

## ILTANI RESOURCES LIMITED (ASX:ILT)

### Update and Progress Report

24<sup>th</sup> November 2025

Written by Jack Wu – Quantitative Analyst

On 27 August 2025, Canary published a research update following Iltani's maiden Orient West JORC Mineral Resource Estimate. Since then, two developments have materially strengthened the investment case. First, Orient East's maiden JORC improved tonnage and grade, bringing the combined Orient resource (West + East) to 34.2 Mt @ 110.4 g/t Ag Eq. (60 g/t cut-off). Second, the company has secured \$8m of Queensland Government-backed funding via Queensland Investment Corporation's (QIC) Critical Minerals & Battery Technology Fund (CMBTF) to advance Orient (\$6m upfront, non-dilutive royalty funding and \$2m equity at \$0.37 per share). With the help of these two significant announcements, the market has begun to recognise Iltani's progress and underlying value, and as such, we have decided to provide an update to our previous report. In this report, we update our peer analysis, assess how Orient East reshapes the overall resource profile, consider the significance of the government funding for de-risking and execution, and outline where the company is now positioned for further development alongside near-term catalysts.

	Tonnes (Mt)	Ag (g/t)	In (g/t)	Pb (%)	Zn (%)	Ag Eq. (g/t)
<b>Orient West</b>	21.6	26.9	21.1	0.59	0.85	100.5
<b>Orient East</b>	12.6	39	9.7	0.98	0.99	128
<b>Orient Total</b>	<b>34.2</b>	<b>31.3</b>	<b>16.9</b>	<b>0.74</b>	<b>0.9</b>	<b>110.4</b>

Source: Iltani Resource Limited

### UPDATED PEER ANALYSIS

In the previous report, we conducted a comparative analysis to assess how Iltani's maiden Orient West resource positioned it within the peer group of ASX-listed silver explorers. The framework used an estimated JORC resource value, calculated as the sum across contained metals multiplied by consistent spot prices and resource confidence weights. This method ensured a level playing field across commodity mixes and reporting approaches, rather than relying on reported silver-equivalent grades which vary between each company's methods and assumptions.

On that basis, Iltani presented the second most compelling valuation among ASX-listed silver explorers when measured by its JORC resource relative to EV, and also carried the lowest absolute EV among peers with a JORC resource. We noted that the previous lack in share-price response was likely due to the modest silver grade and lower silver weighting at the time. With Orient East improving both scale and grade, and the QIC funding improving execution visibility, we now refresh our initial analysis on the same basis.

	Silver Analysis			Relative Valuation		
	Silver % of JORC Resource Value	Ag Grade	Ag Eq. Grade	Enterprise Value (\$m)	Est. JORC Resource Value (\$b)	JORC Resource Value/EV
<b>ILT</b>	52%	31.3 g/t	110 g/t	\$26.1m	\$2.8b	108.3x
<b>MMA</b>	47%	107.6 g/t	N/A	\$81.2m	\$8.0b	98.7x
<b>ARD</b>	62%	32.2 g/t	70 g/t	\$42.4m	\$4.1b	97.9x
<b>SS1</b>	75%	42.2 g/t	68 g/t	\$134.4m	\$11.3b	84.5x
<b>SVL</b>	70%	31.0 g/t	58 g/t	\$321.2m	\$16.5b	51.4x
<b>IVR</b>	68%	73.0 g/t	N/A	\$89.5m	\$3.7b	41.4x
<b>RCM</b>	78%	115.0 g/t	198 g/t	\$28.0m	\$1.0b	35.8x
<b>USL</b>	57%	62.0 g/t	161 g/t	\$248.9m	\$4.2b	16.9x
<b>ASL</b>	47%	151.0 g/t	353 g/t	\$274.1m	\$3.3b	12.2x
<b>Median</b>	<b>62%</b>	<b>62.0 g/t</b>	<b>110 g/t</b>	<b>\$89.5m</b>	<b>\$4.1b</b>	<b>51.4x</b>

Source: Canary Capital Estimates (as of 7 Nov 2025)

## ILTANI'S RESOURCE AND VALUATION PROGRESS

Building on the peer analysis, we also examined how the addition of Orient East reshapes Iltani's overall resource profile relative to the August baseline. The combined resource lifts tonnage and increases silver %, silver grade, and silver-equivalent grade, collectively driving a doubling of our estimated resource value. **Based on this analysis, Iltani now has most compelling valuation among ASX-listed silver explorers on a resource-to-EV basis.**

	Silver Analysis			Relative Valuation		
	Silver % of JORC Resource Value	Ag Grade	Ag Eq. Grade	Enterprise Value (\$m)	Est. JORC Resource Value (\$b)	JORC Resource Value/EV
<b>ILT (Aug)</b>	44%	27.0 g/t	101.0 g/t	\$10.2m	\$1.4b	136.7x
<b>ILT (Nov)</b>	52%	31.3 g/t	110.0 g/t	\$26.1m	\$2.8b	108.3x
<b>Δ ILT</b>	<b>+8%</b>	<b>+16%</b>	<b>+9%</b>	<b>+156%</b>	<b>+103%</b>	<b>-21%</b>

Source: Canary Capital Estimates (as of 7 Nov 2025)

## INCREASE IN RESOURCE SILVER GRADE

### Higher Silver Content Strengthens Resource Quality and Peer Positioning

A key discussion point in our previous report was the modest silver grade of the Orient West resource. However, with the addition of Orient East, the overall silver grade has lifted by 16% and the silver-equivalent grade by 9%, strengthening the quality of the combined resource. This uplift now positions Iltani ahead of Silver Mines (ASX:SVL) – the largest silver explorer on the ASX (market cap of \$353m or 12.8x Iltani's \$27.7m) – with a higher absolute silver grade and almost double the silver-equivalent grade. Despite this advantage, Iltani continues to trade at roughly half the valuation on a resource-to-EV basis, highlighting its relative value appeal within the peer group.

### Grade Uplift Compounded by Favourable Mining Conditions

Orient's open-pit geometry and near-surface mineralisation support simpler access, clearer cost visibility, and faster development pathways. This distinguishes Iltani from most in its peer group as many companies with higher headline grades face the complexity and cost of underground development and mining. SVL is a particularly relevant benchmark not only because of its market recognition and scale, but because it shares Iltani's favourable open-pit mining methodology. With Iltani now exceeding SVL on grade, it is important to note the improvement does not sit in isolation; when compounded with accessible, open-pit potential, it delivers stronger project economics and clearer execution visibility than grade metrics alone would suggest.

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## INCREASE IN RESOURCE SILVER PERCENTAGE

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### Increase in Silver Percentage Attracts Pure-Play Interest While Retaining Diversification

The addition of Orient East has increased the silver proportion of the resource from 44% to 52%, an 8% increase. The step-up reflects stronger silver grades and pushes the project over the “majority-silver” threshold, broadening appeal to investors who prefer purer silver exposure. Importantly, the remaining 48% is still diversified across lead, zinc and indium, preserving the natural hedge we highlighted in the previous report. This diversification reduces exposure to silver price volatility while preserving strong economics across multiple commodity cycles. Notably, the project retains meaningful indium content – 725 tonnes contained in the total resource – which positions Iltani to benefit from critical minerals policy support and potential strategic partnerships, as demonstrated by the latest QIC funding package.

## QUEENSLAND GOVERNMENT'S \$8 MILLION FUNDING PACKAGE

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### Funding Terms and Strategic Validation

QIC's Minerals & Battery Technology Fund (QCMBTF) has committed \$8m to advance Orient – \$6m upfront, non-dilutive funding via a royalty on future gross revenue from the Herberton Project (paid quarterly) and \$2m in equity (5,405,405 shares at \$0.37, around a 10% discount to the 20-day VWAP). The royalty is 2.0% if commercial production begins by 31 Dec 2030, otherwise 2.5%. This legally binding agreement represents substantial validation of the Orient Project's strategic importance within Queensland's critical minerals framework.

### Funding Structure and Institutional Backing

The funding structure is particularly noteworthy. The \$6m in non-dilutive funding is tied to royalties based on future product sales, meaning Iltani receives immediate capital without equity dilution while QIC participates in project upside through production-linked returns. This investment from QIC carries significant weight given the institution's scale and strategic mandate. The QCMBTF is managed by Queensland Investment Corporation, a Queensland Government-owned corporation with \$131.6b in assets under management as of June 2025. This commitment sits within Queensland's broader \$245m Critical Minerals Strategy allocation to fast-track discoveries, reflecting the state's systematic approach to securing domestic supply chains for strategic materials.

### Policy Tailwinds and Iltani's Strategic Positioning

The funding package specifically targets indium as a critical mineral, reinforcing that Iltani's indium content carries strategic value beyond its revenue contribution. The urgency for domestic supply reflects severe supply-chain concentration: China produces over 70% of global indium and has imposed export restrictions, while the United States is 100% import-dependent. For Iltani, this policy framework translates into tangible advantages: the \$8m commitment demonstrates government willingness to back projects contributing to critical mineral supply chain resilience, positioning the company for potential further support through permitting, additional grant funding, and strategic partnerships as Orient advances toward production. The indium component, even as a by-product, provides optionality that most pure silver developers lack, creating multiple pathways to capital, offtake agreements, and development support.

## SILVER MARKET STRENGTH AND ILTANI'S OUTPERFORMANCE

### Recent Price Momentum

Silver has rallied strongly through 2025, and after a brief pullback, the uptrend has looks to have resumed reaching an all-time high of US\$54/oz on 13<sup>th</sup> Nov 2025. The rally is underpinned by tight inventories and strong industrial demand from solar PV and electronics. On the supply side, production remains structurally constrained – most silver comes as a by-product from copper, lead, and zinc mines, meaning output can't easily scale up even when silver prices surge.

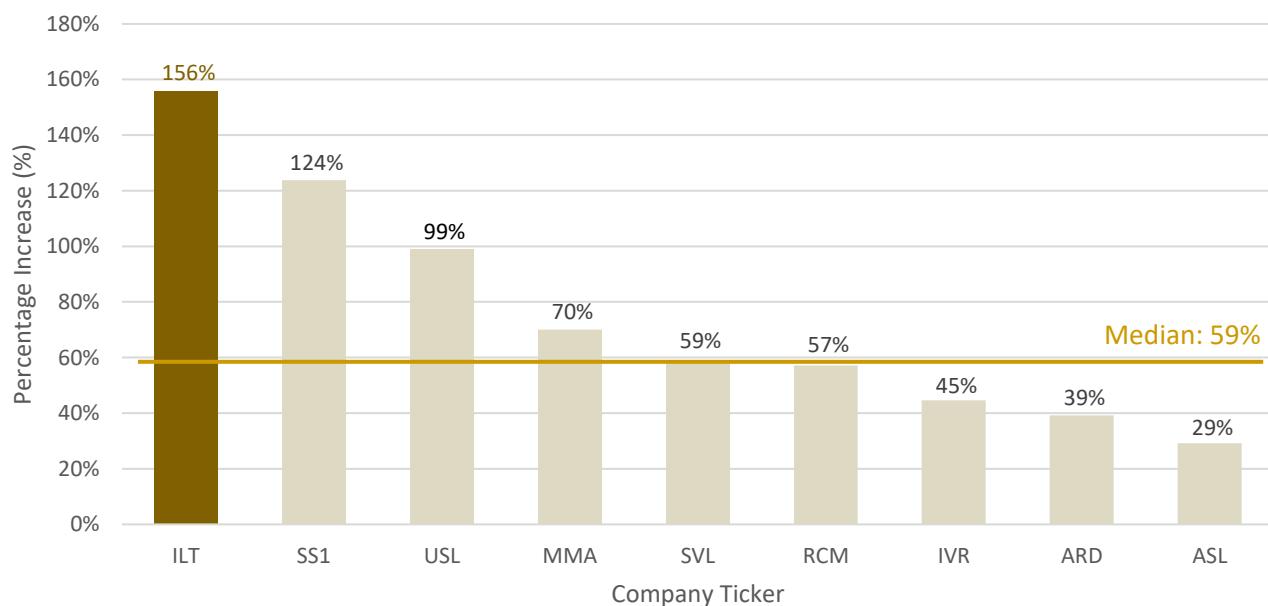
### Addition of Silver to the Critical Minerals List

Recent policy developments have reinforced this strong price move. The U.S. Department of the Interior added silver to the 2025 Critical Minerals List, recognising its importance in clean-energy technologies and associated sourcing risks. This designation signals increased focus on permitting, funding pathways, and supply-chain resilience. These combined factors have prompted upward forecast revisions from banks including HSBC, supporting a more constructive outlook across the sector and, over time, higher valuation multiples.

### ILTani Outperforms in a Rising Sector

Within this environment, the ASX silver peer group has advanced strongly. Across our tracked cohort, the median EV has increased by 59% since the last report (released in August), while ILT has risen 156% over the same period. ILTani's outperformance of all other peers in a rising sector suggests the market is finally beginning to recognise the company's underlying value as it continues to deliver on key milestones.

ILTani's EV increases by 156% since August and outperforms entire sector



Source: Canary Capital Estimates (as of 7 Nov 2025)

## Understanding the Valuation Re-Rating

It is worth noting that Iltani's resource-to-EV ratio has compressed from 136.7x to 108.3x over this period, driven by share-price appreciation and a corresponding increase in EV. However, this compression does not diminish the investment case – rather, it reflects an appropriate re-rating as the company has materially de-risked the project. Since August, Iltani has secured \$8m in government-backed funding, expanded and upgraded its resource base with the Orient East addition, and advanced permitting activities. The ratio compression represents the market pricing in greater development certainty and execution visibility, not a deterioration in fundamentals. In this context, Iltani's valuation remains compelling relative to peers, particularly given the quality improvements in grade, silver weighting, and institutional validation that underpin the recent share price performance. A strong silver price, combined with supportive policy tailwinds, provides a favourable backdrop for continued investor interest as the company progresses its near-term catalysts.

## NEAR-TERM CATALYSTS AND DEVELOPMENT PATHWAY

### Exploration Expansion Program

Iltani is actively advancing its exploration program to expand the Orient resource base. A 10-hole VTEM drilling program is underway (ORR128-137), with the first hole (ORR128) delivering exceptional results 450m north of the existing resource boundary, including 14m @ 113.1 g/t AgEq from 90m and 13m @ 119.4 g/t AgEq from 228m (including 1m @ 412.7 g/t AgEq). Assay results for the remaining eight holes (ORR130-137) are expected over the coming weeks, representing a near-term catalyst for potential resource expansion at the greater Orient project. A ground EM survey commenced on 13 November 2025, targeting deeper, higher-resolution imaging of 16 high-priority anomalies identified across the Orient and Deadman Creek areas. The system is proving much larger than initially expected, with mineralisation discovered in areas with no surface expression, suggesting significant upside potential beyond the current 34.2Mt resource base.

### Permitting and Development Pathway

Iltani has commenced permitting and mining lease application work for the Orient project, encompassing the current resource, marking the company's transition from pure exploration to an exploration and development phase. Managing Director Donald Garner noted that *"the QIC and Queensland Government want us to build a project"*, underscoring institutional commitment to advancing Orient toward production. More than 200 jobs are expected once the mine is developed, and the company is targeting commercial production by December 31, 2030 to qualify for the preferential 2.0% royalty rate under the QIC funding agreement. This regulatory and timeline clarity provides execution visibility as Iltani de-risks the pathway to development.

### Resource Growth and Regional Exploration

Beyond the immediate drilling program, the Orient system remains open in multiple directions, with additional exploration target potential of 15.4-18.8Mt @ 95-117 g/t Ag Eq. (60 g/t cut-off) beyond the current resource. The company also holds a substantial 340-367km<sup>2</sup> tenement package across the broader Herberton Project, providing longer-term optionality through multiple untested prospects, though near-term value creation remains firmly centred on expanding and developing the Orient resource base.

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## INVESTMENT SUMMARY

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Iltani Resources has strengthened its position among ASX-listed silver explorers since our August 2025 report, with the combined Orient resource (East + West) now totaling 34.2 Mt @ 110.4 g/t AgEq, nearly doubling the company's estimated resource value. Iltani now holds the most compelling valuation among ASX-listed silver peers at a 108.3x resource-to-EV ratio – more than double the peer median of 51.4x – despite a 156% EV re-rating reflecting appropriate market recognition of materially improved fundamentals. Following Orient East, Iltani's silver grade increases 16% to 31.3 g/t, surpassing Silver Mines on absolute grade and nearly double on an Ag Eq. basis. Even after the recent re-rating, Iltani is still valued at about half of Silver Mines on a resource-to-EV basis, and approximately one-thirteenth of the market capitalisation. The project's apparent suitability to an open-pit operation compounds these grade improvements with simpler access and clearer cost visibility.

The increase in silver proportion from 44% to 52% also broadens appeal to pure-play silver investors without sacrificing the natural hedge provided by the 725 tonnes of contained indium, a critical mineral that has unlocked \$8m in Queensland Government-backed funding via QIC's Critical Minerals & Battery Technology Fund.

With permitting now underway, a 10-hole VTEM drilling program delivering exceptional initial results 450m north of the existing resource, assays pending for eight additional holes, and a ground EM survey targeting 16 high-priority anomalies toward a 15.4-18.8Mt @ 95-117 g/t Ag Eq. exploration target, Iltani is positioned for sustained news flow and resource expansion. Against a backdrop of silver recently reaching all-time highs above US\$54/oz, inclusion on the U.S. Critical Minerals List, and ASX silver peers' median EV advancing 59% since August, the combination of upgraded resource quality, QIC-backed funding, open-pit economics, and an attractive relative valuation supports a continued re-rating as Iltani moves from discovery to development.

**DISCLAIMER:** This research and data compilation have been prepared with care and to the best of our abilities. However, due to the variable and often unstructured nature of JORC reporting formats, some information has been standardised for consistency and clarity. While every effort has been made to ensure accuracy, inadvertent errors or omissions may remain.

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## Contact Details

Paul Hart - Executive Director  
Canary Capital  
M: 0421 051 474  
E: [phart@canarycapital.com.au](mailto:phart@canarycapital.com.au)

Arun Sengupta - Executive Director  
Canary Capital  
M: 0417 617 181  
E: [asengupta@canarycapital.com.au](mailto:asengupta@canarycapital.com.au)

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