



23 July 2024
ASX: GRR

REPORT FOR THE QUARTER ENDED 30 June 2024

HIGHLIGHTS

- Achieved Lost Time Injury free for the quarter, the company now has achieved over 1 year of Lost Time Injury free.
- Cash and liquid investments of A\$289.55 million and trade payable of A\$5.37* million compared with cash and liquid investments of A\$271.96 million and trade receivable of A\$30.37* million for the March quarter.
- Early works program for Underground project progresses with detailed engineering design work and over 800 metres developed in the exploration decline.
- Concentrate production increased for the quarter with 675kt produced compared to 586kt for the March quarter with favourable milling performance.
- Pellet sales decreased for the quarter to 483kt compared with 565kt for the March quarter due to adverse weather delaying 2 shipments at the end of June to early July.
- Increase in average received prices for the quarter to US\$134.69/t (A\$206.11/t)* (FOB Port Latta) compared with US\$108.11/t (A\$166.03/t) for the March quarter.
- Unit cash operating cost decreased for the quarter to A\$145.05/t compared with A\$161.70/t for the March quarter due to higher concentrate production.

Outlay of approximately A\$22.7 million has been made in the quarter on capital projects including continuation of the Underground Exploration Decline, replacement of two 777 ROM Trucks and upgrades to Savage River townsite accommodation.

** adjusted for the costs of freight and final pricing settlements on provisional settlements as per sales agreements. Pricing is typically finalised in one to three months after shipment month.*



“I’m pleased to release the quarterly results as CEO of Grange for the first time. I thank our Directors and the Grange Team for the support that I have received in the first couple of weeks into my role and for welcoming me into the Grange family” said CEO Mr. Weidong Wang.

“The Company achieved a strong quarter with many areas of production improving from the previous quarter.

SAVAGE RIVER OPERATIONS

PRODUCTION

	June Quarter 2024	March Quarter 2024	December Quarter 2023
Total BCM Mined	4,264,290	4,514,715	4,233,153
Total Ore BCM	647,990	535,827	440,246
Concentrate Produced (t)	674,584	585,973	683,514
Weight Recovery (%)	40.7	41.8	42.3
Pellets Produced (t)	660,109	555,457	616,449
Pellet Stockpile (t)	303,966	127,104	136,791
Concentrate Stockpile (t)	97,626	115,486	114,316

Achieved over 400 days Lost Time Injury free for the quarter, with improvements made to internal inspections and auditing.

Concentrate and Pellet production was at high rates for the quarter after the successful completion of maintenance programs in the first quarter. High availability was sustained, and record mill throughputs were achieved. This was bolstered by the Centre Pit ore that, while slightly lower in head grade, has excellent physical and chemical properties, supporting both high process rates and high-quality pellets.

Stripping of the east wall in North Pit continues, with the focus on presplitting delivering improved retention of the crests and providing stable work areas.



SHIPPING AND SALES

	June Quarter 2024	March Quarter 2024	December Quarter 2023
Iron Ore Pellet Sales (dmt)	483,247	565,144	648,273
Iron Ore Concentrate Sales (dmt)	-	-	-
Iron Ore Chip Sales (dmt)	34,946	34,760	34,132
TOTAL Iron Ore Product Sales (dmt)	518,193	599,904	682,405
Average Realised Product Price (US\$/t FOB Port Latta) *	134.69	108.11	159.65
Average Realised Exchange Rate (AUD:USD)	0.6535	0.6511	0.6566
Average Realised Product Price (A\$/t FOB Port Latta)	206.11	166.03	243.14

**adjusted for the costs of freight and final pricing settlements on provisional settlements as per sales agreements. Pricing is typically finalised in one to three months after shipment month.*

The average price received during the quarter of A\$206.11/t (US\$134.69/t) (FOB Port Latta), increased by 24.14% from A\$166.03/t (US\$108.11/t) for the March quarter.

Grange continued to deliver into secured term offtake agreements, with pellets sales during the quarter of 483kt decreased by 14.5% from 565kt for the March quarter. Sales tonnages were lower during the quarter due to the loading of two shipments that arrived in June being delayed as a result of adverse weather conditions.

MINE DEVELOPMENT PROJECTS

North Pit Underground

Works continue as part of the early works phase of the project. This includes detailed engineering design works for mine arrangements and infrastructure. Development of the Exploration Decline continues with increased rates achieved across the quarter for 856 metres advance. Longholes have been drilled in preparation for the implementation of a ventilation raise.



SOUTHDOWN MAGNETITE PROJECT

The review of the Southdown Magnetite Project definitive feasibility study continues in parallel with the search for equity investors.

All existing tenements, approvals and project assets continue to be maintained in good order.

CORPORATE

Management updates

Mr Honglin Zhao has retired from his position as CEO and the Board of Directors. The Grange Board thanked Mr Zhao for his service to the Company over the past decade and wished him well in his retirement.

The Grange Board has appointed Mr Weidong Wang as the new CEO. Mr Wang brings over 30 years of experience to the position having previously worked in roles within Shagang group. (See market release dated 15 July 2024).

Condolences

The Grange Board also noted the passing of Mr Wenrong Shen, the former Chairman of Shagang Group, a major shareholder and longtime customer of Grange Resources.

Mr Shen was an inspirational and courageous leader who was devoted to Shagang and his passion of steelmaking. His inspirational vision, guidance and wisdom have left an indelible mark on the world's steel industry.

Shareholders

As at 30 June 2024 there were approximately 10,400 shareholders.

-ENDS-

This announcement was authorised by the Board.

For further information, please contact: managingdirector@grangeresources.com.au