QUARTERLY REPORT

BATHURST RESOURCES LIMITED

JUNE 2025 QUARTER

BATHURST.CO.NZ

$44m
Unaudited consolidated FY25 EBITDA

$178m
Consolidated cash including restricted short-term deposits

$35m - $45m
Consolidated FY26 EBITDA guidance

CEO's Comments

Bathurst delivered an unaudited consolidated EBITDA of $44m for the full year (FY25 guidance of $45m-$55m). Unplanned maintenance costs and a reduction in export revenue during the latter part of the final quarter impacted Bathurst's overall financial performance for the full year and resulted in Bathurst missing the FY25 lower-range guidance by some 2%.

While it is disappointing to have just missed the FY25 guidance, achieving a consolidated EBITDA of $44m is a significant achievement during a year where international coal prices for our export coal have continued to decline due to market conditions.

The operating and financial performance along with a successful capital raise in March also allowed Bathurst to maintain a strong consolidated cash position which, including restricted short-term deposits, totalled $178m at 30 June, representing an increase of $13m during the last quarter of the year.

The capital raise highlights the support that Bathurst has from existing shareholders and new investors, as well as the return of wider market interest in metallurgical coal. The funds raised will help us further develop the extension projects that Bathurst is currently working on, which once operational will increase and extend operations for up to 20 years. More detail on the projects is available on page 7 below.

Lower export revenue for the quarter was the result of further decreases in pricing as well as lower export sales volumes due to a reduction to the shipping plan, which was broadly reflective of the pressures our export business has faced throughout the year. Alongside the reduction in pricing, our export segment faced significant operational obstacles caused by the closure of the Tawhai tunnel for the first half of the year. It is testament to the quick action and meticulous planning and hard work from our workforce and management that 1,041kt was still able to be exported. The road freighting plan that allowed us to continue export operations and retain all staff unfortunately came with a significant level of additional cost.

While our export segment faced the financial and operational pressures mentioned above, it is pleasing to note that the North Island and South Island domestic segments were able to deliver positive results both financially and operationally. The performance of the domestic segments has assisted in offsetting the reduction in earnings from our export segment.

Although the FY25 overburden stripping volumes at the Rotowaro mine was behind plan, the mine has made considerable progress in the stripping phase of the Waipuna West Extension pit. A significant operational achievement was that during this period of intensified stripping volumes in the new pit, the mine has been able to maintain high levels of coal production, producing 81kt more than in FY24. The increased production has allowed increased sales compared to forecast and the prior year.

The Maramarua and Takitimu mines also provided valuable contributions to the overall business, both on an operational and financial level. Again, the success of our domestic segments demonstrates how important these projects are to the Bathurst business during cyclical times of lower export pricing.

Industry outlook forecasts the HCC benchmark price to continue to be flat, and whilst the lower pricing is expected to have a direct and adverse impact on our export segment earnings, we are confident in announcing our FY26 full year consolidated EBITDA guidance of $35m-$45m. Further information on this can be found on page 6.

FY26 will also see the completion of the overburden stripping in the Waipuna West Extension pit at the Rotowaro mine, which has seen increased overburden volumes since the development began in January 2023. The completion of the stripping will see a significant reduction in direct mining costs and result in the cash generation of the project increasing.

EBITDA is a non-GAAP reporting measure and reflects earnings before net finance costs (including interest), tax, depreciation, amortisation, impairment, non-cash fair value movements on deferred consideration and rehabilitation provisions.

Consolidated references throughout this report represent 100 percent of Bathurst operations, and 65 percent of BT Mining operations. This presentation does not reflect reporting under NZ GAAP or NZ IFRS but is intended to show a combined operating view of the two businesses for information purposes only.

Health, Safety and Environment

There were no lost time injuries recorded for the quarter.

Emergency preparedness is critical in protecting personnel working in and around heavy mining equipment. Ensuring that all operators have clear, consistent, and tested escape procedures is essential to mitigate the risks of entrapment within the cab. Bathurst is undertaking a project to review and standardise emergency escape procedures for heavy mobile equipment, commencing with excavators and dozers. This initiative is focused on identifying practical, safe, and effective means of emergency egress from large mobile equipment in the event of a fire, rollover, engulfment under material, or immersion in water/ slurry or other emergency situations. The project includes evaluating existing site-specific procedures, consulting OEM guidance, any machine modifications and capturing input from operational teams and safety representatives.

By developing robust and practical guidance through assessing each piece of equipment, understanding the emergency egress pathways, and ensuring all operators are trained in emergency evacuation techniques bespoke to each machine; we aim to enhance operator knowledge, reduce response time during emergencies, and align with industry best practices and statutory obligations.

During the quarter, we have been concentrating on stakeholder engagement and specifically iwi engagement. At the Rotowaro mine, we have established a rehabilitation and closure working group involving iwi, iwi landowners and site and corporate team members, to ensure mine closure activities are optimised for all parties well in advance of closure.

The Buller project team continues to complete a large volume of consultation with iwi, regulators, interested groups and the community as part of the pending Fast Track Approvals Act application.

Performance Metrics

June quarter	Export 100%	NID 100%	SID 100%	BRL equity share	Prior period BRL equity share
Production (kt)	278	118	54	312	314
Sales (kt)	357	169	65	407	356
Overburden (Bcm '000)	1,898	2,721	288	3,291	2,595
Coal sales revenue ($'000)	**72,128**	**27,677**	**6,857**	**71,729**	**80,205**

June YTD	Export 100%	NID 100%	SID 100%	BRL equity share	Prior period BRL equity share
Production (kt)	956	572	221	1,214	1,192
Sales (kt)	1,041	598	250	1,315	1,309
Overburden (Bcm '000)	6,630	12,359	1,054	13,397	9,958
Coal sales revenue ($'000)	**251,890**	**97,446**	**41,597**	**268,665**	**314,574**

Export Market Update

The HCC price lifted from a low of US$169/t in early April to US$195/t by late May as weather impacted production out of Australia and demand from India improved.

However, the HCC price dropped through June to low of US$170s/t as an early monsoon season dropped demand from India. Also impacting the price drop was continued poor demand in the Chinese steel market, and the ongoing uncertainties around the US tariffs limited buying from China and other regions.

Little pricing support has been found so far in July, with pricing currently sitting in the mid-US$170s as ample supply (notably from Australia, with vessel queues dropping) and ongoing weak market demand limiting any price increases. At the current low pricing, many coal producers will now be loss making or breakeven at best which may see some rationalisation of supply over the coming months.

The Chinese seaborne CFR price remains significantly below the Australian FOB price which will likely cap any price increase in the short to medium term unless there is an improvement in the Chinese market which seems unlikely with the global trade and tariff discussions ongoing.

Some lift in buying activity is expected from India from September following the monsoon season, with some Government protections and restrictions on imported steel and coke into India potentially assisting Indian steel and coke makers and supporting coal demand. However Indian buyers are very price driven and may remain cautious committing to procure coal unless improvements are seen in the steel market.

Looking at the long term, demand and pricing for premium coking coal is expected to increase as supply and production starts to decline due to a lack of investment in new HCC mines becomes evident. A significant number of new steel plants, especially in India, are expected to start coming online over the next 10 years which will be require an increased volume of coking coal and coke, which Indian domestic supply is unlikely to meet.

Consolidated Cash Movements

		FY25	FY24
	Consolidated opening cash	**140.7m**	**163.1m**
Operating	Consolidated EBITDA	43.7	90.8
	Working capital	33.1	(10.2)
	Canterbury rehabilitation	(0.6)	(0.5)
	Corporation tax paid	(6.0)	(51.5)
Investing	Deferred consideration	(1.2)	(1.3)
	Crown Mountain Project	(1.5)	(0.9)
	Property, plant and equipment net of disposals	(11.8)	(16.9)
	Mine assets including capitalised stripping	(52.7)	(34.1)
Financing	Finance lease repayments	(6.0)	(4.8)
	Financing income	5.0	7.0
	Placement share issue	35.6	-
	Share purchase plan issue		
	Consolidated closing cash	**178.3m**	**140.7m**

Consolidated EBITDA

YTD EBITDA decreased from FY24, which has been driven by reduced export revenue, due to reduced export pricing and a reduction in sales volumes due to the tunnel failure on the rail line from the Stockton mine to Lyttleton port. Refer to the following page for EBITDA commentary.

Working capital

The timing of sales, and in particular the timing of the final export shipments in June 2025 when compared to June 2024.

Corporation tax paid

Decrease in corporation tax paid which reflects the timing of tax obligations on increased taxable operating profits and income tax obligations from FY24.

Deferred consideration

Payments for the year consisted of royalties on Takitimu mine sales.

Crown Mountain Project

Funds are paid on a proportional project equity ownership basis and were used to progress the environmental application.

Mining development including capitalised stripping

Spend has increased from the prior year comparative period due to the increased mine development costs and capitalised stripping in the Waipuna West extension at the Rotowaro mine as well as the continued development of the Tenas project assets in British Columbia.

Financing income/(costs)

Interest received on cash balances and deposits held.

Unaudited FY25 Consolidated EBITDA vs Guidance

EXPORT equity share (65%) $32.9m Previous Guidance $34.3m

Reduced pricing in the final quarter of the year adversely impacted the result versus guidance.

Revenue

- Sales volumes were slightly aheard of forecast, however due to adjustments to the shipping plan the product mix varied to what was forecast.
- Revenue in the last quarter was impacted following a reduction average price recevied per tonne. The price reduction was due to furhter reductions in the HCC benchmark price and a lower grade of product mix being sold.

Expenses

- Due to rail unavilability following slips in the Buller Gorge and a tunnel failure in June 2024, the use of port stockpiles and third party coal purchases were required to fulfill shipments.
- Additional road freight costs were required to get coal to port to complete shipments during the first half of the year, which was partially offset by lower rail freight costs.
- Fuel costs were favourable to forecast, which was driven by lower machine hours and a lower cost per litre.
- Increased contractor costs due to increased stripping volumes to meet production as well as longer haul distances, which was partially offset by reduced contract laboratory and drilling costs.
- Repairs and maintenance costs were lower than forecast due to reduced labour costs and lower parts and component spend. Scheduled fixed plant maintenance has been deferred to FY26 due to the condition of the assets.

NID including BT corporate overheads equity share (65%) $8.4m Previous Guidance $7.1m

The key driver of the favourable NID result versus guidance were reduced cash costs at both the Rotowaro and Maramarua mines linked to lower overburden removal than planned.

- Contracted sales volumes were ahead of forecast by at the Rorowaro mine, which was partially offset by a small reduction in sales values at the Maramarua mine.
- The average price received per tonne of coal was ahead of forecast at both Rotowaro and Marmarua.
- Fuel costs were lower than forecast. This was driven by both reduced volumes, due to lower machine hours, and price which remained under the price assumed in the forecast.
- Contractor costs, particularly related to drilling and blasting at the Rotowaro mine were lower than forecast to lower stripping volumes versus the forecast and plan.
- Labour costs were higher than forecast following the recruitment of additional operators at both mine sites as well as increased contracted labour during the recruitment period.
- Lower overburden removal throughout the year has reduced the ability to capitalise stripping costs in the Waipuna West Entension pit at the Rotowaro mine.

SID including BRL corporate overheads (100%) $3.6m Previous Guidance $4.6m

The key driver of the unfavourable SID result versus guidance was lead by decreased sales volumes and revenue.

- Sale volumes was behind forecast, which lead to decreased revenue. The reduction in sales volumes was partially offset by an increased average price recevied per tonne.
- Labout costs were higher than forecast due to unbudgeted redundancies in last quarter.
- Repairs and maintenance were lower than forecast as items of machinery remain in good working condition, which meant a reduction in planned maintenance requirements.
- Additional use of stockpiles was required to fulfil sales following a planned reduction in production to limit stockpile amounts held.

Telkwa – Tenas Project (100%) -$1.1m Previous Guidance -$1.0m

- Operating costs incurred as the mine progresses with the required permit applications.

Consolidated FY26 EBITDA Guidance $35M - $45M

	Metric	Export 100%	NID 100%	SID 100%	Telkwa 100%	BRL equity share
Sales	kt	1,200	656	143	-	1,349
EBITDA	NZD	$30.1m to $45.5m	$23.4m	$1.2m	-$1.0m	$35m to $45m

Export (65% equity share) $30.1m ($32.9m FY25)

Earnings are forecast to decrease, key movements being:

- The price path assumption is an annual average benchmark of USD $190/t for Q1 & Q2, then $200/t for Q3 and Q4. This forecast benchmark price is lower than the FY25 average of USD $201/t.
- The reduction in price is slightly offset by an increase in sales volumes following the closure of the Tawhai tunnel is FY25.
- An assumed NZD/USD foreign exchange rate of 0.58 throughout FY26.
- Increase in fuel and oil costs linked to increased machine hours to achieve higher overburden removal volumes. Also linked to increased overburden removal is an increase in explosive and other supply costs.
- Increases in contractor costs required to achieve higher overburden removal targets and production requirements to meet the increased sales volumes.
- Reduction in freight costs following the additional road freight costs required in FY25 to meet sales volumes during the Tawhai tunnel closure.
- Salary and wage costs increase in line with contracted agreements, as well as increased headcount. The increases are partially offset by a reduction in the profit share associated with the coal sale price.

NID including BT corporate overheads (65% equity share) $15.2m ($8.4m FY25)

Earnings are forecast to increase, key movements being:

- An increase in sales revenue driven by an increase in sales volumes at both the Rotowaro and Maramarua mines, which is partially offset by a contracted reduction in the average price received per tonne.
- Reduction in direct costs of mining, particularly, repairs and maintenance, contractors and consultants, fuel and oil, hire of equipment. Repairs and maintenance and fuel costs are decreasing following the completion of the overburden removal associated with the stripping in the Waipuna West extension at the Rotowaro mine and the M1 pit at the Maramarua mine.
- The Waipuna West Extension pit moves into a cash positive position following the completion of the overburden stripping during FY26 as the costs associated with the stripping reduce.
- A reduction in corporate costs following targeted cost savings and work programmes and initiatives implemented in FY25.

SID including BRL corporate overheads (100%) $1.2m ($3.6m FY25)

Earnings are forecast to decrease, key movements being:

- Sales volumes are forecast to decrease as the mine reaches the end of life, and the resource is exhausted.
- A reduction in production costs mainly in fuel and the hire of equipment. Labour costs are decreasing due to lower headcount required to meet production and rehabilitation requirements.
- A reduction in corporate overhead costs following cost saving initiatives across the business.

Telkwa – Tenas Project (100%) $-1.0m (-$1.1m FY25)

- Continued operating costs incurred as the mine progresses with the required permit applications and moves towards entering production

British Columbia Projects

Tenas Coking Coal Project

The regulatory environment for approvals and permits has significantly changed over the past 12 months in British Columbia with the Provincial Government actively promoting projects for fast tracking.

Since acquiring the assets of the Tenas Coking Coal Project in December 2023, the project has been advancing as planned. At the end of FY24 we executed a Project Assessment Agreement (PAA) with First Nations. This is a significant milestone and will help us advance our Environmental Application and move a step closer to receiving the required permits and achieving our anticipated production target date in calendar year 2028.

The project is about to enter its final stage of assessment with lodgement of the Environmental Application by the end of 2025.

One of the attractive features of the project is the low strip ratio of 3.6:1 BCM/t, which enables the project to be one of the lowest cost producing metallurgical coal mines on the seaborne market. The mine is expected to enter production in FY28 and will produce 750ktpa for 15 years.

More information regarding the Tenas project can be found in our ASX releases of 5 September 2023 and 22 December 2023.

Crown Mountain Project

The combination of the new Federal Government and the Provincial Government has created a positive environment for gaining approval for high quality projects such as Crown Mountain.

In 2024, the project's Environmental Impact Statement (EIS) and Environmental Assessment Application (EA) passed the Impact Assessment Agency of Canada's conformity review process. Management of the Project continue to work closely with First Nations with positive engagement received on the project plan.

Bathurst's equity share remains at 22.1 percent of the metallurgical coal project.

New Zealand Projects

Buller Coal Plateaux Continuation Project (BCPCP)

The BCPCP is a joint Bathurst and BT Mining growth project that covers the Stockton and Denniston Plateaux on the West Coast of the South Island and will lead to production of 1.2Mtpa of export coal for 15 years (100% basis).

The BCPCP will utilise the existing Stockton infrastructure assets which include a coal handling and wash plant, coal transport infrastructure and rail loadout facilities, and the BCPCP will also utilise existing contracts and facilities such as rail and port services.

The BCPCP is expected to be consented through the Fast-Track Approvals Act in FY26 with development commencing after the approvals. The Fast Track Approvals application is expected to be submitted by the end of 2025.

North Island Domestic Continuation Projects

The North Island Domestic segment has two mine extension projects at the Rotowaro and Maramarua mines.

The Rotowaro Mine project is the Rotowaro North Extension and the Maramarua mine project is the M2 Extension. The projects are expected to be consented and developed to provide continued coal supply of an estimated 500ktpa until 2035 (100% basis).

The Rotowaro North Extension is listed as a project under the Fast Track Approvals Act.

Fast Track Approvals Act

The Fast-Track Approvals Act was legislated in New Zealand in December 2024 and will allow projects that gain fast-track listing to be processed in shorter statutory timeframes than under the existing planning regime. Additionally, projects can apply for multiple approvals at the same time in one streamlined application.

149 projects have been listed as part of the Act and include infrastructure projects, housing developments, renewable energy projects, and mining projects. The mining projects on the list will support the Government's aim to double the value of mineral exports to $2 billion by 2035 of which Bathurst will be included.

Quarterly Operations Review

Export (Stockton) (65%)

There were seven export shipments in the quarter, with sales totalling 357kt. The sales were behind the forecast by 33kt due to changes to the shipping plan which saw increased volumes in the previous quarter.

Average price per tonne ("/t") excluding hedging was NZD $200/t, which was NZD $16 lower than forecast. The average benchmark price has dropped, moving from USD $194/t in Q3 2025 to USD $183/t in Q4 2025.

Overburden removal was ahead of plan in Q4, as additional stripping was required to meet production requirements.

Production in the quarter was behind forecast, which was driven by lost time from a rail washout and repairs made to the receiving bins on the aerial system.

North Island Domestic (65%)

Rotowaro

Production levels were behind forecast for the quarter following bad weather and complex geology but were 3kt ahead of the full year forecast.

Overburden was behind plan due to unplanned maintenance on an excavator as well as the poor weather impacting mining conditions.

Sales of 132kt were 8tk ahead of forecast for the quarter which meant sales were 8kt ahead of the full year forecast.

Maramarua

Production was behind forecast for the quarter, and 4kt ahead of the full year forecast.

Overburden volumes were behind forecast for the quarter due to poor weather; however, the full year overburden volumes were ahead of the full year forecast.

Sales volumes were behind forecast for the quarter, which resulted in the full year sales being 1kt behind the full year plan forecast.

South Island Domestic (100%)

Takitimu

Production was behind plan for the quarter to align with sales and to allow less coal being stockpiled.

Additional hired equipment and favourable mining conditions has meant increased overburden removal, which was ahead of plan for the quarter. The additional overburden has enabled increased rehabilitation work to be completed while the mine continues to operate and meet sales volumes.

Exploration (Equity Basis)

$1.4m consolidated spend across projects for Q4. Key work consisted of:

- Mine planning and study costs for the Rotowaro extension project.
- Mine planning costs for the Buller extension project.
- Rehabilitation studies at the Stockton mine.
- Haul road studies and for the BCPCP.
- AMD and water management studies at the Stockton mine.

Development (Equity Basis)

$8.2m consolidated spend across projects for Q4, with key spend on:

- $6.9m on capitalised stripping from operating mine pits. Particularly at the Stockton mine and in the Waipuna West Extension pit at the Rotowaro mine.
- Costs associated with the Fast Track Approvals application preparation.
- Water and air consent work at the Rotowaro mine.
- Water management, AMD studies and baseline studies at the Stockton mine.

Corporate

Shareholdings

Substantial holder & geographical location	Shareholding %
Republic Investment Management (Singapore)	11.5%
Crocodile Capital (Europe)	9.7%
Talley's Group Limited (New Zealand)	8.6%
HPRY Holdings Limited (Europe)	5.2%
Asia	36.7%
Europe	8.1%
New Zealand	9.3%
Management	2.4%
Australia	6.0%
Other	2.5%
Total	**100%**

Litigation

Litigation proceedings with Talleys Group Limited remain ongoing in the High Court in Wellington, New Zealand.

The New Zealand High Court has directed that the result of the interlocutory applications be published, but no more.

Accordingly, BRL advises as follows:

- BRL's application to strike out TGL's proceeding as an abuse of process was dismissed,
- BRL's application to strike out TGL's second cause of action under the Limitation Act was dismissed,
- BRL's application for trial on a preliminary question was dismissed,
- TGL's application to strike out BRL's counterclaims was dismissed, and
- TGL's application for evidential ruling was dismissed.

The New Zealand High Court has imposed non-publication and suppression orders in this case.

This document was authorised for release on behalf of the Board of Directors on 29 July 2025.

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Unless otherwise noted, all dollar amounts referred to in this report are in New Zealand dollars.

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At 17 July 2025:
Share price: AUD $0.80
Issued Capital: 240.0m ordinary shares
Market Capitalisation: AUD $192.0m

Chief Executive Officer
Richard Tacon

Board of Directors
Peter Westerhuis – Non-executive chairman
Richard Tacon – Executive director
Francois Tumahai – Non executive director
Russell Middleton – Executive director

Company Secretary
Larissa Brown