

Q2 and H1 2022 Financial Results



Premier pure-play copper producer in Europe

10 August 2022



Disclaimer



The information contained in this document ("Presentation") has been prepared by Atalaya Mining Plc (the "Company"). While the information contained herein has been prepared in good faith, neither the Company nor any of its shareholders, directors, officers, agents, employees or advisers give, have given or have authority to give, any representations or warranties (express or implied) as to, or in relation to, the accuracy, reliability or completeness of the information in this Presentation, or any revision thereof, or of any other written or oral information made or to be made available to any interested party or its advisers and liability therefore is expressly disclaimed.

Accordingly, neither the Company nor any of its shareholders, directors, officers, agents, employees or advisers take any responsibility for, or will accept any liability whether direct or indirect, express or implied, contractual, tortious, statutory or otherwise, in respect of, the accuracy or completeness of such information or for any of the opinions contained herein or for any errors, omissions or misstatements or for any loss, howsoever arising, from the use of this Presentation.

Neither the issue of this Presentation nor any part of its contents is to be taken as any form of commitment on the part of the Company to proceed with any transaction, where applicable. In no circumstances will the Company be responsible for any costs, losses or expenses incurred in connection with any appraisal or investigation of the Company. In furnishing this Presentation, the Company does not undertake or agree to any obligation to provide the recipient with access to any additional information or to update this Presentation or to correct any inaccuracies in, or omissions from, this Presentation which may become apparent.

This Presentation should not be considered as the giving of investment advice by the Company or any of its shareholders, directors, officers, agents, employees or advisers. In particular, this Presentation does not constitute an offer or invitation to subscribe for or purchase any securities and neither this Presentation nor anything contained herein shall form the basis of any contract or commitment whatsoever. Each party to whom this Presentation is made available must make its own independent assessment of the Company after making such investigations and taking such advice as may be deemed necessary. In particular, any estimates or projections or opinions contained herein necessarily involve significant elements of subjective judgment, analysis and assumptions and each recipient should satisfy itself in relation to such matters.

Forward Looking Statements

This Presentation contains "forward looking information" which may include, but is not limited to, statements with respect to the future financial or operating performance of the Company, its subsidiaries and its projects, the future price of metals, the estimation of ore reserves and resources, the conversion of estimated resources into reserves, the realisation of ore reserve estimates, the timing and amount of estimated future production, costs of production, capital, operating and exploration expenditures, costs and timing of the development of new deposits, costs and timing of future exploration, requirements for additional capital, government regulation of mining operations, environmental risks, reclamation expenses, title disputes or claims, limitations of insurance coverage and the timing and possible outcome of pending litigation and regulatory matters.

Forward looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company and/or its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by the forward looking statements.

Such factors include, among others, general business, economic, competitive, political and social uncertainties; the actual results of current exploration activities; actual results of reclamation activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future prices of metals; the future costs of capital to the Company; possible variations of ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accidents, labour disputes and other risks of the mining industry; political instability, terrorist attacks, insurrection or war; delays in obtaining future governmental approvals or financing or in the completion of development or construction activities, as well as those factors discussed in the section entitled "Risk Factors" in the Company's annual information form.

Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward looking statements, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. Forward looking statements contained herein are made as of the date of this Presentation and the Company disclaims any obligation to update any forward looking statements, whether as a result of new information, future events or results or otherwise.

There can be no assurance that forward looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward looking statements.

Technical Disclosure

Unless otherwise noted, all scientific and technical information relating to the Proyecto Riotinto is based on and derived from a technical report entitled "Technical Report Update on the Mineral Resources and Reserves of the Riotinto Copper Project" dated July 2018, prepared by Alan C. Noble, P.E. of Ore Reserves Engineering, William L. Rose, P.E. of WLR Consulting, Inc. and Jay T. Pickarts, P.E., (the "Technical Report"), each of whom are "Qualified Persons" as defined in the Canadian National Instrument 43-101 – Standards of Disclosure for Mineral Projects ("NI 43-101"). The information contained herein is subject to all of the assumptions, qualifications and procedures set out in the Technical Report and reference should be made to the full details of the Technical Report which is filed under the Company's corporate profile on SEDAR at www.sedar.com and on its website.

Market and Industry Data

This Presentation also contains or references certain market, industry and peer group data which is based upon information from independent industry publications, market research, analyst reports and surveys and other publicly available sources. Although the Company believes these sources to be generally reliable, such information is subject to interpretation and cannot be verified with complete certainty due to limits on the availability and reliability of raw data, the voluntary nature of the data gathering process and other inherent limitations and uncertainties. The Company has not independently verified any of the data from third party sources referred to in this presentation and accordingly, the accuracy and completeness of such data is not guaranteed.

Use of Non-IFRS Financial Measures

This Presentation refers to certain non-IFRS measures such as EBITDA, operating cash flows before working capital changes, cash costs, total cash costs, all-in sustaining costs and net debt. However, these performance measures are not measures calculated in accordance with IFRS, do not have any standardized meaning prescribed by IFRS and therefore may not be comparable to similar measures presented by other issuers. These non-IFRS measures are furnished to provide additional information only, have limitations as analytical tools and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS.

Q2 and H1 2022 Financial Results

Review of H1 2022

Operating & Financial	<ul style="list-style-type: none">– Copper production of 24,847 tonnes, following good Q2 performance– AISC of \$3.45/lb, due to high electricity prices, input cost inflation and soft Q1 production– New full year guidance of 52,000 – 54,000 tonnes and AISC of \$3.25 – 3.45/lb, reflecting actual realised electricity prices and expectations for H2– EBITDA of €41.4m and operating cash flow of €21.4m, including impact of negative provisional pricing adjustments and increase in working capital– Significant investments in 50 MW solar plant (€11.7m) and E-LIX (€5.8m)– Maintained balance sheet strength, with net cash of €67.6m– Declared interim dividend of \$0.036 per ordinary share (~3 pence per share)
Corporate	<ul style="list-style-type: none">– Trading liquidity continued to improve– Concluded Astor litigation– Received notification that XGC ceased to be a shareholder– Hosted Riotinto District site visit for institutional investors and analysts
Assets	<ul style="list-style-type: none">– Initiated construction of E-LIX Phase I plant– Initiated construction of 50 MW solar plant at Riotinto– Announced best copper intercept to date at Masa Valverde– Announced increased Mineral Resource Estimate for Proyecto Masa Valverde– Announced new Mineral Resource Estimates for San Dionisio and San Antonio– <i>Announced positive drilling results from Campanario at Proyecto Masa Valverde (July 2022)</i>
Health, Safety & ESG	<ul style="list-style-type: none">– Harry Liu resigned as Non-Executive Director– Published 2021 Sustainability Report– Kate Harcourt appointed Non-Executive Director– Commissioned acid water treatment plant at Proyecto Touro– Recorded best six-month period of safety since the re-start of Riotinto

Q2 2022 Production Results

Strong throughput and recoveries helped to offset lower copper grades

Copper production

13,386 tonnes Cu

14,353 tonnes Cu | Q2 2021

Throughput & recoveries

4.0 Mt ore processed

4.0 Mt | Q2 2021

0.39% Cu ore grade

0.42% | Q2 2021

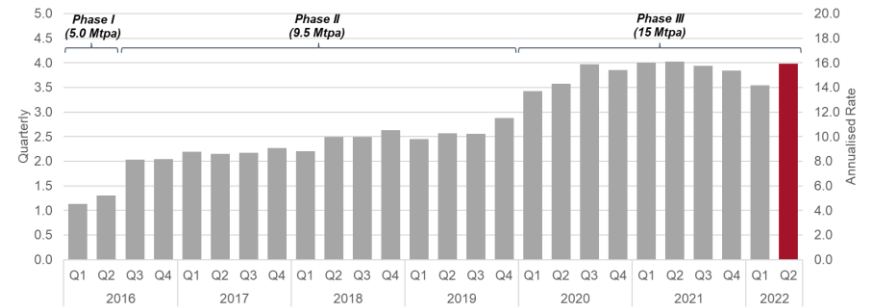
86.44% Cu recovery

84.83% | Q2 2021

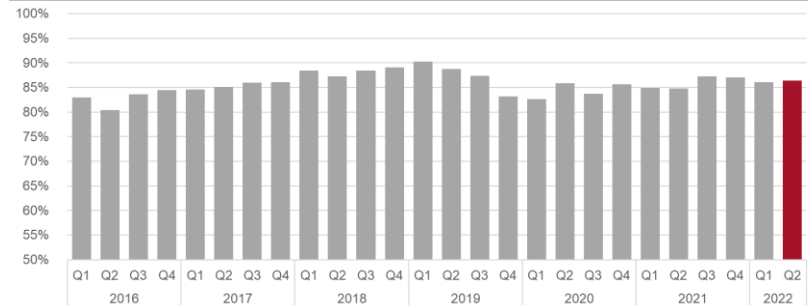
21.23% con. grade

19.27% | Q2 2021

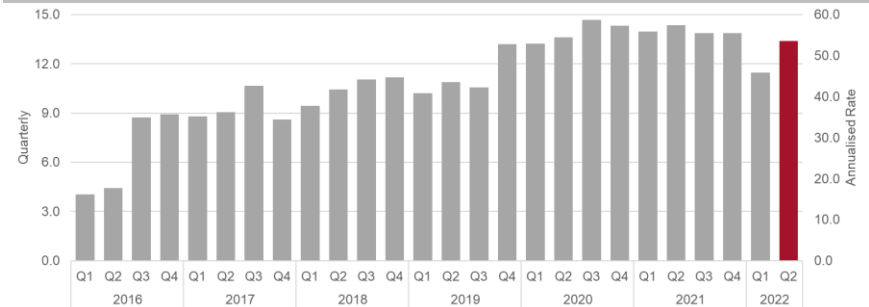
Ore Throughput (Mt)



Copper Recovery



Copper Production (kt)



Q2 2022 Financial Results

Impacted by provisional pricing adjustments, high input costs and capital investments

Income statement highlights

Revenue: €93.4m ⁽¹⁾ €99.7m Q2 2021	Op. costs: €(78.7)m €(47.8)m Q2 2021
EBITDA: €14.7m €52.0m Q2 2021	Profits: €11.8m €32.3m Q2 2021

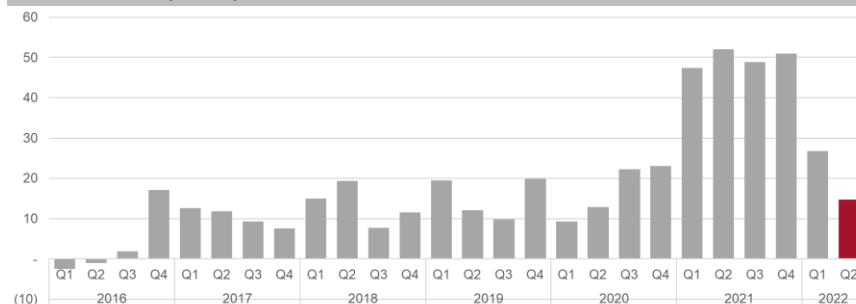
Cash flow statement highlights

Operating CF: €(6.9)m €33.3m Q2 2021	Investing CF: €(19.8)m €(6.9)m Q2 2021
Financing CF: €17.8m €1.9m Q2 2021	FCF ⁽²⁾ : €(26.7)m €26.4m Q2 2021

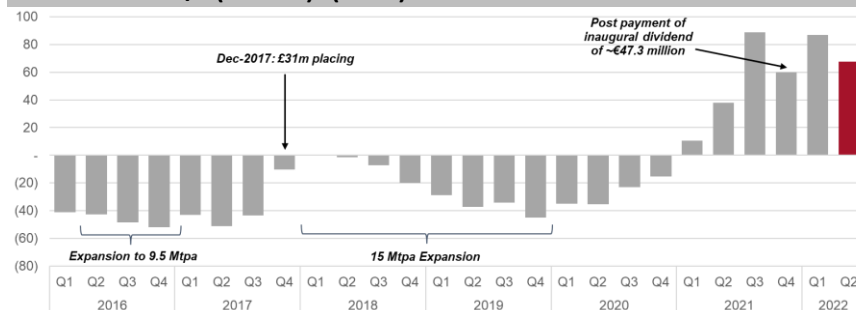
Revenues (€m)



EBITDA (€m)



Net cash / (debt) (€m)⁽³⁾



1. Inclusive of negative provisional pricing adjustment of €10.5 million
2. Free Cash Flow represents Operating Cash Flow less Investing Cash Flow before payment of the Astor Deferred Consideration
3. Astor Deferred Consideration shown as debt prior to Mar-2021

H1 2022 Financial Results

Continued balance sheet strength following period of lower cash flow & investments

Income statement highlights

Revenue: €179.7m €197.1m H1 2021	Op. costs: €(138.3)m €(97.7)m H1 2021
EBITDA: €41.4m €99.4m H1 2021	Profits: €30.1m €66.0m H1 2021

Cash flow statement highlights

Operating CF: €21.4m €73.0m H1 2021	Investing CF: €(27.3)m €(70.9)m ⁽¹⁾ H1 2021
Financing CF: €15.5m €54.8m ⁽²⁾ H1 2021	FCF⁽³⁾: €(5.9)m €55.2m H1 2021

Balance sheet highlights

Cash: €127.1m €107.5m Dec-2021	Borrowings: €59.6m €47.4m Dec-2021
Net Cash: €67.6m €60.1m Dec-2021	WC surplus: €129.3m €102.4m Dec-2021



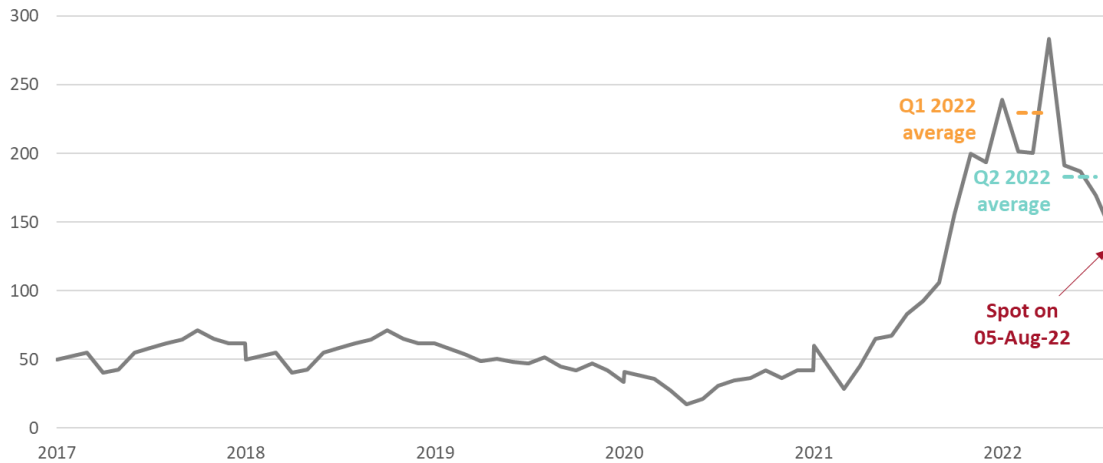
1. Includes Astor Deferred Consideration payment of €53m
2. Includes borrowings associated with Astor Deferred Consideration payment

3. Free Cash Flow represents Operating Cash Flow less Investing Cash Flow before payment of the Astor Deferred Consideration

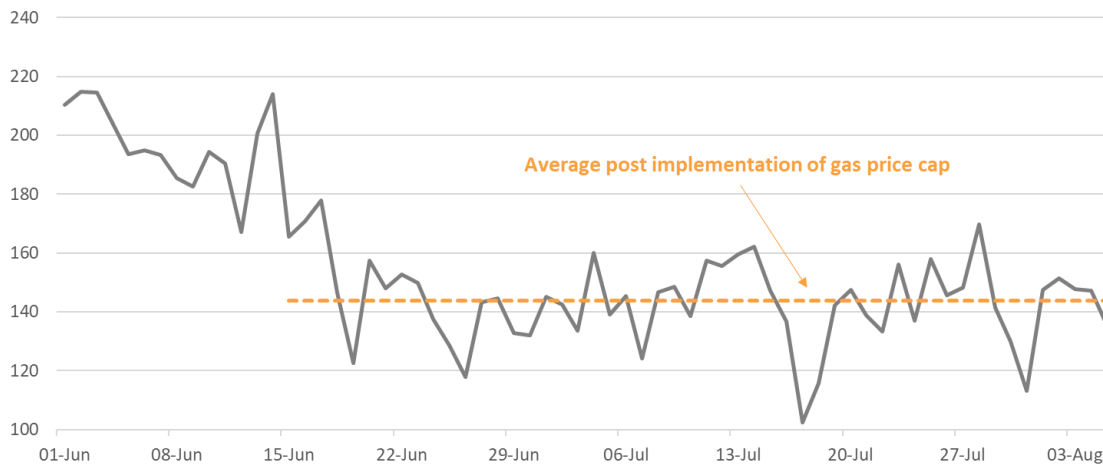
Energy Market Update

Electricity prices remain high, although gas price cap has modestly improved the situation

Monthly Arithmetic Average Electricity Price (€/MWh)⁽¹⁾⁽²⁾



Daily Arithmetic Average Electricity Price (€/MWh)⁽¹⁾



- Market electricity prices in Spain have moderated since reaching unprecedented levels in March 2022 of >€500/MWh
 - Q1 2022 avg: ~€230/MWh
 - Q2 2022 avg: ~€180/MWh
- Legislated gas price cap implemented in Spain and Portugal in June 2022
 - Positive impact to date, averaging ~€145/MWh since implementation
 - Uncertainty remains in relation to realised rates vs. market rates
- Market prices remain well above historical levels of around €50/MWh
 - €100/MWh increase in realised electricity prices increases annual operating costs by around €37 million, which is equivalent to ~\$0.35/lb copper payable in cash cost terms

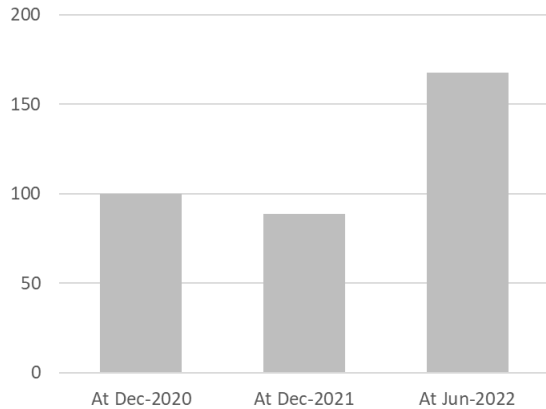
1. Source: OMI, Polo Español S.A. (OMIE), day-ahead operations program
2. Jan-2017 to Jul-2022

Input Cost Inflation

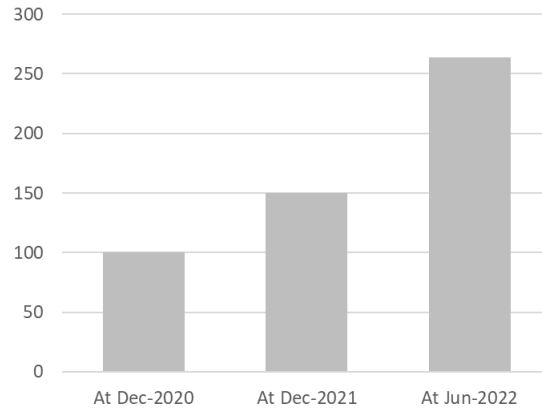
Prices of key consumables remain well above historical levels

Indexed Prices (Dec-2020 = 100)

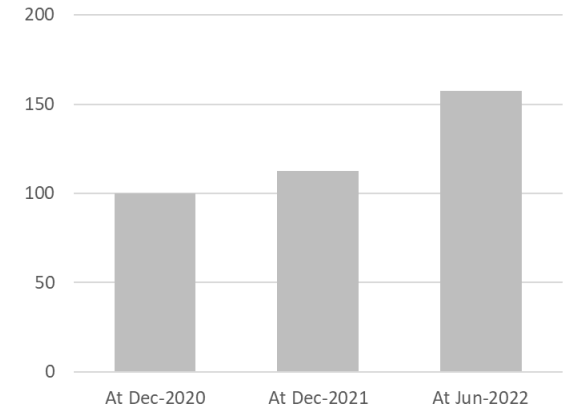
Explosives



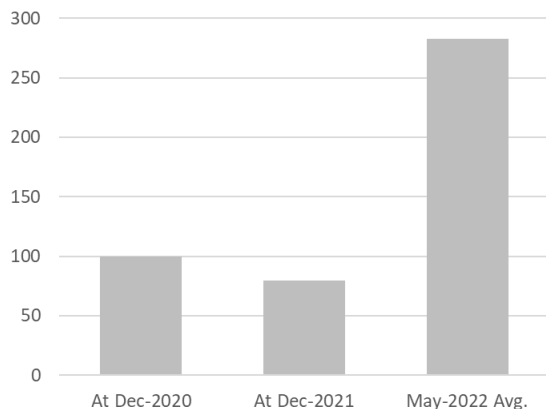
Diesel



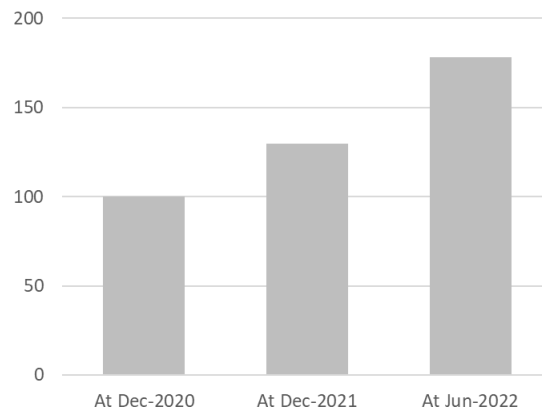
Tires



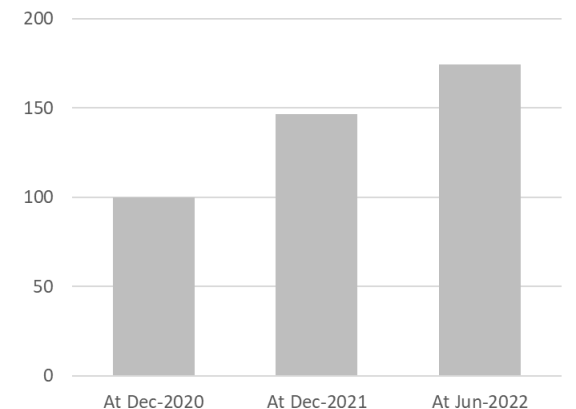
Electricity



Steel Balls



Lime



Revised 2022 Guidance

Reflects H1 results and continued expectations for high electricity prices & inflation

■ Production

- Guidance was revised in Q2 2022 Operations Update
- Reflects lost production in Q1 2022 and expectations for grade for remainder of year

■ Costs

- Original guidance: based on assumed electricity market price range of €100 – 200/MWh vs. actual H1 2022 average of ~€205/MWh
- New cost guidance reflects continued elevated prices for electricity and other key consumables (i.e. diesel, explosives)
- Upon start-up of solar plant and new PPA, cash cost benefit would be ~\$0.35/lb compared to electricity cost environment in H1

■ Other investments in growth and sustainability

- Capex guidance unchanged, including for 50 MW solar plant, E-LIX Phase I plant and tailings
- Exploration guidance unchanged

Operational Guidance

Ore mined	<i>Mt</i>	15.5
Waste mined	<i>Mt</i>	23.4
Ore processed	<i>Mt</i>	15.2 – 15.4
Copper ore grade		0.40%
Copper recovery rate		85 – 87%
Copper contained in concentrate	<i>tonnes</i>	52,000 – 54,000
Cash costs	<i>\$/lb payable</i>	\$2.95 – 3.25
All-In Sustaining Costs	<i>\$/lb payable</i>	\$3.25 – 3.45

H2 2022 electricity market price assumption:
€150 – 175/MWh

2022 Interim Dividend

Dividend Policy Announced in 2021

- **Atalaya's Philosophy:**
 - Reward shareholders through a sustainable dividend policy, while still investing in its portfolio of growth projects in Spain
- **Dividend Policy:**
 - 30 – 50% of free cash flow generated during the applicable financial year
 - Payments will be made in two half-yearly instalments and announced in conjunction with interim and full year results

2022 Interim Dividend

- **US\$0.036 per ordinary share**
 - Equivalent to ~3 pence per ordinary share
 - Total payment of ~€5 million
- **Key dates:**
 - Ex-dividend date of 18 August 2022
 - Record date of 19 August 2022
- **Shareholders will also have the option to receive the dividend in Sterling or Euros**



Strategic Focus

Advance Project Pipeline

- **50 MW solar plant**
 - Plus: evaluate further renewable energy options
- **E-LIX Phase I plant**
- **San Dionisio deposit**
 - PEA
 - Permitting
- **Proyecto Masa Valverde**
 - PEA
 - Permitting
 - Exploration
- **Touro**
 - Permitting
- **Other exploration**
 - Ossa Morena
 - Riotinto East



Expected Benefits

- **Reduced cost structure**
 - Lower electricity prices
 - Realise synergies & economies of scale
- **Lower carbon footprint**
 - 50 MW solar plant & new long-term PPA
 - E-LIX, via reduced transportation & smelting
- **Higher grades & recoveries**
 - San Dionisio deposit
 - Proyecto Masa Valverde
 - Via E-LIX
- **Extended mine life**
 - Leverage existing plant to exploit Riotinto District resource inventory



Deliver Future Re-Rating

- **Reduced cash costs & AISC**
- **Increased production**
- **Multi-asset producer**
- **Improved diversification**
- **Increased trading liquidity**

50 MW Solar Plant

Expected to provide stable, low cost and carbon-free energy beginning in Q2 2023



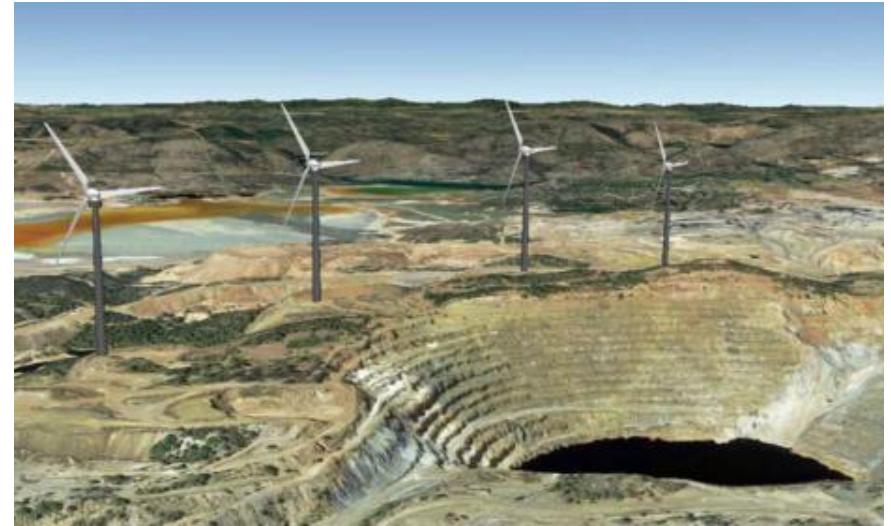
Additional Renewable Energy Options

Other renewable energy options, including wind and pumped hydro, are being explored

Potential Location of Wind Turbines



Illustration of Potential Wind Turbines



E-LIX System

Phase I Plant development underway and expected to reduce costs & unlock value

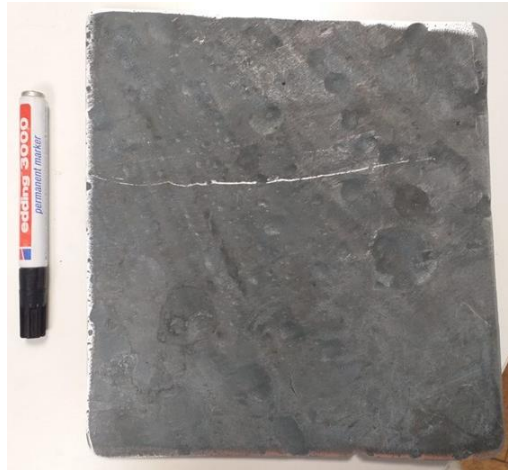
Concentrate Warehouse at Pilot Plant



Copper Electrolyte & Copper / Zinc Precipitate



Copper Cathode, Zinc Cathode & Zinc Ingot



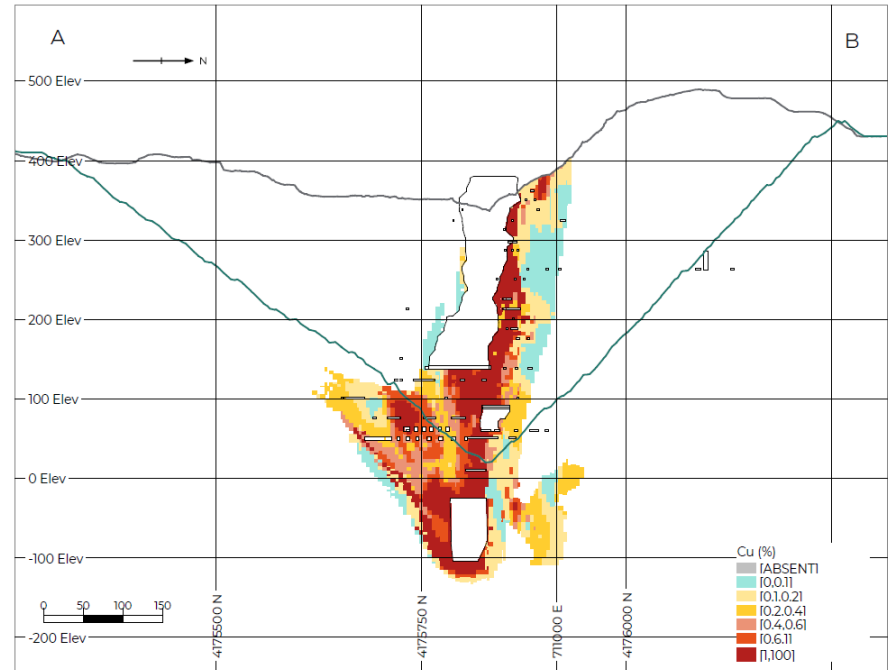
San Dionisio Deposit

West extension of Cerro Colorado pit expected to deliver higher grades to the plant

Aerial Plan View of Pit Rim



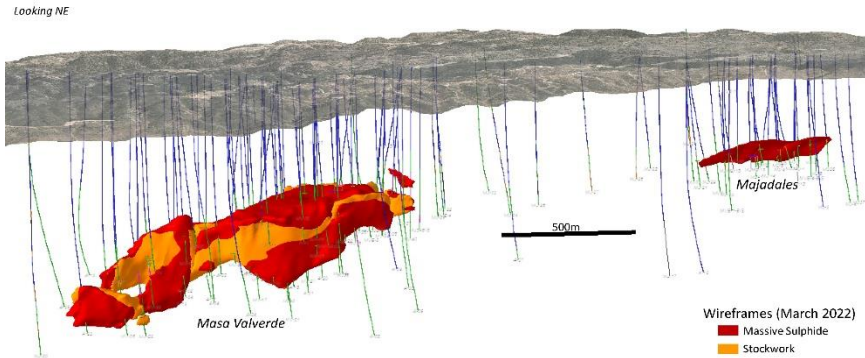
Vertical Section of Economic Shell



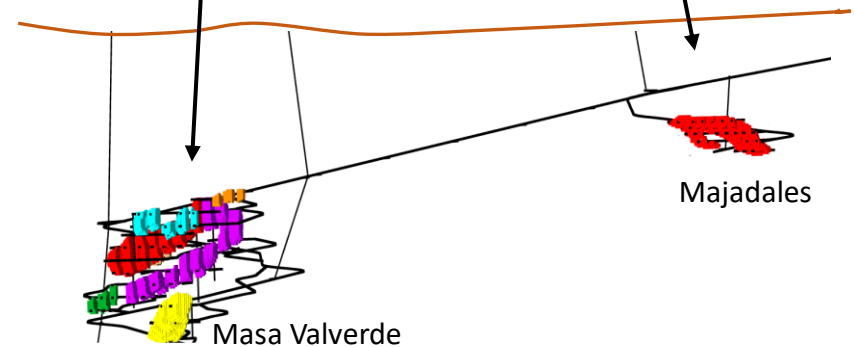
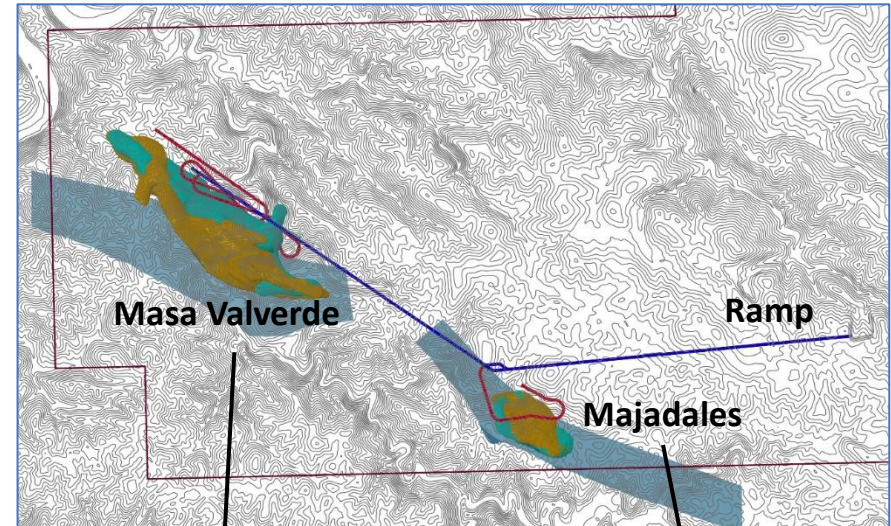
Proyecto Masa Valverde

PEA, permitting process and exploration are key areas of focus

Wireframes of Mineral Resource Estimate



Planned Ramp Access



Proyecto Touro

Water treatment plant is operational and will address legacy water runoff issues



Appendix

Key Information



Capitalisation

Ticker - LSE: AIM		ATYM
Ticker - TSX		AYM
Share price (05-Aug-22)	GBP	290
Basic shares	m	139.9
Fully-diluted shares	m	143.4
Market capitalisation (basic)	£m	406
Market capitalisation (basic)	US\$m	\$493
Cash (at 30-Jun)	€m	127
Debt (at 30-Jun)	€m	60
Enterprise Value (basic)	US\$m	\$424

Share Price Performance (GBP)



Research Coverage

Bank	Analyst	Recommendation	Target Price (GBP)
BERENBERG	Oliver Grewcock	Buy	400
BofA SECURITIES	Jason Fairclough	Neutral	300
BMO	Alexander Pearce	Outperform	500
cg/Canaccord Genuity	Alexander Bedwany	Buy	490
PEEL HUNT	Tim Huff / Peter Mallin-Jones	Buy	440
STIFEL	Andrew Breichmanas	Buy	475

Shareholder Register

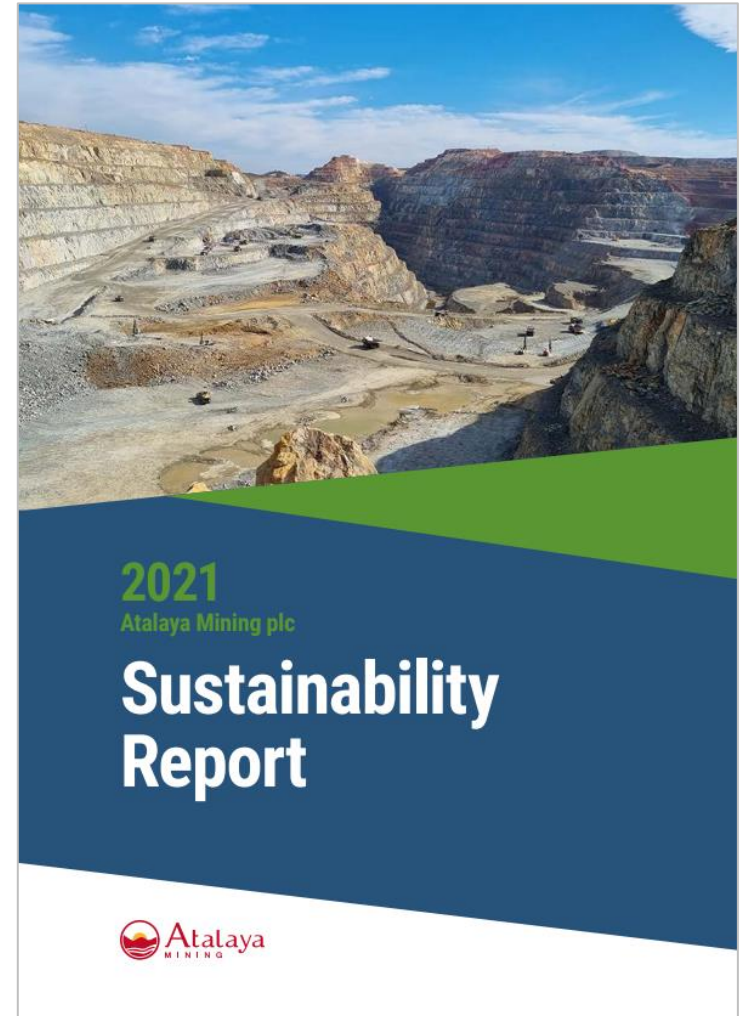
	Shares (m)	% basic
Urion Holdings (Malta) Ltd (Trafigura)	30.8	22.0%
Cobas Asset Management	9.5	6.8%
Hamblin Watsa (Fairfax)	8.3	5.9%
Polar Capital LLP	6.3	4.5%
Allianz Global Investors	5.7	4.1%
Banc Sabadell	5.2	3.7%
BlackRock	5.1	3.6%
Fidelity International	4.4	3.2%
Amati Global Investors	4.2	3.0%
Hargreaves Lansdown	3.8	2.7%
Management / Board of Directors	1.1	0.8%
Other shareholders	55.4	39.6%
Total	139.9	100.0%

Inaugural Sustainability Report

Atalaya has demonstrated its firm commitment to enhancing its disclosure and reporting

2021 Atalaya Mining plc Sustainability Report

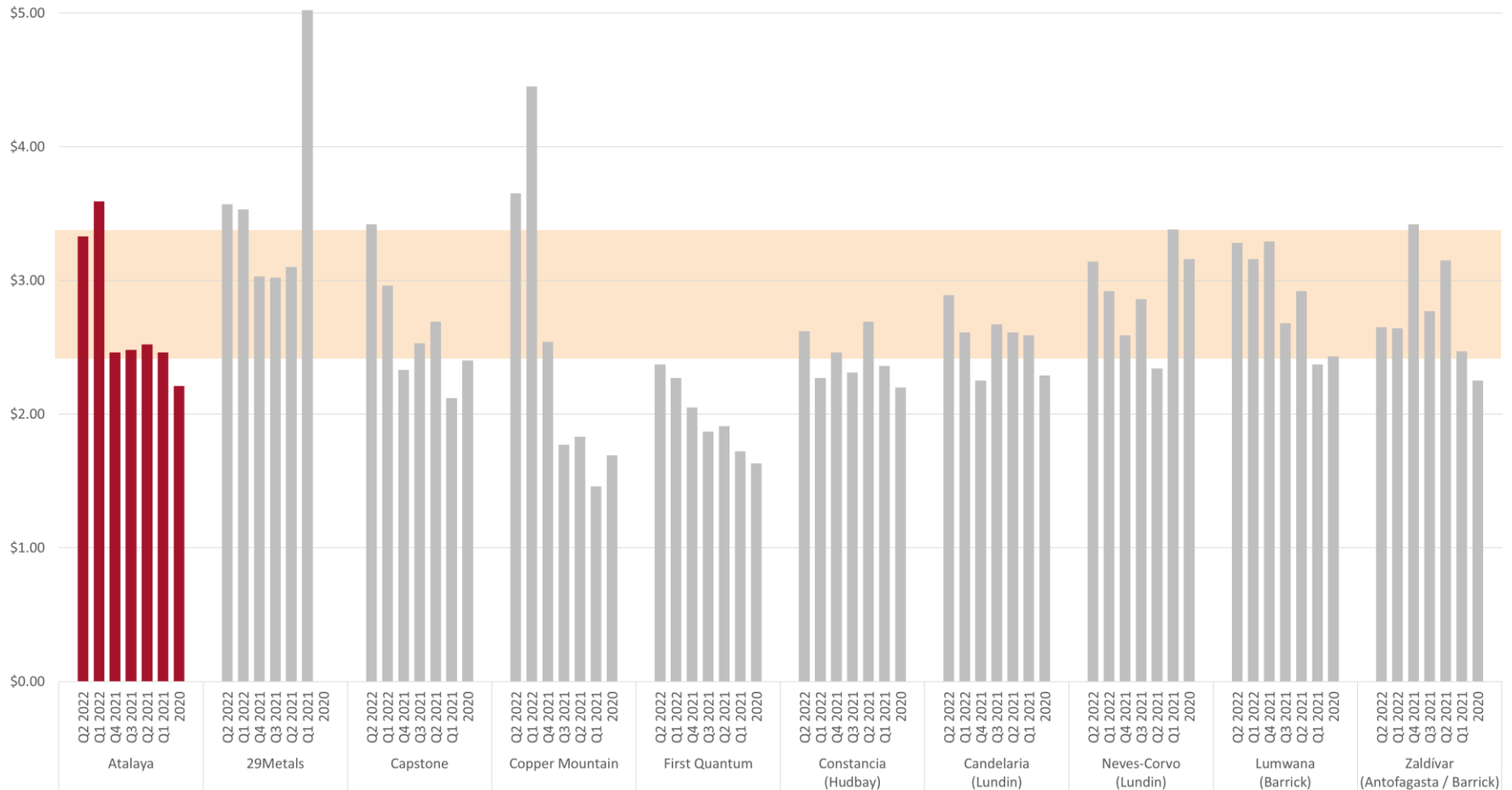
- In April 2022, Atalaya published its inaugural sustainability report
 - Statistics and data were for the year ended 31 December 2021
 - Represents a key component of Atalaya's new annual reporting plans regarding sustainability
- Approach for producing the report:
 - Prepared in accordance with Global Reporting Initiative Sustainability Reporting Standards ("GRI Standards")
 - ERM served as independent sustainability consultant
 - Audited by EY



AISC Benchmarking

Despite adverse impact of electricity prices in Europe, Atalaya is well-positioned vs. peers

Reported AISC (US\$/lb)



Source: Company filings

Note: Peers that do not disclose AISC include Central Asia Metals, Ero Copper, Sandfire and Taseko

Reserves and Resources

Asset	Ownership	Tonnage Mt	Grade					Contained Metal					CuEq Mt	Attributable Contained Metal		Notes
			Cu	Zn	Pb	Au	Ag	Cu	Zn	Pb	Au	Ag		Cu	CuEq	
						g/t	g/t	Mt	Mt	Mt	Moz	Moz	Mt	Mt	Mt	
Cerro Colorado 100%																
Reserves		185.7	0.38%	-	-	-	-	0.7	-	-	-	-	0.7	0.7	0.7	
M&I		200.7	0.37%	0.15%	0.03%	-	-	0.7	0.3	0.1	-	-	0.8	0.7	0.8	0.14% Cu cut-off
Inferred		4.4	0.40%	0.15%	0.04%	-	-	0.0	0.0	0.0	-	-	0.0	0.0	0.0	0.14% Cu cut-off
Total		205.1	0.37%	0.15%	0.03%	-	-	0.8	0.3	0.1	-	-	0.9	0.8	0.9	
San Dionisio Open Pit 100%																
Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
M&I		56.1	0.91%	1.14%	0.23%	-	-	0.5	0.6	0.1	-	-	0.8	0.5	0.8	0.15% Cu cut-off
Inferred		0.8	0.78%	0.55%	0.23%	-	-	0.0	0.0	0.0	-	-	0.0	0.0	0.0	0.15% Cu cut-off
Total		56.9	0.91%	1.13%	0.23%	-	-	0.5	0.6	0.1	-	-	0.8	0.5	0.8	
San Dionisio Underground 100%																
Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
M&I		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Inferred		12.4	1.01%	2.54%	0.62%	-	-	0.1	0.3	0.1	-	-	0.2	0.1	0.2	
Total		12.4	1.01%	2.54%	0.62%	-	-	0.1	0.3	0.1	-	-	0.2	0.1	0.2	
San Antonio 100%																
Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
M&I		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Inferred		11.8	1.32%	1.79%	0.99%	-	-	0.2	0.2	0.1	-	-	0.3	0.2	0.3	
Total		11.8	1.32%	1.79%	0.99%	-	-	0.2	0.2	0.1	-	-	0.3	0.2	0.3	
PMV - Masa Valverde 100%																
Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
M&I		16.9	0.66%	1.55%	0.65%	0.55	27	0.1	0.3	0.1	0.3	14.7	0.3	0.1	0.3	Equivalent calculations include application of recovery factors
Inferred		73.4	0.61%	1.24%	0.61%	0.62	30	0.4	0.9	0.4	1.5	70.8	1.0	0.4	1.0	Equivalent calculations include application of recovery factors
Total		90.3	0.62%	1.30%	0.62%	0.61	29	0.6	1.2	0.6	1.8	85.5	1.3	0.6	1.3	
PMV - Majadales 100%																
Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
M&I		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Inferred		3.1	0.94%	3.08%	1.43%	0.32	54	0.0	0.1	0.0	0.0	5.3	0.1	0.0	0.1	Equivalent calculations include application of recovery factors
Total		3.1	0.94%	3.08%	1.43%	0.32	54	0.0	0.1	0.0	0.0	5.3	0.1	0.0	0.1	
Touro 80%																
Reserves		90.9	0.43%	-	-	-	-	0.4	-	-	-	-	0.4	0.3	0.3	
M&I		129.9	0.39%	-	-	-	-	0.5	-	-	-	-	0.5	0.4	0.4	
Inferred		46.5	0.37%	-	-	-	-	0.2	-	-	-	-	0.2	0.1	0.1	
Total		176.4	0.38%	-	-	-	-	0.7	-	-	-	-	0.7	0.5	0.5	
Alconchel (POM) 99.9%																
Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	
M&I		7.8	0.66%	-	-	0.17	-	0.1	-	-	0.0	-	0.1	0.1	0.1	Historical 43-101 Resource
Inferred		15.0	0.47%	-	-	0.14	-	0.1	-	-	0.1	-	0.1	0.1	0.1	Historical 43-101 Resource
Total		22.8	0.53%	-	-	0.15	-	0.1	-	-	0.1	-	0.1	0.1	0.1	
Total																
Reserves								1.1	-	-	-	-	1.1	1.0	1.0	
M&I								1.9	1.2	0.3	0.3	14.7	2.4	1.8	2.3	
Inferred								1.0	1.5	0.7	1.6	76.2	1.9	1.0	1.8	
Total								2.9	2.7	1.0	1.9	90.9	4.3	2.8	4.2	

Contacts

Atalaya Mining plc

Alberto Lavandeira, CEO

+34 959 59 28 50

info@atalayamining.com

Investor Relations

Carina Corbett, 4C Communications Ltd

+44 20 3170 7973

corbett@4ccommunications.com

