Talon Metals Reports Third Quarter 2026 Results

Road Town, Tortola, British Virgin Islands – November 16, 2026 – Talon Metals Corp. (TSX: TLO / OTC: TLOFF) ("**Talon**" or the "**Company**") today reported its third quarter 2026 financial results. This is the third quarter in which results from the recently acquired Eagle Mine and Humboldt Mill ("**Eagle**") are included. Results from Eagle have been included commencing January 9, 2026, the closing date of the Company's acquisition of Eagle from Lundin Mining Corporation. Accordingly, the prior-year comparative financial results do not include Eagle.

All dollar amounts presented in this news release are in U.S. dollars. On January 1, 2026, the Company changed its presentation currency from Canadian dollars to U.S. dollars.

Highlights

For the three-month period ended September 30, 2026, the Company reported:

- Revenue of $58.4 million (Q3 2025: $nil);
- Net income of $0.1 million or $nil per share (basic and diluted) (Q3 2025: net loss of $9,000 or $nil per share (basic and diluted));
- EBITDA[1] of $12.2 million (Q3 2025: negative EBITDA of $0.3 million);
- Adjusted EBITDA[1] of $13.4 million (Q3 2025: negative adjusted EBITDA of $0.5 million);
- Cash provided by operating activities was $15.1 million (Q3 2025: used by operating activities $0.9 million).
- Capitalized exploration and evaluation costs on the Tamarack Nickel-Copper-Cobalt Project for the three months ended September 30, 2026, amounted to $10.1 million (Q3 2025: $4.1 million).

As at September 30, 2026, the Company reported:

- Cash, cash equivalents, treasury bills, and term deposits of $42.5 million (December 31, 2025 - $25.4 million);
- Working capital of $55.0 million (December 31, 2025 - $19.3 million).

As at November 16, 2026, the Company had cash and cash equivalents of $50.0 million and expects to receive approximately $5.0 million in government grants over the next three months.

Darby Stacey, Chief Executive Officer of Talon, commented: *"We had another strong quarter at Talon where we advanced closer to our goals on multiple fronts. Eagle Mine saw improved operational performance from the underground mine with improved equipment availability and execution of our plans, contributing to consolidated Adjusted EBITDA of $13.4 million. Drilling efforts in Michigan advanced on multiple targets, including intercepting the mineralized conduit at the Roland target (results announced after quarter-end on October 6, 2026). At the Tamarack Project, we progressed the feasibility study and saw our flagship project advance through the public scoping comment period for the Environmental Impact Statement, with two well-attended public meetings in August. To cap it off, we drilled our best intercept ever in the Vault Zone with drill hole 25TK0562A (announced on September 9, 2026).*

"Heading towards the end of 2026, we remain focused on exploration, advancing our project at Tamarack, and preparing all our sites for safe and stable operations through the upcoming winter."

The unaudited condensed interim consolidated financial statements for the three and nine months ended September 30, 2026 and 2025, together with Management's Discussion and Analysis, have been filed under the Company's profile on SEDAR+ and are available at www.sedarplus.ca.

[1] EBITDA and Adjusted EBITDA are non-GAAP financial measures. Refer to the "Non-GAAP Performance Measures" section in this news release for more information, including reconciliations to the nearest comparable IFRS measure.

Table 1 – Financial and Operating Metrics[4]

Summary Financial Results and Operating Statistics

All dollar amounts in US$ thousands except per share amounts and where noted

	2026 Q1	2026 Q2	2026 Q3	2026 YTD Q3
Revenue	$ 46,947	$ 51,523	$ 58,426	$ 156,896
Cost of goods sold				
Production costs	(37,288)	(38,545)	(44,965)	(120,798)
Depreciation, depletion and amortization	(6,082)	(6,583)	(10,670)	(23,335)
Gross profit	$ 3,577	$ 6,395	$ 2,791	$ 12,763
Net income (loss)	1,646	3,216	149	5,011
Basic net income (loss) per share	$ 0.01	$ 0.02	$ 0.00	$ 0.03
Diluted net income (loss) per share	$ 0.01	$ 0.02	$ 0.00	$ 0.03
Revenue Breakdown				
Nickel	52%	54%	52%	53%
Copper	43%	42%	42%	42%
Other	5%	4%	6%	5%
Total	100%	100%	100%	100%
EBITDA and Adjusted EBITDA				
EBITDA[4]	$ 7,820	11,409	$ 12,157	$ 31,386
Adjusted EBITDA[4]	8,891	12,596	13,369	34,856
Condensed Interim Consolidated Statements of Financial Position				
ASSETS				
Total current assets	$ 81,149	92,512	$ 91,544	$ 91,544
Total non-current assets	432,012	440,568	428,795	428,795
Total assets	513,161	533,080	520,339	520,339
LIABILITIES				
Total current liabilities	$ 32,544	31,256	$ 36,544	$ 36,544
Total non-current liabilities	121,162	120,113	107,473	107,473
Total liabilities	153,706	151,369	144,017	144,017
SHAREHOLDERS' EQUITY				
Total shareholders' equity	$ 359,455	381,711	$ 376,322	$ 376,322
Total liabilities and shareholders' equity	$ 513,161	533,080	$ 520,339	$ 520,339
Production Statistics				
Ore mined (kt)	125	157	164	446
Ore milled (kt)	140	151	172	463
Increase (decrease) quarter over quarter in ore milled		8%	13%	
Ore milled (tpd)	1,710	1,664	1,866	1,749
Nickel head grade (%)	1.41	1.48	1.46	1.45
Copper head grade (%)	1.20	1.22	1.22	1.21
Nickel recovery (%)	81.8	82.3	83.2	82.5
Copper recovery (%)	95.4	95.6	95.6	95.5
Nickel production (contained metal tonnes)	1,613	1,843	2,088	5,544
Copper production (contained metal tonnes)	1,600	1,771	2,004	5,375
Nickel sales volume (payable metal tonnes)	1,342	1,406	1,825	4,573
Copper sales volume (payable metal tonnes)	1,574	1,531	1,761	4,866
Cash cost metrics				
Cash cost excluding royalties[1,4] per pound of nickel ($/lb)	3.73	2.72	2.54	2.94
Cash cost including royalties[2,4] per pound of nickel ($/lb)	5.00	4.25	3.92	4.34
All-in sustaining cost ("AISC")[3,4] per pound of nickel ($/lb)	7.16	5.97	5.42	6.10
Sustaining capital expenditures (thousands of US$)[4,5]	4,900	3,522	4,119	12,541

[1] Cash cost includes at-mine cash operating costs, treatment and refining charges, selling costs, and transportation costs, and is reported on a $/lb of nickel sold basis. Cash cost may also include royalties, and so cash cost has been presented excluding and including royalties.

[2] Royalties include state and private royalties, and Michigan severance tax. Michigan severance tax, which is in lieu of state tax, is calculated similarly to a royalty as a percentage of revenue.

[3] All-in sustaining cost ("**AISC**") includes cash cost (as defined above), sustaining capital expenditure, current period closure costs (cash basis), and lease payments (cash basis).

[4] EBITDA, Adjusted EBITDA, cash costs, AISC, and sustaining capital expenditures are non-GAAP financial measures or ratios. Refer to the "Non-GAAP Performance Measures" section in this news release for more information, including reconciliations to the nearest comparable IFRS measure.

[5] Results from Eagle have been included commencing January 9, 2026.

Qualified Person

Etienne Dinel, Project Vice President, Geology, at Talon, is a Qualified Person within the meaning of National Instrument 43-101. Mr. Dinel has reviewed and approved the scientific and technical information disclosed in this news release.

Non-GAAP Performance Measures

The Company uses certain performance measures in its analysis and disclosure. These performance measures have no standardized meaning within generally accepted accounting principles under IFRS Accounting Standards, and, therefore, amounts presented may not be comparable to similar data presented by other mining companies. This data is intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS Accounting Standards. The following are the non-GAAP performance measures that the Company uses as key performance indicators that are included in this news release. The tables below provide a reconciliation of these non-GAAP performance measures to the most directly comparable IFRS measure as contained within the Company's issued financial statements for the three and nine months ended September 30, 2026.

EBITDA and Adjusted EBITDA

EBITDA represents net earnings or loss for the period before income tax expense or recovery, depreciation and amortization, and finance costs, net.

Adjusted EBITDA removes the effects of items that do not reflect the Company's underlying operating performance and are not necessarily indicative of future operating results. These may include: unrealized foreign exchange, unrealized gains or losses from derivative contracts, equity compensation, revaluation gains or losses on marketable securities, derivative liabilities, contingent consideration and purchase options, expenses for acquisition-related fair value adjustments to inventory, non-cash impairment charges and reversals, non-cash stockpile inventory or fixed asset write-downs or reversals, goodwill impairment, insurance proceeds, transaction costs of acquisitions, business development costs and litigation and settlements. The following is a reconciliation from net income (loss) under IFRS to EBITDA and Adjusted EBITDA:

	2026 Q3	2025 Q3	2026 YTD Q3	2025 YTD Q3
	US$ 000's	US$ 000's	US$ 000's	US$ 000's
Net income (loss)	$ 149	$ (9)	$ 5,011	$ (1,431)
Add back:				
Depreciation, depletion and amortization	10,670	-	23,335	-
Finance income	(166)	(338)	(446)	(365)
Finance costs	1,798	13	3,443	37
Income tax	(294)	4	43	15
EBITDA	$ 12,157	$ (330)	$ 31,386	$ (1,744)
Business development	1	-	588	-
Equity compensation depreciation in cost of sales	507	-	906	-
Equity compensation depreciation in G&A expense	532	32	1,139	156
Other expense (income)	(315)	-	(385)	-
Foreign currency (gain) loss	-	(156)	226	104
Non-cash inventory adjustment	487	-	996	-
Adjusted EBITDA	$ 13,369	$ (454)	$ 34,856	$ (1,484)

Cash Cost Including and Excluding Royalties

Cash cost excluding royalties includes costs directly attributable to mining operations (including mining, processing, and administration), treatment, refining, and transportation charges, but excludes royalty expenses, expenses associated with non-cash fair value adjustments to inventory, depreciation and amortization, and capital expenditures. Revenue from sales of by-products reduces cash cost.

Cash cost, including royalties, includes cash cost excluding royalties plus state royalties, private royalties, and state severance tax, which is administered as a royalty.

Cash cost per pound sold is calculated by dividing cash cost, including or excluding royalties, by the sales volume of the primary metal, which is nickel in the case of Eagle.

All-in Sustaining Costs

All-in sustaining cost ("**AISC**") includes cash cost (as defined above), sustaining capital expenditure (including underground mine development), current period closure costs (cash basis), and lease payments (cash basis). As this measure seeks to reflect the full cost of production from current operations, expansionary capital and certain exploration costs are excluded, as these are costs typically incurred to extend mine life or materially increase the productive capacity of existing assets, or for new operations. Corporate general and administrative expenses have also been excluded, as any attribution of these costs to an operating site would not necessarily be reflective of costs directly attributable to the administration of the site. Certain other cash expenditures, including tax payments, financing charges (including capitalized interest), and costs related to business combinations, asset acquisitions, and asset disposals, are also excluded.

AISC per pound sold is calculated by dividing AISC by the sales volume of the primary metal, which is nickel in the case of Eagle. The following is a reconciliation from total production costs under IFRS to cash cost, including and excluding royalties, and to AISC.

Nickel sales volume (payable metal)	Unit	*2026 Q1*	*2026 Q2*	*2026 Q3*	*2026 YTD Q3*
Tonnes	tonnes	1,342	1,406	1,825	4,573
Pounds	lbs.	2,958,600	3,099,696	4,023,432	10,081,728
Total production costs	US$ 000's	$ 37,288	$ 38,545	$ 44,965	$ 120,798
Less: Royalties		(2,748)	(3,061)	(3,907)	(9,716)
Less: Severance tax (royalty)		(1,024)	(1,659)	(1,633)	(4,316)
Less: Equity compensation depreciation in cost of sales		-	(399)	(507)	(906)
Less: Non-cash inventory adjustment		(336)	(173)	(487)	(996)
Total cost excluding royalties	US$ 000's	$ 33,180	$ 33,253	$ 38,431	$ 104,864
Less: By-product revenue		(22,155)	(24,812)	(28,212)	(75,179)
Cash cost excluding royalties	US$ 000's	$ 11,025	$ 8,441	$ 10,219	$ 29,685
Royalties and severance tax (royalty)		3,772	4,720	5,540	14,032
Cash cost including royalties	US$ 000's	$ 14,797	$ 13,161	$ 15,759	$ 43,717
Cash cost excluding royalties per pound sold	$/lb of Ni sold	$ 3.73	$ 2.72	$ 2.54	$ 2.94
Cash cost including royalties per pound sold	$/lb of Ni sold	$ 5.00	$ 4.25	$ 3.92	$ 4.34
Cash cost including royalties	US$ 000's	$ 14,797	$ 13,161	$ 15,759	$ 43,717
Sustaining capital expenditures		4,900	3,522	4,119	12,541
Lease cash payments		920	1,224	1,177	3,321
Closure cost payments		555	594	751	1,900
All-in sustaining cost ("AISC")	US$ 000's	$ 21,172	$ 18,501	$ 21,806	$ 61,479
AISC per pound sold	$/lb of Ni sold	$ 7.16	5.97	5.42	6.10

Sustaining capital expenditures

This supplementary financial measure is defined as cash-basis expenditures that maintain existing operations and sustain production levels. The following is a reconciliation from total property, plant, and equipment additions under IFRS to sustaining capital expenditures:

		2026 Q1	2026 Q2	2026 Q3	2026 YTD Q3
Total property, plant and equipment additions	US$ 000's	4,969	6,330	4,984	16,283
Less: Property, plant and equipment additions not related to Eagle and purchase of a royalty		(69)	(2,808)	(865)	(3,742)
Sustaining capital expenditures	US$ 000's	4,900	3,522	4,119	12,541

About Talon

Talon is a TSX-listed base metals company advancing and operating high-grade nickel-copper assets in the United States, including 100% ownership of the Eagle Mine, the only primary nickel mine currently operating in the United States, and the associated Humboldt Mill in Michigan, as well as the Tamarack Nickel-Copper-Cobalt Project in central Minnesota. Talon is in a joint venture with Rio Tinto on the Tamarack Project, which comprises a large land position extending approximately 18 kilometers along strike, with additional high-grade intercepts outside the current resource area. Talon currently owns 51% of the Tamarack Project and has an earn-in right to increase its ownership to 60%. Talon has a neutrality and workforce development agreement in place with the United Steelworkers union. Talon has an existing US$114.8 million funding agreement with the U.S. Department of Energy under the Infrastructure Investment and Jobs Act to support domestic critical mineral processing. The U.S. Department of War awarded Talon a grant of US$20.6 million to support and accelerate Talon's exploration efforts in both Minnesota and Michigan. Talon has well-qualified, experienced teams in exploration, mine permitting, mine development, operations, and community relations. Talon's shares also trade in the U.S. OTC market under the symbol TLOFF.

For additional information on Talon, please visit the Company's website at www.talonmetals.com or contact:

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Forward-Looking Statements

This news release contains certain "forward-looking statements". All statements, other than statements of historical fact, that address activities, events, or developments that the Company believes, expects, or anticipates will or may occur in the future are forward-looking statements. These forward-looking statements reflect the current expectations or beliefs of the Company based on information currently available to the Company. Such forward-looking statements include statements relating to operations after the end of Q3 2026 and the Company being positioned to execute on its exploration and development plans in Minnesota and Michigan. Forward-looking statements are subject to significant risks and uncertainties and other factors that could cause the actual results to differ materially from those discussed in the forward-looking statements, and even if such actual results are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on, the Company.

Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable securities laws, the Company disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events, or results or otherwise. Although the Company believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such statements due to the inherent uncertainty therein.