

Condensed consolidated interim financial statements of

Ivanhoe Mines Ltd.

March 31, 2025
(Stated in U.S. dollars)
(Unaudited)

Ivanhoe Mines Ltd.

March 31, 2025

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Ivanhoe Mines Ltd.

Condensed consolidated interim statements of financial position as at March 31, 2025

(Stated in U.S. dollars)
(Unaudited)

	Notes	March 31, 2025 \$'000	December 31, 2024 \$'000
ASSETS			
Non-current assets			
Investment in joint venture	4	3,175,745	3,033,716
Property, plant and equipment	5	1,754,358	1,670,841
Mineral properties	6	288,977	291,283
Deferred tax asset	7	243,736	242,721
Investments	8	81,454	81,556
Other receivables	9	56,045	54,373
Intangible assets and other assets		39,453	18,917
Right-of-use asset	12	4,980	5,174
Loans receivable	10	40,872	40,336
Total non-current assets		5,685,620	5,438,917
Current assets			
Cash and cash equivalents	13	716,995	117,343
Other receivables	9	54,357	41,617
Loans receivable	10	7,977	7,977
Inventory	14	83,077	85,741
Promissory note receivable	11	26,854	26,853
Prepaid expenses	15	24,207	18,998
Current tax assets		–	109
Total current assets		913,467	298,638
Total assets		6,599,087	5,737,555
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	22	3,868,610	3,858,595
Accumulated profit		1,177,144	1,047,384
Share option reserve	22	146,582	153,062
Foreign currency translation reserve	23	(64,568)	(69,841)
Equity attributable to owners of the Company		5,127,768	4,989,200
Non-controlling interests	24	(160,720)	(153,559)
Total equity		4,967,048	4,835,641
Non-current liabilities			
Senior notes	16	729,650	–
Deferred revenue	17	375,484	359,720
Borrowings	18	247,547	260,953
Rehabilitation provision	19	22,087	21,567
Lease liability	12	10,080	10,036
Cash-settled share-based payment liability	20	10,529	11,081
Total non-current liabilities		1,395,377	663,357
Current liabilities			
Trade and other payables	21	110,953	137,516
Borrowings	18	111,007	97,478
Senior notes	16	11,567	–
Cash-settled share-based payment liability	20	1,103	1,843
Deferred revenue	17	995	995
Lease liability	12	742	725
Current tax liability		295	–
Total current liabilities		236,662	238,557
Total liabilities		1,632,039	901,914
Total equity and liabilities		6,599,087	5,737,555

(Signed) Peter Meredith

Peter Meredith, Director

(Signed) Martie Janse van Rensburg

Martie Janse van Rensburg, Director

Ivanhoe Mines Ltd.

Condensed consolidated interim statements of comprehensive income for the three months ended March 31, 2025

(Stated in U.S. dollars)
(Unaudited)

	Notes	Three months ended	
		March 31,	
		2025	2024
		\$'000	Restated* \$'000
Revenue	25	77,020	–
Cost of sales	26	(81,771)	–
Gross loss		(4,751)	–
Share of profit from joint venture net of tax	4	107,948	45,165
General and administrative expenditure	27	(9,957)	(14,001)
Exploration and project evaluation expenditure		(9,145)	(8,901)
Share-based payments	28	(2,418)	(8,933)
Profit from operating activities		81,677	13,330
Finance income	30	41,623	62,457
Other income	31	2,904	934
Finance costs	29	(7,838)	(8,944)
Loss on fair valuation of financial asset	8	(119)	(1,075)
Loss on fair valuation of embedded derivative liability		–	(139,271)
Profit (loss) before income taxes		118,247	(72,569)
Income tax recovery		3,953	3,159
Profit (loss) for the period		122,200	(69,410)
Profit (loss) attributable to:			
Owners of the Company		129,760	(65,552)
Non-controlling interests		(7,560)	(3,858)
		122,200	(69,410)
Other comprehensive income (loss)			
Items that may subsequently be reclassified to profit:			
Exchange gain (loss) on translation of foreign operations, net of tax		5,672	(8,966)
Total comprehensive income (loss) for the period		127,872	(78,376)
Total comprehensive income (loss) attributable to:			
Owners of the Company		135,033	(73,648)
Non-controlling interests	24	(7,161)	(4,728)
		127,872	(78,376)
Basic profit (loss) per share	32	0.10	(0.05)
Diluted profit (loss) per share	32	0.10	(0.05)

*The format of the condensed consolidated interim statements of comprehensive income has changed to better represent profit and loss since the commencement of commercial production at Kipushi. See Note 27 for further information.

Ivanhoe Mines Ltd.

Condensed consolidated interim statements of changes in equity for the three months ended March 31, 2025

(Stated in U.S. dollars)

(Unaudited)

	Share capital		Share option reserve	Foreign currency translation reserve	Accumulated profit	Equity attributable to owners	Non- controlling interests	Total
	Number of shares	Amount \$'000						
Balance at January 1, 2024	1,268,762,524	2,790,137	147,862	(58,770)	819,249	3,698,478	(117,532)	3,580,946
Net loss for the period	–	–	–	–	(65,552)	(65,552)	(3,858)	(69,410)
Other comprehensive loss	–	–	–	(8,096)	–	(8,096)	(870)	(8,966)
Total comprehensive loss	–	–	–	(8,096)	(65,552)	(73,648)	(4,728)	(78,376)
<i>Transactions with owners</i>								
Share-based payments charged to operations (Note 28)	–	–	7,210	–	–	7,210	–	7,210
Share unit awards vested (Note 22(c))	546,408	4,469	(4,469)	–	–	–	–	–
Options exercised (Note 22(b))	344,402	2,253	(635)	–	–	1,618	–	1,618
Balance at March 31, 2024	1,269,653,334	2,796,859	149,968	(66,866)	753,697	3,633,658	(122,260)	3,511,398
Balance at January 1, 2025	1,351,544,340	3,858,595	153,062	(69,841)	1,047,384	4,989,200	(153,559)	4,835,641
Net profit (loss) for the period	–	–	–	–	129,760	129,760	(7,560)	122,200
Other comprehensive income	–	–	–	5,273	–	5,273	399	5,672
Total comprehensive income (loss)	–	–	–	5,273	129,760	135,033	(7,161)	127,872
<i>Transactions with owners</i>								
Share-based payments charged to operations (Note 28)	–	–	3,535	–	–	3,535	–	3,535
Share unit awards vested (Note 22(c))	1,050,994	9,965	(9,965)	–	–	–	–	–
Options exercised (Note 22(b))	20,680	50	(50)	–	–	–	–	–
Balance at March 31, 2025	1,352,616,014	3,868,610	146,582	(64,568)	1,177,144	5,127,768	(160,720)	4,967,048

Ivanhoe Mines Ltd.

Condensed consolidated interim statements of cash flows for the three months ended March 31, 2025

(Stated in U.S. dollars)

(Unaudited)

	Notes	Three months ended March 31,	
		2025 \$'000	2024 \$'000
Cash flows from operating activities			
Profit (loss) before income taxes		118,247	(72,569)
Items not involving cash			
Depreciation		12,050	691
Amortization of mineral property		2,306	–
Finance costs	29	7,838	8,944
Share-based payments	28	2,418	8,933
Transfer from other assets to working capital items		435	123
Unrealized foreign exchange loss		664	3,737
Depreciation on right-of-use asset		66	67
Decrease in fair valuation of financial asset	8	119	1,075
Loss on fair valuation of embedded derivative liability		–	139,271
Finance income	30	(41,623)	(62,457)
Share of profit from joint venture net of tax	4	(107,948)	(45,165)
Loss (gain) on disposal of property, plant and equipment		318	(2)
		(5,110)	(17,352)
Change in working capital items	35	(43,520)	(4,861)
Interest paid		(9,975)	(2,070)
Income taxes paid		(3,289)	(20)
Deferred share units settled in cash		(176)	–
Interest received	30	7,007	6,471
Net cash used in operating activities		(55,063)	(17,832)
Cash flows from investing activities			
Property, plant and equipment acquired		(70,750)	(120,660)
Purchase of mineral properties	6	–	(18,120)
Other assets acquired		(4,567)	(611)
Proceeds from sale of property, plant and equipment		30	13
Cash paid on behalf of joint venturer	11	(1)	–
Net cash used in investing activities		(75,288)	(139,378)
Cash flows from financing activities			
Proceeds from issuance of senior notes	16	750,000	–
Transaction costs incurred on senior notes	16	(20,343)	–
Transaction cost incurred on senior debt facility		(369)	–
Options exercised		–	1,618
Partial repayment of aircraft financing facility		(839)	(755)
Principal portion of lease liability repaid		(1,920)	(327)
Net cash generated from financing activities		726,529	536
Effect of foreign exchange rate changes on cash		3,473	(6,487)
Net cash inflow (outflow)		599,652	(163,161)
Cash and cash equivalents, beginning of year		117,343	574,294
Cash and cash equivalents, end of period		716,995	411,133

Ivanhoe Mines Ltd.

Notes to the condensed consolidated interim financial statements

March 31, 2025

(Stated in U.S. dollars unless otherwise noted)

(Unaudited)

1. Basis of presentation and going concern assumption

Ivanhoe Mines Ltd. is a mining, development and exploration company incorporated in Canada which, together with its subsidiaries and joint venture, is focused on the mining, development and exploration of minerals and precious metals from its property interests located primarily in Africa.

The registered and records office of the Company is located at Suite 606-999 Canada Place, Vancouver, British Columbia, Canada V6C 3E1. The Company is listed on the Toronto Stock Exchange ("TSX") under the ticker symbol IVN. The shares of the Company are also traded on the OTCQX Best Market in the United States of America under the symbol IVPAF.

The Company's condensed consolidated interim financial statements have been prepared using accounting policies in accordance with IFRS® Accounting Standards applicable to the preparation of the interim financial statements, under International Accounting Standards 34, Interim Financial Reporting.

These condensed consolidated interim financial statements do not include all of the information and footnotes required by IFRS Accounting Standards for complete financial statements for year-end reporting purposes. Results for the three months ended March 31, 2025, are not necessarily indicative of future results.

These condensed consolidated interim financial statements have been prepared on the historical cost basis with the exception of certain financial instruments and share-based payments which are measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial statements are also prepared on a going concern basis, which contemplates the realization of assets and settlement of liabilities in the normal course of business.

The Company has an accumulated profit of \$ 1,177.1 million at March 31, 2025 (December 31, 2024: \$ 1,047.4 million). As at March 31, 2025, the Company's total assets exceeds its total liabilities by \$4,967.0 million (December 31, 2024: \$4,835.6 million) and current assets exceeds current liabilities by \$676.8 million (December 31, 2024: current assets exceeds current liabilities by \$60.1 million).

2. Material accounting policies

The material accounting policies used in these condensed consolidated interim financial statements have been consistently applied to all periods presented, unless otherwise stated, and are as follows:

(a) Statement of compliance

The accounting policies applied by the Company in these condensed consolidated interim financial statements are the same as those applied by the Company in its most recent annual consolidated financial statements as at and for the year ended December 31, 2024 except for the application of new and revised accounting standards mentioned in Note 3.

These unaudited condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements as at and for the year ended December 31, 2024.

(b) Significant accounting estimates and judgments

The preparation of condensed consolidated interim financial statements in conformity with IAS 34 requires the Company's management to make estimates and assumptions concerning the future. The resulting accounting estimates can, by definition, only approximate the actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant accounting judgments are accounting policies that have been identified as being complex or involving subjective judgments or assessments.

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2. Material accounting policies (continued)

(b) Significant accounting estimates and judgments (continued)

Significant accounting estimates and judgments include, amongst other things, the recoverability of assets, the determination of the functional currency, technical feasibility and commercial viability of projects, the classification of Kamo Holding Limited as a joint venture, the determination of inputs into lease accounting, the valuation of the embedded derivative liability associated with the convertible notes, deferred revenue, deferred tax, provisions for tax claims, the provisionally-priced revenue, remeasurement of contract receivables and bill-and-hold arrangements of the Kamo Holding Limited joint venture.

(c) Future accounting changes

The following new standards, amendments to standards and interpretations have been issued but are not effective during the three months ended March 31, 2025. The Company has not yet adopted these new and amended standards.

- **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments:** These amendments clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system. They also clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion, add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets), and make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).(i)

The Company has considered the amendment and assessed that it will have no material impact on adoption.

- **IFRS 18 Presentation and Disclosure in Financial Statements:** This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to the structure of the statement of profit or loss, required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures), and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.(ii)

The Company is assessing the impact of this amendment on its financial statements.

- (i) Effective for annual periods beginning on or after January 1, 2026
- (ii) Effective for annual periods beginning on or after January 1, 2027

3. Application of new and revised standards

The following standard became effective for annual periods beginning on or after January 1, 2025. The Company adopted this standard in the current period and it did not have a material impact on its condensed consolidated interim financial statements unless specifically mentioned below.

- **Amendment to IAS 21 - Lack of Exchangeability:** An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.

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Notes to the condensed consolidated interim financial statements

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4. Investment in joint venture

Kamoa Holding Limited (“Kamoa Holding”), a joint venture between the Company and Zijin Mining Group Co., Ltd. (“Zijin”), holds a direct 80% interest in the Kamoa-Kakula Copper Complex (“Kamoa-Kakula”). The Company holds an effective 39.6% interest in the project through its 49.5% shareholding in Kamoa Holding. Zijin holds 49.5% of Kamoa Holding while the remaining 1% share interest is held by privately-owned Crystal River Global Limited (“Crystal River”) (see Note 11).

The costs associated with mine development at Kamoa-Kakula’s Kansoko and Kakula sites were capitalized as property, plant and equipment in Kamoa Copper SA (a subsidiary of Kamoa Holding).

Kamoa-Kakula was deemed to have reached commercial production on July 1, 2021, after achieving a milling rate in excess of 80% of design capacity and recoveries in excess of 70% for a continuous period of seven days. 133,120 tonnes of copper in concentrate was produced during the three months ended March 31, 2025 (March 31, 2024: 86,117).

Company’s share of comprehensive income from joint venture

The following table summarizes Kamoa Holding’s total comprehensive income for the periods ended March 31, 2025 and March 31, 2024.

	Three months ended,	
	March 31,	
	2025	2024
	\$'000	\$'000
Revenue from contract receivables	922,411	612,496
Remeasurement of contract receivables	50,986	5,824
Revenue	973,397	618,320
Cost of sales	(453,263)	(282,341)
Gross profit	520,134	335,979
General and administrative costs	(34,520)	(47,028)
Amortization of mineral property	(4,996)	(2,765)
Profit from operations	480,618	286,186
Finance costs	(59,356)	(73,716)
Impairment	(9,177)	–
Foreign exchange loss	(815)	(8,730)
Finance income and other	5,316	4,051
Profit before taxes	416,586	207,791
Current tax expense	(102,228)	(60,299)
Deferred tax expense	(47,938)	(14,332)
Profit after taxes	266,420	133,160
Non-controlling interest of Kamoa Holding (i)	(48,343)	(41,918)
Total comprehensive income for the period	218,077	91,242
Company’s share of profit from joint venture (49.5%)	107,948	45,165

- (i) The DRC government holds a direct 20% interest in Kamoa-Kakula. A 5%, non-dilutable interest in the project was transferred to the DRC government on September 11, 2012 for no consideration, pursuant to the 2002 DRC mining code. Following the signing of an agreement in November 2016, an additional 15% interest in the project was transferred to the DRC government.

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Notes to the condensed consolidated interim financial statements

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(Stated in U.S. dollars unless otherwise noted)

(Unaudited)

4. Investment in joint venture (continued)

Net assets of the joint venture

The assets and liabilities of the joint venture were as follows:

	March 31, 2025		December 31, 2024	
	100%	49.5%	100%	49.5%
	\$'000	\$'000	\$'000	\$'000
Assets				
Property, plant and equipment	6,377,998	3,157,109	6,122,292	3,030,535
Mineral property	758,221	375,319	763,217	377,792
Current inventory	733,932	363,296	564,685	279,519
Indirect taxes receivable	719,835	356,318	651,915	322,698
Trade receivables	421,875	208,828	280,795	138,994
Long-term loan receivable	401,115	198,552	374,485	185,370
Prepayments and other receivables	345,749	171,146	388,454	192,285
Run of mine stockpile	307,073	152,001	318,688	157,751
Cash and cash equivalents	97,938	48,479	100,641	49,817
Right-of-use asset	41,960	20,770	51,764	25,623
Deferred tax asset	30,442	15,069	27,594	13,659
Non-current deposits	1,872	927	1,872	927
Liabilities				
Shareholder loans	(2,377,801)	(1,177,011)	(2,308,984)	(1,142,947)
Advance payment facility	(886,824)	(438,978)	(681,345)	(337,266)
Trade and other payables	(660,622)	(327,007)	(759,082)	(375,745)
Term loan facilities	(657,917)	(325,669)	(668,508)	(330,911)
Deferred tax liability	(374,325)	(185,291)	(323,546)	(160,155)
Overdraft facility	(236,019)	(116,829)	(232,475)	(115,075)
Rehabilitation provision	(145,321)	(71,934)	(123,668)	(61,216)
Dividends payable	(110,919)	(54,905)	–	–
Provisional payment facility	(90,656)	(44,875)	(78,993)	(39,102)
Income taxes payable	(66,565)	(32,950)	9,227	4,567
Lease liability	(48,606)	(24,060)	(52,093)	(25,786)
Non-controlling interest	(544,211)	(269,384)	(606,788)	(300,360)
Net assets of the joint venture	4,038,224	1,998,921	3,820,147	1,890,974

Investment in joint venture

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Company's share of net assets of the joint venture	1,998,921	1,890,974
Loan advanced to the joint venture	1,176,824	1,142,742
	3,175,745	3,033,716

The Company earns interest at 12-month Term SOFR plus 7.71% on the loan advanced to the joint venture (see Note 30). If there is residual cash flow in Kamoa Holding, such cash shall be required to be utilized for the repayment of the then outstanding loan amount of each lender, on a pro-rata basis. No repayment is required in the absence of residual cash flow. The Company expects that Kamoa Holding will reinvest its cash flows over the coming 12 months and will therefore not have any residual cash flows for loan repayments.

Ivanhoe Mines Ltd.

Notes to the condensed consolidated interim financial statements

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(Unaudited)

4. Investment in joint venture (continued)

Long-term loan receivable of the joint venture

On March 21, 2014, a financing agreement was entered into between Ivanhoe Mines Energy DRC SARL (a subsidiary of Kamoa Holding) and La Société Nationale d'Électricité SARL ("SNEL"), relating to the first-stage upgrade of two existing hydroelectric power plants in the DRC to feed up to 113 MW into the national power supply grid and for the supply of electricity to the Kamoa-Kakula Project. All six new turbines at the Mwadingusha hydropower plant were synchronized to the national electrical grid in August 2021, with each generating unit producing approximately 13 megawatts (MW) of power, for a combined output of approximately 78 MW. In August 2021, Ivanhoe Mines Energy DRC SARL ("Ivanhoe Mines Energy") signed an extension of the existing financing agreement with SNEL to upgrade turbine 5 at the Inga II hydropower complex. Turbine 5 is expected to produce 178 MW of renewable hydropower, providing the Kamoa-Kakula Copper Complex and the planned, associated smelter with sustainable electricity.

In December 2023, SNEL and Ivanhoe Mines Energy signed an amendment to the existing financing agreement to fund the identified infrastructure upgrades. The original financing agreement consisted of a loan of up to \$250 million to fund the refurbishment of 78 megawatts (MW) of generation capacity at the Mwadingusha dam and 178 MW of generation capacity from Turbine #5 at the Inga II dam. The refurbishment of the Mwadingusha facility was completed in September 2021, and the refurbishment of Turbine #5 at Inga II is on schedule to be completed during 2025. The amendment to the financing agreement expands the loan up to a total of \$450 million. Under the agreements, Ivanhoe Mines Energy agreed to provide a loan relating to the power upgrade. The total loan advanced as at March 31, 2025 amounts to \$401.1 million (December 31, 2024: \$374.5 million) comprising of a principal amount of \$324.9 million (December 31, 2024: \$303.8 million) and interest of \$76.2 million (December 31, 2024: \$70.6 million) and is included in the net assets of the joint venture under the heading "Long-term loan receivable".

The term for repayment of the principal amount, accrued interest and future costs is estimated to be 25 years, beginning after the expiry of a two-year grace period from the signing date of the agreement. The actual repayment period will ultimately depend on the amount financed and on the amounts deducted from electricity bills based on a fixed percentage of 40% of the actual bill as per the loan repayment terms. Interest was calculated at a rate of 6-month Term SOFR plus 3%. The Kamoa-Kakula Project has a priority electricity right by which SNEL commits to make available as per an agreed power requirements schedule.

The movement in the long-term loan receivable is summarized as follows:

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Opening balance	374,485	306,594
Additional funding	22,344	73,740
Interest for the period	5,543	16,535
Repayments during the period	(1,257)	(22,384)
	401,115	374,485

Ivanhoe Mines Ltd.

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(Unaudited)

4. Investment in joint venture (continued)

Reconciliation of joint venture net asset value to carrying amount

	March 31, 2025	December 31, 2024
	\$'000	\$'000
<i>Company's share of net assets of the joint venture</i>		
Opening net assets of the joint venture	3,820,147	1,586,394
Loan recapitalization (i)	–	1,644,039
Total comprehensive income of the joint venture for the period	218,077	589,713
Closing net assets of the joint venture	4,038,224	3,820,147
Company's share of net assets (%)	49.5%	49.5%
Company's share of net assets of the joint venture	1,998,921	1,890,974
<i>Loan advanced to the joint venture</i>		
Opening balance	1,142,742	1,732,286
Interest on loan to the joint venture for the period	34,082	224,258
Loan recapitalization (i)	–	(813,802)
Closing balance	1,176,824	1,142,742
Investment in joint venture	3,175,745	3,033,716

- (i) On December 15, 2024, Kamo Holding and its shareholders, including Ivanhoe Mines US LLC, entered into a subscription and set-off agreement. In accordance with this agreement, the shareholders subscribed for additional common shares in Kamo Holding, in proportion to their current shareholding. A portion of the interest payable on the shareholder loans was offset as consideration for these additional shares. This re-capitalization was carried out to streamline the holding structure and comply with Barbados tax law requirements.

Commitments and contingencies of the joint venture

From time to time, Kamo Holding becomes subject to claims, temporary measures, legal proceedings, financial sanctions or assessments made by tax or other authorities in the ordinary course of its business. Given the complexity and scope of Kamo Holding's business, such claims may involve complex legal, tax or accounting matters. Management assesses Kamo Holding's liabilities and contingencies for all tax years open to claims or assessment based upon the latest information available. Kamo Holding accrues for such claims, or makes provision, in its consolidated financial statements, when a liability resulting from the claim is both probable and the amount can be reasonably estimated. In order to assess such likelihood management reviews claims with the benefit of internal and external legal advice where appropriate.

Kamo Holding is currently subject to several such claims which have been determined by management, with the benefit of legal advice, to be without merit and justification and therefore not probable that a liability would arise therefrom. Such determinations are based on current information and advice, which is subject to change based on changed facts or circumstances. Accordingly, management may re-assess any prior determination regarding the likelihood of a probable liability at any time.

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(Stated in U.S. dollars unless otherwise noted)

(Unaudited)

5. Property, plant and equipment

	Land	Buildings	Office equipment	Motor vehicles	Plant and equipment	Mining development and infrastructure	Aircraft	Assets under construction	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
March 31, 2025									
Cost									
Beginning of the year	1,486	42,804	10,564	6,916	276,780	509,553	29,128	882,109	1,759,340
Additions	–	–	489	52	23	12,324	–	60,602	73,490
Borrowing costs capitalized	–	–	–	–	–	–	–	24,185	24,185
Disposals	(16)	(7)	(4)	–	(5)	–	–	–	(32)
Transfers	–	116	367	–	1,467	27,301	–	(46,525)	(17,274)
Foreign exchange translation	24	373	143	16	448	2,205	–	12,219	15,428
End of the period	1,494	43,286	11,559	6,984	278,713	551,383	29,128	932,590	1,855,137
Accumulated depreciation and impairment									
Beginning of the year	–	4,014	6,232	4,321	53,539	18,555	1,838	–	88,499
Depreciation	–	7,599	469	182	3,011	619	274	–	12,154
Disposals	–	–	(2)	–	–	–	–	–	(2)
Foreign exchange translation	–	61	90	6	130	(159)	–	–	128
End of the period	–	11,674	6,789	4,509	56,680	19,015	2,112	–	100,779
Carrying value									
Beginning of the year	1,486	38,790	4,332	2,595	223,241	490,998	27,290	882,109	1,670,841
End of the period	1,494	31,612	4,770	2,475	222,033	532,368	27,016	932,590	1,754,358

Assets under construction includes development costs capitalized as property, plant and equipment which are costs incurred to obtain access and to provide facilities for extracting, treating, gathering, transporting and storing the minerals. Costs incurred at the Platreef Project are deemed necessary to bring the Project to commercial production and are therefore capitalized. Until September 30, 2024, costs incurred at the Kipushi Project were deemed necessary to bring the Project to commercial production. During the fourth quarter of 2024, the Kipushi Project was deemed to have entered into commercial production, therefore the majority of its assets under construction was transferred to the appropriate classes of property, plant and equipment during Q4 2024.

Ivanhoe Mines Ltd.

Notes to the condensed consolidated interim financial statements

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(Unaudited)

5. Property, plant and equipment (continued)

Borrowing costs are capitalized to the extent that they are attributable to the construction of qualifying assets and include the finance costs on the loan payable to ITC Platinum Development Limited, notional financing charge on the deferred revenue, a portion of the interest incurred on the Senior Notes, interest on the senior debt facility and interest on the RMB, FirstBank and Advance payment facilities (see Note 29).

Assets pledged as security

Buildings with a carrying amount of \$8.7 million (December 31, 2024: \$8.5 million) have been pledged to secure borrowings of the Company (see Note 18 (vi)). The buildings have been pledged as security for bank loans under a mortgage. The Company is not allowed to pledge these assets as security for other borrowings or to sell them to another entity.

	Land	Buildings	Office equipment	Motor vehicles	Plant and equipment	Mining development and infrastructure	Aircraft	Assets under construction	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
December 31, 2024									
Cost									
Beginning of the year	1,547	15,603	8,069	6,362	69,963	132,880	29,128	948,876	1,212,428
Additions	–	285	2,352	593	256	–	–	471,652	475,138
Borrowing costs capitalized	–	–	–	–	–	–	–	99,014	99,014
Disposals	(31)	(3)	(288)	(69)	(82)	–	–	–	(473)
Transfers	–	27,134	608	53	207,140	379,430	–	(624,482)	(10,117)
Foreign exchange translation	(30)	(215)	(177)	(23)	(497)	(2,757)	–	(12,951)	(16,650)
End of the year	1,486	42,804	10,564	6,916	276,780	509,553	29,128	882,109	1,759,340
Accumulated depreciation and impairment									
Beginning of the year	–	3,482	5,102	3,803	44,824	8,126	737	–	66,074
Depreciation	–	573	1,496	573	8,900	10,673	1,101	–	23,316
Disposals	–	–	(254)	(47)	–	–	–	–	(301)
Foreign exchange translation	–	(41)	(112)	(8)	(185)	(244)	–	–	(590)
End of the year	–	4,014	6,232	4,321	53,539	18,555	1,838	–	88,499
Carrying value									
Beginning of the year	1,547	12,121	2,967	2,559	25,139	124,754	28,391	948,876	1,146,354
End of the year	1,486	38,790	4,332	2,595	223,241	490,998	27,290	882,109	1,670,841

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(Stated in U.S. dollars unless otherwise noted)

(Unaudited)

6. Mineral properties and exploration and project evaluation expenditure

Mineral properties

The following table summarizes the carrying values of the Company's mineral property interests as described below:

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Platreef property, South Africa (a)	6,940	6,940
Kipushi Properties, Democratic Republic of the Congo (b)	236,646	238,952
Exploration properties (c)	45,391	45,391
	288,977	291,283

Costs directly related to the acquisition of mineral properties are capitalized as mineral properties on a property-by-property basis, whereas development costs are capitalized as property, plant and equipment and are costs incurred to obtain access and to provide facilities for extracting, treating, gathering, transporting and storing the minerals. Development costs are capitalized to the extent that they are necessary to bring the property to commercial production.

(a) Platreef property

Construction of the planned Platreef mine is underway on the Company's discovery of palladium, platinum, rhodium, nickel, copper and gold on the Northern Limb of South Africa's Bushveld Igneous Complex approximately 8 km from Mokopane and 280 km northeast of Johannesburg, South Africa.

In November 2014, the mining right for the development and operation of the Platreef mining project was executed. The mining right authorizes the Company to mine and process platinum-group metals, nickel, copper, gold, silver, cobalt, iron, vanadium and chrome. The mining right was issued for an initial period of 30 years and may be renewed for further periods, each of which may not exceed 30 years at a time, in accordance with the terms of section 24 of the Mineral and Petroleum Resources Development Act of South Africa.

In February 2022, the Company announced the positive findings of an independent Platreef 2022 Feasibility Study for the tier one Platreef palladium, platinum, rhodium, nickel, copper and gold project in South Africa. On February 18, 2025, the Company announced the positive results from two independent technical studies which provide the blueprint for the ongoing three-phase development of Platreef. Development activities have been ongoing at Platreef with Shaft 1, the initial access to the orebody, now in operation and hoisting development rock from underground. The Company has been focusing on construction activities to bring Phase 1 of Platreef into production.

A Japanese consortium comprising ITOCHU Corporation, Japan Oil, Gas and Metals National Corporation (JOGMEC); and Japan Gas Corporation holds an effective 10% interest in the Platreef Project. The Company transferred an additional 26% of Platreef to a broad-based black economic empowerment (B-BBEE) special purpose vehicle in compliance with South African ownership requirements.

(b) Kipushi properties

The Kipushi Project is a historic, high-grade underground copper-zinc-germanium-silver-lead mine in the Central African Copperbelt, in Haut-Katanga Province, Democratic Republic of the Congo ("DRC"). The Kipushi Project lies adjacent to the town of Kipushi and the border with Zambia, and about 30 km southwest of the provincial capital of Lubumbashi. Ivanhoe Mines and La Générale des Carrières et des Mines SARL ("Gécamines") own 68% and 32% of the Kipushi Project respectively, through their holdings in Kipushi Corporation SAS ("Kipushi"), the mining rights holder.

Ivanhoe Mines Ltd.

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(Stated in U.S. dollars unless otherwise noted)

(Unaudited)

6. Mineral properties and exploration and project evaluation expenditure (continued)

Mineral properties (continued)

(b) Kipushi properties (continued)

The shareholding of Gécamines in Kipushi is set to increase to 38% following the completion of the conditions precedent to the revised joint venture agreement. This transfer of 6% to Gécamines is underway as required by the revised joint venture agreement.

Ivanhoe Mines' interest in Kipushi was acquired in November 2011 and comprises mining rights for zinc, copper and cobalt as well as the underground workings and related infrastructure, inclusive of a series of vertical mine shafts.

On December 15, 2023 the Company signed the new joint venture agreement with its partner Gécamines to restart the ultra-high-grade Kipushi zinc-copper-germanium-silver mine.

During the fourth quarter of 2024, the Kipushi concentrator regularly operated at its name plate mill feed rate of 80 tonnes per hour required to achieve the designed 800,000 plant feed tonnes per annum. As a result, Kipushi was deemed to have entered commercial production in Q4 2024.

(c) Exploration properties

The Company's DRC exploration group is targeting Kamoakakula style copper mineralization through a regional drilling program on its 60%-100%-owned Western Foreland exploration licences, located to the north, south and west of the Kamoakakula Project, and elsewhere.

During Q4 2022, the Company was granted three new 100%-owned exploration rights on the Northern Limb of the Bushveld Complex in South Africa. These exploration rights cover 80 square kilometres forming a continuous block situated on the southwest border of the existing Platreef Project's mining rights.

During Q4 2023, the Company acquired joint venture licences in the Western Foreland. Under the terms of the joint venture that covers the 247 square kilometres of newly acquired licences, Ivanhoe has an initial interest of 10% with an earn-in right to increase its ownership by funding ongoing exploration activities.

During 2024, the Company increased its interest in Kampemba Corporation, one of the joint venture licence holders, from 10% to 60% due to the exercise of the earn-in right. Also in 2024, the Company acquired an 80% interest in the Live-in Group SARL which holds 3 exploration permits adjacent to the Western Forelands.

Exploration and project evaluation expenditure

Exploration and project evaluation expenditure is expensed in the period incurred, until such time as the Company determines that a property is technically feasible and commercially viable, whereafter costs associated with development are capitalized as property, plant and equipment in the assets under construction category (see Note 5).

Recoverability of assets

The Company has concluded that there is no impairment required to any of its projects. Significant judgments and assumptions are required in making estimates of determining the recoverable amount (the higher of fair value less cost of disposal and value in use). This is particularly so in the assessment of long-life assets. It should be noted that the valuations are subject to variability in key assumptions including, but not limited to, long-term commodity prices, capital expenditures, discount rates, transport costs and the cost of production and operating costs.

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Notes to the condensed consolidated interim financial statements

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(Stated in U.S. dollars unless otherwise noted)

(Unaudited)

6. Mineral properties and exploration and project evaluation expenditure (continued)

Mineral properties (continued)

Recoverability of assets (continued)

In assessing impairment, management have considered various external and internal factors such as but not limited to: (i) market value changes in commodity prices; (ii) any adverse economic or significant changes to the legal environment in which the asset/entity operates (iii) changes in the interest rate environment that might impact the discount rate used in calculating the asset's recoverable amount; (iv) any damage or potential obsolescence, (v) comparison of managements future net cash flows with previous budgets and forecasts and assessing if any significant decline has occurred.

7. Deferred tax

The Company's deferred tax assets and liabilities are as follows:

	March 31, 2025	December 31, 2024
	\$'000	\$'000
<i>Deferred tax asset to be recovered after more than 12 months</i>		
Property, plant and equipment and mining capital expenditure	185,815	179,999
Unrealized foreign exchange losses	51,710	55,861
IFRS 16 leases	2,986	2,984
Tax losses carried forward	2,145	2,892
<i>Deferred tax asset to be recovered within 12 months</i>		
Provisions and prepayments	1,080	985
	243,736	242,721

Deferred income tax assets are recognized for tax loss carry-forwards to the extent that the realization of the related tax benefit through future taxable profits is probable. Due to the conclusion of the stream-financing agreements and the announcement of the positive results of the independent 2022 Feasibility Study, the Company considers it highly probable that the Platreef Project will have future taxable profits that will be available against which the deductible temporary differences can be utilized.

The Company recognized the previously unrecognized deferred tax asset relating to the Kipushi Project on June 30, 2022. Due to the signing of a new agreement between the Company and Gécamines to return the Kipushi Project to commercial production, and the positive findings of the independent 2022 Feasibility Study, the Company considers it probable that the Kipushi Project will have future taxable profits that will be available against which the deductible temporary differences can be utilized.

8. Investments

	March 31, 2025	December 31, 2024
	\$'000	\$'000
<i>Fair value through profit or loss</i>		
Investment in I-Pulse Inc. (i)	68,451	68,451
Investment in Blue Spark Energy Systems Inc. (ii)	10,909	10,909
Investment in other listed entities	1,439	1,541
Investment in unlisted entities	655	655
	81,454	81,556

- (i) On June 30, 2023, the Company entered into an exchange agreement with I-Pulse Inc. ("I-Pulse"), wherein the Company replaced the outstanding secured loan balance owed to it by High Power Exploration Inc. ("HPX" now Ivanhoe Atlantic Inc.) with an equity investment in I-Pulse.

Ivanhoe Mines Ltd.

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(Unaudited)

8. Investments (continued)

Under the agreement, the Company transferred all of its rights, interest and benefits in, to and under the loan facility agreement with HPX to I-Pulse, in exchange for the issuance of shares in I-Pulse to the Company.

The Company's equity investment in I-Pulse comprises approximately 5% of the issued and outstanding share capital of I-Pulse. I-Pulse, the parent company of HPX, is a private American company and is a global leader and developer of pulsed-power technology with its research facilities based in Toulouse, France. During 2024, I-Pulse unbundled its hydrocarbon business from the rest of its business. See (ii) below. The decrease in the carrying value of I-Pulse is attributable to this unbundling.

- (ii) On May 31, 2024, I-Pulse effected an unbundling of its hydrocarbon business from its non-hydrocarbon business. In terms of the unbundling arrangement, the hydrocarbon business was to be held by Blue Spark Energy Systems Inc. ("BSES"). As a result of this arrangement, the Company received 7,035,427 shares of BSES common stock. The number of shares received by the Company equated to the number of shares held by the Company in I-Pulse. The number of shares held by the Company in I-Pulse remained unchanged. The shares received were valued at \$10.9 million.

9. Other receivables

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Refundable taxes (i)	58,487	58,948
Accounts receivable	38,606	24,485
Receivables from joint venture (ii)	13,310	12,558
Loss allowance	(1)	(1)
	110,402	95,990
Non-current other receivables	56,045	54,373
Current other receivables	54,357	41,617
	110,402	95,990

- (i) Refundable taxes are net of an impairment provision for value-added taxes receivable in foreign jurisdictions where recoverability of those taxes is deemed uncertain.
- (ii) Receivables from joint venture include amounts receivable from the Kamo Holding Limited joint venture for administration consulting services rendered by the Company.

10. Loans receivable

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Social development loan (i)	49,030	48,494
Loss allowance - Social development loan	(523)	(523)
Other loans receivable	342	342
	48,849	48,313
Non-current loans receivable	40,872	40,336
Current loans receivable	7,977	7,977
	48,849	48,313

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(Unaudited)

10. Loans receivable (continued)

- (i) A long-term loan receivable from Gécamines of \$10 million was ceded to the Company on completion of the purchase of Kipushi on November 28, 2011, by the seller. An additional \$20 million was requested and advanced to Gécamines during November 2012.

Repayment will be made by offsetting the loan against future royalties and dividends payable to Gécamines from future profits earned at Kipushi. The fair value of the receivable at acquisition date was estimated by the Company by calculating the present value of the future expected cash flows using an effective interest rate of 9.2%. The carrying value of the long-term loan receivable as at March 31, 2025 is \$48.5 million (December 31, 2024: \$48.0 million). Interest of \$0.5 million was earned during the three months ended March 31, 2025 (March 31, 2024: \$0.6 million) (see Note 30).

The Company has an accumulated expected credit loss allowance of \$0.5 million as at March 31, 2025 (December 31, 2024: \$0.5 million) in accordance with IFRS 9 for the social development loan.

11. Promissory note receivable

The Company has the following promissory note receivable:

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Promissory note receivable from Crystal River	26,868	26,867
Loss allowance	(14)	(14)
	26,854	26,853

The promissory note receivable with a carrying value of \$26.9 million is a non-interest-bearing, 10-year promissory note, of which \$8.3 million is receivable by the Company as the purchase consideration for selling 1% of its share in Kamo Holding to Crystal River (see Note 4). The remaining \$18.6 million is receivable for subsequent funding provided to Kamo Holding on Crystal River's behalf. The promissory note is payable on the earlier of December 8, 2025 or the next business day following the completion of the sale, transfer or disposition of the shares held by Crystal River in Kamo Holding.

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12. Leases

Right-of-use asset

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Rented surface infrastructure and equipment (Kipushi) (i)	4,238	4,379
Office building (ii)	742	795
	4,980	5,174

(i) A right-of-use asset is recognized in terms of IFRS 16 for the use of the surface infrastructure and equipment at the Kipushi mine.

(ii) The Company leases an office building in Sandton, South Africa.

Lease liability

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Rented surface infrastructure and equipment (Kipushi) (i)	9,423	9,306
Office building (ii)	657	730
Non-current lease liability	10,080	10,036
Office building (ii)	298	292
Rented surface infrastructure and equipment (Kipushi) (i)	444	433
Current lease liability	742	725

(i) The lease liability was initially measured at the present value of the lease payments payable over the life of mine and has been discounted at an incremental borrowing rate of 8%. The lease payments have been determined in accordance with the contract, which allocates a fixed amount monthly and it has been estimated that the lease will continue for the duration of the life of mine.

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(Unaudited)

12. Leases (continued)

Lease liability (continued)

- (ii) The Rand-denominated lease liability was initially measured at the present value of the lease payments payable over a lease term of six years and has been discounted at an incremental borrowing rate of between 10.25%-10.50% (December 31, 2024: 10.25%-10.50%). The lease payments have been determined in accordance with the contract which includes an escalation clause of 7.5% per annum.

Amounts recognized in the condensed consolidated interim statements of comprehensive income:

	Year ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Depreciation charge on right-of-use assets (i)	(66)	(67)
Interest on lease liability (ii)	(432)	(32)
	(498)	(99)

- (i) Included in other expenditure on the condensed consolidated interim statements of comprehensive income. The right-of-use assets are depreciated over the term of the lease on a straight-line basis, which is determined to be life of mine.
- (ii) Included as finance costs on the condensed consolidated interim statements of comprehensive income.

13. Cash and cash equivalents

	March 31,	December 31,
	2025	2024
	\$'000	\$'000
Cash	664,552	79,280
Cash equivalents - call deposits	36,501	22,804
Cash - guarantee accounts (i)	15,942	15,259
	716,995	117,343

- (i) The cash and cash equivalents disclosed above include \$15.9 million of restricted cash held by Ivanplats (Pty) Ltd., the owner of the Platreef Project (December 31, 2024: \$15.3 million). These funds are held for guarantees issued.

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(Unaudited)

14. Inventory

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Mining inventory		
Zinc concentrate finished goods	56,779	39,700
Zinc ore stockpile (i)	19,485	27,294
Zinc concentrate work in progress	3,404	3,404
	79,668	70,398
Other inventory		
Consumable stores	3,409	15,343
	3,409	15,343
	83,077	85,741

- (i) The stockpile is zinc ore that has been stockpiled on surface after it has been extracted through mine development. As at March 31, 2025, the stockpile contained approximately 307,000 tonnes of ore at an estimated average grade of 23% zinc (December 31, 2024: 343,620 tonnes of ore at an estimated average grade of 23.5% zinc).

15. Prepaid expenses

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Advance payments to suppliers	14,850	13,431
Other prepayments	6,957	4,596
Prepaid insurance	1,643	320
Deposits	757	651
	24,207	18,998

Prepaid expenses are amounts paid in advance which give the Company rights to receive future goods or services.

16. Senior Notes

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Proceeds on issuance of senior notes	750,000	—
Transaction costs incurred	(20,350)	—
Initial recognition of liability	729,650	—
Interest for the period	11,567	—
Balance at the end of the	741,217	—
Non-current Senior Notes	729,650	—
Current Senior Notes	11,567	—
Balance at the end of the period	741,217	—

On January 23, 2025, the Company issued debt securities with an aggregate principal of \$750 million ("the Senior Notes") with a maturity date of January 23, 2030. The Senior Notes carry a coupon of 7.875% per annum payable semi-annually in arrears on January 23 and July 23 each year, commencing on July 23, 2025. The Notes are senior unsecured borrowings of the Company and are guaranteed by the Company's subsidiaries, Kipushi Holding Limited and Ivanhoe Mines US LLC.

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(Unaudited)

16. Senior Notes (continued)

The Senior Notes are listed on The International Stock Exchange, Guernsey and traded on the Global Exchange Market.

The gross proceeds from the Senior Notes will be used for general corporate purposes, including capital expenditure associated with the Company's projects, and to pay certain fees and expenses related to the Senior Notes.

Transaction costs of \$20.3 million associated with the Senior Notes were capitalized against the principal amount and an amount of \$19.6 million remains unamortized as at March 31, 2025. The effective interest rate of the Senior Notes was deemed to be 8.6467%. Interest of \$11.6 million was incurred for the three months ended March 31, 2025.

On or after January 23, 2027, the Company has the right to redeem all or part of the Senior Notes at the following redemption prices, expressed as a percentage of the principal amount, plus any unpaid accrued interest.

	Redemption price
Period of 12 months from January 23, 2027	103.9375%
Period of 12 months from January 23, 2028	101.9688%
Period of 12 months from January 23, 2029	100.0000%

17. Deferred revenue

	March 31, 2025 \$'000	December 31, 2024 \$'000
Balance at the beginning of the year	360,715	328,096
Financing costs associated with the streaming facilities (Note 29)	9,713	39,808
Exchange (loss) gain translation of foreign operations	6,051	(7,189)
Balance at the end of the period	376,479	360,715
Non-current deferred revenue	375,484	359,720
Current deferred revenue	995	995
	376,479	360,715

On December 8, 2021, the Company announced that Ivanplats (Pty) Ltd., its South African subsidiary and owner of the Platreef Project, had concluded stream-financing agreements with Stream Purchasers, for a \$200 million gold-streaming facility and a \$100 million palladium and platinum-streaming facility. The stream facilities are a prepaid forward sale of refined metals, with prepayments totalling \$300 million, available in two tranches. The first prepayment of \$75 million was received by the Company in December 2021, following the closing of the transaction. The remaining \$225 million was received in September 2022, after successfully fulfilling the conditions precedent.

Under the terms of the \$200 million gold stream agreement, the Stream Purchasers will receive an aggregate total of 80% of contained gold in concentrate until 350,000 ounces have been delivered, after which the stream will be reduced to 64% of contained gold in concentrate for the remaining life of the facility. The expected life of this facility will extend from the effective date of the stream agreement until the date when 685,280 ounces of gold have been delivered to the Stream Purchasers. The Stream Purchasers will purchase each ounce of gold at a price equal to the lower of the market price of gold or US\$100 per ounce.

Delivery of the gold under the stream agreement will be made by delivering gold credits to the Stream Purchasers' metal accounts. Under the terms of the US\$100 million palladium and platinum stream agreement, the Stream Purchasers will receive an aggregate total of 4.2% of contained palladium and platinum in concentrate until 350,000 ounces have been delivered, after which the stream will be reduced to 2.4% for the remaining life of the facility.

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(Unaudited)

17. Deferred revenue (continued)

The expected life of this facility will extend from the effective date of the stream agreement until the date when 485,115 ounces of palladium and platinum have been delivered to the purchaser, which will pay for each ounce at a price equal to 30% of the market price of palladium and platinum.

Delivery of the palladium and platinum under the stream agreement will be made by delivering palladium and platinum credits to the Stream Purchasers' metal accounts. The advance payment of \$300 million, net of transaction costs of \$6.5 million, is recognized as a contract liability (deferred revenue) under IFRS 15.

The stream-financing agreements are accounted for as deferred revenue as the Company has applied judgment in concluding that the contracts fall within the "own-use" exemption in IFRS 9. Therefore, the contracts are not accounted for under the requirements of IFRS 9, but were deemed to fall within the scope of IFRS 15 as the Company intends to settle the obligations through delivery of its own production from the Platreef mine once commissioned.

In accordance with IFRS 15, the Company has recognized a notional financing charge of \$9.7 million for the three months ended March 31, 2025 (March 31, 2024: \$9.6 million) due to the time between receiving the upfront streaming payments and the date that the related performance obligations will be satisfied. The Company has estimated that the ZAR-based nominal pre-tax rate is 15.37% under the gold stream agreement, and 14.81% under the palladium and platinum stream agreement.

Settlements on the stream-financing arrangements will start once the commissioning of the Platreef Project has been completed.

18. Borrowings

	March 31, 2025	December 31, 2024
	\$'000	\$'000
<i>Secured - at amortized cost</i>		
Senior debt financing (i)	63,362	63,411
Term loan facilities		
Aircraft financing facility (v)	12,985	13,824
Loan from Citi bank (vi)	4,176	4,059
	80,523	81,294
<i>Unsecured - at amortized cost</i>		
Advance payment facilities (ii)		
CITIC	60,000	60,000
Trafigura	60,000	60,000
Term loan facilities		
RMB loan facilities (iii)	66,534	66,092
FirstBank loan facility (iv)	50,000	50,000
Loan from ITC Platinum Development Limited (vii)	41,497	41,045
	278,031	277,137
Total borrowings	358,554	358,431
Non-current borrowings	247,547	260,953
Current borrowings	111,007	97,478
	358,554	358,431

Ivanhoe Mines Ltd.

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(Unaudited)

18. Borrowings (continued)

The movement in the borrowings for the three months ended March 31, 2025 is as follows:

	Senior debt facility	Advance payment facilities		Term loan facilities					Total
		CITIC	Trafigura	RMB	FirstBank	Aircraft	Citi	ITC	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance	63,411	60,000	60,000	66,092	50,000	13,824	4,059	41,045	358,431
Transaction costs incurred	(368)	–	–	–	–	–	–	–	(368)
Accumulated interest	2,467	1,550	1,548	1,285	1,862	273	65	2,014	11,064
Repayments - capital	–	–	–	–	–	(839)	–	–	(839)
Repayments - interest	(2,148)	(1,550)	(1,548)	(843)	(1,862)	(273)	(65)	(1,562)	(9,851)
Foreign currency	–	–	–	–	–	–	117	–	117
Closing balance	63,362	60,000	60,000	66,534	50,000	12,985	4,176	41,497	358,554
Non-current borrowings	63,362	53,333	53,333	26,534	–	9,488	–	41,497	247,547
Current borrowings	–	6,667	6,667	40,000	50,000	3,497	4,176	–	111,007
	63,362	60,000	60,000	66,534	50,000	12,985	4,176	41,497	358,554

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(Unaudited)

18. Borrowings (continued)

- (i) On December 22, 2023, Ivanplats entered into a common terms and senior secured facility agreement between, amongst others, Société Générale and Nedbank Limited (acting through its Nedbank Corporate and Investment Banking Division) (Nedbank) as lenders; Ivanplats as borrower; Ivanplats Holding S.À.R.L, ITC and Ivanhoe Mines SA (Pty) Ltd. as guarantors; Ivanhoe Mines Ltd. as sponsor; and Nedbank Limited as global facility agent (as amended and restated from time to time, the "Platreef Senior Debt Financing Agreement"). Under the Platreef Senior Debt Financing Agreement, the lenders thereunder make available to Ivanplats a senior secured facility in an aggregate principal amount of up to \$150.0 million (the "Platreef Senior Debt").

The Platreef Senior Debt is available from the date on which all conditions precedent to drawing under the Platreef Senior Debt Financing Agreement are satisfied until March 31, 2026. The maturity date for the Platreef Senior Debt falls on December 31, 2032. Ivanplats drew on \$70 million of the Platreef Senior Debt on November 6, 2024. The undrawn \$80 million remains available subject to the satisfaction of certain conditions precedent. The proceeds of the Platreef Senior Debt may be used to, inter alia, finance project costs related to Phase 1 of the Platreef Project.

The Platreef Senior Debt incurs an initial interest at the applicable Term SOFR (subject to a zero floor) plus 4.80%. The initial rate of interest shall apply until the earlier of the Completion Date (as defined in and subject to the conditions of the Platreef Senior Debt Financing Agreement) and the Target Refinancing Date (being July 31, 2026), after which the interest rate shall be Term SOFR + 4.65% per annum from the Completion Date (if the Target Refinancing Date has not occurred) or Term SOFR + 6.50% per annum from the Target Refinancing Date.

The security package ("Platreef Security Package") includes various guarantees, indemnities, counter-indemnities, encumbrances and pledges provided by Ivanplats, Ivanhoe Mines SA (Pty) Ltd., Ivanplats Holding S.À.R.L and ITC. Ivanhoe Mines Ltd. also provided security over its shares in, and any shareholder debt owed to it by, Ivanplats Holding S.À.R.L.

- (ii) On June 28, 2024 and July 5, 2024, Kipushi entered into offtaker facility agreements with Trafigura Asia Trading Pte Ltd. (Trafigura) and CITIC Metal (HK) Limited (CITIC) respectively. Each of the agreements made \$60 million available to Kipushi to finance the development, construction and operation of the Kipushi project, as well as the commercialization and export of the material extracted from the mine. The Trafigura facility was drawn down on July 3, 2024 and the CITIC facility was drawn down on July 17, 2024. Both facilities were drawn down in full.

The facilities incur interest at Term SOFR plus a margin of 6% per annum. Interest accrues over time and is repayable monthly. Interest of \$1.9 million was incurred and paid during the three months ended March 31, 2025. The facilities are repayable in 36 monthly installments commencing 18 months after: (i) in the case of the Trafigura facility, the date of the agreement; and (ii) in the case of the CITIC facility, the date of the first utilization request. Ivanhoe Mines Ltd. has provided a corporate guarantee in connection with the Trafigura facility, which shall expire on the date upon which Kipushi confirms that it has produced a certain quantity of concentrate.

- (iii) During 2024, Kipushi and Ivanhoe Marketing (Pty) Ltd. ("Ivanhoe Marketing") each entered into revolving credit facilities with Rand Merchant Bank ("RMB").

Ivanhoe Marketing-RMB loan

On October 25, 2024, Ivanhoe Marketing and RMB entered into a \$75 million revolving credit facility agreement. Under the terms of the agreement, RMB provided a \$75.0 million revolving loan facility to Ivanhoe Marketing to finance general corporate purposes and working capital requirements. Ivanhoe Marketing drew \$40 million of the facility on October 29, 2024. The facility incurs interest at the applicable Term SOFR plus a margin of 3.25% per annum. Interest is repayable on the last day of each interest period (being either 1, 3 or 6 months), with the facility repayable in full in October 2025. Repayment may, upon mutual agreement of Ivanhoe Marketing and RMB, be extended by successive 12-month periods. Ivanhoe Mines Ltd. guarantees all amounts due to RMB under this facility agreement.

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18. Borrowings (continued)

Kipushi-RMB loan

On December 10, 2024, Kipushi entered into a \$50 million revolving credit facility agreement with RMB. Under the terms of the agreement, RMB provided a \$50 million revolving loan facility to Kipushi to finance costs and expenditure related to the Project. Kipushi drew \$26 million of the facility on December 13, 2024. The facility incurs interest at the applicable Term SOFR plus a margin of 4.5% per annum. Interest is repayable on the last day of each interest period (being either 1, 3 or 6 months), with the facility repayable in full in December 2026 (unless repayment is extended in accordance with the terms of the agreement). Repayment may, upon mutual agreement of Kipushi and RMB, be extended by successive 12-month periods. Ivanhoe Mines Ltd. has provided a corporate guarantee under this loan agreement.

- (iv) On May 28, 2024, Kipushi entered into a \$50 million facility agreement with FirstBank DRC SA (FirstBank), to finance costs related to the development of the project. Kipushi drew down on the full facility on the date of the agreement. The facility incurs interest at 3-month Term SOFR plus a margin of 4.5% per annum. Interest is repayable quarterly, with the facility repayable in full in May 2025. Repayment is automatically extended by a further consecutive 12 months unless either party to the agreement gives written confirmation that there shall be no such automatic extension of the date. Ivanhoe Mines Ltd. has provided a corporate guarantee under this loan agreement.
- (v) On August 4, 2023, the Company entered into an \$18.2 million loan agreement with Investec Bank Limited, a South African financial institution, in respect of its acquisition of an aircraft. Interest on the loan is incurred at Overnight SOFR plus a margin of 3.65% per annum and is payable monthly in arrears. The principal amount is repayable monthly in sixty equal instalments. The Company repaid \$0.8 million of the principal amount (March 31, 2024: \$0.8 million) and \$0.3 million in interest (March 31, 2024: \$0.4 million) during the three months ended March 31, 2025. The loan is secured by the aircraft.
- (vi) The Citibank loan of \$4.2 million (£3.2 million) is secured by the Rhenfield property (see Note 34). The loan is an interest-only term loan repayable on August 28, 2025, and incurs interest at a rate of 1-month Sterling Overnight Index Average (SONIA) plus 1.90% payable monthly in arrears. Interest of \$0.1 million was incurred for the three months ended March 31, 2025 (March 31, 2024: \$0.1 million).
- (vii) On June 6, 2013, the Company, through its subsidiary Ivanplats (Pty) Ltd, ("Ivanplats") the owner of the Platreef Project, became party to a \$28.0 million loan payable to ITC Platinum Development Limited. The loan is repayable only once Ivanplats has residual cashflow, which is defined in the loan agreement as gross revenue generated by Ivanplats, less all operating costs attributable thereto, including all mining development and operating costs. The loan incurs interest of 3-month Term SOFR plus 2.26% calculated monthly in arrears. Interest is not compounded. Interest of \$0.5 million (March 31, 2024: \$1.1 million) was recognized during the three months ended March 31, 2025 and was capitalized as borrowing costs. The carrying value of the loan as at March 31, 2025 is equal to the contractual amount due.

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19. Rehabilitation provision

	Platreef	Kipushi	Total
	\$'000	\$'000	\$'000
Opening balance	1,135	20,432	21,567
Unwinding of discount	31	218	249
Additional provision recognized	–	252	252
Foreign exchange gain	19	–	19
Closing balance	1,185	20,902	22,087

The Company makes provision for the future cost of rehabilitating mine sites and related production facilities on a discounted basis at the time of developing its mines and installing and using those facilities. The rehabilitation provision represents the present value of rehabilitation costs relating to mine sites, which are expected to be incurred up to 2054 for Platreef and 2038 for Kipushi, which is when the producing mine properties are expected to cease operations. The provision has been calculated based on an independent assessment. Assumptions based on the current economic and regulatory environment have been made, which management believes are a reasonable basis upon which to estimate the future liability. These estimates are reviewed regularly to assess any material changes to the assumptions. However, actual rehabilitation costs will ultimately depend upon future market prices for the necessary rehabilitation works required that will reflect market conditions at the relevant time. Furthermore, the timing of rehabilitation is likely to depend on when the mine ceases to produce at economically viable rates. This will depend upon several factors which are inherently uncertain.

The undiscounted closure cost liability estimate balance as at March 31, 2025 was \$31.1 million for Platreef (December 31, 2024: \$31.1 million), and \$20.9 million for Kipushi (December 31, 2024: \$20.1 million). The real discount rate used in the calculation of the provision as at March 31, 2025 equalled 6.78% (December 31, 2024: 6.78%) for Platreef, and 2.04% (December 31, 2024: 1.84%) for Kipushi.

20. Cash-settled share-based payment liability

	March 31,	December 31,
	2025	2024
	\$'000	\$'000
B-BBEE share-based payment liability (i)	7,083	6,951
Deferred share unit liability	4,549	5,973
	11,632	12,924
Non-current cash-settled share-based payment liability	10,529	11,081
Current cash-settled share-based payment liability	1,103	1,843
	11,632	12,924

(i) On June 26, 2014, the Company sold a 26% interest in the Company's Platreef mining project for which it has recognized a cash-settled share-based payment liability which is estimated to vest over 20 years. The liability is valued using an option pricing model taking into account the terms and conditions on which the right was granted (see Note 28).

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21. Trade and other payables

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Trade accruals	52,547	63,391
Trade payables	45,719	55,514
Other payables	10,128	10,345
Payroll tax and other statutory liabilities	2,559	8,266
	110,953	137,516

The Company has policies in place to ensure trade and other payables are paid within agreed terms.

22. Share capital

(a) Shares issued

The Company is authorized to issue an unlimited number of Class A Shares.

As at March 31, 2025, 1,352,616,014 (December 31, 2024: 1,351,544,340) Class A Shares were issued and outstanding. All shares in issue have been fully paid.

(b) Options

The Company issues share options as a security-based compensation arrangement. Share options are granted at an exercise price equal to the volume weighted average price of the shares on the TSX for the five days immediately preceding the date of the grant. As at March 31, 2025, 84,224,479 share options have been granted and exercised, and 14,493,407 have been granted and are outstanding.

All outstanding share options granted before December 2019 vest in four equal parts, commencing on the one year anniversary of the date of grant and on each of the three anniversaries thereafter. All share options granted during and after December 2019 vest in three equal parts, commencing on the one year anniversary of the date of grant and on each of the two anniversaries thereafter. The maximum term of options awarded is seven years.

A summary of changes in the Company's outstanding share options is presented below. The changes for 2025 represent the period January 1, 2025 to March 31, 2025, while the changes for 2024 represent the period January 1, 2024 to December 31, 2024.

	2025		2024	
	Number of options	Weighted average exercise price \$	Number of options	Weighted average exercise price \$
Balance at the beginning of year	13,357,480	4.89	13,078,667	4.30
Granted	1,156,607	10.15	1,244,068	10.35
Exercised	(20,680)	6.23	(950,041)	3.89
Forfeited	–	–	(15,214)	8.89
Balance at the end of the period	14,493,407	5.31	13,357,480	4.89

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22. Share capital (continued)

(b) Options (continued)

1,156,607 options were granted in 2025. The fair value of options granted is estimated on the date of grant using the Black-Scholes option pricing model. An expense of \$4.4 million will be amortized over the entire vesting period for the options granted during the three months ended March 31, 2025 (March 31, 2024: \$4.6 million), of which \$0.2 million (March 31, 2024: \$0.5 million) was recognized in the three months ended March 31, 2025. An additional expense of \$0.8 million was recognized in the three months ended March 31, 2025 (March 31, 2024: \$0.8 million) relating to options granted during prior years.

The following weighted average assumptions were used for the share option grants in the table above:

	2025	2024
Risk-free interest rate	3.94%	4.07%
Expected volatility ⁽ⁱ⁾	45.26%	48.38%
Expected life	3.50	3.50
Expected dividends	\$Nil	\$Nil

(i) Expected volatility was based on the historical volatility of a peer company analysis.

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22. Share capital (continued)

(b) Options (continued)

The following table summarizes information about share options outstanding and exercisable as at March 31, 2025:

Expiry date	Options outstanding		Options exercisable	
	Number of shares	Weighted average exercise price \$	Number of shares	Weighted average exercise price \$
May 30, 2025	1,000,000	2.59	1,000,000	2.59
December 4, 2025	2,000,000	1.98	2,000,000	1.98
January 12, 2026	900,000	1.90	900,000	1.90
December 5, 2026	1,000,000	2.59	1,000,000	2.59
January 13, 2027	2,978,006	3.02	2,978,006	3.02
August 17, 2027	70,000	3.85	70,000	3.85
January 22, 2028	653,197	5.52	653,197	5.52
March 31, 2028	82,131	5.18	82,131	5.18
June 30, 2028	61,597	6.92	61,597	6.92
August 10, 2028	879,169	7.49	879,169	7.49
September 30, 2028	66,096	6.47	66,096	6.47
December 31, 2028	53,700	7.89	53,700	7.89
January 27, 2029	772,987	8.86	772,987	8.86
March 31, 2029	66,688	9.35	66,688	9.35
June 30, 2029	103,322	5.90	68,880	5.90
September 30, 2029	100,414	6.04	66,942	6.04
December 31, 2029	77,525	7.79	51,682	7.79
January 20, 2030	946,721	8.90	620,688	8.90
March 31, 2030	73,959	8.60	49,306	8.60
June 30, 2030	66,982	9.35	22,327	9.35
September 30, 2030	75,545	8.49	25,181	8.49
December 31, 2030	68,025	9.80	22,675	9.80
January 14, 2031	1,089,860	9.99	352,630	9.99
March 31, 2031	58,969	11.74	19,656	11.74
June 30, 2031	47,494	12.93	–	–
September 30, 2031	44,413	14.70	–	–
February 28, 2032	1,078,937	10.17	–	–
March 31, 2032	77,670	9.92	–	–
	14,493,407	5.31	11,883,538	4.30

As at December 31, 2024, the Company had 13,357,480 options outstanding at a weighted average exercise price of \$4.89. Of this amount, 10,857,288 share options were exercisable at a weighted average exercise price of \$3.82.

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22. Share capital (continued)

(c) Share unit awards

The Company issues restricted share units (“RSUs”) and performance share units (“PSUs”), together known as share unit awards, as a security-based compensation arrangement. Each RSU and PSU represents the right of an eligible participant to receive one Class A Share.

RSUs vest in three equal parts, commencing on the initial vesting date established at grant and on each of the two anniversaries thereafter. PSUs generally vest after three years, on the vesting date established at grant, subject to the satisfaction of any performance conditions.

A summary of changes in the Company’s RSUs and PSUs is presented below. The changes for 2025 represent the period January 1, 2025 to March 31, 2025, while the changes for 2024 represent the period January 1, 2024 to December 31, 2024.

	2025	2024
Balance at the beginning of the year	2,918,685	3,811,889
RSUs issued	989,743	908,315
PSUs issued	498,724	451,117
RSUs vested	(700,028)	(2,134,601)
PSUs vested	(350,966)	–
RSUs cancelled	(30,216)	(105,074)
PSUs cancelled	(14,634)	(12,961)
Balance at the end of the period	3,311,308	2,918,685

An expense of \$13.9 million will be amortized over the vesting period for the share unit awards granted during three months ended March 31, 2025 (March 31, 2024: \$12.5 million), using the fair value of a common share at time of grant. The weighted average fair value of a common share at the time that the share unit awards were granted in 2025 was \$10.17 (December 31, 2024: \$9.99). An expense of \$2.6 million (March 31, 2024: \$5.9 million) was recognized for the three months ended March 31, 2025 relating to share unit awards granted, of which \$0.4 million related to those granted in 2025 (see Note 28).

(d) Deferred share units

The Company issues deferred share units (“DSUs”) as a security-based compensation arrangement to non-executive directors of the Company. Each DSU represents the right of an eligible participant to receive one Class A Share or the cash equivalent thereof. The annual award of DSUs vests over the calendar year in which they are granted, DSUs issued in lieu of quarterly directors fees, vests immediately. All DSUs are settled on December 31st of the third year following the grant date. The debt component of the instrument represents the entire fair value of the award.

A summary of changes in the Company’s DSUs is presented below. The changes for 2025 represent the period January 1, 2025 to March 31, 2025, while the changes for 2024 represent the period January 1, 2024 to December 31, 2024.

	2025	2024
Balance at the beginning of the year	496,821	490,287
DSUs issued	166,778	157,969
DSUs settled in shares	–	(107,645)
DSUs settled in cash	(17,776)	(43,790)
DSUs cancelled	(12,370)	–
Balance at the end of the period	633,453	496,821

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22. Share capital (continued)

(d) Deferred share units (continued)

An expense of \$0.3 million (March 31, 2024: \$0.4 million) was recognized for the DSUs granted during the three months ended March 31, 2025. A gain of \$1.7 million (March 31, 2024: loss of \$1.2 million) was recognized for DSUs granted during prior years due to the movements in the Company's share price between the date of grant and the end of the current reporting period. In accordance with the DSU plan, directors may elect to receive settlement of their DSUs in cash or shares.

23. Foreign currency translation reserve

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Balance at the beginning of the year	(69,841)	(58,770)
Exchange gain (loss) arising on translation of foreign operations	5,273	(11,071)
Balance at the end of the period	(64,568)	(69,841)

Exchange differences relating to the translation of the results and net assets of the Company's foreign operations from their functional currencies to the Company's presentation currency are recognized directly in other comprehensive income (loss) and accumulated in the foreign currency translation reserve.

24. Non-controlling interests

The total non-controlling interest at March 31, 2025 is \$160.7 million (December 31, 2024: \$153.6 million), of which \$81.0 million (December 31, 2024: \$80.3 million) is attributed to Ivanplats (Pty) Ltd and \$75.2 million (December 31, 2024: \$70.2 million) is attributed to Kipushi Corporation SAS. The remainder relates mainly to the non-controlling interest attributable to the Western Foreland exploration projects.

The Company owns 64% of Ivanplats (Pty) Ltd. and is deemed to control a further 26%. The Company owns 62% of the issued share capital of Kipushi Corporation SAS.

Set out below is the summarized statements of comprehensive income that are material to the Company. The amounts disclosed for each subsidiary are before intercompany eliminations.

Summarized statements of comprehensive income	Ivanplats (Pty) Ltd		Kipushi Corporation SAS	
	Three months ended		Three months ended	
	March 31,		March 31,	
	2025	2024	2025	2024
	\$'000	\$'000	\$'000	\$'000
Loss for the period	(15,703)	(11,530)	(15,462)	(11,811)
Other comprehensive income (loss)	3,988	(8,697)	-	-
Total comprehensive loss	(11,715)	(20,227)	(15,462)	(11,811)
Total comprehensive loss allocated to non-controlling interests	(1,172)	(2,023)	(5,876)	(4,488)

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25. Revenue

The Company's revenue from contracts with customers comprises sales of zinc concentrate:

	Three months ended March 31,	
	2025	2024
	\$'000	\$'000
Sale of zinc concentrate	79,713	—
Total revenue from contracts with customers	79,713	—
Remeasurement of contract receivables (a)	(2,693)	—
Total revenue as per statement of comprehensive income	77,020	—

Geographical analysis of revenue from contracts with customers

	Three months ended March 31,	
	2025	2024
	\$'000	\$'000
Export		
Hong Kong	47,153	—
Singapore	32,560	—
Total revenue from contracts with customers	79,713	—

(a) Revenue from other sources comprises subsequent movements in provisionally priced sales of \$2.69 million (net loss) (March 31, 2024: \$nil).

The Company has offtake agreements with customers for the sale of its zinc concentrate. Revenue is recognized when control of the concentrate is transferred to the customer. Delivery of the concentrate occurs as per INCOTERMS 2020, in accordance with the relevant agreement with the customer.

The Company sells concentrate on both a Delivery at Port (DAP) basis and a Cost, Insurance and Freight (CIF) basis. Revenue from zinc concentrate sold on a DAP basis is recognized when the product is delivered at the destination port. Revenue from zinc concentrate sold on a CIF basis is recognized when the product is delivered at the discharge port, with the Company being responsible for shipping and insurance costs until the concentrate arrives at the discharge port.

26. Cost of sales

The breakdown of cost of sales from zinc concentrate is as follows:

	Three months ended March 31,	
	2025	2024
	\$'000	\$'000
Production costs		
Salaries and benefits	(10,310)	—
Other production costs	(40,973)	—
Realization costs		
Taxes and surcharges	(9,853)	—
Selling expenses	(7,072)	—
Depreciation and amortization	(13,563)	—
	(81,771)	—

Cost of sales includes all direct cost associated with the production of zinc concentrate sold by the Company. Included in cost of sales is \$11.3 million of depreciation on property, plant and equipment and \$2.3 million of amortization on the mineral property.

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27. General and administrative expenditure

The breakdown of general and administrative expenditure is as follows:

	Three months ended	
	March 31,	
	2025	2024
		<i>Restated*</i>
	\$'000	\$'000
Salaries and benefits	(3,448)	(2,589)
Other expenditure	(3,054)	(2,310)
Travel costs	(2,226)	(1,901)
Foreign exchange loss	(884)	(6,487)
Professional fees	(541)	(351)
Legal fees	196	(363)
	(9,957)	(14,001)

*The format of the condensed consolidated interim statements of comprehensive income has changed to better represent profit and loss since the commencement of commercial production at Kipushi. The items now presented within general and administrative expenditure were previously disclosed as separate line items on the condensed consolidated interim statements of comprehensive income.

28. Share-based payments

The share-based payment expense of the Company is summarized as follows:

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
<i>Equity-settled share-based payments</i>		
Share unit awards expense (Note 22(c))	(2,555)	(5,893)
Share options (Note 22(b))	(980)	(1,317)
	(3,535)	(7,210)
<i>Cash-settled share-based payments</i>		
Deferred share unit expense (Note 22(d))	1,249	(1,593)
B-BBEE transaction expense	(132)	(130)
	(2,418)	(8,933)

Of the share-based payment expense recognized for the three months ended March 31, 2025, \$0.1 million (March 31, 2024: \$0.1 million) related to the Platreef B-BBEE transaction (see Note 20(i)), with the remaining \$2.3 million (March 31, 2024: \$28.7 million) being the expense for share options, share unit awards and deferred share units which have been granted to employees and were recognized over the vesting period.

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29. Finance costs

Finance costs are summarized as follows:

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Interest on senior notes (see Note 16)	(11,560)	–
Interest on borrowings (see Note 18)	(10,318)	(2,598)
Interest on borrowings capitalized (see Note 5)	14,472	2,146
Finance costs on deferred revenue (see Note 17)	(9,713)	(9,609)
Finance costs on deferred revenue capitalized (see Note 5)	9,713	9,609
Lease liability unwinding (see Note 12)	(432)	(32)
Interest on convertible notes	–	(11,674)
Interest on convertible notes capitalized (see Note 5)	–	3,214
	(7,838)	(8,944)

30. Finance income

Finance income is summarized as follows:

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Interest on loan to joint venture (i)	34,080	55,391
Interest on bank balances	6,652	6,471
Interest on long-term loan receivable - Gécamines (ii)	536	594
Other	355	1
	41,623	62,457

(i) Interest was calculated at a rate of 12-month Term SOFR plus 7.71% on the loan advanced to the Kamo Holding joint venture (see Note 4).

(ii) The Company earns interest at a fixed rate of 6%, although an effective interest rate of 9.2% was applied from initial recognition.

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31. Other income (expense)

Other income (expense) is summarized as follows:

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Administration consulting income (i)	577	883
Other	2,645	49
(Loss) profit on disposal of property, plant and equipment	(318)	2
	2,904	934

(i) Administration consulting income is fees charged by the Company to the Kamoia Holding joint venture for administration, accounting and other services performed for the joint venture (see Note 4).

32. Profit (loss) per share

The basic profit (loss) per share is computed by dividing the profit attributable to the owners of the Company by the weighted average number of common shares outstanding during the period. The diluted profit (loss) per share reflects the potential dilution of common share equivalents, such as outstanding stock options, share unit awards, deferred share units and, in the prior period, the convertible notes, in the weighted average number of common shares outstanding during the period, if dilutive. Due to the net loss attributable to the owners of the Company during the three months ended March 31, 2024, the inclusion of the outstanding stock options, share unit awards, deferred share unit awards and the convertible notes as potential ordinary shares had an anti-dilutive effect on the loss per share and were therefore not taken into account in that period's calculation of the diluted loss per share. The convertible bonds were anti-dilutive for the three months ended March 31, 2024.

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Basic profit (loss) per share		
Profit (loss) attributable to owners of the Company	129,760	(65,552)
Weighted average number of basic shares outstanding	1,352,379,745	1,269,340,506
Basic profit (loss) per share	0.10	(0.05)
Diluted profit (loss) per share		
Profit (loss) attributable to owners of the Company	129,760	(65,552)
Weighted average number of diluted shares outstanding	1,363,197,622	1,269,340,506
Diluted profit (loss) per share	0.10	(0.05)

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32. Profit (loss) per share (continued)

The weighted average number of shares for the purpose of diluted profit per share reconciles to the weighted average number of shares used in the calculation of basic profit per share as follows:

	Three months ended	
	March 31,	
	2025	2024
Weighted average number of basic shares outstanding	1,352,379,745	1,269,340,506
Shares deemed to be issued for no consideration in respect of:		
- stock options	7,892,244	—
- restricted share units	2,548,305	—
- deferred share units settled in shares	377,328	—
Weighted average number of diluted shares outstanding	1,363,197,622	1,269,340,506

33. Related party transactions

The financial statements include the financial results of Ivanhoe Mines Ltd., its subsidiaries, joint ventures and joint operations listed in the following table:

Name	Country of Incorporation	% equity interest	
		March 31, 2025	December 31, 2024
Direct Subsidiaries			
Ivanhoe Mines (Barbados) Limited	Barbados	100%	100% (i)
African Copperbelt Exploration Ltd.	Barbados	100%	100% (i)
Kengere Holding Limited	Barbados	100%	100% (i)
Ivanhoe Zambia Holdings Ltd.	British Virgin Islands	100%	100% (i)
Cereus Holding Ltd.	British Virgin Islands	100%	100% (i)
Cuando Holding Ltd.	British Virgin Islands	100%	100% (i)
GM Mining Services Ltd.	British Virgin Islands	100%	100% (i)
Ivanhoe Namibia Holdings Ltd.	British Virgin Islands	100%	100% (i)
Ivanhoe South Africa Holdings Ltd.	British Virgin Islands	100%	100% (i)
Australia Nickel & Platinum Holding Company Ltd.	British Virgin Islands	100%	100% (i)
Yunnan Mining Inc.	British Virgin Islands	100%	100% (i)
Quembo Holdings Unipessoal Lda.	Portugal	100%	— (i)
Gardner & Barnard Mining UK Limited	United Kingdom	100%	100% (i)
RKR Mining Limited	United Kingdom	100%	100% (i)
Ivanhoe Mines US LLC	United States of America	100%	100% (i)
Ivanhoe Mines UK Limited	United Kingdom	100%	100% (ii)
Ivanplats Holding SARL	Luxembourg	97%	97% (i)
Ivanhoe Mines Consulting Services (Beijing) Co., Ltd	China	100%	100% (vi)
Aseba Resources Limited	United Kingdom	20%	20% (x)
Baloban Resources Limited	United Kingdom	20%	20% (x)

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33. Related party transactions (continued)

Name	Country of Incorporation	% equity interest as at	
		March 31, 2025	December 31, 2024
Direct Subsidiaries (continued)			
Berkut Resources Limited	United Kingdom	20%	20% (i); (x)
Turan Resources Limited	United Kingdom	20%	20% (i); (x)
Maral Resources Limited	United Kingdom	20%	20% (i); (x)
Markhor Resources Limited	United Kingdom	20%	20% (i); (x)
Argun Resources Limited	United Kingdom	20%	20% (i); (x)
Significant Indirect Subsidiaries			
Ivanhoe DRC Holding Ltd.	Barbados	100%	100% (i)
Kipushi Holding Limited	Barbados	100%	100% (i)
Makoko Holding Ltd.	Barbados	100%	100% (i)
Cuando-Recursos, (SU) Lda.	Angola	100%	100% (iii)
Ivanhoe Mines Exploration DRC SARL	DRC	100%	100% (iii)
Lufupa SASU	DRC	100%	100% (iii)
Magharibi Mining SA	DRC	90%	90% (iii)
Makoko SA	DRC	80%	80% (iii); (viii)
Kampemba Corporation SAS	DRC	60%	60% (iii); (ix)
Kipushi Corporation SAS	DRC	62%	62% (iii)
Ivanhoe Mines SA (Pty) Ltd.	South Africa	100%	100% (ii)
Ivanplats (Pty) Ltd.	South Africa	64%	64% (iii)
Palrho Exploration (Pty) Ltd.	South Africa	100%	100% (iii)
Ivanhoe Marketing (Pty) Ltd.	South Africa	100%	100% (iii)

Name	Country of Incorporation	% equity interest as at	
		March 31, 2025	December 31, 2024
Joint ventures			
Kamoa Holding Limited	Barbados	49.50%	49.50% (iv)
Joint operations			
Rhenfield Limited	British Virgin Islands	50%	50% (v)

- (i) This company acts as an intermediary holding company to other companies in the Group.
- (ii) This company provides administration, accounting and other services to the Group on a cost-recovery basis.
- (iii) This company is incorporated with the intention of engaging in exploration, development and mining activities.
- (iv) This company is a joint venture of the Group. See Note 4 for information regarding the shareholding of this company.
- (v) This company is a joint operation of the Group. See Note 34 for information on this company.
- (vi) This company provides administration, investor relations and marketing services to the Group in China.
- (vii) This company is an asset holding company.

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33. Related party transactions (continued)

- (viii) A 10% interest in these companies was transferred to the DRC government in 2023, pursuant to DRC mining regulations.
- (ix) A 50% interest in this company was acquired from another shareholder in 2024, due to the exercise of the earn-in right (see Note 6).
- (x) The Group exercises control over these companies through contractual agreement, therefore these companies are deemed to be subsidiaries of the Group.

The following table summarizes related party expenses incurred and income earned by the Company, primarily on a cost-recovery basis, with companies related by way of directors or shareholders in common. Amounts in brackets denote expenses.

	Three months ended March 31,	
	2025	2024
	\$'000	\$'000
CITIC Metal (HK) Limited (a)	47,153	–
Kamoa Holding Limited (b)	34,080	55,391
Kamoa Services (Pty) Ltd. (c)	505	1,222
Kamoa Copper SA (d)	484	333
Ivanhoe Mines Energy DRC SARL (e)	53	75
I-Pulse Inc. (f)	38	40
Ivanhoe Electric Inc. (g)	–	1
Ivanhoe Capital Aviation Ltd. (h)	(1,125)	(1,125)
Ivanhoe Capital Services Ltd. (i)	(113)	(111)
Citic Metal Africa Investments Limited (j)	(66)	(53)
Global Mining Management Corporation (k)	(51)	(52)
	80,958	55,721
Revenue from zinc concentrate sales	47,153	–
Finance income	34,080	55,391
Intergroup recharges and cost recovery	1,053	1,604
Travel	(1,101)	(1,087)
Salaries and benefits	(138)	(130)
Directors fees	(66)	(53)
Office and administration	(23)	(4)
	80,958	55,721

As at March 31, 2025, trade and other payables included \$0.2 million (December 31, 2024: \$0.1 million) with regards to amounts due to parties related by way of director, officers or shareholder in common. These amounts are unsecured and non-interest bearing.

Amounts included in other receivables due from parties related by way of director, officers or shareholder in common as at March 31, 2025 amounted to \$13.6 million (December 31, 2024: \$12.8 million). Of this, \$13.3 million related to receivables from the joint venture (December 31, 2024: \$12.6 million).

- (a) Citic Metal (HK) Limited (“Citic Metal”) is a private company incorporated in Hong Kong. Citic Metal purchases zinc concentrate from the Company under an offtake agreement. A subsidiary of Citic Metal is a shareholder in the Company and nominates two directors who serve on the Company’s Board of Directors (see (j) below).

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33. Related party transactions (continued)

- (b) Kamo a Holding Limited (“Kamo a Holding”) is a company registered in Barbados. The Company has an effective 49.5% ownership in Kamo a Holding. The Company earns interest on the loans advanced to Kamo a Holding (see Note 4).
- (c) Kamo a Services (Pty) Ltd. (“Kamo a Services”) is a company registered in South Africa. The Company has an effective 49.5% ownership in Kamo a Services (see Note 4). The Company provides administration, accounting and other services to Kamo a Services on a cost-recovery basis.
- (d) Kamo a Copper SA (“Kamo a Copper”) is a company incorporated in the DRC. The Company has an effective 39.6% ownership in Kamo a Copper (see Note 4). The Company provides administration, accounting and other services to Kamo a Copper on a cost-recovery basis.
- (e) Ivanhoe Mines Energy DRC Sarl (“Energy”) is a company incorporated in the DRC. The Company has an effective 49.5% ownership in Energy (see Note 4). The Company provides administration, accounting and other services to Energy on a cost-recovery basis.
- (f) I-Pulse Inc. (“I-Pulse”) is a private company incorporated in the United States of America. The Company’s Executive Co-Chairman is also the Chairman of I-Pulse (see Note 8 (i)). The Company also holds shares in I-Pulse, which were issued in exchange for its loan to Ivanhoe Atlantic Inc (previously known as High Power Exploration). (see Note 8(i)).
- (g) Ivanhoe Electric Inc. (“Ivanhoe Electric”) is a company incorporated under the laws of Delaware, USA. A director of the Company is a director and member of executive management of Ivanhoe Electric. The Company provides services to Ivanhoe Electric on a cost-recovery basis.
- (h) Ivanhoe Capital Aviation Ltd. (“Aviation”) is a private company owned indirectly by a director of the Company. Aviation operates an aircraft for which the Company contributes toward the running costs.
- (i) Ivanhoe Capital Services Ltd. (“Services”) is a private company owned indirectly by a director of the Company. Services provides for salaries administration and other services to the Company in Singapore and Beijing on a cost-recovery basis.
- (j) Citic Metal Africa Investments Limited (“Citic Metal Africa”) is a private company incorporated in Hong Kong. Citic Metal Africa is a shareholder in the Company and nominates two directors who serve on the Company’s Board of Directors.
- (k) Global Mining Management Corporation (“Global”) is a private company based in Vancouver, Canada. The Company and a director of the Company hold an indirect equity interest in Global. Global provides administration, accounting and other services to the Company on a cost-recovery basis.

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34. Joint operations

The Company has a 50% interest in Rhenfield Limited, a British Virgin Islands registered company. Rhenfield Limited purchased buildings in London, England which the Company uses for office space. The buildings have a carrying value of \$8.7 million (December 31, 2024: \$8.5 million) and are included in property, plant and equipment (see Note 5). The buildings have been pledged as security for bank loans under a mortgage (see Note 18 (vi)).

35. Cash flow information

(a) Net change in working capital items:

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Net decrease (increase) in		
Prepaid expenses	(5,209)	13,374
Other receivables	(14,411)	(9,557)
Inventory	2,664	(1,689)
Net increase in		
Trade and other payables	(26,563)	(6,988)
	(43,519)	(4,860)

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36. Financial instruments

(a) *Fair value of financial instruments*

The Company's financial assets and financial liabilities are categorized as follows:

Financial instrument	Level	March 31, 2025 \$'000	December 31, 2024 \$'000
Financial assets			
<i>Financial assets at fair value through profit or loss</i>			
Investment in I-Pulse Inc.	Level 3	68,451	68,451
Investment in Blue Spark Energy Systems Inc.	Level 3	10,909	10,909
Investment in other listed entities	Level 1	1,439	1,541
Investment in unlisted entity	Level 3	655	655
<i>Amortized cost</i>			
Loan advanced to joint venture	Level 3	1,176,824	1,142,744
Cash and cash equivalents (c)		716,995	117,343
Loans receivable	Level 3	48,849	48,313
Other receivables (a) (c)		51,915	37,042
Promissory note receivable	Level 3	26,854	26,853
Financial liabilities			
<i>Financial liabilities at fair value through profit or loss</i>			
<i>Amortized cost</i>			
Senior notes	Level 3	741,217	–
Borrowings	Level 3	358,554	358,431
Trade and other payables (b) (c)		108,394	129,250

- (a) Other receivables in the above table excludes refundable taxes receivable.
- (b) Trade and other payables in the above table excludes payroll tax, other statutory liabilities, indirect taxes payable and other payables.
- (c) Cash and cash equivalents, other receivables and trade and other payables are not assigned a fair value hierarchy due to their short-term nature.

IFRS 13 - Fair value measurement, requires an explanation about how fair value is determined for assets and liabilities measured in the financial statements at fair value and establishes a hierarchy into which these assets and liabilities must be grouped based on whether inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Company's assumptions. The two types of inputs create the following fair value hierarchy:

- Level 1: observable inputs such as quoted prices in active markets;
- Level 2: inputs, other than the quoted market prices in active markets, which are observable, either directly and/or indirectly; and
- Level 3: unobservable inputs for the asset or liability in which little or no market data exists and therefore require an entity to develop its own assumptions.

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36. Financial instruments (continued)

(a) Fair value of financial instruments (continued)

Investment in listed entities

The fair value is the market value of the listed shares at the end of the period.

Investment in unlisted entity

The Company acquired these shares on September 12, 2019. No significant changes occurred between acquisition date and March 31, 2025 and the Company has therefore determined that the purchase price approximates the fair value.

Investment in I-Pulse Inc.

The Company acquired these shares on June 30, 2023. The purchase price approximates the fair value. Prior to the acquisition of the investment, a sum of the parts valuation of I-Pulse was performed, driven by the revenue generating business units of I-Pulse and underlying investments thereof. Additionally, historic equity financing of I-Pulse was considered in determining comparable valuations. This indicated that the purchase price of the investment approximated its fair value.

Subsequently, equity financing transactions of I-Pulse were considered in determining the fair value of the Company's investment in I-Pulse. No significant fair value movements were identified at period end.

Investment in Blue Spark Energy Systems Inc.

The Company acquired these shares on May 31, 2024, through an unbundling arrangement of I-Pulse's hydrocarbon business from its non-hydrocarbon business. The Board of I-Pulse notified its shareholders of the valuation of Blue Spark Energy Systems Inc. as part of the documentation circulated prior to executing the spin-off arrangement. This valuation therefore approximates its fair value.

Loan advanced to the joint venture

Carrying amount is a reasonable approximation of fair value. The Company earned interest on the loan calculated at a rate of 12-month Term SOFR plus 7.71% from July 1, 2023.

Long-term loans receivable (Social development loan)

Carrying amount is a reasonable approximation of fair value. The fair value of the receivable at acquisition date was estimated by the Company by calculating the present value of the future expected cash flows using an effective interest rate of 9.2%.

Promissory note receivable

Carrying amount is a reasonable approximation of fair value. The creditworthiness of the promissory note holder is considered to be high (see Note 36(b)(ii)). The promissory note is payable on the earlier of December 8, 2025 or the next business day following the completion of the sale, transfer or disposition of the shares held by Crystal River in Kamo Holding.

Other receivables

Carrying amount is a reasonable approximation of fair value due to the short-term nature of the receivable (less than 1 month).

Senior debt financing

Carrying amount is a reasonable approximation of fair value. The facility incurs interest at the applicable Term SOFR plus 4.80% (see Note 18(i)).

Advance payment facilities

Carrying amount is a reasonable approximation of fair value. The loan incurs interest at Term SOFR plus a margin of 6% per annum (see Note 18(ii)).

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36. Financial instruments (continued)

(a) Fair value of financial instruments (continued)

Senior notes

Carrying amount is a reasonable approximation of fair value. The loan incurs interest at a fixed rate of 7.88% per annum (see Note 16).

Borrowings (RMB loan facilities)

Carrying amount is a reasonable approximation of fair value. The Ivanhoe Marketing-RMB facility incurs interest at the applicable Term SOFR plus a margin of 3.25% per annum. The Kipushi-RMB facility incurs interest at the applicable Term SOFR plus a margin of 4.5% per annum (see Note 18(iii)).

Borrowings (FirstBank loan facility)

Carrying amount is a reasonable approximation of fair value. The loan incurs interest at 3-month Term SOFR plus a margin of 4.5% per annum (see Note 18(iv)).

Borrowings (Aircraft financing facility)

Carrying amount is a reasonable approximation of fair value. The loan incurs interest at SOFR plus a margin of 3.65% per annum (see Note 18(v)).

Borrowings (Loan from Citibank)

Carrying amount is a reasonable approximation of fair value. The loan is an interest-only term loan repayable on August 28, 2025, and incurs interest at a rate of 1-month Sterling Overnight Index Average (SONIA) plus 1.90% payable monthly in arrears, which approximates the current market interest rate (see Note 18(vi)).

Borrowings (Loan from ITC Platinum Development Limited)

Carrying amount is a reasonable approximation of fair value. The fair value of the loan is determined using a discounted future cashflow analysis (see Note 18(vii)).

Trade and other payables

Carrying amount is a reasonable approximation of fair value due to the short-term nature of the payable (less than 1 month).

(b) Financial risk management objectives and policies

The risks associated with the Company's financial instruments and the policies to mitigate these risks are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner.

(i) Foreign exchange risk

The Company incurs certain of its expenses in currencies other than the U.S. dollar. The Company also has foreign currency denominated monetary assets and liabilities. The Company's key exposure to foreign exchange risk was from the convertible notes before the conversion, which was impacted by the Canadian Dollar when the prevailing share price was converted into Dollars. As such, the Company is subject to foreign exchange risk as a result of fluctuations in exchange rates. The Company has a policy to enter into derivative instruments to manage foreign exchange exposure as deemed appropriate. The carrying amount of the Company's foreign currency denominated monetary assets and liabilities at the respective statement of financial position dates are as follows:

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36. Financial instruments (continued)

(b) Financial risk management objectives and policies (continued)

(i) Foreign exchange risk (continued)

	March 31, 2025	December 31, 2024
	\$'000	\$'000
Assets		
South African rand	120,867	95,119
Canadian dollar	8,508	23,814
British pounds	14,293	13,104
Australian dollar	128	108
Liabilities		
South African rand	(27,371)	(42,005)
British pounds	(14,024)	(12,881)
Canadian dollar	(100)	(76)

Foreign currency sensitivity analysis

The following table details the Company's sensitivity to a 5% increase or decrease in the U.S. dollar against the foreign currencies presented. The sensitivity analysis includes only outstanding foreign currency denominated monetary items not denominated in the functional currency of the Company or the relevant subsidiary, and adjusts their translation at the end of the period for a 5% change in foreign currency rates. A positive number indicates a decrease in loss for the period where the foreign currencies strengthen against the U.S. dollar. The opposite number will result if the foreign currencies depreciate against the U.S. dollar.

	Three months ended March 31,	
	2025	2024
	\$'000	\$'000
Canadian dollar	420	9,930
Australian dollar	1	14
South African rand	(530)	(381)
British pounds	-	(23)

(ii) Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. Credit risk for the Company is primarily associated with the loan to the joint venture, promissory note receivable, long-term loans receivable, other receivables and cash and cash equivalents.

The Company reviews the recoverable amount of its financial assets at each statement of financial position date to ensure that adequate provision is made for expected credit losses on a timely basis. Current and future estimated macroeconomic factors, as well as relevant interest rates are considered as inputs into the provision calculation.

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36. Financial instruments (continued)

(b) Financial risk management objectives and policies (continued)

(ii) Credit risk (continued)

The Company classifies its financial assets at amortized cost in categories that reflect their credit risk as follows:

- Performing financial assets – Financial assets with a low risk of counterparty default. A 12-month expected credit losses are calculated for these financial assets.
- Underperforming financial assets – Financial assets with a significant increase in credit risk. Lifetime expected credit losses are calculated for these financial assets.
- Non-performing financial assets – Financial assets that are in default. Lifetime expected credit losses are calculated for these financial assets.
- Written off financial assets – Financial assets where the principal and/or interest will not be recovered, based on observable data. These financial assets are written off through profit or loss to the extent of the expected credit loss.

All of the Company's financial assets are deemed to be performing financial assets based on the above categorization. As such the general approach was applied to calculate the 12-month expected credit losses. There were no movements between the categorization during the current and comparative reporting periods as there has not been an increase in credit risk associated with these financial assets.

A significant increase in credit risk would include:

- Existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant change in the borrower's ability to meet its debt obligations.
- An actual or expected significant change in the operating results of the borrower.
- Significant increases in credit risk on other financial instruments of the same borrower.
- An actual or expected significant adverse change in the regulatory, economic, or technological environment of the borrower that results in a significant change in the borrower's ability to meet its debt obligations.
- Significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements, which are expected to reduce the borrower's economic incentive to make scheduled contractual payments or to otherwise have an effect on the probability of a default occurring.

None of the Company's financial assets are deemed to be in default, which is defined as the structural failure of a counterparty to perform under an agreement with the Company.

For all financial assets measured at amortized cost, the Company calculates the expected credit loss based on contractual payment terms of the asset. The exposure to credit risk is influenced by the individual characteristics and the long and short term nature of the counterparty.

The Company assesses whether an impairment is required on loan receivables. A range of cash flow scenarios are considered, taking into account forward-looking information which may impact recoverability of loan receivables.

The loan advanced to the joint venture will be repaid as and when there is residual cash flow in Kamo Holding. The expected credit loss is considered not material to the Company given the cash generative nature of the mine, market sentiment and forecasts.

The promissory note receivable will be repaid using proceeds from the sale of Crystal River's 1% stake in Kamo Holding. The expected credit loss is considered not material to the Company (see Note 11).

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36. Financial instruments (continued)

(b) *Financial risk management objectives and policies (continued)*

(ii) Credit risk (continued)

Repayment of the long-term loan receivable from Gécamines will be made by offsetting the loan against future royalties and dividends payable to Gécamines which arise from future profits to be earned at Kipushi. The Company recorded an expected credit loss allowance of \$0.5 million as at March 31, 2025 in accordance with IFRS 9 (December 31, 2024 \$0.5 million) (see Note 10 (i)).

The credit risk on cash and cash equivalents is limited because the cash and cash equivalents are composed of deposits with major banks who have investment-grade credit ratings assigned by international credit ratings agencies and have low risk of default. Credit risk is managed through the application of funding approvals, liquidity analysis and monitoring procedures. The Company's treasury function provides credit risk management for the group-wide exposure in respect of a diversified banking portfolio. These are evaluated regularly for financial robustness especially within the context of the current global economic environment as well as the jurisdictions within which the Company operates. The majority of the Group's cash balance is held in Canadian and South African bank accounts. The Company continues to monitor its credit risk and assess expected credit losses. The identified impairment loss in 2025 is considered not material to the Company.

(iii) Liquidity risk

In the management of liquidity risk of the Company, the Company maintains a balance between continuity of funding and the flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations, including the commitments as disclosed in Note 38. The Company has access to undrawn facilities at balance sheet date.

On December 22, 2024, the Company entered into a revolving credit facility agreement between, amongst others, Bank of Montreal, Citibank, N.A., London Branch and Standard Bank of South Africa Limited. Under this agreement, the lenders thereunder make available a revolving credit facility in an aggregate principal amount of up to \$120 million. The revolving credit facility became available from December 23, 2024. No amount was drawn down by the Company as at December 31, 2024 and March 31, 2025.

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36. Financial instruments (continued)

(b) *Financial risk management objectives and policies (continued)*

(iii) Liquidity risk (continued)

The following table details the Company's expected remaining contractual maturities for its financial liabilities. The table is based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to satisfy the liabilities.

	Less than 1 year	1 to 3 years	3 to 5 years	More than 5 years	Total un- discounted cash flows
	\$'000	\$'000	\$'000	\$'000	\$'000
As at March 31, 2025					
Trade payables (a)	98,266	–	–	–	98,266
Senior notes	59,063	118,125	868,453	–	1,045,641
Senior debt facility	6,479	35,911	45,111	17,413	104,914
Advance payment facilities	25,823	122,167	–	–	147,990
FirstBank loan facility	50,000	–	–	–	50,000
RMB loan facilities	42,068	26,000	–	–	68,068
ITC loan	–	–	41,497	–	41,497
Aircraft financing facility	3,497	10,581	–	–	14,078
Lease liability	757	2,185	1,978	5,902	10,822
Loan from Citi bank	4,176	–	–	–	4,176
As at December 31, 2024					
Trade payables (a)	118,905	–	–	–	118,905
Senior debt facility	7,484	33,441	49,179	17,413	107,517
Advance payment facilities	12,663	18,449	120,000	–	151,112
FirstBank loan facility	50,000	–	–	–	50,000
RMB loan facilities	42,315	26,093	–	–	68,408
ITC loan	–	–	41,045	–	41,045
Aircraft financing facility	3,419	13,604	378	–	17,401
Lease liability	742	2,228	1,939	5,852	10,761
Loan from Citi bank	4,059	–	–	–	4,059

(a) Trade payables in the above table excludes payroll tax, other statutory liabilities, other payables and indirect taxes payable.

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37. Capital risk management

The Company includes as capital its common shares and share option reserve. The Company's objectives are to safeguard its ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, issue new debt and acquire or dispose of assets to satisfy cash requirements. In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including capital deployment, results from the exploration and development of its properties and general industry conditions. The annual and updated budgets are approved by the Board of Directors.

In order to maximize ongoing development efforts, the Company has not paid a dividend to date. The Company's investment policy is to invest its cash in highly liquid, short-term, interest-bearing investments, selected with regard to the expected timing of expenditures from operations.

As the Company has a number of development projects, it is largely equity funded.

38. Commitments and contingencies

From time to time, the Company becomes subject to claims, temporary measures, legal proceedings, financial sanctions or assessments made by tax or other authorities in the ordinary course of its business. Such claims may be made against the Company, or its subsidiaries and affiliates, or its joint ventures. Given the complexity, scope and multi-jurisdictional nature of the Company's business, such claims may arise in several jurisdictions and may involve complex legal, tax or accounting matters. Management assesses the Company's liabilities and contingencies for all tax years open to claims or assessment based upon the latest information available. The Company accrues for such claims, or makes a provision, in its financial statements, when a liability resulting from the claim is both probable and the amount can be reasonably estimated. In order to assess such likelihood management reviews claims with the benefit of internal and external legal advice where appropriate.

Some jurisdictions in which the Company operates have legislation empowering authorities to impose restrictions on the operation of the Company's bank accounts in those jurisdictions, or that have a similar effect, notably due to banks' practices, when receiving such instructions from authorities, pending the payment and/or resolution of such alleged claims, investigations, penalties, financial sanctions or assessments. These restrictions or instructions from authorities having a similar effect may be used routinely in such circumstances.

The Company is currently subject to several such claims which have been determined by management, with the benefit of legal advice, to be without merit and justification and therefore not probable that a liability would arise therefrom. Such determinations are based on current information and advice, which is subject to change based on changed facts or circumstances. Accordingly, management may re-assess any prior determination regarding the likelihood of a probable liability at any time.

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38. Commitments and contingencies (continued)

As at March 31, 2025, the Company's commitments that have not been disclosed elsewhere in the condensed consolidated interim financial statements are as follows:

	Less than 1 year	1 - 3 years	4 - 5 years	After 5 years	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at March 31, 2025					
Platreef Project	102,984	13,138	–	–	116,122
Kipushi Mine	90,175	106,736	8,657	–	205,568
As at December 31, 2024					
Platreef Project	117,142	11,441	–	–	128,583
Kipushi Mine	83,683	112,225	9,092	–	205,000

39. Segmented information

As at March 31, 2025, the Company has four reportable segments, being the Platreef property, Kamao Holding joint venture, Kipushi properties and the Company's treasury offices.

An operating segment is defined as a component of the Company:

- that engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are reviewed regularly by the entity's chief operating decision maker; and
- for which discrete financial information is available.

For these four reportable segments, the Company receives discrete financial information that is used by the chief operating decision maker to make decisions about resources to be allocated to the segment and to assess its performance. The reportable segments are principally engaged in the development of mineral properties in South Africa (see Note 6); copper mining through a joint venture in the DRC (see Note 4) and Zinc mining in the DRC, respectively (see Note 6).

The following is an analysis of the non-current assets by geographical area and reconciled to the Company's financial statements:

	South Africa	DRC	Other	Total
	\$'000	\$'000	\$'000	\$'000
Non-current assets				
As at March 31, 2025	1,184,444	4,354,286	146,890	5,685,620
As at December 31, 2024	1,110,901	4,192,191	135,825	5,438,917

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39. Segmented information (continued)

	March 31, 2025 \$'000	December 31, 2024 \$'000
Segment assets		
Kamoa Holding joint venture	3,175,745	3,033,716
Kipushi properties	1,227,524	1,228,434
Platreef property	1,263,629	1,166,257
Treasury (ii)	820,724	190,452
All other segments (i)	111,465	118,696
Total	6,599,087	5,737,555
Segment liabilities		
Treasury (ii)	760,627	25,222
Platreef property	504,748	499,791
Kipushi properties	351,216	346,803
All other segments (i)	15,448	30,098
Total	1,632,039	901,914

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39. Segmented information (continued)

	Three months ended	
	March 31,	
	2025	2024
	\$'000	\$'000
Revenue		
<i>The Company derives revenue from zinc concentrate sales at its Kipushi properties:</i>		
Sale of zinc concentrate	79,713	-
Remeasurement of contract receivables	(2,693)	-
Total external revenue	77,020	-
<i>Geographical analysis of revenue from contracts with customers</i>		
<i>Export</i>		
Hong Kong	47,153	-
Singapore	32,560	-
Total external revenue	79,713	-
<i>Customer analysis</i>		
Of the total external revenue, 59% was attributable to one customer. The balance was attributable to the remaining customer.		
Segment profits (losses)		
Kamoa Holding Limited joint venture	142,028	100,556
Platreef properties	99	1,464
Kipushi properties	(5,083)	1,088
All other segments (i)	(12,645)	(9,372)
Treasury (ii)	(2,199)	(163,146)
Total	122,200	(69,410)
Capital expenditures		
Platreef properties	53,547	53,470
Kipushi properties	19,789	71,635
All other segments (i)	154	228
Total	73,490	125,333
Exploration and project evaluation expenditure		
All other segments (i)	(9,145)	(8,901)
Total	(9,145)	(8,901)

(i) The Company's other divisions that do not meet the quantitative thresholds of IFRS 8 Operating Segments. These include the exploration properties, corporate holding companies and service companies.

(ii) Treasury includes mainly cash balances, the promissory note receivable, the investments, the Senior Notes and the aircraft.

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39. Segmented information (continued)

The following tables contain disclosure of the condensed consolidated interim statements of comprehensive income for the three months ended March 31, 2025 categorized by segment. The disclosure in the comparative segment report has been updated to include the specific amounts which are included in the measure of segment profit or loss.

	Three months ended March 31, 2025					Total
	Kamoa Holding joint venture	Kipushi properties	Platreef properties	Treasury	All other segments	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	–	77,020	–	–	–	77,020
Cost of sales	–	(81,771)	–	–	–	(81,771)
Gross loss	–	(4,751)	–	–	–	(4,751)
Operating income (expenses)						
Share of profit from joint venture net of tax	107,948	–	–	–	–	107,948
Share-based payments	–	–	(132)	(2,286)	–	(2,418)
Exploration and project evaluation expenditure	–	–	–	–	(9,145)	(9,145)
Foreign exchange (loss) gain	–	(665)	14	(151)	(82)	(884)
General administrative expenditure*	–	(86)	(95)	(4,930)	(3,962)	(9,073)
Profit (loss) from operating activities	107,948	(5,502)	(213)	(7,367)	(13,189)	81,677
Finance income	34,080	612	1,005	5,661	265	41,623
Other (expense) income	–	1,927	–	316	661	2,904
Finance costs	–	(6,420)	(528)	(690)	(200)	(7,838)
Loss on fair valuation of financial asset	–	–	–	(119)	–	(119)
Profit (loss) before income taxes	142,028	(9,383)	264	(2,199)	(12,463)	118,247
Current tax	–	–	(201)	–	(220)	(421)
Deferred tax	–	4,300	36	–	38	4,374
Profit (loss) for the period	142,028	(5,083)	99	(2,199)	(12,645)	122,200

*General administrative expenditure includes salaries and benefits, travel costs, other expenditure, legal fees and professional fees per the condensed consolidated interim statements of comprehensive income.

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39. Segmented information (continued)

	Three months ended March 31, 2024					
	Kamoa Holding joint venture	Kipushi properties	Platreef properties	Treasury	All other segments	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Operating income (expenses)						
Share of profit from joint venture net of tax	45,165	–	–	–	–	45,165
Share-based payments	–	–	(130)	(8,803)	–	(8,933)
Exploration and project evaluation expenditure	–	–	–	–	(8,901)	(8,901)
Foreign exchange (loss) gain	–	(989)	(111)	(4,690)	(697)	(6,487)
General administrative expenditure*	–	(32)	(349)	(4,805)	(2,328)	(7,514)
Profit (loss) from operating activities	45,165	(1,021)	(590)	(18,298)	(11,926)	13,330
Finance income	55,391	594	608	5,745	119	62,457
Loss on fair valuation of embedded derivative liability	–	–	–	(139,271)	–	(139,271)
Other (expense) income	–	–	(39)	(1,407)	2,380	934
Finance costs	–	–	–	(8,840)	(104)	(8,944)
Loss on fair valuation of financial asset	–	–	–	(1,075)	–	(1,075)
Profit (loss) before income taxes	100,556	(427)	(21)	(163,146)	(9,531)	(72,569)
Current tax	–	1,515	–	–	(1,577)	(62)
Deferred tax	–	–	1,485	–	1,736	3,221
'Profit (loss) for the period	100,556	1,088	1,464	(163,146)	(9,372)	(69,410)

*General administrative expenditure includes salaries and benefits, travel costs, other expenditure, legal fees and professional fees per the condensed consolidated interim statements of comprehensive income.

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40. Approval of the financial statements

The condensed consolidated interim financial statements of Ivanhoe Mines Ltd., for the three months ended March 31, 2025, were approved and authorized for issue by the Board of Directors on April 29, 2025.