29 Metals

ASX:29M

June 2024

Quarterly Report

29Metals Limited (‘**29Metals**’ or, the ‘**Company**’ or, the ‘**Group**’) today reported results for the June 2024 quarter (‘**Jun-Qtr**’). Currency amounts in this report are in Australian dollars unless otherwise stated.

Key Points:

Safety and Sustainability

- Group total recordable injury frequency (‘**TRIF**’)[1] 9.2 (Mar-Qtr: 6.6).
- Group lost time injury frequency (‘**LTIF**’)[1] 2.3 (Mar-Qtr: 1.9).
- Environmental footprint reductions realised from tailings to backfill improvement program at Golden Grove.
- Stakeholder engagement to progress key regulatory approvals, supported by ‘Prescribed Project’ and ‘Critical Infrastructure Project’ status for Capricorn Copper.

Golden Grove

- Copper production of 6.4kt (Mar-Qtr: 5.8kt), a record copper production quarter under 29Metals ownership and up 11% versus the prior quarter.
- Zinc production of 15.3kt (Mar-Qtr: 4.7kt), up 225% versus the prior quarter.
- C1 Costs[2] of US$1.14/lb copper sold (Mar-Qtr: US$4.05/lb copper sold).
- Record development advance rates at Xantho Extended (Jun-Qtr: 930 metres vs Mar-Qtr: 853 metres).
- Key approval for Tailings Storage Facility (‘**TSF**’) 4 received from Department of Energy, Mines, Industry Regulation and Safety (‘**DEMIRS**’).
- Growth capital guidance range increased to $35 million to $40 million (previously $20 million to $25 million), primarily due to TSF4 scope and cost escalation.
- No change to 2024 production and operating cost guidance ranges.

Capricorn Copper

- Copper production of 0.7kt (Mar-Qtr: 1.3kt) from processing of surface stockpiles prior to suspension of operations during the quarter.
- Upgraded treated water release infrastructure commissioned in preparedness for 2024/2025 wet season.
- Expected rest of year capital costs of $10 million to $15 million and operating costs of $20 million to $22 million, which incorporate increased commitments for 2024/2025 wet season preparedness.
- Cash outflow reductions expected into 2025, as compliance and water reduction capital projects are completed, and operating costs are reduced to reflect lower steady state activity levels.
- Tailings options review initiated to confirm optimal path forward.
- High-grade copper drill results post quarter end confirms and extends a new mineralised zone east of the Mammoth orebody (named ’**Woolly**’).

Corporate/Other

- James Palmer commenced as Chief Executive Officer of 29Metals on 1 May 2024.
- Golden Grove stamp duty amount and instalment payment plan agreed with WA Office of State Revenue.
- Corporate cost guidance range reduced to $28 million to $31 million (previously $32 million to $36 million), reflecting cost reduction focus and rightsizing post suspension of operations at Capricorn Copper.
- Balance sheet strengthened, with US$50 million offtake finance facility with Glencore International AG finalised and US$20 million drawn during the quarter.
- Capricorn Copper insurance claim process ongoing.
- Unaudited available cash at 30 June 2024 of $85 million[3] (31 March 2024: $106 million).
- Unaudited available group liquidity at 30 June 2024 of $130 million[4] (31 March 2024: $106 million).

Commenting on the Jun-Qtr, Chief Executive Officer, James Palmer, said:

“It’s clear from my first 90 days that we have a team committed to realising the enormous potential embedded in the 29Metals portfolio, with the June quarter providing a snapshot of the opportunity ahead for the Company.

Mining at Golden Grove’s highest-grade ore source, Xantho Extended, is ramping up. Enabled by the significant investment made into mine debottlenecking and surface infrastructure upgrades since the 29Metals IPO. The value in the ground at Capricorn Copper was highlighted by exceptional high-grade copper drill results received post quarter end, with reduction of the water levels on site the first step towards unlocking that value and progressing the site towards a successful and sustainable restart of operations.”

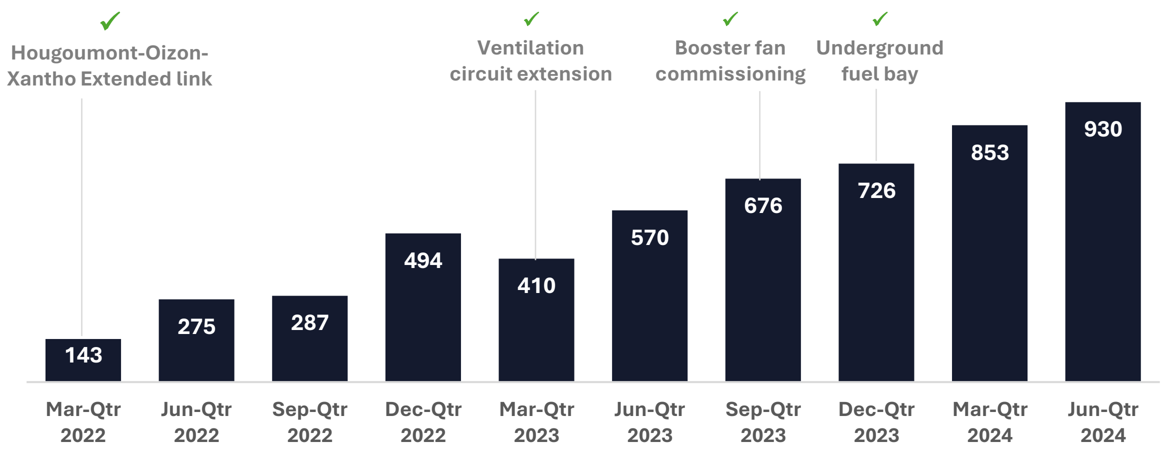
Golden Grove

Table 1: Golden Grove summary

	Unit	Jun-Qtr 2023	Sep-Qtr 2023	Dec-Qtr 2023	Mar-Qtr 2024	Jun-Qtr 2024	2024 Guidance[5]
TRIF		**9.9**	**9.1**	**7.1**	**7.2**	**10.3**	**N/a**
LTIF		**1.6**	**2.1**	**1.6**	**1.7**	**1.6**	**N/a**
Copper produced	**kt**	**4.2**	**5.5**	**5.2**	**5.8**	**6.4**	**18 - 22**
Zinc produced	kt	13.5	8.6	20.7	4.7	15.3	54 - 61
Gold produced	koz	2.8	4.3	3.9	2.8	6.4	17 - 25
Silver produced	koz	214	197	192	128	265	700 - 1,000
Payable copper sold	**Mlbs**	**8.2**	**8.6**	**12.6**	**12.6**	**6.7**	**N/a**
Site Costs[6]	$m	78	81	91	86	91	345 - 393
C1 Costs[2]	$m	55	43	59	78	12	N/a
C1 Costs	**US$/lb Cu sold**	**4.46**	**3.26**	**3.06**	**4.05**	**1.14**	**N/a**
Total capital	$m	13	10	14	13	15	74 - 90
AISC[7]	$m	69	54	72	92	29	N/a
AISC	**US$/lb Cu sold**	**5.64**	**4.16**	**3.71**	**4.81**	**2.83**	**N/a**

Total ore mined during the quarter was 352kt (Mar-Qtr: 358kt). Continued improvement in Xantho Extended development advance rates during the quarter (Jun-Qtr: 930 metres vs Mar-Qtr: 853 metres), combined with paste fill cycles completed in the Mar-Qtr, enabled a 225% uplift in zinc production versus the prior quarter and positions the site for higher ore tonnes mined and milled from Xantho Extended during H2 versus H1-2024.

Figure 1: Xantho Extended development advance metres (m)



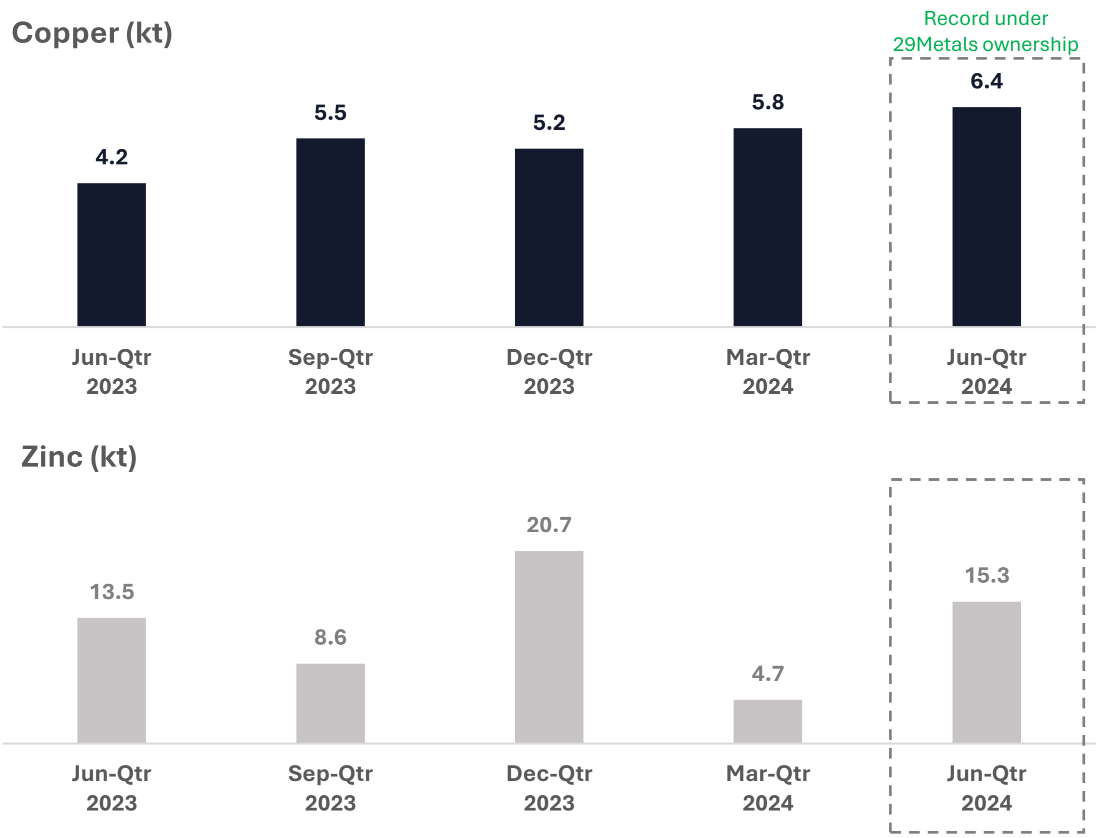
Total ore milled was 385kt (Mar-Qtr: 351kt), with copper ore milled of 118t (Mar-Qtr: 257t) and zinc ore milled of 268t (Mar-Qtr: 93t).

Copper production for the quarter was 6.4kt (Mar-Qtr: 5.8kt), the highest copper production quarter under 29Metals ownership and up 11% versus the prior quarter, primarily driven by higher quarter-on-quarter total ore milled (Jun-Qtr: 385kt vs Mar-Qtr: 351kt).

Zinc production for the quarter was 15.3kt (Mar-Qtr: 4.7kt), up 225% versus the prior quarter. Higher quarter-on-quarter production was driven by higher quarter-on-quarter zinc ore milled, boosted by higher overall zinc grades (Jun-Qtr: 4.8% vs Mar-Qtr: 1.9%) and zinc recovery (Jun-Qtr: 82.5% vs Mar-Qtr: 72%) compared to the prior quarter.

Production across all metals continue to track to 2024 guidance. With planned higher zinc production in H2 versus H1-2024 enabled by Xantho Extended development advance rates and paste fill cycles completed in the Mar-Qtr.

Figure 2: Golden Grove: Copper and zinc production (kt)

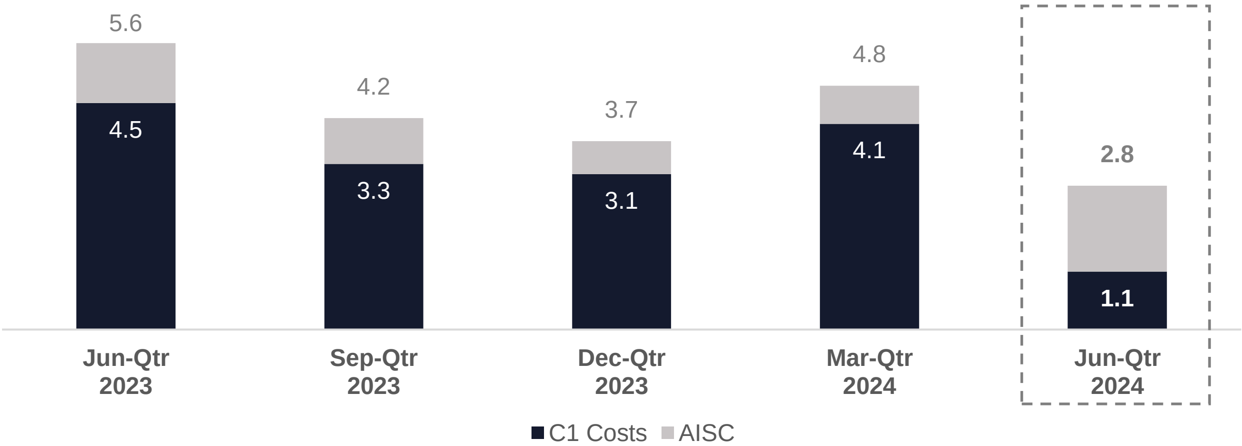


C1 costs were US$1.14/lb copper sold (Mar-Qtr: US$4.05/lb copper sold) and AISC was US$2.83/lb copper sold (Mar-Qtr: US$4.81/lb copper sold) for the quarter. By-product credits and stockpile movements were the key drivers of lower quarter-on-quarter unit costs. By-product credits in the Jun-Qtr included sale of a lead concentrate parcel. Higher metal production and lower concentrate sales volumes resulted in a stockpile movement credit of $33.0 million for the Jun-Qtr (Mar-Qtr: $26.5 million charge).

Cost reduction and production efficiency programs remain ongoing at Golden Grove, with mining cycle improvements a focus for the Jun-Qtr. Initiatives implemented during the quarter included commencement of remote bogging of development and remote fan controls and gas monitoring for re-entry time minimisation.

Site costs continue to track to 2024 guidance ranges.

Figure 3: Golden Grove C1 Costs and AISC (US$/lb Cu sold)



The TSF4 project remains on track for completion early Mar-Qtr-2025, with approvals from DEMIRS received during the quarter. Other Project milestones for the Jun-Qtr included: award and mobilisation of the civils contractor; finalisation of remaining tender packages; completion of off-site TSF4 thickener fabrication; and on-site thickener clearing works. Approvals from the Department of Water and Environmental Regulation ('**DWER**') is the last remaining approval for the TSF4 project, which is advancing.

As previously reported, TSF4 detailed design completed during the Mar-Qtr indicated higher capital cost than previous estimates. Further cost escalation has been observed through finalisation of tender packages during the Jun-Qtr. Growth capital guidance range has been increased to $35 million to $40 million (previously $20 million to $25 million), primarily due to TSF4 scope and cost escalation.

Figure 4: TSF4 thickener clearing works, now complete

Figure 5: Off-site thickener fabrication

Works during the quarter to progress Gossan Valley towards a final investment decision included: submission of applications for regulatory approvals; mine plan redesign and optimisations; commencement of geotechnical drilling at planned box-cut and raise bore locations; and issue of tenders for key work packages. Upon development, Gossan Valley is expected to enhance overall ore production and scheduling flexibility by providing an additional independent, and relatively shallow, production front at Golden Grove.

Other projects completed during the quarter included: expansion of the Run-of-Mine ('**ROM**') pad, which provides improved waste storage capacity on surface; and cemented hydraulic fill improvement program, which reduces surface tailings storage requirements by providing a 10% improvement in conversion of tailings to backfill underground.

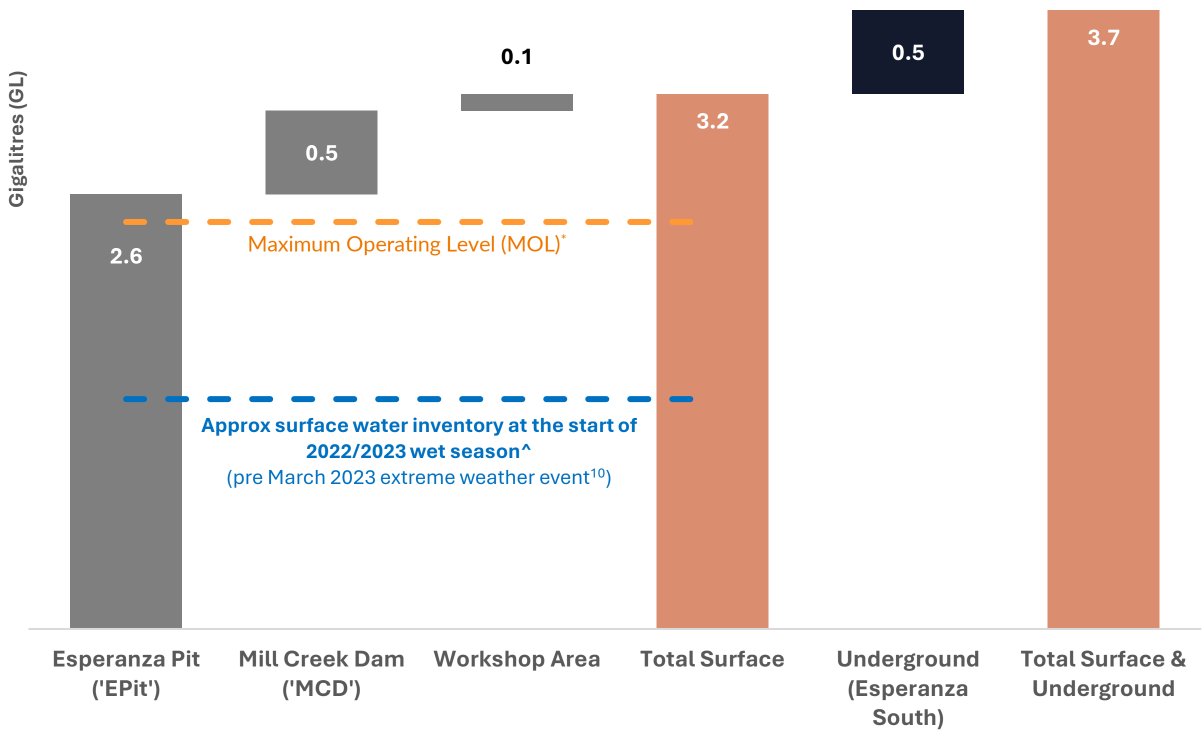
Exploration activities during the quarter focused on results analysis and underground Resource conversion drilling for Hougoumont Extended & Oizon, which is Golden Grove's highest copper grade deposit in Ore Reserves[8]. During the quarter there was 2,453 metres of Resource conversion diamond drilling completed at Oizon, and 441 metres of Resource conversion diamond drilling completed at Xantho Extended.

Capricorn Copper

Surface stockpiles were run down during April, producing 0.7kt copper (Mar-Qtr:1.3kt), prior to reduction of the workforce and suspension of operations at Capricorn Copper. Approximately 40kt of ROM stockpile remain on site, with options for monetisation under assessment.

The decision to suspend operations was made post an extended period of rainfall between late January and mid-March 2024[9], resulting in a steady accumulation of water within regulated water storage structures. Figure 6 provides a summary of water inventory on site at Jun-Qtr end.

Figure 6: Site water inventory at 30 June 2024 (GL)



**: Reflects combined approx. volume (GL) within regulated water storage structures, EPit and MCD, at Maximum Operating Level (MOL)*
^: Reflects combined approx. volume (GL) within regulated water storage structures, EPit and MCD, at 1 November 2022

Focus now turns to progressing the imperatives for a successful and sustainable future restart of operations. Specifically, restart imperatives are:

- **Short term water reduction**: Sustainable reduction of water levels on site.
- **Long-term water solutions**: Infrastructure, including a new water treatment plant, to enable a sustainable long-term site water balance upon restart.
- **Life of mine tailings capacity**: Derisked 10+ years of tailings storage capacity.

Short term water reduction is the immediate focus. Evaporation (mechanical and natural) and bulk release of treated water to the environment during wet seasons, subject to regulatory approvals, are the two methods available to reduce site water levels. Significant investment has been made into mechanical evaporation since the March 2023 extreme weather event[10], with the number of installed mechanical evaporation units increased from 3 to 10. Although evaporation is an important component of the overall water management strategy, bulk release of treated water will be required to rebase site water levels in the nearer term and to effectively manage potential high rainfall wet seasons in future. Given the current elevated water levels on site, meaningful water level reductions are likely to take more than one wet season.

Table 2 outlines key workstreams to optimise the site capability for efficient and responsible bulk release of treated water during the 2024/2025 wet season, and beyond.

Table 2: Bulk treated water release optimisations ahead of 2024/2025 wet season

Workstream	Comments	Status

Treatment and release infrastructure upgrade	• Upgraded infrastructure commissioned during the Jun-Qtr that:
	  ○ Enables high volume treated water releases from Mill Creek Dam ('**MCD**'), subject to regulatory approvals.
	  ○ Is capable of inline lime dosing and circulation of water in the MCD, providing an additional water treatment option for water in the MCD.
	• The upgraded infrastructure increases the maximum treated water release capability to 100ML/day, which is an approximate 10-fold uplift versus prior achievable flow rates.
		Completed Commissioned Jun-Qtr

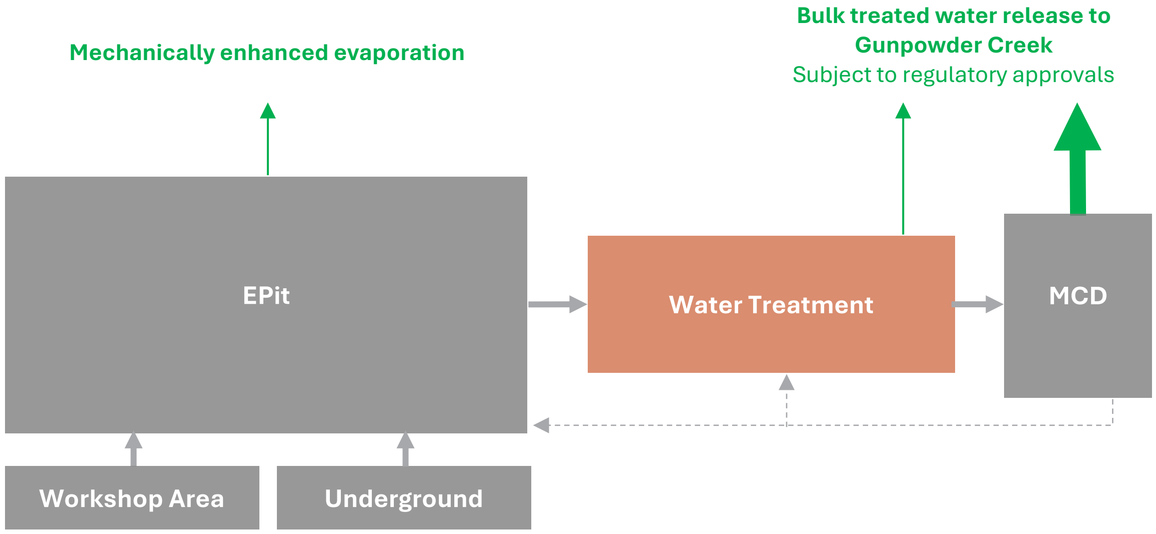
Processing plant repurpose as interim water treatment plant	• Plans are in progress to repurpose the processing plant as an interim water treatment plant, prior to later establishment of a new water treatment plant. • Expected to provide an additional and more efficient water treatment method than existing water treatment options, which include lime dosing via Ponds 3 & 4 or via the recently commissioned MCD water treatment infrastructure. • Project is being completed in parallel with refurbishment of the lime slaking plant. • Converted processing plant will be capable of treating approximately 12ML/day. • Planned completion late Sep-Qtr-2024 / early Dec-Qtr-2024.	**In progress**
Regulator engagement to streamline release criteria	• Proficiency in wet season treated water release will be critical to manage potential high rainfall wet seasons in future and enable optimal long-term environmental and commercial outcomes for all stakeholders. • Engagement with regulator is in progress to streamline the approvals process for treated water release.	**In progress**

Works are in progress to repurpose the existing processing plant into an interim water treatment plant, prior to the later establishment of a replacement water treatment plant damaged in the March 2023 extreme weather event[10], which will better enable pretreatment of water in the MCD.

Pretreatment of water in the MCD is a key element of the overall strategy to optimise wet season treated water release outcomes, as the upgraded treated water release infrastructure discharges from the MCD. Subject to regulatory approval, the bulk treated water release infrastructure will provide capability to release up to 100Ml/day from the MCD, which is an approximate 10-fold increase in release capacity versus rates achievable using infrastructure available during the 2022/2023 and 2023/2024 wet seasons.

The expected ranges for rest of year capital costs and operating costs are $10 million to $15 million and $20 million to $22 million, respectively, and incorporate increased commitments during the quarter towards 2024/2025 wet season preparedness. Reduction of cash outflows are expected into 2025 as compliance and water reduction capital projects are completed and operating costs are reduced to reflect lower steady state activity levels.

Figure 7: Simplified water reduction process flow



A review of tailings options has been initiated to ensure the optimal pathway forward.

Table 3 provides a summary of the long-term TSF options that continue to be assessed.

Table 3: Summary of long-term TSF options under review

Options under review	Approvals Timing	Cost	Comment
TSF3	**Shorter**	**Higher**	Prioritised prior to suspension of production given higher likelihood to support continuity of operations
Magazine Creek	**Longer**	**Lower**	Option analysis post suspension of production

Esperanza TSF ('**ETSF**') and Esperanza Pit ('**EPit**') are historic facilities that remain as future TSF options, subject to regulatory approval. However, progression of these options has be deprioritised in preference for long-term TSF options.

Exploration activities during the quarter included a total of 362 metres of underground Exploration diamond drilling, which concluded a 3-hole drill program at Capricorn Copper. Results received post quarter end highlighted the potential value to be unlocked at Capricorn Copper[11].

Resource Extension drilling intercepted high-grade copper mineralisation along strike outside of the existing Mammoth Mineral Resources estimates[8], results included[11]:

- **UDMAM24_001: 45.4m @ 2.5% Cu, 9g/t Ag, 161ppm Co, from 345m**

Exploration drilling results confirmed and extended a new mineralised zone east of the Mammoth orebody (named '**Woolly**'), results included[11]:

- UDMAM24_02B: 47m @ 1.1% Cu, 3g/t Ag, 60ppm Co, from 567m
    - **Including, 7.2m @ 4.8% Cu, 10g/t Ag, 199ppm Co, from 583.3m**

The Exploration drilling results build on the Mar-Qtr-2023 drill program results, which included [12]:

- UDMAM22_110: 228.0m @ 1.2% Cu, 3g/t Ag, 50ppm Co, from 427m
    - **Including 36.0m @ 3.9% Cu, 6g/t Ag, 188ppm Co, from 427m**
- UDMAM22_104: 103.0m @ 1.2% Cu, 4g/t Ag, 67ppm Co, from 493m
    - **Including 34.8m @ 1.7% Cu, 7g/t Ag, 131ppm Co, from561.2m**

Mineralisation intercepted by Resource Extension drilling remains open along strike to the north. Woolly remains open up and down dip and along strike and is within 310m of existing development at Mammoth. Future drilling campaigns will aim to both define the extent of the Woolly mineralised zone up dip, and test for in-mine organic growth via Extension of Mammoth Mineral Resources estimates[8].

Figure 8: Presentation of Mammoth and Greenstone showing drilling beyond the Portal Fault in relation to existing Mineral Resources estimates[8] and mining voids. Image is orientated to look down the Portal Fault.

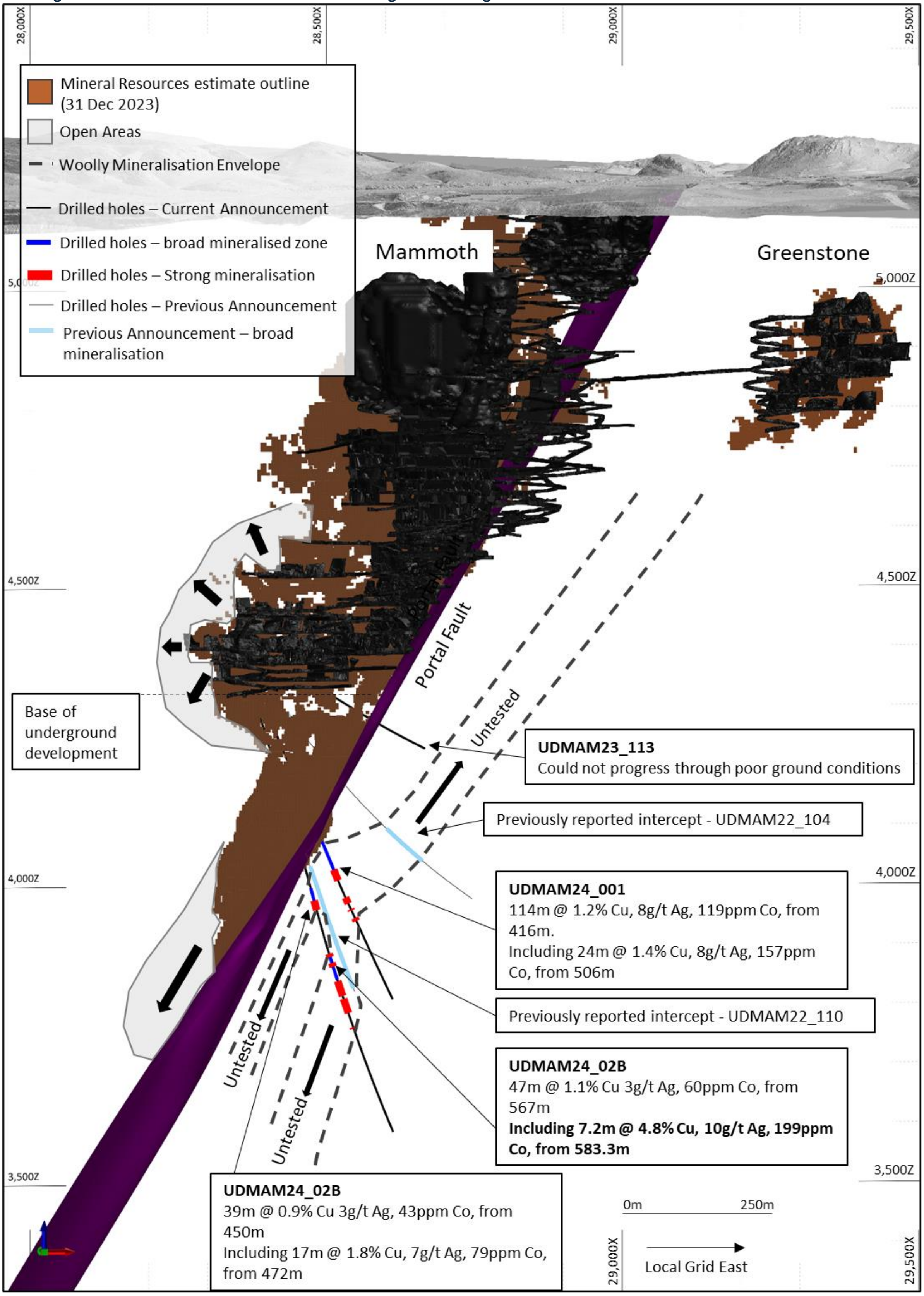


Image of Mammoth and Greenstone ore bodies showing drilling beyond the Portal Fault in relation to existing Mineral Resources estimates[8] and mining voids. Image is oriented to look down the Portal Fault. For further information refer to "High-grade copper drilling results at Capricorn Copper", released to the ASX announcements platform on 22 July 2024

As previously reported, the Company had been notified by the Department of Environment, Science and Innovation (‘**DESI**’) that it was undertaking an investigation into the failure to meet the regulated water level in the EPit and certain other matters. The other matters relate to alleged non-compliances during and following the Extreme Weather Event in March 2023, involving alleged breaches of water quality requirements for water releases and the alleged release of contaminants (including from sumps and other infrastructure that was damaged or inundated during the extreme weather event). During the quarter, 29Metals’ wholly owned subsidiary, Capricorn Copper Pty Ltd (‘Capricorn Copper’), received a writ and summons for enforcement proceedings. The process remains ongoing.

Redhill

The Group exploration budget has been prioritised towards near mine targets at Capricorn Copper and Golden Grove. As a result, activity and expenditure at Redhill has been minimised to compliance related activities only.

Finance and Corporate

Gross revenue inclusive of final invoice and realised Quotational Period (‘**QP**’) adjustments, but excluding hedging gains/losses, transport, treatment and refining charges (‘**TCRC’**) and unrealised QP adjustments was $127 million in the Jun-Qtr. Gross revenue was down $27 million versus the prior quarter (Mar-Qtr: $154 million), primarily due to lower copper and zinc metal sales realised.

Table 4: Group revenue summary

	Unit	Jun-Qtr 2023	Sep-Qtr 2023	Dec-Qtr 2023	Mar-Qtr 2024	Jun-Qtr 2024
Total gross revenue	**$m**	**99.9**	**101.1**	**141.3**	**154.2**	**126.7**
Golden Grove	**$m**	**100.6**	**91.8**	**110.4**	**139.9**	**115.3**
- Copper	$m	45.5	49.9	69.5	77.1	52.2
- Zinc	$m	39.2	31.3	29.9	51.7	37.3
- Gold	$m	8.9	7.1	7.4	6.4	11.1
- Silver	$m	5.9	3.4	3.5	4.7	9.4
- Lead	$m	1.3	0.0	0.1	0.0	5.3
Capricorn Copper	**$m**	**(0.7)**	**9.3**	**31.0**	**14.3**	**11.4**
- Copper	$m	(0.7)	9.2	31.0	14.2	11.5
- Silver	$m	0.0	0.2	0.0	0.0	(0.1)

29Metals finalised full form documentation for a US$50 million copper and zinc concentrates offtake finance facility (the ‘**Offtake Facility**’) with Glencore International AG, with draw down of US$20 million from the Offtake Facility during the quarter. The Offtake Facility is subordinated to the existing senior secured Syndicated Facility, which includes a term loan facility and a working capital facility[13].

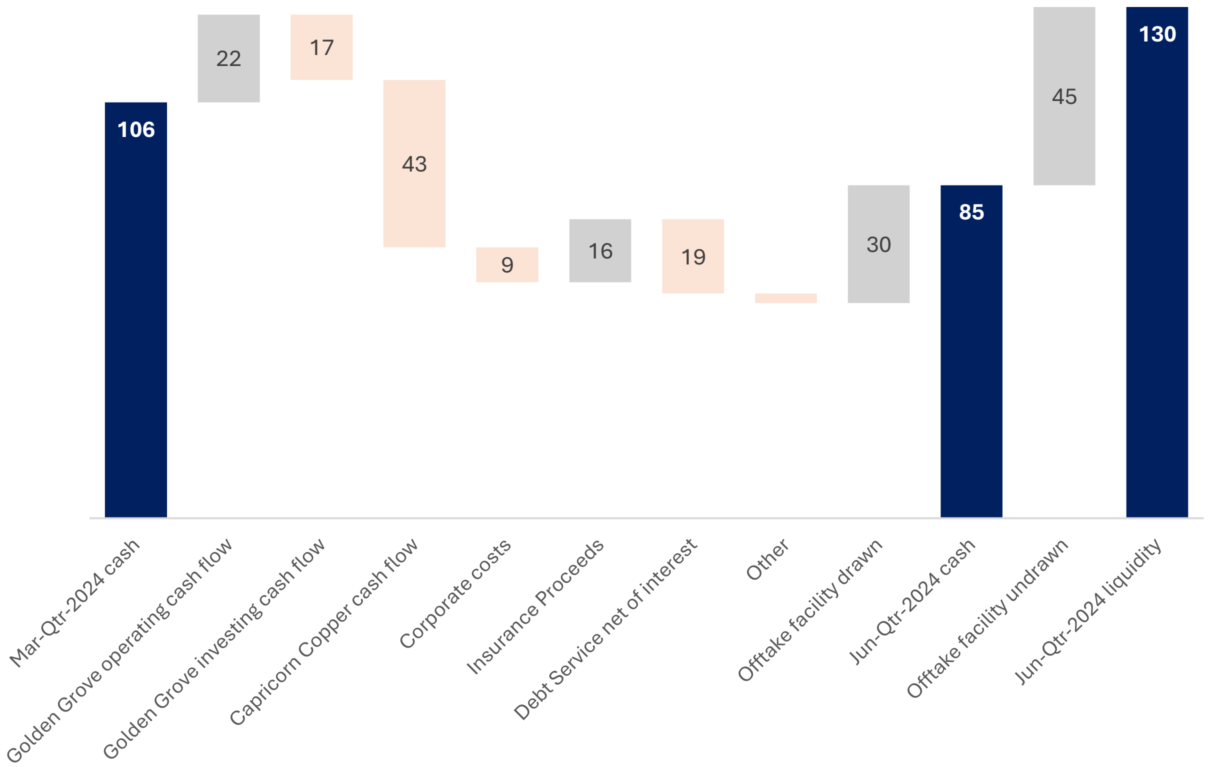
Unaudited drawn debt at 30 June 2024 was US$146 million (31 March 2024: US$136 million)[14]. Group unaudited net drawn debt[15] at 30 June 2024 was $136 million (31 March 2024: $103 million).

29Metals’ unaudited cash and cash equivalents at 30 June 2024 was $85 million[3] (31 March 2024: $106 million[16]) and unaudited Group liquidity at 30 June 2024 was $130 million[4] (31 March 2024: $106 million).

Capricorn Copper cash flows during the Jun-Qtr reflect unwind of working capital and one-off costs associated with suspension of production. Cash outflows are expected to more closely align with the reduced suspension period operating and capital expenditures going forward. Cash outflow reductions are expected into 2025, as compliance and water reduction capital projects are completed, and operating costs are reduced to reflect lower steady state activity levels.

Cash outflows from debt servicing during the quarter includes US$10 million principal repayment of the Term Loan facility. The Term Loan principal repayment amounts step down to US$2.5 million per quarter for the rest of 2024.

Figure 9: *Group cash and cash equivalents, and Group liquidity ($ million)*



Corporate cost guidance range is reduced to $28 million to $31 million (previously $32 million to $36 million), reflecting cost reductions and rightsizing post suspension of operations at Capricorn Copper.

The assessment of stamp duty payable in relation to the acquisition of Golden Grove and an instalment payment arrangement were finalised during the quarter. The $27 million stamp duty amount plus interest is planned to be paid in 12 equal monthly instalments commencing from July 2024. The applicable prescribed rate of interest is 11.7% p.a.

29Metals continues to progress the insurance claim relating to loss and damage suffered as a result of the extreme weather event at Capricorn Copper in March 2023[10].

As previously reported, 29Metals' insurers have confirmed indemnity for damage to surface property and associated business interruption. 29Metals have received unallocated interim progress payments totalling $40 million to date, with $16 million proceeds received in the Jun-Qtr. The balance of the claim in relation to the surface property and associated business interruption with insurers remains in progress.

29Metals continues to evaluate matters raised by insurers in relation to the underground component of the claim.

This quarterly report is authorised for release by the Chief Executive Officer, James Palmer.

Important information

Forward-looking statements

This document contains certain forward-looking statements and comments about future events, including in relation to 29Metals' businesses, plans and strategies and expected trends in the industry in which 29Metals currently operates. Forward-looking statements can generally be identified by the use of words such as, "**expect**", "**anticipate**", "**likely**", "**intend**", "**should**", "**could**", "**may**", "**plan**", "**predict**", "**plan**", "**propose**", "**will**", "**believe**", "**forecast**", "**outlook**", "**estimate**", "**target**" and other similar words. Indications of, and guidance or outlook on future earnings or financial position or performance are also forward-looking statements.

Forward-looking statements involve inherent risks, assumptions and uncertainties, both general and specific, and there is a risk that predictions, forecasts, projections and other forward-looking statements will not be achieved. A number of important factors could cause 29Metals' actual results to differ materially from the plans, objectives, expectations, estimates, targets and intentions expressed in such forward-looking statements, and many of these factors are beyond 29Metals' control. Statements or assumptions in this document may prove to be incorrect, and circumstances may change, and the contents of this document may become outdated as a result.

Without limiting the generality of the foregoing, 29Metals notes that instances of escalating COVID-19 infection and hospitalisation rates continue to be reported publicly. 29Metals' guidance and other forward-looking statements assume that restrictions on movement and other government intervention will not return or escalate.

Forward-looking statements are based on 29Metals' good faith assumptions as to the financial, market, regulatory and other relevant environments that will exist and affect 29Metals' business and operations in the future. 29Metals does not give any assurance that the assumptions will prove to be correct. There may be other factors that could cause actual results or events not to be as anticipated, many of which are beyond 29Metals' reasonable control.

Readers are cautioned not to place undue reliance on forward-looking statements. Forward-looking statements speak only as of the date of this document, and except where required by law, 29Metals does not intend to update or revise any forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this document.

Nothing in this document is a promise or representation as to the future, and past performance is not a guarantee of future performance. 29Metals nor its Directors make any representation or warranty as to the accuracy of such statements or assumptions.

Exploration results, Mineral Resources estimates

Full details of the Exploration Results contained in this document are provided in 29Metals' ASX announcements entitled "Exploration Update – Capricorn Copper" dated 12 April 2023 and "High-grade copper drilling results at Capricorn Copper" dated 22 July 2024. Full details of the Mineral Resource estimates contained in this document are provided in 29Metals' ASX announcement entitled "2023 Mineral Resources and Ore Reserves Estimates" dated 23 February 2024. 29Metals confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the relevant Exploration Results and Minerals Resource estimates in those announcements continue to apply and have not materially changed.

Non-IFRS financial information

29Metals' results are reported under IFRS. This report includes certain metrics, such as "**Site Costs**", "**C1 Costs**", "**AISC**", "**total liquidity**", "**drawn debt**", "**site operating costs**" and "**net drawn debt**", that are not recognised under Australian Accounting Standards and are classified as "non-IFRS financial information" under ASIC Regulatory Guide 230: *Disclosing non-IFRS financial information*. 29Metals uses these non-IFRS financial information metrics to assess business performance and provide additional insights into the underlying performance of its assets.

The non-IFRS financial information metrics used in this document have been calculated by reference to information prepared in accordance with IFRS. However, these non-IFRS financial information metrics do not have a standardised meaning prescribed by IFRS and may be calculated differently by other companies. The non-IFRS financial information metrics included in this document are used by 29Metals to assess the underlying performance of the business. The non-IFRS information has not been subject to audit by 29Metals' external auditor.

Non-IFRS financial information should be used in addition to, and not as a substitute for, information prepared in accordance with IFRS. Although 29Metals believes these non-IFRS financial information metrics provide useful information to investors and other market participants, readers are cautioned not to place undue reliance on any non-IFRS financial information presented. Refer to page 108 of the Company's 2023 Annual Report for definitions of the non-IFRS financial information metrics used in this document.

Rounding

Certain figures, amounts, percentages, estimates, calculations of value and fractions presented are subject to the effect of rounding. Accordingly, the actual calculation of these figures may differ from the figures presented.

Corporate information

29Metals Limited (ABN 95 650 096 094)

Board of Directors

Owen Hegarty OAM	Non-executive Director, Chair
Fiona Robertson AM	Independent Non-executive Director
Jacqueline 'Jacqui' McGill AO	Independent Non-executive Director
Martin Alciaturi	Independent Non-executive Director
Tamara Brown	Independent Non-executive Director
Francis 'Creagh' O'Connor	Non-executive Director

Company Secretary

Naomi Dolmatoff

Registered office

Level 2, 150 Collins St
Melbourne, Victoria 3000
Australia

Telephone:	+61 3 7037 5300
Email:	contactus@29metals.com
Website:	www.29metals.com

Stock exchange listing

Australian Securities Exchange (Ticker: 29M)

Investor relations

Kristian Stella
Group Executive, Corporate Development

Telephone:	+61 3 7037 5300
Email:	Kristian.Stella@29metals.com

Registry

Link Market Services

Telephone:	+61 1300 554 474
Email:	registrars@linkmarketservices.com.au
Website:	www.linkmarketservices.com.au

Issued share capital

29Metals' issued capital is 701,862,508 ordinary shares (at 24 July 2024).

Appendix 1: Production and sales

		Jun-Qtr 2023	Sep-Qtr 2023	Dec-Qtr 2023	Mar-Qtr 2024	Jun-Qtr 2024	2024 Guidance[5]
Golden Grove							
Ore mined	kt	351	421	397	358	352	1,475 – 1,625
Ore milled	Total kt	387	420	418	351	385	1,475 – 1,625
	Cu ore kt	189	243	204	257	118	N/a
	Zn ore kt	199	176	213	93	268	N/a
Milled grade	Copper (%)	1.2%	1.5%	1.5%	1.9%	1.9%	N/a
	Zinc (%)	3.9%	2.7%	5.6%	1.9%	4.8%	N/a
	Gold (g/t)	0.3	0.5	0.5	0.4	0.8	N/a
	Silver (g/t)	24.9	21.9	21.3	18.8	30.9	N/a
Recovery	Copper (%)	87.5%	86.8%	85.0%	87.8%	85.7%	N/a
	Zinc (%)	88.2%	77.1%	88.9%	72.2%	82.5%	N/a
	Gold (%)	66.1%	62.7%	60.2%	67.1%	60.9%	N/a
	Silver (%)	69.0%	66.6%	67.4%	60.7%	69.4%	N/a
Cu concentrate production	dmt	22,070	27,533	25,453	29,521	33,607	N/a
	Cu grade (%)	18.9%	20.0%	20.2%	19.4%	19.0%	N/a
	Copper (t)	4,165	5,497	5,134	5,726	6,377	N/a
	Gold (oz)	2,379	3,784	3,065	2,400	5,272	N/a
	Silver (oz)	126,894	147,552	125,710	102,020	196,792	N/a
Zn concentrate production	dmt	26,613	17,638	41,765	9,301	32,173	N/a
	Zn grade (%)	50.6%	48.8%	49.6%	50.5%	47.5%	N/a
	Zinc (t)	13,477	8,607	20,729	4,697	15,287	N/a
	Gold (oz)	331	458	789	334	1,030	N/a
	Silver (oz)	57,573	39,938	54,769	19,157	58,572	N/a
Pb concentrate production	dmt	1,484	446	693	394	436	N/a
	Gold (oz)	96	39	18	53	65	N/a
	Silver (oz)	29,511	9,396	11,723	7,167	10,079	N/a
	Copper (t)	52	27	37	46	38	N/a
	Lead (t)	319	124	196	73	122	N/a
Metal produced	Copper (t)	4,216	5,524	5,171	5,771	6,415	18,000 - 22,000
	Zinc (t)	13,477	8,607	20,729	4,697	15,287	54,000 - 61,000
	Gold (oz)	2,806	4,281	3,872	2,787	6,367	17,000 - 25,000
	Silver (oz)	213,978	196,886	192,202	128,344	265,443	700,000 - 1,000,000
	Lead (t)	319	124	196	73	122	N/a
Payable metal sold	Copper (t)	3,708	3,880	5,728	5,726	3,048	N/a
	Zinc (t)	12,025	8,911	7,632	13,646	8,184	N/a
	Gold (oz)	3,070	2,384	2,483	1,795	2,879	N/a
	Silver (oz)	151,381	84,549	121,627	124,162	194,921	N/a
	Lead (t)	398	0	(59)	-	1,623	N/a
Capricorn Copper							
Ore mined	kt	0	100	157	161	0	N/a
Ore milled	kt	0	85	180	94	64	N/a
Milled grade	Copper (%)	0.0%	1.6%	1.7%	1.7%	1.5%	N/a
Recovery	Copper (%)	0.0%	80.6%	77.8%	77.1%	79.7%	N/a
Cu concentrate production	dmt	0	5,168	10,985	6,029	3,795	N/a
	Cu grade (%)	0.0%	21.6%	21.6%	20.8%	19.8%	N/a
	Copper (t)	0	1,115	2,371	1,253	750	N/a
	Silver (oz)	0	6,253	10,015	5,411	2,315	N/a
Payable metal sold	Copper (t)	(37)	709	2,389	1,149	759	N/a
	Silver (oz)	(142)	4,455	0	1,455	0	N/a

Appendix 2: C1 Costs and AISC

	Unit	Jun-Qtr 2023	Sep-Qtr 2023	Dec-Qtr 2023	Mar-Qtr 2024	Jun-Qtr 2024	2024 Guidance[5]
Golden Grove							
Mining (excl. CapDev)	$m	53.5	56.0	62.2	58.8	62.0	235 – 270
Processing	$m	17.9	18.5	22.3	20.9	22.8	85 – 95
G&A	$m	6.6	6.1	6.2	5.9	6.5	25 – 28
Concentrate transport	$m	4.8	5.1	5.4	4.6	7.9	23 – 27
TCRC	$m	15.3	13.1	13.1	19.0	9.8	68 – 78
Stockpile movements	$m	11.0	(6.3)	(16.6)	26.5	(33.0)	N/a
By-products[17]	$m	(54.5)	(50.0)	(33.1)	(57.9)	(64.4)	N/a
C1 Costs	**$m**	**54.6**	**42.6**	**59.4**	**77.8**	**11.6**	**N/a**
Payable copper sold	Mlbs	8.2	8.6	12.6	12.6	6.7	N/a
C1 Costs	$/lb	6.68	4.98	**4.71**	6.17	1.73	N/a
C1 Costs	**US$/lb**	**4.46**	**3.26**	**3.06**	**4.05**	**1.14**	**N/a**
Royalties	$m	4.0	4.5	4.0	3.4	7.2	N/a
Corporate	$m	-	-	-	1.8	1.8	7 – 8
Sustaining capex	$m	6.0	4.2	4.8	3.7	3.9	24 – 30
Capitalised development	$m	4.4	3.1	3.8	5.6	4.3	15 – 20
AISC	**$m**	**69.0**	**54.4**	**72.0**	**92.3**	**28.8**	**N/a**
AISC	$/lb	8.44	6.36	5.70	7.31	4.29	N/a
AISC	**US$/lb**	**5.64**	**4.16**	**3.71**	**4.81**	**2.83**	**N/a**
Growth capital	$m	2.9	2.4	5.8	3.6	6.7	35 – 40
Capricorn Copper							
Mining (excl. CapDev)[18]	$m	0.1	11.9	17.1	17.6	N/a	N/a
Processing[18]	$m	0.83	4.0	9.4	9.5	N/a	N/a
G&A[18]	$m	0.0	3.2	4.5	5.3	N/a	N/a
Concentrate transport	$m	(0.3)	0.6	1.8	1.0	0.7	N/a
TCRC	$m	0.5	1.0	3.9	1.5	1.0	N/a
Stockpile movements	$m	1.2	(6.0)	5.3	(0.9)	5.7	N/a
By-products[18]	$m	(0.0)	(0.2)	0	(0.0)	0.1	N/a
C1 Costs	**$m**	**2.2**	**14.4**	**41.9**	**33.9**	**N/a**	**N/a**
Payable copper sold	Mlbs	(0.1)	1.6	5.3	2.5	1.7	N/a
C1 Costs	$/lb	N/a	9.18	7.95	13.39	N/a	N/a
C1 Costs	**US$/lb**	**N/a**	**6.01**	**5.17**	**8.80**	**N/a**	**N/a**
Royalties	$m	0.1	0.2	1.2	0.6	0.5	N/a
Corporate	$m	-	-	-	1.1	1.1	4 – 5
Sustaining capex	$m	1.0	1.7	4.1	1.5	N/a	N/a
Capitalised development	$m	0.0	1.7	3.0	4.0	N/a	N/a
AISC	**$m**	**3.4**	**18.0**	**50.2**	**41.1**	**N/a**	**N/a**
AISC	$/lb	N/a	11.49	9.53	16.23	N/a	N/a
AISC	**US$/lb**	**N/a**	**7.53**	**6.20**	**10.67**	**N/a**	**N/a**
Growth capital	$m	0.0	0.0	0.0	0.0	N/a	N/a
Operating recovery costs	$m	25.4	12.6	14.1	10.4	N/a	N/a
Suspension operating costs	$m	N/a	N/a	N/a	N/a	17.8	N/a
Suspension capital costs	$m	N/a	N/a	N/a	N/a	13.8	N/a
Other							
Unallocated Corporate	$m	7.5	6.3	8.8	4.8	4.0	17 – 18
Total Corporate	**$m**	**7.5**	**6.3**	**8.8**	**7.7**	**6.9**	**28 – 31**
Group Exploration	$m	1.3	2.1	1.1	1.4	1.0	4 – 7
FX rate	USD:AUD	0.668	0.655	0.650	0.657	0.660	N/a

Endnotes:

[1] TRIF and LTIF metrics are reported as the 12-month moving average at the end of each quarter, reported on a per million work hours (‘**mwhrs**’) basis.

[2] C1 Costs is the sum of mining costs (excluding capitalised development), processing costs, and G&A costs, concentrate transport, treatment and refining charges (TCRCs), stockpile movements, and by-product credits.

[3] Unaudited cash and cash equivalents are stated excluding EMR Capital IPO proceeds retained by 29Metals under the “Cash Backed Indemnity” arrangements (as described in section 10.6.12.3 of the 29Metals Prospectus dated 21 June 2021 released to the ASX announcements platform on 2 July 2021 and available on the 29Metals website at https://www.29metals.com/investors/asx-announcements). Cash and debt balances are converted to AUD at the exchange rate prevailing at period end, as applicable.

[4] Reported unaudited Group liquidity at 30 June 2024 is the sum of unaudited cash and cash equivalents at 30 June 2024 and US$30 million available undrawn liquidity from the Offtake Facility converted at AUDUSD 0.6624.

[5] 2024 guidance for Golden Grove and Corporate as outlined in the quarterly report for Dec-Qtr-2023 released to the ASX announcements platform on 30 January 2024, with updates to guidance outlined in this Jun-Qtr-2024 report. Copies of quarterly reports are available on 29Metals’ website at: https://www.29metals.com/investors/reports-presentations. Refer to important information on page 11 regarding forward looking information in this report.

[6] Site Costs is the sum of mining costs (excluding capitalised development), processing costs, and G&A costs.

[7] All-in Sustaining Costs (AISC) is the sum of C1 Costs, sustaining capital and capitalised development.

[8] Refer to 31 December 2023 Mineral Resources and Ore Reserves estimates. 29Metals’ Mineral Resources and Ore Reserves estimates, including Competent Person’s statements and JORC Code Table 1 disclosures, were released to the ASX announcements platform on 23 February 2024.

[9] Refer 29Metals release to the ASX announcements platform on 26 March 2024 entitled “Capricorn Copper - Suspension of Operations”.

[10] Information regarding the impact of extreme weather event at Capricorn Copper in March 2023 is included in 29Metals releases to the ASX announcements platform on 9 March, 15 March, 20 April and 23 May 2023.

[11] Refer to “High-grade copper drilling results at Capricorn Copper” released to the ASX announcements platform on 22 July 2024 for full details of the drilling results, including Competent Persons’ statement and JORC Code Table 1 disclosures.

[12] Refer to “Exploration Update – Capricorn Copper” released to the ASX announcements platform on 12 April 2023 for full details of the drilling results, including Competent Persons’ statement and JORC Code Table 1 disclosures.

[13] Term loan matures on 30 September 2026. Refer to 29Metals release to the ASX announcements platform on 23 February 2024 entitled “2023 Financial Results and MROR Estimates Presentation” for a summary of the term loan facility amortization profile. The US$40 million working capital facility was fully drawn as of 30 June 2024. The Working Capital facility steps down to US$10 million from 29 October 2025 and is subject to a clean-down that requires the Group to ensure that there is no working capital facility amount outstanding for a continuous period of three consecutive Business Days in each 12-month period following Financial Close (October 2021). A clean-down process has been completed ahead of the October 2024 test.

[14] Unaudited drawn debt is amounts drawn under the Group’s term loan, working capital and offtake finance facilities, excluding bank guarantees issued under the Group’s environmental bonding and letter of credit facilities ($59 million), lease liabilities, derivative financial instruments, and insurance premium funding.

[15] Unaudited drawn debt, net of cash and cash equivalents.

[16] Reported unaudited cash and cash equivalents at 31 March 2024 is after a $15.7 million negative adjustment for payments scheduled end of Mar-Qtr but paid post quarter end due to impact of public holidays on payment processing timing. Unadjusted, cash and cash equivalents at 31 March 2024 was $121.4 million.

[17] By-products include gold, zinc, silver and/or lead revenue, net of unrealised QP adjustments.

[18] Majority of Capricorn Copper Site Costs (Mining (excl. CapDev), Processing and G&A) for the period 1 March to 30 June 2023 allocated to Recovery costs.