APPENDIX 4D – 1 JULY 2021 TO 31 DECEMBER 2021

Key Information – Results for Announcement to the Market

This page and the accompanying 32 pages comprise the half-year end financial information given to the Australian Securities Exchange (ASX) under Listing Rule 4.2A. The half-year report should be read in conjunction with the Financial Report for the year ended 30 June 2021.

	A$'M	% Increase over Previous Corresponding Period
Revenue from continuing operations	378.4	21%
Profit from continuing operations after tax attributable to members	90.7	360%
Net profit attributable to members	90.7	67%

The previous corresponding period is the half-year ended 31 December 2020.

Dividends	Amount per security (A$ cents)	Franked amount per security (A$ cents)
Half-year ended 31 December 2021		
- Interim dividend	5.0	5.0
Financial year ended 30 June 2021		
- Final dividend paid 23 September 2021	10.0	10.0
Total FY21 dividend	**10.0**	**10.0**
Record date of interim FY22 dividend	4 March 2022	
Payment date of interim FY22 dividend	18 March 2022	

The major factors contributing to the above variances are as follows:

The Group generated revenue and profit from ordinary activities during the period of A$378.4 million and A$90.7 million respectively. Revenue from continuing operations increased 21% from the prior year, predominantly due to increased sales revenue from the Nova Operation as a result of higher nickel and copper metal sold, together with higher realised prices.

Key contributing factors to the results are outlined below:

- Revenue generated by the Nova Operation for the half-year was A$377.2 million, a significant improvement over the prior period of A$312.0 million, resulting in segment profit before tax of A$161.8 million. The revenue was derived from sales of payable metal of 10,617 tonnes of nickel, 6,047 tonnes of copper and 212 tonnes of cobalt at average realised prices of A$26,060/t, A$12,730/t and A$78,207/t respectively.
- Cash costs (including royalties) were A$1.86 per payable pound of nickel, an improvement over the prior period of A$2.18 per payable pound, primarily due to higher by-product credits.
- On 30 June 2021, the Group completed the transaction to form a new lithium joint venture, Tianqi Lithium Energy Australia Pty Ltd (TLEA), with Tianqi Lithium Corporation (Tianqi) over its Australian lithium assets, with IGO holding 49% of the shares in TLEA and Tianqi holding the balance of 51%.
- The investment in TLEA is equity accounted and the Group recognised A$14.4 million as its share of net profit in the current period. As a non-controlling shareholder in TLEA, IGO is required to amortise the provisional accounting fair value adjustment that forms part of the carrying value of IGO's

investment in the TLEA. IGO has recognised a total of A$13.7M in amortisation charges against its share of net profit from TLEA for the period.

- The prior period included A$39.8M of before tax foreign exchange losses on USD balances held at the end of the period in preparation for the USD denominated purchase of TLEA.
- The Group completed the divestment of its 30% share in the Tropicana Joint Venture to Regis Resources Limited on 31 May 2021. Due to this divestment, Tropicana's operating results for the prior period are reported as discontinued operations.

Further details and analysis can be found in the ASX Release "Half-Year Financial Report – Period Ended 31 December 2021" released on the same day as this Appendix 4D.

The net tangible asset backing per ordinary share is A$4.24 (31 December 2020: A$3.55).

There have been no acquisitions of entities or losses of control of entities during the period.

The accounts have been reviewed by BDO Audit (WA) Pty Ltd and they are not subject to dispute or qualification.

HALF-YEARLY REPORT
Period Ended 31 December 2021

CONTINUED DELIVERY ACROSS ALL FACETS OF THE BUSINESS

IGO Limited (ASX: IGO) (IGO or the Company) is pleased to report its interim financial report for the half-year ended 31 December 2021 (1H22). Refer also to IGO's ASX Appendix 4D and Interim Financial Report for the half-year ended 31 December 2021, both released on 31 January 2022.

1H22 Key Points

- **Revenue from continuing operations increased 21% to A$378M (1H21: A$314M)**
- **Underlying EBITDA[1] A$226M, resulting in an EBITDA margin of 60%**
- **Strong cash generation from Nova Operation driving Group Cash Flow from Operating Activities of A$204M, and underlying free cash flow[2] of A$183M**
- **Nova production and cash costs outperform guidance**
- **A$1,096M acquisition of Western Areas Limited (WSA) via a Board recommended Scheme Implementation Deed announced in December 2021**
- **Appointment of Mr Michael Nossal to Chair on 1 July 2021**
- **Interim fully franked dividend declared of 5.0c per share in line with capital allocation framework**

Peter Bradford, IGO's Managing Director & CEO said: *"The half-year has been an active period for the IGO team with our focus on (i) the safety and wellbeing of our people and those connected with our business, (ii) continued operational delivery at Nova, (iii) embedding ourselves in the lithium joint venture, and (iv) continuing to deliver on our strategy to grow the business through exploration and disciplined M&A.*

"We are proud of, and appreciate the active engagement of our people who continue to contribute to better safety and wellbeing outcomes. This collaborative, whole of business approach, can also be seen in our sustained response to the changing COVID environment and the myriad ways we are working together to ensure that people in our workplaces feel safe from sexual or any other form of harassment.

"Nova has safely outperformed production and cash cost guidance for the half-year and Nova's performance continues to underpin our strong financial results. The Silver Knight deposit 30km northeast of Nova was acquired during the half-year and work to progress our development plan for it has commenced.

"Across the lithium joint venture, we saw a number of exciting developments. At Greenbushes, production increased as a result of the contribution from Chemical Grade Plant 2. In parallel, construction for the Tailings Retreatment Plant neared completion, and detailed engineering design was advanced for Chemical Grade Plant 3.

"Post period end, we announced a significant uplift in the Greenbushes Mineral Resource and Ore Reserve.

"At the Kwinana lithium hydroxide refinery, commissioning commenced and first lithium hydroxide was produced on a batch basis in August 2021. Since then, the focus has been on the transition from batch to continuous operations, with first battery grade lithium hydroxide production expected in March 2022.

"In December 2021, we announced the acquisition of Western Areas by way of a Board recommended scheme of arrangement, with the cash consideration to be funded by a combination of existing cash and a new A$900M fully underwritten debt facility. Transaction completion is expected in the June 2022 quarter."

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[1] EBITDA (Earnings Before Interest, Tax expense, Depreciation expense & Amortisation expense) is a non-IFRS measure, with the following adjustments to arrive at Underlying EBITDA: 1) exclude impairment of capitalised exploration (1H22: A$3.0M, 1H21: A$nil), 2) exclude foreign exchange losses on USD balances held at 31 December 2020 for the purposes of protecting the AUD equivalent of the USD purchase price of the acquisition of TLEA (1H22: A$nil, 1H21: A$39M) and 3) exclude acquisition & transaction costs (1H22: A$5.3M, 1H21: A$3.9M).
[2] Free Cash Flow comprises Net Cash Flow from Operating Activities and Net Cash Flow from Investing Activities, with underlying adjustments comprising: 1) exclude payments for mineral interests and financial assets (1H22: A$48.2M, 1H21: A$25.5M), 2) exclude proceeds from sale of investments (1H22: A$nil, 1H21: A$26.9M), 3) exclude deposit paid to an escrow account on acquisition of TLEA (1H22: A$nil, 1H21: A$92.6M and 4) exclude TLEA transaction costs (1H22: A$5.5M, 1H21: A$1.3M).

Financial and Operational Summary Group Financial Overview

Half-Year ended 31 December (A$M)	1H22	1H21	Inc/(dec)
Total Revenue from Continuing Operations	**378.4**	313.6	21%
Total Revenue from Discontinued Operation	**-**	148.8	n/a
Underlying EBITDA	**225.9**	242.3	(7%)
Net Profit After Tax	**90.7**	54.1	67%
Net Cash Inflow from Operating Activities	**203.5**	241.6	(16%)
Cash Outflow from Investing Activities	**(73.8)**	(136.8)	(46%)
Cash Inflow (Outflow) from Financing Activities	**(88.1)**	600.2	n/a
Interim Dividend – (A$/share)	**$0.05**	-	n/a

	Dec 2021	June 2021	Inc/(dec)
Total Assets	**3,651.1**	3,608.7	1%
Cash	**569.8**	528.5	8%
Total Liabilities	**440.4**	408.9	8%
Shareholders' Equity	**3,210.7**	3,199.9	-%
Net Tangible Assets ($ per share)	**4.24**	4.23	-%

Executive Summary

The Group commenced the 2022 Financial Year (FY22) with continued strong operating and financial results, whilst also progressing key growth initiatives across the portfolio.

The strong results include net profit after tax of A$90.7M, underlying earnings before tax, depreciation and amortisation (EBITDA) of A$225.9M and underlying free cash flow of A$183.4M.

On 30 June 2021, IGO completed the transaction to form a new lithium joint venture, Tianqi Lithium Energy Australia Pty Ltd (TLEA), with Tianqi Lithium Corporation (Tianqi) for its Australian lithium assets, with IGO holding 49% of the shares in TLEA and Tianqi holding the balance of 51%. Current operations managed by TLEA include a 51% stake in the world-class Greenbushes Lithium Mine (a joint venture with global lithium company Albemarle Corporation who hold the other 49%) and the 100% owned and operated Kwinana Lithium Hydroxide Refinery. As a non-controlling shareholder in TLEA, IGO's investment in TLEA is equity accounted, and IGO recognises its share of net profit from TLEA in its consolidated financial statements.

The Group completed the divestment of its 30% interest in the Tropicana Joint Venture to Regis Resources Limited on 31 May 2021. Due to the divestment, Tropicana's revenue and operating results for the prior period are reported as discontinued operations in accordance with accounting standards.

Financial Summary

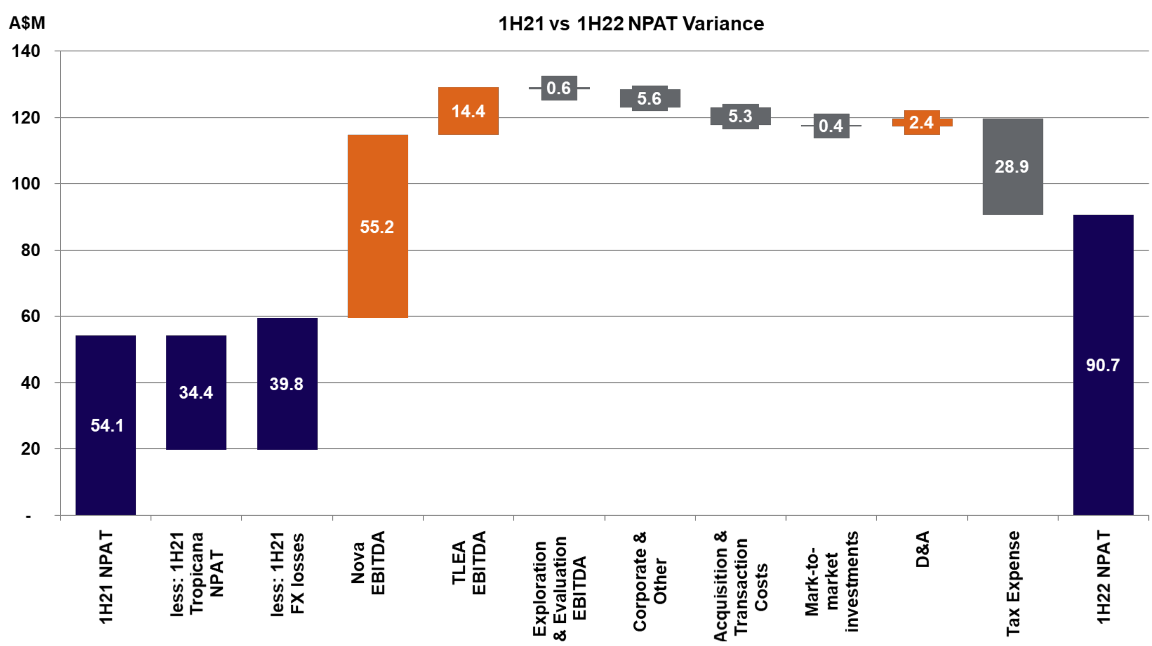
Revenue and other income from continuing operations, which comprises primarily the Nova Operation, was A$378.4M (1H21: A$313.6M), an increase of 21% from the prior year, the result of higher payable nickel and copper sold and higher realised prices across all metals.

Underlying EBITDA for the group was A$225.9M, generating an outstanding underlying EBITDA margin of 60% (1H21: A$242.3M and 52% respectively).

The Nova Operation continued to deliver strong operational performance, with 1H22 production exceeding pro-rata guidance for all metals. Production was slightly lower than the prior period however, a result of guided lower grades and recoveries. Revenue increased 21% during the period due to higher metal prices and sales volumes broadly in line with 1H21. Cash costs reduced 15% during the period to A$1.86/lb (1H21: A$2.18/lb), primarily attributable to higher by-product credits. Underlying EBITDA margin from Nova increased from 62% to 66%, resulting in a 54% increase in Nova profit before tax of A$161.8M (1H21: A$105.2M).

As a non-controlling shareholder in TLEA, IGO recognises its share of net profit from TLEA (Net Profit) in its consolidated financial statements. Management includes this Net Profit within EBITDA. The Group recognised A$14.4M of Net Profit for the first time in the current reporting period. IGO is also required to amortise the provisional accounting fair value adjustment of A$1,147M that forms part of the carrying value of the Group's investment in TLEA. Included within Net Profit of A$14.4M is an amortisation charge against the fair value adjustment of A$13.7M for the period.

Group profit after tax for the period was A$90.7M, compared to A$54.1M in 1H21. The improved result is primarily due to stronger operating results from the Nova Operation together with the inclusion of the Share of Profit from TLEA, offset by earnings from the Tropicana Operation within the 1H21 results that are not available in 1H22 due to the divestment of the operation in May 2021. The prior period also included A$39.8M of before tax foreign exchange losses on USD balances held at the end of the prior period in preparation for the USD denominated purchase of TLEA.

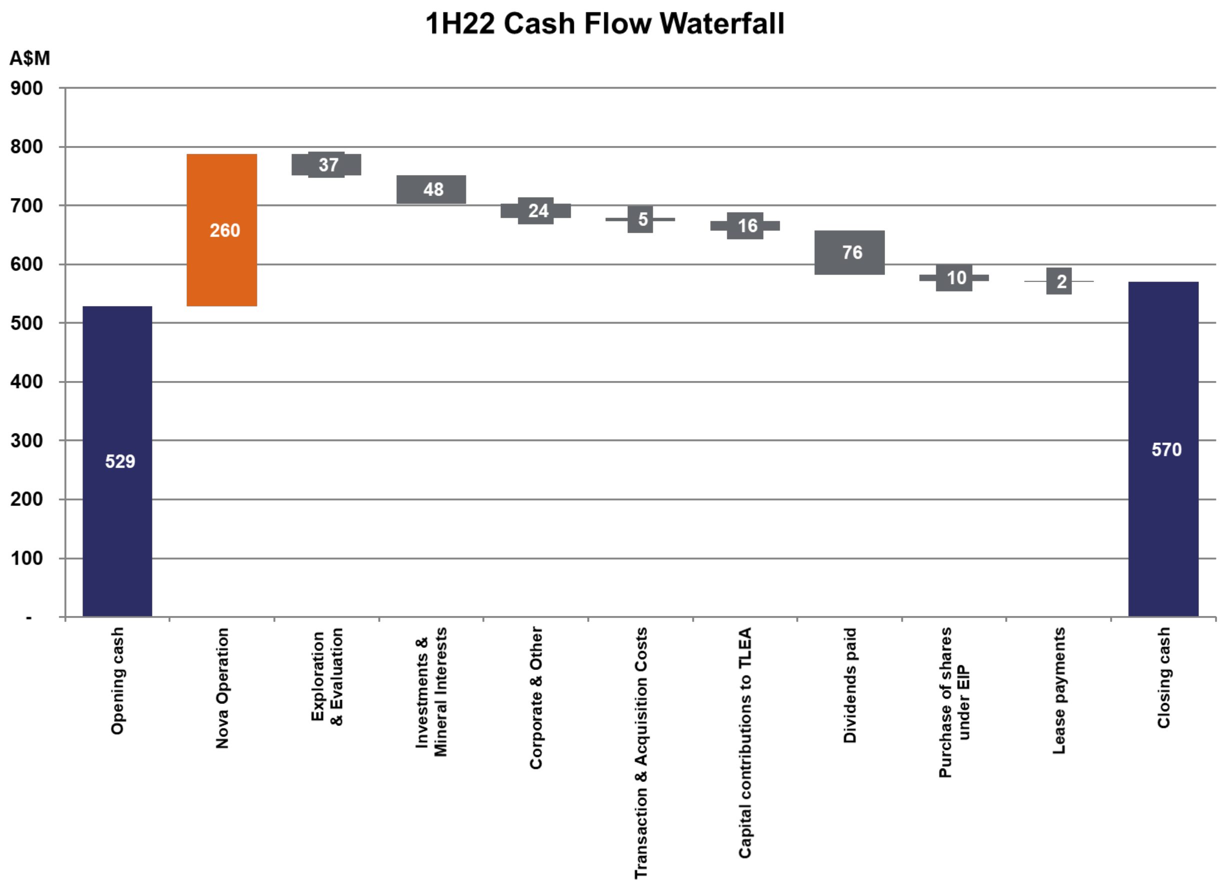


Cash and cash equivalents at 31 December 2021 totalled A$569.8M (30 June 2021: A$528.5M), an increase of A$41.3M. The increase in cash is attributed to the following cash flows:

- Net Cash Inflows from Operating Activities were A$203.5M (1H21: A$241.6M). Operating cash flows were lower due to the A$93.0M contribution from Tropicana in the prior period. Operating cash flows from the Nova Operation increased A$65.0M to A$263.5M (1H21: A$198.5M), reflecting higher metal prices. Also included in 1H22 is A$36.6M of outflows for exploration expenditure and A$5.5M for acquisition and transaction costs.

- Net Cash Outflows from Investing Activities were A$73.8M (1H21: A$136.8M), which includes the payment of A$45.0M for the acquisition of the Silver Knight deposit from the Creasy Group during the period. The Company also made cash contributions to TLEA of A$15.7M during the period by way of equity contributions that were matched on a pro-rata basis by Tianqi. Payments in the corresponding period also included a deposit of US$70.0M (A$92.6M) towards the acquisition of the Company's interest in TLEA and A$35.5M of capital expenditure in relation to the Tropicana Operation.

- Net Cash Outflows from Financing Activities were A$88.1M (1H21: A$600.2M Inflow), primarily comprising the FY21 final dividend of A$0.10 per share totalling A$75.7M (1H21: A$0.05 per share totalling A$29.5M). Payments in the current period also include the on-market purchase of 1,151,725 IGO shares (1H21: 1,164,600 IGO shares) to satisfy the company's Employee Share Incentive obligations. The positive inflow in the prior period also included new share equity proceeds, net of costs, of A$696.3M, relating to the institutional placement and the institutional component of the accelerated non-renounceable entitlement offer to fund the acquisition of TLEA. Financing Activities Cash Flows in the prior period also included a debt repayment of A$57.1M.



Corporate

On 16 December 2021, IGO announced that it had entered into a Scheme Implementation Deed to acquire 100% of Western Areas Limited (WSA) for A$3.36 per share, payable in cash, pursuant to a proposed Scheme of Arrangement (the Transaction). The Transaction values WSA at A$1,096M on a fully diluted basis.

The Company intends to fund the Transaction through a combination of the Company's existing cash reserves and a new A$900M senior-secured debt facility underwritten by Australia and New Zealand Banking Group Limited, Commonwealth Bank of Australia and National Australia Bank Limited, comprising an A$540M amortising facility and A$360M revolving credit facility, both with a maturity date of 30 April 2025.

Completion of the Transaction is expected in the June 2022 quarter, following the satisfaction of a number of key conditions, including:

- Approval being obtained from shareholders of WSA and Australian Court approval in relation to the Scheme;

- The Independent Expert concluding that the Transaction is in the best interests of WSA shareholders, and not changing that conclusion or withdrawing its report; and

- Other conditions customary for a public transaction of this nature.

The IGO Board has declared a 5.0c per share fully franked interim dividend for FY22. The record date of the dividend will be 4 March 2022 with payment expected to be made on 18 March 2022.

Governance

On 1 July 2021, IGO announced the appointment of Mr Michael Nossal to the role of Chair, while Mr Peter Bilbe transitioned to a Non-Executive Director role. Mr Bilbe subsequently retired following the Annual General Meeting on 18 November 2021. The Company and the Board of Directors thank Mr Bilbe for his many years of service.

FORWARD-LOOKING STATEMENTS

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning IGO Limited's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should", and similar expressions are forward-looking statements. Although IGO Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

INVESTOR WEBCAST

An investor webcast has been scheduled for 11.00am AEDT/8.00am AWST on Monday, 31 January 2022. The webcast link can be found below.

Webcast Details

The live link to the webcast is below:

https://services.choruscall.com.au/webcast/igo-220131.html

Please note it is best to log on at least 5 minutes before 11.00am AEDT (8.00am AWST) on Monday morning, 31 January 2022 to ensure you are registered in time for the start of the presentation.

Investors are advised that, in addition to the live webcast, a recording of the presentation will be available on the IGO website www.igo.com.au approximately one hour after the conclusion of the webcast.

INVESTOR AND MEDIA ENQUIRIES:

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This announcement is authorised for release to the ASX by the IGO Board of Directors.

IGO Limited

ABN 46 092 786 304

Interim financial report for the half-year ended 31 December 2021

Your Directors present their report on the consolidated entity (the Group) consisting of IGO Limited (IGO or the Company) and the entities it controlled at the end of, or during, the half-year ended 31 December 2021.

Directors

The following persons were Directors of IGO Limited during the whole of the financial period and up to the date of this report, unless otherwise noted:

Debra Bakker
Peter Bradford
Peter Bilbe*
Kathleen Bozanic
Peter Buck
Michael Nossal**
Keith Spence
Xiaoping Yang

* Peter Bilbe was Chair until 1 July 2021 and transitioned to a Non-executive Director until his retirement on 18 November 2021.

** Michael Nossal was appointed to the role of Chair effective 1 July 2021.

Review of operations

A summary of consolidated revenues and results for the half-year (1H22 or period) and half-year comparative period (1H21 or comparative period) by significant segment is set out below:

Consolidated entity	**Segment revenues**		**Segment results**	
	31 December 2021 $M	31 December 2020 $M	**31 December 2021 $M**	31 December 2020 $M
Nova Operation	**377.2**	312.0	**161.8**	105.2
Lithium Operation	**-**	-	**14.4**	-
Growth	**-**	-	**(39.2)**	(34.1)
Unallocated revenue	**1.2**	1.6	**-**	-
	378.4	313.6	**137.0**	71.1
Unallocated revenue less unallocated expenses			**(9.7)**	(43.7)
Profit before income tax from continuing operations			**127.3**	27.4
Income tax expense			**(36.6)**	(7.7)
Profit after income tax from continuing operations			**90.7**	19.7
Profit from discontinued operation			**-**	34.4
Net profit attributable to members of IGO Limited			**90.7**	54.1

Group revenue from continuing operations for the period was $378.4 million, comprising primarily the Nova Operation, an increase of 21% on the comparative period of $313.6 million. This increase was the result of higher payable nickel and copper metal sold during the period and higher realised prices across all metals. Continuing operations exclude the results from the Tropicana Operation that was divested (discontinued) in May 2021. It should also be noted that the Lithium Operation does not provide for the recognition of revenue in the Group's financial statements as a result of the Company's less than controlling interest in the Operation, and the consequential requirements under accounting standard AASB 128 - *Investments in Associates and Joint Ventures.*

Earnings before interest, tax, depreciation and amortisation (EBITDA) from the Nova Operation was $249.8 million or 28% higher than 1H21. EBITDA margin from the Nova Operation increased from 62% to 66% and net operating profit before tax increased 54% from $105.2 million to $161.8 million.

On 30 June 2021, the Company completed the transaction to form a new lithium joint venture, Tianqi Lithium Energy Australia Pty Ltd (TLEA), with Tianqi Lithium Corporation (Tianqi) over its Australian lithium assets, with IGO holding 49% of the shares in TLEA and Tianqi holding the balance of 51%. Current operations managed by TLEA include a 51% stake in the world-class Greenbushes Lithium Mine (a joint venture with global lithium company Albemarle Corporation, who hold the balance of 49%) and the 100% owned and operated Kwinana Lithium Hydroxide Refinery (Kwinana).

Review of operations (continued)

As a non-controlling shareholder in TLEA, and in accordance with AASB 128, the Group recognises its share of net profit from TLEA in its consolidated financial statements. Management also includes this share of net profit within EBITDA. The Group recognised $14.4M as its share of net profit from TLEA for the first time in the current reporting period. The Company is also required to amortise the provisional accounting fair value adjustment of $1,147M that forms part of the carrying value of the Group’s investment in TLEA. Included within the $14.4M share of net profit is an amortisation charge against this fair value adjustment of $13.7M.

Group profit after tax for the period was $90.7 million, compared to $54.1 million for 1H21. The improvement in the result is primarily due to the strong operating performance from the Nova Operation, with higher revenue and lower cash costs, together with the inclusion of the Group’s Share of Profit from TLEA for the first time. The prior period also included $39.8 million of before tax foreign exchange losses on USD balances held at 31 December 2020 in preparation of the USD denominated acquisition of TLEA.

The 1H22 result also included $13.8 million in positive mark-to-market revaluation of listed investments (1H21: positive $14.2 million). Expenses in the Growth segment (exploration, business development and project evaluation) were $39.2 million, an increase of $5.1 million on the comparative period of $34.1 million.

The Group completed the divestment of its 30% interest in the Tropicana Operation on 31 May 2021. The results for the Tropicana Operation are therefore reported as discontinued operations for the prior period.

A summary of the significant factors that have affected the Group’s operations and results during the period are detailed below:

Lithium Operations

At Greenbushes, mining, processing and capital development activities progressed well during the period, with a higher mining rate successfully employed to meet increasing demand for lithium spodumene. 1,826kt of ore was mined during the period at an average grade of 2.43% lithium (Li_2O). Three operational plants at Greenbushes; two chemical grade plants (CGP1 and CGP2) and a technical grade plant (TGP) produced a total of 526.3kt of spodumene concentrate. Construction on the Tailings Retreatment Plant continued successfully, with first feed scheduled for the March 2022 quarter.

At Kwinana, commissioning of Train 1 continued during the period, with each stage of the process being hot commissioned on a batch basis, culminating in first production of lithium hydroxide in August 2021. Commissioning on a continuous basis, and rectification works to address issues identified, will continue into the next period with the objective of producing first battery grade product by March 2022, and then progressively ramping up toward nameplate capacity of 24,000tpa battery grade lithium hydroxide.

The following table outlines key production and financial statistics for the half-year:

Greenbushes Operation	31 December 2021	31 December 2020	Variance (%)
Material mined (t)	2,225,457	-	n/a
Ore mined (t)	1,825,929	-	n/a
Li_2O grade - ore mined (%)	2.43	-	n/a
Total spodumene concentrate production (t)	526,336	-	n/a
A$ cost of goods sold (A$ per tonne sold)*	346	-	n/a

* COGS is IGO’s estimate of cost of goods sold and is inclusive of ore mining costs, processing, general and administrative, selling and marketing, inventory movements and royalty expense.

Nova Operation

A total of 838kt of ore was mined at an average grade of 1.93% nickel and 0.79% copper, marginally down on 1H21, as expected, due to the availability of higher-grade stopes in the comparative period.

The Nova processing plant milled 835kt of ore at an average nickel grade of 1.93% for the period. Nickel and copper recoveries were 86.2% and 87.6% respectively, compared with 87.5% and 89.6% in the comparative period.

Concentrate production for the period was 103,748t and 19,305t of nickel and copper concentrate respectively, with contained metal of 13,876t of nickel and 5,906t of copper. Payable metal sold for the period was 10,617t of nickel, 6,047t of copper and 212t of cobalt, generating revenue of $377.2 million for the half-year (1H21: $312.0 million).

Profit before tax was $161.8 million, compared to $105.2 million in the comparative period. This was driven by the increased revenue following the higher payable nickel and copper metal sold, together with the higher realised metal prices. Cash costs including royalties were $1.86 per payable pound (1H21: $2.18 per payable pound).

Review of operations (continued)

Nova Operation (continued)

The table below outlines key production and financial statistics for the half-year.

Nova Operation	31 December 2021	31 December 2020	Variance (%)
Ore mined (t)	838,236	787,035	7
Ore milled (t)	834,618	801,952	4
Nickel grade (%)	1.93	2.04	(5)
Copper grade (%)	0.78	0.86	(9)
Cobalt grade (%)	0.07	0.08	(12)
Contained nickel metal (t)	13,876	14,300	(3)
Contained copper metal (t)	5,906	6,449	(8)
Contained cobalt metal (t)	512	544	(6)
Payable nickel metal (t)	11,009	11,117	(1)
Payable copper metal (t)	5,554	6,022	(8)
Payable cobalt metal (t)	218	231	(6)
Nickel cash costs & royalties (A$ per payable pound)	1.86	2.18	(15)
A$ nickel price (A$ per pound sold)	11.82	9.73	21
A$ copper price (A$ per pound sold)	5.77	4.48	29
A$ cobalt price (A$ per pound sold)	35.47	19.49	82

Growth

The Company has an enduring commitment to greenfields exploration and discovery, targeting transformational value creation and sustainable growth through the discovery of clean energy metals deposits. Our disciplined approach to greenfields exploration and discovery is designed to maximise the chance of step-change success. Exploration activities during the half-year focused on:

Brownfields Exploration

Nova

The exploration drilling program around the Nova Operation continued over the period to test new and historical geological, geophysical and geochemical targets. A total of seven diamond drill (DD) holes (6,601m) were completed during the period to test five high priority targets, being Chimera, Western Eye, Halia, Griffin and Oregon. Mafic and ultramafic (MUM) intrusions hosting disseminated to blebby magmatic iron-nickel-copper sulphides were encountered at all five targets.

The Chimera prospect returned the most encouraging results, with two DD holes (2,141m) being completed. These holes were designed to test conceptual geological targets based on structural interpretations of geophysical data, as well as geological and geochemical data from previous air core (AC) drill holes and from an initial deep DD hole. Further testing at the Chimera target was designed to test an off-hole electromagnetic (EM) conductor and drilling continued to delineate the MUM intrusions with favourable textural and lithological features that the Company considers indicative of a productive nickel-copper-cobalt sulphide bearing system.

At the target depth of the modelled EM conductor, weakly conductive metasedimentary sulphides with some graphite were encountered. A downhole electromagnetic (DHEM) survey detected a clear off-hole conductor, indicating that the targeted conductor remains to be tested. Further work is anticipated at Chimera and other near-mine targets in FY22.

Silver Knight

During the period, the Company completed the transaction to acquire a 100% interest in the Silver Knight nickel-copper-cobalt deposit, together with a 65% joint venture interest in a portfolio of tenements across the region surrounding Silver Knight, from the Creasy Group.

Located 35km northeast of the Nova Operation, Silver Knight was discovered by Great Southern Nickel (GSN), part of the Creasy Group, in 2015. GSN subsequently published a JORC Mineral Resource Estimate and applied for a Mining Lease.

During the period, the Company completed infill metallurgical drilling at the Silver Knight deposit. This due diligence program will also inform an updated resource and reserve estimate, which will be communicated to the market in due course. In addition, the Company commenced detailed planning for Silver Knight brownfields exploration in 2022, with several high-priority nickel-copper-cobalt sulphide targets identified around the Silver Knight deposit.

Review of operations (continued)

Growth (continued)

Greenfields Exploration

Fraser Range Project, Western Australia

The Fraser Range Project currently comprises 12,970km^2 of tenure that is highly prospective for Nova-style nickel-copper-cobalt, VMS copper-zinc and gold mineralisation in the Albany Fraser Orogen (AFO) region. The Company holds these tenements either outright, or in joint ventures with other parties where IGO holds up to a 90% interest.

The Company continued to explore across the Fraser Range during the period, with a total of nine DD holes (4,501m) being completed at the Red Bull, Celestial, Titan, Hook and Bilby targets. The targets tested will be logged in detail, sampled and interpreted over the coming months

MUM rocks with traces of nickel-copper-cobalt sulphides were encountered in all DD holes at the Red Bull, Celestial, Hook and Bilby targets.

Other exploration activities undertaken in the period include targeted AC drilling programs (15,490m) to identify and define new prospective intrusions, and moving-loop electro-magnetic (MLEM) surveys to screen geophysical, geochemical and geological anomalies for the presence of massive sulphide accumulations.

Paterson Project, Western Australia

The Paterson Project is targeting sediment-hosted copper deposits with potential gold and/or cobalt credits. The Project comprises four ground positions, consisting of three earn-in and joint venture agreements with Cyprium Metals Limited, Encounter Resources Limited and Antipa Minerals Limited, and tenements staked 100% by IGO. Work during the period was spread across the Encounter, Antipa and Cyprium tenements.

The strategy of collecting belt-scale high-quality primary datasets continued, with cutting-edge techniques used to acquire geological, geochemical and geophysical data. Interpretation of the integrated results will allow for drill testing of the highest quality targets in 2022. The 2021 field-season was completed during the period with a focus across a range of activities.

During the period, regional AC drill programs on the Cyprium tenements were completed to the northeast of Maroochydore (22 holes for 2,204m) and south of Dromedary (44 holes for 4,687m).

On the Antipa tenements, a regional AC drill program, managed by joint venture partner Antipa, was completed with 59 holes for 4,561m drilled in the period. A total of 130 holes from the 2021 AC programs have been prepared for an innovative hydrogeochemistry study in the coming quarter.

Processed data from a belt-scale 7-line magneto-telluric (MT) survey was received and is being integrated with magnetic and gravity inversions to generate a 3D model of the basin architecture. Planned airborne Z-Tipper axis EM, ground-based MLEM and ground gravity surveys were deferred due to COVID-19 and heritage delays.

Kimberley Project, Western Australia

The Kimberley Project is targeting Nova-style nickel-copper-cobalt mineralisation in the Paleoproterozoic belts of the West and East Kimberley.

During the period, helicopter-supported field work was completed at Osmond Valley in the East Kimberley and commenced in the West Kimberley, focusing on the Sentinel area. This involved stream sediment and rock chip sampling, geological and portable XRF rock analysis traversing and ground EM surveys.

In the Sentinel area, outcropping nickel-copper sulphide mineralisation was identified in the Ruins Intrusive Suite whilst investigating a SPECTREM airborne EM anomaly. This will be prioritised for ground EM surveying in CY22 once light vehicle access is established.

A work area survey was also completed with Traditional Owners during the period, which allowed exploration to commence in the Louisa area in October 2021. This field work was completed, with the Company's 2021 field program finishing in late-October 2021 due to adverse weather associated with the onset of the northern wet season. Work at Louisa involved geological mapping and rock chip sampling designed to investigate magnetic anomalies identified from a detailed aeromagnetic-radiometric survey flown by the Company in 2020.

In the Louisa area, geological mapping identified several mafic and ultramafic units coincident with strong magnetic responses. Lithogeochemical rock chip samples will enable the Company to assess the fertility of these units. Assay results are pending.

Heritage Protection Agreements were executed over the Company's exploration leases in the East Kimberley, providing a framework for exploration to commence in the 2022 winter dry season.

Review of operations (continued)

Growth (continued)

Lake Mackay Project, Northern Territory

The Lake Mackay Project is a joint venture between IGO, Prodigy Gold NL and Castile Resources Pty Ltd (in parts) covering a large area of tenements straddling the Northern Territory and Western Australian border. The Project also straddles the Central Australian Suture along the palaeo-margin of the Northern Australian Craton, where multiple styles of copper and gold mineralisation occur, as well as ultramafic-hosted lateritic nickel and cobalt occurrences.

A significant reduction in area of explored and tested tenements was completed during the period. A heritage survey for the remaining exploration targets (gold) within Western Australia was completed.

Raptor, Northern Territory

The belt-scale Raptor Project is a 100%-owned landholding covering 17,161km^2, targeting orthomagmatic nickel-copper sulphide deposits along the Proterozoic Willowra Gravity Ridge.

During the period, geological interpretation of aeromagnetic surveys flown in the previous two field seasons was completed. Work is underway to generate areas of interest and specific exploration target areas from these data. Negotiations for land access continued with the Central Land Council with a Section 42 meeting held in November 2021. Fieldwork will not commence until a land access agreement is ratified.

Copper Coast Project, South Australia

The Copper Coast Project is a 100%-owned 7,519km^2 tenement package in South Australia which runs north-south between the eastern margin of the Gawler Craton and the western margin of the Adelaide Geosyncline, commonly referred to as the Torrens Hinge Zone (THZ). Exploration is focused on the discovery of high-value sediment-hosted copper deposits.

During the period, final acquisition of a roadside infill ground gravity survey was completed across all tenements. This survey was co-funded by the South Australian Government under its Accelerated Discovery Initiative (ADI). A planned ADI co-funded mobile magnetotelluric (MT) airborne survey was delayed until January 2022 due to COVID-19 related border restrictions.

The integration, review and interpretation of all current datasets continued during the period, with the aim to develop a regional scale 3D geological model to guide drilling, which is planned for the March 2022 quarter.

An ADI application for a seismic survey was submitted during the period, which will significantly contribute to a greater understanding of the basin architecture. This is expected to be announced in April 2022. Work has continued with the acquisition of new data for the remainder of FY22, including a regional hydrogeochemical sampling program.

Irindina Project, Northern Territory

The Irindina Project consists of a large 100%-owned IGO tenement package under application covering parts of the eastern Arunta. The Company considers the geological setting at Irindina to be akin to its Fraser Range and Kimberley projects.

During the period, multiple tenement applications were approved with consent to grant documents to be submitted to the Central Land Council in January 2022. Plans are underway to establish land access agreements with the local Traditional Owners prior to commencing initial first-pass exploration.

Broken Hill Nickel Project, New South Wales

The Broken Hill Nickel Project is a new option and earn-in joint venture between IGO (which can earn up to 75%) and Impact Minerals Limited, covering a small landholding near the city of Broken Hill, New South Wales. The Project consists of tenements EL7390 and EL8234 (for a total area of 76km^2) and is located along the southeast margin of the Proterozoic Curnamona Craton, which is considered highly prospective for orthomagmatic nickel-copper-cobalt-PGE sulphide deposits.

During the period, ground EM surveys using a high-temperature SQUID system were planned over the entire project, and these commenced in January 2022.

Corporate

On 16 December 2021, the Company announced that it had entered into a Scheme Implementation Deed (SID) to acquire 100% of Western Areas Limited (WSA) for A$3.36 per share, payable in cash, pursuant to a proposed Scheme of Arrangement (the Transaction). The Transaction values WSA at A$1,096 million on a fully diluted basis.

The Company will fund the transaction through a combination of the Company's existing cash reserves and a new A$900 million senior-secured debt facility underwritten by Australia and New Zealand Banking Group Limited, Commonwealth Bank of Australia and National Australia Bank Limited, comprising a A$540 million amortising facility and A$360 million revolver, both with a maturity date of 30 April 2025.

Review of operations (continued)

Corporate (continued)

Completion of the Transaction is expected in the June 2022 quarter, following the satisfaction of a number of key conditions, including:

- Approval being obtained from shareholders of WSA and Australian court approval in relation to the Scheme
- The Independent Expert concluding that the Transaction is in the best interests of WSA shareholders, and not changing that conclusion or withdrawing its report; and
- Other conditions customary for a public transaction of this nature.

Significant changes in the state of affairs

There have been no significant changes in the state of affairs of the Group during the period.

Matters subsequent to the reporting date

On 28 January 2022, the Directors resolved to pay a fully franked interim dividend of 5 cents per share, payable on 18 March 2022.

Other than the above, there has been no other transaction or event of a material and unusual nature likely, in the opinion of the Directors, to significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group, in future reporting periods.

Rounding of amounts

The Company is of a kind referred to in ASIC Corporation Legislative Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with that Legislative Instrument to the nearest hundred thousand dollars, or in certain cases, to the nearest dollar.

This report is made in accordance with a resolution of Directors.

Peter Bradford
Managing Director

Perth, Western Australia
28 January 2022

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DECLARATION OF INDEPENDENCE BY PHILLIP MURDOCH TO THE DIRECTORS OF IGO LIMITED

As lead auditor for the review of IGO Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of IGO Limited and the entities it controlled during the period.

Phillip Murdoch

Director

BDO Audit (WA) Pty Ltd

Perth, 28 January 2022

	Notes	**31 December 2021 $M**	31 December 2020 $M
Revenue from continuing operations	2	**378.4**	313.6
Other income		**-**	0.1
Mining, development and processing costs		**(77.0)**	(67.1)
Employee benefits expense		**(31.5)**	(34.1)
Share-based payments expense		**(2.9)**	(2.5)
Fair value movement of financial investments		**13.8**	14.2
Depreciation and amortisation expense		**(88.6)**	(90.9)
Exploration and evaluation expense		**(34.2)**	(33.6)
Impairment of exploration and evaluation expenditure	4	**(3.0)**	-
Royalty expense		**(17.0)**	(13.5)
Shipping and wharfage costs		**(12.2)**	(7.9)
Borrowing and finance costs		**(2.9)**	(1.2)
Acquisition and transaction costs		**(5.3)**	(3.9)
Foreign exchange losses		**-**	(30.9)
Fair value movement of foreign exchange hedges		**-**	(8.9)
Other expenses		**(4.7)**	(6.0)
Share of profit from associates	8	**14.4**	-
Profit before income tax		**127.3**	27.4
Income tax expense		**(36.6)**	(7.7)
Profit from continuing operations		**90.7**	19.7
Profit from discontinued operation		**-**	34.4
Profit for the period		**90.7**	54.1
Other comprehensive income			
Items that may be reclassified to profit or loss			
Effective portion of changes in fair value of cash flow hedges, net of tax		**(0.7)**	0.4
Share of other comprehensive income of associates accounted for using the equity method		**3.7**	-
Other comprehensive income for the period, net of tax		**3.0**	0.4
Total comprehensive income for the period		**93.7**	54.5
Profit for the period attributable to members of IGO Limited		**90.7**	54.1
Total comprehensive income for the period attributable to the members of IGO Limited		**93.7**	54.5

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

	Cents	Cents
Earnings per share for profit from continuing operations attributable to the ordinary equity holders of the Company:		
Basic earnings per share	**11.97**	3.27
Diluted earnings per share	**11.94**	3.25
Earnings per share for profit from discontinued operations attributable to the ordinary equity holders of the Company:		
Basic earnings per share	**-**	5.72
Diluted earnings per share	**-**	5.70
Earnings per share for profit attributable to the ordinary equity holders of the Company:		
Basic earnings per share	**11.97**	8.99
Diluted earnings per share	**11.94**	8.95

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

	Notes	**31 December 2021 $M**	30 June 2021 $M
ASSETS			
Current assets			
Cash and cash equivalents		**569.8**	528.5
Trade and other receivables		**63.8**	82.4
Inventories		**42.5**	34.0
Financial assets at fair value through profit or loss		**125.3**	110.9
Derivative financial instruments		**1.9**	2.8
Total current assets		**803.3**	758.6
Non-current assets			
Property, plant and equipment		**39.2**	34.1
Right-of-use assets		**22.4**	24.7
Mine properties	3	**721.9**	804.1
Exploration and evaluation expenditure	4	**145.2**	100.5
Deferred tax assets		**29.3**	30.7
Investments accounted for using the equity method	8	**1,889.8**	1,856.0
Total non-current assets		**2,847.8**	2,850.1
TOTAL ASSETS		**3,651.1**	3,608.7
LIABILITIES			
Current liabilities			
Trade and other payables		**42.5**	47.3
Derivative financial instruments		**1.4**	-
Current tax liabilities		**209.0**	172.0
Provisions		**10.2**	8.7
Lease liabilities		**4.5**	4.4
Total current liabilities		**267.6**	232.4
Non-current liabilities			
Provisions		**47.9**	47.3
Lease liabilities		**18.4**	20.6
Deferred tax liabilities		**106.5**	108.5
Total non-current liabilities		**172.8**	176.4
TOTAL LIABILITIES		**440.4**	408.8
NET ASSETS		**3,210.7**	3,199.9
EQUITY			
Contributed equity	5	**2,641.4**	2,648.6
Reserves	6(a)	**432.8**	505.5
Retained earnings	6(b)	**136.5**	45.8
TOTAL EQUITY		**3,210.7**	3,199.9

The above consolidated balance sheet should be read in conjunction with the accompanying notes.

	Contributed equity $M	Retained earnings $M	Other reserves $M	Total equity $M
Balance at 1 July 2020	1,897.1	9.8	18.9	1,925.8
Profit for the period	-	54.1	-	54.1
Other comprehensive income				
Effective portion of changes in fair value of cash flow hedges, net of tax	-	-	0.4	0.4
Total comprehensive income for the period	-	54.1	0.4	54.5
Transactions with owners in their capacity as owners:				
Share placement and institutional entitlement offer	709.1	-	-	709.1
Costs associated with share placement (net of tax)	(9.1)	-	-	(9.1)
Acquisition of treasury shares	(5.8)	-	-	(5.8)
Dividends paid	-	(29.5)	-	(29.5)
Share-based payments expense	-	-	2.5	2.5
Issue of shares - Employee Incentive Plan	3.0	-	(3.0)	-
Balance at 31 December 2020	2,594.3	34.4	18.8	2,647.5

	Contributed equity $M	Retained earnings $M	Other reserves $M	Total equity $M
Balance at 1 July 2021	2,648.6	45.8	505.5	3,199.9
Profit for the period	-	90.7	-	90.7
Other comprehensive income				
Effective portion of changes in fair value of cash flow hedges, net of tax	-	-	(0.7)	(0.7)
Share of other comprehensive income of associate	-	-	3.7	3.7
Total comprehensive income for the period	-	90.7	3.0	93.7
Transactions with owners in their capacity as owners:				
Acquisition of treasury shares	(10.1)	-	-	(10.1)
Dividends paid	-	-	(75.7)	(75.7)
Share-based payments expense	-	-	2.9	2.9
Issue of shares - Employee Incentive Plan	2.9	-	(2.9)	-
Balance at 31 December 2021	2,641.4	136.5	432.8	3,210.7

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

	Notes	**31 December 2021 $M**	31 December 2020 $M
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		**421.2**	485.6
Payments to suppliers and employees (inclusive of GST)		**(174.2)**	(206.0)
		247.0	279.6
Acquisition and transaction costs		**(5.5)**	-
Interest and other costs of finance paid		**(2.6)**	(1.0)
Interest received		**1.2**	1.4
Payments for exploration and evaluation		**(36.6)**	(38.4)
Net cash inflow from operating activities		**203.5**	241.6
Cash flows from investing activities			
Payments for property, plant and equipment		**(9.3)**	(6.1)
Proceeds from sale of property, plant and equipment		**0.1**	27.0
Payments for purchase of listed investments		**(0.5)**	(19.3)
Payments for development expenditure		**(0.7)**	(37.9)
Payments for capitalised exploration and evaluation expenditure		**(47.7)**	(7.9)
Payments for acquisition of TLEA		**-**	(92.6)
Capital contributions to TLEA	8	**(15.7)**	-
Net cash (outflow) from investing activities		**(73.8)**	(136.8)
Cash flows from financing activities			
Repayment of borrowings		**-**	(57.1)
Transaction costs associated with borrowings		**(0.1)**	(0.5)
Proceeds from issues of shares		**-**	709.1
Share issue transaction costs		**-**	(12.8)
Payment of dividends	7	**(75.7)**	(29.5)
Payments for shares acquired by the IGO Employee Trust		**(10.1)**	(5.8)
Principal element of lease payments		**(2.2)**	(3.2)
Net cash (outflow) inflow from financing activities		**(88.1)**	600.2
Net increase in cash and cash equivalents		**41.6**	705.0
Cash and cash equivalents at the beginning of the period		**528.5**	510.3
Effects of exchange rate changes on cash and cash equivalents		**(0.3)**	(29.2)
Cash and cash equivalents at the end of the half-year		**569.8**	1,186.1

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

1 Segment information

(a) Description of segments

Management has determined the operating segments based on the reports reviewed by the Board that are used to make strategic decisions. The Group operates predominantly in only one geographic segment (Australia). During the period, the following segments were in operation: The Nova Operation, Lithium Operations, and Growth, which comprises Regional Exploration Activities and Project Evaluation. The Tropicana Operation was sold effective 31 May 2021.

The Nova Operation produces nickel and copper concentrates. Revenue is derived primarily from the sale of these concentrates containing nickel, copper and cobalt to multiple customers. The General Manager of the Nova Operation is responsible for the budgets and expenditure of the Operation. The Nova Operation and exploration properties are owned by the Group's wholly owned subsidiary IGO Nova Pty Ltd.

The Lithium Operations represent the Group's 49% share in the lithium joint venture, Tianqi Lithium Energy Australia Pty Ltd (TLEA), with Tianqi Lithium Corporation over its Australian lithium assets. The focus of TLEA is on the existing upstream and downstream lithium assets located in Western Australia, whereby the Group has an indirect 24.99% interest in the Greenbushes Lithium Mine and a 49% interest in the owned and operated Kwinana Lithium Hydroxide Refinery. The transaction completed on 30 June 2021 and the investment is equity accounted by the Group.

The Tropicana Operation represented the Groups 30% joint venture interest in the Tropicana Gold Mine. AngloGold Ashanti Australia Limited (AngloGold Ashanti) was the manager of the Operation and held the remaining 70% interest. The Tropicana Operation was sold effective 31 May 2021.

The Group’s General Manager - Exploration is responsible for budgets and expenditure relating to the Group’s regional exploration, scoping studies and feasibility studies, and the Head of Corporate Development is responsible for budgets and expenditure relating to new business development. The Growth division does not normally derive any income. Should a project generated by the Growth division commence generating income or lead to the construction or acquisition of a mining operation, that operation would then be disaggregated from Growth and become reportable in a separate segment.

(b) Segment results

	Nova Operation	Lithium Operations	Tropicana Operation (Discontinued)	Growth	Total
	$M	$M	$M	$M	$M
Half-year ended 31 December 2021					
Nickel revenue	**273.6**	**-**	**-**	**-**	**273.6**
Copper revenue	**73.8**	**-**	**-**	**-**	**73.8**
Silver revenue	**0.8**	**-**	**-**	**-**	**0.8**
Cobalt revenue	**16.0**	**-**	**-**	**-**	**16.0**
Shipping and insurance service revenue	**6.4**	**-**	**-**	**-**	**6.4**
Other revenue	**6.6**	**-**	**-**	**-**	**6.6**
Total segment revenue	**377.2**	**-**	**-**	**-**	**377.2**
Segment net operating profit (loss) before income tax	**161.8**	**14.4**	**-**	**(39.2)**	**137.0**

1 Segment information (continued)

(b) Segment results (continued)

	Nova Operation $M	Lithium Operations $M	Tropicana Operation (Discontinued) $M	Growth $M	Total $M
Half-year ended 31 December 2020					
Nickel revenue	220.0	-	-	-	220.0
Gold revenue	-	-	148.1	-	148.1
Copper revenue	54.5	-	-	-	54.5
Silver revenue	0.9	-	0.7	-	1.6
Cobalt revenue	10.0	-	-	-	10.0
Shipping and insurance service revenue	2.7	-	-	-	2.7
Other revenue	23.9	-	-	-	23.9
Total segment revenue	312.0	-	148.8	-	460.8
Segment net operating profit (loss) before income tax	105.2	-	49.2	(34.1)	120.3
Total segment assets					
31 December 2021	954.1	1,889.8	-	145.4	2,989.3
30 June 2021	1,086.4	1,856.0	-	101.0	3,043.4
Total segment liabilities					
31 December 2021	101.9	-	-	0.7	102.6
30 June 2021	100.3	-	-	4.0	104.3

(c) Segment revenue

A reconciliation of reportable segment revenue to total revenue is as follows:

	31 December 2021 $M	31 December 2020 $M
Sales revenue	**377.2**	460.8
Elimination of discontinued operation	**-**	(148.8)
Interest revenue on corporate cash balances and other unallocated revenue	**1.2**	1.6
Total revenue	**378.4**	313.6

1 Segment information (continued)

(d) Segment net profit before income tax

A reconciliation of reportable segment net profit before income tax to net profit before income tax is as follows:

	31 December 2021 $M	31 December 2020 $M
Segment net operating profit before income tax	**137.0**	120.3
Elimination of discontinued operation	**-**	(49.2)
Interest revenue on corporate cash balances and other unallocated revenue	**1.2**	1.6
Fair value movement of financial investments	**13.8**	14.2
Share-based payments expense	**(2.9)**	(2.5)
Depreciation expense on unallocated assets	**(1.3)**	(1.3)
Corporate and other costs and unallocated other income	**(13.1)**	(11.5)
Borrowing and finance costs	**(2.1)**	(0.5)
Acquisition and other integration costs	**(5.3)**	(3.9)
Foreign exchange losses	**-**	(30.9)
Fair value movements on foreign exchange hedges	**-**	(8.9)
Profit before income tax	**127.3**	27.4

(e) Segment assets

A reconciliation of reportable segment assets to total assets is as follows:

	31 December 2021 $M	30 June 2021 $M
Total segment assets	**2,989.3**	3,043.4
Unallocated assets:		
Deferred tax assets	**29.3**	30.7
Listed equity securities	**125.3**	110.9
Cash and receivables held by the parent entity	**490.1**	410.5
Office and general plant and equipment	**17.1**	13.2
Total assets as per the consolidated balance sheet	**3,651.1**	3,608.7

(f) Segment liabilities

A reconciliation of reportable segment liabilities to total liabilities is as follows:

	31 December 2021 $M	30 June 2021 $M
Total segment liabilities	**102.6**	104.3
Unallocated liabilities:		
Deferred tax liabilities	**106.5**	108.5
Creditors and accruals of the parent entity	**10.6**	13.2
Provision for employee entitlements of the parent entity	**7.0**	5.8
Corporate lease liabilities	**4.7**	5.0
Current tax liabilities	**209.0**	172.0
Total liabilities as per the consolidated balance sheet	**440.4**	408.8

2 Revenue

	31 December 2021 $M	31 December 2020 $M
From continuing operations		
Sales revenue from contracts with customers		
Sale of goods revenue	**364.2**	285.4
Shipping and insurance service revenue	**6.4**	2.7
Sales revenue	**370.6**	288.1
Other revenue		
Interest revenue	**1.2**	1.6
Provisional pricing adjustments	**6.6**	23.9
Other revenue	**7.8**	25.5
Total revenue	**378.4**	313.6

3 Mine properties

	31 December 2021 $M	31 December 2020 $M
Mine properties in production	**721.9**	1,015.9
Deferred stripping	**-**	58.6
	721.9	1,074.5

Reconciliations of the carrying amounts at the beginning and end of the half-year are as follows:

	Mine properties in development $M	**Mine properties in production $M**	**Deferred stripping $M**	**Total mine properties $M**
Half-year ended 31 December 2021				
Carrying amount at beginning of the period	**-**	**804.1**	**-**	**804.1**
Additions	**-**	**0.6**	**-**	**0.6**
Amortisation expense	**-**	**(82.8)**	**-**	**(82.8)**
Carrying amount at end of the period	**-**	**721.9**	**-**	**721.9**
Half-year ended 31 December 2020				
Carrying amount at beginning of the period	19.0	1,095.9	44.7	1,159.6
Additions	3.5	7.3	28.0	38.8
Transfers from exploration and evaluation expenditure	-	2.9	-	2.9
Transfers to property, plant and equipment	-	(13.5)	-	(13.5)
Transfers from mine properties under construction	(22.5)	22.5	-	-
Amortisation expense	-	(99.2)	(14.1)	(113.3)
Carrying amount at end of the period	-	1,015.9	58.6	1,074.5

4 Exploration and evaluation expenditure

	31 December 2021 $M	31 December 2020 $M
Exploration and evaluation costs	**145.2**	100.0

Reconciliations of the carrying amounts at the beginning and end of the half-year are as follows:

	31 December 2021 $M	31 December 2020 $M
Carrying amount at beginning of the period	**100.5**	95.0
Additions	**47.7**	7.9
Transfers to mine properties in development or production	**-**	(2.9)
Impairment charge	**(3.0)**	-
Carrying amount at end of the period	**145.2**	100.0

Impairment of exploration and evaluation expenditure

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. Management regularly evaluates the recoverability of exploration and evaluation assets. The Group recognised impairment charges during the current reporting period of $3.0 million (2020: $nil) relating to the relinquishment of tenements.

5 Contributed equity

	31 December 2021 $M	31 December 2020 $M
Fully paid issued capital	**2,651.2**	2,597.1
Treasury shares	**(9.8)**	(2.8)
	2,641.4	2,594.3

(a) Share capital

Movements in ordinary share capital:

Details	**2021 Number of shares**	**2021 $M**	**2020 Number of shares**	**2020 $M**
Balance at 1 July	757,267,813	**2,651.2**	590,797,034	1,897.1
Share placement and entitlement offer	-	**-**	154,155,280	709.1
Less: Transaction costs arising on share issue (net of tax)	-	**-**	-	(9.1)
Balance at 31 December	757,267,813	**2,651.2**	744,952,314	2,597.1

5 Contributed equity (continued)

(b) Treasury shares

Treasury shares are shares in IGO Limited that are held by the Company's Employee Share Trust for the purpose of issuing shares under the IGO Employee Incentive Plan.

Movements in treasury shares

Details	2021 Number of shares	2021 $M	2020 Number of shares	2020 $M
Balance at 1 July	**(136,526)**	**(2.6)**	-	-
Acquisition of shares by the Trust	**(1,151,725)**	**(10.1)**	(1,164,600)	(5.8)
Issue of deferred shares under the Company's Employee Incentive Plan	**898,906**	**2.9**	990,192	3.0
Balance at 31 December	**(389,345)**	**(9.8)**	(174,408)	(2.8)

6 Reserves and retained earnings

(a) Reserves

	31 December 2021 $M	30 June 2021 $M
Hedging reserve	**1.2**	1.9
Share-based payments reserve	**20.4**	20.4
Foreign currency translation reserve	**3.7**	-
Distributable profits reserve*	**407.5**	483.2
	432.8	505.5

* The movement in the Distributable profits reserve for the period of $75.7 million reflects the payment of the final dividend for the year ended 30 June 2021. Refer Note 7.

(b) Retained earnings

Movements in retained earnings were as follows:

	Notes	31 December 2021 $M	31 December 2020 $M
Balance at 1 July		**45.8**	9.8
Net profit for the period		**90.7**	54.1
Dividends paid during the period	7	**-**	(29.5)
Balance at 31 December		**136.5**	34.4

7 Dividends

(a) Ordinary shares

	31 December 2021 $M	31 December 2020 $M
Final dividend for the year ended 30 June 2021 of 10 cents (2020: 5 cents) per fully paid share	**75.7**	29.5
Total dividends paid during the half-year	**75.7**	29.5

The final dividend for the year ended 30 June 2021 was paid out of the Distributable profits reserve (refer Note 6(a)).

(b) Dividends not recognised at the end of the reporting period

	31 December 2021 $M	31 December 2020 $M
In addition to the above dividends, since the period end the Directors have recommended the payment of an interim dividend of 5 cents (2020: nil cents) per fully paid share, fully franked. The aggregate amount of the proposed dividend expected to be paid, but not recognised as a liability at period end, is:	**37.9**	-

8 Interests in associates

(a) Interests in associates

Set out below are the associates of the Group as at 31 December 2021 which, in the opinion of the Directors, are material to the Group. The entities listed below have share capital consisting solely of ordinary shares, which are held directly by the Group. The country of incorporation or registration is also their principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

Name of entity	**Place of business/ country of incorporation**	**% of ownership interest**		**Nature of relationship**	**Measurement method**	**Carrying amount**	
		31 December 2021 %	30 June 2021 %			**31 December 2021 $M**	30 June 2021 $M
TLEA*	Australia	**49.0**	49.0	Associate	Equity method	**1,889.8**	1,856.0

* Tianqi Lithium Energy Australia Pty Ltd

The Group completed the transaction to acquire 49% of the share capital of Tianqi Lithium Energy Australia Pty Ltd (TLEA) from Tianqi Lithium Corporation (Tianqi) on 30 June 2021. TLEA is the exclusive vehicle for lithium investments for IGO and Tianqi outside of China. The transaction completed on 30 June 2021 therefore there was no impact to the Group's profit or loss for the previous half-year. A deposit payment of $92.6M was paid in December 2020 and included in the prior period cash flows.

8 Interests in associates (continued)

(a) Interests in associates (continued)

(i) Summarised financial information for associates

The carrying amount of equity-accounted investments has changed as follows in the six months to 31 December 2021:

	TLEA 31 December 2021 $M
Reconciliation to carrying amounts:	
Carrying amount at beginning of the period	**1,856.0**
Profit for the period	**14.4**
Other comprehensive income	**3.7**
Capital contributions	**15.7**
Carrying amount at the end of the period	**1,889.8**

Summarised statement of comprehensive income	**TLEA 31 December 2021 $M**
Revenue (100%)	**489.0**
Profit for the period[1]	**57.4**
Profit for the period - IGO Group's share	**28.1**
Equity accounting adjustments[2]	**(13.7)**
IGO Group's share of profit of equity accounted investments	**14.4**
Total other comprehensive income[3]	**7.6**
IGO Group's share of other comprehensive income	**3.7**

1. Profit for the period is the amount attributable to owners of TLEA (ie net of amounts attributable to non-controlling interests within the TLEA Group).
2. IGO's share of equity accounting adjustments for the period relate to the amortisation of the provisional accounting fair value adjustments of $1,147.5 million (IGO Group's 49% share).
3. Other comprehensive income is the amount attributable to owners of TLEA (ie net of amounts attributable to non-controlling interests within the TLEA Group) and primarily relates to revaluation of foreign exchange loans between TLEA group companies.

9 Fair value measurements of financial instruments

This note provides an update on the judgements and estimates made by the Group in determining the fair values of the financial instruments since the last annual financial report.

(a) Fair value hierarchy

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

(a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
(b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (level 2), and
(c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

9 Fair value measurements of financial instruments (continued)

The following table presents the Group's financial assets and financial liabilities measured and recognised at fair value at 31 December 2021 and 30 June 2021 on a recurring basis:

	Level 1 $M	Level 2 $M	Level 3 $M	Total $M
At 31 December 2021				
Financial assets				
Financial assets at fair value through profit or loss				
Listed investments	**125.3**	**-**	**-**	**125.3**
Derivative instruments				
Diesel hedging contracts	**-**	**1.9**	**-**	**1.9**
	125.3	**1.9**	**-**	**127.2**
Financial liabilities				
Derivative instruments				
Commodity hedging contracts	**-**	**1.4**	**-**	**1.4**
	-	**1.4**	**-**	**1.4**

	Level 1 $M	Level 2 $M	Level 3 $M	Total $M
At 30 June 2021				
Financial assets				
Financial assets at fair value through profit or loss				
Listed investments	110.9	-	-	110.9
Derivative instruments				
Diesel hedging contracts	-	2.8	-	2.8
	110.9	2.8	-	113.7

Specific valuation techniques used to value financial instruments include:

(i) Valuation techniques used to determine level 1 fair values

The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

(ii) Valuation techniques used to determine level 2 and level 3 fair values

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

All of the resulting fair value estimates are included in level 2.

9 Fair value measurements of financial instruments (continued)

(iii) Fair value of other financial instruments

The Group also had a number of financial instruments that are not measured at fair value in the balance sheet. These instruments had the following fair value at the reporting date.

	31 December 2021		30 June 2021	
	Carrying amount $M	Fair value $M	Carrying amount $M	Fair value $M
Current liabilities				
Lease liabilities	**4.5**	**5.3**	4.4	5.3
	4.5	**5.3**	4.4	5.3
Non-current liabilities				
Lease liabilities	**18.4**	**19.7**	20.6	22.3
	18.4	**19.7**	20.6	22.3

10 Contingencies

(a) Contingent liabilities

The Group had guarantees outstanding at 31 December 2021 totalling $1,522,000 (30 June 2021: $1,522,000) which have been granted in favour of various third parties. The guarantees primarily relate to mining environmental and rehabilitation bonds.

There have been no other changes in contingent liabilities since the last annual reporting date.

11 Events occurring after the reporting period

On 28 January 2022, the Directors resolved to pay a fully franked interim dividend of 5 cents per share, payable on 18 March 2022.

There has been no other matter or circumstance that has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or the state of affairs of the Group or economic entity in subsequent financial periods.

12 Basis of preparation of half-year report

This consolidated interim financial report for the half-year reporting period ended 31 December 2021 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2021 and any public announcements made by IGO Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

New and amended standards adopted by the Group

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

In the Directors' opinion:

(a) the interim financial statements and notes set out on pages 8 to 22 are in accordance with the *Corporations Act 2001*, including:

(i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and

(ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the half-year ended on that date, and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

Peter Bradford
Managing Director

Perth, Western Australia
28 January 2022

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of IGO Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of IGO Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated balance sheet as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of statement of accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

(i) Giving a true and fair view of the Group's financial position as at 31 December 2021 and of its financial performance for the half-year ended on that date; and

(ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001.*

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BDO Audit (WA) Pty Ltd

BDO

Phillip Murdoch

Director

Perth, 28 January 2022