

**ACTIVITIES REPORT FOR THE QUARTER ENDED 31 MARCH 2024**

**GALENA MINING LTD.** (“Galena” or the “Company”) (ASX: G1A) reports on its activities for the quarter ended 31 March 2024 (the “Quarter”), focused on the continued production ramp-up of both the underground mine and the processing plant to achieve steady-state production at its 60%-owned Abra Base Metals Mine (“Abra” or the “Project”) located in the Gascoyne region of Western Australia.

**HIGHLIGHTS**

- On 4 April 2024, Richard Tucker and Robert Hutson of KordaMentha were appointed as voluntary administrators to the Company’s 60% subsidiary, Abra Mining Pty Limited (Administrators Appointed) pursuant to section 436A of the Corporations Act 2001. The Company will remain in suspension pursuant to Listing Rule 17.2 for the duration of the administration process.
- Rainfall across the Gascoyne River catchment area in February and March closed mine access roads and resulted in 26 days of lost concentrate production during the Quarter. Planned concentrate production, haulage and sales of concentrate was not possible during that period.
- New quarterly record ore mined of 331,873t at 5.3% lead and 16.8g/t silver, including stope production record of 231,776t at 5.5% lead.
- Ore processed for the Quarter of 241,578t at 5.2% lead and 17.4g/t silver was impacted by the mill being down to conserve power following mine access road closures. A total of 87,014t at 5.4% lead was stockpiled on the ROM pad available for processing at Quarter-end.
- 17,268t of lead concentrate produced.
- Lead concentrate sales of 16,520t generating revenue of ~A\$29.2 million.
- Underground development of 2,290m advance with the decline reaching 1,173mRL (377m vertically below the surface) was impacted by explosive shortages due to mine access road closures.
- Group cash balance at Quarter-end of A\$6.8 million.
- June 2024 quarter mining plans set to match processing plans, mining and processing over 330,000t for the quarter. Over 2,400m of development is scheduled to be achieved. Lead concentrate shipments are expected to be between 25-30kt.

Managing Director, Tony James commented, *“In the March quarter, mining quantities reached a new quarter high for the project. Production stoping also achieved new quarter high, but unfortunately processing was impacted by rainfall and mine access road closures during the Quarter. Road closures prevented the delivery of LNG to site for power generation and prevented concentrate trucking to the port. Mined and processed grade was also lower than planned affecting lead production and revenue. Ongoing geology interpretation work and mine planning is expected to deliver an improvement in grade as the mine progresses.”*

## ABRA BASE METALS MINE (60%-OWNED)

Abra comprises a granted Mining Lease, M52/0776 and surrounding Exploration Licence E52/1455, together with several co-located General Purpose and Miscellaneous Leases. The Project is 100% owned by Abra Mining Pty Limited (Administrators Appointed) (“**AMPL**” the Abra Project joint-venture entity), which in turn is 60% owned by Galena and 40% owned by Toho Zinc Co., Ltd. (“**Toho**”) of Japan.

Abra mine construction was completed in 2022. First production of its lead-silver concentrate occurred in January 2023 with first product shipment achieved in March 2023.

### Review of operations

| Abra Base Metals Mine Performance Summary (100% Basis) <sup>1</sup> | Units    | Jun 2023 Quarter | Sep 2023 Quarter | Dec 2023 Quarter | Mar 2024 Quarter | % Change | CY2024 YTD |
|---------------------------------------------------------------------|----------|------------------|------------------|------------------|------------------|----------|------------|
| <b>Safety</b>                                                       |          |                  |                  |                  |                  |          |            |
| TRIFR <sup>2</sup>                                                  | /Mwhrs   | 12.4             | 9.8              | 8.2              | <b>6.6</b>       | (20%)    | 6.6        |
| NIFR <sup>2</sup>                                                   | /Mwhrs   | 12.4             | 8.4              | 8.2              | <b>5.2</b>       | (37%)    | 5.2        |
| <b>Concentrate Sales<sup>3</sup></b>                                |          |                  |                  |                  |                  |          |            |
| Lead Concentrate Sold                                               | t        | 10,034           | 21,639           | 20,936           | <b>16,520</b>    | (21%)    | 16,520     |
| Payable Lead Sold <sup>4</sup>                                      | t        | 6,265            | 13,170           | 12,017           | <b>9,677</b>     | (19%)    | 9,677      |
| Payable Silver Sold <sup>4</sup>                                    | oz       | 46,671           | 88,051           | 88,108           | <b>59,790</b>    | (32%)    | 59,790     |
| <b>Mining</b>                                                       |          |                  |                  |                  |                  |          |            |
| Total Ore Mined                                                     | t        | 194,686          | 293,919          | 279,744          | <b>331,873</b>   | 19%      | 331,873    |
| Total Mined Grade - Lead                                            | %        | 5.4              | 5.5              | 5.6              | <b>5.3</b>       | (5%)     | 5.3        |
| Total Mined Grade - Silver                                          | g/t      | 16.9             | 19.0             | 20.3             | <b>16.8</b>      | (17%)    | 16.8       |
| <b>Processing</b>                                                   |          |                  |                  |                  |                  |          |            |
| Total Ore Milled                                                    | t        | 190,258          | 283,458          | 358,240          | <b>241,578</b>   | (33%)    | 241,578    |
| Mill Feed Grade – Lead                                              | %        | 5.1              | 5.0              | 4.7              | <b>5.2</b>       | 11%      | 5.2        |
| Mill Feed Grade - Silver                                            | g/t      | 19.0             | 21.1             | 19.3             | <b>17.4</b>      | (10%)    | 17.4       |
| Concentrate Produced                                                | t        | 12,468           | 18,887           | 25,020           | <b>17,268</b>    | (31%)    | 17,268     |
| Lead in Concentrate Produced                                        | t        | 8,305            | 12,079           | 14,751           | <b>10,941</b>    | (26%)    | 10,941     |
| Silver in Concentrate Produced                                      | oz       | 65,060           | 103,792          | 139,242          | <b>81,162</b>    | (42%)    | 81,162     |
| <b>Costs</b>                                                        |          |                  |                  |                  |                  |          |            |
| C1 Costs <sup>5</sup>                                               | A\$M     | 33.0             | 42.5             | 40.7             | <b>34.6</b>      | (15%)    | 34.6       |
| Royalties                                                           | A\$M     | 1.4              | 3.3              | 3.0              | <b>2.3</b>       | (23%)    | 2.3        |
| Corporate Costs                                                     | A\$M     | 0.2              | 0.2              | 0.3              | <b>1.3</b>       | 333%     | 1.3        |
| Sustaining Capital                                                  | A\$M     | 0.4              | 3.7              | 3.7              | <b>0.9</b>       | (76%)    | 0.9        |
| Mine Development Capital                                            | A\$M     | 3.6              | 4.8              | 2.6              | <b>2.9</b>       | 12%      | 2.9        |
| All-in Sustaining Costs <sup>6</sup>                                | A\$M     | 38.6             | 54.5             | 50.3             | <b>42.0</b>      | (17%)    | 42.0       |
| <b>Metal Price and Currency</b>                                     |          |                  |                  |                  |                  |          |            |
| Average Lead Price Received <sup>2</sup>                            | US\$/t   | 2,184            | 2,171            | 2,091            | <b>2,125</b>     | 2%       | 2,125      |
| Average Lead Price Received <sup>2</sup>                            | US\$/lb  | 0.99             | 0.98             | 0.95             | <b>0.96</b>      | 1%       | 0.96       |
| Average Lead Price Received <sup>2</sup>                            | A\$/lb   | 1.51             | 1.50             | 1.44             | <b>1.45</b>      | 1%       | 1.45       |
| Average Exchange Rate                                               | A\$:US\$ | 0.66             | 0.66             | 0.66             | <b>0.66</b>      | -        | 0.66       |

#### Notes:

- Performance summary figures are subject to change following reconciliations and finalisation after the end of the quarter.
- Total Recordable Injury Frequency Rate (“**TRIFR**”) and Notifiable Incident Frequency Rate (“**NIFR**”) are the 12-month moving average at the end of each quarter calculated per million work hours.
- Concentrate sales and average lead price received initially based on provisional invoices and subsequently updated with final invoices, including final assays and quotational period adjustments.
- Payable lead and silver based on 95% metal payability subject to standard deductions (i.e., 3 units for lead and 50g/t for silver).
- C1 costs include mining costs, processing costs, site general and administration costs, transport, logistics and shipping costs, and treatment and refining charges, adjusted for inventory movements and net of silver by-product credits.
- All-in sustaining costs include C1 Costs plus royalties, corporate costs, sustaining capital and mine development capital. All-in sustaining costs exclude growth capital and exploration costs.

During the Quarter, operations were impacted by rain across the Gascoyne River catchment area in February and March which closed mine access roads and impacted the supply of LNG to the mine site. To conserve power due to low LNG stock levels, processing was impacted by 26 days of lost concentrate production in the Quarter. Due to the weather conditions a scheduled mill shutdown for April was brought forward and completed in March utilising 2 days within the 26 days of lost time.

The mine delivered 331,873t (December 2023 quarter: 279,744t) at 5.3% lead grade to the plant during the Quarter, including stope production ore of 231,776t (December 2023 quarter: 177,506t) at 5.5% lead grade which was a new quarter high. The proportion of stoping to development ore for the Quarter was 70% and in steady state this is planned to be typically 80%. In general, mine production in the Quarter was affected by delays in completing development due to mine access road closures, equipment availability and grade control model changes impacting both development and stope production.

The plant processed 241,578t (December 2023 quarter: 358,240t) of ore, producing 17,268t of concentrate containing 10,941t lead and 81,162oz silver during the Quarter. Ore processed was impacted by 28 days of non-processing time over the Quarter, mainly associated with unscheduled mill downtime due to low LNG stock levels limiting power supply because of mine access road closures following flooding of the Gascoyne River crossing on the Ashburton Downs Road in February and March (26 days).

The mine call grade for ore processed during the Quarter was estimated at 5.3% lead grade, which was approximately 0.1% higher than the reconciled processing grade of 5.2% lead. Due to mining continuing over the Quarter and the mill being shutdown to conserve power, at Quarter end a total of 87,014t at 5.4% lead was stockpiled on the ROM pad available for processing in the next quarter.

Since the first concentrate shipment in March 2023, the mine has completed ten concentrate shipments and all the shipments have been in-specification. Work is continuing to determine what mine production levels can be achieved in 2024. The mine and processing plant has continued to achieve instantaneous daily production days of 1.5Mtpa equivalent, which are above the existing design capacity of 1.3Mtpa.

## **Safety and environment**

During the Quarter, 206,000 employee and contractor work hours (December 2023 quarter: 206,106 hours) were recorded at the Abra mine.

The site's TRIFR and NIFR calculated on a 12-month moving average at the end of the Quarter were 6.6 and 5.2 incidents per million work hours, respectively. During the Quarter, Abra had one medical treated injury, one restricted work injury and no lost time injuries.

Abra continues to focus on the prevention of incidents and management of risks for employees and contractors, including hazard reporting and other safety systems to assist with continuous improvement of safety.

## **Concentrate sales**

During the Quarter, 16,520t of lead concentrate was sold containing 9,677t of payable lead and 59,790oz of payable silver at an average lead price received of US\$0.96/lb (A\$1.45/lb), generating revenue of approximately A\$29.2 million.

## Mining

A total of 2,290m of development was completed during the Quarter. At Quarter-end total mine development reached 14,207m consisting of 3,508m of decline development, 9,794m of lateral development and 905m of vertical development. The decline reached 1,173mRL, being 377m vertically below the surface.

Ore drive development continued progressing on the 1260mRL, 1255mRL, 1240mRL, 1235mRL, 1215mRL, 1210mRL and 1200mRL levels and capital development continued in the Abra Main, Western and Central declines.

A new record total of 331,873t of ore was delivered to the ROM pad from the mine for processing during the Quarter, including 100,098t from development and 231,776t (70%) from stope production. Stopping occurred on the 1280mRL, 1260mRL, 1255mRL, 1240mRL, 1235mRL and 1210mRL levels. A total of 19 separate stopes were in production with 18 of those stopes being completed by the end of the Quarter. As the mine progresses into a more balanced production profile, stoping will account for approximately 80% of the mine production.

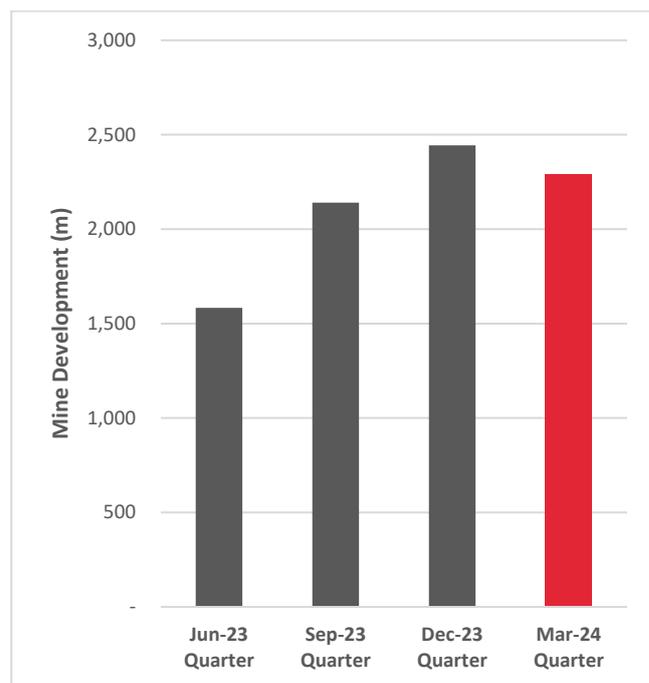
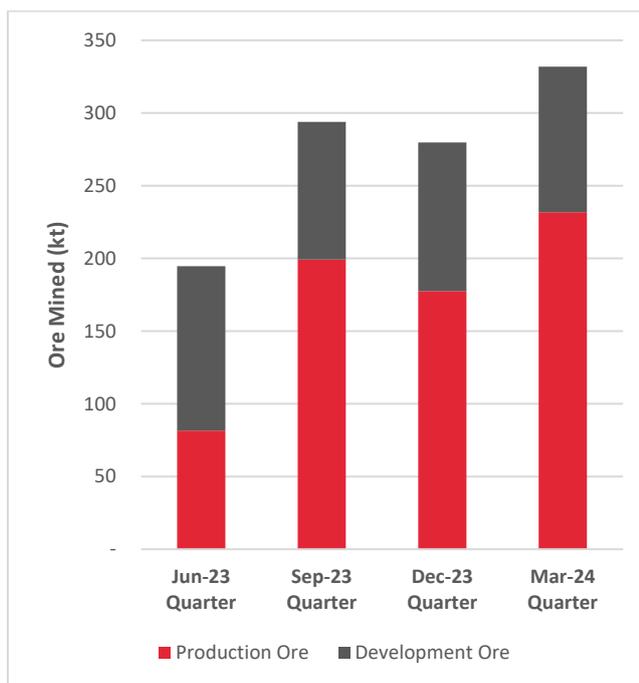


Figure 1 – Abra underground mine production.

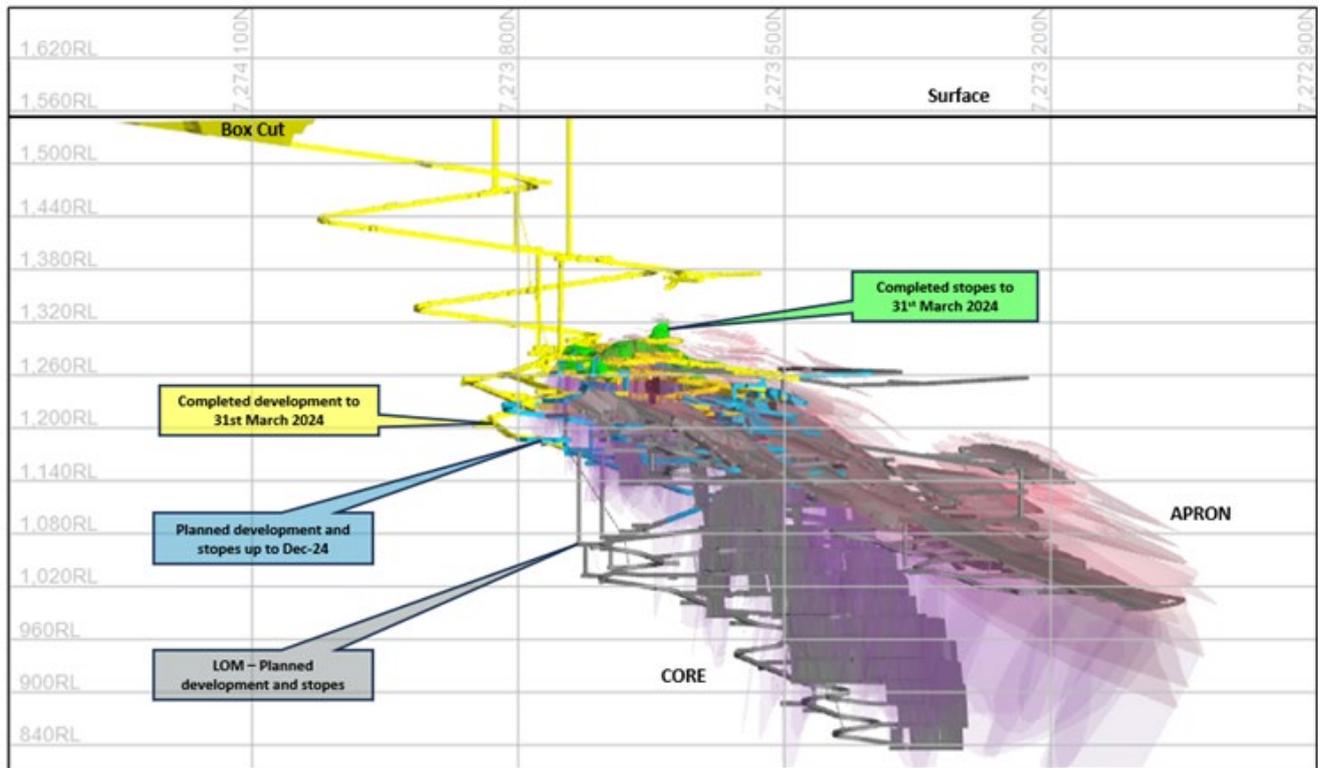
Figure 2 – Abra underground mine development.

Infrastructure work underground including paste fill, underground ventilation and escapeways continued during the Quarter. Paste delivery to underground during the Quarter was below planned levels due to shotcreting delays and processing plant shutdowns caused by mine access road closures.

In January, the five-metre cap of the 1280mRL fresh air rise number five (FAR#5) was fired out and the 1210mRL FAR#5 is now connected to the surface via the fresh air rise circuit.

Escapeway ladders were installed from 1290mRL pump station to 1210mRL FAR #5 in March. The 1290-1210mRL escapeway ladder now links the various ladderways from 1210mRL to the surface.

During the Quarter, a total of 60 underground diamond holes (13,251m) were completed for grade control and ongoing resource definition drilling.



**Figure 3 – Underground mine development as at Quarter-end in relation to the entire orebody.**

## Processing

During the Quarter, processing was impacted by 759 hours (32 days) of unscheduled and scheduled mill downtime. Unscheduled mill downtime was primarily due to low LNG stock levels limiting power supply because of mine access road closures following flooding of the Gascoyne River crossing on the Ashburton Downs Road in February and March (624 hours or 26 days) and conveyor belt replacement in February (44 hours or 2 days).

Due to the mine access road closures and plant shutdown, a decision was made to bring forward the planned mill reline from April to March (43 hours or 2 days). The mill reline was completed within the 26-day rain closure period.

The Abra processing plant processed 241,578t of ore in the Quarter producing 17,268t of lead concentrate. The reconciled feed grade for the Quarter was 5.2% lead and 17.4g/t silver compared to mine call grades of 5.3% lead and 16.8g/t silver.

Lead metal recovery for the Quarter averaged 86.7% which was largely unchanged from the 86.8% achieved in the December 2023 quarter. Lead metal recovery during March improved to 91.8%. Metal recoveries are expected to improve with longer more consistent run times and improving feed head grade as stope ore increases in the mine's production profile.

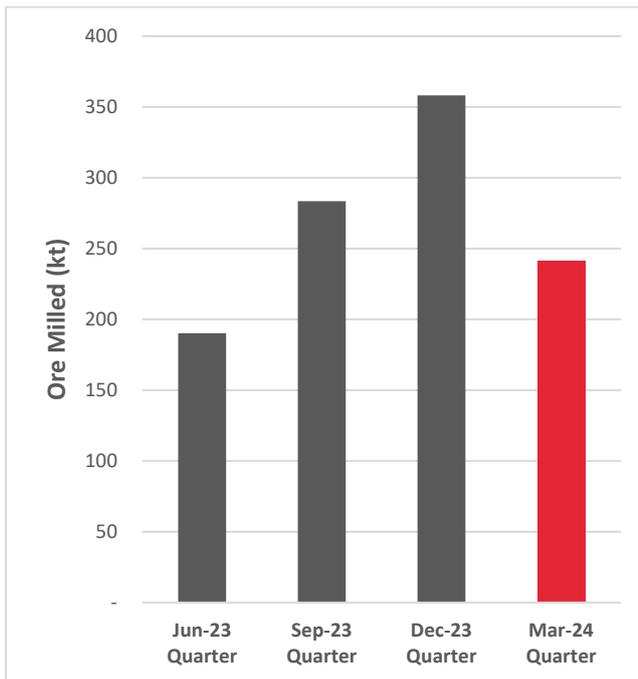


Figure 4 – Abra ore milled.

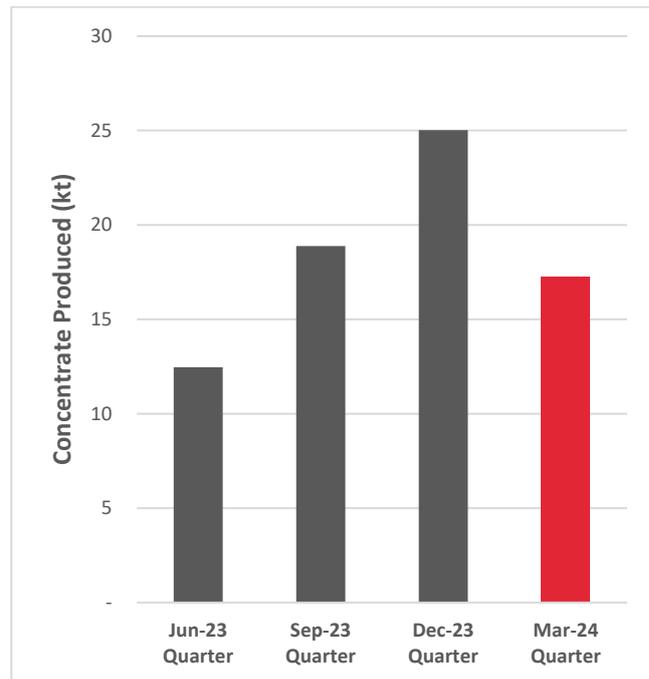


Figure 5 – Abra concentrate produced.

### Costs

C1 costs of A\$34.6 million (December 2023 quarter: A\$40.7 million) and all-in sustaining costs of A\$42.0 million (December 2023 quarter: A\$50.3 million) were in line with expectations as production and concentrate sales were impacted by mine access road closures during the Quarter and lower than planned grade.

### Exploration

During the Quarter, no on ground exploration activities were completed within the Abra JV exploration licences.

### Commercial initiatives in support of Abra development – project financing debt

In November 2020, Galena put in place US\$110 million in finalised debt facilities arranged by Taurus Funds Management. The facilities include a US\$100 million Project Finance Facility plus a US\$10 million Cost Overrun Facility (see Galena ASX announcement of 12 November 2020).

The Project Finance Facility consists of a US\$100 million, 69-month term loan primarily to fund capital expenditures for the development of Abra. Key terms include:

- Fixed interest of 8.0% per annum on drawn amounts, payable quarterly in arrears.
- 1.125% net smelter return royalty.
- No mandatory hedging.
- Early repayment allowed without penalty.
- Fifteen quarterly repayments from 31 December 2023 to 30 June 2027.

The Cost Overrun Facility consists of a US\$10 million loan to finance identified cost overruns on the Project in capital expenditure and working capital. Fixed interest of 10.0% per annum applies to amounts drawn under the Cost Overrun Facility.

The Taurus Debt Facilities have been fully drawn (see *Galena ASX announcement of 23 December 2022*) and are secured against Abra Project assets and over the shares that each of Galena and Toho own in AMPL.

AMPL made the first debt repayment of A\$6.6M (US\$4.5M) on the Project Finance Facility in December 2023 (see *Galena ASX announcement of 9 January 2024*) and Taurus agreed to defer the next scheduled 31 March 2024 principal debt repayment to 30 April 2024 (see *Galena ASX announcement of 1 March 2024*). Subsequently, Taurus also agreed to defer the 31 March 2024 interest payment to 30 April 2024.

The appointment of Administrators to AMPL has caused a default under the Taurus Debt Facilities. The Company has not yet entered into standstill arrangements with Taurus Funds Management. The Company is not aware of any present action taken by Taurus Funds Management against the Company.

## **JILLAWARRA PROJECT (100%-OWNED NON-ABRA PROSPECTS)**

Galena's non-Abra prospects located in the Jillawarra Project area consist of Woodlands, Manganese Range, Quartzite Well and Copper Chert, which comprise more than 60km of continuous strike directly to the west of Abra and reside within five granted Exploration Licences, being: E52/1413; E52/3575; E52/3581; E52/3630; and E52/3823.

During the Quarter, no on ground exploration activities were completed within the Jillawarra exploration licences.

## **CORPORATE**

### **Cash position**

As at 31 March 2024, the Company, together with its subsidiaries had approximately A\$6.8 million (31 December 2023: A\$3.8 million) in cash comprised of cash at bank.

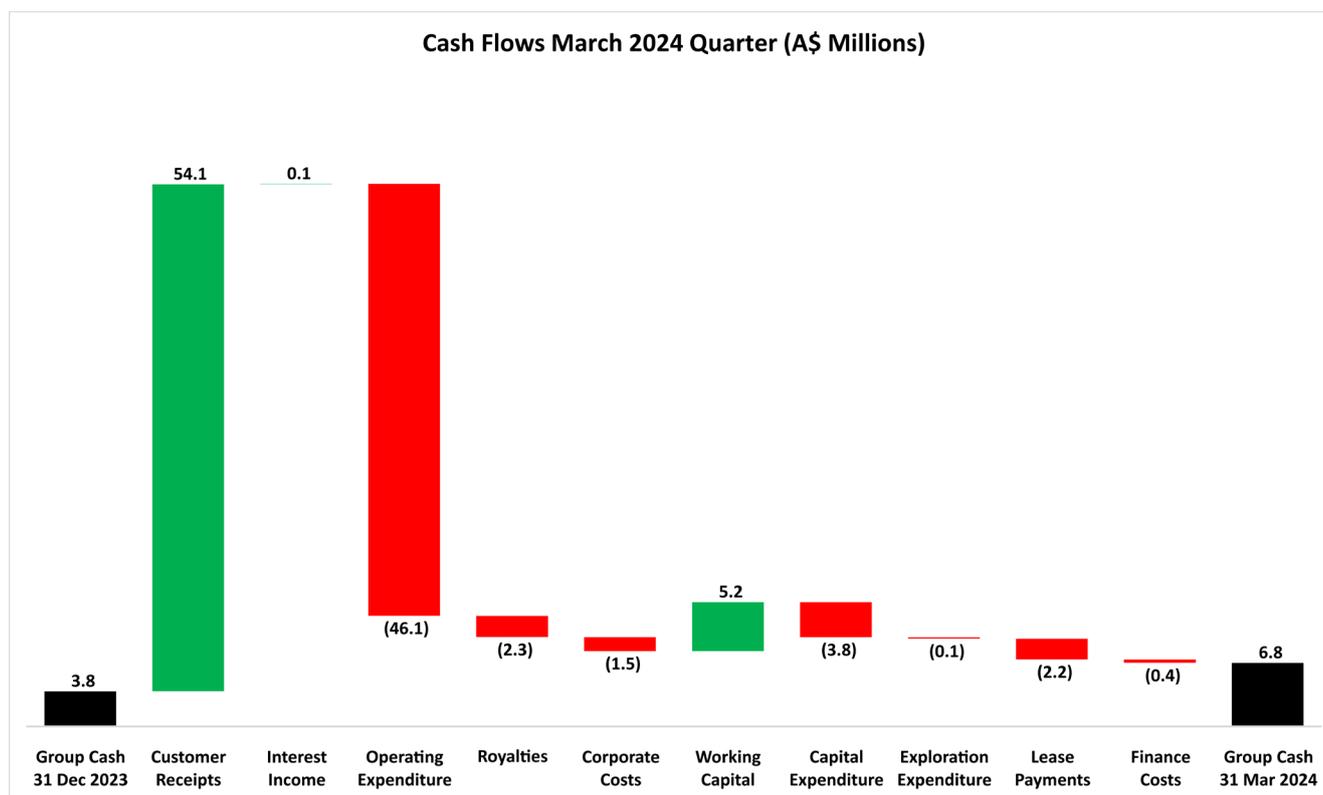
During the Quarter, receipts from customers for lead concentrate sales totalled A\$54.1 million (including offtake prepayments) generating operating cash flows for the quarter of A\$9.5 million.

Investing cash outflows of A\$3.9 million for the Quarter included mine development capital expenditure of A\$2.9 million, sustaining capital expenditure of A\$0.9 million and exploration expenditure of A\$0.1 million.

Financing cash outflows of A\$2.6 million for the Quarter included lease liability payments of A\$2.2 million and finance costs of A\$0.4 million.

Group free cash flows generated for the Quarter of A\$5.6 million.

Figure 6 below, provides a summary of the group cash flows for the Quarter.



**Figure 6 – Group cash flows for the Quarter.**

The Administrators took control of cash balances in AMPL (approximately A\$6.1 million) on appointment.

### **Payments to related parties of the entity and their associates**

The Company's Quarterly Cashflow Report (Appendix 5B) follows this activities report. The total amount paid to related parties of the Company and their associates, as per item 6.1 of the Appendix 5B, was A\$188k and includes payments to directors for fees, salaries, and consulting costs for the Quarter.

### **Appointment of Voluntary Administrators to AMPL**

Richard Tucker and Robert Hutson of KordaMentha were appointed as Administrators of the Company's 60% subsidiary, AMPL, on 4 April 2024.

The Administrators have advised Galena that they plan to operate the Abra mine and processing plant on a business-as-usual basis while reviewing operating and recapitalisation options. The Administrators will work closely with AMPL employees, suppliers, secured lenders, and customers to continue operations and preserve value for all stakeholders.

The Company will remain in suspension pursuant to Listing Rule 17.2 for the duration of the administration process.

## OUTLOOK

Key focus areas and corporate milestone workstreams for the June 2024 quarter include:

- Achieve targeted production plans including ongoing concentrate shipments to improve cash flows from operations during the June quarter.
  - Mining over 2,400m of development.
  - Mining and processing over 330,000t of ore.
  - Lead/silver concentrate shipments of approximately 25-30kt.
- Completion of specific technical works as follows:
  - Ongoing grade control drilling and model updates to continue to improve mine planning confidence.

Figures 8-10 (below) show recent photographs of the Abra Project.



**Figure 8 – Picture showing stope production downhole drilling from AD\_1260E\_OD31 into AD\_1210\_AC2\_OD2 stope (Photo 23 March 2024).**



**Figure 9 – Picture taken of the inside of the mill showing removal of old liners prior to installation of the new liners (March 2024).**



**Figure 10 – Underground Heavy Vehicle workshop near completion (April 2024).**

The Board of Directors of Galena authorised this announcement for release to the market.

**Galena Mining Ltd.**

**Anthony (Tony) James**  
Managing Director

## COMPETENT PERSON'S STATEMENT

The information in this report related to the Abra July 2023 Mineral Resource is based on work completed by Mr Angelo Scopel BSc (Geol), MAIG, an employee of Abra Mining Pty Ltd and Ms Lisa Bascombe BSc (Geol), MAIG, an employee of Abra Mining Pty Ltd. Mr Scopel is responsible for data review, QAQC, and the geological model. Ms Bascombe is responsible for the resource estimation, classification, and reporting.

Mr. Scopel and Ms. Bascombe have sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves. Mr Scopel and Ms Bascombe consent to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this report to which this statement is attached that relates to exploration results and drilling data is based upon information compiled by Mr Angelo Scopel BSc (Geol), MAIG, a fulltime employee of Abra Mining Pty Ltd. Mr Scopel has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves. Mr Scopel consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

## NO NEW INFORMATION

This report contains references to exploration results and Mineral Resource estimates, all of which have been cross-referenced to previous announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant announcements and in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.

## FORWARD-LOOKING STATEMENTS

The contents of this announcement reflect various technical and economic conditions at the time of writing. Given the nature of the resources industry, these conditions can change significantly over relatively short periods of time. Consequently, actual results may vary from those in this announcement.

Some statements in this announcement regarding estimates or future events are forward-looking statements. They include indications of, and guidance on, future earnings, cash flow, costs, and financial performance. Forward-looking statements include, but are not limited to, statements preceded by words such as "planned", "expected", "projected", "estimated", "may", "scheduled", "intends", "anticipates", "believes", "potential", "predict", "foresee", "proposed", "aim", "target", "opportunity", "could", "nominal", "conceptual" and similar expressions.

Forward-looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements are provided as a general guide only and should not be relied on as guarantee of future performance. Forward-looking statements may be affected by a range of variables that could cause actual results to differ from estimated results and may cause the Company's actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward-looking statements. So, there can be no assurance that actual outcomes will not materially differ from these forward-looking statements.

**APPENDIX 1 – TENEMENT INFORMATION AS REQUIRED BY LISTING RULE 5.3.3**

| <b>Country</b>                                                                   | <b>Location</b> | <b>Project</b> | <b>Tenement</b> | <b>Change<br/>in<br/>Holding<br/>(%)</b> | <b>Current<br/>Interest<br/>(%)</b> |
|----------------------------------------------------------------------------------|-----------------|----------------|-----------------|------------------------------------------|-------------------------------------|
| <u>Tenements owned by Galena or wholly-owned subsidiaries:</u>                   |                 |                |                 |                                          |                                     |
| Australia                                                                        | WA              | Jillawarra     | E52/1413        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Jillawarra     | E52/3575        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Jillawarra     | E52/3581        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Jillawarra     | E52/3630        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Jillawarra     | E52/3823        | 0                                        | 100                                 |
| <u>Tenements owned by Galena's 60%-owned subsidiary Abra Mining Pty Limited:</u> |                 |                |                 |                                          |                                     |
| Australia                                                                        | WA              | Abra           | M52/0776        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Abra           | E52/1455        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Abra           | G52/0286        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Abra           | G52/0292        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Abra           | L52/0121        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Abra           | L52/0194        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Abra           | L52/0198        | 0                                        | 100                                 |
| Australia                                                                        | WA              | Teano          | L52/205         | 0                                        | 100                                 |
| Australia                                                                        | WA              | Ervilla        | L52/206         | 0                                        | 100                                 |
| Australia                                                                        | WA              | Teano          | L52/210         | 0                                        | 100                                 |
| Australia                                                                        | WA              | Three Rivers   | L52/214         | 0                                        | 100                                 |
| Australia                                                                        | WA              | TEANO          | L52/240         | 0                                        | 100                                 |

## ABOUT ABRA BASE METALS MINE

60% owned by Galena, the Abra Base Metals Mine (“Abra” or the “Project”) is a globally significant lead-silver project located in the Gascoyne region of Western Australia (between the towns of Newman and Meekatharra, approximately 110km from Sandfire’s DeGrussa Project).

Galena completed an outstanding definitive / bankable feasibility study (“FS”) (see Galena ASX announcement of 22 July 2019) for development of an underground mine and processing facility to produce a high-value, high-grade lead-silver concentrate. A ‘final investment decision’ to complete the Project was made in June 2021 and construction was completed in December 2022 with first concentrate shipped in the first quarter of 2023 calendar year.

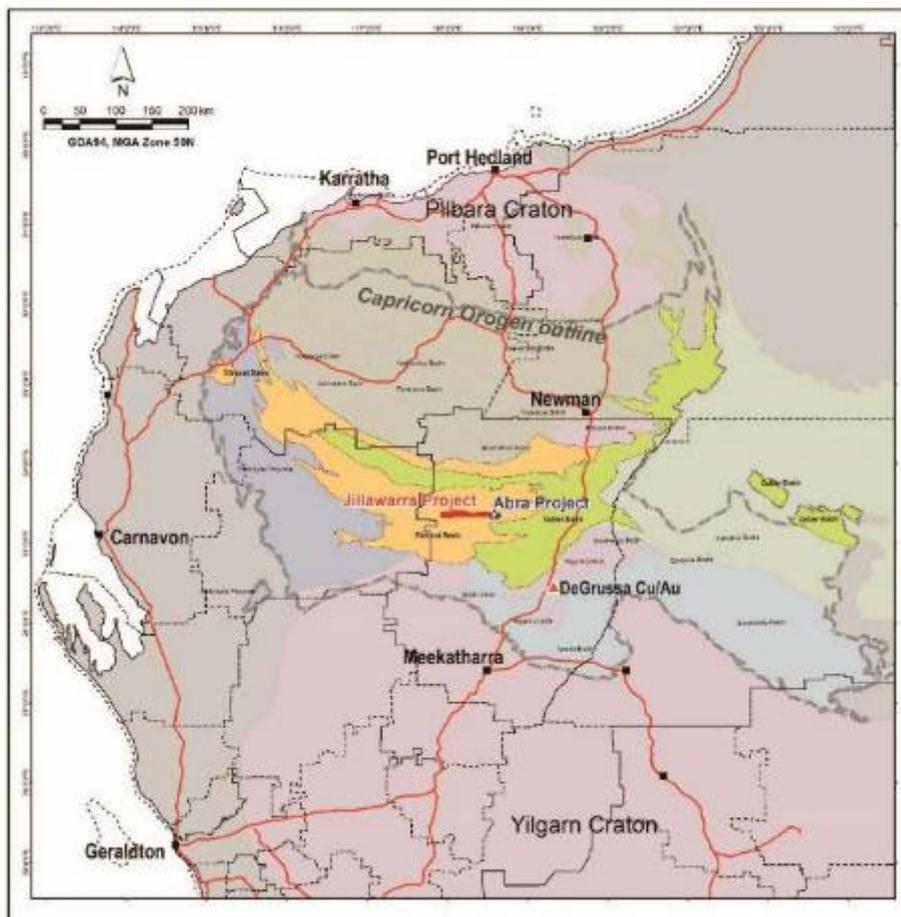
### 2023 Mineral Resource Update (July 2023 MRE) (see Galena ASX announcement of 7 August 2023)

Abra JORC Mineral Resource estimate at 5% lead cut-off grade (July 2023 MRE)<sup>1, 2</sup>

| Resource classification | Tonnes (Mt) | Lead grade (%) | Silver grade (g/t) |
|-------------------------|-------------|----------------|--------------------|
| Measured                | 0.3         | 7.3            | 32                 |
| Indicated               | 16.2        | 7.3            | 19                 |
| Inferred                | 16.9        | 6.9            | 15                 |
| Total                   | 33.4        | 7.1            | 17                 |

Notes: 1. See Galena ASX announcement of 7 August 2023. Galena confirms that it not aware of any new information or data that materially affects the information included in Galena’s ASX announcement of 7 August 2023 and confirms that all material assumptions and technical parameters underpinning the resource estimates continue to apply and have not materially changed. 2. Calculated using ordinary kriging method and a 5.0% lead cut-off grade. Tonnages are rounded to the nearest 100,000t, lead grades to one decimal place and silver to the nearest gram. Rounding errors may occur when using the above figures.

## ABRA LOCATION



## Appendix 5B

### Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Galena Mining Limited

ABN

63 616 317 778

Quarter ended ("current quarter")

31 March 2024

| Consolidated statement of cash flows                      | Current quarter<br>\$A'000 | Year to date<br>(9 months)<br>\$A'000 |
|-----------------------------------------------------------|----------------------------|---------------------------------------|
| <b>1. Cash flows from operating activities</b>            |                            |                                       |
| 1.1 Receipts from customers                               | 54,149                     | 153,751                               |
| 1.2 Payments for                                          |                            |                                       |
| (a) exploration & evaluation                              | -                          | -                                     |
| (b) development                                           | -                          | -                                     |
| (c) production                                            | (36,206)                   | (102,827)                             |
| (d) staff costs                                           | (5,007)                    | (13,793)                              |
| (e) administration and corporate costs                    | (1,494)                    | (2,935)                               |
| 1.3 Dividends received (see note 3)                       | -                          | -                                     |
| 1.4 Interest received                                     | 44                         | 242                                   |
| 1.5 Interest and other costs of finance paid              | (365)                      | (8,148)                               |
| 1.6 Income taxes paid                                     | -                          | -                                     |
| 1.7 Government grants and tax incentives                  | -                          | -                                     |
| 1.8 Other (Royalties)                                     | (2,276)                    | (8,568)                               |
| <b>1.9 Net cash from / (used in) operating activities</b> | <b>8,845</b>               | <b>17,722</b>                         |
| <b>2. Cash flows from investing activities</b>            |                            |                                       |
| 2.1 Payments to acquire:                                  |                            |                                       |
| (a) entities                                              | -                          | -                                     |
| (b) tenements                                             | -                          | -                                     |
| (c) property, plant and equipment                         | (3,533)                    | (17,854)                              |
| (d) exploration & evaluation                              | (148)                      | (487)                                 |
| (e) investments                                           | -                          | -                                     |
| (f) other non-current assets                              | -                          | -                                     |

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

| Consolidated statement of cash flows |                                                                                         | Current quarter<br>\$A'000 | Year to date<br>(9 months)<br>\$A'000 |
|--------------------------------------|-----------------------------------------------------------------------------------------|----------------------------|---------------------------------------|
| 2.2                                  | Proceeds from the disposal of:                                                          |                            |                                       |
|                                      | (a) entities                                                                            | -                          | -                                     |
|                                      | (b) tenements                                                                           | -                          | -                                     |
|                                      | (c) property, plant and equipment                                                       | -                          | -                                     |
|                                      | (d) equity investments                                                                  | -                          | -                                     |
|                                      | (e) other non-current assets                                                            | -                          | -                                     |
| 2.3                                  | Cash flows from loans to other entities                                                 | -                          | -                                     |
| 2.4                                  | Dividends received (see note 3)                                                         | -                          | -                                     |
| 2.5                                  | Other (provide details if material)                                                     | -                          | -                                     |
| <b>2.6</b>                           | <b>Net cash from / (used in) investing activities</b>                                   | <b>(3,681)</b>             | <b>(18,341)</b>                       |
| <b>3.</b>                            | <b>Cash flows from financing activities</b>                                             |                            |                                       |
| 3.1                                  | Proceeds from issues of equity securities (excluding convertible debt securities)       | -                          | -                                     |
| 3.2                                  | Proceeds from issue of convertible debt securities                                      | -                          | -                                     |
| 3.3                                  | Proceeds from exercise of options                                                       | -                          | -                                     |
| 3.4                                  | Transaction costs related to issues of equity securities or convertible debt securities | -                          | -                                     |
| 3.5                                  | Proceeds from borrowings                                                                | -                          | -                                     |
| 3.6                                  | Repayment of borrowings                                                                 | -                          | (6,560)                               |
| 3.7                                  | Transaction costs related to loans and borrowings                                       | -                          | -                                     |
| 3.8                                  | Dividends paid                                                                          | -                          | -                                     |
| 3.9                                  | Other (Lease payments)                                                                  | (2,223)                    | (5,113)                               |
| <b>3.10</b>                          | <b>Net cash from / (used in) financing activities</b>                                   | <b>(2,223)</b>             | <b>(11,673)</b>                       |
| <b>4.</b>                            | <b>Net increase / (decrease) in cash and cash equivalents for the period</b>            |                            |                                       |
| 4.1                                  | Cash and cash equivalents at beginning of period                                        | 3,758                      | 19,343                                |
| 4.2                                  | Net cash from / (used in) operating activities (item 1.9 above)                         | 8,845                      | 17,722                                |
| 4.3                                  | Net cash from / (used in) investing activities (item 2.6 above)                         | (3,681)                    | (18,341)                              |
| 4.4                                  | Net cash from / (used in) financing activities (item 3.10 above)                        | (2,223)                    | (11,673)                              |

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

| Consolidated statement of cash flows |                                                   | Current quarter<br>\$A'000 | Year to date<br>(9 months)<br>\$A'000 |
|--------------------------------------|---------------------------------------------------|----------------------------|---------------------------------------|
| 4.5                                  | Effect of movement in exchange rates on cash held | 88                         | (264)                                 |
| <b>4.6</b>                           | <b>Cash and cash equivalents at end of period</b> | <b>6,787</b>               | <b>6,787</b>                          |

| 5. Reconciliation of cash and cash equivalents<br>at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts |                                                                                  | Current quarter<br>\$A'000 | Previous quarter<br>\$A'000 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------|----------------------------|-----------------------------|
| 5.1                                                                                                                                                                     | Bank balances                                                                    | 6,787                      | 3,758                       |
| 5.2                                                                                                                                                                     | Call deposits                                                                    | -                          | -                           |
| 5.3                                                                                                                                                                     | Bank overdrafts                                                                  | -                          | -                           |
| 5.4                                                                                                                                                                     | Other (provide details)                                                          | -                          | -                           |
| <b>5.5</b>                                                                                                                                                              | <b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b> | <b>6,787</b>               | <b>3,758</b>                |

**6. Payments to related parties of the entity and their associates**

- 6.1 Aggregate amount of payments to related parties and their associates included in item 1
- 6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter  
\$A'000**

188

-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

*Payments to directors, including non-executive directors for fees, salaries and consulting costs for the quarter.*

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

| <b>7. Financing facilities</b>                                                                                                                                                                                                                                                                                                                  | <b>Total facility amount at quarter end \$A'000</b> | <b>Amount drawn at quarter end \$A'000</b> |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------|--------------------------------------------|
| <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>                                                                                                                                                                                                                                          |                                                     |                                            |
| <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>                                                                                                                                                                                                                                           |                                                     |                                            |
| 7.1 Loan facilities                                                                                                                                                                                                                                                                                                                             | 168,684                                             | 168,684                                    |
| 7.2 Credit standby arrangements                                                                                                                                                                                                                                                                                                                 |                                                     |                                            |
| 7.3 Other (please specify)                                                                                                                                                                                                                                                                                                                      |                                                     |                                            |
| <b>7.4 Total financing facilities</b>                                                                                                                                                                                                                                                                                                           | <b>168,684</b>                                      | <b>168,684</b>                             |
| <b>7.5 Unused financing facilities available at quarter end</b>                                                                                                                                                                                                                                                                                 |                                                     | -                                          |
| 7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well. |                                                     |                                            |
| US\$110 million secured project financing debt facilities provided by Taurus Mining Finance Fund No2 L.P., comprising:                                                                                                                                                                                                                          |                                                     |                                            |
| <ul style="list-style-type: none"> <li>• US\$100 million, 69-month term loan with fixed interest of 8.0% per annum; and</li> <li>• US\$10 million cost overrun facility with fixed interest of 10.0% per annum.</li> </ul>                                                                                                                      |                                                     |                                            |

| <b>8. Estimated cash available for future operating activities</b>                                                                                                                                                                    | <b>\$A'000</b> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|
| 8.1 Net cash from / (used in) operating activities (Item 1.9)                                                                                                                                                                         | 8,845          |
| 8.2 Capitalised exploration & evaluation (Item 2.1(d))                                                                                                                                                                                | (148)          |
| 8.3 Total relevant outgoings (Item 8.1 + Item 8.2)                                                                                                                                                                                    | 8,697          |
| 8.4 Cash and cash equivalents at quarter end (Item 4.6)                                                                                                                                                                               | 6,787          |
| 8.5 Unused finance facilities available at quarter end (Item 7.5)                                                                                                                                                                     | -              |
| 8.6 Total available funding (Item 8.4 + Item 8.5)                                                                                                                                                                                     | 6,787          |
| <b>8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)</b>                                                                                                                                                     | <b>N/A</b>     |
| <i>Note: if the entity has reported positive relevant outgoings (i.e. a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i> |                |

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: Not Applicable

2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: Not Applicable

3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Not Applicable

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 April 2024

Authorised by: By the Board of Galena Mining Limited  
(Name of body or officer authorising release – see note 4)

## Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.