



2020 Half Year Financial Results – 17 February 2020

JIM BEYER – Managing Director & CEO & JON LATTO – Chief Financial Officer

ASX:RRL

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These materials prepared by Regis Resources Limited (or “the Company”) include forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licenses and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the Company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

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ASX announcements are available on the Company’s website at www.regisresources.com.au

FINANCIAL HIGHLIGHTS

Record Net Profit
A\$93M up 17%
Net Profit Margin +25%

EBITDA
A\$186m up 27%
EBITDA Margin 50%

**Cash flow from
operating activities**
A\$147m up 16%

Cash & Bullion
A\$169m*
No debt

Interim Dividend
8c per share

*Includes bullion on hand valued at \$2,220 per ounce.

FY2020 HALF YEAR PHYSICALS

Physicals	FY 2020 Half Year			FY19 H1	Variance
	DNO	DSO	TOTAL	TOTAL	
Ore mined (Mbcm)	0.67	1.39	2.06	2.52	-18%
Waste mined (Mbcm)	3.19	10.19	13.38	13.15	+2%
Stripping ratio (w:o)	4.8	7.3	6.5	5.2	+25%
Ore mined (Mtonnes)	1.48	3.46	4.94	5.81	-15%
Ore milled (Mtonnes)	1.45	3.17	4.62	4.87	-5%
Head grade (g/t)	1.11	1.35	1.28	1.24	+3%
Recovery (%)	91.4%	94.9%	94.0%	93.7%	0%
Gold production (ounces)	47,620	130,861	178,482	181,366	-2%

⇒ Production on track to meet full year guidance **340,000 – 370,000oz**

⇒ Good progress in underground mine development at Rosemont decline with first trial stoping on track for later this quarter.

FY2020 HALF YEAR FINANCIAL RESULTS

	Unit	H1 FY2020 31 Dec 2019	H1 FY2019 31 Dec 2018
Ounces Produced	oz	178,482	181,366
Ounces Sold	oz	182,807	186,276
Average Realised Price	\$/oz	2,063	1,696
Sales Revenue	\$m	371.4	317.2
Royalties	\$m	(17.5)	(13.3)
Cost of Sales	\$m	(210.0)	(180.1)
Gross Profit	\$m	143.9	123.8
Other Income	\$m	0.4	(0.2)
Administration and Other Costs	\$m	(8.8)	(8.5)
Finance Costs	\$m	(1.1)	(0.7)
Exploration expenditure written off	\$m	(1.1)	(0.0)
Profit Before Tax	\$m	133.3	114.4
Income Tax Expense	\$m	(39.9)	(34.5)
Net Profit After Tax	\$m	93.4	79.9
All-in-Sustaining-Costs	\$/oz	1,226	954

Net Profit
A\$93M up 17%

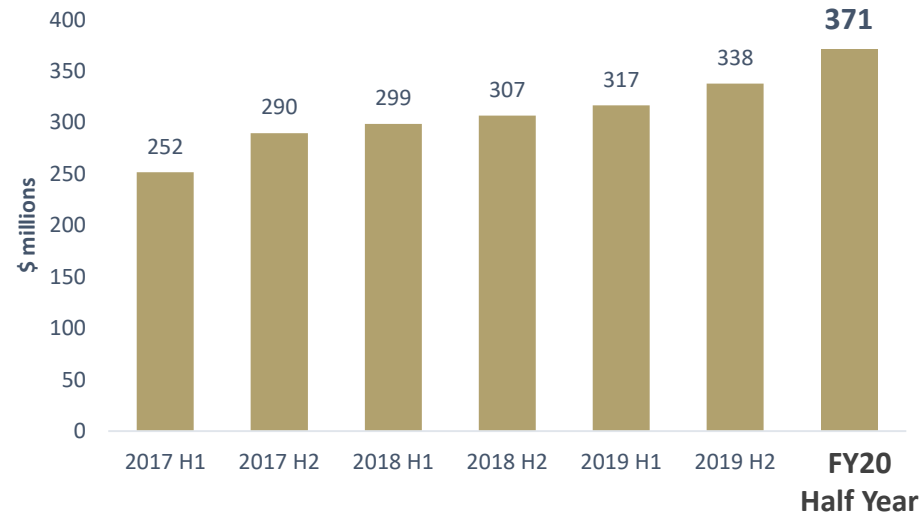
EBITDA
A\$186m up 27%

Strong EBITDA
Margin
50%

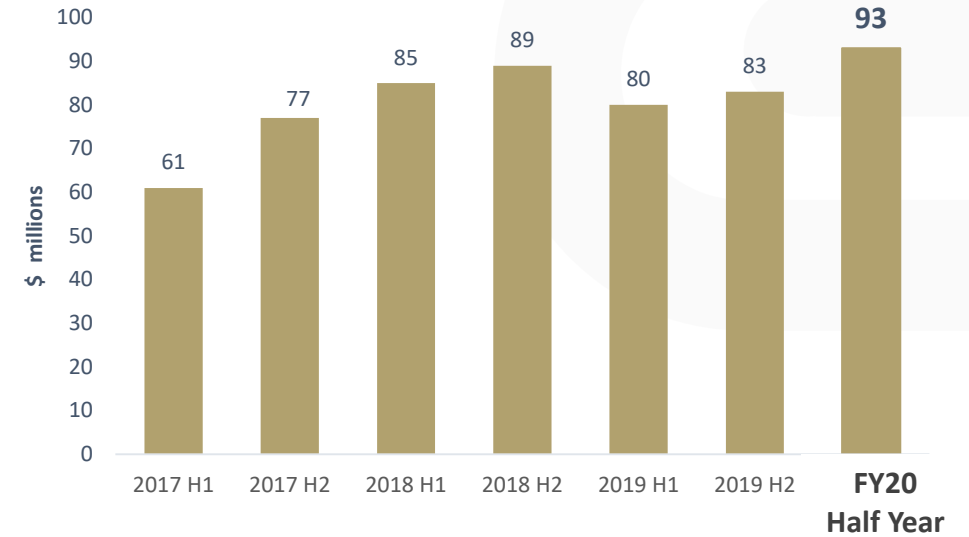
STRONG PERFORMANCE ON ALL PROFIT MEASURES

FY20 continues the trend

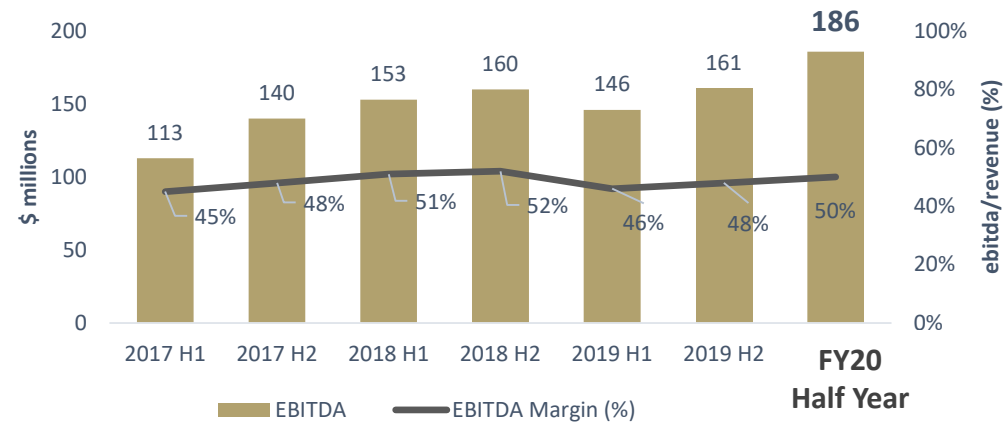
Revenue



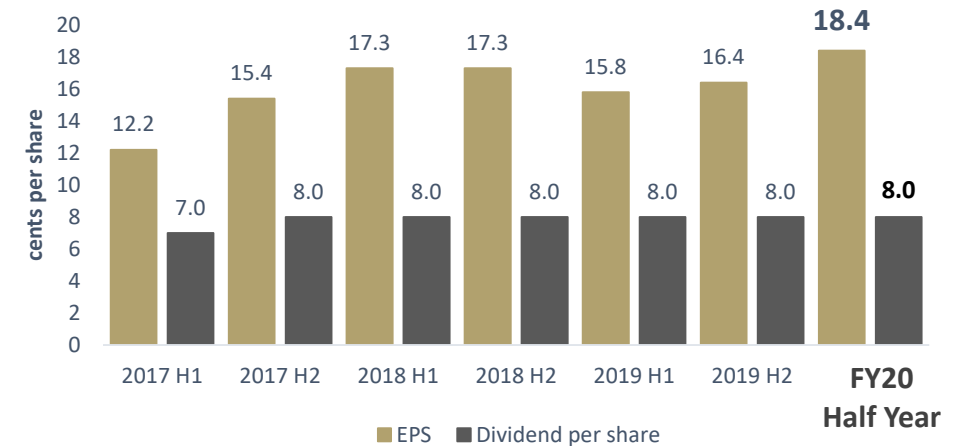
Net Profit After Tax



EBITDA



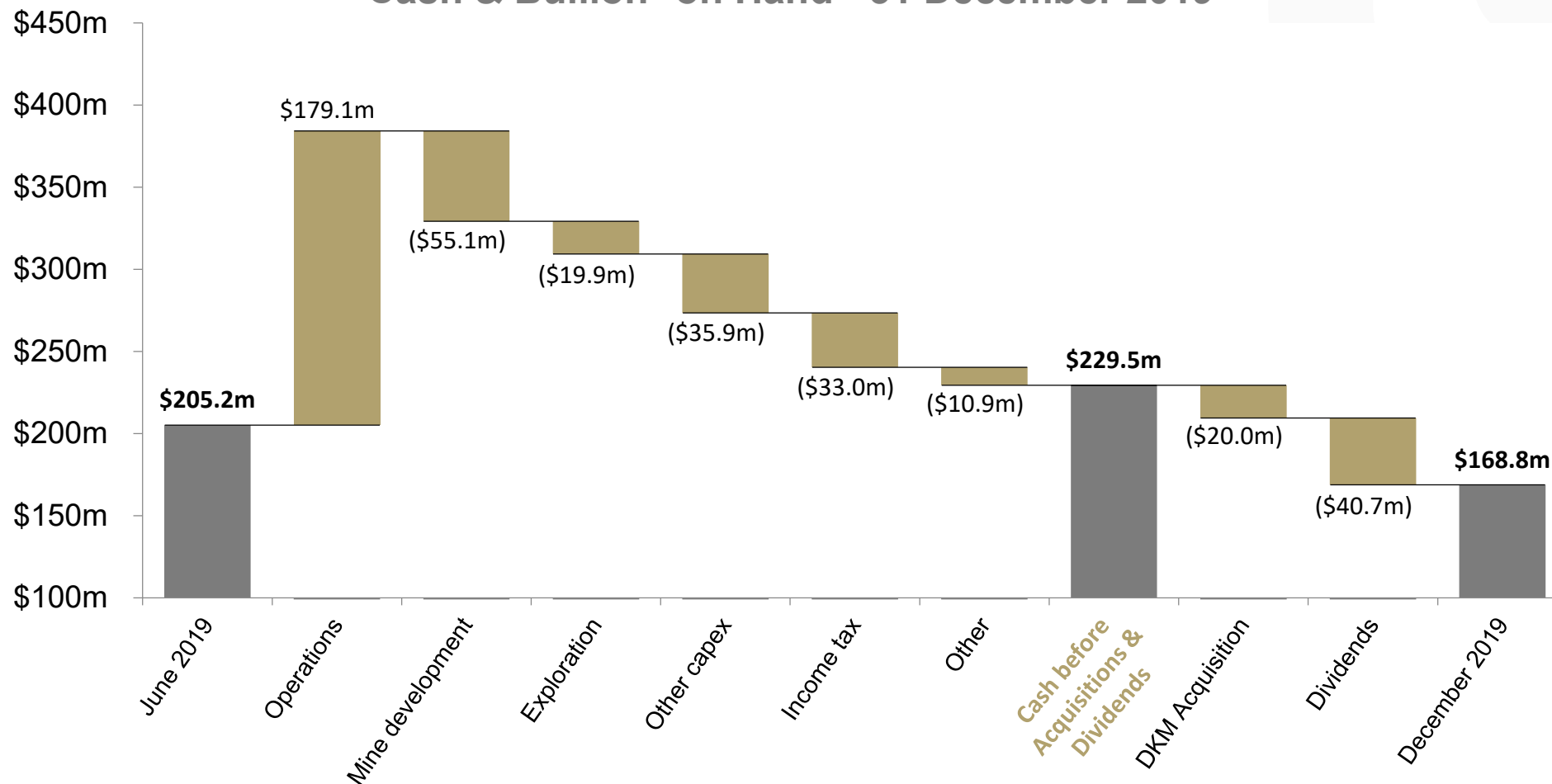
Earnings & Dividend per Share



CASHFLOW WATERFALL

Strong cashflow from operations of \$179.1 million supported the current phase of increased capital investment and also the payment of \$40.7 million in dividends during the first half of FY2020

Cash & Bullion* on Hand - 31 December 2019



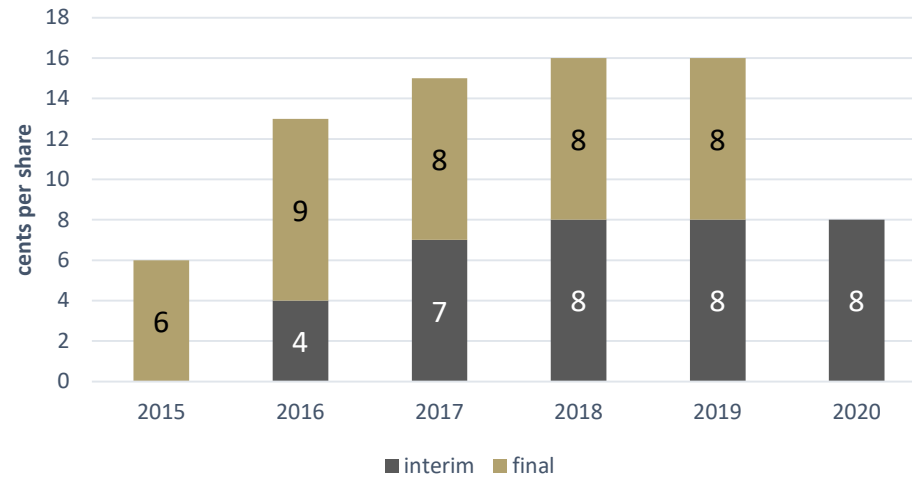
*Includes bullion on hand valued at \$2,220 per ounce.

DIVIDEND

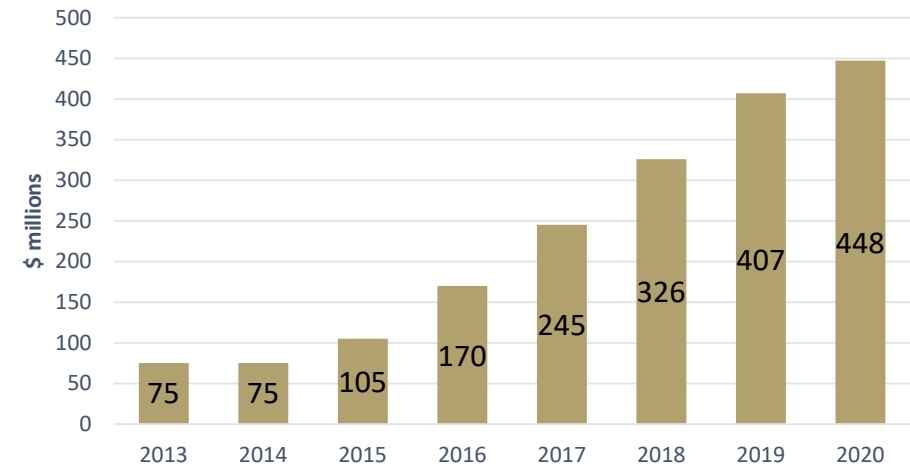
Regis continues to be an Australian gold industry leader on dividend payment metrics

- 🔗 **Interim dividend of 8 cps (\$40.7m) fully franked**
- 🔗 Interim dividend is 11% of H1 FY20 revenue and 22% of EBITDA
- 🔗 Regis has paid and/or declared 89cps - \$448 million in dividends since 2013
- 🔗 Level of future dividends will continuously be assessed in the context of gold price, operational performance and planned capital expenditure

Dividends Declared



Cumulative Dividends Paid



REVIEW OF FY2020 HALF YEAR OPERATIONS

- 🌀 **Net profit after tax of \$93.4 million** (FY19 H1: \$79.9 million)
- 🌀 Half year **interim dividend** for FY2020 of **8 cents per share**
- 🌀 **EBITDA of \$185.6 million** with strong **EBITDA margin of 50%**
- 🌀 Half Year end Cash and bullion of **\$168.8 million***
- 🌀 Strong operational performance with **production of 178,482 ozs**
- 🌀 **Produced ore** from our first **underground operation** at Rosemont
- 🌀 **McPhillamys Development Application (DA)** made significant progress with the Exhibition and Submission period having closed
- 🌀 **Tripled exploration tenure** around the Duketon Operations

*Includes bullion on hand valued at \$2,220 per ounce.



Additional Financial Information

FY2020 HALF YEAR – Profit & Loss

	31 December 2019 \$'000	31 December 2018 \$'000
Revenue	371,366	317,174
Cost of goods sold	(227,483)	(193,364)
Gross profit	143,883	123,810
Other income	437	(177)
Investor and corporate costs	(1,193)	(1,468)
Personnel costs	(5,254)	(4,719)
Share-based payment expense	395	(660)
Occupancy costs	(335)	(561)
Other corporate administrative expenses	(537)	(275)
Exploration and evaluation written off	(1,065)	(1)
Other	(1,912)	(852)
Finance costs	(1,119)	(683)
Profit before income tax	133,300	114,414
Income tax expense	(39,910)	(34,560)
Net profit	93,390	79,854
Earnings Per Share (cents per share)	18.38	15.77

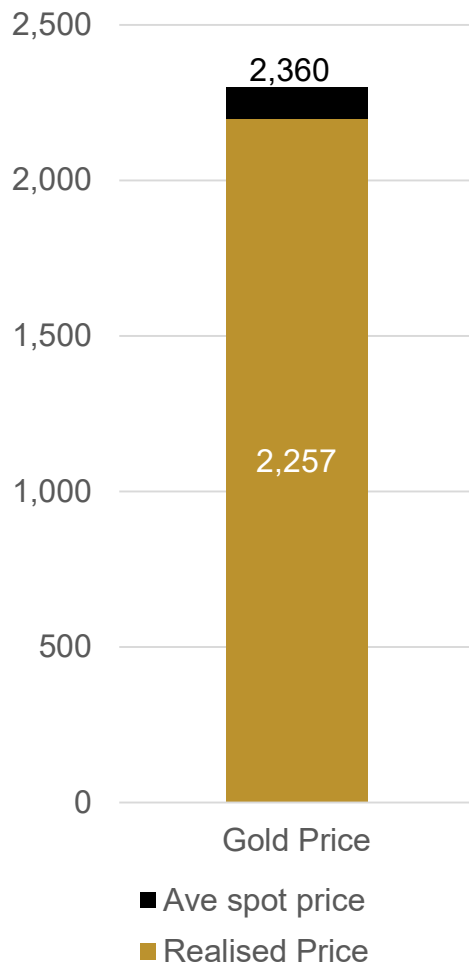
FY2020 HALF YEAR – Cash Flow Statement

	31 December 2019 \$'000	31 December 2018 \$'000
Cash flows from operating activities		
Receipts from gold sales	370,796	315,960
Payments to suppliers and employees	(191,007)	(161,488)
Income tax paid	(33,034)	(29,157)
Other income	429	1,168
Net cash from operating activities	147,184	126,483
Cash flows from investing activities		
Acquisition of plant and equipment (net)	(35,920)	(21,515)
Payments for exploration and evaluation (net of rent refunds)	(19,871)	(20,892)
Payments for acquisition of exploration assets	(20,000)	-
Payments for mine properties under development	(23,174)	(16,474)
Payments for mine properties	(31,932)	(22,296)
Net cash used in investing activities	(130,897)	(81,177)
Cash flows from financing activities		
Proceeds from issue of shares	279	1,698
Payment of transaction costs	(14)	(50)
Payment of lease liabilities	(5,621)	(417)
Dividends paid	(40,654)	(40,570)
Net cash used in financing activities	(46,010)	(39,339)
Net increase/(decrease) in cash and cash equivalents	(29,723)	5,967
Cash and cash equivalents at 1 July	188,697	181,118
Cash and cash equivalents at 31 December	158,974	187,085

FY2020 HALF YEAR – Balance Sheet

	31 December 2019 \$'000	30 June 2019 \$'000
Current assets		
Cash and cash equivalents	158,974	188,697
Inventories	55,678	56,077
Other current assets	12,471	10,141
Total current assets	227,123	254,915
Non-current assets		
Inventories	60,764	55,898
Property, plant and equipment	258,709	242,988
Exploration and evaluation expenditure	213,284	185,748
Mine properties under development	56,607	44,163
Mine properties	196,119	167,713
Other	37,273	2,572
Total non-current assets	822,756	699,082
Total assets	1,049,879	953,997
Current liabilities		
Trade and other payables	69,497	67,613
Income tax payable	11,893	12,224
Other	15,875	4,272
Total current liabilities	97,265	84,109
Non-current liabilities		
Deferred tax liabilities	98,511	91,305
Provisions & Lease liabilities	85,033	62,119
Total non-current liabilities	183,544	153,424
Total liabilities	280,809	237,533
Net Assets	769,070	716,464
Total Equity	769,070	716,464

“SPOT DEFERRED” – FLEXIBLE GOLD HEDGE BOOK (31 Dec 2019)



Regis' hedge position reduced to ~429koz at an average of A\$1,617/oz.

Regis is currently actively managing the process of selling into the lowest price hedges. Currently at a rate of approximately 10koz per quarter – assuming a spot of A\$2,360/oz this results in an overall 4% drop in average price realised compared with the spot, as illustrated in graph

Table 1: Hedging Volumes & Price Ranges

Hedging Price Range	Quantity (oz's)
A\$1,400 - \$1,500	187,000
A\$1,500 - \$1,600	15,000
A\$1,600 - \$1,700	36,000
A\$1,700 - \$1,800	131,000
A\$1,800 - \$1,900	60,000

Table 2: Current Hedging Volume Limits

Period	Volume (oz's)
Today – Dec 2020	600,000
Jan 2021 – Dec 2021	400,000
Jan 2022 – Dec 2022	200,000
Jan 2023 – June 2023	100,000
July 2023	Nil



Further information:

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