

14 April 2025

## FY 2024 Full Year Results and Annual Report

### RESILIENT PERFORMANCE DESPITE MARKET CHALLENGES

Grange Resources Limited (ASX: GRR) has today released its 2024 Annual Report, with a summary of key highlights and performance metrics provided in this announcement.

#### Summary Operational and Financial Metrics<sup>1</sup>

	Units	FY23	FY24	% Change
Iron ore Pellet Sales	kt	2,504	2,364	(6%)
Iron ore Chips Sales	kt	139	169	22%
Iron ore Concentrate Sales	kt	-	-	0%
<b>Iron ore Product Sales</b>	<b>kt</b>	<b>2,643</b>	<b>2,533</b>	<b>(4%)</b>
<b>Average Realised Price (FOB)<sup>2</sup></b>	<b>US\$</b>	<b>142.06</b>	<b>120.31</b>	<b>(15%)</b>
Iron ore Concentrate Produced	kt	2,589	2,612	1%
Pellets Produced	kt	2,342	2,470	5%
Pellets Stockpiles	kt	137	243	77%
<b>C1 Operating Costs<sup>3</sup></b>	<b>A\$/t</b>	<b>136.65</b>	<b>146.14</b>	<b>7%</b>
Profit after income tax expense	A\$m	150.1	58.5	(61%)
Cash & Liquid Investments	A\$m	282.6	298.0	5%
Dividend Paid	A\$m	23.1	28.9	25%

#### KEY HIGHLIGHTS

- A continued focus on safety has been maintained across the business with more than 600 days Lost Time Injury Free (LTI) achieved.
- Pellet production increased by 5 per cent to 2.47 million tonnes (FY23: 2.34 million tonnes), supported by higher-than-planned ore yields from Centre Pit.
- Unit C1 cash operating costs of A\$146.14 per tonne (2023: A\$136.65 per tonne).
- Average realised product price (FOB Port Latta) of A\$182.94 (US\$120.31) per tonne (2023: A\$212.83, US\$142.06).

<sup>1</sup> Throughout this announcement, amounts may not add up due to rounding.

<sup>2</sup> 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.

<sup>3</sup> C1 costs are the cash costs associated with producing iron ore products without allowance for mine development, deferred stripping and stockpile movements, and also excludes royalties, sustaining capital, depreciation and amortisation costs.



- Definitive Feasibility Study (DFS) for North Pit Underground development (NPUG) was completed, demonstrating significant value uplift, cost reductions, and sustainable long-life operations. With production transitioning to block cave mining, operating costs are forecast to reduce significantly and allow for margin expansion.
- 3,000 metres of lateral development and 95 metres of the first vertical shafts were completed in 2024, increasing geological and geotechnical confidence in the NPUG project, and de-risking future production rates and project cost estimates.
- Progressing financing workstreams to fund the development of the NPUG project.
- Significant cash and liquid investments of A\$298.0 million at the end of year (2023: A\$282.6 million)
- Dividend payments increased to A\$28.9 million (FY23: A\$23.1 million).

Commenting on the results for the 12 month period ended 31 December 2024, Grange's Chairperson Michelle Li said:

*"Grange delivered a solid operational performance in FY24, navigating challenging market conditions effectively.*

*Our disciplined approach allowed significant progress on strategic projects, particularly the DFS for the North Pit Underground, despite price volatility and reduced overall profitability.*

*Grange remains firmly committed to progressing the NPUG development, with work underway to secure debt financing to sustain long-term growth and facilitate a smooth transition to underground mining.*

*Our focus remains on maintaining a safe operational environment, progressing the transition to the NPUG Project, and advancing decarbonisation initiatives."*

## OPERATIONAL PERFORMANCE

- Ore from Centre Pit supported consistent concentrate and pellet production, surpassing production levels of FY23.
- Mining activities optimised through refined pit designs and increased geological confidence from underground development.
- Managed higher C1 cash operating costs, driven predominantly by increased energy costs and mining movement.

## FINANCIAL PERFORMANCE

- Revenue for FY24 was A\$520.8 million (FY23: A\$614.7 million), down 15 per cent due to lower iron ore prices, despite stable production volumes.
- Lower profit after tax of A\$58.5 million, primarily due to lower realised iron ore prices and increased operating costs.
- Strong liquidity maintained with cash and liquid investments increasing 5 per cent to A\$298.0 million.



## SUSTAINABILITY AND INNOVATION

- Decarbonisation initiatives advanced, with Furnace 4 operating without anthracite, reducing emissions by more than 7,170 tonnes of CO<sub>2</sub>-e annually.
- Grange secured up to A\$20 million in grant funding from the Federal Government's Powering the Regions Fund, supporting electrification and furnace efficiency projects.
- Continued commitment to sustainability with furnace enhancements significantly reducing CO<sub>2</sub> emissions.
- Grange continues to investigate initiatives to enhance operational efficiency and capture higher value for its premium pellets, including pursuing Direct Reduction (DR) markets and improving product quality.

## OUTLOOK

- Grange will continue to operate safely, with Centre Pit to be a significant source of ore in FY25, complemented by high-grade ore from North Pit Stage 7 later in the year.
- Grange has completed a progress review of the transition plan for the NPUG Project. With the significant progress made in developing the exploration decline and other preparatory works in setting up the underground mine, the timeline supports project execution in 2026 with first ore expected from the NPUG development in late 2028 - mid 2029.
- Grange is also evaluating an extension of the Centre Pit mine plan as a second source of ore feed to complement the North Pit underground development. This would de-risk the broader Savage River operations and enhance operational flexibility.

This announcement has been authorised by the Board of Directors of the Company

### Contacts:

Weidong Wang, CEO  
Grange Resources Limited  
Phone: + 61 3 6430 0222  
Email: [Info@grangeresources.com.au](mailto:Info@grangeresources.com.au)  
Website: [www.grangeresources.com.au](http://www.grangeresources.com.au)

Nicolas Turner  
Tel: 0418 538 865  
Email: [nicolas.turner@corcomms.com.au](mailto:nicolas.turner@corcomms.com.au)

**About Grange Resources**

Grange Resources Limited “Grange or the Company”, (ASX Code: GRR) is Australia’s most experienced magnetite producer with more than 57 years of mining and production from its Savage River mine and has a projected mine life potentially beyond 2040.

Grange’s operations consist principally of owning and operating the Savage River integrated iron ore mining and pellet production business located in the north-west region of Tasmania.

The Savage River magnetite iron ore mine is a long-life mining asset. At Port Latta, on the north-west coast of Tasmania, Grange owns a downstream pellet plant and port facility producing more than 2.5 million tonnes of premium quality iron ore pellets annually, with plans to increase annual production.

Grange has a combination of spot and term contracted sales arrangements in place to deliver its pellets to customers throughout the Asia Pacific region and beyond.

In addition, Grange owns a major magnetite development project at Southdown, near Albany in Western Australia. The Southdown magnetite project, once developed, is expected to have the capacity to supply double the amount of iron ore produced at Savage River, at an initial annual production rate of 5 million tonnes of premium magnetite concentrate. The Company is continuing to evaluate the strategic options in the project.