

20 August 2025

## 2025 Half Year Results

### Key features

#### Safety

- Total Recordable Injury Frequency Rate at 3.7 (FY 2024: 3.8)
- Serious Potential Incident Frequency Rate 1.5 (FY 2024: 3.3)

Operational and market discipline in the context of global economic uncertainty

Resilient mineral sands EBITDA margin of 39%

Balranald project on track for commissioning H2 2025

Eneabba rare earths refinery construction advancing on schedule

2025 interim dividend of 2 cents per share, fully franked

### Key financials

Mineral sands revenue  
**\$558m**

Mineral sands EBITDA  
margin  
**39%**

NPAT  
**\$92m**

Net debt (excluding  
non-recourse debt)  
**\$164m**

Capital investment  
**\$402m**

### 2025 Half year results teleconference details

9:00am (AEST) 20 August 2025. Participants must register through the participant link below.

#### Participant pre-registration link:

<https://register-conf.media-server.com/register/BI35da7661815e4d00975f8ede25e37f3a>

Dial in details and instructions will be provided in the confirmation email received upon registering.

This release uses non-IFRS information including, for example, EBITDA and net debt. Refer to slide 31 of the accompanying ASX release, *2025 Half Year Results presentation*, for a reconciliation of these items to relevant statutory measures.

## **Managing Director's commentary**

2025 has been characterised by global economic uncertainty. Shifting trade patterns and geopolitical conflicts have affected Iluka's businesses in different ways, with mineral sands market conditions subdued and the rare earths industry evolving rapidly.

In mineral sands, lower levels of economic activity have weighed on customer purchasing behaviour. This has occurred alongside the imposition of US tariffs on zircon; the closure of pigment plants in Europe and China; India enacting anti-dumping duties on Chinese titanium dioxide imports; and production curtailments in Indonesia.

Discipline is central to Iluka's approach in dealing with the present uncertainty and positioning for recovery. Our first half production was strong, complemented by zircon-in-concentrate volumes, which we prioritised given market conditions. Combined with cost initiatives implemented in 2024, this enabled the company to preserve margins despite pricing pressure.

We are also investing in substantial new capital developments that underpin our future.

Progress on the Balranald project has been pleasing ahead of its commissioning this half. Mining rigs are in place, stope development is advancing and concentrator modules are being connected. Balranald is an important source of critical minerals for Iluka over the next decade and mining is expected to commence in Q4.

In rare earths, export controls implemented by China in April have led to a heightened emphasis on the need to diversify supply. This was followed by a historic agreement between the US Department of Defense and MP Materials, representing an acknowledgement by the US government that higher prices for separated rare earth oxides are essential to building a sustainable Western and likeminded supply chain.

These developments are consistent with the approach Iluka has taken to building our rare earth business over many years, particularly the recognition of the need for independent pricing mechanisms that are not linked to the Asian Metals Index.

The Eneabba refinery is scheduled for commissioning in 2027 and will produce separated light and heavy rare earth oxides, with the latter a key point of differentiation over other sources of Western world supply. Concrete works progressed throughout the first half and equipment is now arriving on site for placement.

In parallel, the company is executing a comprehensive operational readiness plan, advancing discussions with prospective customers regarding offtake and maturing internal and external feedstock options.

## Results summary

	Units	Half year 2025	Half year 2024	% Change
Mineral sands revenue	\$m	558	606	(8%)
Mineral sands EBITDA	\$m	218	252	(13%)
<i>Mineral sands EBITDA margin</i>	%	39	42	(3%)
Share of profit in associate (Deterra)	\$m	15	12	25%
Underlying Group EBITDA <sup>1</sup>	\$m	233	264	(12%)
Profit for the period (NPAT)	\$m	92	134	(31%)
Operating cash flow	\$m	115	189	(39%)
Free cash flow – Mineral sands <sup>2</sup>	\$m	(192)	(14)	n/a
Free cash flow – Group <sup>2</sup>	\$m	(361)	(47)	n/a
Interim dividend – fully franked	cps	2	4	(50%)
		30 Jun 2025	31 Dec 2024	
Net (debt) cash (excluding non-recourse debt)	\$m	(164)	90	
Non-recourse debt	\$m	(338)	(205)	
Reported Group net (debt) cash	\$m	(502)	(115)	

This document was approved and authorised for release to the market by Iluka's Managing Director.

### Investor and media enquiries

Luke Woodgate

General Manager, Investor Relations and Corporate Affairs

Mobile: + 61 (0) 477 749 942

Email: [luke.woodgate@iluka.com](mailto:luke.woodgate@iluka.com)

<sup>1</sup> Underlying group EBITDA excludes non-recurring adjustments including impairments and changes to rehabilitation provisions for closed sites, which are non-cash in nature.

<sup>2</sup> Free Cash Flow is determined as cash flow before refinance costs, proceeds/repayment of borrowings and dividends paid in the period