



Jervois Mining Limited

(ABN 52 007 626 575)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(Unaudited – Expressed in Australian Dollars)

For the three months ended 31 March 2021

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

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JERVOIS MINING LIMITED AND CONTROLLED ENTITIES
Condensed Consolidated Statement of Financial Position
As at 31 March 2021 and 31 December 2020 (Unaudited)

	Note	31 March 2021 A\$'000	31 December 2020 A\$'000
Current assets			
Cash and cash equivalents	6	41,039	42,331
Other receivables		39	50
Prepayments		385	369
Term deposits		116	116
Inventories		19	78
Total current assets		41,598	42,944
Non-current assets			
Security deposits		158	158
Exploration and evaluation	7	7,210	7,171
Property, plant and equipment	8	77,372	74,114
Intangible assets		393	418
Reclamation deposits	9	2,884	2,813
Right-of-use asset		27,796	31,847
Total non-current assets		115,813	116,521
Total assets		157,411	159,465
Current liabilities			
Trade and other payables	10	1,601	811
Employee benefits	11	356	255
Loans		105	104
Lease liability		12,159	13,195
Total current liabilities		14,221	14,365
Non-current liabilities			
Deferred tax liabilities		-	36
Employee benefits	11	19	19
Asset retirement obligation	12	9,938	9,808
Lease liability		12,914	13,720
Total non-current liabilities		22,871	23,583
Total liabilities		37,092	37,948
Net assets		120,319	121,517
Equity			
Share capital	13	211,732	208,937
Reserves		8,284	7,524
Accumulated losses		(99,697)	(94,944)
Total equity attributable to equity holders of the Company		120,319	121,517

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

Approved on behalf of the Board on April 26, 2021:

(signed) "Peter Johnston"
Peter Johnston, Director

(signed) "Bryce Crocker"
Bryce Crocker, Director

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

	Note	Three months ended 31 March 2021 A\$'000	Three months ended 31 March 2020 A\$'000
Other income		28	38
Administrative expenses		(105)	26
Communication expenses		(9)	7
Employee benefits expenses		(936)	(387)
Share-based payments	14	(1,121)	(748)
Insurance premiums		-	(1)
Professional fees		(225)	(341)
Business development costs		(340)	(209)
Securities quotation fees		(161)	(58)
Tenancy and property costs		(3)	(5)
Other expenses		(93)	(114)
Depreciation and amortisation		(337)	(101)
Professional fees incurred with M2 Cobalt and eCobalt acquisitions		-	(12)
Fair value adjustment		-	(2)
Loss on sale of fixed assets		-	(2)
Net foreign exchange loss		(787)	-
Interest income		-	12
Interest expense		(664)	-
Loss before income tax expense		(4,753)	(1,897)
Income tax expense		-	-
Loss for the period		(4,753)	(1,897)
Loss after income tax expense for the period attributable to the owners of Jervois Mining Limited		(4,753)	(1,897)
Other comprehensive income:			
Items that may be subsequently reclassified to the profit or loss:			
Exchange reserve arising on translation of foreign operations		(276)	14,428
Total comprehensive income for the period attributable to the owners of Jervois Mining Limited		(5,029)	12,531
Loss per share for the period attributable to the owners of Jervois Mining Limited			
Basic (loss) per share (cents)	5	(0.594)	(0.311)
Diluted (loss) per share (cents)	5	(0.594)	(0.311)

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

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Condensed Consolidated Statement of Changes in Equity

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

	Note	Issued capital A\$'000	Share capital reserve A\$'000	Share-based payment reserve A\$'000	Foreign currency translation reserve A\$'000	Retained earnings A\$'000	Total A\$'000
Balance as at 31 December 2020		208,937	2,245	13,981	(8,702)	(94,944)	121,517
Total comprehensive income							
Loss for the period		-	-	-	-	(4,753)	(4,753)
<i>Other comprehensive income</i>							
Foreign currency translation differences for foreign operations		-	-	-	(276)	-	(276)
Total comprehensive income for the period		-	-	-	(276)	(4,753)	(5,029)
Transactions with owners, recorded directly in equity							
Issue of ordinary shares		-	-	-	-	-	-
Costs of raising equity		-	-	-	-	-	-
Value of options issued	14	-	-	1,121	-	-	1,121
Value of options exercised	13	2,795	-	(85)	-	-	2,710
Balance as at 31 March 2021		211,732	2,245	15,017	(8,978)	(99,697)	120,319

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

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Condensed Consolidated Statement of Changes in Equity

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

	Issued capital A\$'000	Share Capital reserve A\$'000	Share-based payment reserve A\$'000	Foreign currency translation reserve A\$'000	Retained earnings A\$'000	Total A\$'000
Balance as at 31 December 2019	164,397	2,245	11,307	(655)	(66,506)	110,788
Total comprehensive income						
Loss for the period	-	-	-	-	(1,897)	(1,897)
<i>Other comprehensive income</i>						
Foreign currency translation differences for foreign operations	-	-	-	14,428	-	14,428
Total comprehensive income for the period	-	-	-	14,428	(1,897)	12,531
Transactions with owners, recorded directly in equity						
Issue of ordinary shares	-	-	-	-	-	-
Costs of raising equity	-	-	-	-	-	-
Value of options issued	-	-	748	-	-	748
Value of options exercised	-	-	-	-	-	-
Balance as at 31 March 2020	164,397	2,245	12,055	13,773	(68,403)	124,067

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

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Condensed Consolidated Statement of Cash Flows

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

	Note	Three months ended 31 March 2021 A\$'000	Three months ended 31 March 2020 A\$'000
Cash flows from operating activities			
Sundry income		23	38
Payments to suppliers and employees		(1,729)	(915)
Merger costs		-	(12)
Business development costs		-	(209)
Net cash outflow from operating activities		(1,706)	(1,098)
Cash flows from investing activities			
Interest received		-	12
Payments for property, plant and equipment		(1,889)	(132)
Proceeds from sale of property, plant and equipment		5	-
Payments for exploration and evaluation		(40)	(3,324)
Funds from subsidiary acquired		-	-
Net cash outflow from investing activities		(1,924)	(3,444)
Cash flows from financing activities			
Proceeds from exercise of options		2,709	-
Repayment of lease liability		(346)	-
Net cash inflow from financing activities		2,363	-
Net change in cash and cash equivalents		(1,267)	(4,542)
Cash and cash equivalents at beginning of the period		42,331	12,426
Effects of exchange rate changes on cash and cash equivalents		(25)	72
Cash and cash equivalents at the end of the period	6	41,039	7,956

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

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

1. Corporate information

The financial statements cover Jervois Mining Limited as a consolidated entity consisting of Jervois Mining Limited ("Jervois" or "the Company") and the entities it controlled (together, "the Group") at the end of, or during, the three months to 31 March 2021 and 31 March 2020. The financial statements are presented in Australian dollars, which is the functional and presentation currency of Jervois.

Jervois is a listed public company limited by shares, incorporated in Australia, with a registered office at:

Suite 508, 737 Burwood Road, Hawthorn East, Victoria, 3123, Australia.

2. Principal activities

The principal activity of the consolidated entity during the period was mineral exploration and evaluation and mine construction.

3. Basis of preparation

a. Statement of compliance

The interim consolidated financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards ("AASBs") (AASB 134 Interim Financial Reporting) adopted by the Australian Accounting Standards Board ("AASB") and International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and other authoritative pronouncements of the AASB, and the Corporations Act 2001, with the exception of requirements pertaining to the Directors' Report. These statements have been rounded to the nearest thousands in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191.

The interim consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2020. The Group is a for-profit entity for financial reporting purposes under AASBs. The annual consolidated financial statements comply with IFRS, as issued by the IASB.

The same accounting policies, presentation and methods of computation have been followed in these interim consolidated financial statements as were applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2020.

b. New or amended accounting standards

The consolidated entity has adopted all the new or amended Accounting Standards and Interpretations issued by the AASB that are mandatory for the current reporting period.

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

4. Segment reporting

The Group is organised into the following reportable segments: mineral exploration and evaluation in Australia and the United States of America and mineral processing in Brazil. These segments are based on the internal reports that are reviewed and used by the Company's Chief Executive Officer (the Chief Operating Decision Maker) in assessing performance and in determining the allocation of resources.

The accounting policies used by the Company in reporting segments internally are the same as those used in the 31 December 2020 annual financial report. The Group's operating segments are outlined below:

Australia	Includes Nico Young and other tenement licenses held.
Brazil	Includes the SMP Refinery currently under lease in São Paulo, Brazil.
United States of America	Includes the Idaho Cobalt Operations ("ICO"), encompassing a cobalt-copper-gold mine under construction in Lemhi County outside of the town of Salmon, Idaho.
Other	Consists of non-core exploration not related to Australia and the United States, corporate costs, including acquisition costs and financing costs. This is not a reportable segment.

Management monitors the expenditure outlays of each segment for the purpose of cost control and making decisions about resource allocation. The Company's administration and financing functions are managed on a group basis and are included in "Other". Information regarding these segments is presented below:

Three months ended 31 March 2021	Australia A\$'000	Brazil A\$'000	USA A\$'000	Other A\$'000	Total A\$'000
Other income	-	-	-	28	28
Segment expense	(42)	(149)	(43)	(2,760)	(2,994)
Depreciation and amortisation	-	(274)	(58)	(4)	(336)
Interest income	-	-	-	-	-
Interest expense	-	(664)	-	-	(664)
Net foreign exchange gain / (loss)	-	-	108	(895)	(787)
Income tax expense	-	-	-	-	-
Segment result	(42)	(1,087)	7	(3,631)	(4,753)
Segment assets	8,172	28,606	78,705	41,928	157,411
Segment liabilities	-	(25,117)	(11,129)	(846)	(37,092)

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

Three months ended 31 March 2020	Australia A\$'000	Canada A\$'000	Uganda A\$'000	USA A\$'000	Other A\$'000	Total A\$'000
Other income	-	-	-	18	20	38
Segment expense	(5)	-	-	5	(1,846)	(1,846)
Depreciation and amortisation	-	-	-	(97)	(4)	(101)
Net finance costs	-	-	-	-	12	12
Net foreign exchange gain / (loss)	-	-	-	(11)	11	-
Income tax expense	-	-	-	-	-	-
Segment result	(5)	-	-	(85)	(1,807)	(1,897)
Segment assets	10,217	2,603	22,206	96,168	8,159	139,353
Segment liabilities	-	-	(66)	(14,739)	(483)	(15,288)

Geographical information

	2021		2020	
	31 March Income A\$'000	31 March Non-current assets A\$'000	31 March Income A\$'000	31 March Non-current assets A\$'000
Australia	28	9,835	20	10,357
Brazil	-	27,796	-	-
Uganda	-	-	-	22,148
United States of America	-	76,444	18	95,353
Other	-	1,738	-	2,603
Total	28	115,813	38	130,461

The group operates in these principal geographical areas: Australia, Brazil, and the United States of America.

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

5. Loss per share

	Three months ended 31 March 2021 A\$ (cents)	Three months ended 31 March 2020 A\$ (cents)
Loss per share		
Basic profit/(loss) per share - A\$ cents	(0.594)	(0.311)
Diluted profit/(loss) per share - A\$ cents	(0.594)	(0.311)

Basic earnings & diluted / (loss) per share

The calculation of basic earnings per share and diluted earnings per share for the three months ended 31 March 2021 was based on the loss attributable to ordinary equity holders of the Company of A\$4.753 million (31 March 2020: loss of A\$1.897 million) and a weighted average number of ordinary shares outstanding during the period ended 31 March 2021 of 800,143,137 (31 March 2020: 609,997,073).

6. Cash and cash equivalents

	31 March 2021 A\$'000	31 December 2020 A\$'000
Bank balances	41,039	42,331
Total cash and cash equivalents	41,039	42,331

7. Exploration and evaluation

	31 March 2021 A\$'000	31 December 2020 A\$'000
Opening balance	7,171	53,590
Expenditure incurred and capitalised	39	2,266
Foreign currency translation	-	(4,334)
Impairment	-	(20,789)
Transfer to assets under construction	-	(22,018)
R&D tax offset recognised	-	(1,544)
Total exploration and evaluation	7,210	7,171

The Group's accounting policy is to capitalise expenditure on exploration and evaluation on an area of interest basis. The recoverability of the carrying amounts of exploration and evaluation assets is dependent on the successful development and commercial exploitation or sale of the respective area of interest.

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

8. Property, plant and equipment

	Property, plant & equipment A\$'000	Office equipment, furniture & fittings A\$'000	Motor vehicles A\$'000	Assets under construction A\$'000	Total A\$'000
31 March 2021					
<i>Cost</i>					
As at 1 January 2021	1,880	138	240	72,086	74,344
Additions for the period	-	-	135	2,666	2,801
Disposals for the period	-	-	(53)	-	(53)
Foreign currency translation differences	11	1	3	474	489
As at 31 March 2021	1,891	139	325	75,226	77,581
<i>Depreciation and impairment</i>					
As at 1 January 2021	(85)	(26)	(119)	-	(230)
Depreciation charge for the period	(14)	(8)	(10)	-	(32)
Disposals	-	-	53	-	53
As at 31 March 2021	(99)	(34)	(76)	-	(209)
Net book value:					
As at 31 March 2021	1,792	105	249	75,226	77,372
31 December 2020					
<i>Cost</i>					
As at 1 July 2020	1,986	148	254	56,991	59,379
Additions through acquisition	-	-	-	-	-
Additions for the period	-	5	-	233	238
Transfer from exploration and evaluation	-	-	-	22,018	22,018
Disposals for the period	-	-	-	-	-
Asset write-down	-	(7)	-	-	(7)
Foreign currency translation differences	(106)	(8)	(14)	(7,156)	(7,284)
As at 31 December 2020	1,880	138	240	72,086	74,344
<i>Depreciation and impairment</i>					
As at 1 July 2020	(55)	(11)	(100)	-	(166)
Depreciation charge at acquisition date	(30)	(17)	(19)	-	(66)
Depreciation charge for the period	-	-	-	-	-
Disposals	-	2	-	-	2
As at 31 December 2020	(85)	(26)	(119)	-	(230)
Net book value:					
As at 31 December 2020	1,795	112	121	72,086	74,114

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

9. Reclamation deposits

	31 March 2021	31 December 2020
	US\$'000	A\$'000
Reclamation Performance		
Bond requirement	9,472	9,346
Insured	9,472	9,346
In Trust:		
US Treasury Securities including impact of foreign currency	2,884	2,813
Reclamation deposits	2,884	2,813

The U.S. Forest Service ("USFS") required eCobalt to place a Reclamation Performance Bond, which functions as a financial guarantee, in the amount of US\$7.206 million in relation to surface disturbances from pre-construction activities. The underlying asset securing this bond is the A\$2.884 million reclamation deposit on the statement of financial position. The Reclamation Performance Bond will be released upon meeting the reclamation requirement of the USFS at the end of construction of the mine upon which a water treatment bond will be required for surety against reclamation and end of mine life.

10. Trade and other payables

	31 March 2021	31 December 2020
	A\$'000	A\$'000
Trade payables	1,099	150
Accruals	511	662
Other payables	3	3
Deferred revenue	-	3
Tax payable (VAT/GST/FUEL Tax)	(12)	(7)
	1,601	811

11. Employee benefits

	31 March 2021	31 December 2020
	A\$'000	A\$'000
Annual leave provision	152	143
Long service leave provision	19	19
Other employee entitlements	204	121
	375	274
Current	356	255
Non-current	19	19
	375	274

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

12. Asset retirement obligation

	31 March 2021 A\$'000	31 December 2020 A\$'000
Opening reclamation and closure cost balance	9,808	10,861
Foreign currency translation	130	(1,179)
Movements in economic assumptions and timing of cash flows	-	126
Closing reclamation and closure cost balance	9,938	9,808

The Group's provision for site reclamation and closure relates to the ICO and is for disturbance due to construction activity to date. Upon initiation of mining activity, a provision for legal obligations for environmental remediation, reclamation, and decommissioning at the end of the mine life will be established. The undiscounted cash flows of the disturbance due to construction as at 31 March 2021 were US\$7.562 million or A\$9.938 million. The discount used to determine the present value of the obligation was nil, based on a US Treasury Bond rate of 0.88% and a prima facie inflation rate which exceeded the US Treasury Bond, and as such the inflation rate was adjusted to that which is inherently priced into the long-term government bond. Reclamation activities will primarily be initiated at cessation of construction activities, however, some reclamation will happen concurrently where possible on areas no longer required for the mining operation.

13. Share capital

	31 March 2021 A\$'000	31 December 2021 A\$'000
Share capital	214,495	211,700
Costs of raising equity	(2,763)	(2,763)
	211,732	208,937

(i) Movements in fully paid ordinary shares on issue:

	No of shares '000	A\$'000
Opening balance at 1 January 2021	791,303	208,937
<i>Movements in the period</i>		
Conversion of options	10,988	2,795
Closing share capital balance at 31 March 2021	802,291	211,732

(iii) Movements in share-based options on issue:

	Three months ended 31 March 2021 Number of options	Six months ended 31 December 2020 Number of options
Balance at the beginning of the period	85,122,500	69,973,200
Granted	1,000,000	21,750,000
Forfeited	-	(5,800,700)
Exercised	(500,000)	(800,000)
Balance at the end of the period	85,622,500	85,122,500
Vested and exercisable at period end	30,100,000	30,100,000

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

Employee options granted

The principal focus of the Company option plan is to provide incentivised compensation aligned with creating shareholder value. The Company option plan offers individuals the opportunity to acquire options over fully paid ordinary shares in the Company. Share options granted under the plan carry no dividend or voting rights. When exercised, each option is convertible into one ordinary share subject to satisfying vesting conditions and performance criteria. The shares when issued rank pari passu in all respects with previously issued fully paid ordinary shares. Option holders cannot participate in new issues of capital which may be offered to shareholders prior to exercise.

During the interim financial period, 1,000,000 additional options were granted and 500,000 options at an exercise price of A\$0.20/share were exercised pursuant to the Company's option terms.

Unissued shares under options for Employee options

As at 31 March 2021 unissued shares of the Company under option are:

Expiry date	Exercise price (A\$)	Number of shares
30-Nov-22	\$0.150	15,000,000
30-May-24	\$0.345	100,000
18-Jun-24	\$0.305	2,500,000
30-Sep-23	\$0.290	5,000,000
01-Jul-23	\$0.295	7,500,000
01-Jun-24	\$0.240	2,500,000
14-Aug-27	\$0.200	750,000
15-Aug-27	\$0.200	11,200,000
15-Aug-24	\$0.240	2,500,000
30-Sep-24	\$0.240	5,000,000
31-Mar-28	\$0.150	8,387,500
31-Mar-28	\$0.150	2,435,000
18-Oct-28	\$0.325	7,500,000
28-Feb-29	\$0.290	3,250,000
03-Jan-29	\$0.290	6,000,000
30-Sep-25	\$0.310	5,000,000
28-Feb-29	\$0.500	1,000,000
Total		85,622,500

Once exercised, the option holder will be issued ordinary shares in the Company. Details of the terms and conditions of options granted under the Staff Option Plan as part of the Group's Long-Term Incentive Plan are outlined in the Remuneration Report of the Group's annual report as at 31 December 2020. The options do not entitle the holder to participate in any share issue of the Company.

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

(vi) **Movements in options for services:**

	Three months ended 31 March 2021 Number of options	Six months ended 31 December 2020 Number of options
Balance at the beginning of the period	550,000	550,000
Granted	-	-
Forfeited	-	-
Exercised	-	-
Balance at the end of the period	550,000	550,000
Vested and exercisable at period end	550,000	550,000

Options granted for services provided to the Company

During the interim financial period, no new options were issued to advisers to the Company in exchange for services rendered. Nil options were forfeited and nil exercised, thus bringing the options issued to service providers over ordinary shares in the Company to 550,000 as at 31 March 2021.

The options issued to advisers provides the holder an opportunity to acquire fully paid ordinary shares in the Company. Share options granted under the arrangement have no dividend or voting rights. When exercised, each option is convertible into one ordinary share subject to satisfying vesting conditions and performance criteria. The shares when issued rank pari passu in all respects with previously issued fully paid ordinary shares. Option holders cannot participate in new issues of capital which may be offered to shareholders prior to exercise.

Unissued shares under options for services provided

As at 31 March 2021 unissued shares of the Company under option are:

Expiry date	Exercise price (A\$)	Number of shares
30-May-24	\$0.345	300,000
31-Mar-25	\$0.225	250,000
Total		550,000

Once exercised, the option holder will be issued ordinary shares in the Company. The options do not entitle the holder to participate in any share issue of the Company. No shares have been issued by the Company during the period as a result of the exercise of options related to services.

(vi) **Movements in options granted as part of acquisitions:**

	Three months ended 31 March 2021 Number of options	Six months ended 31 December 2020 Number of options
Balance at the beginning of the period	18,015,250	30,099,750
Granted	-	-
Forfeited	-	-
Exercised	(10,487,500)	(710,000)
Expired	(2,025,000)	(11,374,500)
Balance at the end of the period	5,502,750	18,015,250
Vested and exercisable at period end	5,502,750	18,015,250

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

Options granted as part of the acquisitions

During the interim financial period, no new options were issued as part of any acquisitions. Nil options were forfeited, 10,487,500 were exercised, and 2,025,000 expired, thus bringing the options issued for acquisitions over ordinary shares in the Company to 5,502,750 as at 31 March 2021.

Unissued shares under options as part of the acquisitions

Expiry date	Exercise price (C\$)	Number of shares
6-Sept-2021	\$0.36	998,250
28-Jun-2022	\$0.71	1,344,750
28-Jun-2023	\$0.61	1,179,750
1-Oct-2023	\$0.53	1,980,000
Total		5,502,750

The share options granted under the acquisitions have no dividend or voting rights. When exercised, each option is convertible into one ordinary share subject to satisfying vesting conditions and performance criteria. The shares when issued rank pari passu in all respects with previously issued fully paid ordinary shares. Option holders cannot participate in new issues of capital which may be offered to shareholders prior to exercise. Once exercised, the option holder will be issued ordinary shares in the Company.

The options do not entitle the holder to participate in any share issue of the Company. No shares have been issued by the Company during the period as a result of the exercise of options.

14. Share-based payments

Recognised share-based payment expense

	31 March 2021 A\$'000	31 March 2020 A\$'000
Expense arising from equity settled share-based payment transactions	1,121	748

15. Related party transactions

Related party disclosure

The Company acquired a related party relationship between prior M2 Cobalt management personnel, Dr. Jennifer Hinton and Mr. Tom Lamb and an external services company Great Rift Geosciences ("Great Rift") via the M2 Cobalt merger. Acquired in June 2019, Jervois used Great Rift to provide Ugandan exploration management services including local administration and in-country management, accounting, payroll and treasury services, offices including a core shed and sample preparation area, employee accommodation, and exploration staffing. Dr. Jennifer Hinton and Mr. Tom Lamb are also principals and co-owners of Great Rift. The commercial arrangements with Great Rift were conducted on arms-length terms. Upon suspension of all exploration activities in Uganda, the relationship with Great Rift was terminated in February 2021. Amounts below represent payments to Great Rift (Canada) and Great Rift (Uganda) at which Dr. Hinton and Mr. Lamb are Directors. Payments made to Great Rift were solely for the in-country services outlined above. No loans have been made to key management personnel as of March 31, 2021.

JERVOIS MINING LIMITED AND CONTROLLED ENTITIES

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended 31 March 2021 and 31 March 2020 (Unaudited)

	31 March 2021 A\$'000	31 March 2020 A\$'000
Management Services – Great Rift	43	137

16. Events after reporting period

The Directors of the Company have not identified any subsequent events in the interval between the end of the financial period and the date of this report which would be material or unusual in nature and likely to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.