



December 2025

Dear Island Passage Shareholder/Supporter:

Many thanks for your support of Island Passage Exploration during 2025. We issued the [attached technical news release](#) a few days ago, our first since March. At year end, we thought it appropriate to call this to your attention and share a few words on our progress.

2025 has been a breakout year for Island Passage and our customary landowner partner company Isina Resources Holdings (IRHL). In March, the mineral license for EL02 was renewed for a five year term and we signed an update Land Access and Compensation Agreement in April. Last year we have grown our team, made significant exploration progress and raised over US\$7.5 million.

As you can see from the news release, the targets on the EL02 license have grown considerably since our first report of high-grade gold, silver, and copper in veins. We have substantially completed the reconnaissance phase of stream sediment sampling and prospecting over the entire license, and our prospect-scale work is now focused on a large porphyry-copper-gold target (Bara-Tangka) and the extensive polymetallic intermediate sulfidation vein system near Isina. The figures in the release clearly illustrate the widespread nature of mineralization on the property. We are confident in the presence of several magmatic hydrothermal systems over the 250 km² license.

During late Q3 and Q4, we were most focused on increasing the extent and density of the soil survey across the Bara-Tanga porphyry target. Soil samples now cover approximately 12 km², and spacing has been tightened to 100 metre centers over the core area. Anomalous copper, gold, and molybdenum in soil is extensive, so we expect to further expand the grid before finalizing drill targets.

We now have 8 geologists deployed full time, including one Bougainvillean who has just completed his undergraduate studies. We also employed two second-year student geologists from the University of Papua New Guinea (UPNG) on their summer break. In fact, we have sponsored the rebirth of the student chapter of Society of Economic Geologists (SEG) at UPNG, and we have worked closely with other universities as well, including University of Texas El Paso (UTEP). In September, we gave a major technical presentation at the SEG annual conference in Brisbane. The presentation included some new data and figures from an ongoing master's thesis study at UTEP.

Perhaps the most exciting thing for us is the growth in our Bougainvillean team and partner companies during the year. We have added two amazing Bougainvillean managers to our local team, Annuncia Kokiai and Collette Tsiperau. Our accounting function and stakeholder engagement have improved immeasurably, and we continue to help build capacity on our own team as well as in our landowner company partners.

We look forward to a tremendous 2026, during which we expect to see the first exploration drilling in Bougainville in 40 years. We hope you all enjoy a safe and rewarding holiday season and a very Happy New Year!

Best wishes and with thanks,

Donald McInnes

Chairman and CEO