



HERA LIFE OF MINE UPDATE

19 December 2022

ASX Code: AMI



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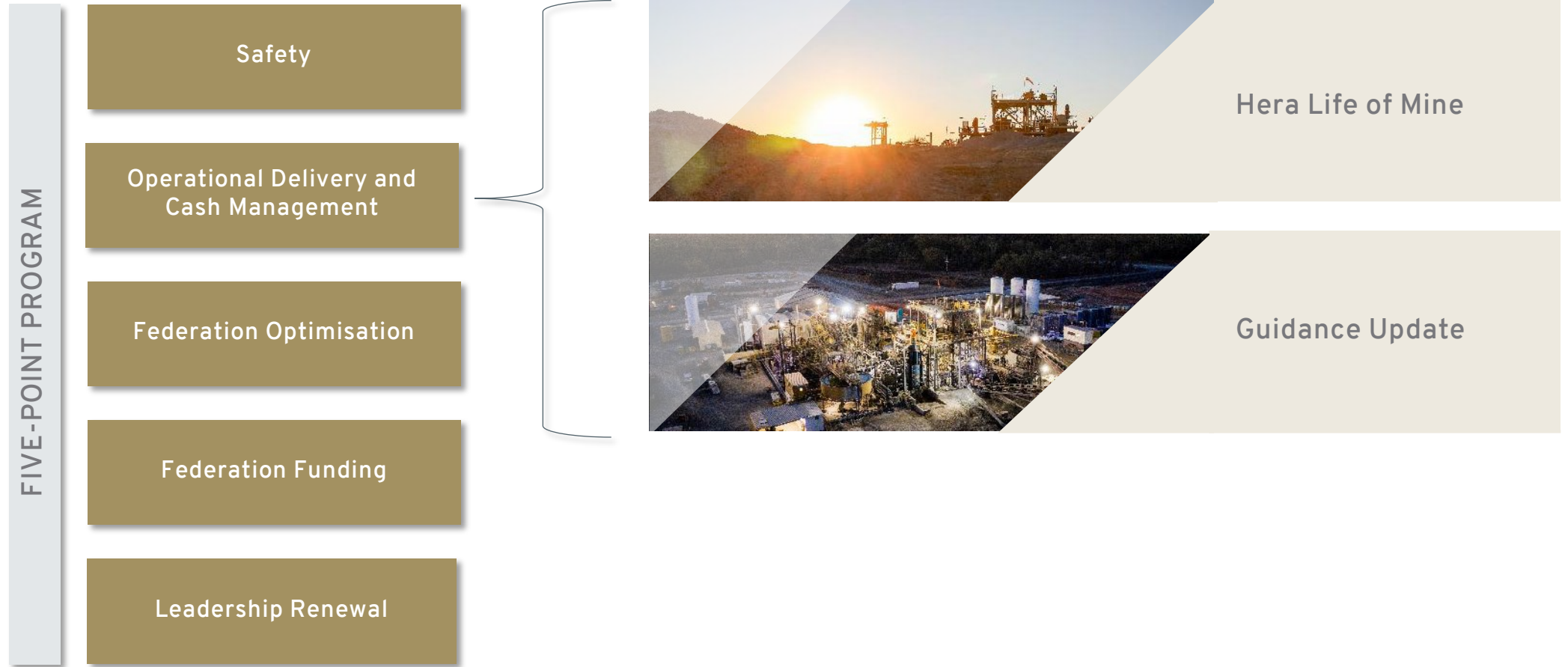
Non-IFRS Financial Information

The Company results are reported under International Financial Reporting Standards (IFRS). This presentation also includes non-IFRS information including EBITDA. The non-IFRS information has not been subject to audit or review by the Company’s external auditor and should be used in addition to IFRS information.

This presentation has been authorised for release to the ASX by the Board Aurelia Metals.

ORGANISATIONAL RENEWAL PROGRAM

Considered and decisive steps to restore and unlock shareholder value



HERA LIFE OF MINE - TRIGGER

Every operating asset must generate positive cash flow

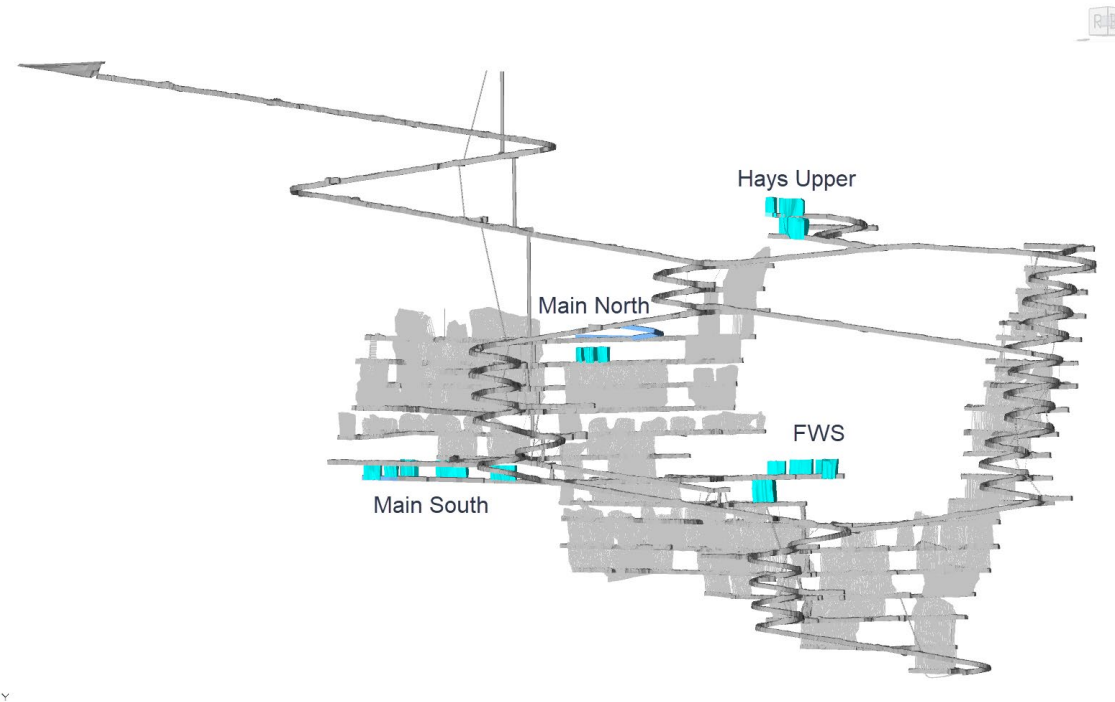
- Operational and financial performance has failed to meet internal targets in recent quarters
- Mining conditions have become increasingly difficult and constrained ore production:
 - Deteriorating rock mass conditions in remnant areas, requiring more intensive support and rehabilitation
 - Tightly constrained stoping retreat sequences
 - Small number of active stoping areas
 - Lower ore grades
 - Operating cost pressures
- **The aim:** Maximise cash flow from the remaining inventory at Hera Mine



HERA LIFE OF MINE - ACTION

Rigorous optimisation to deliver the best available plan

- Higher development rates provided access to additional stoping areas in Main South and Hays Upper
- Detailed interrogation of mining areas to determine a possible stoping inventory
- Stoping inventory was refined through geological, geotechnical, design and operational assessments for use in mine planning and scheduling
- Risk factors and controls identified with some sources removed from stoping inventory
- Multiple scenarios evaluated through mine scheduling and cashflow modelling to determine highest value mine plan at an acceptable risk profile



HERA LIFE OF MINE - RESPONSE

Improved cash outcome but over a shorter mine life

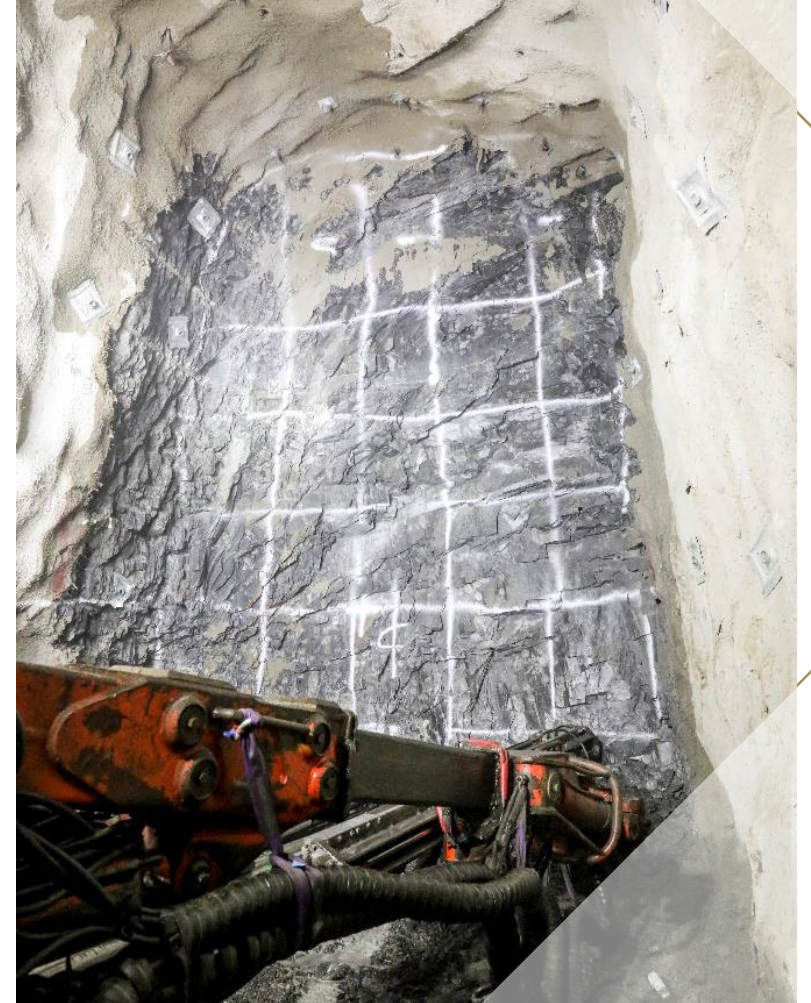
- Updated plan yields positive cumulative cash flow from December
 - ~140kt of ore mined and processed from December 2022 to March 2023
 - No development mining after December – greater reliance on ore from stoping operations
 - Increased proportion of uphole stopes and less backfill
 - Greater proportion of gold revenue with a single CY23 concentrate shipment and revenue planned for April
- Cessation of mining and C&M of the surface facilities may be brought forward in the event of any prolonged disruption
 - Trigger – Action – Response – Plan prepared
- Workforce consultation underway inclusive of redeployment opportunities at other Aurelia sites and potential Federation roles (dependent on funding outcomes) to minimise redundancies



FEDERATION OPTIMISATION

Hera outcome allows Aurelia to further optimise Federation

- Hera infrastructure remains a valuable suite of assets in the Aurelia portfolio
- Ability to leverage the substantial installed infrastructure for the development of the Federation, including:
 - process plant
 - accommodation camp
 - tailings storage facility
 - workshops
 - core processing facility
- This will be factored into work underway to optimise the Federation Project, in particular the capital required to develop Federation
- The Company expects to announce further optimised investment metrics for the Federation Project before the end of the March 2023 quarter
- Work continues on a funding solution with an announcement also expected by the end of the March 2023 quarter



UPDATED FY23 GUIDANCE

Hera mine plan change necessitates an update to guidance

Changes reflect:

- planned cessation of mining at Hera in March 2023 impacting gold, zinc and lead production for the year
- removal of the high-margin Federation bulk sample from the Peak processing schedule due to the suspension of development works at Federation
- treatment of S400 ore from the Peak mine as Pb/Zn rather than Cu ore, targeting better metallurgical performance to payable products
- underperformance of base metals at Hera to date
- above plan costs at Peak, mainly in mining.

Metal production	Metric	New FY23e (with early Hera finish)	Previous FY23e
Copper	kt	2.3	2.5
Gold	koz	83	87
Zinc	kt	21	29
Lead	kt	20	22
AISC	(A\$/oz)	2,300	1,900

1. FY23 outlook is indicative only and subject to change in response to prevailing and or expected operating and market conditions.
2. Group AISC is the total of onsite mining, processing and administrative costs, inventory adjustments, royalties, sustaining capital, corporate general and administration expense, transport, less by-product credits, divided by gold ounces sold. By-product credits include silver, lead, zinc and copper sales forecast over the outlook period. Estimated FY23 AISC of A\$2,300/oz is based on reference base and silver metal prices of: lead A\$3,070/t, zinc A\$4,741/t, copper A\$12,014/t, and silver A\$30/oz.
3. Final AISC results will depend on the actual sales volumes, actual operating costs and actual prices of base metals received over the outlook period.

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