

FORM: Half yearly/preliminary final report

Name of issuer

PEGMONT MINES LIMITED

ACN or ARBN	Half yearly (tick)	Preliminary final (tick)	Half year/financial year ended (‘Current period’)
97 003 331 682		✓	31 December 2024

For announcement to the market

Extracts from this statement for announcement to the market (see note 1).

				\$A,000
Revenue (item 1.1)	up/down	67.8%	to	401
Profit (loss) for the period (item 1.9)	up/down	21.7%	to	222
Profit (loss) for the period attributable to members of the parent (item 1.11)	up/down	21.7%	to	222
Dividends		Current period		Previous corresponding period
Franking rate applicable:		N/A		N/A
Final dividend (preliminary final report only)(item 10.13-10.14)		NIL		NIL
Amount per security				
Franked amount per security				
Interim dividend (Half yearly report only) (item 10.11 – 10.12)				
Amount per security				
Franked amount per security				
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				

Consolidated income statement *(The figures are not equity accounted)**(see note 3)**(as per paragraphs 81-85 and 88-94 of AASB 101: Presentation of Financial Statements)*

	Current period - \$A 31/12/24	Previous corresponding period - \$A31/12/23
1.1 Revenues <i>(item 7.1)</i>	401,392	239,272
1.2 Expenses, excluding finance costs <i>(item 7.2)</i>	623,569	523,083
1.3 Finance costs		
1.4 Share of net profits (losses) of associates and joint ventures <i>(item 15.7)</i>		
1.5 Profit (loss) before income tax	(222,177)	(283,811)
1.6 Income tax expense <i>(see note 4)</i>		
1.7 Profit (loss) from continuing operations		
1.8 Profit (loss) from discontinued operations <i>(item 13.3)</i>		
1.9 Profit (loss) for the period	(222,177)	(283,811)
1.10 Profit (loss) attributable to minority interests		
1.11 Profit (loss) attributable to members of the parent	(222,177)	(283,811)
1.12 Basic earnings per <i>security</i> <i>(item 9.1)</i>	(0.3)c	(0.4)c
1.13 Diluted earnings per <i>security</i> <i>(item 9.1)</i>	(0.3)c	(0.4)c
1.14 Dividends per <i>security</i> <i>(item 9.1)</i>	NIL	NIL

Comparison of half-year profits*(Preliminary final statement only)*

	Current period - \$A 31/12/24	Previous corresponding period - \$A31/12/23
2.1 Consolidated profit (loss) after tax attributable to members reported for the 1st half year <i>(item 1.11 in the half yearly statement)</i>	(184,091)	(166,352)
2.2 Consolidated profit (loss) after tax attributable to members for the 2nd half year	(38,086)	(117,459)

Consolidated balance sheet

(See note 5)

(as per paragraphs 68-69 of AASB 101: Financial Statement Presentation)

	Current period - \$A 31/12/24	Previous corresponding period \$A31/12/23
Current assets		
3.1 Cash and cash equivalents	300,875	292,017
3.2 Trade and other receivables	5,101	10,509
3.3 Inventories- share investments	110,001	110,001
3.4 Other current assets-Term Deposits	134,435	455,943
3.5 Total current assets	921,307	868,470
Non-current assets		
3.6 Available for sale investments		
3.7 Other financial assets		
3.8 Investments in associates		
3.9 Deferred tax assets		
3.10 Exploration and evaluation expenditure capitalised (see para. 71 of AASB 1022 – new standard not yet finalised)		
3.11 Development properties (mining entities)		
3.12 Property, plant and equipment (net)		
3.13 Investment properties		
3.14 Goodwill		
3.15 Other intangible assets		
3.16 Other-Royalty Asset	200,000	200,000
3.17 Total non-current assets	200,000	200,000
3.18 Total assets	1,121,307	1,068
Current liabilities		
3.19 Trade and other payables	30,388	55,374
3.20 Short term borrowings		
3.21 Current tax payable		
3.22 Short term provisions		
3.23 Current portion of long term borrowings		
3.24 Other current liabilities (provide details if material)		
	30,388	55,374
3.25 Liabilities directly associated with non-current assets classified as held for sale (para 38 of AASB 5)		
3.26 Total current liabilities	30,388	55,374
Non-current liabilities		

	Current period - \$A 31/12/223	Previous corresponding period - \$A31/12/22
3.27 Long-term borrowings		
3.28 Deferred tax liabilities		
3.29 Long term provisions		
3.30 Other (provide details if material)		
3.31 Total non-current liabilities	–	–
3.32 Total liabilities	30,388	55,374
3.33 Net assets	1,090,919	1,013,096
Equity		
3.34 Share capital	4,841,607	4,541,607
3.35 Other reserves	2,200,000	2,200,000
3.36 Retained earnings	(5,950,688)	(5,728,511)
Amounts recognised directly in equity relating to non-current assets classified as held for sale		
3.37 Parent interest	1,090,919	1,013,096
3.38 Minority interest	–	–
3.39 Total equity	1,090,919	1,013,096

Consolidated statement of changes in equity

(as per paragraphs 96-97 of AASB 101: Presentation of Financial Statements)

	Current period – A\$31/12/24	Previous corresponding period – A\$31/12/23
Revenues recognised directly in equity:		
Gross Revenue from sharetrading	371,609	235,419
Interest and dividends received	27,181	26,475
Expenses recognised directly in equity:		
Exploration Expenditure	(12,605)	30,562
Administration	253,507	289,866
Provision for market loss	(2,602)	22,622
Cost of sales	382867	202,655
4.1 Net income recognised directly in equity	(222,177)	(283,811)
4.2 Profit for the period	(222,177)	(283,811)
4.3 Total recognised income and expense for the period		
Attributable to:		
4.4 Members of the parent	(222,177)	(283,811)
4.5 Minority interest		
Effect of changes in accounting policy (as per AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors):		
4.6 Members of the parent entity		
4.7 Minority interest		

Consolidated statement of cash flows

(See note 6)

(as per AASB 107: Cash Flow Statements)

	Current period - \$A31/12/2024	Previous corresponding period - \$A31/12/2023	
Cash flows related to operating activities			
5.1	Gross Revenue		
5.2	Payments to suppliers and employees	(360,280)	(331,355)
5.3	Interest and other costs of finance paid	26,995	23,585
5.4	Income taxes paid		
5.5	Other (provide details if material)		–
5.6	Net cash used in operating activities	(233,285)	(307,770)
Cash flows related to investing activities			
5.7	Payments for purchases of property, plant and equipment		
5.8	Proceeds from sale of financial assets	371,609	235,419
5.9	Purchase of share trading stock	(404,700)	(274,278)
5.10	Proceeds from sale of equity investments		
5.11	Loans to other entities		
5.12	Loans repaid by other entities		
5.13	(Increase)/Decrease of financial assets (Term Deposits) at amortised cost	(24,766)	150,000
5.14	Dividends received		
5.15	Other Exploration	–	(30,562)
5.16	Net cash used in investing activities	(57,857)	141,703
Cash flows related to financing activities			
5.17	Proceeds from issues of securities (shares, options, etc.)	300,000	–
5.18	Proceeds from borrowings		
5.19	Repayment of borrowings		
5.20	Dividends paid		
5.21	Other loan repayment		
5.22	Net cash used in financing activities	300,000	–
Net increase (decrease) in cash and cash equivalents			
5.23	Cash at beginning of period (see Reconciliations of cash)	292,017	458,084
5.24	Exchange rate adjustments to item 5.23		
5.25	Cash at end of period (see Reconciliation of cash)	300,875	292,017

Reconciliation of cash provided by operating activities to profit or loss

(as per paragraph Aus20.1 of AASB 107: Cash Flow Statements)

	Current period \$A31/12/2024	Previous corresponding period \$A31/12/23
6.1 Profit <i>(item 1.9)</i>	(222,177)	(283,811)
Adjustments for:		
6.2 Exploration	–	(30,562)
6.3 Unrealised loss (gain) on investments	(2,602)	22,622
6.4 Gain on sale of share trading stock	11,258	(32,764)
6.5 Increase/(decrease) in payables	(24,986)	20,764
6.6 (Increase)/decrease in debtors	319	6,782
6.7 (Increase)/decrease in accrued interest	(186)	(2,890)
6.8 (Increase)/decrease in prepayments	(5,089)	(8,021)
6.10 Net cash from operating activities <i>(item 5.6)</i>	(233,285)	(307,770)

Notes to the financial statements

Details of revenues and expenses

(see note 16)

(Where items of income and expense are material, disclose nature and amount below in accordance with paragraphs 86-87 of AASB 101: Presentation of Financial Statements)

	Current period - \$A31/12/24	Previous corresponding period - \$A31/12/23
7.1 Revenue		
Gross Revenue from sharetrading	371,609	235,419
Interest and dividend received	27,181	26,475
Decrease/(increase) in provision for shares	2,602	(22,622)
Total Revenue	401,392	239,272
7.2 Expenses		
Cost of sales	382,867	202,655
Directors fees	105,500	106,688
Exploration expenditure written off	(12,605)	30,562
Administration	147,807	183,178
Total Expenses	623,569	523,083
Profit (loss) before tax	(222,177)	(283,811)

Ratios	Current period	Previous corresponding period
Profit before tax / revenue	(55%)	(84%)
8.1 Consolidated profit (loss) before tax (item 1.5) as a percentage of revenue (item 1.1)		
Profit after tax / equity interests	(20%)	(28%)
8.2 Consolidated profit (loss) after tax attributable to members (item 1.11) as a percentage of equity (similarly attributable) at the end of the period (item 3.37)		

Earnings per Security

- 9.1 Provide details of basic and fully diluted EPS in accordance with paragraph 70 and Aus 70.1 of AASB 133: Earnings per Share below:

Basic (Diluted EPS not materially different)	(0.3)c	(0.4c)
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Dividends

- 10.1 Date the dividend is payable

N/A

- 10.2 Record date to determine entitlements to the dividend (i.e. on the basis of registrable transfers received up to 5.00 pm if paper based, or by 'End of Day' if a proper ASTC/CHESS transfer)

N/A

- 10.3 If it is a final dividend, has it been declared?

(Preliminary final report only)

- 10.4 The *dividend or distribution plans* shown below are in operation.

N/A

The last date(s) for receipt of election notices to the *dividend or distribution plans*

N/A

- 10.5 Any other disclosures in relation to *dividends or distributions*

N/A

Dividends paid or provided for on all securities

(as per paragraph Aus126.4 AASB 101: Presentation of Financial Statements)

	Current period - \$A'000	Previous corresponding period - \$A'000	Franking rate applicable
Dividends paid or provided for during the reporting period	N/A	N/A	N/A
10.6 Current year interim			
10.7 Franked dividends			
10.8 Previous year final			
10.9 Franked dividends			
Dividends proposed and not recognised as a liability	N/A	N/A	N/A
10.10 Franked dividends			

Dividends per security

(as per paragraph Aus126.4 of AASB 101: Presentation of Financial Statements)

	Current year	Previous year	Franking rate applicable
Dividends paid or provided for during the reporting period	N/A	N/A	N/A
10.11 Current year interim			
10.12 Franked dividends – cents per share			
10.13 Previous year final			
10.14 Franked dividends – cents per share			
Dividends proposed and not recognised as a liability	N/A	N/A	N/A
10.15 Franked dividends – cents per share	N/A	N/A	N/A

Exploration and evaluation expenditure capitalised

To be completed only by issuers with mining interests if amounts are material. Include all expenditure incurred regardless of whether written off directly against profit

	Current period \$A 31/12/24	Previous corresponding period \$A31/12/23
11.1 Opening balance	–	–
11.2 Expenditure incurred during current period	–	30,582
11.3 Expenditure written off during current period	–	(30,582)
11.4 Acquisitions, disposals, revaluation increments, etc.		
11.5 Expenditure transferred to Development Properties		
11.6 Closing balance as shown in the consolidated balance sheet (item 3.10)	–	–

Development properties

(To be completed only by issuers with mining interests if amounts are material)

	Current period \$A 31/2/23	Previous corresponding period \$A31/12/22
12.1 Opening balance		
12.2 Expenditure incurred during current period	NIL	NIL
12.3 Expenditure transferred from exploration and evaluation		
12.4 Expenditure written off during current period		
12.5 Acquisitions, disposals, revaluation increments, etc.		
12.6 Expenditure transferred to mine properties		
12.7 Closing balance as shown in the consolidated balance sheet (item 3.11)	NIL	NIL

Discontinued Operations

(see note 18)

(as per paragraph 33 of AASB 5: Non-current Assets Held for Sale and Discontinued Operations)

		Current period – A\$'000	Previous corresponding period – A\$'000
13.1	Revenue	NIL	NIL
13.2	Expense		
13.3	Profit (loss) from discontinued operations before income tax		
13.4	Income tax expense (as per para 81 (h) of AASB 112)	NIL	NIL
13.5	Gain (loss) on sale/disposal of discontinued operations	NIL	NIL
13.6	Income tax expense (as per paragraph 81(h) of AASB 112)	NIL	NIL

Movements in Equity

(as per paragraph 97 of AASB 101: Financial Statement Presentation)

		Number issued	Number listed	Paid-up value (cents)	Current period – A\$'000	Previous corresponding period – A\$'000
14.1	Preference securities (description)	NIL	NIL			
14.2	Balance at start of period					
14.3	a) Increases through issues					
14.4	a) Decreases through returns of capital, buybacks etc.	NIL	NIL			
14.5	Balance at end of period	NIL	NIL			
14.6	Ordinary securities (description)					
14.7	Balance at start of period	72,316,556	72,316,556			
14.8	a) Increases through issues	7,500,000	–			
14.9	b) Decreases through returns of capital, buybacks etc.					
14.10	Balance at end of period	79,816,556	72,316,556			

14.11	Convertible Debt Securities <i>(description & conversion factor)</i>	NIL	NIL			
14.12	Balance at start of period					
14.13	a) Increases through issues	NIL	NIL			
14.14	b) Decreases through maturity, converted.	NIL	NIL			
14.15	Balance at end of period					
		Number issued	Number listed	Paid-up value (cents)	Current period – A\$'000	Previous corresponding period – A\$'000
14.16	Options <i>(description & conversion factor)</i>	NIL	NIL			
14.17	Balance at start of period	NIL	NIL			
14.18	Issued during period					
14.19	Exercised during period					
14.20	Expired during period					
14.21	Balance at end of period	NIL	NIL			
14.22	Debentures <i>(description)</i>	NIL	NIL			
14.23	Balance at start of period	NIL	NIL			
14.24	a) Increases through issues	NIL	NIL			
14.25	b) Decreases through maturity, converted	NIL	NIL			
14.26	Balance at end of period	NIL	NIL			
14.27	Unsecured Notes <i>(description)</i>					
14.28	Balance at start of period					
14.29	a) Increases through issues	NIL	NIL			
14.30	b) Decreases through maturity, converted					
14.31	Balance at end of period	NIL	NIL			
14.32	Total Securities	79816,556	72,316,556			

	Current period – A\$31/12/23	Previous corresponding period – A\$31/12/22
Reserves		
14.33 Balance at start of period	2,200,000	2,200,000
14.34 Transfers to/from reserves	–	–
14.35 Total for the period	–	–
14.36 Balance at end of period	2,200,000	2,200,000
14.37 Total reserves		
Retained earnings		
14.38 Balance at start of period	(5,728,511)	(5,444,700)
14.39 Changes in accounting policy		
14.40 Restated balance		
14.41 Profit for the balance	(222,177)	(283,811)
14.42 Total for the period		
14.43 Dividends		
14.44 Balance at end of period	(5,950,688)	(5,728,511)

Details of aggregate share of profits (losses) of associates and joint venture entities

(equity method)

(as per paragraph Aus 37.1 of AASB 128: Investments in Associates and paragraph Aus 57.3 of AASB 131: Interests in Joint Ventures)

Name of associate or joint venture entity NIL

Reporting entities percentage holding NIL

		Current period - \$A'000	Previous corresponding period - \$A'000
15.1	Profit (loss) before income tax	N/A	
15.2	Income tax		
15.3	Profit (loss) after tax		
15.4	Impairment losses		
15.5	Reversals of impairment losses		
15.6	Share of non-capital expenditure contracted for (excluding the supply of inventories)		
15.7	Share of net profit (loss) of associates and joint venture entities	N/A	

Control gained over entities having material effect

(See note 8)

16.1 Name of *issuer* (or *group*) N/A

		\$A'000
16.2	Consolidated profit (loss) after tax of the <i>issuer</i> (or <i>group</i>) since the date in the current period on which control was acquired	N/A
16.3	Date from which profit (loss) in <i>item</i> 16.2 has been calculated	
16.4	Profit (loss) after tax of the <i>issuer</i> (or <i>group</i>) for the whole of the previous corresponding period	N/A

Loss of control of entities having material effect*(See note 8)*17.1 Name of *issuer* (or *group*)

NIL

		\$A'000
17.2	Consolidated profit (loss) after tax of the entity (or <i>group</i>) for the current period to the date of loss of control	N/A
17.3	Date from which the profit (loss) in <i>item 17.2</i> has been calculated	
17.4	Consolidated profit (loss) after tax of the entity (or <i>group</i>) while controlled during the whole of the previous corresponding period	
17.5	Contribution to consolidated profit (loss) from sale of interest leading to loss of control	N/A

Material interests in entities which are not controlled entities*The economic entity has an interest (that is material to it) in the following entities.*

	Percentage of ownership interest (ordinary securities, units etc) held at end of period or date of disposal		Contribution to profit (loss) (<i>item 1.9</i>)	
	Current period	Previous corresponding period	Current period \$A'000	Previous corresponding period \$A'000
18.1 Equity accounted associated entities			<i>Equity accounted</i>	
	NIL	NIL		
18.2 Total	NIL	NIL		
18.3 Other material interests	NIL	NIL	Non equity accounted (i.e. part of <i>item 1.9</i>)	
18.4 Total	NIL	NIL		

Reports for industry and geographical segments

Information on the industry and geographical segments of the entity must be reported for the current period in accordance with AASB 114: Segment Reporting. Because of the different structures employed by entities, a pro forma is not provided. Segment information should be completed separately and attached to this statement. However, the following is the personation adopted in the Appendices to AASB 114 and indicates which amount should agree with items included elsewhere in this statement.

	Current period - \$A31/12/24	Previous corresponding period - \$A31/12/23
Segments		
Revenue:		
19.1 Exploration	–	–
19.2 Investments	401,392	239,272
19.3 Total (consolidated total equal to <i>item 1.1</i>)	401,392	239,272
19.4 Segment result	(126,412)	(113,420)
19.5 Unallocated expenses	(95,765)	(170,391)
19.6 Operating profit (equal to <i>item 1.5</i>)	(222,177)	(283,811)
19.7 Interest expense		
19.8 Interest income		
19.9 Share of profits of associates		
19.10 Income tax expense		
19.11 Net profit (consolidated total equal to <i>item 1.9</i>)	(222,177)	(283,811)
Other information		
19.12 Segment assets	200,000	200,000
19.13 Investments	134,435	110,001
19.14 Unallocated assets	786,872	758,469
19.15 Total assets (equal to <i>item 3.18</i>)	1,121,307	1,068,470
19.16 Segment liabilities	55,374	34,500
19.17 Unallocated liabilities		–
19.18 Total liabilities (equal to <i>item 3.32</i>)	55,374	34,500
19.19 Capital expenditure		–
19.20 Depreciation		–
19.21 Other non-cash expenses	(2,602)	22,622

NTA Backing

(see note 7)

20.1	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	1.4c	1.4c

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. If an amount is quantified, show comparative amount.

21.1

N/A

International Financial Reporting Standards

Under paragraph 39 of AASB 1: First-time Adoption of Australian Equivalents to International Financial Reporting Standards, an entity's first Australian-equivalents-to-IFRS's financial report shall include reconciliations of its equity and profit or loss under previous GAAP to its equity and profit or loss under Australian equivalents to IFRS's. See IG63 in the appendix to AASB 1 for guidance.

22.1

N/A

Under paragraph 4.2 of AASB 1047: Disclosing the Impacts of Adopting Australian Equivalents to International Financial Reporting Standards, an entity must disclose any known or reliably estimable information about the impacts on the financial report had it been prepared using the Australian equivalents to IFRSs or if the aforementioned impacts are not known or reliably estimable, a statement to that effect.

22.2

N/A

Comments by directors

Comments on the following matters are required by the Exchange or, in relation to the half yearly statement, by AASB 134: Interim Financial Reporting. The comments do not take the place of the directors' report and statement (as required by the Corporations Act) but may be incorporated into the directors' report and statement. For both half yearly and preliminary final statements, if there are no comments in a section, state NIL. If there is insufficient space in comment, attach notes to this statement.

Basis of accounts preparation

If this statement is a half yearly statement, it is a general purpose financial report prepared in accordance with the listing rules and AASB 134: Interim Financial Reporting. It should be read in conjunction with the last annual report and any announcements to the market made by the issuer during the period. This report does not include all notes of the type normally included in an annual financial report [Delete if inapplicable.]

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible). In a half yearly report, provide explanatory comments about any seasonal or irregular factors affecting operations *(as per paragraphs 16(b), 16(b) and Aus 16.1 of AASB 134: Interim Financial Reporting)*

NIL

Any other factors which have affected the results in the period, or which are likely to affect results in the future, including those where the effect could not be quantified.

The company's Managing Director and Investment Manager Mr Malcolm Mayger died on 7 March 2025.

Franking credits available and prospects for paying fully or partly franked dividends for at least the next year

Due to the payment of tax the company has franking credits amounting to \$3,711,014 available for payment of a dividend. Dividends will be paid when the Board of Directors decide.

Changes in accounting policies, estimation methods and measurement bases since the last annual report are disclosed as follows.

(Disclose changes in the half yearly statement in accordance with paragraph 16(a) of AASB 134: Interim Financial Reporting. Disclose changes in the preliminary final statement in accordance with paragraphs 28-29 of 108: Accounting Policies, Changes in Accounting Estimates and Errors.)

NIL

An issuer shall explain how the transition from previous GAAP to Australian equivalents to IFRS' affected its reported financial position, financial performance and cash flows. (as per paragraph 38 of AASB 1: First-time Adoption of Australian Equivalents to International Financial Reporting Standards)

N/A

Revisions in estimates of amounts reported in previous periods. For half yearly reports the nature and amount of revisions in estimates of amounts reported in previous annual reports if those revisions have a material effect in this half year (as per paragraph 16(d) of AASB 134: Interim Financial Reporting)

N/A

Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last annual report (as per paragraph 16(j) of AASB 134: Interim Financial Reporting)

N/A

The nature and amount of items affecting assets, liabilities, equity, profit or loss, or cash flows that are unusual because of their nature, size or incidence (as per paragraph 16(c) of AASB 134: Interim Financial Reporting)

NIL

Effect of changes in the composition of the entity during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinued operations (as per paragraph 16(i) of AASB 134: Interim Financial Reporting)

N/A

Annual meeting

(Preliminary final statement only)

The annual meeting will be held as follows:

Place	Level 11, 60 Castlereagh St, Sydney NSW
Date	22 May 2025
Time	12pm
Approximate date the annual report will be available	14 April 2025

Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the *Corporations Act* or other standards acceptable to the Exchange (see note 13).

Identify other standards used nil

2. This statement, and the financial statements under the *Corporations Act* (if separate), use the same accounting policies.

3. This statement ~~does/does not~~ *(delete one)* give a true and fair view of the matters disclosed (see note 2).

4. This statement is based on financial statements to which one of the following applies:

- The financial statements have been audited.
- The financial statements have been subject to review by a registered auditor (or overseas equivalent).
- The financial statements are in the process of being audited or subject to review.
- The financial statements have *not* yet been audited or reviewed.

5. If the accounts have been ~~or are being audited or subject to review~~ and the audit report is ~~not~~ attached, details of any qualifications are attached ~~will follow immediately they are available~~ *(delete one)*. *(Half yearly statement only - the audit report must be attached to this statement if the statement is to satisfy the requirements of the Corporations Act.)*

6. The issuer ~~has/does not have~~ *(delete one)* a formally constituted audit committee.

Sign here: Chris D Leslie Date: 14/3/2025

.....
(Director/Company secretary)

Print name: Chris D Leslie.....

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 2024, 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, Consolidated entity disclosure statement 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 2024 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.

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 2024. 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
<p>The Company has two royalty assets:</p> <p>Austral Resources Australia Ltd (Austral) amounting to \$200,000.</p> <p>Vendetta Mining Corp (Vendetta) amounting to \$100,000. The Vendetta royalty asset was impaired in full in 2022.</p>	<p>Our audit procedures included amongst others the following:</p> <ul style="list-style-type: none"> • 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.



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 Thereon

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 2024, 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.

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 2024.

In our opinion the remuneration report of Pegmont Mines Limited for the year ended 31 December 2024 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

10 March 2025

**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 2024.

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

10 March 2025