Aeris Resources Limited
Appendix 4D
Half-year report

1. Company details

Name of entity:	Aeris Resources Limited
ABN:	30 147 131 977
Reporting period:	For the half-year ended 31 December 2024
Previous period:	For the half-year ended 31 December 2023

2. Results for announcement to the market

		31 Dec 2024 $'000	31 Dec 2023 $'000	Change $'000	Change %
Revenues from ordinary activities	↑	292,736	286,309	6,427	2%
Gross Profit	↑	59,624	13,328	46,296	347%
Adjusted Earnings Before Interest, Tax, Depreciation and Amortisation (Adjusted EBITDA)*	↑	84,846	44,573	40,273	90%
Profit/(loss) from ordinary activities after tax attributable to the owners of Aeris Resources Limited	↑	29,583	(18,761)	48,344	258%
Profit/(loss) for the half-year attributable to the owners of Aeris Resources Limited	↑	29,583	(18,761)	48,344	258%

* Refer to the Directors' Report for a reconciliation of Non-IFRS Adjusted EBITDA

Earnings per share

	31 Dec 2024 Cents	31 Dec 2023 Cents
Basic earnings per share	3.1	(1.9)
Diluted earnings per share	3.0	(1.9)

Dividends
There were no dividends paid, recommended or declared during the current financial period.

Comments
The profit for the consolidated entity after providing for income tax amounted to $29,583,000 (31 December 2023: loss of $18,761,000).

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	31.2	28.8

4. Loss of control over entities

Not applicable.

5. Dividends

Current period
There were no dividends paid, recommended or declared during the current financial period.

Previous period
There were no dividends paid, recommended or declared during the previous financial period.

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6. Dividend reinvestment plans

Not applicable.

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7. Details of associates and joint venture entities

Not applicable.

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8. Foreign entities

Details of origin of accounting standards used in compiling the report

Not applicable.

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9. Audit qualification or review

Details of audit/review dispute or qualification (if any)

The financial statements were subject to review by PricewaterhouseCoopers and the review report is attached as part of the Interim Financial Report. The report includes a material uncertainty relating to going concern.

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10. Attachments

Details of attachments (if any)

The Interim Financial Report of Aeris Resources Limited for the half-year ended 31 December 2024 is attached.

Aeris Resources Limited

ABN 30 147 131 977

Interim Financial Report - 31 December 2024

Directors	Andre Labuschagne - Executive Chairman Michele Muscillo - Non-executive Director Colin Moorhead - Non-executive Director Robert Millner - Non-executive Director
Company secretary	Dane van Heerden
Registered office and principal place of business	Level 6 120 Edward Street Brisbane QLD 4000 Phone: (07) 3034 6200
Share register	Automic Level 5 126 Phillip Street Sydney NSW 2000 Phone: 1300 288 664 (within Australia) +61 2 9698 5414 (outside Australia)
Auditor	PricewaterhouseCoopers Level 23 480 Queen Street Brisbane QLD 4000
Solicitors	HopgoodGanim Lawyers Level 8 1 Waterfront Place Brisbane QLD 4000
Stock exchange listing	Aeris Resources Limited shares are listed on the Australian Securities Exchange (ASX code: AIS)
Website	www.aerisresources.com.au
Corporate Governance Statement	www.aerisresources.com.au/about/corporate-governance/

The Directors present their report, together with the consolidated financial report of the Aeris Resources Limited Group ('consolidated entity'), consisting of Aeris Resources Limited ('Aeris' or 'Company') and the entities it controlled at the end of, or during, the half-year ended 31 December 2024 ('Half Year').

DIRECTORS

The following persons were directors of Aeris Resources Limited during the whole of the half-year and up to the date of this report, unless otherwise stated:

Andre Labuschagne
Michele Muscillo
Colin Moorhead
Robert Millner

DIVIDENDS

The directors do not recommend payment of a dividend for the period to 31 December 2024. No dividend was paid during the half-year.

PRINCIPAL ACTIVITIES

The principal activities of the consolidated entity for the half-year were the production, sale and exploration of copper, zinc, gold, and silver. Other than matters referred to in the "Significant Changes in State of Affairs" and "Operating Review" sections of this Directors' Report, there were no other significant changes in those activities during the half-year.

OPERATING REVIEW

TRITTON COPPER OPERATIONS (TRITTON)

Operations

During the Half Year Tritton produced 8,832 tonnes of copper, compared to 9,986 tonnes of copper in the prior corresponding period. Production was impacted by labour availability and temporary operational issues including a delay to the Budgerygar paste fill system. Labour issues have subsequently been addressed with additional hires and the Budgerygar paste plant is now operational. Underground mining at Murrawombie was completed during the period in preparation for the open pit cut back.

Ore processed during the period was 513,159 tonnes at 1.80% compared to 647,696 tonnes at 1.62% in the prior corresponding period, with recovery of 95.75% and 95.35% respectively. Improved head grade is attributed to the increased contribution from the higher-grade Avoca Tank and Budgerygar mines (60% of mill feed; 20% in the corresponding period).

Exploration

Exploration activities at Tritton during the Half Year focused on resource definition drilling at the Constellation project located 45km north of the Tritton mill.

At the Constellation deposit a 70 hole drill program was completed. Drill results aligned well with expectations, with sulphide intersections correlating with the modelled copper lodes. Results from the drill program will be used to update the Mineral Resource Estimate for the deposit and inform further mining studies. High-grade copper intersections[1] recorded during the half year included:

- TAKD105 28.2m @ 7.50% Cu, 0.88g/t Au and 4.4g/t Ag
- TAKD106 9.0m @ 3.24% Cu, 1.10g/t Au and 6.3g/t Ag
- TAKD118 9.2m @ 3.76% Cu, 0.82g/t Au and 6.3g/t Ag
- TAKD133 3.4m @ 15.20% Cu, 3.83g/t Au and 45.5g/t Ag
- TAKD126 7.6m @ 5.46% Cu, 1.03g/t Au and 13.5g/t Ag
- TAKD132 27.9m @ 4.04% Cu, 0.87g/t Au and 8.0g/t Ag

[1] Drill hole true widths are between 60% and 85% of reported interval lengths

CRACOW GOLD OPERATIONS (CRACOW)

Cracow produced 25,116 ounces during the Half Year, compared to 23,870 ounces in the prior corresponding period.

Ore processed in the Half Year of 314,470 tonnes was higher than the 284,592 tonnes in the prior corresponding period, at a marginally lower gold head grade of 2.74g/t (2.82g/t in the prior corresponding period). Gold recovery of 90.70% was lower than the prior corresponding period (92.59%) due to the metallurgy of the ore sources mined. Stocks of low-grade stockpiled material, from historical open pit mining at the site, continue to be used to supplement ore from the underground mine.

Exploration

Exploration activities during the Half Year focused on the Apollo, Coronation West and Kilkenny West targets within the current mining areas at the Western Vein Field. Drilling returned a number of high-grade intersections that will be incorporated into the geological model in the coming period. Geophysical data over the Western Frontier target was also being reassessed during the period.

NORTH QUEENSLAND OPERATIONS

Mt Colin mined 176,929 ore tonnes, a decrease on the prior corresponding period (231,172 tonnes). The mining operations were successfully completed by the end of November as scheduled.

During the Half Year, 208,413 tonnes of ore were processed at a copper recovery of 75.7% was processed, via toll processing at a regional processing facility, which compares to 208,405 tonnes at a copper recovery of 87.0% processed in the prior corresponding period. Copper produced was 2,911 tonnes, compared to 3,942 tonnes in the prior corresponding period.

At Half Year, there was unprocessed ore stocks of 154,121 at Ernest Henry, for which a Provisional Payment had been received by 31 December 2024 (via the ore sale agreement with Glencore). The revenue and trade receivable balance reflect the preliminary results of the processing runs, in January 2025 and February 2025. 154,121 tonnes of ore were processed at the facility at a recovery of 79.1%, producing 2,515 tonnes of copper.

Exploration

No material exploration activities were undertaken in North Queensland during the Half Year.

JAGUAR OPERATIONS (JAGUAR)

Operations remained in care and maintenance for the Half Year. Operations ceased in the prior comparative period, in September 2023, having mined 55,228 tonnes at a zinc grade of 7.05%, producing 3,090 tonnes of zinc concentrate.

A study on restart options for Jaguar was presented to the Board in November 2024. The board approved to advance the studies to a feasibility level, targeting completion in Q4 FY25.

Exploration

During the period Assay results from the two-hold diamond drill program at the Heather Bore gold prospect were received. Both drill holes returned multiple low-grade anomalies (>0.1 g/t Au). The results have enhanced the understanding of the stratigraphy and structure framework at the Heather Bore prospect.

The "Heather Bore" gold prospect is interpreted to occur along the structural corridor that hosts Northern Star's Thunderbox deposit, 8km to the north.

The broader Jaguar tenements are considered highly prospective for both base metals and gold mineralisation, with numerous targets identified. An exploration project plan is being prepared to test these targets.

FINANCIAL REVIEW

Financial Results

The Half Year results were largely influenced by the significant increase in the gold price and underlying operating costs remaining stable. The results from the Half Year were further influenced by the following:

- Revenue from contracts with customers was A$292.74 million, compared to A$286.31 million for the previous corresponding period, impacted by:
  - Revenue from the Tritton Copper Operations was comparatively lower as a result of lower production achieved (8,832t compared to 9,986t in the prior corresponding period), offset by higher copper prices ($13,815/t compared to $12,412/t in the prior corresponding period);
  - Revenue from the Cracow Gold Operations was comparatively higher due to increased gold production, supported by a higher sales price of $3,889/oz, when compared to the prior corresponding period of $2,997/oz;
  - Revenue from North Queensland Operations was comparatively higher as a result of the timing of processing runs and the pre-paid ore sales, higher copper production and copper prices were achieved (2,911t compared to 3,563t in the prior corresponding period); and
  - No revenue was generated from the Jaguar operations (31 December 2023: $23.38 million).
- Cost of goods sold decreased to $233.11 million from $272.98 million in the prior corresponding period, with costs at all operations being in line with plan;
- Care and maintenance costs of $4.76 million, recognising the full six months of care and maintenance at Jaguar and Barbara;
- A foreign exchange gain of $0.81 million was recognised for the Half Year (31 December 2023: loss $1.18 million);
- Finance costs of $12.73 million were higher when compared to $8.63 million in the prior corresponding period, this reflects a full six months of the WHSP debt facility (December 2023: five months) and facility extension fees incurred with ANZ.

The following table contains a reconciliation of profit before income tax to EBITDA (earnings before income tax and depreciation and amortisation) and Adjusted EBITDA.

	31 Dec 2024 $'000	31 Dec 2023 $'000
Profit/(loss) before income tax expense	29,583	(18,761)
Depreciation and amortisation	38,508	44,574
Finance costs	12,734	8,632
EBITDA	80,825	34,445
Care & maintenance	4,763	2,697
Separation costs	-	5,824
Net foreign exchange (gain)/loss	(808)	1,176
Movement in financial assets at fair value through profit or loss	66	431
Adjusted EBITDA	84,846	44,573

EBITDA and adjusted EBITDA are non-IFRS earnings measures that do not have any standardised meaning prescribed by IFRS and therefore may not be comparable to EBITDA presented by other companies. These measures, which are unaudited, are important to management as an additional way to evaluate the consolidated entity's performance.

Financial Position

At 31 December 2024, the consolidated entity had a positive net asset position of $302.02 million (30 June 2024: A$271.79 million). The 31 December 2024 net asset position for the consolidated entity was impacted by a number of key factors, including:

- Exploration investment (~$10.4 million), largely focussing on resource definition drilling at the Constellation project and review of current mining areas and drilling program at the Western Vein Field at Cracow.
- Additional $5.0 million paid to cash back rehabilitation bonding requirements for the Tritton operations; and
- Reduction in trade and other creditors (~$7.2 million)
- Increased trade and other receivables (~$15.8 million) offset by decrease in inventories (~$8.0 million) mainly due to Mt Colin working capital movements.

The Group generated strong positive cash flows due to improved commodity pricing during the Half Year, with operating costs well managed. The consolidated entity's net cash inflow from operating activities during the Half Year was $58.32 million, with net cash outflows from investing activities of $49.93 million and net cash outflows from financing activities of $6.54 million.

As at 31 December 2024, $10 million of the $50 million debt facility provided by WHSP remains undrawn.

Included in the interim financial report for the half year ended 31 December 2024 is an independent auditor's review report that includes a statement on "Material uncertainty relating to going concern". For further information, refer to Note 1 in the interim financial report, together with the auditor's report.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL HALF-YEAR

On 31 January 2025, the Company announced, that it has secured a renewal of its existing Contingent Instrument Facility (CIF) with ANZ Bank, with the facility now maturing on 31 July 2025. As part of the facility renewal, the Company will cash back $10 million of the facility in two instalments. $5 million was paid on 31 January 2025.

No other matter or circumstance has arisen in the interval between the end of the financial period and the date of this report that has significantly affected or may significantly affect the operations of the consolidated entity; the results of those operations; or the state of affairs of the consolidated entity in subsequent financial years.

ROUNDING OF AMOUNTS

The Company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors

Andre Labuschagne
Executive Chairman
27 February 2025
Brisbane

Auditor's Independence Declaration

As lead auditor for the review of Aeris Resources Limited for the half-year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been:

(a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

(b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Aeris Resources Limited and the entities it controlled during the period.

Marcus Goddard
Partner
PricewaterhouseCoopers

Brisbane
27 February 2025

General information

The consolidated financial statements cover Aeris Resources Limited as a consolidated entity, consisting of Aeris Resources Limited ('Aeris', or the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half year. Aeris Resources Limited and its subsidiaries together are referred to in these financial statements as the 'consolidated entity'. The financial statements are presented in Australian dollars, which is Aeris Resources Limited's functional and presentation currency.

Aeris Resources Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 6
120 Edward Street
Brisbane
QLD 4000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 26 February 2025. The directors have the power to amend and reissue the financial statements.

	Note	31 Dec 2024 $'000	31 Dec 2023 $'000
Revenue	3	292,736	286,309
Cost of goods sold	4	(233,112)	(272,981)
Gross profit		59,624	13,328
Administration	4	(13,296)	(13,315)
Care and maintenance	4	(4,763)	(2,697)
Net foreign exchange gains/(losses)		808	(1,176)
Other expenses	4	(56)	(6,269)
Profit/(loss) before net finance costs		42,317	(10,129)
Net finance costs	4	(12,734)	(8,632)
Profit/(loss) before income tax expense		29,583	(18,761)
Income tax expense		-	-
Profit/(loss) after income tax expense for the half-year attributable to the owners of Aeris Resources Limited		29,583	(18,761)
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year attributable to the owners of Aeris Resources Limited		29,583	(18,761)
		Cents	**Cents**
Basic earnings per share	18	3.1	(1.9)
Diluted earnings per share	18	3.0	(1.9)

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

	Note	31 Dec 2024 $'000	30 Jun 2024 $'000
Assets			
Current assets			
Cash and cash equivalents		26,372	24,761
Trade and other receivables	5	17,841	2,084
Inventories	6	38,548	46,754
Financial assets at fair value through profit or loss		265	331
Other current assets		5,743	5,210
Total current assets		88,769	79,140
Non-current assets			
Trade and other receivables	5	15,015	10,006
Property, plant and equipment	7	122,172	124,073
Mine properties	8	220,163	221,923
Exploration and evaluation	9	138,028	127,602
Total non-current assets		495,378	483,604
Total assets		584,147	562,744
Liabilities			
Current liabilities			
Trade and other payables	10	65,994	73,236
Borrowings	11	42,070	42
Lease liabilities		6,016	11,693
Provisions	12	21,403	21,423
Other liabilities	13	8,300	6,100
Total current liabilities		143,783	112,494
Non-current liabilities			
Borrowings	11	220	40,567
Lease liabilities		10,641	9,368
Provisions	12	120,380	116,314
Other liabilities	13	7,108	12,213
Total non-current liabilities		138,349	178,462
Total liabilities		282,132	290,956
Net assets		302,015	271,788
Equity			
Issued capital		748,000	748,000
Reserves	14	977	333
Accumulated losses		(446,962)	(476,545)
Total equity		302,015	271,788

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes

	Issued capital $'000	Reserves $'000	Accumulated losses $'000	Total equity $'000
Balance at 1 July 2023	719,474	(818)	(452,287)	266,369
Loss after income tax expense for the half-year	-	-	(18,761)	(18,761)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(18,761)	(18,761)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs	28,568	-	-	28,568
Share-based payments	-	2,095	-	2,095
Balance at 31 December 2023	748,042	1,277	(471,048)	278,271

	Issued capital $'000	Reserves $'000	Accumulated losses $'000	Total equity $'000
Balance at 1 July 2024	748,000	333	(476,545)	271,788
Profit after income tax expense for the half-year	-	-	29,583	29,583
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	29,583	29,583
Transactions with owners in their capacity as owners:				
Share-based payments	-	644	-	644
Balance at 31 December 2024	748,000	977	(446,962)	302,015

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes

	31 Dec 2024 $'000	31 Dec 2023 $'000
Cash flows from operating activities		
Receipts from customers	277,570	277,093
Payments to suppliers and employees	(211,128)	(271,687)
Interest received	187	-
Interest and other finance costs paid	(8,314)	(5,282)
Net cash from operating activities	58,315	124
Cash flows from investing activities		
Payments for Net Value Royalty	(3,345)	(2,640)
Payments for property, plant and equipment and mine properties	(30,734)	(46,587)
Payments for exploration and evaluation	(10,834)	(8,862)
Payments for security deposits	(5,012)	-
Net cash used in investing activities	(49,925)	(58,089)
Cash flows from financing activities		
Proceeds from issue of shares	-	30,033
Proceeds from borrowings	-	37,712
Share issue transaction costs	-	(1,465)
Repayment of borrowings	(20)	(22)
Repayment of lease liabilities	(6,517)	(4,885)
Net cash (used in)/from financing activities	(6,537)	61,373
Net increase in cash and cash equivalents	1,853	3,408
Cash and cash equivalents at the beginning of the financial half-year	24,761	19,533
Effects of exchange rate changes on cash and cash equivalents	(242)	(283)
Cash and cash equivalents at the end of the financial half-year	26,372	22,658

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Material accounting policy information

This condensed consolidated interim financial report for the half-year reporting period ended 31 December 2024 has been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The interim report does not include all the notes of the type normally included in annual financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these new or amended Accounting Standards and Interpretations did not have a material effect on the consolidated financial statements for the half year.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going concern basis of preparation

The financial statements have been prepared on the going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

As at 31 December 2024, the Group had:

- generated a consolidated profit of $29.6 million (December 2023: loss of $18.8 million);
- net current liabilities of $55.0 million (30 June 2024: $33.4 million);
- net asset position of $302.0 million (30 June 2024: $271.8 million);
- Cash and cash equivalents at 31 December 2024 was $26.4 million (30 June 2024: $24.8 million).

The Group has executed an amendment to its Contingent Instrument Facilities (CIF) with ANZ which extends the maturity date to 31 July 2025. The renewal required that the Group cash back $10 million of the facility in two instalments, $5 million was paid on 31 January 2025, with remaining still to be paid. The CIF is used to satisfy legislative funding requirements over the Group's environmental rehabilitation liabilities; therefore the Group is required to refinance the CIF by the expiry date to meet its rehabilitation obligations as well as continue to fund additional bonding requirements at its Tritton and Queensland operations. The Group have agreed payment plans with both the NSW Government and QLD Financial Provisioning Office, to meet their increased bonding requirements across its Queensland and NSW assets ($14.1M).

If this is unable to be achieved the Group would be required to find another means to funds these obligations.

The Group also has a $50 million Debt Facility with WSHP with a maturity date of 1 August 2025, of which the Company has drawn down $40m as at 31 December 2024.

The Group will need to ensure its operational and financial results generate sufficient free cash flow for at least the next 12 months from the date of signing the financial statements in order to maintain compliance with its debt covenants, support the refinancing process or repayment of the facility, and continue to deliver on current and planned exploration and development projects.

Note 1. Material accounting policy information (continued)

As at the date of this report, the Directors have considered the above matters and are confident that the Group will be able to continue as a going concern for a period of at least 12 months from the date of the financial report for the following reasons:

- The Group expects to be successful in refinancing its existing facilities and operate within the requirements of its facilities. A process to secure its long-term debt requirements is significantly progressed at the date of this report;
- The $50.0 million WHSP Facility plus a 1-year extension option at discretion of WHSP, including the $10 million undrawn commitment;
- A history of being able to raise equity funding if required, as evidenced by the successful $30.0 million capital raising in November 2023;
- Continued covenant compliance;
- Focus on meeting production and costs guidance; and
- The expectation of generating positive cash flows from operating activities across the two operating mines, based on forecasts.

At the date of this report, the above activities have not been completed, in particular the further refinancing of the CIF and refinancing of the WHSP facilities. Therefore, as a result of these matters, there is a material uncertainty that may cast significant doubt on the Group’s ability to continue as a going concern and, that it may be unable to realise its assets and discharge its liabilities in the normal course of business. However, the Directors believe that the Group will be successful in the above matters, including the refinancing of its debt facilities and, accordingly, have prepared the financial statements on a going concern basis.

The financial statements do not include any adjustments that may be appropriate relating to the recoverability and classification of recorded asset amounts nor to the amounts and classification of liabilities that might be necessary should the Group not continue as a going concern.

The WHSP Facility is subject to financial covenants measured at the end of each quarter that include; Net Tangible Assets balance, a ratio of Debt to EBITDA and an Interest Cover ratio. A breach of a financial covenant would result in an event of default. The Group complied with these ratios during the half year and is forecasting to be compliant on all facilities for their remaining terms.

Note 2. Operating segments

Identification of reportable operating segments

The Company's Chief Operating Decision Makers (CODM), consisting of the Executive Chairman, Chief Financial Officer, Chief Operating Officer, Chief Technical Officer, Chief People Officer, and the Board has identified six reportable segments:

- Tritton Copper Operations (Tritton) in New South Wales;
- Cracow Gold Operations (Cracow) in Queensland;
- North Queensland Copper Operations (North Queensland);
- Jaguar Zinc and Copper Operations (Jaguar) in Western Australia;
- Stockman Copper and Zinc Project (Stockman) in Victoria; and
- Other, representing corporate activities, investments in listed entities and non-core exploration assets.

There is no aggregation of operating segments.

The consolidated entity operated only in Australia during the periods ended 31 December 2024 and 31 December 2023.

The CODM of Aeris Resources Limited assesses the performance of the operating segments based on a measure of adjusted earnings before interest, tax, depreciation and amortisation (Adjusted EBITDA). This measurement basis excludes the effects of non-cash and/or non-recurring expenditure from operating segment EBITDA, such as impairment loss, transaction expense, movement in assets at fair value through profit or loss, and the effects of foreign exchange which primarily reflects gains or losses on the translation of US dollar denominated receivables and borrowings.

Note 2. Operating segments (continued)

Operating segment information

31 Dec 2024	Tritton $'000	Cracow $'000	North Qld $'000	Jaguar $'000	Stockman $'000	Other $'000	Total $'000
Revenue							
Sales to external customers	131,122	97,976	63,480	-	-	-	292,578
Other revenue	128	30	-	-	-	-	158
Total revenue	131,250	98,006	63,480	-	-	-	292,736
Adjusted EBITDA	31,700	45,868	21,240	-	-	(13,962)	84,846
Depreciation and amortisation							(38,508)
Finance costs							(12,734)
Net foreign exchange gains							808
Movement in financial assets at fair value through profit or loss							(66)
Care & maintenance							(4,763)
Profit before income tax expense							29,583
Income tax expense							-
Profit after income tax expense							29,583
Assets							
Segment assets	289,414	103,976	21,296	104,813	46,068	18,580	584,147
Total assets							584,147
Liabilities							
Segment liabilities	89,270	66,440	14,305	58,192	178	53,747	282,132
Total liabilities							282,132

Note 2. Operating segments (continued)

31 Dec 2023*	Tritton $'000	Cracow $'000	North Qld $'000	Jaguar $'000	Stockman $'000	Other $'000	Total $'000
Revenue							
Sales to external customers	132,683	73,087	56,820	23,380	-	-	285,970
Other revenue	222	96	-	-	-	21	339
Total revenue	132,905	73,183	56,820	23,380	-	21	286,309
Adjusted EBITDA	26,370	21,021	9,733	(3,424)	-	(9,127)	44,573
Depreciation and amortisation							(44,574)
Finance costs							(8,632)
Jaguar care and maintenance							(2,697)
Net foreign exchange losses							(1,176)
Movement in financial assets at fair value through profit or loss							(431)
Separation costs							(5,824)
Loss before income tax expense							(18,761)
Income tax expense							-
Loss after income tax expense							(18,761)
30 Jun 2024							
Assets							
Segment assets	272,341	103,624	13,972	104,194	45,273	23,340	562,744
Total assets							562,744
Liabilities							
Segment liabilities	98,061	69,679	16,041	57,031	288	49,856	290,956
Total liabilities							290,956

* Prior period disclosures have been updated to ensure compatibility with current period operating segment disclosures.

Note 3. Revenue

	31 Dec 2024 $'000	**31 Dec 2023 $'000**
Sales revenue	291,360	288,670
Sales revenue from provisional pricing adjustments	1,218	(2,700)
Other revenue from ordinary activities	158	339
	292,736	286,309

Note 4. Expenses

Profit/(loss) before income tax includes the following specific expenses:

	31 Dec 2024 $'000	31 Dec 2023 $'000
Cost of goods sold		
Cost of production:		
Mining activities	194,746	228,750
Depreciation:		
Plant and equipment	7,700	9,530
Right-of-use assets	5,509	5,603
Total depreciation	13,209	15,133
Amortisation:		
Mine properties	25,157	29,098
Total cost of goods sold	233,112	272,981
Administration		
Corporate depreciation	15	126
Corporate right-of-use asset depreciation	127	217
Other corporate expenses	13,154	12,972
Total administration	13,296	13,315
Care and maintenance		
Care and maintenance of Jaguar Operations	4,763	2,697
Other expenses/(income)		
Movement in financial assets at fair value through profit or loss	66	431
Movement in disposal and write-off of fixed assets	(10)	14
Separation costs relating to Jaguar Operations	-	5,824
Total other expenses/(income)	56	6,269
Net finance costs		
Interest expense for leasing arrangements	588	599
Interest and amortisation of charges on WHSP facility	5,050	3,816
Other net interest and finance charges	4,334	2,001
Unwinding of discounts on provisions and deferred and contingent consideration	2,762	2,216
Total net finance costs	12,734	8,632
Included within the above functional classifications are the following:		
Employee benefit expenses	58,600	70,322
Superannuation expense	5,897	6,364
	64,497	76,686

Note 5. Trade and other receivables

	31 Dec 2024 $'000	30 Jun 2024 $'000
Current assets		
Trade and other receivables*	17,841	2,084
Non-current assets		
Restricted cash**	15,015	10,006
	32,856	12,090

* Trade and other receivables include other receivables in relation to Australian Good and Services Tax (GST) refund claims and security deposits held.

** Restricted cash is primarily composed of cash payments held to satisfy environmental bonding requirements.

Note 6. Inventories

	31 Dec 2024 $'000	30 Jun 2024 $'000
Current assets		
Finished concentrate	3,330	4,731
Metal in circuit	5,515	5,211
Ore stockpiles	2,098	9,932
Production supplies	27,605	26,880
	38,548	46,754

Note 7. Property, plant and equipment

	31 Dec 2024 $'000	30 Jun 2024 $'000
Non-current assets		
Freehold land - at cost	5,657	5,657
Buildings - at cost	11,969	11,969
Less: Accumulated depreciation	(10,247)	(10,007)
	1,722	1,962
Plant and equipment - at cost	223,186	213,861
Less: Accumulated depreciation	(126,273)	(118,809)
	96,913	95,052
Right-of-use assets (Property, plant and equipment under lease)	51,839	49,726
Less: Accumulated depreciation	(33,959)	(28,324)
	17,880	21,402
	122,172	124,073

Note 7. Property, plant and equipment (continued)

Reconciliations
Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

	Freehold land $'000	Buildings $'000	Plant and equipment $'000	Right-of-use assets $'000	Total $'000
Balance at 1 July 2024	5,657	1,962	95,052	21,402	124,073
Additions	-	-	9,336	2,114	11,450
Depreciation expense	-	(240)	(7,475)	(5,636)	(13,351)
Balance at 31 December 2024	5,657	1,722	96,913	17,880	122,172

Note 8. Mine properties

	31 Dec 2024 $'000	30 Jun 2024 $'000
Non-current assets		
Mine properties - at cost	645,421	622,017
Less: Accumulated amortisation	(425,258)	(400,094)
	220,163	221,923

Reconciliations
Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

	Mine properties $'000
Balance at 1 July 2024	221,923
Additions	21,384
Increase to rehabilitation asset	2,013
Amortisation expense	(25,157)
Balance at 31 December 2024	220,163

Note 9. Exploration and evaluation

	31 Dec 2024 $'000	30 Jun 2024 $'000
Non-current assets		
Exploration and evaluation - at cost	138,028	127,602

Note 9. Exploration and evaluation (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

	Exploration and evaluation $'000
Balance at 1 July 2024	127,602
Additions	10,426
Balance at 31 December 2024	138,028

Note 10. Trade and other payables

	31 Dec 2024 $'000	30 Jun 2024 $'000
Current liabilities		
Trade payables	31,880	30,739
Other payables and accrued expenses	34,114	42,497
	65,994	73,236

Note 11. Borrowings

	31 Dec 2024 $'000	30 Jun 2024 $'000
Current liabilities		
Secured:		
Other loans	42	42
Shareholder loan	42,028	-
	42,070	42
Non-current liabilities		
Secured:		
Other loans	220	240
Shareholder loan	-	40,327
	220	40,567
	42,290	40,609

Shareholder loan

On 2 August 2023, the Company entered into a new $50 million, 2 year debt facility (WHSP Facility) with its major shareholder, Washington H. Soul Pattinson (WHSP). WHSP facility maturity is set to be on 1 August 2025. The facility accrues cash interest at BBSY+ 11% per annum (payable monthly). Interest may be capitalised monthly, however such capitalised amount will accrue an additional 2% per annum PIK interest. Other fees include an establishment fee of 3.5% of the Facility limit payable at the beginning of the term of the facility; undrawn commitment fee of 5% per annum on the undrawn portion of the facility limit during the availability period and exit fee payable on the closure of the facility. The term of the facility can be extended for another year with the consent of WHSP.

Note 11. Borrowings (continued)

Financial covenants apply to the facility and include net tangible assets balance; a ratio of Debt to EBITDA and an interest cover ratio, assessed at the end of each quarter. A breach of a financial covenant will result in an event of default. The agreement also includes cross default clauses that are typical for finance and security documents of this nature.

The consolidated entity complied with these ratios throughout the reporting period.

Financing arrangements

Unrestricted access was available at the reporting date to the following lines of credit:

	31 Dec 2024 $'000	30 Jun 2024 $'000
Total facilities		
Bank - contingent instrument facility	50,000	50,000
Shareholder loan	50,000	50,000
Loans	257	282
	100,257	100,282
Used at the reporting date		
Bank - contingent instrument facility	49,557	49,734
Shareholder loan	40,000	40,000
Loans	257	282
	89,814	90,016
Unused at the reporting date		
Bank - contingent instrument facility	443	266
Shareholder loan	10,000	10,000
Loans	-	-
	10,443	10,266

On 14 November 2024, ANZ agreed to extend the facility to 31 January 2025. Subsequent to the half year, the bank extended the facility to 31 July 2025 and as part of the facility renewal the Company agreed to cash back $10 million of the facility in two instalments (refer to note 17).

The financing solution to replace the ANZ Contingent Instrument facility has not yet been finalised at the date of signing of this report.

Note 11. Borrowings (continued)

As at 31 December 2024, the contractual maturities of the consolidated entity's non-derivative financial liabilities were as follows:

31 Dec 2024	1 year or less $'000	Between 1 and 5 years $'000	Over 5 years $'000	Remaining contractual maturities $'000
Non-derivatives				
Non-interest bearing				
Trade and other payables	65,994	-	-	65,994
Contingent consideration	-	-	-	-
Interest-bearing - variable				
Loans	64	260	-	324
Shareholder loan	47,819	-	-	47,819
Interest-bearing - fixed rate				
Lease liability	9,479	6,928	-	16,407
Total non-derivatives	123,356	7,188	-	130,544

30 June 2024	1 year or less $'000	Between 1 and 5 years $'000	Over 5 years $'000	Remaining contractual maturities $'000
Non-derivatives				
Non-interest bearing				
Trade and other payables	73,236	-	-	73,236
Contingent consideration	6,100	14,109	-	20,209
Interest-bearing - variable				
Loans	64	291	-	355
Shareholder loan	6,146	44,772	-	50,918
Interest-bearing - fixed rate				
Lease liability	11,969	8,986	-	20,955
Total non-derivatives	97,515	68,158	-	165,673

Note 12. Provisions

	31 Dec 2024 $'000	30 Jun 2024 $'000
Current liabilities		
Employee benefits	20,961	21,240
Provision for rehabilitation and dismantling	442	183
	21,403	21,423
Non-current liabilities		
Employee benefits	1,262	1,208
Provision for rehabilitation and dismantling	119,118	115,106
	120,380	116,314
	141,783	137,737

Note 13. Other liabilities

	31 Dec 2024 $'000	30 Jun 2024 $'000
Current liabilities		
Contingent consideration	8,300	6,100
Non-current liabilities		
Contingent consideration	7,108	12,213
	15,408	18,313

Contingent consideration

Contingent consideration arrangement for Cracow operations requires the consolidated entity to pay the former owners of Lion Mining Pty Ltd a mining royalty equivalent to 10% of the net value generated (revenue less C1 Direct Cash Cost, multiplied by 10%) from any gold produced by the Cracow operations for the period 1 July 2022 to 30 June 2027, up to a maximum undiscounted amount of $50 million (Net Value Royalty). The fair value of the Net Value Royalty recognised as at 31 December 2024 was measured by calculating the present value of future probability-weighted cash flows using a real discount rate of 7.8%.

Please refer to note 15 for additional detail regarding the fair value measurement of this liability as at 31 December 2024.

Note 14. Reserves

	31 Dec 2024 $'000	30 Jun 2024 $'000
Share-based payments reserve	10,258	9,614
Acquisition revaluation reserve	(9,281)	(9,281)
	977	333

Note 15. Fair value measurement

Fair value hierarchy

The following tables detail the consolidated entity's financial assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

31 Dec 2024	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Assets				
Australian listed equity securities	265	-	-	265
Total assets	265	-	-	265
Liabilities				
Contingent consideration payable	-	-	15,408	15,408
Total liabilities	-	-	15,408	15,408

30 Jun 2024	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Assets				
Australian listed equity securities	331	-	-	331
Total assets	331	-	-	331
Liabilities				
Contingent consideration payable	-	-	18,313	18,313
Total liabilities	-	-	18,313	18,313

There were no transfers between levels during the financial half-year.

Valuation techniques for fair value measurements categorised within level 2 and level 3

The fair value of the contingent consideration (Net Value Royalty) payable in relation to the Cracow acquisition was estimated by calculating the present value of future probability-weighted cash flows using a Weighted Average Cost of Capital and is considered a level 3 valuation. Refer to note 13 for additional information.

The level 3 assets and liabilities unobservable inputs and sensitivity are as follows:

Description	Unobservable inputs	Range (weighted average)	Sensitivity
Contingent consideration payable	Weighted average cost of capital	7.8%	A change in the discount rate by 100 bps would increase/decrease the fair value by $0.118 million.
	Expected revenues	$350 - $405 million	If expected revenues were 10% higher or lower, the fair value would increase/decrease by $2.8 million.

Note 16. Related party transactions

Shareholder loan
Washington H. Soul Pattinson
On 2 August 2023, the Company entered into a new $50 million, 2 year debt facility (WHSP Facility) with its major shareholder, Washington H. Soul Pattinson (WHSP) (refer to note 11). The loan balance at 31 December 2024 was $42.03 million, interest paid/payable on the loan for the half year was $3.35 million.

Transactions with related parties
HopgoodGanim Lawyers (HG)
Mr Michele Muscillo, an independent Non-executive director is a partner of HG. Invoices totalling $455,110 (2023: $875,720) were received from HG on normal commercial terms.

Note 17. Events after the reporting period

On 31 January 2025, the Company announced that it has secured a renewal of its existing Contingent Instrument Facility (CIF) with the ANZ Bank, with the facility now maturing on 31 July 2025. As part of the facility renewal, the Company will cash back $10 million of the facility in two instalments. $5 million was paid on 31 January 2025.

No other matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Note 18. Earnings per share

	31 Dec 2024 $'000	31 Dec 2023 $'000
Profit/(loss) after income tax attributable to the owners of Aeris Resources Limited	29,583	(18,761)
	Number	**Number**
Weighted average number of ordinary shares used in calculating basic earnings per share	967,525,540	967,525,540
Adjustments for calculation of diluted earnings per share:		
Performance rights	18,235,455	-
Weighted average number of ordinary shares used in calculating diluted earnings per share	985,760,995	967,525,540
	Cents	**Cents**
Basic earnings per share	3.1	(1.9)
Diluted earnings per share	3.0	(1.9)

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;

- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and

- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors

____
Andre Labuschagne
Executive Chairman

27 February 2025
Brisbane

Independent auditor's review report to the members of Aeris Resources Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Aeris Resources Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the Condensed consolidated statement of financial position as at 31 December 2024, the Condensed consolidated statement of changes in equity, Condensed consolidated statement of cash flows and Condensed consolidated statement of profit or loss and other comprehensive income for the half-year ended on that date, selected explanatory notes and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Aeris Resources Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date.

2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material uncertainty relating to going concern

We draw attention to Note 1 in the half-year financial report, which indicates that the Group is dependent on refinancing its existing facilities and/or obtaining sufficient alternative funding, to meet their obligations on current and planned projects. These conditions, along with other matters set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Responsibilities of the directors for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including giving a true and fair view, and for such internal control as the directors determine is necessary to enable the

PricewaterhouseCoopers, ABN 52 780 433 757
480 Queen Street, BRISBANE QLD 4000, GPO Box 150, BRISBANE QLD 4001
T: +61 7 3257 5000, F: +61 7 3257 5999, www.pwc.com.au

preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

PricewaterhouseCoopers

PricewaterhouseCoopers

Marcus Goddard
Partner

Brisbane
27 February 2025