

Dec 2021 quarter Cashflow(\$Aml)based on 8.3Mtpa throughput

Cash at 30Sep21	34.54	
Interest received	0.05	
Bonding	-23.44	Enviro Bond \$20 Other \$3.4
Loan repayment	-39.28	Final instalment(US\$28.9mil) Varde 'B' loan
Loan repayment	-3.79	Varde loan variation fees
Liability increased	11.74	Receipt for Offtake prepayment from China Minmetals(US\$8.5mil)
Capital raising	112.23	Entitlementment issue(net proceeds)
Net Sales Revenue	88.60	(see reconciliation >)
Mt Lyell costs	-3.00	(Growth Capital cost) AIC
Exploration & evaluation costs(In Situ)	-0.51	(Growth Capital cost) AIC
Development/Plant (Open pit Silver King)	-3.63	(Growth Capital cost) AIC
Production costs(mining,processing & port)	-52.50	(C1 cost- 55.6mil lbs @ US68.9c/lb @ ER 0.73)
Production costs(freight)	-6.10	(C1 cost-62.9kt @ US\$71 @ ER 0.73)US8.0c/lb
Production costs(consumables,c/rates & insurance)	-7.85	(C1 cost - applicable to future periods)
Development/Plant (Tailings)	0.00	(Sustaining Capital cost)AISC
Staff costs	-12.93	AISC(part)
Admin & Corporate	-0.82	AISC(part)
Interest paid - MMG support fee	-0.90	Final payment(\$179mil@1.85%pa)
Interest paid - Varde	-1.04	Final(8%pa on US\$29.1mil @ ER 0.73)
Estab/Annual fee on Argo Enviro Bonding	-5.25	Prepayment
Exchange diff	-0.13	
Cash at 30Dec21	85.99	

Dec 2021 Major outstanding Liabilities(\$Aml):

Argonaut/Macquarie Enviro Bond	160.00	Repaying monthly from Jan23 with Final balance due by Sep24
Derivative financial liabilities	194.60	Zinc swap hedges repaying monthly until Jun24
Lease liabilities	28.50	Repaying monthly with Final balance due by Dec24
China Minmetals for offtake prepayment	16.47	Settlement with future shipped 9ktconcentrate(US\$11.95mil)
Korea Zinc receipt in advance	13.80	To be deducted from Feb22 shipment on Ken Shin
Royalties due to Varde	7.62	Repaying Jan & Apr22(US\$5.6mil)
Royalties due to Qld govt	34.40	Repaying quarterly from Jan22 with Final balance due by Oct24
Royalties due to Royalty One P/L(2%NSR)	17.14	Payable in NCZ shares or in cash after Sep24
TOTAL at 30Dec21	472.54	

Dec 2021 quarter EBITDA(accruals basis)(\$Aml)produced basis

NET SALES REVENUE	88.6	Production Costs:
Hedging contract losses(added back-not recognised)	5.5	Mining & processing
Debtors adjustment	15.3	G&A-site
Receipts in advance adjustment	0.0	Port/Freight
QP's applicable to prior period deleted from NSR	0.0	Consumables,Council rates & insurance prepaid
QP's currently accruing from open contracts	19.1	TOTAL
Inventory adjust due to sales	-8.8	
Production costs(mining,processing,port,freight)	-58.6	Cashflow from Operations:
Production costs(c/rates, insurance) 1/4th	-1.1	NET SALES REVENUE
Staff, Admin&Corporate	-13.8	Production costs(mining,processing,port,freight)
Staff, Admin&Corporate(applicable to ESG transaction)	2.5	Production costs(consumables,c/rates & insurance)
Royalties accrued	-7.6	Staff, Admin&Corporate
MMG support fee	-0.9	Interest cost
TOTAL EBITDA	40.4	TOTAL
EBITDA(as above)	40.35	
QP's accruing not recognised until paid	-19.10	
QP's deleted from NSR above added-back	0.00	
Hedging contract losses recognised	-5.53	
Capital growth costs	-7.14	
Interest,loan variation fees & bonding costs	-10.08	
Production costs(consumables,c/rates & insurance)	-6.75	
SGA costs applicable to ESG transaction adjust	-2.53	
Operating cash generated	-10.78	

Dec 2021 quarter Net Sales Revenue(\$Aml)

Gross Zinc produced	138.42	(66.74mil lbs @ US\$1.514/lb @ ER 0.73)62.9kt conc @ 48.2%grade - 50.7% recovery
Payability factor	-23.12	(16.7% of zinc receipts)
Sub-total(Net Zinc payable)	115.30	(55.6mil lbs @ US\$1.514/lb @ ER 0.73)
Silver produced	2.76	(62.9kt @ 150g/t *0.03215 less (3*62.9k)@US\$25oz @ ER 0.73 @ 70% payable)US(3.7)c/lb
Treatment charges	-11.20	(C1 cost-62.9kt @ US\$130 @ ER 0.73)US14.8c/lb
Impurity penalties	-0.59	(C1 cost-62.9kt @ US\$6.80 @ ER 0.73)US0.8c/lb
Hedging contract settlements	-5.53	Three months to 30Nov(\$1.23mil Sep,\$1.87mil Oct,\$2.31mil Nov ) AISC(part-fees)
Invoicing adj(s)prior quarter)	1.40	QPs
Non-cash inventory adj	0.00	(C1 cost-decrease to 0kt conc on hand- decrease in cost of \$A8.77mil)
Debtors proceeds due ex Sep qtr	5.80	Reversal ex last quarter(Debtors only)Conc inventory 8kt at cost \$8.77mil
Debtors outstanding at 12/21	-21.14	To be reversed in Mar qtr(Debtors only)Conc inventory 0kt at cost \$0mil
Receipt in advance Sep21 reversed	-12.00	Forward sale to Nystar,Risdon(Uni Blossom Oct21) rec'd Sep21
Receipt in advance Dec21	13.80	Korea Zinc 50% paid Dec21(Ken Shin Feb22 shipment)
NET SALES REVENUE	88.60	

Dec 2021 quarter NSR less All in Costs(\$Aml)

Net sales revenue(less receipt in advance)	86.80	
Debtors adjustment	15.34	
Inventory adjust	-7.00	
Less: AIC costs paid	-7.14	Growth Capital costs
Less: C1 costs paid	-66.45	Production costs(mining, processing, port, freight & annual)
Less: AISC costs paid	-13.75	Sustaining, Admin, staff, corporate
Less: AISC costs unpaid/accrued	-7.60	Royalties-Qld State 5.00% NSR, Private 2%NSR
Less: Interest,loan variation fees & bonding costs p	-10.98	
Operating cash generated	-10.78	(US0c/lb)

Net Cash from operating activities(1.8 CF)

Total C1 costs(payable metal basis)	US88	c/lb against payable metal receipt of US151c/lb. Mine margin US63c/lb
AISC(payable metal basis)	US109	c/lb against payable metal receipt of US151c/lb. Profit margin(before excluded costs below) US42c/lb
-AISC excludes growth capital costs,interest paid & deprec but includes C1 costs plus Corporate overhead, hedging fees, explor & eval expensed, royalties & sustaining costs		

Dec 2021 C1 Costs:(produced basis)

Mining & processing	37.0	C1 Costs	66.9
G&A-site	9.5	Royalties	7.6
Port/Freight	12.1	Corporate Overhead	7.7
Treatment charges	11.2	Hedging fees	0.3
Silver by-product credit	-2.8	TOTAL	82.5
TOTAL	66.9		

		Non-AISC Salary/Corporate costs	3.6
		Non-AISC SG&A costs applicable to ESG transaction	2.5

Half Yearly Accounts

	Sold	Produced
Dec 2021 Trade Debtors		
Nystar,Trafigural(Reiwa Breeze)10%	1.10	1.10
Nystar,Trafigural(Uni Blossom)10%	1.33	1.33
Zhongjin Lingnan(Ortolan Alpha Strait)50%	0.00	18.71
QP's invoiced & owing	14.05	0
TOTAL	16.48	21.14

Inventory		
Zinc concentrate-10.5kt	13.433	
Zinc concentrate-0kt		0
TOTAL	13.433	0

Mar 2022 quarter Cashflow(\$Aml)based on 9Mtpa throughput	
Cash at 31Dec21	85.99
Interest received	0.02
Liability repayment	-3.71 Varde silver royalty
Liability repayment	0.00 China Minmetals offtake prepayment
Liability repayment	-1.37 Qld govt royalty Dec18 qtr
Net Sales Revenue	80.86 (see reconciliation >)
Mt Lyell costs	-2.50 (Growth Capital cost)
Exploration & evaluation costs(In Situ)	-1.00 (Growth Capital cost)
Development/Plant (In Situ)	-5.00 (Growth Capital cost)
Production costs(mining,processing & port)	-53.00 (C1 cost- 38.78mil lbs @ US99.8c/lb @ ER 0.73)
Production costs(freight)	-4.04 (C1 cost-44kt @ US\$67 @ ER 0.73)US7.6c/lb
Development/Plant (Tailings)	-2.50 (Sustaining Capital cost)AISC
Staff costs	-9.60 AISC(part)
Admin & Corporate	-1.28 AISC(part)
Royalty - Qld Govt(5.0%)	-5.11 AISC
Interest paid - Argo bond	-0.76
Exchange diff	0.00
Cash at 31Mar22	77.00
Mar 2022 Major outstanding Liabilities(\$Aml):	
Argonaut/Macquarie Enviro Bond	160.00 Repaying monthly from Jan23 with Final balance due by Sep24
Derivative financial liabilities	280.00 Zinc swap hedges repaying monthly until Jun24
Lease liabilities	25.50 Repaying monthly with Final balance due by Dec24
China Minmetals for offtake prepayment	16.50 Settlement with future shipped 9ktconcentrate(US\$11.95mil)
Royalties due to Varde	3.99 Repaying Apr22(US\$2.8mil)
Royalties due to Qld govt	35.34 Repaying quarterly from Jan22 with Final balance due by Oct24
Royalties due to Royalty One P/L(2%NSR)	18.76 Payable in NCZ shares or in cash after Sep24
TOTAL at 31Mar22	540.09
Mar 2022 quarter EBITDA(accruals basis)(\$Aml)	
NET SALES REVENUE	80.9
Hedging contract losses(added back-not recognised)	18.2
Debtors adjustment	-15.3
QP's applicable to prior period deleted from NSR	-14.0
QP's currently accruing from open contracts	15.0
Inventory adjustment	0.0
Production costs(mining,processing,port,freight)	-57.0
Royalty paid	-5.1
Royalty accrued	0.5
Sustaining costs	-2.5
Staff, Admin&Corporate	-10.9
TOTAL EBITDA	9.7
Mar 2022 EBITDA to Operating cash generated reconciliation-	
EBITDA(as above)	9.75
Hedging contract losses recognised	-18.21
Receipt in advance reversal adjustment	13.80
QP's received applicable to prior period recognised in NS	14.00
QP's accruing not recognised until paid	-15.00
Capital growth costs	-8.50
Interest costs paid	-0.76
Operating cash generated	-4.92

Mar 2022 quarter Net Sales Revenue(\$Aml)	
Gross Zinc sold	109.06 (46.56mil lbs @ US\$1.71/lb @ ER 0.73)44kt conc @ 48%grade - 44% recovery
Payability factor	-18.21 (16.7% of zinc receipts)
Sub-total(Net Zinc payable)	90.85 (38.78mil lbs @ US\$1.71/lb @ ER 0.73)
Silver produced	1.86 (44kt @ 150g/t *0.03215 less (3*44k)@US\$240z @ ER 0.725 @ 70% payable)US(3.5)c/lb
Treatment charges	-8.74 (C1 cost-44kt @ US\$145 @ ER 0.73)US16.4c/lb
Impurity penalties	-0.41 (C1 cost-44kt @ US\$6.80 @ ER 0.73)US0.8c/lb
Hedging contract settlement	-18.21 Three months to 28Feb(\$2.45mil Dec,\$8.1mil Jan,\$7.66mil Feb ) AISC(part-fees)
Invoicing adj(prior quarter)	14.00 QPs
Non-cash inventory adj	0.00 (C1 cost-no change to 0kt conc on hand- no change in cost of \$A0mil)US(0)c/lb
Debtors proceeds ex Dec qtr	21.14 Reversal ex last quarter(Debtors only)Conc inventory 0kt at cost \$0mil
Debtors outstanding at 03/22	-5.83 To be reversed in Jun qtr(Debtors only)Conc inventory 0kt at cost \$0mil
Receipt in advance Dec21 reversed	-13.80 Korea Zinc 50% with order in Dec21(Ken Shin Feb22 shipment) reversed
NET SALES REVENUE	80.86
Mar 2022 quarter NSR less All in Costs(\$Aml)	
Net sales revenue(after receipt in advance reversal)	94.66
Debtors adjustment	-15.31
Less: AIC costs paid	-8.50 Growth Capital costs
Less: C1 costs paid	-57.04 Production costs(mining, processing, port,freight)
Less: AISC costs paid	-18.49 Sustaining, Admin, staff, corporate,royalty paid
Less: AISC costs unpaid/accrued	0.52 Royalties
Less: Interest costs paid	-0.76
Operating cash generated	-4.92
Net Cash from operating activities(1.8 CF)	7.09
Total C1 costs(payable metal basis)	US121 c/lb against payable metal receipt of US171c/lb. Mine margin US50c/lb
AISC(payable metal basis)	US153 c/lb against payable metal receipt of US171c/lb. Profit margin(before excluded costs below) US18c/lb
-AISC excludes growth capital costs,interest paid & deprec but includes C1 costs plus Corporate overhead, hedging fees, explor & eval expensed, royalties & sustaining costs	
Mar 2022 C1 Costs:	AISC:
Mining & processing	37.0 C1 Costs
G&A-site	10.0 Royalties
Port/Freight	10.0 Corporate Overhead
Treatment charges	8.7 Development/Plant (Tailings)
Impurity penalties	0.4 Hedging fees and costs
Silver by-product credit	-1.9 TOTAL
TOTAL	64.3
Mar 2022 Trade Debtors	Non-AISC Salary/Corporate costs
Nystar,Trafigura(Uni Blossom)10%	1.33
Korea Zinc(Ken Shin)10%	2.80
Nystar,Trafigura(Bright Sunrise)10%	1.70
TOTAL	5.83