



Jervois Mining USA Limited

CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited – Expressed in US Dollars)

For the three and nine months ended 30 September 2024

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JERVOIS MINING USA LIMITED

Management's Report

Management presents their report, together with the unaudited condensed interim financial statements, of Jervois Mining USA Limited (the "Company" or "Jervois") for the three- and nine-months ended 30 September 2024 (the "period").

1. Director

The sole Director of the Company during the whole of the financial period and up to the date of this report was:

| Name | Role |
|---------------|-------------------------|
| Bryce Crocker | Chief Executive Officer |

2. Principal activity

The principal activities of the Company during the period were mine suspension, including maintenance of assets, and extensional drilling.

3. Principal address

1309 S Challis St,
Salmon, Idaho,
83467-5453,
United States of America ("United States" or "U.S.")

4. Dividends paid or recommended

There were no dividends paid, recommended, or declared during the current period or previous financial year.

5. Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Company.

6. Review of operations

The net loss after tax of the Company for the three-month period ended 30 September 2024 was US\$12.012 million (three-month period ended 30 September 2023: net loss after tax of US\$10.504 million). The net loss after tax of the Company for the nine-month period ended 30 September 2024 was US\$36.379 million (nine-month period ended 30 September 2023: net loss after tax of US\$35.207 million).

Idaho Cobalt Operations ("ICO")

During the quarter, Jervois reported results from extensional drillholes as part of its U.S. DoD DPA Title III fully refundable ("DoD Agreement Funding") programme at ICO.

Results from the initial four drillholes of Jervois' RAM extensional drilling campaign under its DoD Agreement Funding yielded positive indication of resource extension both along strike and at depth. Drillhole JU24-097 provides an especially positive indication of the potential for extension of the RAM deposit, with its significant mineralisation and width representing the deepest intersection of the main mineralised horizon ("MMH") to date at ICO. Additionally, the development of significant hangingwall ("HW") intercepts across 2024 extensional drilling provides further strategic opportunity for cobalt resource growth.

Extensional drilling was conducted from a single underground drilling platform positioned within existing underground mine workings at ICO, with collar coordinates found in Table 1 included in the ASX announcement dated 31 July 2024.

Underground drilling at RAM highlighted appreciable grades, widths, and mineralisation continuity. The deepest intercept to date indicated strong upside potential of further resource extension at depth, which Jervois anticipates will be tested with future drilling.

Importantly, drilling demonstrated down-dip grade continuity along an interpreted orientation favourable to continued exploration by Jervois within its contiguous claim boundaries. This updated interpretation of the MMH in the southern extents of the RAM provides additional pathways to resource growth, previously believed to be limited to deep exploratory drilling, with additional moderate-depth extensional drilling at ICO. Greater continuity of HW mineralisation is also observed along this mineralised orientation based upon the 2024 drilling programme, indicating further resource growth opportunity.

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Management's Report

Table 1: RAM DoD Agreement Funding extensional drilling results

| Hole ID | From (m) | To (m) | Zone | True width* (m) | Co grade (%) | Cu grade (%) | Au grade (g/t) |
|-----------------|--------------|--------------|------------|-----------------|--------------|--------------|----------------|
| JU24-093 | 155.3 | 159.3 | HW | 3.8 | 0.48 | 1.74 | 1.131 |
| JU24-093 | 174.4 | 176.5 | MMH | 1.8 | 1.10 | 1.18 | 0.686 |
| JU24-093 | 200.6 | 203.7 | FW | 2.6 | 0.15 | 1.57 | 0.309 |
| JU24-095 | 194.7 | 198.1 | HW | 2.7 | 0.38 | 0.22 | 0.274 |
| JU24-095 | 207.1 | 212.8 | MMH | 4.8 | 0.18 | 0.34 | 0.103 |
| JU24-095 | 264.0 | 266.3 | FW | 1.5 | 0.43 | 0.99 | 0.617 |
| JU24-096 | 221.9 | 229.2 | HW | 5.2 | 1.40 | 1.38 | 2.229 |
| JU24-096 | 241.4 | 244.3 | MMH | 2.1 | 0.48 | 0.60 | 0.857 |
| JU24-097 | 393.6 | 405.0 | MMH | 5.5 | 0.61 | 1.35 | 1.509 |

* Calculated true widths determined for the composited intercept mid-point, perpendicular to the down-dip projection of the RAM deposit.

Jervois completed 2,500 metres of targeted resource expansion drilling across both its RAM and Sunshine deposits under the DoD Agreement Funding, as well as more than 350 metres of underground mine development in support of the DoD Agreement Funding resource extensional drilling.

Amendments to the DoD Agreement Funding during the quarter allow approximately half of the approximately US\$1.0 million monthly ICO site holding costs, to be reimbursed under the DoD Agreement Funding, utilising residual unallocated funds from the US\$15.0 million budget for an expected six-month period, commencing 1 October 2024. Jervois is engaged with the DoD seeking an extension and expansion of DPA Title III support of ICO.

Principal risk factors affecting the Company include:

- Risks associated with suspension of activities at ICO including in relation to existing infrastructure including environmental management systems, buildings, and fixed asset deterioration,
- Regulatory risks,
- Cobalt prices, and
- Reliance on management.

For additional risks affecting the Company, reference is made to the audited financial statements for the year ended 31 December 2023, which can be found on Jervois' website.

7. Events subsequent to reporting date

The Lender, via its position as majority bondholder of the ICO Bonds, agreed on 15 October 2024 to extend the waiver in respect of all financial covenants and certain potential cross-defaults (collectively the "Waiver") and further extension of the ICO Bonds interest deferral with respect to the semi-annual payments (the "Deferral")¹ to 14 December 2024 and to forbear remedies associated with financial covenant compliance. The Company has granted a second lien on the Jervois Finland Working Capital Facility security package in favour of the ICO Bonds. On 27 November 2024, the Waiver, including the Deferral, was further extended to 31 December 2024².

The Director of the Company has not identified any other subsequent events in the interval between the end of the financial period and the date of this report, which would be material or unusual in nature, and likely to significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

8. Director's declaration

In the opinion of the Director of the Company, the unaudited condensed interim financial statements that are set out pages 3 to 7 give a true and fair view of the Company's financial position as at 30 September 2024 and of its performance for the three- and nine-month period ended on that date.

¹ See JRV ASX Announcements dated 9 May 2024, 22 July 2024, 21 August 2024, 2 September 2024 and 16 October 2024.

² See JRV ASX Announcement dated 27 November 2024.

JERVOIS MINING USA LIMITED

Condensed Statement of Profit or Loss and Other Comprehensive Income

For the three- and nine-month period ended 30 September 2024 (unaudited)

| | Three months ended 30 September 2024 US\$'000 | Three months ended 30 September 2023 US\$'000 | Nine months Ended 30 September 2024 US\$'000 | Nine months Ended 30 September 2023 US\$'000 |
|--|---|---|--|--|
| Corporate and administrative expenses | (572) | (785) | (1,783) | (1,539) |
| Employee benefits expenses | (451) | (1,136) | (2,213) | (6,348) |
| Suspension and other site costs | (939) | (899) | (3,436) | (6,582) |
| Depreciation and amortisation | (982) | (380) | (2,779) | (1,051) |
| Impairment charge | - | - | - | (550) |
| Other (expense) / income | (2) | 247 | 74 | (1,422) |
| Operating loss | (2,946) | (2,953) | (10,137) | (17,492) |
| Net finance costs | (9,066) | (7,551) | (26,242) | (17,715) |
| Loss before income tax | (12,012) | (10,504) | (36,379) | (35,207) |
| Income tax expense | - | - | - | - |
| Loss for the year after income tax | (12,012) | (10,504) | (36,379) | (35,207) |
| Total other comprehensive income | - | - | - | - |
| Total comprehensive loss for the period | (12,012) | (10,504) | (36,379) | (35,207) |

The above condensed statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

JERVOIS MINING USA LIMITED

Condensed Statement of Financial Position

As at 30 September 2024 (unaudited)

| | 30 September 2024 US\$'000 | 31 December 2023 US\$'000 |
|---|-------------------------------|------------------------------|
| Current assets | | |
| Cash and cash equivalents | 77 | 6,065 |
| Funds held in escrow | 690 | 690 |
| Trade and other receivables | 2,420 | 1,109 |
| Prepayments | 64 | 983 |
| Inventories | 57 | 90 |
| Financial assets at fair value through profit or loss | 5 | 155 |
| Receivables with other group entities | 7,370 | 6,796 |
| Total current assets | 10,683 | 15,888 |
| Non-current assets | | |
| Exploration and evaluation | 30 | 30 |
| Property, plant, and equipment | 116,753 | 119,821 |
| Intangible assets | 584 | 709 |
| Total non-current assets | 117,367 | 120,560 |
| Total assets | 128,050 | 136,448 |
| Current liabilities | | |
| Trade and other payables | 2,929 | 5,025 |
| Employee benefits | 582 | 500 |
| Borrowings | 8,696 | 6,250 |
| Lease liabilities | 873 | 889 |
| Payables with other group entities | 2,772 | 2,720 |
| Total current liabilities | 15,852 | 15,384 |
| Non-current liabilities | | |
| Borrowings | 98,430 | 97,010 |
| Lease liabilities | 2,025 | 2,766 |
| Asset retirement obligation | 9,875 | 9,998 |
| Payables with other group entities | 254,210 | 227,436 |
| Total non-current liabilities | 364,540 | 337,210 |
| Total liabilities | 380,392 | 352,594 |
| Net liabilities | (252,342) | (216,146) |
| Equity | | |
| Share capital | 122,708 | 122,708 |
| Reserves | 166 | (17) |
| Accumulated losses | (375,216) | (338,837) |
| Total equity attributable to equity holders of the Company | (252,342) | (216,146) |

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

JERVOIS MINING USA LIMITED**Condensed Statement of Changes in Equity****For the three- and nine-month period ended 30 September 2024 (unaudited)**

| | Share capital US\$'000 | Accumulated losses US\$'000 | Contributed equity reserve US\$'000 | Group re- organisation reserve US\$'000 | Total US\$'000 |
|----------------------------------|---------------------------|-----------------------------------|---|--|-------------------|
| Balance as at 1 January 2024 | 122,708 | (338,837) | 16,592 | (16,609) | (216,146) |
| Loss for the period | - | (36,379) | - | - | (36,379) |
| Share-based payment contribution | - | - | 183 | - | 183 |
| Balance as at 30 September 2024 | 122,708 | (375,216) | 16,775 | (16,609) | (252,342) |

| | Share capital US\$'000 | Accumulated losses US\$'000 | Contributed equity reserve US\$'000 | Group re- organisation reserve | Total US\$'000 |
|----------------------------------|---------------------------|-----------------------------------|---|--------------------------------------|-------------------|
| Balance as at 1 January 2023 | 122,708 | (160,057) | 368 | (16,609) | (53,590) |
| Loss for the period | - | (35,207) | - | - | (35,207) |
| Share-based payment contribution | - | - | 222 | - | 222 |
| Balance as at 30 September 2023 | 122,708 | (195,264) | 590 | (16,609) | (88,575) |

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

JERVOIS MINING USA LIMITED

Condensed Statement of Cash Flows

For the three- and nine-month period ended 30 September 2024 (unaudited)

| | Three months ended 30 September 2024 US\$'000 | Three months ended 30 September 2023 US\$'000 | Nine months Ended 30 September 2024 US\$'000 | Nine months Ended 30 September 2023 US\$'000 |
|--|---|---|--|--|
| Cash flows from operating activities | | | | |
| Payments to suppliers and employees | (2,708) | (7,284) | (8,352) | (12,290) |
| Interest paid | - | (6,250) | (6,250) | (12,500) |
| Net cash outflow from operating activities | (2,708) | (13,534) | (14,602) | (24,790) |
| Cash flows from investing activities | | | | |
| Interest received | - | 10 | 234 | 139 |
| Payments for exploration and evaluation | (3) | (240) | (77) | (240) |
| Payments for property, plant, and equipment | (1,162) | (5,937) | (5,293) | (73,810) |
| Proceeds on disposal of property, plant, and equipment | - | 676 | - | 974 |
| Proceeds from government grants | 1,692 | 8 | 6,874 | 8 |
| Net cash inflow / (outflow) from investing activities | 527 | (5,483) | 1,738 | (72,929) |
| Cash flows from financing activities | | | | |
| Net proceeds from other group entities | 641 | 19,389 | 7,699 | 98,042 |
| Repayment of lease liabilities | (283) | (419) | (823) | (1,261) |
| Net cash inflow from financing activities | 358 | 18,970 | 6,876 | 96,781 |
| Net decrease in cash and cash equivalents | (1,823) | (47) | (5,988) | (938) |
| Cash and cash equivalents at the beginning of the period | 1,900 | 5,237 | 6,065 | 6,128 |
| Cash and cash equivalents at the end of the period | 77 | 5,190 | 77 | 5,190 |

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

JERVOIS MINING USA LIMITED

Notes to the Condensed Interim Financial Statements

For the three- and nine-month period ended 30 September 2024 (unaudited)

1. Corporate information and basis of preparation

These unaudited condensed interim financial statements cover Jervois Mining USA Limited (the “Company”) at the end of, or during, the three- and nine-month period ended 30 September 2024 (the “period”). The unaudited condensed interim financial statements are presented in United States dollars, which is Company’s functional and presentation currency.

These unaudited condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards and interpretations adopted by the International Accounting Standards Board. These unaudited condensed interim financial statements have been prepared for information purposes only and may not be indicative of the financial performance of the Company. These unaudited condensed interim financial statements have been rounded to the nearest thousands.

2. Principal activity

The principal activities of the Company during the period were mine suspension, including maintenance of assets, and drilling associated with targeted expansion of mineral resources.