

## Option Agreements | Raye's agreement with Surge covers all Raye's cash & exploration obligations to Billingsley

### Raye Obligations to Richard Billingsley\* (Optionor)

### Surge Obligations to Raye (Optionor)

Billingsley Agreement (as amended 12 December, 2024)				Surge Agreement (Effective Date: 12 December, 2024)	
DATE	SHARES	CASH	EXPLORATION	DATE	AMOUNT
Within five (5) business days of the Effective Date	500,000	-	-	On or before the 30th day following the Effective Date, allocating Assessment Work credits to the Property and, at the discretion of the Optionors, any other Mineral Rights contiguous to the Property, in an aggregate amount of \$300,000, such that the "good to date" of the Property and such other Mineral Rights (as applicable) are extended to at least December 31, 2025 (the "Option Expenditures"	
On or before December 31, 2025	500,000	\$35,000	\$250,000	If paid in cash, on or before the date that is twelve (12) months following the Effective Date (the "First Anniversary Date")*	\$285,000
On or before December 31, 2026	800,000	\$50,000	\$500,000	If paid in cash, on or before the date that is twenty-four (24) months following the Effective Date (the "Secondary Anniversary Date")*	\$550,000
On or before December 31, 2027	1,200,000	\$75,000	\$500,000	If paid in cash, on or before the date that is thirty-six (36) months following the Effective Date (the "Third Anniversary Date")*	\$575,000
On or before December 31, 2028	1,500,000	\$75,000	-	If paid in cash, on or before the date that is forty-eight (48) months following the Effective Date (the "Fourth Anniversary Date")*	\$75,000
On or before December 31, 2029	2,000,000	\$200,000	-	If paid in cash, on or before the date that is sixty (60) months following the Effective Date (the "Fifth Anniversary Date")*	\$200,000
<b>TOTALS:</b>	6,500,000	<b>\$435,000</b>	<b>\$1,250,000</b>		<b>\$1,685,000</b>
Earlier of (i) completion of Bankable Feasibility Study, and (ii) December 31, 2032	3,500,000	-	-		
Total shares:	10,000,000				

\* The Optionor will be granted a royalty of 2.5%. The Optionor's royalty may be bought down to 1.25% at a price of \$5 million. The former Newmont property (in red on following slide) is subject to an additional 1% royalty to Newmont.

**Totals: \$1,685,000**

**\$1,685,000**

## Title

- All Raye's property claims are owned 100% by Mr. Richard Billingsley;
- Certain claims around the New Nanik prospect (shown in red in the inset map) are subject to a 1.0% NSR in the favour of Newmont Corporation;
- All property claims have a "good to" date of 31 December, 2026 with the exception of two claims (1116934 and 1116936) which have "good to" dates of 15 June, 2028 – which dates were advanced based on work done by Surge Copper filed in 2025.

## Permitting

- In 2023 Newmont transferred permit number MX-1-901 (expiry date March 31, 2024) to Mr. Billingsley.
- An extension to permit MX-1-901 to March 31, 2026 was granted to Mr. Billingsley – which cannot be extended.
- Raye is preparing a new multi-year permit application in regard to drilling at New Nanik planned to start in 2026.

