

# 2025 Message to Shareholders

## from Stuart McDonald, President & CEO

Dear Valued Shareholders,

As we reflect on the past year and look forward to the opportunities ahead, I want to express my gratitude for your continued trust and confidence in our company. 2024 marked 20 years since Taseko restarted the Gibraltar operation and it was also the beginning of what will be a transformational period ahead for Taseko, as we transition into a multi-asset producing company.



I believe our management team and all employees proved to be resilient through a dynamic, evolving and highly volatile year, showing adaptability without compromising safety or the environment. We have emerged from 2024 as a stronger company and we are well-positioned for long-term success.



### Commitment to Safety and Environmental Performance

Every employee at Taseko plays a role in a strong safety and environmental track record. Workplace safety is crucial, ensuring the well-being of our employees and the overall success of our organization. Our commitment to a safe and secure environment for our employees and contractors has never been stronger, particularly with a growing workforce at our Florence Copper project.

In early 2024, we started construction at Florence Copper and by the end of the year, there were 290 construction and support personnel on site and nearly 450,000 project hours worked. This was all done with zero lost time injuries or environmental incidents. The project team and Florence Copper staff are all very proud of this accomplishment.

At Gibraltar, we experienced an uptick in safety related incidents in 2024. The lost time frequency rate increased from 0.52 in 2023 to 0.69 last

year, which was a concern and a focus for management. After completing a safety review with Gibraltar employees mid-year, we did see safety performance improve in the second half of 2024 and into 2025. Also positive, reportable environmental incidents at Gibraltar dropped by 67% year-over-year.



Gibraltar Mine rescue team



## Financial and Operational Performance

### Gibraltar Production

**106 Million**

Pounds of Copper

**1.4 Million**

Pounds of Molybdenum

### Adjusted EBITDA<sup>1</sup>

**\$224 Million**

### Cash Flows

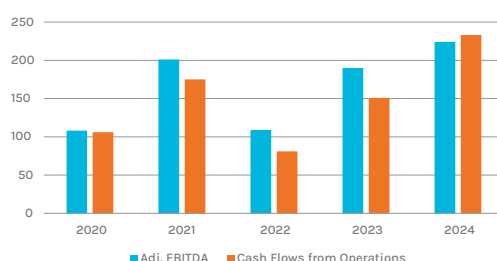
**\$233 Million**

Gibraltar produced 106 million pounds of copper and 1.4 million pounds of molybdenum in 2024. Production was impacted by higher than normal planned maintenance downtime, plus an 18-day labour strike. Total operating costs (C1)<sup>1</sup> for the year were US\$2.66 per pound of copper, slightly above the estimated life of mine average due to the lower production levels. Taseko generated \$608 million of revenue from the sale of 108 million pounds of copper and 1.4 million pounds of molybdenum. Strong revenues were driven by a higher year-over-year copper price, which averaged US\$4.20 per pound, as well as our increased

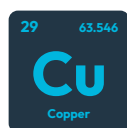
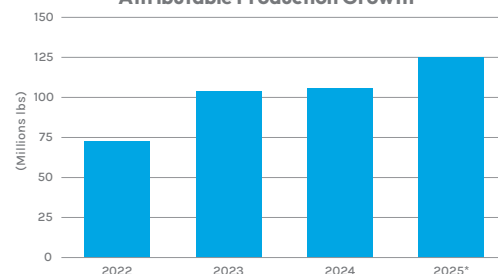
ownership in Gibraltar (now 100% owned). Adjusted EBITDA<sup>1</sup> and Cash flows from operations for the year were \$224 million and \$233 million, respectively. We ended the year with a healthy cash position of \$173 million and our US\$110 million corporate revolver remained undrawn.

For 2025, we expect improved financial performance as Gibraltar production is anticipated to increase by 15-20% year-over-year. The production profile is weighted to the second half of the year, with the first quarter being the weakest.

Financial Performance



Attributable Production Growth



## Copper Market

### Copper Demand Continues to Grow

In 2024, the copper market was quite volatile with the London Metals Exchange ("LME") price ranging from a low of US\$3.70 to a high of US\$4.94 per pound. These price fluctuations were driven by global economic conditions, supply chain issues, Chinese demand, and continued growth in energy transition materials, which all affected demand. On the supply side, mine disruptions and a lack of new projects continues to support a strong market price.

While volatility has continued into 2025, the LME price today is approximately US\$4.25 per pound which is up nearly 10% since the start of the year. The long-term fundamentals remain as strong as ever, with demand growth expected to outpace constrained supply growth in the years ahead.

More recently, the potential of trade tariffs being imposed on copper imports to the United States has created a significant premium on the Comex based price. Historically, LME and Comex pricing have been aligned and within a few cents of each other. As I write this, the Comex price is roughly US\$0.60 per pound higher than the LME price, which equates to a 14% premium. This bodes well for our Florence Copper project which will produce refined copper cathodes in the United States. Given that the US is a net importer of copper cathode, we expect our cathode sales to

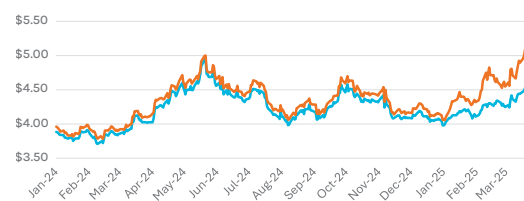
stay in the United States domestic market and potentially capture the Comex premium.

As the worldwide demand for clean renewable power, electrification and sustainable technologies continues to grow, copper has emerged as a vital resource for the future.

Amid growing geopolitical uncertainty, ensuring a secure supply of critical minerals in North America has never been more important. Copper is essential to both Canada and the United States' economic and manufacturing resilience, underpinning key sectors tied to national security and the clean energy transition.

The growing importance of ensuring a stable and reliable supply of copper within North America comes at an opportune time for Taseko.

Copper Pricing (LME / COMEX)



Note: All currency amounts are stated in Canadian dollars except where otherwise noted.

\* Production guidance for 2025 is 120-130 million pounds.

1. Non-GAAP performance measure.



## Advancing Towards Production at Florence Copper

**Florence Copper Annual Production Capacity:**

**85 Million**  
Pounds of Copper

**51**  
**Production Wells**  
Drilled in 2024

**78%**  
Project completion at the end of March 2025

**Senior Management Team in Place**



Florence Copper construction site, March 2025

Another major milestone for our company in 2024 was breaking ground and beginning construction of our Florence Copper commercial production facility in Arizona. Construction has advanced on schedule, and the project remains on target to produce first copper before the end of 2025.

There are two main aspects to the commercial production facility project: construction of the SX/EW plant and surface infrastructure and the wellfield drilling.

The main activities in 2024 associated with the SX/EW plant were initial earthworks, pouring of concrete foundations, erection of structural steel, the electrowinning building and tanks, construction of process and surface water runoff ponds, installation of process equipment and piping and electrical work. Work on the pipeline corridor, which will transport mining solutions between the wellfield and the SX/EW plant, also made significant progress.

In the wellfield, drilling and construction of the production wells (injection and recovery) and the point of compliance wells progressed on schedule. During the year, 51 production wells were completed out of a total of 90 to be drilled during the construction phase. In April of this

year, drilling was winding down and expected to be completely finished by mid-May.

In addition to construction activities, we are developing operational readiness plans for the start-up of commercial operations and have been actively hiring our permanent staff. Recruiting has gone very well, with the entire senior management team successfully assembled and over half of the total positions have been filled.

All these activities continued to advance in early 2025 and at the end of April, the overall project completion was over 80%.

Going forward, construction will gradually wind down in the third quarter of this year. The focus will then shift to SX/EW plant commissioning and wellfield operations, as solutions begin to be injected and circulated through the ore body.

With Florence Copper's construction well-advanced and first copper expected by the end of 2025, Taseko is set to become a multi-asset copper producer. At full capacity, Florence Copper will produce 85 million pounds of copper annually, increasing Taseko's average annual copper production by ~65%.



Florence Copper wellfield construction site, February

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## Longer-term Growth at Yellowhead

Yellowhead provides a longer-term growth opportunity for the company, with the potential to nearly double our copper production base from Gibraltar and Florence Copper. Our main focus in 2024 was continued engagement with the local communities near the Yellowhead site in south-central British Columbia, in preparation for the environmental assessment (“EA”) process. To-date, most of the work at Yellowhead has been done quietly in the background. With the project entering the EA process in the coming months, plus an updated technical report being completed this summer, I expect we will have much more news on Yellowhead this year, and in the years ahead.

We have several years of permitting and technical work ahead of us, before this project could be construction ready. This timeframe will allow us to remain focused on the construction and production ramp-up at Florence Copper, and then free cashflow generation from two large scale North America-based copper mines.



## Looking Ahead

This year presents exciting opportunities for growth and expansion. With a clear vision and a strong foundation, we are confident in our ability to capitalize on a robust copper market, ramp up Florence Copper, enhance operational efficiencies at Gibraltar, and drive shareholder value higher.

Our commitment to safety, the environment, innovation and operational excellence will continue to be the pillars of our success. We look forward to keeping you informed of our key milestones and achievements in the year ahead.

On behalf of the entire leadership team, thank you for your support.

Sincerely,

A handwritten signature in black ink, appearing to read 'Stuart McDonald'.

Stuart McDonald  
President & CEO