24 February 2025

2024 Full Year Results

Record production results and substantial completion of large-scale capital program

"2024 was a record production year for Stanmore, as capital reinvestment into our core operating assets began to yield results. Driven by strong productivity at Poitrel and South Walker Creek, saleable production exceeded Guidance on a consolidated basis, which translated into higher sales and helped deliver lower than Guidance final FOB cash costs.

While metallurgical coal prices moderated throughout the course of the year, our strong operating performance supported robust full year financial results. Underlying EBITDA of US$700 million, operating cash flows of US$408 million, and strong cash balances and liquidity have allowed Stanmore to maintain consistent shareholder returns. The declaration of a final 2024 dividend adds to our interim dividend paid last year, for total shareholder distributions of US$100 million related to 2024.

In addition to growing the business organically, we have also focused on positioning for the future with the refinance of our debt facilities and strategic business development activities – including the completion of the sale of the southern portion of Wards Well, the acquisition of the Eagle Downs Project and a crucial agreement to secure a pathway for life extension at the Isaac Plains Complex."

Marcelo Matos, Chief Executive Officer & Executive Director

Highlights

- Safety performance, as measured by the Serious Accident Frequency Rate ('**SAFR**') was 0.30 as at December 31, 2024, remaining below the latest industry average of 0.69[1], and increasing from 0.19 in the prior year
- Record Run of Mine ('**ROM**') coal at all core operating assets, resulting in consolidated ROM coal mined of 19.4 million tonnes, saleable production of 13.8 million tonnes and total coal sales of 14.2 million tonnes
- Solid financial performance with total revenue from coal sales of US$2.4 billion, Underlying EBITDA of US$700 million, and FOB cash costs of US$89/t - below our Guidance range
- Resilient balance sheet position with net debt[2] of US$26 million and total liquidity of over US$500 million, following the conclusion of the corporate refinance
- Declaration of a fully franked final dividend to shareholders of US 6.7 cents per share bringing total dividends related to 2024 to US 11.1 cents per share, or US$100 million in aggregate
- Multiple transactions completed during the year, including the sale of the southern portion of Ward's Well, the acquisition of 100% of the Eagle Downs project and the Designated Area Agreement supporting the pathway for the development of the Isaac Downs Extension project
- Net increase in total Reserves and Resources following the business development activities, with an increase in Reserves to 534 million tonnes and Resources to 5.1 billion tonnes[3]
- MRA2C creek diversion at South Walker Creek substantially completed, allowing for earlier entry into the lower strip ratio pits and facilitating the overall expansion project
- South Walker Creek expansion entered ramp-up phase after the construction and successful commissioning of the CHPP expansion module in the December 2024 quarter, enabling the increase in ROM production capacity to 9.4 million tonnes per annum during 2025

[1] Reported as of September 30, 2024 by Resources Safety and Health Queensland
[2] Net Debt (Cash) is calculated as the outstanding principal balance of any balance sheet debt facilities, excluding finance leases and lease liabilities accounted for under IFRS-16, less consolidated unrestricted cash on hand.
[3] Refer to ASX Announcement "2024 Annual Coal Resources and Reserve Summary" dated February 24, 2025

Consolidated Production & Sales Performance

		2024	2023
ROM Coal Mined	Mt	19.4	18.4
ROM Strip Ratio	Prime	8.9	7.6
Saleable Coal Produced	**Mt**	**13.8**	**13.2**
Sales of Produced Coal	Mt	14.1	12.8
Sales of Purchased Coal	Mt	0.1	0.3
Total Coal Sales	**Mt**	**14.2**	**13.1**

Consolidated Financial Performance

		2024	2023
Revenue – coal sales	US$M	2,396	2,804
EBITDA	US$M	715	1,067
Underlying EBITDA	**US$M**	**700**	**1,100**
Profit after tax	US$M	192	472
Cash flow from operations	US$M	408	737
Average sales price achieved	US$/t	168	214
FOB cash cost (ex. royalties)	**US$/t sold**	**89**	**86**
Capital expenditure	US$M	170	200

Commentary on 2024 Performance

Saleable coal production increased to 13.8 million tonnes from 13.2 million tonnes, exceeding the Guidance range of 12.8 to 13.6 million tonnes. This is despite wet weather headwinds at either end of the full-year and the decision to close the Millennium complex. Total coal sales increased to 14.2 million tonnes compared to 13.1 million tonnes in 2023, following improved production volumes, equipment availability, and worldclass dragline and excavator performance at South Walker Creek and Poitrel respectively, and utilisation of strong inventory positions at December 31, 2023.

Revenue was 15% lower year-on-year due to lower average realised sales prices, partially offset by increased sales volumes. FOB cash costs per tonne remained steady year-on-year to finish below the Guidance range, supported by the record volumes and favourable currency movements. Underlying EBITDA of US$700 million translated to cash generated from operations of US$408 million as the group settled one-off tax liabilities relating to prior periods.

Capital expenditure concluded at the lower end of Guidance, with spending largely related to substantial completion of a value accretive investment phase at South Walker Creek – including the MRA2C creek diversion, CHPP expansion, Y-South Pit Box-cut and the conversion of dragline 27 from DC to AC resulting in higher productivity.

Stanmore concluded the period with a net debt[1] position of US$26 million, after accounting for a closing cash position of US$289 million and the balance of the term debt facility of US$315 million, and total liquidity of over US$500 million.

[1] Net Debt (Cash) is calculated as the outstanding principal balance of any balance sheet debt facilities, excluding finance leases and lease liabilities accounted for under IFRS-16, less consolidated unrestricted cash on hand.

Dividends

The Board of Directors of Stanmore has today resolved to declare a fully franked final dividend of US 6.7 cents per share. This demonstrates the company's commitment to consistent shareholder returns, supported by the improved cash flow certainty established by our corporate refinancing.

The timing for the payment of this dividend is as follows:

a) Declaration date: 24 February 2025
b) Ex-Dividend date: 27 February 2025
c) Record date: 28 February 2025
d) Payment date: 13 March 2025
e) Payment currency: Australian Dollars
f) Foreign exchange: Reserve Bank of Australia published AUD/USD exchange rate at 4:00pm AEDT on Record Date

Full details are contained in the Appendix 3A.1 filed with the ASX on today's date.

Guidance

Public Guidance for 2025 for production reflects the positive impact of expansion activities at South Walker Creek, allowing for a ramp up towards steady state target production levels of 7.0 Mtpa during the course of 2025, with Poitrel and Isaac Plains Complex in line or slightly improved from 2024 results. Due to wet weather impacts in the first quarter of 2025, production is expected to be weighted to the second half of the year.

FOB Cash Cost Guidance for 2025 is lower than 2024 Guidance, primarily due to increasing sales from South Walker Creek, operational improvements at Isaac Plains Complex and Poitrel, and favourable currency exchange rate movements, partially offset by commodity, labour and general cost escalations.

Full year capital expenditure Guidance for 2025 is lower than 2024 following the execution of major projects now substantially complete.

		2024		**2025**
		Guidance[1]	Actuals	**Guidance[2]**
Saleable Production	Mt	**12.8 – 13.6**	**13.8**	**13.8 – 14.4**
South Walker Creek	Mt	5.9 – 6.1	6.3	6.5 – 6.7
Poitrel	Mt	4.1 – 4.4	4.6	4.5 – 4.7
Isaac Plains Complex	Mt	2.6 – 2.9	2.8	2.8 – 3.0
Millennium Complex	Mt	0.2	0.2	-
FOB Cash Cost	US$/t sold	**93 – 98**	**89**	**89 – 94**
Capital Expenditure	US$ million	**165 – 185**	**170**	**105 – 115**

[1] Assumes average AUD/USD of 0.6825 for 2024
[2] Assumes average AUD/USD of 0.6450 for 2025, in-line with consensus. All figures presented on a nominal basis and may differ due to rounding. Investors are cautioned not to place undue reliance on the forecasts provided, particularly in light of the general volatility in coal prices as well as the significant uncertainty surrounding global inflation and global economic outlook

Summarised Production and Financial Statistics by Asset[1]

		2024	2023
ROM Coal Mined	**Mt**	**19.357**	**18.431**
South Walker Creek	Mt	8.016	7.966
Poitrel	Mt	7.158	6.858
Isaac Plains Complex	Mt	3.941	3.607
Millennium[2]	Mt	0.242	-
Strip Ratio	**Prime**	**8.9**	**7.6**
South Walker Creek	Prime	9.8	8.3
Poitrel	Prime	8.1	6.7
Isaac Plains Complex	Prime	9.2	7.9
Saleable Production	**Mt**	**13.828**	**13.187**
South Walker Creek	Mt	6.257	6.261
Poitrel	Mt	4.583	4.011
Isaac Plains Complex	Mt	2.765	2.915
Millennium[2]	Mt	0.224	-
Total Coal Sales	**Mt**	**14.238**	**13.083**
South Walker Creek	Mt	6.413	6.065
Poitrel	Mt	4.862	3.966
Isaac Plains Complex	Mt	2.714	3.052
Millennium[2]	Mt	0.249	-
Sales – Coking Coals	%	30%	29%
Sales – PCI	%	64%	65%
Sales – Thermal Coals	%	6%	6%
FOB Cash Cost (ex. royalties)	**US$/t sold**	**89**	**86**
South Walker Creek	US$/t sold	81	75
Poitrel	US$/t sold	95	105
Isaac Plains Complex	US$/t sold	88	85
Millennium[2]	US$/t sold	212	-
Average Selling Price	**US$/t**	**168**	**214**
South Walker Creek	US$/t	164	220
Poitrel	US$/t	169	206
Isaac Plains Complex	US$/t	172	214
Millennium[2]	US$/t	217	-

[1] Rounding may impact totals when computed in this table
[2] Note that Millennium's results were not consolidated into the 2023 results as Stanmore only gained control of the asset on December 22, 2023. Millennium underground operations ceased June 30, 2024

This announcement has been approved for release by the Board of Directors of Stanmore Resources Limited.

Further Information

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Media

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Our Brisbane corporate office is located on Turrbul and Jagera Country, on the banks of Meanjin, while our mining leases sit within Barada Barna, Jangga and Widi country.

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About Stanmore Resources Limited (ASX: SMR)

Stanmore Resources Limited controls and operates the South Walker Creek, Poitrel and Isaac Plains Complex metallurgical coal mines as well as the undeveloped Eagle Downs, Lancewood, Isaac Plains Underground and Isaac Downs Extension projects, in Queensland's prime Bowen Basin region. Stanmore Resources holds several additional high-quality prospective coal tenements located in Queensland's Bowen and Surat basins. The Company is focused on the creation of shareholder value via the efficient operation of its mining assets and the identification of further development opportunities within the region.