Grange Resources Limited
ABN 80 009 132 405



Australia's most experienced magnetite producer

Half Year Financial Report – 30 June 2025

For personal use only

Grange Resources Limited and its Controlled Entities
Directors' report
30 June 2025

The directors present their report on the consolidated entity (the "Group") consisting of Grange Resources Limited ("Grange" or the "Company") and the entities it controlled at the end of, or during, the half-year ended 30 June 2025.

Directors

The following persons were directors of Grange Resources Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Michelle Li	Chairperson
Chongtao Xu	Executive Director (resigned on 10 April 2025)
Ajanth Saverimutto	Non-Executive Director
Fong Hoon	Non-Executive Director
Tianxiao Shen	Non-Executive Director
Jiajia Jiang	Non-Executive Director

Principal activities

During the six months ended 30 June 2025, the principal activities of the Group were as follows:

- mining, processing and sale of iron ore from its operations in Tasmania; and
- the ongoing exploration and evaluation of mineral resources, principally the Southdown Magnetite Project near Albany, Western Australia.

Review of operations

Key Highlights

Mining operations

- Sustained outstanding safety performance with 813 days Lost Time Injury Free as at 30 June 2025.
- Achieved statutory profit after tax for the six months ended 30 June 2025 of $13.8 million (2024: $26.5 million), despite challenging market conditions and weaker product pricing.
- Pellet production of 1.07 million tonnes (2024: 1.22 million tonnes) utilising 4 furnaces, strategically reducing the concentrate stockpile and building the pellet stockpile to support scheduled second half shipments.
- Pellet sales of 1.0 million tonnes (2024: 1.05 million tonnes). We are well positioned to continue to deliver against customer commitments.
- Unit cash operating costs for the six months ended 30 June 2025 of $180.25 per tonne (2024: $152.79 per tonne) principally due to lower concentrate produced.
- Cash, cash equivalents and liquid investments of $239.4 million (31 December 2024: $298.0 million) impacted by lower price, operational expenditure to secure future ore delivery and increase investment in growth capex.

Consolidated Statement of Comprehensive Income

Grange achieved a statutory profit after tax of $13.8 million for the half year ended 30 June 2025 (2024: $26.5 million) on revenues from mining operations of $206.4 million (2024: $234.0 million).

Key revenue metrics for the 30 June 2025 half year and preceding 2024 half year were as follows:

	6 months to 30 June 2025	6 months to 30 June 2024
Iron Ore Pellet Sales (dmt)	999,045	1,048,391
Iron Ore Chip Sales (dmt)	53,283	69,706
TOTAL Iron Ore Product Sales (dmt)	**1,052,328**	**1,118,097**
Average Realised Product Price (US$/t FOB Port Latta)*	113.31	120.43
Average Realised Exchange Rate (AUD:USD)	0.6343	0.6523

For personal use only

Average Realised Product Price (A$/t FOB Port Latta)*	178.63	184.60

* A portion of sales were made on CFR (Cost and Freight) terms whereby the Group incurred shipping expenses to transport the shipments to the discharge ports. The above FOB Port Latta unit prices realised reflect prices net of shipping expenses.

Grange will continue to deliver into secured term offtake agreements for its products for 2025.

	6 months to 30 June 2025	6 months to 30 June 2024
Total BCM Mined	7,346,057	8,779,005
Total Ore BCM	635,991	1,183,817
Concentrate Produced (t)	1,014,997	1,260,557
Pellet Produced (t)	1,066,259	1,215,566
Pellet Stockpile (t)	310,127	431,070
Weight Recovery (%)	35.80	41.20
"C1" Costs (A$/tonne Product Produced)	180.25	152.79

Note: “C1” costs are the cash costs associated with producing iron ore products without allowance for mine development, deferred stripping and stockpile movements, and does not include royalties, depreciation and amortisation costs.

Higher C1 costs per tonne principally due to lower concentrate produced.

As at 30 June 2025, Grange operations achieved 813 days lost time injury free.

Concentrate and pellet production remained strong in the second quarter, following the successful completion of the annual common equipment maintenance programme. Operations benefited from four-furnace throughput and the strategic rundown of concentrate stockpiles. Maintenance in Q1 included the ahead-of-schedule Ball Mill Shell replacement and the concentrator performed well, supported by consistent ore feed from Centre Pit.

Mining production in Q1 experienced a temporary dip due to the safe completion of Centre Pit stage mining and extensive pre-split drilling in North Pit. Q2 saw a marked recovery, driven by increased production from the West Wall cutback in Centre Pit and the delivery of high-grade ore. North Pit operations progressed steadily across both quarters, ensuring continuity in future ore supply. The Centre Pit ore, while slightly lower in head grade, continues to offer excellent physical and chemical properties, enabling high process rates and premium pellet quality.

Waste stripping along the east wall of North Pit is advancing to secure future ore access in 2025. The Company is actively conducting pre-split drilling to maintain clean and stable pit walls, mitigating rockfall risks and maximising safe ore recovery from the pit base.

North Pit Underground Development Project

Site activities have centred on enhancing critical underground infrastructure, with targeted improvements to ventilation systems, communications networks, and dewatering capabilities. These upgrades will support the safe and efficient progression of underground development works.

Planning efforts remain active, with ongoing refinements to the ore production schedule and its integration with the open pit mining profile. This alignment is key to ensuring operational continuity and optimising resource recovery across both mining methods.

Progress also continues on the project’s financing strategy. The Company has held presentations and discussions with a range of potential lenders and has received strong Expressions of Interest from both domestic and international mining banks, as well as other financial institutions. Engagement with these parties is advancing through their respective due diligence processes.

Lodged electronically

Port Latta Improvement Projects

Progress continues on the long-running balling drum replacement project at Port Latta, a key component of the Company's pelletising operations. The original drums, installed in 1967, have delivered an impressive 58 years of continuous service. In March 2025, the first two new drums—FL2 and FL3—were successfully installed, marking a major milestone in the staged upgrade programme.

Maintenance and refinements to the refractory and air ports were undertaken in the redesigned Furnace 4. Several targeted modifications are being implemented to further enhance reliability and operational performance.

Consolidated Statement of Financial Position

Grange's net assets have not changed significantly of $1,075.1 million as at 30 June 2025 compared to $1,061.3 million as at 31 December 2024.

Consolidated Statement of Cash Flows

Net cash flows from operating activities

Net cash inflows from operating activities for the six months ended 30 June 2025 were $41.4 million (six months ended 30 June 2024: net inflow of $111.0 million) which is mainly due to receipts from customer and other debtors of $191.2 million (June 2024: $302.0 million) and interest received of $9.3 million (June 2024: $9.2 million) offset by income taxes paid of $5.5m million (June 2024: $13.4 million) and payments to supplier and employees of $153.6 million (June 2024: $186.6 million)

Net cash flows from investing activities

Net cash inflows from investing activities for the six months ended 30 June 2025 were $1.8 million (six months ended 30 June 2024: net outflow of $79.6 million), principally related to proceeds from term deposits $100.0 million (June 2024: $3.2 million) reduced by significant expenditure for mine development of $72.4 million (June 2024: $48.2 million), and purchase of property plant equipment of $25.4 million (June 2024: $34.7 million).

Net cash flows from financing activities

Net cash outflows from financing activities for the six months ended 30 June 2025 were $0.9 million (six months ended 30 June 2024: net outflow of $24.1 million). Net outflow in 2024 was principally related to payment of dividend of $23.1 million.

Rounding of amounts

The Group is of a kind referred to in Australian Securities and Investment Commission (ASIC) Legislative Instrument 2016/191 Class relating to the 'rounding off' of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with the instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Michelle Li
Chairperson of the Board of Directors

28 August 2025

For personal use only

Auditor's Independence Declaration

As lead auditor for the review of Grange Resources 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.

This declaration is in respect of Grange Resources Limited and the entities it controlled during the period.



Chris Dodd
Partner
PricewaterhouseCoopers

Melbourne
28 August 2025

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006,
GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

Grange Resources Limited and its Controlled Entities
Contents
30 June 2025

Consolidated statement of comprehensive income	7
Consolidated statement of financial position	8
Consolidated statement of changes in equity	9
Consolidated statement of cash flows	10
Notes to the consolidated financial statements	11
Directors' declaration	22
Independent auditor's review report to the members of Grange Resources Limited	23

For personal use only

Grange Resources Limited and its Controlled Entities
Consolidated statement of comprehensive income
For the half-year ended 30 June 2025

	Note	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
Revenue from Operations	2,3	206,426	234,046
Cost of Sales	4	(194,152)	(208,438)
Gross profit from operations		**12,274**	**25,608**
Administrative Expenses		(3,686)	(2,736)
Exploration and Evaluation Expenditures		(1,386)	(1,965)
Other Income/(Expenses)		124	9
Operating profit before finance costs		**7,326**	**20,916**
Finance Income		14,018	12,993
Finance Expenses		(2,632)	(1,503)
Profit before income tax expense		**18,712**	**32,406**
Income tax expense	5	(4,945)	(5,874)
Profit after income tax expense for the half-year	16	**13,767**	**26,532**
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		**13,767**	**26,532**
		Cents	**Cents**
Basic earnings per share		**1.19**	**2.29**
Diluted earnings per share		**1.18**	**2.29**

For personal use only

The above Consolidated statement of comprehensive income should be read in conjunction with the accompanying notes

Grange Resources Limited and its Controlled Entities
Consolidated statement of financial position
As at 30 June 2025

	Note	30 June 2025 $'000	31 December 2024 $'000
Assets			
Current assets			
Cash and cash equivalents	6	113,171	71,449
Trade and other receivables	7	42,202	14,232
Inventories	9	221,844	225,718
Other financial assets	8,18	134,913	228,527
Total current assets		**512,130**	**539,926**
Non-current assets			
Other financial assets	8,18	1,262	1,404
Property, plant and equipment	10	240,670	287,543
Right-of-use assets		517	1,263
Mine properties and development	11	558,449	461,031
Receivables		10,603	10,153
Total non-current assets		**811,501**	**761,394**
Total assets		**1,323,631**	**1,301,320**
Liabilities			
Current liabilities			
Trade and other payables	13	35,658	42,598
Lease liability		543	1,266
Provisions	14	24,304	24,280
Total current liabilities		**60,505**	**68,144**
Non-current liabilities			
Deferred grants		1,550	1,550
Lease liability		-	57
Deferred tax Liabilities	12	82,853	69,402
Provisions	14	103,602	100,906
Total non-current liabilities		**188,005**	**171,915**
Total liabilities		**248,510**	**240,059**
Net assets		**1,075,121**	**1,061,261**
Equity			
Contributed Equity	15	331,513	331,513
Reserves		(1,564)	(1,657)
Retained earnings	16	745,172	731,405
Total equity		**1,075,121**	**1,061,261**

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

Grange Resources Limited and its Controlled Entities
Consolidated statement of changes in equity
For the half-year ended 30 June 2025

	Contributed Equity $'000	Reserves $'000	Retained profits $'000	Total equity $'000
Balance at 1 January 2024	**331,513**	**(1,977)**	**701,790**	**1,031,326**
Profit after income tax expense for the half-year	-	-	26,532	26,532
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	26,532	26,532
Transactions with owners in their capacity as owners:				
Share-based payments	-	123	-	123
Dividends paid (note 17)	-	-	(23,147)	(23,147)
Balance at 30 June 2024	**331,513**	**(1,854)**	**705,175**	**1,034,834**

	Contributed Equity $'000	Reserves $'000	Retained profits $'000	Total equity $'000
Balance at 1 January 2025	**331,513**	**(1,657)**	**731,405**	**1,061,261**
Profit after income tax expense for the half-year	-	-	13,767	13,767
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	13,767	13,767
Transactions with owners in their capacity as owners:				
Share-based payments	-	93	-	93
Balance at 30 June 2025	**331,513**	**(1,564)**	**745,172**	**1,075,121**

For personal use only

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

Grange Resources Limited and its Controlled Entities
Consolidated statement of cash flows
For the half-year ended 30 June 2025

	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
Cash flows from operating activities		
Receipts from customers and other debtors (inclusive of goods and services tax)	191,299	301,955
Payments to suppliers and employees (inclusive of goods and services tax)	(153,587)	(186,615)
	37,712	**115,340**
Interest received	9,333	9,196
Interest paid	(140)	(102)
Income taxes paid	(5,539)	(13,404)
Net cash inflow from operating activities	**41,366**	**111,030**
Cash flows from investing activities		
Payments for mine, properties and development	(72,441)	(48,222)
Payments for property, plant and equipment	(25,409)	(34,683)
Proceeds from security and term deposits	99,950	3,200
Proceeds from sales of property, plant and equipment	1	102
Payments for commodity options	(273)	-
Net cash from/(used in) investing activities	**1,828**	**(79,603)**
Cash flows from financing activities		
Dividends paid to shareholders	-	(23,147)
Lease payments	(891)	(918)
Net cash used in financing activities	**(891)**	**(24,065)**
Net increase in cash and cash equivalents	**42,303**	**7,362**
Cash and cash equivalents at the beginning of the financial half-year	71,449	109,706
Effects of exchange rate changes on cash and cash equivalents	(581)	2,783
Cash and cash equivalents at the end of the financial half-year	**113,171**	**119,851**

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

For personal use only

Note 1. Summary of Significant Accounting Policies

(a) Basis of preparation for the interim financial report

This consolidated interim financial report for the half-year reporting period ended 30 June 2025 has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The consolidated interim financial report does not include all information and disclosures required in the annual financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2024 and any public announcements made by Grange Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

(b) Accounting policies

The accounting policies adopted in the preparation of the consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

Where required, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

A number of amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amendments.

(c) Critical accounting estimates and judgements

The preparation of this interim financial report requires the use of estimates and judgements. The estimates and judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within this interim financial report are consistent with those of the previous financial year as disclosed in the Annual Report for the year ended 31 December 2024.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

(d) Rounding of amounts

The Group is of a kind referred to in Australian Securities and Investment Commission (ASIC) Legislative Instrument 2016/191 Class relating to the 'rounding off' of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with the instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

Note 2. Segment Information

(a) Description of segments

Operating segments are determined based on the reports reviewed by the Chief Executive Officer, who is the Group's chief operating decision maker in terms of allocating resources and assessing performance.

The Group has one reportable segment which is the exploration, evaluation, and development of mineral resources and iron ore mining operations

The Chief Executive Officer allocates resources and assesses performance, in terms of revenues earned, expenses incurred, and assets employed, on a consolidated basis in a manner consistent with that of the measurement and presentation in the financial statements.

Segment assets and capital are allocated based on where the assets are located. The consolidated assets of the Group were predominately located in Australia as at 30 June 2025 and 31 December 2024. The total costs incurred during the current and comparative periods to acquire segment assets also predominately incurred in Australia.

Exploration, evaluation and development projects (including the Southdown project) are not deemed reportable operating segments at this time as the financial performance of these operations is not separately included in the reports provided to the Chief Executive Officer. These projects may become segments in the future.

Note 2. Segment Information (continued)

	Ore Mining	
	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
Revenue from contracts with customers	**206,426**	**234,046**
Inter-segment revenue	-	-
Revenue from External Customers	**206,426**	234,046
Timing of Revenue Recognition		
At a point in time	187,978	206,403
Over time	18,448	27,643
	206,426	**234,046**
EBITDA	**37,444**	**52,944**

The Chief Operating Decision Maker (CODM) uses adjusted EBITDA as a measure to assess the performance of the segments. Interest revenue, interest expense and taxes are not allocated to individual segments as these are managed on an overall group basis.

	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
Reconciliation of EBITDA		
Adjusted EBITDA	**37,444**	**52,944**
Depreciation and Amortisation (note 4)	(26,224)	(29,445)
Interest Revenue	7,646	8,980
Interest Expense	(97)	(102)
Income Tax Expense (note 5)	(4,945)	(5,874)
Others	(57)	29
Profit after Income Tax Expense	**13,767**	**26,532**

Note 3. Revenue from Operations

	Ore Mining	
	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
Revenue from contracts with customers	211,477	236,321
Other revenue/loss	(5,051)	(2,275)
	206,426	**234,046**

Revenue from contracts with provisional pricing is recognised based on the estimated forward prices, where available, which the Group expects to receive at the end of the quotation period. Where an estimated forward price is not available, spot prices are applied as management's best estimate of the provisional prices. The quotation period exposure is considered to be an embedded derivative and forms part of trade receivables. The subsequent changes in the fair value were recognised in the statement of profit or loss and other comprehensive income as other revenue (loss). Changes in fair value over, and until the end of the quotation period, are estimated by reference to updated forward market prices.

For personal use only

Note 4. Cost of Sales

	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
Cost of sales - mining		
Mining costs	107,485	112,336
Production costs	77,194	81,367
Changes in inventories	10,398	(59,562)
Freight Costs	18,448	27,643
Government Royalties	3,617	5,750
Depreciation and amortisation expense	22,370	23,277
Mine properties and development		
- Amortisation expense	3,854	6,168
Deferred Stripping		
- Amounts capitalised during the period	(72,441)	(47,788)
- Amortisation expense	22,278	59,717
Foreign exchange loss	949	(470)
Total Cost of Sales	**194,152**	**208,438**

Note 5. Income Tax Expense

	Six months to 30 June 2025 $'000	Six months to 30 June 2024 $'000
(a) Income Tax Expense		
Current Tax	-	8,010
Adjustment to tax of prior period	(701)	(3,852)
	(701)	**4,158**
Deferred income tax included in income tax expense comprises:		
Increase in deferred tax liability	13,451	1,692
North Pit Underground decline claim in prior year income tax return	(8,176)	-
Other adjustments in prior year income tax return	371	-
Movements in unrecognised deferred tax	-	24
	5,646	**1,716**
Total Income Tax Expense	**4,945**	**5,874**

For personal use only

Note 5. Income Tax Expense (continued)

(b) Numerical reconciliation of income tax expense (benefit) to prima facie tax payable

Profit from continuing operations before income tax expense (benefit)	18,712	32,406
Tax expense at the Australian tax rate of 30% (June 2024: 30%)	5,614	9,722
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Sundry Items	32	28
	5,646	**9,750**
Movements in previously unrealised deferred tax assets	-	(24)
Adjustment to tax of prior period	(701)	(3,852)
	4,945	**5,874**

(c) Taxation Losses

Unused taxation losses for which no deferred tax assets has been recognised	1,085	5,618
Potential tax benefit @ 30%	**326**	**1,685**

Note 6. Cash and cash equivalents

	30 June 2025 $'000	31 December 2024 $'000
Cash at bank and in hand	10,102	22,221
Short-term deposits	103,069	49,228
	113,171	**71,449**

Note 7. Trade and other receivables

	30 June 2025 $'000	31 December 2024 $'000
Trade receivables	17,983	752
Security deposits	323	323
Income tax receivable	14,674	629
Other receivables	6,441	11,900
Prepayments	2,781	628
	42,202	**14,232**

Security deposits comprise of restricted deposits that are used for monetary backing for performance guarantees.

For personal use only

Note 8. Other financial assets

	30 June 2025 $'000	31 December 2024 $'000
Current Assets		
Derivatives (note 18)	8,713	1,927
Investment in term deposits	126,200	226,600
	134,913	**228,527**
Non-current Assets		
Derivatives (note 18)	**1,262**	**1,404**

The Group holds investment in AUD term deposits with 91 to 365 day terms and carries an average annual interest of 4.66%

Note 9. Inventories

	30 June 2025 $'000	31 December 2024 $'000
Stores and spares	64,142	57,617
Ore stockpiles	100,737	118,473
Work in progress	2,176	11,483
Finished goods (at lower of cost and net realisable value)	54,789	38,145
	221,844	**225,718**

Ore stockpiles, work in progress, finished goods and stores and spares are valued at the lower of weighted average cost and estimated net realisable value. A debit of $10.4 million in 2025 and a credit of $59.6m million in 2024 were recognised for the movements in inventories (note 4).

Note 10. Property, plant and equipment

	Land and Building $'000	Plant and Equipment $'000	Computer Equipment $'000	Assets Under Construction $'000	Total $'000
At 1 January 2025					
Cost	74,690	568,195	14,883	83,228	740,996
Accumulated depreciation and impairment	(37,640)	(402,325)	(13,488)	-	(453,453)
Net book amount	**37,050**	**165,870**	**1,395**	**83,228**	**287,543**
Half-year ended 30 June 2025					
Opening net book amount	37,050	165,870	1,395	83,228	287,543
Additions	-	-	-	25,861	25,861
Depreciation charge	(1,107)	(19,717)	(733)	-	(21,557)
Transfer to PPE	5,841	12,866	3,163	(21,870)	-
Transfer to MP&D	-	-	-	(50,725)	(50,725)
Other transfers	-	-	-	(452)	(452)
Closing net book amount	**41,784**	**159,019**	**3,825**	**36,042**	**240,670**
At 30 June 2025					
Cost	88,026	631,075	17,999	36,042	773,142
Accumulated depreciation and impairment	(46,242)	(472,056)	(14,174)	-	(532,472)
Net book amount	**41,784**	**159,019**	**3,825**	**36,042**	**240,670**

Financial Interest Only

Note 11. Mine properties and development

	30 June 2025 $'000	31 December 2024 $'000
Mine properties and development (at cost)	725,870	674,761
Accumulated amortisation and impairment	(524,074)	(520,220)
Net book amount	**201,796**	**154,541**
Deferred Stripping Costs (Net Book Amount)	356,653	306,490
Total mine properties and developments	**558,449**	**461,031**

Movements in mine properties and development are set out below:	30 June 2025 $'000	31 December 2024 $'000
Mine properties and development		
Opening net book amount	154,541	150,303
Current year expenditure capitalised	-	434
Change in rehabilitation estimate	2,083	22,298
Change in discount rate	(1,699)	(7,176)
Amortisation expense	(3,854)	(11,318)
Transfer from PPE	50,725	-
	201,796	**154,541**
Deferred stripping costs		
Opening net book amount	306,490	292,735
Current year expenditure capitalised	72,441	113,266
Amortisation expense	(22,278)	(99,511)
Closing net book amount	**356,653**	**306,490**

At the end of the reporting period, the Group considered impairment indicators for its mining assets.

The Group assessed no impairment of its mining assets is warranted for the half-year ended. The Group will continue to monitor iron ore and broader market conditions to evaluate their impact on the recoverable amounts of mining assets.

The Group will perform its annual review of the life of mine plans and budgets in H2 2025, along with any sustained reduction in market capitalisation, will underpin the calculation of asset recoverable amounts for the year ending 31 December 2025.

For personal use only

Note 12. Deferred tax assets (liabilities)

	30 June 2025 $'000	31 December 2024 $'000
The balance comprises temporary differences attributable to:		
Deferred Tax Assets		
Property, plant and equipment	5,720	7,010
Decommissioning and restoration	28,544	27,671
Employee benefits	8,174	8,019
Foreign exchange	187	-
Trade Receivables	-	53
Trade payables	8	18
Tax losses	14,023	-
Total deferred tax assets	**56,656**	**42,771**
Deferred Tax Liabilities		
Mine properties and development	(129,254)	(103,064)
Inventory	(7,114)	(7,116)
Derivatives	(2,992)	(999)
Other provision	(107)	-
Foreign exchange	-	(992)
Prepayment	(42)	(2)
Total deferred tax liabilities	**(139,509)**	**(112,173)**
Total net deferred tax liabilities	**(82,853)**	**(69,402)**

Note 13. Trade and other payables

	30 June 2025 $'000	31 December 2024 $'000
Trade payables and accruals	29,382	38,027
Contract Liabilities	2,662	2,662
Other payables	3,614	1,909
	35,658	**42,598**

Note 14. Provisions

Provisions (Current)	30 June 2025 $'000	31 December 2024 $'000
Leave Obligations	21,384	20,472
Employee benefits	1,905	2,783
Decommissioning and restoration	1,015	1,025
	24,304	**24,280**

The following amounts reflect leave that is not expected to be taken or paid within the next 12 months.

Current leave obligations expected to be settled after 12 months	10,606	10,703

Lapsed Financial Report

Note 14. Provisions (continued)

	30 June 2025 $'000	31 December 2024 $'000
Movements in the current provision for decommissioning and restoration are set out below		
Balance at beginning of the year / period	1,025	3,130
Payments	(104)	(152)
Transfers to (from) current provisions	94	(1,953)
	1,015	**1,025**

	30 June 2025 $'000	31 December 2024 $'000
Provisions (non-current)		
Leave obligations	3,758	3,335
Employee benefits	199	141
Decommissioning and restorations	99,645	97,430
	103,602	**100,906**

Movements in non-current provision for decommissioning and restoration are set out below

	30 June 2025 $'000	31 December 2024 $'000
Balance at beginning of the year / period	97,430	77,764
Change in estimate	1,061	15,119
Rehabilitation work completed	(706)	(494)
Unwinding of discount	1,954	3,088
Transfers (to) from current provisions	(94)	1,953
Balance at the end of the period / year	**99,645**	**97,430**

The change in estimate reflects a change in valuation of the decommissioning and restoration liability due to a change in discount rate.

Note 15. Contributed equity

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds of winding up of the Company in proportion to the number of and amounts paid on the shares held. Ordinary shares entitle their holder to one vote per share, either in person or by proxy, at a meeting of the Company. Ordinary shares have no par value and the Company does not have a limited amount of authorised share capital.

	30 June 2025 No. of Shares	31 December 2024 No. of Shares	30 June 2025 $'000	31 December 2024 $'000
Shares	**1,157,338,698**	**1,157,338,698**	**331,513**	**331,513**

For personal use only

Note 16. Retained earnings

Retained earnings attributable to owners of Grange Resources Limited

	30 June 2025 $'000	31 December 2024 $'000
Retained profits		
Balance at the beginning of the year	731,405	701,790
Profit for the year	13,767	58,549
Dividends paid (note 17)	-	(28,934)
Balance at the end of the period / year	**745,172**	**731,405**

Note 17. Dividends

	30 June 2025 $'000	31 December 2024 $'000
Fully franked interim dividend for half year ended 30 June 2024 - 5.0 cents per share	-	5,787
Fully franked final dividend for the year ended 31 December 2023 - 2.0 cents per share	-	23,147
Total dividends paid	**-**	**28,934**

The above amounts are calculated from the balance of the franking account as at the end of the reporting period, adjusted for franking credits and debits that will arise from the settlement of liabilities or receivables for income tax and dividends after the end of the year.

Note 18. Fair Value Measurement

Fair value hierarchy
This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value in the consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the three levels prescribed under the accounting standards.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Specific valuation techniques used to value the derivative financial instruments mainly include determining the fair value of forward contracts using forward rates at the balance sheet date provided by the dealers.

For personal use only

Note 18. Fair Value Measurement (continued)

The following table presents the Group's financial assets and financial liabilities measured and recognised at fair value at 30 June 2025 and 31 December 2024 on a recurring basis:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3: Unobservable inputs for the asset or liability

30 June 2025	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Assets				
Derivative financial instruments	-	9,975	-	9,975
Trade receivables - embedded derivatives	-	(1,218)	-	(1,218)
Total assets	**-**	**8,757**	**-**	**8,757**

31 December 2024	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Assets				
Derivative financial instruments	-	3,331	-	3,331
Trade receivables - embedded derivatives	-	3,224	-	3,224
Total assets	**-**	**6,555**	**-**	**6,555**

Derivatives are only used for economic hedging purposes and not as speculative investments. The Group has the following derivative financial instruments:

	30 June 2025 $'000	31 December 2024 $'000
Electricity fixed forward	4,483	2,716
Foreign currency options	4,448	2
Iron ore option	1,250	-
Diesel commodity swap	(206)	613
	9,975	**3,331**
Derivatives (current)	8,713	1,927
Derivatives (non-current)	1,262	1,404
	9,975	**3,331**

The Company uses forward contracts to manage the price-risk of energy and fuel consumption. This table represents the mark to market revaluation of these forward contracts.

(i) Classification of derivatives

Derivatives are classified as financial assets held at fair value through profit or loss (FVTPL). They are presented as current assets or liabilities if they are expected to be settled within 12 months after the end of the reporting period.

Lodgement Copy

Note 19. Contingent liabilities

There were no significant changes to the contingent liabilities previously disclosed in the Annual Report for the half year ended 30 June 2025.

Note 20. Events Occurring After the Reporting Period

No matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

For personal use only

Grange Resources Limited and its Controlled Entities
Directors' declaration
30 June 2025

In the opinion of the Directors:

(a) The interim financial statements and notes of Grange Resources Limited set out on pages 7 to 21 are in accordance with the Corporations Act 2001, including:

(i) giving 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;

(ii) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

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

This declaration has been made after receiving the declaration made to the directors for the half year ended 30 June 2025 in accordance with the 4th Edition of the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations.

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



Michelle Li
Chairperson of the Board of Directors

28 August 2025

For personal use only

For personal use only

Independent auditor's review report to the members of Grange Resources Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Grange Resources Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the Consolidated statement of financial position as at 30 June 2025, the Consolidated statement of comprehensive income, Consolidated statement of changes in equity and Consolidated statement of cash flows for the half-year ended on that date, 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 Grange Resources Limited does not comply with the *Corporations Act 2001* including:

1. 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
2. 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* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our 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 & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006,
GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

For personal use only

Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibilities of the directors for the half-year financial report

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

Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 of 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.

PricewaterhouseCoopers

Chris Dodd
Partner

Melbourne
28 August 2025