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Certainty.



ANNUAL GENERAL MEETING

**Strong production generating
record shareholder returns**

25 NOVEMBER 2019



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Independent Australian coal company based in Queensland

- produces metallurgical coal (coal used in steel making) – this remains our focus



Isaac Plains Complex expansion achieved with demonstrated performance

- We source, develop, operate and rehabilitate coal resources for steel making



Isaac Plains Complex (IPC) represents the company's platform asset

- Growth in the capacity at IPC and rail/port logistics is key
- Underpinned by existing infrastructure
- Further low capital incremental growth options



The 'combined effect' driving certainty in delivering returns to shareholders

- proven operating performance...
- disciplined investment pipeline...long mine lives
- Focus on margin...makes Stanmore a fully prepared company with cash generation and attractive returns and growth options

ASX CODE

SMR

SHARE PRICE

A\$1.065¹

SHARES

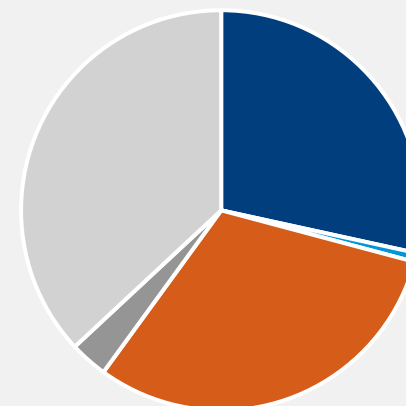
256,094,238

MARKET CAP

\$273m¹

1. AS AT 21 Nov '19

SHARE OWNERSHIP



- Golden Energy & Resources
- Institutions
- Private & Other
- Corporate
- Employees and Directors



Record full-year production
from Isaac Plains Complex
of 2.9Mt ROM and 2.4Mt
Product



Environmental rehabilitation
ahead of approval conditions



Commenced mining
at Isaac Plains East in August
2018 – dragline transferred in
December 2018



Operations delivered record
**underlying EBITDA of
\$154.9M**



Progressed approvals
for Isaac Downs, targeting mining
operations from mid-2021



Total FY19 dividends of
11 cents per share

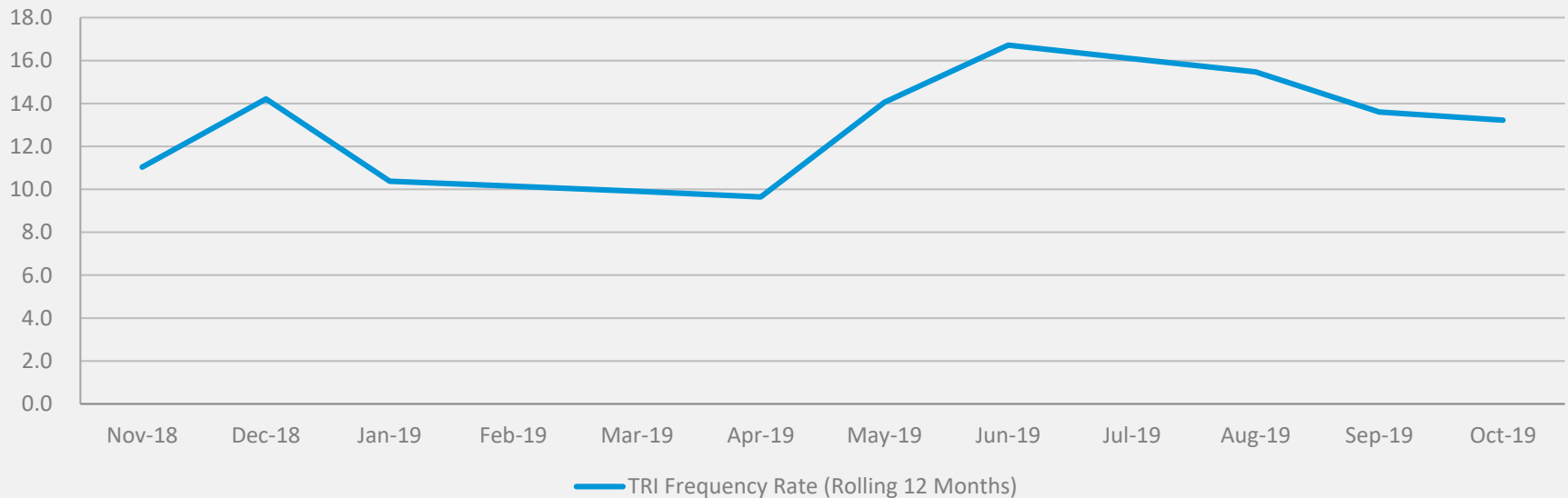
Safety

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Stanmore Coal Safety Statistics Past 12 Months to Date



FY19 safety performance did not meet the standards we expect:

- Lost Time Injury Frequency Rate (LTIFR) of 7.6 per million hours
- Total Recordable Injury Rate (TRIFR) of 16.7 per million hours

Stanmore has proactively engaged with Golding (mining contractor) to establish Lifesaving Rules and Fatal Risk Standards at Isaac Plains Complex – good progress has been made

Improved safety performance to October 2019:

- Safety reset rolled out across Stanmore sites and head office, after six industry fatalities over the past 12 months
- Total Recordable Injury Rate improved to 13.2 per million hours worked, a 21% reduction from FY19

Operations and Financial

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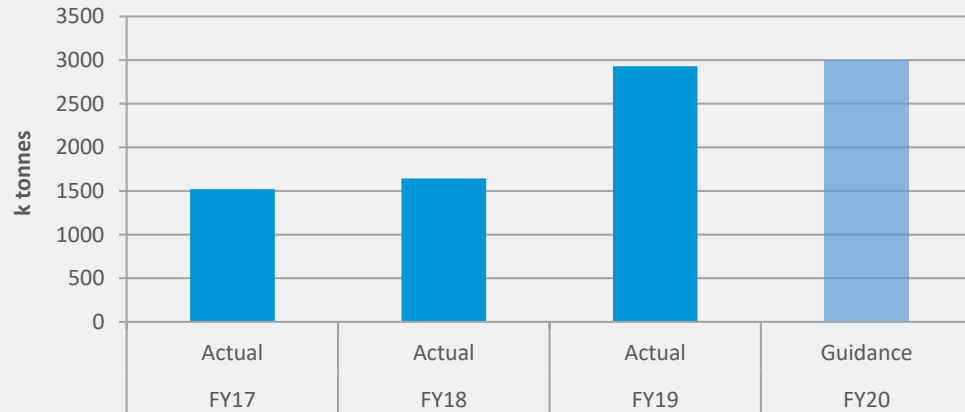
Isaac Plains Complex
2.0Mt → 2.4Mt
Saleable Production

2019 - 2020

Source ROM coal with discipline

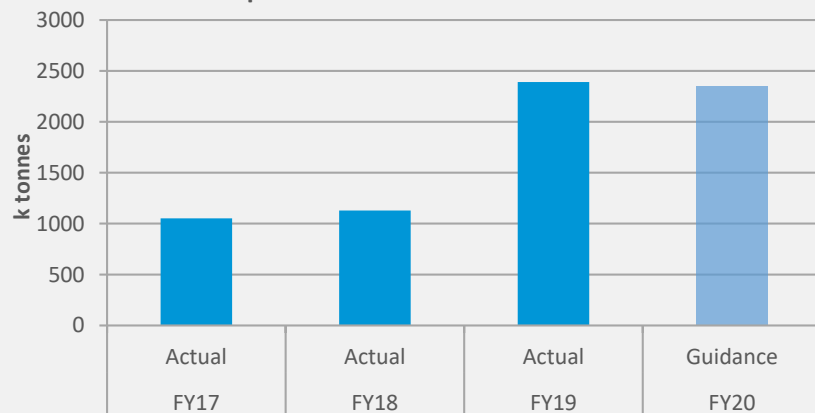
- CHPP to full capacity of 3.5Mt ROM
- 2 Stage cost structure
- Ramp-up / ramp-down capability
- Strip Ratio /Cost Structure /Coal Quality
- Matched logistics

Open Cut ROM mined

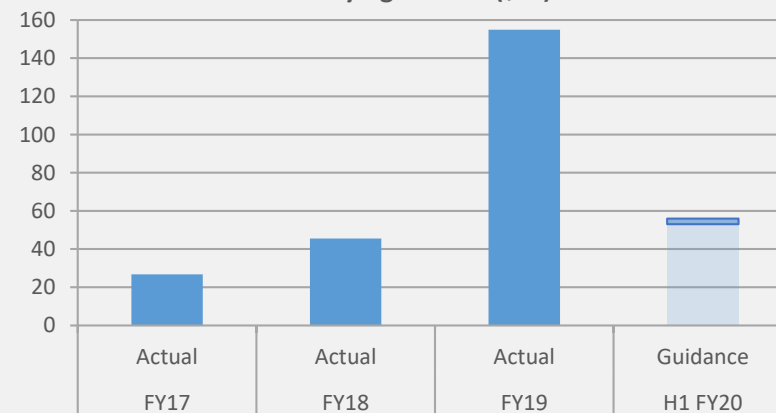


- Operational performance improved with a 10% increase in overburden removal and 78% increase in open cut ROM coal mining
- Transferred mining operations to Isaac Plains East, safely, on time, and on budget
- Higher quality resource and lower strip ratio at Isaac Plains East led to significant reduction in production costs and improved sales margins
- Sales volumes increase by 76% at an average sales price of \$173.8/t
- Completed capital works for CHPP and dragline, and funded IPE development and Isaac Downs acquisition

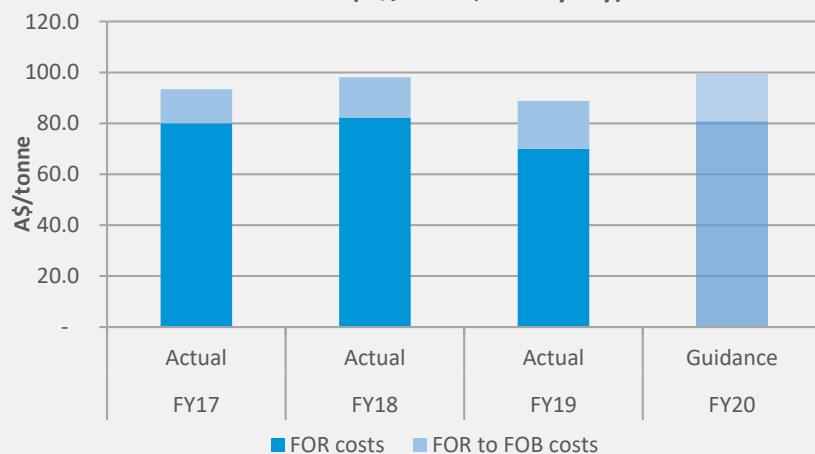
Open-cut Product Coal Produced



Underlying EBITDA (\$M)



FOB Costs (A\$/tonne, ex. royalty)



Half-year EBITDA guidance provided for the June-December period

\$M	FY2019	FY2018	Comments
Key financial measures			
Underlying EBITDA	154.9	45.5	Record earnings with 240% increase on FY18
Net profit /(loss) after tax for the year	91.6	6.0	Based on advances in production, cost efficiency and productivity
Cash generated from operations	140.0	21.9	Record cash generation from Isaac Plains Complex
Net cash / (debt)	90.5	19.8	
Margins & unit costs			
Average sales price (A\$/t)	173.8	144.8	Outlook for metallurgical coal remains positive although prices under pressure in past six months
Unit cost per tonne (A\$/t)	104.7	110.0	Disciplined focus on operating cost and investment pipeline provides some insulation against price volatility
Margin (A\$/t)	69.1	34.8	99% improvement in margins with lower mining costs at Isaac Plains East



Newly seeded rehabilitation



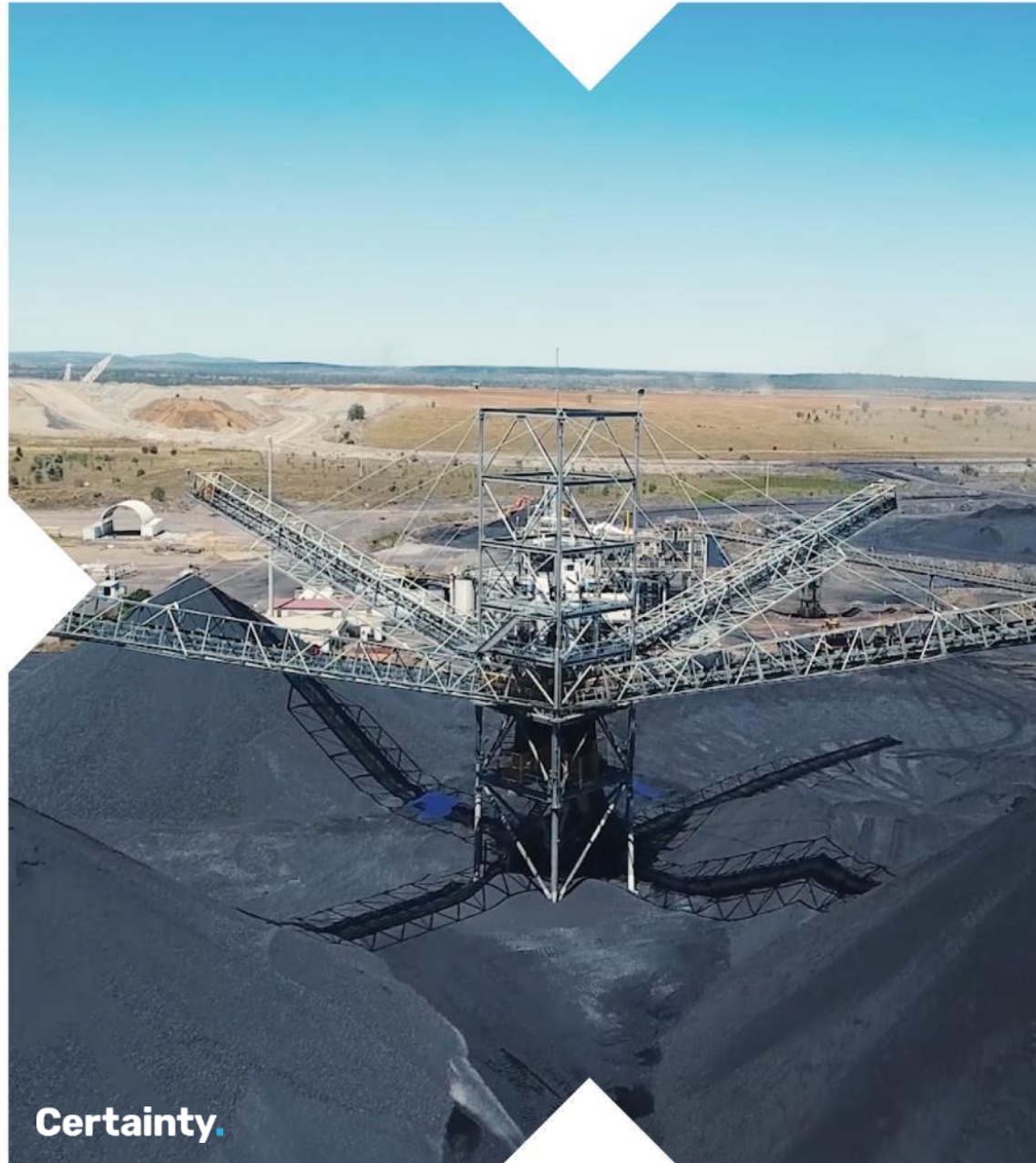
Isaac Plains Rehabilitation and Flood Protection

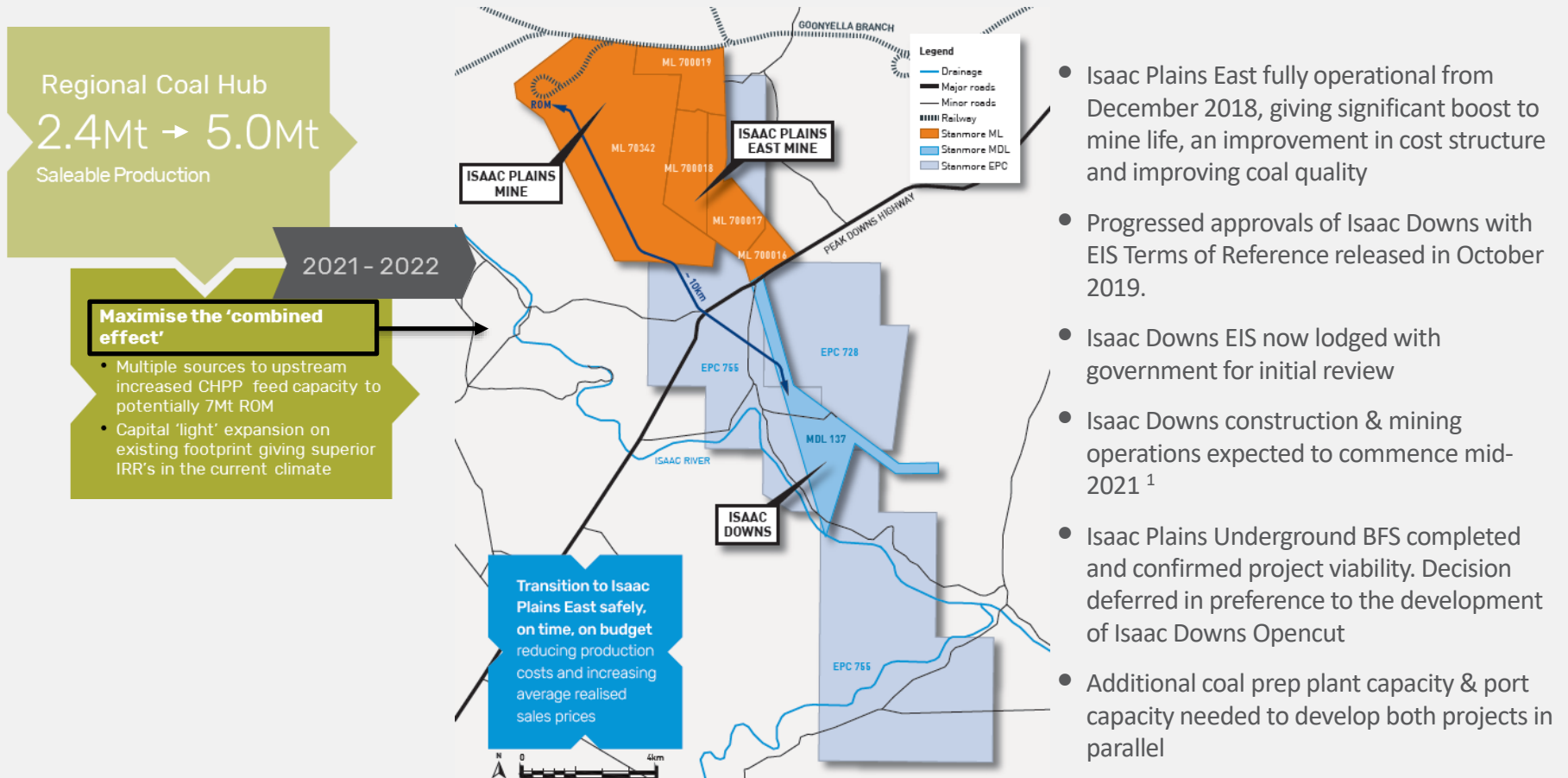
- Rehabilitation increased during the year (FY19) with 150ha recontoured and 109ha top-soiled and seeded. Further 17ha recontoured and 58ha top-soiled in September quarter of 2019
- Significant flood protection measures completed and certified

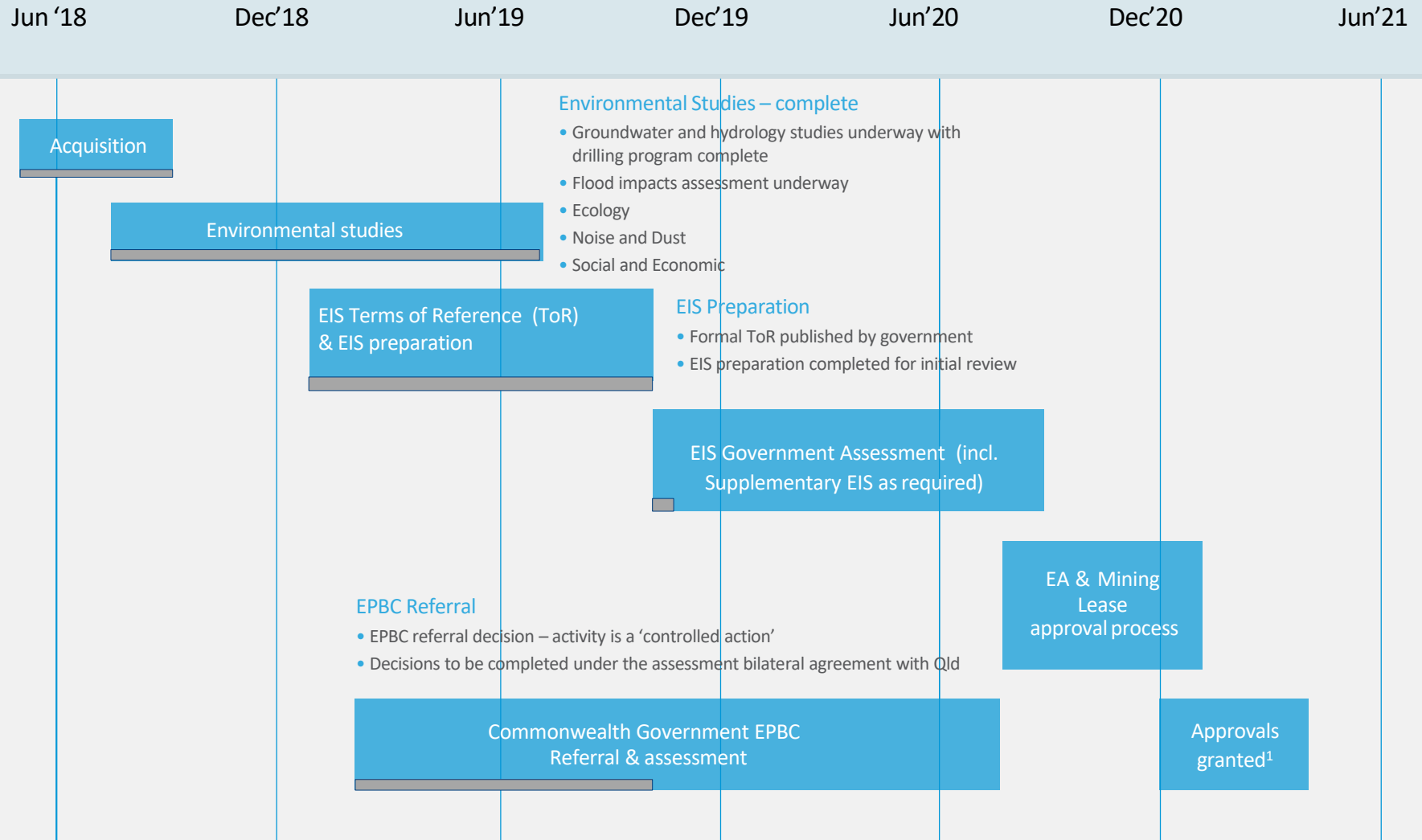
Development and Outlook

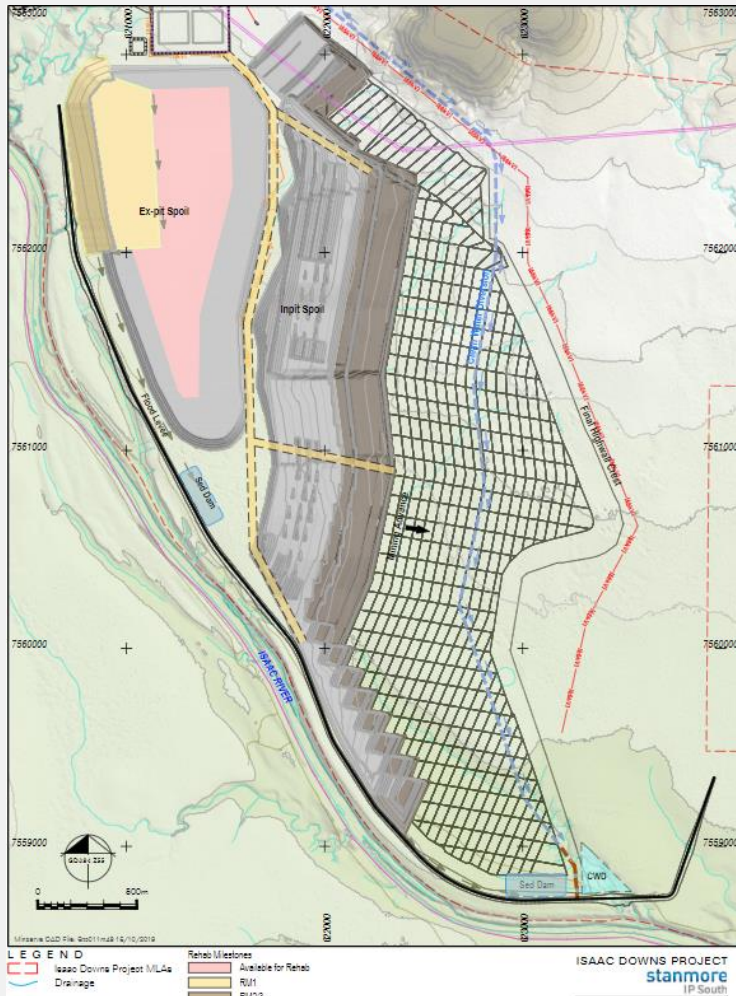
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Schedule

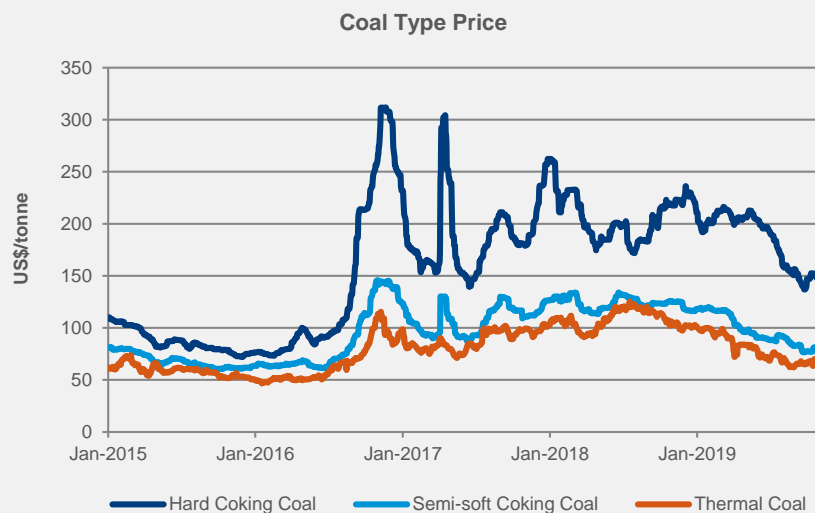
- Final ToR (Terms of Reference) published by government on 2 October 2019
- EIS completed and currently being reviewed by government
- Approval process according to plan
- Tender for Bankable Feasibility Study issued – currently being assessed
- EOIs received from contractors for the civil construction work scope
- Tender for a D&C contract with early contractor involvement has been issued

Mine planning update

- Exploration required to support a Bankable Feasibility Study completed
- Washability and coal quality analysis ongoing
- Next phase of detailed mine planning work has commenced
- Stage Plan on left – Year 3 of operations

Rehabilitation planned early

- Progressive rehabilitation and closure planning is incorporated into the EIS
- Matches expected requirements of legislation on progressive rehabilitation and closure planning
- The final landform has greater than 90% of the operational land returned to its pre-mining land use of grazing



- Recent softening in hard coking coal pricing however forward prices provide support for the near term
- A combination of lower global investment in projects, continued strong Chinese steel output and rationalisation of metallurgical coal and coke production has held pricing up over historical periods
- Potential pricing volatility is expected, however, with a large proportion of tonnage contracted to term customers, the Company expects its achieved prices to remain well above the cost of production
- Opportunities to enhance product quality will also support margins
- The expected higher ranking coking coals and lower strip ratio of Isaac Downs will see a considerable improvement in unit margins, once the project becomes operational

Stanmore Pricing Benchmark Summary (US\$/t, Financial Year)	Q3-19	Q4-19	Q1-20	Q2-20
Forward looking	131.0	126.5	124.0	107.0
Index based (backward looking)	130.0	129.0	115.0	TBC