plant presents significant cost savings and reduces procurement risks, with opportunities to further optimise capex and accelerate development timelines</p>	<p>Commodity Price Volatility BML’s valuation is highly sensitive to fluctuations in silver prices, which are influenced by global macroeconomic conditions, investor sentiment, and monetary policy. A sustained downturn in silver or lead markets could erode project economics.</p> <p>Funding & Dilution Risk Securing the A\$264m pre-production capex remains critical. Should debt financing be delayed or terms prove less favourable, BML may be forced into equity-heavy solutions, resulting in significant shareholder dilution.</p>

Source: East Coast Research

Appendix III: BML's Leadership

BML's board and management team bring together a highly skilled group of professionals, ensuring expertise across all aspects of the business.

Figure 11: BML's leadership team

	Name and Designation	Profile
	Mr. Gary Comb Chairman	<ul style="list-style-type: none"> Mr. Comb has more than 30 years of experience in the Australian mining industry. He has a strong track record in successfully commissioning and operating base metal mines. He has held a variety of senior roles, including the Chairman of Finders Resources Ltd., the Managing Director of Jabiru Metals Ltd. and the CEO of BGC Contracting Pty Ltd.
	Mr. Simon Noon Managing Director and CEO	<ul style="list-style-type: none"> Mr. Noon has spent the past 15 years managing Public Resources Companies, with extensive experience in strategic management, business planning, finance and capital raising across a variety of commodities. He was the Managing Director and co-founder of West Rock Resources Ltd. Eventually, the company was acquired by Boab Metals Ltd in 2013. Prior to being the Managing Director of Rock Resources Ltd., he was managing Groote Resources Ltd. from a Market Cap of under \$10m to market highs in excess of \$200m.
	Mr. Andrew Parker Non-Executive Director	<ul style="list-style-type: none"> Mr. Parker has significant experience in the exploration and mining industry and also in corporate advisory, strategic consultancy and capital raisings. He previously held the position of Managing Director at Trident Capital Pty Ltd, a corporate advisory and venture capital firm that he co-founded. He is also the Chairman of Widgie Nickel Pty Ltd.
	Mr. Richard Monti Non-Executive Director	<ul style="list-style-type: none"> Mr. Monti is a geologist with more than 30 years of experience in many facets of the exploration and mining industry, including technical, commercial, marketing, and finance. He has held roles at several international and Australian companies, including Anaconda Nickel, Azimuth Resources Ltd., The North Group, Normandy Group, and RTZ Exploration. He is currently a director at Black Dragon Gold Ltd.

Source: Company

Appendix IV: Analyst's Qualifications

Riddhesh Chandwadkar

The lead analyst on this report, is an equity research analyst at Shares in Value (East Coast Research). Riddhesh has a Bachelor's degree from the University of Mumbai and a Master's in Commerce (Finance and Strategy) from the University of Sydney. He has passed Level 1 of the CFA Program. Riddhesh has experience working across Equity Capital Markets as an investment analyst looking at Capital Raising and Mergers and Acquisitions for ASX listed companies.

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