Sun Valley Closes Oversubscribed Non-Brokered Private Placement for C$3.1 Million; Altius Increases Its Ownership to 9.2% in New Strategic Partnership

August 12, 2025

Dear Sun Valley Shareholder or Follower,

Sun Valley Minerals Inc. ("**Sun Valley**" or the "**Company**") is pleased to inform its shareholders that it has closed a non-brokered private placement (the "**Offering**") on August 8, 2025, raising gross proceeds of C$3,098,140.50 through the issuance of 10,327,135 common shares of the Company (the "**Shares**") at a price of C$0.30 per Share.

Existing shareholders subscribed for approximately 54% of the Offering, with the remaining 46% subscribed for by new individual and institutional shareholders. Altius Resources Inc., a wholly owned subsidiary of Altius Minerals Corporation ("**Altius**"), subscribed for 3,916,667 Shares, increasing its existing ownership to 9.2% of the Company's issued and outstanding common shares upon closing of the Offering.

The Company issued a further 18,333 common shares to certain persons as consideration for consulting and advisory services, as well as 314,977 common shares to eligible finders as a commission based on the number of common shares sold under the Offering and placed by such finders. No cash finders' fees were paid in connection with the Offering.

Upon closing of the Offering, the Company's total issued and outstanding shares, on a non-diluted basis, has increased to 50,977,563. No new insider or control person was created as a result of the Offering.

"On behalf of the Sun Valley team, I would like to thank existing shareholders for their continued support, and extend a warm welcome to all new shareholders," said Christo Stemmet, President and CEO of Sun Valley. *"Sun Valley's ability to attract top tier strategic partners like Kinross and Altius is a testament to the strong technical merits of the Company's projects, as well as our team's ability to advance existing projects and identify new opportunities in Uruguay."*

Proceeds from the Offering will primarily be used to further advance the Company's Tarumán gold-silver project, early-stage regional exploration, and to expand the Company's project portfolio in Uruguay.

In connection with Altius' investment, the Company and Altius entered into an investor rights agreement, pursuant to which, Altius, provided that it owns at least 5.0% of the common shares of the Company on a non-diluted basis, was granted: a) the right to maintain or increase its ownership percentage to a maximum of 19.9% of the common shares of the Company on a non-diluted basis after an issuance of new securities; and b) a right of first offer with respect to acquiring physical land within any of Sun Valley's licence areas in Uruguay, subject to Sun Valley having an opportunity or preferred option to acquire such land. In Uruguay, landowners are entitled to a 2% base-and-precious metals royalty. Sun Valley retains a purchase option to acquire 100% of all land and related royalties acquired by Altius, in exchange for granting Altius a 1% royalty over the related geographical areas upon exercising the purchase option. The structure aims to further de-risk the Company's projects by funding land acquisitions without early dilution to the share structure, while also reducing future royalty obligations currently in place. Altius does not have the right to appoint any persons to the board of directors of the Company.

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About Sun Valley Minerals Inc.

Sun Valley Minerals Inc., founded in 2021, is a private Toronto-based corporation focused on early-stage mineral exploration and project generation in Uruguay. The Company currently owns 100% of the Tarumán and Keana gold-silver projects located in Lavalleja Department.

For any further details, please do not hesitate to contact me.

On Behalf of The Board of Directors & The Sun Valley Team

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Cautionary Statement Regarding Forward-Looking Information

This shareholder letter has been issued as a matter of interest to investors and other followers of the Company. This shareholder update contains certain statements that constitute "forward-looking statements" and "forward-looking information" within the meaning of applicable securities laws (collectively, "forward-looking statements"). Forward-looking statements include, but are not limited to, statements about the future financial or operating performance of Sun Valley Minerals Inc., the anticipated mineralization of its properties, its planned exploration programs, the use of proceeds from the Offering, that the Altius investment structure aims to further de-risk the Company's projects by funding land acquisitions without early dilution to the share structure, while also reducing future royalty obligations currently in place, and the anticipated nature of the Company's projects. Generally, forward-looking statements can be identified by terminology such as "plan", "expect", "believe", "project", "estimate", "forecast", "intend" and other similar terminology, or statements that certain actions, events or results "will", "may" or "would" or "will be achieved".

Forward-looking statements are based on the expectations and reasonable assumptions of the Company's management team at the time such statements are made. Forward-looking statements are subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of productivity, performance or achievements to differ materially from those expressed or implied by such forward-looking statements, including, but not limited to, general business, economic, competitive factors, dependence on third parties, actual results of operations and other commodity industry risks. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in the forward-looking statements, other factors may cause results not to be as anticipated, estimated or intended.

The recipient agrees and acknowledges that neither Sun Valley nor any of its representatives has any obligation whatsoever to update or keep current any information contained herein at any time, and the Company hereby disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law. Investment in the common shares of the Company is highly speculative given its present stage of development.

All references to dollar amounts in this shareholder update are to Canadian dollars unless otherwise specified.