



Jervois Mining USA Limited

CONDENSED INTERIM FINANCIAL STATEMENTS

(Unaudited – Expressed in US Dollars)

For the three and nine months ended 30 September 2021

TABLE OF CONTENTS

Condensed statement of financial position	3
Condensed statement of profit or loss and other comprehensive income	4
Condensed statement of changes in equity	5
Condensed statement of cash flows	6
Notes to the financial statements	7

JERVOIS MINING USA LIMITED
Condensed Statement of Financial Position
As at 30 September 2021 (Unaudited)

	30 September 2021	31 December 2020
	US\$'000	US\$'000
Current assets		
Cash and cash equivalents	41	188
Funds held in escrow	113,500	-
Prepayments	723	298
Intercompany receivables	275	2,669
Inventories	15	60
Total current assets	114,554	3,215
Non-current assets		
Property, plant, and equipment	100,783	82,796
Intangible assets	245	323
Total non-current assets	101,028	83,119
Total assets	215,582	86,334
Current liabilities		
Trade and other payables	6,393	151
Employee benefits	(16)	10
Intercompany payables	86,878	123,960
Borrowings	95,150	80
Total current liabilities	188,405	124,201
Non-current liabilities		
Asset retirement obligation	7,727	7,562
Total non-current liabilities	7,727	7,562
Total liabilities	196,132	131,763
Net assets/liabilities	19,450	(45,429)
Equity		
Share capital	123,184	39,513
Accumulated losses	(103,734)	(84,942)
Total equity attributable to equity holders of the Company	19,450	(45,429)

The above statement of financial position should be read in conjunction with the accompanying notes

JERVOIS MINING USA LIMITED**Condensed Statement of Profit or Loss and Other Comprehensive Income****For the three and nine months ended 30 September 2021 and 30 September 2020****(Unaudited)**

	Three months ended 30 September 2021	Three months ended 30 September 2020	Nine months ended 30 September 2021	Nine months ended 30 September 2020
	US\$'000	US\$'000	US\$'000	US\$'000
Other income	-	18	80	44
Administrative expenses	(15)	(10)	(57)	(41)
Communication expenses	(24)	(2)	(48)	(9)
Employee benefits expenses	(276)	(151)	(580)	(325)
Insurance premiums	(230)	-	(533)	(2)
Professional fees	(13)	(21)	(17)	(25)
Securities quotation fees	(22)	(2)	(62)	(8)
Other expenses	(103)	(3)	(336)	(48)
Depreciation and amortisation	(53)	(38)	(151)	(118)
Fair value adjustment	-	-	-	(23)
Impairment of investment	-	-	(22,083)	-
Loss on novation of intercompany receivables	-	(309)	(2,702)	(928)
Gain on sale of fixed assets	-	-	-	(12)
Net foreign exchange loss	-	-	(1)	7
Interest expense	(47)	(1,039)	(140)	(3,354)
Interest income	7	240	487	761
Loss before income tax expense	(776)	(1,317)	(26,143)	(4,081)
Income tax expense	-	-	-	-
Loss for the period	(776)	(1,317)	(26,143)	(4,081)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

JERVOIS MINING USA LIMITED**Condensed Consolidated Statement of Changes in Equity****For the nine months ended 30 September 2021 and 30 September 2020 (Unaudited)**

	Issued capital US\$'000	Accumulated losses US\$'000	Total US\$'000
Balance as at 1 January 2021	39,513	(85,247)	(45,734)
Prior year adjustments	-	7,656	7,656
Loss for the period	-	(26,143)	(26,143)
Issue of ordinary shares	83,671	-	83,671
Balance as at 30 September 2021	123,184	(103,734)	19,450
	Issued capital US\$'000	Accumulated losses US\$'000	Total US\$'000
Balance as at 1 January 2020	39,513	(79,472)	(39,959)
Loss for the period	-	(4,081)	(4,081)
Balance as at 30 September 2020	39,513	(83,553)	(44,040)

The above statement of changes in equity should be read in conjunction with the accompanying notes

JERVOIS MINING USA LIMITED**Condensed Consolidated Statement of Cash Flows****For the three and nine months ended 30 September 2021 and 30 September 2020****(Unaudited)**

	Three months ended 30 September 2021 US\$'000	Three months ended 30 September 2020 US\$'000	Nine months ended 30 September 2021 US\$'000	Nine months ended 30 September 2020 US\$'000
Cash flows from operating activities				
Sundry income	80	44	80	44
Payments to suppliers and employees	(720)	(563)	(2,452)	(4,356)
Net cash outflow from operating activities	(640)	(519)	(2,372)	(4,312)
Cash flows from investing activities				
Payments for property, plant, and equipment	(4,637)	(523)	(11,818)	(1,082)
Proceeds from sale of fixed assets	-	(12)	-	(12)
Net cash outflow from investing activities	(4,637)	(535)	(11,818)	(1,094)
Cash flows from financing activities				
Additions in intercompany payables	22,450	1,136	32,473	5,552
Repayment of borrowings	-	-	(80)	(30)
Transfer to funds held in escrow	(15,500)	-	(15,500)	-
Transaction costs related to loans and borrowings	(2,850)	-	(2,850)	-
Net cash inflow from financing activities	4,100	1,136	14,043	5,522
Net (decrease)/increase in cash and cash equivalents	(1,177)	82	(147)	116
Cash and cash equivalents at the beginning of the period	1,218	77	188	43
Cash and cash equivalents at the end of the period	41	159	41	159

The above statement of cash flows should be read in conjunction with the accompanying notes

JERVOIS MINING USA LIMITED

Notes to the Condensed Interim Financial Statements

For the three and nine months ended 30 September 2021 and 30 September 2020

(Unaudited)

1. Corporate information and basis of preparation

These unaudited condensed interim financial statements cover Jervois Mining USA Limited (the “Company”) at the end of, or during, the three and nine months ended 30 September 2021 (the “period”). The financial statements are presented in United States dollars, which is Company’s functional and presentation currency.

These unaudited condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards and interpretations adopted by the International Accounting Standards Board. These unaudited condensed interim financial statements have been prepared for information purposes only and may not be indicative of the financial performance of the Company. These unaudited condensed interim financial statements have been rounded to the nearest thousands.

2. Principal activity

The principal activity of the Company during the period was mine construction.