

Ceasing of Operations at Mavis Underground

Summary

A decision has been taken to start the necessary steps to cease operations at the Mavis Underground from the end of June and complete the transition by the end of 3Q 2024.

The Company has decided to start the steps to cease operations at the Mavis Underground project following a comprehensive strategic review. This review determined that, given its relatively short mine life, the Mavis Underground project has proven to be uneconomic under current market conditions and coal prices, with comparatively higher costs driven among other reasons by the challenging ramp up and lower production volumes achieved to date.

Discussions with the mining services contractor PIMS and associated consultation with the workforce have started, with production operations at the Mavis UG expected to cease by the end of June followed by closure and sealing of the Mavis UG pit, with the Millennium Complex as a whole is expected to reach steady state minimum expenditure care and maintenance regime by the end of 3Q 2024.

The potential Millennium underground development option is unaffected by this decision, although, as with any capital project, will be subject to our capital allocation and prioritisation strategy and to the same internal investment criteria as the various other capital project options within the Stanmore portfolio.

Notwithstanding this decision, we do not expect consolidated Guidance metrics provided in our market announcements on February 26, 2024 be impacted, as our core operations at South Walker Creek, Poitrel and the Isaac Plains complex are expected to continue to perform strongly this year.

This announcement is authorised for release by the Disclosure Committee.

Further Information

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[About Stanmore Resources Limited \(ASX: SMR\)](#)

Stanmore Resources Limited controls and operates the South Walker Creek, Poitrel, Isaac Plains Complex and Millennium Complex metallurgical coal mines as well as the undeveloped Wards Well, Isaac Plains underground and Isaac Plains South projects, in Queensland's prime Bowen Basin region. Stanmore Resources holds several additional high-quality prospective coal tenements located in Queensland's Bowen and Surat basins. The Company is focused on the creation of shareholder value via the efficient operation of its mining assets and the identification of further development opportunities within the region.

More information about Stanmore can be found at stanmore.au