



## Annual Audit Compliance Report Form

*Environmental Protection Act 1986, Part V*

| Section A – Licence Details |                                       |                      |                  |
|-----------------------------|---------------------------------------|----------------------|------------------|
| Licence number:             | L9124/2018/1                          | Licence file number: | DER2018/000472-1 |
| Licence holder:             | Lakewood Mining Pty Ltd               |                      |                  |
| Trading as:                 | Karora Resources                      |                      |                  |
| ACN:                        | 659 952 066                           |                      |                  |
| Registered address:         | 15 – 17 Altona Street West Perth 6005 |                      |                  |
| Reporting period:           | 1 / 10 / 2022 to 30 / 09 / 2023       |                      |                  |

| Section B – Statement of Compliance with Licence Conditions   |
|---|
| Did you comply with all of your licence conditions during the reporting period?<br>(please tick the appropriate box)  |
| <input type="checkbox"/> Yes – please complete: <ul style="list-style-type: none"><li>• section C;</li><li>• section D if required; and</li><li>• sign the declaration in Section F.</li></ul>                                |
| <input checked="" type="checkbox"/> No – please complete: <ul style="list-style-type: none"><li>• section C;</li><li>• section D if required;</li><li>• section E; and</li><li>• sign the declaration at Section F.</li></ul> |

| Section C – Statement of Actual Production  |                                   |
|---|-----------------------------------|
| Provide the actual production quantity for this reporting period. Supporting documentation is to be attached. |                                   |
| <b>Prescribed Premises Category</b>   | <b>Actual Production Quantity</b> |
| Category 5: Processing and beneficiation of ore   | 693,036 dry tonnes                |
| Category 61: Liquid waste facility  | 832 tonnes                        |

| Section D – Statement of Actual Part 2 Waste Discharge Quantity   |   |
|---|---|
| Provide the actual Part 2 waste discharge quantity for this reporting period. Supporting documentation is to be attached. |   |
| <b>Prescribed Premises Category</b>   | <b>Actual Part 2 Waste Discharge Quantity</b> |
| Category 5: Processing or beneficiation of ore  | 902,289 tonnes                                |

| Section E – Details of Non-Compliance with Licence Condition  |       |                            |         |
|---|-------|----------------------------|---------|
| Please use a separate page for each condition with which the licence holder was non-compliant at a time during the reporting period.  |       |                            |         |
| Condition no:   | 2.4.1 | Date(s) of non-compliance: | Q4 2022 |
| Details of non-compliance:  |       |                            |         |
| <p>Samples were not collected from monitoring compliance bores in the Q4 2022 period. There were also monthly SWL readings missed from several of the compliance bores.</p>   |       |                            |         |
| What was the actual (or suspected) environmental impact of the non-compliance?  |       |                            |         |
| <p><b>NOTE</b> – please attach maps or diagrams to provide insight into the precise location of where the non-compliance took place.</p>  |       |                            |         |
| <p>No environmental impact has occurred due to the monitoring that was missed during the reporting period. A substantial dataset has been collected from the site that includes 7 quarters of lab results and monthly SWLs from all primary bores at monitoring locations across the site. The existing dataset is adequate to trend data and provide a summary of groundwater conditions at the site.</p>  |       |                            |         |
| Cause (or suspected cause) of non-compliance:   |       |                            |         |
| <p>New ownership and high staff turnover are the primary reason for the omission of the Q4 2022 monitoring period and SWL readings over the reporting period. Since Karora took ownership of the Lakewood GPF from Golden Mile Milling Pty Ltd on 27th of July 2022 there has been an 83% turnaround in staff at the facility. Furthermore, existing contracts were in place for groundwater monitoring with a reputable consulting firm which stated monitoring to be undertaken in compliance with Licence L9124. Mistakenly, Karora was under the impression that the monitoring was being conducted in line with the Licence conditions. New management and the implementation of monitoring procedures at Lakewood will ensure that Karora remain in compliance with monitoring requirements as prescribed in Licence L9124.</p> |       |                            |         |
| Action taken to mitigate any adverse effects of non-compliance and prevent recurrence of the non-compliance:  |       |                            |         |
| <p>Karora no completes the monthly and quarterly monitoring internally and is the sole responsibility of the Environment Department. Environment Department staff have the correct equipment, resources and a thorough understanding of monitoring commitments in the L9124/2018/1. An updated monitoring procedure is being developed for the Lakewood site and additional monitoring equipment has been purchased to ensure the work can be conducted efficiently removing the reliance on external contractors.</p> <p>Karora also holds Part V Licences for Avoca Mining Pty Ltd and Salt Lake Pty Ltd. Since taking ownership of these facilities, Karora lifted work standards and infrastructure managed under Part V of the EP Act. These facilities are in good-standing with reporting requirements and DWER.</p>           |       |                            |         |
| Was this non-compliance previously reported to DWER?  |       |                            |         |
| <input type="checkbox"/> Yes, and   |       |                            |         |
| <input type="checkbox"/> Reported to DWER verbally  |       | Date:    /    /            |         |
| <input type="checkbox"/> Reported to DWER in writing  |       | Date:    /    /            |         |

## Section F – Declaration

I/We declare that the information in this Annual Audit Compliance Report is true and correct and is not false or misleading in a material particular<sup>1</sup>. I/We consent to the Annual Audit Compliance Report being published on the Department of Water and Environmental Regulation's (DWER) website.

|                               |            |                 |  |
|-------------------------------|------------|-----------------|--|
| Signature <sup>2</sup> :      |            | Signature:      |  |
| Name: (printed)               |            | Name: (printed) |  |
| Position:                     |            | Position:       |  |
| Date:                         | 12/12/2023 | Date:           |  |
| Seal (if signing under seal): |            |                 |  |

<sup>1</sup> It is an offence under section 112 of the *Environmental Protection Act 1986* for a person to give information on this form that to their knowledge is false or misleading in a material particular.

<sup>2</sup> AACRs can only be signed by the licence holder or an authorised person with the legal authority to sign on behalf of the licence holder.