LABRADOR IRON MINES REPORTS SECOND QUARTER SEPTEMBER 30, 2025 RESULTS

Toronto, Ontario, Canada, December 1, 2025, | **Labrador Iron Mines Holdings Limited** (the "Company") (OTC: LBRMF) reports its financial results for the three and six months ended September 30, 2025.

This news release should be read in conjunction with the Company's unaudited condensed interim consolidated financial statements and the associated management's discussion and analysis for the three and six months ended September 30, 2025, which are available on the Company's website at www.LabradorIronMines.ca or under the Company's profile on SEDAR at www.sedarplus.ca.

All currency references in this news release are expressed in Canadian dollars, unless otherwise indicated.

OVERVIEW

The Company, through its majority owned subsidiaries Labrador Iron Mines Limited ("LIM") and Schefferville Mines Inc. ("SMI"), is engaged in the exploration and development of iron ore projects situated in the Menihek area of western Newfoundland and Labrador and northeastern Quebec, near the town of Schefferville, in the central part of the Labrador Trough region of eastern Canada, one of the major iron ore producing regions in the world.

The Company's current focus is planning and financing activities related to advancing the Houston Project, LIM's flagship property. The Houston Project is an open pit direct shipping iron ore project located near the town of Schefferville, on which an updated, independent Preliminary Economic Assessment was completed in February 2021 and demonstrated production of 2 million dry metric tonnes ("dmt") of DSO per year, with an initial 12-year mine life, for total production of 23.4 million dmt of product at 62.2% Fe over the life of the mine.

The Company continues to explore various short to medium term financing alternatives to secure working capital.

FINANCIAL RESULTS – THREE AND SIX MONTHS ENDED SEPTEMBER 30, 2025

The Company did not conduct any mining activities during the three and six months ended September 30, 2025. Rather, the Company was focused on planning and financing activities related to advancing its Houston Project.

The Company reported a loss of $172,857, or $0.00 per share, during the three months ended September 30, 2025, compared to a loss of $187,536, or $0.00 per share, during the same three-month period of the previous year.

The loss of $172,857 in the three-month period ending September 30, 2025, was mainly attributable to share based compensation of $31,085, and corporate and administrative costs of $138,886. The loss of $187,536 in the three-month period ending September 30, 2024, was mainly attributable to site costs of $10,874, share based compensation of $13,755, and corporate and administrative costs of $152,691.

The Company reported a loss of $286,141, or $0.00 per share, during the six months ended September 30, 2025, compared to a loss of $350,580, or $0.00 per share, during the same six-month period of the previous year.

The loss of $286,141 in the six-month period ending September 30, 2025, was mainly attributable to site costs of $5,405, share based compensation of $55,502, and corporate and administrative costs of $225,547. The loss of $350,580 in the six-month period ending September 30, 2024, was mainly attributable to site costs of $46,194, and corporate and administrative costs of $269,960

WORKING CAPITAL ADVANCES

The Company had a working capital deficit of $2,345,672 at March 31, 2025.

On April 10, 2025, a company controlled by the Chairman of the Company (the “Lender”) advanced an additional $250,000 to the Company for working capital purposes. On the same date, the Company executed a secured promissory note (the “Secured Promissory Note”) in the principal amount of $730,000, representing this additional advance together with prior, previously non-interest bearing, loans from the Chairman of a cumulative balance of $455,000 at March 31, 2025 (2024 - $225,000), consolidated into the Secured Promissory Note.

The Secured Promissory Note bears interest on a simple basis at an annual rate of 10% and is payable on demand with 30 days notice. As security for the obligations under the Secured Promissory Note, the Company entered into a General Security Agreement in favour of the Lender, securing the payment and performance of all present and future obligations of the Company to the Lender from time to time, and granted a collateral interest in one of its mineral licences over the Schefferville Projects.

In the quarter ended September 30, 2025, the Chairman advanced an additional $185,000 to the Company for working capital purposes. The terms of these additional advances are the same as those for the Secured Promissory Note (10% interest, payable on demand on 30 days notice and secured by the General Security Agreement and a collateral interest in the mineral license).

As at September 30, 2025, a cumulative balance of $915,000 (2024 - $425,000) remained outstanding.

As these were related party transactions, the terms of these advances and the security were approved by an independent subcommittee of the Board.

The Company continues to explore various financing alternatives. There is a significant risk that additional or alternative financing will not be available to the Company on a timely basis or on acceptable terms.

GLOBAL UNCERTAINTY AND THE IRON ORE MARKET

During the period, the iron ore market remained volatile, influenced by both supply disruptions and policy developments in China. Major producers like Vale and BHP reported increased production, however, logistical challenges, including rail and port delays in Brazil, led to inventory backlogs, with benchmark 65% Fe prices trading in a narrow but unstable range around US$100–117 per tonne. The outlook for the price of iron ore fluctuated as weak Chinese steel production and declining pellet premiums weighed on demand, while supply-side factors—including logistical constraints in Brazil and uneven global shipments—provided intermittent support. Although Chinese import volumes remained resilient, the overall pricing environment continued to reflect cautious market fundamentals, with analysts noting that the US$100/t support level is being repeatedly tested and that forward expectations remain subdued. This backdrop underscores the continued uncertainty facing high-grade iron ore producers and reinforces the need for prudent development and pricing assumptions.

At the same time, sentiment improved with the announcement of housing initiatives in China. In addition, the Chinese government and local authorities have introduced a range of comprehensive housing measures across the country aimed at stabilizing the property market, stimulating residential demand, and addressing structural imbalances. These measures, along with earlier nationwide initiatives to reduce mortgage rates and down payment requirements, are aimed at stimulating construction activity and are expected to provide incremental support for steel demand and, in turn, seaborne iron ore pricing.

The outlook for iron ore pricing remains uncertain. Ongoing economic issues in China continue to negatively affect the demand for steel. In addition, threats of broad tariffs by the US and corresponding retaliatory tariffs by affected countries may cause a further decrease in economic investment and a further decrease in the global demand for steel.

Throughout the first half of 2025, there was ongoing concern that strong iron ore supply from Australia and Brazil was exceeding China's current steel production demand, due to a slowdown in China's residential construction industry. This has led to an increase in the level of iron ore port inventories in China and pressure on the metal's price.

Escalating trade tensions between the US and China could put pressure iron ore prices in the remaining months of 2025, as increased tariffs would likely curb both direct and indirect Chinese steel exports and therefore demand for iron ore in China, which is the most likely market for Houston iron ore.

Looking forward, seaborne iron ore pricing will remain closely tied to Chinese economic policy and stimulus effectiveness, global trade dynamics, and steel market fundamentals. While risks of prolonged weakness persist, any meaningful rebound in Chinese construction activity or easing of trade tensions could support stronger demand and price recovery.

Analysts are focused on whether Beijing will continue to stimulate the housing market, following the central bank's announcement in January that it would reduce the amount of cash banks are required to hold in reserves, a move aimed at boosting lending to fund property and infrastructure development. At the end of June, Beijing unveiled additional measures to reduce the cost of buying a home by cutting mortgage interest rates and the minimum down payment ratio.

While it remains to be seen whether these measures translate into increased demand and construction activity in the world's second-largest economy, the optimism generated is likely to flow into increased demand for iron ore. For this reason, most analysts believe the iron ore price will remain above US$100 for the rest of 2025.

OUTSTANDING SHARE CAPITAL

Labrador Iron Mines Holdings Limited currently has 162,364,427 common shares issued and outstanding.

The common shares of the Company trade on the OTC Markets under the symbol LBRMF.

At a Special Meeting of Shareholders of the Company's 52% subsidiary Labrador Iron Mines Limited ("LIM") held on March 30, 2023, a requisite two-thirds majority of votes cast by LIM shareholders at the meeting approved a special resolution authorizing the amalgamation of LIM with a wholly owned subsidiary of the Company, involving the issue of shares of the Company to LIM shareholders, such that LIM will, once again, become a wholly owned subsidiary of the Company. Under the amalgamation all LIM shares, other than LIM shares held by the Company, will be exchanged for shares of the Company on the basis of 3.1136546 shares of the Company for each LIM share held, resulting in the issuance of an aggregate of approximately 148,362,500 shares of the Company to LIM shareholders.

The Company is authorized to complete the amalgamation, but has not yet done so. The Company continues in good standing as a Reporting Issuer in all the Provinces of Canada, and in compliance with all the requirements of the Securities Acts and Securities Regulations in Canada. All public filings of the Company may be inspected under the Company's profile on SEDAR at www.sedarplus.ca.

ABOUT LABRADOR IRON MINES HOLDINGS LIMITED

Labrador Iron Mines Holdings Limited, through its majority owned subsidiaries Labrador Iron Mines Limited ("LIM") and Schefferville Mines Inc. ("SMI"), owns extensive iron ore resources in the central part of the Labrador Trough region, one of the major iron ore producing regions in the world, centered near the town of Schefferville, Quebec.

LIM's current focus is on planning activities related to the development of its Houston Project, subject to securing development financing. In the three-year period of 2011, 2012 and 2013 LIM produced a total of 3.6 million dry metric tonnes of iron ore, all of which was sold in 23 cape-size shipments into the China spot market.

In March 2021, the Company reported the results of the Technical Report on The Preliminary Economic Assessment of the Houston Project, Provinces of Newfoundland and Labrador and Québec, Canada ("PEA") prepared by RPA, now part of SLR Consulting Ltd. The PEA, prepared in accordance with National Instrument 43-101, may be viewed under the Company's profile on SEDAR, or on the Company's website.

In addition to its Houston Project, LIM also holds the Elizabeth Taconite Project, which has an Inferred mineral resource estimate (as at June 15, 2013) of 620 million tonnes at an average grade of 31.8% Fe.

For further information, please visit LIM's website at www.LabradorIronMines.ca or contact:

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Cautionary Statements:
The terms "iron ore" and "ore" in this document are used in a descriptive sense and should not be considered as representing current economic viability. A Feasibility Study has not been conducted on any of the Company's Schefferville Projects.

Forward Looking Statement:
Some of the statements contained in this News Release may be forward-looking statements which involve known and unknown risks and uncertainties relating to, but not limited to, LIM's expectations, intentions, plans and beliefs. Forward-looking information can often be identified by forward-looking words such as "anticipate", "believe", "expect", "goal", "plan", "intend", "estimate", "may" and "will" or similar words suggesting future outcomes, or other expectations, beliefs, plans, objectives, assumptions, intentions or statements about future events or performance. Forward- looking information may include reserve and resource estimates, estimates of future production, unit costs, costs of capital projects and timing of commencement of operations, and is based on current expectations that involve a number of business risks and uncertainties and assumptions regarding financing. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to, failure to establish estimated resources and reserves, the grade and recovery of ore which is mined varying from estimates, delays in obtaining or failures to obtain required financing, capital and operating costs varying significantly from estimates, delays in obtaining or failures to obtain required governmental, environmental or other project approvals, delays in the development of projects, changes in exchange rates, fluctuations in commodity prices, inflation and other factors. Forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results to differ materially from expected results. There can be no assurance that LIM will be successful in maintaining any agreement with any First Nations groups who may assert aboriginal rights or may have a claim which affects LIM's properties or may be impacted by the Schefferville Projects. Shareholders and prospective investors should be aware that these statements are subject to known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. Shareholders and prospective investors are cautioned not to place undue reliance on forward-looking information. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, forecasts, projections and various future events will not occur. LIM undertakes no obligation to update publicly or otherwise revise any forward-looking information whether as a result of new information, future events or other such factors which affect this information, except as required by law.