

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.*

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## **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](http://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		
<b>1. Details of current and prior reporting period</b>			
Current period	1 March 2022 to 28 February 2023		
Prior period	1 March 2021 to 28 February 2022		
<b>2. Results for announcement to the market</b>	<b>% Movement</b>	<b>\$ FY2023</b>	<b>\$ FY2022</b>
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	<b>Total amount per security \$</b>	<b>Franked amount per security \$</b>	
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		
<b>3. Consolidated statement of profit of loss and other comprehensive income</b>	Refer Appendix 1		
<b>4. Consolidated statement of financial position</b>	Refer Appendix 2		
<b>5. Consolidated statement of changes in equity</b>	Refer Appendix 3		
<b>6. Consolidated statement of cash flows</b>	Refer Appendix 4		
<b>7. Details of dividends or distributions</b>	Refer Note 10		
<b>8. Net asset backing per security</b>	<b>Current Period \$</b>	<b>Prior Period \$</b>	
	0.24	0.22	
<b>9. Control gained over entities during the period</b>	N/A		
<b>10. Details of associate and joint venture entities</b>	Refer Note 7		
<b>11. Other significant information</b>	See Announcement and Notes		
<b>12. Accounting Standards used by foreign entities</b>	International Financial Reporting Standards		
<b>13. Commentary on the result for the period</b>	See Announcement		
<b>14. Status of audit or review</b>	This report is based on accounts that are in the process of being audited		
<b>15. Dispute or qualification</b>	Accounts not yet audited		
<b>16. Qualifications of audit/review</b>	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
<b>Gross profit</b>		<b>9,496,639</b>	<b>7,302,852</b>
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)
<b>Profit from operations</b>		<b>2,374,246</b>	<b>1,951,563</b>
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
<b>Profit before income tax</b>		<b>89,738,320</b>	<b>44,852,869</b>
Income tax expense	12	(13,267,468)	(3,499,406)
<b>Profit for the year from continued operations</b>		<b>76,470,852</b>	<b>41,353,463</b>
Profit for the year from discontinued operations	13	-	12,624,292
<b>Net profit attributable to members of parent entity</b>		<b>76,470,852</b>	<b>53,977,755</b>
<b>Other comprehensive income</b>			
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
<b>Other comprehensive (loss)/profit for the year, net of tax</b>		<b>(801,046)</b>	<b>1,001,979</b>
<b>Total comprehensive profit for the year</b>		<b>75,669,806</b>	<b>54,979,734</b>
<b>Overall operations</b>			
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 \$
<b>ASSETS</b>			
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
<b>Total current assets</b>		<b>93,492,649</b>	<b>84,865,820</b>
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
<b>Total non-current assets</b>		<b>484,181,565</b>	<b>447,868,974</b>
<b>TOTAL ASSETS</b>		<b>577,674,214</b>	<b>532,734,794</b>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	8	39,055,949	41,955,308
Lease liability	14	82,621	-
Employee benefits		127,946	127,300
<b>Total current liabilities</b>		<b>39,266,516</b>	<b>42,082,608</b>
NON-CURRENT LIABILITIES			
Deferred tax liability	12	66,081,265	55,331,584
Lease liability	14	421,550	-
<b>Total non-current liabilities</b>		<b>66,502,815</b>	<b>55,331,584</b>
<b>TOTAL LIABILITIES</b>		<b>105,769,331</b>	<b>97,414,192</b>
<b>NET ASSETS</b>		<b>471,904,883</b>	<b>435,320,602</b>
<b>EQUITY</b>			
Issued capital	9	383,677,676	383,677,676
Reserves		(1,051,748)	(344,998)
Accumulated profits		89,278,955	51,987,924
<b>TOTAL EQUITY</b>		<b>471,904,883</b>	<b>435,320,602</b>

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

## 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 \$
<b>Balance at 1 March 2021</b>		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
<b>Total other comprehensive income for the period</b>		-	<b>109,946</b>	<b>892,033</b>	-	<b>53,977,755</b>	<b>54,979,734</b>
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	-
<b>Balance at 28 February 2022</b>		<b>383,677,676</b>	<b>(350,550)</b>	<b>5,552</b>	-	<b>51,987,924</b>	<b>435,320,602</b>
Profit 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)
<b>Total other comprehensive income for the period</b>		-	<b>(801,187)</b>	<b>141</b>	-	<b>76,470,852</b>	<b>75,669,806</b>
Share based payments		-	-	-	94,296	-	94,296
Dividends paid/declared	10	-	-	-	-	(39,179,821)	(39,179,821)
<b>Balance at 28 February 2023</b>		<b>383,677,676</b>	<b>(1,151,737)</b>	<b>5,693</b>	<b>94,296</b>	<b>89,278,955</b>	<b>471,904,883</b>

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 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
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)
<b>Net cash (used in)/from operating activities</b>		<b>(1,889,183)</b>	<b>884,058</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
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
<b>Net cash from investing activities</b>		<b>51,136,439</b>	<b>26,605,783</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid	10	(39,179,821)	(48,974,776)
Increase in bank guarantees and credit card facilities		(156,814)	-
<b>Net cash used in financing activities</b>		<b>(39,336,635)</b>	<b>(48,974,776)</b>
<b>Net increase/(decrease) in cash and cash equivalents held</b>		<b>9,910,621</b>	<b>(21,484,935)</b>
<b>Cash and cash equivalents at beginning of financial period</b>		<b>39,158,487</b>	<b>65,622,312</b>
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
<b>Cash and cash equivalents at the end of the financial period</b>	4	<b>49,486,940</b>	<b>39,158,487</b>
		<b>FY2023 \$</b>	<b>FY2022 \$</b>
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
<b>Gross profit</b>	<b>9,496,639</b>	<b>7,302,852</b>
Other income	897,078	819,670
<b>Other income</b>	<b>897,078</b>	<b>819,670</b>

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
	<b>6,439,975</b>	<b>2,367,471</b>

### 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
	<b>49,486,940</b>	<b>39,158,487</b>

### 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
	<b>43,791,012</b>	<b>45,649,449</b>

### 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	FY2023 \$	FY2022 \$
<b>Tshipi é Ntle Manganese Mining (Proprietary) Limited</b>		
Opening carrying value of joint venture	447,779,813	430,593,793
Share of profit using the equity method	85,966,530	42,774,470
Dividend paid	(50,625,070)	(25,588,450)
<b>Total investments using the equity method</b>	<b>483,121,273</b>	<b>447,779,813</b>

### 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
	<b>39,055,949</b>	<b>41,955,308</b>

### 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)
<b>At reporting date</b>	<b>383,677,676</b>	<b>383,677,676</b>

	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
<b>At reporting date</b>	<b>1,958,991,033</b>	<b>1,958,991,033</b>

## 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	-
	<b>39,179,821</b>	<b>52,217,052</b>

### 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)
<b>Segment operating profit</b>	<b>9,003,972</b>	<b>-</b>	<b>9,003,972</b>
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
<b>Total</b>	<b>9,787,941</b>	<b>85,966,530</b>	<b>95,754,471</b>
Corporate			(6,016,151)
<b>Net profit before tax from operations</b>			<b>89,738,320</b>
Segment assets	47,393,256	483,121,273	530,514,529
Corporate assets			47,159,685
<b>Total assets</b>			<b>577,674,214</b>
Segment liabilities	(38,321,650)	-	(38,321,650)
Corporate liabilities			(67,447,681)
<b>Total liabilities</b>			<b>(105,769,331)</b>

## 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
<b>Segment operating profit</b>	<b>12,624,292</b>	<b>6,988,580</b>	<b>-</b>	<b>19,612,872</b>
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
<b>Total</b>	<b>12,624,292</b>	<b>7,038,718</b>	<b>42,774,470</b>	<b>62,437,480</b>
Corporate				(17,584,611)
<b>Net profit before tax from operations</b>				<b>44,852,869</b>
Segment assets	-	47,146,637	447,779,813	494,926,450
Corporate assets				37,808,344
<b>Total assets</b>				<b>532,734,794</b>
Segment liabilities	-	(41,755,854)	-	(41,755,854)
Corporate liabilities				(55,658,338)
<b>Total liabilities</b>				<b>(97,414,192)</b>

### 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:		
<b>(a) Current tax</b>	<b>2,783,273</b>	<b>1,617,968</b>
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
<b>Tax expense</b>	<b>13,267,468</b>	<b>3,499,406</b>

**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>(b) Accounting profit before tax</b>	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)
<b>Tax expense</b>	<b>13,267,468</b>	<b>3,499,406</b>

Deferred Tax Assets (Liabilities)	Opening Balance 1 March 2022 \$	Recognised in Profit and Loss During the Year \$	Closing Balance 28 February 2023 \$
<b>Liabilities</b>			
Right of use asset	-	(147,243)	(147,243)
Investments using the equity method	(55,331,584)	(10,602,438)	(65,934,022)
<b>Balance as at 28 February 2023</b>	<b>(55,331,584)</b>	<b>(10,749,681)</b>	<b>(66,081,265)</b>
<b>Assets</b>			
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
<b>Balance as at 28 February 2023</b>	<b>80,846</b>	<b>409,340</b>	<b>490,186</b>
<b>Net Deferred Tax Liabilities</b>	<b>(55,250,738)</b>	<b>(10,340,341)</b>	<b>(65,591,079)</b>

## 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)
<b>Pre-tax profit on demerger</b>	<b>12,624,292</b>

The fair value of the assets included in the demerger was based on management's assessment of the fair value of the Central Yilgarn Iron Project and peer group analysis, and the seed capital funding provided to Juno. 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	-	-
<b>Profit for the year from discontinued operations</b>	<b>-</b>	<b>12,624,292</b>

## 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 \$
<b>Lease Liabilities</b>		
Current	82,621	-
Non-current	421,550	-
<b>Total Lease Liabilities</b>	<b>504,171</b>	-

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
<b>Net present value</b>	<b>158,245</b>	<b>558,319</b>	<b>716,564</b>

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