Sun Valley Intercepts 49.4m at 2.05 g/t Au in Surface Trench at Tarumán; Receives Two Key Prospecting Licences in Uruguay; Submits New Prospecting Licence Application

October 9, 2025

Dear Sun Valley Shareholder or Follower,

Sun Valley Minerals Inc. ("**Sun Valley**" or the "**Company**") is pleased to provide the following updates, including recent activities at the Company's wholly owned Tarumán Gold-Silver Project in Uruguay:

- *Initial significant intercepts from an ongoing trenching program at Tarumán Main includes:*
  - *TR10:* ***49.4m @ 2.05 g/t Au****; including 14.90m @ 2.47 g/t Au & 3.40m @ 13.30 g/t Au*
  - *TR03:* ***2.4m @ 29.60 g/t Au***
  - *TR09:* ***37.1m @ 1.68 g/t Au****; including 11.80m @ 2.26 g/t Au & 11.30m @ 2.33 g/t Au*
  - *TR08:* ***42.5m @ 0.82 g/t Au***
  - *TR02:* ***8.11m @ 4.02 g/t Au***
- *Receipt of key prospecting licence containing the highly prospective Plumas Doradas prospect; a ~2.5km long historical gold-in-soil anomaly ~15km NNE and along strike of the Company's flagship Tarumán Main project – Resulting in >25km of contiguous fully-granted mineral licences comprising the Keana, Tarumán Main and Plumas Doradas projects*
- *Receipt of ~18,880-hectare Rivera prospecting licence – Adjacent to and along strike of Uruguay's largest past-producing gold mine*
- *Submission of ~8,569-hectare prospecting licence application contiguous with the Tarumán-Keana-Plumas Doradas group of licences*
- *General update on ongoing and planned Q4 activities*

Tarumán Main – Trenching Update

The Company has completed approximately 3,500 metres of the planned and ongoing 5,000-metre trenching program at Tarumán Main, with assay results received for 1,599.7 metres to date. Initial results have returned several notable gold-bearing intervals (*Figure 1 & Table 1*), confirming the continuity of gold mineralization at surface along principal structural trends, while also validating auger-soil and geophysical targets that guided trench placement.

The trenching program is expected to conclude in December this year, after which trench data will be integrated with structural, geophysical, and geochemical datasets to refine the geological model, and define drill targets for drill testing in early 2026.

Exposed lithologies comprise silicified and dolomitized carbonate units with replacement-style gossan zones, quartz–sulphide veins and breccias containing visible sulphides and occasional visible gold. Structural orientations

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are consistent with the northwest–southeast to east–west corridors delineated by geophysical data and field mapping, confirming strong structural control on mineralization.

The most significant gold intercepts to date primarily occur within a carbonate-dominated assemblage of dolomitic marbles, sericite-bearing dolomitic schists, and talc–carbonate–silica alteration zones crosscut by northwest-southeast to east-west trending quartz-sulphide veins and breccias. These reactive lithologies and their structural permeability have proven highly conducive to sulphide deposition and gold enrichment.

In contrast, areas underlain by dolomitic mudstones, marls, and siliciclastic-rich carbonates, typically expose significant disseminated and vein-hosted sulphides, but lower overall gold tenor - currently attributed to the more siliciclastic and less chemically reactive nature of the host rocks. The broader gold-silver-in-soil anomalism, though lower in magnitude toward the outer parameters of the soil anomaly, remains residual and directly associated with the broader mineralized system. Understanding the stratigraphic and structural relationships and refining sub-surface geometry is critical for defining potential drill targets at depth.

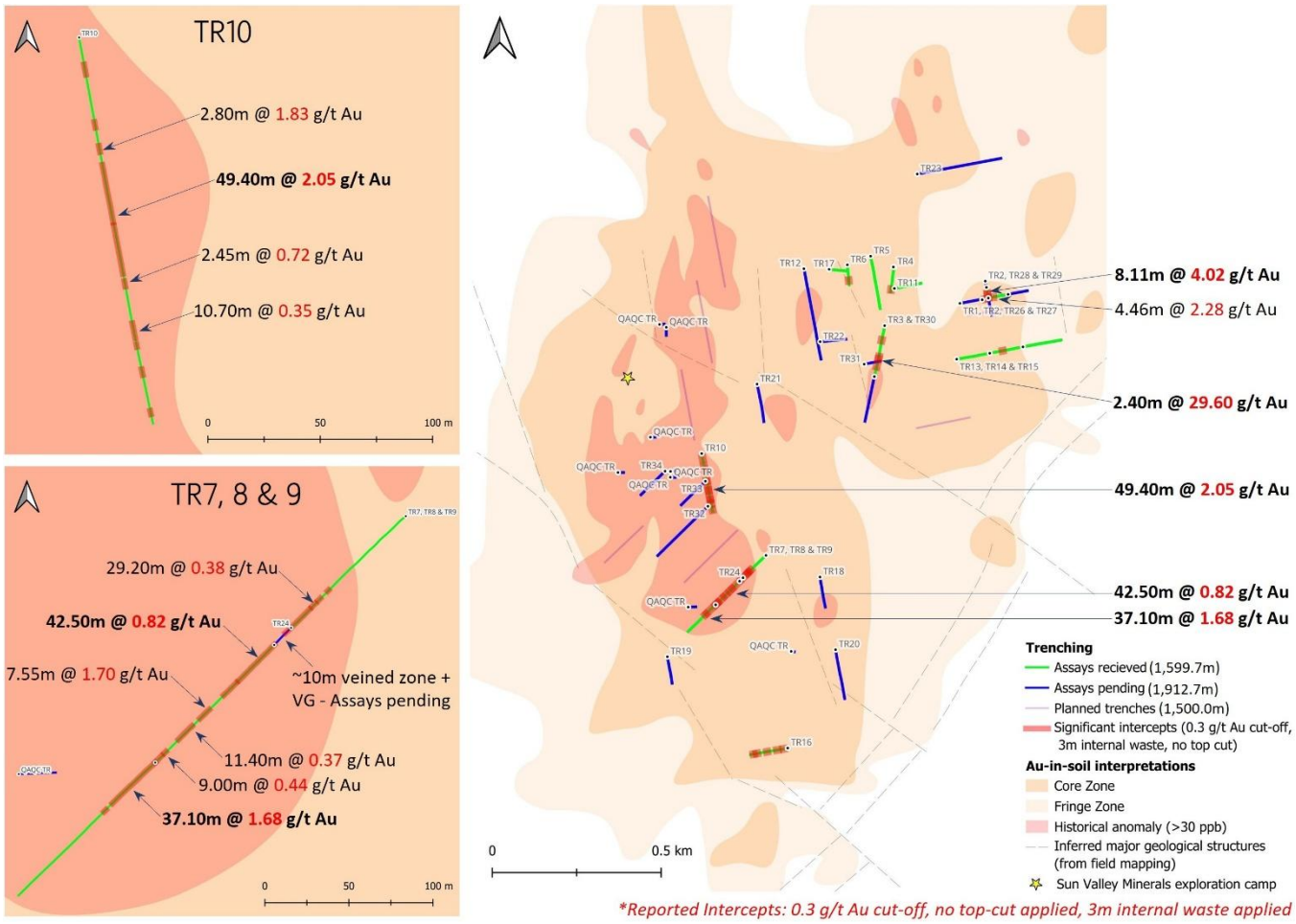


Figure 1: Tarumán Main – Trench progress to date.

Table 1: Tarumán Main – Significant trench intercepts to date (0.3 g/t Au cut-off, no top-cut, 3m internal waste)

Trench ID	Significant Intercepts (0.3 g/t Au cut-off; no top cut; 3m internal waste)				Notable Sub-Intervals (1 g/t Au cut-off; no top cut; 1m internal waste)			
	From (m)	To (m)	Width (m)	Grade (g/t Au)	From (m)	To (m)	Width (m)	Grade (g/t Au)
TR 01	9.26	13.72	4.46	2.28	9.26	11.29	2.03	4.41
	17.80	18.50	0.70	1.67	-	-	-	-
	33.00	34.07	1.07	1.22	-	-	-	-
TR 02	5.64	13.75	8.11	4.02	5.64	8.42	2.78	11.18
TR 03	93.80	101.15	7.35	0.39	-	-	-	-
	122.10	124.50	2.40	29.60	-	-	-	-
TR 04	66.75	68.70	1.95	0.58	-	-	-	-
TR 06	46.00	48.00	2.00	0.35	-	-	-	-
TR 07	58.80	59.60	0.80	0.50	-	-	-	-
	65.80	95.00	29.20	0.38	-	-	-	-
TR 08	0.00	42.50	42.50	0.82	0.00	2.90	2.90	3.77
					15.50	16.75	1.25	2.28
					-	-	-	-
					39.70	40.20	0.50	4.92
	54.85	62.40	7.55	1.70	59.60	62.40	2.80	4.02
	69.00	80.40	11.40	0.37	-	-	-	-
	91.00	100.00	9.00	0.44	-	-	-	-
TR 09	0.00	37.10	37.10	1.68	2.10	13.90	11.80	2.26
					24.10	35.40	11.30	2.33
	42.70	44.30	1.60	0.36	-	-	-	-
TR 10	12.30	17.00	4.70	0.56	-	-	-	-
	38.40	40.95	2.55	0.72	40.30	40.95	0.65	1.23
	49.20	52.00	2.80	1.83	49.20	49.85	0.65	6.70
	57.80	107.20	49.40	2.05	57.80	59.00	1.20	2.08
					75.20	90.10	14.90	2.47
					97.20	100.60	3.40	13.30
	110.45	112.90	2.45	0.72	-	-	-	-
	129.60	140.30	10.70	0.35	-	-	-	-
	150.45	153.10	2.65	0.36	-	-	-	-
	169.35	170.90	1.55	0.31	-	-	-	-
TR 14	38.25	39.10	0.85	0.49	-	-	-	-
TR 16	8.90	9.90	1.00	0.55	-	-	-	-
	18.40	20.10	1.70	0.92	-	-	-	-
	99.35	101.30	1.95	1.40	-	-	-	-

Mineral Licences & Licence Applications Update

Receipt of Key ~4,563-Hectare Plumas Doradas Prospecting Licence

The Company was recently granted a key ~4,563-hectare prospecting licence, which contains the highly prospective historical Plumas Doradas prospect, located approximately 15 kilometres north-northeast and along strike of the Company's flagship Tarumán Main project (*Figure 2*). The licence borders the northern boundary of the Tarumán prospecting licence, extending the Company's fully granted contiguous land package over the prospective northeast-southwest trending Dom Feliciano Fold-and-Thrust belt to over 25 kilometres.

This contiguous land package currently contains the Keana, Tarumán Main and Plumas Doradas prospects, with limited work completed between and along strike of these three prospects. The newly granted prospecting licence

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is valid for an initial term of 36 months following the notification of approval date, after which the licence can be extended on an annual basis for up to an additional 36 months.

Submission of ~8,569-Hectare Prospecting Licence Application Contiguous with Tarumán-Keana-Plumas Doradas Group of Licences

The Company submitted a new prospecting licence application contiguous to its existing land package in Lavalleja Department. This new licence application covers ~8,569 hectares of prospective ground along the northeast-southwest trending Dom Feliciano Fold-and-Thrust Belt (*Figure 2*).

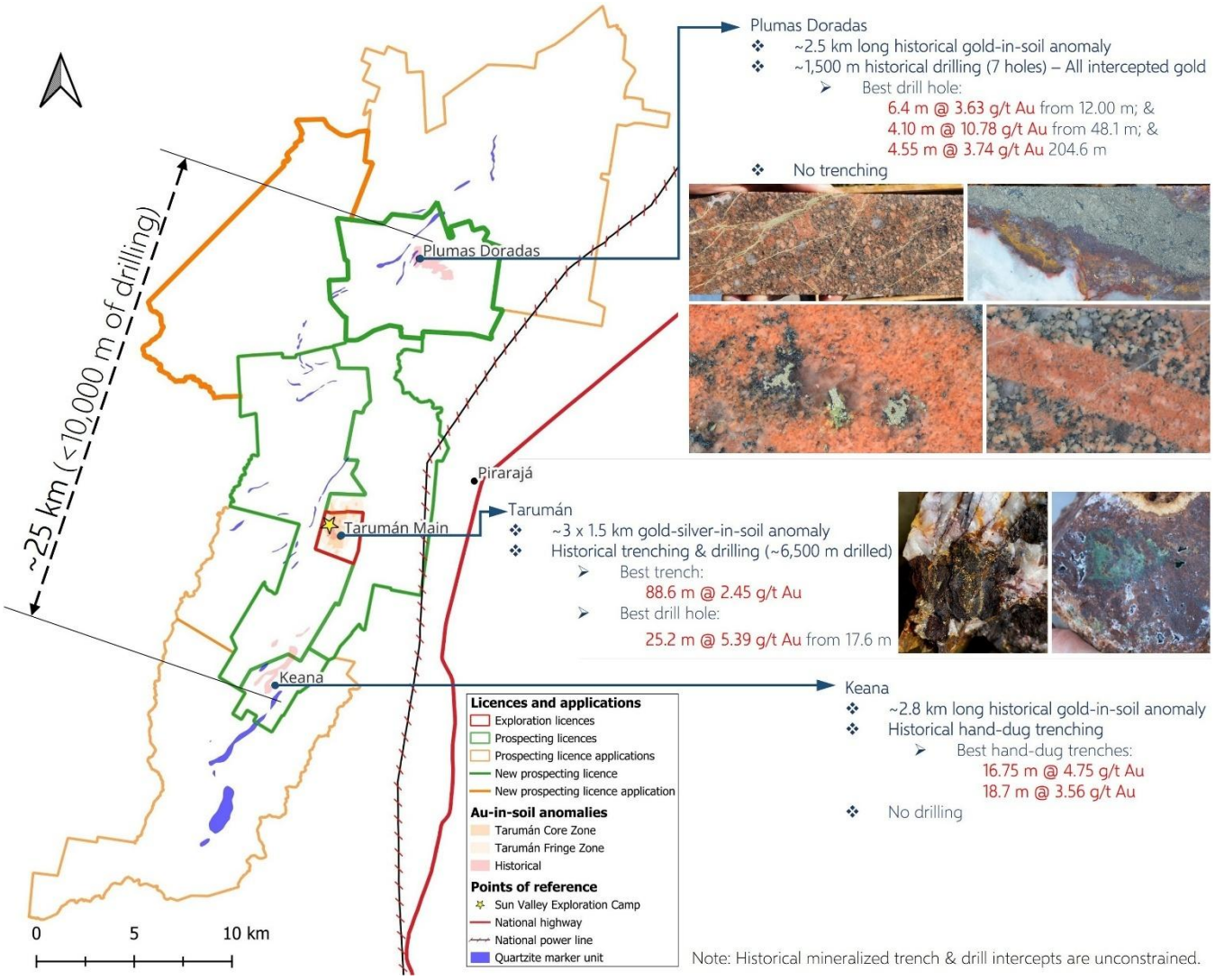


Figure 2: Tarumán, Keana & Plumas Doradas group of licences.

Receipt of ~18,880-Hectare Rivera Prospecting Licence

The Company was recently granted a ~18,880-hectare prospecting licence in Rivera Department, north-eastern Uruguay (*Figure 3*). The licence, located adjacent to and along strike of the historical San Gregorio mine - Uruguay's largest past producing gold mine, encompasses the northwest strike extension of the shear system that hosts the San Gregorio mineralization. The licence represents a historically under-explored segment of the belt. The newly granted prospecting licence is valid for an initial term of 36 months following the notification of approval date, after which the licence can be extended on an annual basis for up to an additional 36 months.

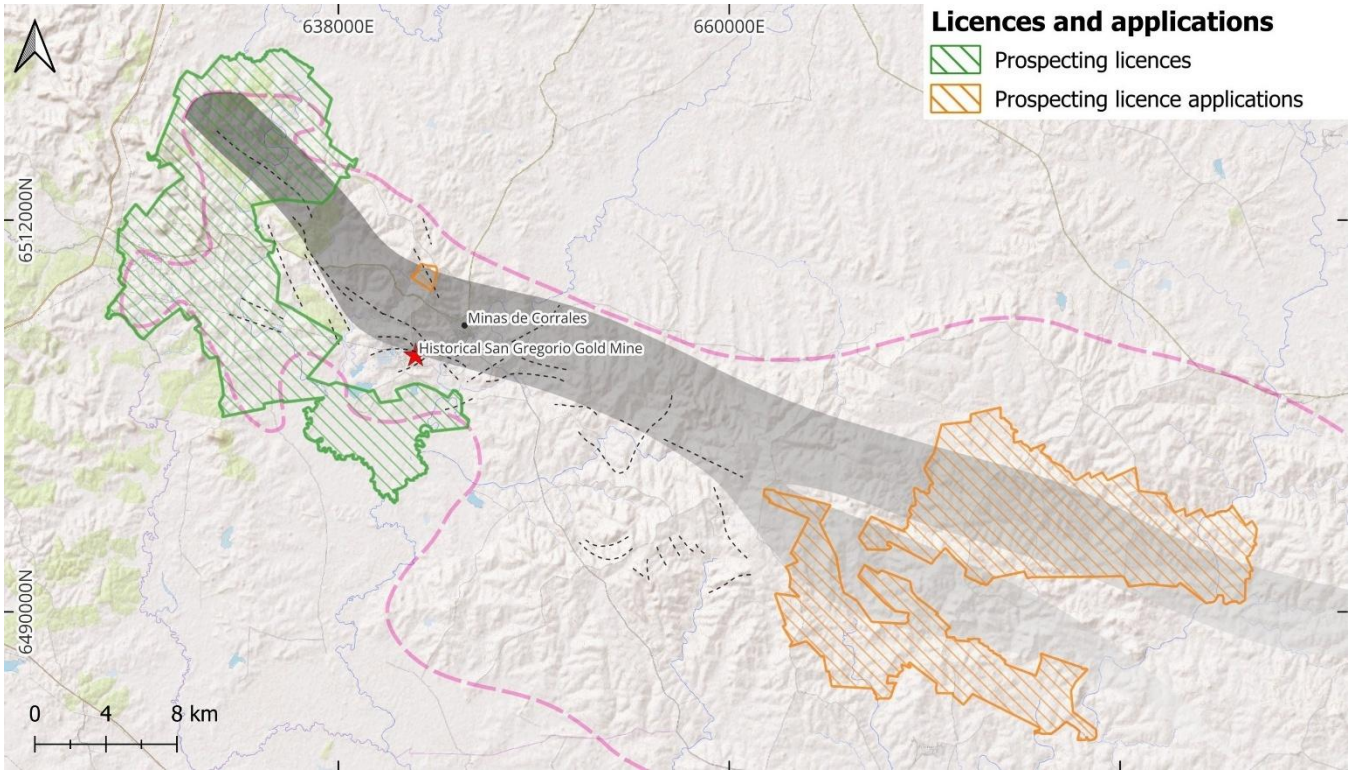


Figure 3: Rivera licences & licence applications.

General Update – Q4 Ongoing & Planned Activities

In parallel with the ongoing ~5,000 metre trenching program at Tarumán Main, which is expected to conclude by the end of this year, the Company aims to complete high resolution ground-based IP and gravity surveys at Tarumán to further guide drill target development and planning for drill testing in early 2026.

The Company also commenced a regional stream-sediment sampling program across the broader Tarumán, Keana and Plumas Doradas land package. The program is focused on potential strike extensions between known prospects and aims to build on the Company's existing pipeline of projects through identifying new regional targets along the main corridor of interest.

In addition, the Company is establishing a logistical base of operations to serve as a central hub for an in-house DetectORE pXRF lab to support regional soil sampling and future drilling activities. Accordingly, the Company has purchased a small-diameter track-mounted air-core/reverse-circulation drill rig to enable rapid testing of large geochemical anomalies.

Qualified Person's Statement

Mr. Laubser Pepler, M.Sc. is Vice President Exploration of Sun Valley and has reviewed and approved the scientific and technical information in this shareholder update. He is a registered Professional Natural Scientist with the South African Council for Natural Scientific Professions (Pr. Sci. Nat. No.125018) and a Qualified Person for the purposes of National Instrument 43-101.

Refer to *Appendix A* for an overview of technical procedures and methodologies related to sample collection, preparation and processing, and geochemical analysis relevant to results disclosed and discussed in this document.

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 holds 100% of the Tarumán, Keana and Plumas Doradas 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 update 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 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.

Appendix A

Technical Procedures and Methodologies

WORK STREAM	SUMMARY PROCEDURES & METHODS
Trenching	***Laboratory:*** *ALS – Mendoza (Argentina), ISO/IEC 17025–accredited.* ***Sample Collection:*** *Trench walls and floors are cleaned as thoroughly as possible before logging and sampling; samples are defined post-logging and surveying. Continuous channel samples weighing ~8–12 kg are collected at an average interval of 1.2 m (minimum 0.3 m; maximum 3 m, dependent on geological complexity). In soft material, samples are extracted from the base of trench walls using hammer and chisel; where fresh rock is exposed, a diamond-blade saw is used to extract samples from the trench floor. All samples are collected in new plastic bags, kept off the trench wall/floor to avoid contamination, and sampling equipment is cleaned thoroughly between samples.* ***Trench Logging & Surveying:*** *Trench start (collar) and end points, and trench traces are recorded using differential GPS (DGPS; WGS84/EPSG:4326; elevations in m a.s.l.). Geological logging is completed at defined intervals using field laptops and standardized templates. Logged parameters include lithology, alteration, mineralization, magnetic susceptibility, strain, and structural measurements; field sections, field stereonets, georeferenced photographs, and selected hand specimens accompany each trench. Logging data are routinely managed, validated, and incorporated into a geological database by an off-site database geologist.* ***Analytical Methods (Current Workflow):*** *All samples undergo full sample preparation (PREP-31) including drying, crushing, and pulverization to 85% < 75 µm; ALS retains pulp and coarse reject for ≥ 12 months. Gold is analysed by Au-AA24 (50 g fire assay with AAS finish) on all trench samples; overlimits are re-assayed by Au-GRA22 (50 g, gravimetric finish). Selective Phase-2 follow-up will target anomalous intervals for multi-element analysis (e.g., ME-ICP61) to refine vectors and support drill targeting.* ***Previous Workflow (superseded):*** *Phase 1 used PREP-31 then gold and silver by ME-GRA22 (gravimetric finish) with overlimits by ME-OG62; in parallel, handheld pXRF-30 screening for Cu, Pb, Zn was undertaken to guide follow-up selection. Rationale for Change: The shift to Au-AA24 with Au-GRA22 overlimits provides a more cost-efficient, single-phase gold dataset, improving assay turnaround.* ***QA/QC:*** *Certified Reference Materials (OREAS 231, 21F, 235, 240), field duplicates, and certified field blanks are inserted at a nominal 20% rate; in addition, coarse blanks are routinely inserted to monitor potential contamination during crushing and pulverization. QAQC is routinely reviewed once assays are received and re-assays are communicated to the lap promptly.*

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