

CORPORATE AND ABRA OPERATIONS UPDATE – RECORD MONTH OF PRODUCTION

GALENA MINING LTD. (“Galena” or the “Company”) (ASX: G1A) provides an update on its corporate activities and operations at its 60%-owned Abra Base Metals Mine (“Abra” or the “Project”) located in the Gascoyne region of Western Australia.

Corporate

- On 4 April 2024, Richard Tucker and Robert Hutson of KordaMentha were appointed as voluntary administrators to the Company’s 60% subsidiary, Abra Mining Pty Limited (Administrators Appointed).
- The appointment of voluntary administrators was due to ramp-up issues associated with mining rates, mined grade and rainfall events in February and March restricting in-bound critical supplies and out-bound concentrate haulage (see *Galena ASX announcement of 4 April 2024*). Haulage restrictions impacted productivity on site as well as shipments of concentrate via Geraldton port over this period.
- Under voluntary administration the Abra mine and processing plant is being operated on a business-as-usual basis while reviewing all operating and recapitalisation options.
- The Company is expected to remain in suspension for the duration of the administration process.

Operations

- In May, the mine’s concentrate production exceeded 10,000t a record month, continuing the trend of mine ramp up improvement after February – April weather disruptions.
- Abra’s eleventh lead concentrate shipment of a record 10,865t, departed from Geraldton Port on 11 June 2024. Due to mine access road closures and issues noted previously, this shipment is the first concentrate shipment since 7 March.
- The mine currently has over 15,000t of lead-silver concentrate stockpiled at site and at Geraldton Port and over 105,000t of ore stockpiled on the ROM available for processing in the coming months.
- A second concentrate shipment is scheduled for the second half of June depending on port activity and weather conditions.
- New mine production records were achieved in May, with total ore milled of 124,513t at 5.7% lead grade and total ore mined of 123,525t at 6.4% lead grade (including a new record for stope ore of 80,538t at 7.3% lead grade). The mine achieved 840m of development for the month of May.
- A tender process for concentrate sales saw competition for Abra’s lead concentrate in the spot market, resulting in a substantial improvement in net terms. Abra has secured concentrate sale agreements for approximately 76,000t through to November 2024.

Sale and Recapitalisation Process

The voluntary administrators have appointed Sternship Advisors to assist with a sale and recapitalisation of Abra. Interested parties should contact corporate@sternship.com.au.

Galena Managing Director, Tony James commented, ***“Although processing was impacted by mine access road closures during February to April, in May processing throughput and lead feed grades achieved new monthly highs. Production stopping quantities and mined lead grades also achieved new monthly records. Mining, processing and concentrate production continues to show improvement over the last two months and continue to operate above the nameplate capacity of 1.3Mtpa on an annualised basis. Improving site production performance will help in the potential recapitalisation of Abra.”***

Figures 1-2 (below) show year-to-date production graphs and a recent photograph of lead concentrate at Abra.

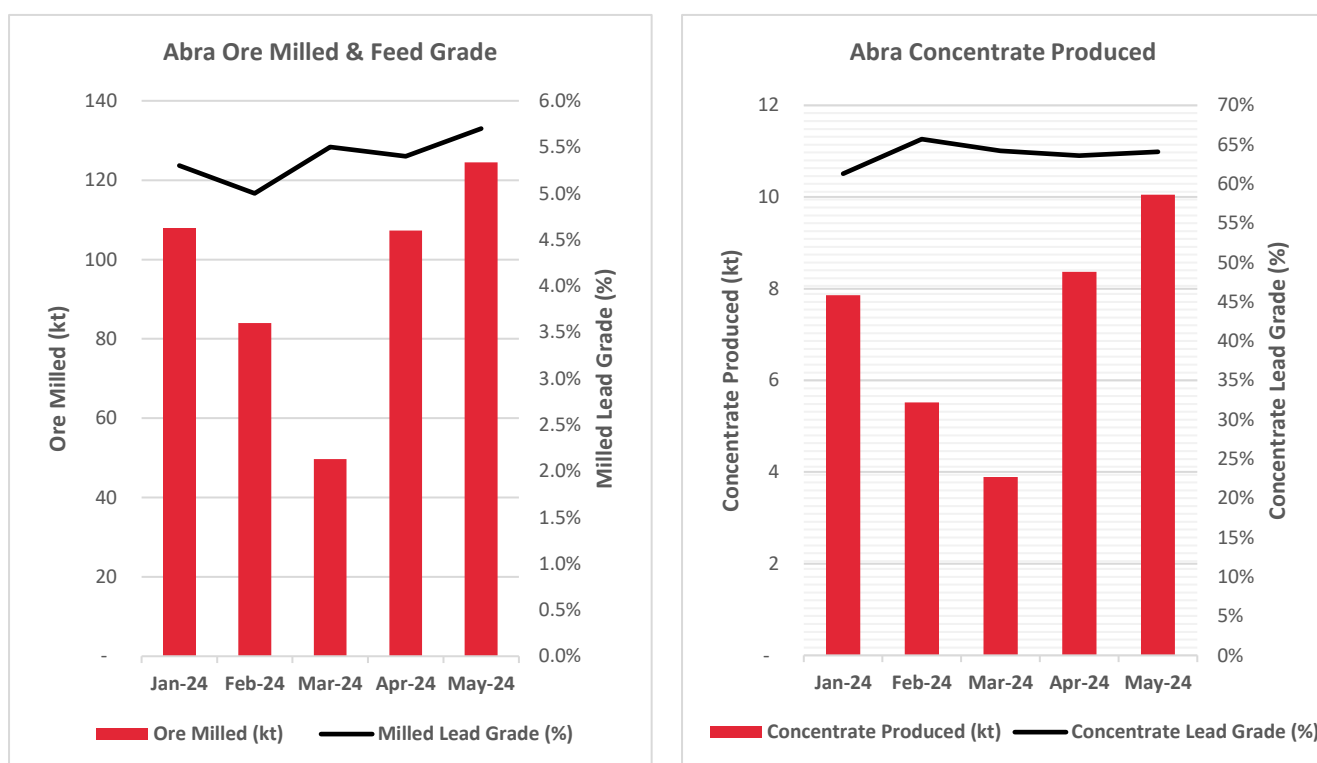


Figure 1 – Graphs showing year-to-date production performance at Abra.



Figure 2 – Picture showing approximately 9kt of lead concentrate in Abra's concentrate storage shed (Photo 5 June 2024).

The Board of Directors of Galena authorised this announcement for release to the market.

Galena Mining Ltd.

Anthony (Tony) James
Managing Director

COMPETENT PERSON'S STATEMENT

The information in this report related to the Abra July 2023 Mineral Resource is based on work completed by Mr Angelo Scopel BSc (Geol), MAIG, an employee of Abra Mining Pty Ltd and Ms Lisa Bascombe BSc (Geol), MAIG, an employee of Abra Mining Pty Ltd. Mr Scopel is responsible for data review, QAQC, and the geological model. Ms Bascombe is responsible for the resource estimation, classification, and reporting.

Mr. Scopel and Ms. Bascombe have sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves. Mr Scopel and Ms Bascombe consent to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this report to which this statement is attached that relates to exploration results and drilling data is based upon information compiled by Mr Angelo Scopel BSc (Geol), MAIG, a fulltime employee of Abra Mining Pty Ltd. Mr Scopel has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves. Mr Scopel consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

NO NEW INFORMATION

This report contains references to exploration results and Mineral Resource estimates, all of which have been cross-referenced to previous announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant announcements and in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.

FORWARD-LOOKING STATEMENTS

The contents of this announcement reflect various technical and economic conditions at the time of writing. Given the nature of the resources industry, these conditions can change significantly over relatively short periods of time. Consequently, actual results may vary from those in this announcement.

Some statements in this announcement regarding estimates or future events are forward-looking statements. They include indications of, and guidance on, future earnings, cash flow, costs, and financial performance. Forward-looking statements include, but are not limited to, statements preceded by words such as "planned", "expected", "projected", "estimated", "may", "scheduled", "intends", "anticipates", "believes", "potential", "predict", "foresee", "proposed", "aim", "target", "opportunity", "could", "nominal", "conceptual" and similar expressions.

Forward-looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements are provided as a general guide only and should not be relied on as guarantee of future performance. Forward-looking statements may be affected by a range of variables that could cause actual results to differ from estimated results and may cause the Company's actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward-looking statements. So, there can be no assurance that actual outcomes will not materially differ from these forward-looking statements.

ABOUT ABRA BASE METALS MINE

60% owned by Galena, the Abra Base Metals Mine (“Abra” or the “Project”) is a globally significant lead-silver project located in the Gascoyne region of Western Australia (between the towns of Newman and Meekatharra, approximately 110km from Sandfire’s DeGrussa Project).

Galena completed an outstanding definitive / bankable feasibility study (“FS”) (see *Galena ASX announcement of 22 July 2019*) for development of an underground mine and processing facility to produce a high-value, high-grade lead-silver concentrate. A ‘final investment decision’ to complete the Project was made in June 2021 and construction was completed in December 2022 with first concentrate shipped in the first quarter of 2023 calendar year.

2023 Mineral Resource Update (July 2023 MRE) (see *Galena ASX announcement of 7 August 2023*)

Abra JORC Mineral Resource estimate at 5% lead cut-off grade (July 2023 MRE)^{1, 2}

Resource classification	Tonnes (Mt)	Lead grade (%)	Silver grade (g/t)
Measured	0.3	7.3	32
Indicated	16.2	7.3	19
Inferred	16.9	6.9	15
Total	33.4	7.1	17

Notes: 1. See *Galena ASX announcement of 7 August 2023*. Galena confirms that it not aware of any new information or data that materially affects the information included in Galena’s ASX announcement of 7 August 2023 and confirms that all material assumptions and technical parameters underpinning the resource estimates continue to apply and have not materially changed. 2. Calculated using ordinary kriging method and a 5.0% lead cut-off grade. Tonnages are rounded to the nearest 100,000t, lead grades to one decimal place and silver to the nearest gram. Rounding errors may occur when using the above figures.

ABRA LOCATION

