

President's Letter

REPORT TO SHAREHOLDERS:

Equity conducted additional core drilling on its Flagship **Silver Queen property** during 2022 with the goal of significantly expanding the 2019 precious and base-metal Resource estimate. On December 1st we proudly announced the results of an independent Resource estimate demonstrating a significant increase at a nominal cost of \$0.15 per ounce of additional AgEq or \$11 per ounce of additional AuEq.

An independent Resource was estimated and published in 2019 just prior to current management taking over control of the Company, and our due diligence suggested that focusing on adding Resource at Silver Queen was the best course of action to add value for shareholders. We completed 78 core holes for 25,659 metres, with particularly exciting intercepts of bonanza-grade silver at the Camp target. Mineralization was also encountered at the Connector target, the No. 3 Vein, the NG-3 Vein, and the Sveinson Target. The likely source of heat and metals, a large porphyry copper system, is an attractive target in its own right. We have identified areas where additional Resources may exist, such as within undrilled portions of the Sveinson target, potential extensions of known veins that remain open directly west of the Camp target, as well as at several other targets that have received little or no previous drilling.

We feel there is great potential to develop more precious-metal rich mineralization at the property, where we expect to add additional resources on existing targets and to discover new resource areas. Shareholders can look forward to more encouraging news flow about Silver Queen from drilling planned to begin early in 2023.

A summary of the Company's other assets follows below.

Monument Diamond property - The Company holds a 57.3% interest and is operator of the Monument Diamond Project, located about 40km from both the Diavik and Ekati diamond mines. The property hosts 12 different diamond-bearing kimberlites with a total of 2,437 microdiamonds recovered from past drilling, the largest discovered to date being 0.445 carats. The diamond market has improved from Pandemic-related lows; however, management feels the Monument and WO Diamond properties should be maintained for future value while focusing on the Silver Queen property.

WO Diamond property – The Company holds a minority interest in the WO Diamond property, which immediately adjoins the Diavik Diamond Mine claims. Joint-venture ownership consists of DeBeers Canada (72.13%), Archon Minerals Limited (17.57%) and DHK Diamonds Inc. (10.30%), with DeBeers being the project operator. Equity Metals owns a 43.37% interest in DHK Diamonds Inc. An encouraging 2007 bulk sample produced individual rough diamonds up to 9.45 carats. DHK has not received proposed work plans from DeBeers.

Greenwood Royalty – The Company holds a 1% NSR royalty interest in Golden Dawn's Phoenix Property, which includes several past-producing precious- and base-metal historic mines. Golden Dawn has the right to purchase half of the royalty from the Company for \$1.2 million. Equity's royalty claims include the Phoenix open-pit mine, where Golden Dawn's website reports that approximately 25.5 million tons were produced at an average grade of 0.9% copper and 1.1g/t gold between 1959 and 1976. Additional production of approximately 1.7 million tons was reported from other mines on the royalty claims. Golden Dawn also holds a land package immediately to the south of Equity's royalty claims that includes the Greenwood mill. Equity does not hold any interest in this southern group of claims, but Golden Dawn's Greenwood mill might be used to process material from Equity's royalty claims. The Company is holding the royalty for potential future value to Equity.

Saskatchewan Silica Sand property – The 100% controlled La Ronge Silica Project is an historic sand quarry located in central Saskatchewan. Preliminary studies indicate the silica deposit may be developed into a simple, low-cost mining and washing operation to produce high-purity silica (>98% SiO₂). The sand can be mined very efficiently due to its unconsolidated nature and high-purity silica can be converted into silicon, which is being tested by the electric-car industry to replace or

augment carbon in battery anodes to dramatically extend the time between charging. Other possible conventional uses exist in the ceramics and glass industries.

Equity has an exciting mix of assets that may be developed, sold, or simply maintained for future value while the Company focuses on expanding the attractive high-grade resource base at Silver Queen. We remain committed to conducting our business in an environmentally, socially, and governmentally responsible manner, with an emphasis on safety at all of our projects.

Management and directors wish to thank shareholders for their support and confidence.

“Joseph Anthony Kizis, Jr.”

Joseph Anthony Kizis, Jr.
President & Director
December 12, 2022

Robert Macdonald, MSc. P.Geo, is VP Exploration of Equity Metals Corporation and a Qualified Person as defined by National Instrument 43-101. He is responsible for the supervision of the exploration on the Silver Queen project and for the preparation of the technical information in this disclosure.

This document may contain forward-looking statements. Forward-looking statements address future events and conditions and therefore involve inherent risks and uncertainties. Actual results may differ materially from those currently anticipated in such statements. Factors that could cause actual results to differ materially from those in forward looking statements include the timing and receipt of government and regulatory approvals, and continued availability of capital and financing and general economic, market or business conditions. Equity Metals Corporation does not assume any obligation to update or revise its forward-looking statements, whether as a result of new information, future events or otherwise, except to the extent required by applicable law.