

Quarterly Report

December 2024 Quarter

11 April 2025



Wiluna Mining Corporation Limited (Subject to Deed of Company Arrangement) ("**Wiluna**", "**WMC**" or the "**Company**") provides the following update on the Company and its activities for the December 2024 Quarter.

KEY HIGHLIGHTS

OPERATIONS:

- Commissioning of Wiltails circuit completed December 2023, ramp up continues to target of combined 400 dry tonnes per hour throughput rate (across the Milling and Wiltails scrubber circuits).
- Processing of 100% tailings material maintained through the December 2024 Quarter.
- 716,876 tonnes of tailings material were processed for production of 6,499oz of Au during the quarter. Down from 688,237 tonnes and 7,211oz in the previous quarter.
- Overall grade processed in the quarter reduced from 0.81g/t Au to 0.76g/t Au. Overall recovery decreased from 40.1% to 36.9%.
- Dewatering systems and access to key areas underground continue to be maintained during care and maintenance to facilitate the restart of future mining operations.

FINANCIAL:

- Cash on hand as of 31 December 2024 was A\$2.3M (as at 30 September 2024: A\$0.5M).
- The Company maintained payments of principal and interest to the new secured lender throughout the quarter.

CORPORATE:

- Delisting from the ASX during April 2024 has not impeded the strategic review process, implementation of the DOCA, or process for readmission to trading on the ASX.
- Appointment of Strategic Adviser, Stuart Pether during October 2024. Mr Pether is engaged to project manage the development of a Restart Study.
- Benjamin Cohen appointed Company Secretary effective 3 October 2024.

OPERATIONS

TAILINGS RETREATMENT PROJECT

During April 2024 the Company transitioned to the feeding of solely tailings material through the Wiltails scrubber circuit and mill circuit. Crushing circuit is no longer run consistently post the cessation of the processing of heap leach material.

Throughout the December 2024 quarter, the Deed Administrators and Company management continued key activities to improve the operation of Wiltails. Key activities undertaken were aligned to Wiltails' medium-term purpose as a cash flow generative business unit whilst the recapitalisation transaction is undertaken, and until the resumption of hard rock mining.

Key activities were:

- Repair of the mill pinion and gearbox through October and November 2024.
- Fitting of new wing walls to the Wiltails feed bin during November 2024.
- Commissioning of a carbon cleaning circuit during late November 2024, resulting in carbon purity of strips increasing to on or around 100% carbon, compared to previous (pre-commissioning) stripping of approximately 50% loading per strip.

A combined total of tailings material was fed through the scrubber circuit and mill of 716,876 tonnes producing 6,499oz of Au during the December 2024 quarter. Compared against 688,237 tonnes processed in the September 2024 quarter, producing 7,211oz of Au.

Monthly average throughput rates during the December 2024 quarter ranged from 290 to 361 dry tonnes per hour, up from the previous quarters peak throughput of 342 dry tonnes per hour in the month of September 2024.

Monthly gold ounces produced throughout the December 2024 quarter peaked in the month of October 2024 at 2,499oz Au. Volume of ore processed improved and remained consistent throughout the quarter, each month maintaining adequate throughput rates for over 200,000T of ore to be processed within each month respectively.

Average tailings ore grade was lower this quarter but remains above management estimations. Recovery regressed this quarter and remains below targeted level.

PRODUCTION

As noted above, the quarter has involved processing of solely tailings material. A summary of the production results for the current and two previous quarters is set out below.

Processing*	Unit	December 2024 Qtr	September 2024 Qtr	June 2024 Qtr
Free milling/tailings blend - Ore tonnes processed	T	349,251	402,927	261,369
Free milling/tailings blend - Ore grade processed	g/t	0.77	0.81	0.86
Tailings – Ore tonnes processed	T	367,624	285,265	264,380
Tailings – Ore grade processed	g/t	0.76	0.81	0.85
Total - Ore tonnes processed	T	716,876	688,237	525,748
Total - Ore grade processed	g/t	0.76	0.81	0.86
Total - Gold produced	oz	6,499	7,211	5,341
Overall Recovery	%	36.9	40.1	36.9

*Presented figures are subject to rounding.

UNDERGROUND MINE

Dewatering systems and access to key underground areas continue to be maintained during the care and maintenance of the underground mine post-cessation of underground mining activities in December 2022. Activities continue to facilitate the restart of mining operations.

EXPLORATION AND RESOURCE DRILLING

Following the appointment of the Administrators in July 2022, all exploration and resource drilling activities have been suspended.

CORPORATE

APPOINTMENT OF STRATEGIC ADVISER

During October 2024, the Company appointed Mr Stuart Pether as a Strategic Adviser.

Mr Pether is a 35-year mining professional having worked within Australia and internationally. Mr Pether is a qualified Mining Engineer with experience in project development, technical studies, mine operations, and corporate management. Most recently, Mr Pether was Chief Executive Officer of Kimberley Mineral Sands and led the formation and management of the joint venture to fund, construct and manage the A\$484M Thunderbird Mineral Sands Project.

Mr Pether is engaged to project manage the development of the Pre-Feasibility Study to a Restart Study. Development of the Restart Study is assisted by the ongoing engagement of Company management and the continued use of Mining One (who authored the PFS).

Through the Restart Study process:

- An updated Mineral Resource position will be determined and communicated.
- A Mineable Stope Optimisation project will be undertaken.
- Grade control drilling requirements and a preliminary mine schedule will be set.
- A financial model is to be prepared to support the economic viability of the project.
- An estimation of timing for the resumption of hard rock mining will be considered.
- An estimate of restart capital required will be determined.

APPOINTMENT OF COMPANY SECRETARY

Effective 3 October 2024 Wiluna appointed a new Company Secretary, Benjamin Cohen. Mr Cohen joins the business in a dual capacity, holding the aforementioned officer position and providing commercial management support services to the Chief Operating Officer and the Deed Administrators.

FINANCIAL

Cash on hand as of 31 December 2024 was A\$2.3M.

Gold bullion sales continued during the December 2024 quarter, with gross sales collected totalling A\$30.3M during the quarter.

Principal and interest payments to the new secured lender continued during the quarter, supported by operational cashflow generated by Wiltails project ramp-up approaching steady-state production.

The total debt owing to the secured lender as of 31 December 2024 totals A\$58.3M.

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The release of this announcement has been approved by the Deed Administrators*

* Michael Ryan, Kathryn Warwick, Daniel Woodhouse and Ian Francis, all Senior Managing Directors of FTI Consulting, were appointed as Deed Administrators on 28 July 2023.

QUARTERLY CASH FLOW SUMMARY

		December 2024 Qtr \$'000	September 2024 Qtr \$'000	June 2024 Qtr \$'000
Cash flows from operating activities				
Proceeds from gold and silver sales		30,339	26,989	19,651
Payments to suppliers and employees		(25,635)	(25,909)	(22,278)
Interest paid	2	(2,080)	(2,116)	(5,315)
Net cash from operating activities		2,623	(1,036)	(7,943)
Cash flows from investing activities				
Purchase of plant and equipment		-	-	-
Payments for exploration and evaluation		-	-	-
Net cash used in investing activities		-	-	-
Cash flows from financing activities				
Proceeds from issue of debt	1	-	-	59,829
Repayment of loans	2	(450)	(300)	(52,216)
Repayment of right of use lease liabilities		(302)	(295)	(299)
Other		-	-	-
Net cash from financing activities		(752)	(595)	7,314
Net increase/(decrease) in cash held		1,872	(1,631)	(629)
Cash and cash equivalents at the beginning of the period		473	2,105	2,734
Foreign exchange gain/(loss)		-	-	-
Cash and cash equivalents at the end of the period		2,345	473	2,105

Notes:

- During the June 2024 quarter the Company undertook a refinancing transaction.
 - Whereby the encumbent secured lender has been replaced by a new secured lender.
 - The incoming secured lender provided a further A\$3.0m of funding to support the working capital position of Wiluna.
- The outgoing secured lender received payment in full for all to date principal and interest balances outstanding.

ANNEXURE A

Wiluna Mining Group – Entities over which the Deed Administrators are appointed

Company	ACN
Wiluna Mining Corporation Limited (Subject to deed of company arrangement)	119 887 606
Wiluna Operations Pty Ltd (Subject to deed of company arrangement)	166 954 525
Wiluna Gold Pty Ltd (Subject to deed of company arrangement)	153 919 549
Kimba Resources Pty Ltd (Subject to deed of company arrangement)	106 123 951
Zanthus Energy Pty Ltd (Subject to deed of company arrangement)	129 728 374
Lignite Pty Ltd (Subject to deed of company arrangement)	128 111 204
Scaddan Energy Pty Ltd (Subject to deed of company arrangement)	128 388 634