

# QUARTERLY ACTIVITIES REPORT

25 October 2024

## For the quarter ended 30 September 2024

Admiralty Resources NL (**ASX: ADY**) (**Admiralty** or the **Company**) has further progressed the development of its flagship Mariposa Iron Ore Project in Chile towards production amid continuing strong demand for iron ore, as highlighted in this Quarterly Activities Report for the quarter ending 30 September 2024.

### Exploration and Quarterly Activities

#### Mariposa

##### Pre-Production

During the September quarter, the Mariposa concentrator entered the production stage:

- In the crushing section, the jaw crusher, coarse crusher, fine crusher and other equipment are now running smoothly, satisfying normal production requirements;
- In the concentrator section, normal production has been achieved, with more than 1,000 tonnes of ore transported from the mine to the concentrator daily. A total of 60,000 tonnes of final product is now stored at the mine, with an average grade of 66-67% Fe;
- Power supply construction continues, together with civil engineering of the high and low voltage power room. The transmission line has been completed and registered with the authorities (SEC), awaiting connection approval. Work at the Mariposa electrical substation was completed, while preparatory work for the electrical connection at the Agrosúper substation is underway;
- A road impact study for mineral transportation was completed, with a budget being prepared for trucking operations. Dust suppression has been undertaken on access roads. Concerning Puerto Las Losas, Admiralty and Hainan are collaborating to ensure a safe transport route to port for shipping. A port change permit has been submitted and is awaiting approval from the authorities (SEA);
- Improvement works are being conducted at the processing plant, while the Mariposa pit slope is also being progressed.

Admiralty is continuing its operations with a strong commitment to health and safety, as part of a 'safety-first' culture. This includes a pre-shift safety meeting each day, with an emphasis on ensuring workers have the appropriate safety equipment, including a special focus on ensuring the safety of high-altitude operations. Newly recruited workers are required to undergo special safety training prior to commencing employment.

The Company aims to achieve the first shipment of 50,000 tonnes of iron ore concentrate from Las Losas Port by December 2024.

## **Soberana**

Water from Soberana continues to be supplied to Mariposa, via a reservoir built in 2023 for water storage.

## **La Chulula**

Admiralty continues to progress the second stage of environmental approvals. Further updates will be provided as this project advances, with the benefit of its proximity to the Mariposa mine site.

## **Australian Projects**

### Pyke Hill

No activities during the quarter.

## **Corporate**

### General Business

A total of \$45,000 was paid to Directors during the quarter. All payments to related parties and their associates were for remuneration for services as Directors in the ordinary course of business and on arms' length terms, and rent for the Australian office.

The Company notes that during the September 2024 quarter it received further capital injections from Hainan in accordance with the Interim Term Sheet as announced on 20 March 2023. The capital is for the use of the Mariposa Project to undertake all the necessary development activities to commence production.

As such, the Company did not incur any direct development costs for the project. Since signing of the Joint Operating Agreement with Hainan (refer ASX release 25 June 2024), the majority of the project costs have been provided by Hainan.

### Annual Report

On 30 September 2024, the Company released its annual report for the year ended 30 June 2024. The Company reported a net loss after tax for fiscal 2024 of \$2,829,312 (2023: \$2 million loss).

## **Events Subsequent to End of the Quarter**

### Entitlement Offer

On 9 October 2024, the Company announced that it was conducting a 1 for 1.63 non-renounceable pro rata entitlement offer of new fully paid ordinary shares in the Company (**New Shares**) at an issue price of \$0.007 per New Share (**Offer Price**) to raise up to approximately \$7 million (before costs) (**Entitlement Offer**).

Eligible Shareholders who have applied for their entitlement under the Entitlement Offer in full may also apply for New Shares in excess of their entitlements at the Offer Price ("Top-Up Facility"), subject at all times to the Directors' discretion to scale back applications.

The Entitlement Offer closes 5:00pm (AEDT) on Monday, 28 October 2024.

## 2024 Annual General Meeting

On 17 October 2024, the Company released its Notice of Meeting for the Annual General Meeting of Shareholders, to be held on Friday, 22 November 2024 at 10:30am (AEDT). The meeting will be held at Suite 109, Level 1, 150 Pacific Highway, North Sydney, NSW, 2060.

### **Recent Announcements – September Quarter 2024**

| <b>Date</b>       | <b>Announcement</b>   |
|-------------------|---|
| 31 July 2024      | <a href="#">June Quarterly Activities Statement</a>                     |
| 31 July 2024      | <a href="#">June Quarterly Appendix 5B</a>                              |
| 28 August 2024    | <a href="#">Mariposa Iron Ore Project Pre-Production Phase</a>          |
| 30 September 2024 | <a href="#">2024 Annual Report</a>                                      |
| 30 September 2024 | <a href="#">2024 Appendix 4G and Corporate Governance Statement</a>     |
| 9 October 2024    | <a href="#">Offer Booklet – Non-Renounceable Rights Issue</a>           |
| 9 October 2024    | <a href="#">Proposed issue of securities – ADY</a>                      |
| 9 October 2024    | <a href="#">Cleansing Statement</a>                                     |
| 10 October 2024   | <a href="#">Entitlement Offer Fractional Entitlements Clarification</a> |
| 10 October 2024   | <a href="#">Update – Proposed issue of securities – ADY</a>             |
| 11 October 2024   | <a href="#">Amended Offer Booklet – Non-Renounceable Rights Issue</a>   |
| 11 October 2024   | <a href="#">Update – Proposed issue of securities – ADY</a>             |
| 17 October 2024   | <a href="#">Despatch of Entitlement Offer Booklet</a>                   |
| 17 October 2024   | <a href="#">Entitlement Offer Letter to Ineligible Shareholders</a>     |
| 17 October 2024   | <a href="#">Notice of Annual General Meeting/Proxy Form</a>             |

## About Admiralty

Admiralty Resources NL (ASX: ADY) is a public diversified mineral exploration company listed on the Australian Securities Exchange with mineral interests in Chile and Australia.

Admiralty is advancing its flagship Mariposa Iron Ore Project in Chile towards production, targeting first production in 2024, with a view to increasing production capacity from 2025.

The Mariposa project contains Inferred Mineral Resources of 59.74 Mt, with Measured Mineral Resources of 6.65 Mt, Indicated Mineral Resources of 39.16 Mt and total Mineral Resources of 105.6 Mt (cut-off grade 15% TFe) – a JORC 2012 compliant resource (refer ASX Announcement 4 October 2023). Estimated Ore Reserves comprise 36.3 million tonnes (Mt) as a cut-off grade of 15% TFe, with Total Fe concentrate of approximately 14 Mt at a grade of 65% TFe (refer ASX Announcement 14 February 2024).

The Mariposa project has favourable access to infrastructure, including being located just 6km from the railway line, 70km from port and 25km from the town of Vallenar, with access to road infrastructure and a high voltage power line.

Together with Mariposa, other exploration projects in the Company's Harper South district (2,498 ha) include La Chulula and Soberana, with potential for further growth in iron ore resources. Other exploration areas in Chile include the Pampa Tololo district (3,455 ha) and El Cojin (600 ha).

In Australia, Admiralty holds a 50% stake in the Pyke Hill Project, a cobalt and nickel project in Western Australia.

For more information, please visit <https://ady.com.au/>

### References to previous ASX releases

- 17 October 2024 – “Notice of Annual General Meeting/Proxy Form”
- 9 October 2024 – “Offer Booklet – Non-Renounceable Rights Issue”
- 30 September 2024 – “2024 Annual Report”
- 28 August 2024 – “Mariposa Iron Ore Project Pre-Production Phase”

Admiralty Resources confirms that it is not aware of any new information or data that material affects the information included in the original releases and that all material assumptions and technical parameters underpinning the estimates in original release continue to apply and have not materially changed. Admiralty Resources confirms that the form and context in which the competent person's findings are presented have not been materially modified from the original releases.

## Schedule of tenements

| <i>Tenement Reference</i> | <i>Registered Holder</i>                          | <i>% Held</i> | <i>Country</i> | <i>Project Group</i> |
|---------------------------|---|---------------|----------------|----------------------|
| M39/159                   | Pyke Hill Resources Pty Ltd                       | 50%           | Australia      | Pyke Hill            |
| <b>HARPER SOUTH</b>       |   |               |                |                      |
| Negrita 1-4               | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Negrita Group        |
| Leo Doce, 1-60            | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Negrita Group        |
| Soberana 1-5              | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Soberana Group       |
| Phil Cuatro, 1-16         | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Soberana Group       |
| Leo 101, 1-30             | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Soberana Group       |
| Leo Cinco, 1-60           | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| Leo Seis, 1-58            | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| Leo Ocho, 1-60            | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| Leo Nueve. 1-60           | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| Leo Diez, 1-40            | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| Leo Once, 1-40            | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| Leo Trece, 1-60           | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Mariposa Group       |
| <b>OTHER SECTORS</b>      |   |               |                |                      |
| Pampa Tololo 1-2475       | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Pampa Tololo Group   |
| Cerro Varilla 1-732       | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Pampa Tololo Group   |
| Leo 14, 1-40              | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Other Tenements      |
| Leo 105                   | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Other Tenements      |
| Leo 106                   | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Other Tenements      |
| Leo 107                   | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Other Tenements      |
| Mal Pelo                  | Admiralty Minerals Chile Pty Ltd Agencia en Chile | 100%          | Chile          | Other Tenements      |

### **Board**

#### **Executive Chair**

Mr Bin Li

#### **Managing Director**

Mrs Qing Zhong

#### **Executive Director**

Mrs Jian Barclay

#### **Non-Executive Director**

Mr Gregory Starr

### **Contact**

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### **Company Secretary**

Ms Louisa Ho

## Forward Looking Statements

This announcement contains forward looking statements, including statements of current intention, statements of opinion and predictions as to possible future events. Forward looking statements should, or can generally, be identified by the use of forward-looking words such as “believe”, “expect”, “estimate”, “will”, “may”, “target” and other similar expressions within the meaning of securities laws of applicable jurisdictions, and include but are not limited to the expected outcome of the matter. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward-looking statements. Such statements are not statements of fact and there can be no certainty of outcome in relation to the matters to which the statements relate. These forward-looking statements involve known and unknown risks, uncertainties, assumptions and other important factors that could cause the actual outcomes to be materially different from the events or results expressed or implied by such statements. Those risks, uncertainties, assumptions and other important factors are not all within the control of Admiralty and cannot be predicted by Admiralty and include changes in circumstances or events that may cause objectives to change as well as risks, circumstances and events specific to the industry, countries and markets in which Admiralty operates. They also include general economic conditions, exchange rates, interest rates, competitive pressures, selling price, market demand and conditions in the financial markets which may cause objectives to change or may cause outcomes not to be realised.

None of Admiralty or any of its subsidiaries, advisors or affiliates (or any of their respective officers, employees or agents) makes any representation, assurance or guarantee as to the accuracy or likelihood of fulfilment of any forward-looking statement or any outcomes expressed or implied in any forward-looking statements. Statements about past performance are not necessarily indicative of future performance.