

September 2024

TSX-V: ABRA OTCQX: ABBRF



# ABRASILVER

RESOURCE CORP

Transforming Exploration into Value

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# A High-Growth Silver & Gold Explorer

## Diablillos: An Advanced-Stage Open Pit Oxide Silver-Gold Project

P&P Reserves<sup>(1)</sup>: 42.3Mt @ 91 g/t Ag & 0.81 g/t Au  
**123 M oz Silver & 1.1 M oz Gold (209 M oz AgEq)**

## Industry-Leading Track Record of Delivering Resource Growth

Since 2020, ABRA has grown Diablillos' M&I resource by ~100%, at an avg **discovery cost of only US\$0.11/oz AgEq**<sup>(2)</sup>

Large land package w/ **multiple high-priority exploration targets currently being drilled**



## Robust Pre-Feasibility Study (“PFS”) Results – March 2024

NPV<sub>5%</sub>: **US\$494 Million (~C\$670M)**; IRR of **26%**; **2.6 year payback**

- base-case prices of \$23.50/oz Ag & \$1,850/oz Au

**Avg. Production: 13.3Moz AgEq (7.7Moz Ag, 71 koz Au)**; **AISC of \$12.40/oz AgEq**

## Strong Balance Sheet & Supportive Shareholders

**Healthy cash position of ~C\$20M** (as of Jun. 30)

**Strong Ownership: ~22%** of shares are held by strategic investors and Insiders.

Notes: Current Mineral Reserves effective as of Mar. 07, 2024. Refer to press release dated Mar. 25, 2024 for details  
(2) Refer to slide 9 for details

# Attractive Valuation Upside & Strong Shareholder Support

## CAPITALIZATION (as of September 06, 2024)

Share Price (CAD)	\$2.23
Basic Shares Outstanding	125M
<b>Market capitalization</b>	<b>C\$280M</b>
Net Cash (estimate at June. 30th)	~C\$20M
Average daily trading volume (30 days)	+180k
52-week high/low (CAD)	\$2.95/\$1.30

## ANALYST COVERAGE

Firm	Analyst	Rating	Target Price
 NATIONAL BANK OF CANADA FINANCIAL MARKETS	Don DeMarco	Outperform	C\$ 5.00
 EIGHT CAPITAL	Felix Shafigullin	Buy	C\$ 4.25
 BEACON	Michael Curran	Buy	C\$ 5.15
 HALLGARTEN + COMPANY	Christopher Ecclestone	Long	C\$ 4.20

## TOP SHAREHOLDERS

Eric Sprott		10%
Kinross Gold		4%
Central Puerto Management & Board		4%
		4%

**TOTAL TOP HOLDERS 22%**

**Strong Balance Sheet With No Debt**

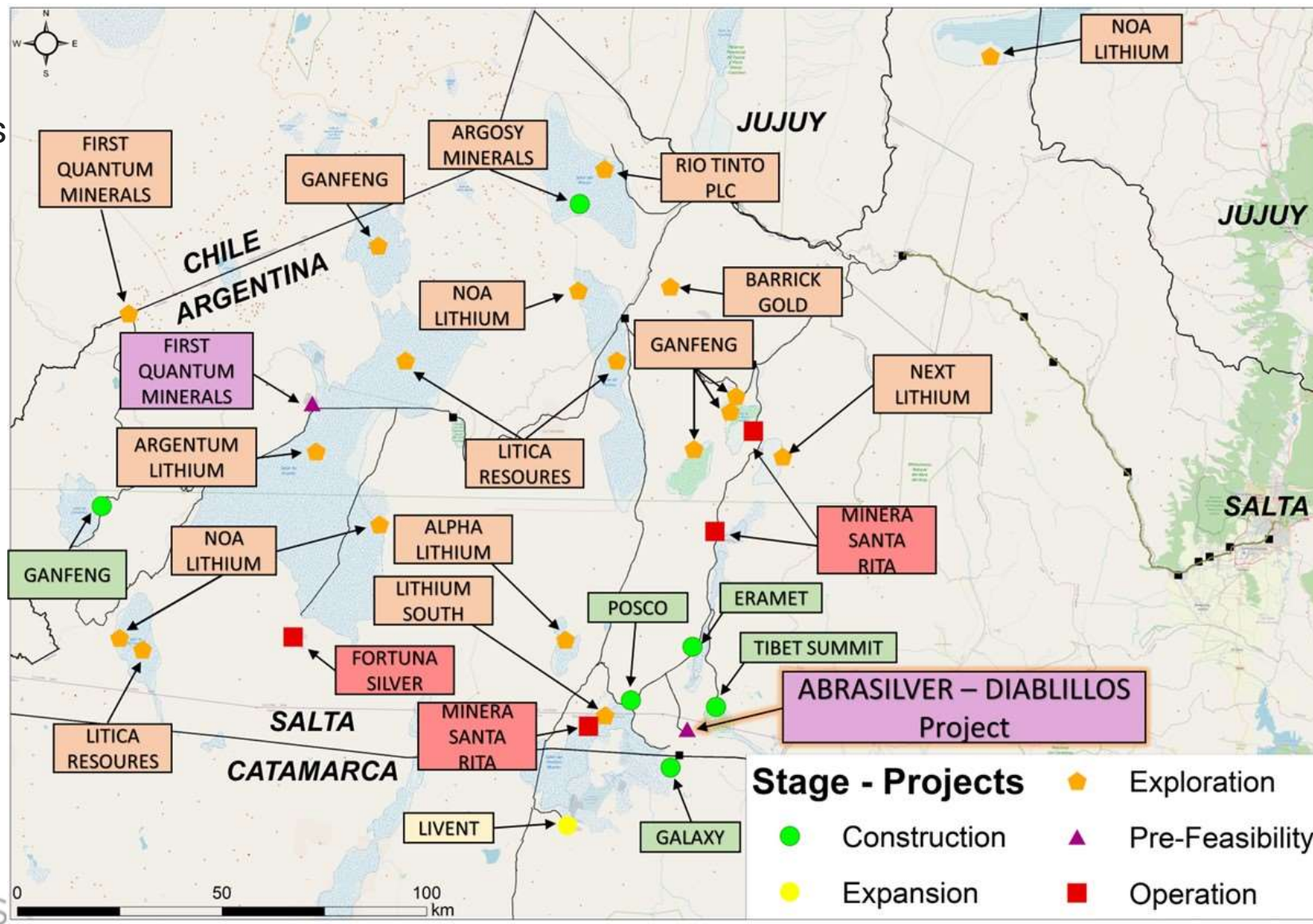
**Top-Tier Shareholders Owning ~22%**

**Compelling Valuation w/ Several Upcoming Catalysts**

# Salta Ranked #1 for Investment Attractiveness in Latin America in 2023<sup>1</sup>



Salta: Home to some of the largest global mining companies



An aerial photograph of a large, terraced mountain in a desert landscape. The mountain's surface is divided into numerous horizontal terraces, with dirt paths winding across them. A large, semi-transparent yellow triangle is overlaid on the center of the mountain. The text "Diablillos Project" is written in white, sans-serif font across the middle of the image. The sky is a clear, bright blue.

# Diablillos Project

# Robust PFS Results – With Significant Upside

## March 2024 PFS Study – Operation Metrics

Mine Life / Throughput	<b>13 years</b> (9,000 tpd)
Initial Capital Expenditures	<b>US\$373 million</b>
Avg Annual Production – First 5 years	14.5M oz silver, 44koz gold ( <b>17.9Moz AgEq</b> ) @ <b>AISC: US\$9.97/oz AgEq</b>
Avg Annual Production – Life-of-Mine (“LOM”)	7.7M oz silver, 71koz gold ( <b>13.3Moz AgEq</b> ) @ <b>AISC: US\$12.40/oz AgEq</b>

## PFS Study – Financial Metrics<sup>1</sup>

**NPV @ 5%  
(US\$)**

**\$494  
Million**

**NPV @ 5%  
(CAD\$)**

**\$672  
Million**

**IRR**

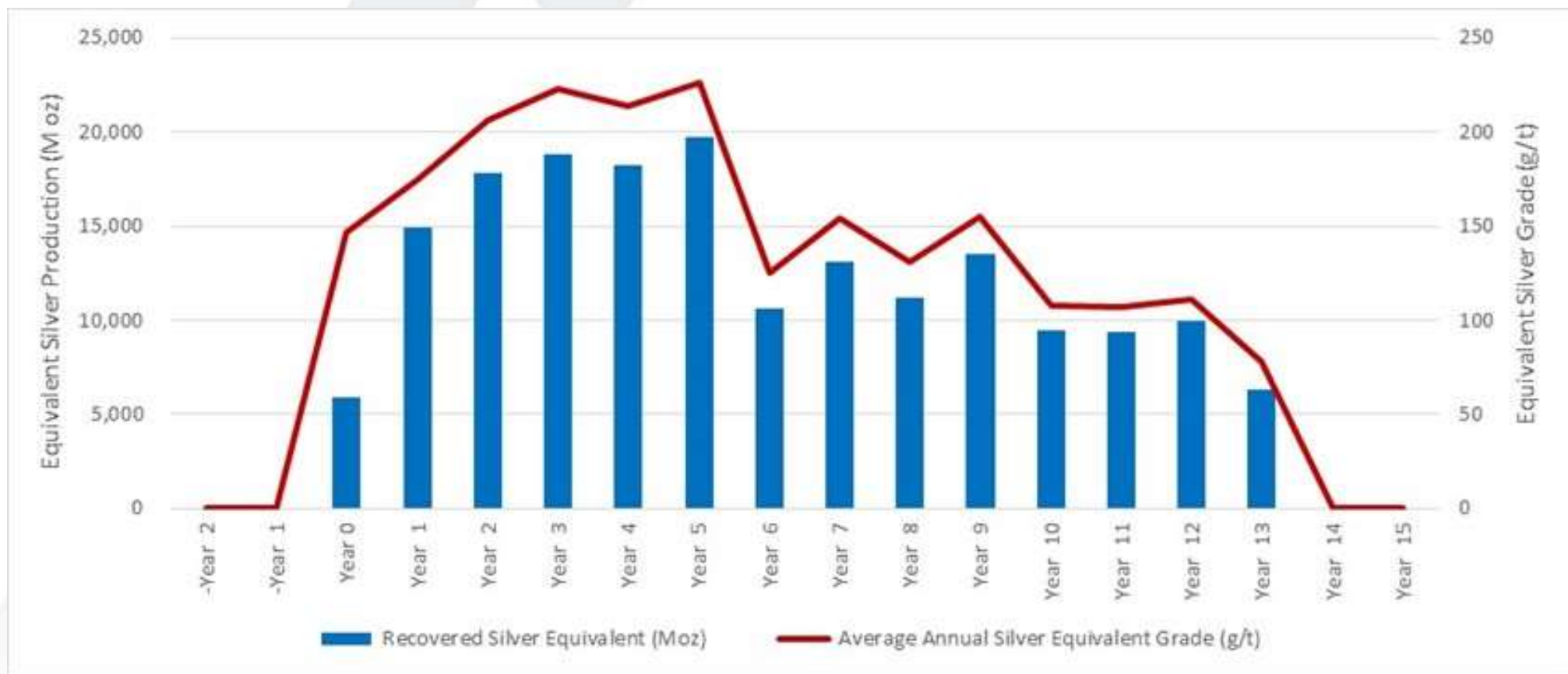
**26 %**

**PAYBACK**

**2.4  
Years**

# Attractive Production Profile With High Grades Upfront

- ▲ Avg annual production in **first five years of 17.9Moz AgEq** with peak of **19.7Moz AgEq (Year 5)**
- ▲ Avg grade in first five years of **+209 g/t AgEq** (peak of 226 g/t AgEq in Year 5)
- ▲ Avg **after tax cash flow of +US\$155M per year** over first five-years

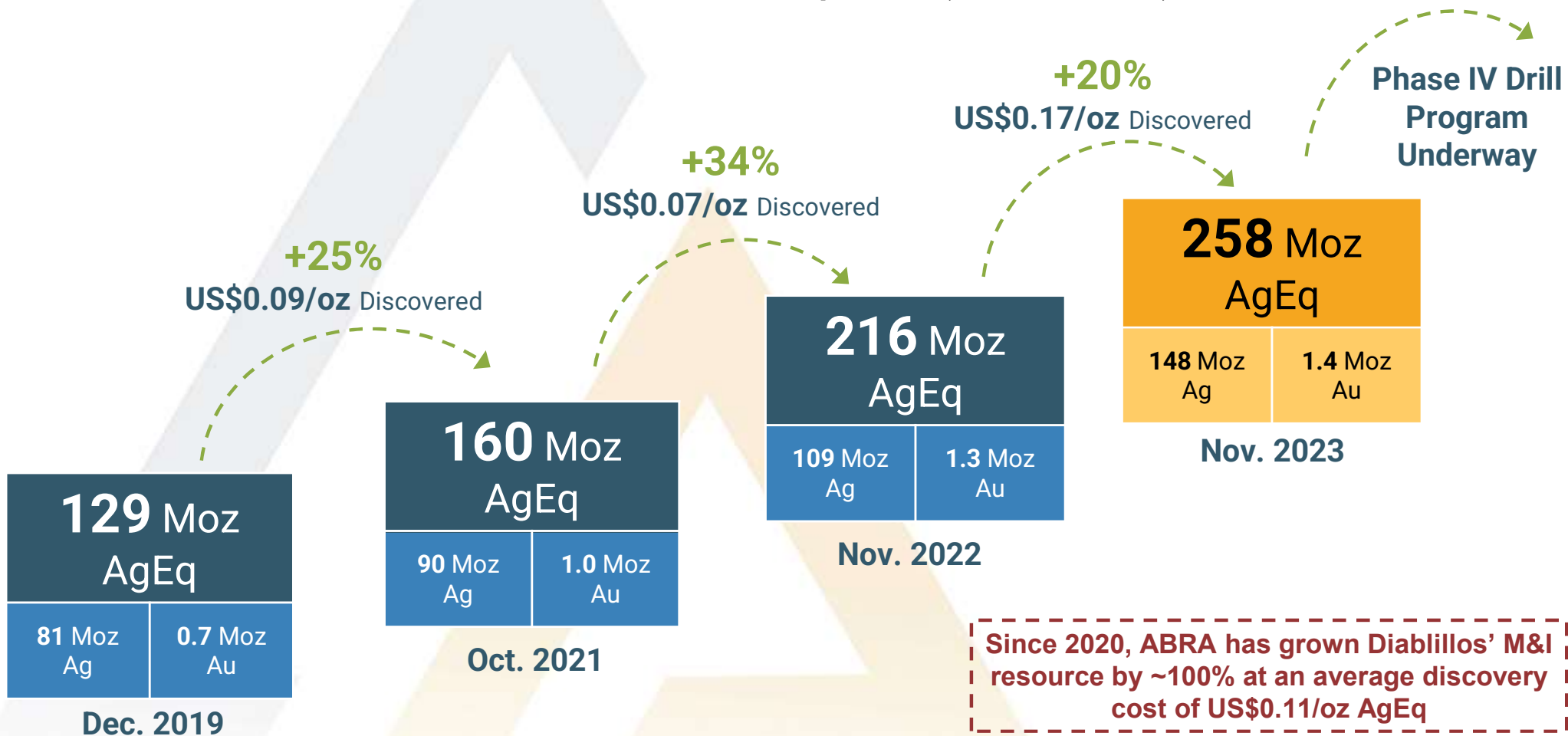




# Transforming Exploration Into Value

Updated Diablillos M&I Resource of **258 Moz AgEq** → represents an increase of 20% relative to the November 2022 resource – underpinned by the recently-discovered, high-grade JAC target

## Diablillos Resource Growth Since Acquisition (M&I Contained)<sup>(1)(2)</sup>



Source: Capital IQ; Corporate disclosure; National Bank Financial

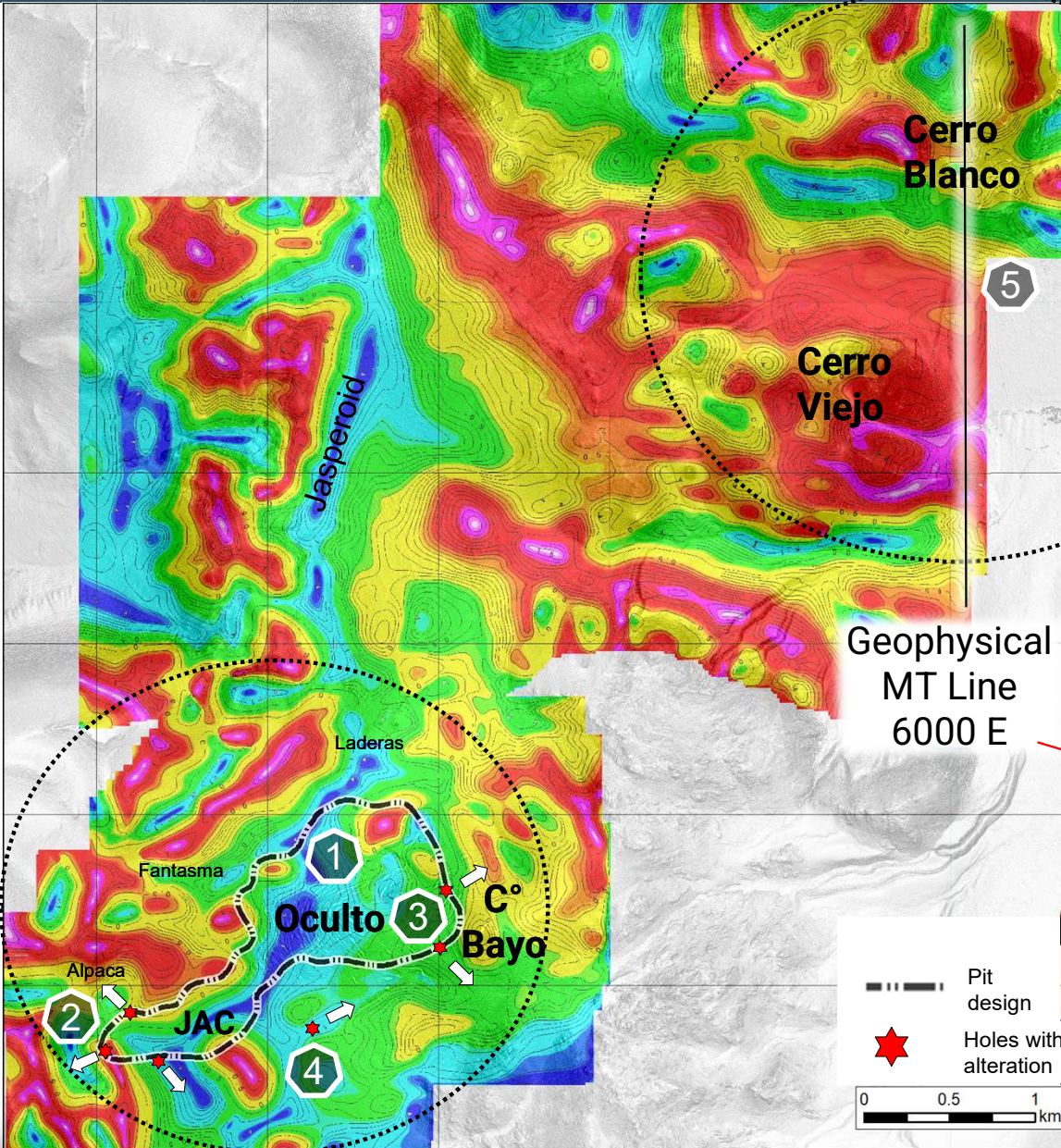
(1) Resource growth calculated based on AgEq and reflects Au:Ag ratio and metallurgical recoveries

(2) 2019-2021: US\$2.7M (15,100m drilled); 2021-2022: US\$4.1M (18,500m drilled); 2022-2023: US\$7.3M (24,100m drilled)

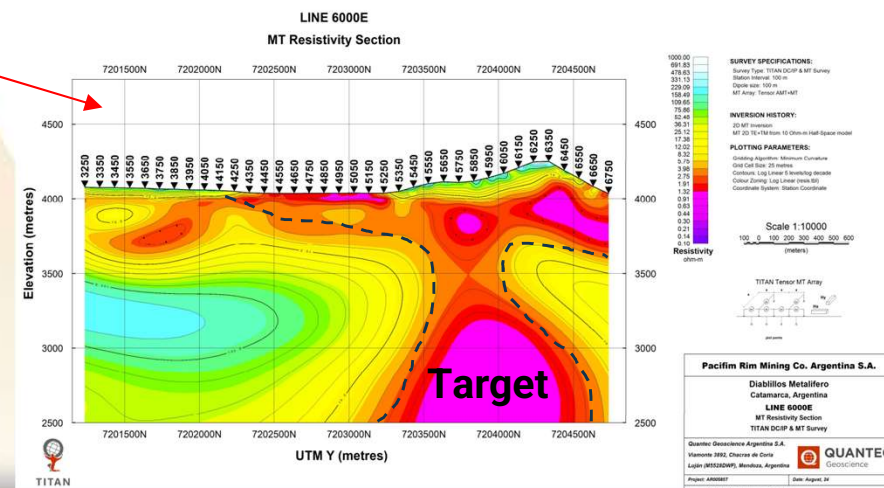
# Diablillos Projected Mine Site Layout



# 20,000 Metre Exploration Campaign Underway



- Multiple targets to expand high-grade zones around Oculito & JAC pit shells:
1. Continuity of high grades within Oculito pit shell
  2. Connection of Alpaca to JAC
  3. Cerro Bayo & targets east of Oculito
  4. Alteration zone south of Oculito
  5. TITAN 3D target in Porphyry camp



# Excellent Torque to Rising Silver & Gold Prices

At spot prices, the Diablillos project has a Net Present Value (NPV) of **+CAD\$1.2 Billion or ~\$10.00/sh.** ABRA is currently trading at **<0.25x NPV.**

NPV5% increases by **C\$106m** for every change of **US\$1/oz Ag & US\$100/oz Au**

	<b>PFS Study (Mar 2024)</b>	<b>Spot Prices (Aug 2024)</b>	<b>Spot Prices + 10%</b>
Silver/Gold Price	\$23.50 / \$1,850	<b>\$28.00 / \$2,450</b>	\$30.80 / \$2,695
IRR (after-tax)	26%	<b>37%</b>	42.5%
NPV 8.0% (CAD\$ M)	\$494 M	<b>\$940 M</b>	\$1,168 M
NPV 5.0% (CAD\$ M)	\$672 M	<b>\$1,216 M</b>	\$1,496 M
<b>NPV 5.0%/ share (\$CAD)</b> <small>CAD:USD rate of 1.36:1</small>	<b>\$5.37/sh</b>	<b>\$9.73/sh</b>	<b>\$11.97/sh</b>
<b>Current Price / NPV</b> <small>Shown on a basic share count</small>	0.39x	<b>0.22x</b>	0.18x

# Incentive Regime for Large Investments (RIGI)

A federal regime of fiscal incentives for large projects requiring an investment of over US \$ 200 million in specified industrial sectors including mining

## Key benefits of RIGI include:

25% corporate tax rate (instead of 35%)

Exempted from export duties after 3 years from the date of the project's approval

Entitled to tax, custom and F/X stability for 30 years

100% of export proceeds available to remain in \$USD after Yr. 3 (20% in Yr. 2, 40% in Yr. 3)

Accelerated dep'n for equipment of 2 yrs, infrastructure & cost of mine 60% of useful life.

Full access to F/X market to repay loans, pay interest and dividends

## Favourable Impacts on Diablillos PFS Economics<sup>1</sup>:

Total Income tax at 35% = **US\$ 502.9 M** → *To be reduced to 25%*

Total Net Export Duties = **US\$183.7 M** → *To be eliminated from Yr. 3 onwards*

<sup>1</sup>Note: Royalties and Taxes summary as per Table 22-2 in Diablillos Pre-Feasibility Study as of May 29, 2024

# La Coipita Project (San Juan, Argentina)

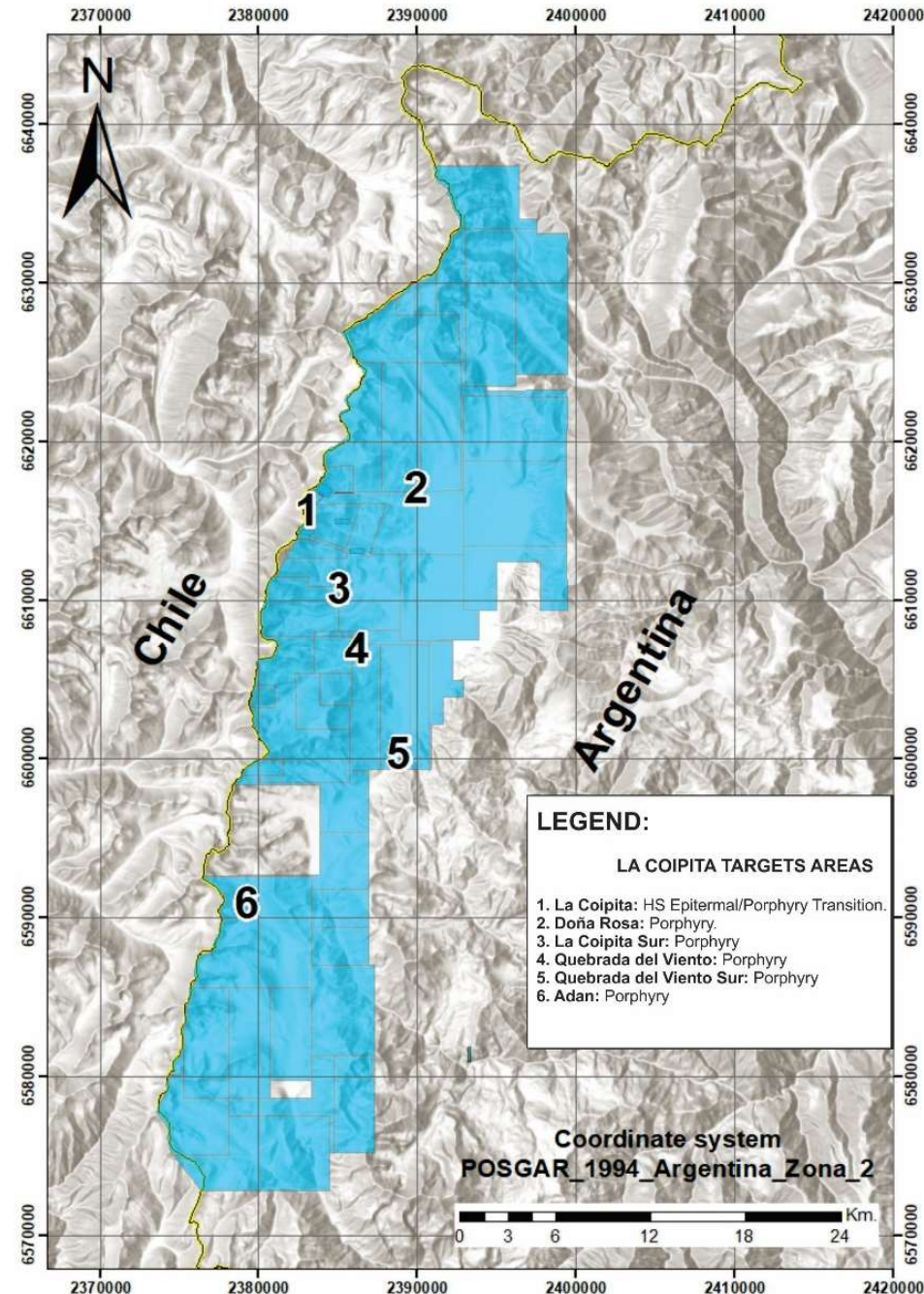
ABRA owns an option to acquire a large +70,000 ha project in one of the world's most endowed Cu-Au belts (e.g. Filo del Sol, Los Azules, Pelambres)



# La Coipita – Partnership with Teck Resources



- Partnership with Teck to explore district-scale porphyry system
  - Initial 2,600m drill program recently completed with assays now pending
- Teck has option to earn an 80% interest by <sup>(1)</sup>:
- Funding **US\$20M** in exploration over 5 years
  - Cash payments & equity placement in ABRA totaling **US\$3M**
    - \$500k upfront payment (paid)
    - \$1.0M equity placement in ABRA by Jan. 31, 2025 (at a 25% premium to VWAP)
    - \$1.5M cash payment by Jan. 31, 2028
  - Making up to **US\$6.3M** in optional cash payments to underlying project vendors



15 (1) For additional information refer to the Company's press release dated Jan. 22, 2024

# Creating Shareholder Value Through Execution

2020  
– '23

## Achievements

2024

## In Progress

2025  
- '26

## Next Steps

- ✓ Robust PFS Delivered
- ✓ Phase 3: 22,000m drilled
- ✓ Updated Resource  
M&I: ↑5% Au, ↑36% Ag

Phase 4: 20,000m drill campaign & geophysical surveys underway testing multiple high priority targets

Definitive Feasibility Study and Updated NI 43-101 (end of 2025)

- ✓ Phase 2: 20,000m drilled
- ✓ Updated Resource  
M&I: ↑29% Au, ↑22% Ag

Updated PFS including optimized LOM plan, and submission of EIA permits

Receipt of construction permits (end of 2025) & construction decision

- ✓ Phase 1: 15,000m drilled
- ✓ Updated Resource  
M&I: ↑37% Au, ↑11% Ag

Partner, Teck, conducting exploration activities at La Coipita project

Commencement of project construction (2026), ~2 year development period





***To Find Out More, Contact:***

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