President's Report
Annual General Meeting – TVI Pacific Inc.

Good morning and thank you all for joining us today. My name is Michael G. Regino, President and CEO of TVI Pacific Inc.

2025 was a strong year for TVI Pacific, reflecting significantly improved operating performance at TVI Resource Development (Phils.), Inc. ("TVIRD"), in which we hold a 30.66% interest. While TVI does not directly operate or control TVIRD's mines and projects, TVIRD's performance during the year significantly strengthened the value of our investment and TVI's financial position.

Our two producing assets, the Balabag and Siana gold-silver mines, delivered strong results. Balabag generated US$168 million in gross revenue, up approximately 38% from 2024, supported by higher realized gold and silver prices. Siana delivered particularly strong growth, with gold-equivalent production more than doubling to approximately 42,200 ounces and gross revenue increasing to US$153 million from US$53 million in 2024. Importantly, Siana's cash cost declined to US$1,782 per gold-equivalent ounce from US$2,221, reflecting improved operating scale and performance.

Exploration remains central to TVIRD's strategy of extending mine life and maximizing the value of existing infrastructure. At Balabag, an extensive 2025 drilling program identified additional mineralized zones that warrant further evaluation. At Siana, exploration focused on resource validation, near-mine opportunities and the potential transition to underground mining, while work at Mapawa continued to evaluate its potential as an additional source of ore and future growth.

TVIRD also continued advancing its broader development portfolio. The Mabilo copper-gold project progressed through land acquisition, community relocation planning, engineering and environmental work in preparation for future development. At Agata, approximately 80% of the disturbed area had been rehabilitated as the former nickel operation advances through responsible mine closure, while the associated limestone project continues to be evaluated as a potential future opportunity.

At Siana, all regulatory penalties arising from the 2024 TSF3 incident were fully settled, and the regulatory matter is closed. At Pan de Azucar, drilling remains suspended pending renewal of the project's Mineral Production Sharing Agreement, for which TVIRD continues to work through the regulatory process.

TVIRD's improved performance translated into a significant improvement in TVI's financial results. The carrying value of our investment in TVIRD increased from C$28.9 million to C$52.1 million, while TVI recorded net income of C$24.5 million, compared with C$3.2 million in 2024. TVI also received approximately C$967,000 in cash distributions from TVIRD during the year. We recognize, however, that TVI's earnings are largely non-cash under equity accounting and that maintaining adequate liquidity at the parent-company level remains an important priority.

Looking ahead, our focus remains disciplined: sustain safe and efficient production at Balabag and Siana, extend mine life through exploration, advance our development portfolio prudently, and strengthen TVI's ability to translate the value of its investment in TVIRD into long-term shareholder value.

On behalf of the Board, I thank our shareholders for your continued confidence and support, our management team and employees for their dedication, and our partners and host communities in the Philippines for their continued collaboration.

Thank you.