

28 APRIL 2023

Preliminary Final Report

Jupiter Mines Limited (ASX: JMS) (**Jupiter** or the **Company**), and together with its subsidiaries, the **Group**, is pleased to release its Preliminary Final Report for the year ended 28 February 2023 (**FY2023**). This Report is based on a draft financial report which is in the process of being audited.

Highlights

Jupiter Group net profit after tax \$76.5 million, up 42% from FY2022

Share of profit from Tshipi significantly increased year-on-year, to \$86 million (FY2022: \$43 million)

Jupiter's marketing revenue on manganese ore up 30% on prior year to \$9.5 million

Sales increased to 3.48 million tonnes in FY2023 (FY2022: 3.3 million tonnes)

The Group generated earnings before interest, tax, depreciation, and amortisation (**EBITDA**) of \$89.2 million (FY2022: \$57.5 million).

Net profit after tax for the Group was \$76.5 million for FY2023, up 42% from FY2022.

The Board has declared an unfranked final dividend of 1.2 cents per share. The Record Date is 5 May 2023 and will be paid on 19 May 2023. This dividend reflects a 76% payout ratio for the second half of FY2023.

FINANCIAL PERFORMANCE SUMMARY

	FY2023	FY2022
Revenue	\$9.5m	\$7.3m
Share of profit from joint venture	\$86.0m	\$42.8m
EBITDA	\$89.2m	\$57.5m
Net profit after tax	\$76.5m	\$54.0m
Earnings per share	\$0.0390	\$0.0211
Dividends paid	\$39.2m	\$52.2m
Payout ratio (dividends paid during stated financial year)	85.3%	89.8%
Net assets	\$471.9m	\$435.3m

Jupiter's 49.9% investment in Tshipi é Ntle Manganese Mining (Pty) Ltd saw a doubling in share of profit for FY2023 (compared to FY2022), attributable to an increase in high grade ore sales volumes as well as higher manganese prices and shipped volumes generally.

The dividends shown in the above table show dividends paid in each financial year (rather than declared). The FY2022 dividends paid, for example, include the payment of a FY2021 period declared dividend, as well as an in specie distribution related to the Juno demerger. Refer to note 10 for more information.

Jupiter's CEO, Brad Rogers, commented "FY2023 saw Tshipi continue its track record of dependable operational performance. The year was completed without any lost time injuries and an improving trend with respect to minor injuries and incidents. The mine delivered an increase in sold volumes, year on year, with high grade ore sales achieving an all time record during the year (of 3,420,845 tonnes, previous record was 3,110,297 tonnes, in FY2018).

These achievements have contributed to an improved financial performance, year on year, notwithstanding manganese prices were below the 5 year average level and shipping rates were elevated for the first 9 months of the financial year.

Jupiter's marketing team delivered a 30% increase in marketing revenue, year on year, based on increased volumes and improved prices.

This has resulted in a total FY2023 dividend declared of \$43.1m, equating to a 9.2% dividend yield at currently prevailing Jupiter share prices (noting that the table above dividends paid during the FY2023 financial year).

This is a very pleasing achievement given manganese prices were below historical averages through FY2023 and unfavourable shipping rates prevailed for most of the year.

In the last 5 years (since and including FY2019 and the final dividend for FY2023), Jupiter has distributed 19 cents in dividends to its shareholders, equating to around 81% of Jupiter's current market capitalisation. This is particularly remarkable given that the investment that has funded these dividends, Tshipi, has more than 100 years remaining."

This announcement has been authorised for release by the Board of Jupiter Mines Limited.

For investor and media inquiries, please contact:

Peter Kermode

Cannings Purple

Ph: +61 411 209 459

E: pkermode@canningspurple.com.au

About Jupiter Mines Limited

Jupiter Mines Limited (ASX: JMS) is a pure-play manganese company listed on the ASX. Well-led and headquartered in Perth, Western Australia, Jupiter's core asset is a 49.9% stake in Tshipi é Ntle Manganese Mining, an independently operated and managed, black-empowered company that operates the Tshipi Borwa manganese mine in South Africa's Kalahari region.

Tshipi Borwa is one of the world's largest and lowest-cost manganese export operations and has been in production since 2012.

Jupiter has a track record of returning value to shareholders, including through regular dividends, and a strategy to grow its exposure to manganese, a key metal used in steel and – increasingly – in the renewable energy space.

For further information on Jupiter, visit www.jupitermines.com.

PRELIMINARY FINAL REPORT
AND APPENDIX 4E RESULTS ANNOUNCEMENT TO THE MARKET
FOR THE YEAR ENDED 28 FEBRUARY 2023
(previous corresponding period year ended 28 February 2022)

Name of Entity	Jupiter Mines Limited		
ABN	51 105 991 740		
1. Details of current and prior reporting period			
Current period	1 March 2022 to 28 February 2023		
Prior period	1 March 2021 to 28 February 2022		
2. Results for announcement to the market	% Movement	\$ FY2023	\$ FY2022
2.1 Revenue from ordinary activities	30%	9,496,639	7,302,852
2.2 Profit for the year	42%	76,470,852	53,977,755
2.3 Net profit for the year attributable to the owners of the Company	42%	76,470,852	53,977,755
2.4 Dividend distributions	Total amount per security \$	Franked amount per security \$	
Final dividend	\$0.0120	Nil	
Interim dividend	\$0.0100	Nil	
	The Board resolved to pay a final dividend of \$0.0120 per security (unfranked) for the financial year ended 28 February 2023 to be paid 19 May 2023.		
2.5 Record date for determining entitlements to the dividend	5 May 2023		
3. Consolidated statement of profit of loss and other comprehensive income	Refer Appendix 1		
4. Consolidated statement of financial position	Refer Appendix 2		
5. Consolidated statement of changes in equity	Refer Appendix 3		
6. Consolidated statement of cash flows	Refer Appendix 4		
7. Details of dividends or distributions	Refer Note 10		
8. Net asset backing per security	Current Period \$	Prior Period \$	
	0.24	0.22	
9. Control gained over entities during the period	N/A		
10. Details of associate and joint venture entities	Refer Note 7		
11. Other significant information	See Announcement and Notes		
12. Accounting Standards used by foreign entities	International Financial Reporting Standards		
13. Commentary on the result for the period	See Announcement		
14. Status of audit or review	This report is based on accounts that are in the process of being audited		
15. Dispute or qualification	Accounts not yet audited		
16. Qualifications of audit/review	N/A		

APPENDIX 1
**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 28 FEBRUARY 2023**

	NOTE	FY2023 \$	FY2022 \$
Revenue	2	9,496,639	7,302,852
Gross profit		9,496,639	7,302,852
Other income	2	897,078	819,670
Employee benefits expense		(1,462,294)	(3,679,603)
Depreciation of property, plant and equipment		(36,847)	(3,153)
Amortisation of intangibles		(2,744)	(46)
Administration expenses		(77,611)	(120,686)
Other expenses	3	(6,439,975)	(2,367,471)
Profit from operations		2,374,246	1,951,563
Share of profit from joint venture entities using the equity method	7	85,966,530	42,774,470
Finance income		607,595	92,778
Finance costs		(17,932)	-
Foreign exchange gain		807,881	34,058
Profit before income tax		89,738,320	44,852,869
Income tax expense	12	(13,267,468)	(3,499,406)
Profit for the year from continued operations		76,470,852	41,353,463
Profit for the year from discontinued operations	13	-	12,624,292
Net profit attributable to members of parent entity		76,470,852	53,977,755
Other comprehensive income			
Items that may be subsequently transferred to profit or loss:			
Translation of foreign currency financial statements		(801,187)	109,946
Items not to be reclassified to profit or loss in subsequent periods:			
Change in the fair value of equity instruments carried at fair value through other comprehensive income (FVOCI)		141	892,033
Other comprehensive (loss)/profit for the year, net of tax		(801,046)	1,001,979
Total comprehensive profit for the year		75,669,806	54,979,734
Overall operations			
Basic and diluted earnings per share from continued operations		0.0390	0.0211
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.

APPENDIX 2
**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT
OF FINANCIAL POSITION
FOR THE YEAR ENDED 28 FEBRUARY 2023**

	NOTE	FY2023 \$	FY2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	49,486,940	39,158,487
Trade and other receivables	5	43,791,012	45,649,449
Other current assets		214,697	57,884
Total current assets		93,492,649	84,865,820
NON-CURRENT ASSETS			
Equity instruments at fair value through other comprehensive income		6,334	6,193
Property, plant and equipment		72,961	2,122
Right of use asset	14	490,811	-
Investments using the equity method	7	483,121,273	447,779,813
Deferred tax asset	12	490,186	80,846
Total non-current assets		484,181,565	447,868,974
TOTAL ASSETS		577,674,214	532,734,794
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	39,055,949	41,955,308
Lease liability	14	82,621	-
Employee benefits		127,946	127,300
Total current liabilities		39,266,516	42,082,608
NON-CURRENT LIABILITIES			
Deferred tax liability	12	66,081,265	55,331,584
Lease liability	14	421,550	-
Total non-current liabilities		66,502,815	55,331,584
TOTAL LIABILITIES		105,769,331	97,414,192
NET ASSETS		471,904,883	435,320,602
EQUITY			
Issued capital	9	383,677,676	383,677,676
Reserves		(1,051,748)	(344,998)
Accumulated profits		89,278,955	51,987,924
TOTAL EQUITY		471,904,883	435,320,602

The Consolidated Statement of Financial Position is to be read in conjunction with the notes to the consolidated financial statements.

APPENDIX 3
**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 28 FEBRUARY 2023**

	NOTE	ISSUED CAPITAL \$	FOREIGN CURRENCY TRANSLATION RESERVE \$	EQUITY INSTRUMENTS AT FVOCI RESERVE \$	OTHER CAPITAL RESERVES \$	ACCUMULATED PROFIT/ (LOSS) \$	TOTAL \$
Balance at 1 March 2021		410,435,400	(460,496)	(10,339)	-	49,351,079	459,315,644
Profit attributable to members of parent entity		-	-	-	-	53,977,755	53,977,755
Total other comprehensive income for the period		-	109,946	892,033	-	-	1,001,979
Total other comprehensive income for the period		-	109,946	892,033	-	53,977,755	54,979,734
In-specie distribution to shareholders – capital reduction		(26,757,724)	-	-	-	-	(26,757,724)
In-specie distribution to shareholders - dividend	10	-	-	-	-	(3,242,276)	(3,242,276)
Dividends paid/declared	10	-	-	-	-	(48,974,776)	(48,974,776)
Transfer of fair value reserve of equity instruments designated at FVOCI		-	-	(876,142)	-	876,142	-
Balance at 28 February 2022		383,677,676	(350,550)	5,552	-	51,987,924	435,320,602
Profit attributable to members of parent entity		-	-	-	-	76,470,852	76,470,852
Total other comprehensive income/(loss) for the period		-	(801,187)	141	-	-	(801,046)
Total other comprehensive income for the period		-	(801,187)	141	-	76,470,852	75,669,806
Share based payments		-	-	-	94,296	-	94,296
Dividends paid/declared	10	-	-	-	-	(39,179,821)	(39,179,821)
Balance at 28 February 2023		383,677,676	(1,151,737)	5,693	94,296	89,278,955	471,904,883

The Consolidated Statement of Changes in Equity is to be read in conjunction with the notes to the consolidated financial statements.

APPENDIX 4
**UNAUDITED PRELIMINARY CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 28 FEBRUARY 2023**

	NOTE	FY2023 \$	FY2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers and employees		(7,752,835)	(6,156,229)
Receipts from customers		8,322,714	8,501,075
Income taxes paid		(2,459,062)	(1,460,788)
Net cash (used in)/from operating activities		(1,889,183)	884,058
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(77,709)	(4,244)
Proceeds from sale of financial assets		-	928,960
Dividend received	7	50,625,070	25,588,450
Interest received		589,078	92,617
Net cash from investing activities		51,136,439	26,605,783
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid	10	(39,179,821)	(48,974,776)
Increase in bank guarantees and credit card facilities		(156,814)	-
Net cash used in financing activities		(39,336,635)	(48,974,776)
Net increase/(decrease) in cash and cash equivalents held		9,910,621	(21,484,935)
Cash and cash equivalents at beginning of financial period		39,158,487	65,622,312
Less cash classified as held for distribution at the beginning of the period		-	(5,000,001)
Effect of exchange rates on cash holdings in foreign currencies		417,832	21,111
Cash and cash equivalents at the end of the financial period	4	49,486,940	39,158,487
		FY2023 \$	FY2022 \$
Cash held by continuing operations		49,486,940	39,158,487

The Consolidated Statement of Cash Flows is to be read in conjunction with the notes to the consolidated financial statements.

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Basis of preparation

The financial information included in this document for the financial year ended 28 February 2023 is unaudited. The financial information does not constitute the Group's full financial statements for the year ended 28 February 2023, which will be approved by the Board, reported on by the auditors and filed with the Australian Securities Exchange. The Group's full financial statements will be prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board.

The unaudited financial information set out on pages 1 to 5 for the year ended 28 February 2023 has been prepared on the basis of accounting policies and methods of computation consistent with those applied in the 28 February 2022 financial statements contained within the Annual Report of the Group.

As required, and unless otherwise stated, comparative statutory financial information for the Group has been presented for the 2022 financial year.

All amounts are expressed in Australian dollars unless otherwise stated. The Group's presentation currency is Australian dollars. The functional currency of the majority of its operations is South African Rand.

Comparative figures have been prepared on the same basis as the current period figures.

NOTE 2: REVENUE

	FY2023 \$	FY2022 \$
Marketing fee revenue	9,496,639	7,302,852
Gross profit	9,496,639	7,302,852
Other income	897,078	819,670
Other income	897,078	819,670

Jupiter's marketing branch in South Africa carries out the sale of manganese ore of Jupiter's share of Tshipi's manganese ore as the agent only and earns a 3% marketing fee commission on ore sales.

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 3: OTHER EXPENSES

	FY2023 \$	FY2022 \$
Insurance expense	962,048	974,482
Consultancy fees	782,960	107,609
Professional fees	3,149,243	279,708
Directors' fees	366,751	344,632
Regulatory fees	183,286	239,070
Other costs	995,687	421,970
	6,439,975	2,367,471

NOTE 4: CASH AND CASH EQUIVALENTS

	FY2023 \$	FY2022 \$
Cash at bank and on hand	40,840,483	30,695,467
Short-term bank deposits	8,646,457	8,463,020
	49,486,940	39,158,487

NOTE 5: TRADE AND OTHER RECEIVABLES

	FY2023 \$	FY2022 \$
Trade receivables	42,856,189	44,382,101
GST and VAT receivable	252,264	190,707
Income tax refundable	-	445,150
Sundry receivables	682,559	631,491
	43,791,012	45,649,449

NOTE 6: CONTROLLED ENTITIES

Controlled entities consolidated	Country of Incorporation	% owned FY2023	% owned FY2022
Parent Entity:			
Jupiter Mines Limited	Australia		
Subsidiaries of Jupiter Mines Limited:			
Jupiter Kalahari Pty Limited	Australia	100	100
Jupiter Mines Limited (Incorporated in Australia) External Profit Company (Jupiter South African Branch)	South Africa	100	100

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 7: INVESTMENTS USING THE EQUITY METHOD

Name of Entity	Country of Incorporation	% held FY2023	% held FY2022	Nature of Relationship	Measurement Method
Tshipi é Ntle Manganese Mining (Proprietary) Limited	South Africa	49.9	49.9	Joint Venture	Joint Venture

Summarised Financial Information

Tshipi é Ntle Manganese Mining (Proprietary) Limited

	FY2023 \$	FY2022 \$
Opening carrying value of joint venture	447,779,813	430,593,793
Share of profit using the equity method	85,966,530	42,774,470
Dividend paid	(50,625,070)	(25,588,450)
Total investments using the equity method	483,121,273	447,779,813

NOTE 8: TRADE AND OTHER PAYABLES

	FY2023 \$	FY2022 \$
Trade payables	38,285,545	41,833,377
Income tax payable	22,916	-
Sundry payables and accrued expenses	747,488	121,931
	39,055,949	41,955,308

NOTE 9: SHARE CAPITAL

	FY2023 \$	FY2022 \$
Ordinary shares at the beginning of the reporting period	383,677,676	410,435,400
In-specie distribution to shareholders via capital reduction	-	(26,757,724)
At reporting date	383,677,676	383,677,676

	FY2023 Number of Shares	FY2022 Number of Shares
Ordinary shares at the beginning of the reporting period	1,958,991,033	1,958,991,033
At reporting date	1,958,991,033	1,958,991,033

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 10: DIVIDENDS

	FY2023 \$	FY2022 \$
Dividends declared and paid during the year:		
In-specie distribution of shares in Juno Minerals Limited (\$0.0017 per share; declared 25 March 2021, distributed 7 May 2021)	-	3,242,276
Unfranked final dividend (\$0.02 per share, wholly conduit foreign income; declared 22 April 2021, paid 21 May 2021)	-	39,179,821
Unfranked interim dividend (\$0.005 per share, wholly conduit foreign income; declared 19 October 2021, paid 9 November 2021)	-	9,794,955
Unfranked final dividend (\$0.01 per share, wholly conduit foreign income; declared 29 April 2022, paid 20 May 2022)	19,589,911	-
Unfranked interim dividend (\$0.01 per share, wholly conduit foreign income; declared 27 October 2022, paid 17 November 2022)	19,589,910	-
	39,179,821	52,217,052

NOTE 11: SEGMENT REPORTING

28 February 2023	Jupiter Mines – Manganese (South Africa) \$	Tshipi – Manganese (South Africa) \$	FY2023 \$
Marketing fee revenue	9,496,639	-	9,496,639
Employee benefits	(236,998)	-	(236,998)
Other expenses	(255,669)	-	(255,669)
Segment operating profit	9,003,972	-	9,003,972
Share of profit from joint venture entities using the equity method	-	85,966,530	85,966,530
Finance costs	(5,095)	-	(5,095)
Foreign exchange gain	789,064	-	789,064
Total	9,787,941	85,966,530	95,754,471
Corporate			(6,016,151)
Net profit before tax from operations			89,738,320
Segment assets	47,393,256	483,121,273	530,514,529
Corporate assets			47,159,685
Total assets			577,674,214
Segment liabilities	(38,321,650)	-	(38,321,650)
Corporate liabilities			(67,447,681)
Total liabilities			(105,769,331)

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 11: SEGMENT REPORTING (continued)

28 February 2022	CYIP – Iron Ore (Australia) \$	Jupiter Mines – Manganese (South Africa) \$	Tshipi – Manganese (South Africa) \$	FY2022 \$
Marketing fee revenue	-	7,302,852	-	7,302,852
Employee benefits	-	(213,706)	-	(213,706)
Other expenses	-	(100,566)	-	(100,566)
Gain from discontinued operations	12,624,292	-	-	12,624,292
Segment operating profit	12,624,292	6,988,580	-	19,612,872
Share of profit from joint venture entities using the equity method	-	-	42,774,470	42,774,470
Finance costs	-	(1,334)	-	(1,334)
Foreign exchange gain	-	51,472	-	51,472
Total	12,624,292	7,038,718	42,774,470	62,437,480
Corporate				(17,584,611)
Net profit before tax from operations				44,852,869
Segment assets	-	47,146,637	447,779,813	494,926,450
Corporate assets				37,808,344
Total assets				532,734,794
Segment liabilities	-	(41,755,854)	-	(41,755,854)
Corporate liabilities				(55,658,338)
Total liabilities				(97,414,192)

NOTE 12: 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 and loss are as follows:

	FY2023 \$	FY2022 \$
Tax expense comprises:		
(a) Current tax	2,783,273	1,617,968
Current tax in respect of prior years	143,856	(526,120)
Deferred income tax relating to origination and reversal of temporary differences		
- Origination and reversal of timing differences	10,615,800	1,461,418
- Recognition of deferred tax asset losses	(276,474)	(15,382)
- Under provision in respect of prior years	1,013	961,522
Tax expense	13,267,468	3,499,406

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 12: INCOME TAX EXPENSE AND DEFERRED TAXES (continued)

	FY2023 \$	FY2022 \$
(b) Accounting profit before tax	89,738,320	57,477,161
Domestic tax rate for Jupiter Mines Limited (30%)	26,921,496	17,243,148
Tax rate differential	(198,933)	(141,375)
Other expenditure not allowed or allowable for income tax purposes	1,587,560	(2,573,944)
Non-assessable gain on deconsolidation	-	(3,787,288)
Under provision in respect of prior years	144,869	435,403
Share of profit in equity accounted investments	(15,187,524)	(7,676,538)
Tax expense	13,267,468	3,499,406

Deferred Tax Assets (Liabilities)	Opening Balance 1 March 2022 \$	Recognised in Profit and Loss During the Year \$	Closing Balance 28 February 2023 \$
Liabilities			
Right of use asset	-	(147,243)	(147,243)
Investments using the equity method	(55,331,584)	(10,602,438)	(65,934,022)
Balance as at 28 February 2023	(55,331,584)	(10,749,681)	(66,081,265)
Assets			
Property, plant and equipment	3,935	(1,135)	2,800
Pension and other employee obligations	27,147	(2,752)	24,395
Provisions	-	40,334	40,334
Trade and other receivables	12,602	(12,602)	-
Other	21,780	(2,060)	19,720
Right of use liability	-	126,465	126,465
Tax losses	15,382	261,090	276,472
Balance as at 28 February 2023	80,846	409,340	490,186
Net Deferred Tax Liabilities	(55,250,738)	(10,340,341)	(65,591,079)

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 13: DISPOSAL GROUP CLASSIFIED AS HELD FOR DISTRIBUTION TO OWNERS AND DISCONTINUED OPERATIONS

a) Demerger – Juno Minerals Limited

During FY2022, Jupiter completed the demerger and initial public offering of its Central Yilgarn Iron Ore assets through Juno Minerals Limited. Consequently, assets and liabilities allocable to the assets were classified as a disposal group in the prior year and have been disposed in the current year. Prior year 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:

	FY2022 \$
Fair value of Juno Minerals Limited on demerger	30,000,000
Carrying value of net assets of Juno Minerals Limited	(17,375,708)
Pre-tax profit on demerger	12,624,292

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. 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

	FY2023 \$	FY2022 \$
Gain on demerger	-	12,624,292
Stock market listing expense	-	-
Profit for the year from discontinued operations	-	12,624,292

NOTES TO THE UNAUDITED PRELIMINARY CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

NOTE 14: LEASES

The Company has a five year lease agreement for office premises at 220 St Georges Terrace, Perth, WA.

	FY2023 \$	FY2022 \$
Lease Liabilities		
Current	82,621	-
Non-current	421,550	-
Total Lease Liabilities	504,171	-

The future minimum lease payments arising under the Company's lease contracts at the end of the reporting period are as follows:

28 February 2023	Within 1 Year \$	Recognised in 1-5 Years \$	Total \$
Lease payments	120,433	489,934	610,367
Finance charges	37,812	68,385	106,197
Net present value	158,245	558,319	716,564

	FY2023 \$	FY2022 \$
Right of use asset		
Right of use assets - at cost	523,532	-
Less accumulated depreciation	(32,721)	-
Carrying amount of right-of-use assets	490,811	-