

Inspired people creating a premier
global **gold company**



2022 HALF YEAR FINANCIAL RESULTS & MROR

Jake Klein – Executive Chairman

Lawrie Conway – Finance Director and CFO

Glen Masterman – VP Discovery & BD

16 February 2022

FORWARD LOOKING STATEMENT

These materials prepared by Evolution Mining Limited (or “the Company”) include forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licenses and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the Company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company’s business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the Company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company’s control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated, estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the Company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

Non-IFRS Financial Information

The Company results are reported under International Financial Reporting Standards (IFRS). This presentation also includes non-IFRS information including EBITDA and Underlying Profit. The non-IFRS information has not been subject to audit or review by the Company’s external auditor and should be used in addition to IFRS information.

HIGHLIGHTS

1

PORTFOLIO TRANSFORMED

14+ Years
Average Mine Life

Growth
opportunities in
Tier 1 jurisdictions

Additional Ernest
Henry contribution
from H2 FY22

2

STRONG FINANCIAL RETURNS

EBITDA Margin
44%

Margin
expansion with
growing copper
exposure

3c fully
franked
dividend

3

CONTINUED INCREASE IN RESOURCES & RESERVES

Mineral Resources
year-on-year to
29.6Moz

↑ **12%**

Ore Reserves
year-on-year to
10.3Moz

↑ **5%**

ACCELERATING SUSTAINABILITY

- **Keeping our people healthy and safe**

- TRIF¹ improvement of ~50% at Mungari since June 21
- COVID-19 – Increasing impact but being well managed

- **Sustainability performance**

- Climate risk reduction (including water and emissions) to meet “Net Zero future” commitments²
- Recognised by reputable ratings agencies – S&P Global (DJSI)³, MSCI, ISS and Sustainalytics

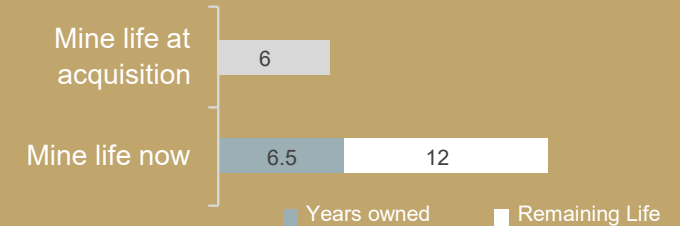
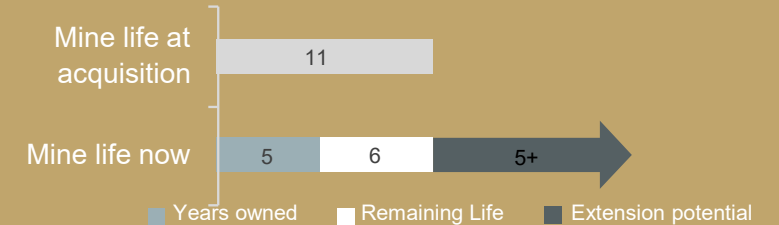
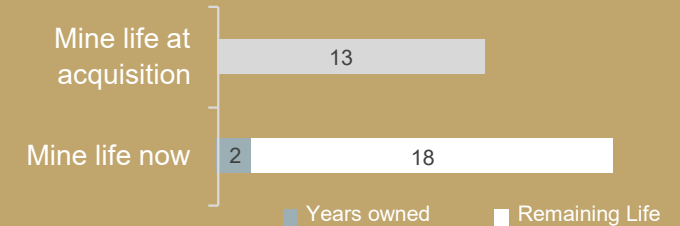
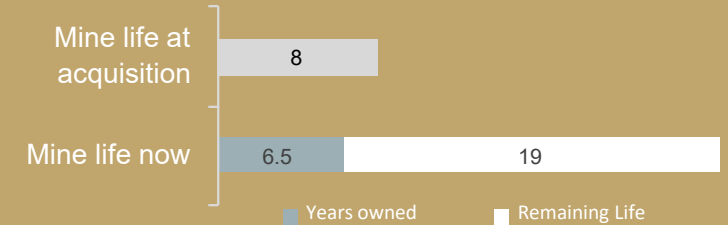
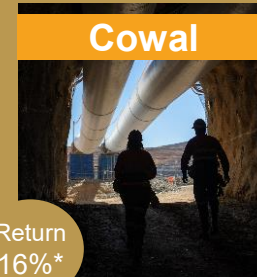
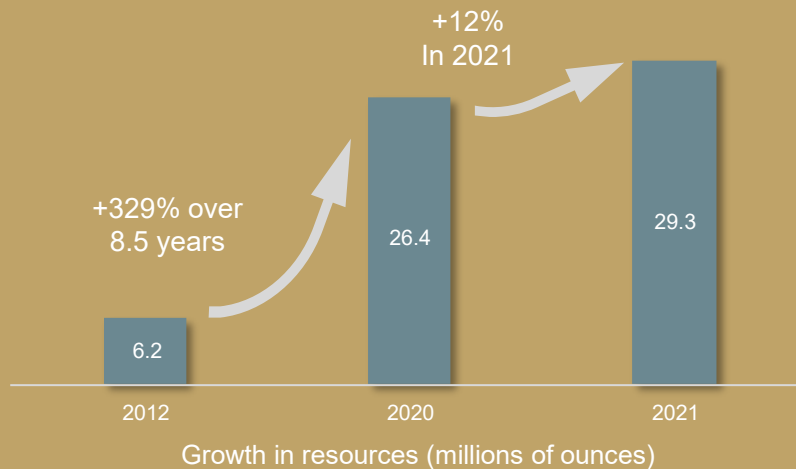
- **Supporting our communities**

- Four Shared Value Projects approved including
 - Use of gold nanoparticles in the early detection of cancer and long haul COVID with the University of Queensland



CREATING REAL SHAREHOLDER VALUE

- ✓ Consistent strategy
- ✓ Last 6 months have been transformative
- ✓ High-quality operations in Tier 1 jurisdictions
- ✓ Gold Ore Reserves reported at A\$1,450/oz price assumption (~US\$1,050/oz)
- ✓ No material increase in price assumptions¹
- ✓ 18 consecutive dividends to shareholders



A TRANSFORMATIVE 2021

DELIVERED IN LAST 12 MTHS

Cowal



- ✓ Cowal underground approval
- ✓ Stage H stripping completed

Red Lake



- ✓ District consolidation with acquisition of Battle North Gold

Ernest Henry



- ✓ Acquired full ownership of asset

Mungari



- ✓ Acquired Kundana assets
- ✓ Completed mill expansion pre-feasibility study

FUTURE OPPORTUNITIES

- Development of Cowal underground
- Open pit feasibility studies

- Mining operational transformation
- Development of Upper Campbell

- Pre-feasibility study below existing reserves area for mine extension

- Mill expansion feasibility study underway

ONCE DELIVERED

350koz production from FY24

350koz production from FY26

Mine life extension beyond FY26

200koz per annum of production from end FY25

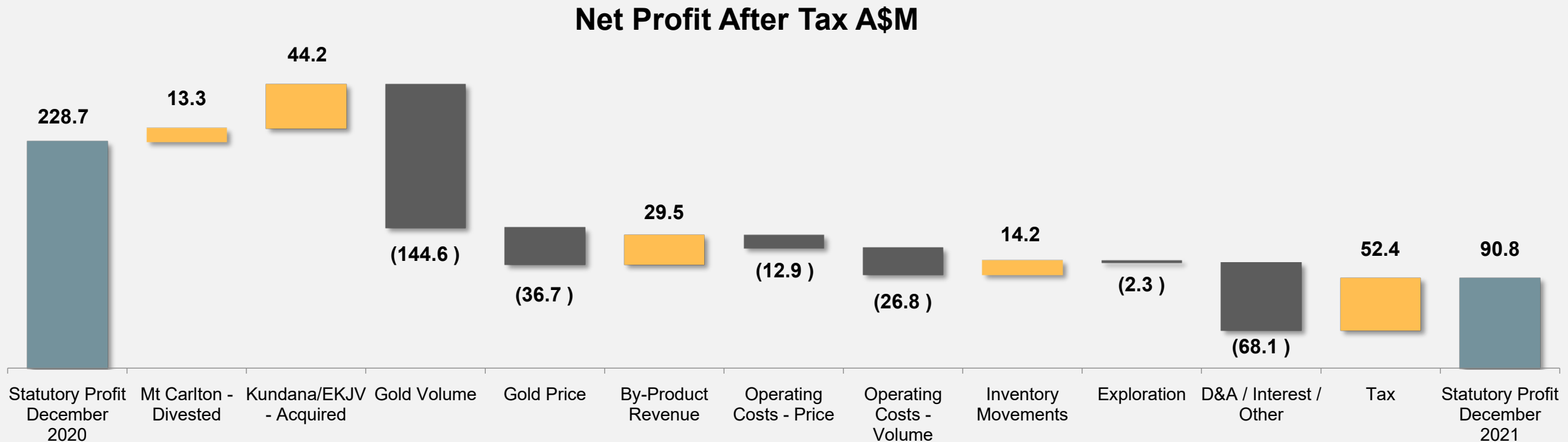
FINANCIAL HIGHLIGHTS



Financials	Units	H1 FY22	H1 FY21	Change
Statutory Profit after tax	A\$M	90.8	228.7	(60%)
Underlying Profit after tax	A\$M	100.1	234.0	(57%)
EBITDA	A\$M	393.3	514.6	(24%)
EBITDA Margin	%	44%	52%	(15%)
Operating Cash flow	A\$M	396.4	531.2	(25%)
Capital Investment	A\$M	273.1	172.7	(57%)
Group Cash flow	A\$M	22.5	218.1	(89%)
Earnings Per Share	cps	5.0	13.4	(63%)
Interim dividend (fully franked)	cps	3.0	7.0	(57%)

STATUTORY NET PROFIT

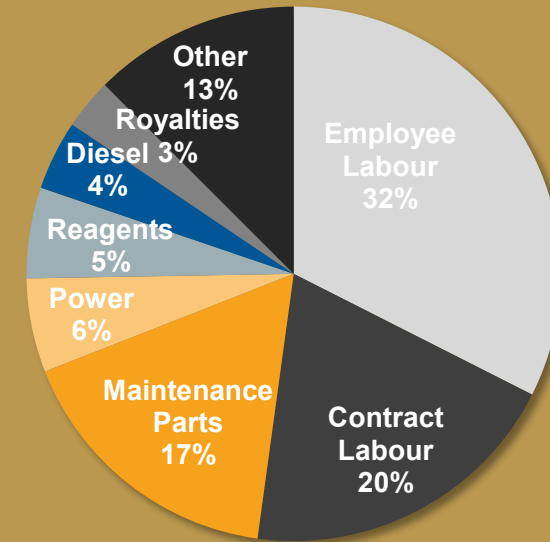
- Immediate positive impact from portfolio changes via Kundana acquisition
- Lower revenue was driven predominantly by lower gold volume at Mt Rawdon and Red Lake
- Cowal and Mungari open pits transitioning to ore (A\$21M) main driver to volume cost change – no cash impact
- Higher input prices resulted in a 3% change in operating costs
- Higher D&A relates to Cowal Stage H and Integrated Waste Landform (minor amortisation in Dec 20 period)



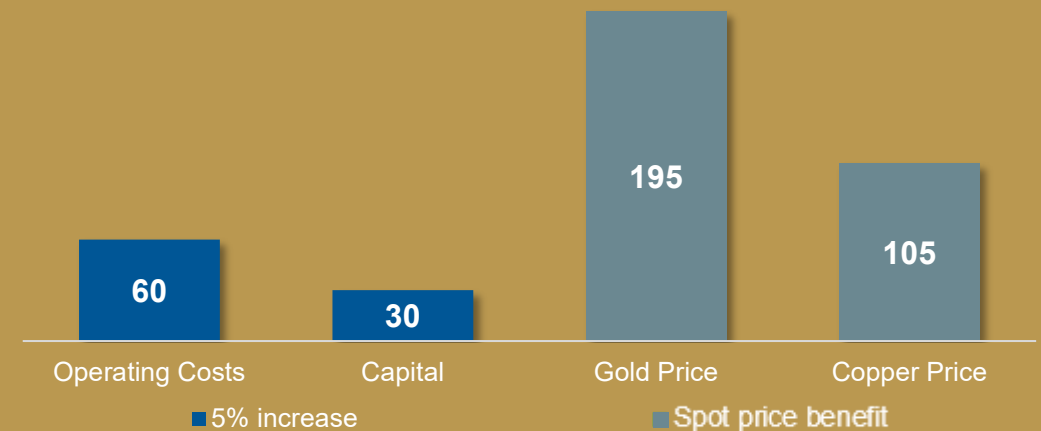
COST DRIVERS

- No material change in cost drivers
 - Labour comprises ~52% of cost base
 - Top 7 cost types comprise 87% of total costs
- Cost pressures have been building in last ~6 months
- Labour costs expected to move 4 – 5% in next year
 - Bias towards variable component versus fixed
- Australian power contracts expire in December 2022
- Group supply initiatives continuing drive for benefits
- Focus on efficiencies to mitigate cost increases
- Spot metal price outweigh potential cost changes

FY22 H1 Key Cost Drivers¹

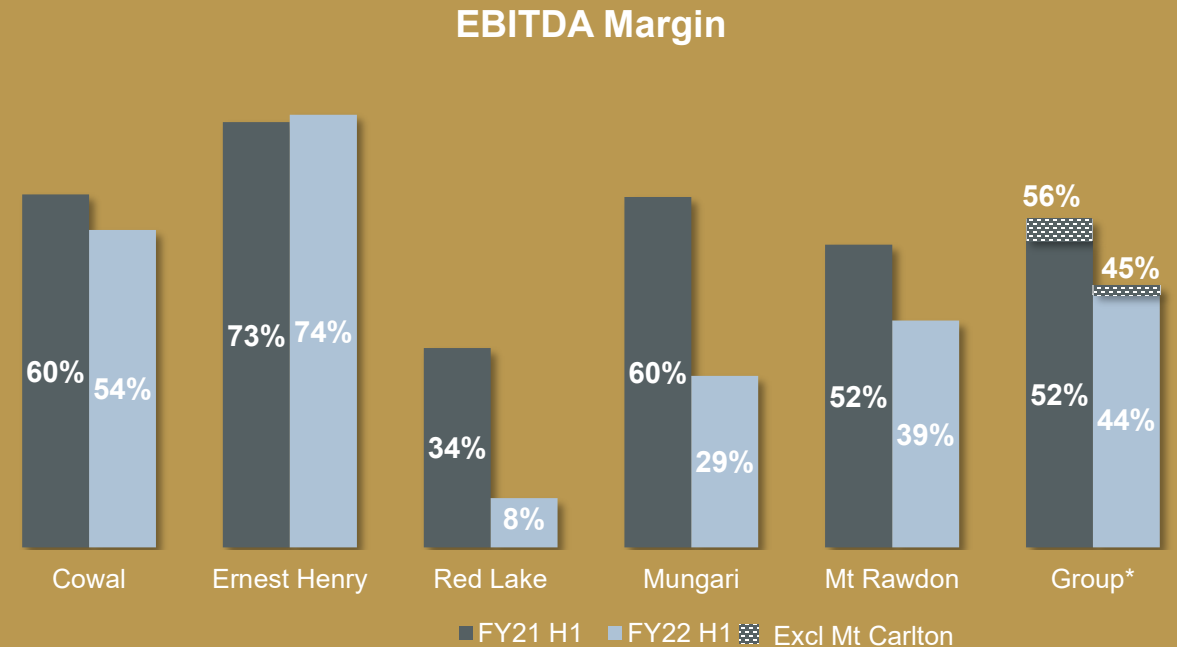


Cost and Metal Price Sensitivities (A\$M)²



STRONG OPERATING CASH MARGINS

- Sector leading group EBITDA margin despite a drop in this period
- High margin maintained at Ernest Henry (74%) and Cowal (54%)
- Mungari will benefit from Kundana acquisition going forward
- Encouraging progress being made early in H2 at Red Lake
- Strong mine operating cash flow
 - Enabling investment in production growth and mine life extensions
- Well positioned for strong second-half performance



DIVIDENDS AND DEBT

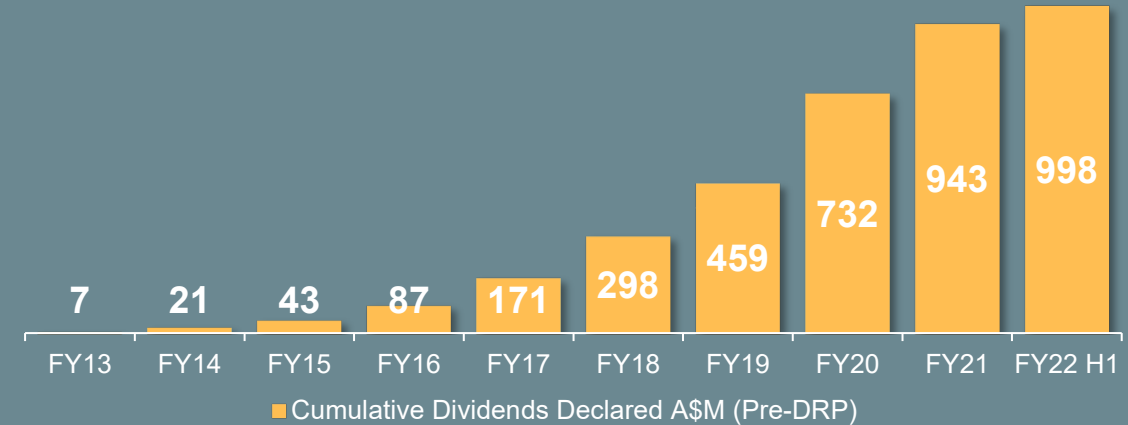
■ FY22 Interim Dividend

- Fully franked 3 cents per share (~A\$55M)
- Allows for increased Ernest Henry cash flow in H2
- Balances growth investment & shareholder returns
- Payment date: 25 March 2022
- Record date: 1 March 2022

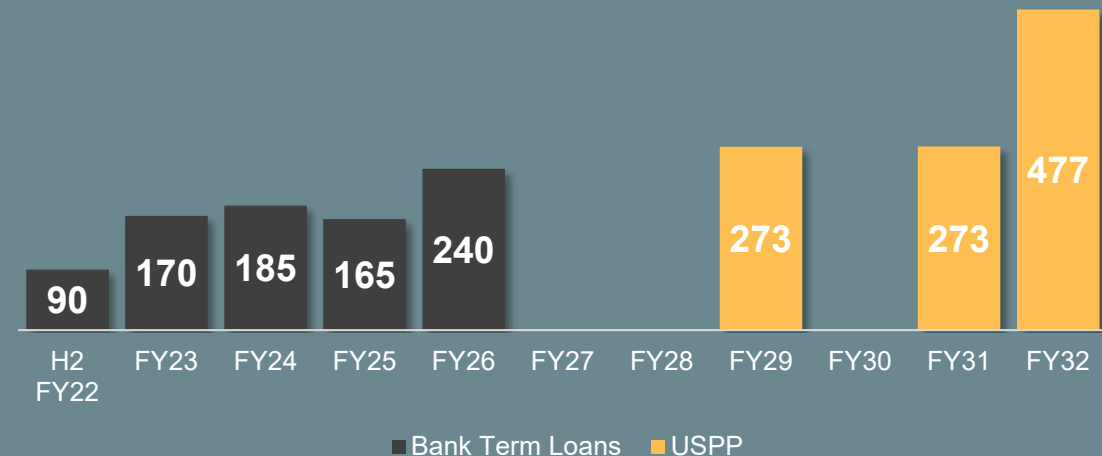
■ Balance Sheet

- Strong balance sheet able to fund growth
- Gearing well within 35% limit at 12.5%¹
- Successful USPP and investment grade rating
- Low cost of debt at average rate of ~2.6%
- Fixed interest cost on 55% of total debt (USPP)

Cumulative Dividends (A\$M)

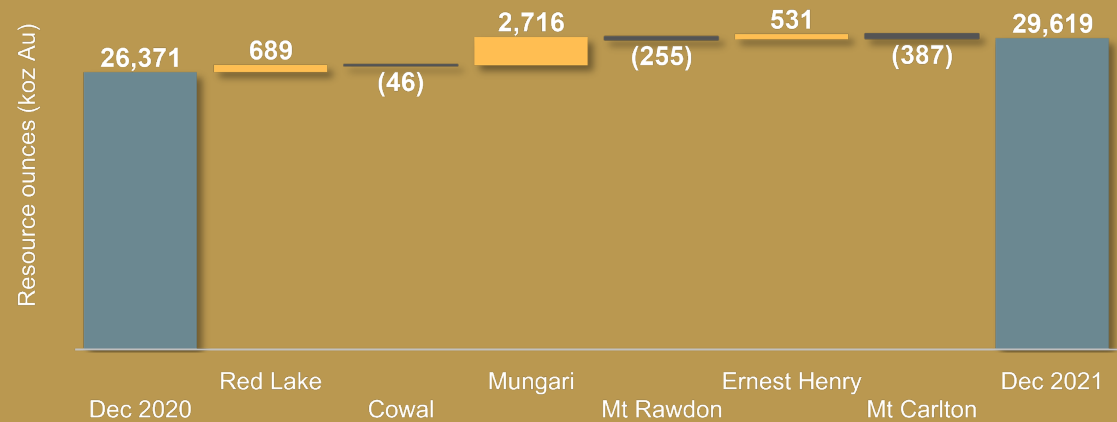


Debt Maturity Profile (A\$M)

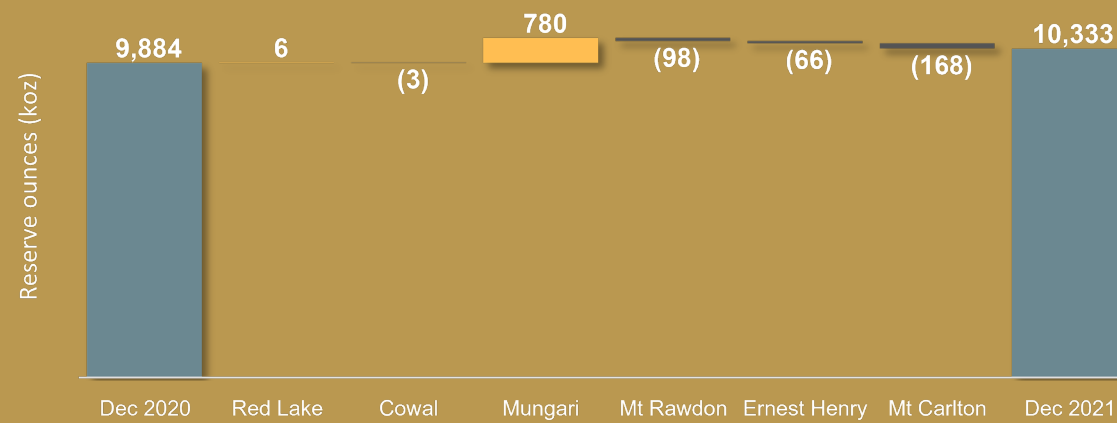


RESOURCES AND RESERVES GROWTH

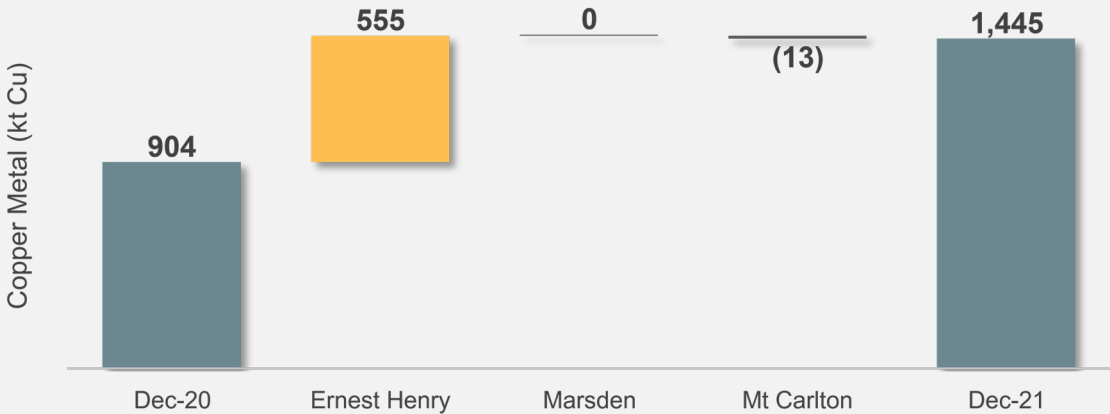
Group Gold Mineral Resource Changes by Asset
December 2020 to December 2021



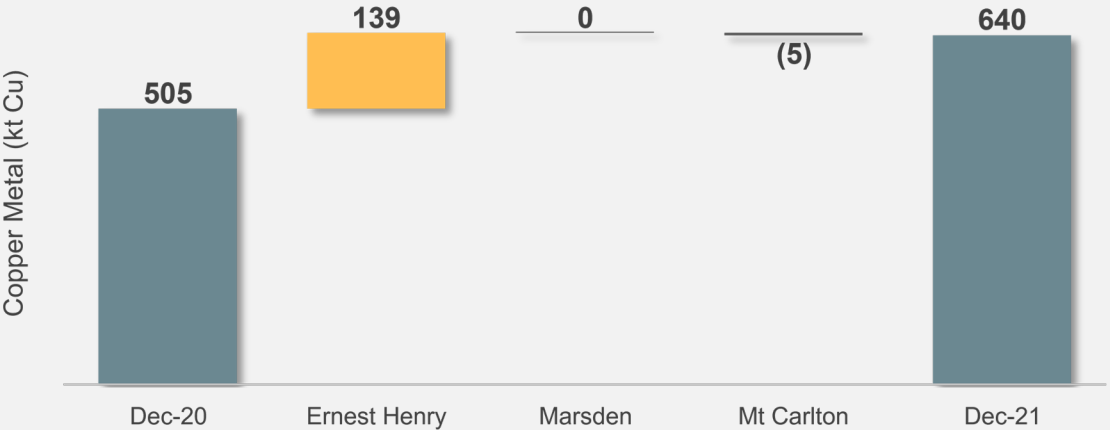
Group Ore Reserve Changes by Asset
December 2020 to December 2021



EVN Group Copper Mineral Resource Changes by Asset
December 2020 to December 2021

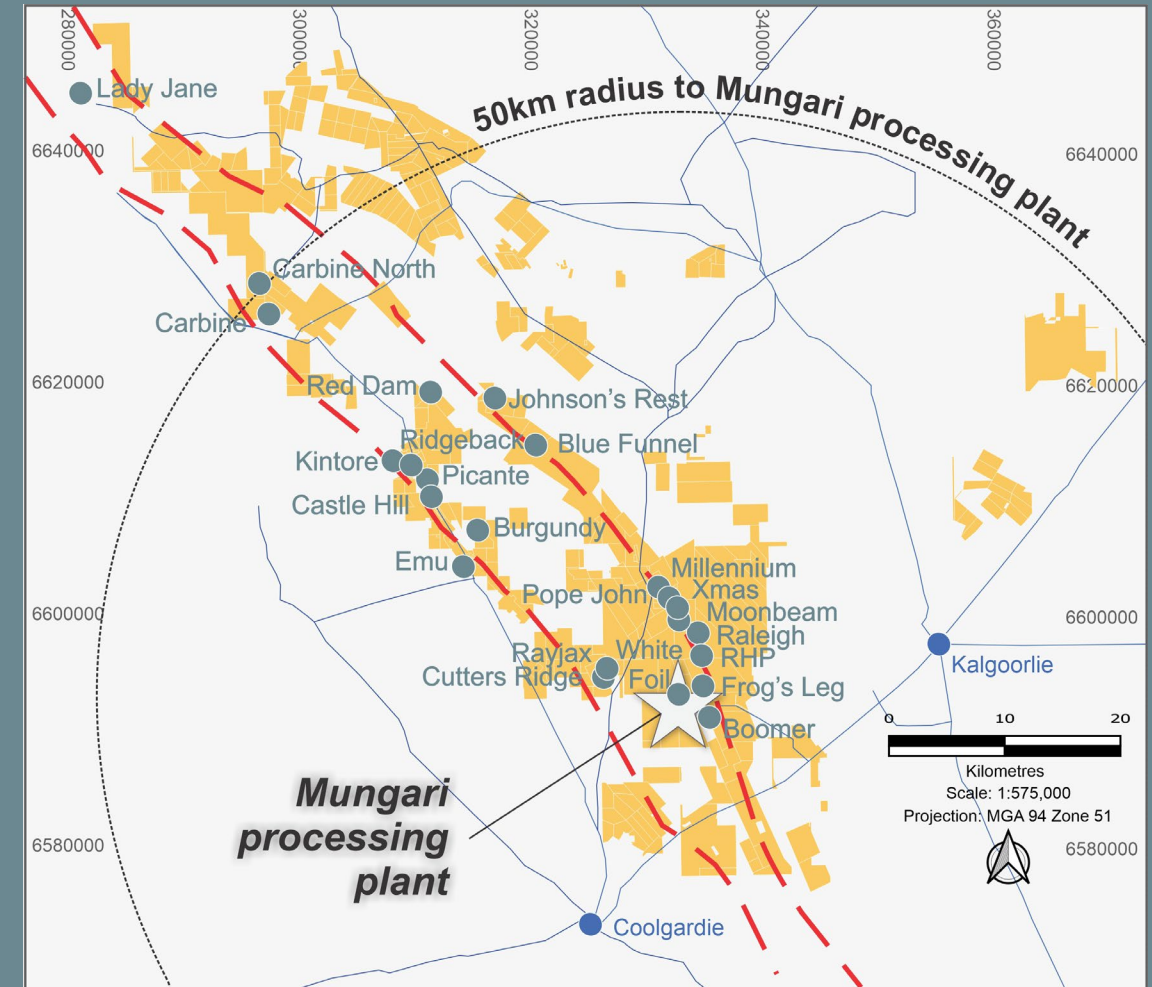


EVN Group Copper Ore Reserve Changes by Asset
December 2020 to December 2021



GROWTH OPPORTUNITIES AT MUNGARI

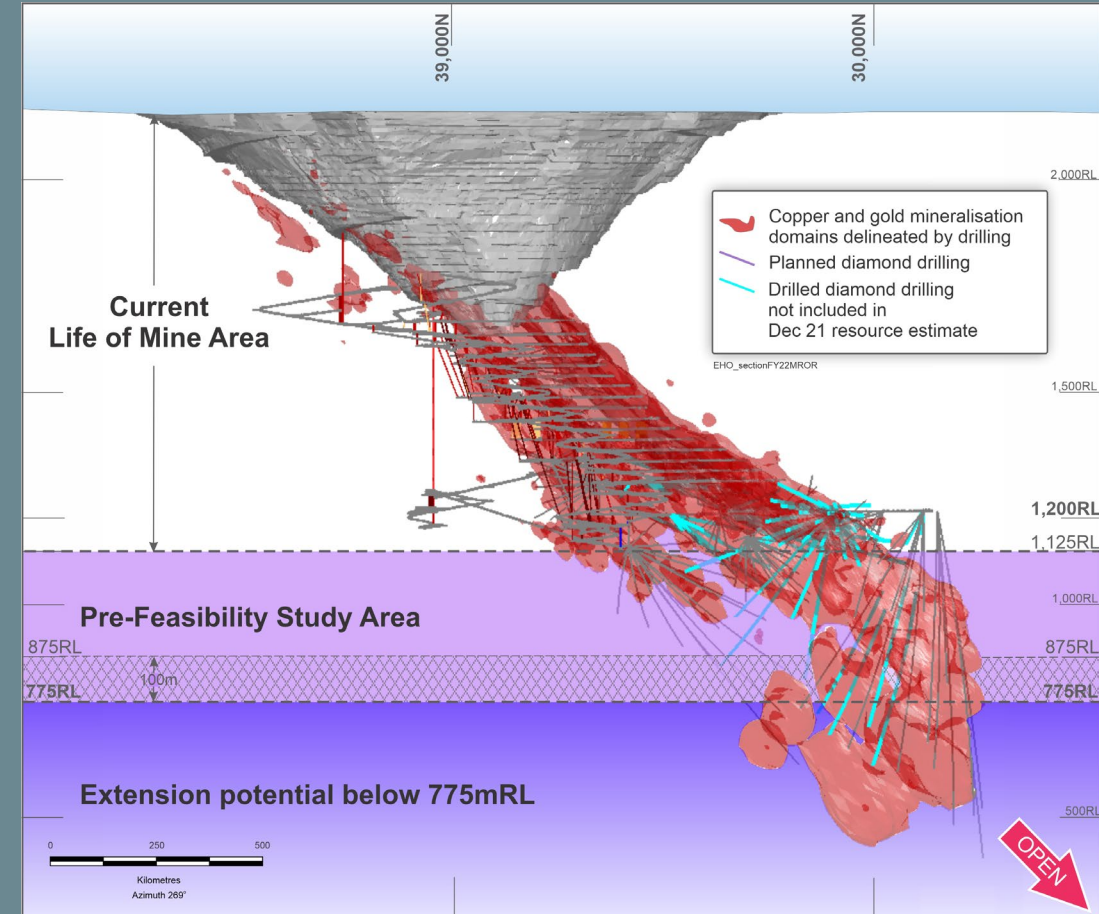
- Significant Mineral Resource of almost 5 million ounces and Ore Reserve of 1.2 million ounces
- District consolidation along the highly prospective Zuleika shear zone
- Potential for further extensions at Kundana and East Kundana
- Plant expansion a key enabler to maximise value from the resource base
- Provides pathway to a mine life of 12+ years and annual gold production of 200k ounces



Plan showing extent of Mineral Resources in the Mungari region

EXCELLENT POTENTIAL FOR FURTHER GROWTH AT ERNEST HENRY

- Pre-feasibility Study (PFS) on a mine extension underway
- Glencore concept study cut off at the 875mRL
- Evolution PFS will consider a larger mine area down to the 775mRL
- Further growth opportunity with mineralisation intersected 300m vertically below the PFS area and is open at depth



North-south section looking east of the Ernest Henry orebody

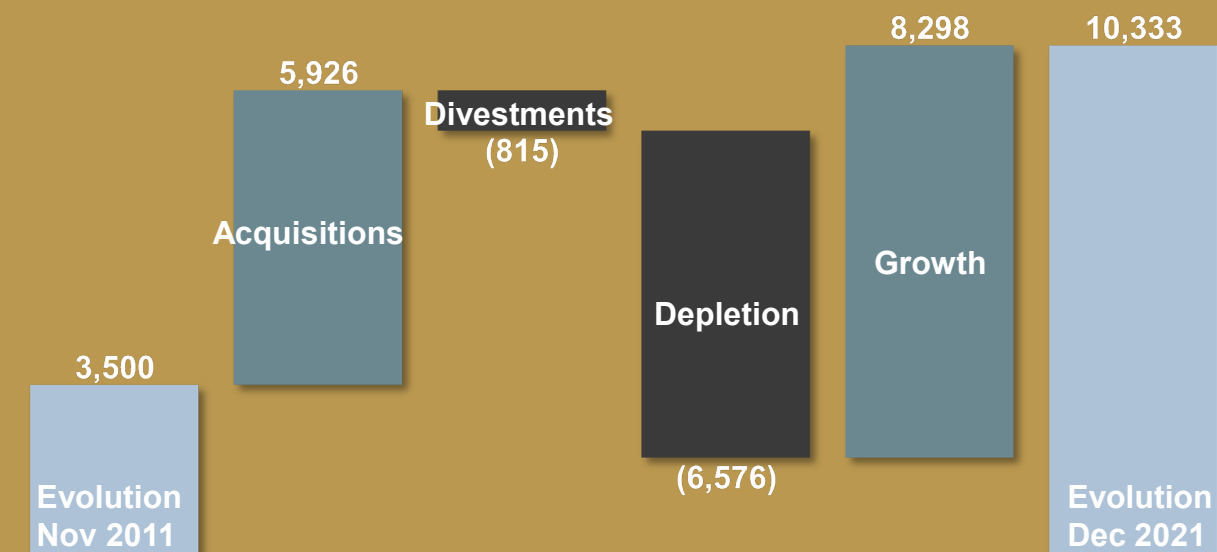
GROWTH SINCE INCEPTION

Group Mineral Resources growth of 329%

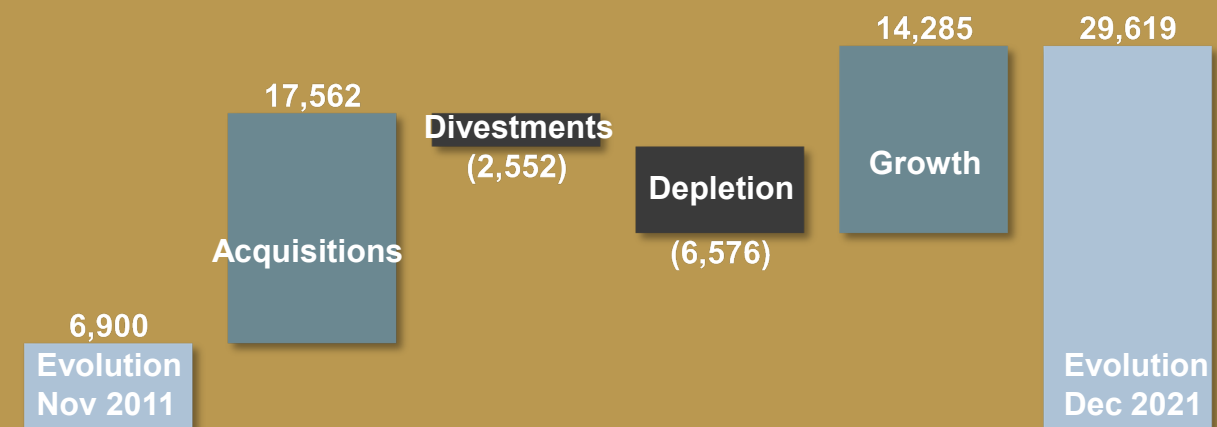
Group Ore Reserves growth of 195%

- Re-enforces strategy of identifying and acquiring assets with strong mineral endowment where value can be unlocked by the Discovery team
- 14.3 million resource ounces added predominantly by drilling and optimised engineering
- Portfolio mine life extended from 5 years to over 14 years
- Focus on growing high-margin, low-cost ounces by using sector low Gold Ore Reserve price assumption of A\$1,450/oz

Group Ore Reserves growth since inception (koz)



Group Mineral Resources growth since inception (koz)



SUMMARY



**PORTFOLIO
TRANSFORMED**

**STRONG MARGINS AND
BALANCE SHEET**

**HIGH-QUALITY
RESOURCES &
RESERVES**

**STRONG FOCUS ON
DELIVERY**

Evolution

MINING