



## LETTER TO SHAREHOLDERS

May 7, 2025

Dear Shareholders

I hope this letter finds you and your loved ones well.

Global markets have remained volatile over the past year, driven by geopolitical tensions, shifting interest rates, and evolving investor sentiment, there are signs of stabilization in certain sectors. Commodity markets, in particular, continue to show resilience, especially in critical minerals such as copper, which is central to the global energy transition. These broader trends underscore the importance of focused, disciplined strategies to preserve and create shareholder value in this environment.

Over the past six years, Montero has focused significant efforts and resources on resolving the expropriation of its Wigu Hill mineral project by the government of Tanzania. In response to this action, Montero filed for arbitration with the International Centre for Settlement of Investment Disputes. On November 24, 2024, we announced a settlement agreement with Tanzania for US\$27 million (approximately CAD\$38 million).

We are pleased with this outcome, as it avoided the time, expense, and risks of a full arbitration hearing. It also marked the end of a nearly seven-year legal process. After receiving the settlement funds, net of litigation and other related costs, Montero conducted a strategic review to determine the best use of the remaining funds, approximately CAD\$18.4 million.

As a result of this review, Montero has decided to return about CAD\$15 million of this capital to shareholders. We are now seeking your approval to proceed with this distribution.

While the US\$27 million settlement represents about 39% of our original US\$70 million claim, it is a strong result when considering that compensation for projects that haven't reached production is typically limited to sunk costs, costs which this settlement far exceeded.

After the return of capital, Montero expects to retain over CAD\$3.4 million, some of which will be used to advance our exploration.

I want to sincerely thank our shareholders, Board of Directors, management, and consultants for their ongoing dedication and support. Your commitment continues to guide our progress.

Lastly, I invite you to attend our Special Meeting of Shareholders on June 11, 2025. Our Information Circular provides all the necessary details about participating in the meeting, voting, and how to contact us with any questions.

Sincerely,

Dr. Antony Harwood  
President & CEO