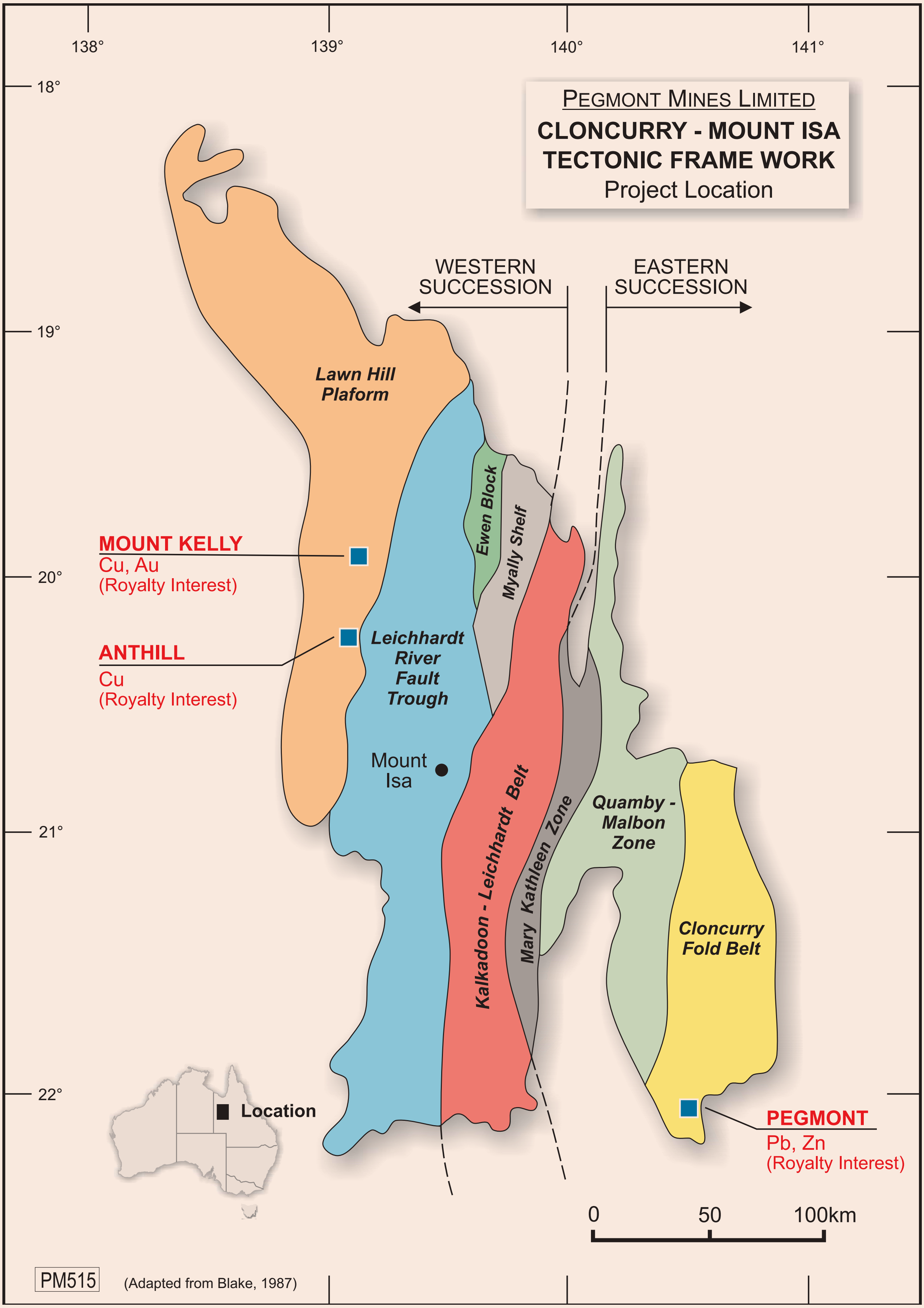
PEGMONT

Annual Report 2023

For the year ended
31 December 2023

PEGMONT MINES LIMITED
ABN 97 003 331 682


138°
139°
140°
141°
18°
19°
20°
21°
22°
PEGMONT MINES LIMITED
CLONCURRY - MOUNT ISA
TECTONIC FRAME WORK
Project Location
WESTERN SUCCESSION
EASTERN SUCCESSION
Lawn Hill Plaform
Ewen Block
Myally Shelf
MOUNT KELLY
Cu, Au
(Royalty Interest)
ANTHILL
Cu
(Royalty Interest)
Leichhardt River Fault Trough
Mount Isa
Kalkadoon - Leichhardt Belt
Mary Kathleen Zone
Quamby - Malbon Zone
Cloncurry Fold Belt
PEGMONT
Pb, Zn
(Royalty Interest)
Location
0
50
100km
PM515
(Adapted from Blake, 1987)

MAP 1

CHAIRMAN'S REVIEW

As reported to shareholders last year, your board has been looking to ensure Pegmont Mines Ltd is best placed to continue until commencement of royalty flows from the Reefway Royalty tenements.

To that end we have made some progress in reducing expenses, especially in relation to exploration. Our ongoing costs, which are largely fixed, are around $270,000 per year.

At year end, estimated accumulated sale of copper cathode from the Reefway Royalty tenement, including Mt Kelly and the current Anthill Mines is about 63,500 tonnes, leaving a balance of 36,500t to reach the threshold for the commencement of royalty payments from that tenement. The threshold could be reached within four years at an average production of 9000t per year. The current owner and producer, Austral Resources Limited, has announced that it continues to produce copper from the Anthill mine. We do not know its future production plans, nor what might affect their implementation.

Meanwhile, the costs of maintaining the company's administration and NSXA listing requirements continue to drain cash, despite careful management.

Accordingly, we have sought to raise $300,000 in capital to add to the cash resources until such time as we can reasonably expect the commencement of royalty flows. Assuming no income will be earned before then, the additional funds, to be raised by way of a non-renounceable rights issue, will add a buffer of about a year out to 2027.

The non-renounceable rights issue is being underwritten by Malcom Mayger, the company's managing director.

The 2023 accounts were audited expeditiously by our new auditors, Northcorp, Chartered Accountants.

During the expected four-year wait until the royalty threshold is achieved, the Board will consider other corporate possibilities and activities, including Patient Investing to enhance liquid assets and other opportunities to benefit shareholders, without undue risk.

The Board remains confident about the future, particularly, as the company operates on a cash basis without carrying any debt and with the full support of its major shareholder.

Hadyn Oriti
Chairman

OUR TEAM

BOARD OF DIRECTORS

Hadyn G Oriti

Chairman

Mr Hadyn was appointed a Non-Executive Director on 27 May 2021 and Chairman on 26 May 2022.

LLB

Mr Hadyn is a practicing lawyer in Port Macquarie, NSW.

Age 61

Malcolm A Mayger

Managing Director

BComm, CA, FAICD

Mr Mayger, has over 50 years of experience in exploration and mining investment. He founded the Company in 1987 and then was involved in all tenement acquisitions, including Pegmont, Mount Kelly, Anthill and the Mount Gordon Fault Zone.

Age 84

Richard S Woods

(Alternate for Malcolm A Mayger)

BComm, FCA

Mr Woods is a Chartered Accountant providing corporate advice.

Age 71

John W Montgomerie

Non-Executive Director

FCA

Mr Montgomerie is a chartered accountant with more than 30 years of experience in chartered accounting, the raising of finance in various listed and unlisted companies as a director, shareholder and founder.

Age 76

The Board has regular meetings to discuss strategy and current issues.

COMPANY SECRETARY

Christopher D Leslie

BComm, FCA

Mr Leslie has 36 years of experience in the mineral and petroleum industries at senior levels.

Age 70

INVESTMENT COMMITTEE

The Investment Committee is comprised of all directors.

CONSULTANTS

The Company contracts highly qualified consultants to undertake specific tasks in geologic review, petrological analysis and geophysical targeting, thus the Company benefits from a wide spectrum of experience.

COMPANY'S ACTIVITIES DURING 2023

Copper

The company has exposure to copper through its Reefway Royalty agreement over the Mount Kelly tenements (Map 2 & 3).

Royalty Agreements

The Reefway Royalty tenements are operated by Austral Resources Limited. Austral sold approximately 9,000 tonnes of copper during 2023.

Austral plans to conduct an active exploration program on our royalty tenements which have considerable potential.

The Pegmont project tenements are owned by Vendetta Mining Corp, a company listed on the Toronto (Canada) exchange. They continue to conduct feasibility studies on the Pegmont lead-zinc mineralisation.

Investment Activity

The Company has implemented an investment strategy of buying income producing assets as a means of reducing net administration costs. Total net income for the year was $36,617 after providing $22,622 provision for market loss.

Since current market conditions are challenging, trading income is expected to be limited in 2023.

Cash and term deposits – $747,960

These funds include $455,943 Term Deposits, $115,046 investment balance and $176,971 in bank working account.

Expenses were:

Exploration $30,562
Admin $289,866

Taxation was NIL as carried forward losses were $11,140,380 and franking credits balance were $3.7 million.

Tenements

Canyon (EPM 27345) has been relinquished thus the Company has ceased active exploration.

Austral Resources Limited

Austral produces copper cathode 99.99% pure at the Mount Kelly SX-EW plant by leaching oxide ore from the Anthill Mine.

Total accumulated copper sold including recommencement of SX-EW operations at Mount Kelly is approximately 65,740 tonnes.

Outlook – 2024

The Company has reduced its exposure to exploration in order to reduce costs and conserve cash until the commencement of royalty income, possibly by 2028. Other corporate options could be considered.

CORPORATE STRATEGY

CURRENT SITUATION

The Company's activities are constrained by lack of liquidity to either conduct meaningful exploration or a lower risk investment activity.

During 2023, administration costs were $289,866 and exploration costs were $30,562. Reductions are expected in 2024, which may put net costs to a target of $250,000. On the other hand investing income increased to $36,617, despite making a market loss provision of $22,622.

Our net cash position at year end was $747,960 plus trading investments of $110,001 making a total of $857,961. This liquidity is sufficient to cover three (3) years of administration costs without factoring in possible income.

During 2023, Austral Resources Limited, owner and operator of the Reefway Royalty Tenements produced and sold 9,000 tonnes of cathode copper making a total of 65,740 cumulative tonnes sold to date out of a royalty threshold of 100,000 tonnes. At this rate of production/sales Austral could take a further four (4) years to reach the sales threshold of 100,000 tonnes.

Thus there is an estimated gap of one year between cumulative sales and the Royalty threshold. Given Austral's recent announcements there is potential within the Royalty tenements by further drilling to delineate extra mineral tonnage beyond 100,000 tonnes required.

FUTURE STRATEGY

Although share investing is risky as there are a number of uncontrollable factors, that may cause market loss, our selection is focused on established operations with a strong growth record. Since implementing the 'Patent Investment' method has resulted in realised profits of $32,764 less a provision for market loss of $22,622 caused by a Company deciding to relocate its operations overseas. Despite near term unintended costs, it could return to profit by the second half of FY2024. However, our portfolio has several established, high growth opportunities that may offset this provision.

The Board intends to increase its allocation of funds to Patent Investing by $100,000 to $300,000 from the capital raising to further spread the portfolio and reduce risk. By its nature share investing is an opportunity game dependent on awareness of risk by rational management.

Our aim is to create profitable opportunities which result in positive results to continue reducing net administration costs while we wait for future royalty revenue.

Other opportunities offering compelling opportunities will be considered.

2023 EXPLORATION REVIEW

ROYALTY TENEMENT ACTIVITIES

Reefway Royalty Tenements at Mount Kelly

(Pegmont 76.73% of 1% NSR Royalty Interest)

Ownership of the Reefway Royalty Tenements is held by Austral Resources Operations Pty Ltd as indicated in Maps 2 and 3. Royalty becomes payable when accumulated copper metal sales from the Tenements exceeds 100,000 tonnes. Since commencement of production in 2007, total sales now exceed 65,740 tonnes. Using an average quarterly sales of 2,000 tonnes indicates a further four years required, of current output to achieve royalty sales.

Ore is currently being mined at the Anthill mine (Reefway tenement) and hauled 45 kilometres to Mt Kelly for crushing, heap stacking, leaching and SX-EW processing to produce 99.99% pure copper cathode. Unfortunately, haulage activities have been impacted by recent seasonal rain creating wash-aways (Sept 2023 Report).

At the 2023 AGM Chairman’s Address (May 2023), exploration activity had upgraded Anthill Mineral Resources to 12.5 Mt grading 0.66% Cu (contained 82.7 kt copper) and Anthill Ore Reserve of 4.4 Mt grading 0.85% Cu (contained Cu 37.5 kt). Additional mineralisation at Lady Colleen of 0.89% Cu was also delineated (April 23). These additional estimates of oxide mineralisation in nearby granted Mining Leases at Anthill and Mt Kelly – Lady Colleen suggest that current operations could carry on through to 2030, thus providing five years of future royalty revenue from known deposits in the Reefway tenements.

Pegmont Lead-Zinc Project Royalty tenements

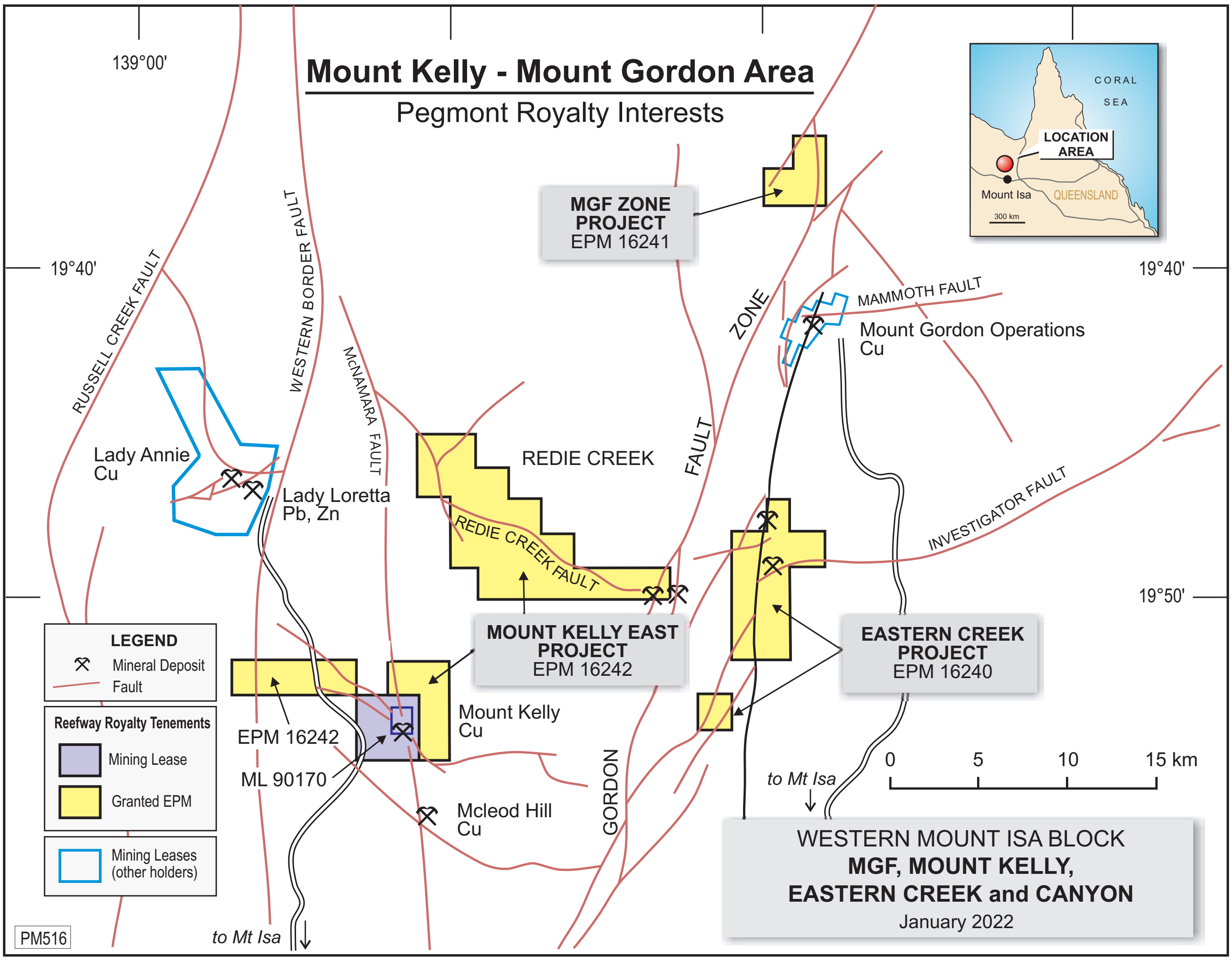
Vendetta Mining Corp is the owner of the Pegmont Project acquired in June 2019, location 25 km south-east of Selwyn in North-West Queensland. These tenements shown in Map 4 are subject to a 1.5% NSR royalty agreement to the Company.

Vendetta has since undertaken further drilling and evaluation studies to increase mineralisation to approximately 13 Mt of moderate Pb/Zn grade. No drilling was undertaken during 2023, as Vendetta is in a holding situation pending improvement in project economics from ongoing studies.

ROYALTY TENEMENTS (CONTINUED)

MAP 2

EPMs 16240, 16241, 16242 are held by Austral Resources Lady Annie Pty Ltd and are subject to the Reefway Royalty Agreement

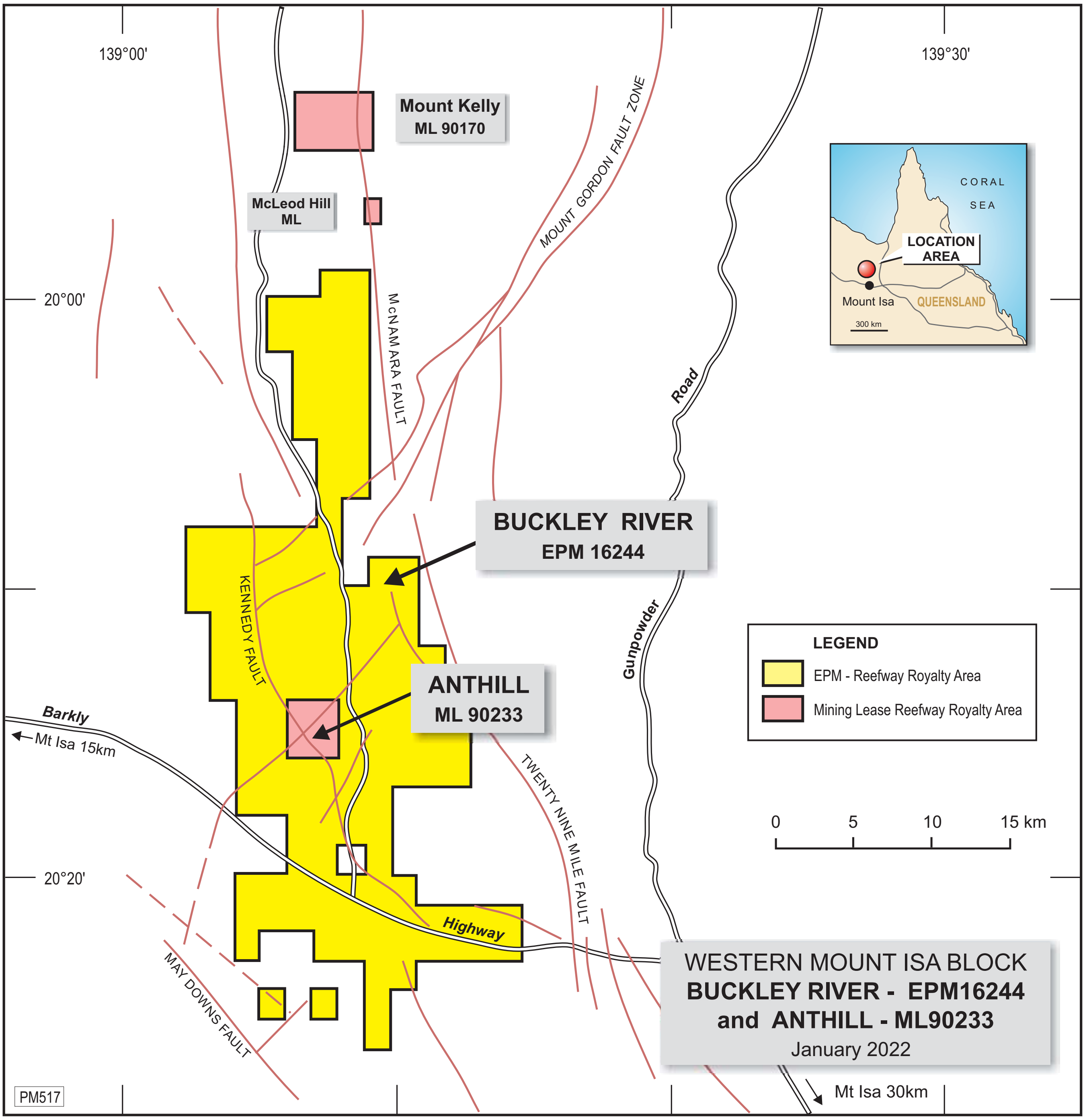


Oxide copper mineralisation exists beyond resource boundaries in Mining Leases at Mount Kelly and McLeod Hill. Exploration potential exists along the Redie Creek Fault and Investigator Fault. The Lady Annie Mine is not a Reefway Royalty tenement, despite contributing ore for treatment.

Buckley River EPM 16244

Buckley River Project area is located 45 kilometres south of the Mount Kelly SX-EW Plant. It's centred on the Anthill ML 90233 which is producing ore feed to the Mount Kelly SX-EW Operations.

Apart from Anthill, there are numerous prospects within EPM 16244 with anomalous copper values promising exploration potential. A sealed road connects Anthill and other Buckley River prospects to the Mount Kelly operations.



MAP 3

EPM 16244 and ML 90233 (Anthill) are held by Austral Operations Pty Ltd (Reefway Royalty Tenements)

EXPLORATION REVIEW CONTINUED

RECENT AUSTRAL ANNOUNCEMENTS

The Anthill Copper Project (ML 90233), a Reefway Royalty tenement, is owned by Austral Resources Australia Limited (ARI), listed on the ASX.

Austral has made a series of announcements during 2023, including:

31 March 2023	Despite 1,000 mm of rain, Austral had record sales of 2,818.6 tonnes of copper and maintained steady state production of 1,000 tonnes of LME grade A copper cathode in December 2022.
6 April 2023	Presentation stated Anthil Resources of 4.4 Mt grading 0.85% Cu (contained 37.5 kt copper)
14 April 2023	Development of Lady Colleen (deposit within the Mount Kelly Mining Lease) has a transformational potential to raise contained production with Anthill to 25,000 tonnes of copper cathode annually.
23 May 2023	Joint venture with Glencore enhances exploration potential to extend mine life and discover sulphides that could be commercialised through toll processing at Mt Isa.
5 July 2023	Independent review of Anthill Resources using A$12,500 per tonne adds 10,000 tonnes of contained copper.
15 August 2023	Drilling at McLeod Hill intersected significant copper values located 5 km from Mt Kelly SX-EW plant.
September 2023	Austral voluntarily suspends its shares on the ASX to enable restructuring of its debt finance following difficulties in transporting ore from Anthill to Mount Kelly for crushing and treatment.
31 January 2024 December Quarterly	2,083 tonnes of copper cathode was produced during the quarter and plated output of 2,490 tonnes. No exploration results were released. Cumulatively the Anthill mine has yielded 2,967,859 tonnes of ore with a 0.85% grade (25,227 tonnes copper contained) to produce approximately 9,000 tonnes of copper sold. Further acid leaching is expected to double this output over time.

Interested investors should access Austral's website for further details.

The Board is optimistic that Austral will be able to grow minable resources based on exploration potential and be able to produce copper cathode in excess of 10,000 tonnes/p.a, which could trigger the 100,000 tonnes royalty hurdle by 2027.

PEGMONT LEAD-ZINC PROJECT

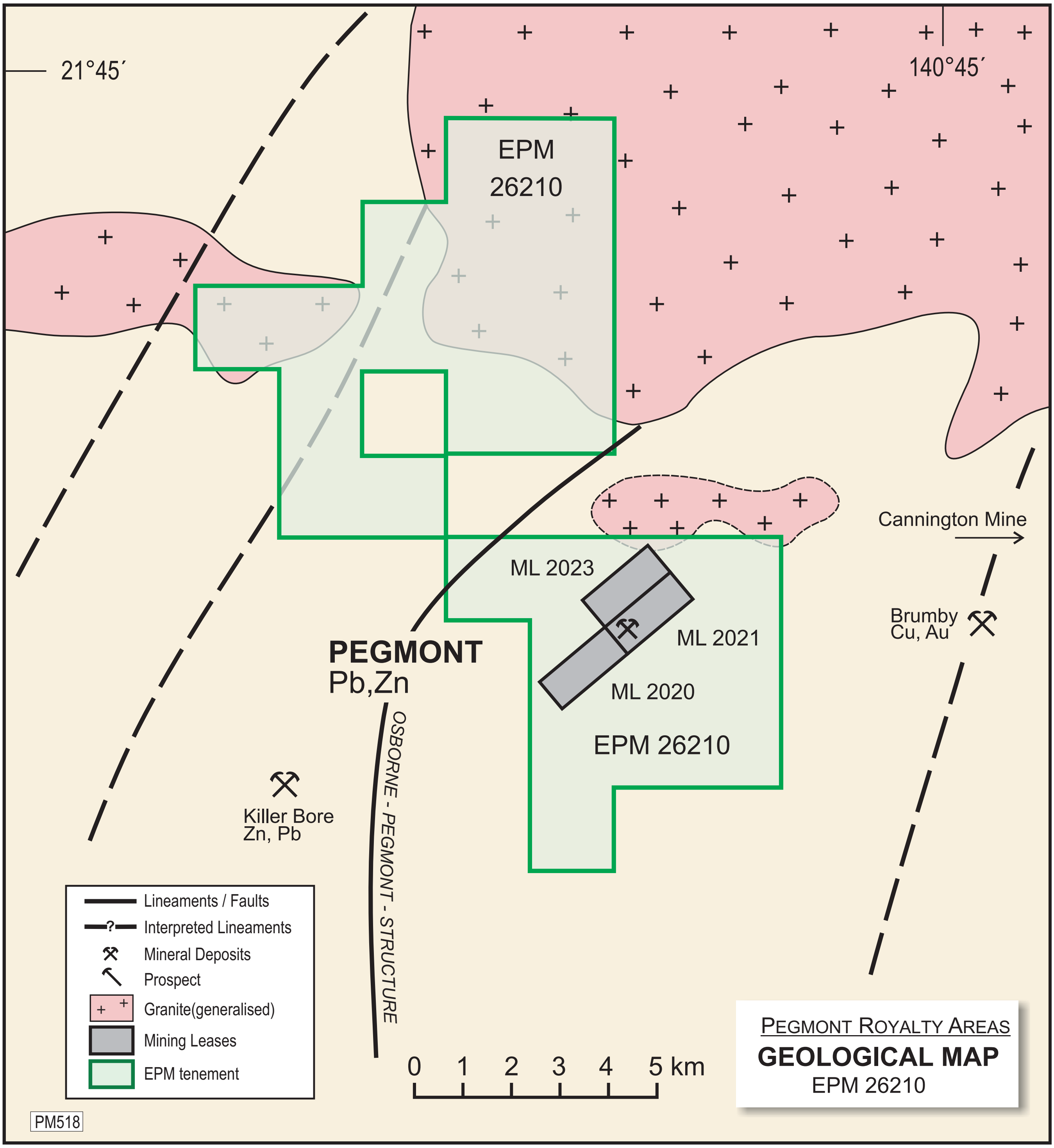
Vendetta Mining Corp is the owner of the Pegmont Project acquired in June 2019, 130km south of Cloncurry in North-West Queensland, subject to a 1.5% NSR royalty agreement to the Company.

Vendetta has since undertaken further drilling and evaluation studies on the Pegmont lead-zinc deposit and has substantially increased resources. Drilling has achieved significant intersections outside previously reported resources.

To fund their 2022 work program, Vendetta announced on 9 December 2021 a funding agreement with Singapore J&Y Investments Pte Ltd to raise $4.7 million to enhance the current mineral Resource Estimate as summarised below.

Indicated	5,758kt @ 6.5% Pb, 2.6% Zn, 11g/t Ag
Inferred	8,277kt @ 5.1% Pb, 2.8% Zn, 8g/t Ag

Further economic studies are intended as Vendetta works to optimise the economics of the project.



MAP 4

OUTLOOK FOR 2024

During 2023, cash interest rates peaked at 4.35%, putting a squeeze on mortgagees to reduce their consumer demand. The effect of which has had a delayed effect until early 2024 when unemployment started to creep up. Consequently, due to lower demand and fall in overseas inflation, domestic inflation is headed down towards the RBA's inflation target of 2–3% p.a.

Market volatility continued in 2023, but ended on a high note in December upon the expectation of early rate cuts during 2024. However, when the RBA could cut the cash rate is a guessing game on the sustainability of our inflation decline.

The All Ords index rose 9.1% as commodity prices have generally declined (LME index was down 6.3%, oil down 11.2%, zinc down 10.9%, but iron ore up 16.2% and gold up 13.5%).

Geopolitical uncertainty about the outcome of wars in the Ukraine and Israel/Palestine are a potential downside to stock markets as they are uncertain in outcome and inherently inflationary. Thus the stock market will continue to be volatile during 2024.

GUIDANCE INCOME/EXPENDITURE – 2024

	Actual 2023 $	Guidance 2024 $
Share trading profit/(loss)	10,142	(20,000)
Interest and Dividends	26,475	20,000
Total Income	36,617	–
Exploration	30,562	–
Administration	289,866	264,000
Total Expense	320,428	(264,000)
Net Loss	(283,811)	(264,000)
Working Capital	813,096	543,017
Cash Balances	292,017	173,017
Term Deposits	455,943	300,000

Cash balances will further improve in 2024, after completion of the Entitlement Offer share issue, by $300,000 before expenses of the issue

FINANCIAL CONDITION

The Company's Consolidated Net Assets at 31 December 2023 were $1,013,071, including $455,943 term deposits of less than one year maturity and $200,000 capitalisation of royalty tenements.

WORKING CAPITAL

Working Capital was $813,096 (a decline of $283,811) or 1.1 cents per share. Thus, the Company has sufficient Working Capital to fund the next three years expenditures.

Note – The above income and expense estimates are indicative quantification of intensions and may not be realised but have provided guidance.

NON-CURRENT ASSETS

	2023 $000	2022 $000
Reefway Royalty Agreement	200	200
Pegmont Royalty Agreement	–	–
	200	200

Both royalty valuations have been subject to 10% DCF analysis and are considered conservative, particularly as the Reefway tenement at Anthill is in production and the current owner has an active exploration program to confirm additional mineralisation near mine. Because there is a shortfall of 36,500 tonnes of copper yet to be sold, the value of the Reefway Royalty Agreement has been held constant at $200,000.

However, since Vendetta has not announced plans to commence production at Pegmont, the Board considers that a NIL value for this project is appropriate. Given the size of drill defined resources of some 14Mt of moderate Pb/Zn grade, we continue to be optimistic about the project's long-term development potential.

GUIDANCE

Estimates of Total Income, Total Expenditure, resulting Working Capital and Cash Balances have been prepared on current information. However, unforeseen events ensuing during 2024 may have a significant effect on these figures provided and will be discussed in the Company's quarterly reports.

TENEMENT ACTIVITY

The Company has surrendered its only exploration tenement, EPM 27345 (Canyon).

REEFWAY ROYALTY TENEMENTS

There was no change in Reefway Royalty tenements during the year by Austral Resources Operations Pty Ltd (held 100%).

Mining Leases (ML)

5426, 5435, 5446, 5447, 5448, 5474, 5476, 5478, 90170 all at Mount Kelly and 90233 (Anthill)

Exploration Permits for Minerals (EPM)

16240, 16241, 16242, 16244

It is noted that EPM 16241 – MGF Zone is due for renewal on 25 April 2024, renewal lodged. It covers three (3) sub-blocks north of the Mount Gordon copper mine.

These tenements offer nine different copper project drill targets detailed by Austral Resources Ltd (November 2022).

Pegmont Mines has 0.77% NSR on the above Reefway tenements when cumulative sales of copper cathode exceeds 100,000 tonnes. Sales to date exceeds 65,700 tonnes.

ROYALTY INTERESTS

The Pegmont Project tenements owned by Vendetta contain mineralisation plus other minor metal values within the Mining Leases and extension to the south east within the Exploration Permit 26210. Vendetta stated the following resources in 2019.

Indicated Resource

5.7 Mt 6.5% Pb, 2.6% Zn, 11 g/t Ag

Inferred Resource

8.3 Mt 5.1% Pb, 2.8% Zn, 8 g/t Ag

Drilling since 2019 has extended mineralisation beyond the resource boundaries, but no estimates have been announced as feasibility studies continue.

PEGMONT PROJECT ROYALTY TENEMENTS

There was no change in the Pegmont Project Royalty tenements during the year, held by Vendetta Mining Corp 100%.

Mining Leases (ML)

2620, 2621, 2623 (Pegmont)

Exploration Permit (EP)

26210

SURRENDERED TENEMENTS

Canyon (EPM 27345)

A review of the Mobile Metal Ion (MMI) soil survey undertaken during 2022 did not result in the delineation of drill targets, but only in further and more detailed MMI survey. It was therefore resolved to surrender the tenement and alleviate the obligation of further expenditure for uncertain results.

SUMMARY OF FINANCIAL RESULTS

Financial results as at 31 December		2023 $000	2022 $000	2021 $000	2020 $000	2019 $000
Gross Trading Revenue		235	211	7	10	15
Net Trading Profit/(Loss)		10	25	(18)	21	53
Option Receipts/Dividends and Interest		27	5	–	–	315
Exploration Recovery		–	(100)	100	–	2,106
Exploration		30	(59)	(282)	(269)	(568)
Administration		290	(273)	(304)	(282)	(388)
Depreciation		–	–	–	–	(20)
Net Profit/(Loss) before tax		(284)	(402)	(504)	(530)	1,498
Net Profit/(Loss) after tax		(284)	(402)	(504)	(530)	1,498
Cash		748	1,061	1,364	2,204	2,930
Investments		110	61	40	8	17
Working Capital		813	1,096	1,399	2,003	2,533
Total Assets		1,068	1,331	1,722	2,434	3,214
Total Liabilities		55	34	23	231	481
Shareholders' Funds		1,013	1,297	1,699	2,203	2,733
Contributed Equity		4,542	4,542	4,542	4,542	4,542
Earnings per share (E)	cents	(0.4)	(0.4)	(0.7)	(0.7)	2.07
Dividends per share	cents	–	–	–	–	2.25
Net Tangible Assets per share	cents	1.4	1.8	2.3	3.0	3.8
Working Capital per share	cents	1.1	1.5	1.9	2.8	3.5
Share Price (last sale)	cents	4.3	4.4	5.0	5.0	5.0
Price Earnings ratio P/E	–	-ve	-ve	-ve	-ve	2.4
Shares on Issue	000	72,317	72,317	72,317	72,317	72,317

Comment

Since September 2004 when the Company applied the proceeds from the sale of Reefway Pty Ltd to share investing, this activity generated a total Net Trading Profit of $12,316,000 (after provisions) over nineteen years from Gross Trading Revenue of $123,197,000 at an average margin of 10.0% on turnover. During this period the Company has expended funds on exploration $7,963,000, administration $8,568,000, taxation $4,629,000 and distributed dividends of $3,002,000, being 5.00 cents per share or 66.1% of contributed equity.

The current business model of the Company incorporates share trading to contribute to administration costs. However, since the GFC in 2007 (when our Gross Trading Revenue peaked at $36.3 million), share trading activity was greatly restricted due to the lack of working capital. Market volatility during 2023 also curtailed activity. However, with economic stabilisation and world growth during 2023, investment opportunities provided a profit of $10,142 plus interest and dividends of $26,475. However this result was marred by a provision of $22,622 for market loss. We look for opportunities in well managed companies listed on the ASX.

Our ethos is to take opportunities without apparent risk and to undertake risk mitigation by a trailing stop loss, and moving average analysis.

CORPORATE GOVERNANCE STATEMENT

This statement outlines the main corporate governance practices that have been revised and updated, and in place since the 1st of July 2005. These corporate governance practices comply with the NSX Corporate Governance Council recommendations unless otherwise stated.

BOARD OF DIRECTORS

Role of the Board

The Board is responsible for ensuring that the Company is managed in a manner which protects and enhances the interests of its shareholders and takes into account the interests of all stakeholders. To fulfil this role, the Board is responsible for setting the strategic directions for the Company, establishing goals for management, monitoring the achievement of these goals and ensuring policies and procedures are applied that facilitate accountability and performance.

Because of the limited size of the Company and its financial affairs and operations, the use of separate committees of the Board of Directors is not considered generally appropriate. All matters that might properly be dealt with by such committees are currently dealt with by the full Board of Directors. Decisions of the Board are, to the extent practicable, unanimous. There were no occasions during the year when decisions were not unanimous.

Composition of the Board

The names and details of the Directors of the Company in office at the date of this Statement are set out in the Directors' Report.

The composition of the Board is determined using the following principles:

- Persons nominated as Non-Executive Directors shall be expected to have skills, experience and expertise of benefit to the Company and to bring an independent view to the Board's deliberations. Persons nominated as Executive Directors must be of sufficient stature and security of employment to express independent views on any matter.
- The Chairperson should ideally be non-executive and independent and be elected by the Board based on his/her suitability for the position. Currently the Chairperson is a Non-Executive Director. The Board believes that this Chairperson is able and does bring quality and independent judgment to all relevant issues falling within the scope of the role of a Chairperson.
- All Non-Executive Directors are expected voluntarily to review their membership of the Board from time-to-time taking into account length of service, age, qualifications and expertise relevant to the Company's then current policy and program, together with the other criteria considered desirable for composition of a balanced Board and the overall interests of the Company.
- Under the Company's Constitution, the minimum number of Directors is three. At each Annual General Meeting, one third of the Directors (excluding the Managing Director) must resign, with Directors resigning by rotation based on the date of their appointment. Directors resigning by rotation may offer themselves for re-election.
- The Directors may appoint a Managing Director for a fixed term not exceeding five (5) years (Article71(a)) unless otherwise approved by members in General Meeting.
- The remuneration of a Managing Director shall not exceed 15 times average weekly Earnings of Employees (AWE) (Article 6.5 (e)).
- The Chairperson and Deputy Chairperson hold office until otherwise determined by Directors, or until they cease to be Directors, in any case for a period not exceeding five (5) years (Article 9.6(a)) unless otherwise approved by members in General Meeting.

The Company considers that the Board should have at least three Directors (minimum required under the Company's constitution) and strives to have a majority of independent Directors but acknowledges that this may not be possible at all times due to the size of the Company. Currently the Board has three Directors, including two non-executive directors of whom one is the Chairman.

The number of Directors is maintained at a level which will enable effective spreading of workload and efficient decision making.

The Board has accepted the following definition of an Independent Director:

"An Independent Director is a Director who is not a member of management (a Non-Executive Director) and who:

1. is not a substantial shareholder of the Company or an officer of, or otherwise associated, directly or indirectly with, a substantial shareholder of the Company;
2. has not within the last three years been employed in an executive capacity by the Company or another group member, or been a Director after ceasing to hold any such employment;
3. is not a principal of a professional adviser to the Company or another group member;
4. is not a significant consultant, supplier or customer of the Company or other group member, or an officer of or otherwise associated, directly or indirectly with, a significant consultant, supplier or customer;
5. has no significant contractual relationship with the Company or another group member other than as a Director of the Company;
6. has not served on the Board for a period which could, or could reasonably be perceived to, materially interfere with the Director's ability to act in the best interests of the Company; and
7. is free from any interest and any business or other relationship which could, or could reasonably be perceived to materially interfere with, the Director's ability to act in the best interests of the Company."

The Company considers a significant consultant, supplier or customer to be material if the total of their annual invoices amounts to more than 5% of the Company's total expenditure in that category.

The composition of the Board is reviewed on an annual basis to ensure the Board has the appropriate mix of expertise and experience. Where a vacancy exists, through whatever cause, or where it is considered that the Board would benefit from the services of a new Director with particular skills, the Board determines the selection criteria for the position based on the skills deemed necessary for the Board to best carry out its responsibilities and then appoints the most suitable candidate who must stand for election at the next general meeting of shareholders.

Performance of Directors

The performance of all Directors and the Board as a whole is reviewed annually in accordance with the Company's corporate governance guidelines (effective 1 July 2005).

Conflict of Interest

In accordance with the Corporations Act 2001 and the Company's constitution, Directors must keep the Board advised, on an ongoing basis, of any interest that could potentially conflict with those of the Company. Where the Board believes a significant conflict exists, the Director concerned does not receive the relevant Board papers and is not present at the Board meeting whilst the item is considered. Details of Director's related entity transactions with the Company are set out in the related parties note in the financial statements.

Independent Professional Advice and Access to Company Information

Each Director has the right of access to all relevant Company information and to the Company's executives and, subject to prior consultation with the Chairperson, may seek independent professional advice at the Company's expense. A copy of advice received by the Director is made available to all other members of the Board.

Remuneration Report

The information provided in this remuneration report has been audited as required by section 308(3C) of the Corporations Act 2001.

PRINCIPLES USED TO DETERMINE THE NATURE AND AMOUNT OF REMUNERATION

Remuneration Policy

The remuneration policy of Pegmont Mines Limited has been designed to align key management personnel objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long term incentives. The board of Pegmont Mines Limited believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best key management personnel to run and manage the Company.

The remuneration policy, setting the terms and conditions for the executive directors and other senior executives (if any), was developed by the board. The board reviews executive packages annually by reference to the Company's performance, executive performance and comparable information from industry sectors and other listed companies in similar industries.

The board may exercise discretion in relation to approving incentives, bonuses and options. The policy is designed to attract the highest caliber of executives and reward them for performance that results in long term growth in shareholder wealth.

Executives are also entitled to participate in the employee share and option arrangements.

All remuneration paid to key management personnel is valued at the cost to the Company and expensed. If options are issued they are valued using the Black Scholes methodology.

The board policy is to remunerate non executive directors at market rates for comparable companies for time, commitment and responsibilities. The board determines payments to the non executive directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to non executive directors is subject to approval by shareholders at the Annual General Meeting (currently $100,000). Fees for non executive directors are not linked to the performance of the Company. However, to align directors' interests with shareholder interests, the directors are encouraged to hold shares in the Company and are able to participate in employee option plans approved by the board.

Performance based remuneration

The Company currently has no performance based remuneration component built into key management personnel remuneration packages.

Company performance, shareholder wealth and key management personnel remuneration

No relationship exists between shareholder wealth, key management personnel remuneration and Company performance.

Use of remuneration consultants

The Company did not employ the services of any remuneration consultants during the financial year ended 31 December 2023.

Voting and comments made at the Company's 2022 Annual General Meeting

The Company received approximately 100% of "yes" votes on its remuneration report for the 2022 financial year. The Company did not receive any specific feedback at the AGM or throughout the year on its remuneration practices.

Details of Remuneration

Details of the remuneration of the directors and the key management personnel of the Company are set out in the Directors' Report.

The key management personnel of Pegmont Mines Limited includes the directors.

Board Procedures and Policies

The Board applies the additional following procedures and policies:

The Board promotes ethical and responsible decision making by applying a corporate code of conduct which provides a framework for decisions and actions in relation to ethical conduct in employment. The Board sets guidelines for buying and selling securities in the company.

The Board safeguards the integrity in financial reporting by requiring the Chief Executive Officer and Chief Financial Officer (or equivalent) to make a statement (at the relevant times) that the Company's financial systems are founded on a system of risk management and internal compliance and control which implements the policies adopted by the board and the company's risk management and internal compliance and control systems is operating efficiently and effectively in all material respect.

The Board ensures the company makes timely and balanced disclosure by adopting a continuous disclosure policy.

The Board respects the rights of shareholders by adopting a shareholder communications strategy which aims to ensure that shareholders are informed of all major developments affecting the Company's state of affairs. The Board requests the external auditor to attend all annual general meetings of the company, to answer shareholder questions about the conduct of the audit and the preparation and content of the auditor's report.

The Board determines the Company's 'risk profile' and is responsible for overseeing and approving risk management strategy and policies, internal compliance and internal control.

DIRECTORS' REPORT

The Directors' present their report on the results of the Company for the year ended 31 December, 2023 and the state of affairs at that date.

DIRECTORS

The names of the Directors in office during the year and at the date of this report are:

Mr. Hadyn G Oriti- Non-Executive Chairman

Mr. John W Montgomerie- Non-Executive Director

Mr. Malcolm A Mayger- Managing Director

Mr. Richard S Woods- (Alternate for Mr Malcolm A Mayger)

PRINCIPAL ACTIVITY

The principal activities of the Company in the course of the year were mineral exploration and resource investment. The Company's principal activity of mineral exploration temporarily ceased however resource investment remained the same during the year.

OPERATING RESULTS

The consolidated loss after providing for income tax amounted to $283,811 (2022, $401,848).

DIVIDENDS

No dividend was paid during the year. (2022 NIL)

REVIEW OF OPERATIONS

Information on the operations of the company during the year and the results of those operations are set out in the section titled "Company Activities during 2023" in this Annual Report.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Company that occurred during the financial year that have not been covered in the 'Company Activities during 2023'.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

On 1 March 2024 the Company announced a non-renounceable pro-rata entitlement offer of 1 New ordinary share for every 10 ordinary shares held at an offer price of $0.04 per New Share to raise approximately $300,000 (before expenses of the offer).

One of our investments experienced a significant decline in its share price following the release of a preliminary major loss in its half-yearly report, for 2024. The results revealed an unexpected loss ranging from $13 million to $15 million, primarily attributed to lower-than-anticipated sales and a one-off non-cash write-down of inventory which will be subject to audit.

As a result the fair value of the Company's investment has decreased by a further $46,000 as of February 2024 ($77,000 as at 31 December 2023).The shares are been held as the market price fell below adjusted net tangible asset value.

Apart from the above no matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in financial years subsequent to the financial year ended 31 December 2023

OPTIONS OVER UNISSUED CAPITAL

The total number of options issued as at

31 December 2023 was NIL (2022– NIL).

At 31 December 2023 there were no unissued shares under option.

ENVIRONMENTAL ISSUES

The Company ceased exploration during the year and relinquished the last held tenement. There are no performance bonds held by the Company at 31 December 2023. Previously, the company was subject to performance bonds for the rehabilitation of a mining tenement. These performance bonds are required by the Mines Department to ensure that rehabilitation occurs as required under environmental regulation. Surface disturbance has been restored. There were no environmental incidents during the year. Occupational Health and Safety requirements were met through the development of an emergency plan, the provision of formal training to Pegmont contractors, toolbox meetings, site inspections and record keeping. There were no reportable incidents during 2023.

REMUNERATION REPORT

MEETING OF DIRECTORS

During the financial year, 3 meetings of directors were held. The number of meetings attended by each director during the year is as follows:

Mr Hadyn G Oriti 3

Mr Malcolm A Mayger 3

Mr. John W Montgomerie 3

In addition to these meetings there were 2 Board resolutions approved by circulation as well as the non-executive directors being continuously updated on current activities.

DIRECTORS' QUALIFICATIONS AND EXPERIENCE

ORITI, Hadyn G
(Non-Executive Chairman) LLB

Mr. Hadyn Oriti, aged 60 is a practising solicitor in Port Macquarie with experience in commercial investment.

MAYGER, Malcolm A
(Executive Managing Director) BCom, CA, FAICD

Mr. Mayger, aged 84 has over 50 years of experience in exploration, mining and investment. Malcolm Mayger founded the company in 1987 and has guided its subsequent development from an exploration concept to a mineral royalty holder and investment interests.

MONTGOMERIE, John W
(Non-Executive Director) FCA

Mr. Montgomerie aged 76 has over 30 years of experience as a partner in a national firm of Chartered Accountants. He has extensive commercial experience and has been involved in various listed and unlisted companies as a director, shareholder and founder.

WOODS, Richard S
(Alternate for Mr MA Mayger) B,Bus,CA

Mr. Woods aged 71 is a Chartered Accountant and a former partner of Walker Wayland NSW Chartered Accountants for 27 years.

DIRECTORS' AND EXECUTIVES' EMOLUMENTS

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the accounts or received as the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or by a related corporation with the Director or with a firm of which he is a member, or with a company in which he has a substantial financial interest other than:

a) Consulting fees paid to Malcolm A Mayger Pty Ltd, an entity of which Mr. Malcolm Mayger is a Director and shareholder.

b) Hadyn Oriti consulting fees paid to a business held bank account.

c) John Montgomerie consulting fees paid to a business held bank account.

d) Chris Leslie consulting fees paid to a business held bank account.

The Company's remuneration policy is disclosed in the Corporate Governance Statement preceding this report.

Details of the nature and amount of each payment to each director and each of the officers of the company receiving emoluments are set out in the following tables.

DIRECTORS' REPORT CONTINUED

KEY MANAGEMENT PERSONNEL OF PEGMONT MINES LIMITED

	SHORT-TERM		POST EMPLOYMENT		SHARE-BASED PAYMENTS	TOTAL
	Salary & Fees $	Non Monetary $	Super-annuation $	Retirement benefits $	$	$
Directors						
Hadyn Oriti						
2023	30,000	–	4,013	–	–	34,013
2022	25,000	–	–	–	–	25,687
Malcolm Mayger						
2023	50,000	–	–	–	–	50,000
2022	50,000	–	–	–	–	60,000
John Montgomerie						
2023	20,000	–	2,675	–	–	22,675
2022	4,402	–	–	–	–	4,402
Peter Read						
2022	24,722	–	–	–	–	24,722
Other key management personnel						
Chris Leslie						
2023	39,867	–	–	–	–	39,867
2022	41,576	–	–	–	–	41,576
Total key management personnel compensation						
2023	139,867	–	6,688	–	–	146,555
2022	146,387	–	–	–	–	148,378

Service agreements

Malcolm Mayger, Managing Director:

Pursuant a Service Agreement, which commenced on 25th of June 1987, the Directors have arranged for Malcolm Mayger to provide his services as Managing Director of Pegmont.

Share-based compensation

Where options are issued to key management personnel as part of their remuneration the options are not issued based on performance criteria, but are issued to key management personnel of Pegmont Mines Limited to increase goal congruence between key management personnel and shareholders. The Company does not have a formal policy in relation to the key management personnel limiting their exposure to risk in relation to the securities, but the Board actively discourages key personnel management from obtaining mortgages in securities held in the Company.

There were no options granted to or vesting with key management personnel during the year, and there were no options forfeited during the year.

There were no ordinary shares issued upon exercise of remuneration options to directors or other key management personnel of Pegmont Mines Limited during the year.

Directors' Interest, in the Share Capital of the Company as at the date of this report

		Shares at 31/12/2022	Acquired/(Disposed) during the year	Shares at 31/12/2023
H G Oriti	Direct	238,000		238,000
	Indirect	–	–	–
R S Woods	Direct	–	–	–
	Indirect	137,000	–	137,000
M A Mayger	Direct	500,000	–	500,000
	Indirect*	38,543,333	–	38,543,333
		39,418,333	**–**	**39,418,333**

* Includes Pegasus Enterprises Ltd in which M A Mayger is a controlling shareholder.

Signed: at Sydney in accordance with a resolution of Directors.

Malcolm A Mayger

Dated: 7 March 2024

DIRECTORS' DECLARATION

The directors declare that the attached financial statements and notes:

a) comply with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

b) give a true and fair view of the Company's and controlled entities' financial position as at 31 December 2023 and of their performance, as represented by the results of their operations and their cash flows, for the financial year ended on that date.

In the directors' opinion:

a) the financial statements and notes are in accordance with the Corporations Act; and

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

This declaration is made in accordance with a resolution of the Directors.

Malcolm A Mayger
Director

Sydney
Dated: 7 March 2024

Financial Statements

For the year ended
31 December 2023

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2023

		CONSOLIDATED	
	NOTES	2023 $	2022 $
Revenue			
Gain from sale of financial assets		32,764	1,922
Fair value gain/(loss) on financial assets	3	(22,622)	23,345
Revaluation of royalty assets		–	–
Interest received or due and receivable from other Corporations		26,475	4,781
Dividend received		–	500
		36,617	30,548
Expenses			
Audit fees		(19,000)	(20,000)
Directors' fees		(106,688)	(104,812)
Exploration expenditure written off		(30,562)	(58,968)
Stock exchange fees		(10,683)	(17,651)
Share registry fees		(12,205)	(9,397)
Secretarial & registered office expenses		(43,349)	(41,576)
Impairment of royalty assets		–	(100,000)
Other expenses		(97,941)	(79,992)
		(320,428)	(432,396)
(Loss) before income tax		(283,811)	(401,848)
Income tax expense	2	–	–
Other Comprehensive Income		–	–
Total Comprehensive Profit/(Loss)		(283,811)	(401,848)
Earnings per share for profit attributable to the ordinary equity holders of the Company	19	(0.004)	(0.006)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

	NOTES	CONSOLIDATED 2023 $	2022 $
Current Assets			
Cash and cash equivalents	4	292,017	458,084
Financial Assets (Term Deposits) at amortised cost	5	455,943	603,053
Prepayments and receivables	6	10,509	9,270
Financial assets at fair value through profit or loss	7	110,001	61,000
Total Current Assets		868,470	1,131,407
Non-Current Assets			
Royalty assets	8	200,000	200,000
Total Non-Current Assets		200,000	200,000
Total Assets		1,068,470	1,331,407
Current Liabilities			
Trade and other payables	9	55,374	34,500
Total Current Liabilities		55,374	34,500
Total Liabilities		55,374	34,500
Net Assets		1,013,096	1,296,907
Equity			
Contributed equity	10	4,541,607	4,541,607
Reserves	11	2,200,000	2,200,000
Retained profits		(5,728,511)	(5,444,700)
Total Equity		1,013,096	1,296,907

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2023

	CONSOLIDATED	
	2023 $	2022 $
Total equity at the beginning of the financial year	1,296,907	1,698,755
Loss for the year	(283,811)	(401,848)
Total equity at the end of the financial year	1,013,096	1,296,907
Issued Capital	4,541,607	4,541,607
Retained Losses	(5,728,511)	(5,444,700)
Reserves	2,200,000	2,200,000
Total equity at the end of the financial year	1,013,096	1,296,907

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

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2023

	NOTES	CONSOLIDATED 2023 $	2022 $
Receipts from customers		–	–
Directors and secretary fees		(148,835)	(146,388)
Payments to suppliers and contractors		(182,520)	(222,376)
Interest received		23,585	1,728
Dividends received		–	500
Cash Flows from operating activities	**17**	(307,770)	(366,536)
Cash Flows from Investing Activities			
Exploration expenditure		30,562	58,968
Proceeds from sale of financial assets		235,419	210,720
Purchase of share trading stock		(274,278)	(208,798)
(Increase)/Decrease of financial assets (Term Deposits) at amortised cost		150,000	(600,000)
Net cash provided from investing activities		141,703	(539,110)
Cash Flows from Financing Activities			
Net cash flow from financing activities		–	–
Net (decrease) in cash and cash equivalents		(166,067)	(905,646)
Cash and cash equivalents at the beginning of the financial year		458,084	1,363,730
Cash and cash equivalents at the end of the financial year	**16**	292,017	458,084

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below.

These policies have been consistently applied to all the years presented, unless otherwise stated. The financial report includes separate financial statements for Pegmont Mines Ltd ("the Company") as an individual entity and the consolidated entity consisting of Pegmont Mines Ltd and its subsidiaries.

a) New or amended Accounting Standards and Interpretations adopted

Set out below are the new and revised standards and amendments thereof *(and interpretations)* effective for the current year that are relevant to the Group.

AASB 2021-2 *Amendments to Australian Accounting Standards- Disclosure of Accounting Policies and Definition of Accounting Estimates.*

Impact: Requires the disclosure of material accounting policy information and clarifies how entities should distinguish changes in accounting policies and changes in accounting estimates. The application of the amendments did not have a material impact on the Group's consolidated financial statements but has changed the disclosure of accounting policy information in the financial statements.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

Conceptual Framework for Financial Reporting (Conceptual Framework)

The consolidated entity has adopted the revised Conceptual Framework from 1 January 2020. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the consolidated entity's financial statements.

b) Basis of preparation

This general purpose financial report has been prepared in accordance with the *Corporations Act 2001*, Australian Accounting Standards and Interpretations and complies with other requirements of the law.

All amounts are presented in Australian dollars, unless otherwise noted.

Compliance with IFRSs

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (IFRSs). Compliance with Australian Accounting Standards ensures that the consolidated financial statements and notes of Pegmont Mines Ltd comply with IFRSs.

Historical cost convention

These financial statements have been prepared under the historical cost. Cost is based on the fair values of the consideration given in exchange for assets.

c) Consolidation

The consolidated financial statements incorporate the assets and liabilities of all entities controlled by Pegmont Mines Ltd ("the Company") as at 31 December 2023 and the results of all controlled entities for the year then ended. An investor, regardless of the nature of its involvement with an entity (the investee), shall determine whether it is a parent by assessing whether it controls the investee. An investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Thus, an investor controls an investee if and only if the investor has all the following: (a) power over the investee (b) exposure, or rights, to variable returns from its involvement with the investee and (c) the ability to use its power over the investee to affect the amount of the investor's returns.

The effects of all intercompany transactions, balances and unrealised gains on transactions between entities in the Group are eliminated in full.

Where control of an entity is obtained during a financial year, its results are included in the consolidated profit and loss account from the date on which control commences. Where control of an entity ceases during a financial year its results are included for that part of the year during which control exists.

d) Income Tax

The income tax expense or revenue for the year is the tax payable on the current year's taxable income based on the national income tax rate, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

There is no tax liability due to tax losses carried forward of $11,140,380.

e) Impairment of assets

Assets are reviewed for impairment at each reporting date or whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

Non-financial assets, other than goodwill, that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

Goodwill and intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired.

f) Exploration expenditure

Expenditure on acquisition of tenements relating to an area of interest is carried forward where rights to tenure of the area of interest are current and:

i. the area has demonstrated economic grade, mineralisation; or
ii. exploration and evaluation activities are continuing in an area of interest but have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves.
ii. otherwise, exploration expenditure is written off in the year during which it is incurred.

The Company does not currently hold any tenements

g) Fair Value Estimation

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The carrying value, less impairment provision, of trade receivables and payables are assumed to approximate their fair values due to their short-term nature.

h) Investments and Other Financial Assets

The Group classifies its investments in the following categories: loan and receivables, financial assets at fair value through other comprehensive income, and financial assets at fair value through profit or loss.

The classification depends on the nature and purpose of the financial asset and is determined at the time of initial recognition. This designation is re-evaluated at each reporting date.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Fair value movements are recognised in profit or loss.

Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income include equity investments which the consolidated entity intends to hold for the foreseeable future and has irrevocably elected to classify them as such upon initial recognition.

Fair value measurement hierarchy

The consolidated entity is required to classify all assets and liabilities, measured 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; and Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

The fair value of assets and liabilities classified as level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require significant adjustments based on unobservable inputs. Refer to note 21 for further information.

NOTES TO THE FINANCIALS STATEMENTS CONTINUED

FOR THE YEAR ENDED 31 DECEMBER 2023

h) Mineral Tenements

The Company's activities in the mining industry are subject to regulations and approvals including mining heritage, environmental regulation, the implications of the High Court of Australia decision in what is known generally as the "Mabo" case and any State or Federal legislation regarding native and mining titles. Approvals, although granted in most cases, are discretionary.

The question of native title has yet to be determined and could effect any mining title area whether granted by the State or not.

i) Earnings per share

Basic earnings per share is determined by dividing the operating profit after income tax attributable to members of Pegmont Mines Ltd by the weighted average number of ordinary shares outstanding during the year.

m) Critical accounting estimates & judgements

In preparing this Financial Report the Company has been required to make certain estimates and assumptions concerning future occurrences. There is an inherent risk that the resulting accounting estimates will not equate exactly with actual events and results.

i) Significant accounting judgements

In the process of applying the Group's accounting policies, management has made the following judgements, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

Exploration and evaluation expenditure is written off during the year in which it is incurred.

ii) Significant accounting estimates and assumptions

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Royalty Asset Recovery

The future recoverability of royalty assets is dependent on a number of factors, including the life of the mining lease where production of the minerals is occurring and the continued mining by the operator of the lease

Factors that could impact the future recoverability include the level of reserves and resources, future technological changes, costs of production, production rates, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

At 31 December 2023, the carrying value of royalty assets of the group was $200,000 (2022 – $200,000).

	CONSOLIDATED 2023 $	2022 $

2. INCOME TAX

	2023 $	2022 $
Prima facie tax payable on operating loss at 25%	(70,952)	(100,462)
Deferred tax assets not brought to account	70,952	100,462
Income Tax Expense	–	–

The Company at 31/12/2023 had carried forward tax losses of $11,140,380 which have not been brought to account.

3. OTHER INCOME

	2023 $	2022 $
Net fair value gain/(loss)	(22,622)	23,345

4. CASH AND CASH EQUIVALENTS (CURRENT)

	2023 $	2022 $
Cash at bank and on hand	176,971	306,840
Cash at broker	115,046	151,244
	292,017	458,084

5. FINANCIAL ASSETS AT AMORTISED COST

	2023 $	2022 $
Term Deposits maturing in 2024	455,943	603,053

6. TRADE AND OTHER RECIEVABLES (CURRENT)

	2023 $	2022 $
Security deposits DME & rental bond	–	3,000
Other debtors and prepayments	10,509	6,270
	10,509	9,270

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CURRENT)

	2023 $	2022 $
Quoted Shares	110,001	61,000
Closing balance at 31 December	110,001	61,000

8. ROYALTY ASSETS (NON-CURRENT)

	2023 $	2022 $
Pegmont Lead-Zinc project royalty at fair value	–	–
Reefway Pty Ltd royalty at fair value	200,000	200,000
At Fair Value	200,000	200,000

The company has two royalty projects located at Pegmont and Mount Kelly (Reefway Royalty) in the Mt Isa region. Royalty amounts are payable after certain production amounts are reached on both projects. The Directors' have maintained the assessed value at 31/12/2023 for the Reefway royalty project at $200,000 unchanged since 2021.

The Directors used a Discounted Cash Flow model to estimate a Net Present Value (NPV) of $2.037 million for the Reefway Royalty tenements and $1.564 million for Pegmont's 76.73% The NPV used a discount rate of 10%. Royalties payments are expected to commence in 2028 through to 2032 at higher production/sales rates. A probability of 66% has been ascribed to receiving royalty payments based on estimated cumulative sales of 65,300 tons of copper at end of 2023.

In relation to the Pegmont royalty the Directors' have not assigned a value on the royalty since the operator Vendetta Mining Corp have not reached a decision to mine.

The Company's activities in the mining industry are subject to regulation and approval including mining, heritage, environmental regulation, and any State or Federal legislation regarding native and mining titles. Approvals, although granted in the most cases, are discretionary. The question of native title has yet to be determined and could affect any mining title area whether granted by the State or not.

NOTES TO THE FINANCIALS STATEMENTS CONTINUED

FOR THE YEAR ENDED 31 DECEMBER 2022

	CONSOLIDATED 2023 $	2022 $
9. TRADE AND OTHER PAYABLES (CURRENT LIABILITIES)		
Trade creditors and accruals	55,374	34,500

	Number	2023 $	Number	2022 $
10. ORDINARY SHARES – FULLY PAID				
	72,316,556	4,541,607	72,316,556	4,541,607

There were no shares or options issued during the year.

Terms and conditions of ordinary shares:

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholder's meetings. In the event of winding up of the company, ordinary shareholders rank after all other shareholders and creditors are fully entitled to any proceeds of liquidations.

	CONSOLIDATED 2023 $	2022 $
11. RESERVES		
a) Reserves		
Asset Revaluation Reserve	200,000	200,000
Capital Profit Reserve	2,000,000	2,000,000
	2,200,000	2,200,000

b) Nature and purpose of reserves

The capital reserve is used to quarantine net realised profits of a capital nature. The asset revaluation reserve is used to accumulate adjustments to the fair value of non-current assets.

12. KEY MANAGEMENT PERSONNEL DISCLOSURE

a) Directors

The names of Directors who have held office during the financial year are:

Pegmont Mines Ltd & Subsidiaries
Malcolm A Mayger, Hadyn G Oriti, John W Montgomerie and Richard S Woods (Alternate for Malcolm A Mayger)

Executives during year – Christopher D Leslie

b) Directors and Director-Related Entities' Shareholdings

The interests of Directors and their Director related entities in shares and share options at the end of the financial period are as follows:

Name	Balance at the start of the financial period	Issued	Purchased/(Sold)	Balance at the end of the financial period
Shares				
M A Mayger	39,043,333	–	–	39,043,333
H G Oriti	238,000	–	–	238,000
R S Woods	137,000	–	–	137,000
Total shares	39,418,333			39,418,333

c) Key management personnel compensation

The Company has taken advantage of the relief provided by Corporations Regulation 2M.6.04 and has transferred the detailed remuneration disclosures to the Directors' Report. The relevant information can be found at note 12 and in the remuneration report within the Directors' Report.

d) Related party transactions

Other than the transactions disclosed above there are no other transactions between related parties that require disclosure.

13. SEGMENTAL INFORMATION

The economic entity operates predominantly in one geographic location. The operations of the economic entity consist of the exploration for gold, lead-zinc and other minerals and equity investments within Australia.

14. REMUNERATION OF DIRECTORS

			CONSOLIDATED	
Type of transaction	Related party–directors	Terms and conditions	2023 $	2022 $
Directors' fees	MA Mayger	Normal commercial	50,000	50,000
Directors' fees &Superannuation	HG Oriti	Normal commercial	34,013	25,687
Directors' fees &Superannuation	JW Montgomerie	Normal commercial	22,675	4,402
Directors' fees	P J Read-retired	Normal commercial	–	24,723
			106,688	104,812

NOTES TO THE FINANCIALS STATEMENTS CONTINUED

FOR THE YEAR ENDED 31 DECEMBER 2022

15. CONTROLLED ENTITIES

Name	Inc	Class	2023	2022
Pilbara Ventures Ltd	NSW	Ord	100%	100%
Queensland Copper Mines Pty Ltd	NSW	Ord	100%	100%
Kimberley Ventures Ltd	NSW	Ord	100%	100%

16. RECONCILIATION OF CASH

Cash as at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the balance sheet as follows:

	CONSOLIDATED	
	2023 $	2022 $
Cash at bank	176,971	306,840
Cash at Broker	115,046	151,244
	292,017	458,084

17. RECONCILIATION OF NET CASH OUTFLOW FROM OPERATING ACTIVITIES TO OPERATING LOSS AFTER INCOME TAX

	CONSOLIDATED	
	2023 $	2022 $
Operating (Loss)	(283,811)	(401,848)
Fair value (gain)/loss on financial assets	22,622	(23,345)
Exploration Expenditure	(30,562)	(58,968)
Impairment of royalty assets	–	100,000
Gain on sale of share trading stock	(32,764)	1,922
Increase/(decrease) in payables	20,874	10,124
(Increase)/decrease in Debtors	6,782	8,632
(Increase) /decrease in Accrued Interest	(2,890)	(3,053)
(Increase)/decrease in Prepayments	(8,021)	–
Net cash provided for operating activities	(307,770)	(366,536)

The Company has no credit standby or financing facilities in place other than disclosed on the statement of financial position.

18. SUBSEQUENT EVENTS

On 1 March 2024 the Company announced a non-renounceable pro-rata entitlement offer of 1 new ordinary share for every 10 ordinary shares held at an offer price of $0.04 per new share to raise approximately $300,000 (before expenses of the offer).

One of our investments experienced a significant decline in its share price following the release of a preliminary major loss in its half-yearly report, for 2024. The results revealed an unexpected loss ranging from $13million to $15million, primarily attributed to lower-than-anticipated sales and a one-off non-cash write-down of inventory which will be subject to audit.

As a result the fair value of the Company’s investment has decreased by a further $46,000 as of February 2024 ($77,000 as at 31 December 2023). The shares are been held as the market price fell below adjusted net tangible asset value.

Apart from the above events, no matter or circumstance has arisen since 31 December 2023 that has or may significantly affect the operations of the Company, the results of the Company, or the state of affairs of the Company in the financial year subsequent to the financial year ended 31 December 2023.

	CONSOLIDATED 2023 $	2022 $
19. EARNINGS PER SHARE (EPS)		
a) Basic Earnings per share		
Earnings attributable to the ordinary equity holders of the Company	(0.004)	(0.006)

b) Earnings used in calculating earnings per share		
Earnings attributable to the ordinary equity holders of the Company	(283,811)	(401,848)
The weighted average number of ordinary shares on issue used in the calculation of basic earnings per share	72,316,556	72,316,556

The diluted earnings per share is not materially different from the basic earnings per share.

20. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks.

Credit risk

The Company does not have any significant credit risk exposure to a single counterparty or any group of counterparties having similar characteristics.

The carrying amount of financial assets recorded in the financial statements, net of any provisions for losses, represents the Company's maximum exposure to credit risk without taking account of the fair value of any collateral or other security obtained.

Cash flow and fair value interest rate risk

Although the Company has significant interest bearing assets, the Company's income and operating cash flows are substantially independent of changes in market interest rates. The Company monitors interest rates to obtain the best terms and mix of cash flow.

Interest rate risk

The Group's exposure to interest rate risk and the effective weighted average interest rate by maturity periods is set out in the following tables:

			FIXED MATURITY DATE			
	Weighted Average Effective Interest Rate %	Variable Interest $	Less than 1 year $	1 to 2 years $	Non-interest Bearing $	Total $
2023						
Financial assets						
Term deposits	4.5	–	455,943	–	–	455,943
Cash	–	–	–	–	176,971	176,971
Interest bearing deposits at call	2	–	115,046	–	–	115,046
Trade and other receivables	–	–	–	–	10,509	10,509
			570,989		187,480	758,469
Financial liabilities						
Trade and payables	–	–	–	–	55,374	55,374

NOTES TO THE FINANCIALS STATEMENTS CONTINUED

FOR THE YEAR ENDED 31 DECEMBER 2022

Liquidity risk

Prudent liquidity management involves the maintenance of sufficient cash, marketable securities, committed credit facilities and access to capital markets. It is the policy of the board to ensure that the Group is able to meet its financial obligations and maintain the flexibility to pursue attractive investment opportunities through keeping committed credit lines available where possible, ensuring the Group has sufficient working capital and preserving the 15% share issue limit available to the Company under the NSXA Listing Rules.

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

Fair value hierarchy

The following tables detail the consolidated entity's 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.

	Level 1	Level 2	Level 3	Total
2023				
Financial Assets				
Ordinary shares at fair value through profit or loss	110,001	–	–	110,001
2022				
Financial Assets				
Ordinary shares at fair value through profit or loss	61,000	–	–	61,000

Financing arrangements

The Company has no financing facilities available.

21. AUDITOR'S REMUNERATION

	CONSOLIDATED 2023 $	CONSOLIDATED 2022 $
Amount received or due and receivable by the auditor for:		
a) Audit services		
Audit and review of the 2023 financial reports under the *Corporations Act 2001*	15,500	20,000
Previous auditor 2022 under accrual	3,500	–
b) **Non- Audit services**	–	–
Total remuneration of auditors	19,000	20,000

The auditor of the Company and its subsidiaries is NorthCorp Accountants. The previous auditor Rothsay Audit & Assurance Pty Ltd resigned and was replaced at the previous AGM.

The Company has received notification from the Company's auditor that he satisfies the independence criterion and that there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct in relation to the audit. The Company confirms that no non-audit services have been provided by the auditor.

22. PARENT ENTITY INFORMATION

The accounting policies of the Parent Entity, which have been applied in determining the financial information shown below, are the same as those applied in the consolidated financial statements.

Financial Position	2023	2022
Assets		
Current Assets	868,470	1,131,407
Non Current Assets	200,000	200,000
Total Assets	1,068,470	1,331,407
Liabilities		
Current Liabilities	55,374	34,500
Total Liabilities	55,374	34,500
Equity		
Issued Capital	4,541,607	4,541,607
Reserves	2,200,000	2,200,000
Retained Earnings	(5,728,511)	(5,444,700)
Total Equity	1,013,096	1,296,907
Financial Performance		
Loss for the year	283,811	401,848
Other comprehensive income	–	–
Total comprehensive income/(loss) for the year	(283,811)	(401,848)

23. EXPENDITURE COMMITMENTS

Mineral Tenement Leases

In order to maintain current rights of tenure to mining tenements, the Company will be required to outlay in 2024 amounts of $NIL (2022 $164,000) in respect of tenement lease rentals and minimum exploration expenditure commitments. The remaining tenement EPM 27345 was relinquished in 2023. As the Company does not hold any mining tenements there will be Nil amounts in respect of tenement lease rentals and minimum exploration expenditure commitments.

INDEPENDENT AUDIT REPORT

NorthCorp
accountants + financial services

PARTNERS
Paul Fahey B Bus CA
Bart Lawler B Com CA
Patrick Brennan B Com CA
Alison McKinnon B Bus CA

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PEGMONT MINES LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Pegmont Mines Limited ("the Company") and its controlled entities ("the Group") which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended and notes to the financial statements, including a summary of material accounting policies and the directors' declaration.

In our opinion the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

a) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its financial performance for the year then ended; and

b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of this 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 and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the "Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

PARTNERS
Paul Fahey B Bus CA
Bart Lawler B Com CA
Patrick Brennan B Com CA
Alison McKinnon B Bus CA

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PEGMONT MINES LIMITED (continued)

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report for the year ended 31 December 2023. These matters were addressed in the context of our audit of the financial report, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter – Carrying Value of Royalty Assets. ***Refer to Note 8***	***How our Audit Addressed the Key Audit Matter***
The Company has two royalty assets: Austral Resources Australia Ltd (Austral) amounting to $200,000. Vendetta Mining Corp (Vendetta) amounting to $100,000. The Vendetta royalty asset was impaired in full in 2022.	Our audit procedures included amongst others the following: • We reviewed management's assessment for impairment and the publicly available information in relation to the tenements subject to the royalty deed agreements. • We assessed the key assumptions used by management in the discounted cash flow used to support the carrying value of these royalty assets. • We carried out our own assessment of the discounted cashflows and stress tested the assumptions under various conditions. • We assessed the adequacy of the disclosures in relation to the carrying value of the royalty assets.

INDEPENDENT AUDIT REPORT CONTINUED

NorthCorp accountants + financial services

PARTNERS
Paul Fahey B Bus CA
Bart Lawler B Com CA
Patrick Brennan B Com CA
Alison McKinnon B Bus CA

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PEGMONT MINES LIMITED (continued)

Information other than the Financial Report and Auditor's Report Theron

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 31 December 2023, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.
In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If based on the work we have performed we conclude there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/Home.aspx.

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PARTNERS
Paul Fahey B Bus CA
Bart Lawler B Com CA
Patrick Brennan B Com CA
Alison McKinnon B Bus CA

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PEGMONT MINES LIMITED (continued)

We communicate with the directors regarding, amongst other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and

other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe those matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communications.

Report on the Remuneration Report

We have audited the remuneration report included in the directors' report for the year ended 31 December 2023.

In our opinion the remuneration report of Pegmont Mines Limited for the year ended 31 December 2023 complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

NorthCorp Accountants

Bart Lawler
Registered Company Auditor

7 March 2024

CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

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AUDITOR'S INDEPENDENCE REPORT

NorthCorp
accountants + financial services

PARTNERS
Paul Fahey B Bus CA
Bart Lawler B Com CA
Patrick Brennan B Com CA
Alison McKinnon B Bus CA

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C
OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF PEGMONT MINES LIMITED

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors as lead auditor of the audit of Pegmont Mines Limited for the year ended 31 December 2023.

I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Pegmont Mines Limited and the entities it controlled during the year.

NorthCorp Accountants

Bart Lawler
Registered Company Auditor

7 March 2024

CHARTERED ACCOUNTANTS
AUSTRALIA + NEW ZEALAND

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SUPPLEMENTARY INFORMATION

1. Issued Capital at 31 December 2023: 72,316,556 Ordinary Shares Fully paid

2. Share Holdings at 6 February 2024

a) Distribution of Shareholders

Shareholding	Number of holders	Ordinary Shares
1 – 1000	1	1,000
1001 – 5000	1	5,000
5001 – 10,000	74	736,000
10,001 – 100,000	125	4,163,039
100,000 and over	60	67,411,517
	261	72,316,556

b) Names of Substantial Shareholders shown in the Company's Register holding 5% or more of the Issued Capital of the Company are:

Shareholding	Number of Shares	% Issued Capital
Malcolm A. Mayger Pty Limited	18,440,000	25.50
Pegasus Enterprises Ltd	16,683,333	23.07
Malcolm A. Mayger Pty Limited and Associates (including Pegasus Enterprises Limited)	39,043,333	53.99
Walter Leonard McDonald and Mrs Margo Jean McDonald (McDonald Family SF Account)	5,200,611	7.19

c) Interests associated with Malcolm A Mayger Pty Ltd hold 39,043,333 (53.99%) Ordinary fully paid shares.

DIRECTORS' INTERESTS

		Shares
R S Woods	Direct	–
	Indirect	137,000
H O Oriti	Direct	238,000
	Indirect	–
M A Mayger	Direct	500,000
	Indirect*	38,543,333
Total Shares		39,418,333

* Includes Pegasus Enterprises Limited.

Top Twenty Shareholders at 6 February 2024

	Number of Shares	Capital Issued %
Malcolm A Mayger Pty Ltd	18,440,000	25.50
Pegasus Enterprises Ltd	16,683,333	23.07
Walter Leonard McDonald and Mrs Margo Jean McDonald (McDonald Family SF account)	5,200,611	7.19
Bedel & Sowa Corp Pty Ltd	2,812,500	3.89
Bayerisch Super Pty Ltd (Bayerisch Fam Priv SF A/C)	2,657,530	3.67
Lozora Pty Ltd	2,000,000	2.77
Estate Late David Hewitt	1,482,750	2.05
Longbrow Croft Capital P/L (R C Bishop S/F A/C)	1,330,000	1.84
Citicorp Nominees Pty Ltd	1,200,000	1.66
Scepha Investments Pty Ltd	1,125,000	1.56
David Ramsay Curtis	886,786	1.23
Andrew George Poulos	822,115	1.14
Perpetual Trustee Company Ltd	800,000	1.11
Dolores Holland	671,000	0.93
Netwealth Investments Ltd (Wrap Services A/C)	550,000	0.76
Warlam Pty Ltd (Lincoln A/C)	520,000	0.72
Malcolm A Mayger	500,000	0.69
TCWH Pty Ltd (TCWH Super Fund)	500,000	0.69
Rado Jacob Rebek	500,000	0.69
Martin Place Securities (Crown Credit Corporation AC)	500,000	0.69
	59,181,625	81.85
Other Shareholders	13,134,931	18.15
Total Issued Shares	72,316,556	100%

CORPORATE DIRECTORY

PEGMONT MINES LIMITED
ABN 97 003 331 682

Registered Office
C-/- Walker Wayland Services P/L
Level 11, 60 Castlereagh Street
Sydney NSW 2000

Telephone: (02) 9951 5400
Facsimile: (02) 9951 5454

Corporate Office
13 Oden Street
Port Macquarie NSW 2444

Mail: 13 Oden Street,
Port Macquarie NSW 2444

Phone: (02) 6583 7747
Email: pegmont@hotmail.com
Website: www.pegmont.com.au

Listed on The National Stock Exchange of Australia
Code: PMI

Directors

Hadyn G Oriti	Non-Executive Chairman
Malcolm A Mayger	Managing Director
John W Montgomerie	Non-Executive Director (appointed 24 November 2022)
Richard S Woods	Alternate Director

Company Secretary
Christopher D Leslie

Share Registry
C/- Computershare Investor Services Pty Ltd

Shareholder enquiries:
Telephone: 1300 850 505
Facsimile: (03) 9473 2500
Email: web.queries@computershare.com.au

Auditors
NorthCorp Accountants
Bourne House,
10–12 Short Street
Port Macquarie NSW 2444

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PEGMONT MINES LIMITED
ABN 97 003 331 682