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Atalaya Mining PLC
21 May 2024

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Atalaya Mining Plc.
("Atalaya" and/or the "Company")

Q1 2024 Financial Results

Good cost control expected to support performance as copper market strengthens

Atalaya Mining Plc (LSE: ATYM) is pleased to announce its unaudited first quarter financial results for the period ended 31 March 2024 ("Q1 2024" or "the Period") together with its unaudited condensed consolidated financial statements.

Highlights

- Copper production of 10.7 kt Cu at cash costs of $2.99/lb and AISC of $3.17/lb
  - Good cost control despite lower production in Q1 2024
- EBITDA of €10.3 million at a realised copper price of $3.89/lb
  - Lower operating costs partly offset lower copper revenues
- Made further investments in key projects including waste stripping at San Dionisio
- Strong balance sheet maintained with €36.1 million in net cash
  - Negative working capital movements impacted operating cash flows
- Completed move to Main Market of the London Stock Exchange on 29 April 2024
  - Re-domiciliation work continues post implementation of new Cyprus law

Q1 2024 Financial Results Summary

Period ended 31 March	**Unit**	**Q1 2024**	Q1 2023
Revenues from operations	*€k*	**69,938**	91,171
Operating costs	*€k*	**(59,687)**	(66,766)
EBITDA	***€k***	**10,251**	24,405
Profit for the period	*€k*	**1,627**	11,104
Basic earnings per share	*€ cents/share*	**1.5**	8.1
Cash flows from operating activities	*€k*	**(1,737)**	12,362
Cash flows used in investing activities	*€k*	**(17,877)**	(8,811)
Cash flows from financing activities	*€k*	**(16,809)**	(9,431)
Net Cash position(1)	*€k*	**36,067**	55,263
Working capital surplus	*€k*	**59,608**	85,336
Average realised copper price (excluding QPs closed in the Period)	***US$/lb***	**3.89**	4.00
Cu concentrate produced	*tonnes*	**52,684**	57,670
Cu production	*tonnes*	**10,666**	12,139
Cash costs	***US$/lb payable***	**2.99**	2.88
All-In Sustaining Cost ("AISC")	***US$/lb payable***	**3.17**	3.12

(1) Includes restricted cash and bank borrowings at 31 March 2024 and 31 March 2023.

Alberto Lavandeira, CEO, commented:

"Naturally, our revenues reflected our copper production for the quarter and while lower than recent periods, we expect copper grades to improve in the coming quarters. Positively, our cost control was good and helped to support EBITDA in Q1 2024, and our net cash position remains strong. Waste stripping activities are also advancing at San Dionisio, which is expected to provide Riotinto with higher grade material in the coming years.

The positive developments in the copper price have been pleasing to observe in recent weeks. Global demand remains supported by solid economic activity and strong investment in renewables, new technologies and domestic supply chains. On the supply side, challenges remain in the largest copper producing regions.

Few new large sources of supply are expected in the coming years as a result of permitting and execution challenges, discipline by key producers and a preference for buying production capacity rather than building it, as highlighted by recent corporate activity.

Atalaya is well-positioned thanks to its pipeline of growth projects that are located in regions with high quality infrastructure and long mining histories. Our key projects including Touro and those around Riotinto are expected to have low capital intensities and could come onstream much quicker than the mega projects being pursued by peers."

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Investor Presentation Reminder

Alberto Lavandeira (CEO) and César Sánchez (CFO) will be holding a live presentation relating to the Q1 2024 Financial Results via the Investor Meet Company platform at 11:00am BST today.

To register, please visit the following link and click "Add to Meet" Atalaya via:

https://www.investormeetcompany.com/atalaya-mining-plc/register-investor

Management will also answer questions that have been submitted via the Investor Meet Company dashboard.

Q1 2024 Operating Results Summary

Units expressed in accordance with the international system of units (SI)	**Unit**	**Q1 2024**	Q1 2023
Ore mined	*t*	**3,701,828**	3,421,556
Waste mined	*t*	**5,539,677**	6,516,903
Ore processed	*t*	**3,740,093**	3,723,853
Copper ore grade	*%*	**0.34**	0.38
Copper concentrate grade	*%*	**20.25**	21.05
Copper recovery rate	*%*	**84.74**	86.88
Copper concentrate	*t*	**52,684**	57,670
Copper contained in concentrate	*t*	**10,666**	12,139
Payable copper contained in concentrate	*t*	**10,139**	11,563
Cash cost	*US$/lb payable*	**2.99**	2.88
All-in sustaining cost	*US$/lb payable*	**3.17**	3.12

Mining

Ore mined was 3.7 million tonnes in Q1 2024 (Q1 2023: 3.4 million tonnes).

Waste mined was 5.5 million tonnes in Q1 2024 (Q1 2023: 6.5 million tonnes). Separately, waste stripping activities advanced at the San Dionisio area.

Processing

The plant processed ore of 3.7 million tonnes during Q1 2024 (Q1 2023: 3.7 million tonnes). Throughput in Q1 2024 included the scheduling of two plant shutdowns, one for maintenance and the other for connecting the 50 MW solar plant to the substation.

Copper grade was 0.34% in Q1 2024 (Q1 2023: 0.38%). The lower copper grade in Q1 2024 was mainly the result of pit sequencing and also due to rainfall which prevented access to higher grade areas of the Cerro Colorado pit.

Copper recovery was 84.74% in Q1 2024 (Q1 2023: 86.88%) due to lower grades being processed.

Production

Copper production was 10,666 tonnes in Q1 2024 (Q1 2023: 12,139 tonnes). Lower production in Q1 2024 was mainly the result of lower grades and recoveries.

On-site copper concentrate inventories at the end of Q1 2024 were approximately 8,283 tonnes.

Copper contained in concentrates sold was 10,286 tonnes in Q1 2024 (Q1 2023: 12,501 tonnes).

Cash Costs and AISC Breakdown

$/lb Cu payable	**Q1 2024**	Q1 2023
Mining	**0.99**	0.83
Processing	**0.91**	0.97
Other site operating costs	**0.67**	0.52
Total site operating costs	**2.57**	2.32
By-product credits	**(0.14)**	(0.09)
Freight, treatment charges and other offsite costs	**0.56**	0.65
Total offsite costs	**0.42**	0.56
Cash costs	**2.99**	2.88
Cash costs	**2.99**	2.88
Corporate costs	**0.09**	0.07
Sustaining capital (excluding one-off tailings expansion)	**0.02**	0.01
Capitalised stripping costs	**-**	0.08
Other costs	**0.07**	0.08
AISC	**3.17**	3.12

Note: Some figures may not add up due to rounding.

Cash costs were $2.99/lb payable copper in Q1 2024 (Q1 2023: $2.88/lb), with the increase mainly due to lower copper production, partly offset by lower offsite costs.

AISC were $3.17/lb payable copper in Q1 2024 (Q1 2023: $3.12/lb). Lower capitalised stripping costs at Cerro Colorado helped to offset higher cash costs and corporate costs. AISC excludes one-off investments in the tailings dam (consistent with prior reporting) and waste stripping at the San Dionisio area.

Q1 2024 Financial Results Highlights

Income Statement

Income Statement

Revenues were €69.9 million in Q1 2024 (Q1 2023: €91.2 million). Lower revenues were the result of lower copper concentrate sales and lower realised copper prices.

Operating costs were €59.7 million in Q1 2024 (Q1 2023: €66.8 million). Lower operating costs were mainly the result of lower sales volume and lower electricity prices.

EBITDA was €10.3 million in Q1 2024 (Q1 2023: €24.4 million). Lower EBITDA resulted from lower revenues, partly offset by lower operating costs.

Profit after tax was €1.6 million in Q1 2024 (Q1 2023: €11.1 million) or 1.5 cents basic earnings per share (Q1 2023: 8.1 cents). Lower profits were impacted by the same factors as EBITDA and higher depreciation, partly offset by a foreign exchange gain and lower taxes.

Cash Flow Statement

Cash flows from operating activities before changes in working capital were positive €11.4 million in Q1 2024 (Q1 2023: positive €24.1 million) and net cash from operating activities was negative €1.7 million (Q1 2023: positive €12.4 million).

Cash flows used in investing activities were €17.9 million in Q1 2024 (Q1 2023: €8.8 million). Key investments in Q1 2024 included €0.4 million in sustaining capex (Q1 2023: €0.3 million), nil in capitalised stripping at Cerro Colorado (Q1 2023: €1.9 million), €8.2 million related to the San Dionisio area (Q1 2023: nil), €2.3 million to extend the tailings dam (Q1 2023: €2.3 million), €0.7 million for the 50 MW solar plant (Q1 2023: €1.6 million) and €6.3 million for the E-LIX Phase I Plant (Q1 2023: €3.3 million) including ramp-up costs.

Cash flows from financing activities were negative €16.8 million in Q1 2024 (Q1 2023: negative €9.4 million) due to repayments made under the Company's credit facilities.

Balance Sheet

The Company's balance sheet remains strong with consolidated cash and cash equivalents of €86.2 million as at 31 March 2024. Net of current and non-current borrowings of €50.1 million, net cash was €36.1 million as at 31 March 2024, compared with €54.3 million as at 31 December 2023 with the decrease in cash being the result of lower copper sales and higher investment in the Company's capital projects.

Inventories of concentrate valued at cost were €8.8 million at 31 March 2024 (31 December 2023: €8.4 million). The total working capital surplus was €59.6 million at 31 March 2024 (31 December 2023: €68.6 million).

Outlook for 2024

Copper production in Q1 2024 was impacted by lower copper grades and recoveries. Guidance for FY2024 of 51,000 - 53,000 tonnes is unchanged due to the expectation of higher copper grades in the coming quarters and will be reviewed on an ongoing basis.

Guidance for FY2024 cash costs and AISC are $2.80 - 3.00/lb and $3.00 - 3.20/lb copper payable, respectively. AISC excludes one-off investments in the tailings dam and ongoing waste stripping at the San Dionisio area.

Corporate Activities Update

Move to the Main Market

On 29 April 2024, the Company announced the admission of its ordinary shares to the premium listing segment of the Official List maintained by the FCA and to trading on London Stock Exchange's main market for listed securities, along with the cancellation of trading on AIM.

The move up marks a significant corporate milestone for Atalaya and reflects the Company's desire to expand its investor base and continue its growth trajectory.

Photo 1: London Stock Exchange Market Open Ceremony

Re-domiciliation

On 12 December 2023, the Company held an Extraordinary General Meeting in relation to its intention to re-domicile the Company by transferring its registered office from the Republic of Cyprus to the Kingdom of Spain. All resolutions were approved by the Company's shareholders.

On 15 March 2024, a new law related to cross-border reorganisations entered into force in Cyprus, thereby amending the Cyprus Companies Law by setting out new procedural requirements in connection with cross-border conversions of

Cypriot companies into another EU jurisdiction. The Company has concluded that it will need to follow the new procedures in order to complete the re-domiciliation.

As part of the new law, the Company is required to publish a report that analyses the implications of the cross-border conversion for its shareholders and employees ("Cross-Border Conversion Report"). The Cross-Border Conversion Report is now available on the Company's website at www.atalayamining.com/investors/other-documents/.

The Company will seek the shareholder approvals required to implement the new procedures at its 2024 Annual General Meeting on 27 June 2024. Assuming all necessary approvals are obtained, the Company expects that it could complete the re-domiciliation procedures in Q4 2024. Further updates on the process will be provided by the Company in due course.

Asset Portfolio Update

Proyecto Riotinto

In 2023, the Company was granted a substantial modification to the existing Unified Environmental Authorisation (or in Spanish, Autorización Ambiental Unificada ("AAU")) for Proyecto Riotinto by the Junta de Andalucía. The AAU allows for the expansion of tailings capacity and the mine footprint at Riotinto and represents an important step towards developing regional deposits such as San Dionisio and San Antonio.

The Company is advancing the permitting process associated with the San Dionisio final pit, which represents a key component of the integrated mine plan outlined in the 2023 Riotinto PEA. Waste stripping is underway in order to prepare the area for future mining phases, with 4.6 million tonnes of waste mined in Q1 2024. Additional mining equipment is expected to arrive on site in Q2 2024.

At San Antonio, preparations are underway to begin an infill and step-out drilling programme.

E-LIX Phase I Plant

Final construction activities are underway at the E-LIX Phase I plant. Following the production of initial copper cathodes and zinc precipitate, commissioning and ramp-up is expected to continue throughout Q2 2024.

Once fully operational, the E-LIX plant is expected to produce high-purity copper or zinc metals on site, allowing the Company to potentially achieve higher metal recoveries from complex polymetallic ores, lower transportation and concentrate treatment charges and a reduced carbon footprint.

50 MW Solar Plant

Construction activities are advancing at the 50 MW solar plant at Riotinto, however, the Company's contractor has given notice of further delays and now expects completion in late 2024.

The Company is evaluating further measures that could mitigate the financial impact of a future increase in market electricity prices until the 50 MW solar plant is fully completed. So far in 2024, market electricity prices have been below long term averages in Spain, therefore the construction delay has not had a material impact on the Company's operating costs.

Once fully operational, the 50 MW solar plant is expected to provide approximately 22% of Riotinto's current electricity needs. Together, the 50 MW solar plant and 10-year PPA will provide over 50% of the Company's current electricity requirements at a rate well below historical prices in Spain.

Riotinto District - Proyecto Masa Valverde ("PMV")

In 2023, the Company was granted the AAU and exploitation permit for PMV. As a result, various workstreams continue including geotechnical and sterilisation drilling to support design work associated with a future ramp and ventilation shaft. At this stage, the Company expects to start construction of the access ramp by the end of 2024.

Two core rigs are active and focused on step-out drilling at the Mojarra Trend and the Masa Valverde deposit.

Proyecto Touro

Atalaya remains fully committed to the development of the Touro copper project, which has the potential to provide substantial benefits to Galicia and also support the European Union's critical raw materials mandate.

Touro has the potential to become a new source of copper production for Europe. As such, the project could also be granted "Strategic Project" status by the EU, which can be awarded to projects "based on their contribution to the security of supply of strategic raw materials, their technical feasibility, sustainability and social standards", as part of the Critical Raw Materials Act. Copper was added to the list of "Strategic Raw Materials" owing to its importance for strategic sectors and technologies and due to the supply-demand imbalance that is expected in the near future.

Running parallel with the ongoing Touro permitting process, the Company continues to focus on numerous initiatives related to the social licence, including engaging with the many stakeholders in the region to provide detailed information on the new and improved project design. Positive and favourable feedback from numerous meetings with municipalities, farmers and fishermen associations and other industries indicate meaningful support towards the development of a new and modern mining project.

The Company continues to successfully restore the water quality of the rivers around Touro and is operating its water treatment plant, which is addressing the legacy issues associated with acid water runoff from the historical mine, which closed in 1987. The field-work carried out by Atalaya has resulted in an immediate and visible improvement of the water systems surrounding the project, with the progress being recognised by local stakeholders and the media.

Atalaya continues to be confident that its approach to Touro, which includes fully plastic lined thickened tailings with zero discharge, is consistent with international best practice and will satisfy the most stringent environmental conditions that may be imposed by the authorities prior to the development of the project.

Proyecto Ossa Morena

Drilling continued to progress with one rig at the Guijarra-Chaparral gold-copper project and the La Hinchona copper-gold

Drilling continued to progress with one rig at the Guijarro-Chaparral gold-copper project and the La Hinchona copper-gold project, both in the central part of the district. Drilling is expected to resume at the flagship Alconchel-Pallares copper-gold project during Q2 2024.

Proyecto Riotinto East

In Q2 2024, drill testing will begin at priority anomalies identified via SkyTEM and AGG surveys.

This announcement contains information which, prior to its publication constituted inside information for the purposes of Article 7 of Regulation (EU) No 596/2014.

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About Atalaya Mining Plc

Atalaya is a European copper producer that owns and operates the Proyecto Riotinto complex in southwest Spain. Atalaya's shares trade on the London Stock Exchange's Main Market (Premium Segment) under the symbol "ATYM".

Atalaya's operations include the Cerro Colorado open pit mine and a modern 15 Mtpa processing plant, which has the potential to become a central processing hub for ore sourced from its wholly owned regional projects around Riotinto, such as Proyecto Masa Valverde and Proyecto Riotinto East. In addition, Atalaya has a phased earn-in agreement for up to 80% ownership of Proyecto Touro, a brownfield copper project in the northwest of Spain, as well as a 99.9% interest in Proyecto Ossa Morena. For further information, please visit www.atalayamining.com

ATALAYA MINING PLC
MANAGEMENT'S REVIEW AND
UNAUDITED INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
31 March 2024

Notice to Reader

The accompanying unaudited interim condensed consolidated financial statements of Atalaya Mining Plc have been prepared by and are the responsibility of Atalaya Mining Plc's management.

Introduction

This report provides an overview and analysis of the financial results of operations of Atalaya Mining Plc and its subsidiaries ("Atalaya" and/or "Group"), to enable the reader to assess material changes in the financial position between 31 December 2023 and 31 March 2024 and results of operations for the three months ended 31 March 2024 and 2023.

This report has been prepared as of 20 May 2024. The analysis, hereby included, is intended to supplement and complement the unaudited interim condensed consolidated financial statements and notes thereto ("Financial Statements") as at and for the period ended 31 March 2024. The reader should review the Financial Statements in conjunction with the review of this report and with the audited, consolidated financial statements for the year ended 31 December 2023. These documents can be found on Atalaya's website at www.atalayamining.com.

Atalaya prepares its Annual Financial Statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by EU and its Unaudited Interim Condensed Consolidated Financial Statements in accordance with International Accounting Standards 34: Interim Financial Reporting. The currency referred to in this document is the Euro, unless otherwise specified.

Forward-looking statements

This report may include certain "forward-looking statements" and "forward-looking information" under applicable securities laws. Except for statements of historical fact, certain information contained herein constitute forward-looking statements. Forward-looking statements are frequently characterised by words such as "plan", "expect", "project", "intend", "believe", "anticipate", "estimate", and other similar words, or statements that certain events or conditions "may" or "will" occur. Forward-looking statements are based on the opinions and estimates of management at the date the statements are made, and are based on a number of assumptions and subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. Assumptions upon which such forward-looking statements are based include that all required third party regulatory and governmental approvals will be obtained. Many of these assumptions are based on factors and events that are not within the control of Atalaya and there is no assurance they will prove to be correct. Factors that could cause actual results to vary materially from results anticipated by such forward-looking statements include changes in market conditions and other risk factors discussed or referred to in this report and other documents filed with the applicable securities regulatory authorities. Although Atalaya 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 not to be anticipated, estimated or intended. 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. Atalaya undertakes no obligation to update forward-looking statements if circumstances or management's estimates or opinions should change except as required by applicable securities laws. The reader is cautioned not to place undue reliance on forward-looking statements.

1. Incorporation and description of the Business

Atalaya Mining Plc (the "Company") was incorporated in Cyprus on 17 September 2004 as a private company with limited liability under the Companies Law, Cap. 113 and was converted to a public limited liability company on 26 January 2005. Its registered office is at 1 Lampousa Street, Nicosia, Cyprus.

The Company was first listed on the Alternative Investment Market (AIM) of the London Stock Exchange in May 2005, trading under the symbol ATYM. On 29 April 2024, the Company was admitted to the premium listing segment of the Official List maintained by the FCA and to trading on the main market of the London Stock Exchange.

Atalaya is a European mining and development company. The strategy is to evaluate and prioritise metal production opportunities in several jurisdictions throughout the well-known belts of base and precious metal mineralisation in Spain, elsewhere in Europe and Latin America.

The Group has interests in four mining projects: Proyecto Riotinto, Proyecto Touro, Proyecto Masa Valverde and Proyecto Ossa Morena. In addition, the Group has an earn-in agreement to acquire two investigation permits at Proyecto Riotinto East.

Proyecto Riotinto

The Company owns and operates through a wholly owned subsidiary, "Proyecto Riotinto", an open-pit copper mine located in the Iberian Pyrite Belt, in the Andalusia region of Spain, approximately 65 km northwest of Seville. A brownfield expansion of this mine was completed in 2019 and successfully commissioned by Q1 2020.

Proyecto Touro

The Group has an initial 10% stake in Cobre San Rafael, S.L., the owner of Proyecto Touro, as part of an earn-in agreement which will enable the Group to acquire up to 80% of the copper project. Proyecto Touro is located in Galicia, north-west Spain. Proyecto Touro is currently in the permitting process.

In November 2019, Atalaya executed the option to acquire 12.5% of Explotaciones Gallegas del Cobre, S.L. the exploration property around Touro, with known additional reserves, which will provide high potential to the Proyecto Touro.

Proyecto Masa Valverde

On 21 October 2020, the Company announced that it entered into a definitive purchase agreement to acquire 100% of the shares of Cambridge Mineria España, S.L. (since renamed Atalaya Masa Valverde, S.L.U.), a Spanish company which fully owns the Masa Valverde polymetallic project located in Huelva (Spain). Under the terms of the agreement Atalaya will make an aggregate €1.4 million cash payment in two instalments of approximately the same amount. The first payment is to be executed once the project is permitted and second and final payment when first production is achieved from the concession.

In November 2023, the exploitation permit for the Masa Valverde and Majadales deposits was officially granted.

Proyecto Ossa Morena

In December 2021, Atalaya announced the acquisition of a 51% interest in Rio Narcea Nickel, S.L., which owns 9 investigation permits. The acquisition also provided a 100% interest in three investigation permits that are also located along the Ossa-Morena Metallogenic Belt. In Q3 2022, Atalaya increased its ownership interest in POM to 99.9%, up from 51%, following completion of a capital increase that will fund exploration activities. During 2022 Atalaya rejected 8 investigation permits.

Atalaya will pay a total of €2.5 million in cash in three instalments and grant a 1% net smelter return ("NSR") royalty over all acquired permits. The first payment of €0.5 million will be made following execution of the purchase agreement. The second and third instalments of €1 million each will be made once the environmental impact statement ("EIS") and the final mining permits for any project within any of the investigation permits acquired under the Transaction are secured.

Proyecto Riotinto East

In December 2020, Atalaya entered into a Memorandum of Understanding with a local private Spanish company to acquire a 100% beneficial interest in two investigation permits (known as Peñas Blancas and Cerro Negro investigation permits), which are located immediately to the east of Proyecto Riotinto.

2. Overview of Operational Results

Proyecto Riotinto

The following table presents a summarised statement of operations of Proyecto Riotinto for the three months ended 31 March 2024 and 2023, respectively.

Units expressed in accordance with the international system of units (SI)	Unit	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Ore mined	t	**3,701,828**	3,421,556
Waste mined	t	**5,539,677**	6,516,903
Ore processed	t	**3,740,093**	3,723,853
Copper ore grade	%	**0.34**	0.38
Copper concentrate grade	%	**20.25**	21.05
Copper recovery rate	%	**84.74**	86.88
Copper concentrate	t	**52,684**	57,670
Copper contained in concentrate	t	**10,666**	12,139
Payable copper contained in concentrate	t	**10,139**	11,563
Cash cost*	US$/lb payable	**2.99**	2.88
All-in sustaining cost*	US$/lb payable	**3.17**	3.12

(*) Refer Section 5 of this Management Review.

There may be slight differences between the numbers in the above table and the figures announced in the quarterly operations updates that are available on Atalaya's website at www.atalayamining.com

$/lb Cu payable	**Q1 2024**	Q1 2023
Mining	**0.99**	0.83
Processing	**0.91**	0.97
Other site operating costs	**0.67**	0.52
Total site operating costs	**2.57**	2.32
By-product credits	**(0.14)**	(0.09)
Freight, treatment charges and other offsite costs	**0.56**	0.65
Total offsite costs	**0.42**	0.56
Cash costs	**2.99**	2.88
Cash costs	**2.99**	2.88
Corporate costs	**0.09**	0.07
Sustaining capital (excluding one-off tailings expansion)	**0.02**	0.01
Capitalised stripping costs	**-**	0.08
Other costs	**0.07**	0.08
AISC	**3.17**	3.12

Note: Some figures may not add up due to rounding.

Three months operational review

Mining

Ore mined was 3.7 million tonnes in Q1 2024 (Q1 2023: 3.4 million tonnes), compared with 3.7 million tonnes in Q4 2023.

Waste mined was 5.5 million tonnes in Q1 2024 (Q1 2023: 6.5 million tonnes), compared with 7.4 million tonnes in Q4 2023. Separately, waste stripping activities advanced at the San Dionisio area.

Processing

The plant processed 3.7 million tonnes of ore in Q1 2024 (Q1 2023: 3.7 million tonnes) compared to 4.1 million tonnes in Q4 2023. Throughput was impacted by the scheduling of two plant shutdowns, one for maintenance and the other for the connection of the 50 MW solar plant to the substation.

Copper grade in Q1 2024 was 0.34% (Q1 2023: 0.38%) compared to 0.36% in Q4 2023. The lower copper grade in Q1 2024 was mainly due to pit sequencing and also rainfall which prevented access to higher grade areas of the Cerro Colorado pit.

Copper recovery was 84.74% in Q1 2024 (Q1 2023: 86.88%), compared with 85.47% in Q4 2023, due to lower grades being processed.

Production

Copper production was 10,666 tonnes in Q1 2024 (Q1 2023: 12,139 tonnes), compared with 12,775 tonnes in Q4 2023. Lower production in Q1 2024 was mainly the result of lower grades and recoveries.

On-site copper concentrate inventories at the end of Q1 2024 were approximately 8,283 tonnes.

Copper contained in concentrates sold was 10,286 tonnes in Q1 2024 (Q1 2023: 12,501 tonnes).

3. Outlook

The forward-looking information contained in this section is subject to the risk factors and assumptions contained in the cautionary statement on forward-looking statements included in the Basis of Reporting. Should the Company consider the current guidance no longer achievable, then the Company will provide a further update.

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Operational guidance

Guidance for Proyecto Riotinto is unchanged from the previously announced outlook.

	Unit	**Guidance 2024**
Ore mined	*million tonnes*	**~19**
Waste mined	*million tonnes*	**~25**
Ore processed	*million tonnes*	**15.3 - 15.8**
Copper ore grade	*%*	**0.39 - 0.41**
Copper recovery rate	*%*	**84 - 86**
Contained copper	*tonnes*	**51,000 - 53,000**
Cash costs	*$/lb payable*	**2.80 - 3.00**
All-in sustaining cost	*$/lb payable*	**3.00 - 3.20**

Production

Copper production in Q1 2024 was impacted by lower copper grades and recoveries. Guidance for FY2024 of 51,000 - 53,000 tonnes is unchanged due to the expectation of higher copper grades in the coming quarters and will be reviewed on an ongoing basis.

Operating Costs

Operating cost guidance for FY2024 are a cash cost range of $2.80 - 3.00/lb copper payable and an AISC range of $3.00 - 3.20/lb copper payable. AISC excludes one-off investments in the tailings dam (consistent with prior reporting) and waste stripping at the San Dionisio area, which are included in capital expenditure guidance below.

Capital Expenditures

Non-sustaining capital expenditure guidance for FY2024 is €64 - 73 million. This includes €4 - 5 million for completion of the 50 MW solar plant, €5 - 7 million for completion and ramp-up of the E-LIX Phase I Plant, €42 - 46 million for San Dionisio waste stripping, dewatering and road relocation and €13 - 15 million for expansion of the existing Riotinto tailings facility.

Exploration

Atalaya's exploration guidance for FY2024 is €5 - 7 million.

4. Overview of the Financial Results

The following table presents summarised consolidated income statements for the three months ended 31 March 2024, with comparatives for the three months ended 31 March 2023.

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Revenues	**69,938**	91,171
Costs of sales	**(56,757)**	(63,003)
Administrative and other expenses	**(1,927)**	(2,033)
Exploration expenses	**(855)**	(1,533)
Care and maintenance expenditure	**(432)**	(295)
Other income	**284**	98
EBITDA	**10,251**	24,405
Depreciation/amortisation	**(9,606)**	(8,762)
Net foreign exchange gain/(loss)	**1,571**	(1,222)
Net finance cost	**(90)**	(844)
Tax	**(499)**	(2,473)
Profit for the period	**1,627**	11,104

Three months financial review

Revenues for the three-month period ended 31 March 2024 amounted to €69.9 million (Q1 2023: €91.2 million). Lower revenues are mainly due to a lower in copper concentrate volume sold and lower realised copper prices.

Realised prices excluding QPs were US$3.89/lb copper during Q1 2024 compared with $4.00/lb copper in Q1 2023. The realised price, including QPs were approximately $3.79/lb during the quarter ($3.94/lb in Q1 2023).

Cost of sales for the three-month period ended 31 March 2024 amounted to €56.8 million, compared with €63.0 million in Q1 2023. Lower costs primarily attributable to lower sales volume and reduced electricity prices.

Cash costs of $2.99/lb payable copper during Q1 2024 compared with $2.88lb payable copper in the same period last year. Higher cash costs mainly due to lower copper production in the quarter, combined with a weaker USD Dollar/Euro exchange rate compared to Q1 2023. AISC excluding investment in tailings dam expansion and San Dionisio stripping for Q1 2024 were $3.17/lb payable copper compared to $3.12/lb payable copper in Q1 2023. The increase was primarily due to higher cash costs.

Sustaining capex for Q1 2024 amounted to €0.4 million compared with €0.3 million in Q1 2023. Sustaining capex was mainly related to continuous enhancements in the processing systems of the plant. In addition, the Company invested €2.3 million in the project to increase the tailings dam during Q1 2024.

Capex associated with the construction of the 50 MW solar plant amounted to €0.7 million in Q1 2024, while investments in the E-LIX Phase I plant, commissioning and ramp-up totalled €6.3 million. Additionally, a capex of €8.2 million is related to the San Dionisio area.

Administrative and other expenses amounted to €1.9 million (Q1 2023: €2.0 million) and include non-operating costs of the Cyprus office, corporate legal and consultancy costs, on-going listing costs, officers and directors' emoluments, and salaries and related costs of the corporate office.

Exploration costs for the three-month period ended 31 March 2024 amounted to €0.9 million, lower than Q1 2023 (€1.5 million).

EBITDA for the three months ended 31 March 2024 amounted to €10.3 million compared with Q1 2023 of €24.5 million. The lower EBITDA was due to the decline in sales as explained above, partially offset by a reduction in cost of sales.

The main item below the EBITDA line is depreciation and amortisation of €9.6 million (Q1 2023: €8.8 million).

Net foreign exchange differences have a positive impact due to the weaker US Dollar/Euro rate at the end of Q1 2024 compared with the beginning of the quarter.

Net financing costs for Q1 2024 amounted to €0.1 million compared with €0.8 million in Q1 2023.

Copper prices

The average realised copper price (excluding QPs) decreased 3% from US$4.00 per pound in Q1 2023 to US$3.89 per pound in Q1 2024.

The average prices of copper for the three months ended 31 March 2024 and 2023 are summarised below:

$/lb	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Realised copper price excluding QPs closed	**3.89**	4.00
Market copper price per lb (period average)	**3.94**	4.05

Realised copper prices for the reporting period noted above have been calculated using payable copper and excluding both provisional invoices and final settlements of quotation periods ("QPs") together. The realised price during the year, including the QP, was approximately $3.79/lb.

5. Non-GAAP Measures

Atalaya has included certain non-IFRS measures including "EBITDA", "Cash Cost per pound of payable copper", "All-In Sustaining Costs" ("AISC") "realised prices" and "Net Cash/Debt" in this report. Non-IFRS measures do not have any standardised meaning prescribed under IFRS, and therefore they may not be comparable to similar measures presented by other companies. These measures are intended to provide additional information and should not be considered in isolation or as a substitute for indicators prepared in accordance with IFRS.

EBITDA includes gross sales net of penalties and discounts and all operating costs, excluding finance, tax, impairment, depreciation and amortisation expenses.

Cash Cost per pound of payable copper includes cash operating costs, including treatment and refining charges ("TC/RC"), freight and distribution costs net of by-product credits. Cash Cost per pound of payable copper is consistent with the widely accepted industry standard established by Wood Mackenzie and is also known as the C1 cash cost.

AISC per pound of payable copper includes C1 Cash Costs plus royalties and agency fees, expenditures on rehabilitation, capitalised stripping costs, exploration and geology costs, corporate costs and recurring sustaining capital expenditures but excludes one-off sustaining capital projects, such as the tailings dam project.

Realised price per pound of payable copper is the value of the copper payable included in the concentrate produced including the discounts and other features governed by the offtake agreements of the Group and all discounts or premiums provided in commodity hedge agreements with financial institutions if any, expressed in USD per pound of payable copper. Realised prices do not include period end mark to market adjustments in respect of provisional pricing Realised price is consistent with the widely accepted industry standard definition.

6. Liquidity and Capital Resources

Atalaya monitors factors that could impact its liquidity as part of Atalaya's overall capital management strategy. Factors that are monitored include, but are not limited to, the market price of copper, foreign currency rates, production levels, operating costs, capital and administrative costs.

The following is a summary of Atalaya's cash position as at 31 March 2024 and 31 December 2023 and cash flows for Q1 2024 and 2023.

Liquidity information

(Euro 000's)	**31 Mar 2024**	31 Dec 2023
Unrestricted cash and cash equivalents at Group level	**58,895**	94,868
Unrestricted cash and cash equivalents at Operation level	**27,260**	26,139
Consolidated cash and cash equivalents	**86,155**	121,007

Consolidated cash and cash equivalents	**86,155**	121,007
Net cash position [1]	**36,067**	54,320
Working capital surplus	**59,608**	68,618

(1) Includes borrowings

Unrestricted cash and cash equivalents (which include cash at both Group level and Operation level) as at 31 March 2024 decreased to €86.2 million from €121.0 million at 31 December 2023. The decrease in cash was mainly due to higher cash outflows from operations, investments and repayment of financing. Specifically, negative working capital movements offset cash flows from operations, investments increased due to the capital expenditure in the San Dionisio area and financing saw higher outflows due to the repayment of operating facilities. Cash balances are unrestricted and include balances at operational and corporate level.

As of 31 March 2024, Atalaya reported a working capital surplus of €59.6 million, compared with a working capital surplus of €68.6 million at 31 December 2023. The decrease in working capital mainly resulted from the repayment of current payables.

Overview of the Group's cash flows

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Cash flows (used in)/from operating activities	**(1,737)**	12,362
Cash flows used in investing activities	**(17,877)**	(8,811)
Cash flows used in financing activities	**(16,809)**	(9,431)
Net (decrease) in cash and cash equivalents	**(36,423)**	(5,880)
Net foreign exchange differences	**1,571**	(1,222)
Total net cash flow for the period	**(34,852)**	(7,102)

Three months cash flows review

Cash and cash equivalents were €86.2 million at 31 March 2024. This was due to the net results of cash used in operating activities amounting to €1.7 million, the cash used in investing activities amounting to €17.9 million, the cash used from financing activities totaling €16.8 million and net foreign exchange differences of positive €1.6 million.

Cash generated from operating activities before working capital changes was €11.4 million. Trade receivables in the period increased by €2.7 million, inventory levels increased by €2.2 million and trade payables decreased by €6.2 million.

Investing activities during the quarter consumed €17.9 million, relating mainly to the tailings dams project, E-LIX, San Dionisio area and continuous enhancements in the processing systems of the plant.

Financing activities during the quarter used €16.8 million driven by repayments of existing unsecured credit facilities.

Foreign exchange

Foreign exchange rate movements can have a significant effect on Atalaya's operations, financial position and results. Atalaya's sales are denominated in U.S. dollars ("USD"), while Atalaya's operating expenses, income taxes and other expenses are mainly denominated in Euros ("EUR") which is the functional currency of the Group, and to a much lesser extent in British Pounds ("GBP").

Accordingly, fluctuations in the exchange rates can potentially impact the results of operations and carrying value of assets and liabilities on the balance sheet.

During the three months ended 31 March 2024, Atalaya recognised a foreign exchange gain of €1.6 million (€1.2 million foreign exchange loss in Q1 2023). Foreign exchange gain mainly related to change in the period end EUR and USD conversion rates, as all sales are cashed and generally held in USD.

The following table summarises the movement in key currencies versus the EUR:

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Average rates for the periods		
GBP - EUR	**0.8563**	0.8831
USD - EUR	**1.0858**	1.0730
Spot rates as at		
GBP - EUR	**0.8551**	0.8792
USD - EUR	**1.0811**	1.0875

7. Sustainability

Corporate Social Responsibility

The first quarter of the year brings further developments from Atalaya and its wholly owned Fundación Atalaya Riotinto that continue to work on several actions to undertake its social responsibilities.

In this regard, the agreements with near-by municipalities to establish collaboration have been renewed and will be operative until mid 2027. With such instrument in place, there are already some agreed initiatives to improve certain aspects of the towns, with projects that will be funded by our Foundation Atalaya aiming at activities that will positively impact social with projects that will be funded by our Foundation Atalaya aiming at activities that will positively impact social, environmental, and infrastructure issues.

For example, during the quarter, Atalaya has agreed to fund the construction of a playground in Nerva, not only aimed at children but also comprising cardio exercising equipment for adults. Also in Nerva, Atalaya has agreed to fund the replacement of halogen bulbs for LED in multiple streets in Nerva town, which will improve the public lighting and contribute to reduce the carbon footprint of the town. In parallel, Atalaya keeps developing its own projects, including the Fourth Atalaya Mining Operators Course for unemployed locals. This program has entered now its final stage, with students already on board with the different companies to complete their 200 hrs hands-on training.

The Foundation is also working in the development of Riotinto Experience program, which is an established site tour open to the public that will represent a new product to attract visitors to the area contributing to diversification as well as a very effective channel to communicate the positive impact of modern mining. During the period, Fundación Atalaya has also agreed to support various initiatives in the near-by towns, including sporting activities, such as a bicycle championship that brought more than 400 participants (La Mina Bike Maraton), and contributions to local sports teams like CD Trail El Campillo, Campofrío FC, Riotinto Balompié, and Corta Atalaya Golf Club. It also contributed to cultural initiatives like the Music School "Julia Hierro" Contest, the Jornadas Micológicas with Agaricus association and the national Poetry Contest in Riotinto "Huellas de Cobre". On the social side, Atalaya has contributed to the activities of Unidos por el Alto association, which works with disadvantaged local youth.

Health and Safety

The positive trend of 2023 has continued during the first quarter of 2024. There were 3 accidents with lost time with a 5.08 for the Frequency Index and 0.07 for the Severity Index.

Annual reports of technical specialties in occupational risk prevention, the prevention plan, and the safety and health document accompanying the Work Plan were prepared, as well as the planning of preventive activity for the year 2024.

Regarding Industrial Hygiene measurements, almost all of those planned for the first quarter were carried out. As for the first intervention brigade, training for the volunteers of the Brigade in the handling of the basic life support and a inspection session of the mining facility.

In addition, Atalaya has reviewed the risks assessment of all jobs in terms of manual handling of loads, forced postures and repetitive movements to re-evaluate the ergonomics parameters.

Furthermore, during the quarter the first meeting of the health and safety committee with the worker representatives took place and Atalaya updated its internal procedure for controlling drugs and preventing work under the influence of psychoactive substances using AI.

Environment

During the first quarter of 2024, the environmental department has continued executing the actions of environmental monitoring of the activity and management of the natural environment. Key points of the quarter:

- During the first quarter of the year, three environmental incidents were registered. All of them related to spills over unpaved area. The areas were cleaned, and the waste were handled properly.

- A total rainfall of 481.3 l/m^2 was recorded in Q1 2024, which was around 568% more than in the same period of previous year. The total rain collected for the hydrological year (October 2023 to September 2024) is 787.2 l/m^2, which is 131% more than the rainfall recorded in the previous hydrological year (same period).

- Upon expiration of the existing permit, in January 2024, Atalaya was granted a new temporary permit valid until January 2026 for an additional 4.1 hm^3 per year of fresh water supply for a total of 6.6 hm^3 per year.

- The additional measures contemplated in the action plan against dust continued to be implemented, intensifying periodic irrigation, implementing new coordination measures, and carrying out exhaustive monitoring of the emissions generated in the operation.

- All the regular internal controls of diffuse emissions into the atmosphere have been carried out, and the results of the controls are within the limit values. However, in January, PST limit was exceeded at sampling point number 1, and in March, PSD limit was exceeded in five control points (dust intrusion). In the rest, PSD and PST limits were met. The remaining periodic and mandatory controls have been carried out without incidents. In addition, during the quarter, several reports were handed to the Administration bodies.

- Environmental inspections were performed daily, mainly focused on chemical storage and handling, housekeeping, waste management, uncontrolled releases and environmentally friendly practices carried out in the project by ARM's and contractors' personnel. Additionally, dust control and drainage system inspections were performed regularly. 84 inspections in total were carried out during the first quarter, including, plant, mine area and the contractors' camps.

- Environmental inspections were performed daily, mainly focused on chemical storage and handling, housekeeping, waste management, uncontrolled releases and environmentally friendly practices carried out in the project by ARM's and contractors' personnel. Additionally, dust control and drainage system inspections were performed regularly. 82 inspections in total were carried out during the third quarter, including, plant, mine area and the contractors' camps.

8. Risk Factors

Due to the nature of Atalaya's business in the mining industry, the Group is subject to various risks that could materially impact the future operating results and could cause actual events to differ materially from those described in forward-looking statements relating to Atalaya. Readers are encouraged to read and consider the risk factors detailed in Atalaya's audited, consolidated financial statements for the year ended 31 December 2023.

The Company continues to monitor the principal risks and uncertainties that could materially impact the Company's results and operations, including the areas of increasing uncertainty such as inflationary pressure on goods and services required for the business and geopolitical developments worldwide.

9. Critical accounting policies, estimates, judgements, assumptions and accounting changes

The preparation of Atalaya's Financial Statements in accordance with IFRS requires management to make estimates, judgements and assumptions that affect amounts reported in the Financial Statements and accompanying notes. There is a full discussion and description of Atalaya's critical accounting policies in the audited consolidated financial statements for the year ended 31 December 2023.

As at 31 March 2024, there are no significant changes in critical accounting policies or estimates to those applied in 2023.

10. Other Information

Additional information about Atalaya Mining Plc. is available at www.atalayamining.com

Unaudited interim condensed consolidated financial statements on subsequent pages.

By Order of the Board of Directors,

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Roger Davey

Chairman

Nicosia, 20 May 2024

Unaudited Interim Condensed Consolidated Income Statements

(All amounts in Euro thousands unless otherwise stated)

For the period ended 31 March 2024 and 2023

(Euro 000's)	Note	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Revenue	4	**69,938**	91,171
Operating costs and mine site administrative expenses		**(56,606)**	(62,927)
Mine site depreciation and amortisation		**(9,606)**	(8,762)
Gross profit		**3,726**	19,482
Administration and other expenses		**(1,927)**	(2,033)
Share-based benefits	15	**(151)**	(76)

Exploration expenses		**(855)**	(1,533)
Care and maintenance expenditure		**(432)**	(295)
Operating profit		**361**	15,545
Other income		**284**	98
Net foreign exchange gain/(loss)	3	**1,571**	(1,222)
Net finance costs	5	**(90)**	(844)
Profit before tax		**2,126**	13,577
Tax	6	**(499)**	(2,473)
Profit for the period		**1,627**	11,104
Profit for the period attributable to:			
- Owners of the parent	7	**2,026**	11,369
- Non-controlling interests		**(399)**	(265)
		1,627	11,104
Earnings per share from operations attributable to equity holders of the parent during the period:			
Basic earnings per share (EUR cents per share)	7	**1.5**	8.1
Fully diluted earnings per share (EUR cents per share)	7	**1.4**	7.9
Profit for the period		**1,627**	11,104
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax):			
Change in fair value of financial assets through other comprehensive income 'OCI'		**(4)**	6
Total comprehensive income for the period		**1,623**	11,110
Total comprehensive income for the period attributable to:			
- Owners of the parent	7	**2,022**	11,375
- Non-controlling interests		**(398)**	(265)
		1,623	11,110

The notes on the subsequent pages are an integral part of these Unaudited Interim Condensed Consolidated Financial Statements.

Unaudited Interim Condensed Consolidated Statement of Financial Position

(All amounts in Euro thousands unless otherwise stated)

As at 31 March 2024 and 2023

(Euro 000's)	Note	31 Mar 2023	31 Dec 2023
Assets		**Unaudited**	Audited
Non-current assets			
Property, plant and equipment	9	**393,463**	384,739
Intangible assets	10	**49,090**	49,397
Trade and other receivables	12	**26,989**	26,702
Non-current financial assets	2.3	**1,101**	1,101
Deferred tax asset		**11,246**	11,282
		481,889	473,221
Current assets			
Inventories	11	**35,558**	33,314
Trade and other receivables	12	**43,487**	42,897
Tax refundable		**1,902**	100
Other financial assets	2.3	**27**	30
Cash and cash equivalents	13	**86,155**	121,007
		167,129	197,348
Total assets		**649,018**	670,569
Equity and liabilities			
Equity attributable to owners of the parent			
Share capital	14	**13,598**	13,596
Share premium	14	**319,482**	319,411
Other reserves	15	**87,549**	70,463
Accumulated profit		**83,113**	98,026
		503,742	501,496
Non-controlling interests		**(9,503)**	(9,104)
Total equity		**494,239**	492,392
Liabilities			
Non-current liabilities			
Trade and other payables	16	**2,205**	2,205
Provisions	17	**27,816**	27,234
Lease liabilities	19	**3,681**	3,877
Borrowings	18	**13,556**	16,131
		47,258	49,447
Current liabilities			
Trade and other payables	16	**69,705**	75,922

Trade and other payables	16	**69,705**	75,922
Lease liabilities	19	**487**	501
Borrowings	18	**36,532**	50,556
Current provisions	17	**163**	434
Current tax liabilities		**634**	1,317
		107,521	128,730
Total liabilities		**154,779**	178,177
Total equity and liabilities		**649,018**	670,569

The notes on the subsequent pages are an integral part of these Unaudited Interim Condensed Consolidated Financial Statements.

Unaudited Interim Condensed Consolidated Statements of Changes in Equity

(All amounts in Euro thousands unless otherwise stated)

For the period ended 31 March 2024 and 2023

(Euro 000's)	Note	Share capital	Share premium (1)	Other reserves	Accum. Profits	Total	NCI	Total equity
At 1 January 2024		**13,596**	**319,411**	**70,463**	**98,026**	**501,496**	**(9,104)**	**492,392**
Profit for the period		**-**	**-**	**-**	**2,026**	**2,026**	**(399)**	**1,627**
Change in fair value of financial assets through OCI		**-**	**-**	**(4)**	**-**	**(4)**	**-**	**(4)**
Total comprehensive income		**-**	**-**	**(4)**	**2,026**	**2,022**	**(399)**	**1,623**
Issuance of share capital		**2**	**71**	**-**	**-**	**73**	**-**	**73**
Recognition of depletion factor	14	**-**	**-**	**7,500**	**(7,500)**	**-**	**-**	**-**
Recognition of share-based payments	15	**-**	**-**	**151**	**-**	**151**	**-**	**151**
Recognition of non-distributable reserve	15	**-**	**-**	**142**	**(142)**	**-**	**-**	**-**
Recognition of distributable reserve	15	**-**	**-**	**9,297**	**(9,297)**	**-**	**-**	**-**
At 31 March 2024		**13,598**	**319,482**	**87,549**	**83,113**	**503,742**	**(9,503)**	**494,239**

(Euro 000's)	Note	Share capital	Share premium (1)	Other reserves	Accum. Profits	Total	NCI	Total equity
At 1 January 2023		13,596	319,411	69,805	70,483	473,295	(6,998)	466,297
Profit for the period		-	-	-	11,369	11,369	(265)	11,104
Change in fair value of financial assets through OCI		-	-	6	-	6	-	6
Total comprehensive income		-	-	6	11,369	11,375	(265)	11,110
Issuance of share capital	14	-	-	-	-	-	-	-
Recognition of share-based payments	15	-	-	-	-	-	-	-
Recognition of depletion factor	15	-	-	-	-	-	-	-
Recognition of non-distributable reserve	15	-	-	-	-	-	-	-
Recognition of-distributable reserve	15	-	-	-	-	-	-	-
Other changes in equity		-	-	-	-	-	-	-
At 31 March 2023		13,596	319,411	69,811	81,852	484,670	(7,263)	477,407

(Euro 000's) Audited	Note	Share capital	Share premium (1)	Other reserves	Accum. Profits	Total	NCI	Total equity
At 1 January 2023		13,596	319,411	69,805	70,483	473,295	(6,998)	466,297
Profit for the period		-	-	-	38,769	38,769	(2,106)	36,663
Change in fair value of financial assets through OCI		-	-	(3)	-	(3)	-	(3)
Total comprehensive income		-	-	(3)	38,769	38,766	(2,106)	36,660
Recognition of share-based payments	15	-	-	661	-	661	-	661
Other changes in equity		-	-	-	252	252	-	252
Dividends paid	11	-	-	-	(11,478)	(11,478)	-	(11,478)
At 31 December 2023		13,596	319,411	70,463	98,026	501,496	(9,104)	492,392

(1) The share premium reserve is not available for distribution

The notes on subsequent pages are an integral part of these Unaudited Interim Condensed Consolidated Financial Statements.

Unaudited Interim Condensed Consolidated Statement of Cash Flows

(All amounts in Euro thousands unless otherwise stated)

For the period ended 31 March 2024 and 2023

(Euro 000's)	Note	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Cash flows from operating activities			
Profit before tax		**2,126**	13,577
Adjustments for:			
Depreciation of property, plant and equipment	8	**9,026**	7,678
Amortisation of intangibles	9	**579**	1,084
Recognition of share-based payments	15	**151**	76

Recognition of share-based payments	15	**151**	76
Interest income	5	**(535)**	(226)
Interest expense	5	**511**	510
Unwinding of discounting on mine rehabilitation provision	17	**107**	553
Other provisions	17	**-**	53
Net foreign exchange differences	3	**(1,571)**	1,222
Unrealised foreign exchange gain/(loss) on financing activities		**1,035**	(404)
Cash inflows from operating activities before working capital changes		**11,429**	24,123
Changes in working capital:			
Inventories	10	**(2,244)**	3,930
Trade and other receivables	12	**(2,679)**	7,435
Trade and other payables	16	**(6,213)**	(20,994)
Provisions	17	**(271)**	(148)
Cash flows from operations		**22**	14,346
Tax paid		**(1,242)**	(1,467)
Interest on leases liabilities	5	**(7)**	(7)
Interest paid	5	**(510)**	(510)
Net cash from operating activities		**(1,737)**	12,362
Cash flows from investing activities			
Purchase of property, plant and equipment	8	**(17,853)**	(8,845)
Purchase of intangible assets	9	**(272)**	(31)
Interest received	5	**248**	65
Net cash used in investing activities		**(17,877)**	(8,811)
Cash flows from financing activities			
Lease payments	19	**(210)**	(151)
Net (Repayments) from borrowings	18	**(16,599)**	(9,280)
Net cash from financing activities		**(16,809)**	(9,431)
Net decrease in cash and cash equivalents		**(36,423)**	(5,880)
Net foreign exchange difference	3	**1,571**	(1,222)
Cash and cash equivalents:			
At beginning of the period		**121,007**	126,448
At end of the period		**86,155**	119,346

The notes on the subsequent pages are an integral part of these Unaudited Interim Condensed Consolidated Financial Statements.

Notes to the Unaudited Interim Condensed Consolidated Financial Statements

(All amounts in Euro thousands unless otherwise stated)

For the period ended 31 March 2024 and 2023

1. Incorporation and summary of business

Atalaya Mining Plc (the "Company") was incorporated in Cyprus on 17 September 2004 as a private company with limited liability under the Companies Law, Cap. 113 and was converted to a public limited liability company on 26 January 2005. Its registered office is at 1 Lampousa Street, Nicosia, Cyprus.

The Company was first listed on the Alternative Investment Market (AIM) of the London Stock Exchange in May 2005, trading under the symbol ATYM. On 29 April 2024, the Company was admitted to the premium listing segment of the Official List maintained by the FCA and to trading on the main market of the London Stock Exchange.

Additional information about Atalaya Mining Plc is available at www.atalayamining.com.

Change of name and share consolidation

Following the Company's Extraordinary General Meeting ("EGM") on 13 October 2015, the change of name from EMED Mining Public Limited to Atalaya Mining Plc became effective on 21 October 2015. On the same day, the consolidation of ordinary shares came into effect, whereby all shareholders received one new ordinary share of nominal value Stg £0.075 for every 30 existing ordinary shares of nominal value Stg £0.0025.

Principal activities

Atalaya is a European mining and development company. The strategy is to evaluate and prioritise metal production opportunities in several jurisdictions throughout the well-known belts of base and precious metal mineralisation in Spain, elsewhere in Europe and Latin America.

The Group has interests in four mining projects: Proyecto Riotinto, Proyecto Touro, Proyecto Masa Valverde and Proyecto Ossa Morena. In addition, the Group has an earn-in agreement to acquire two investigation permits at Proyecto Riotinto East.

Proyecto Riotinto

The Company owns and operates through a wholly owned subsidiary, "Proyecto Riotinto", an open-pit copper mine located in the Iberian Pyrite Belt, in the Andalusia region of Spain, approximately 65 km northwest of Seville. A brownfield expansion of this mine was completed in 2019 and successfully commissioned by Q1 2020.

Proyecto Touro

The Group has an initial 10% stake in Cobre San Rafael, S.L., the owner of Proyecto Touro, as part of an earn-in agreement which will enable the Group to acquire up to 80% of the copper project. Proyecto Touro is located in Galicia, north-west Spain. Proyecto Touro is currently in the permitting process.

In November 2019, Atalaya executed the option to acquire 12.5% of Explotaciones Gallegas del Cobre, S.L. the exploration property around Touro, with known additional reserves, which will provide high potential to the Proyecto Touro.

Proyecto Masa Valverde

On 21 October 2020, the Company announced that it entered into a definitive purchase agreement to acquire 100% of the shares of Cambridge Mineria España, S.L. (since renamed Atalaya Masa Valverde, S.L.U.), a Spanish company which fully owns the Masa Valverde polymetallic project located in Huelva (Spain). Under the terms of the agreement Atalaya will make an aggregate €1.4 million cash payment in two instalments of approximately the same amount. The first payment is to be executed once the project is permitted and second and final payment when first production is achieved from the concession.

In November 2023, the exploitation permits for the Masa Valverde and Majadales deposits was officially granted.

Proyecto Ossa Morena

In December 2021, Atalaya announced the acquisition of a 51% interest in Rio Narcea Nickel, S.L., which owns 9 investigation permits. The acquisition also provided a 100% interest in three investigation permits that are also located along the Ossa- Morena Metallogenic Belt. In Q3 2022, Atalaya increased its ownership interest in POM to 99.9%, up from 51%, following completion of a capital increase that will fund exploration activities. During 2022 Atalaya rejected 8 investigation permits.

Atalaya will pay a total of €2.5 million in cash in three instalments and grant a 1% net smelter return ("NSR") royalty over all acquired permits. The first payment of €0.5 million will be made following execution of the purchase agreement. The second and third instalments of €1 million each will be made once the environmental impact statement ("EIS") and the final mining permits for any project within any of the investigation permits acquired under the Transaction are secured.

Proyecto Riotinto East

In December 2020, Atalaya entered into a Memorandum of Understanding with a local private Spanish company to acquire a 100% beneficial interest in two investigation permits (known as Peñas Blancas and Cerro Negro investigation permits), which are located immediately to the east of Proyecto Riotinto.

2. Basis of preparation and accounting policies

2.1 Basis of preparation

(a) Overview

These condensed interim financial statements are unaudited.

The unaudited interim condensed consolidated financial statements for the period ended 31 March 2024 have been prepared in accordance with International Accounting Standard 34: Interim Financial Reporting. IFRS comprise the standard issued by the International Accounting Standard Board ("IASB"), and IFRS Interpretations Committee ("IFRICs") as issued by the IASB. Additionally, the unaudited interim condensed consolidated financial statements have also been prepared in accordance with the IFRS as adopted by the European Union (EU), using the historical cost convention and have been prepared on a historical cost basis except for the revaluation of certain financial instruments that are measured at fair value at the end of each reporting period, as explained below.

These unaudited interim condensed consolidated financial statements include the financial statements of the Company and its subsidiary undertakings. They have been prepared using accounting bases and policies consistent with those used in the preparation of the consolidated financial statements of the Company and the Group for the year ended 31 December 2023. These unaudited interim condensed consolidated financial statements do not include all the disclosures required for annual financial statements, and accordingly, should be read in conjunction with the consolidated financial statements and other information set out in the Group's annual report for the year ended 31 December 2023.

(b) Going concern

These unaudited condensed interim consolidated financial statements have been prepared based on accounting principles applicable to a going concern which assumes that the Group will realise its assets and discharge its liabilities in the normal course of business. Management has carried out an assessment of the going concern assumption and has concluded that the Group will generate sufficient cash and cash equivalents to continue operating for the next twelve months.

Management continues to monitor the impact of geopolitical developments. Currently no significant impact is expected in the operations of the Group.

2.2 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the unaudited condensed interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of new standards effective as of 1

January 2024. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments and interpretations apply for the first time in 2024, but do not have a material impact on the unaudited condensed interim consolidated financial statements of the Group.

IAS 1 Presentation of Financial Statements: Classification of Liabilities as Current or Non-current (Amendments)

The amendments are effective for annual reporting periods beginning on or after January 1, 2024, with earlier application permitted, and will need to be applied retrospectively in accordance with IAS 8. The objective of the amendments is to clarify the principles in IAS 1 for the classification of liabilities as either current or non-current. The amendments clarify the meaning of a right to defer settlement, the requirement for this right to exist at the end of the reporting period, that management intent does not affect current or non-current classification, that options by the counterparty that could result in settlement by the transfer of the entity's own equity instruments do not affect current or non-current classification. Also, the amendments specify that only covenants with which an entity must comply on or before the reporting date will affect a liability's classification. Additional disclosures are also required for non-current liabilities arising from loan arrangements that are subject to covenants to be complied with within twelve months after the reporting period. The amendments had no material impact on the Group's unaudited condensed interim consolidated financial statements.

IFRS 16 Leases: Lease Liability in a Sale and Leaseback (amendments)

The amendments are effective for annual reporting periods beginning on or after January 1, 2024, with earlier application permitted. The amendments are intended to improve the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction in IFRS 16, while it does not change the accounting for leases unrelated to sale and leaseback transactions. In particular, the seller-lessee determines 'lease payments' or 'revised lease payments' in such a way that the seller-lessee would not recognise any amount of the gain or loss that relates to the right of use it retains. Applying these requirements does not prevent the seller-lessee from recognising, in profit or loss, any gain or loss relating to the partial or full termination of a lease. A seller-lessee applies the amendment retrospectively in accordance with IAS 8 to sale and leaseback transactions entered into after the date of initial application, being the beginning of the annual reporting period in which an entity first applied IFRS 16. The amendments had no material impact on the Group's unaudited condensed interim consolidated financial statements.

IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments Disclosure - Supplier Finance Arrangements (Amendments)

The amendments are effective for annual reporting periods beginning on or after January 1, 2024, with earlier application permitted. The amendments supplement requirements already in IFRS and require an entity to disclose the terms and conditions of supplier finance arrangements. Additionally, entities are required to disclose at the beginning and end of reporting period the carrying amounts of supplier finance arrangement financial liabilities and the line items in which those liabilities are presented as well as the carrying amounts of financial liabilities and line items, for which the finance providers have already settled the corresponding trade payables. Entities should also disclose the type and effect of non-cash changes in the carrying amounts of supplier finance arrangement financial liabilities, which prevent the carrying amounts of the financial liabilities from being comparable. Furthermore, the amendments require an entity to disclose at the beginning and end of the reporting period the range of payment due dates for financial liabilities owed to the finance providers and for comparable trade payables that are not part of those arrangements. The amendments have not yet been endorsed by the EU. The amendments had no material impact on the Group's unaudited condensed interim consolidated financial statements.

IAS 21 The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability (Amendments)

The amendments are effective for annual reporting periods beginning on or after January 1, 2025, with earlier application permitted. The amendments specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. A currency is considered to be exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations. If a currency is not exchangeable into another currency, an entity is required to estimate the spot exchange rate at the measurement date. An entity's objective in estimating the spot exchange rate is to reflect the rate at which an orderly exchange transaction would take place at the measurement date between market participants under prevailing economic conditions. The amendments note that an entity can use an observable exchange rate without adjustment or another estimation technique. The amendments had no material impact on the Group's unaudited condensed interim consolidated financial statements.

2.3 Fair value estimation

The fair values of the Group's financial assets and liabilities approximate their carrying amounts at the reporting date.

The fair value of financial instruments traded in active markets, such as publicly traded trading and other financial assets is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Group is the current bid price. The appropriate quoted market price for financial liabilities is the current ask price.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Group uses a variety of methods, such as estimated discounted cash flows, and makes assumptions that are based on market conditions existing at the reporting date.

Fair value measurements recognised in the consolidated statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, Grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

2.3 Fair value estimation

Financial assets or liabilities	Level 1	Level 2	Level 3	Total
(Euro 000's)				
31 Mar 2024				
Other financial assets				
Financial assets at FV through OCI	**27**	**-**	**1,101**	**1,128**
Trade and other receivables	-	-	-	**-**
Receivables (subject to provisional pricing)	-	**14,158**	-	**14,158**
Total	**27**	**14,158**	**1,101**	**15,286**
31 Dec 2023				
Other financial assets				
Financial assets at FV through OCI	33	-	1,101	1,134
Trade and other receivables				-
Receivables (subject to provisional pricing)	-	15,164	-	15,164
Total	30	15,164	1,101	16,295

2.4 Critical accounting estimates and judgements

The preparation of the unaudited interim condensed consolidated financial statements require management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities at the date of the consolidated financial statements. Estimates and assumptions are continually evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A full analysis of critical accounting estimates and judgements is set out in Note 3.3 of the 2023 audited financial statements.

3. Business and geographical segments

Business segments

The Group has only one distinct business segment, being that of mining operations, which include mineral exploration and development.

Copper concentrates produced by the Group are sold to three off-takers as per the relevant offtake agreements. In addition, the Group enters into spot agreements for the concentrates not committed to off-takers.

Geographical segments

The Group's mining activities are located in Spain. The commercialisation of the copper concentrates produced in Spain is carried out through Cyprus. Sales transactions to related parties are on arm's length basis in a similar manner to transaction with third parties. Accounting policies used by the Group in different locations are the same as those contained in Note 2.

The table below presents an analysis of revenue from external customers based on their geographical location, determined by the country of establishment of each customer.

Revenue - from external customers	Three month period ended 31 Mar 2024	Three month period ended 31 Mar 2023
	€'000	€'000
Switzerland	**69,938**	91,171

The table below presents revenues from external customers attributed to the country of domicile of the Company.

Revenue - from external customers	Three month period ended 31 Mar 2024	Three month period ended 31 Mar 2023
	€'000	€'000
Cyprus	**5,227**	6,589
Spain	**64,711**	84,582
	69,938	91,171

The geographical location of the specified non-current assets is based on the physical location of the asset in the case of property, plant and equipment and intellectual property and the location of the operation to which they are allocated in the case of goodwill.

Non-current assets	**31 Mar 2024**	31 Dec 2023
	€'000	€'000
Spain	**442,554**	434,136
	442,554	434,136

Revenue represents the sales value of goods supplied to customers; net of value added tax. The following table summarises sales to customers with whom transactions have individually exceeded 10.0% of the Group's revenues.

(Euro 000's)	**Segment**	**Three month period ended 31 Mar 2024 €'000**	Segment	Three month period ended 31 Mar 2023 €'000
Offtaker 1	**Copper**	**19,701**	Copper	14,396
Offtaker 2	**Copper**	**26,101**	Copper	27,892
Offtaker 3	**Copper**	**24,136**	Copper	48,866

4. Revenue

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Revenue from contracts with customers (1)	**73,718**	88,313
Fair value (losses)/gains relating to provisional pricing within sales (2)	**(3,780)**	2,858
Total revenue	**69,938**	91,171

All revenue from copper concentrate is recognised at a point in time when the control is transferred. Revenue from freight services is recognised over time as the services are provided.

(1) Included within Q1 2024 revenue there is a transaction price of €3.1 million (€2.4 million in Q1 2023) related to the freight services provided by the Group to the customers arising from the sales of copper concentrate under CIF incoterm.

(2) Provisional pricing impact represents the change in fair value of the embedded derivative arising on sales of concentrate.

5. Net Finance Costs

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Interest expense		
Other interest	**(511)**	(510)
Interest on lease liabilities	**(7)**	(7)
Unwinding of discount on mine rehabilitation provision (Note 17)	**(107)**	(553)
Interest income		
Financial interest (1)	**535**	226
	(90)	(844)

(1) Interest income mainly related to interest received on bank balances.

6. Tax

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the unaudited interim condensed consolidated statement of profit or loss are:

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Income taxes		
Current (income) tax/expense	**(499)**	2,473
(Income) tax/expense recognised in statement of profit and loss	**(499)**	2,473

7. Earnings per share

The calculation of the basic and fully diluted loss per share attributable to the ordinary equity holders of the Company is based on the following data:

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Profit attributable to equity holders of the parent	**2,026**	11,369
Weighted number of ordinary shares for the purposes of basic earnings per share (000's)	**139,889**	139,880
Basic earnings per share (EUR cents/share)	**1.5**	8.1
Weighted number of ordinary shares for the purposes of fully diluted earnings per share (000's)	**144,728**	143,423
Fully diluted earnings per share (EUR cents/share)	**1.4**	7.9

At 31 March 2024 there are nil warrants (Note 14) and 4,828,500 options (Note 14) (31 March 2023: nil warrants and 3,543,500 options) which have been included when calculating the weighted average number of shares for 2024.

8. Property, plant and equipment

(Euro 000's)	Land and buildings	Right-of-use assets	Plant and machinery	Assets under construction (1)	Deferred mining costs (2)	Other assets (3)	Total
Cost							
At 1 January 2023	80,326	7,076	291,335	50,235	52,358	872	482,202
Additions	-	-	1,409	6,977	1,868	-	10,254
Reclassifications	-	-	1,543	(1,543)	-	-	-
Increase in rehab. Provision	120	-	-	-	-	-	120
At 31 March 2023	80,446	7,076	294,287	55,669	54,226	872	492,576
Additions	36	-	4,602	35,172	9,846	79	49,735
Increase in rehab. Provision	3,025	-	-	-	-	-	3,025
Reclassifications	-	-	20,240	(20,240)	-	-	-
Advances	10	-	-	-	-	-	10
Write-off							-
At 31 December 2023	**83,517**	**7,076**	**319,129**	**70,601**	**64,072**	**951**	**545,346**
Adjustments	**-**	**-**	**5**	**-**	**-**	**-**	**5**
Opening adjusted	**83,517**	**7,076**	**319,134**	**70,601**	**64,072**	**951**	**545,351**
Additions	**-**	**-**	**1,670**	**16,188**	**-**	**-**	**17,858**
Increase in rehab. Provision	**475**	**-**	**-**	**-**	**-**	**-**	**475**
Reclassifications	**-**	**-**	**242**	**(242)**	**-**	**-**	**-**
Write-off	**-**	**(148)**	**(439)**	**-**	**-**	**-**	**(587)**
At 31 March 2024	**83,992**	**6,928**	**320,607**	**86,547**	**64,072**	**951**	**563,097**
Depreciation							
At 1 January 2023	20,454	1,998	89,182	-	14,921	739	127,294
Adjustments	-	-	6	-	-	-	6
Opening adjusted	20,454	1,998	89,188	-	14,921	739	127,300
Charge for the period	984	603	5,277	-	816	(2)	7,678
At 31 March 2023	21,438	2,601	94,465	-	15,737	737	134,978
Charge for the period	3,264	(70)	19,082	-	3,326	27	25,629
At 31 December 2023	**24,702**	**2,531**	**113,547**	**-**	**19,063**	**764**	**160,607**
Adjustments	**-**	**-**	**1**	**-**	**-**	**-**	**1**
Opening adjusted	**24,702**	**2,531**	**113,548**	**-**	**19,063**	**764**	**160,608**
Charge for the period	**1,987**	**117**	**5,798**	**-**	**1,170**	**11**	**9,083**
Write-off	**-**	**(57)**	**-**	**-**	**-**	**-**	**(57)**
At 31 March 2024	**26,689**	**2,591**	**119,346**	**-**	**20,233**	**775**	**169,634**
Net book value							
At 31 March 2024	**57,303**	**4,337**	**201,261**	**86,547**	**43,839**	**176**	**393,463**
At 31 December 2023	58,815	4,545	205,582	70,601	45,009	187	384,739

(1) Assets under construction at 31 March 2024 were €86.5 million (31 Dec 2023: €70.6 million) which include sustaining capital expenditures, tailings dams project, ELIX plant, solar plant and the San Dionisio area.

(2) Stripping costs excluding San Dionisio

(3) Includes motor vehicles, furniture, fixtures and office equipment which are depreciated over 5-10 years.

The above fixed assets are mainly located in Spain.

9. Intangible assets

(Euro 000's)	Permits	Licences, R&D and software	Total
Cost			
At 1 January 2023	81,255	8,642	89,897
Additions	31	-	31
At 31 March 2023	81,286	8,642	89,928
Additions	113	116	229
Disposals	(200)	-	(200)
At 31 December 2023	**81,199**	**8,758**	**89,957**
Additions	**272**	**-**	**272**
At 31 March 2024	**81,471**	**8,758**	**90,229**
Amortisation			
At 1 January 2023	27,627	8,440	36,067
Charge for the period	1,066	18	1,084
At 31 March 2023	28,693	8,458	37,151
Charge for the period	3,387	22	3,409
At 31 December 2023	**32,080**	**8,480**	**40,560**
Charge for the period	**572**	**7**	**579**
At 31 March 2024	**32,652**	**8,487**	**41,139**
Net book value			
At 31 March 2024	**48,819**	**271**	**49,090**
At 31 December 2023	49,119	278	49,397

Increase of permits related to the capitalisation of Proyecto Masa Valverde.

The ultimate recovery of balances carried forward in relation to areas of interest or all such assets including intangibles is dependent on successful development, and commercial exploitation, or alternatively the sale of the respective areas.

The Group conducts impairment testing on an annual basis unless indicators of impairment are not present at the reporting date.

10. Inventories

(Euro 000's)	31 Mar 2024	31 Dec 2023
Finished products	**8,782**	8,416
Materials and supplies	**23,255**	21,852
Work in progress	**3,521**	3,046
Total inventories	**35,558**	33,314

As of 31 March 2024, copper concentrate produced and not sold amounted to 8,283 tonnes (31 Dec 2023: 6,722 tonnes). Accordingly, the inventory for copper concentrate was €8.8 million (31 Dec 2023: €8.4 million).

During Q1 2024 the Group recorded cost of sales amounting to €56.8 million (Q1 2023: €63.0 million).

Materials and supplies relate mainly to machinery spare parts. Work in progress represents ore stockpiles, which is ore that has been extracted and is available for further processing.

11. Dividends paid

Cash dividends declared and paid during the period:

(Euro 000's)	Three month period ended 31 Mar 2024	Three month period ended 31 Mar 2023
Dividends declared and paid	-	-
Interim dividend declared and paid	-	-

A final dividend of US$0.04 in respect of 2023 was proposed on 18 March 2024 for approval by shareholders at the

A final dividend of US$0.04 in respect of 2023 was proposed on 18 March 2024 for approval by shareholders at the 2024 AGM. This will result in a total dividend for 2023 of US$0.09 per share.

12. Trade and other receivables

(Euro 000's)	31 Mar 2024	31 Dec 2023
Non-current		
Deposits	**306**	307
Loans	**234**	233
Prepayments for service contract	**23,763**	23,476
Other non-current receivables	**2,686**	2,686
	26,989	26,702
Current		
Trade receivables at fair value - *subject to provisional pricing*	**11,076**	10,110
Trade receivables from shareholders at fair value - *subject to provisional pricing* (Note 22.3)	**3,082**	5,054
Trade receivables from shareholders at amortised cost (Note 21.3)	**21**	-
Other receivables from related parties at amortised cost (Note 21.3)	**56**	56
Deposits	**37**	37
VAT receivables	**23,690**	21,003
Tax advances	**22**	-
Prepayments	**5,010**	5,855
Other current assets	**495**	782
	43,487	42,897
Allowance for expected credit losses	**-**	-
Total trade and other receivables	**70,476**	69,599

Trade receivables are shown net of any interest applied to prepayments. Payment terms are aligned with offtake agreements and market standards and generally are 7 days on 90% of the invoice and the remaining 10% at the settlement date which can vary between 1 to 5 months. The fair values of trade and other receivables approximate to their book values.

Non-current deposits included €250k (€250k at 31 December 2023) as a collateral for bank guarantees, which was recorded as restricted cash (or deposit).

The prepayments for the service contract relate to an agreement entered into between the Group and Lain Technologies Ltd for the construction of an industrial plant using the E-LIX technology, which is currently under construction at Proyecto Riotinto. This technology system is a newly developed electrochemical extraction process that utilises singular catalysts and physiochemical conditions to dissolve the valuable metals contained within sulphide concentrates. Lain Technologies Ltd. developed and fully owns the E-LIX System. According to the agreement, once the Industrial Plant at Proyecto Riotinto is operational, the Group will have access to (i) the use of E-LIX Technology to extract cathodes and (ii) exclusivity in the use of the E-LIX Technology on concentrates extracted from the Iberian Pyrite Belt for eight years.

13. Cash and cash equivalents

(Euro 000's)	31 Mar 2024	31 Dec 2023
Unrestricted cash and cash equivalents at Group level	**58,895**	94,868
Unrestricted cash and cash equivalents at Operation level	**27,260**	26,139
Consolidated cash and cash equivalents	**86,155**	121,007

The table above provides a comprehensive overview of the cash and cash equivalents held by Atalaya as of 31 March 2024.

Cash and cash equivalents denominated in the following currencies:

(Euro 000's)	31 Mar 2024	31 Dec 2023
Euro - functional and presentation currency	**43,374**	50,470
Great Britain Pound	**126**	52
United States Dollar	**42,655**	70,485
Consolidated cash and cash equivalents	**86,155**	121,007

14. Share capital and share premium

	Shares 000's	Share Capital Stg£'000	Share premium Stg£'000	Total Stg£'000
Authorised				
Ordinary shares of Stg £0.075 each*	200,000	15,000	-	15,000

Issued and fully paid			Shares	Share Capital	Share premium	Total
Issue Date	Price (£)	Details	000's	€'000	€'000	€'000
31 December 2022/1 January 2023			**139,880**	**13,596**	**319,411**	**333,007**
31-Dec-23			**139,880**	**13,596**	**319,411**	**333,007**
14-Feb-24	**3.090**	Exercised share options [(a)]	**20**	**2**	**71**	**73**
31-Mar-24			**139,899**	**13,598**	**319,482**	**333,080**

Authorised capital

The Company's authorised share capital is 200,000,000 ordinary shares of Stg £0.075 each.

Issued capital

(a) On 9 February 2024, the Company announced that it has issued 20,000 ordinary shares of 7.5p in the Company ("Option Shares") pursuant to an exercise of share options by an employee.

No share issuance has taken place in FY2023.

The Company's share capital at 31 March 2024 is 139,899,209 ordinary shares of Stg £0.075 each.

In general, option agreements contain provisions adjusting the exercise price in certain circumstances including the allotment of fully paid ordinary shares by way of a capitalisation of the Company's reserves, a subdivision or consolidation of the ordinary shares, a reduction of share capital and offers or invitations (whether by way of rights issue or otherwise) to the holders of ordinary shares.

Details of share options outstanding as at 31 March 2024:

Grant date	Expiry date	Exercise price £	Share options
29 May 2019	28 May 2024	2.015	666,500
30 June 2020	29 June 2030	1.475	516,000
24 June 2021	23 June 2031	3.090	996,000
26 January 2022	25 January 2032	4.160	120,000
22 June 2022	30 June 2027	3.575	1,225,000
22 May 2023	30 May 2028	3.270	1,305,000
Total			**4,828,500**

	Weighted average exercise price £	Share options
At 1 January 2024	2.857	4,848,500
Granted during the year	-	-
Options executed during the year	3.090	(20,000)
31 Mar 2024	**2.967**	**4,828,500**

Warrants

As at 31 March 2024 and 2023 there were no warrants.

15. Other reserves

(Euro 000's)	Share option	Bonus share	Depletion factor (1)	FV reserve of financial assets at FVOCI (2)	Non-Distributable reserve (3)	Distributable reserve (4)	Total
At 1 January 2023	10,365	208	37,778	(1,153)	8,316	14,291	69,805
Change in fair value of financial assets at fair value through OCI	-	-	-	6	-	-	6
At 31 March 2023	10,365	208	37,778	(1,147)	8,316	14,291	69,811
Recognition of share-based payments	661	-	-	-	-	-	661
Change in fair value of financial assets at fair value through OCI	-	-	-	(9)	-	-	(9)
At 31 December 2023	**11,026**	**208**	**37,778**	**(1,156)**	**8,316**	**14,291**	**70,463**
Recognition of share-based payments	**151**	**-**	**-**	**-**	**-**	**-**	**151**
Recognition of non-distributable reserve	**-**	**-**	**-**	**-**	**142**	**-**	**142**
Recognition of distributable reserve	**-**	**-**	**-**	**-**	**-**	**9,297**	**9,297**
Recognition of depletion factor	**-**	**-**	**7,500**	**-**	**-**	**-**	**7,500**
Change in fair value of financial assets at fair value through OCI	**-**	**-**	**-**	**(4)**	**-**	**-**	**(4)**
At 31 March 2024	**11,177**	**208**	**45,278**	**(1,160)**	**8,458**	**23,588**	**87,549**

(1) Depletion factor reserve

At 31 March 2024, the Group has recognised €7.5 million (31 March 2023: €nil million) as a depletion factor reserve as per the Spanish Corporate Tax Act.

(2) Fair value reserve of financial assets at FVOCI

The Group has elected to recognise changes in the fair value of certain investments in equity securities in OCI, as explained in (1) above. These changes are accumulated within the FVOCI reserve within equity. The Group transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

(3) Non-distributable reserve

To comply with Spanish Law, the Group needed to record a reserve of profits generated equal to a 10% of profit/(loss) for the year until 20% of share capital is reached.

(4) Distributable reserve

The Group reclassified at least 10% of the profit of 2023 to distributable reserves.

16. Trade and other payables

(Euro 000's)	**31 Mar 2024**	31 Dec 2023
Non-current		
Other non-current payables	**2,003**	2,003
Government grant	**202**	202
	2,205	2,205
Current		
Trade payables	**65,399**	70,303
Trade payables to shareholders (Note 22.3)	**-**	179
Accruals	**3,595**	3,395
VAT payables	**355**	391
Other	**359**	1,654
	69,708	75,922

Other non-current payables are related with the acquisition of Atalaya Ossa Morena SL (former Rio Narcea Nickel SL).

Trade payables are mainly for the acquisition of materials, supplies and other services. These payables do not accrue interest and no guarantees have been granted. The fair value of trade and other payables approximate their book values. Trade payables are non-interest-bearing and are normally settled on 60-day terms.

17. Provisions

(Euro 000's)	Other provisions	Legal costs	Rehabilitation costs	Total costs
At 1 January 2023	1,435	226	23,374	25,035
Use of provision	-	-	(148)	(148)
Increase in provision	-	-	120	120
Finance cost	-	-	553	553
At 31 March 2023	1,435	226	23,899	25,560
Additions	-	1	-	1
Use of provision	(685)	-	(370)	(1,055)
Reversal of provision	-	-	3,025	3,025
Finance cost	-	-	137	137
At 31 December 2023	**750**	**227**	**26,691**	**27,668**
Use of provision	**-**	**-**	**(271)**	**(271)**
Increase in provision	**-**	**-**	**475**	**475**
Finance cost	**-**	**-**	**107**	**107**
At 31 March 2024	**750**	**227**	**27,002**	**27,979**

(Euro 000's)	**31 Mar 2024**	31 Dec 2023
Non-current	**27,816**	27,234
Current	**163**	434
Total	**27,979**	27,668

Rehabilitation provision

Rehabilitation provision represents the accrued cost required to provide adequate restoration and rehabilitation upon the completion of production activities. These amounts will be settled when rehabilitation is undertaken, generally over the project's life.

The discount rate used in the calculation of the net present value of the liability as at 31 March 2024 was 3.62% (2023: 3.62%), which is the 15-year Spain Government Bond rate for 2023. An inflation rate of 1%-5.70% (2023: 1%-5.70%) is applied on annual basis.

3.70%) is applied on annual basis.

Legal provision

The Group has been named a defendant in several legal actions in Spain, the outcome of which is not determinable as at 31 Martch 2024. Management has individually reviewed each case and established a provision of €0.2 million as of 31 March 2024 (€0.2 million at 31 December 2023) for these claims, which has been reflected in these unaudited condensed interim consolidated financial statements.

Other provisions

Other provisions are related with the called-up equity holdings of Atalaya Masa Valverde S.L.

18. Borrowings

(Euro 000's)	31 Mar 2024	31 Dec 2023
Non-current borrowings		
Credit facilities	**13,556**	16,131
	13,556	16,131
Current borrowings		
Credit facilities	**36,532**	50,556
	36,532	50,556

The Group had credit approval for facilities totalling €125.4 million (€103.8 million at 31 December 2023). During 2023, Atalaya drew down some of its existing credit facilities to financing the construction of 50 MW solar plant (outstanding balance of €18.5 million at 31 March 2024) and in 2022 to pay the Deferred Consideration.

Borrowing with fixed interest rates range from 1.75% to 2.45% with an average fixed interest rate of 2.10%. Margins on borrowing with variable interest rates, usually 12 months EURIBOR, range from 0.95% to 2.25% with an average margin of 1.36%.

At 31 March 2024, the Group had used €50.1 million of its facilities and had undrawn facilities of €75.3 million.

19. Lease liabilities

(Euro 000's)	31 Mar 2024	31 Dec 2023
Non-current		
Lease liabilities	**3,681**	3,877
	3,681	3,877
Current		
Lease liabilities	**487**	501
	487	501

Lease liabilities

The Group entered into lease arrangements for the renting of land which is subject to the adoption of all requirements of IFRS 16 Leases. The Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. Depreciation expense regarding leases amounts to €0.1 million (Q1 2023: €0.6 million) for the three month period ended 31 March 2024. The land lease is set for a duration of thirteen years, with payments due at the beginning of each month, increasing annually by an average of 1.5%. As of 31 March 2024, the remaining term of this lease is nine years.

(Euro 000's)	31 Mar 2024	31 Dec 2023
Minimum lease payments due:		
- Within one year	**487**	501
- Two to five years	**1,877**	1,928
- Over five years	**1,804**	1,949
Present value of minimum lease payments due	**4,168**	4,378

(Euro 000's)	Lease liabilities
At 1 January 2023	**4,378**
Interest expense	**7**
Lease payments	**(129)**
Write-off	**(88)**
At 31 March 2024	**4,168**
At 31 March 2024	
Non-current liabilities	**3,681**
Current liabilities	**487**
	4,168

20. Acquisition, incorporation and disposal of subsidiaries

There were no acquisitions or incorporation of subsidiaries during the three month period ended 31 March 2024 and 2023.

21. Winding-up of subsidiaries

There were no operations wound up during the three month period ended 31 March 2024 and 2023.

22. Related party transactions

The following transactions were carried out with related parties:

22.1 Compensation of key management personnel

The total remuneration and fees of Directors (including Executive Directors) and other key management personnel was as follows:

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Directors' remuneration and fees	**297**	360
Share option-based benefits and other benefits to directors	**48**	20
Key management personnel fees	**149**	204
Share option-based and other benefits to key management personnel	**48**	20
	541	604

22.2 Share-based benefits

The directors and key management personnel have not been granted any options during the three-month period ended 31 March 2024 (Q1 2023: nil).

22.3 Transactions with related parties/shareholders

i) Transaction with shareholders

(Euro 000's)	**Three month period ended 31 Mar 2024**	Three month period ended 31 Mar 2023
Trafigura Pte Ltd- Revenue from contracts [a]	**19,946**	12,294
(Losses)/gains relating provisional pricing within sales	**(245)**	2,103
	19,701	14,397
Impala Terminals Huelva S.L.U. - Port Handling and Warehousing services [b]	**(417)**	(566)
Trafigura - Total revenue from contracts	**19,284**	13,831

(a) Offtake agreement and spot sales to Trafigura

Offtake agreement

In May 2015, the Company agreed terms with key stakeholders in a capitalisation exercise to finance the re-start of Proyecto Riotinto (the "2015 Capitalisation").

As part of the 2015 Capitalisation, the Company entered into offtake agreements with some of its large shareholders, one of which was Trafigura Pte Ltd ("Trafigura"), under which the total forecast concentrate production from Proyecto Riotinto was committed ("2015 Offtake Agreements").

During Q1 2024, the Company completed 3 sales transactions under the terms of the 2015 Offtake Agreements valued at €19.7 million (Q1 2023: 5 sales valued at €14.4 million).

Spot Sales Agreements

Due to various expansions implemented at Proyecto Riotinto in recent years, volumes of concentrate have been periodically available for sale outside of the Company's various 2015 Offtake Agreements.

In Q1 2024, the Company completed nil spot sales (Q1 2023: nil spot sales valued at €nil) There was an adjustment of negative €1.0 million in Q1 2024 which related to QP adjustments registered in Q1 2024 relating to spot sales made in the previous year.

Sales transactions with related parties are at arm's length basis in a similar manner to transactions with third parties.

(b) Port Handling and Warehousing services

In September 2015, Atalaya entered into a services agreement with Impala Terminals Huelva S.L.U. ("Impala Terminals") for the handling, storage and shipping of copper concentrates produced from Proyecto Riotinto. The agreement covered total export concentrate volumes produced from Proyecto Riotinto for three years for volumes not committed to Trafigura under its 2015 Offtake Agreement and for the life of mine for the volumes committed to Trafigura under its 2015 Offtake Agreement.

In September 2018, the Company entered into an amendment to the 2015 Port Handling Agreement, which included improved financial terms and a five year extension.

In December 2023, the Company entered into an extension of the service agreement with Impala Terminals for the handling, storage and shipping of copper concentrates produced from Proyecto Riotinto on similar terms than the 2015 agreement and the extension in 2018. This extension has a term of approximately five years and covers the concentrate volumes produced for export from Proyecto Riotinto that are not already committed to the Trafigura Group under its 2015 Offtake Agreement.

As at 31 March 2024, Impala Terminals was part of the Trafigura Group, under joint control.

ii) Period-end balances with related parties

(Euro 000's)	31 Mar 2024	31 Dec 2023
Receivables from related parties:		
Recursos Cuenca Minera S.L.	**56**	56
Total (Note 12)	**56**	56

The above balances bear no interest and are repayable on demand.

iii) Period-end balances with shareholders

(Euro 000's)	31 Mar 2024	31 Dec 2023
Receivable from shareholder (Note 12)		
Trafigura - Debtor balance- subject to provisional pricing	**3,082**	5,054
Trafigura - Debtor balance- at amortised cost	**21**	-
	3,103	5,054
Payable from joint venture of shareholder (Note 16)		
Impala Terminals Huelva S.L.U. - Payable balance	**-**	(179)
	-	(179)

The above debtor balance arising from sales of goods and other balances bear no interest and is repayable on demand.

23. Contingent liabilities

Judicial and administrative cases

In the normal course of business, the Group may be involved in legal proceedings, claims and assessments. Such matters are subject to many uncertainties, and outcomes are not predictable with assurance. Legal fees for such matters are expensed as incurred and the Group accrues for adverse outcomes as they become probable and estimable.

24. Commitments

There are no minimum exploration requirements at Proyecto Riotinto. However, the Group is obliged to pay local land taxes which currently are approximately €235,000 per year in Spain and the Group is required to maintain the Riotinto site in compliance with all applicable regulatory requirements.

In 2012, ARM entered into a 50/50 joint venture with Rumbo to evaluate and exploit the potential of the class B resources in the tailings dam and waste areas at Proyecto Riotinto (mainly residual gold and silver in the old gossan tailings). Under the joint venture agreement, ARM will be the operator of the joint venture, will reimburse Rumbo for the costs associated with the application for classification of the Class B resources and will fund the initial expenditure of a feasibility study up to a maximum of €2.0 million. Costs are then borne by the joint venture partners in accordance with their respective ownership interests.

25. Significant events

Ongoing geopolitical events are impacting the global economy, but the full implications cannot yet be predicted. Key impacts include higher and more volatile input costs and disruptions to freight and logistics. The financial consequences of these events cannot be estimated with any reasonable degree of certainty at this stage.

- On 9 February 2024, the Company issued 20,000 ordinary shares of 7.5p in the Company pursuant to an exercise of share options by a former employee.

26. Events after the Reporting Period

- Following the publication the prospectus in relation to the admission of its ordinary shares ("Ordinary Shares") to the premium listing segment of the Official List of the Financial Conduct Authority ("FCA"), which took place on 24 April 2024, Atalaya was admitted to the premium listing segment and to trading on London Stock Exchange plc's main market for listed securities (together, "Admission") on 29 April and cancelled from trading on AIM.
- On 25 April 2022, BlackRock, Inc., shareholder of the Company, decreased its voting rights from 4.07% to 4.05%, and on 26 April decreased its voting rights to 3.97%.
- On 7 May 2024, the Company issued 66,500 ordinary shares of 7.5p in the Company pursuant to an exercise of share options by non-PDMR employees.

END

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