



The Manager
The National Stock Exchange of Australia
Level 3,
1 Bligh Street
Sydney NSW 2000

15th July 2025

Dear Sir,

Quarterly Activities Report 30th June 2025

1. Summary

Investment Activities during the quarter were limited with no share transactions undertaken. The adjustment to market value at 30th June 2025 of the two remaining shareholdings in the investment portfolio resulted in an increase in the provision for loss of \$17645. The reduction in interest income to \$680 was due to the correction of an overstatement of interest income on Term Deposits for the previous quarter of \$5,180.

Cash at bank was \$684,437 a reduction of \$58,934 due primarily to the operating deficit for the quarter of \$82,492.

Administration costs for the quarter were \$65,527 and for the 6 months to date \$118,196 against a budgeted \$264,000 for the year.

Royalty Tenements operated by Austral Resources Australia Ltd (ARI) exceeded an accumulative total of 73,300t of copper sold at end of March quarter. Further copper production is expected during the June quarter with ARI March Quarterly Report indicating production guidance estimated figures for the June quarter to be 2013t

Metal prices were generally higher with the LME Index closing at 4239 on 30th June 2025 compared to 4197 on 31st March 2025. Gold was \$US 3303/oz (March \$US3089) and in Australian dollars \$A 5032/oz (March \$A4919).

2. Cash and Investing Activities

Cash and Term deposits total \$684,437 (including portfolio credit of \$113,038). A drawdown of about \$150,000 can be expected during the remaining 6 months of 2025.

Portfolio cost was \$136,037 and provision for market loss was \$57142 and cash held in the trading account was \$82,180. Thus, invested funds were \$136,037 less provision for market loss of \$57,142 totaling \$78,895.

3. Royalty Interests

Royalty interests at Mt Kelly (including the Anthill Mine) and other Reefway tenements were maintained by Austral Resources Ltd. Estimated cumulative sale of copper cathode from the tenements now exceeds 73,300 tonnes at the end of June. Additional production from the Anthill Mine is expected during 2025.

Vendetta Mining Corporation has not posted any further information at the date of this report since its last posting in April 2025 as advised in Pegmont's March Quarterly Report.

4. Commodity Background

Oil prices have declined since December 2024 by 8.47% with increased supply to the market particularly from the US and Canada. A contributing factor has also been the uncertainty in the market following the imposition and increase in US tariffs and the negative impact on economic activity.

Metals including lithium and iron ore have remained steady since December 2024 with an increase in the LME index of 8.55% indicating the metal market remains relatively strong in an uncertain market.

The demand for gold as a safe haven in this market of global economic uncertainty and geopolitical instability has seen a 26% increase in price since December 2024. This increase has also been affected by the Central Banks increasing their gold reserves and investor demand for gold backed ETF's (Exchange Traded Funds)

The copper price has slipped from March 2025 highs of \$US/t 11,100 to \$US/t 9,879 at June 2025 but remains well up on December 2024 levels of \$US/t 8713. As China consumes approximately 50% of global copper production there has been some uncertainty from the imposition of US tariffs on the demand for manufactured goods imported from China and this has appears to have had a temporary effect on the copper price.

The CEO of Chilean copper giant Antofagasta maintains an optimistic outlook for copper and stated "while short term volatility is inevitable fundamental supply constraints remain unchanged", he goes on to state that even with temporary demand disruptions there is a structural deficit in copper supply relative to the emerging markets such as artificial intelligence which requires 2 to 3 times more copper in their data centres than traditional servers together with the demand for EV's.

In face of this global economic uncertainty the All Ords index has continued to increase along with Gold Index on the ASX 200 by 61.86% and 37.14% respectively since December 2024. The \$A has strengthened against a weakening in the US dollar.

Summary of Selected Commodity Price Movements – to 30th June 2025

		2025 30 June	2025 31 Mar	2024 31 Dec	2023 31 Dec	2022 31 Dec	% Gain on (Loss) 31.12.24
Oil-WTI	\$US/bb	64.98	71.5	71.0	71.6	80.6	(8.47)
Iron Ore (62% FE Lump)	\$US/t	94.47	102.5	99.4	136.4	117.1	(4.96)
LME Index		4239	4,197	3,905	3,713	3,983	8.55
Lithium Carbonate	\$US/t	7533	8,759	7,569	7,000	50,428	(0.47)
Zinc	\$US/t	2784	2,829	3,016	2,640	2,093	(7.69)
Copper	\$US/t	9879	11,100	8,713	8,544	8,397	13.38
Gold	\$US/oz	3303	3,089	2,620	2,085	1,819	26.41
	\$A/oz	5032	4,919	4,100	3,082	1,819	22.66
\$A/\$US		.65	0.62	0.64	0.67	0.68	1.56
All Ords index		8733	8,053	5,420	7,852	7,197	61.86
Gold Index (ASX 200)		11557	10,981	8,427	7,379	5,918	37.14

5. Income and Expenditure (unaudited)

	June 2025	Half Year-to- date June 2025	Guidance Year December
Income Received (\$)	Quarter		2025
Interest/Dividends/Other	680	9,058	20,000
Realised profit/(loss) from Sale of Shares	Nil	8262	(10,000)
	680	17,320	10,000
Provision to Market Gain/(Loss)	(17,645)	(35,406)	Nil
Net Income/(Loss) from investing Activities	(16965)	(18,086)	10,000
Net Income/(Loss)	(16965)	(18,086)	10,000
Expenditures			
Exploration			
Expenses	Nil	Nil	Nil
	Nil	Nil	Nil
Corporate			
Administration	38877	65144	131,000
Audit Fees	3000	6322	17,000
Directors Fees	23,650	46730	106,000
NSX / Listing Expenses	Nil	Nil	10,000
	65,527	118,196	264,000
Net Operating Surplus/(Deficit)	(82,492)	(136,282)	(254,000)
Working Capital	23,560	38,949	10,000
Net Cash Surplus/(Deficit)	(58,932)	(97,333)	(244,000)
Add: Opening Cash Balance	743,369	781,770	781,770
New Issue – Gross Proceeds	Nil	Nil	Nil
Closing Cash Balances	684,437	684,437	537,770

6. Guidance for 2025

The company's cash position is \$684,437 plus a share portfolio having a market value of \$78,895 at 30th June 2025, sufficient to last until end of 2027 based on expenditure rate of \$250,000 per year. Unfortunately, it appears from Austral's production guidance forecasts for the June quarter of 2013t falls short of what is required to meet Pegmont's expectations of 9000 tonnes/annum of sold cathode copper to December 2027 before a royalty income stream could be expected in 2028.

Austral notified the market in its 2025 March Quarter report on 29th April 2025 that it had entered into an MOU with New Frontier Minerals with the objective of increasing production at Mt Kelly's processing plant.

Yours faithfully,



John Montgomerie
Non Executive Director