

**APPENDIX 4D – HALF YEAR FINANCIAL REPORT**  
**AIC MINES LIMITED ACN 060 156 452 AND CONTROLLED ENTITIES**  
**For The Half Year Ended 31 December 2024**

**Results for Announcement to the Market**

**Key Information**

	For the six months ended 31 December 2024	For the six months ended 31 December 2023	Up / (down)	
	\$'000	\$'000	\$'000	%
Revenues from contracts with customers	93,207	91,019	2,188	2%
Earnings before Interest, Tax, Depreciation & Amortisation (EBITDA)	30,631	24,712	5,919	24%
Statutory profit before income tax	9,544	3,823	5,721	150%
Profit from ordinary activities after income tax attributable to the members	8,091	2,228	5,863	263%

**Dividend Information**

No dividends have been paid or declared in the current period or the prior period.

**Net Tangible Assets**

	As at 31 December 2024	As at 30 June 2024
	Cents	Cents
Net tangible assets per share <sup>1</sup>	40.16	38.46

<sup>1</sup> Net tangible assets per share is calculated as: Net assets, less right of use assets then add back lease and deferred tax liabilities. This is then divided by the number of issued shares at period end. The comparison period has been updated in line with this calculation.

**Earnings Per Share**

	For the six months ended 31 December 2024	For the six months ended 31 December 2023
	Cents	Cents
Basic earnings per share	1.41	0.48
Diluted earnings per share	1.34	0.46

This Appendix 4D is given to the ASX in accordance with Listing Rule 4.2A.

Additional information supporting the Appendix 4D disclosure requirements can be found in the notes to these financial statements and the Directors' Report attached thereto.

This report is based on the consolidated financial statements for half-year ended 31 December 2024 which have been reviewed by PricewaterhouseCoopers.

# AIC Mines Limited FY25 Half Year Financial Report

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# Corporate Directory

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**ABN: 11 060 156 452**

## **DIRECTORS**

Josef El-Raghy, Non-Executive Chairman  
Aaron Colleran, Managing Director and CEO  
Linda Hale, Non-Executive Director  
Brett Montgomery, Non-Executive Director  
Jon Young, Non-Executive Director

## **COMPANY SECRETARY**

Audrey Ferguson

## **REGISTERED OFFICE**

Suite 3, 130 Hay Street  
Subiaco WA 6008  
Tel: (08) 6269 0110  
Email: [info@aicmines.com.au](mailto:info@aicmines.com.au)

## **BANKERS**

National Australia Bank  
100 St Georges Terrace  
Perth WA 6000

## **SHARE REGISTRY**

Computershare Investor Services Pty Limited  
Level 17  
221 St Georges Terrace  
Perth WA 6000  
Tel: 1300 850 505 (within Australia) or + 61 3 9415 4000 (outside Australia)  
[www.computershare.com/au](http://www.computershare.com/au)

## **STOCK EXCHANGE**

AIC Mines Limited shares are listed on the Australian Securities Exchange (ASX).  
ASX Code: A1M

## **AUDITORS**

PricewaterhouseCoopers  
One International Towers Sydney  
Watermans Quay, Barangaroo NSW 2000

## **INTERNET ADDRESS**

[www.aicmines.com.au](http://www.aicmines.com.au)

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# Directors' Report

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The Directors present their report together with the consolidated financial statements for AIC Mines Limited ("AIC Mines" or the "Company") and the entities it controlled (together the "Group") at the end of, or during, the half-year ended 31 December 2024 (the "period") and the auditor's report thereto.

Items included in the Directors' report and consolidated financial statements are presented in Australian dollars unless otherwise stated.

## DIRECTORS

The names and details of the Company's Directors in office during the period and until the date of this report are as follows.

Josef El-Raghy	Non-Executive Chairman
Aaron Colleran	Managing Director and Chief Executive Officer
Linda Hale	Non-Executive Director
Brett Montgomery	Non-Executive Director
Jon Young	Non-Executive Director

All directors were in office for the entire period.

## COMPANY SECRETARY

Audrey Ferguson

## PRINCIPAL ACTIVITIES

The principal activities of the Group during the period were exploration, mine development, mine operations and the sale of copper concentrate in Australia.

## KEY HIGHLIGHTS FOR THE REPORTING PERIOD

Key highlights for the half-year ended 31 December 2024 include:

- **Strong production** – Eloise produced 24,704 dry metric tonnes ("dmt") of concentrate containing 6,657 tonnes of copper (31 December 2023: 26,657 dmt of concentrate and 7,161 tonnes of copper).
- **Consistent and reliable cash generation** – Eloise generated operating mine cash flow of \$38.6 million. Net mine cash flow was \$11.5 million after \$27.0 million in capital investment (31 December 2023: operating mine cashflow \$36.1 million and Net mine cash flow \$12.9 million).
- **Jericho development on track** – The Jericho link drive, from the Eloise mine decline to Jericho, progressed according to plan during the period, reaching 685m of its planned 3,000m.
- **Continued drilling success at Jericho** – Excellent copper assay results were returned from resource extension drilling at Jericho, particularly at the Jumbuck, Squatter and Matilda North shoots.

## FINANCIAL REVIEW

### Profit and Loss

- The Group recorded a consolidated profit after income tax of \$8.1 million for the period (31 December 2023: \$2.2 million). The \$5.9 million increase in profit after tax was primarily driven by lower cost of goods sold and the deferred consideration received from Vulcan compared to the prior period.
- Net revenue from concentrate sales for the period increased to \$93.2 million (31 December 2023: \$91.0 million).
- Earnings before interest, tax and depreciation was \$30.6 million for the period, a \$5.9 million increase on the prior period (31 December 2023: \$24.7 million).
- The basic and diluted earnings per share for the period totalled 1.41 cents and 1.34 cents respectively (31 December 2023: 0.48 cents and 0.46 cents).

### Balance Sheet

- At period end, net assets of the Group were \$229.2 million (30 June 2024: \$219.1 million). Total assets increased during the period to \$302.5 million (30 June 2024: \$266.8 million) mainly due to investment in the development of the Jericho deposit, an increase in property plant and equipment at Eloise, an increase in concentrate receivables and the initial recognition of a right of use asset for the new chiller plant installed at Eloise.

# Directors' Report

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- During the period, \$43.1 million was reclassified from exploration properties to mines under construction in the Consolidated Statement of Financial Position, in line with the commencement of development at the Jericho deposit. Of the \$43.1 million, \$32.7 million is related to the historical acquisition cost of the Jericho deposit and \$10.3 million is related to prior year capital expenditure at Jericho. Mines under construction increased to \$66.1 million with \$20.6 million invested in the development of the Jericho deposit during the period.
- The net carrying amount of property, plant and equipment increased by \$9.8 million in the period. This was primarily driven by the purchase of mobile equipment, camp and power station upgrades related to the Jericho expansion, offset by depreciation at Eloise.
- Total liabilities for the Group increased by \$25.7 million during the period to \$73.4 million (30 June 2024: \$47.7 million). This was mainly due to an increase in lease liabilities by \$16.6 million, an increase in equipment leasing by \$4.1 million (net of repayments), and an increase in trade payables of \$0.8 million.

## Cash Flow

- The net cash inflow from operating activities totalled \$17.5 million (31 December 2023: inflow \$24.3 million) and the cash balance at period end totalled \$44.7 million (30 June 2024: \$74.3 million).
- Net cash outflows from investment activities totalled \$51.2 million, an increase of \$17.9 million from the prior period (31 December 2023: outflow \$33.3 million). The period-on-period increase was largely due to \$20.6 million in payments for the development of the Jericho mine, partially offset with the \$4.3 million in deferred consideration received from sale of the Mumbwa and Kitumba copper projects in Zambia to Vulcan Copper Limited, previously completed on 14 February 2019.
- Net cash inflow from financing activities was \$4.1 million for the period, largely driven by \$4.1 million in drawdowns from the Group's equipment financing facility with NAB (31 December 2023: inflow of \$4.8 million).

## Taxation

- During the period, the Group made no income tax payments and recognised a \$1.5 million deferred income tax expense (31 December 2023: income tax expense \$1.6 million).

## Dividends

- There was no dividend paid or declared during the period.

## OPERATIONS REVIEW

### Eloise Copper Mine

Eloise had another great 6 months. Production delivered 24,704 dmt of concentrate containing 6,657 tonnes of copper at an All-in-Sustaining Cost of A\$5.02/lb and All-in-Cost of A\$5.44/lb.

Ore mined for the period totalled 326,846 tonnes at an average grade of 2.16% copper. Ore processed totalled 319,271 tonnes at an average grade of 2.19% copper. Copper recovery of 95.4% was achieved for the period.

Operating mine cash flow for the period totalled \$38.6 million and net mine cash flow totalled \$11.5 million after capital investment of \$27.0 million. Realised copper price for the period averaged A\$13,576 per tonne (A\$6.16/lb) of copper sold.

The production improvements achieved in FY24 have continued into the first half of FY25, driving improved operational reliability and consistency at Eloise. The higher capital expenditure at Eloise compared to the prior period was primarily driven by the installation of a new mine ventilation cooling system. The new cooling system will provide sufficient ventilation to the bottom of the currently known copper resource.

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# Directors' Report

The table below outlines the key operating metrics for Eloise during the six month periods to 31 December 2024 and 31 December 2023:

Summary of operating results	For the six months to	For the six months to
	31 December 2024	31 December 2023
Operating mine cash flow (\$'000)	38,584	36,107
Sustaining capital (\$'000)	(20,926)	(20,141)
All-in cost capital (\$'000)	(6,110)	(3,026)
Eloise total capital (\$'000)	(27,035)	(23,167)
Net mine cash flow (\$'000)	11,549	12,940
Payable copper production (t)	6,410	6,894
All-in Sustaining Cost (A\$/lb)	5.02	4.89
All-in Cost (A\$/lb)	5.44	5.08

## EXPLORATION REVIEW

### Eloise Regional Project

The Eloise Regional Project consists of approximately 2,000 square kilometres of contiguous, 100% owned tenure immediately surrounding the Eloise mine. The highly-endowed project contains a pipeline of targets from early-stage prospects to known resources. Exploration activity has centred on the 20-kilometre-long Levuka Shear Zone, which hosts the Eloise mine and the Jericho mineral resource. The focus of the exploration has been two-fold, to both increase resources, through resource extension drilling, and to discover new deposits, by testing geophysical, geochemical and structural targets within a 20-kilometre radius of the Eloise processing plant.

During the period, drilling resulted in the discovery of the Matilda North Shoot, a 500m strike extension north of the previous limits of the Jericho resource. Drilling north of the J2 Lens at Jericho also intersected mineralisation indicating the continuation of the deposit toward the Swagman shoot, a distance of one kilometre. Exploration activities focussed on the discovery of new deposits saw further extensions to the Sandy Creek deposit, and tested five regional targets, all within 10 kilometres of Eloise.

### Queensland Projects

In addition to the Eloise Regional Project, AIC Mines holds 100% ownership in the Windsor Base Metal Project, Pyramid Gold Project, and the Cannington Base Metal Project in Queensland. At the Cannington Project, a small program of reverse circulation drilling was completed at the Black Rock target located about 70 kilometres south of Eloise. Four wide-spaced holes were drilled into an extensive copper trend defined by copper gossans and anomalous rock chip samples. Assay results are awaited. At the Windsor Project, which covers a large portion of the endowed Mount Windsor belt south of Charters Towers, a reverse circulation drilling program was completed, testing for volcanogenic massive sulphide base metals along strike of known deposits. Elevated zinc and copper values were returned from drilling at the Royale Prospect.

### Delamerian Project

The Delamerian Project consists of three, large exploration licences in western New South Wales. The project is prospective for mafic-ultramafic intrusive related Ni-Cu deposits and volcanogenic massive sulphide Cu-Zn deposits. During the period, a high-resolution ground gravity survey was completed at the Koonenberry prospect area, and ground electromagnetic surveys were extended at the Kars prospect following the definition of 1.5-kilometre conductor in FY24. The project is progressing toward drilling in 2025.

### Western Australian Projects

At the Lamil Project in the Paterson Province, the search for a partner to advance the project commenced, in conjunction with 50% joint venture partner Rumble Resources. No material exploration was completed at the Lamil project, nor any offers received.

At the Marymia Project, divestment of the project commenced. However, in the September Quarter, applications for forfeiture and objections to exemption from expenditure were submitted to the Wardens Court by Pingem Metals Pty Ltd against the majority of the tenements that make up the project. AIC Mines has not been able to resolve the objections/applications at this point and is at risk of losing the majority of its remaining tenure at Marymia. Given the likely relinquishment of the tenements, the carrying value of the Marymia Project was reduced from \$1.4 million to nil, through recognising a non-cash exploration expense of \$1.4 million in the period.

# Directors' Report

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## South Australian Projects

The 100%-owned Peak and Denison IOCG Project was not progressed following the withdrawal of BHP in FY24. The project contains numerous, untested geophysical targets considered prospective for IOCG style deposits such as Prominent Hill and Olympic Dam but, with a focus on, and the success in, Queensland and NSW, a partner is being sought to advance this project.

## DEVELOPMENT REVIEW

### Jericho Project

AIC Mines is developing the Jericho copper deposit which is located 4 kilometres south of the existing Eloise processing plant with similar geology, mineralisation and metallurgy to the Eloise Mine. Staged development of the Jericho mine and expansion of the Eloise processing plant is planned over the next three years.

During the period, development of the Jericho link drive, which will connect the Eloise decline directly to the Jericho ore body, reached 685 metres of the required 3,000 metres in line with the planned schedule. Raise boring of the first ventilation rise for the Jericho link drive was also completed.

As part of the development of Jericho, and in order to accommodate the expanded workforce, a new kitchen and dry mess were commissioned at the Eloise accommodation village and 80 additional rooms were installed.

The Eloise processing plant expansion also progressed well with key design elements finalised and the EPC (Engineering, Procurement and Construction) tender documents issued in January 2025.

## SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the nature of the activities of the Group during the period, other than those included in the Key Highlights.

## SIGNIFICANT EVENTS AFTER THE BALANCE DATE

No matters or circumstances have arisen since the end of the period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or state of affairs of the Group in future financial years.

## INDEMNIFICATION AND INSURANCE OF OFFICERS

The Company has agreements with each of the Directors and Officers of the Company in office at the date of this report and former Directors indemnifying them to the extent permitted by law against all liabilities incurred in their capacity as officers of the Company and its controlled entities and all reasonable legal costs incurred by any of them in the defence of an action for a liability incurred by that officer. The indemnity continues to have effect when the Directors and Officers cease to hold office.

The Directors have not included details of the nature of the liabilities covered or the amount of the premium paid in respect of the Directors' and Officers' liability as such disclosures are confidential under the terms of the contract.

## ROUNDING

The Group is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with that instrument to the nearest thousand dollars, or in certain cases, to the nearest dollar.

## AUDITOR INDEPENDENCE DECLARATION

Section 370C of the Corporations Act 2001 requires our auditors, PricewaterhouseCoopers, to provide the Directors of the Group with an Independence Declaration in relation to the review of the financial report. This Independence Declaration is disclosed on page 8 of this report and forms part of this Directors' Report for the period ended 31 December 2024.

Signed in accordance with a resolution of the Company's Directors.



Mr. Aaron Colleran  
Managing Director and CEO  
19 February 2025



## Auditor's Independence Declaration

As lead auditor for the audit of AIC Mines Limited for the half-year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit. This declaration is in respect of AIC Mines Limited and the entities it controlled during the period.

A handwritten signature in blue ink, appearing to read 'M Upcroft'.

Marc Upcroft  
Partner  
PricewaterhouseCoopers

Sydney  
19 February 2025

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# Consolidated Statement of Profit or Loss and Other Comprehensive Income

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

	Notes	For the six months ended 31 December 2024 \$'000	For the six months ended 31 December 2023 \$'000
Sales revenue	5(a)	93,207	91,019
Cost of sales	5(b)	(54,043)	(58,847)
		<b>39,164</b>	<b>32,172</b>
Depreciation and amortisation expense	5(b)	(21,013)	(20,358)
Corporate and administration costs		(4,080)	(2,972)
Exploration and evaluation costs		(7,643)	(2,854)
Share based payment expense		(1,382)	(1,373)
Transaction and integration costs		-	(8)
Other income	5(c)	4,296	-
Net interest income / (expense)	5(d)	(74)	(523)
Fair value profit / (loss) on financial assets		230	(121)
Profit / (loss) on sale of plant & equipment		46	(140)
<b>Profit before income tax expense</b>		<b>9,544</b>	<b>3,823</b>
Income tax (expense) / benefit	6	(1,453)	(1,595)
<b>Net profit for the period after tax</b>		<b>8,091</b>	<b>2,228</b>
Other comprehensive income		-	-
<b>Total comprehensive profit for the period</b>		<b>8,091</b>	<b>2,228</b>
<b>Total comprehensive income for the period is attributable to:</b>			
Owners of AIC Mines Limited		8,091	2,228
<b>Earnings per share</b>		<b>Cents</b>	<b>Cents</b>
Basic earnings per share	17	1.41	0.48
Diluted earnings per share	17	1.34	0.46

The above statement should be read in conjunction with the accompanying notes.

# Consolidated Statement of Financial Position

AS AT 31 DECEMBER 2024

	Notes	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents		44,678	74,341
Trade and other receivables	7	2,732	1,975
Inventories		11,107	9,545
Financial assets at fair value through profit and loss	8	23,442	13,285
<b>Total Current Assets</b>		<b>81,959</b>	<b>99,146</b>
<b>Non-Current Assets</b>			
Right of use assets	9	16,852	130
Performance bond		5,685	5,685
Property, plant and equipment	10	53,829	44,031
Exploration properties	11	4,703	49,243
Mines under construction	12	66,130	-
Mine properties	13	73,386	68,551
<b>Total Non-Current Assets</b>		<b>220,585</b>	<b>167,640</b>
<b>Total Assets</b>		<b>302,544</b>	<b>266,786</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	14	17,076	16,308
Provisions	15	4,154	4,073
Interest bearing liabilities	19	4,985	2,944
Lease liabilities	9	3,543	92
<b>Total Current Liabilities</b>		<b>29,758</b>	<b>23,417</b>
<b>Non-Current Liabilities</b>			
Provisions	15	22,375	19,851
Interest bearing liabilities	19	5,928	3,893
Lease liabilities	9	13,253	65
Deferred tax liabilities		2,062	446
<b>Total Non-Current Liabilities</b>		<b>43,618</b>	<b>24,255</b>
<b>Total Liabilities</b>		<b>73,376</b>	<b>47,672</b>
<b>Net Assets</b>		<b>229,168</b>	<b>219,114</b>
<b>Equity</b>			
Issued capital	16	207,309	206,628
Share-based payment reserve		6,357	5,075
Options reserve		-	409
Accumulated profit		15,502	7,002
<b>Total Equity</b>		<b>229,168</b>	<b>219,114</b>

The above statement should be read in conjunction with the accompanying notes.

# Consolidated Statement of Cash Flows

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

	Notes	For the six months ended 31 December 2024 \$'000	For the six months ended 31 December 2023 \$'000
<b>Cash flows from operating activities</b>			
Receipts from customers		82,808	87,930
Payments to suppliers, employees and contractors		(65,850)	(63,576)
Payments for transaction and integration costs		-	(8)
Interest received / (paid)		527	(86)
<b>Net cash inflow from operating activities</b>		<b>17,485</b>	<b>24,260</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment	10	(16,535)	(9,069)
Payments for exploration properties	11	-	(5,400)
Payments for mines under construction	12	(20,582)	-
Payments for mine properties	13	(18,941)	(19,346)
Proceeds from deferred consideration receivable	7	4,296	-
Proceeds from sale of financial assets		469	-
Proceeds from sale of property, plant and equipment		46	532
<b>Net cash outflow from investing activities</b>		<b>(51,247)</b>	<b>(33,283)</b>
<b>Cash flows from financing activities</b>			
Lease liability principal payments		(691)	(734)
Net proceeds from interest bearing liabilities		4,076	5,519
Net proceeds from issue of shares	16	714	-
<b>Net cash inflow from financing activities</b>		<b>4,099</b>	<b>4,785</b>
Net decrease in cash and cash equivalents		(29,663)	(4,238)
Cash and cash equivalents at beginning of the period		74,341	30,888
<b>Cash and cash equivalents at end of the period</b>		<b>44,678</b>	<b>26,650</b>

The above statement should be read in conjunction with the accompanying notes.

# Consolidated Statement of Changes in Equity

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

	Issued capital	Accumulated profit / (loss)	Options reserve	Share based payment reserve	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 July 2023</b>	151,932	(692)	409	2,640	154,290
<i>Profit or loss and other comprehensive income</i>					
Net profit for the period	-	2,228	-	-	2,228
<b>Total comprehensive profit</b>	-	<b>2,228</b>	-	-	<b>2,228</b>
<i>Transactions with owners</i>					
Issue of shares net of costs	95	-	-	-	95
Share based payment expense	-	-	-	1,277	1,277
<b>Balance as at 31 December 2023</b>	<b>152,027</b>	<b>1,536</b>	<b>409</b>	<b>3,917</b>	<b>157,889</b>
<b>Balance at 1 July 2024</b>	<b>206,628</b>	<b>7,002</b>	<b>409</b>	<b>5,075</b>	<b>219,114</b>
<i>Profit or loss and other comprehensive income</i>					
Net profit for the period	-	8,091	-	-	8,091
<b>Total comprehensive profit</b>	-	<b>8,091</b>	-	-	<b>8,091</b>
<i>Transactions with owners</i>					
Reclassifications	-	409	(409)	-	-
Issue of shares net of costs (note 16)	681	-	-	-	681
Share based payment expense	-	-	-	1,282	1,282
<b>Balance at 31 December 2024</b>	<b>207,309</b>	<b>15,502</b>	-	<b>6,357</b>	<b>229,168</b>

The above statement should be read in conjunction with the accompanying notes.

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# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

## 1. REPORTING ENTITY

AIC Mines Limited ("AIC Mines" or the "Company") is a for-profit company domiciled in Australia and publicly listed on the Australian Securities Exchange (ASX). The Company was incorporated on 9 June 1993. The address of the Company's registered office is Suite 3, 130 Hay Street Subiaco WA 6008. The nature of the operations and principal activities of the Company are described in the Directors' Report.

The consolidated financial statements of the Company as at and for the period comprise the Company and its subsidiaries (together referred to as the "Group"). The consolidated financial statements were authorised in accordance with a resolution of the Company's Directors dated 19 February 2025 for issue on the 20 February 2025.

## 2. BASIS OF PREPARATION

### a) Statement of compliance

The general purpose consolidated interim financial report for the half-year period ended 31 December 2024 has been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities.

The financial report has been presented in Australian dollars and all values are rounded to the nearest \$1,000 (\$'000) unless otherwise stated. The accounting policies have been consistently applied by all entities included in the Group and are consistent with those applied in the prior periods, except for new standards, amendments to standards and interpretations effective from 1 July 2024. A number of standards, amendments and interpretations were applicable for the first time from 1 July 2024. These have not had a significant or immediate impact on the Group's consolidated financial statements. New standards and interpretations are also available for early adoption from 1 July 2024. The amendments to these standards are not expected to have a material impact on the Group's consolidated financial statements.

### b) Basis of measurement

The consolidated financial statements are prepared on the historical cost basis with the exception of financial assets at fair value through profit or loss (note 8).

## 3. MATERIAL ACCOUNTING POLICIES

These general-purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

## 4. SEGMENT REPORTING

The Group operates in one geographical area being Australia and operates in the mining industry for the period ended 31 December 2024. The Chief Operating Decision Makers are the Company's Board of Directors and Key Management Personnel. There are two operating segments identified being mining and exploration activities in Australia based on internal reports reviewed by the Chief Operating Decision Makers in assessing performance and allocation of resources. The accounting policies applied for internal reporting purposes are consistent with those applied in the preparation of the financial statements. The Group's operational mine site and exploration activities are each treated as individual operating segments. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. All of the revenue in the mining segment is the sale of concentrate to one customer.

Segment performance is evaluated based on earnings before interest, tax, depreciation and amortisation (EBITDA) which is a non IFRS number.

	For the six months ended 31 December 2024 \$'000	For the six months ended 31 December 2023 \$'000
<b>Mining</b>		
Sales revenue	93,207	91,019
EBITDA	39,210	32,032

# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

<b>Exploration and Corporate EBITDA</b>	<b>(8,579)</b>	<b>(7,320)</b>
<b>Reconciliation of EBITDA to profit before income tax</b>		
Mining segment - EBITDA	39,210	32,032
Exploration and corporate – EBITDA	(8,579)	(7,320)
Group EBITDA	30,631	24,712
Depreciation and amortisation	(21,013)	(20,358)
Transaction and integration costs	-	(8)
Interest income / (expense)	(74)	(523)
<b>Profit before income tax</b>	<b>9,544</b>	<b>3,823</b>

## 5. REVENUE AND EXPENSES

	For the six months ended 31 December 2024 \$'000	For the six months ended 31 December 2023 \$'000
<b>(a) Revenue from contracts with customers</b>		
Concentrate Sales	96,248	93,887
Provisional Pricing Adjustment <sup>1</sup>	(3,041)	(2,868)
	<b>93,207</b>	<b>91,019</b>
<b>(b) Expenses</b>		
<u>Cost of sales</u>		
Mine Operating Costs	47,979	52,905
Royalty and transport costs	6,064	5,942
	<b>54,043</b>	<b>58,847</b>
<u>Depreciation and Amortisation</u>		
Mining Properties	13,692	16,572
Property, Plant and Equipment	6,737	3,750
Right of use asset	584	36
	<b>21,013</b>	<b>20,358</b>
<b>(c) Other income</b>		
Other income <sup>2</sup>	4,296	-
<b>(d) Net interest income / (expense)</b>		
Interest income	1,406	445
Interest expense	(1,480)	(968)
	<b>(74)</b>	<b>(523)</b>

<sup>1</sup> Concentrate sales are provisionally priced at the initial revenue recognition (bill of lading) date, with the final settlement price based on a pre-determined quotational period.

<sup>2</sup> The Group received deferred consideration of US\$2.75 million (A\$4.3 million) during the period for the sale of the Mumbwa and Kitumba copper projects in Zambia completed on 14 February 2019. Refer to note 7 for more details.

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# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

## 6. INCOME TAX EXPENSE

	For the six months ended 31 December 2024 \$'000	For the six months ended 31 December 2023 \$'000
Current tax for the period	-	-
Deferred tax for the period	(1,824)	(1,595)
Adjustments for current tax of prior periods	371	-
<b>Income tax (expense) / benefit</b>	<b>(1,453)</b>	<b>(1,595)</b>
<b>Reconciliation of tax expense to prima facie tax payable</b>		
Profit / (loss) before income tax	9,544	3,823
Tax (expense) / benefit at the statutory income tax rate 30%	(2,863)	(1,147)
Non-assessable / (Non-deductible)	1,039	(448)
Adjustments for current tax of prior periods	371	-
<b>Income tax (expense) / benefit</b>	<b>(1,453)</b>	<b>(1,595)</b>

## 7. TRADE AND OTHER RECEIVABLES

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
Trade debtors	570	273
Prepayments	1,243	269
Equipment deposits	291	440
Diesel fuel rebate / Net GST receivable	471	852
Deferred consideration receivable <sup>1</sup>	4,423	5,696
Impairment of deferred consideration receivable <sup>1</sup>	(4,423)	(5,696)
Security deposits	157	142
	<b>2,732</b>	<b>1,975</b>

<sup>1</sup> The deferred consideration receivable relates to the sale of the Mumbwa and Kitumba copper projects in Zambia to Vulcan Copper Limited ("Vulcan") completed on 14 February 2019. During the period ended 31 December 2024, the Group entered into an agreement with Vulcan for a Deed of Release ("Deed"), with a revised cash consideration amount of US\$5.5 million being agreed (previously US\$5.0 million) in exchange for Vulcan being released from all its obligations contained within the original Share Purchase Agreement.

The Group received US\$2.75 million (A\$4.3 million) during the period which has been recognised in other income (refer to note 5). The remaining US\$2.75 million (A\$4.4 million) is still outstanding and given Vulcan's historical track record, this remaining deferred consideration receivable is fully impaired until the Group receives the consideration.

## 8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
Trade receivables at fair value through profit and loss	23,403	13,215
Fair value of listed shares in Rumble Resources Ltd <sup>1</sup>	-	36
Fair value of unlisted options in Larvotto Resources Ltd <sup>2</sup>	-	5
Fair value of listed shares in Power Nickel Inc	39	29
	<b>23,442</b>	<b>13,285</b>

<sup>1</sup> The Group sold all 962,094 listed shares in Rumbles Resources Limited (ASX:RTR) during the period.

<sup>2</sup> The Group exercised all 703,013 options in Larvotto Resources Limited (exercise price of \$0.30) and subsequently sold all shares during the period.

# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

## a) Trade receivables at fair value through profit and loss

Trade receivables relate to concentrate sale contracts still subject to price adjustments where the final consideration to be received will be determined based on prevailing London Metals Exchange (LME) metal prices at the final settlement period. Receivables still subject to price adjustments at balance date are measured at fair value.

## b) Listed shares

The group holds 32,812 listed shares in Power Nickel Inc. (TSXV: PNPN) with the closing share price at 31 December 2024 quoted on the TSXV used to determine the fair value at the end of the period.

## 9. LEASES

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
<b>Right-of-use assets</b>		
Property	270	130
Plant and equipment	16,582	-
	<b>16,852</b>	<b>130</b>
<b>Lease Liabilities</b>		
Current	3,543	92
Non-Current	13,253	65
	<b>16,796</b>	<b>157</b>

The consolidated statement of profit or loss and other comprehensive income shows the following amounts relating to leases:

	For the six months ended 31 December 2024 \$'000	For the six months ended 31 December 2023 \$'000
Depreciation charge for right-of-use assets	584	36
Interest payments	186	9
	<b>770</b>	<b>45</b>
	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
<b>Lease Liability Maturities</b>		
Less than 1 year	4,520	71
Between 1 and 5 years	14,728	59
	<b>19,248</b>	<b>130</b>

## 10. PROPERTY, PLANT AND EQUIPMENT

As at 30 June 2024	\$ '000
Cost	64,498
Accumulated depreciation	(20,467)
<b>Net carrying amount</b>	<b>44,031</b>
<b>Half-year ended 31 December 2024</b>	
Balance at the beginning of the period	44,031
Additions – cost	16,535
Disposals	-
Depreciation charge to profit and loss	(6,737)
<b>Net carrying amount at period end</b>	<b>53,829</b>



# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

<b>As at 31 December 2024</b>	<b>\$ '000</b>
Cost	81,034
Accumulated Depreciation	(27,205)
<b>Net carrying amount</b>	<b>53,829</b>

## 11. EXPLORATION PROPERTIES

	<b>For the six months ended 31 December 2024 \$'000</b>
Balance at the beginning of the period	49,243
Exploration property expense <sup>1</sup>	(1,435)
Reclassifications (refer to Note 12)	(43,105)
<b>Net carrying amount at period end</b>	<b>4,703</b>

<sup>1</sup> Given the likely relinquishment of the tenements, the carrying value of the Marymia Project was reduced from \$1.4 million to nil, through recognising a non-cash exploration expense of \$1.4 million in the period.

## 12. MINES UNDER CONSTRUCTION

	<b>For the six months ended 31 December 2024 \$'000</b>
Balance at the beginning of the period	-
Additions – WIP <sup>1</sup>	23,025
Reclassifications <sup>2</sup>	43,105
<b>Net carrying amount at period end</b>	<b>66,130</b>

<sup>1</sup> Mines under construction additions includes \$20.6 million of expenditure in developing the Jericho link drive, non-processing infrastructure, project labour and resource definition drilling. The remaining addition relates to a non-cash recognition of a contingent payment provision which has been capitalised to mines under construction (refer to Note 15).

<sup>2</sup> During the period, \$43.1 million was reclassified from Exploration properties to Mines under construction which represents the acquisition cost of Jericho as well as prior year expenditure.

All ongoing expenditure for the development of the Jericho deposit will be treated as Mines under construction until commercial production commences at Jericho.

## 13. MINE PROPERTIES

<b>As at 30 June 2024</b>	<b>\$'000</b>
Cost	128,630
Accumulated depreciation	(60,079)
<b>Net carrying amount</b>	<b>68,551</b>
Balance at the beginning of the period	68,551
Mine development additions	18,941
Additions / remeasurement of rehabilitation asset	(414)
Depreciation charge to profit and loss	(13,692)
<b>Net carrying amount at period end</b>	<b>73,386</b>

# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

As at 31 December 2024	\$ '000
Cost	147,157
Accumulated depreciation	(73,771)
<b>Net carrying amount</b>	<b>73,386</b>

## 14. TRADE AND OTHER PAYABLES

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
Trade payables	2,749	3,710
Accruals	14,327	12,598
	<b>17,076</b>	<b>16,308</b>

## 15. PROVISIONS

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
<b>Current</b>		
Employee benefits	4,154	4,073
	<b>4,154</b>	<b>4,073</b>
<b>Non-current</b>		
Employee benefits	9	13
Other	20	20
Payment provision <sup>1</sup>	2,527	-
Rehabilitation provision	19,819	19,818
	<b>22,375</b>	<b>19,851</b>
	<b>26,529</b>	<b>23,924</b>

<sup>1</sup> A contingent payment of \$2.75 million is payable to a third party on commencement of mining at Jericho. The Group has recognised a non-current payment provision of \$2.5 million (discounted) following commencement of underground development for Jericho as it is now probable that ore will be mined at Jericho and the contingent payment will be triggered.

## 16. ISSUED CAPITAL

	Number	\$'000
<b>Balance at 1 July 2023</b>	<b>462,224,392</b>	<b>151,932</b>
Shares issued under Employee Share Scheme	246,240	95
<b>Balance at 31 December 2023</b>	<b>462,470,632</b>	<b>152,027</b>
<b>Balance at 1 July 2024</b>	<b>570,878,324</b>	<b>206,628</b>
Shares issued under institutional placement	1,592,308	828
Shares issued under Employee Share Scheme	426,612	130
Shares issued on conversion of performance incentives	2,785,396	-
	<b>575,682,640</b>	<b>207,586</b>
Less: Transaction costs arising on share issues	-	(114)
Net deferred tax charge recognised directly in equity	-	(163)
<b>Issued capital at end of period at 31 December 2024</b>	<b>575,682,640</b>	<b>207,309</b>

During the period, the 2,076,924 options on issue with an exercise price of \$0.4875 expired without conversion. As a result, the options reserve of \$0.4 million was reclassified to accumulated profit / (loss) during the period.

### Terms and conditions of contributed equity

#### Ordinary shares (including escrowed shares)

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Group, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. On a show of

# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

hands, every holder of ordinary shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll each share is entitled to one vote. As per the *Corporations Act 2001*, the Group does not have authorised capital and ordinary shares do not have a par value.

## 17. EARNINGS PER SHARE

	For the six months ended 31 December 2024	For the six months ended 31 December 2023
Basic earnings per share – cents per share	1.41	0.48
Diluted earnings per share – cents per share	1.34	0.46
<b>Earnings per share used in the calculation of basic and diluted earnings per share</b>		
Profit / (loss) after tax attributable to the owners of the parent	8,091,024	2,227,716
Weighted average number of ordinary shares (basic) <sup>1</sup>	574,452,749	462,431,822
Effect of dilutive securities <sup>1</sup>	31,324,184	25,090,144
Adjusted weighted average number of ordinary shares used in calculating the diluted earnings per share	605,776,933	487,521,966

<sup>1</sup> The weighted average number of performance rights and options on issue have been included in the determination of diluted earnings per share

Basic earnings / (loss) per share is calculated by dividing the after-tax profit or net loss for the period by the weighted average number of ordinary shares outstanding during the period.

## 18. COMMITMENTS

### Exploration Expenditure Commitment

In order to maintain the Group's interest in mining and exploration tenements, the Group is committed to meet the minimum expenditure conditions under which the tenements were granted. These amounts change annually as tenements are relinquished, partially relinquished, or tenements are staked and granted. The amounts are also based on whether extensions of term are granted for each tenement. The amounts disclosed below represent expenditure commitments for tenements owned by the Group and those covered by earn in arrangements. The disclosure also assumes that all tenements will be renewed at the relevant milestone date.

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
Within 1 year	6,199	5,271
After 1 year but not more than 5 years	27,254	14,671
	<b>33,453</b>	<b>19,942</b>

### Capital Commitments

Significant capital expenditure committed to at the end of the reporting period but not recognised as liabilities are as follows:

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
Property, Plant and Equipment	6,204	3,987
Mines under construction	2,457	-
	<b>8,661</b>	<b>3,897</b>

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# Notes to the Consolidated Financial Statements

FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2024

## 19. INTEREST BEARING LIABILITIES

	As at 31 December 2024 \$'000	As at 30 June 2024 \$'000
<b>Current</b>		
Equipment Financing	4,985	2,944
<b>Non-current</b>		
Equipment Financing	5,928	3,893
	<b>10,913</b>	<b>6,837</b>

Interest bearing liabilities are reflective of the amounts drawn under the revolving equipment financing facility with NAB.

## 20. RELATED PARTY TRANSACTIONS

No material related party transactions occurred during the period.

## 21. CONTINGENT LIABILITIES

Contingent payments of up to US\$8.8 million are payable on announcement of Measured and Indicated Resources exceeding 200,000 tonnes of payable copper at Jericho or production from Jericho exceeding 200,000 tonnes of payable copper at a rate of US\$0.04/lb of payable copper exceeding 200,000t.

## 22. EVENTS AFTER THE BALANCE SHEET DATE

No matters or circumstances have arisen since the end of the period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or state of affairs of the Group in future financial years.

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# Director's Declaration

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In accordance with a resolution of the Directors of AIC Mines Limited, I state that:

In the opinion of the Directors:

- (a) the financial statements and notes of the Company and its subsidiaries (collectively the Group) are in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the period ended on that date; and
  - (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration has been made after receiving the declarations required to be made to the Directors from the Chief Executive Officer and Chief Financial Officer in accordance with section 295A of the *Corporations Act 2001* for the period ended 31 December 2024.

On behalf of the Board



Mr Aaron Colleran  
Managing Director and CEO

19 February 2025

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## ***Independent auditor's review report to the members of AIC Mines Limited***

### **Report on the half-year financial report**

#### ***Conclusion***

We have reviewed the half-year financial report of AIC Mines Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of cash flows and consolidated statement of changes in equity for the half-year ended on that date, selected explanatory notes and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of AIC Mines Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### ***Basis for conclusion***

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

#### ***Responsibilities of the directors for the half-year financial report***

The directors of the Company are responsible for the preparation of the half-year financial report, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including giving a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

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***Auditor's responsibilities for the review of the half-year financial report***

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A handwritten signature in blue ink that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in blue ink that reads 'M Upcroft'.

Marc Upcroft  
Partner

Sydney  
19 February 2025

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