

28 September 2022

**Ormonde Mining plc**  
("Ormonde" or "the Company")

**Interim Results for the Six Months Ended 30 June 2022**

Ormonde announces its unaudited interim results for the six months ended 30 June 2022.

**Key points:**

- Ongoing review of acquisition and investment opportunities across a number of jurisdictions
- Conditional sale of La Zarza assets (the "Sale") provides opportunity to further strengthen the Company's balance sheet in order to create shareholder value through acquisitions
- Following shareholder approval of the Sale, Company to become a cash shell - required to undertake a reverse takeover within six months

**Operational Review:**

**New Projects**

During the first six months of the year, the Board of Directors (the "Board") and its advisory team evaluated a range of projects located in a number of countries covering, *inter alia*, precious metal, precious stones, base metals and battery metals opportunities. While there are numerous early-stage exploration opportunities available in the mining sector currently, such investments carry a range of risk profiles, particularly those that may require significant upfront investment with little visibility over near or medium term upside. With shareholder value in mind, the Board is looking to identify opportunities in which Ormonde's investment will have the ability to advance the project in a timely manner and enhance its profitability potential without taking on excessive risk.

**La Zarza**

On 29 July 2022, the Company announced that it had entered into a conditional agreement for the sale of its interests in the La Zarza Copper-Gold Project in Spain ("La Zarza") for a cash consideration of €2.3 million, payable as €800,000 on closing and three further payments of €500,000 each on the first, second and third anniversary of closing. The Sale is conditional on approval by Ormonde shareholders at an Extraordinary General Meeting ("EGM") to be held later today. The Company has received irrevocable undertakings from the Company's largest shareholder, Thomas Anderson, holding 24.41% of the Company's shares, to vote in favour of the resolutions in relation to the Sale.

**Salamanca and Zamora Gold Projects**

The three investigation permits that make up these gold exploration projects came up for renewal during July and September 2021. Applications to extend each permit for a further three years have been submitted to the mining authorities where they are currently being processed. The renewal of the permits will require further exploration commitments. This process can take a considerable length of time and carries no guarantee that the permits will be renewed. Ormonde's interest in the Salamanca and Zamora Projects on 30 June 2022 was 50.9% and 46.6% respectively.

## **Financial Review:**

### **Interim Results**

The Company reports a significantly reduced loss after tax for the six months ended 30 June 2022 of €363,000 (2021: €630,000 Loss). The reduction of €267,000 in the reported loss was primarily driven by the significant reductions in director and senior management salaries and the elective non-payment of director fees during the period.

As at 30 June 2022, the Company held €3.4 million of cash (€3.7 million at 31 Dec 2021), with a further €800,000 due on closing of the Sale and three further payments of €500,000 each on the first, second and third anniversary of closing.

### **EGM Recommendation and AIM Rule 15**

Following shareholder approval of the disposal of the La Zarza assets, the Company would become a cash shell pursuant to AIM Rule 15 and the Euronext Growth Market rules, and as such will, within a period of six months and twelve months respectively from the date of the disposal, be required to make an acquisition or acquisitions which constitute a reverse takeover under AIM Rule 14 and the Euronext Growth Market rules. If no such acquisition or acquisitions are made, the Company's shares would be suspended from trading pursuant to AIM Rule 40 and the Euronext Growth Market rules.

The Board unanimously recommended that shareholders voted in favour of the resolutions relating to the Sale.

### **Brendan McMorrow, Chief Executive Officer, commented:**

*"The sale of our assets at La Zarza will be an important milestone for the Company and, following the approval by Ormonde's shareholders, would place the Company on an even stronger financial footing from which to execute on new opportunities. To release value from the assets at a premium to book value is a very satisfactory outcome for the Company and its shareholders.*

*Although we have not yet identified the optimal project for our next phase, I am encouraged by the quality and volume of the opportunities that we have reviewed and the strength of the newly constructed Board and its advisory team. Our balance sheet strength allows us the benefit of selectivity, ensuring that when we do move forward with a transaction, we expect it to be a highly attractive one."*

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**Ormonde Mining plc**  
**Consolidated Statement of Comprehensive Income**  
**Six months ended 30 June 2022**

	<i>unaudited</i> 6 Months ended 30-Jun-22 €000s	<i>unaudited</i> 6 Months ended 30-Jun-21 €000s	<i>audited</i> Year ended 31-Dec-21 €000s
<b>Turnover</b>	-	-	-
Administration expenses	(350)	(617)	(1,194)
Impairment of Asset classified as held for sale	-	-	(400)
<b>Loss on ordinary activities</b>	<u>(350)</u>	<u>(617)</u>	<u>(1,594)</u>
Finance costs	(13)	(13)	(24)
<b>Loss for the period from continuing activities</b>	<u>(363)</u>	<u>(630)</u>	<u>(1,618)</u>
Taxation on (loss)	-	-	-
<b>Loss for the period after tax</b>	<u>(363)</u>	<u>(630)</u>	<u>(1,618)</u>
<b>Loss for the period</b>	<u>(363)</u>	<u>(630)</u>	<u>(1,618)</u>
<b>Total comprehensive (loss) for the period</b>	<u>(363)</u>	<u>(630)</u>	<u>(1,618)</u>
<b>Earnings per share</b>			
<b>from continuing operations</b>			
Basic & diluted (loss) per share (in cent)	(0.08)	(0.13)	(0.34)
<b>Total earnings per share</b>			
Basic & diluted gain (loss) per share (in cent)	(0.08)	(0.13)	(0.34)

**Ormonde Mining plc**  
**Consolidated Statement of Financial Position**  
**As at 30 June 2022**

	<i>unaudited</i> 30-Jun-22 €000s	<i>unaudited</i> 30-Jun-21 €000s	<i>audited</i> 31-Dec-21 €000s
<b>Assets</b>			
<b>Non-current assets</b>			
Intangible assets	315	305	309
Total Non-Current Assets	<u>315</u>	<u>305</u>	<u>309</u>
<b>Current assets</b>			
Trade & other receivables	49	31	93
Cash & cash equivalents	3,385	4,315	3,746
Asset classified as held for sale	2,000	2,400	2,000
Total current assets	<u>5,434</u>	<u>6,746</u>	<u>5,839</u>
<b>Total assets</b>	<u><b>5,749</b></u>	<u><b>7,051</b></u>	<u><b>6,148</b></u>
<b>Equity &amp; liabilities</b>			
<b>Equity</b>			
Issued share capital	4,725	4,725	4,725
Share premium account	29,932	29,932	29,932
Share based payment reserve	281	283	281
Capital conversion reserve fund	29	29	29
Capital redemption reserve fund	7	7	7
Retained losses	(29,376)	(28,099)	(29,013)
Total equity - attributable to the owners of the Company	<u>5,598</u>	<u>6,877</u>	<u>5,961</u>
<b>Current liabilities</b>			
Trade & other payables	151	174	187
Total liabilities	<u>151</u>	<u>174</u>	<u>187</u>
<b>Total equity &amp; liabilities</b>	<u><b>5,749</b></u>	<u><b>7,051</b></u>	<u><b>6,148</b></u>

Ormonde Mining plc  
Consolidated Statement of Cashflows  
Six months ended 30 June 2022

	<i>unaudited</i> 6 Months ended 30-Jun-22 €000s	<i>unaudited</i> 6 Months ended 30-Jun-21 €000s	<i>audited</i> Year ended 31-Dec-21 €000s
<b>Cashflows from operating activities</b>			
(Loss) for period before taxation			
Continuing operations	(363)	(630)	(1,618)
	<u>(363)</u>	<u>(630)</u>	<u>(1,618)</u>
<b>Adjustments for:</b>			
Impairment of Asset classified as held for sale	-	-	400
Share option expense	-	-	72
	<u>(363)</u>	<u>(630)</u>	<u>(1,146)</u>
<b>Movement in Working Capital</b>			
Movement in receivables	44	27	(35)
Movement in liabilities	(36)	(37)	(24)
	<u>(355)</u>	<u>(640)</u>	<u>(1,205)</u>
<b>Net Cash used in operations</b>	<u>(355)</u>	<u>(640)</u>	<u>(1,205)</u>
<b>Cashflow from financing activities</b>	<u>(355)</u>	<u>(640)</u>	<u>(1,205)</u>
<b>Investing activities</b>			
Expenditure on intangible assets	(6)	(10)	(14)
	<u>(6)</u>	<u>(10)</u>	<u>(14)</u>
<b>Net cash (used in) investing activities</b>	<u>(6)</u>	<u>(10)</u>	<u>(14)</u>
<b>Net (decrease) in cash and cash equivalents</b>	<u>(361)</u>	<u>(650)</u>	<u>(1,219)</u>
<b>Cash and cash equivalents at beginning of period</b>	<u>3,746</u>	<u>4,965</u>	<u>4,965</u>
<b>Cash and cash equivalents at end of period</b>	<u>3,385</u>	<u>4,315</u>	<u>3,746</u>

**Ormonde Mining plc**  
**Consolidated Statement of Changes in Equity**  
**Six months ended 30 June 2022**

Consolidated Statement of Changes in Equity	Share Capital €000s	Share Premium €000s	Share based payment reserve €000s	Other Reserves €000s	Retained Losses €000s	Total €000s
<b>At 1 January 2021</b>	<b>4,725</b>	<b>29,932</b>	<b>283</b>	<b>36</b>	<b>(27,469)</b>	<b>7,507</b>
Loss for the period	-	-	-	-	(630)	(630)
<u>Total comprehensive loss for the period</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(630)</u>	<u>(630)</u>
<b>At 30 June 2021</b>	<b>4,725</b>	<b>29,932</b>	<b>283</b>	<b>36</b>	<b>(28,099)</b>	<b>6,877</b>
Loss for the period	-	-	-	-	(988)	(988)
<u>Total comprehensive loss for the period</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(988)</u>	<u>(988)</u>
Release relating to expired share options	-	-	(74)	-	74	0
Employee share-based compensation	-	-	72	-	-	72
<b>At 31 December 2021</b>	<b>4,725</b>	<b>29,932</b>	<b>281</b>	<b>36</b>	<b>(29,013)</b>	<b>5,961</b>
Loss for the period	-	-	-	-	(363)	(363)
<u>Total comprehensive loss for the period</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(363)</u>	<u>(363)</u>
<b>At 30 June 2022</b>	<b>4,725</b>	<b>29,932</b>	<b>281</b>	<b>36</b>	<b>(29,376)</b>	<b>5,598</b>

## Notes to the Interim Consolidated Financial Statements

### 1. Accounting policies and basis of preparation

Ormonde Mining plc (the "Company") is a company incorporated and domiciled in the Republic of Ireland. The Unaudited Consolidated Interim Financial Statements ("the Interim Consolidated Financial Statements") of the Company, as at and for the six months ended 30 June 2022, comprise the Company and its subsidiaries (together referred to as the "Group").

The comparative information provided in the Interim Consolidated Financial Statements relating to the year ended 31 December 2021 does not comprise statutory financial statements. The audit opinion on the statutory financial statements for the year ended 31 December 2021 was unqualified. However, the auditors drew attention by way of an emphasis of matter paragraph to the material uncertainty relating to the carrying value of the La Zarza exploration and evaluation assets, which are classified as assets held for sale. These assets held for sale are as set out in the opening page to these Interim Consolidated Financial Statements now the subject of a conditional agreement for their sale.

The Interim Consolidated Financial Statements do not include all of the information required for full annual financial statements and should be read in conjunction with the audited consolidated financial statements of the Group as at and for the year ended 31 December 2021, which are available on the Company's website, [www.ormondemining.com](http://www.ormondemining.com).

The financial information in this report has been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS") as adopted by the European Union. IFRS is subject to amendment and interpretation by the International Accounting Standards Board ("IASB") and the IFRS Interpretations Committee and there is an ongoing process of review and endorsement by the European Commission. These policies are consistent with those to be adopted in the Group's consolidated financial statements for the year ending 31 December 2022. The accounting policies applied by the Group in the Interim Consolidated Financial Statements are the same as those applied by the Group in the consolidated financial statements for the year ended 31 December 2021.

The Directors have prepared the Interim Consolidated Financial Statements on the going concern basis which assumes that the Group and Company will have sufficient resources to continue in operation for the foreseeable future, being a period of not less than 12 months from the date of signing of these statements. The Directors have prepared cashflow forecasts for the twelve month period to September 2023 and on that basis consider it appropriate to prepare the Interim Consolidated Financial Statements on the going concern basis. These statements do not include any adjustments that would result from the going concern basis of preparation not being adopted.

The unaudited Interim Consolidated Financial Statements were approved by the Board of Directors on 27 September 2022.

## Notes to the Interim Consolidated Financial Statements

### 2. Segmental analysis

An analysis by geographical segments is presented below. The Group has geographical segments in Ireland and Spain.

The segment results for the period ended 30 June 2022 are as follows:

	<b>Ireland</b>	<b>Spain</b>	<b>Total</b>
	<b>€000s</b>	<b>€000s</b>	<b>€000s</b>
<b>Total comprehensive loss for 6 months to 30 June 2022</b>			
Segment (loss) for period	(207)	(156)	(363)
	<hr/>	<hr/>	<hr/>
	<b>(207)</b>	<b>(156)</b>	<b>(363)</b>
	<hr/>	<hr/>	<hr/>
<b>Total comprehensive loss for year to 31 December 2021</b>	<b>€000s</b>	<b>€000s</b>	<b>€000s</b>
Segment (loss) for period	(1,038)	(580)	(1,618)
	<hr/>	<hr/>	<hr/>
	<b>(1,038)</b>	<b>(580)</b>	<b>(1,618)</b>
	<hr/>	<hr/>	<hr/>
<b>Total comprehensive loss for 6 months to 30 June 2021</b>	<b>€000s</b>	<b>€000s</b>	<b>€000s</b>
Segment (loss) for period	(532)	(97)	(630)
	<hr/>	<hr/>	<hr/>
	<b>(532)</b>	<b>(97)</b>	<b>(630)</b>
	<hr/>	<hr/>	<hr/>



## Notes to the Interim Consolidated Financial Statements (continued)

### 3. Basic earnings per share

The basic and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

<b>Earnings per share</b>	<b>30-Jun-22</b>	<b>30-Jun-21</b>	<b>31-Dec-21</b>
	<b>€000s</b>	<b>€000s</b>	<b>€000s</b>
Profit/(loss) for the period attributable to equity holders of the parent:			
From continuing business	(363)	(630)	(1,618)
Total (Loss) for period	<u>(363)</u>	<u>(630)</u>	<u>(1,618)</u>
Weighted average number of ordinary shares for the purpose of basic earnings per share	472,507,482	472,507,482	472,507,482
<b>Basic loss per ordinary shares (in cent) from continuing operations</b>	<u><b>(0.08)</b></u>	<u><b>(0.13)</b></u>	<u><b>(0.34)</b></u>
<b>Basic loss per ordinary shares (in cent) Total</b>	<u><b>(0.08)</b></u>	<u><b>(0.13)</b></u>	<u><b>(0.34)</b></u>

### Diluted earnings per share

For the six months to 30 June 2022, the share options are anti-dilutive and therefore diluted earnings per share is the same as the basic earnings per share.

For the six months to 30 June 2021 and the year ended 31 December 2021 the basic and diluted earnings per share are the same.

## Notes to the Interim Consolidated Financial Statements (continued)

### 4. Share capital

	30-Jun-22 €000s	30-Jun-21 €000s	31-Dec-21 €000s
<b>Authorised Equity</b>			
650,000,000 ordinary shares of €0.01 each	6,500	6,500	6,500
	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>
<b>Issued Capital</b>			
Share Capital	4,725	4,725	4,725
Share Premium	29,932	29,932	29,932
	<u>34,657</u>	<u>34,657</u>	<u>34,657</u>
<b>Issued Capital comprises</b>			
472,507,483 ordinary shares of €0.01 each	4,725	4,725	4,725
	<u>4,725</u>	<u>4,725</u>	<u>4,725</u>

### 5. Dividends

No dividends were paid or proposed in respect of the six months ended 30 June 2022.

### 6. Post balance sheet events

On 30 August 2022 the Company notified shareholders that it was posting a circular calling an extraordinary general meeting for the 28 September 2022 in relation to the approval of the sale of the La Zarza assets to La Zarza Minería Metalica S.L.U..