

30/04/2025

ASX: DRR

MARCH 2025 QUARTER PORTFOLIO UPDATE

Deterra Royalties Limited (ASX: DRR) (**Deterra** or **Company**) is pleased to provide a portfolio update for the quarter ended 31 March 2025.

1. HIGHLIGHTS

- Portfolio revenue of \$61.9 million for the March 2025 quarter, up 4% from the prior quarter:
 - Mining Area C (**MAC**) delivered strong iron ore revenue royalties of \$55.6 million, up 5% on prior quarter with higher realised pricing offsetting lower sales volume; and
 - Gold offtakes delivered net realised margin¹ of \$5.6 million up 7% on prior quarter with record margins achieved on 69.3 thousand ounces (koz) delivered.
- Lithium Americas Corporation (**LAC**) and strategic partner General Motors Holdings LLC (**GM**), announced Final Investment Decision for Phase 1 of the Thacker Pass Lithium Project, Nevada, US²:
 - Thacker Pass is fully funded for the US\$2.9 billion Phase 1 project capital expenditure
 - Project construction is well underway with Bechtel as EPCM and first production targeted for 2027.

Julian Andrews, Managing Director and Chief Executive Officer of Deterra commented:

"We are delighted to report another quarter of consistently strong revenue and milestone developments at both Thacker Pass and across our asset portfolio.

Mining Area C delivered strong cash flow, leveraged to iron ore prices, while the strong gold price and elevated volatility saw record margins per ounce delivered from gold offtakes.

Phase 1 of the Thacker Pass Lithium Project is now fully funded, and Lithium Americas and General Motors have taken Final Investment Decision. Thacker Pass is the world's largest lithium deposit and with first production targeted for 2027, the project is well-timed to capitalise on strong global lithium forecasts.

Our strategy to build a diversified resource royalty portfolio that delivers new, complimentary revenue streams to our cornerstone Mining Area C (MAC) royalty remains unchanged and we continue to assess royalty investments and financing opportunities with a disciplined and patient approach."

¹ Net realised margin defined as sale price less cost of sales.

² Lithium Americas Corporation announcement and presentation dated 1 April 2025.

2. DETERRA ROYALTY REVENUE

AUD million (unaudited)	Quarter ended				Year to date
	Sept 2024 ^a	Dec 2024	Mar 2025	QoQ (%)	Mar 2025 ^a
Mining Area C					
Royalty revenue ³	50.7	53.0	55.6	5%	159.3
Capacity payments ⁴	0	0	0	-	0
Gold offtake portfolio^{5,6}	1.9	5.2	5.6	7%	12.8
Other royalties	0.5	1.0	0.7	-33%	2.2
Total	53.1	59.3	61.9	4%	174.3

Notes:

- ^a Includes revenue from assets acquired as part of the Trident portfolio from 2 September 2024 only. Deterra consolidated Trident's financial results from 2 September 2024.

3. PORTFOLIO HIGHLIGHTS

3.1 Record Volumes from Mining Area C Iron Ore Mine during FY25

During FY25, MAC has delivered record volumes from the Central Pilbara hub following completion of the ramp up of South Flank in FY24. Production for the March 2025 quarter was 32.8Mwmt (100% basis), a decrease of 6% compared to the prior quarter. Implied average iron ore pricing increased 13%, offsetting decreased sales of 7% on the prior quarter.

	Quarter ended				Year to date
	Sept 2024	Dec 2024	Mar 2025	QoQ (%)	Mar 2025
BHP Reported MAC production (100% basis) (Mwmt) ⁷	33.9	34.8	32.8	-6%	101.5
MAC sales (Mdmmt) ⁸	31.5	32.1	29.8	-7%	93.4
Implied average revenue per tonne (AUD)	130.4	134.2	151.5	13%	138.4

Deterra receives a royalty of 1.232% of Australian dollar denominated quarterly FOB revenue from the MAC royalty area. Additional one-off capacity payments of A\$1 million per one million dry metric

³ Iron ore sales typically reflect average iron ore index prices for the month of shipping, with adjustments for ore quality. Deterra's royalty receipts are based on sales invoiced during the period which may reflect, in part, provisional pricing. Accordingly, quarterly revenues can be impacted by the timing of adjustments to align achieved pricing to provisional pricing from the prior quarter.

⁴ Capacity payments are determined for the year ended 30 June and reported in the June quarter.

⁵ Net realised margin.

⁶ USD revenue converted at AUD:USD 0.6277 for March Quarter.

⁷ BHP operational review for the nine months ended 31 March 2025 and similar prior operational reviews.

⁸ MAC sales volumes are reported on a dry basis and will vary from BHP reported production due to product moisture factors and the timing of sales and inventory movements in any reporting period.

tonne (Mdmt) increase in annual mine production are determined for the period ending 30 June. The current demonstrated annual capacity level is 118Mdmt.

3.2 Final Investment Decision taken on fully-funded Phase 1 Thacker Pass Lithium Project⁹

LAC and strategic partner GM announced a Final Investment Decision for Phase 1 of Thacker Pass on 1 April 2025. GM is LAC's largest shareholder (7%) and holds 38% of the Thacker Pass Joint Venture (LAC 62%). GM has offtake rights for up to 100% of Phase 1 production volumes and up to 38% of Phase 2 production volumes for 20 years.

Thacker Pass is fully funded for both the US\$2.9 billion Phase 1 project capital expenditure and at the corporate level for the development and construction of Phase 1 via:

- GM's US\$945 in million investments;
- DOE US\$2.3 billion closed loan with 24 year tenor at US Treasury rate with 0% spread; and
- Orion Investment of US\$250 million.

Thacker Pass project execution substantially de-risked:

- Work Force Hub - build out will align with construction schedule - earth works are complete; engineering is being finalised; installation of utilities and foundation work progressing;
- Thacker Pass Plant Areas - excavation of the process plant is 90% complete; concrete placement forecasted to begin by May 2025;
- Procurement Pricing - all long-lead equipment has been awarded; commenced field purchases for goods and services; over 70% of procurement packages received recent market feedback; and
- Detailed Engineering - over 50% detailed engineering design complete and continuing to advance.

Thacker Pass is the world's largest measured lithium resource and reserve¹⁰, targeting total production capacity of 160,000tpa of battery-quality lithium carbonate to be developed in four phases of 40,000tpa each. The latest NI 43-101 (non-JORC) technical report for the project includes project economics for expansion potential to 160,000 t/y Li₂CO₃ over an 85-year mine life, and C1 operating costs for years 1-25 of US\$6,238/tonne¹¹.

Deterra holds a 4.8% gross revenue royalty over Thacker Pass (reducing to 1.05% gross revenue royalty, after expected exercise of a partial royalty buyback, which would see US\$13.2 million paid to Deterra at or around the time of first production).

⁹ Lithium Americas Corporation announcement and presentation dated 1 April 2025.

¹⁰ AME Lithium industry analysis 28 April 2025.

¹¹ Lithium Americas Corporation announcement dated 7 January 2025. The mineral reserve and mineral resource estimates for Thacker Pass have been prepared using the National Instrument 43-101 (Standards of Disclosure for Mineral Projects) of the Canadian Securities Administrators and the S-K 1300 regulations for the US Securities Act of 1933. The mineral resources and reserve estimates are not reported in accordance with the JORC Code.

3.3 Gold Offtakes deliver record margins on lower delivered ounces

Net realised margin for the quarter of \$5.6 million:

- Average realised margin per ounce was US\$50.7/oz resulting from record gold prices and market volatility.
- Delivered ounces decreased from the seasonally strong December quarter due to lower quarter on quarter gold deliveries from Equinox Gold Corp's (TSX: EQX) (**Equinox**) operations and the i-80 gold mines.

		Quarter ended				Year to date
	Sept 2024 Deterra Share ^a	Sept 2024 Pro-forma ^b	Dec 2024	Mar 2025	QoQ (%)	Mar 2025 ^a
Total realised margin (AUDm)	1.9	5.7	5.2	5.6	7%	12.8
Ounces delivered (koz)	27.2	83.8	109.8	69.3	-37%	206.2
Average USD realised price per ounce	2,552.7	2,466.4	2,662.0	2,878.3	8%	2,720.1
Realised margin per ounce (USD)	48.4	45.2	31.1	50.7	63%	40.0

Notes:

a. Includes revenue from assets acquired as part of the Trident portfolio from 2 September 2024.

b. Includes Trident portfolio revenue for full quarter, i.e. July 1 to September 30 2024.

Subsequent to the quarter, on 1 April 2025, Equinox announced an indefinite suspension of operations at the Los Filos mine in Mexico, following the expiry of its land access agreement with one of three communities:

- Long-term agreements with three local communities are required to provide conditions necessary for continued operations, including a proposed construction of a new 10,000 tonnes-per-day carbon-in-leach processing plant to increase gold recoveries from higher-grade ore. New long-term agreements have been ratified and signed with two communities however to date, one community has not signed a new long-term agreement with Equinox.¹²
- Deterra's corporate presentation released on 12 March 2025 indicated that 85 thousand gold ounces were expected from Los Filos during calendar year 2025. As at March 2025, Deterra has received 15.2 thousand gold ounces from Los Filos for calendar year 2025.

Deterra holds a portfolio of gold offtake contracts with six operators covering 10 mines. Under these contracts Deterra receives delivery of gold ounces with pricing set based on a minimum index price during a six-to-eight-day pricing period (terms vary by individual contract). By selling these ounces during the pricing period Deterra realises a margin over the minimum price paid whilst protecting against loss. Realised margins are driven by gold price, volatility and volumes delivered, as well as timing of sale.

¹² Equinox Gold announcement dated 1 April 2025.

3.4 Development Portfolio Updates:

- **La Preciosa Silver Royalty, Mexico** – Avino Silver & Gold Mines Ltd (TSX:ASM) (**Avino**) announced on 15 January 2025 that underground development at La Preciosa has commenced following receipt of all required permits for mining operations. As announced by Avino on 12 November 2024, the processing of historical stockpile material continued during the last quarter in preparation for the Avino mill to receive fresh feed from La Preciosa. La Preciosa hosts one of the largest undeveloped primary silver resources in Mexico.¹³

Deterra is entitled to a milestone payment of US\$8.75 million from Avino (which, subject to certain conditions, Avino may satisfy (at its election) up to 50% of which with the issue of Avino shares) due within 12 months of first silver production. Deterra is required to pay US\$1 million to Coeur Mining Limited (the royalty vendor) within 5 business days of the earlier of the receipt of the milestone payment or the date that is one year following first silver production.

Deterra holds a 1.25% net smelter return (**NSR**) royalty over the defined project area and 2.0% Gross Value Royalty over the remaining La Preciosa tenement area.

- **Antler Copper Project Royalty, Arizona USA** - New World Resources Ltd (ASX:NWC) (**New World**) announced on 7 February 2025 that its Federal Mine Plan of Operations (**MPO**) application for the Antler Copper Project has received the Determination of Adequacy under the National Environmental Policy Act. As announced by New World, the Bureau of Land Management determined that the MPO will be evaluated under an Environmental Assessment, putting Antler on a 12-month timeline for full approval, with the MPO being the only Federal permit required for the Project. Recent White House Executive Orders regarding critical minerals and prioritisation of domestic production are expected to further expedite the permitting process, and Arizona State mine permits are expected to be progressively issued over the course of 2025, putting the Antler Copper Project on track to be fully permitted by early 2026¹⁴.

New World is targeting definitive feasibility study and funding during 2025, development during 2026 and production during 2027¹⁵.

Deterra holds a 0.9% NSR royalty over current tenure and 0.45% NSR over subsequently acquired tenure within a defined Area of Interest¹⁶.

- **Paradox Lithium Project Royalty, Utah USA** – Anson Resources Limited (ASX: ASN) (**Anson**) announced on 28 March 2025 the successful completion of a pilot program that delivered all technical requirements, producing high concentration and high purity lithium chloride eluate at the onsite Direct Lithium Extraction (**DLE**) unit from freshly extracted lithium rich brine.

The DLE process test work achieved an average lithium recovery rate of 98% and a high rejection rate of the key impurities meeting or exceeding all targets. Where the DLE step rejects a high percentage of impurities, the resulting lithium chloride solution, which is to

¹³ Avino Silver & Gold Mines Ltd announcement dated 15 January 2025.

¹⁴ New World Resources announcement dated 7 February 2025.

¹⁵ New World Resources presentation dated 19 March 2025.

¹⁶ Payor entitled to reduce royalty rate by making lump sum payments at the time of construction funding.

become lithium carbonate electric vehicle grade of 99.95% purity, can be converted more efficiently¹⁷.

Deterra holds a 2.5% NSR royalty over all projects owned by Anson in the Paradox Basin.

This document was approved and authorised for release by Deterra's Managing Director.

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¹⁷ Anson Resources Limited (ASX: ASN) announcement 28 March 2025.

ABOUT DETERRA

Deterra is an ASX-listed diversified resource royalty company committed to providing shareholders with lower risk exposure to mining activity through value-accretive investment in resource projects, through either financing of projects by royalties or streams or the acquisition of similar existing instruments.

Based in Perth, Western Australia, Deterra owns royalties and offtake agreements across 11 countries and six commodities – including two flagship royalties over:

- i) the Mining Area C (MAC) iron ore mine in the Pilbara, Western Australia. MAC is the world's largest iron ore hub¹⁸, operated by BHP, the world's largest mining company¹⁹. At full capacity, Mining Area C accounts for 9% of global seaborne iron ore supply²⁰ and has a multi-decade asset life²¹.
- ii) The Thacker Pass lithium project in Nevada, USA, the world's largest known Measured and Indicated lithium resource. Thacker Pass is owned by a joint venture between LAC (holding a 62% interest and is the manager), and GM (holding a 38% interest). The project is targeting total production capacity of 160,000tpa of battery-quality lithium carbonate to be developed in four phases of 40,000tpa each. Phase 1 construction is underway with Bechtel appointed as EPCM contractor and production anticipated to commence in 2027. Phase 1 construction is expected to create nearly 2,000 direct jobs with approximately 350 full-time jobs during operations.²² LAC announced Final Investment Decision for Phase 1 on 1 April 2025.

Deterra's assets cover bulk, base, battery and precious metals at various stages of the mine lifecycle.

¹⁸ BHP Western Australia Iron Ore site tour presentation: South Flank, ASX 4 October 2022.

¹⁹ By market capitalisation.

²⁰ AME iron ore industry analysis, 7 March 2025.

²¹ BHP marks official opening of South Flank – BHP media release 4 October 2022.

²² Lithium Americas Corporation announcement dated 7 January 2025.