

27 OCTOBER 2022

# Half-Year Report and Appendix 4D Results for Announcement to the Market

FOR THE PERIOD ENDED 31 AUGUST 2022

(PREVIOUS CORRESPONDING PERIOD ENDED 31 AUGUST 2021)

Name of entity	Jupiter Mines Limited			
ABN	51 105 991 740			
1. Details of current and prior reporting period	Current period: 31 August 2022 (HY2023) Prior period: 31 August 2021 (HY2022)			
2. Results for announcement to the market	<b>HY2023 A\$m</b>	<b>HY2022 A\$m</b>	<b>% change</b>	<b>A\$m change</b>
2.1 Revenue	4.7	3.8	24%	0.9
2.2 Profit after taxation	34.0	27.6	23%	6.4
2.3 Net profit for the period attributable to the owners of the Company	34.0	27.6	23%	6.4
2.4 Dividend distributions	<b>Amount per security A\$</b>		<b>Franked amount per security A\$</b>	
	0.01 <sup>1</sup>		Nil	
	0.01 <sup>2</sup>		Nil	
	<sup>1</sup> Final FY2022 dividend declared on 29 April 2022 and paid on 20 May 2022. Total dividend paid \$19,589,910. The dividend was wholly conduit foreign income.			
	<sup>2</sup> On 27 October 2022, the Directors declared an interim dividend for the half-year ended 31 August 2022 of \$0.01 per ordinary share, to be paid on 17 November 2022.			
3. Consolidated statement of profit or loss and other comprehensive income	Refer Interim Financial Report.			
4. Consolidated statement of financial position	Refer Interim Financial Report.			

<b>5. Consolidated statement of changes in equity</b>	Refer Interim Financial Report.	
<b>6. Consolidated statement of cash flows</b>	Refer Interim Financial Report.	
<b>7. Details of dividends or distributions</b>	Refer above and Note 18 of the Interim Financial Report.	
<b>8. Net asset backing per ordinary security</b>	<b>Current Period A\$</b>	<b>Prior Period A\$</b>
	0.23	0.21
<b>9. Control gained over entities during the period</b>	N/A	
<b>10. Details of associate and joint venture entities</b>	Refer Note 8 of Interim Financial Report.	
<b>11. Other significant information</b>	Refer Notes to Interim Financial Report.	
<b>12. Accounting Standards used by foreign entities</b>	International Financial Reporting Standards	
<b>13. Commentary on the result for the period</b>	See Review of Operations in the Interim Financial Report.	
<b>14. Status of audit or review</b>	The accounts have been reviewed.	
<b>15. Dispute or qualification – accounts not yet audited</b>	N/A	
<b>16. Qualifications of audit or review</b>	N/A	



**JUPITER MINES LTD**

ABN 51 105 991 740

(and its Controlled Entities)

**INTERIM FINANCIAL REPORT**

**FOR THE HALF-YEAR ENDED 31 AUGUST 2022**

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## Director's Report

The Directors submit the financial report of Jupiter Mines Limited (**Jupiter** or the **Company**) and its controlled entities (the **Group**) for the half-year ended 31 August 2022 (**HY2023**).

### Directors

The Directors of Jupiter who held office during or since the end of the half-year are as follows:

#### Non-Executive

- Ian Murray
- Scott Winter
- Peter North
- Patrick Murphy
- Ben Kim

#### Executive

- Brad Rogers (appointed 1 August 2022)

### Principal Activities

During the half-year period, the principal activities of Jupiter have been its investment in Tshipi é Ntle Manganese Mining Pty Limited (**Tshipi**) in South Africa and the sale of manganese ore.

### Dividends

Dividends declared and/or paid during the half-year period were as follows:

	Dividend per share \$	Unfranked \$	Total \$
2022 Final Dividend – paid 20 May 2022	\$0.01	100%	19,589,910
2023 Interim Dividend – declared 27 October 2022 to be paid 17 November 2022	\$0.01	100%	19,589,910

On 27 October 2022, the Directors declared an interim dividend for the half-year ended 31 August 2022 of \$0.01 per ordinary share, to be paid on 17 November 2022. Both dividends above are wholly conduit foreign income.

## Director's Report (continued)

### Review Of Operations and Results

Jupiter recorded a consolidated result for the half-year of \$33,952,531 profit after tax (HY2022: profit of \$27,564,278 after tax), including a share of net profit from its investment in Tshipi of \$46,751,772 (HY2022: \$15,694,246).

#### Tshipi Borwa Manganese Mine

The Tshipi Borwa Manganese Mine is a long-life, open pit manganese mine with an integrated ore processing plant located in the Kalahari Manganese Fields in the Northern Cape Province of South Africa.



Figure 1: Tshipi Borwa Mine Pit

For the half-year period ended 31 August 2022, Tshipi recorded a net profit after tax of ZAR1.1 billion (\$93.7 million) (HY2022: ZAR344 million; \$31.5 million) and declared a total of ZAR550 million (\$48.9 million) in dividends to its shareholders (HY2022: ZAR88 million; \$8.0 million). Tshipi's net profit was higher than the previous half due to a 2.4% increase in sales tonnes and 10.8% in average CIF price achieved.

	Unit	HY2023	HY2022	FY2022
Mined volume	Bcm	4,943,347	7,897,583	13,156,150
Production	Tonnes	1,737,289	1,995,267	3,679,991
Sales	Tonnes	1,693,616	1,653,981	3,251,920
Average cost of production	FOB, US\$ per dmtu	1.90	2.25	1.93
Average CIF price achieved (high grade lumpy)*	US\$ per dmtu	5.11	4.61	4.60
Average FOB price achieved (high grade lumpy)*	US\$ per dmtu	3.43	-	-

Table 1: Summary of operating and financial information for Tshipi.

\* Average price achieved relates to high grade lumpy product only (Tshipi's main product). Total tonnes sold include a mix of high grade, low grade, lumpy and fines product which attract a discount to the prices above.

Tshipi and its mining contractor, Moolmans, embarked on an operational improvement program at the start of the financial year, which showed progress during the period with total volumes improving. Mining volumes were decreased when compared to the previous half-year period, due to waste mining of the barrier pillar having been accelerated and now completed.

Commercial and contractual discussions for a renewed contract with Moolmans were nearing completion during the period. One focus at the start of the financial year was the waste stripping in the barrier pillar. This was completed earlier than expected in May 2022, and mining of graded ore was accelerated.

Shipping costs have started correcting resulting in CIF costs reducing. Low grade volume sales were suspended in late FY2022 due to market conditions and remain suspended. Low grade production was also suspended in May 2022 and will only be produced for blending purposes. Logistics capacity from the low grade volumes was used to transport high grade ore and Tshipi finished the half-year shipping 1.7 million tonnes, including an additional four vessels being loaded in August 2022.

Transnet continued to suffer with rail disruptions including cable theft, derailments and flooding impacting the MECA channels. Tshipi was able to access additional road trucks to ensure shipping targets were met.

## Safety, Environmental and Social Report

### Health and Safety

Tshipi has achieved a zero Lost Time Injury (LTI) rate since April 2022. Further, Tshipi's Total Recordable Injury Frequency Rate (TRIFR) has continued to trend downwards.

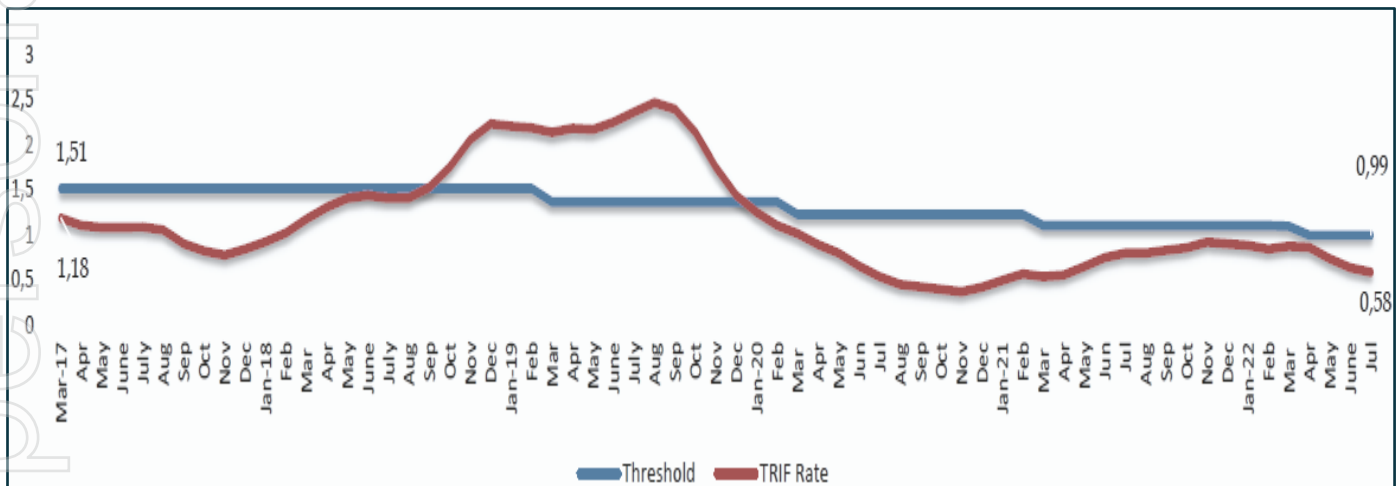


Figure 2: Total Recordable Injury Frequency Rate (TRIFR).

Employee wellness remains paramount to Tshipi, and the health trends remain constant with a focus on ensuring compliance with medical follow ups and medication management. Good progress has also been made towards achieving health targets for diabetes, hypertension, HIV/AIDs and tuberculosis.

With regards to COVID-19, 51% of Tshipi employees have now been vaccinated. COVID-19 management will be included as an ongoing service in clinic operations and Social, Health and Environment inspections going forward.

### Environment

Tshipi undertook its third Environmental Legal Audit in the second quarter of FY2023. The purpose of the audit was to highlight the legal changes, assess compliance against applicable laws and make recommendations to improve compliance. The results indicated that Tshipi achieves a high level of compliance with the relevant environmental laws. The audit recommended that Environmental, Social and Governance (ESG) reporting and disclosure should be prioritised.

### Socio-Economic and Local Economic Development

Tshipi continues to invest into its local community through a number of initiatives, such as teacher development at local schools, maths tutoring and student eye testing.

Tshipi has also set up a small factory in the local district, producing feminine hygiene products. Partnering with Blossom Care Solutions, the initiative is to improve access to these products and improve period poverty, as well as providing jobs. The franchise is owned and run by local entrepreneurs.



Figure 3: Tshipi Chief Executive Officer, Ezekiel Lotlhare, at the opening of the Blossom Care Solutions Kuruman site.

### Tshipi Financial Summary

A summary of the Statement of Profit or Loss and Other Comprehensive Income and Statement of Financial Position of Tshipi for the half-year periods are presented below on a 100% basis:

STATEMENT OF PROFIT OR LOSS	HY2023 (ZAR'000)	HY2022 (ZAR'000)
Revenue	4,692,965	3,619,651
Cost of sales	(3,184,544)	(3,015,244)
<b>Gross profit</b>	<b>1,508,421</b>	<b>604,407</b>
Other income	8,698	2,474
Administrative expenses	(7,409)	(7,087)
Impairment of property, plant & equipment/loss on derecognition	56	1,529
Other operating expenses	(11,202)	(9,300)
<b>Profit from operating activities</b>	<b>1,498,564</b>	<b>592,023</b>
Net finance income	116,758	(25,184)
<b>Profit before royalties and taxation</b>	<b>1,615,322</b>	<b>566,839</b>
Royalties	(158,810)	(85,151)
<b>Profit before taxation</b>	<b>1,456,512</b>	<b>481,688</b>
Income tax expense	(402,432)	(137,341)
<b>Profit for the year</b>	<b>1,054,080</b>	<b>344,347</b>



## Tshipi Financial Summary (continued)

STATEMENT OF FINANCIAL POSITION	HY2023 (ZAR'000)	HY2022 (ZAR'000)
Cash and cash equivalents	1,347,248	977,607
Trade and other receivables	1,155,128	896,800
Other current assets	711,505	736,108
Property, plant & equipment	3,200,396	2,566,234
Other non-current assets	209,632	225,460
<b>Total assets</b>	<b>6,623,909</b>	<b>5,402,209</b>
Trade and other payables	646,405	639,971
Tax payable	77,363	33,491
Other current liabilities	132,293	150,327
Deferred tax	835,928	697,780
Other non-current liabilities	127,241	140,753
<b>Total liabilities</b>	<b>1,819,230</b>	<b>1,662,322</b>
<b>Net assets</b>	<b>4,804,679</b>	<b>3,739,887</b>
Share capital and share premium	321,359	321,359
Retained earnings	4,366,359	3,301,567
Contributed assets reserve	116,961	116,961
<b>Total equity</b>	<b>4,804,679</b>	<b>3,739,887</b>

Note: the summary Statement of Profit or Loss and Statement of Financial Position were not subject to audit review, however KPMG South Africa have concluded a half-year review on Tshipi's trial balance and management accounts.

### Manganese Market

The global economic environment has been impacted by decade-high inflation across several regions, political unrest and continued COVID-19 restrictions during the six-month period. These factors have contributed to a slowdown in global economic activity which has impacted crude steel production, the largest consumer of manganese ore. Chinese crude steel production accounts for approximately 56% of global crude steel production and production in this region has been impacted by weak demand from the industrial and construction sectors, particularly buoyed by the sustained depressed real estate sector. Crude steel production in other major steel-producing regions has also been impacted by weakened demand, and more recently by a widespread energy crisis which has put pressure on energy intensive industries such as steel mills and alloy plants.

Manganese ore prices have fluctuated through the period and remained particularly resilient in the first quarter of FY2023, as high grade oxide supply concerns supported prices and to an extent, semi-carbonate prices leveraged off this. However, manganese ore prices started to decrease as the period progressed as supply concerns abated and weakened demand continued. With weak demand from regions outside of China due to the effects of a decrease in crude steel production globally, as mentioned above, increased manganese ore tonnage was and continues to be exported to China further affecting prices. This has led to a rise in manganese ore stocks at main Chinese ports. With the supply of high grade material having improved, the price premium over semi-carbonate material has also reduced after historical highs.

Freight rates remained elevated at the beginning of the period particularly given the uncertainty of the conflict between Russia and Ukraine which led oil prices to rise. Since July 2022, manganese ore CIF prices have also decreased with the decrease in freight rates. Freight rates have reduced as a result of global economic factors impacting supply and demand fundamentals but also as costs decreased.

The introduction of further stimulus and policy measures, particularly aimed at steel-intensive industries and their downstream sectors, is essential to promote steel demand recovery which should in turn assist with promoting manganese ore demand and consumption.

## Auditor's Independence Declaration

The lead auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on the following page for the half-year ended 31 August 2022.

This report is signed in accordance with a resolution of the Board of Directors.



**Brad Rogers**  
**Managing Director and Chief Executive Officer**

Dated this 26<sup>th</sup> day of October 2022

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**Grant Thornton Australia Limited**

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## Auditor's Independence Declaration


### To the Directors of Jupiter Mines Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Jupiter Mines Limited for the half-year ended 31 August 2022, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b no contraventions of any applicable code of professional conduct in relation to the review.



GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants



B P Steedman  
Partner – Audit & Assurance

Perth, 26 October 2022

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## Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 August 2022

	Note	August 2022 \$	August 2021 \$
Revenue	2	4,684,997	3,755,625
<b>Gross Profit</b>		<b>4,684,997</b>	<b>3,755,625</b>
Other income	2	450,163	392,623
Employee benefits expense		(526,289)	(1,519,558)
Depreciation of property, plant and equipment		(1,074)	(1,652)
Amortisation of intangible assets		-	(46)
Administration expenses		(43,882)	(76,404)
Other expenses	3	(2,502,201)	(1,099,584)
<b>Profit from operations</b>		<b>2,061,714</b>	<b>1,451,004</b>
Share of profit from equity accounted investments	8	46,751,772	15,694,246
Finance income		130,118	54,209
Finance costs		(1,101)	(582)
Foreign exchange gain/(loss)		401,514	(49,587)
<b>Profit before income tax</b>		<b>49,344,017</b>	<b>17,149,290</b>
Income tax expense	4	(15,391,486)	(2,209,304)
<b>Profit from continuing operations</b>		<b>33,952,531</b>	<b>14,939,986</b>
Profit for the period from discontinued operations	16	-	12,624,292
<b>Profit for the period</b>		<b>33,952,531</b>	<b>27,564,278</b>
<b>Other comprehensive income/(loss):</b>			
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Equity instruments at FVOCI – fair value changes	11	(1,159)	892,291
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translating foreign companies	11	(277,205)	462,313
<b>Other comprehensive (loss)/profit for the period, net of tax</b>		<b>(278,364)</b>	<b>1,354,604</b>
<b>Total comprehensive profit for the period</b>		<b>33,674,167</b>	<b>28,918,882</b>
<b>Profit for the period attributable to:</b>			
Owners of the parent		33,952,531	27,564,278
<b>Total comprehensive profit attributable to:</b>			
Owners of the parent		33,674,167	28,918,882
<b>Earnings per share</b>			
Basic and diluted earnings per share from continuing operations		0.0173	0.0076
Basic and diluted earnings per share from discontinued operations		-	0.0064

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the Notes to the Consolidated Financial Statements.

## Consolidated Statement of Financial Position

As at 31 August 2022

	Note	August 2022 \$	February 2022 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	18,964,761	39,158,487
Trade and other receivables	6	52,001,907	45,649,449
Other current assets		127,884	57,884
<b>Total Current Assets</b>		<b>71,094,552</b>	<b>84,865,820</b>
<b>Non-Current Assets</b>			
Equity instruments at fair value through other comprehensive income		5,034	6,193
Property, plant and equipment		4,708	2,122
Investments accounted for using the equity method	8	494,531,585	447,779,813
Deferred tax asset	4	220,949	80,846
<b>Total Non-Current Assets</b>		<b>494,762,276</b>	<b>447,868,974</b>
<b>Total Assets</b>		<b>565,856,828</b>	<b>532,734,794</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	9	46,952,207	41,955,308
Employee benefits		130,547	127,300
<b>Total Current Liabilities</b>		<b>47,082,754</b>	<b>42,082,608</b>
<b>Non-Current Liabilities</b>			
Deferred tax liability	4	69,357,115	55,331,584
<b>Total Non-Current Liabilities</b>		<b>69,357,115</b>	<b>55,331,584</b>
<b>Total Liabilities</b>		<b>116,439,869</b>	<b>97,414,192</b>
<b>NET ASSETS</b>		<b>449,416,959</b>	<b>435,320,602</b>
<b>EQUITY</b>			
Issued capital	10	383,677,676	383,677,676
Reserves	11	(611,262)	(344,998)
Accumulated profits		66,350,545	51,987,924
<b>TOTAL EQUITY</b>		<b>449,416,959</b>	<b>435,320,602</b>

The Consolidated Statement of Financial Position is to be read in conjunction with the Notes to the Consolidated Financial Statements.

## Consolidated Statement of Changes in Equity

For the half-year ended 31 August 2022

	Note	Issued Capital \$	Foreign Currency Translation Reserve \$	Other Capital Reserves \$	Equity FVOCI Reserve \$	Accumulated Profits/(Losses) \$	Total \$
Balance at 1 March 2021		410,435,400	(460,496)	-	(10,339)	49,351,079	459,315,644
Profit for the period		-	-	-	-	27,564,278	27,564,278
Other comprehensive income for the period		-	462,313	-	892,291	-	1,354,604
<b>Total comprehensive income for the period</b>		-	<b>462,313</b>	-	<b>892,291</b>	<b>27,564,278</b>	<b>28,918,882</b>
In-specie distribution of shares to Juno Minerals Limited	16	(26,757,724)	-	-	-	-	(26,757,724)
In-specie distribution of dividend to Juno Minerals Limited	16	-	-	-	-	(3,242,276)	(3,242,276)
Dividends paid/declared	18	-	-	-	-	(39,179,821)	(39,179,821)
Transfer of fair value reserve of equity instruments designated at FVOCI		-	-	-	(876,142)	876,142	-
<b>BALANCE AT 31 AUGUST 2021</b>		<b>383,677,676</b>	<b>1,817</b>	-	<b>5,810</b>	<b>35,369,402</b>	<b>419,054,705</b>
<b>Balance at 1 March 2022</b>		<b>383,677,676</b>	<b>(350,550)</b>	-	<b>5,552</b>	<b>51,987,924</b>	<b>435,320,602</b>
Profit for the period		-	-	-	-	33,952,531	33,952,531
Other comprehensive loss for the period	11	-	(277,205)	-	(1,159)	-	(278,364)
<b>Total comprehensive income/(loss) for the period</b>		-	<b>(277,205)</b>	-	<b>(1,159)</b>	<b>33,952,531</b>	<b>33,674,167</b>
Dividends paid/declared	18	-	-	-	-	(19,589,910)	(19,589,910)
Share based payments	11	-	-	12,100	-	-	12,100
<b>BALANCE AT 31 AUGUST 2022</b>		<b>383,677,676</b>	<b>(627,755)</b>	<b>12,100</b>	<b>4,393</b>	<b>66,350,545</b>	<b>449,416,959</b>

The Consolidated Statement of Changes in Equity is to be read in conjunction with the Notes to the Consolidated Financial Statements.

## Consolidated Statement of Cash Flows

For the half-year ended 31 August 2022

	Note	August 2022 \$	August 2021 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		3,798,493	3,755,736
Payments to suppliers		(3,739,981)	(2,581,764)
Taxes paid		(1,215,029)	(969,839)
<b>Net cash (used in)/from operating activities</b>		<b>(1,156,517)</b>	<b>204,133</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(3,660)	(1,582)
Proceeds from sale of financial assets		-	928,960
Purchase of other assets		(70,000)	-
Interest received		116,768	54,176
<b>Net cash from investing activities</b>		<b>43,108</b>	<b>981,554</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid	18	(19,589,910)	(39,179,821)
<b>Net cash used in financing activities</b>		<b>(19,589,910)</b>	<b>(39,179,821)</b>
<b>Net decrease in cash and cash equivalents held</b>		<b>(20,703,319)</b>	<b>(37,994,134)</b>
Cash and cash equivalents at beginning of financial period		<b>39,158,487</b>	<b>65,622,311</b>
Less cash classified as held for distribution at the beginning of the period		-	(5,000,000)
Effect of exchange rates on cash holdings in foreign currencies		509,593	287,344
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b>5</b>	<b>18,964,761</b>	<b>22,915,521</b>

The Consolidated Statement of Cash Flows is to be read in conjunction with the Notes to the Consolidated Financial Statements.

# Notes to the Consolidated Financial Statements

For the half-year ended 31 August 2022

## NOTE 1: SUMMARY OF ACCOUNTING POLICIES

These consolidated financial statements and notes represent those of Jupiter Mines Limited (Jupiter) and its Controlled Entities (the Consolidated Group or Group).

The principal activities of Jupiter during the year have been investment in the operating Tshipi Borwa Manganese Mine in South Africa and the sale of manganese ore.

### Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 August 2022 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. This group is a for -profit entity for the financial reporting purposes under Australian Accounting Standards.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report. It is therefore recommended that these financial statements be read in conjunction with the annual financial statements of the Group for the year ended 28 February 2022, together with any public announcements made during the half-year.

### Adoption of New Accounting Standards

The accounting policies adopted in the preparation of the interim financial statements are consistent with those applied in the preparation of the Group's annual financial statements for the year ended 28 February 2022.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

### Significant Accounting Policies

The Interim Financial Statements have been prepared in accordance with the accounting policies adopted in the Group's most recent annual financial statements for the year ended 28 February 2022.

### Critical Accounting Estimates and Judgements

When preparing the Interim Financial Statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the Interim Financial Statements, including the key sources of estimation uncertainty, were the same as those applied in the Group's last annual financial statements for the year ended 28 February 2022. The only exceptions are the estimate of income tax liabilities which is determined in the Interim Financial Statements using the estimated average annual effective income tax rate applied to the pre-tax income of the interim period.



**NOTE 2: REVENUE AND OTHER INCOME**

	August 2022 \$	August 2021 \$
Marketing fee revenue	4,684,997	3,755,625
<b>Revenue</b>	<b>4,684,997</b>	<b>3,755,625</b>
Other income	450,163	392,623
<b>Other income</b>	<b>450,163</b>	<b>392,623</b>

**NOTE 3: OTHER EXPENSES**

	August 2022 \$	August 2021 \$
Professional fees	1,131,675	159,903
Insurances	435,980	484,119
Consultancy fees	289,026	8,365
Directors fees	183,021	184,769
Regulatory fees	101,748	143,499
Other costs	360,751	118,929
	<b>2,502,201</b>	<b>1,099,584</b>

**NOTE 4: INCOME TAX EXPENSE AND DEFERRED TAXES**

The major components of tax expense and the reconciliation of the expected tax expense based on the domestic effective tax rate of Jupiter at 30% (FY2022: 30%) and the reported tax expense in the profit or loss are as follows:

	August 2022 \$	August 2021 \$
(a) <b>Current tax</b>	1,362,201	973,832
<b>Add:</b>		
Current tax in respect of prior years	143,856	(526,080)
Deferred income tax relating to origination and reversal of temporary differences:		
Origination and reversal of timing differences	14,036,642	946,108
Recognition of deferred tax asset losses	(158,457)	(146,945)
Under provision in respect of previous years	7,244	962,389
<b>Tax expense</b>	<b>15,391,486</b>	<b>2,209,304</b>

**NOTE 4: INCOME TAX EXPENSE AND DEFERRED TAXES (continued)**

	August 2022 \$	August 2021 \$
<b>(b) Accounting profit before tax</b>	<b>49,344,017</b>	<b>29,773,582</b>
Domestic tax rate for Jupiter Mines Limited at 30% (FY2022: 30%)	14,803,205	8,932,074
Tax rate differential	(97,115)	(69,408)
Other expenditure not allowed or allowable for income tax purposes	534,293	(3,302,383)
Under provision in respect of previous years	151,103	436,309
Non-assessable gain on deconsolidation	-	(3,787,288)
<b>Income tax expense</b>	<b>15,391,486</b>	<b>2,209,304</b>

Deferred Tax Assets/Liabilities	Opening Balance 1 March 2022	Recognised in Profit and Loss	Closing Balance 31 August 2022
<b>Liabilities</b>			
Investments using the equity method	(55,331,584)	(14,025,531)	(69,357,115)
<b>Balance as at 31 August 2022</b>	<b>(55,331,584)</b>	<b>(14,025,531)</b>	<b>(69,357,115)</b>
<b>Assets</b>			
Property, plant and equipment	3,935	430	4,365
Pension and other employee obligations	27,147	300	27,447
Provisions	-	12,576	12,576
Trade and other receivables	12,602	(12,602)	-
Other	21,780	(3,676)	18,104
Tax losses	15,382	143,075	158,457
<b>Balance as at 31 August 2022</b>	<b>80,846</b>	<b>140,103</b>	<b>220,949</b>
<b>Net Deferred Tax Liabilities</b>	<b>(55,250,738)</b>	<b>(13,885,428)</b>	<b>(69,136,166)</b>
<b>Unrecognised Deferred Tax Assets/(Liabilities)</b>			
Capital tax losses	1,207,544		

**NOTE 5: CASH AND CASH EQUIVALENTS**

	August 2022 \$	February 2022 \$
Cash at bank and on hand	10,466,504	30,695,467
Short-term bank deposits	8,498,257	8,463,020
	<b>18,964,761</b>	<b>39,158,487</b>

**NOTE 6: TRADE AND OTHER RECEIVABLES**

	August 2022 \$	February 2022 \$
Trade receivables	49,815,223	44,382,101
GST and VAT receivables	253,729	190,707
Income tax refundable	154,121	445,150
Sundry receivables	1,778,834	631,491
	<b>52,001,907</b>	<b>45,649,449</b>

**NOTE 7: INTERESTS IN SUBSIDIARIES**

Controlled entities consolidated	Country of Incorporation	% owned August 2022	% owned February 2022
Parent Entity:			
- Jupiter Mines Limited	Australia		
Subsidiaries:			
- Jupiter Kalahari Pty Limited	Australia	100	100
- Jupiter Mines Limited (Incorporated in Australia) External Profit Company (SA Branch)	South Africa	100	100

**NOTE 8: INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD**

The sole Joint Venture of the Group as at 31 August 2022, in which in the opinion of the Directors, are material to the Group, is set out below. The entity listed below has share capital consisting solely of ordinary shares, which is held directly by the Group. The country of incorporation or registration is also their principal place of business, and the proportion of the Group's ownership interest is the same as the proportion of voting rights held. This entity is held through a fully controlled entity, Jupiter Kalahari Pty Ltd.

Name of Entity	Country of Incorporation	% held August 2022	% held February 2022	Nature of Relationship	Measurement Method
Tshipi é Ntle Manganese Mining Proprietary Limited	South Africa	49.9	49.9	Joint Venture	Equity Method

Summarised Financial Information	August 2022 \$	February 2022 \$
<b>Tshipi é Ntle Manganese Mining Proprietary Limited</b>		
Opening carrying value of joint venture	447,779,813	430,593,793
Share of profit using the equity method	46,751,772	42,774,470
Dividend paid	-	(25,588,450)
	<b>494,531,585</b>	<b>447,779,813</b>

**NOTE 9: TRADE AND OTHER PAYABLES**

	August 2022 \$	February 2022 \$
Trade payables	46,562,866	41,833,377
Sundry payables and accrued expenses	389,341	121,931
	<b>46,952,207</b>	<b>41,955,308</b>

Due to the short-term nature of these payables, their carrying value is assumed to approximate their fair value.

**NOTE 10: ISSUED CAPITAL**

Paid up capital:	August 2022 \$	February 2022 \$
Ordinary shares at the beginning of the reporting period	383,677,676	410,435,400
7 May 2021: In-specie distribution of Juno Minerals Limited shares to Jupiter Mines Limited Shareholders	-	(26,757,724)
<b>At reporting date</b>	<b>383,677,676</b>	<b>383,677,676</b>

Number of Shares	August 2022	February 2022
Ordinary shares at the beginning of the reporting period	1,958,991,033	1,958,991,033
<b>At reporting date</b>	<b>1,958,991,033</b>	<b>1,958,991,033</b>

**NOTE 11: RESERVES**

For the period ended 31 August 2022	Foreign Currency Translation Reserve \$	Equity Instruments at FVOCI Reserve \$	Other Capital Reserves \$	Total \$
Exchange difference on translation of foreign operations	(277,205)	-	-	(277,205)
Share based payments			12,100	12,100
Fair value loss on equity instruments designated at FVOCI	-	(1,159)	-	(1,159)
Proceeds on disposal of equity instruments	-	-	-	-
Transfer of fair value reserve of equity instruments designated FVOCI	-	-	-	-
<b>Balance as at 31 August 2022</b>	<b>(627,755)</b>	<b>4,393</b>	<b>12,100</b>	<b>(611,262)</b>

**NOTE 11: RESERVES (continued)**

For the year ended 28 February 2022	Foreign Currency Translation Reserve \$	Equity Instruments at FVOCI Reserve \$	Other Capital Reserves \$	Total \$
<b>Balance as at 28 February 2021</b>	<b>(460,496)</b>	<b>(10,339)</b>	-	<b>(470,835)</b>
Exchange difference on translation of foreign operations	109,946	-	-	109,946
Fair value loss on equity instruments designated at FVOCI	-	(36,927)	-	(36,927)
Proceeds on disposal of equity instruments	-	928,960	-	928,960
Transfer of fair value reserve of equity instruments designated FVOCI	-	(876,142)	-	(876,142)
<b>Balance as at 28 February 2022</b>	<b>(350,550)</b>	<b>5,552</b>	-	<b>(344,998)</b>

**NOTE 12: SEGMENT REPORTING**

The Group operates in the mining industry. The Group has identified its operating segments based on the internal reports that are reviewed and used by the chief operating decision makers (the Board of Directors and key management) in assessing performance and determining the allocation of resources.

The Group's segments are structured primarily based on its production interests. These are considered to be the producing Tshipi mine (Manganese) which is located in South Africa, and Jupiter's South African branch which carries the sale of Jupiter's share of manganese ore. Information is not readily available for allocating the remaining items of revenue, expenses, assets and liabilities, or these items are not considered part of the core operations of any segment. Any transactions between reportable segments have been offset for these purposes.

For the period ended 31 August 2022	Jupiter Mines – Manganese (South Africa) \$	Tshipi – Manganese (South Africa) \$	Total \$
<b>Revenue</b>			
From external customers	4,684,997	-	4,684,997
<b>Segment revenues</b>			
Segment operating profit	4,462,924	-	4,462,924
<b>Segment assets</b>	51,927,488	494,531,585	546,459,073

For the period ended 31 August 2021	Jupiter Mines – Manganese (South Africa) \$	Tshipi – Manganese (South Africa) \$	Total \$
<b>Revenue</b>			
From external customers	3,755,625	-	3,755,625
<b>Segment revenues</b>			
Segment operating profit	3,585,224	-	3,585,224
<b>Segment assets</b>	54,547,335	446,288,039	500,835,374

## NOTE 12: SEGMENT REPORTING (continued)

The Group's segment operating profit reconciles to the Group's profit before tax as presented in its financial statements as follows:

	August 2022 \$	August 2021 \$
Total reporting segment operating profit	4,462,924	3,585,224
Other income not allocated	450,163	392,623
Other expenses not allocated	(2,851,373)	(2,526,843)
<b>Group operating profit</b>	<b>2,061,714</b>	<b>1,451,004</b>
Share of profit from equity accounted investments	46,751,772	15,694,246
Finance costs	(1,101)	(582)
Finance income	130,118	54,209
Foreign exchange gain/(loss)	401,514	(49,587)
<b>Group profit before tax</b>	<b>49,344,017</b>	<b>17,149,290</b>

## NOTE 13: EARNINGS PER SHARE

Both the basic and diluted earnings per share have been calculated using the profit attributable to shareholders of the parent company (Jupiter Mines Limited).

## NOTE 14: FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

AASB 13 requires disclosure of fair value measurements by level of the fair value hierarchy as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices)
- Level 3: inputs for the asset or liability that is not based on observable market data (unobservable inputs)

The Group's financial instruments consist of deposits with banks, short-term listed investments, accounts receivable and payable. Listed investments are measured and recognised at fair value Level 1. Due to the short-term nature of all other financial instruments, their carrying value is assumed to approximate their fair value.

## NOTE 15: FINANCIAL ASSETS AND LIABILITIES

The carrying amounts of financial assets and financial liabilities in each category are as follows:

August 2022	Amortised Cost \$	FVOCI \$
<b>Financial assets</b>		
Cash and cash equivalents	18,964,761	-
Trade and other receivables	52,001,907	-
Equity instruments at FVOCI	-	5,034
Other current assets	127,884	-
<b>Total financial assets</b>	<b>71,094,552</b>	<b>5,034</b>
<b>Financial Liabilities</b>		
Trade and other payables	46,952,207	-
	<b>46,952,207</b>	-

**NOTE 15: FINANCIAL ASSETS AND LIABILITIES (continued)**

February 2022	Amortised Cost	FVOCI
<b>Financial assets</b>		
Cash and cash equivalents	39,158,487	-
Trade and other receivables	45,649,449	-
Equity instruments at FVOCI	-	6,193
Other current assets	57,884	-
<b>Total financial assets</b>	<b>84,865,820</b>	<b>6,193</b>
<b>Financial Liabilities</b>		
Trade and other payables	41,955,308	-
	<b>41,955,308</b>	-

**NOTE 16: DISCONTINUED OPERATIONS**
**(a) Demerger – Juno Minerals Limited**

During the prior period, Jupiter announced the demerger of its Central Yilgarn Iron Ore assets through the newly created company, Juno Minerals Limited. Consequently, assets and liabilities allocable to the assets were classified as a disposal group. Revenue and expenses, gains and losses relating to the discontinuation of this subgroup have been eliminated from profit or loss from the Group's continuing operations and are shown as a single line item in the statement of profit or loss.

The Group recognised a net accounting profit on demerger as follows:

	August 2021
	\$
Fair value of Juno Minerals Limited demerger (i)	30,000,000
Carrying value of net assets of Juno Minerals Limited	(17,375,708)
<b>Pre-tax profit on demerger</b>	<b>12,624,292</b>

The fair value of the assets included in the demerger was based on management's assessment of the fair value of the Central Yilgarn Iron Project and peer group analysis, and the seed capital funding provided to Juno Minerals Limited. The demerger distribution is accounted for as a reduction in equity split between share capital \$26,757,724 and demerger reserve of \$3,242,276. The difference between the fair value of the distribution and the capital reduction amount is the demerger dividend.

**(b) Discontinued operations – Juno Minerals Limited**
**Financial Performance Information:**

	August 2022	August 2021
	\$	\$
Gain on demerger	-	12,624,292
<b>Profit for the year from discontinued operations</b>	<b>-</b>	<b>12,624,292</b>

## NOTE 17: CONTINGENT ASSETS AND LIABILITIES

### Contingent liabilities

The parent entity has provided guarantees to third parties in relation to the performance and obligations of controlled entities in respect of banking facilities. At reporting date, the value of these guarantees and facilities are \$127,884 (FY2022: \$57,884). Total utilised at reporting date was \$127,884 (FY2022: \$57,884).

### Contingent assets

No contingent assets exist as at 31 August 2022 or 28 February 2022.

## NOTE 18: DIVIDENDS

On 27 October 2022, the Directors declared an interim dividend for the half-year ended 31 August 2022 of \$0.01 per ordinary share, to be paid on 17 November 2022.

	Dividend per share \$	Unfranked \$	Total \$
<b>August 2021</b>			
2021 in-specie distribution of shares in Juno Minerals Limited, dividend component – distributed 7 May 2021	\$0.0017	100%	3,242,276
2021 Final Dividend – paid 21 May 2021	\$0.02	100%	39,179,821
2022 Interim Dividend – declared 18 October 2021	\$0.005	100%	9,794,955
<b>August 2022</b>			
2022 Final Dividend – paid 20 May 2022	\$0.01	100%	19,589,910
2023 Interim Dividend – to be paid 17 November 2022	\$0.01	100%	19,589,910

## NOTE 19: SUBSEQUENT EVENTS

On 27 October 2022, the Directors declared an interim dividend for the half-year ended 31 August 2022 of \$0.01 per ordinary share, to be paid on 17 November 2022.



## Directors' Declaration

In the opinion of the Directors of Jupiter Mines Limited:

- (a) The consolidated financial statements and notes of Jupiter Mines Limited are in accordance with the Corporations Act 2001, including:
  - i. Giving a true and fair view of its financial position as at 31 August 2022 and of its performance for the half-year ended on that date; and
  - ii. Complying with Accounting Standard AASB 134 Interim Financial Reporting; and
- (b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors.



**Brad Rogers**  
**Managing Director and Chief Executive Officer**

Dated this 26<sup>th</sup> day of October 2022

## Independent Auditor's Report

To the Members of Jupiter Mines Limited

### Report on the half year financial report

#### Conclusion

We have reviewed the accompanying half year financial report of Jupiter Mines Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated condensed statement of financial position as at 31 August 2022, and the consolidated condensed statement of profit or loss and other comprehensive income, consolidated condensed statement of changes in equity and consolidated condensed statement of cash flows for the half year ended on that date, a description of accounting policies, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Jupiter Mines Limited does not comply with the *Corporations Act 2001* including:

- a giving a true and fair view of the Jupiter Mines Limited financial position as at 31 August 2022 and of its performance for the half year ended on that date; and
- b complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

#### Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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### Directors' responsibility for the half-year financial report

The Directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

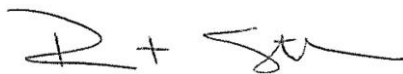
### Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 August 2022 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants



B P Steedman  
Partner – Audit & Assurance

Perth, 26 October 2022