



The Manager  
The National Stock Exchange of Australia  
Level 3,  
1 Bligh Street  
Sydney NSW 2000

24th April 2025

Dear Sir,

## Quarterly Activities Report 31st March 2025

### 1. Summary

**Investing Activities** during the quarter realised a net gain of \$8,262 which together with interest on short term deposits contributed cash funds of \$16,640 towards administration costs of \$52,668. However an increase in loss provision of \$17,551 on investment portfolio resulted in a net loss from investing activities of \$1,121.

**Cash at bank** was \$743,369 a reduction of \$38,401 due to the operating deficit for the quarter of \$53,789.

**Administration costs** were \$52,668.

**Royalty Tenements** operated by Austral Resources Australia Ltd (ARI) exceeded an accumulative total of 71,800t of copper sold at end of December quarter. Further copper production is expected during the March quarter with Austral's Chairman's letter in its 2024 Annual Report indicating production estimates for the March quarter were 1,788t.

**Metal prices** were generally higher with the LME Index closing at 4197 on 31st March 2025 compared to 3905 on 31st December 2024. Gold was 3089 in US dollars but stronger in \$A due to weakness in the Aussie exchange rate and China due to weak economic activity.

### 2. Cash and Investing Activities

Cash and Term deposits total \$743,369 (including portfolio credit of \$113,038) earned \$8,378 interest. A drawdown of about \$200,000 can be expected during the remaining 9 months of 2025.

Portfolio cost was \$136,037 and provision for market loss was \$39,497 and cash held in the trading account was \$113,038. Thus, invested funds were \$136,037 less provision for market loss of \$39,497 totalling \$96,540.

Since 31st March 2025 the Australian and world markets have experienced wild fluctuations and volatility primarily as a result of uncertainty for world economies due to Pres. Trump's imposition of tariffs on imported products into the USA. Fortunately, Pegmont realised a capital gain on a third of its portfolio during the March quarter with the remaining portfolio on hold until normality returns to the market.

### 3. Royalty Interests

Royalty interests at Mt Kelly (including the Anthill Mine) and other Reefway tenements were maintained by Austral Resources Ltd. Estimated cumulative sale of copper cathode from the tenements now exceeds 71,800 tonnes at the end of March. Additional production from the Anthill Mine is expected during 2025.

Vendetta Mining Corporation has posted in April 2025 (please refer [www.vendettaminingcorp.com](http://www.vendettaminingcorp.com) and click on Corporate presentation) a project presentation on the expected returns from its Pegmont project. Vendetta have not reported any further activity on the project.

### 4. Commodity Background

Oil was steady whilst lithium carbonate staged a 25% price recovery from extreme lows in 2023. Gold has risen 17.9% since December 2024 well ahead of cost inflation in Australia making it very attractive to produce ounces. This sector has attracted strong investor interest especially in major producers and several exciting explorers. Gold producers have been helped by the declining Aussie dollar which has enhanced margins and enabled low grade mines to be developed.

#### Summary of Selected Commodity Price Movements – to 31st March 2025

		2025 31 Mar	2024 31 Dec	2023 31 Dec	2022 31 Dec	% Gain on (Loss) 31.12.24
Oil-WTI	\$US/bb	71.5	71.0	71.6	80.6	0.7
Iron Ore (62% FE Lump)	\$US/t	102.5	99.4	136.4	117.1	3.12
LME Index		4,197	3,905	3,713	3,983	7.47
Lithium Carbonate	\$US/t	8,759	7,569	7,000	50,428	15.72
Zinc	\$US/t	2,829	3,016	2,640	2,093	(6.2)
Copper	\$US/t	11,100	8,713	8,544	8,397	27.1
Gold	\$US/oz	3,089	2,620	2,085	1,819	17.9
	\$A/oz	4,919	4,100	3,082	1,819	18.97
\$A/\$US		0.62	0.64	0.67	0.68	(3.1)
All Ords index		8,053	5,420	7,852	7,197	48.5
Gold Index (ASX 200)		10,981	8,427	7,379	5,918	29.7

The recent (post 31 March 2025) decline in the Aussie dollar to below US62c has further enhanced all metal producers, although input prices are rising. Investment capital has been attracted to takeover activities.

## 5. Income and Expenditure (unaudited)

	March 2025 Quarter	Actual December 2024	Guidance Year December 2025
<b>Income Received (\$)</b>			
Interest/Dividends/Other	8,378	27,181	20,000
Realised profit/(loss) from Sale of Shares	8,262	(11,258)	(10,000)
	<b>16,640</b>	<b>15,923</b>	<b>10,000</b>
Provision to Market Gain/(Loss)	(17,761)	(2,602)	Nil
Net Income/(Loss) from investing Activities	(1,121)	18,525	10,000
<b>Net Income/(Loss)</b>	<b>(1,121)</b>	<b>18,525</b>	<b>10,000</b>
<b>Expenditures</b>			
<b>Exploration</b>			
Canyon refund of prior expenses	Nil	(12,605)	Nil
		(12,605)	Nil
<b>Corporate</b>			
Administration	26,266	105,224	141,000
Audit Fees	3,322	15,950	17,000
Directors Fees	23,080	105,500	106,000
New Issue Expenses	Nil	26,633	Nil
	52,668	240,702	264,000
<b>Net Operating Surplus/(Deficit)</b>	<b>(53,789)</b>	<b>(222,177)</b>	<b>(254,000)</b>
Working Capital	15,388	(44,013)	10,000
Net Cash Surplus/(Deficit)	(38,401)	(266,190)	(244,000)
Add: Opening Cash Balance	781,770	747,960	781,770
New Issue – Gross Proceeds	Nil	300,000	Nil
<b>Closing Cash Balances</b>	<b>743,369</b>	<b>781,770</b>	<b>537,770</b>

## 6. Guidance for 2025

The company's cash position is \$743,369 plus a share portfolio having a market value of \$96,542 at March 31st 2025, sufficient to last until end of 2027 based on expenditure rate of \$250,000 per year. Provided Mt Kelly operations can average 9,000 tonnes per annum of cathode copper to December 2027, royalty income could become a valuable source of future income in 2028.

Yours faithfully,



**John Montgomerie**  
Non Executive Director