



COPPER 360 LTD

REVIEWED PROVISIONAL CONSOLIDATED
FINANCIAL STATEMENTS FOR THE YEAR
ENDED 29 FEBRUARY 2024

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Table of Contents

Results Highlight at a Glance	3
General Corporate Information.....	6
Chief Executive Officer’s Review	7
Group Financial Performance.....	14
Directors’ Responsibilities and Approval.....	18
Independent Reviewer’s Report.....	19
Consolidated Statement of Financial Position.....	21
Consolidated Statement of Comprehensive Income.....	22
Consolidated Statements of Cash Flows	23
Notes to the Provisional Financial Statements at 29 February 2024	25
<i>The following information is not part of the reviewed Provisional Financial Statements and is not independently reviewed:</i>	
Supplementary information	41
<i>(Comparison between actual results and forecast information per pre-listing statement)</i>	

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Results Highlight at a Glance



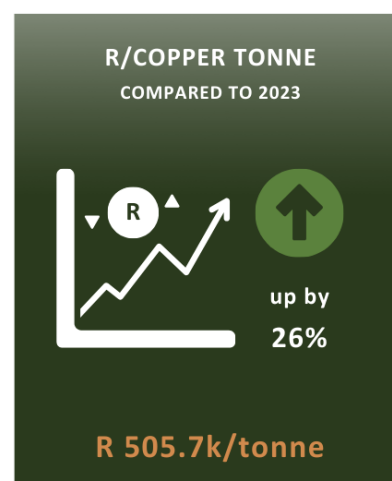
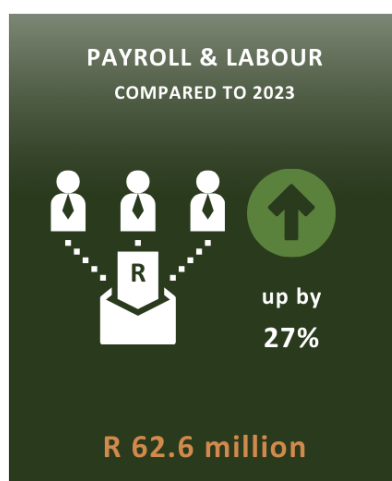
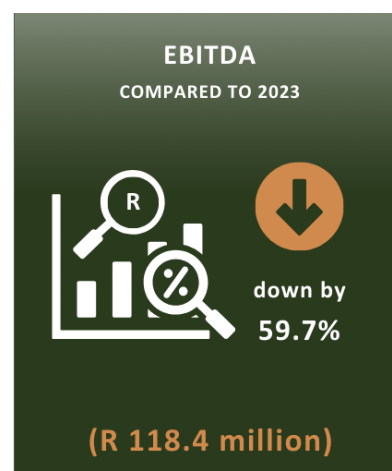
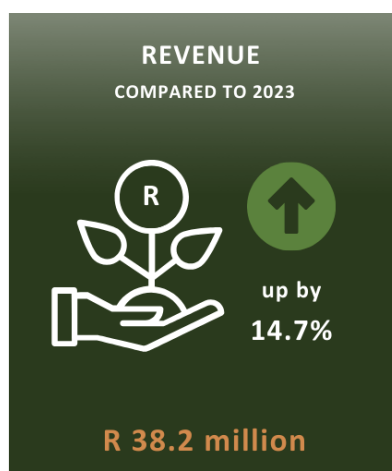
Recoveries up to 58.6% after 3 months of stoppage of SX/EW plant from 48% to address poor recoveries.

*Accounts only reflect 10 months of production as result of the reverse take over of Big Tree Copper Limited by SHiP.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024



IMPACT ON PRODUCTION

- Loadshedding: only achieved 65% operating capacity
- Critical mill failure (loadshedding)
- Inadequate crushing capacity

REMEDIAL ACTION

- R 25.9 million towards a 6.4MW generator Farm (counter effect of loadshedding)
- New R 6 million mill (doubling milling capacity)
- R 6.8 million cyclone circuit - improve recoveries
- R 31 million new crushing facility (adequate crushing capacity)

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

OPERATING FLOW EXPLAINED

Revenue Realized	R 38 million
Revenue Loss: Loadshedding	R 52 million
Revenue Loss: 3-month stoppage (cyclone circuit installation)	R 30 million
Revenue Loss: Poor recoveries	R 42 million

Projected Revenue (without losses)

R 162 million

Cost realized	R 166 million
Nama Copper OPEX carried	R 8 million
Projected cost without Nama Copper	R 158 million

CAPEX FLOW EXPLAINED

Capital Raised	R 490 million
CAPEX Raised to fund loss (excluding depreciation)	R 118 million
Reduction in payables	R 21 million
Crushing Plant	R 31 million
Generator Farm	R 26 million
MFP 1 construction	R 101 million
Rietberg opening-up	R 17 million
Exploration / Drilling	R 8 million
Cyclone SX/EW upgrade	R 7 million
Nama Copper Acquisition	R 131 million
Cash in Bank	R 30 million

THIS WOULD HAVE RESULTED IN BREAK-EVEN

Loss funded from internal cash flow & capital raised

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

General Corporate Information

Country of Incorporation and Domicile	South Africa
Registration Number	2021/609755/06
Registration Date	12 May 2021
Nature of Business and Principal Activities	The group produces copper from copper oxide ore resources and is developing several projects to produce copper from copper sulphide ore.
Directors	SA Hayes (Executive Chairman) R Smith (Non-Executive Deputy Chairman) JP Nelson (Chief Executive Officer) LAS du Plessis (Chief Financial Officer) GV Thompson (Chief Operating Officer) A van Niekerk MH Mathe Q Adams M Golding (appointed 4 September 2023)
Registered Office and Business Address	1 Main Road Nababeep 8265
Postal Address	1 Main Road Nababeep 8265
Tax Number	9337865225
Level of Assurance	These Consolidated Provisional Financial Statements have been reviewed in accordance with ISRE 2400 (Revised).
Auditors	Moore Pretoria 321 Alpine Way, Lynnwood 0102
Designated Advisor	Bridge Capital Advisors (Pty) Ltd 10 Eastwood Road, Dunkeld 2196
Company Secretary	Phillip Venter Attorneys 449A Rodericks Street, Lynnwood 0102
Transfer Secretary	JSE Investor Services (Pty) Ltd One Exchange Square Gwen Lane, Sandton 2196

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Chief Executive Officer's Review

Listed, Secured Growth Capital, and Built Operational Output Capacity

Important note to the Consolidated Financial Statements

The Copper 360 Limited Group is a combination of Shirley Hayes IPK (Pty) Ltd ("SHiP") and Big Tree Copper Limited ("BTCL") which resulted from the reverse take-over of BTCL by SHiP at the end of 30 April 2023. As a result, the accounts of BTCL only reflect 10 months of operational reporting because of the take-over date occurring 2 months into the financial reporting period. Therefore, only 10 months of BTCL results are included with 12 months of SHiP results as is required by IFRS Accounting Standards.

The net effect will be that 2 months of revenue and costs from BTCL are not included in the statement of comprehensive income. Please refer to note 2.2 Financial Results by Segment on page 26 to illustrate the effect.

Preamble

I would like to start by congratulating our team for delivering under difficult circumstances and thank our stakeholders who not only have been patient but have supported us. To you all – the rocket is built and fuelled, and our sights are set on Mars. In other words, we have completed our capital build phase and are now in the process of building production up to 12,000 tonnes of copper production in the coming year. Our dream of less than a year ago has become a reality!

Mine Health & Safety

The Group's safety performance for the year only included 3 Reportable Incidents, 13 Lost Time Injury Incidents ("LTI"), and 33 First Aid Incidents ("FAI") out of 760 shifts for the year. The Group reported 88 minor environmental incidents (incidents that can be resolved within a few hours with no impact on the environment) and 2 major incidents (involving contamination or a spill that influences the environment and requires major remedial action). As the Group's activities is also focussed on environmental clean-up the number of minor environmental incidents was a poor performance and remedial action has been taken to bring this number down.

	TOTAL 2024	TOTAL 2023
Reportable	3	1
LTI	13	12
FAI	33	22
Minor	88	44
Major	2	0

Social & People Investment

The Group is pleased to report that 50% of our total employees are women and they also represent 30% of top management and 22% on Board level. The total salary bill for the Group for the period under review amounted to R 80.2 million representing 48% of our total operating expense cost of R 167.3 million for the period. Capital labour expenditure was R 17.5 million representing 22% of the total labour expenditure. A total of 400 people were trained during the period of which 50% were women.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

The Company also formed the first School of Mining in the Northern Cape province on 15 September 2023 specifically directed to address skill development in the community and serve as a highly focussed training centre for the business. What makes the school unique is that it is situated within the community where the skills and training is required. To date, 290 people have received training and skill development courses at a cost of R 3 million.

General Overview

This year was never about driving profitability and increasing the margin. It was about listing, securing the capital to build the Rietberg Copper mine, establishing copper concentrate processing capacity, and ensuring operational improvement at the SX/EW operation. The Company achieved all these objectives and has laid the foundation to deliver significant returns for the coming year starting on 29 February 2024. Our timing could not be more perfect to deliver copper production in a rising copper demand and price environment.

- Listed on 21 April 2023.
- Raised R 380 million in growth capital for the period in review.
- Secured R 650 million equity facility for future capital growth if required.
- Acquired an operating copper concentrate plant (processing capacity of 120,000 tonnes per annum).
- Opening-up planning of Rietberg Mine completed.

We did not plan to make any acquisitions during the period under review, but the opportunity to acquire Nama Copper which already had an operational concentrate plant (designated MFP 2) made absolute business sense. As a result, the completion of the MFP 1 copper concentrate plant (with a design capacity of 309,500 tonnes per annum) was delayed by 6 months (in terms of capital expenditure) as capital had to be re-deployed to complete the acquisition of Nama Copper for R 200 million.

The Company is now in a position (with the completion of the MFP 1 plant forecasted for the end of August 2024) to have more than double the copper concentrate processing capacity planned at listing. This will enable the company to meet the newly expanded Rietberg mine expansion plan forecast to treat 720,000 Run-Of-Mine ("ROM") tonnes per annum.

Financial Performance

Revenue from copper sales increased by 14.7% to R 38.2 million (2023: R 33.3 million) supported by copper sales increasing by 10% from 285 tonnes in 2023 to 313 tonnes in 2024. Operating loss increased by 59.7% to R 112.7 million (2023: R 78.4 million) because of:

- unforeseen loadshedding that resulted in the SX/EW plant only having an operational efficiency of 65% over a period of 4 months of the reporting period.
- critical mill failure at the SX/EW plant, also partially the result of the "stop-and-start" impact of loadshedding.
- inadequate crushing capability from third-party contractors that impacted recoveries negatively by 9.8%.
- stoppage of SX/EW plant for 11 weeks to install a new cyclone circuit to improve copper recoveries.

The above risks have been mitigated and addressed and the construction of an R 31 million generator farm should mitigate the impact of any further loadshedding events.

Although the copper price during the period under review decreased from the previous reporting period by 8.2% to US\$ 7,964/tonne (2023: US\$ 8,676/tonne) we have seen a strong demand for copper return as copper demand starts to exceed copper supply. The copper price at the time of this report had already increased to US\$ 10,200/tonne with current analyst consensus forecasting a price between US\$ 10,000 and

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

US\$ 15,000/tonne. The timing of starting significant copper concentrate production and increased cathode copper production could not come at a better time for the company and we are well-positioned to take advantage of rising copper prices. We have successfully deployed our capital, are ready to deliver rock on the back of a significantly increased than previously anticipated production plan from the Rietberg mine and have established significant copper processing capacity. The SX/EW plant has significantly been optimized and is delivering. Two weeks into start-up the Nama Copper ("MFP 2") concentrate plant delivered positive cash returns. The combined copper output comes at a time when copper demand and prices are reaching new global record highs. Our timing could not have been more perfect to generate significant returns – and our team has achieved all of this in less than 12 months.

Operational Review

Tonnes milled from the SX/EW plant increased month-on-month for the period under review with a total of 68,234 tonnes being milled compared to 67,045 tonnes for 2023. It must be noted that the production for 2024 only reflects 9 months as the plant was stopped for 3 months to install a new cyclone circuit.

If the production results were normalised for 12 months the plant would have delivered 117,000 tonnes. The delivered grade to the plant was 1.11% with total recoveries improving to 58.6% after the installation of the cyclone circuit up by 10% from 47.8% before the installation. Recoveries for the previous reporting period were 48%. Total copper recovered for the period was 313.5 tonnes reflecting only 9 months of production and if normalised over 12 months could have resulted in 418 tonnes of copper potentially being produced.

Description	Unit	12 months to 29 February 2024	12 months to 28 February 2023	Percentage change
Operational statistical information				
Tonnes milled	Metric tonnes	68 234	67 045	1,8%
Delivered grade	% Copper	1,11%	0,88%	26,1%
Total plant recovery	%	44,5%	48,0%	-7,4%
Recovered copper	Metric tonnes	331	285	16,2%
Copper sold	Metric tonnes	314	285	10,1%
Number of employees	N	201	145	38,8%
Tonnes milled per labour component	Metric tonnes/employee	339,1	462,4	-26,7%
Copper tonnes produced per labour component	Copper metric tonnes sold/employee	1,64	1,96	-16,3%
Average copper price received	ZAR/Metric tonne	121,25	117,13	3,5%
Average exchange rate	ZAR:USD	18,69	16,54	13,0%
Average LME copper price	USD/Metric tonne	8 412	8 676	-3,0%
Average copper price received in USD	USD/Metric tonne	6 489	7 082	-8,4%
Discount to LME price ex works	USD/Metric tonne	1 922	1 594	20,6%
Discount to LME price ex works	ZAR/Metric tonne	35 921	26 367	36,2%
Discount as percentage of LME price	%	22,9%	18,4%	24,4%
*Reviewed financial information				
Revenue	R'000	38 234	33 348	14,7%
EBITDA	R'000	(118 510)	(74 160)	59,7%
Operating profit/(loss)	R'000	(128 972)	(80 404)	60,3%
Operating income/(loss)	R'000	(112 876)	(78 494)	43,7%
Profit/(loss) after tax	R'000	(105 055)	(55 047)	90,7%
Consolidation adjustments	R'000	16 096		
Pre-acquisition loss eliminated on consolidation	R'000	18 372		
Reported loss for the period since acquisition of SHiP	R'000	(70 587)		

*** The auditors' review of the Provisional Results does not extend to the operational statistical information provided in this table.**

Copper 360 Limited

(Registration Number 2021/609755/06)

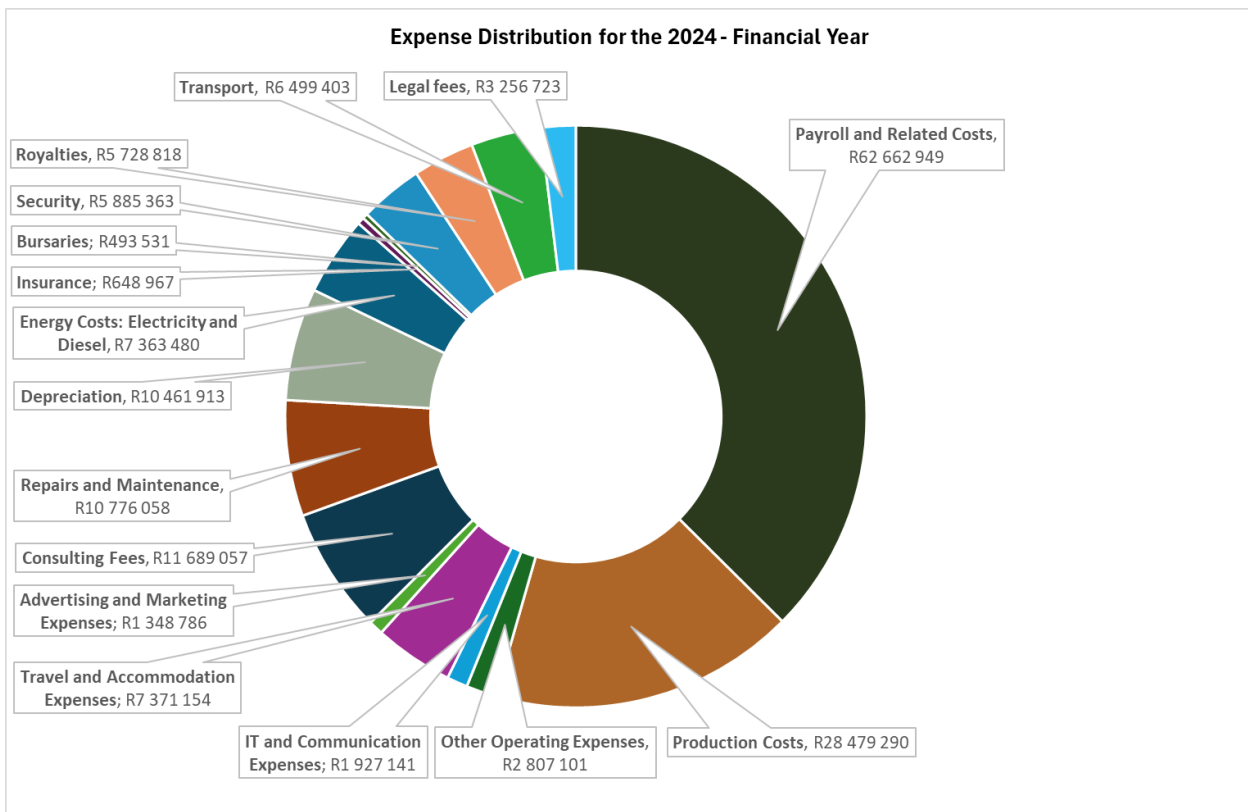
Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

The major issues relating to the underperformance of the SX/EW plant being (a) volume and throughout (addressed by the installation of a new mill with double the required mill capacity), (b) downtime as a result of loadshedding (addressed by new generator farm that was built) and (c) poor recoveries (addressed by new cyclone circuit that has seen an improvement of 10% in total recoveries) has been addressed.

The plant is forecast to steadily build up to 120 tonnes of monthly copper production over the next 4 months starting from 1 March 2024.

Further optimisation is planned for the latter half of the new financial period with the planned installation of thickener tanks planned to replace the settling dams and an expansion to the SX circuit that will result in recoveries improving to over 80% and copper production ramping up 160 tonnes of copper production. Capital is estimated to be R 30 million and will be funded from cash flow.

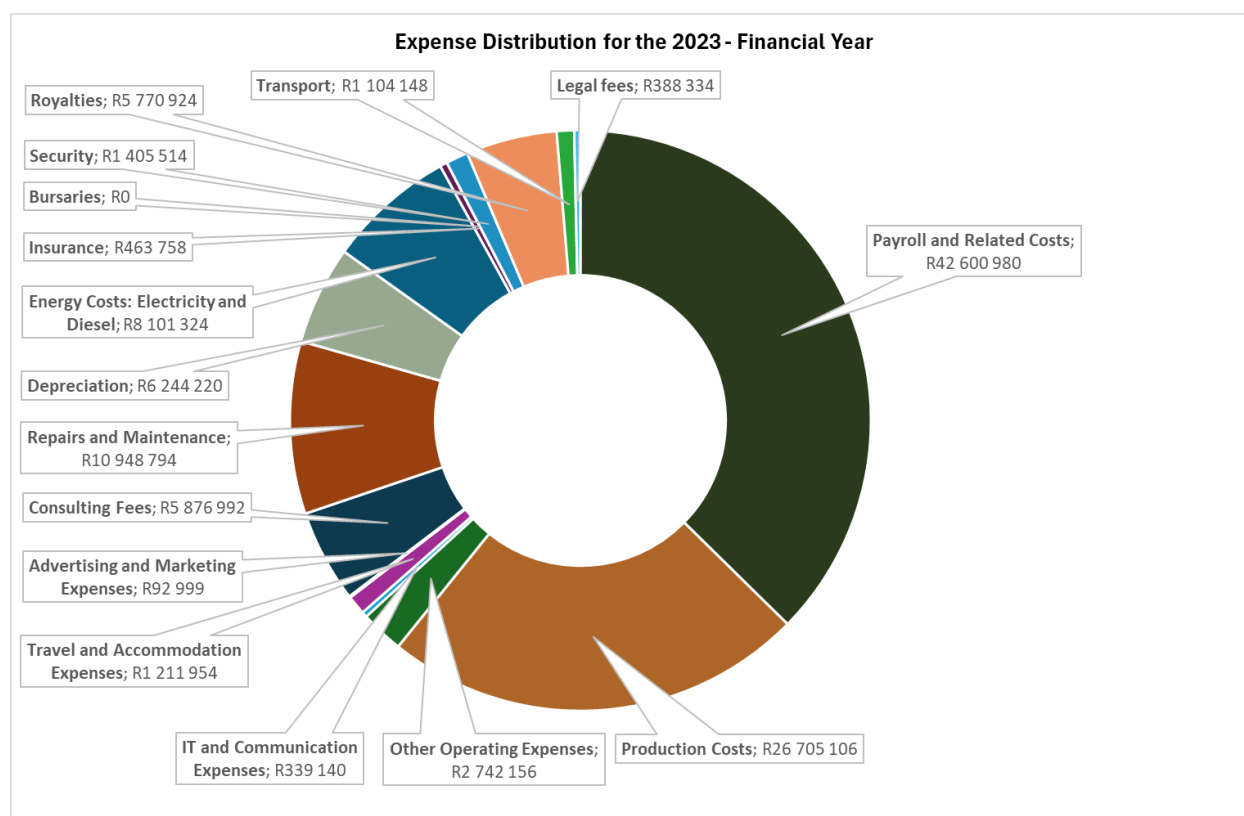
Total expenses for the year amounted to R 167 million compared to R 114 million in the prior year. The 47% increase reflects greater levels of operational activity and specifically the expansion of our workforce. Employee costs represent 37.5% of our total costs compared to 43% in FY2023. Production costs contributed 17% to total costs (FY2023: 23%). Security and Transportation costs represented 7.5% of total costs compared to 2.2% in the prior year. This was a direct result of the increase in physical locations and haulage of ore from locations other than the Nababeep plant stockpiles. Depreciation represented 6.3% of total costs compared to the prior year's 5.5%.



Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024



Capital Expenditure

During the financial year, we invested R 322 million in growth, of which R 258 million was spent in pursuit of our concentrate operations. R 38 million was spent on improving efficiency in the operation with R 26 million applied towards de-risking the operations.

Key Milestones Achieved

START OF THE PERIOD UNDER REVIEW - 1 MARCH 2023		
Event	Impact/Result	Date
Listed	AltX JSE.	21 April 2023
Secured Growth Capital	R 215 million.	21 April 2023
Successful Acquisition of O'Okiep Copper Company ('OCC')	R 14 million acquisition resulting in an underlying value of R 30 million and a decreased loss of R 30 million.	1 May 2023
Purchase of mobile crusher	R 36 million purchase price. Resulting in increased operational flexibility.	Mid-May 2023
Maiden Reserve Statement & Expanded Resource	6.7 mt @ 1.2% Cu.	September 2023
Major Acquisition of Nama Copper	R 200 million Processing plant "ready to go" with 20kt capacity and significant copper & slag tailing resources.	October 2023
Additional Growth Capital raised	Raised an additional R 265 million (R 12 million in equity, R 55 million in long-term debt, and R 195 million in royalty notes).	October 2023 to February 2024
SX/EW Cyclone upgrade	R 6.8 million completed a major upgrade in SX/EW to improve recoveries.	November 2023
Large Equity subscription facility secured	Up to R 650 million.	December 2023
Completed construction of generator farm	R 31 million provides energy security.	February 2024

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Strategic Objectives

STRATEGIC OBJECTIVES FOR THE PERIOD UNDER REVIEW		
Objective	Accomplished	Impact
List Copper 360	✓	Market capitalization of R 3 billion.
Raise adequate growth capital	✓	R 490 million.
Equity facility for future growth	✓	R 650 million.
Establish a backup power supply	✓	R 31 million Generator Farm.
Complete Rietberg Mine implementation & start-up schedule	✓	Increased size of targeted mine production and start-up target date.
Complete MFP1 concentrate plant by October 2023	✗	Postponed to July 2024 as result of the Nama Copper acquisition that already had an operational Concentrate Plant.
Have copper concentrate processing capability	✓	Nama Copper acquisition resulted in this objective ahead of schedule.
Completion of MFP1 by July 2024 and acquisition of Nama Copper Plant will give us double the copper concentrate processing capacity we planned for in the period.		
Declaration of Maiden Reserve at Rietberg mine	✓	Reserve exceeded expectations both in terms of volume and grade.
Continuous Operational Improvement	✓	Volume and EBITDA.
In-house training facility	✓	Copper 360 School of Mining ensures the drive to provide skills "literacy".
Secure offtake agreements	✓	Secured copper concentrate offtake under very favourable economic terms.

Key Risks and Mitigating Action

KEY RISKS	
Issue	Mitigating/Action Taken
Operational Flexibility (Only 1 (one) plant that generates revenue)	Acquisition of Nama Copper. An additional plant that produces concentrate and creates delivery flexibility and margin. The introduction of this plant further reduces this risk and improves margin.
Getting rock to processing facilities	Appointed 2 tracking contractors to meet demand.
Making big rocks small rocks (Crushing capacity)	Acquired mobile cone crusher for R 15 million and secured second contract mobile crusher as a backup.
Operational downtime	Increasing critical spares. Appointment of 4 new engineers to drive scheduled maintenance.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Key Metric Guidance (subject to change)


COMPANY GUIDANCE FOR THE NEXT 12 MONTHS		
Copper Price	US\$ 10,000/t to US\$ 12,000/t	
AISC (All In Sustaining Costs) (Per Copper tonne)	US\$ 4,500/t to US\$ 5,600/t	
Production	Tonnes	450kt to 750kt
	Grade	1.1% to 2% Cu
	Recoveries	55% to 90%
	Copper	6,500 - 10,000 tonnes

Growth Capital Expenditure

FORECAST FOR THE NEXT 12 MONTHS	
Rietberg Mine	R 75 million
MFP 1 Copper Concentrate Plant	R 30 million

Three-Year Strategic Outlook

STRATEGIC OUTLOOK					
1 March 2023 to 29 February 2024		1 March 2024 to 28 February 2025		1 March 2025 to 28 February 2026	
List	✓	Generate free cash flow	✓	Create smelting capability	
Raise growth capital	✓	Stabilize operations		3 Major copper mines in production	
Build & Construct	✓	Increase output, Establish Agri 360		Wind farm (30 mva)	
Establish team	✓	Declare dividends			
		Solar farm (15 mva)			
Copper producing capability per annum		Copper Output		Copper Output	
7,500 tonnes		20,000 tonnes		50,000 tonnes	



Jan Nelson

Copper 360 Chief Executive Officer

Group Financial Performance

Earnings and margins



Revenue

R 38.2 million ↑ 14.7%

FY23 R 33.3 million

Copper 360's Revenue increased by 14.7% compared to the prior year. The increase was a result of an increase of 10% in tonnage sold and a 3.5% increase in the net sales value per tonne. The increased volumes were achieved despite a three-month shutdown of the processing plant during which a replacement mill was installed simultaneously with a major capital upgrade to improve recoveries.

- Inefficient fine materials recovery: We have inserted an intermediate stage in the processing plant using counter-flow cyclones to recover fine materials.

During August 2023, a critical mill failure occurred, resulting in the loss of some 14 days of production during the month. As the redesign of the modular flotation plant freed up one mill, it was decided to replace the failed mill with the freed-up mill with twice the capacity, simultaneously with the introduction of the cyclone circuit in the plant. The new mill and the cyclone circuit required significant civil works which necessitated a complete plant shut for 11 weeks. The upgraded plant was brought back into production on 22 November 2023. It is expected that the upgraded SX/EW plant will now produce ca. 100 to 120 tonnes of copper cathode per month. A further upgrade in the form of a thickener circuit and expansion of the solvent extraction and electrowinning circuits to increase production to ca. 180 tonnes per month is planned for the last quarter of the calendar year 2024.

The **loss after tax** takes account of a deferred tax credit of R 48 million relating to losses. Incurred and capital allowances expected to be recouped in the next five years and deferred tax charges of R 13 million relating to timing differences at the corporate **tax rate** of 27%.

On **consolidation** a gain on the bargain purchase of O'Okiep Copper Company ("OCC") was recognised in the amount of R 16 million and pre-acquisition losses of R 18 million were accounted for in the determination of the goodwill on acquisition.

The negative **EBITDA** is the result of the loss from operations.



Loss from operations

-R 128.9 million

FY23 -R 77.7 million

The **loss from operations** of -R 129 million comprised R 102 million incurred in cathode production and corporate overheads of R 27 million. Cathode production during the period under review was significantly impacted by loadshedding and copper recovery challenges. Loadshedding affected the operation severely with damage to generator equipment and production losses due to switch-over pipe congestion in addition to increased direct diesel expenditure. It is estimated that some 48 tonnes of cathode production have been lost to loadshedding. Additional generator capacity has been installed and Copper 360 has now completed a project to consolidate all its standby generator capacity in a centralised generator facility to provide backup power to the entire complex at NababEEP.

The most significant impact on production was the fact that copper recoveries at 43% were far below the planned 71%. This was the result of mainly two factors:

- Inefficient crushing: The third-party crushing contractor was unable to crush ore to the required size for feeding to the mill, with 25% of crushed ore that could not be recovered during the milling stage. We accordingly decided to implement in-house crushing capability as mentioned above.



Loss after tax

-R 104.9 million

FY23 -R 55 million



Tax Rate

27%



Consolidated loss for the period since the acquisition

-R 70.6 million

FY23 -R 55 million



EBITDA

-R 118.5 million

FY23 -R 74.2 million



EBITDA Margin

-310%

FY23 -223%

Cash flow and balance sheet



Net Operating cash flow

-R 160 million ↑ 135%

FY23 -R 68 million

Negative **Net Operating cash flow** resulted from the operating losses incurred.

Free cash flow totalled R 29.2 million representing the excess of capital raised over negative operating cash flow and capital expenditure for growth.

Our **total debt** comprises R 252 million from related parties and R 196 million from third parties. The long-term component of debt is R 149 million and debt repayable in the next 12 months is R 299 million which will be repaid from a combination of cash generated by operations, the introduction of long-term debt and, if required, equity drawn against the share subscription facility.

Net debt takes account of R 35 million in cash and short-term receivables.



Free cash flow

R 29.2 million

FY23 R0

Total **capital raised** comprised equity capital of R 178 million together with non-interest-bearing debt from the vendors of SHiP of R 62 million.



Capital Raised

R 490 million

A total of R 250 million of interest-bearing debt was raised of which R 226 million was in the form of short-term loans that will receive a return equal to 3.4% of revenue generated by our MFP 1 plant over a period of 20 years. In addition, we raised term debt of R 21 million repayable in a lump sum after three years, and instalment sale agreements of R 3 million, repayable monthly over 3 years.

Our **gearing ratio** is slightly below our target Debt:Equity ratio of 35%. The intention is to replace short-term with long-term debt during the financial year ending 28 February 2025.



Capital & exploration expenditure

R 322 million

A share subscription facility of R 650 million was secured with an international investor, with drawdowns available over a 3-year period at the election of Copper 360.



Total Debt

R 455 million

We **spent capital on growth** as follows:

- Exploration - R 8.5 million
- Construction of MFP 1 plant - R 101 million
- Crushing plant - R 30.8 million
- SX/EW plant upgrade - R 6.8 million
- Construction of backup power generator capacity - R 26.2 million
- Acquisition of Nama Copper - R 131 million
- Construction of Rietberg mine - R 17.6 million



Net debt

R 423 million



Gearing ratio

(Debt:Equity)

23%

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Corporate Governance

During the financial year, Copper 360 constituted its corporate governance processes with the Board of Directors as the ultimate custodians of corporate governance. Board committees comprised:

- Audit and Risk
- Social & Ethics and Nominations
- Remuneration Committee
- Strategy
- Operations

Economic Outlook

The external operating environment was relatively volatile during the financial year. The LME copper price varied between US\$ 8,800 and US\$ 8,200 per tonne, while the ZAR traded in the range between R 18 and R 19.2 per US\$. After the financial year end, the copper price increased significantly to its current level of around US\$ 10,000 per tonne, with the ZAR trading in the same range set out above. On the cost front, inflation has been contained within the SA Reserve Bank target range and is expected to remain so for the foreseeable future.

Commodity demand

Global demand for copper continues to increase, while the supply trend remains in decline. Beyond infrastructure, the growing needs for renewable energy, artificial intelligence, and data centers are exacerbating supply deficits expected towards the end of the decade. The world keeps on adding to the demand side while ignoring the already declining supply side. Copper's strong fundamentals persist, with minimal progress in resolving supply challenges.

A notable trend is that copper's strong fundamentals have led the copper price to decouple from market conditions. The copper price is no longer an economic barometer. Despite the fact the Global Economy is experiencing challenges with its slow recovery, facing specific challenges such as high interest rates, persistent inflation, and property sector downturns, copper reached a record high of US\$11,104.50, on 20 May 2024.



Copper 360 Limited

Incorporated in the Republic of South Africa
Registration number 2021/609755/06

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Directors' Responsibilities and Approval

The Directors are required by the Companies Act of South Africa to maintain adequate accounting records and are responsible for the content and integrity of the Consolidated Provisional Statements and related financial information included in this report. It is their responsibility to ensure that the Consolidated Provisional Statements satisfy the financial reporting standards with regards to form and content and present fairly the Consolidated Statement of Financial Position, results of operations, and business of the Group, and explain the transactions and financial position of the business of the Group at the end of the financial year.

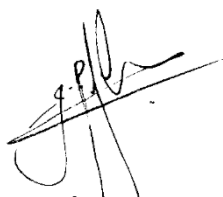
The Provisional Consolidated Statements are based upon appropriate accounting policies consistently applied throughout the Group and supported by reasonable and prudent judgments and estimates.

The Directors acknowledge that they are ultimately responsible for the system of internal financial control established by the Company and place considerable importance on maintaining a strong control environment. To enable the Directors to meet these responsibilities, the Directors set standards for internal control aimed at reducing the risk of error or loss in a cost-effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures, and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the Group and all employees are required to maintain the highest ethical standards in ensuring the Group's business is conducted in a manner that in all reasonable circumstances is above reproach.

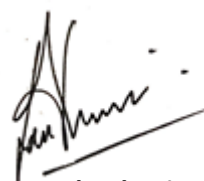
The focus of risk management in the Group is on identifying, assessing, managing and monitoring all known forms of risk across the Group. While operating risk cannot be fully eliminated, the Group endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems, and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the consolidated provisional statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss. The going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the Directors have no reason to believe that the Group will not be a going concern in the foreseeable future. The consolidated and separate management statements support the viability of the Group.

The Provisional Consolidated Statements set out on pages 21 to 42 which have been prepared on the going concern basis, were approved by the directors and were signed on 6 June 2024 on their behalf by:



JP Nelson



LAS du Plessis

Independent Reviewer's Report



Moore Pretoria

321 Alpine Way
Lynnwood
Pretoria
0081

P.O. Box 35847, Menlo Park, 0102

T +27 (0)12 348 7003
E info@moorepta.co.za

www.moore-southafrica.com

Independent Reviewer's Report

To the Shareholder of Copper 360 Group

We have reviewed the provisional consolidated financial statements of Copper 360 Limited and its subsidiaries ("Group"), set out on pages 21 to 42, which comprise the provisional consolidated statement of financial position as at 29 February 2024 and the provisional consolidated statement of income and retained earnings and provisional consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these provisional consolidated financial statements in accordance with the IFRS® Accounting Standards and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of provisional consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Independent Reviewer's Responsibility

Our responsibility is to express a conclusion on these provisional consolidated financial statements. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements (ISRE 2400 (Revised)). ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the provisional consolidated financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these provisional consolidated financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these provisional consolidated financial statements do not present fairly, in all material respects the consolidated financial position of Copper 360 Limited and its subsidiaries as at 29 February 2024, and its provisional consolidated performance and consolidated cash flows for the year then ended in accordance with the IFRS Accounting Standards and the requirements of the Companies Act of South Africa.

Independent Reviewer's Report

Other Reports Required by the Companies Act of South Africa

The financial statements include the Directors' Report as required by the Companies Act of South Africa. The directors are responsible for the Directors' Report. Our conclusion on the financial statements does not cover the Directors' Report and we do not express any form of assurance conclusion thereon.

In connection with our independent review of the provisional consolidated financial statements, we have read the Directors' Report and, in doing so, considered whether the Directors' Report is materially inconsistent with the financial statements or our knowledge obtained in the independent review, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of the Directors' Report, we will report that fact. We have nothing to report in this regard.

Moore Pretoria
Registered Auditors

Partner: [Sindy Jonker CA\(SA\)](#)
Registered Auditor

06 June 2024
Pretoria

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Consolidated Statement of Financial Position

Figures in R'000	Note	29 February 2024	28 February 2023
Assets			
Non-current assets			
Property, plant and equipment		315 871	431
Right-of-use assets		26 219	
Exploration and evaluation asset		9 670	1 147
Investments		130 500	-
Goodwill		1 663 958	-
Deferred tax assets		98 663	7 252
Other loans and receivables		28 467	1 019
Total non-current assets		2 273 348	9 849
Current assets			
Inventories		11 749	-
Trade and other receivables		31 218	-
Other loans and receivables		740	-
Prepayments		52	20
Cash and cash equivalents		29 237	2
Total current assets		72 996	22
Total assets		2 346 344	9 871
Equity and liabilities			
Equity			
Issued capital		1 890 009	-
Retained income/(accumulated loss)		(92 492)	(21 255)
Total equity attributable to owners of the parent		1 797 517	(21 255)
Non-controlling interest in subsidiary		1 087	-
Total equity		1 798 604	(21 255)
Liabilities			
Non-current liabilities			
Deferred tax liabilities		36 603	-
Provisions		6 189	-
Loans and payables		143 091	-
Instalment sale agreements		2 676	-
Leases		27 850	-
Total non-current liabilities		216 409	-
Current liabilities			
Provisions		155	-
Trade and other payables		27 184	490
Current portion of loans and payables, leases and instalment sales		303 992	30 636
Total current liabilities		331 331	31 126
Total liabilities		547 740	31 126
Total equity and liabilities		2 346 344	9 871

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Consolidated Statement of Comprehensive Income

Figures in R'000	Note	Reviewed twelve months ended 29 February 2024	12 months ended 28 February 2023
Revenue		31 624	-
Cost of sales		(69 442)	-
Gross profit/(loss)		(37 818)	-
Other income		16 289	-
Administrative expenses		(2 462)	(50)
Other expenses		(71 991)	(1 583)
Operating profit/(loss)		(95 982)	(1 633)
Finance income		7 877	-
Finance costs		(16 035)	(87)
Profit/(loss) before tax		(104 140)	(1 721)
Income tax credit/(expense)		33 553	465
Profit/(loss) for the period		(70 587)	(1 256)
Profit/(loss) for the period attributable to:			
Owners of entity		(70 541)	(1 256)
Non-controlling interest		(46)	1
Total		(70 587)	(1 255)
Loss per share - undiluted			
Basic loss per share (cents)		(11.2)	(0.27)
Headline loss per share (cents)		(11.2)	(0.27)

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Consolidated Statements of Cash Flows

Figures in R'000	Unaudited financial year ending 29 February 2024	Audited financial year ending 28 February 2023
Net cash flows from operations		
Cash receipts from customers	12 580	(3)
Cash paid to suppliers and employees	(164 783)	(95)
Cash generated from/(used in) operations	(152 203)	(98)
Finance costs	(8 158)	(30)
Net cash flows used in operating activities	(160 361)	(128)
Cash flows used in investing activities		
Purchase of property, plant, and equipment	(185 361)	-
Investment in Nama Copper Shares	(130 500)	-
Additions to exploration and evaluation assets	(8 523)	-
Loans receivable at amortised cost	(1 285)	(16)
Cash flows used in investing activities	(325 669)	(16)
Cash flows from financing activities		
Proceeds from borrowings	313 427	142
Repayment of borrowings	(212 15)	-
Net Proceeds from borrowings	292 212	142
Proceeds from issuing of shares	228 451	-
Lease payments	(999)	-
Repayment from investment notes	(4 399)	-
Cash flows from financing activities	515 265	142
Net increase / (decrease) in cash and cash equivalents	29 235	2
Cash and cash equivalents at beginning of period	2	0
Cash and cash equivalents at end of period	29 237	2

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Consolidated Statements of Changes in Equity

Figures in R'000	Share capital	Retained income/ (accumulated loss)	Attributable to owners of the parent	Non-controlling interests	Total
Balance at 1 March 2022	-	(19 561)	(19 561)	-	(19 561)
Changes in equity					
Loss for the period		(1 256)	(1 256)	-	(1 256)
Issue of equity		-	-		-
Balance at 28 February 2023	-	(20 817)	(20 817)	-	(20 817)
		-			
Balance at 1 March 2023	-	(20 817)	(20 817)	-	(20 817)
Changes in equity					
Loss for the period		(70 587)	(70 541)	(46)	(70 587)
Issue of share capital	1 891 050		1 890 009		1 890 009
Acquisition of subsidiary	(1 041)			(1 041)	(1 041)
Balance at 31 August 2023	1 890 009	(91 404)	1 799 691	(1 087)	1 798 604

Notes to the Provisional Financial Statements at 29 February 2024

1. Basis of preparation

The condensed consolidated provisional financial statements for the financial year ended 29 February 2024 have been prepared in accordance with International Financial Reporting Standard (IFRS Accounting Standards), IAS 34 'Interim Financial Reporting', the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, and Financial Pronouncements as issued by the Financial Reporting Standards Council and the requirements of the South African Companies Act of South Africa 71 of 2008 (Companies Act), as amended, and the JSE Limited Listings Requirements. The condensed consolidated provisional financial statements do not include all the disclosures required for complete annual financial statements prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board. The condensed consolidated provisional financial statements are prepared on a going-concern basis. These condensed consolidated provisional financial statements have been prepared in accordance with the historic cost convention and accounting policies consistent with those applied in the previous Annual Financial Statements. The Board is satisfied that the liquidity and solvency of the company are sufficient to support the current operations for the next 12 months.

2. Segment information

Segment information is presented in terms of the two major products that the Copper 360 group produces, namely Copper cathodes and Copper concentrate. Copper cathodes are produced from on-surface oxide rock stockpiles while Copper concentrate is produced from mining activities. During the financial year ended 29 February 2024, no Copper concentrate was produced, as the mine and associated flotation plant are presently under construction. Segment information is presented for both operating results and capital expenditure.

The application of Reverse Acquisition Consolidation in terms of IFRS Accounting Standard 3 – Business Combinations requires that the comparative information for prior periods be presented for SHiP as the accounting acquirer. SHiP has prior to the acquisition only traded as necessary to secure its mining right and its prior period information is not representative of the financial performance of the group historically. In order to provide comparability between periods, the segmental analysis presented in Note 2 presents the financial performance of the Copper 360 group on a full period comparable basis with a reconciliation to the above Statement of Profit or Loss and Other Comprehensive Income.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

2.1. Capital expenditure by segment

Figures in R'000	Land and Buildings	Plant and Equipment	Vehicles	Under Construction	Total
Property, Plant and Equipment					
Cathodes		130 831	6 423		137 254
Concentrates	27 300	129 817	8 706	19 301	185 124
Corporate		670			670
Total Property, Plant and Equipment	27 300	261 318	15 129	19 301	323 048
Right of Use Asset					
Cathodes	-	24 399	-	-	24 399
Concentrates	-	-	-	-	-
Corporate	3 655	-	-	-	3 655
Total Right of Use Asset	3 655	24 399	-	-	28 054
Exploration and Evaluation Asset	Total				
Cathodes	-				
Concentrates	8 523				
Corporate	-				
Total Exploration and Evaluation Assets	8 523				

2.2. Financial results by segment

Consolidated Segmental Analysis	Reviewed 12 months ended 29 February 2024	% Change	Audited 12 months ended 28 February 2023
Revenue			
Cathodes	38 234	15%	33 348
Concentrates	-	0%	-
Corporate	-	0%	-
Total Revenue	38 234	325%	33 348
Gross profit / (loss)			
Cathodes	(46 656)	5%	(44 258)
Concentrates	-	0%	-
Corporate	-	0%	-
Total gross profit / (loss)	(46 656)	5%	(44 258)
Cash operating expenses			
Cathodes	(45 952)	78%	(25 722)
Concentrates	(1 071)	0%	-
Corporate	(24 832)	494%	(4 180)
Total cash operating expenses	(71 854)	140%	(29 902)
Depreciation and amortisation			
Cathodes	(9 707)	55%	(6 244)
Concentrates	-	0%	-
Corporate	(754)	0%	-
Total depreciation and amortisation	(10 462)	68%	(6 244)
Operating profit/loss			
Cathodes	(102 315)	34%	(76 224)
Concentrates	(1 071)	0%	-
Corporate	(25 586)	512%	(4 180)
Total operating profit / (loss)	(128 972)	60%	(80 404)
Interest			
Cathodes	(2 719)	-201%	2 692
Concentrates	(9)	0%	-
Corporate	(5 795)	289658%	(2)
Total interest	(8 524)	-417%	2 690
Taxation			
Cathodes	22 404	3%	21 670
Concentrates	158	0%	-
Corporate	9 878	891%	997
Total taxation	32 441	43%	22 667
Profit / (loss) after taxation			
Cathodes	(82 630)	59%	(51 862)
Concentrates	(922)	0%	-
Corporate	(21 504)	575%	(3 185)
Total profit / (loss) after tax before consolidation	(105 055)	91%	(55 047)
Consolidation adjustments			
Gain from bargain purchase			
Corporate	16 096		
Elimination of (profit) / loss before acquisition date			
Cathodes	16 778		
Concentrates	-		
Corporate	1 594		
Consolidated profit/(loss) after tax	(70 587)		

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

3. Revenue

R'000	Financial year ended 29 February 2024	Financial year ended 28 February 2023
Revenue comprises sales of Copper cathodes	31 624	-

4. Other income

R'000	Financial year ended 29 February 2024	Financial year ended 28 February 2023
Gain on bargain purchase - refer note 24.4.2	16 096	-
Advertising income	145	-
Sundry income	48	-
	16 289	-

5. Cost of sales

Cost of sales includes all costs incurred directly in relation to the production of Copper cathodes sold and comprises:

R'000	Financial year ended 29 February 2024	Financial year ended 28 February 2023
Total cost of sales	69 442	-

6. Administrative expenses

Administrative expenses comprised information technology expenses, accounting and audit fees and bank charges incurred and totaled R2.462 million (prior year: R50 418).

7. Other expenses

Other expenses comprise:

R'000	Financial year ended 29 February 2024	Financial year ended 28 February 2023
Depreciation	9 348	-
Fixed overhead expenses	37 809	-
General health and safety	279	-
General security costs	5 858	-
General maintenance	196	-
Insurance	516	-
Other	3 218	271
Professional services	393	868
Revenue sharing (royalties)	4 617	-
Travel and accommodation	1 360	-
Total other expenses	71 991	1 633

8. Finance costs

Finance costs comprise:

R'000	Financial year ended 29 February 2024	Financial year ended 28 February 2023
Interest on long term debt	8 016	-
Interest on Instalment Sale Agreements	114	-
Interest on lease liability	1 887	-
Interest on short term debt	4 499	87
Interest on other short-term instruments	1 519	-
Total finance costs	16 035	87

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

9. Deferred tax

(R'000)	Deferred tax balance at 28 February 2023	Acquired deferred tax balances	Recognised in profit or loss	Deferred tax balance at 29 February 2024
Deferred tax liabilities	-	(23 945)	(12 658)	(36 603)
Deferred tax assets	7 690	44 763	46 210	98 663
Total/Net balance	7 690	20 817	33 553	62 060

10. Earnings/(loss) per share

	Financial year ended 29 February 2024	Financial year ended 28 February 2023
Profit/(loss) for the period (R'000)	(70 541)	(1 256)
Headline earnings / (loss) for the period (R'000)	(70 541)	(1 256)
Weighted average number of shares in issue	630 471 815	468 728 379
Earnings / (loss) per share (Cents per share)	(11.2)	(0.3)
Headline loss per share (Cents per share)	(11.2)	(0.3)

Basic and Headline earnings for the period are identical. The fully diluted weighted average number of shares in issue would be 670 471 815, taking account of 40 000 000 ordinary shares allocated to the Share Incentive Scheme. As the basic loss per share and headline loss per share calculation based on fully diluted weighted average shares in issue would result in a reduction of the undiluted loss and headline loss per share, no fully diluted loss and headline loss per share are presented.

11. Plant and equipment and Assets under construction

R'000	Land and Buildings	Plant and Equipment	Vehicles	Under Construction	Total
Balance at 1 March 2023					
Cost	-	431	-	-	431
Accumulated depreciation	-	-	-	-	-
Carrying amount	-	431	-	-	431
Movements for the period					
Additions	27 300	261 318	15 129	19 301	323 048
Depreciation	-	(5 885)	(1 723)	-	(7 608)
Total movements for the period	27 300	255 433	13 406	19 301	315 440
Balance at 29 February 2024					
Cost	27 300	261 749	15 129	19 301	323 479
Accumulated depreciation	-	(5 885)	(1 723)	-	(7 608)
Carrying amount	27 300	255 864	13 406	19 301	315 871

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

12. Right of use assets

R'000	Land and Buildings	Plant and Equipment	Total
Balance at 1 March 2023			
Cost	-	-	-
Accumulated depreciation	-	-	-
Carrying amount	-	-	-
Movements for the period			
Additions	27 300	24 399	28 054
Depreciation	-	(1 104)	(1 835)
Movements for the period	27 300	23 295	26 219
Balance at 29 February 2024			
Cost	27 300	24 399	28 054
Accumulated depreciation	-	(1 104)	(1 835)
Carrying amount	27 300	23 295	26 219

Right of use assets: Plant and Equipment relate to plant and equipment subject to a lease agreement. The lease agreement was entered into with a related party i.e. Mastomode Proprietary Limited.

Right of use assets: Land and Buildings relate to corporate office buildings.

13. Exploration and evaluation asset

R'000	Amount
Balance at 1 March 2023	
Cost	1 147
Accumulated depreciation	-
Carrying amount	1 147
Movements for the period ended 29 February 2024	
Additions at Cost	
Drilling costs	3 797
Geology consulting costs	3 001
Laboratory costs	578
Professional fees	97
Employee costs	1 050
Software costs	-
Movements for the period	8 523
Balance at 29 February 2024	
Drilling costs	4 246
Geology consulting costs	3 001
Laboratory costs	578
Professional fees	97
Employee costs	1 050
Software costs	698
Carrying amount	9 670

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

14. Goodwill

Calculation of goodwill arising on consolidation	R'000
Shares issued to SHiP vendors	468 728 379
Listing price (Rand per share)	4.00
Equity issued at fair value (R'000)	1 874 914
Net Copper 360 assets acquired at fair value	(210 955)
Goodwill	1 663 958

Qualitative description of goodwill

The goodwill arising on consolidation results from the market value placed on the combined business, which takes account of the future potential of both the concentrates and cathodes operations. The goodwill represents the benefit of vertical integration and pooling of resources to achieve scale in an efficient manner which would not have been achievable had the businesses remained separate. SHiP has mining rights in the Springbok area in the Northern Cape province in close proximity to Copper 360's operations. The Copper 360 group has existing copper cathode-producing operations, as well as premises, historically used for the purpose of copper mining and processing in the area. Copper 360 is in the process of constructing a concentrate plant that will enable it to produce copper concentrate from the sulphide ore that will be mined under the SHiP mining right.

15. Other loans and receivables

R'000	29 February 2024	28 February 2023
Guarantees	975	975
Sundry loans to employees	44	44
Loan to plant agent	25 891	-
Loan to OCC Engineering	2 297	-
Total	29 207	1 019
Short-term portion of loan to plant agent	740	-
Non-current portion	28 467	1 019

16. Inventories

R'000	29 February 2024	28 February 2023
Spares and consumables	6 449	-
Ore stockpiles	2 007	-
Work-in-process	1 272	-
Finished goods	2 021	-
Total	11 749	-

17. Trade and other receivables

R'000	29 February 2024	28 February 2023
Share capital awaiting Strate settlement	9 963	-
Value added tax	18 782	-
Trade receivables	2 456	-
Sundry	17	-
Total	31 218	-

18. Cash and cash equivalents

R'000	29 February 2024	28 February 2023
Cash on hand	7 919	2
Cash in bank treasury account (US Dollar)	21 318	-
Total	29 237	2

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

19. Share capital

	29 February 2024		28 February 2023	
	Number of shares	Amount (R'000)	Number of shares	Amount (R'000)
Ordinary shares of no par value in the capital of Copper 360 Limited				
Authorised	1 000 000 000	-	1 000 000 000	-
Issued				
Opening balance	356 382 291	1 046 915	98 783 236	47 022
Issued during the year	341 969 369	1 349 562	257 599 055	999 893
Closing balance	698 351 660	2 396 477	356 382 291	1 046 915
Treasury shares		(137 880)	-	-
Shares subject to buyback – treated as debt		(88 000)	-	-
Effective share capital	698 351 660	2 170 597	356 382 291	1 046 915
Consolidation adjustment – IFRS Accounting Standard 3	-	(280 588)	--	-
Consolidated effective share capital	698 351 660	1 890 009	356 382 291	1 046 915

20. Non-controlling interests in subsidiaries

R'000	29 February 2024	28 February 2023
Minority share of losses in SHiP	1 087	-

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

21. Financial liabilities

	Opening balance	Loans received	Interest accrued	Repayments	Currency revaluation	IFRS 9 Fair value adjustments	IFRS 9 Interest/(Gain on fair value)	Closing balance
Interest free loans from related parties - Note 21.1								
SA Hayes	27 874	32 218	-	-1 600	-	-4 985	2 156	55 664
JP Nelson	1 951	4 090	-	0	-	-952	412	5 501
R Smith	3 590	25 000	-	-2 500	-	-48	376	26 417
LAS du Plessis	6 583	14 417	-	-11 785	-	-1 074	464	8 605
MH Mathe	700	-	-	-700	-	-	-	-
AG Esterhuizen	2 594	-	-	-500	-	-342	148	1 900
Element 29 (Pty) Ltd	4 411	31 819	-	0	-	-5 181	2 716	33 766
Deferred gain on fair value adjustment	-	-	-	0	-	12 581	-5 442	7 139
Total	47 703	107 545	-	17 085	-	-	-	138 993
Less current portion								46 016
Non-current portion	47 703	107 545	-	17 085	-	-	-	92 977
Long term loans - Repayable 30 April 2032 - Note 21.2								
Belmont Lane (Pty) Ltd	2 366	-	472	-680	-	-	-	2 158
Chattan Capital (Pty) Ltd	1 183	-	236	-340	-	-	-	1 079
Cristal Illumine Konsult (Pty) Ltd (Related party)	887	-	177	-255	-	-	-	809
R Jacobs	591	-	118	-170	-	-	-	539
Total	5 027	-	1 003	-1 445	-	-	-	4 585
Less current portion	777	-	-1 003	1 445	-	-	-	335
Non-current portion	4 250	-	-	-	-	-	-	4 250
Royalty loans - Note 21.3								
Diaruk (Pty) Ltd	-	10 000	100	-	-	-	-	10 100
Darmaine Investments (Pty) Ltd (Related party)	-	30 000	300	-	-	-	-	30 300
Toitco (Pty) Ltd	-	10 000	-	-	-	-	-	10 000
Tideshift (Pty) Ltd	-	10 000	-	-	-	-	-	10 000
Dorado Properties (Pty) Ltd	-	3 000	-	-	-	-	-	3 000
Differential Capital	-	88 000	-	-	-	-	-	88 000
Total - current	-	151 000	400	-	-	-	-	151 400
Other interest bearing loans - Note 21.4								
Handa Mining Corporation (Related party)	4 904	72 915	1 499	-	2 025	-	528	81 871
Red Capital	2 685	-	-	2 685	-	-	-	-
Beacon Rock Corporate Services (Pty) Ltd	-	25 000	3 000	-	-	-	-	28 000
High West Capital Partners	-	21 318	-	-	-	-	-	21 318
Total	7 589	119 233	4 499	2 685	2 025	-	528	131 189
Less current portion								104 439
Non-current portion	-	-	-	-	-	-	-	26 750
Perpetual preference shares issued by Cape Copper Oxide - Note 21.5								
Class A preference Sahres	4 521	-	-	-	-	-	-	4 521
Class B preference Sahres	7 088	-	-	-	-	-	-	7 088
Class C preference Sahres	7 505	-	-	-	-	-	-	7 505
Total - Non-current	19 114	-	-	-	-	-	-	19 114
Total loans and payables								
Related parties	53 494	210 460	1 976	17 340	2 025	-	528	251 973
Third parties	6 825	167 318	3 926	3 875	-	-	-	193 308
Total	60 319	377 777	5 902	-21 215	2 025	-	528	445 281
Less Current portion								302 190
Current portion - Related parties								152 814
Current portion - Third parties								149 376
Total Non-current portion of loans and payables								143 091
Related parties								99 159
Third parties								43 932
Total Non-current liabilities								143 091
Instalment sale agreements - Note 21.6								
Toyota Financial Services	-	3 224	114	-145	-	-	-	3 193
Current portion								516
Non-current portion								2 677
Leases - Right of use liabilities - Note 21.7								
Mastomode (Pty) Ltd (Related party)	26 650	-	1 867	-2 556	-	-	-	25 960
Orcrest Properties (Pty) Ltd	-	3 655	335	-814	-	-	-	3 176
Total	26 650	3 655	2 202	3 370	-	-	-	29 136
Current portion								1 286
Non-current portion								27 850
Current portion of loans and payables, leases and instalment sales								
Interest free loans from related parties								46 016
Long term loans - Repayable 30 April 2032								335
Royalty loans								151 400
Other interest-bearing loans								104 439
Instalment sale agreements								516
Leases - Right of use liabilities								1 286
Total								303 993

21.1. Interest-free loans from related parties

Related parties have made interest-free loans to the Copper 360 group of companies totaling R 98.9 million. In terms of IFRS Accounting Standard 9, such interest-free loans have been revalued on a fair value basis with an unrealized gain of R 12.6 million at the acquisition date (1 May 2024). The unrealized gain is released against the IFRS Accounting Standard 9 interest charge according to the amortization of the interest-free loans. The unrealized gain is included as a financial liability.

There are 3 categories of interest-free loans that have been valued according to IFRS Accounting Standard 9:

21.1.1. Certain short-term debt obligations of Cape Copper Oxide totaling R 14.8 million will be settled when due jointly by JP Nelson, SA Hayes, R Smith, and LAS Du Plessis in exchange for non-interest-bearing loans to Cape Copper Oxide. The debt is convertible into equity in a renewable power generation project which Copper 360 is currently assessing. Should the renewable power generation project not proceed before 28 February 2025, the loans will be ceded to Copper 360 for no consideration;

21.1.2. Certain interest-bearing debt from related parties was converted into non-interest-bearing debt totaling R 21.8 million with effect from 1 January 2023. These loans were provided to fund capital expenditure and general working capital requirements are interest-free and are repayable in amounts equal to not more than 6% of ordinary dividends paid by Copper 360. As Copper 360 is not expecting to declare dividends in the financial year to 29 February 2025, no repayments are expected in the next 12 months. The loans are unsecured; and

21.1.3. SA Hayes and Element 29 have provided Copper 360 with interest-free borrowings of R 62.365 million with effect from the date of listing of Copper 360 on the JSE. The loans are convertible into equity in the solar power generation project alluded to in note 21.1.1. Any balance remaining after capitalisation of the solar project will be repayable in 6 six-monthly cash instalments from the date that the decision is made regarding the capital structure of the solar project and will bear interest at the prime rate less 2% from that date.

Other interest-free loans totalling R 53 million were extended for working capital purposes and are to be settled within the financial year ending 28 February 2025.

21.2. Long-term loans

Cape Copper Oxide borrowed R 4.25 million in 2022, repayable on 30 April 2032. The interest on these loans is calculated as 1% of the revenue attributable to 24 tonnes of copper cathodes per R 1 million invested. The aggregate rate pertaining to these loans is 4.25% of revenue attributable to 24 tonnes of copper cathodes per month. The loans are unsecured.

21.3. Royalty loans

Copper 360 has raised short-term loans repayable six months after the date of capital receipt with a return in the form of royalties on revenue of the modular flotation plant currently under construction ("MFP 1") at the rate of 1.5% of MFP 1 revenue per R 100 million of capital. The royalty rate applicable to the royalty loans at 29 February 2024 is 3.36% of MFP 1 revenue, payable monthly for 20 years from the date of capital receipt.

21.4. Other interest-bearing loans

21.4.1. A US\$ 4 million loan (equivalent to R 76.4 million at 29 February 2024) has been obtained from Handa Mining Corporation, bearing interest at 6% per annum. The loan is repayable in full by no later than 28 February 2025 and is unsecured.

21.4.2. A short-term loan of R 25 million bearing interest at 29% per annum was obtained from Beacon Rock Corporate Services. This loan was unsecured and was repaid subsequent to the financial year-end.

21.4.3. Copper 360 has borrowed R 21.4 million denominated in US Dollars from High West Capital

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

Partners, repayable in a lump sum not earlier than 28 February 2027 and not later than 28 February 2029. The loan bears interest at a rate of 6% per annum, payable quarterly in arrears, and is secured by collateral of Copper 360 shares providing a minimum of 2 times capital cover. Subsequent to the financial year end, a further R 10 million was borrowed on the same terms. The collateral shares total 19 750 000 Copper 360 shares, borrowed from SA Hayes. It is the intention to replace the borrowed collateral with shares currently held in treasury by Cape Copper Oxide.

21.5. Perpetual preference shares

Perpetual preference shares in the capital of Cape Copper Oxide (Pty) Ltd			
	29 February 2024		28 February 2023
	Number	Amount (R'000)	Amount (R'000)
Authorised			
Class A ¹	425 000	-	-
Class B ²	500 000	-	-
Class C ³	10 000	-	-
Issued			
Class A ¹	225 000	4 521	-
Class B ²	500 000	7 087	-
Class C ³	10 000	7 505	-
Total		19 113	-

1. The Class A preference shares are non-redeemable and non-convertible, and the issued shares are entitled to receive a total dividend equal to 8.82% of the EBITDA of Cape Copper Oxide (Pty) Ltd.
2. The Class B preference shares are non-redeemable and non-convertible and are entitled to receive a total dividend equal to 8% of the EBITDA of Cape Copper Oxide (Pty) Ltd.
3. The Class C preference shares are non-redeemable and non-convertible. An initial dividend equal to 10% of EBITDA shall be declared and paid, until the initial dividends paid shall cumulatively be equal to the subscription price paid for the preference shares; whereafter a dividend equal to 5% of EBITDA will be declared and paid.

22. Instalment sale agreements

R'000	29 February 2024
Non-Current	2 676
Current	517
Total	3 193
Maturity profile of lease liabilities	
- Capital payments within 1 year	516
- Capital payments from year 2 to year 5	2 677
- Capital payments beyond 5 years	-
	3 193
Interest expense on ISA included in finance cost	114

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

23. Lease liabilities

R'000	29 February 2024
Non-Current	27 850
Current	1 286
Total	29 136
Maturity profile of lease liabilities	
- Capital payments within 1 year	1 286
- Capital payments from year 2 to year 5	7 086
- Capital payments beyond 5 years	20 764
	29 136
Total lease payments related to capitalised leases	3 370
Interest expense on lease liability included in finance cost	1 887

24. Trade and other payables

R'000	29 February 2024	28 February 2023
Trade creditors	20 219	490
Payroll liabilities	3 210	-
Value added tax	70	-
Other payables	3 685	-
Total	27 184	490
The fair value of trade and other payables approximates their carrying amounts due to the short-term nature thereof.		

25. Going concern

The Consolidated Provisional Financial Statements have been prepared based on accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The Directors believe that the Company and Group have adequate financial resources to continue in operation for the foreseeable future and accordingly the Consolidated and Separate Annual Financial Statements have been prepared on a going concern basis.

The Directors have satisfied themselves that the Company and Group is in a sound financial position and that it has access to sufficient capital to meet its foreseeable cash requirements. After the reporting date, the Group has raised adequate equity and debt capital to fund its operations and short- and medium-term growth projects.

The Directors are not aware of any new material changes that may adversely impact the company. The Directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the group.

26. Significant events and transactions since 28 February 2023

We include below explanations of events and transactions that are significant to obtain an understanding of the changes in our financial position and performance since 28 February 2023:

26.1. Reverse takeover of Copper 360 by SHiP

During September 2022 Copper 360 entered into three agreements in terms of which it would acquire a 91% equity interest in Shirley Hayes IPK (Pty) Ltd ("SHiP") (the "Transactions") in exchange

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

for shares in Copper 360. The Transactions establish Copper 360 as the holding company of a 91% equity interest in SHiP. For accounting purposes, in terms of IFRS Accounting Standard 3 - Business Combinations, Copper 360 is treated as the "Accounting acquiree".

SHiP is the holder of a mining right over an area of 19 000 hectares in the Concordia region, near Nababeep. The SHiP assets are vast with identified mineralization of some 640 000 tonnes of contained copper. The vast majority of SHiP's copper inventory occurs at or near surface with existing mining infrastructure, which allows for low capital expenditure and fast production ramp-up. In addition to the copper inventory already delineated, there are over 50 prospects for exploration, where indicative data point to significant potential for future exploitation.

The transactions established Copper 360 as a significant copper producer in the Northern Cape and will allow for significant capital expenditure savings and cost savings as opposed to the two sets of assets operating on a stand-alone basis.

The transactions were conditional on the granting of a listing for Copper 360 on the AltX Exchange of the JSE. Such listing was granted, and Copper 360 was listed on the AltX Exchange of the JSE on 21 April 2023 following the raising of additional share capital by way of private placement on 20 April 2023.

The total consideration for the acquisition of 91% of SHiP was 452 728 379 Copper 360 shares, issued at R 4 per share for a total value of R 1 811 million as follows: SHiP is treated as the "Accounting Acquiror" and Copper 360 (even though being the legal acquiror)

Vendor	Number of Copper 360 shares		Total consideration
	Initial consideration (issued during financial year ended 28 February 2023)	Final consideration (issued on listing date)	
SA Hayes	228 430 263	152 951 237	381 381 500
Orontro Investments (Pty) Ltd	7 769 737	5 202 423	12 972 160
Element 29 (Pty) Ltd	-	58 374 719	58 374 719
Total	236 200 000	216 528 379	452 728 379

On 9 March 2023 Copper 360 concluded an agreement with Thabiso Resources (Pty) Ltd to acquire a further 4% interest in the share capital of SHiP in exchange for 16 million Copper 360 shares to be issued on listing of Copper 360 at a price of R 4 per share for a total consideration of R 64 million. The Copper 360 shares were issued to Thabiso Botha Resources (Pty) Ltd on the listing date. Copper 360 thus became the owner of 95% of the issued share capital of SHiP on 21 April 2023.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

26.1.1. Historical cost and fair value statements of financial position of Copper 360 at acquisition date

Figures in R'000	Carrying value	Fair value
Assets		
Non-current assets		
Property, plant and equipment	104 578	104 578
Right of use assets	24 404	24 404
Investment in subsidiary	13 158	13 158
Other loans and receivables	27 831	27 831
Deferred tax assets	42 780	42 780
Total non-current assets	212 751	212 751
Current assets		
Inventories	2 463	2 463
Trade and other receivables	5 527	5 527
Current portion of other loans and receivables	1 743	1 743
Prepayments	6 477	6 477
Cash and cash equivalents	247 675	247 675
Total current assets	263 884	263 884
Total assets	476 635	476 635
Equity and liabilities		
Equity		
Issued capital	278 188	278 188
Retained income / (accumulated loss)	(67 233)	(67 233)
Non-controlling interest in subsidiary	19 113	19 113
Total equity	230 068	230 068
Liabilities		
Non-current liabilities		
Deferred tax liabilities	23 728	23 728
Other loans and payables	143 454	143 454
Leases	25 198	25 198
Total non-current liabilities	192 380	192 380
Current liabilities		
Provisions	1 367	1 367
Trade and other payables	46 216	46 216
Current portion of other loans and payables	2 205	2 205
Investment notes	4 399	4 399
Total current liabilities	54 186	54 186
Total liabilities	246 567	246 567
Total equity and liabilities	476 635	476 635

The unaudited consolidated financial information reflects goodwill at acquisition based on the fair value of the consideration to the SHiP vendors and of the underlying net assets of Copper 360 as presented in note 13.

26.2. Private placement and listing of Copper 360

In order to raise capital to fund the construction of a copper concentrate processing plant and the commencement of mining at the Rietberg mine owned by SHiP, Copper 360 raised share capital through a private placement of 38.125 million Copper 360 shares coupled with the listing of Copper 360 on the AltX Exchange of the JSE. The private placement shares were issued on 21 April 2023 at R 4 per share, raising a total of R 152.5 million of capital. The listing of Copper 360 on the AltX Exchange of the JSE commenced on 21 April 2023.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

26.3. Interest-free loans received

As part of the various agreements entered into regarding the private placement, SA Hayes and Element 29 (Pty) Ltd agreed to lend on an interest-free basis, R 62.4 million to Copper 360. The interest-free loans are repayable in the first instance by way of Copper 360 procuring for the lenders an equity interest not exceeding 49% in a renewable power generation project that is currently being considered. To the extent that such equity interest is less than the outstanding amount owing, the balance will become interest-bearing from 1 March 2025 at an interest rate equal to the prime interest rate less 2% and will be repayable in 4 six monthly instalments from 31 August 2025.

26.4. Acquisition of O'Okiep Copper Company (Pty) Ltd

The acquisition of 100% of the issued share capital of O'Okiep Copper Company (Pty) Ltd ("OCC") was completed on 8 May 2023 against a final cash payment of R 10.2 million. The total cash purchase consideration amounted to R 13.3 million. OCC owns several properties in the Nababeep and greater Springbok area as well as plant and equipment used for on-site logistics. As a result of this acquisition, Cape Copper Oxide (Pty) Ltd gained ownership of established facilities and equipment, necessary for the expansion of its business activities. The following table summarises the acquisition date fair value of the consideration paid for O'Okiep Copper Company (Pty) Ltd:

26.4.1. Historical cost and fair value statements of financial position at acquisition date

Figures in R'000	Carrying value at 30 April 2023	Fair value at 30 April 2023
Assets		
Non-current assets		
Property, plant and equipment	1 984	30 655
Deferred tax assets	8 329	8 329
Total non-current assets	10 313	38 984
Current assets		
Trade and other receivables	8	8
Cash and cash equivalents	21	21
Total current assets	29	29
Total assets	10 342	39 013
Equity and liabilities		
Equity		
Issued capital	7 000	7 000
Share premium	43 982	43 982
Retained income/(accumulated loss)	(44 018)	(21 665)
Total equity	6 964	29 317
Liabilities		
Non-current liabilities		
Deferred tax liabilities	277	6 595
Other loans and payables	2 790	2 790
Total non-current liabilities	3 067	9 384
Current liabilities		
Provisions	161	161
Trade and other payables	151	151
Total current liabilities	311	311
Total liabilities	3 378	9 696
Total equity and liabilities	10 342	39 013

26.4.2. Quantification of bargain purchase

	R'000
Fair value of assets and liabilities assumed	35 633
Income tax effect of fair value adjustment	(6 318)
After tax fair value of assets and liabilities assumed	29 315
Consideration paid	(13 219)
Gain on Bargain Purchase	16 096

The gain on bargain purchase arises due to the difference between the historical cost of the properties and equipment owned by OCC and the fair market value thereof. The properties were acquired by OCC more than 50 years ago while the equipment was almost fully depreciated by OCC at the acquisition date. Fair values for the property, plant and equipment were obtained from independent third parties.

26.4.3. OCC results during the current period

During the reporting period, OCC generated revenue of R 210 000 and realized an operating loss of R 195 000 with a loss after tax of R 3 177 000.

26.4.4. Significant operational events**26.4.4.1. Cathodes operations**

In order to optimize the SX/EW plant, it was decided to insert a counter-flow cyclone circuit in the plant. Originally scheduled for early in the calendar year 2024, this project was accelerated following a critical mill failure in the plant, which necessitated the introduction of a new mill with significantly greater capacity. In total, the mill and cyclone circuit upgrade required capital expenditure of ca. R 40 million. The optimization is expected to improve copper cathode production to ca. 120 tonnes per month. The plant was brought back into operation on 24 November 2023 after a complete shutdown on 1 September 2023.

26.4.4.2. Concentrate operations**Rietberg Mine planning**

The planning for Rietberg mine was completed, following a significant resource upgrade. This resulted in a vastly different mine plan compared to the original plan, with significantly higher ore production rates over the life of the mine.

Modular flotation plant

As a result of the revised Rietberg mine plan, it was decided to redesign the modular flotation plant to a single high-grade circuit, eliminating the low-grade circuit originally planned to process slag resources. The redesigned plant is still expected to be completed within the original budget but will deliver greater concentrate volumes.

26.4.5. Acquisition of Nama Copper Resources (Pty) Ltd

Copper 360 has entered into an agreement to acquire Nama Copper Resources (Pty) Ltd, a neighboring company that operates a modular flotation plant to produce copper concentrate from slag, in addition to owning significant tailings containing an estimated 80 000 tonnes of copper metal. The modular flotation plant was ready to accept ore from SHiP's mining operations and Copper 360 commenced commissioning for processing operations on 16 March 2024. It is expected that the Nama Copper plant will produce ca. 300 tonnes of copper per month. The purchase price for Nama Copper is R 200 million of which R 150 million is payable in cash with R 50 million being vendor-financed over a period determined by the production of copper concentrate through the plant.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

27. Cash flow information

27.1. Cash flows from customers

	Unaudited financial year ended 29 February 2024	Audited financial year ended 28 February 2023
Revenue	31 624	-
Other income	194	-
Less Increase in total receivables	(19 238)	(3)
	12 580	(3)

27.2. Cash paid to suppliers and employees

	Unaudited financial year ended 29 February 2024	Audited financial year ended 28 February 2023
Cash expenses per P&L	(143 895)	(68)
Add back: depreciation - PP&E	7 608	-
Add back: depreciation - ROU Asset	1 835	-
Increase in inventory	(9 286)	-
Decrease in payables	(21 045)	(27)
	(164 783)	(95)

28. Subsequent events

Raising of Royalty loans

During May 2024 Copper 360 raised a total of R 134 million of capital comprising royalty loans of R 115 million and share capital of R 19 million. The capital will be utilized to bring the Rietberg mine into production during the financial year.

29. Approval of provisional financial statements

The provisional financial statements were approved by the Board of Directors on 6 June 2024.

30. Independent review by the auditors

These Condensed Consolidated Provisional Financial Statements for the financial year ended 29 February 2024 have been reviewed by Moore Pretoria, the auditors of Copper 360, who expressed an unmodified conclusion thereon. The individual auditor assigned to perform the review is Sindy Jonker. The auditor's review report does not extend to the information contained in pages 1 to 16 of this provisional results announcement, nor does it extend to the supplementary information in Note 31. The auditor's review report is included on pages 11 to 12 of this provisional results announcement.

Supplementary information

31. Comparison of Actual results to forecast per Pre-listing statement

On 30 November 2023 Copper 360 presented an estimate of financial results to 29 February 2024. The actual results as presented in the Provisional Consolidated Financial Results statement differ from the estimate as follows:

The significant differences are attributable to:

- Ore tonnes fed into the plant were 16,000 tonnes less than planned due principally to a slower SX-EW plant startup and inefficient crushing due to a crushing plant component performing sub-optimally. The negative revenue impact was ca. R 13.5 million;
- Unplanned plant downtime due to strain from higher feed tonnes than previously processed resulted in lost revenue of approximately R 2.3 million;
- Loadshedding impacted adversely on cathode production resulting in ca. R 3.8 million of revenue not being realized during the period from 1 December 2023 to 29 February 2024;
- Recoveries in the SX-EW plant were significantly lower than forecast with a resultant negative impact on forecast revenue of R 21.3 million, of which R 19.4 million was mostly due to low acid solubility in the ore feed and R 1.9 million was due to slightly lower copper grade fed compared to the forecast;
- Delays in regulatory approvals for funding from foreign funders resulted in Copper 360 not being able to process any sulphide ore through the Nama Copper plant originally envisaged to commence production on 1 December 2023. No revenue was accordingly realized for any copper concentrate during the period to 29 February 2024, while costs were already being incurred in anticipation of commencing production. The revenue impact was R 86.2 million;
- The lower feed tonnes, unplanned plant downtime and loadshedding revenue impacts were accompanied by lower direct production costs of R 30.1 million;
- In the Concentrates operation overhead expenses of R 12.6 million were incurred in anticipation of production commencing in December 2023. These expenses were absorbed without the corresponding revenue;
- The taxation effect of the differences was calculated at 27% totalling R 28.9 million.

Copper 360 Limited

(Registration Number 2021/609755/06)

Reviewed Provisional Consolidated Financial Statements for the year ended 29 February 2024

The table below reconciles the differences between the actual and estimated results

Reconciliation between actual earnings and forecast earnings	Cathodes	Concentrates	Total	Basic profit/(loss) per share (Cents)	Headline profit/(loss) per share (Cents)
Forecast profit/(loss) attributable to ordinary shareholders	(10 468)	30 264	18 292	2.9	2.9
Lower feed tonnes than planned	(8 475)	-	(8 475)	(1.3)	(1.3)
Unplanned plant downtime	(2 321)	-	(2 321)	(0.4)	(0.4)
Loadshedding underestimated	(3 835)	-	(3 835)	(0.6)	(0.6)
Revenue not realised due to regulatory delay	-	(86 152)	(86 152)	(13.7)	(13.7)
Grade overestimated	(1 935)	-	(1 935)	(0.3)	(0.3)
Poor plant recoveries	(19 441)	-	(19 441)	(3.1)	(3.1)
Selling price adjustment	(5 507)	-	(5 507)	(0.9)	(0.9)
Revenue deferred to March 2024	(2 021)	-	(2 021)	(0.3)	(0.3)
Production costs planned but not incurred	1 941	28 183	30 124	4.8	4.8
Operating expenses unrecovered due to delayed start	-	(12 612)	(12 612)	(2.0)	(2.0)
Depreciation not incurred	-	2 962	2 962	0.5	0.5
IFRS Accounting Standard 9 Finance income deferred	(6 937)	-	(6 937)	(1.1)	(1.1)
Finance costs underestimated	(1 610)	-	(1 610)	(0.3)	(0.3)
Taxation at 27%	10 623	18 257	28 880	4.6	4.6
Actual profit/(loss) attributable to shareholders	(49 985)	(19 098)	(70 587)	(11.2)	(11.2)

Stellenbosch

6 June 2024

Designated advisor: Bridge Capital Advisors (Pty) Ltd