



## ASX ANNOUNCEMENT

17 November 2022

### DIVIDEND DECLARATION

- **Dividend declaration of 10 cents per share, fully franked**

TerraCom Limited (ASX: TER) (**TerraCom** or **Company**) wishes to announce a fully franked dividend of 10 cents per fully paid ordinary share (**Share**) has been declared by the Company's Board of Directors. This dividend is in line with the previously announced dividend policy and applies to the quarter ended 30 September 2022.

Details are noted below:

- Dividend totalling 10 cents per Share (comprising an ordinary dividend of 7.5 cents per Share and a special dividend of 2.5 cents per Share).
- Dividend return represents approximately 75% of NPAT<sup>1</sup> for the period ended 30 September 2022.
- Dividend is fully franked.
- Ex-dividend date of 24 November 2022.
- Record date of 25 November 2022.
- Payment date of 9 December 2022.

The financial performance of the Company for the quarter ended 30 September 2022 was underpinned by consistent operational performance across the business and the buoyant export thermal coal pricing continuing to be achieved from the Company's Blair Athol operation and the export sales from South Africa.

Whilst export thermal coal prices have recently softened from the record highs experienced during Q4 FY22 and Q1 FY23, the demand for thermal coal continues to increase globally, which is driving Calendar Year 2023 average pricing to levels in excess of US\$275 per tonne<sup>2</sup>.

Commenting on the dividend, Non-Executive Chairman, Graeme Campbell, said:

*"On behalf of the Board and Management, I am extremely pleased with the financial performance and operational discipline of the Company which has allowed another solid dividend to be paid to shareholders."*

*Following payment of this dividend in December 2022, the Company will have returned 20 cents per share to shareholders since July 2022. This is an excellent return for shareholders and represents a dividend yield in excess of 25% for the half year, based on the current share price. The Board is committed to responsible capital management and maintaining investor confidence via the continued payment of quarterly dividends, in accordance with the Company's dividend policy."*

*The Company's outlook on the coal market remains positive and we look forward to continuing to achieve production targets to meet already agreed sale commitments to our customers."*

This announcement has been approved by the Board for release.

<sup>1</sup> Attributable to TerraCom and based on management accounts, noting that management accounts are not audited.

<sup>2</sup> Based on closing futures market on 16 November 2022 for globalCOAL Newcastle Index.



For further enquiries please contact:

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#### **About TerraCom Limited**

*TerraCom Limited (ASX: TER) is an Australian based mining resources company with a global footprint, comprising a large portfolio of operating assets in Australia and South Africa within the coal sectors. We are a renowned low-cost producer focused on delivering exceptional outcomes from our high yielding diversified asset portfolio for its investors. To learn more about TerraCom visit **[terracomresources.com](http://terracomresources.com)**.*