

Cerro Leon Drilling Commenced

Unico Silver Limited ("**USL**" or the "**Company**") is pleased to announce the commencement of drilling at the Cerro Leon silver project, Santa Cruz province of Argentina.

HIGHLIGHTS

- Drilling at Cerro Leon will comprise an initial 5000m reverse circulation (RC) drill program followed by diamond drilling (DD) aimed at expanding the Project's current Mineral Resource Estimate¹ (MRE) (Table 1).
- Six (6) prospects where silver mineralisation is open at depth or along strike are prioritised for drilling, including several new areas that fall outside of the current MRE.
- First assay results are expected mid-December.



Figure 1: RC drill rig at the Karina prospect.

About Cerro Leon

Cerro Leon hosts a JORC compliant Mineral Resource Estimate (MRE) of 91 million silver equivalent (AgEq¹) ounces for 16.5Mt at 172g/t AgEq (Table 1).

The project is host to the second largest vein field in Santa Cruz, second only to AngloGold Ashanti's Cerro Vanguardia mine, with measured dimensions of 12 km by 9 km. Mineralised veins are up to 13m wide in outcrop and cover a combined strike of 115 km.

In May 2024, the Company published an Exploration Target Range for the project (Table 2) outlining targets for near term resource growth.

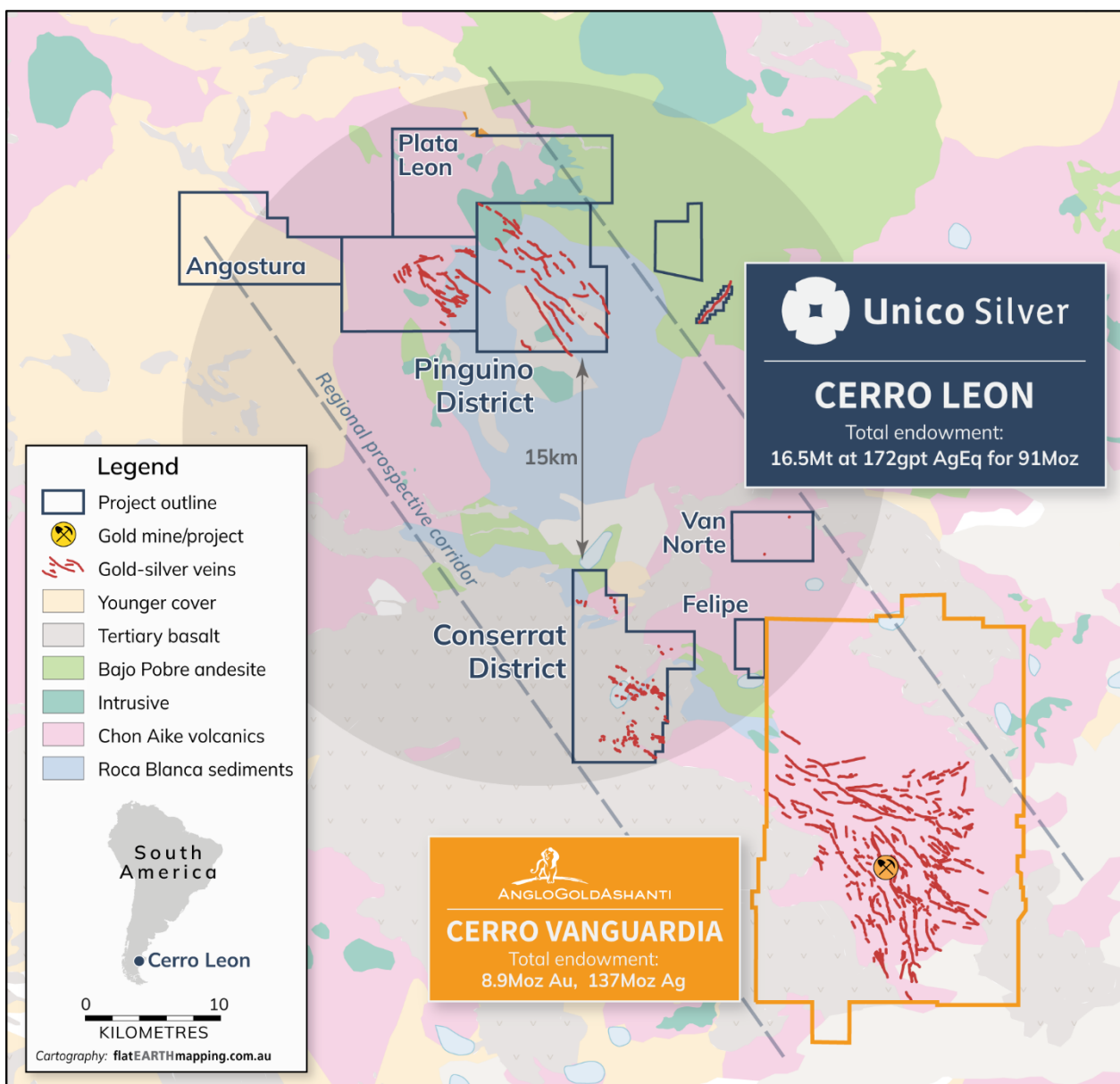


Figure 2. Cerro Leon Project location



Table 1: Cerro Leon Project - Mineral Resource Estimate¹

Category	Tonnes	AgEq (gpt)	AgEq (Moz)	Ag (gpt)	Au (gpt)	Pb (%)	Zn (%)	Ag Moz	Au (Koz)	Pb (Mlb)	Zn (Mlb)
Indicated	6.82	172	37.8	86	0.49	0.28	0.93	18.8	107	41.9	140
Inferred	9.65	172	53.5	71	0.77	0.77	0.77	22.1	237	53.7	163
Total	16.47	172	91.3	77	0.65	0.57	0.84	40.9	344	95.6	304

- (a) The preceding statements of Mineral Resources conforms to the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2012 Edition.
- (b) Due to rounding to appropriate significant figures minor discrepancies may occur.
- (c) Cerro Leon's reported silver equivalent (AgEq) is consistent with previous reports and is based on the following assumptions: $AgEq = Ag (g/t) + 79.18 \times Au (g/t) + 25.56 \times Pb (\%) + 39.41 \times Zn (\%)$, where: silver price is \$23.5/oz and recovery is 95%, gold price is \$1964/oz and recovery is 90%, lead price is \$0.95/lb and recovery is 87.6% and zinc price is \$1.39/lb and recovery is 92.3%
- (d) Lead and Zinc credits are only considered for the Marta Centro prospect, all other prospects the Pb and Zn are attributed no economic value.

Exploration Target

Table 2: Cerro Leon – Exploration Target²

Exploration Target	Tonnes (Mt)	AgEq (gpt)	AgEq (Moz)
	Range	Range	Range
Total	10 – 15	175 – 266	56 - 128

Cautionary Statement: The potential quantity and grade of the Exploration Target is conceptual in nature and as such there has been insufficient exploration drilling conducted to estimate a mineral resource. At this stage it is uncertain if further exploration drilling will result in the estimation of a mineral resource. The Exploration Target has been prepared and reported in accordance with the JORC Code (2012).

Source

¹ ASX Announcement, Unico Silver, 18 May 2023, Cerro Leon Silver Resource Grows 84% to 92 Million Silver Equivalent Ounces.

² ASX Announcement, Unico Silver, 13 May 2024, Cerro Leon Project Exploration Target

THIS ANNOUNCEMENT IS AUTHORISED FOR RELEASE TO THE MARKET BY THE BOARD OF DIRECTORS OF UNICO SILVER LIMITED

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Streamline Competent Persons Statement

This report contains information extracted from previous ASX releases which are referenced in the report. The Company is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and content in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

ASX Announcements

- 18 May 2023, Cerro Leon Silver Resource Grows 84% to 92 million Silver Equivalent Ounces.
- 13 May 2024, Cerro Leon Project Exploration Target.
- 9 October 2024, Priority Silver Targets Outlined at Cerro Leon.

Forward Looking Statement

Certain statements in this announcement constitute "forward-looking statements" or "forward looking information" within the meaning of applicable securities laws. Such statements involve known and unknown risks, uncertainties and other factors, which may cause actual results, performance or achievements of the Company, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements or information. Such statements can be identified by the use of words such as "may", "would", "could", "will", "intend", "expect", "believe", "plan", "anticipate", "estimate", "scheduled", "forecast", "predict" and other similar terminology, or state that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. These statements reflect the Company's current expectations regarding future events, performance and results, and speak only as of the date of this announcement.

All such forward-looking information and statements are based on certain assumptions and analyses made by USL's management in light of their experience and perception of historical trends, current conditions and expected future developments, as well as other factors management believe are appropriate in the circumstances.

