

31 July 2025

For the quarter ended
30 June 2025

QUARTERLY RESULTS

SNAPSHOT

- Total coal sales¹ of 1.68Mt.
- Total Equity coal sales² of 1.1Mt.

CORPORATE

- In light of the current thermal coal pricing environment, the Directors have determined that no dividend will be declared for the 3 months ending 30 June 2025.
- Closing cash at bank³ of \$12.7 million, with an additional \$58.2 million of restricted cash.

OPERATIONS

Blair Athol

- ROM production of 526kt, saleable coal of 403kt and coal sales of 498kt.
- At the end of the reporting period, equivalent saleable coal stocks stood at 21kt.
- Average coal price achieved A\$128.01/t, a decrease from \$165.4/t in the previous quarter.
- Rainfall levels in Central Queensland, experienced at the BA mine and across the entire supply chain continued to be at elevated levels for the June Quarter.
- The FY26 plan emphasises value over volume, with a mine plan that is responsive to market conditions; underpinned by a lean cost structure.

COMMENTS FROM THE MANAGING DIRECTOR

"During the June Quarter, TerraCom maintained strong operational resilience and financial discipline despite persistent weather disruptions in Queensland and a softer thermal coal pricing environment.

At Blair Athol, our team delivered a solid result, achieving total coal sales of 498kt for the quarter and 1.54Mt for FY2025, in line with our sales guidance. We successfully maintained stable FOB costs, even as elevated rainfall and supply chain constraints challenged operations. The team's commitment and adaptability have laid a strong foundation for our FY2026 plan, which prioritises value over volume and is supported by a responsive mine plan and lean cost structure.

Our South African operations delivered steady coal sales, with the majority supplied to the domestic market, while export volumes remain impacted by ongoing rail constraints.

We are also advancing the Moorlands Thermal Coal Project in partnership with Wintime, progressing development activities and positioning it as a key element of our Australian growth pipeline."

– Danny McCarthy, Managing Director

SAFETY

Group safety performance for the June Quarter resulted in a Lost Time Injury Frequency Rate (**LTIFR**) of 0.7 and a Total Recordable Injury Frequency Rate (**TRIFR**) of 1.2. On a 12-month rolling basis, this is a consistent result Quarter on Quarter (**qoq**).



PRODUCTION AND SALES PERFORMANCE

TOTAL TONNES¹ (CONTINUING OPERATIONS)

	JUNE QUARTER			MARCH QUARTER		
	Export (000's)	Domestic (000's)	Total (000's)	Export (000's)	Domestic (000's)	Total (000's)
Australia	498	-	498	321	-	321
South Africa	167	1,011	1,178	179	1,049	1,228
Total	665	1,011	1,676	500	1,049	1,549

EQUITY TONNES² (CONTINUING OPERATIONS)

	JUNE QUARTER			MARCH QUARTER		
	Export (000's)	Domestic (000's)	Total (000's)	Export (000's)	Domestic (000's)	Total (000's)
Australia	498	-	498	321	-	321
South Africa	82	496	578	88	514	602
Total	580	496	1,076	409	514	923

YEAR-TO-DATE OPERATIONAL RESULTS

	TOTAL TONNES ¹			EQUITY TONNES ²		
	Export (000's)	Domestic (000's)	Total (000's)	Export (000's)	Domestic (000's)	Total (000's)
Australia	1,537	-	1,537	1,537	-	1,537
South Africa	673	4,392	5,065	330	2,152	2,482
Total	2,210	4,392	6,602	1,867	2,152	4,019



OPERATIONS

AUSTRALIA BUSINESS UNIT

Blair Athol – 100% EQUITY INTEREST

Thousands of tonnes (kt)	JUN 2025 QTR	JUN 2024 QTR	Change %	JUN 2025 QTR	MAR 2025 QTR	Change %
ROM Coal Production	526	487	8%	526	428	23%
Saleable Coal	403	366	10%	403	314	28%
Coal Sales	498	408	22%	498	321	55%
Inventory (ROM)	24	15	60%	24	8	>100%
Inventory (Saleable)	21	39	(46%)	21	103	(80%)

Blair Athol operations continued to perform well despite wet conditions and restricted access to some areas carried over from the previous quarter. The site maximised productivity during favourable periods and successfully achieved total coal sales of 1.54Mt for the 12 months to 30 June 2025, meeting the FY2025 guidance.

BA mine pictures at end of June 2025



New Komatsu Loader delivered in June 2025



Refurbished High Performance Dragline Bucket



Loading Trains – Blair Athol



Blair Athol Train Load Out



SOUTH AFRICA (SA) BUSINESS UNIT

Thousands of tonnes (kt)	JUN 2025 QTR	JUN 2024 QTR	Change %	JUN 2025 QTR	MAR 2025 QTR	Change %
ROM Coal Production	1,791	2,102	(15%)	1,791	1,900	(6%)
Saleable Coal	1,123	1,628	(31%)	1,123	1,233	(9%)
Coal Sales	1,178	1,530	(23%)	1,178	1,228	(4%)
Inventory (ROM)	370	210	76%	370	341	9%
Inventory (Saleable)	44	78	(44%)	44	69	(36%)

The SA operations achieved combined coal sales of 1.2Mt with the North Block Complex being a major contributor to the result.

New Clydesdale Colliery (NCC) – 49% EQUITY INTEREST

Thousands of tonnes (kt)	JUN 2025 QTR	JUN 2024 QTR	Change %	JUN 2025 QTR	MAR 2025 QTR	Change %
ROM Coal Production	549	970	(43%)	549	585	(6%)
Saleable Coal	275	731	(62%)	275	439	(37%)
Coal Sales	323	646	(50%)	323	497	(35%)
Inventory (ROM)	175	167	5%	175	126	39%
Inventory (Saleable)	28	65	(57%)	28	25	12%

NCC recorded total coal sales of 323kt for the June Quarter, a 35% decrease compared to the March Quarter. Of this, 237kt was supplied to Eskom and 86kt was sold into the export market. Export sales increased by 8% quarter-on-quarter due to improved train allocations, although overall rail availability remains challenging. To mitigate these constraints, the business continues to execute Free On Train (**FOT**) mine gate sales with established coal traders to secure revenue from export product.

North Block Complex (NBC) – 49% EQUITY INTEREST

Thousands of tonnes (kt)	JUN 2025 QTR	JUN 2024 QTR	Change %	JUN 2025 QTR	MAR 2025 QTR	Change %
ROM Coal Production	1,242	1,132	10%	1,242	1,316	(6%)
Saleable Coal	848	897	(5%)	848	794	7%
Coal Sales	855	884	(3%)	855	731	17%
Inventory (ROM)	195	43	>100%	195	215	(9%)
Inventory (Saleable)	16	13	23%	16	43	(63%)

Run-of-mine (**ROM**) coal production at NBC was 1.2Mt for the June Quarter, 6% lower than the March Quarter. Domestic sales increased to 774kt, up 23% quarter-on-quarter, while export sales decreased to 81kt from 99kt in the previous quarter.



CORPORATE INFORMATION

TerraCom announced on 27 May 2025 it had reached agreement with ASIC to resolve the case against the Company, subject to court approval. A court hearing before Justice Jackman is scheduled for 25 August 2025 to finalise this matter.

As announced on 9 July 2025, TerraCom advised that Megan Etccl, Chief Financial Officer and Company Secretary, had notified the Company of her decision to step down from her role. The Company is progressing the recruitment of Brisbane-based Chief Financial Officer and will update the market upon the appointment of a suitable candidate.

Effective 1 August 2025, the registered office for TerraCom and all subsidiaries will change from Blair Athol Mine Access Road, Clermont QLD 4721 to Level 6, 307 Queen Street, Brisbane QLD 4004.

THERMAL COAL MARKET INFORMATION AND OUTLOOK

Thermal coal pricing achieved during the June Quarter reflected some prior period fixed price forward coal sales on a stronger NEWC6000 index.

The NEWC6000 closing levels remained relatively consistent throughout the period, and the coal sales price achieved for Blair Athol was US\$106.5. The short to near-term outlook is similarly stable with some modest increases predicted.

Pricing for the September Quarter is expected to be supported by strong restocking demand from the Asia Pacific region with upside weather risk a key demand driver as winter weather conditions in our primary markets develop.

Consistent with the previous period, we anticipate steady demand from our key markets and long-term customers in Japan, South Korea and India to continue during the September Quarter.

FINANCIAL INFORMATION

Production costs

Free on Board (**FOB**) operating costs for BA, excluding royalties, remained steady at \$118 per tonne for the June Quarter.

Looking ahead, FOB operating costs for the financial year ending 30 June 2026 are projected to be consistent on an overall basis, underscoring the Company's ongoing commitment to cost discipline and profitability amid evolving market conditions.

Foreign exchange

As at 30 June 2025, there were no foreign exchange hedges in place for USD sales.

MOMENTUM INTO FY2026

Forecast coal sales for FY2026 are set at 1.6Mt. The FY2026 plan continues to emphasise value over volume, supported by a responsive mine plan and a lean cost structure. TerraCom will actively monitor market conditions and take opportunities to maximise sales volumes to capture value from any recovery in market pricing.

Progressive rehabilitation is central to our approach, and we continually explore ways to reduce our long-term site rehabilitation obligations.

EVENTS SUBSEQUENT TO BALANCE DATE

On 4 July 2025, TerraCom announced that the Federal Court of Australia dismissed the case against TerraCom's Managing Director, Danny McCarthy and three former directors and officers of TerraCom brought by the Australian Securities and Investments Commission (**ASIC**) (File number NSD176/2023).



REFERENCES

1. **Total Tonnes** – The data represents total tonnes and assumes 100% ownership of the South African operations, noting TerraCom's interest in the operating mines ranges from 48.9% to 49.0%.
2. **Equity Tonnes** – The data represents equity tonnes, being the attributable tonnes to the TerraCom's equity ownership.
3. **Cash at Bank** – This number does not represent the cash amount to be reported in accordance with International Financial Reporting Standards (**IFRS**) from a consolidation point of view. The movement in cash from the March Quarter is receipts of revenue less costs of sales, other expenses and other regulatory payments including tax.



MINING TENEMENTS HELD AT THE END OF JUNE 2025 QUARTER

Operation /Project	Tenement	Interest at the start of qtr	Interest at the end of qtr	Location	Commodity
Blair Athol	ML1804	100%	100%	Australia	Coal
New Clydesdale Colliery (NCC)	MP30/5/1/2/2/429MR	49.0%	49.0%	South Africa	Coal
North Block Complex (NBC)	MP30/5/1/2/1/326MR MP30/5/1/1/2/19MR (10068MR) MP30/5/1/2/2/10090MR	49.0%	49.0%	South Africa	Coal
Ubuntu	MP30/5/1/2/2/10027MR	48.9%	48.9%	South Africa	Coal
Eloff	MP30/5/1/2/2/10169MR	49.0%	49.0%	South Africa	Coal
Kangala	MP30/5/1/2/2/429MR MP30/5/1/1/2/641PR Mining Right application MP30/5/1/1/2/10179MR	70.5%	70.5%	South Africa	Coal
Berenice	Prospecting Right (PR) LP30/5/1/1/2/376PR Mining Right: LP30/5/1/1/2/10131MR – underapplication	50%	50%	South Africa	Coal
Cygnus	LP30/5/1/1/2/1276PR Mining Right application LP30/5/1/1/2/10169MR	50%	50%	South Africa	Coal
Northern Galilee (Hughenden)	EPC1300, EPC1394, EPC1477, EPC1478, , EPC2049	100%	100%	Australia	Coal
Northern Galilee (Pentland)	EPC1890, EPC1892, EPC1893,, EPC1964	100%	100%	Australia	Coal
Northern Galilee (Clyde Park)	EPC1260	64.4%	64.4%	Australia	Coal
Springsure (Springsure)	EPC1674, MDL3002	90%	90%	Australia	Coal
Springsure (Fernlee)	EPC1103	100%	100%	Australia	Coal

This announcement has been approved by the board for release.

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About TerraCom Limited

TerraCom Limited (ASX: TER) is an Australian-based mining resources company with a global footprint, comprising a large portfolio of operating assets in Australia and South Africa within the coal sectors. We are a renowned low-cost producer focused on delivering exceptional outcomes from our high yielding diversified asset portfolio for its investors. To learn more about TerraCom visit terracom.au.

FORWARD LOOKING STATEMENT

This document contains summary information about, TerraCom, its subsidiaries, and its activities which are current as at the date of this document. The information in this document is general in nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in TerraCom or that would be required in a prospectus or product disclosure statement prepared in accordance with the Corporations Act 2001 (Cth). Information in this document should therefore be read in conjunction with other announcements made by TerraCom to the ASX.

All numbers presented with a \$ or A\$ represent the Company's presentation currency, being Australian dollars.

If reported, operating EBITDA results, unless stated, represent 100% of the result from the South Africa Business Unit and therefore includes other equity holders. TerraCom's equity interest in the operating mines ranges from 48.9% to 49.0%. Operating EBITDA data does not include the TerraCom corporate costs.

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