



Polymetals

Australia's next silver
and zinc producer

Building momentum.

Delivering on production
Driving exploration growth

Investor Presentation
February 2025

ASX: **POL**
polymetals.com



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Competent Persons Statement

The information supplied in this release regarding Ore Reserve and Mineral Resources is based on information compiled by Mr Troy Lowien and Mr Matt Gill, both being Competent Person's and Members of the Australian Institute of Mining and Metallurgy. Mr Lowien is an employee and Mr Gill is a director of Polymetals Resources Ltd and both have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Persons defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Lowien and Mr Gill consent to the inclusion of matters based on information in the form and context in which it appears.

Historic Exploration Information

The exploration results and prospects identified on the tenements includes historical pre-1989 exploration results. The exploration activity was undertaken by a number of companies and POL notes that the pre-1989 results are not reported in accordance with the JORC Code, 2012. A Competent Person has not done sufficient work to disclose the exploration results in accordance with the JORC Code 2012 and it is possible that following further evaluation and/or exploration work, that the confidence in the prior reported exploration results may be reduced when reported under the JORC Code, 2012. Nothing has come to the attention of POL that questions the accuracy or reliability of all the historical exploration results. Where possible, original assay reports were located to verify reported results.

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This presentation contains certain 'forward-looking' statements, opinions and estimates, which are based on assumptions and contingencies that are subject to change without notice and involve known and unknown risks and uncertainties beyond the control of Polymetals and its officers. This includes statements about market and industry trends, which are based on interpretations of current market conditions.

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Cautionary Statement

The Ore Reserve and Mineral Resource estimates underpinning the Endeavor Production Targets were prepared by a Competent Person in accordance with the JORC Code 2012. The Deep Zinc Lode Exploration Target was prepared by a Competent Person in accordance with the JORC Code 2012.

The material assumptions on which the Production Targets are based is set out in the ASX Release of Polymetals dated 16 October 2023 "Endeavor Silver Lead Zinc Mine Restart Study completed" (Mine Restart Study). Polymetals confirms that all material assumptions underpinning the production targets in the Mine Restart Study continue to apply and have not materially changed. The modifying factors used in the estimation of the Ore Reserve were also applied to the Mineral Resources in the generation of the production targets.

Leadership who knows the lay of the land.

Board and management have invested A\$9.5 million and have over 30 years mining experience in the Cobar Basin.



David Sproule
Executive Chairman

David has worked across Australia and in Africa, leading the development of several successful gold mining and processing operations. He specialises in value creation when developing mine projects by applying an 'owner build' model, which has proven to significantly reduce development costs. He was previously Chairman of Polymetals from its listing on ASX in 2011 until the company merged with Southern Cross Goldfields.



Alistair Barton
Non-Executive Director

Alistair has nearly 50 years of experience in the mining industry including exploration, project development, mining operations, contract mining and engineering services, consulting, capital fund raising and public company management. He has held the positions of Managing Director for ASX listed Probe Resources, and GM of Operations for Barrack Mines.



Jess Oram
Exec Director Exploration

Jess is an experienced exploration geologist with over 30 years' practice in mineral exploration and management across a variety of commodities, companies and countries. He has been involved in mineral discovery, resource delineation and expansion and mining feasibility studies. He is currently the Senior Vice President – Exploration for ASX listed Paladin Energy, and has previously worked with CRA Exploration, Xstrata, and RGC.



Matthew Gill
GM Endeavor Mine

Matthew is a mining engineer with over 40 years' who has been instrumental in the development of four gold mines Porgera (PNG), Beaconsfield (Tas), Ballarat (Vic) and Morning Star (Vic)). He is a three-time winner of the Australian Mine Manager of the Year Award and received the AusIMM Leadership Award in 2008. Previously, CEO and MD of ASX listed White Rock Minerals and has also held the role of Group Chief Operating Officer for Singapore-listed LionGold Corp.



Linden Sproule
Corporate Development

A geologist, Linden has eight years' experience with Alternate Capital, Private Credit, Corporate Finance, Business Strategy & Development. He has extensive international experience throughout Asia and has worked across a range of multi-faceted private equity transactions and credit deployments within the metals & mining industry.



John Haley
CFO & Co-Sec

John has over 40 years' experience, specifically providing taxation advice to clients in the Australian mining industry which includes approximately 20 years as a Director/Chief Financial Officer and Company Secretary of junior mining companies in Australia and Canada. He was a founding Director of three ASX listed companies, Metallica Minerals Limited (ASX: MLM), MetroCoal Limited and Cape Alumina Limited.

Corporate Snapshot.

Share price

A\$0.85

As at 30 January 2025
52 week high \$1.01, low \$0.21

Market capitalisation

A\$173m

As at 30 January 2025

Shares on issue

197.6m

As at 30 January 2025

Cash

A\$5.5m

As at 31 December 2024

Drawn Debt

A\$13.4m

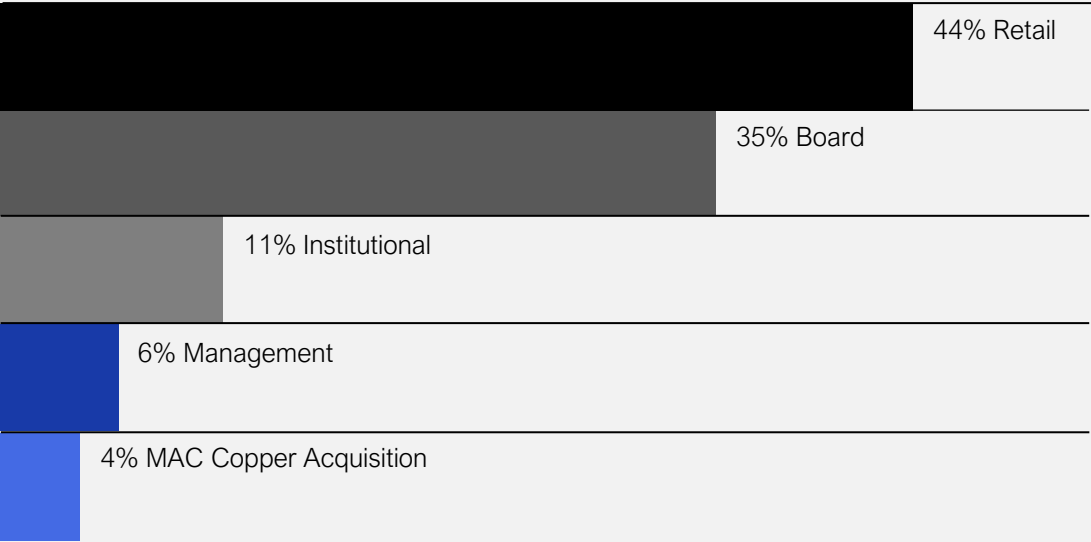
As at 31 December 2024

Available Finance

A\$25.5m

As at 31 December 2024

Share Registry



ASX Share price performance (\$A)

12 months to 30 January 2025



Endeavor Mine is on track to deliver first production in April 2025, and first cash flows in May 2025.

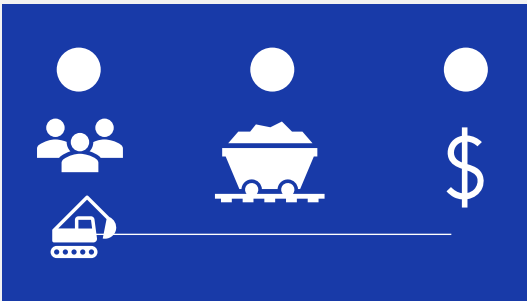


~A\$35m institutional placement to accelerate near-mine and regional exploration.

Funds will also provide additional working capital as Endeavor transitions into zinc/silver production.

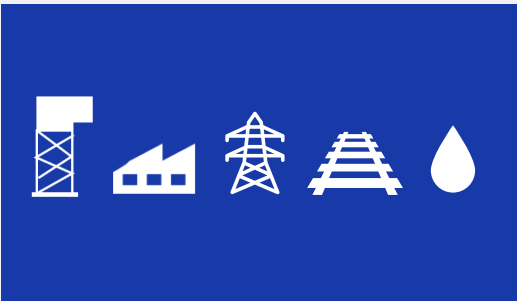
Fully funded mine restart with rapid execution

US\$20M facility secured.
First production in April
2025, first cash flow in
May-June 2025.



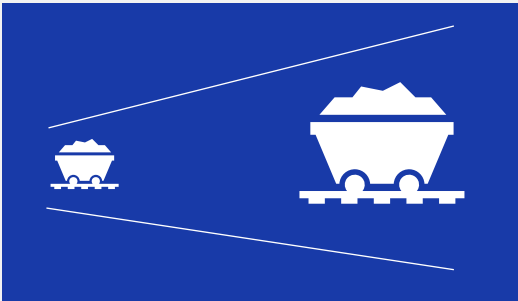
Strategic infrastructure advantage

+\$200M in existing
infrastructure enabling a
14-month payback and
A\$609M free cash flow
over initial 10 years.



Long-term growth pipeline

+20-year operation
potential driven by high-
grade results and
regional exploration
across 1,107km² in the
prolific Cobar Basin.



Proven leadership with investor alignment

Experienced team with
A\$9.5M personal
investment into POL and
decades of mine restart
success.








¹Refer Appendix 1

²Refer ASX
announcement
"Significantly improved
Endeavor Silver Lead
Zinc Mine Plan" dated
5th August 2024

Positioned for growth.

Polymetals has scale, resources,
and financial strength.

Footprint	Resource ¹	Financial Strength	Production ²	Cash Flow and Value ²
				 Existing infrastructure accelerates execution and enhances returns over 10-year initial mine life
1,107km² Exploration licences x 3 in prolific Cobar Basin	16.3Mt UG Mineral Resource 44.2Moz Silver, 1.3Mt Zinc, 0.73Mt Lead	A\$175m Equity market capitalisation	10.6Moz Payable Silver Over 10-year initial mine life	A\$1.9b LOM Revenue
30km² Mining leases x 5	5.2Mt Tailings Mineral Resource 13.2Moz Silver, 110Kt Zinc, 80Kt Lead New drilling and regional exploration targeting Resource upgrade	US\$20m Debt facility from Ocean Partners	260Kt Payable Zinc	A\$688m LOM EBITDA
		A\$26m Undrawn finance	90Kt Payable Lead	A\$609m Free Cashflow
				A\$414m Free Cashflow Pre-tax NPV at 8%

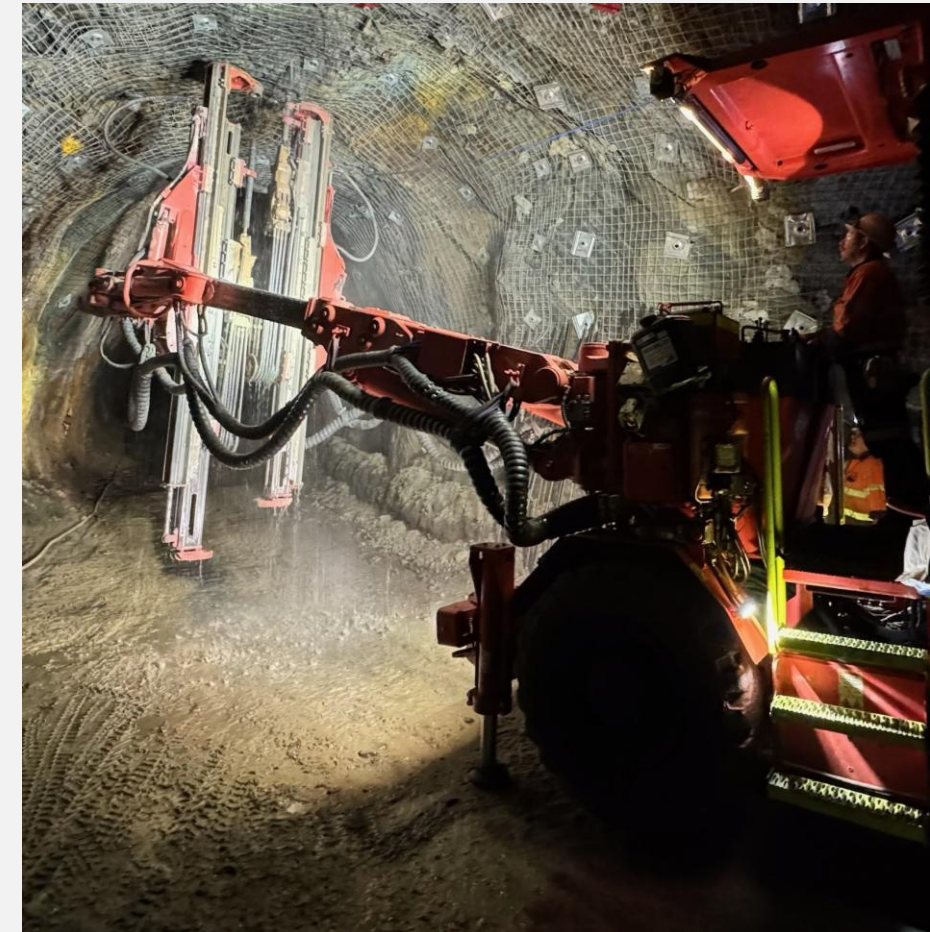
Path to production and cash flow.



Funding secured and offtake agreements in place.

- US\$20M (~A\$30M) facility secured – fully funds restart to production.
- Payback period: 14 months from first cash flow.
- A\$200M infrastructure advantage reducing CAPEX.
- Funds applied to restart of the Endeavor Mine with pre-production capital A\$28M and maximum cash drawdown of A\$30M. As at February 2025, mine restart is being delivered within budget with an expected A\$20M of capital remaining to be deployed.
- Strategic Ocean Partners partnership provides flexibility to pursue organic growth in parallel including exploration growth plan and other inorganic opportunities.
- Favourable offtake arrangement with a blended agreement referenced to spot and benchmark terms.

Mine restart funding has been secured, allowing ongoing project work with the target of delivering project cashflow during H1 2025.



+\$200m worth of infrastructure in place.¹



Mine Headframe

Fully equipped underground mine including a 7km decline from surface, 380m deep shaft with associated headframe, winder, U/G crusher and U/G infrastructure. Paste-fill plant - 800ktpa capacity



Offices and workshop

Substantial offices, laboratory, workshops, critical spares and stores.

Real estate

42 houses; Six vacant residential and industrial lots and four blocks of units.

Independent valuation A\$12 million

Water

Secure water supply via a pipeline from Cobar.

Grid Power

Sub-station owned and maintained by Essential Energy.



Processing Plant

1.2 MTPA processing plant including a surface crushing plant, SAG mill, two ball mills and Pb/Zn flotation circuit.



Transport

Railway to mine connected to national rail network.



SECTION -

02

Equity Raising
Overview

Equity Raising Summary

Offer size and structure	<ul style="list-style-type: none">Polymetals is conducting the Offer to raise approximately A\$38.2 million (before costs), comprising:<ul style="list-style-type: none">A placement to raise A\$35.0 million via the issue of approximately 43.8 million fully paid ordinary shares (“New Shares”) pursuant to the Company’s existing placement capacity under ASX Listing Rule 7.1 and 7.1A (“Placement”); andA Share Purchase Plan to raise up to approximately \$3.2 million (“SPP”) (together the Placement and SPP are the “Offer”)Polymetals reserves the right to issue further New Shares as part of the Offer
Pricing	<ul style="list-style-type: none">New Shares will be issued at the fixed Offer Price of \$0.80 per share, which represents a discount of:<ul style="list-style-type: none">6.4% to the last closing price of A\$0.855 per share on 6 February 20256.8% discount to the 30-day volume weighted average price (“VWAP”) of A\$0.858 per share on 6 February 2025
Use of proceeds	<ul style="list-style-type: none">Proceeds from the Offer will be applied towards:<ul style="list-style-type: none">strengthening the balance sheet as Polymetals transitions towards first silver and zinc production at Endeavor in Q2 2025;supporting further near-mine (including Carpark) and regional exploration; andcorporate, general working capital purposes and Offer costs
Share Purchase Plan	<ul style="list-style-type: none">Eligible Polymetals shareholders as at the record date of 7:00pm AEDT on 7 February 2025 with a registered address in Australia or New Zealand will have the opportunity to apply for Polymetals shares pursuant to a SPPOffer price of A\$0.80 per share, the same offer price as the PlacementUp to \$30,000 per Eligible Shareholder, targeting approximately A\$3.2 millionPolymetals may decide to accept applications (in whole or in part) that result in the SPP raising more or less than A\$3.2 million in its absolute discretion
Ranking	<ul style="list-style-type: none">New Shares issued under the Placement will rank equally with existing shares on issue
Offer Syndicate	<ul style="list-style-type: none">Blue Ocean Equities Pty Ltd and Ord Minnett Limited have been appointed as Joint Lead Managers (“JLMs”) to the PlacementArlington Group Asset Management Limited has been appointed as a Selling Agent to the Placement

Sources and Uses of Funds

Placement proceeds to accelerate near-mine and regional exploration as well as strengthen the balance sheet as Polymetals transitions to first production at Endeavor

Sources of funds ¹	A\$m
Equity raising proceeds from Placement	35.0
Cash (as at 31-Dec-24)	5.5
Undrawn financing facilities available (as at 31-Dec-24)	25.5
Total sources of funds	66.0
Uses of funds	A\$m
Remaining Mine Restart Capital	22.0
CY2026 Near-mine exploration drilling (including Carpark)	7.0
CY2026 Regional exploration work	3.0
Corporate, general working capital and Offer costs	34.0
Total uses of funds	66.0

Endeavor Mine restart remaining capex of approx. A\$20M can be funded from the Ocean Partners debt facility.

1. Excludes any proceeds under the SPP which will be applied to the balance sheet and working capital

Indicative Equity Raising Timetable¹

Event	Date (AEDT)
Trading Halt	Thursday, 6 February 2025
Record date for eligibility to participate in SPP	7:00pm, Friday, 7 February 2025
Trading halt lifted and announcement of completion of Placement	Monday, 10 February 2025
Settlement of New Shares under the Placement	Friday, 14 February 2025
Allotment, quotation and trading of New Shares under the Placement	Monday, 17 February 2025
SPP opening date	Tuesday, 18 February 2025
SPP closing date	5:00pm, Tuesday, 11 March 2025
Announcement of SPP participation results	Friday, 14 March 2025
Allotment of New Shares under the SPP	Monday, 17 March 2025
Normal trading of SPP shares and dispatch of holding statements	Monday, 17 March 2025

1. Indicative only and dates are subject to change by the JLMs and / or the Company

03

Endeavor Initial Mine Plan



¹Refer ASX
announcement
"Significantly
improved Endeavor
Silver Lead Zinc Mine
Plan" dated 5th
August 2024

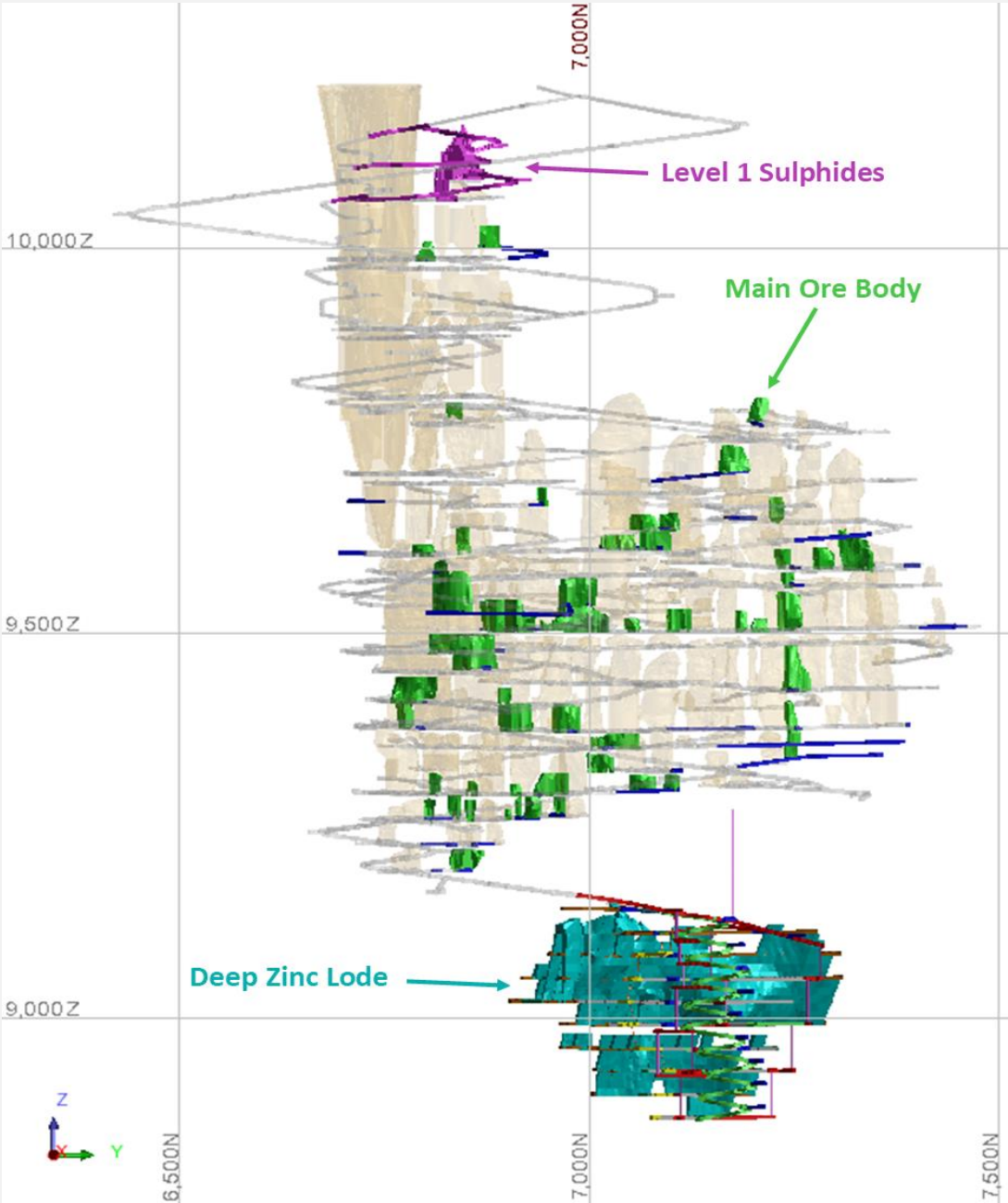
A\$1.85b in revenue to be generated over first 10 years¹.

Payable Zinc	Payable Lead	Payable Silver
260,000t US\$2,860/t A\$4,418/t	90,000t US\$2,160/t A\$3,224/t	10.6Moz US\$28/oz A\$41.9/oz
Total Revenue	Pre-tax Free Cashflow	Pre-tax NPV @ 8% discount
A\$1.856b	A\$609m	A\$414m
Average Annual EBITDA	Pre-tax IRR	Payback
A\$89m Years 1 -5	345%	14 months

Revenue Split %

Zinc	60	Silver	27	Pb	13
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Six-year offtake agreement with Ocean Partners, No mandatory hedging.



Prohibitive 100% silver royalty has been reset to a 4% Ag, Zn and Pb net smelter royalty.

After restructuring silver royalties to reset project economics, Polymetals acquired the Endeavor Mine in 2024 following more than a year of due diligence.

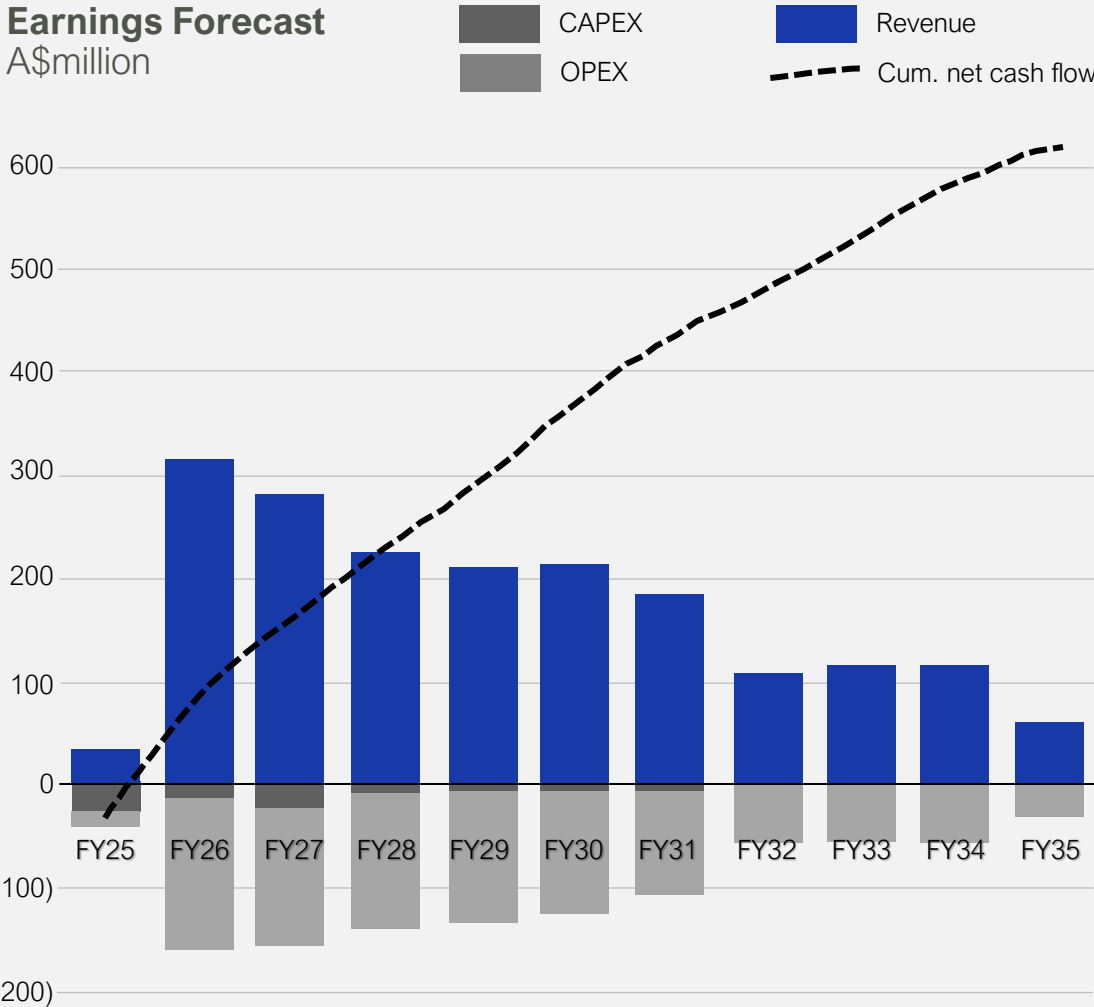
With silver prices at 12-year highs, removing this significant financial constraint has enabled refocus on silver production and recovery options.

Royalty reset returns +25% of previously lost revenue.

- 1974 Elura deposit discovered (now Endeavor).
- 1983 Pasminco starts production @ 1.2Mtpa.
- 1992 POL Chairman David Sproule acquires and processes Endeavor Mine supergene tailings.
- 2003 Toro Zinc subsidiary CBH Resources acquires and operates mine.
- 2005 CBH enters 100% silver streaming royalty, signposting gradual production decline.
- 2020 Mine put into care and maintenance as zinc and lead alone fail to make metrics work.
- 2022 POL negotiates new royalty ahead of securing the mine in 2023.

A\$609 million in free cash flow over first 10 years.

Earnings Forecast
A\$million



04

Exploration Opportunity



Endeavor has the potential to be a multi-decade operation.

Advanced priority targets north and south of Endeavor offer major regional upside.



A long-life +20-year asset in one of Australia's most prolific mining districts.

Largest known ore body within Cobar Basin.
Pre-development +10.5Moz Au equivalent.

Mineral Resources¹ August 2024

16.3Mt

Zinc

1,300,000t

Lead

730,000t

Silver

44.2Moz

Historic Ore Production 1983 - 2020

32.0Mt

Zinc

2,600,000t

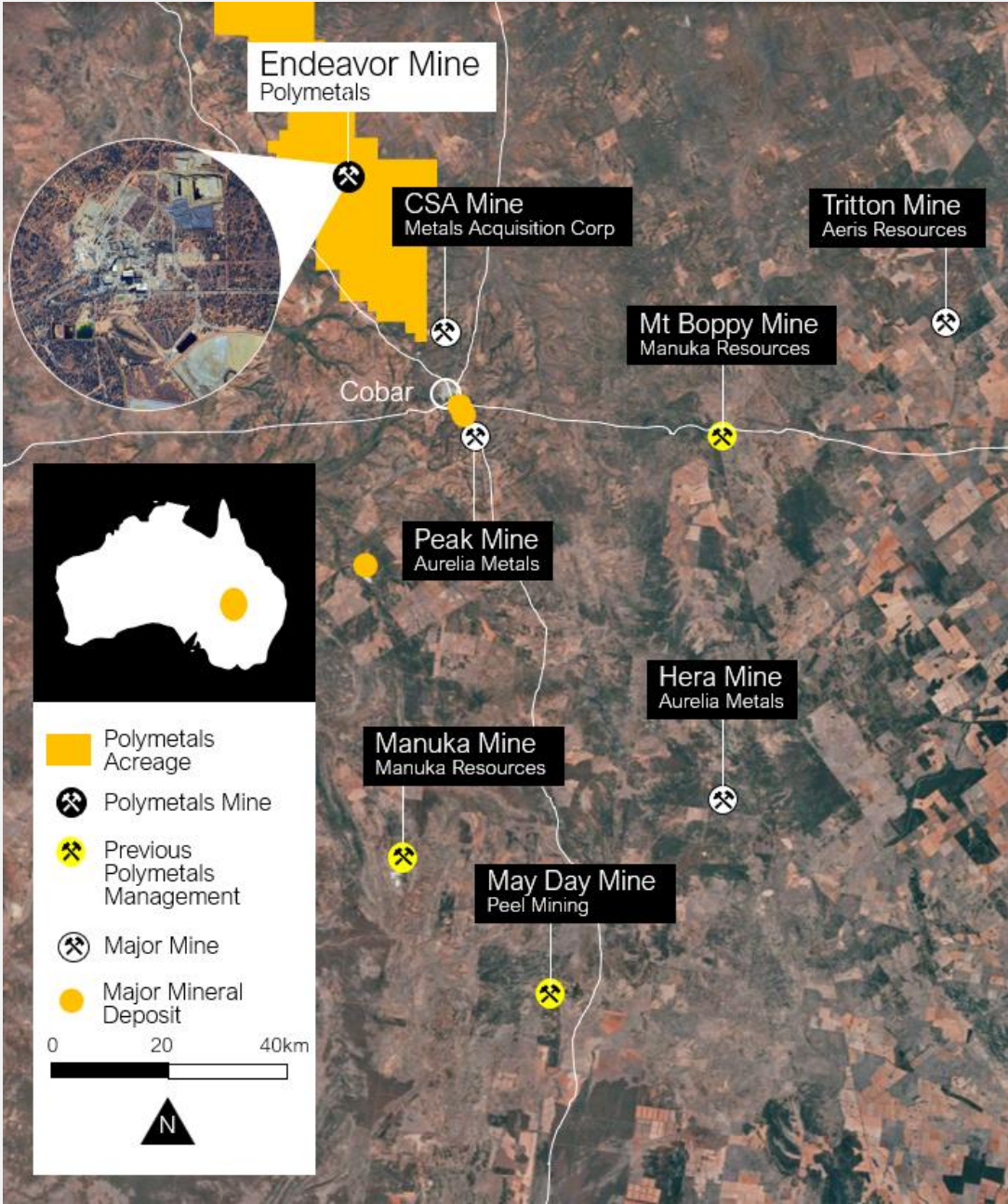
Lead

1,600,000t

Silver

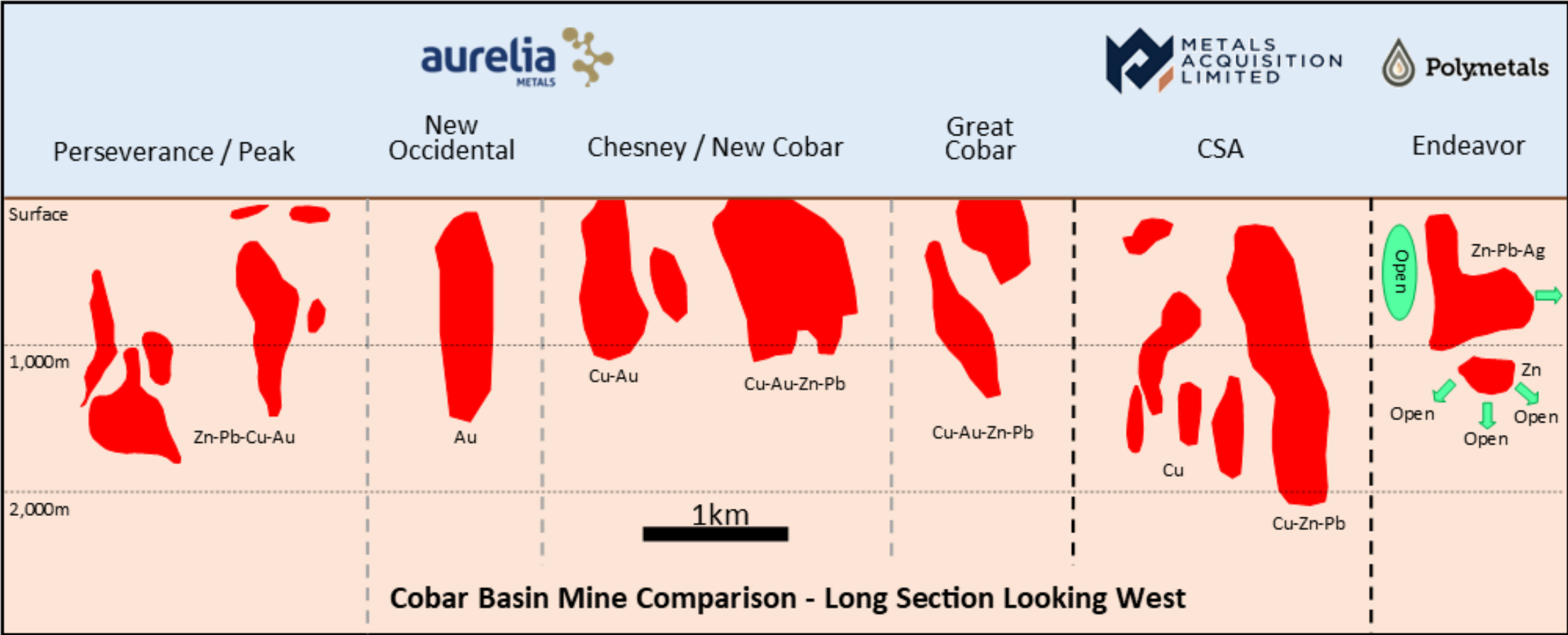
92.0Moz

¹Refer Appendix 1



Cobar Basin is a prolific mining district.

Major polymetallic (base and precious metals) ore bodies with short strike length and deep depth persistence cluster throughout the basin.

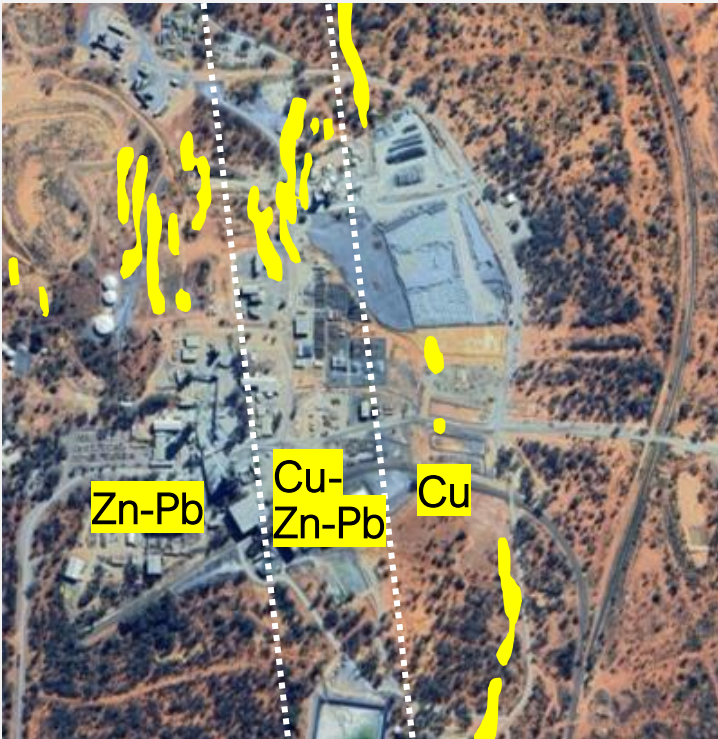


Clustered deposits with polymetallic metal zonation.

Peak Mine
Aurelia Metals
45km south of Endeavor Mine



CSA Mine
MAC Copper Limited
30km south of Endeavor Mine



Endeavor Supergene
100kt mined contained 16Moz
Silver + 30koz Gold

Endeavor Mine
Polymetals



Major in-mine ore reserve growth potential.

Upper North Lode

Contains high-grade metal¹:

- 2,799g/t Ag, 13.3% Zn, 22.7% Pb & 13.9 g/t Au
- 34% Mineral Resource/Ore Reserve conversion
- Recent drilling intercepts up to 13.5 g/t gold, 1,410 g/t silver, 12.5% zinc & 34.0% lead

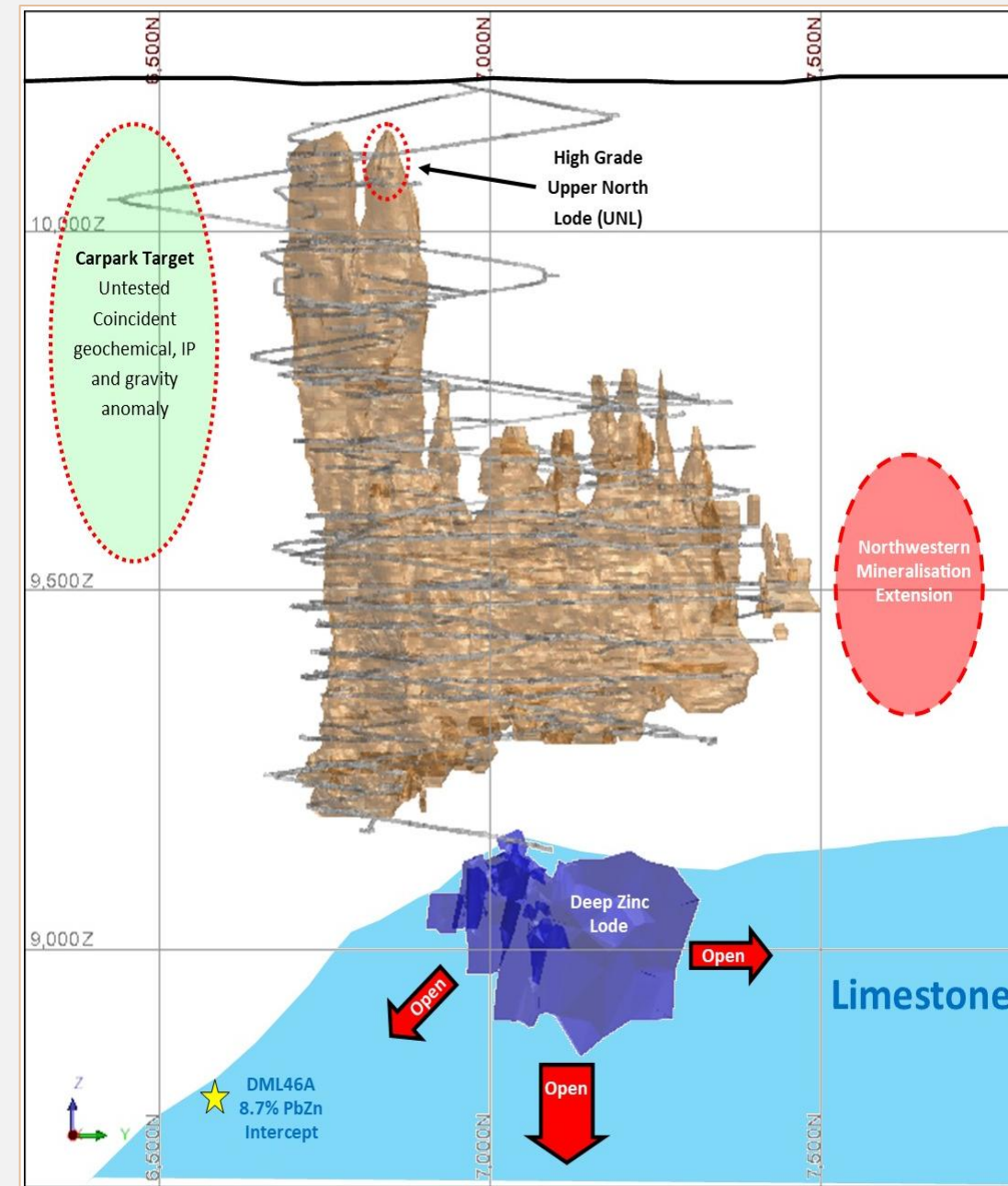
Deep Zinc Lodes

First drilled in 2016

- Current Ore Reserve 1.73Mt @ 8.7% Zinc, 46.4 g/t Silver and 0.8% Lead
- Exploration Target >3Mt
- Exploration drive and drilling included in mine plan

North-Western Lodes Extension

- Open, with mineralised intercepts
- Exploration drive and drilling included in mine plan

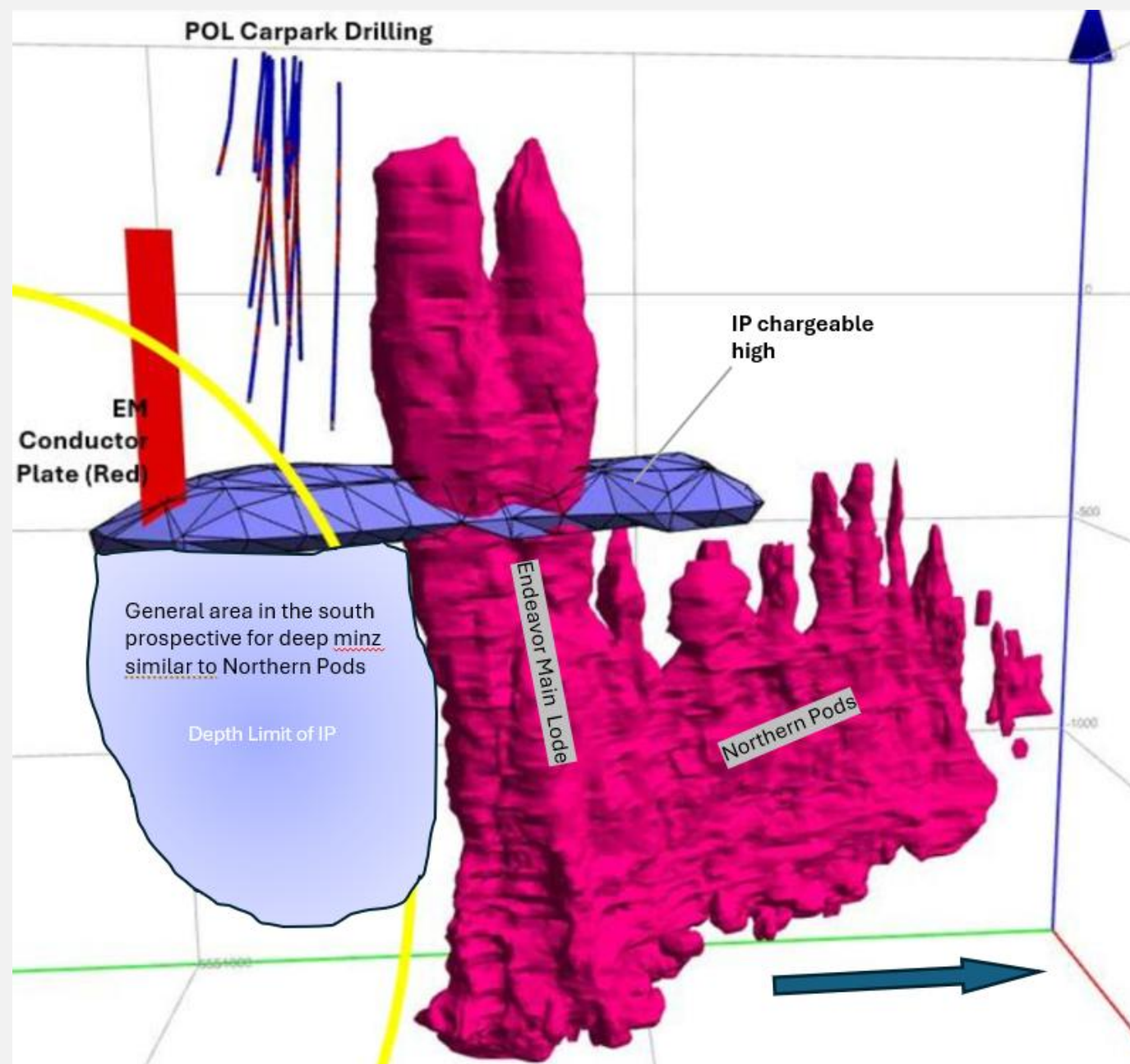


¹ Refer ASX Releases:
17/04/2023 'Polymetals
intercepts 81 m at
19.5% zinc equivalent'
and 09/05/2023
'Outstanding high
grade assays Zn-Ag-
Au-Cu-Pb at Endeavor'

Priority Carpark prospect neighbours existing mine.

Drilling has confirmed prospectivity of geophysical and geochemical anomaly 150m to the south of main Endeavor orebody.

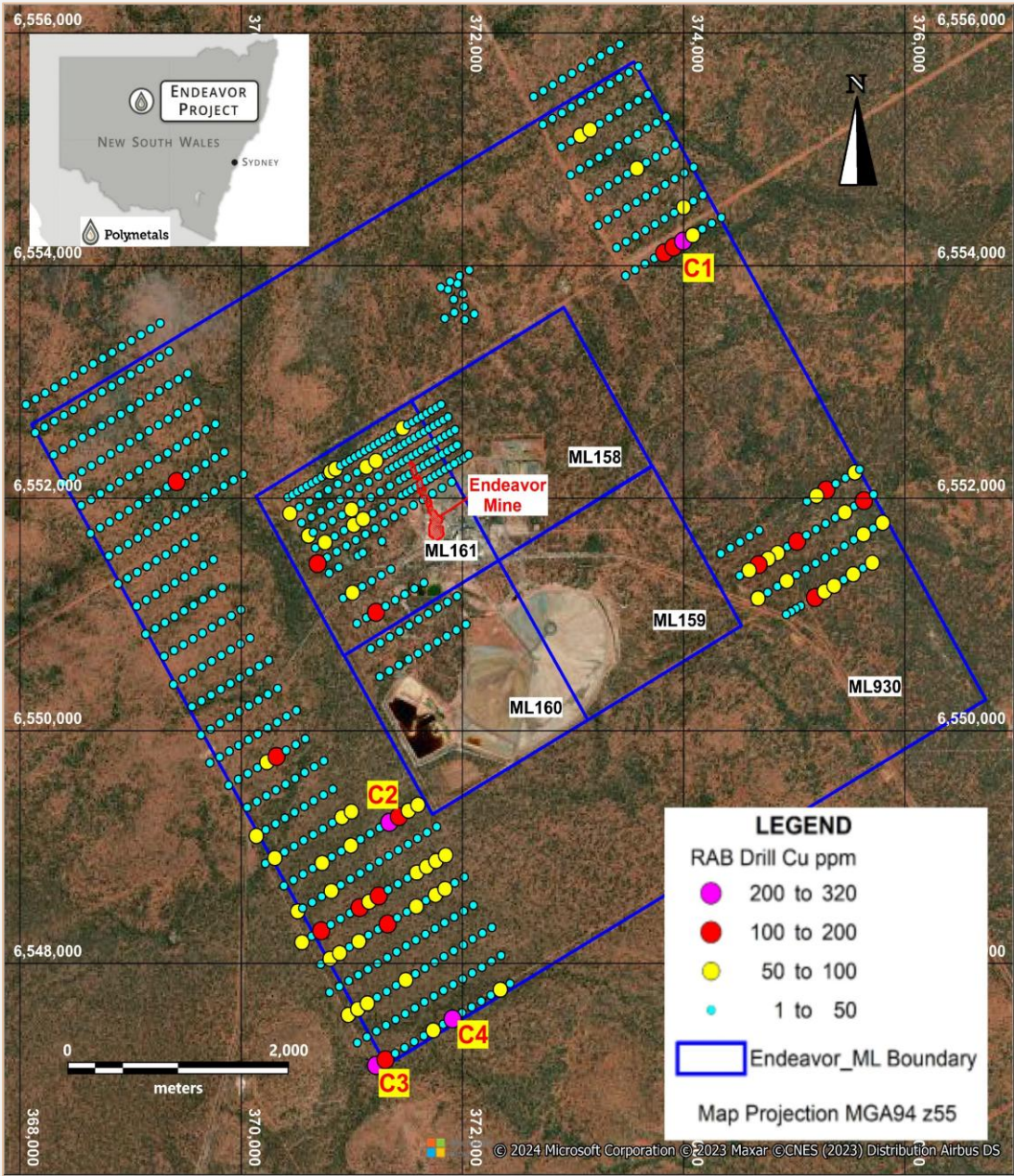
- 15 holes drilled to date, broad +100m zinc & lead anomalism.
- Zinc and lead anomalism now extends for over 350m.
- New drilling is now underway along with downhole EM surveys.



Significant potential for the discovery of Cobar style copper deposits.

C1-C4 targets identified in December 2023 have copper anomalism up to six times greater than background.

- Initial drilling of C2 and C3 planned early 2025.
- First drilling since 1990 RAB program at hole spacing 250m x 100m. Bottom of hole sampling at an average depth of 40m.



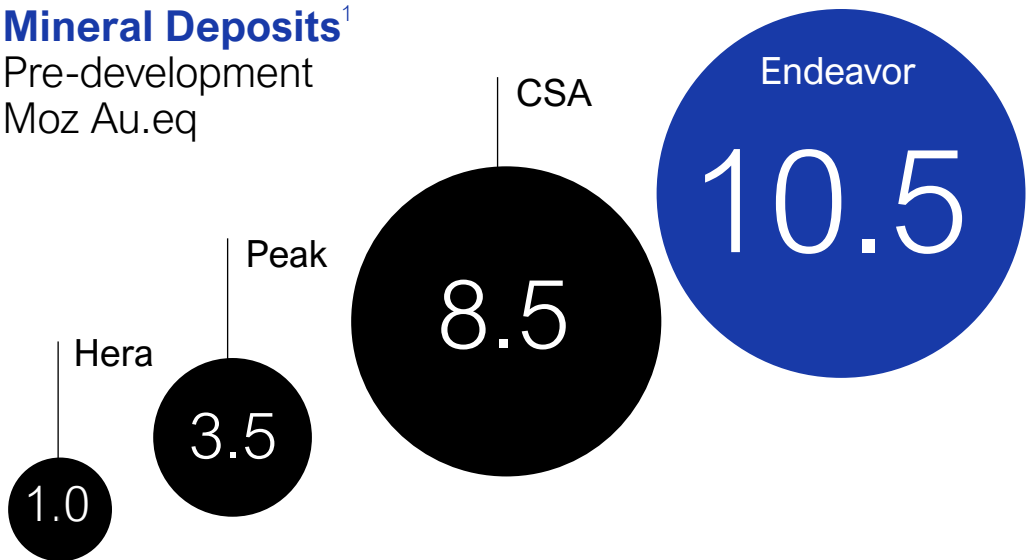
More prospects in close proximity to Endeavor Mine.

Exploration activities focused on delivering new economic copper, gold, and silver-zinc-lead deposits.

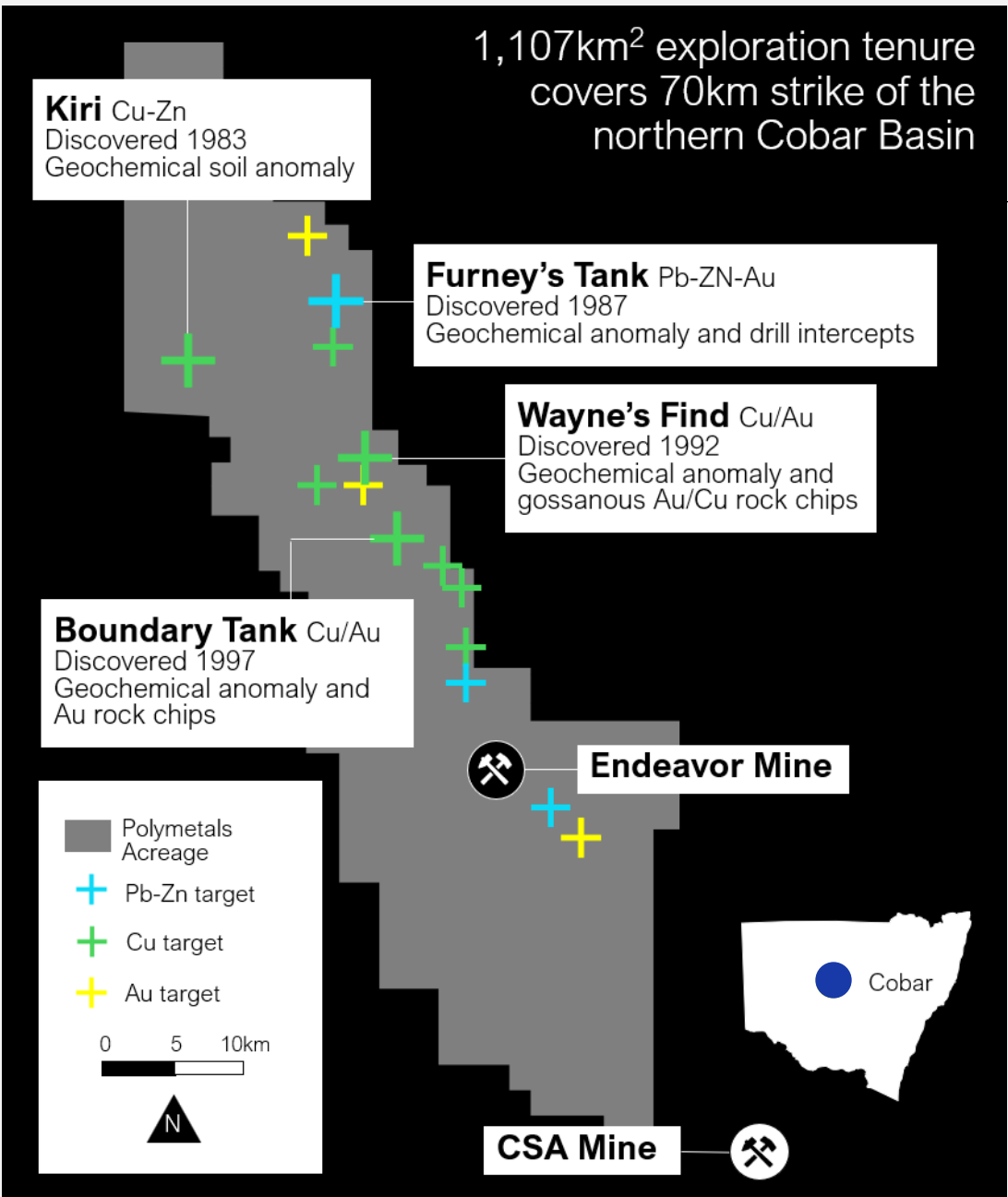
Metal endowment of the Cobar Basin increases towards the north.

Mineral Deposits¹

Pre-development
Moz Au.eq



¹ Calculation is based on publicly available pre-mining resources



Near-term value creation activities.

01

Mine restart.

- First production in April 2025
- Sale of first silver-lead & zinc concentrates May-June 2025.



02

Processing Opportunities.

- Addition of leach circuit to recover further silver and gold.
- Increase zinc and precious metals recovery from stored tailings.

03

Resource/Reserve upgrades.

- Extending known in-mine resources, which are open along strike and at depth.
- Define in-mine gold rich zones.

04

Near mine drilling and regional exploration.

- Continued testing of known near-mine and regional exploration targets.
- 2-year \$10m budget



Appendices



Appendix A.

Endeavor Mineral Resource

Underground JORC (2012) Mineral Resource

JORC Category	Mt	Zinc %	Lead %	Silver g/t	Zinc Mt	Lead Mt	Silver Moz
Measured	4.4	8.3%	5.1%	93	0.37	0.22	13.2
Indicated	8.8	7.9%	4.6%	82	0.70	0.40	23.2
Inferred	3.1	7.7%	3.7%	78	0.24	0.11	7.8
Total	16.3	8.0%	4.5%	84	1.30	0.73	44.2

Sector 1 Tailings JORC (2012) Mineral Resource

Category	Mt	Zinc (%)	Lead (%)	Silver (g/t)
Indicated	3.6	2.14	1.56	80
Inferred	1.6	2.07	1.53	77
Total	5.2	2.12	1.55	79

Stage 1 Endeavor Mine Plan JORC (2012) Ore Reserve

JORC Category	Mt	Zinc %	Lead %	Silver g/t	Zinc Kt	Lead Kt	Silver Moz
Proved (UG)	0.9	6.17%	3.82%	92	56	34	2.7
Probable (UG)	2.3	6.8%	2.07%	55	156	48	4.1
Probable (Tailings)	3.4	2.14%	1.56%	80	73	53	8.7
Total	6.6	4.32%	4.5%	84	285	135	15.5

¹ Refer ASX announcement "Endeavor Near Surface Resource 94% Measured & Indicated" dated 23rd May 2023

² Refer ASX announcement "Endeavor Silver Lead Zinc Mine Restart Study completed" dated 16th October 2023

Notes

1. Reported without use of cut-off grade
2. Discrepancies may occur due to rounding.

Appendix B.

Key Risks

Set out below are the principal risks and uncertainties associated with POL and its subsidiaries, which are likely to have an effect on POL's future financial prospects. It is not possible to determine the likelihood of these risks occurring with any certainty. If one or more of these risks materialise, POL's reputation, strategy, business, operations, financial condition and future performance could be materially and adversely impacted.

(1) Exploration Risk

POL's existing mineral exploration tenements are in the early stages of exploration, and there can be no assurance that exploration of the tenements currently held by POL, or any other tenements that may be acquired in the future, will result in the discovery of an economic mineral deposit. Until POL is able to realise value from its existing mineral exploration tenements, it is likely to incur ongoing operating losses in connection with those tenements. If exploration is successful, there will be additional costs and processes involved in moving to the development phase. By its nature, exploration risk can never be fully mitigated, but POL has the benefit of significant exploration expertise through its management team and of operational and business expertise at both board and management level.

(2) Requirements for Capital

POL's capital requirements will depend on numerous factors, including the degree of success of its planned exploration programs and production activities, its ability to generate income from its operations, prevailing commodity prices, market conditions and possible acquisitions or other corporate opportunities. Exploration costs will reduce POL's cash reserves. Those cash reserves may not be replaced if future or existing operations or other acquisition opportunities prove unsuccessful or perform below expectations.

POL would then be dependent on seeking additional capital elsewhere, through equity, debt or joint venture financing, to support long-term exploration, evaluation and development of its projects. No assurance can be given that POL will be able to procure funding (if required) in a timely manner on terms acceptable to it. Any additional equity financing will dilute shareholdings and debt financing, if available, may involve restrictions on financing and operating activities. If POL is unable to obtain additional financing as needed, it may be required to reduce the scope of its operations or scale back its exploration programs, as the case may be, which may adversely impact on POL, or it may not be able to secure opportunities to acquire new projects or other corporate opportunities.

(3) Tenement Titles

POL could lose title to its mineral tenements if insufficient funds are available to meet the relevant annual expenditure commitments, as and when they arise. POL closely monitors its compliance with licence conditions, including expenditure commitments and rents, and maintains a dialogue with the relevant government representatives who are responsible for enforcing licence conditions. Most tenements have a long history, with multiple previous title holders. While registration on the Mineral Titles Register is evidence of ownership, it is not definitive. The registration is subject to prior registered dealings and encumbrances which may be incomplete or have not been identified and may materially affect the value of the relevant tenements and/or POL's intended operations on those tenements.

(4) Reliance on Key Personnel

The responsibility of overseeing the day-to-day operations and the strategic management of the Company depends substantially on POL's Board and executive team. There can be no assurance given that there will be no detrimental impact on POL if one or more of its directors, particularly the Managing Director, or key executives no longer works with POL.

(5) Risks Relating to POL's Financial Instruments

POL's principal financial instruments currently comprise cash and short-term deposits, the main purpose of which is to finance POL's operations. POL has various other financial assets and liabilities such as trade receivables and trade payables, which arise directly from its operations. The main risks arising from POL's financial instruments are credit risk, interest rate risk and liquidity risk:

A.Credit Risk: POL trades only with recognised, creditworthy third parties. Receivable balances are monitored on an ongoing basis with the results being that POL's exposure to bad debts is not significant. Credit risk arises from the financial assets of POL, which comprise cash and cash equivalents and trade, other receivables and other financial assets. POL's exposure to credit risk arises from potential default of the counter party, with a maximum exposure equal to the carrying amount of these instruments. No collateral is held as security.

B.Interest Rate Risk: POL's exposure to the risk of changes in market interest rates relates primarily to POL's cash and cash equivalents with a floating interest rate.

C.Liquidity Risk: POL's exposure to financial obligations relating to corporate administration and projects expenditure, are subject to budgeting and reporting controls, to ensure that such obligations do not exceed cash held and known cash inflows for a period of at least 1 year. POL has limited financial resources and may need to raise additional capital from time to time and such fund raisings will be subject to factors beyond the control of POL and its directors. When POL requires further funding for its programs in the future, then it is POL's intention that the additional funds will be raised by any one or a combination of the following: project finance, placement of shares, pro-rata issue to shareholders, the exercise of outstanding options, and/or a further issue of shares to the public and, where appropriate, debt. Should these methods not be considered to be viable, or in the best interests of shareholders, then it would be POL's intention to meet its obligations by either partial sale of POL's interests or farm-out, the latter course of action being part of POL's overall strategy.

(6) General Economic Climate

General economic conditions, movements in interest and inflation rates, currency exchange rates and commodity prices may have an adverse effect on POL's exploration activities and the potential for future development and production activities, as well as the ability to fund those activities. If activities cannot be funded, there is a risk that tenements may have to be surrendered or not renewed. Furthermore, share market conditions may affect the value of POL's quoted securities regardless of operating performance. Share market conditions are affected by many factors such as general economic outlook, interest rates and inflation rates, currency fluctuations, changes in investor sentiment toward particular market sectors, the demand for, and supply of, capital and terrorism or other hostilities. POL's future revenues, the economic viability of its projects, the market price for its listed securities, and its ability to raise future capital may be affected by these factors, which are beyond POL's control.

Appendix B.

Key Risks

(7) Political Risk, Commodity Price Volatility and Exchange Rates Risks

Both from its existing producing operations and, in the event that POL achieves exploration success, the revenue that may be derived through the sale of commodities exposes potential income to commodity price and exchange rate risks and any profits will be exposed to changes in the taxation or royalty regime in Australia. Commodity prices fluctuate and are affected by many factors beyond the control of POL. Such factors include supply and demand fluctuations for base metals, technological advancements, forward selling activities and other macroeconomic factors. POL revenues are exposed to fluctuations in the commodity prices. Volatility in the copper price creates revenue uncertainty and requires careful management of business performance to ensure that operating cash margins are retained despite a fall in the spot copper price.

The risks associated with such fluctuations and volatility may be reduced by any copper price hedging that POL may undertake. A declining copper price can also impact operations by requiring a reassessment of the feasibility of mine plans and certain projects and initiatives. The development of new ore bodies, commencement of development projects and the ongoing commitment to exploration projects can all potentially be impacted by a decline in commodity prices. Even if a project is ultimately determined to be economically viable, the need to conduct such a reassessment could potentially cause substantial delays and/or may interrupt operations, which may have a material adverse effect on POL's results of operations and financial condition. Furthermore, international prices of various commodities are denominated in United States dollars, whereas some of POL's income and the majority of its expenditure will be in Australian dollars, exposing POL to fluctuations in the exchange rate between the United States dollar and the Australian dollar, as determined by international markets.

(8) Permits and Approvals Risks

Companies engaged in the development and operation of mines are subject to increased costs, production and other scheduling delays resulting from the requirement to comply with applicable environmental and planning laws, regulatory requirements and permitting. POL can give no assurance that relevant approvals and permits required to commence construction, development or operation of future expansions will be obtained. Additionally, future business plans and budgets are underpinned by the assumption that relevant regulatory approvals are obtained in a timely manner.

(9) Environmental Risks

The operations and proposed activities of POL are subject to both Australian Federal and State laws and regulations concerning the environment. As with most exploration projects and mining operations, activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. POL intends to conduct its activities in compliance with relevant environmental laws and approvals in order to minimise damage to the environment and risk of liability. However, as with all exploration and mining activities, POL's operations are expected to have an impact on the environment. There are also risks inherent in POL's activities including accidental leakages, spills, or other unforeseen circumstances that could subject POL to extensive liability.

Further, POL may require approval from relevant regulatory authorities before undertaking activities that are likely to impact the environment. If POL fails to obtain such approvals, it will be prevented from undertaking those activities. POL also cannot predict what changes in legislation and regulations may govern mining and may impose significant environmental obligations on POL including bonding. No assurances can be given that new environmental laws, regulations or stricter enforcement policies (including increased fines and penalties for non-compliance), once implemented, will not oblige POL to incur significant expenses and undertake significant investments which could materially and adversely affect POL's operations, financial condition and performance.

(10) Mineral Resources and Ore Reserves

POL's Mineral Resources estimates for its existing projects are expressions of judgement based on industry practice, experience and knowledge and are estimates only, which are necessarily imprecise and depend to some extent on interpretations which may prove inaccurate. No assurance can be given that the estimated Mineral Resources and/or Ore Reserves are accurate or that the estimated level of copper or any other mineral will be produced. Such estimates are, in large part, based on interpretations of geological data obtained from drill holes and other sampling techniques. Actual mineralisation or geological conditions may be different from those predicted. No assurance can be given that any or all of POL's Mineral Resources constitute or will be converted into Ore Reserves. Actual Mineral Resources and/or Ore Reserves may differ from those estimated, which could have a positive or negative effect on POL's operational or financial performance.

Commodity price fluctuations as well as increased production and costs may render POL's Mineral Resources and/or Mineral Resources or Ore Reserves unprofitable to develop at a particular site or sites for periods of time or may render Ore Reserves containing relatively lower grade mineralisation uneconomic. Estimated Mineral Resources and/or Ore Reserves may have to be recalculated based on actual production experience. Any of these factors may require POL to reduce its Mineral Resources and/or Ore Reserves, which could have a negative impact on POL's financial results and the expected operating life of their Operations.

(11) Production and Cost Estimates

The ability of POL to achieve its production expectations or meet operating and capital expenditure estimates on a timely basis cannot be assured. The operations and assets of POL, as with any other mining operations, are subject to a number of uncertainties, including in relation to ore tonnes, grade, metallurgical recovery, actual realised values and grades of stockpiles (which are to date estimated), ground conditions, operational environment, funding for development, regulatory changes, weather, accidents, difficulties in operating plan and equipment and other unforeseen circumstances such as unplanned mechanical failure of plant or equipment.

No assurance can be given that such estimates will be achieved. As a result, there is a risk that POL may not achieve its production or cost estimates or expectations. Failure of POL to achieve production or cost estimates could have an adverse impact on POL's future cashflows, profitability, results of operations and financial condition. Costs of production for POL may be affected by a variety of factors, including changing waste to ore ratios, geotechnical issues, unforeseen difficulties associated with power supply, water supply and infrastructure, ore grade, metallurgy, labour costs, changes to applicable laws and regulations, general inflationary pressures and currency exchange rates. Unforeseen production cost increases could result in POL not realising its operational or development plans or in such plans costing more than expected or taking longer to realise than expected. Any of these outcomes could have an adverse effect on POL's operational or financial performance.

Appendix B.

Key Risks

(12) Geological and Geotechnical

There is a risk that unforeseen geological and geotechnical difficulties may be encountered when developing and mining ore reserves, such as unusual or unexpected geological conditions, pit wall failures, rock bursts, seismicity and cave ins. Unforeseen geological and geotechnical difficulties could impact production and/or require additional operating or capital expenditure to rectify problems and in doing so have an adverse effect on POL's operational or financial performance.

(13) Equipment and Supplies

The price and availability of resources required for POL's operations (such as diesel, gas and other fossil fuels) may change from time to time, and this may materially impact the operations, financial position and profitability of POL. POL requires certain consumables, spare parts, plant and equipment (e.g. drill rigs) and construction materials for its exploration, development and mining activities. Any delay, lack of supply or increase in price in relation to such equipment and material could have a material and adverse impact on POL.

(14) Operational Risk

Drilling, mining and processing activities carry risk and as such, activities may be curtailed, delayed or cancelled as a result of a number of factors outside POL's control. These include geological conditions, technical difficulties, securing and maintaining tenements, weather, residue storage and tailings dam failures and construction of efficient processing facilities. The operation may be affected by force majeure, changes in geology, fires, labour disruptions, landslides, and the inability to obtain adequate machinery, engineering difficulties and other unforeseen events. As with most mines, reserves, resources and stockpiles are based on estimates of grade, volume and tonnage. The accuracy and precision of these estimates will depend upon drill spacing and other information such as continuity, geology, rock density, metallurgical characteristics, mining dilution, costs, etc. which evolve as the mine moves through different parts of the ore body. POL will endeavour to take appropriate action to mitigate these operational risks (including by properly documenting arrangements with counterparties and adopting industry best practice policies and procedures) or to insure against them, but the occurrence of any one or a combination of these events may have a material adverse effect on POL's performance and the value of its assets.

(15) Development, Rehabilitation and Mining Risks

When POL conducts exploration and feasibility studies on potential projects, the commercial viability of any such endeavours is based upon estimates of the size and grade of relevant resources or reserves, location of infrastructure and other required resources (such as energy and water), potential production rates, the feasibility of recovery of metals, capital and operating costs, and demand and prices of the products. Certain projects may be conditional on favourable environment assessments, further feasibility studies, the grant and maintenance of necessary permits and authorisations, and availability of adequate financing.

It is possible that certain projects may be delayed, cancelled or otherwise adjusted due to a lack of commercial viability associated with such factors, for example, unforeseen geological and geotechnical difficulties causing additional operating or capital expenditure and adversely impacting POL's operational or financial performance. POL may conduct or oversee the conduct of certain rehabilitation. There is no guarantee that such rehabilitation works will occur on time or at cost, and there is a risk that they may involve unanticipated or higher than expected costs or delays, including due to factors beyond POL's control such as weather events, legal requirements, geological issues, technological change and market conditions.

It is possible that development projects do not realise their predicted value or revenue due to circumstances beyond POL's control. Each ore body is unique. The nature of mineralisation, the occurrence and grade of the ore, as well as its behaviour during mining and processing can never be wholly predicted. Estimations of the tonnes, grade and overall mineral content of a deposit are not precise calculations but are based on interpretation and samples from drilling, which, even at close drill hole spacing, represent a very small sample of the entire ore body.

(16) Infrastructure and Transportation

As or when POL is in production stage, the products will need to be transported to customers domestically and internationally. The transportation process involves risks, including the remoteness of POL's projects. Fuel costs, unexpected delays (including through inclement weather and climate change and accidents) could materially affect POL's financial position and profitability. Moreover, there are risks associated with the availability of adequate transportation facilities (e.g. road, railway, port) and obtaining approvals to access these facilities (including the timing and conditions on which access may be granted). If POL cannot access the required infrastructure within a certain time period or at a reasonable cost, this could adversely affect POL's operations and financial performance. The price of transportation is market driven and can vary throughout the life of each project. These may also impact on the overall profitability of POL.

(17) Laws and Authorisations

POL's operations will be subject to various laws and plans, including those in respect of mining, prospecting, development permit and licence requirements, industrial relations, environment, land use, royalties, water, native title and cultural heritage, mine safety, occupational health and plants and animals (for example laws or permitting required in relation to preservation of endangered or threatened species). Approvals, licences and permits for the compliance with these rules may be subject to the discretion of the applicable government or authorities, the local community or other stakeholders. Moreover, new laws and regulations may be enacted, and existing laws and regulations may be amended or applied in a manner which could impact POL's exploration, development or production activities. POL may not be successful in obtaining any or all of the various approvals, licences and permits or maintaining such authorisations in full force and effect without modification or revocation or may not obtain the relevant authorisations in time. If so, POL may be limited or curtailed from continuing or proceeding with exploration, production or development activities.

Appendix C.

International Selling Restrictions

This document does not constitute an offer of New Shares of the Company in any jurisdiction in which it would be unlawful. In particular, this document may not be distributed to any person, and the New Shares may not be offered or sold, in any country outside Australia except to the extent permitted below.

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- is an investment business within the meaning of clause 37 of Schedule 1 of the FMC Act;
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- is large within the meaning of clause 39 of Schedule 1 of the FMC Act;
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- is an eligible investor within the meaning of clause 41 of Schedule 1 of the FMC Act.

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