Revival Gold Inc.

Don Blyth, Analyst | 416.903.3461| dblyth@paradigmcap.com
Lauren McConnell, Analyst | 647.618.6604 | lmcconnell@paradigmcap.com
Don MacLean, Senior Analyst | 416.902.3459 | dmaclean@paradigmcap.com
Hank Lorimer, Associate | 647.502.3973 | hlorimer@paradigmcap.com

FLASH NOTE

Solid South Mercur Hit Supports PFS and Depth Expansion

Revival Gold released the first assay results from its 2026 drilling program at the Mercur Gold Project in Utah. Results were received for 13 RC holes completed at South Mercur and Main Mercur, highlighted by 30.5m grading 1.65 g/t gold from 128m downhole in RM26-204 and 30.5m grading 0.92 g/t gold from 145m downhole in RM26-183. The company has completed 7,400m in 74 holes, or ~41% of its planned 18,000m program, with drilling focused primarily on resource conversion and engineering work for the PFS targeted by the end of Q1/27.

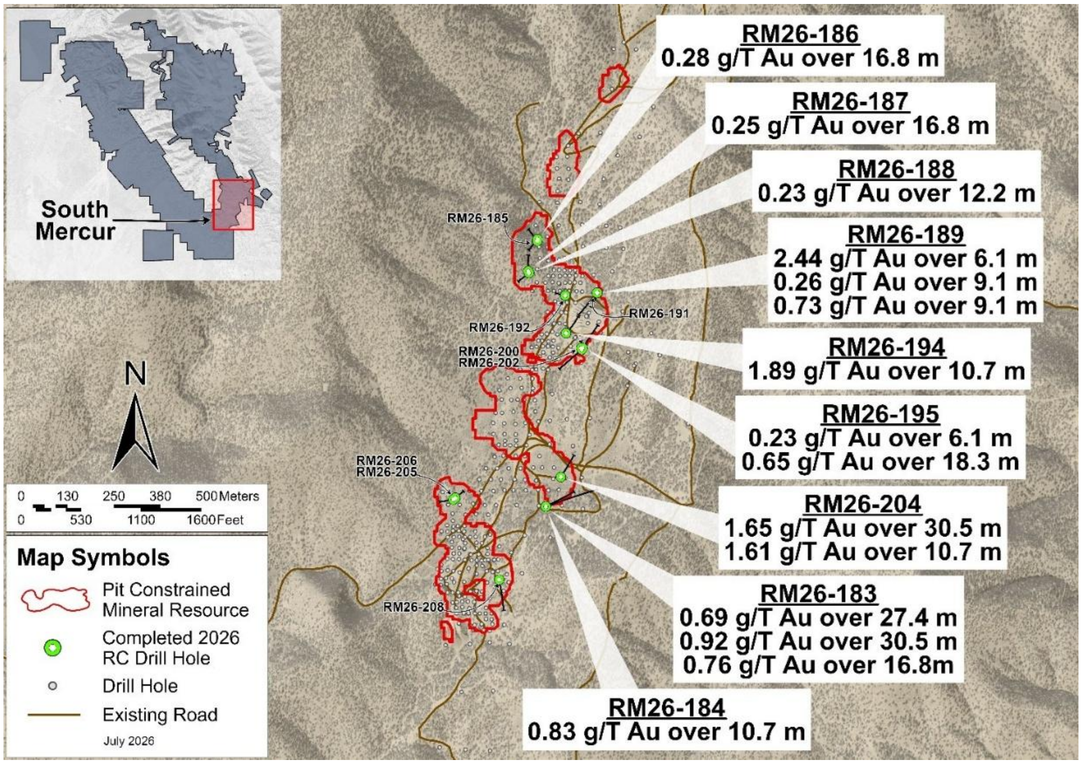
Details

- The best result was returned from RM26-204 at South Mercur, which intersected 30.5m grading 1.65 g/t gold, followed immediately by 10.7m grading 1.61 g/t. The headline interval had an AuCN/AuFA ratio of 76%, broadly consistent with the leachability assumptions used in the PEA, although the underlying 10.7m interval had a low ratio of 14%, suggesting that the mineralization becomes more refractory locally at depth.
- RM26-183 returned three consecutive mineralized intervals, including 27.4m grading 0.69 g/t, 30.5m grading 0.92 g/t and 16.8m grading 0.76 g/t. The central 0.92 g/t interval had an excellent AuCN/AuFA ratio of 93%, supporting the company's interpretation that potentially heap-leachable material extends beneath the current PEA pit. However, the lower interval had a ratio of only 18%, again highlighting some metallurgical variability with depth.
- Other South Mercur results included 10.7m grading 1.89 g/t in RM26-194 and 6.1m grading 2.44 g/t in RM26-189, both with AuCN/AuFA ratios of ~97–98%. Results from Main Mercur were generally more modest, although RM26-190 returned 10.7m grading 1.40 g/t. Two Main Mercur holes were lost before reaching their intended targets.
- The 1.65 g/t headline interval is a good result in the context of Mercur's ~0.60 g/t PEA ore grade and provides incremental evidence that the South Mercur system extends beneath the current pit design. However, it is not comparable in scale or grade to the standout 2025 results released in April, which included 74.3m grading 2.75 g/t, including 12.5m grading 8.04 g/t.
- The 2026 program has increased to 18,000m from the 16,000m announced when drilling commenced in April. About 8,500m is planned for infill drilling and 5,200m for geotechnical, hydrological and condemnation work, meaning roughly three-quarters of the program is directed toward resource conversion and PFS engineering. The remaining ~4,300m will pursue resource expansion through RC, core and auger drilling. Two rigs are currently operating, with two additional rigs expected later this summer.

Conclusion

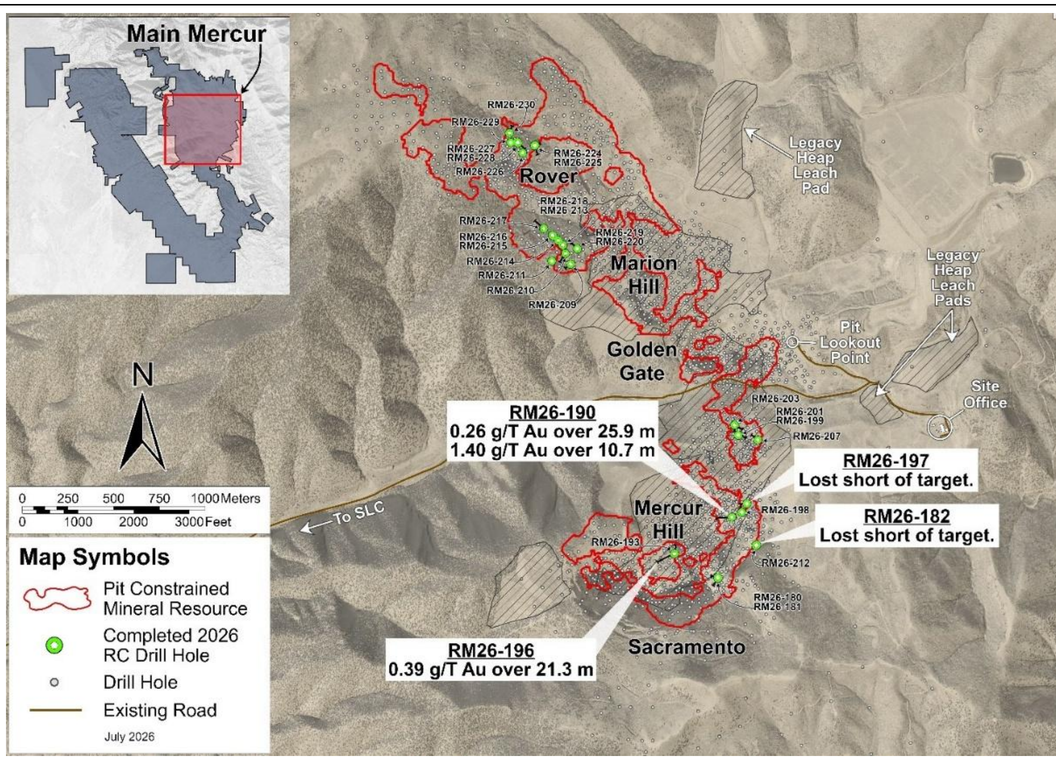
- Neutral to modestly positive. The 30.5m grading 1.65 g/t result is a solid, better-than-resource-grade intercept and provides incremental support for extending mineralization beneath the South Mercur PEA pit. However, this is primarily an infill, resource conversion and engineering update rather than a material exploration breakthrough, and we would not expect the results to be particularly market moving.
- The headline intervals demonstrate reasonable to excellent potential heap-leach characteristics, particularly the 93% AuCN/AuFA ratio in RM26-183. However, the low ratios in the immediately adjacent deeper intervals reinforce that not all mineralization encountered beneath the current pit should automatically be assumed to convert into economic heap-leach material. Additional drilling, metallurgical work and eventual inclusion in the PFS will be required to determine whether the deeper mineralization can meaningfully expand the mine plan.
- The broader investment thesis remains unchanged. Revival continues to systematically advance Mercur toward a PFS in Q1/27 and a potential construction decision in early 2028, while Beartrack-Arnett and the higher-grade Joss sulphide opportunity provide longer-term production and exploration optionality.
- Despite shares outperforming by ~9% over the past month, rising 2% versus a 7% decline for peers, the valuation remains undemanding. Revival trades at ~0.12x P/NAV, modestly below the current Takeover Twenty peer multiple of 0.13x and well below the 0.33x median P/NAV multiple at the time of bid for Takeover Twenty acquisitions since 2014. Today's results are supportive of the project-development thesis but are unlikely on their own to close that valuation gap.

Figure 1: South Mercur Drill Plan Map



Source: Company filings

Figure 2: Main Mercur Drill Plan Map



Source: Company filings