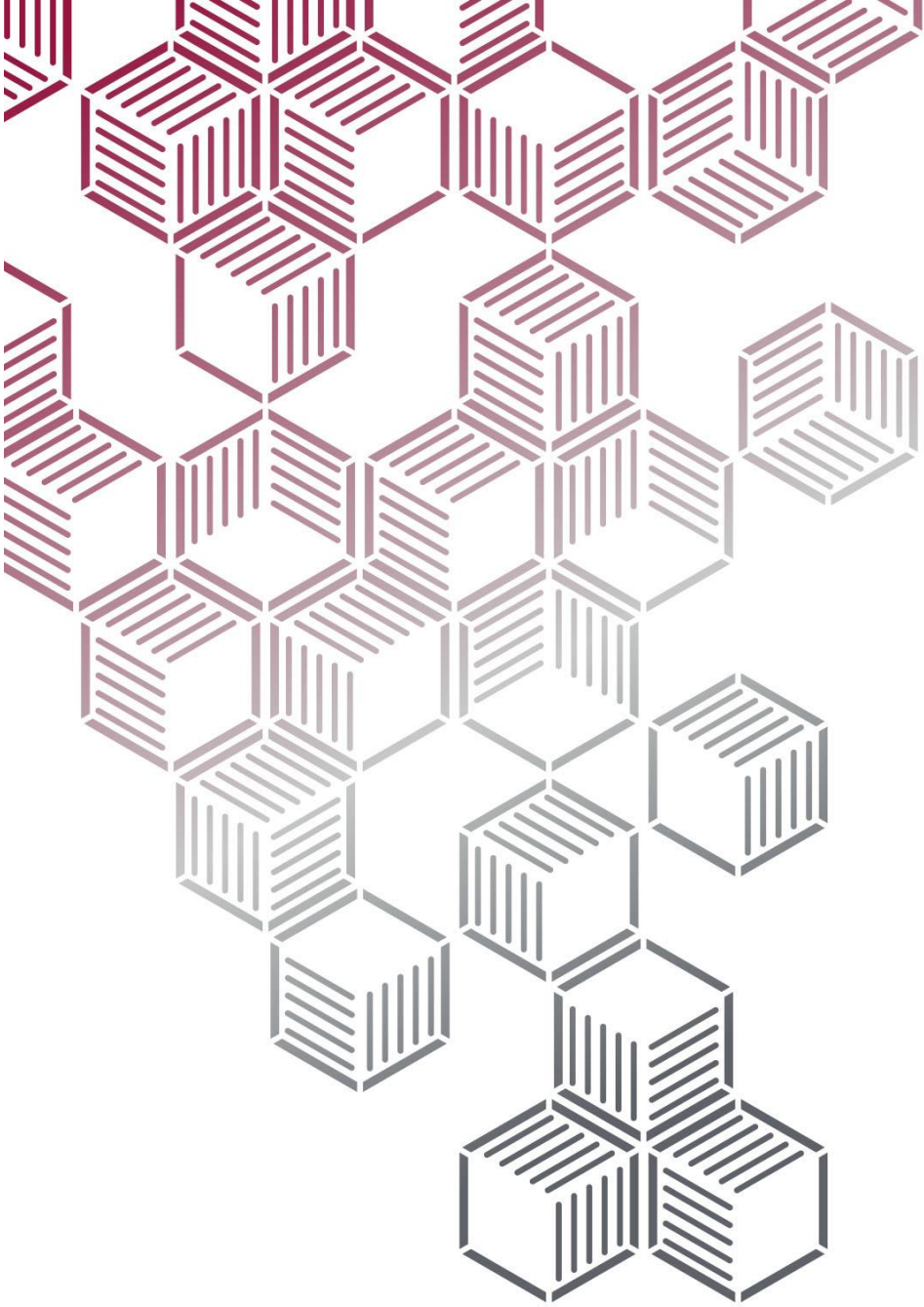




2025 Interim Financial Report



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Registered and Business Office

Terramin Australia Limited

2115 Callington Road
Strathalbyn, South Australia, 5063

T +61 8 8536 5950
E info@terramin.com.au
W www.terramin.com.au
ABN 67 062 576 238
ACN 062 576 238

Auditors

Grant Thornton Audit Pty Ltd

Level 3, 170 Frome Street
Adelaide, South Australia, 5000

Share Registry

Computershare Investor Services Pty Ltd

Level 5, 115 Grenfell Street
Adelaide, South Australia, 5000
T 1300 556 161

Australian Securities Exchange

ASX ticker code: **TZN**

Corporate Information

Directors

Feng Sheng

Executive Chair

Alan Broome AM

Non-Executive Deputy-Chair

Angelo Siciliano

Non-Executive Director

Martin Janes

Executive Director

Junming Zhang

Non-Executive Director

Jing Wang

Non-Executive Director

Company Secretary

André van Driel

Directors' Report

for the Half-year Ended 30 June 2025

Your Directors submit their report on the consolidated entity Terramin Australia Limited (the Company or Terramin) and its controlled entities (the Group), for the half-year ended 30 June 2025.

Directors

The following persons were Directors of the Company during the period and up to the date of the report unless stated otherwise:

Feng Sheng	Executive Chair
Alan Broome AM^{2,3}	Non-Executive Deputy-Chair
Angelo Siciliano¹	Non-Executive Director
Martin Janes¹	Executive Director
Junming Zhang	Non-Executive Director
Jing Wang^{1,4}	Non-Executive Director

1. Mr Siciliano, Mr Janes and Ms Wang are members of the Audit and Risk Committee and the Nominations and Remuneration Committee.
2. Mr Broome AM is Chair of the Audit and Risk Committee and the Nominations and Remuneration Committee.
3. Mr Broome AM was appointed as Non-Executive Deputy Chair on September 2024.
4. Ms Wang was appointed as Non-Executive Director on 13th February 2025.

Principal Activities

During the period, there were no significant changes in the nature of the Group's principal activities which continued to focus on the development of and exploration for base and precious metals (in particular zinc, lead and gold) and other economic mineral deposits.

Operating Results

The consolidated loss of the Group after providing for income tax was \$5.11 million for the half-year ended 30 June 2025 (2024: \$4.17 million). The major contributors to the result were interest expense associated with the loan facilities and administration expenditure relating to Australian operations.

The consolidated net asset position as at 30 June 2025 was -\$0.92 million, a decrease from \$3.0 million as at 31 December 2024. The decrease is primarily attributable to the increase in short-term borrowings, interest accrued on loan facilities and the convertible note as well as the depreciation of property, plant and equipment during the period.

Review of Operations

During the period, the Company continued to focus on the exploration, evaluation and development of base and precious metal projects in Australia and Algeria.

The Company's key project highlights include:

Tala Hamza Zinc Project (Terramin 49%)

Tala Hamza Zinc Project (Tala Hamza) is one of the largest undeveloped zinc and lead deposits in the world, containing 3.5 million tonnes of zinc plus a resource of 53.0 million

tonnes at 6.6% zinc plus lead. Tala Hamza is located on the Mediterranean coast of Algeria, approximately 15 kilometres from the port city of Bejaia. Bejaia has a population of over 300,000 people, an export deep-water port facility, and an international airport. The project is situated near major rail, road, and energy infrastructure.

Tala Hamza is 100% owned by Bejaia Zinc and Lead Spa (BZL) (formerly Western Mediterranean Zinc Spa). Terramin holds a 49% shareholding in BZL and holds management rights in respect of Tala Hamza. Two Algerian government-owned companies hold the remaining 51%: Enterprise Nationale des Produits Miniers Non-Ferreux et des Substances Utiles Spa (ENOF) (48.5%) and Office National de Recherche Géologique et Minière (ORGM) (2.5%).

In 2023, the Algerian mining regulator issued the Mining Permit for Tala Hamza. The issue of the Mining Permit means that Tala Hamza has satisfied all Algerian regulatory, financial and environmental requirements and that it can now proceed towards development. The Mining Permit will allow for the mining and processing of 2.0mtpa of ore instead of the 1.3mtpa anticipated in the 2018 Tala Hamza Definitive Feasibility Study, indicating that project returns will be enhanced over the anticipated 20+ year mine life. The Mining Permit encompasses all the area of land required for operation of the mine including mining, processing, haul roads, ore stockpiles, tailings storage facilities, concentrate handling and maintenance and administration.

In 2024, the Algerian Government acquired the 234 hectares of land which covers the footprint of the Mining Permit with the land being made available to the project. In addition, in late 2024, an US\$ 336 million Engineering, Procurement, and Construction (EPC) was signed with Sinosteel Equipment & Engineering Co. Ltd. This agreement covers the construction of a 2.0mtpa process plant, an underground mine, backfill plant, dry stack tailings storage facility, and associated infrastructure.

In 2025, construction activities began with the installation of administration cabins, establishment of new access tracks and mobilisation of geotechnical drilling equipment.

In June 2025, Algeria's parliament approved substantial amendments to its mining laws, increasing the foreign ownership cap from 49% to 80% and introducing a streamlined permitting process allowing for a single mining permit valid for up to 30 years, covering both exploration and extraction. These reforms form part of Algeria's strategy to diversify its economy beyond hydrocarbons and attract foreign investment to develop its significant mineral resources, including zinc, lead, copper, gold, lithium, phosphate, and iron ore. The legislative reforms are expected to enhance Terramin's investment framework in Algeria, providing greater operational flexibility, supporting long-term planning and development of Tala Hamza, and opening opportunities for Terramin to participate in future projects within Algeria.

Directors' Report (continued)

for the Half-year Ended 30 June 2025

Bird in Hand Gold Project (including Angas Zinc Mine and Processing Facility)

(Terramin 100%)

The Bird in Hand Gold Project (BIHGP) is located approximately 30km north of Terramin's existing mining and processing facilities at the Angas Zinc Mine (AZM) in Strathalbyn. The project is based high-grade Resource of 265,000 ounces of gold 12.6g/t, which is amenable to underground mining.

In June 2020, Terramin announced the results of a Feasibility Study which indicated that BIHGP has a robust financial outcome, including a post-tax NPV₈ \$141 million and IRR of 80.5% over approximately 4 years of production.

The study is based on a gold price of \$2,300 per ounce, which is below the current prevailing gold price. The BIHGP's base case projection is to produce an average of 44,700 ounces of gold per annum over four years at a low C1 cash cost of \$737 per ounce and an all-in sustaining cost of \$959 per ounce. The pre-production capital is estimated to be \$54 million.

On 21 June 2019, Terramin submitted applications for a mining lease and a miscellaneous purposes licence (Applications) pursuant to sections 36 and 49 of the *Mining Act 1971* (SA) (Act) in respect of the BIHGP.

On 8 February 2023, the Honourable Tom Koutsantonis, South Australian Minister for Energy and Mining (Minister) decided to refuse the Applications.

The decision was made notwithstanding an extensive review of Terramin's Applications by the South Australian Department for Energy and Mining (DEM). DEM made a positive assessment of the Applications and found that appropriate environmental outcomes could be achieved should the mining lease and miscellaneous purposes licence be granted. DEM's Assessment Report was later published on 14 February 2023. DEM's conclusion is not a surprise as Terramin's Applications were supported by comprehensive studies based on science, which demonstrated that there would be no adverse environmental or socio-economic outcomes arising from Terramin's mining proposal. These studies were peer reviewed by independent and Government experts over many years, and Terramin has not been made aware of issues regarding the methodology or conclusions.

Subsequently, Terramin was informed of a proposal by the Minister to recommend to her Excellency the Governor of South Australia that an area corresponding with mining lease application and mineral claim 4473 be reserved pursuant to section 8 of the Act (meaning that those areas be excluded from the possibility of future applications under the Act). Following that recommendation, on 27 April 2023 her Excellency made the *Mining (Reservation from Act) Proclamation 2023* (SA) reserving the land from the operation of parts 4, 5, 6, 6A, 8 and 8A of the Act.

In August 2023, Terramin filed legal proceedings in the Supreme Court of South Australia (Supreme Court) seeking judicial review of the refusal of the Applications and the making of the recommendation to the Governor.

In October 2024, the Judicial Review of the South Australian Government's refusal of the Applications was heard before the Chief Justice of the Supreme Court, Chris Kourakis. In January 2025, the Court dismissed Terramin's application.

Terramin has lodged an appeal against this decision. The appeal is expected to be heard in November 2025.

Kapunda Copper Joint Venture

(Terramin 25%)

In August 2017, Terramin entered into an agreement with Environmental Copper Recovery Pty Ltd (ECR) in respect of the potential development of a low cost in situ recovery (ISR) copper project near Kapunda, South Australia, approximately 90km north of Adelaide. The joint venture is investigating the potential to extract through ISR the copper from shallow oxide ores in and around the historic Kapunda Mine workings.

In late 2020, ECR earned a 50% interest in the joint venture after spending \$2.0 million and during the reporting period has completed the expenditure of an additional \$4.0 million to earn a further 25% interest. Terramin retains a 25% interest and is entitled to receive a 1.5% royalty in respect of all metals extracted by the joint venture.

Terramin and ECR have estimated a combined Resource of 47.4 million tonnes at 0.25% copper containing 119,000 tonnes of copper using a 0.05% copper cut off. This Resource estimate is only in respect of that part of the Kapunda mineralisation that is considered amenable to ISR (copper oxides and secondary copper sulphides) and only reports mineralisation that is within 100 metres of the surface.

During the reporting period, the project received regulatory approval from DEM, enabling it to proceed with the full in-situ recovery test using lixiviants. The test work commenced in July and will be completed in the September quarter. The completion of the test work will enable the joint venturers to complete the final financial evaluation of the ISR project.

South Gawler Project Joint Venture

(Terramin 49.9%, subject to farm-out)

The South Gawler Ranges Project (SGRP) is located in the Gawler Craton of South Australia, an area that is becoming increasingly recognised as an under-explored region with high discovery potential. The project comprises a group of eleven exploration licences totaling 4,524km² and are located 100 kilometres west of Port Augusta. The project area is prospective for a range of deposit styles that host combinations of gold, silver, copper, lead and zinc. The project hosts the Menninnie Dam deposit, the largest undeveloped lead-zinc deposit in South Australia. The lodes at Menninnie Central and Viper have been combined to estimate a JORC 2004 compliant Inferred Resource totaling: 7.7Mt @ 3.1% Zn, 2.6% Pb and 27g/t Ag, at a 2.5% Pb+Zn cut-off (ASX Announcement issued on 1 March 2011).

Directors' Report (continued)

for the Half-year Ended 30 June 2025

In March 2022, Terramin entered into a \$10.5 million agreement with Japan Organization for Metals and Energy Security (JOGMEC) for exploration of the SGRP. The agreement was subsequently given FIRB approval in June 2022. To date, JOGMEC has expended in excess of \$3.5 million under the agreement and has earned a 50.1% interest option in the SGRP tenements.

During the reporting period, exploration activities at the SRGP continued through the joint venture with JOGMEC. In February 2025, a 650m diamond drill hole was completed, targeting a modelled IOCG-style body adjacent to a known outcrop. Whilst no significant mineralisation was observed visually, samples were collected and sent for assay.

Adelaide Hills Exploration

(Terramin100%)

The Adelaide Hills Project consists of nine exploration tenements that cover 2,839km² largely over the southern Adelaide Fold Belt. This project area is considered prospective for gold, copper, lead and zinc, and includes both the BIHGP and the Kapunda Copper Joint Venture.

Corporate

During the period, the Company and its major shareholder Asipac Group Pty Ltd (**Asipac**) agreed to restructure and increase the existing unsecured Standby Term (No.2) Facility from \$2.425 million to \$4.925 million. The \$6.0 million Bird in Hand Facility, the \$21.184 million Standby Short-term Facility and the \$4.925 million unsecured Standby Term (No.2) Facility continue on terms that expire on 30 June 2026 (ASX Announcement: Finance Facility Update issued on 23 May 2025).

Material Business Risks

The Company's aim is the continued exploration, development and operation of base and precious metals projects (in particular zinc, lead and gold) and other economic mineral deposits. The Company has established joint ventures and is currently investing its resources in the development of Tala Hamza, as well as progressing the appeal of the judicial review decision in relation to the South Australian Government's decision to refuse to issue a mining lease in respect of the BIHGP.

The Board and Management of Terramin are mindful of the current business and economic environment and the impact this may have on the progress of future business operations.

The Company has adopted a risk management system in accordance with Principle 7 of the Company's Corporate Governance Statement. The Company's Audit and Risk Committee along with Management undertake a regular assessment of business risks that the Company is exposed to, which is communicated to the Board.

As such, the Board currently considers the most material business risks to be as follows:

- Market price of commodities – the ongoing development and operation of Tala Hamza is contingent on zinc and lead prices that support the economic viability of the project;
- Key management and personnel – the success of Terramin's operations is reliant on the Company's ability to attract and retain experienced, knowledgeable, skilled and high performing key management and technical staff;
- Short-term funding – the Company's short-term funding remains contingent on the support of its major long-term shareholder, Asipac;
- Long-term funding – securing long-term funding for the business is fundamental to the Company's ongoing success. The Company's confidence in achieving this objective has been substantially strengthened by the development of Tala Hamza and the continued strong support of the Algeria government; and
- Political and foreign operations – the operations of Terramin are currently conducted in Australia and Algeria and, as such, are exposed to various levels of political, economic and other natural and man-made risks and uncertainties over which Terramin has limited or no control. Failure to comply with applicable laws, regulations and local practices relating to exploration and mineral licences could result in the loss, reduction and/or expropriation of our rights. The occurrence of these various factors is unpredictable, and even with insurance cover (in whole or in part), could have an adverse effect on Terramin's future operations or its profitability.

Business Development Activities

The Company continued to identify, assess and, where appropriate, pursue the acquisition of interests in advanced mining projects.

Significant Changes in State of Affairs

There were no significant changes in the state of affairs of the Group during the reporting period, other than as referred to in this report.

Subsequent Events

There are no other matters or circumstances that have arisen since 30 June 2025 that have significantly affected or may significantly affect either the entities operations or state of affairs in future years or the results of those operations in future years.

Directors' Report (continued)

for the Half-year Ended 30 June 2025

Competent Person Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Eric Whittaker (Tala Hamza, Menninnie, Angas and Kapunda Resources and Exploration Results) and Mr Dan Brost (Bird in Hand Resource), both being Competent Persons who are Member(s) of The Australasian Institute of Mining and Metallurgy (AusIMM).

Mr Whittaker was employed as the Regional Exploration Manager of Terramin and Mr Brost is a geologist consulting to Terramin. Mr Whittaker and Mr Brost have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Person(s) as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Whittaker and Mr Brost consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The information in this report that relates to Ore Reserves is based on information compiled or reviewed by Mr Luke Neesham, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy (AusIMM). Mr Neesham is Principal Mining Engineer for GO Mining Pty Ltd a consulting firm engaged by Terramin Australia Limited to prepare mining designs and schedules for the Tala Hamza Feasibility Study. Mr Neesham has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Neesham consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

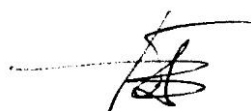
Auditor's Independence Declaration

The Auditor's Independence Declaration for the half-year ended 30 June 2025 can be found on page 8.

Rounding

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with the instrument, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Signed in Adelaide this 10th day of September 2025 in accordance with a resolution of the Board of Directors.

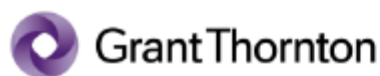
A stylized, handwritten signature in black ink, appearing to be "Feng Sheng".

Feng Sheng
Executive Chair

A handwritten signature in black ink, appearing to be "Alan Broome".

Alan Broome AM
Non-Executive Deputy Chair

Auditor's Independence Declaration



Grant Thornton Audit Pty Ltd
Grant Thornton House
Level 3
170 Frome Street
Adelaide SA 5000
GPO Box 1270
Adelaide SA 5001
T +61 8 8372 6666

Auditor's Independence Declaration

To the Directors of Terramin Australia Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Terramin Australia Limited for the half-year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b no contraventions of any applicable code of professional conduct in relation to the review.

Grant Thornton.

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



B K Wundersitz
Partner – Audit & Assurance

Adelaide, 10 September 2025

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Consolidated Statement of Profit or Loss and Other Comprehensive Income

for the Half-year Ended 30 June 2025

	Notes	30 Jun 2025 \$'000	30 Jun 2024 \$'000
Other Income	4	65	89
Raw materials, consumables and other direct costs		(188)	(239)
Employee benefits expense		(461)	(416)
Depreciation and amortisation expense	10	(351)	(358)
Mine rehabilitation obligation expense		(73)	(293)
Profit on disposal of property, plant and equipment		14	-
Exploration and evaluation expenditure expensed (Bird in Hand Gold Project)		(65)	(74)
Share of loss of associate – Bejaia Zinc and Lead Spa (BZL)		(1,077)	-
Other expenses	4	(1,146)	(638)
Loss before net financing costs and income tax		(3,282)	(1,929)
Finance income	5	112	168
Finance costs	5	(1,937)	(2,406)
Net finance costs		(1,825)	(2,238)
Loss before income tax from operations		(5,107)	(4,167)
Income tax benefit	19	-	-
Loss for the period from operations		(5,107)	(4,167)
Profit/(loss) for the period		(5,107)	(4,167)
Profit/(loss) for the period attributable to:			
Owners of the Company		(5,107)	(4,167)
Non-controlling interest		-	-
Profit/(loss) for the period		(5,107)	(4,167)
Other comprehensive (loss)/income			
Items that may be reclassified subsequently to profit or loss:			
Foreign currency translation differences for foreign operations		1,161	-
Other comprehensive (loss)/income for the year, net of income tax (tax: nil)		-	-
Total comprehensive (loss)/income for the year attributable to equity holders of the Company		(3,946)	(4,167)
Total comprehensive loss attributable to:			
Owners of the Company		(3,946)	(4,167)
Non-controlling interest		-	-
Total comprehensive loss for the period		(3,946)	(4,167)

Earnings per share attributable to the ordinary equity holders of the Company from continuing operations:

	Note	30 Jun 2025	30 Jun 2024
Basic earnings/(loss) per share – (cents per share)	21(a)	(0.24)	(0.20)
Diluted earnings/(loss) per share – (cents per share)	21(b)	(0.24)	(0.20)

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to the consolidated financial statements.

Consolidated Statement of Financial Position

for the Half-year Ended 30 June 2025

	Notes	30 Jun 2025 \$'000	31 Dec 2024 \$'000
Assets			
Current Assets			
Cash and cash equivalents	6	132	214
Trade and other receivables	8	174	132
Other assets		150	143
Total current assets		456	489
Non-current assets			
Restricted cash	7	5,670	5,670
Inventories	9	51	51
Property, plant and equipment	10	4,034	4,371
Exploration and evaluation	11	8,257	8,208
Investment in Associate – Bejaia Zinc and Lead Spa	12	46,654	46,409
Total non-current assets		64,666	64,709
TOTAL ASSETS		65,122	65,198
Liabilities			
Current liabilities			
Trade and other payables	13	1,200	677
Short term borrowings	14	47,557	44,447
Provisions	15	133	99
Total current liabilities		48,890	45,223
Non-current liabilities			
Long term borrowings	16	10,311	10,360
Derivative	16	1,096	1,096
Provisions	15	5,740	5,488
Total non-current liabilities		17,147	16,944
TOTAL LIABILITIES		66,037	62,167
NET ASSETS		(915)	3,031
Equity			
Share capital	17	223,931	223,931
Reserves	18	1,149	(12)
Accumulated losses		(225,995)	(220,888)
TOTAL EQUITY		(915)	3,031

The Consolidated Statement of Financial Position is to be read in conjunction with the notes to the consolidated financial statements.

Consolidated Statement of Changes in Equity

for the Half-year Ended 30 June 2025

2025	Share capital \$'000	Translation reserve \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 January 2025	223,931	(12)	(220,888)	3,031
Total comprehensive income for the period				
Profit for the period	-	-	(5,107)	(5,107)
Other comprehensive income				
Foreign currency translation differences	-	1,161	-	1,161
Total other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	1,161	(5,107)	(3,946)
Other equity movements				
Balance at 30 June 2025	223,931	1,149	(225,995)	(915)

2024	Share capital \$'000	Translation reserve \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 January 2024	223,931	(12)	(212,015)	11,904
Total comprehensive income for the period				
Profit for the period	-	-	(4,167)	(4,167)
Other comprehensive income				
Foreign currency translation differences	-	-	-	-
Total other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	(4,167)	(4,167)
Other equity movements				
Balance at 30 June 2024	223,931	(12)	(216,182)	7,737

The Consolidated Statement of Change in Equity is to be read in conjunction with the notes to the consolidated financial statements.

Consolidated Statement of Cash Flows

for the Half-year Ended 30 June 2025

	Note	Jun 2025 \$'000	Jun 2024 \$'000
Cash from operating activities:			
Receipts from customers		40	89
Payments to suppliers and employees		(1,576)	(3,218)
Financing costs and interest paid		(49)	(50)
Interest received		104	114
Total cash (used in) operating activities		(1,481)	(3,065)
Cash flows from investing activities:			
Proceeds from the sale of property, plant and equipment		20	-
Exploration and evaluation expenditure		(46)	(44)
Net cash (used in)/from investing activities		(26)	(44)
Cash flows from financing activities:			
Proceeds from issue of convertible note		-	9,861
Proceeds from borrowings		1,425	-
Repayment of borrowings		-	(4,075)
Repayment of interest and facility fees on borrowings		-	(1,968)
Net cash from financing activities		1,425	3,818
Other activities:			
Net (decrease)/increase in cash and cash equivalents		(82)	708
Cash and cash equivalents at beginning of the year		214	374
Cash and cash equivalents at end of the half-year	6	132	1,083

The Consolidated Statement of Cash Flows is to be read in conjunction with the notes to the consolidated financial statements.

Notes to the Consolidated Financial Statements

1. Reporting entity

The consolidated interim financial statements cover the consolidated entity of Terramin Australia Limited and its controlled entities (the Group). Terramin Australia Limited is a public company, listed on the Australian Securities Exchange (ASX). The Group is primarily involved in the development of, and exploration for, precious and base metals (in particular gold, zinc and lead) and other economic mineral deposits.

2. Basis of preparation

(a) Statement of Compliance

The consolidated interim financial report is a general-purpose financial report that has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001 (Cth).

The consolidated interim financial report was authorised for issue by the Directors on the 10th day of September 2025.

(b) Reporting Basis

The consolidated interim financial report does not include full disclosures of the type normally included in an annual financial report, and therefore it is recommended that this financial report be read in conjunction with the annual financial report for the year ended 31 December 2024, and any public announcements made by the Company during the interim reporting period in accordance with continuous disclosure requirements arising under the Australian Securities Exchange Listing Rules and the Corporations Act 2001 (Cth).

Where required by accounting standards, comparative figures have been reclassified to conform to changes in presentation in the current interim financial period.

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with the Instrument, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

This report has been prepared in Australian dollars on the basis of historical costs, except for plant and equipment and derivative financial instruments which have been measured at fair value and the provision for mine rehabilitation measured at the present value of future cash flows.

(c) Going Concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. During the period to 30 June 2025, the Group incurred a loss of \$5.11 million from operations.

As at 30 June 2025, the Group's current liabilities exceeded its current assets by \$48.4 million.

The financial report has been prepared on a going concern basis on the expectation that the Group can raise additional debt or equity as required. The Directors are aware that additional debt or equity will be required within 12 months, in order to continue as a going concern. The Group's ability to raise equity will rely on investor confidence in the Group's investment in the Tala Hamza Zinc Project or the development or sale of other assets and/or deferral of existing debt facilities, noting that amounts owing to Asipac in respect of the facilities will not be called upon to the financial detriment of the Company.

The Directors note that the matters outlined above indicate material uncertainty, which may cast significant doubt on the ability of the Group to continue as a going concern and therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business. At the date of this report, the Directors believe that the Group has adequate resources to continue to explore, evaluate and develop the Group's areas of interest and support to date from Asipac will ensure the Company has sufficient funds to meet its obligations. Subject to market conditions, the Directors believe there are reasonable grounds to conclude that the Company will be able to raise funds by way of debt and/or equity to fund anticipated activities and meet financial obligations. For the reasons outlined above, the Board has prepared the Financial Report on a going concern basis.

(d) Use of Estimates and Judgements

The preparation of the financial statements in accordance with AASB requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

3. Material accounting policies

The accounting policies applied by the Company in this interim financial report are the same as those applied to the Company's consolidated financial statements as at and for the year ending 31 December 2024.

4. Other Income and Expenses

Other Income	Jun 2025 \$'000's	Jun 2024 \$'000's
Revenue from contracts ¹	36	61
Other income	29	28
Total other income	65	89

Revenue from Contracts	30 June 2025 Operator fee Income \$'000's	Total \$'000's
Revenue recognised over time	-	-
Revenue recognised at a point in time	36	36
Total revenue	36	36

1. In 2022, Terramin entered into a \$10.5 exploration agreement with the Japan Organization for Metals and Energy Security (JOGMEC). As operator, the Company receives a quarterly management fee.

Other Expenses	Jun 2025 \$'000's	Jun 2024 \$'000's
Corporate Administration and Marketing Costs	54	52
Legal, Accounting, Community Relations and Other Consultants	887	500
ASX fees and Share Registry Costs	49	38
Other	63	48
Total other expenses	1,053	638

5. Finance Income and Costs

Finance Income	Jun 2025 \$'000's	Jun 2024 \$'000's
Interest income	112	168
Total finance income	112	168

Finance Costs	Jun 2025 \$'000's	Jun 2024 \$'000's
Interest on borrowings	1,718	1,665
Unwinding of discount on mine rehabilitation provision	197	207
Net exchange loss on foreign currency borrowings	(478)	138
Interest on convertible note	429	387
Amortisation of borrowing costs	21	1
Other borrowing costs	50	8
Total finance costs	1,937	2,406

6. Cash and Cash- Equivalents

	Jun 2025 \$'000's	Dec 2024 \$'000's
Cash on hand	-	-
Bank balances	75	167
Short-term restricted cash on deposit ¹	57	47
Total cash and cash equivalents	132	214

1. Represents restricted cash on deposit to support environmental rehabilitation bonds and minor credit card facilities.

7. Restricted Cash

	Jun 2025 \$'000's	Dec 2024 \$'000's
Restricted cash on deposit ¹	5,670	5,670
Total non-current restricted cash	5,670	5,670

1. \$5.67 million (2022: \$5.67 million) supports the environmental rehabilitation bond over Mining Lease 6229 required by the South Australian Government. The company may opt to refinance its cash backed bank guarantee facility with the Commonwealth Bank of Australia to a debt arrangement. Given the decision regarding the Bird in Hand Gold Project mining lease refusal and the outcome of pending court proceedings, the restricted nature of the deposits continues to be classified as non-current.

8. Trade and Other Receivables

	Jun 2025 \$'000's	Dec 2024 \$'000's
Trade receivables	133	107
Accrued interest receivable	16	8
Other receivables (including GST refund)	25	17
Total trade and other receivables	174	132

9. Inventories

	Jun 2025 \$'000's	Dec 2024 \$'000's
Non-current		
Raw materials and consumables	51	51
Total inventories at the lower of cost and net realisable value	51	51

10. Property Plant and Equipment

Property, plant and equipment	Jun 2025 \$'000's	Dec 2023 \$'000's
Freehold land		
At cost	3,460	3,460
Total freehold land¹	3,460	3,460
Buildings and other infrastructure		
At cost	125	104
Less accumulated depreciation	(104)	(104)
Total buildings and other infrastructure¹	21	-
Plant and Equipment		
At cost	55,511	56,138
Less accumulated impairment	(14,219)	(14,219)
Less accumulated depreciation	(40,739)	(41,008)
Total plant and equipment¹	553	911
Total property plant and equipment	4,034	4,371

Movements in carrying amounts	Freehold land \$'000	Buildings and other infrastructure \$'000	Plant and equipment \$'000	Total \$'000
Opening carrying amount 1 Jan 2025	3,460	-	911	4,371
Additions	-	21	-	21
Disposals	-	-	(7)	(7)
Depreciation and amortisation	-	-	(351)	(351)
Carrying amount at 30 Jun 2025	3,460	21	553	4,034

Movements in carrying amounts	Freehold land \$'000	Buildings and other infrastructure \$'000	Plant and equipment \$'000	Total \$'000
Opening carrying amount 1 Jan 2024	3,460	-	1,615	5,075
Additions	-	-	18	18
Disposals	-	-	(2)	(2)
Depreciation and amortisation	-	-	(720)	(720)
Carrying amount at 31 Dec 2024	3,460	-	1,615	4,371

1. The Directors have considered the recoverable amount of property, plant and equipment based on available market information for comparable assets.

11. Exploration and Evaluation Assets

Exploration and evaluation	Jun 2025 \$'000's	Dec 2024 \$'000's
At cost	8,208	8,127
Additions	49	81
Total exploration and evaluation	8,257	8,208

Exploration and evaluation projects by location	Jun 2025 \$'000's	Dec 2024 \$'000's
Adelaide Hills (Terramin Exploration 100%) ¹	2,279	2,260
Bird in Hand Gold (Terramin Exploration 100%) ³	-	-
South Gawler Ranges (Menninnie Metals 100%) ²	5,978	5,948
Total exploration and evaluation	8,257	8,208

- The Company entered into an agreement with respect to the Kapunda Copper Project, over which the Company has a current Exploration Licence. Environmental Copper Recovery Pty Ltd (ECR) earned a 75% interest in the project after spending \$6.0m on field trials and associated studies. The Company will retain a minimum 25% contributing interest and a 1.5% net smelter royalty in respect of all metals extracted from the joint venture area. The expenditure by ECR on the project is not reflected in the accounts of the Company, however will contribute to the minimum expenditure obligations under the terms of the Exploration Licence.
- In 2022, the Company executed a \$10.5 million exploration agreement with JOGMEC relating to the South Gawler Ranges tenements. Following the receipt of FIRB approval in June 2022, JOGMEC and the Company commenced exploration field work. JOGMEC has expended in excess of \$3.5 million which entitles them to an option to acquire 50.1% of the South Gawler Ranges tenements. The expenditure by JOGMEC on the project is not reflected in the accounts of the Company, however will contribute to the minimum expenditure obligations under the terms of the Exploration Licenses.
- In February 2023, the Company was informed by the South Australian Department for Energy and Mining ("DEM") of the Minister's decision to refuse to grant a Mining Lease and a Miscellaneous Purposes Licence in respect of the Bird in Hand Gold Project. Subsequently, the Minister recommended to her Excellency the Governor of South Australia that an area corresponding with mining lease application and mineral claim 4473 be reserved pursuant to section 8 of the Act (meaning that those areas be excluded from the possibility of future applications under the Act). Following that recommendation, on 27 April 2023, her Excellency made the Mining (Reservation from Act) Proclamation 2023 (SA) reserving the land from the operation of parts 4, 5, 6, 6A, 8 and 8A of the Act. In August 2023, the Company commenced legal proceedings in the Supreme Court of South Australia (Supreme Court) seeking judicial review of the South Australian Government decisions. The Court hearing was held on 14 and 15 October 2024, and on 20 January 2025 the Judge dismissed the Company's application for Judicial Review. The Company lodged an appeal against the Supreme Court's decision on 7 February 2025, with the hearing scheduled for November 2025.

12. Investment in Bejaia Zinc and Lead Spa (BZL) (formerly Western Mediterranean Zinc Spa)

Investment in BZL	Jun 2025 \$'000's	Dec 2024 \$'000's
Balance at beginning of the year	46,409	45,746
Share of BZL profit/(loss) during the period	(1,077)	-
Foreign currency translation	1,161	-
Working capital contributed to BZL during the period	161	663
Total investment in BZL	46,654	46,409
Statement of Financial Position of BZL	Jun 2025 \$'000	Dec 2024 \$'000
Current assets	34	22
Non-current assets	45,273	44,941
Current liabilities	(1,832)	(377)
Non-current liabilities	-	-
Net assets	43,475	44,586

1. In 2022, the Company transferred 16% of its ownership interest in BZL to ENOF which resulted in Terramin holding a minority interest. Consequently, the subsidiary BZL was deconsolidated from the Company's Financial Report with Terramin's 49% investment in BZL recognised as a non-current asset in accordance with AASB 10 and AASB 128.
2. BZL is an Algerian registered company. It is a joint venture vehicle to develop the Project between Terramin and Enterprise Nationale des Produits Miniers Non-Ferreux et des Substances Utiles Spa (ENOF). Terramin holds a 49% shareholding in BZL, with the remaining 51% held by two Algerian government-owned companies: ENOF and the Office National de Recherche Géologique et Minière (ORGM).
3. At the reporting date, the Company has a commitment to contribute DZD6.5 million to BZL as part of the Company's 49% share of a total DZD40 million capital contribution to BZL, which was agreed to by the joint venture partners during the reporting period.

13. Trade and Other Payables

	Jun 2025 \$'000	Dec 2024 \$'000
Trade payables	163	42
Other payables and accrued expenses	1,037	635
Total trade and other payables	1,200	677

Trade and other payables are normally non-interest bearing and are settled on 30 days end of month terms.

14. Short term borrowings & accrued interest

	Jun 2025 \$'000	Dec 2024 \$'000
Current liabilities		
Loans – secured ¹	27,184	27,183
Loans – unsecured ¹	2,425	1,000
Total short-term borrowings	29,560	28,168
Accrued Interest on borrowings	17,997	16,279
Total short-term borrowings and accrued interest	47,557	44,447

	Jun 2025 \$'000	Dec 2024 \$'000
Financing facilities		
Loan facilities	32,109	29,608
Loan facilities - drawn	29,609	28,183
Accrued interest and unamortised transaction costs on borrowings	17,948	16,264
Carrying amount	47,557	44,447

1. At the reporting date, the Group had drawn down \$29.61 million of \$32.11 million available to the Company in respect of three loan facilities provided by the Company's major shareholder, Asipac. Interest is fixed at a base rate of 12%, payable upon termination date. On 23 May 2025, the Company and Asipac agreed to extend the limit and expiry date of the facilities to 30 June 2026.

Under the terms of the \$6.0 million BIH loan facility (**BIH Facility**) and \$21.18 million Standby facility (**Standby Facility**) provided to Terramin Exploration Pty Ltd (TZNE), the following first ranking securities have been granted to Asipac: a real property mortgage over land acquired at Bird in Hand, a general security interest over all assets of TZNE and a specific security over the shares of TZNE. All security interests will be discharged upon repayment of amounts due under the Facilities.

15. Provisions

	Jun 2025 \$'000	Dec 2024 \$'000
Current		
Employee benefits	133	99
Total current provisions	133	99
Non-current:		
Employee benefits	60	77
Mine rehabilitation	5,680	5,411
Total non-current provisions	5,740	5,488

	Employee benefits \$'000	Mine rehabilitation \$'000	Total \$'000
At 1 January 2025	176	5,411	5,587
Change to provision	38	-	38
Unwinding of discount on mine rehabilitation provision	-	197	197
Remeasurement	-	72	72
Paid in the period	(21)	-	(21)
At 30 June 2025	193	5,680	5,873

1. The mine rehabilitation provision is recognised for the estimated cost of rehabilitation, decommissioning, restoration and long-term monitoring of areas disturbed during operation of the Angas Zinc Mine up to reporting date but not yet rehabilitated.

The mine rehabilitation provision is based upon current cost estimates and has been determined on a discounted basis with reference to current legal requirements and technology. The provision has been calculated using a risk-free discount rate of 3.64% (2024: 4.12%).

16. Long term borrowings and derivative

Long-term borrowings	Jun 2025 \$'000	Dec 2024 \$'000
Convertible Note – unsecured ^{1,2}	10,311	10,360
Long-term borrowings	10,311	10,360
Embedded derivative liability	Jun 2025 \$'000	Dec 2024 \$'000
Derivative in Convertible Note ¹	1,096	1,096
Total embedded derivative liability	1,096	1,096

- In January 2024, the Group issued a Convertible Note to a strategic investor for US\$6.68 million (approximately A\$10 million). The key terms include:
 - unsecured and unlisted,
 - a term expiring 3 years from the issue date,
 - an annual interest rate of 2.5% (non-compounding, payable at maturity),
 - the noteholder may decide to convert the note to fully paid ordinary shares in Terramin after 2 years from the issue date (lock-in period) at 90% of VWAP at the time of conversion, and
 - if not converted, then the Note is repayable in cash (issue value plus interest denominated in USD) at maturity.
- Being denominated in USD, the settlement will be subject to a foreign exchange movements.

17. Issued Capital

(a) Ordinary shares

	Jun 2025 \$'000	Dec 2024 \$'000
2,116,562,720 (2023: 2,116,562,720)		
Ordinary shares	229,676	229,676
Share issue costs	(5,745)	(5,745)
Total issued capital	223,931	223,931

The holders of ordinary shares are entitled to one vote per share at meetings of the Company and participation in dividends declared. All issued shares are fully paid.

19. Income Tax Expense

As at the date of this report, the Company has determined that no Research and Development claim will be made for the 2024/25 taxation year, recognised as a nil income tax benefit, and no value has been included in Trade and Other Receivables.

The Company is part of an Australian Tax Consolidated Group. The Australian Tax Consolidated Group has potential deferred tax assets of \$59.394 million (Dec 2024: \$59.195 million). These have not been brought to account because the Directors do not consider the realisation of the deferred tax asset as probable.

In order to utilise the benefit of the tax losses, an assessment will need to be undertaken with regards to the continuity of ownership or same business tests.

(b) Detailed table of capital issued during the half year ended 30 June 2025

Type of Share Issue	Date of Issue	Number of Ordinary Shares on issue	Issue Price \$	Share Capital \$'000
Opening balance 1 Jan 2025		2,116,562,720		223,931
Closing balance 30 Jun 2025		2,116,562,720		223,931
Issued Capital				223,931

Type of share issue	Date of Issue	Number of Ordinary Shares on issue	Issue Price \$	Share Capital \$'000
Opening balance 1 Jan 2024		2,116,562,720		223,931
Closing balance 31 Dec 2024		2,116,562,720		223,931
Issued Capital				223,931

18. Reserves

(a) Foreign currency translation reserve

Foreign currency translation reserve	Jun 2025 \$'000	Dec 2024 \$'000
Balance at the beginning of the year	(12)	(12)
Translation into presentation currency	1,161	-
Balance at the end of the year	1,149	(12)

The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of foreign subsidiaries and associates.

(b) Share based payments reserve

The share-based payment reserve is used to recognise the value of equity-settled share-based payment transactions, including employees and KMP, as part of their remuneration.

During the reporting period, no share-based payments were made, and no options lapsed or were forfeited.

20. Segment Reporting

For management purposes, the Group is organised into business units based on geography and has two reportable operating segments:

- Australia - explores, develops and mines zinc, lead and gold deposits
- Northern Africa - developing a zinc deposit

No operating segments have been aggregated to form the above reportable operating segments.

	Australia		Northern Africa		Consolidated	
	Jun 2025 \$'000	Jun 2024 \$'000	Jun 2025 \$'000	Jun 2024 \$'000	Jun 2025 \$'000	Jun 2024 \$'000
Other Income - External customers	65	89	-	-	65	89
Total Other Income	65	89	-	-	65	89
Results						
Raw materials, consumables and other direct costs	(188)	(239)	-	-	(188)	(239)
Employee benefits expense	(461)	(416)	-	-	(461)	(416)
Depreciation and amortisation	(351)	(358)	-	-	(351)	(358)
Exploration and evaluation expensed (Bird in Hand Gold Project)	(65)	(74)	-	-	(65)	(74)
Mine rehabilitation obligation expense	(73)	(293)	-	-	(73)	(293)
Profit on disposal of property, plant and equipment	14	-	-	-	14	-
Share of loss of associate – Bejaia Zinc and Lead Spa (BZL)	-	-	(1,077)	-	(1,077)	-
Other expenses	(1,146)	(638)	-	-	(1,146)	(638)
Net finance costs	(1,825)	(2,238)	-	-	(1,825)	(2,238)
Profit (Loss) before income tax	(4,030)	(4,167)	(1,077)	-	(5,107)	(4,167)
Income tax expense	-	-	-	-	-	-
Profit(Loss) for the half-year	(4,030)	(4,167)	(1,077)	-	(5,107)	(4,167)
	Jun 2025 \$'000	Dec 2024 \$'000	Jun 2025 \$'000	Dec 2024 \$'000	Jun 2025 \$'000	Dec 2024 \$'000
Operating assets	18,468	18,789	46,654	46,409	65,122	65,198
Operating liabilities	66,037	62,167	-	-	66,037	62,167
Other disclosures:						
Capital expenditure ¹	70	99	161	663	231	762

1. Capital expenditure consists of property, plant and equipment and exploration and evaluation asset additions and contributions to Investment in Associate – BZL.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the consolidated financial statements.

There are no transactions other than cash funding between reportable segments.

21. Earnings per Share

(a) Basic earnings per share

The calculation of basic earnings per share from continuing operations at 30 June 2025 has been based on the net loss attributable to owners of the Company of \$5.1m (June 2024: \$4.2m) and a weighted average number of ordinary shares outstanding during the half-year ended 30 June 2025 of 2,116,562,720 (June 2024: 2,116,562,720), calculated as follows:

Earnings per share from continuing operations	Jun 2025 \$'000	Jun 2024 \$'000
Net loss for the year attributable to the owners of the Company	(5,107)	(4,167)
Ordinary shares on issue	2,116,562,720	2,116,562,720
Weighted average number of shares	2,116,562,720	2,116,562,720
Basic earnings per share (cents)	(0.24)	(0.20)

(b) Diluted earnings per share

The calculation of diluted earnings per share does not include potential ordinary shares on issue as to do so would have the effect of reducing the amount of the loss per share. Therefore, the diluted earnings per share equates to the ordinary earnings per share.

22. Events After the Reporting Date

There are no other matters or circumstances that have arisen since 30 June 2025 that have significantly affected or may significantly affect either the entities operations or state of affairs in future years or the results of those operations in future years.

Directors' Declaration

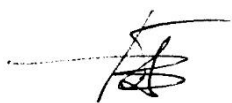
The Directors of the Company declare that:

The financial statements and notes, as set out on pages 9-18:

- (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
- (b) give a true and fair view of the consolidated entity's financial position as at 30 June 2025 and of its performance for the half-year ended on that date.

In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in Adelaide on the 10th day of September 2025 in accordance with a resolution of the Board of Directors.

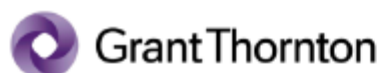
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Feng Sheng
Executive Chair
10th September 2025

A stylized signature in black ink.

Alan Broome AM
Non-Executive Deputy Chair
10th September 2025

Auditor's Independent Report



Grant Thornton Audit Pty Ltd
Grant Thornton House
Level 3
170 Frome Street
Adelaide SA 5000
GPO Box 1270
Adelaide SA 5001
T +61 8 8372 6666

Independent Auditor's Review Report

To the Members of Terramin Australia Limited

Report on the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Terramin Australia Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2025, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, including material accounting policy information, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Terramin Australia Limited does not comply with the *Corporations Act 2001* including:

- a giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the half year ended on that date; and
- b complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company 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 annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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Material uncertainty related to going concern

We draw attention to Note 2 (c) in the financial report, which indicates that the Group incurred a net loss of \$5.11 million during the half year ended 30 June 2025 and, as of that date, the Group's current liabilities exceeded its current assets by \$48.4 million. As stated in Note 2 (c), these events or conditions, along with other matters as set forth in Note 2 (c), indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' responsibility for the half-year financial report

The Directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with 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 half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

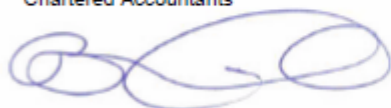
Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Grant Thornton.

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



B K Wundersitz
Partner – Audit & Assurance

Adelaide, 10 September 2025



Terramin Australia Limited

2115 Callington Road
Strathalbyn, South Australia, 5255

T: +61 8 8536 5950

E: info@terramin.com.au

W: www.terramin.com.au