

Evolution Mining

FY12 Full Year Financial Results

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FY12 Corporate Highlights

- **Successful merger delivers as planned**
 - Merger implemented successfully
 - FY12 group production and cost guidance met
 - Solid underlying profit result of A\$63 million (for partial year ownership)
 - Investment of A\$244 million in operational predictability and growth
 - Mt Carlton remains on schedule for Dec 12 commissioning but forecast capital cost to complete now \$170-180 million
 - Strong financial capacity maintained

New leading Australian mid-tier gold company created

FY2012 Financial Highlights

- Growth in all key metrics
 - Gold production increased by 192% to 280,401¹ (attributable) ounces
 - Sales revenue increased by 285% to \$469.5 million
 - Underlying net profit increased by 4,010% to A\$63.4 million
 - Reported net profit increased by 1,720% to A\$37.3 million
 - Underlying EBITA increased by 559% to \$190.0 million
 - EPS growth of 618%
 - Strong balance sheet maintained with cash of A\$141.8 million

1. Attributable production represents increased interest in Cracow from 30% to 100% on 2 November 2011, 100% of Mt Rawdon from 2 November 2011, and 100% of Pajingo from 17 October 2011.

Profit

- Underlying profit of A\$63.4 million

12 months ending	30-Jun-12 A\$k	30-Jun-11 A\$k	% increase (decrease)
Total Revenue	469,484	121,870	285%
Underlying EBITDA	189,991	28,831	559%
Underlying EBIT	95,979	8,556	1,022%
Underlying Net Profit	63,395	(1,621)	4,010%
Business combination costs	(19,963)	(682)	
Fair value uplift on 30% Cracow	1,930		
Tax effect of permanent differences	(8,050)		
Reported Net Profit	37,313	(2,303)	1,720%

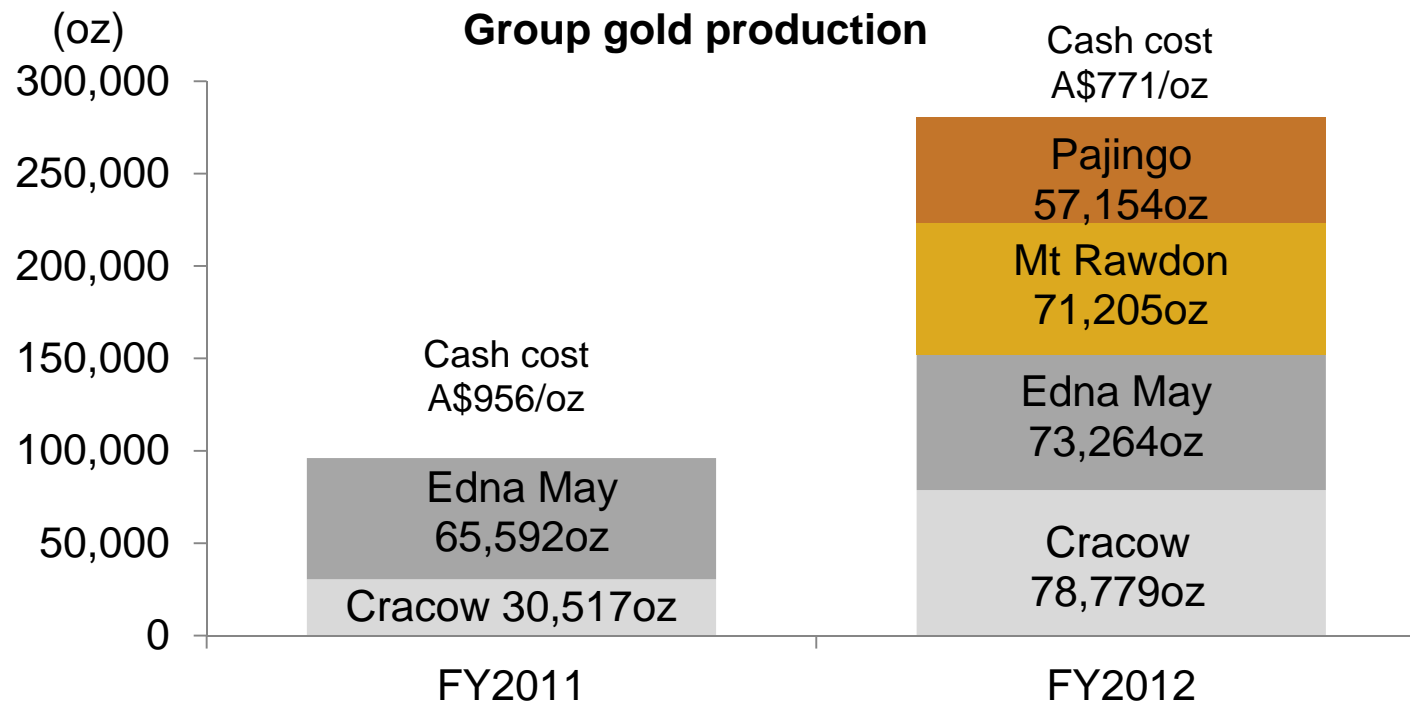
Non-recurring Items

FY2012	A\$k	A\$k
	<u>Pre-tax</u>	<u>Post-tax</u>
Business combination costs	(28,518)	(19,963)
Fair Value uplift on 30% Cracow holding	2,757	1,930
Tax effect of permanent differences	(8,050)	(8,050)
Total Non-recurring Items	(33,811)	(26,083)

- Business combination cost predominantly stamp duty (A\$21.4 million)
- Cracow revaluation a once-off accounting adjustment (no cash impact)
- \$8.05 million write down of prior year Catalpa tax asset as Evolution may have failed loss recoupment test as a result of the business combination

FY12 Production and Cost Results

- Group Production 280,401oz (attributable) at A\$771/oz cash cost

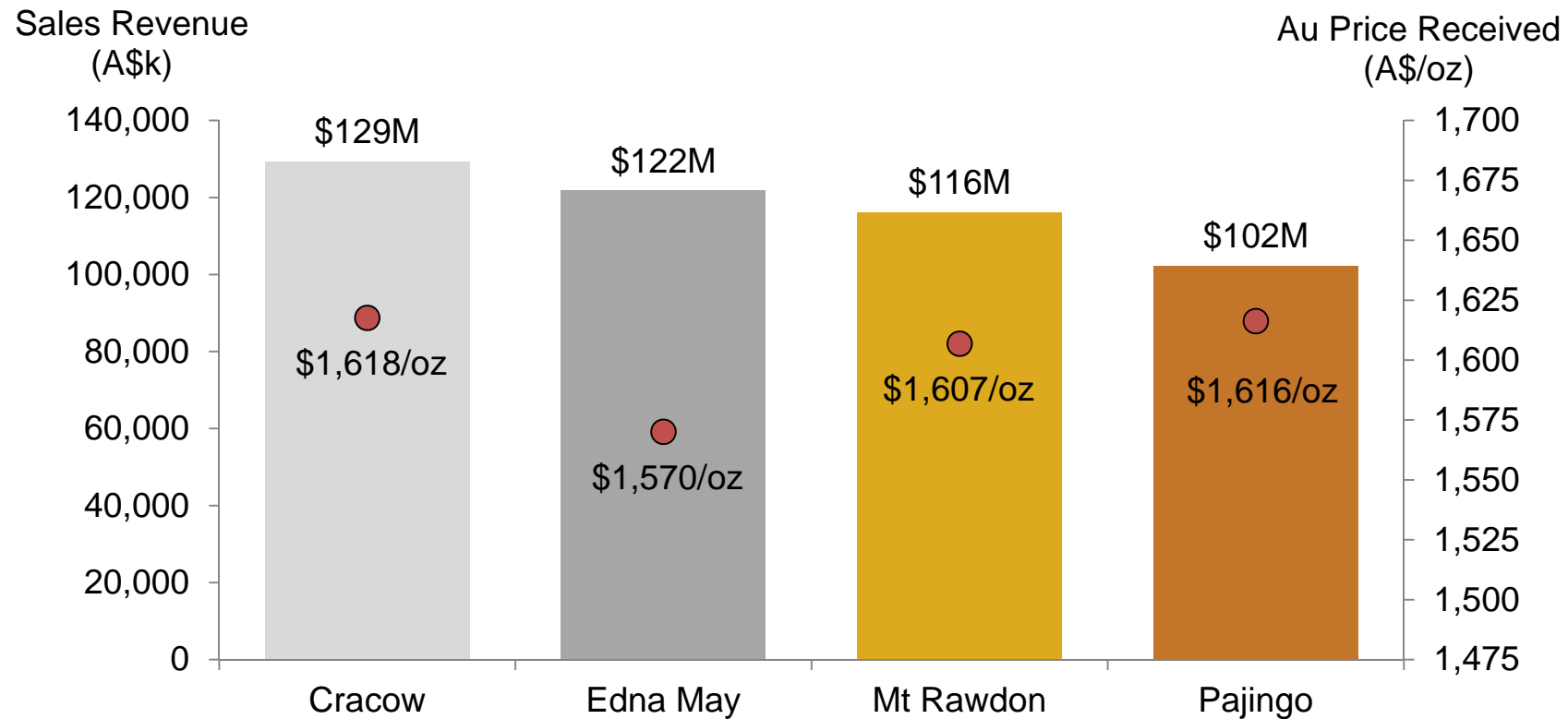


Production up 192%, cash costs down 19% on pcp

Note: Attributable production represents increased interest in Cracow from 30% to 100% on 2 November 2011, 100% of Mt Rawdon from 2 November 2011, and 100% of Pajingo from 17 October 2011. Cash costs are before royalties and after silver credits.

Sales Revenue

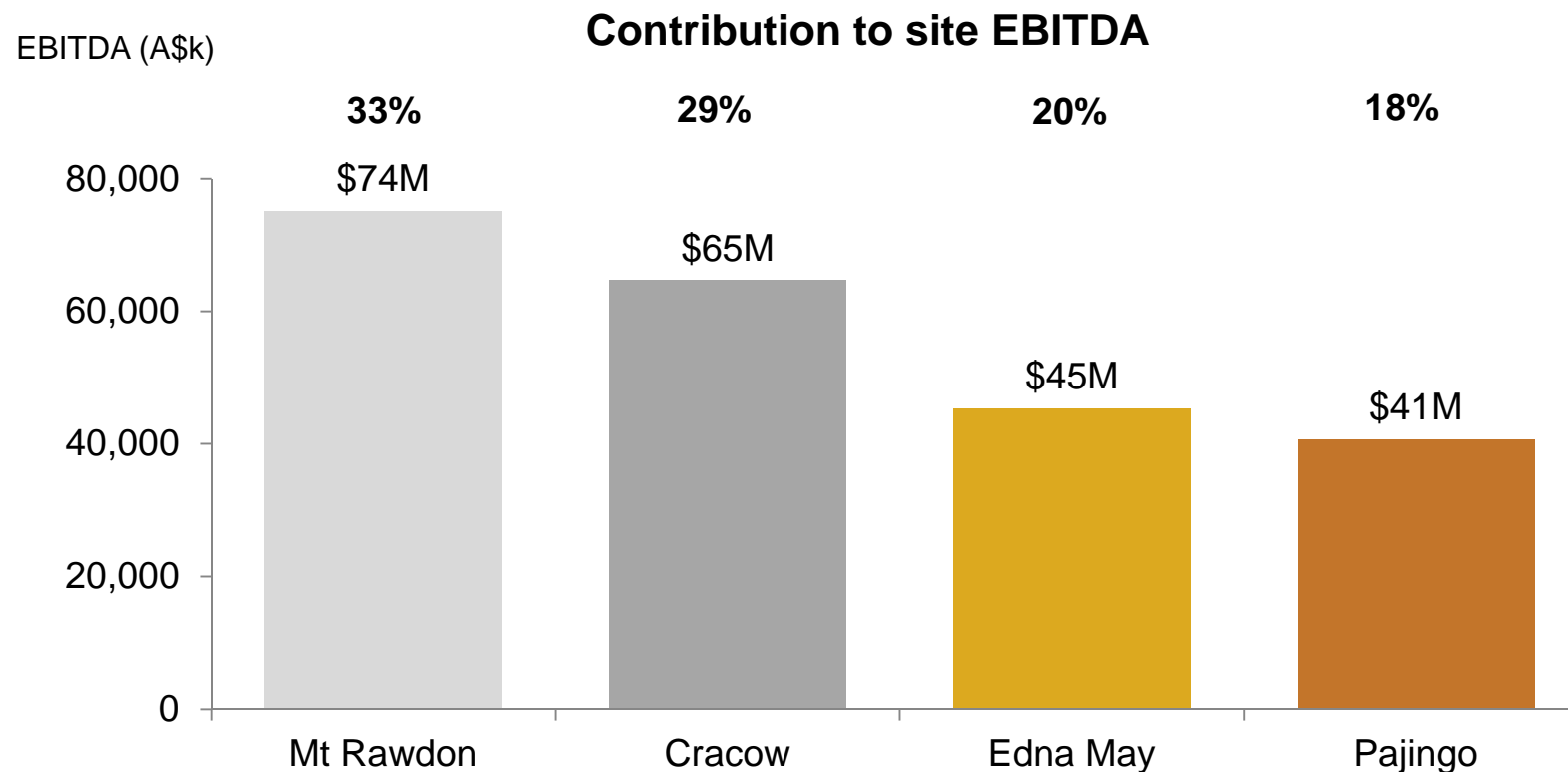
- Sales revenue grows by 285% to A\$469 million



Note: 78% spot sales at av. price of \$1,611/oz with remaining 22% sold into hedging at av. price of A\$1,561/oz

Site EBITDA

- Operations deliver record underlying EBITDA* of A\$225 million

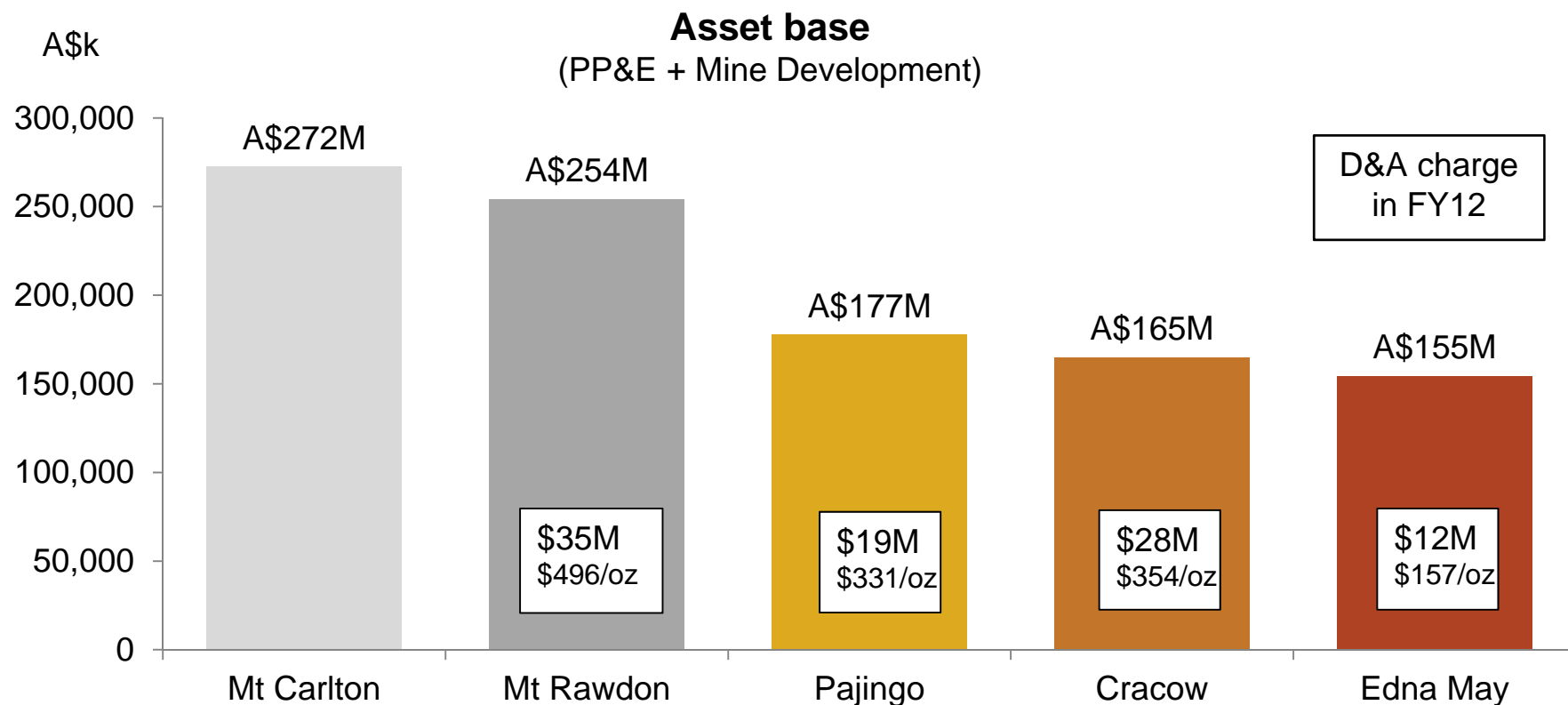


A reliable and profitable portfolio has been established

* Site EBITDA is before all corporate administration costs, non-recurring items and exploration expenses

Depreciation & Amortisation

- D&A Charge of A\$93.6 million driven by fair value uplift of acquired assets



Cash Flow

- Strong underlying cashflow from operations of \$172M

FY2012 Cash flow		A\$M
Opening Cash at 30 June 2011		<u>30.1</u>
Cash inflow from operations		172.3
- cash received from sales	448.5	
- operating costs, corporate & expl.	(275.5)	
- net interest paid	(0.7)	
Cash inflow from financing activities		142.6
- Nov 2011 equity raising	158.2	
- Edna May debt repayments	(15.6)	
Cash outflow from investing activities		(203.2)
- PP&E, mine development and capitalised expl. Costs	(216.8)	
- other	13.6	
Net Increase in cash		<u>111.7</u>
Closing Cash at 30 June 2012		141.8

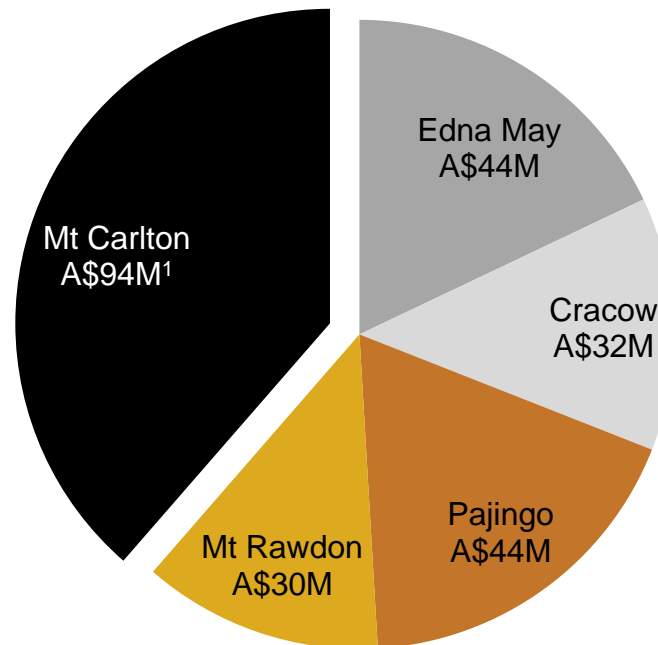
Capital Expenditure

- Total of A\$244 million invested for future growth

Capital Expenditure

**New operations
A\$94¹M**

- \$85M direct project capital
- Commissioning planned by end of year (Dec 12)
- Revised cost to complete now \$170-180M
- \$85-95M to be invested in FY13



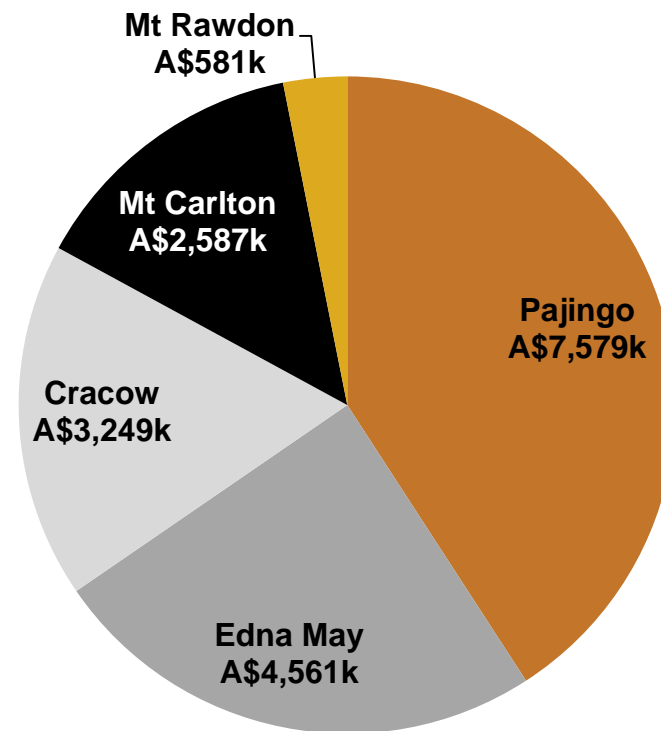
**Existing operations
A\$150M**

- predominantly open pit stripping costs and lateral underground development capital

¹ - includes pre-development costs

Discovery Expenditure

- A\$18.5 million invested in Exploration in FY12



Exploration expense of \$5.5 million recorded in FY12

- 30% expensed/70% capitalised
- reflects near-mine exploration drilling with limited grass-roots activity

**FY2013 exploration budget of A\$28 million
>100,000 metres of drilling planned**

Balance Sheet

- Conservative balance sheet maintained

12 months ending	30-Jun-12
	A\$k
Current assets	219,173
Current liabilities	137,382
Net current assets	81,791
<i>Current ratio</i>	1.6
Total interest-bearing liabilities	35,845
Net Assets/Total Equity	1,056,418
<i>Debt/Equity ratio</i>	3%

- Healthy current ratio
- Low gearing ratio

FY13 Guidance

- Growth planned for FY13
 - Full year ownership drives increased production
 - Initial contribution from Mt Carlton

Guidance FY2013	Gold Equivalent Production (oz)	Cash Operating Costs (A\$/oz)
Cracow	90,000 – 100,000	780 – 820
Pajingo	85,000 – 90,000	730 – 780
Mt Rawdon	95,000 – 110,000	600 – 660
Edna May	75,000 – 80,000	840 – 890
Mt Carlton	25,000 – 30,000	790 – 860
Group	370,000 – 410,000	730 – 790

Globally Competitive

- Strong operating and financial results delivered after only 8 months from formation
- Australian diversified gold producer – alternate investment opportunity
- Operational predictability – delivering to promise
- Proven management team
- Financial strength
- Delivering meaningful growth



Evolution Mining

ASX Code: EVN

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