

May 22, 2025

Report to Shareholders

Dear Shareholder:

2024 was an adventurous and challenging year for Pacific Ridge.

We began the year on a high note, announcing the final results of our very successful 2023 drill program at the Kliyul copper-gold project. We also announced that we had completed our earn-in for a 100% interest in the RDP copper-gold project. The exploration work completed at both Kliyul and RDP over the last several years have demonstrated their potential to become significant copper-gold porphyry projects of merit.

Meanwhile, in the first quarter, we successfully raised over \$1.7 million, allowing us to plan a road access drill program at the Chuchi copper-gold project, under option from Centerra, a deep penetrating airborne ZTEM geophysical survey at Kliyul, and an IP geophysical survey at Redton. In June, the Company closed an additional \$1.6 million flow through financing.

In August and September, we completed our inaugural drill program at Chuchi by completing 2,716 m in five diamond drill holes over a 750 m strike length. Every drill hole intersected alkalic porphyry copper mineralization consisting of chalcopyrite and pyrite hosted in breccias, veins and as disseminated mineral replacements. The program returned some of the best copper-gold drill results ever recorded at Chuchi. Our interpretation suggest that drilling encountered the upper part of a large porphyry copper-gold system that has not been adequately tested and remains open laterally and to depth.

We also completed the planned 541 line-km ZTEM survey at Kliyul, providing us with new interpretations of mineralization at the Kliyul Main Zone and potential extensions to the north, west and south, as well as providing better definition of the six km mineralized trend at Kliyul.

Just after year end, as market conditions continued to deteriorate, we made the difficult decision to consolidate Pacific Ridge's shares on the basis of one post-consolidation share for each 10 existing shares, resulting in a balance of 17.4 million shares outstanding. Shortly after that, we announced a \$2.9 million private placement. I am pleased to report that, as I write this letter, we expect to close the full amount. The proceeds will allow us to complete a drill program at RDP, which encountered 1.39% copper equivalent (0.63% copper, 1.10 g/t gold, and 2.91 g/t silver) over 107.2 m, within a 497.2 m interval of 0.66% copper equivalent. This was one of B.C.'s best copper-gold porphyry intervals in 2022 and we are excited to return to RDP.

Pacific Ridge would like to acknowledge that its B.C. projects are in the traditional, ancestral and unceded territories of the Gitxsan Nation, McLeod Lake Indian Band, Nak'azdli Whut'en, Takla Nation, and Tsay Keh Dene Nation. It is a priority for us to strengthen our ties with local First Nations, not only through our exploration agreements, but also through numerous consultations and hiring local employees for field work and contractors for services.

Director Gary Baschuk will be retiring from the board at this year's AGM. I would like to thank Gary for his hard work, dedication and guidance, both on the corporate front and with the Company's technical programs.

On behalf of the Board of Directors, I wish to thank you for your continued loyal support of Pacific Ridge. We are focused more than ever on our copper-gold porphyry projects in British Columbia. Our management and exploration teams are committed to adding value for our shareholders through discovery.

Yours very truly,

Gerald G. (Gerry) Carlson
Chairman

The technical information contained herein has been reviewed and approved by Gerald Carlson, Ph.D., P.Eng., Chairman of Pacific Ridge Exploration Ltd., and Qualified Person as defined by National Instrument 43-101.

Forward-Looking Information: This document includes certain statements that may be deemed "forward-looking statements". All statements in this document, other than statements of historical facts, that address exploration drilling and other activities and events or developments that Pacific Ridge Exploration Ltd. ("Pacific Ridge") expects to occur, are forward-looking statements. Forward-looking statements in this document include statements regarding the placements and future exploration plans and expenditures. Although Pacific Ridge believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, exploration successes, and continued availability of capital and financing and general economic, market or business conditions. These statements are based on a number of assumptions including, among other things, assumptions regarding general business and economic conditions, the timing and receipt of regulatory and governmental approvals for the transactions described herein, the ability of Pacific Ridge and other parties to satisfy stock exchange and other regulatory requirements in a timely manner, the availability of financing for Pacific Ridge's proposed transactions and programs on reasonable terms, and the ability of third party service providers to deliver services in a timely manner. Investors are cautioned that any such statements are not guarantees of future performance and actual results or developments may differ materially from those projected in the forward-looking statements. Pacific Ridge 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 as required by applicable law.