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DELTA LITHIUM

ANNUAL REPORT 2025

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CORPORATE DIRECTORY

DIRECTORS

Nader El Sayed
Non-Executive Chairman

James Croser
Managing Director

Steve Kovac
Non-Executive Director

Joshua Thurlow
Non-Executive Director

COMPANY SECRETARY

Peter Gilford

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SECURITIES EXCHANGE LISTING

Delta Lithium Limited securities are listed on the Australian Securities Exchange (ASX)

ASX Code: DLI

WEBSITE AND CORPORATE GOVERNANCE STATEMENT

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CHAIRMAN'S LETTER



DEAR SHAREHOLDERS,

On behalf of the Board of Directors, I'm pleased to present the Annual Report for Delta Lithium Limited for the financial year ended 30 June 2025.

The past financial year has been a truly transformative period for our Company.

We've focussed on setting Delta up for long-term success in the rapidly evolving lithium sector with a sharpened focus on this key commodity and our critical projects, and an unwavering commitment to delivering long-term value for our shareholders.

I would like to begin by expressing our sincere thanks to our previous Chair, Mr Chris Ellison and recently departed Non-Executive Director, Mr Tim Manners for their valuable contributions to the Delta Board in recent years.

Their leadership, commitment and strategic insights have helped guide Delta through a pivotal phase of growth and position it for enduring success.

I also extend my appreciation to our entire team – from those in our office to those on the ground, and everyone in between – as it's the dedication and hard work of our people right across the business who have been instrumental in delivering the significant outcomes achieved in FY25.

At our flagship Yinnetharra Lithium Project, we continued to build upon our knowledge. The updated Mineral Resource Estimate (MRE) of 21.9Mt @ 1.0% Li_2O, with a 71% increase in the Indicated category, underscores the growing confidence in the Malinda deposit.

The maiden Tantalum MRE of 39.4Mt @ 102ppm Ta_2O_5 further highlights the multi-commodity potential of the region while opening up a secondary revenue stream with minimal additional capital requirements.

Complementing our organic growth, we strategically acquired the Mortimer Hills and Aston Projects, expanding our landholding in the Upper Gascoyne Lithium Province to over 3,100km^2. These acquisitions enhance our exploration pipeline and reinforce our dominant position in one of Australia's most prospective lithium regions.

In line with our commitment to disciplined capital allocation and strategic growth, Delta undertook a comprehensive review of its asset portfolio.

The outcome was the successful demerger of our Mt Ida Gold Project into a new standalone entity, Ballard Mining Limited.

This strategic move enables Delta to concentrate its resources and expertise on its core lithium assets, while still retaining exposure to the upside of the gold asset through our significant equity position in Ballard.



CHAIRMAN'S LETTER (CONT'D)

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The demerger and subsequent IPO of Ballard Mining, which raised $30 million to focus on growth and derisking the Mt Ida gold asset was significantly oversubscribed, reflecting the strong market confidence in the quality of the Mt Ida gold asset and the leadership team entrusted with its development.

This transaction not only crystallised value for our shareholders through the in-specie distribution and the opportunity to participate in the priority offer but also reinforced our commitment to prudent capital management and strategic clarity.

Furthermore, we successfully monetised another non-core asset in the disposal of the Eureka Gold Project.

Delta remains well-capitalised, with over $58.5 million in cash and cash equivalents at year-end.

Our strong financial position enables us to pursue growth opportunities while maintaining flexibility and resilience in a dynamic market environment.

I'm excited at what the future holds as we concurrently advance our projects, while remaining open to strategic acquisitions that complement our lithium-focussed strategy.

With a strong balance sheet, a high-quality asset base, and a focussed and talented team, Delta is well-positioned to deliver on its vision of becoming a leading Australian lithium developer.

We are confident in our strategy, excited about capitalising on the potential opportunities that the challenging lithium market may present and remain committed to delivering sustainable value for our shareholders.

On behalf of the Board, I extend my gratitude to our employees, partners, and shareholders for your continued support and belief in our vision.

Yours sincerely,

Nader El Sayed
Non-Executive Chairman

REVIEW OF OPERATIONS

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$58.47m

CASH BALANCE FOR FY25

88,069m

METRES DRILLED ACROSS OUR PROJECTS

151km²

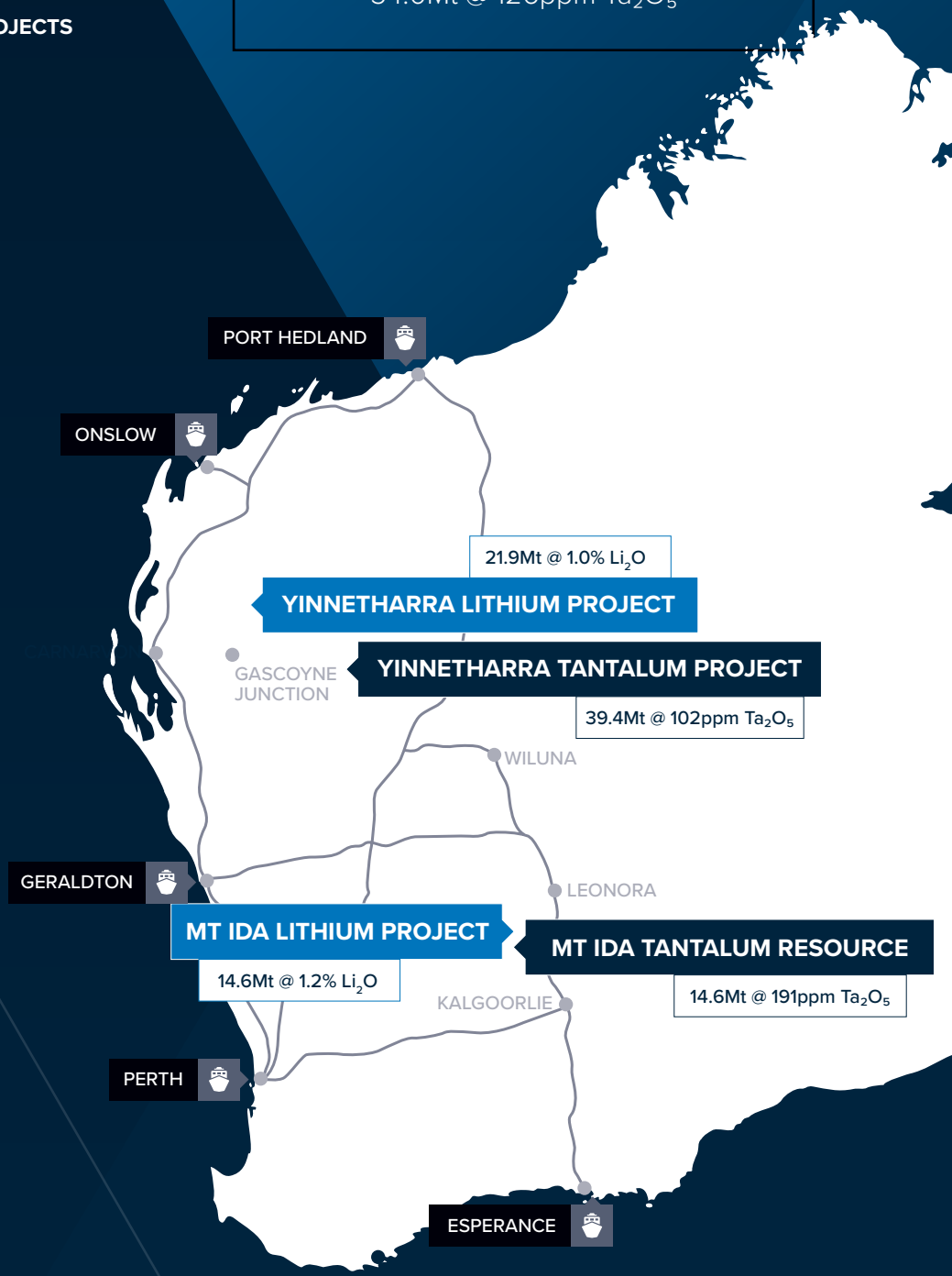
TENURE AT THE MT IDA PROJECT

3,100km²

TENURE AT THE YINNETHARRA

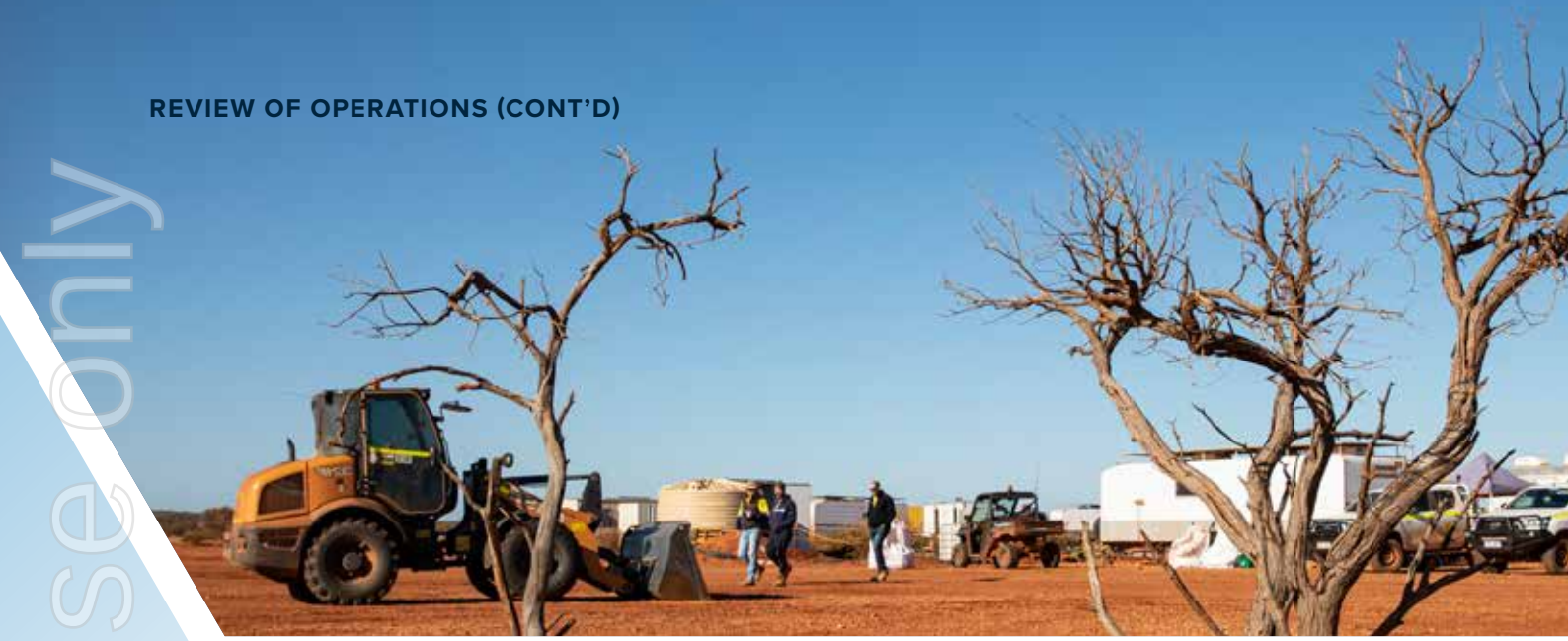
Total Lithium Resouce
36.5Mt @ 1.1% Li_2O

Total Tantalum Resource
54.0Mt @ 126ppm Ta_2O_5



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REVIEW OF OPERATIONS (CONT'D)



Delta continued to progress key developmental workstreams throughout the financial year at both the Mt Ida and Yinnetharra Projects

During the year the Company focussed on exploration work to expand the existing gold resource at Mt Ida. Delta commenced a four-stage gold exploration program in November consisting of approximately 35,000-40,000m drill metres including both Reverse Circulation (RC) and diamond drilling at the Baldock Deposit. Concurrent to exploration, the Company continued to progress studies on a standalone Mt Ida gold Processing Plant with permitting applications for a Processing Plant and a Tailings Storage Facility submitted in 2025.

Delta conducted a Strategic Review which determined the most value-accretive development pathway forward for the Mt Ida Gold Project would be for the Company to continue advancing the Project towards genuine standalone scale. Following an upgrade to the Mineral Resource Estimate (MRE) at Mt Ida in April of 2025, Delta announced the demerger of its gold asset at Mt Ida and Initial Public Offering (IPO) of shares in Ballard Mining Limited. This was approved by shareholders on 30 June and Ballard successfully listed on the ASX subsequent to the end of the financial year on 14 July 2025.

At Yinnetharra, exploration was focussed on the completion of the resource definition program for Malinda and diamond drill programs to collect representative bulk samples for metallurgical testwork. Results have continued to demonstrate strong lithium intercepts from the M1, M36 and M47 pegmatites, which form the bulk of the MRE. This drill program culminated in the release of an updated Lithium resource at Yinnetharra together with a maiden Tantalum MRE.

A metallurgical test work program to a Definitive Feasibility Study (DFS) level of detail was approved by the Delta Board in late September to target the M1 pegmatite orebody, which hosts the majority of the Mineral Resource at Malinda. This test work, including a 4-tonne pilot plant test on the M1 material, was ongoing throughout the December quarter with results released to the ASX during the March quarter. The M1 metallurgical results indicated high grade spodumene concentrates could be produced at a high recovery rate with very low impurities through a Whole-of-Ore Flotation processing path.

Importantly, Delta remains committed to the prudent management of capital. In addition to the IPO of Ballard Mining, the sale of the Eureka Project to Javelin Minerals for $1.5M in cash, $1.5M in scrip and up to $1.0M contingent consideration, successfully monetised a non-core asset and maintained exposure for Delta shareholders through an ongoing equity position.

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Corporate Strategy

Delta's strategy over the past financial year has been

- Strong focus on capital allocation and cash preservation
- Building upon confidence at Yinnetharra
- Goal to develop an operating mine
- Moving towards monetising gold to fund growth
- Open to acquisitions that complement our strategy

The team at Delta made good progress to strategy during the 2025 financial year. Having delivered upon a pathway to monetise the gold asset at Mt Ida, the Company will stay focussed on continuing to build confidence at Yinnetharra whilst remaining open to complementary acquisitions in the lithium sector.

The Company has also continued to build on its existing knowledge of Yinnetharra with the primary focus of increasing the lithium resource confidence at Malinda which has been achieved via a 75% Indicated Li MRE. In addition, the Company also successfully identified the emergence of contiguous tantalum at Malinda which is under consideration for a secondary source of revenue requiring modest flowsheet additions.

Looking forward, the Company is focussed on the following main objectives:

- Add to the lithium resources at Yinnetharra, and progress negotiations and approvals for a Mining Lease at Malinda;
- Maintain close relationships with Ballard Mining at Mt Ida, ensuring cooperation on mineral rights achieves an optimal outcome for lithium in any future gold DFS;
- Growth via disciplined exploration programs and investment; and
- Strategically approaching complementary acquisition opportunities.

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REVIEW OF OPERATIONS (CONT'D)

Yinnetharra Lithium Project

The Yinnetharra Lithium Project is located in the Gascoyne Lithium Province of Western Australia and sits within a tenement package covering an area of more than 3,100km^2.

An updated MRE was released in March 2025 of 21.9Mt @ 1% Li_2O with a 71% increase to the indicated category. Additionally, Delta released a maiden Tantalum MRE. The Tantalum-only MRE of 17.5Mt @ 136ppm Ta_2O_5 is independent of the Lithium MRE while the combined total Yinnetharra Tantalum Mineral Resource is estimated at 39.4Mt @ 102ppm Ta_2O_5.

Farm-In Joint Venture Agreements have expanded the prospective land-holding to over 3100km^2.

The Company completed its drill campaign at Malinda with assays released to the ASX on 21 January 2025.

Across April and May, concurrent with ongoing fieldwork, the Company completed the strategic acquisition of two prospective lithium projects: the Zeus Resources' (ASX: ZEU) Mortimer Hills Lithium Project and the Minerals 260' (ASX:MI6) Aston Project.

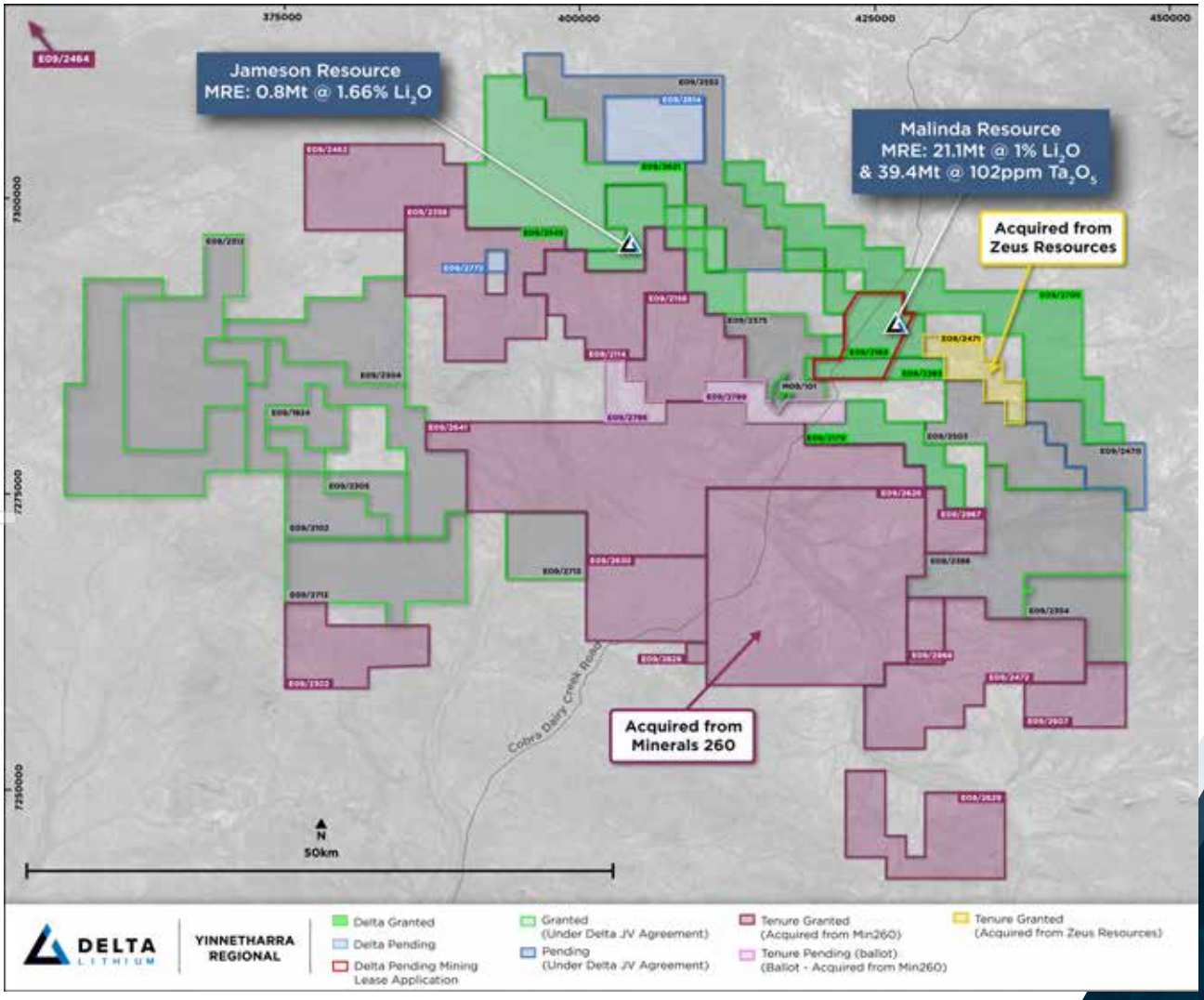


Figure 1: Yinnetharra Tenure

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REVIEW OF OPERATIONS (CONT'D)

These acquisitions support Delta's strategy to grow resources and advance Yinnetharra towards feasibility. The expanded land holding from 1,769km^2 to more than 3,100 km^2 secures Delta's dominant position in the Upper Gascoyne Lithium province and opens immediate exploration opportunities along the strike of Delta's existing deposits at Malinda and Jameson, and into new acquired areas with existing geochemical lithium anomalies (See Figure 1).

These acquisitions are directly adjacent to Delta's existing granted tenure and provide strong exploration synergy for our exploration team along the margin to the Thirty-Three Supersuite granite pluton, which is considered to be the source of the Malinda and Jameson lithium and tantalum deposits.

Highlights from resource definition at Malinda during the year include:

- **25m @ 2.84% Li_2O** from 148m in YRRD050 at M36
- **124m @ 1.1% Li_2O** from 11m in YDPT005 at M1 (metallurgical hole – not true width)
- **46m @ 1.1% Li_2O** from 203m in YDGT002 at M1
- **78m @ 0.8% Li_2O** from 105m in YRRD668 at M47
  - including **22m @ 1.4% Li_2O** from 160m
- **22.6m @ 2.16% Li_2O** from 310m in YRRD126 at M36
- **32.4m @ 1.01% Li_2O** from 50m in YDPT012 at M47
- **32m @ 0.93% Li_2O** from 280m in YDRD066 at M1
- **15m @ 1.5% Li_2O** from 19m in YDRD716 at M69
- **22m @ 1.13% Li_2O** from 24m in YDRD717 at M69

Final assays from Jamesons' first program also showed continuation of strong spodumene mineralisation at depth:

- **10m @ 2.2% Li_2O** from 113m in JREX030A



REVIEW OF OPERATIONS (CONT'D)

HoleID	From m	To m	Length m	Li_2O pct	Ta_2O_5 ppm	Fe_2O_3%
YDPT005	11.0	135.1	124.1	1.1	50.8	2.6
YDPT006	119	217	108	0.7	54.8	2.7
YDRD050	148	173	25	2.8	111.2	2.5
YRRD668	105	183	78	0.8	217.3	3.2
YDRD052	80.6	117.0	36.4	1.5	54.3	0.8
YRRD690	62	105	43	1.2	68.1	1.1
YDPT004	82.7	154.2	71.5	0.7	63.9	0.7
YDGT002	203.0	248.6	45.6	1.1	63.1	0.8
YRRD671	202.1	237.4	35.3	1.18	77	1.53
YDRD056	148.5	191.0	42.5	1.0	58.9	0.5
YDPT001	23.8	52.5	28.6	1.3	70.6	0.9
YDPT006	119	161	42	0.8	38.1	1.6
YRRD640	202	219	17	1.85	116	2.94
YRRD663A	149	178	29	1.0	76.9	2.5
YRRD577	170	197	27	1.0	23.2	0.9
YDPT002	37.3	61.1	23.8	1.1	76.5	1.2
JREX030A	113	123	10.0	2.2	55.7	1.1
YRRD618	152.5	170.6	18.1	1.0	58.9	1.2
YRRD690A	32	59	27	0.7	47.3	2.5
YDRD053	89	100	11	1.3	26.3	0.7
YRRD678A	186	195	9.0	1.5	25.4	0.8
YRRD679	89.0	101.3	12.3	1.1	45.1	4.9
YRRD588	86	99	13	1.0	55.4	1.0
YRRD660	39	59	20	0.7	242.4	1.1
YRRD634	171	184	13	1.0	53.1	3.9
YRRD633A	150	159	9	1.3	46.1	4.2

Table 1: Highlights of drill intercepts at Yinnetharra

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REVIEW OF OPERATIONS (CONT'D)

Resource Update and Tantalum Resource Estimate

Lithium Mineral Resource Estimate

During the year the updated Lithium Mineral Resource Estimate was prepared by Snowden Optiro for the Malinda series, inclusive of the M1 series, M36, M42, M47, M67, M69, M70 pegmatites and the maiden calculation for the Jameson J1 pegmatite at the Company's 100% owned Yinnetharra Lithium Project. The updated resource was based upon an additional 624 holes for 112,822m.

The geological understanding has significantly improved for the Malinda system, following the focussed infill drilling program over the last 12 months. As is often the case with infill drill programs to lift resource confidence, the Company has seen a modest decrease in resource tonnes of 15%, to be measured against a much larger increase in resource confidence of 140% in the Indicated category. This tonnage reduction can be explained by much tighter wireframe constraints applied to Indicated material and variations in pegmatite morphology within the previous Inferred boundaries, particularly at depth, which were defined by much wider spaced drilling.

See below a plan view of the Malinda area with pegmatites labelled by Resources category.



REVIEW OF OPERATIONS (CONT'D)

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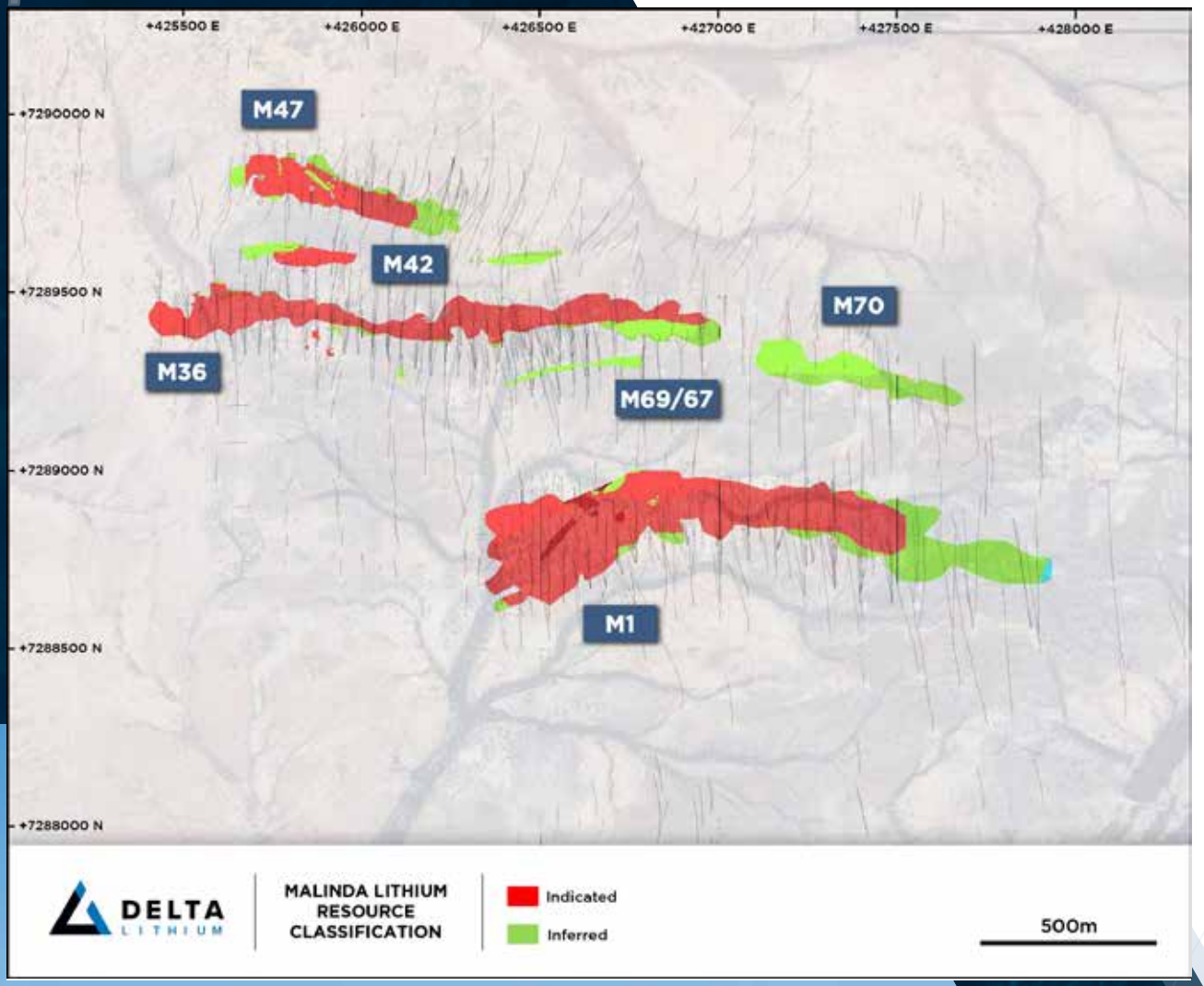


Figure 2: Plan View to Malinda area showing Lithium resource classification



REVIEW OF OPERATIONS (CONT'D)

Lithium mineralisation at the M1 deposit is predominantly spodumene hosted, with other lithium bearing minerals such as lepidolite and amblygonite occurring in the M36 and M47 pegmatites in varying amounts. The LCT pegmatites at Malinda are contained within multiple shallowly south and north dipping pegmatites that intrude folded mafic-sediment stratigraphy adjacent to the Proterozoic Thirty-Three suite granites.

The maiden MRE for the Jameson prospect highlights the potential for high-grade lithium mineralisation located 20km west of the Malinda Prospect and presents currently as a potential satellite ore source. The J1 pegmatite has intruded into the highly deformed fold hinge within the same Leake Springs Metamorphic package that hosts the Malinda resource.

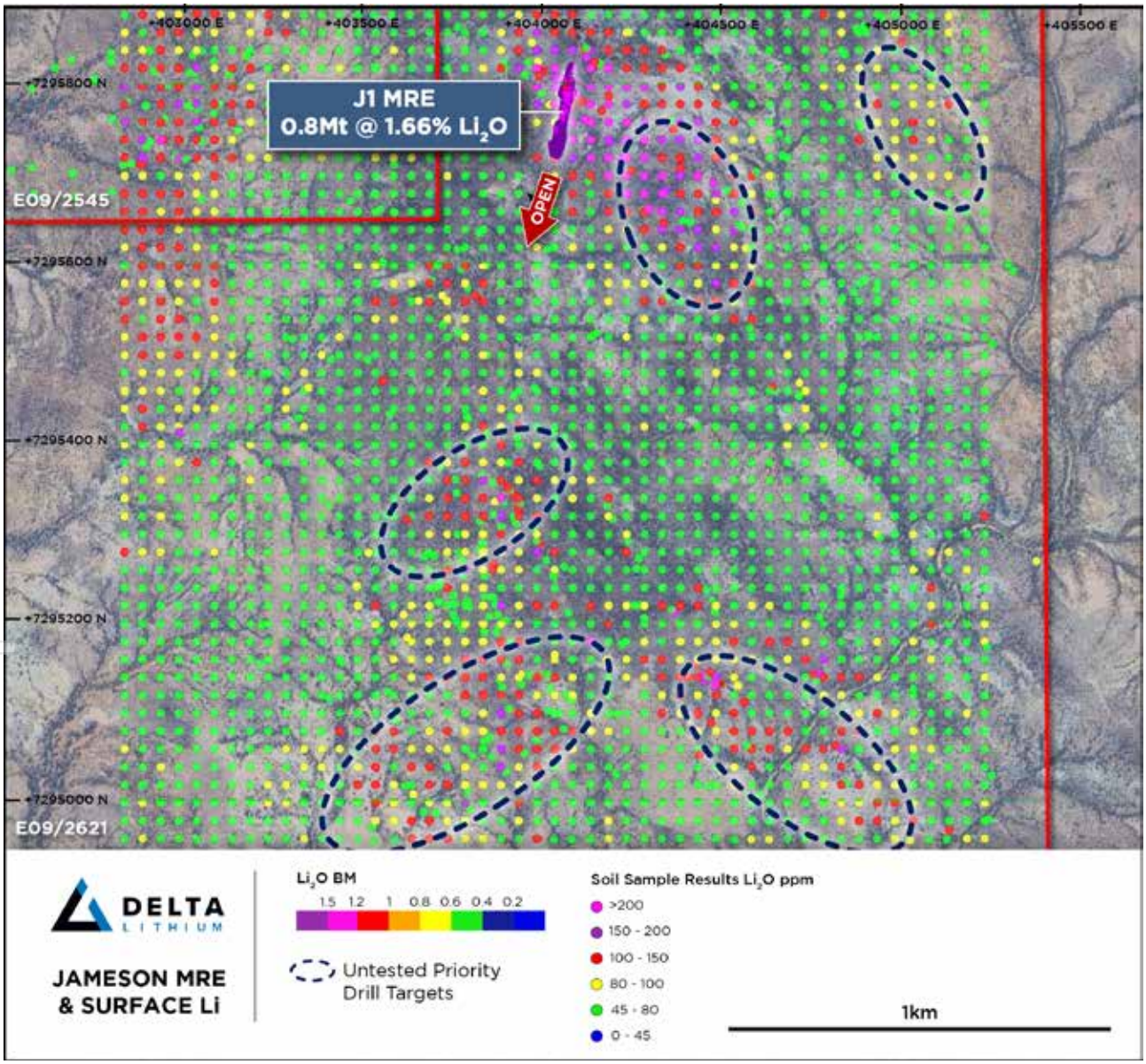


Figure 3: Jameson MRE over surface sampling highlighting extensions and priority drill targets in the area. Anomalous zone to the NW is due to the presence of a fertile Granite and is therefore not a priority drill target

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REVIEW OF OPERATIONS (CONT'D)

The initial phase of exploration drilling at Jameson had limited access while phase 2 drill planning is underway in coordination with traditional owners to ensure any culturally significant sites are identified and remain undisturbed. Detailed follow up mapping is being completed at Jameson and Jameson South which has returned several priority targets that will be drill tested later this year, as identified in Figure 3.

Importantly, now that Delta has delineated 74% of the Mineral Resource at Malinda as Indicated, study work can be advanced inclusive of this resource confidence, while the Company turns its focus to priority regional targets across the 3,100km^2 package. Drilling is planned to recommence later in Q3-2025 at Jameson and regional targets.

During resource definition and infill drill programs, tantalum was intercepted beyond the current Lithium Mineral Resource. As a result, these tantalum rich pegmatites were domained separately to honour the maximum continuity of grade. The tantalum zones are within the same LCT system, generally on the extremities or in a hanging wall position relative to the Lithium mineralisation. This independent tantalum resource could potentially be mined incrementally within the same open pits and add value to the Yinnetharra project.

See Figure 4 below a long section of Malinda showing the spatial relationship of the tantalum resource in relation to the lithium resource.

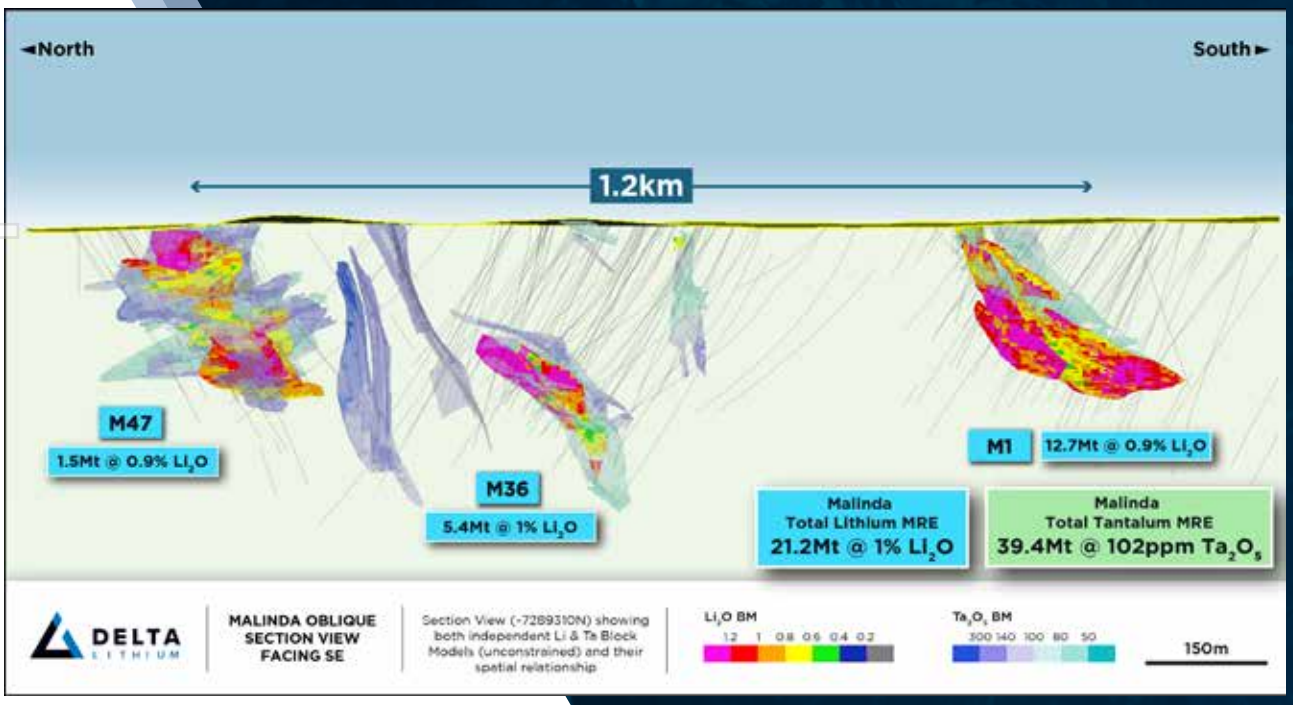


Figure 4: Section View (~7289310N) showing both independent Li & Ta Block Models (unconstrained) and their spatial relationship

REVIEW OF OPERATIONS (CONT'D)

The Tantalum-only 17.5Mt @ 136ppm Ta_2O_5 is independent of the Lithium MRE. The combined total Yinnetharra Tantalum Mineral Resource is estimated at 39.4Mt @ 102ppm Ta_2O_5 for 4,018,800 kg of contained Ta_2O_5 (at a 65ppm cut-off). Tantalum pentoxide Ta_2O_5 (99.95%) sold for an average of approximately USD$237 per kilogram during late 2024, representing a potential byproduct via conventional gravity separation techniques such as spirals and tabling to produce a saleable concentrate onsite, with modest additions to flowsheet design.

Early investigations into tantalum involved two phases of very high-level sighter metallurgical test work, revealing encouraging recoveries worthy of follow up. Expansion of this workflow and optimisations advanced while a tantalum recovery circuit was incorporated into the baseline Malinda flowsheet design.

The combined Inferred and Indicated Mineral Resource Estimate were measured as:

- **21.9 Mt @ 1.0% Li_2O** (at a 0.5% Li_2O cut off)

74% of the MRE in higher confidence Indicated category: 16.1 Mt @ 1.0 Li_2O% (see Table 2 below).

Yinnetharra Lithium & Tantalum Resource March 2025							
Area	**Resource category**	**Cut-off grade (Li_2O%)**	**Tonnes (Mt)**	**Li_2O%**	**Li_2O (Kt)**	**Ta_2O_5 ppm**	**Ta_2O_5 (Kt)**
M1	Measured	0.5	-	-	-	-	-
	Indicated		9.9	0.9	92	51	0.5
	Inferred		2.9	0.8	24	52	0.2
	Total Resource		**12.7**	**0.9**	**117**	**51**	**0.6**
M2	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.2	1.2	2	29	0.0
	Total Resource		**0.2**	**1.2**	**2**	**29**	**0.0**
M3	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.2	1.0	1	24	0.0
	Total Resource		**0.2**	**1.0**	**1**	**24**	**0.0**
M4	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.1	0.8	0	20	0.0
	Total Resource		**0.1**	**0.8**	**0**	**20**	**0.0**
M20	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.0	0.6	0	54	0.0
	Total Resource		**0.0**	**0.6**	**0**	**54**	**0.0**
M36	Measured	0.5	-	-	-	-	-
	Indicated		4.7	1.1	51	106	0.5
	Inferred		0.7	0.7	5	153	0.1
	Total Resource		**5.4**	**1.0**	**56**	**112**	**0.6**

Table 2: Yinnetharra Lithium & Tantalum JORC Resource

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REVIEW OF OPERATIONS (CONT'D)

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Yinnetharra Lithium & Tantalum Resource March 2025							
Area	**Resource category**	**Cut-off grade (Li_2O%)**	**Tonnes (Mt)**	**Li_2O%**	**Li_2O (Kt)**	**Ta_2O_5 ppm**	**Ta_2O_5 (Kt)**
M42	Measured	0.5	-	-	-	-	-
	Indicated		0.2	0.6	1	131	0.0
	Inferred		0.2	0.7	1	107	0.0
	Total Resource		**0.4**	**0.7**	**2**	**122**	**0.0**
M47	Measured	0.5	-	-	-	-	-
	Indicated		1.4	0.9	13	154	0.2
	Inferred		0.1	0.8	1	185	0.0
	Total Resource		**1.5**	**0.9**	**14**	**157**	**0.2**
M67	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.3	0.7	2	62	0.0
	Total Resource		**0.3**	**0.7**	**2**	**62**	**0.0**
M69	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.4	0.8	3	85	0.0
	Total Resource		**0.4**	**0.8**	**3**	**85**	**0.0**
J1	Measured	0.5	-	-	-	-	-
	Indicated		-	-	-	-	-
	Inferred		0.8	1.7	13	44	0.0
	Total Resource		**0.8**	**1.7**	**13**	**44**	**0.0**
	Total Measured		-	-	-	-	-
	Total Indicated		16.1	1.0	158	77	1.2
	Total Inferred		5.8	0.9	54	69	0.4
	Total		**21.9**	**1.0**	**212**	**75**	**1.6**

Table 2: Yinnetharra Lithium & Tantalum JORC Resource

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REVIEW OF OPERATIONS (CONT'D)

Aston Project Acquisition

The Aston Project acquired from Minerals 260 comprises 15 granted exploration licences covering an area of approximately 1,700km^2. Minerals 260's earlier exploration defined multiple lithium, tantalum and rubidium soil anomalies, including a 5km-long lithium trend at Pyramid Hill, with no drilling previously undertaken.

Many of these tenements adjoin Delta's existing holdings and JV areas, streamlining exploration and potential development around the Malinda and Jameson deposits. Their close proximity to Jameson and ~10 km of additional strike along the Leake Springs Metamorphic unit - which hosts all known lithium and tantalum resources at Yinnetharra - makes it highly prospective. Delta has already begun target generation and will systematically drill test these promising areas following the heritage clearances mentioned above being undertaken over this new tenure in the coming quarter.

Mortimer Hills Project Acquisition

The acquisition of the Mortimer Hills Project comprises one granted exploration licence, E09/2147, which is located 5km east southeast along strike from Malinda. This land package presents significant prospectivity due to its close proximity to Malinda. Field teams are scheduled to get onto the ground at Mortimer Hills in the coming months to commence target generation, soil geochemistry and detailed geology mapping.

Yinnetharra Project Development

Environmental baseline studies have progressed at Yinnetharra including flora and fauna, materials characterisation, surface and groundwater studies. These studies were ongoing throughout the year.

A metallurgical testwork program to a DFS level of detail was approved by the Delta Board late in the September quarter to target the M1 pegmatite orebody, which hosts the majority of the Mineral Resource Estimate at Malinda. This testwork, including a 4-tonne pilot plant test on the M1, was ongoing throughout the December quarter with results released to the ASX on 21 January (refer ASX Announcement titled 'Yinnetharra Metallurgy and Exploration Update'). A summary of the results is shown in Table 3.

The testwork program was used to develop the required processing flowsheet for the M1 ore body as shown in Figure 6. Geotechnical studies on the M1 Open Pit to a DFS level of detail, and M1 Underground to a PFS level of detail was completed throughout the year. The metallurgical and geotechnical studies on the M1 are designed to support a Maiden Reserve in future studies.

Grades	Units	Batch	Locked Cycle	Pilot Plant
Feed Grade	%Li_2O	1.0	1.0	1.0
Concentrate Grade	%Li_2O	6.0	5.5	5.7
Recovery Breakdown				
Deslime Losses	%, Li_2O	3.9	3.9	4.2
Mags Losses	%, Li_2O	3.4	3.4	2.8
Mica Prefloat Losses	%, Li_2O	6.4	9.9	6.1
Spodumene Float Losses	%, Li_2O	4.6	6.5	17.7
Global Recovery	**%, Li_2O**	**81.8**	**76.4**	**69.2**

Table 3: High level testwork results

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REVIEW OF OPERATIONS (CONT'D)

Approvals and Project Development

Subsequent to the end of the Financial Year, Delta engaged with traditional owners to conduct heritage surveys in prospective areas in order to prepare for upcoming exploration drilling in the vicinity.

The Mining Lease application was submitted for the Malinda Mining Area and Native Title negotiations have commenced.

Environmental permitting will continue to advance, and Delta will provide an update on the likely permitting route once meetings with Regulators have been held.



Figure 5: Operating the spodumene circuit

REVIEW OF OPERATIONS (CONT'D)

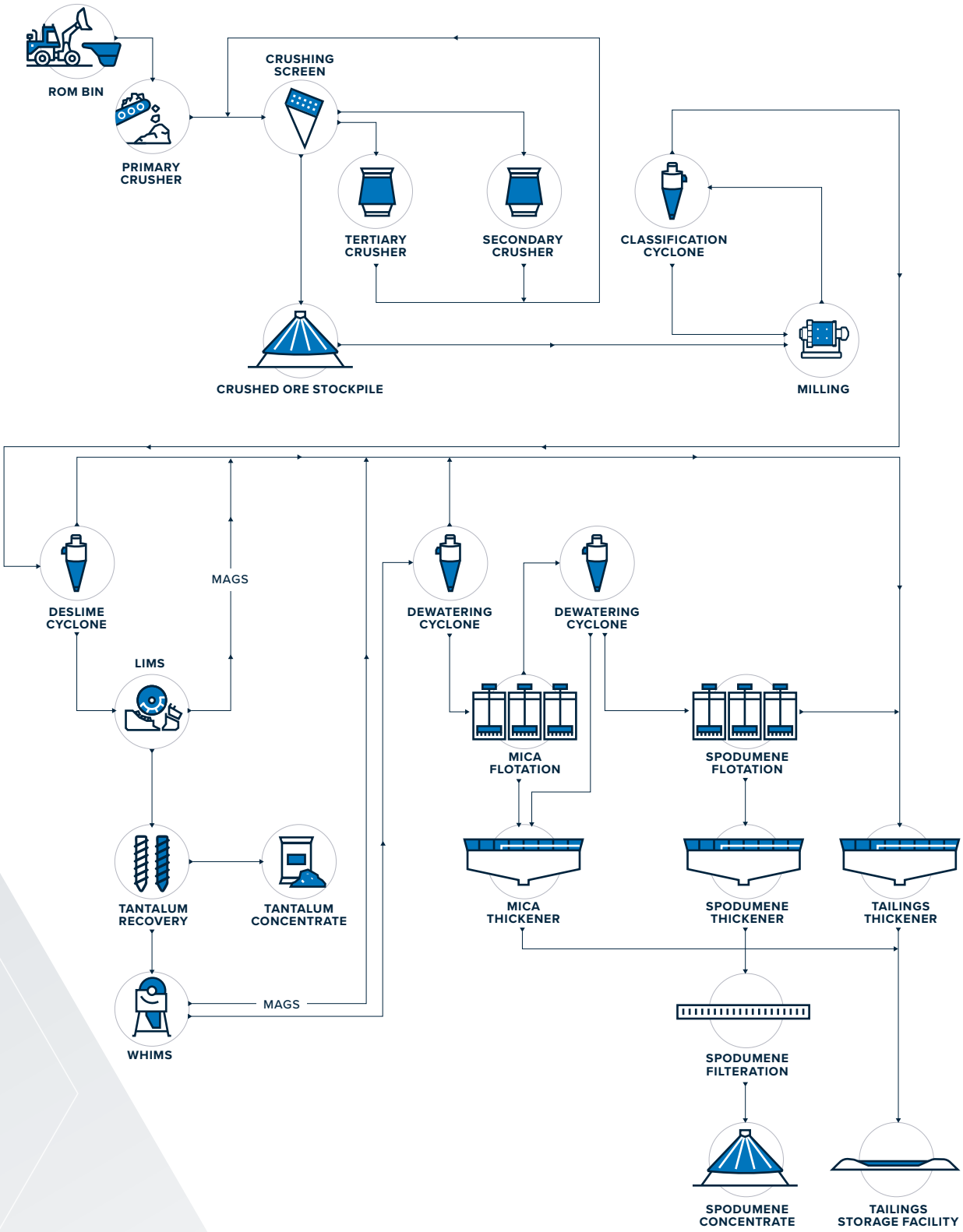


Figure 6: M1 Lithium / Tantalum DFS Flowsheet Diagram

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Mt Ida Project

The Mt Ida Project is located approximately 100km northwest of Menzies, and approximately 225km by road from Kalgoorlie in Western Australia's prolific Eastern Goldfields mining region. The Project area resides on granted mining leases and is approved for open pit and underground mining at Baldock, which hosts the majority of the high-grade gold Mineral Resource at Mt Ida.

Mt Ida Project Development

Delta continued to progress a standalone processing option such that Delta's own development plans could be assessed against the outcome of the Strategic Review. Contemporaneously with the Resource Growth program as outlined below, Delta prepared and submitted applications for a Processing Plant and Tails Storage Facility at Mt Ida with Works Approval and update to Mining Proposal and Mine Closure Plan submitted to the relevant state authorities being DWER and DMPE.

Mt Ida Strategic Review

In September 2024, Delta appointed Bell Potter Securities as financial advisor to conduct a formal Strategic Review of the gold opportunity at Mt Ida and determine how best to monetise the asset. The decision was in line with Delta's stated strategy to maintain a principal focus on its lithium assets contained at Mt Ida and the Yinnetharra Project in the Gascoyne region.

The Strategic Review indicated that the most value accretive development pathway was for Delta to continue advancing the Mt Ida Project towards genuine standalone scale. The Company grew the Resource at Mt Ida and subsequently demerged the gold mineral rights at Mt Ida as discussed below.

Mt Ida Gold

Mt Ida hosts a significant high-grade gold resource with total Inferred and Indicated Mineral Resources of 10.3Mt @ 3.33 g/t Au for 1.1Moz.

Mt Ida Resource Growth

Delta advanced multiple key workstreams throughout the year which included a $6m exploration drilling program, with a target to grow the current gold resource beyond 1 million ounces for genuine standalone scale. This was the first program that primarily targeted the gold resources since Delta's acquisition of the project in 2021. The majority of previous drilling undertaken at Mt Ida has been focussed on LCT mineralisation, however gold lodes at Baldock were continuously intercepted by this drilling due to their spatial relationship with the pegmatites.

The four-stage drill program consisted of 44,234 drill metres including both RC and diamond drilling at Baldock, then regional RC drilling across the wider Mt Ida tenure including Kestrel, Bombay & West Knell (See Figure 7). The drill program was successful in growing the resource at Mt Ida by 47%.

Significant drill results received during the program demonstrated continuity and confirmed the extension of mineralisation beyond the previous MRE, both along strike and at depth. In particular, results following up on historical drilling have confirmed shallow, high-grade mineralisation to the South of Baldock.

Highlights of the drill campaign included the following results:

- **3m @ 18.2g/t Au** from 283m in IDRD364
- **6m @ 13.4g/t Au** from 91m in IDRD389
  - **Including 3m @ 25.1g/t Au** from 92m

REVIEW OF OPERATIONS (CONT'D)

- **1.2m @ 10.1g/t Au** from 410.5m in IDRD333
- **7m @ 2.9g/t Au** from 17m in IDRD368
- **2m @ 4.9g/t Au** from 38m in IDRD362A
- **1m @ 7.1g/t Au** from 128m in IDRD39
- **2m @ 9.3g/t Au** from 83m in IDRD309
- **1m @ 6.5g/t Au** from 197m in IDRD310
- **5m @ 4.7g/t** from 38m in IDRD321
  - **Including 2m @ 10.3g/t Au** from 38m
- **2m @ 4.1g/t Au** from 31m in IDRD352
- **1m @ 9.3g/t Au** from 140m in IDRD330
- **1m @ 8.8g/t Au** from 308m in IDRD327
- **1.54m @ 37.3g/t Au** from 367.91m in IDRD325 at Baldock

Highlights from drilling at regional prospects

- **1m @ 64g/t Au** from 45m in JPEX008 at Jupiter
- **3m @ 7.9g/t Au** from 148m in BYRD027 at Bombay
- **5m @ 5.8g/t Au** from 67m in WKEX025 at West Knell
- **6m @ 4.4g/t Au** from 74m in WKEX034 at West Knell
- **2m @ 4.1g/t Au** from 56m in WKEX039 at West Knell



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REVIEW OF OPERATIONS (CONT'D)

A major Mineral Resources Estimate (MRE) upgrade for gold at Mt Ida was announced in April 2025 and is outlined below:

		Indicated			Inferred			Total		
		Tonnes	Grade	Ounces	Tonnes	Grade	Ounces	Tonnes	Grade	Ounces
Cut off	**Deposit**	**(000s)**	**g/t Au**	**(000s)**	**(000s)**	**g/t Au**	**(000s)**	**(000s)**	**g/t Au**	**(000s)**
Open cut Au 0.5 g/t	Baldock	2,600	4.5	365	1,570	3.6	200	4,120	4.2	563
	Kestrel	-	-	-	940	1.6	48	940	1.6	48
	Golden Vale*	-	-	-	496	1.7	27	496	1.7	27
	Bombay				711	1.3	30	711	1.3	30
	West Knell				238	3.3	25	238	3.3	25
	Jupiter				50	1.7	3	50	1.7	3
0.0 g/t Au Cut off	Mt Ida Tailings*	-	-	-	500	0.5	8	500	0.5	8
Underground 1.5 g/t Au	Baldock	242	4.8	37	2,610	4.0	338	2,850	4.0	368
	Kestrel	-	-	-	80	1.8	5	80	1.8	5
	Golden Vale	-	-	-	-	-	-	-	-	-
	Bombay				30	3	3	30	3	3
	West Knell				192	2.4	15	192	2.4	15
	Jupiter				90	2.7	8	90	2.7	8
All	Baldock	2,840	4.5	402	4,220	3.9	532	7,000	4.1	930
	Kestrel	-	-		1,000	1.7	53	1,000	1.7	53
	Golden Vale*	-	-	-	496	1.7	27	496	1.7	27
	Bombay				740	1.4	33	740	1.4	33
	West Knell				420	2.9	40	420	2.9	40
	Jupiter				140	2.3	11	140	2.3	11
	Mt Ida Tailings*				500	0.5	8	500	0.5	8
	Total	**2,840**	**4.5**	**402**	**7,500**	**3.0**	**699**	**10,310**	**3.33**	**1,102**

Table 4: Mineral Resource Estimate for Mt Ida Gold Project

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Mt Ida Demerger and IPO

During the June quarter, Delta successfully completed the demerger of its Mt Ida Gold Project into a new, standalone entity, named Ballard Mining Limited. This strategic separation allows Delta to sharpen its focus on its core lithium business while continuing to provide investors with direct exposure to a promising gold exploration company and a buoyant gold market. Ballard was successfully listed on the ASX after balance date via an Initial Public Offering which raised $30 Million.

Rationale and Process

On 29 April 2025, Delta announced an updated gold Mineral Resource Estimate (MRE) at the Mt Ida Project of a total Inferred and Indicated Mineral Resource of 10.3Mt @ 3.33 g/t Au for 1.1 Moz[1]. This MRE update significantly increased the global gold inventory at the Mt Ida Project, demonstrating the presence of a large gold system, both immediately at Baldock and across the broader tenement package (see Figure 8) and represented significant potential upside for future exploration at the Mt Ida Project.

Given the scale of the Mt Ida Gold MRE and a potential future standalone mining operation, together with the funds required to continue advancing the Mt Ida Project towards execution, the Board and management of Delta made a strategic decision to demerge the gold mineral rights into Ballard to drive superior value for Delta Shareholders and new Ballard Shareholders.

The demerger, which received very strong institutional and retail support, provided shareholders with one Ballard share for every 11.25 Delta shares held, allowing Delta shareholders to retain exposure to the value and upside of the Gold Asset. The result was a newly incorporated, standalone gold exploration company in Ballard, which will be focussed on the advancement of the Gold Asset, with the rights to explore the asset's location. Ballard Mining, named after Lake Ballard which is a local landmark near the Mt Ida Project, now holds the gold mineral rights through its shareholding in Mt Ida AU Pty Ltd, which is a wholly owned subsidiary of Ballard.

Ballard secured a high-calibre and experienced team with extensive experience in mineral exploration, project development, mining and financing in the resources industry to make up its Board and leadership. The team includes a combination of existing Delta directors and new appointments, including Delta's Managing Director, James Croser, who joined the Board of Ballard as a Non-Executive Director and representative of Delta as the major shareholder. Tim Manners and Paul Brennan will head the executive team and carry their current knowledge of the asset over to ensure a smooth transition of the Mt Ida Gold asset into the new standalone entity. Simon Lill has been appointed Chairman and Stuart Mathews will act as a Non-Executive Director.

The demerger was subsequently followed by a successful IPO and ASX listing on 14 July 2025, with a capital raise of $30 million, $5 million of which was a priority offer to Delta shareholders and $25 million was an offer to institutional and broker firms, both of which were oversubscribed. The capital will allow Ballard to immediately commence a significant exploration, extensional and infill drilling program, including to facilitate drilling of regional growth targets and infill drilling at Baldock to support DFS workstreams and associated study work, with a view to reaching a final investment decision on building the gold mine.

1 See ASX Announcement 29 April 2025 entitled "Mt Ida Gold Resources Update & Proposed demerger"

REVIEW OF OPERATIONS (CONT'D)

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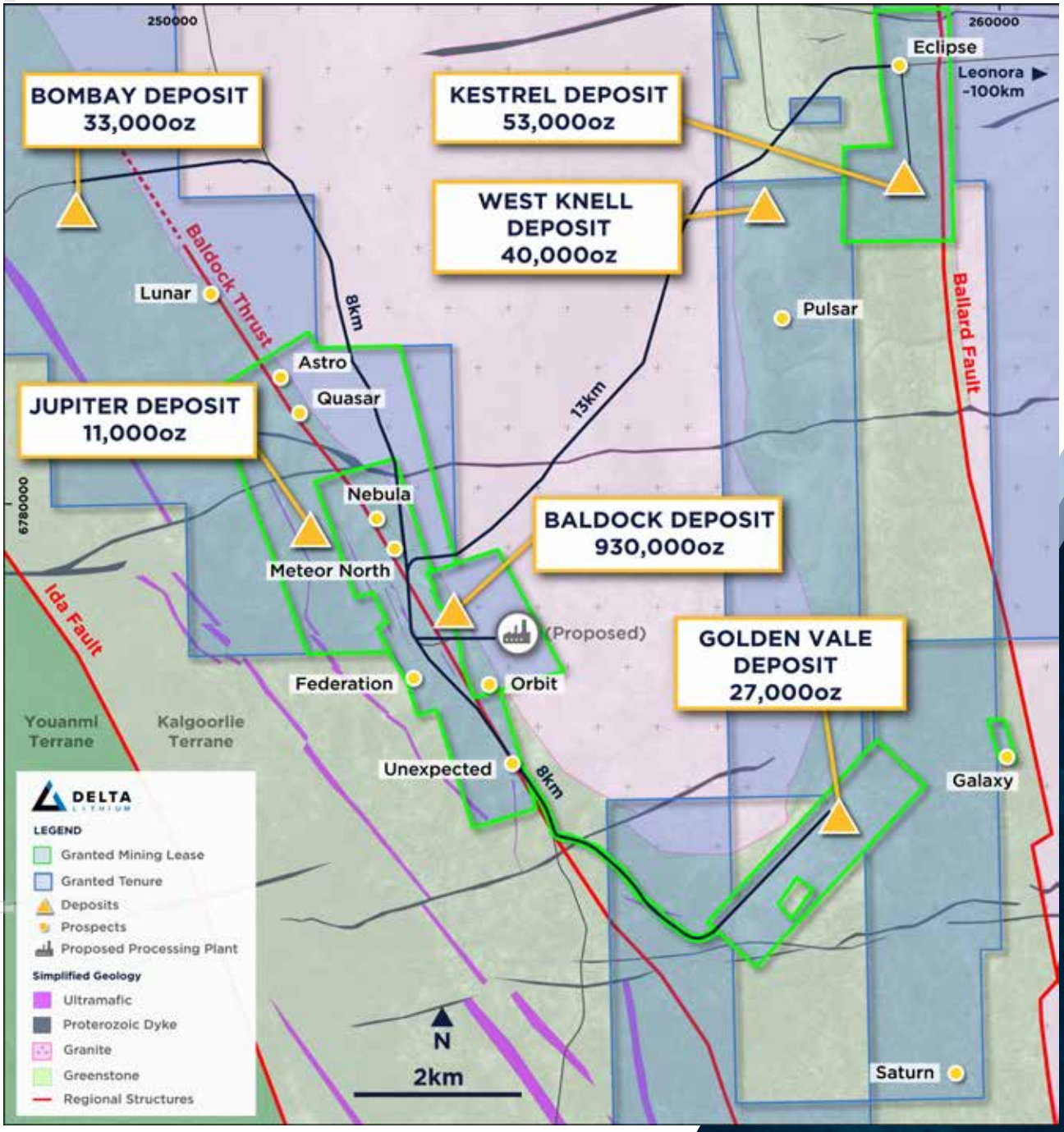


Figure 7: Mt Ida Project and Location of Gold Deposits

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REVIEW OF OPERATIONS (CONT'D)

Mt Ida Lithium

Delta remains as the tenement holder at Mt Ida and retains ownership of all minerals except for gold. The Sister Sam, Timoni & Sparrow deposits have an identified MRE of **14.7Mt @ 1.2% Li_2O**.

The strategic decision provides Delta significant upside through a substantial holding in Ballard Mining, while enabling the Company to continue focussing on its primary business, being the exploration and development of its Australian lithium assets. Furthermore, it is anticipated that Delta will benefit from the ongoing gold exploration at Mt Ida in instances where LCT pegmatites may be intercepted by the ongoing exploration drill programs of Ballard Mining. Delta maintains the mineral rights to all minerals at Mt Ida except gold.

Previous Lithium MRE results from Mt Ida (September 2023) are included below:

Mt Ida Lithium September 2023						
			Li_2O			
	Resource category	Cut-off grade (Li_2O%)	Tonnes (Mt)	Grade (% Li_2O)	Li_2O (Kt)	Ta_2O_5 Grade (Ta_2O_5 ppm)
Sparrow	Measured	0.55	-	-	-	-
	Indicated		1.3	1.0	14	189
	Inferred		1.2	0.9	11	144
	Total Resource		2.5	1.0	25	167
Timoni	Measured	0.55	-	-	-	-
	Indicated		1.5	1.2	18	206
	Inferred		1.3	1.1	14	156
	Total Resource		2.7	1.2	32	183
Sister Sam	Measured	0.55	-	-	-	-
	Indicated		5.0	1.4	72	238
	Inferred		4.3	1.2	50	156
	Total Resource		9.3	1.3	123	200
Total Measured			-	-	-	-
Total Indicated			7.8	1.3	104	224
Total Inferred			6.8	1.1	76	154
Total			**14.6**	**1.2**	**180**	**191**

Table 5: Mineral Resource Estimate for Mt Ida Lithium Project

Notes: Tonnages and grades have been rounded to reflect the relative uncertainty of the estimate. Inconsistencies in the totals are due to rounding.



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REVIEW OF OPERATIONS (CONT'D)

Eureka Gold Project

The Eureka gold project is roughly 50km north of Kalgoorlie. Delta disposed of the non-core Eureka project to Javelin Minerals for $1.5M cash consideration, $1.5M in Javelin shares and up to $1M contingent consideration subject to recommencement of mining operations or achieving a Mineral Resource Estimate in excess of 200,000oz at a cut-off grade of 0.5g/t.

Corporate

Fundraising

During the year there was $783,662 received for the exercise of 3,134,650 unlisted $0.25 options. 10,100,460 options expired unexercised during the quarter.

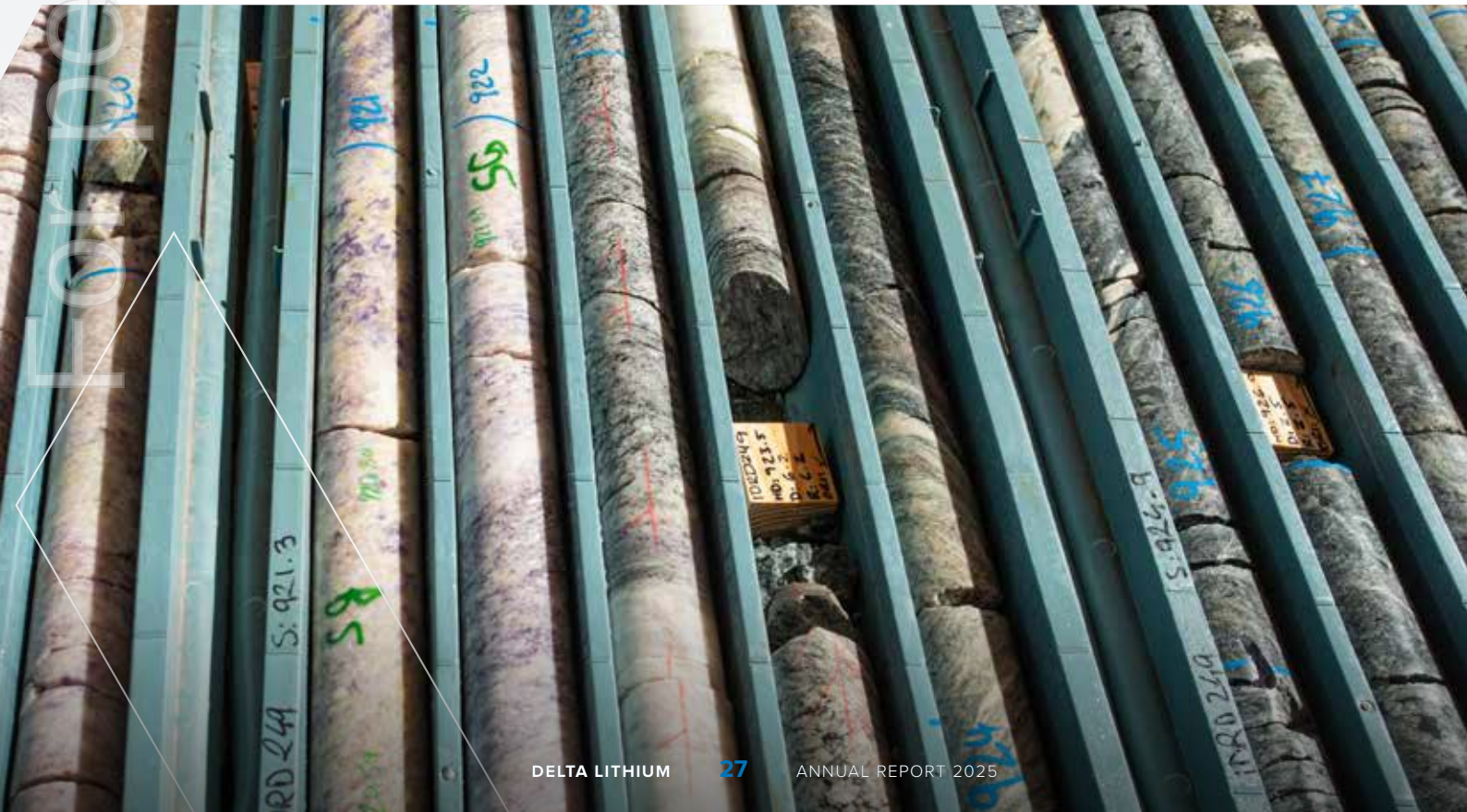
There were 2,600,000 performance rights issued and 2,098,750 performance rights cancelled.

2024 Annual General Meeting

The 2024 AGM was held on 27 November 2024. All resolutions in the Notice of AGM were passed on a poll.

Asset Disposal

Delta disposed of the non-core Eureka gold project to Javelin Minerals for $1.5M cash consideration, $1.5M in Javelin shares and up to $1M contingent consideration subject to recommencement of mining operations or achieving a resource in excess of 200,000oz at a cut-off grade of 0.5g/t.



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REVIEW OF OPERATIONS (CONT'D)

Board and Management

In November Mr Nader El Sayed was appointed to the role of Chair of the Board following the resignation of Mr Chris Ellison. On 14 July 2025, Mr Manners resigned from the role of Non-Executive Director to take up the role of Executive Director with Ballard Mining Ltd.

Mr Shane Murray was promoted to the role of Geology Manager in October following the resignation of Charles Hughes as Chief Geologist.

Business Risks associated with the Company

The Companys' risk management framework is embedded within existing processes and is aligned to the Group's strategic business objectives. Set out below is an overview of the more significant business risks facing Delta and the approach taken to managing those risks. The factors identified below are not necessarily listed in order of importance and are not intended as an exhaustive list of all the risks and uncertainties associated with Delta.

Future requirements for funding

The Company's funding requirements depend on numerous factors including the Company's future exploration, project evaluation, project development and work programs. Additional funding may be raised (for example) through debt or equity funding. If required funding is not available, including because appropriate commercial terms cannot be negotiated, this may limit the capacity of the Company to execute on its business strategy and exploration programs.

Additional equity funding, if available, may be dilutive to Shareholders and at lower prices than the current market price. Debt funding, if available, may involve restrictions on financing and operating activities and be subject to risks relating to movements in interest rates.

Increase in interest rates will make it more expensive for the Company to fund its operations and may constrain the ability to execute on business strategies and exploration programs.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.



REVIEW OF OPERATIONS (CONT'D)

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Negative cashflows from operations

The Company has no recent history of earnings and does not have any producing mining operations. The Company has experienced losses from exploration activities and expects to continue to incur losses. No assurance can be given that the Company will be able to economically exploit any mineral deposit or enter into production.

The Company expects to continue to incur losses from exploration, studies and development activities in the foreseeable future.

Tenure, access and grant of applications

The Company's activities are dependent upon the maintenance (including renewal) of the tenements in which the Company has or acquires an interest. Maintenance of the Company's tenements is dependent on, among other things, the Company's ability to meet the licence conditions imposed by relevant authorities including compliance with the Company's work program requirements, which in turn, is dependent on the Company being sufficiently funded to meet those expenditure requirements. There are risks that tenements will not be renewed, or may be forfeited during their term if there is non-compliance with legal or regulatory requirements.

Drilling risks

The Company's future drilling operations may be curtailed, delayed or cancelled due to a number of factors including lack of funding, weather conditions, mechanical difficulties, shortage or delays in the delivery of rigs and/or other equipment and compliance with Heritage and governmental requirements. While drilling may yield some resources there can be no guarantee that the discovery will be sufficiently productive to justify commercial development or cover operating costs.

Resource and Reserve estimates

Ore Reserve and Mineral Resource estimates are expressions of judgment based on drilling results, past experience with mining properties, knowledge, experience, industry practice and many other factors. As such, Ore Reserve and Mineral Resource are inherently imprecise and rely to some extent on interpretations made. Despite employing qualified professionals to prepare Ore Reserve and Mineral Resource estimates, such estimates may nevertheless prove to be inaccurate.

Estimates which are valid when made may change substantially when new information becomes available. Mineral Resource and Ore Reserve estimation is an interpretive process based on available data and interpretations and thus, as noted above, estimations may be inaccurate.

The actual quality and characteristics of mineral deposits cannot be known until mining takes place and will almost always differ from the assumptions used to develop resources. Further, Ore Reserves are valued based on future costs and future prices and, consequently, any actual Ore Reserves and Mineral Resources may differ from those estimated, which may result in either a positive or negative effect on operations.

Should the Company encounter mineralisation or formations different from those predicted by past drilling, sampling and similar examinations (or should any other material assumptions prove to be inaccurate), any Ore Reserve and Mineral Resource estimates may have to be adjusted and mining plans may have to be altered in a way which could adversely affect the Company's operations.

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REVIEW OF OPERATIONS (CONT'D)

Native Title

The *Native Title Act 1993 (Cth)* (Native Title Act) recognises and protects the rights and interests in Australia of Aboriginal and Torres Strait Islander people in land and waters, according to their traditional laws and customs. There is significant uncertainty associated with Native Title in Australia and this may impact on the Company's operations and future plans.

The Company must also comply with Aboriginal heritage legislation requirements, which require certain due diligence investigations to be undertaken ahead of the commencement of exploration and mining. This due diligence may include, in certain circumstances, the conduct of Aboriginal heritage surveys. The risks may also include the following:

- the Company may have to seek consent or permits to access the land the subject of an Aboriginal heritage or land right claim. There is no guarantee that any such consent or permits will be granted;
- the Company may have to comply with restrictions or conditions on accessing land the subject of an Aboriginal heritage or land right claim. This may result in the Company facing unplanned expenditure or delays. Failure to comply with any conditions on the permits may result in the Company losing its title to its tenements or forfeiting its permits; and
- in the event the Company discovers evidence of Aboriginal heritage on land accessed by the Company, the Company must comply with regulations.

Project delivery risk

The execution and delivery of projects involves judgment regarding the planning, development and operation of complex operating facilities and equipment that may occur over extended time periods. As a result, the Group's operations, cash flows and liquidity could be affected if the Company miscalculates the resources or time needed to complete a project, if it fails to meet contractual obligations, or if it encounters delays or unspecified conditions. The Company maintains a strict project monitoring regime, proactive management and decision making to mitigate project delivery risks.

New Projects and acquisitions

The Company may make acquisitions in the future as part of future growth plans. In this regard, the Directors will use their expertise and experience in the resources sector to assess the value of potential projects that have characteristics that the Directors consider are likely to provide returns to Shareholders.

There can be no guarantee that any new project acquisition or investment will eventuate from these pursuits, or that any acquisitions will result in a return for Shareholders. Such acquisitions may result in use of the Company's cash resources and/or the issuance of equity securities, which will dilute shareholdings.

Cyber security

The potential for malicious cyber security attacks resulting in the misuse and release of sensitive information poses an ongoing and real risk to the operations of the company. Delta continues to progress its Information and Communications Technology Strategy ("ICT"), of which one initiative includes the continual review of our cyber security and ICT maturity. Gaps and vulnerabilities are addressed on an ongoing basis.

REVIEW OF OPERATIONS (CONT'D)

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Environmental

The Company's projects are subject to rules and regulations regarding environmental matters and the discharge of hazardous wastes and materials. As with all mineral projects, the Company's projects are expected to have a variety of environmental impacts should development proceed. Development of any of the Company's projects will be dependent on the Company satisfying environmental guidelines and, where required, being approved by government authorities. The Company intends to conduct its activities in an environmentally responsible manner and in accordance with all applicable laws but may still be subject to accidents or other unforeseen events which may compromise its environmental performance, and which may have adverse financial implications.

Commodity prices

As an explorer for lithium and gold any successes of the Company are expected to be closely related to the price of those and other commodities. Fluctuating prices in those commodities make market prices for securities in the Company more volatile than for other investments. Commodities prices are affected by numerous factors beyond the control of the Company. These factors include worldwide and regional supply and demand for commodities, general world economic conditions and the outlook for interest rates, inflation and other economic factors on both a regional and global basis. These factors may have a positive or negative effect on the Company's exploration, project development and production plans and activities, together with the ability to fund those plans and activities.



REVIEW OF OPERATIONS (CONT'D)

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Other material risks

Other material risks that could affect the Company include:

- Changing government regulation including tax, occupational health and safety, and changes in policy and spending;
- Loss of reputation through poor project outcomes, unsafe work practices, unethical business practices, and not meeting the market's expectation regarding exploration targets and financial performance;
- Increases in oil prices and inflationary pressures;
- Equipment and consumable availability;
- Commitments and policies on climate and carbon emissions by governments;
- Technological changes and innovation;
- Legislative and regulatory changes; and
- Loss of Key Management Personnel and/or operating personnel.



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REVIEW OF OPERATIONS (CONT'D)

Competent Persons Statement

Information in this Announcement that relates to exploration results is based upon work undertaken by Mr Shane Murray, a Competent Person who is a Member of the Australasian Institute of Geoscientists (AIG). Mr Murray has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a 'Competent Person' as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Murray is an employee of Delta Lithium Limited and consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears. Refer to www.deltalithium.com.au for past ASX announcements.

The information in this report which relates to Mineral Resources for the Sister Sam, Timoni and Sparrow deposits at the Mt Ida Lithium Project was prepared by Ms Justine Tracey and reviewed by Mrs Christine Standing, both employees of Snowden Optiro. Ms Tracey is a Member of the Australasian Institute of Mining and Metallurgy. Mrs Standing is a Member of the Australian Institute of Geoscientists and has sufficient experience relevant to the style of mineralisation, the type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Tracey and Mrs Standing consent to the inclusion of the information in the release in the form and context in which they appear.

The information in this report which relates to Mineral Resources for the gold deposits at the Mt Ida Project was prepared by Michael Andrew an employee of Snowden Optiro. Mr Andrew is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience relevant to the style of mineralisation, the type of deposit under consideration and to the activity undertaken to qualify as Competent Persons as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Andrew consents to the inclusion of the information in the release in the form and context in which it appears.

Table 6: Tenements held as at the end of the reporting period by Delta Lithium Limited and its subsidiaries

Project	Location	Tenement	Status	Beneficial Interest
Mt Ida^	Western Australia	E29/0640	Granted	100%
Mt Ida^	Western Australia	E29/0771	Granted	100%
Mt Ida^	Western Australia	E29/0944	Granted	100%
Mt Ida^	Western Australia	E29/0964	Granted	100%
Mt Ida^	Western Australia	E29/1238	Granted	100%
Mt Ida^	Western Australia	E29/1239	Granted	100%
Mt Ida^	Western Australia	E29/1240	Granted	100%
Mt Ida^	Western Australia	E29/1262	Application	100%
Mt Ida^	Western Australia	E29/1288	Application	100%
Mt Ida^	Western Australia	E29/1292	Application	100%
Mt Ida^	Western Australia	M29/0002	Granted	100%
Mt Ida^	Western Australia	M29/0094	Granted	100%

REVIEW OF OPERATIONS (CONT'D)

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Project	Location	Tenement	Status	Beneficial Interest
Mt Ida^	Western Australia	M29/0165	Granted	100%
Mt Ida^	Western Australia	M29/0422	Granted	100%
Mt Ida^	Western Australia	M29/0429	Granted	100%
Mt Ida^	Western Australia	M29/0444	Granted	100%
Mt Ida^	Western Australia	P29/2666	Granted	100%
Mt Ida^	Western Australia	P29/2667	Granted	100%
Mt Ida^	Western Australia	P29/2668	Granted	100%
Mt Ida^	Western Australia	P29/2669	Granted	100%
Mt Ida^	Western Australia	L29/166	Granted	100%
Mt Ida^	Western Australia	L29/171	Granted	100%
Mt Ida^	Western Australia	L29/186	Granted	100%
Mt Ida**	Western Australia	L29/174	Granted	100%
Mt Ida**	Western Australia	L29/175	Granted	100%
Mt Ida**	Western Australia	L29/176	Granted	100%
Mt Ida**	Western Australia	L29/177	Granted	100%
Mt Ida**	Western Australia	L30/094	Granted	100%
Yinnetharra	Western Australia	E09/2169	Granted	100%
Yinnetharra	Western Australia	E09/2170	Granted	100%
Yinnetharra	Western Australia	E09/2283	Granted	100%
Yinnetharra	Western Australia	E09/2545	Granted	100%
Yinnetharra	Western Australia	E09/2621	Granted	100%
Yinnetharra	Western Australia	E09/2705	Granted	100%
Yinnetharra	Western Australia	E09/2716	Application	100%
Yinnetharra	Western Australia	E09/2772	Application	100%
Yinnetharra	Western Australia	E09/2806*	Application	100%
Yinnetharra	Western Australia	E09/2808*	Application	100%
Yinnetharra	Western Australia	E09/2814	Application	100%
Lyons River	Western Australia	E09/1824[1]	Granted	100%
Lyons River	Western Australia	E09/1825[1]	Granted	100%
Lyons River	Western Australia	E09/2098[1]	Granted	100%
Lyons River	Western Australia	E09/2102[1]	Granted	100%
Lyons River	Western Australia	E09/2304[1]	Granted	100%
Lyons River	Western Australia	E09/2305[1]	Granted	100%
Lyons River	Western Australia	E09/2312[1]	Granted	100%
Lyons River	Western Australia	E09/2713[1]	Granted	100%
Camel Hill[2]	Western Australia	E09/2354[2]	Granted	0%
Camel Hill[2]	Western Australia	E09/2388[2]	Granted	0%
Morrissey Hill[2]	Western Australia	E09/2375[2]	Granted	0%
Morrissey Hill[2]	Western Australia	M09/101[2]	Granted	0%

REVIEW OF OPERATIONS (CONT'D)

Project	Location	Tenement	Status	Beneficial Interest
Morrissey Hill[2]	Western Australia	E09/2805[2*]	Application	0%
Morrissey Hill[2]	Western Australia	E09/2807[2*]	Application	0%
Ti-Tree Project[3]	Western Australia	E09/2503[3]	Granted	0%
Ti-Tree Project[3]	Western Australia	E09/2522[3]	Application	0%
Ti-Tree Project[3]	Western Australia	E09/2935[3]	Application	0%
Aston Project[4]	Western Australia	E09/2114[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2156[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2302[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2358[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2463[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2464[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2472[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2607[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2628[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2629[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2630[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2641[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2829[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2967[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2968[4]	Granted	100%
Aston Project[4]	Western Australia	E09/2789[4*]	Application	100%
Aston Project[4]	Western Australia	E09/2796[4*]	Application	100%
Mortimer Hills[5]	Western Australia	E09/2147[5]	Granted	100%

^ Ballard Mining Limited executed a Mineral Rights Deed with Delta Lithium Limited. Ballard Mining Ltd (via Mt Ida Au Pty Ltd) has exclusive rights to gold; Delta retains rights to all other minerals. Subsequent to the end of the quarter Ballard Mining ceases to be a subsidiary of Delta Lithium.

** Application remains in ballot*

*** Miscellaneous Licences are for the purpose for groundwater search only*

1 100% LCT (lithium-caesium-tantalum) Mineral Rights only within Dalaroo Metals Ltd Lyons River Project

2 Earn-In & JV Agreement with Reach Resources Limited for Camel Hill & Morrissey Hill Projects

3 Earn-In & JV Agreement with Voltaic Strategic Resources Limited for Ti-Tree Lithium Project

4 Acquisition of Aston Project from Minerals 260 (ASX announcement 21st May 2025)

5 Acquisition of Mortimer Hills Project from Zeus Resources Ltd (ASX announcement 28th April 2025)

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DIRECTORS' REPORT

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The Directors present their report, together with the financial statements, on the Consolidated Entity (referred to hereafter as the "Consolidated Entity" or the "Group") consisting of Delta Lithium Limited ("Delta Lithium" or the "Company") and the entities it controlled at the end of, or during the year ended 30 June 2025.

Directors

The following persons were Directors of Delta Lithium Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Name	Title	Appointment Date	Resignation Date
Chris Ellison	Non-Executive Chairman	12 Sep 23	25 Nov 24
Nader El Sayed[1]	Non-Executive Chairman	1 Mar 21	-
James Croser[2]	Managing Director	4 Dec 20	-
Tim Manners	Non-Executive Director	1 Mar 22	14 Jul 25
Steve Kovac	Non-Executive Director	1 Aug 23	-
Joshua Thurlow	Non-Executive Director	12 Sep 23	-

[1]Appointed 1 Mar 2021 as Non-Executive Director, transitioned to Chairman on 25 November 2024
[2]Appointed 4 December 2020 as Non-Executive Director, transitioned to Managing Director on 13 September 2023

Principal Activities

During the financial year the principal continuing activities of the Consolidated Entity consisted of the exploration and evaluation of the Consolidated Entity's tenements predominantly situated in Western Australia, Australia.

Financial Review

Delta Lithium has recorded an operating loss after income tax from continuing operations for the year ended 30 June 2025 of $3,677,677 (2024: $12,493,469) and net operating cash outflows of $785,521 (2024: $4,826,246).

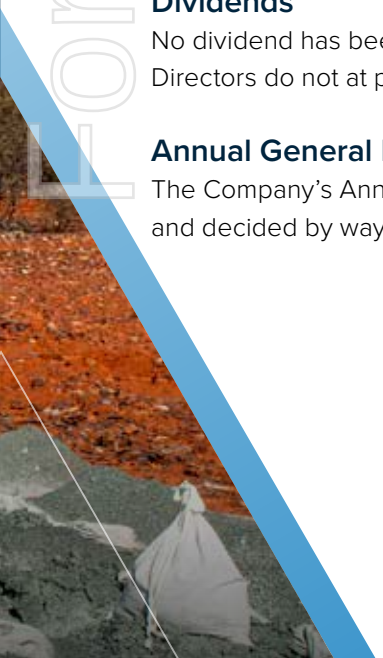
The Consolidated Entity invested $30,534,480 in exploration throughout the year including acquisition costs (2024: $61,042,545), there was no capital raised during the year via share placements (2024: $69,592,358) and received $783,662 from the exercise of convertible securities (2024: $3,530,720).

Dividends

No dividend has been declared or paid by the Company since the start of the financial period and the Directors do not at present recommend a dividend.

Annual General Meeting

The Company's Annual General Meeting ("AGM") was held on 27 November 2024 with all resolutions passed and decided by way of poll.



DIRECTORS' REPORT (CONT'D)

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Matters subsequent to reporting date

On 15 May 2025 Delta confirmed it would spin-out its gold assets via a demerger, Initial Public Offering (IPO) and in specie distribution. On 30 June 2025 the Shareholders of Delta resolved to return 63,669,412 shares ($15,917,353) of the subsidiary Ballard Mining Limited ("Ballard"), subject to Director discretion up to the in-specie record date being 4 July 2025. The in-specie distribution became unconditional on 4 July 2025 and the shares of Ballard issued to holders on 9 July 2025.

In accordance with the prospectus dated 30th May 2025, Ballard raised $30,000,000 through the IPO on the Australian Stock Exchange. Delta's voting rights decreased from 100% to 46% as a result of the IPO and in-specie distribution. Ballard and it's wholly owned subsidiary Mt Ida AU Pty Ltd ceased to be a subsidiary subsequent to the end of financial year on 9 July 2025. Accordingly Delta's interest in Ballard has been disclosed as Assets held for sale at 30 June 2025.

Likely Developments

Other than as referred to in this report, further information as to likely developments in the operations of the Company and likely results of those operations would, in the opinion of Directors, be speculative.

Significant changes in the state of affairs

Other than as disclosed elsewhere in this Directors' Report, there have been no significant changes in the state of affairs of the Consolidated Entity during the year ended 30 June 2025.

Environmental Regulations

The Consolidated Entity is subject to and is compliant with all aspects of environmental regulation of its exploration and mining activities. The Directors are not aware of any environmental law that is not being complied with.

NGER Act

The Directors considered the National Greenhouse and Energy Reporting Act 2007 (the NGER Act) which introduces a single national reporting framework for the reporting and dissemination of information about the greenhouse gas emissions, greenhouse gas projects, and energy use and production of corporations. At the current stage of development, the Directors have determined that the NGER Act will have no effect on the Company for the current nor subsequent financial year. The Directors will reassess this position as and when the need arises.

Convertible Securities

Options

At the date of this report, unissued shares of the Group under option are:

Number of Securities	Grant Date	Fair Value at Grant Date	Exercise Price	Number vested	Expiry Date
3,000,000	16 Sep 21	$0.179	$0.25	3,000,000	21 Sep 25
5,000,000	28 Sep 22	$0.048	$0.85	5,000,000	30 Sep 25
2,000,000	27 Nov 24	$0.0612	$0.40	-	26 Nov 27
10,000,000				**8,000,000**	

DIRECTORS' REPORT (CONT'D)

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Performance Rights

At the date of this report, unissued shares of the Group pursuant to performance rights issued to incentivise its Directors, employees and other vendors are:

Number of Securities	Grant Date	Fair Value at Grant Date	Number Vested	Expiry Date
200,000	16 Aug 23	$0.895	-	16 Aug 27
550,000	18 Jan 23	$0.47	-	3 Nov 25
1,000,000	27 Apr 23	$0.354-$0.465	-	8 May 28
1,000,000	12 Jun 23	$0.655	-	13 Jun 28
200,000	28 Aug 23	$0.775	-	3 Nov 25
4,331,250	15 Jul 24	$0.235	-	16 Jul 29
2,600,000	27 Jul 24	$0.185	-	28 Nov 29
9,881,250			**-**	

Performance Shares

At the date of this report there are no unissued shares of the Company under Performance Shares.

Indemnification and insurance of officers

The Company has agreements with each of the Directors and Officers of the Company in office at the date of this report and former Directors indemnifying them to the extent permitted by law against all liabilities incurred in their capacity as officers of the Company and its controlled entities and all reasonable legal costs incurred by any of them in the defence of an action for a liability incurred by that officer. The indemnity continues to have effect when the Directors and Officers cease to hold office.

The Directors have not included details of the nature of the liabilities covered or the amount of the premium paid in respect of the Directors' and Officers' liability as such disclosures are prohibited under the terms of the contract.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

DIRECTORS' REPORT (CONT'D)

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Director Information

Name:	**Nader El Sayed**
Title:	Chairman
Qualifications:	Bachelor of Commerce (Banking & Finance), Masters (Accounting) and has completed the Australian Institute of Chartered Accountants program.
Experience and expertise:	Mr El Sayed is currently the Managing Director of Multiplant Holdings, a mining and civil services business in Western Australia. His previous roles include a senior management position with KPMG providing assurance, capital markets and other advisory services to key Australian and international resource companies. Mr El Sayed brings a wealth of risk management, corporate governance, strategic and financial experience to the Board.
Other current ASX Directorships:	None
Former ASX Directorships (last 3 years):	None
Interests in shares and convertible securities held at the date of this report	Nameo Pty Ltd 2,751,284 Ordinary Shares 500,000 Performance rights expiring 8 May 2028 1,000,000 Unlisted options exercisable at $0.25 expiring 21 September 2025 1,000,000 Unlisted options exercisable at $0.40 expiring 26 November 2027

Name:	**James Croser**
Title:	Managing Director (Appointed 13 September 2023, having previously held the position of Non-Executive Director from 4 December 2020)
Qualifications:	Bachelor of Engineering (Mining) degree from the Western Australian School of Mines and is a holder of a Western Australian First Class Mine Managers' Certificate
Experience and expertise:	Mr Croser is a qualified mining engineer, with over 25 years of operations, technical and management experience in the Australian mining sector. Mr Croser has served previously on the Board for ASX-listed mining companies Spectrum Metals Ltd, Kalgoorlie Mining Company Ltd and Resources & Energy Group Ltd, while also founding and developing several private mining companies across Western Australia in recent years. Mr Croser has held statutory mine management positions for Perilya Ltd and La Mancha Resources Ltd, including as inaugural underground manager for the definitive feasibility study & construction of the one-million-ounce Frog's Leg Gold Mine.
Other current ASX Directorships:	Hammer Metals Ltd (HMX) Ballard Mining Ltd (BM1)
Former ASX Directorships (last 3 years):	Greenstone Resources Limited (GSR)
Interests in shares and convertible securities held at the date of this report	**Mrs Amanda Jane Croser <Croser Family A/C>** 6,632,551 Ordinary Shares 500,000 Performance rights expiring 8 May 2028 1,000,000 Unlisted options exercisable at $0.25 expiring 21 September 2025 2,600,000 Performance Rights expiring 28 November 2029

DIRECTORS' REPORT (CONT'D)

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Director Information (cont'd)

Name:	**Steven Kovac**
Title:	Non-Executive Director
Qualifications:	Bachelor of Engineering, (Mining), MBA
Experience and expertise:	Mr Kovac is the current Chief Executive Officer of Idemitsu Australia. Mr Kovac holds a Bachelor of Engineering (Mining), an MBA and is a Graduate of the Australian Institute of Company Directors. Over his 25-year career in the mining sector he has had extensive technical and operational experience at a site level, holding senior management and executive level roles for the past 16 years. Mr Kovac is also a Non-Executive Director of Critical Minerals Group Ltd (ASX:CMG), a Non-Executive Director of Vecco Group Pty Ltd, an alternate Director of Low Emission Technology Australia and an Executive Committee member of New South Wales Minerals Council. He is a Fellow of the Australian Institute of Mining and Metallurgy and the Mine Managers Association of Australia.
Other current ASX Directorships:	Critical Minerals Group Ltd (CMG)
Former ASX Directorships (last 3 years):	None
Interests in shares and convertible securities held at the date of this report	S & J Kovac Family Trust 32,549 Ordinary Share 1,000,000 Unlisted options exercisable at $0.40 expiring 26 November 2027

Name:	**Joshua Thurlow**
Title:	Non-Executive Director
Qualifications:	Bachelor of Engineering, (Mining) (Hons), MBA
Experience and expertise:	Mr Thurlow commenced in the role of Chief Executive – Lithium with Mineral Resources in September 2022, and is responsible for the continued growth of their world class lithium assets and partnerships. With over 20 years' experience in the mining and resources sectors across Asia Pacific, Africa and North America, Joshua's expertise spans corporate strategy, social responsibility, business development and growth, and operations leadership. He was previously our Executive General Manager Project Development – overseeing all aspects of planning, development, and social responsibility for our mining projects – and prior to joining MinRes held key leadership roles with Newcrest Mining, Aeris Resources Limited, and BHP. Joshua is a qualified mining engineer and holds a Master of Business Administration from Melbourne Business School.
Other current ASX Directorships:	None
Former ASX Directorships (last 3 years):	None
Interests in shares and convertible securities held at the date of this report	Nil

DIRECTORS' REPORT (CONT'D)

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Director Information (cont'd)

Name:	**Tim Manners**
Title:	Non-Executive Director (resigned 14 July 2025)
Qualifications:	Bachelor of Business (Accounting), FCA, AGIA, MAICD
Experience and expertise:	Mr Manners is a finance professional with over 25 years' experience in corporate finance, accounting, financial management and business development functions within the resources industry. Mr Manners has been involved in exploration, developing, and producing companies both in Australia and overseas. Mr Manners has held senior financial positions in various sectors including precious and base metals, industrial minerals, (including lithium and tantalum experience at the Greenbushes and Wodgina operations) and in bulk commodities. Mr Manners is currently the Executive Director of Ballard Mining Ltd.
Other current ASX Directorships:	Ballard Mining Limited (BM1)
Former ASX Directorships (last 3 years):	Apollo Consolidated Limited.
Interests in shares and convertible securities held as at the date of resignation	**Mr Timothy Peter Manners** 473,493 Ordinary Shares 500,000 Performance rights expiring 8 May 2028 1,000,000 Unlisted options exercisable at $0.77 expiring 26 July 2025

Name:	**Chris Ellison**
Title:	Non-Executive Chairman (resigned 25 November 2024)
Experience and expertise:	Chris is the founding shareholder of each of the three original subsidiary companies of Mineral Resources Limited (Crushing Services International Pty Ltd, PIHA Pty Ltd and Process Minerals International Pty Ltd). He has over 40 years of experience in the mining contracting, engineering and resource processing industries within Australia. Since 2013, Chris has also served as Honorary Consul for New Zealand within Western Australia.
Other current ASX Directorships:	Mineral Resources Limited (MIN)
Former ASX Directorships (last 3 years):	None
Interests in shares and convertible securities held at the date of resignation	Nil

Company Secretary

Mr Peter Gilford was appointed Chief Financial Officer and Company Secretary 12th June 2023. Peter is a finance professional with over 20 years-experience in the areas of financial management, mergers and acquisition, debt and equity funding, accounting, treasury, insurance, taxation, ASX compliance and Investor relations. He is a Chartered Accountant and a member of the Governance Institute of Australia.

DIRECTORS' REPORT (CONT'D)

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Directors' Meetings

The number of board meetings held during the year and for the period to the date of this Annual Report that each Director was entitled to attend, and the number of meetings attended by each Director was as follows:

	Meeting of Committees					
	Full Meetings of Directors		Audit Risk Committee		Nomination & Remuneration Committee	
Director	A	B	A	B	A	B
Chris Ellison[1]	3	3	-	-	1	1
James Croser	8	8	-	-	1	1
Nader El Sayed	8	8	2	2	1	1
Tim Manners[2]	7	8	1	2	1	1
Josh Thurlow	8	8	-	-	1	1
Steven Kovac	8	8	2	2	1	1

A = Number of meeting attended; B = Number of meetings held during the time the Director held office or was a member of the Committee during the year.

[1] *Resigned 25 November 2024*

[2] *Resigned 14 July 2025*

Remuneration Report (Audited)

The Remuneration Report details the Key Management Personnel remuneration arrangements for the Consolidated Entity, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key Management Personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all Directors.

The Remuneration Report is set out under the following main headings:

- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service Agreements
- Share-based compensation
- Additional information
- Additional disclosures relating to Key Management Personnel

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Remuneration Report (Audited) (cont'd)

Principles used to determine the nature and amount of remuneration

The objective of the Consolidated Entity's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with the achievement of strategic objectives and the creation of value for shareholders, and it is considered to conform to the market best practice for the delivery of reward. The Board of Directors ('the Board') ensures that executive reward satisfies the following key criteria for good reward governance practices:

- Competitiveness and reasonableness
- Acceptability to shareholders
- Performance linkage / alignment of executive compensation
- Transparency

The Nomination and Remuneration Committee is responsible for determining and reviewing remuneration arrangements for its Directors and executives. The performance of the Consolidated Entity depends on the quality of its Directors and executives. The remuneration philosophy is to attract, motivate and retain high performance and high-quality personnel.

In consultation with external remuneration consultants (refer to the section 'Use of remuneration consultants' below), the Nomination and Remuneration Committee has structured an executive remuneration framework that is market competitive and complementary to the reward strategy of the Consolidated Entity.

The reward framework is designed to align executive reward to shareholders' interests. The Board have considered that it should seek to enhance shareholders' interests by:

- Having economic profit as a core component of plan design
- Focussing on sustained growth in shareholder wealth, consisting of dividends and growth in share price, and delivering constant or increasing return on assets as well as focussing the executive on key non-financial drivers of value
- Attracting and retaining high calibre executives

Additionally, the reward framework should seek to enhance executives' interests by:

- Rewarding capability and experience
- Reflecting competitive reward for contribution to growth in shareholder wealth
- Providing a clear structure for earning rewards

In accordance with best practice corporate governance, the structure of Non-Executive Director and Executive Director remuneration is separate.

Non-Executive Directors' remuneration

Fees and payments to Non-Executive Directors reflect the demands and responsibilities of their role. Non-Executive Directors' fees and payments are reviewed annually by the Board. The Board may, from time to time, receive advice from independent remuneration consultants to ensure Non-Executive Directors' fees and payments are appropriate and in line with the market. No external advice was received during the year.

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Remuneration Report (Audited) (cont'd)

Principles used to determine the nature and amount of remuneration (cont'd)

Maximum aggregate amount

ASX listing rules require the aggregate Non-Executive Directors' remuneration be determined periodically by a General Meeting. The most recent determination was at the Annual General Meeting ("AGM") held on 25 November 2022, where the shareholders approved a maximum annual aggregate remuneration of $500,000.

Executive remuneration

The Consolidated Entity aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable components. The executive remuneration and reward framework has four components:

- Base pay and non-monetary benefits
- Short-term performance incentives
- Share-based payments
- Other remuneration such as superannuation and long service leave

The combination of these comprises the executive's total remuneration

Fixed remuneration, consisting of base salary, fees, superannuation and non-monetary benefits, are reviewed annually by the Board based on individual and business performance, the overall performance of the Consolidated Entity and comparable market remunerations. Executives may receive their fixed remuneration in the form of cash or other fringe benefits (for example motor vehicle benefits) where it does not create any additional costs to the Consolidated Entity and provides additional value to the executive.

The short-term incentives ('STI') program is designed to align the targets of the business with the performance hurdles of executives. STI payments are granted to executives based on specific annual targets and key performance indicators ('KPI's') being achieved within a 12 month period.

The long-term incentives ('LTI') share-based payments issued under the rights and options plan(s) approved by shareholders on 2 July 2019 and 7 July 2022 which were re-adopted at the AGM held 25 November 2022. Shares are awarded to Directors and other Key Management Personnel over various period lengths determined by long-term incentive measures. These include increase in shareholder value relative to the entire market and the meeting of key project milestones which carry both performance and service conditions. Details of share-based compensation to Directors is detailed below. The Board reviewed the long-term equity-linked performance incentives specifically for executives during the year ended 30 June 2025.

The Chairman's fees are determined independently to the fees of other Executive Directors based on comparative roles in the external market. The Chairman is not present at any discussions relating to the determination of his own remuneration.

The Nomination and Remuneration Committee met and given the current lithium market conditions, determined there will be no increase to Director or Executive remuneration for the upcoming financial year commencing 1 July 2025.

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Remuneration Report (Audited) (cont'd)

Principles used to determine the nature and amount of remuneration (cont'd)

Consolidated Entity performance and link to remuneration

Remuneration for certain individuals is directly linked to the performance of the Consolidated Entity. Cash bonus and incentive payments are dependent on progression towards defined milestones within the business with assessment of progression against the milestones for the cash bonus and incentive payments being made at the discretion of the Board. Cash bonuses are awarded as a % of Total and Fixed Remuneration ("TFR") capped at 50% TFR for the Managing Director, 25% TFR for other Key Management Personnel. 50% - 100% of the award was recognised for the period (2024: 100%). Refer to the section 'Additional information' below for details of the earnings and total shareholders return for the last five years.

Use of remuneration consultants

No external review was conducted for the year ended 30 June 2025. During the financial year ended 30 June 2023, the Consolidated Entity, through the Nomination and Remuneration Committee, engaged Yellow Folder Research Pty Ltd, remuneration consultants, to review its existing remuneration policies and provide recommendations as they relate to remuneration for Key Management Personnel. This resulted in STI cash bonuses being implemented for the period and salary revisions effective 1 July 2023. Yellow Folder Research Pty Ltd was paid $38,000 for these services.

An agreed set of protocols were put in place to ensure that the remuneration recommendations would be free from undue influence from Key Management Personnel. These protocols include requiring that the consultant not communicate with affected key management personnel without a member of the Nomination and Remuneration Committee being present, and that the consultant not provide any information relating to the outcome of the engagement with the affected Key Management Personnel. The Board is also required to make inquiries of the consultant's processes at the conclusion of the engagement to ensure that they are satisfied that any recommendations made have been free from undue influence. The Board is satisfied that these protocols were followed and as such there was no undue influence.

Voting and comments made at the Company's 2024 AGM

At the 2024 AGM, held 27 November 2024, 99.5% of the votes received supported the adoption of the Remuneration Report for the year ended 30 June 2024. The Company did not receive any specific feedback at the AGM regarding its remuneration policies.



DIRECTORS' REPORT (CONT'D)

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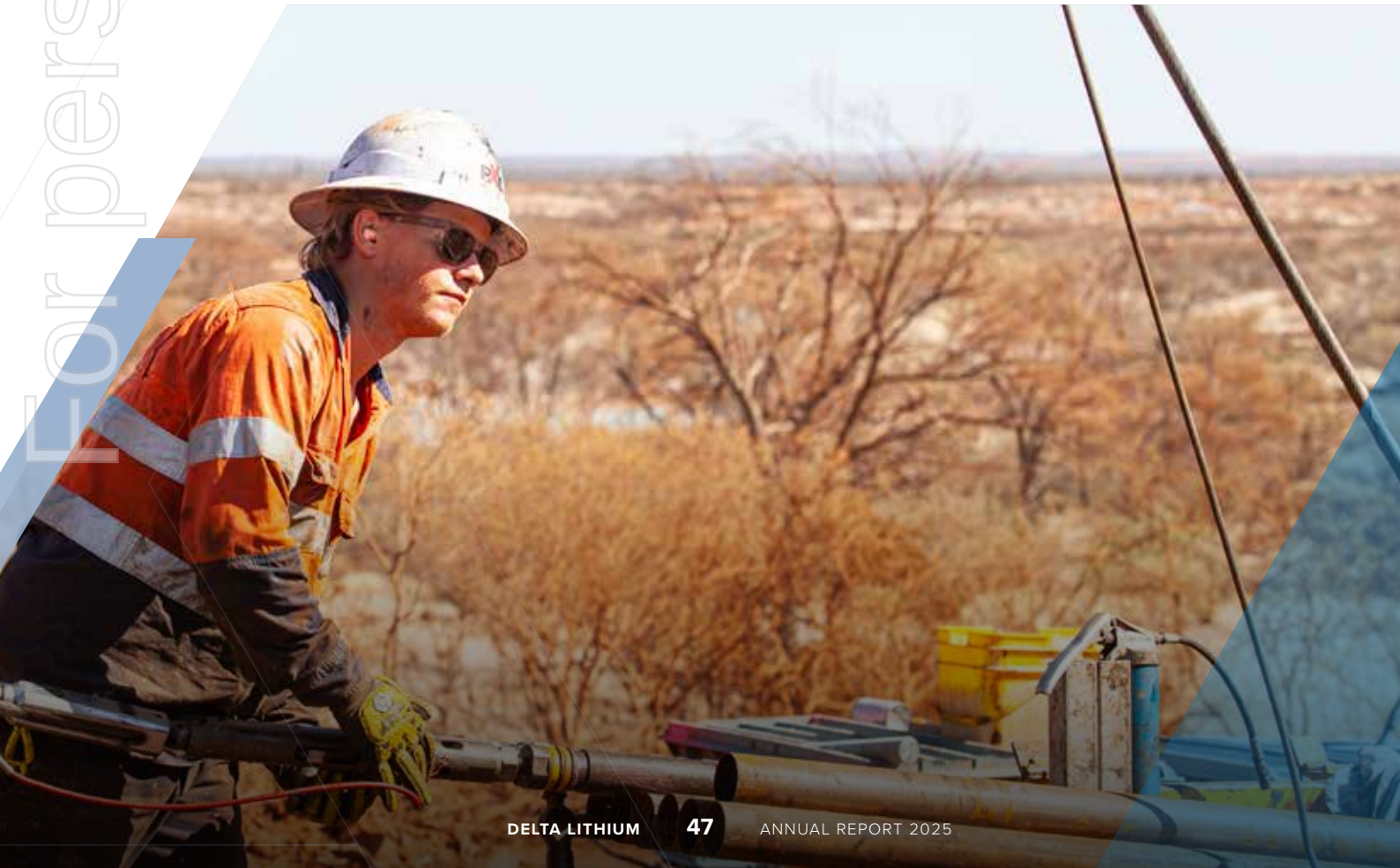
Remuneration Report (Audited) (cont'd)

Details of remuneration

Details of the remuneration of Key Management Personnel of the Consolidated Entity are set out in the following tables. The Key Management Personnel of the Consolidated Entity consisted of the following Directors and persons of Delta Lithium Limited are:

Name	Title	Appointment Date	Resignation Date
Chris Ellison	Non-Executive Chairman	12 Sep 23	25 Nov 24
Nader El Sayed[1]	Non-Executive Chairman	1 Mar 21	-
James Croser[2]	Managing Director	4 Dec 20	-
Tim Manners	Non-Executive Director	1 Mar 22	14 Jul 25
Steve Kovac	Non-Executive Director	1 Aug 23	-
Joshua Thurlow	Non-Executive Director	12 Sep 23	-
Paul Brennan	Chief Development Officer	15 Jan 24	30 Jun 25
Charles Hughes	Chief Geologist	1 Dec 22	2 Aug 24
Peter Gilford	Chief Financial Officer and Company Secretary	12 Jun 23	-

[1] *Appointed 1 Mar 2021 as Non-Executive Director, transitioned to Chairman on 25 November 2024*
[2] *Appointed 4 December 2020 as Non-Executive Director, transitioned to Managing Director on 13 September 2023*



DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Remuneration of Directors and Key Management Personnel

	Short-Term benefits		Post-employment benefits		Share-based payments			
2025	Salary & Fees[4] $	STIP Cash Bonus $	Superannuation $	Termination benefits $	Performance Rights $	Options $	Total $	Performance Based %
Non-Executive Directors								
Nader El Sayed	96,861	-	11,139	-	29,162	36,217	173,379	17%
Tim Manners	67,265	-	7,735	-	29,162	36,217	140,379	21%
Steven Kovac	58,295	-	6,640	-	-	36,217	101,152	-
Chris Ellison[1]	-	-	-	-	-	-	-	-
Joshua Thurlow	-	-	-	-	-	-	-	-
Executive Directors								
James Croser	502,467	262,500	29,932	-	93,333	-	888,232	40%
Other Key Management Personnel								
Charles Hughes[2]	14,316	-	2,932	-	-	-	17,247	-
Peter Gilford	348,433	93,750	29,932	-	119,299	-	591,414	36%
Paul Brennan[3]	314,334	50,000	29,932	-	-	-	394,266	13%
Total	**1,401,971**	**406,250**	**118,242**	**-**	**270,956**	**108,651**	**2,306,069**	

[1] *Resigned 25 November 2024.*
[2] *Resigned 2 August 2024*
[3] *Resigned 30 June 2025*
[4] *Annual leave expected to be settled within 12 months of the Remuneration report are included in the Salary & Fees short term benefits category. The movement in balances between the prior period and 30 June 2025 are disclosed.*

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Remuneration of Directors and Key Management Personnel (continued)

	Short-Term benefits		Post-employment benefits		Share-based payments			
	Salary & Fees[9]	STIP Cash Bonus[7]	Superannuation	Termination benefits[6]	Performance Rights[10]	Options	Total	Performance Based
2024	**$**	**$**	**$**	**$**	**$**	**$**	**$**	**%**
Non-Executive Directors								
Nader El Sayed	67,568	-	7,432	-	21,047	-	96,047	22%
Tim Manners	67,568	-	7,432	-	21,047	-	96,047	22%
Steven Kovac[1]	48,799	-	5,368	-	-	-	54,167	0%
Chris Ellison	-	-	-	-	-	-	-	0%
Joshua Thurlow	-	-	-	-	-	-	-	0%
Executive Directors								
James Croser[2]	422,863	105,000	23,696	-	49,082	-	600,641	26%
David Flanagan[3]	80,441	-	1,239	348,801	(1,400,572)	-	(970,091)	(144%)
Other Key Management Personnel								
Jeremy Sinclair[4,6]	237,410	-	20,892	213,801	(166,373)	-	305,730	(54%)
Daniel Taylor[4,6]	199,068	-	18,829	176,301	(104,262)	-	289,936	(36%)
Charles Hughes[8]	294,876	-	22,832	-	(14,821)	-	302,887	(5%)
Peter Gilford	336,765	93,750	25,839	-	290,864	-	747,218	51%
Paul Brennan[5]	141,333	36,678	12,411	-	-	-	190,422	19%
Total	**1,896,691**	**235,428**	**145,970**	**738,903**	**(1,303,988)**	**-**	**1,713,004**	

[1] *Appointed 1 August 2023*
[2] *Transitioned from Non-Executive Director to Managing Director on 13 September 2023. Amount included in the table reflects full year remuneration as Non-executive Director and Managing Director.*
[3] *Appointed Executive Chairman on 3 November 2022. Resigned 12 September 2023*
[4] *Executive Service Agreement ceased 1 January 2024*
[5] *Key management appointment. Remuneration recognised during the period is from the commencement date of each executive agreement: P. Brennan commenced 15 January 2024*
[6] *Termination benefits represent payments in lieu of notice*
[7] *Cash Bonus relates to the period in which the service was provided by the Director or KMP.*
[8] *C. Hughes resigned from the role of Chief Geologist on 2 August 2024, after the reporting period but before the release of the Remuneration report.*
[9] *Annual leave expected to be settled within 12 months of the Remuneration report are included in the Salary & Fees short term benefits category. The movement in balances between the prior period and 30 June 2024 are disclosed.*
[10] *Reversals of current and prior period share-based payments expense are due to service or non-market performance conditions have not been met, resulting in forfeiture of performance rights.*

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Remuneration of Directors and Key Management Personnel (continued)

The proportion of remuneration at risk and the fixed proportion is as follows:

	Fixed Remuneration		At risk – STI		At risk - LTI	
Name	**2025**	**2024**	**2025**	**2024**	**2025**	**2024**
Non-Executive Directors						
Nader El Sayed	62%	78%	-	-	38%	22%
Tim Manners	53%	78%	-	-	47%	22%
Steven Kovac	64%	100%	-	-	36%	-
Chris Ellison	-	-	-	-	-	-
Joshua Thurlow	-	-	-	-	-	-
Executive Directors						
James Croser	60%	74%	30%	17%	11%	8%
David Flanagan	-	44%	-	-	-	(144%)
Other Key Management Personnel						
Jeremy Sinclair	-	154%	-	-	-	(54%)
Daniel Taylor	-	136%	-	-	-	(36%)
Charles Hughes	100%	105%	-	-	-	(5%)
Peter Gilford	64%	49%	16%	13%	20%	39%
Paul Brennan	87%	81%	13%	19%	-	-

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Service Agreements

Remuneration and other terms of employment for Key Management Personnel are formalised in service agreements. Details of these agreements are as follows:

				Effective Dates			
Name	**Position**	**Appointed**	**Base Salary[1] ($)**	**From**	**To**	**Company / Employee Notice Period**	**Termination Benefit[2]**
Chris Ellison	Non-Executive Chairman	12-Sep-23	0	12-Sep-23	25-Nov-24	Immediate	N/A
Joshua Thurlow	Non-Executive Director	12-Sep-23	0	12-Sep-23	Date of this report	Immediate	N/A
James Croser	Non-Executive Director	4-Dec-20	44,000 65,000	1-Jun-21 1-Dec-22	30-Nov-22 13-Sep-23	Immediate	N/A
	Managing Director	13-Sep-23	525,000	13-Sep-23	Date of this report	3 / 3 month(s)	6 months base salary
Nader El Sayed	Non-Executive Director	1-Mar-21	75,000	1-Dec-22	25-Nov-24	Immediate	N/A
	Non-Executive Chairman		130,000	25-Nov-24	Date of this report		
Tim Manners	Non-Executive Director	1-Mar-22	44,000 75,000	1-Mar-22 1-Dec-22	30-Nov-22 14-Jul-25	Immediate	N/A
Steven Kovac	Non-Executive Director	1-Aug-23	65,000	1-Aug-23	Date of this report	Immediate	N/A
Peter Gilford	Chief Financial Officer & Company Secretary	12-Jun-23	375,000	12 Jun 23	Date of this report	3 / 3 month(s)	6 months base salary
Charles Hughes	Chief Geologist	1-Dec-22	275,000 310,000	1-Dec-22 1-Jul-23	30-Jun-23 2-Aug-24	3 / 3 month(s)	6 months base salary
Paul Brennan	Chief Development Officer	15-Jan-24	350,000	15-Jan-24	30-Jun-25	3 / 3 month(s)	6 months base salary

[1] *Stated inclusive of statutory superannuation.*
[2] *Termination benefits are payable on early termination by the Company, other than for gross misconduct, unless otherwise indicated.*

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Share-based compensation

The terms, conditions and key assumptions used in valuing share-based payment arrangements granted over ordinary shares affecting remuneration of Directors and Key Management Personnel in this financial year or future reporting years are as follows:

Performance Rights and Options granted in the current period:

Performance Rights to Executive Leadership Team (Key Management Personnel)

On 15 July 2024, 3,100,000 unlisted performance rights were granted to members of the Executive Leadership Team, as stipulated in each of their individual executive service agreements. The performance rights were valued on 15 July 2024 and expensed from this date, being subsequently issued on 27 July 2024.

The issue of performance rights include the following milestones (vesting conditions):

- **Tranche 1** – Performance rights vesting upon delineation of 50Mt JORC resource at minimum grade of 0.8% Li_2O at a minimum cut off grade of 0.5% at a single project by 30 June 2027.
- **Tranche 2** – Performance rights vesting at grant of mining approval at the Yinnetharra project by 31 December 2027.
- **Tranche 3** – Performance rights vesting on Gold MRE in excess of 1.25Moz at OP cutoff 0.5g/t & UG cutoff 1.5g/t or completion of a transaction with a 100% project valuation of $200M or more by 30 June 2027.
- **Tranche 4** – 250,000 Performance rights vesting upon 12 months continued service with the Company, being 8 July 2025.

Vesting is subject to continuous employment by the holder with the Company until the achievement of the vesting conditions (as applicable).

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Performance Rights and Options granted in the current period: (cont'd)

Performance Rights to Executive Leadership Team (Key Management Personnel) (cont'd)

The valuation of performance rights was performed using a 'per security' valuation for all tranches using the share price as at the grant date, with the value calculated based on the number of instruments expected to vest factoring in the appropriate probability. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 1[2]	Tranche 2[2]	Tranche 3[2]	Tranche 4[3]	Total
Grant date	15-Jul-24	15-Jul-24	15-Jul-24	15-Jul-24	
Vesting date	30–Jun-27	31-Dec-27	30–Jun-27	8–Jul-25	
Expiry date	14-Jul-29	14-Jul-29	14-Jul-29	14-Jul-29	
Opening No. securities	950,000	950,000	950,000	250,000	3,100,000
Forfeitures	(466,667)	(466,667)	(466,666)		(1,400,000)
Exercised	-	-	-	-	-
Closing No. securities	**483,333**	**483,333**	**483,334**	**250,000**	**1,700,000**
Security entitlement	One Share	One Share	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	$Nil	$Nil	
Value of each security	0.235	0.235	0.235	0.235	
Probability	50%	50%	75%	100%	
Remaining grant date fair value awarded ($)	**113,583**	**113,583**	**113,583**	**58,750**	**399,500**
Expense recognised during FY25 ($)	**18,440**	**15,758**	**27,660**	**57,441**	**119,299**

	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Total
Reconciliation by KMP	**$**	**$**	**$**	**$**	**$**
Peter Gilford (PG)	483,333	483,333	483,334	250,000	1,700,000
Paul Brennan (PB)[1]	**-**	**-**	**-**	**-**	**-**
Number of Securities	**483,333**	**483,333**	**483,334**	**250,000**	**1,700,000**
Peter Gilford (PG)	113,583	113,583	113,583	58,750	399,500
Paul Brennan (PB)[1]	-	-	-	-	-
Remaining grant date fair value awarded ($)	**113,583**	**113,583**	**113,583**	**58,750**	**399,500**
Peter Gilford (PG)	18,440	15,758	27,660	57,441	119,299
Paul Brennan (PB)	-	-	-		-
Expense recognised during FY25 ($)	**18,440**	**15,758**	**27,660**	**57,441**	**119,299**

[1] *Paul Brennan resigned on 30 June 2025 to take up the role of Managing Director of Ballard Mining Limited. Performance rights were forfeited with nil SBP expense recognised in FY25.*

[2] *The probability of the number of performance rights to vest has been assessed in the range of 50% - 75% dependent on the ability to achieve the milestones given the information available.*

[3] *The probability of 100% was assessed as the service condition was for 12 months continued service.*

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Remuneration Report (Audited) (cont'd)

Performance Rights to Directors

On 27 November 2024 as approved by Shareholders at the AGM held on 27 November 2024, 2,600,000 Performance rights were issued to James Croser (Managing Director). The performance rights issued and expensed from 27 November 2024 had the following performance milestones:

- **Tranche 1** – 1,300,000 Performance rights vesting subject to the grant of mining approval at the Yinnetharra project by 31 December 2027.
- **Tranche 2** – 1,300,000 Performance rights vesting subject to the delineation of a gold MRE in the excess of 1.25Moz at OP cutoff 0.5g/t & UG cutoff 1.5g/t or completion of a transaction with a 100% project valuation of $200M or more by 30 June 2027.

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting conditions (as applicable), allocated below:

The valuation of performance rights was performed using a 'per security' valuation for all tranches using the share price as at the grant date, with the value calculated based on the number of instruments expected to vest factoring in the appropriate probability. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 1	Tranche 2	Total
Grant date	27-Nov-24	27-Nov-24	
Vesting date	31-Dec-27	30-Jun-27	
Expiry date	26-Nov-29	26-Nov-29	
No. Securities	1,300,000	1,300,000	2,600,000
Security entitlement	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	
Value of each security	$0.185	$0.185	
Probability	50%	75%	
Remaining grant date fair value awarded ($)	**240,500**	**240,500**	**481,000**
Expense recognised during FY25 ($)	**22,986**	**41,185**	**64,171**

Options Granted to Directors

On 27 November 2024 via the AGM, the Shareholders approved the issue of 3,000,000 unlisted options to the Directors; Steve Kovac, Tim Manners and Nader El Sayed.

The options had an exercise price of $0.40 per option. The options will expire 3 years form the date of issue. The options will vest subject to 12 months of employment from the date the options are issued being 27 November 2025.

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Remuneration Report (Audited) (cont'd)

Options Granted to Directors (cont'd)

Valuation of the options has been completed using the Black-Scholes Merton model on a per security basis for call options, with the following assumptions at grant date:

Security Class	Tranche 1
Grant Date	27-Nov-24
Vesting date	27-Nov-25
No. of securities	3,000,000
Years to Expiry	3
Strike Price ($)	0.40
Spot Price ($)	0.185
Volatility	77%
Risk-free rate	3.68%
Value per security ($)	0.0612
Probability of vesting	100%
Remaining grant date fair value awarded ($)	**183,600**

Reconciliation by Director	
Nader El Sayed	1,000,000
Steve Kovac	1,000,000
Tim Manners	1,000,000
No. Securities	**3,000,000**
Nader El Sayed	61,200
Steve Kovac	61,200
Tim Manners	61,200
Remaining grant date fair value awarded ($)	**183,600**
Nader El Sayed	36,217
Steve Kovac	36,217
Tim Manners	36,217
Expense recognised during FY25 ($)	**108,651**

Performance Rights and Options on issue, granted in prior periods:

Performance Rights to Executive Leadership Team

On 22 December 2022, 5,500,000 unlisted performance rights were granted to members of the Executive Leadership Team, as stipulated in each of their individual executive service agreements. On 12 June 2023, 1,750,000 were granted to Peter Gilford as Chief Financial Officer and Company Secretary. The performance rights were issued 12 June 2023.

All 3 performance rights were issued under the following milestones (vesting conditions):

- **Tranche 1** – vesting upon delineation of 50Mt JORC resource at minimum grade of 0.8% Li_2O at any of the Company's projects by 3 November 2025.

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DIRECTORS' REPORT (CONT'D)

Remuneration Report (Audited) (cont'd)

Performance Rights and Options on issue, granted in prior periods: (cont'd)

Performance Rights to Executive Leadership Team (cont'd)

- **Tranche 2** - vesting upon delineation of 100Mt JORC resource at minimum grade of 0.8% Li_2O at any of the Company's projects 3 November 2025.
- **Tranche 4** - vesting upon the first commercial shipment of DSO lithium ore or spodumene concentrate by 3 November 2025.

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting conditions as applicable.

Security class	Tranche 2[1]	Tranche 4[2]	Total
Grant date (PG)	12-Jun-23	12-Jun-23	
Grant date (ELT)	22-Dec-22	22-Dec-22	
Grant date (Former KMP)	28-Aug-23	28-Aug-23	
Vesting date	3-Nov-25	3-Nov-25	
Expiry date (PG)	13-Jun-28	13-Jun-28	
Expiry date (ELT)	23-Jan-28	23-Jan-28	
Expiry Date (Former KMP)	29-Dec-25	29-Dec-25	
Opening No. Securities (PG)	500,000	500,000	1,000,000
Forfeitures (PG)	-	-	-
Exercised (PG)	-	-	-
Closing No. securities (PG)	**500,000**	**500,000**	**1,000,000**
Opening No. securities (ELT)	250,000	250,000	500,000
Forfeitures (ELT)	(250,000)	(250,000)	(500,000)
Exercised (ELT)	-	-	-
Closing No. securities (ELT)	**-**	**-**	**-**
Opening No. securities (Former KMP)	100,000	100,000	200,000
Forfeitures (Former KMP)	-	-	-
Closing No. securities (Former KMP)	**100,000**	**100,000**	**200,000**
Security entitlement	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	
Value of each security (PG)	$0.66	$0.66	
Value of each security (ELT)	$0.46	$0.46	
Value of each security (Former KMP)	$0.775	$0.775	
Probability	0%	0%	
Remaining grant date fair value awarded ($)	**405,000**	**405,000**	**810,000**
Expense recognised during FY25 ($)	**-**	**-**	**-**

[1] *Tranches 2 and 4 of the Performance rights for Charles Hughes forfeited 2 August 2024 upon resignation from role of Chief Geologist.*
[2] *The vesting probability was assessed nil% in FY25, resulting in no expense recorded for the period.*

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Remuneration Report (Audited) (cont'd)

Performance Rights and Options on issue, granted in prior periods: (cont'd)

Performance Rights to Executive Leadership Team (cont'd)

	Tranche 2	Tranche 4	Total
Reconciliation by KMP	**$**	**$**	**$**
Former KMP	77,500	77,500	155,000
Charles Hughes (CH)	-	-	-
Peter Gilford (PG)	327,500	327,500	655,000
Remaining grant date fair value awarded ($)	**405,000**	**405,000**	**810,000**
Former KMP	-	-	-
Charles Hughes	-	-	-
Peter Gilford (PG)	-	-	-
Expense recognised during FY25 ($)	**-**	**-**	**-**

Performance Rights to Directors

On 27 April 2023, the Company held a General Meeting and received shareholder approval to issue a total of 1,500,000 performance rights to Non-Executive Directors, subject to continuous employment. The performance rights were issued 8 May 2023 and of the original milestones set as part of the performance rights, the following continue to impact the current year expense:

- **Tranche 1** – Vest upon achievement of a 20-day VWAP of $1.00 by the date which is three years from the date of issue of the Performance Rights (subject to continued employment at the time the milestone is satisfied)
- **Tranche 2** – Vesting upon the first commercial shipment of DSO lithium ore or spodumene concentrate by 3 November 2025 (subject to continued employment at the time the milestone is satisfied).

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Remuneration Report (Audited) (cont'd)

Performance Rights to Directors (cont'd)

The valuation of performance rights was performed using a combination of Hoadley's Barrier1 Model and Hoadley's Parisian Model (the combination of the two models to be referred to as the "Parisian Barrier1 Model") for Tranche 1, whilst a 'per security' valuation has been used for Tranche 2 with appropriate probability attached. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 1	Tranche 2[1]	Total
Grant date	27-Apr-23	27-Apr-23	
Vesting date	8-May-26	3-Nov-25	
Expiry date	8-May-28	8-May-28	
No. Securities	750,000	750,000	1,500,000
Security entitlement	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	
Share Price Targets (20-day-VWAP)	$1.0000	N/A	
Implied barrier price (approx.)	$1.3639	N/A	
Expected volatility	90%	N/A	
Risk-free rate	2.97%	N/A	
Dividend yield	Nil	N/A	
Value of each security	$0.3541	$0.4650	
Probability	N/A	0%	
Remaining grant date fair value awarded ($)	**265,575**	**348,750**	**614,325**
Expense recognised during FY25 ($)	**87,726**	**-**	**87,486**

Director	Tranche 1	Tranche 2[1]	Total
Tim Manners	250,000	250,000	500,000
Nader El Sayed	250,000	250,000	500,000
James Croser	250,000	250,000	500,000
No. Securities	**750,000**	**750,000**	**1,500,000**
Tim Manners	88,525	116,250	204,775
Nader El Sayed	88,525	116,250	204,775
James Croser	88,525	116,250	204,775
Remaining grant date fair value awarded ($)	**265,575**	**348,750**	**614,325**
Tim Manners	29,162	-	29,162
Nader El Sayed	29,162	-	29,162
James Croser	29,162	-	29,162
Expense recognised during FY25 ($)	**87,486**	**-**	**87,486**

[1] *The probability of the milestone attached to Tranche 2 was reassessed to be nil%, hence resulting in reversal of expense recognised within FY24. No expense recognised within the current period.*

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Additional Information

The earnings of the Consolidated Entity for the five years to 30 June 2025 are summarised below:

	2025	2024	2023	2022	2021
Net loss after tax ($)	(3,937,190)	(12,493,469)	(8,538,367)	(8,055,242)	(703,744)
Share price at financial year end ($)	0.155	0.2650	0.855	0.38	0.16
Total Dividends declared (cents per share)	Nil	Nil	Nil	Nil	Nil
Basic loss per share (cents per share)	(0.51)	(1.97)	(2.18)	(3.65)	(1.00)

Additional Disclosures relating to Key Management Personnel

As at the year end, the number of shares and convertible securities in the Company held during the financial year by each Director and other members of Key Management Personnel, including their personally related parties, is set out below:

Directors and Key Management Personnel interest in Ordinary Shares

	Balance at the start of the year	Additions	Disposals	Expired, forfeited, or other	Balance at resignation date	Balance at the end of the year
Non-Executive Directors						
Nader El Sayed	2,751,284	-	-	-	-	2,751,284
Tim Manners[2]	473,493	-	-	-	-	473,493
Steven Kovac	32,549	-	-	-	-	32,549
Chris Ellison[1]	-	-	-	-	-	-
Joshua Thurlow	-	-	-	-	-	-
Executive Directors						
James Croser	6,632,551	-	-	-	-	6,632,551
Key Management Personnel						
Charles Hughes[3]	500,000	-	(500,000)	-	500,000	-
Peter Gilford	525,144	-	-	-	-	525,144
Paul Brennan[4]	-	-	-	-	-	-
	10,915,021	**-**	**(500,000)**	**-**	**500,000**	**10,415,021**

[1] *Resigned 25 November 2024*
[2] *Resigned 14 July 2025*
[3] *Resigned 2 August 2024*
[4] *Resigned 30 June 2025 to assume role with Ballard Mining Limited*

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Additional Disclosures relating to Key Management Personnel (cont'd)

Directors and Key Management Personnel interest in Options

	Balance at the start of the year	Granted during the year	Exercised during the year	Expired, forfeited, disposed or other	Balance at resignation date	Balance at the end of the year	% Vested & exercisable
Non-Executive Directors							
Nader El Sayed	2,342,233	1,000,000	-	(1,342,233)	-	2,000,000	50%
Tim Manners[2]	1,041,667	1,000,000	-	(41,667)	-	2,000,000	50%
Steven Kovac	-	1,000,000	-	-	-	1,000,000	0%
Chris Ellison[1]	-	-	-	-	-	-	N/A
Joshua Thurlow	-	-	-	-	-	-	N/A
Executive Directors							
James Croser	4,183,008	-	-	(3,183,008)	-	1,000,000	100%
Key Management Personnel							
Peter Gilford	-	-	-	-	-	-	N/A
Paul Brennan	-	-	-	-	-	-	N/A
	7,566,908	**3,000,000**	**-**	**(4,566,908)**	**-**	**6,000,000**	

[1] *Resigned 25 November 2024*
[2] *Resigned 14 July 2025*

DIRECTORS' REPORT (CONT'D)

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Remuneration Report (Audited) (cont'd)

Additional Disclosures relating to Key Management Personnel (cont'd)

Directors and Key Management Personnel interest in Performance Rights

	Balance at the start of the year	Granted during the year	Exercised during the year	Expired, forfeited, disposed or other	Balance at resignation date	Balance at the end of the year	% Vested & exercisable
Non-Executive Directors							
Nader El Sayed	500,000	-	-	-	-	500,000	0%
Tim Manners	500,000	-	-	-	-	500,000	0%
Steven Kovac	-	-	-	-	-	-	N/A
Chris Ellison	-	-	-	-	-	-	N/A
Joshua Thurlow	-	-	-	-	-	-	N/A
Executive Directors							
James Croser	500,000	2,600,000	-	-	-	3,100,000	0%
Key Management Personnel							
Charles Hughes[1]	500,000	-	-	(500,000)	-	-	N/A
Peter Gilford	1,000,000	1,700,000	-	-	-	2,700,000	0%
Paul Brennan[2]	-	1,400,000	-	(1,400,000)	-	-	N/A
	3,000,000	**5,700,000**	**-**	**(1,900,000)**	**-**	**6,800,000**	

[1] *Resigned 2 August 2024*
[2] *Resigned 30 June 2025*

Other Transactions with Key Management Personnel and their Related entities

Directors and officers, or their personally related entities, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Details of the transactions including amounts accrued but unpaid at the end of the year as follows:

			Net Transactions		Balances owing (to) / from	
Related Party	**Nature of transaction**	**Relationship**	**2025**	**2024**	**2025**	**2024**
Croser Family Trust	Charges for warehouse rental	**(i)**	-	16,925	-	-
			-	**16,925**	**-**	**-**

(i) *Croser Family Trust is a trust associated with director, Mr James Croser.*

This concludes the Remuneration Report, which has been audited

DIRECTORS' REPORT (CONT'D)

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Non-Audit Services

Details of the amounts paid or payable to the auditor for non-assurance services provided during the financial year by the auditor are outlined in Note 27 to the financial statements.

The Directors are satisfied that the provision of non-audit services during the financial year, by the auditor (or by another person or firm on the auditor's behalf), is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

The Directors are of the opinion that the services as disclosed in Note 27 to the financial statements do not compromise the external auditor's independence requirements of the Corporations Act 2001 for the following reasons:

- all, non-audit services have been reviewed and approved to ensure that they do not impact the integrity and objectivity of the auditor; and
- none of the services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants issued by the Accounting Professional and Ethical Standards Board, including reviewing or auditing the auditor's own work, acting in a management or decision-making capacity for the Company, acting as advocate for the Company or jointly sharing economic risks and rewards.

Indemnity and insurance of Auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the Auditor of the Company or any related entity against a liability incurred by the Auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the Auditor of the Company or any related entity.

Auditor's Independence Declaration

The Lead Auditor's Independence Declaration as required under section 307C of the Corporations Act is set out on page 63 of this Annual Report and forms part of the Directors' Report for the year ended 30 June 2025.

Signed in accordance with a resolution of Directors.



James Croser
Managing Director
Perth, Western Australia

Signed at Perth on this 22nd day of September 2025

AUDITOR'S INDEPENDENCE DECLARATION

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Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Delta Lithium Limited

I declare that, to the best of my knowledge and belief, in relation to the audit of Delta Lithium Limited for the financial year ended 30 June 2025 there have been:

i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

ii. no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

Glenn Brooks
Partner
Perth
22 September 2025

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2025

	Note	2025 $	2024 $
Income			
Other income	5	1,485,306	1,673,143
Net gain/(loss) on sale of asset		(74,668)	65,685
Total income		**1,410,638**	**1,738,828**
Expenditure			
Employee benefits expense	6	(3,478,996)	(5,116,435)
Corporate & administration expenses		(2,286,583)	(2,346,603)
Public relations & marketing expenses		(352,413)	(683,296)
Share-based payments	6, 34	(649,842)	1,161,021
Net fair value gain/(loss) on financial assets	11,24	460,514	(511,907)
Exploration expenditure expense	6	(1,672,524)	(10,504,812)
Depreciation		(302,034)	(276,605)
Total expenditure		**(8,281,878)**	**(18,278,637)**
Operating Loss		**(6,871,240)**	**(16,539,809)**
Finance income	7	3,282,363	4,196,008
Finance costs	7	(88,800)	(149,668)
Net finance income		**3,193,563**	**4,046,340**
Loss before income tax from continuing operations		**(3,677,677)**	**(12,493,469)**
Income tax expense	8	-	-
Loss for the year from continuing operations		**(3,677,677)**	**(12,493,469)**
Loss after income tax from discontinued operations	13	**(259,513)**	**-**
Other comprehensive loss net of tax for the year		**(3,937,190)**	**(12,493,469)**
Total comprehensive loss attributable to owners of the Company		**(3,937,190)**	**(12,493,469)**
Loss per share			
Basic and diluted loss for the year attributable to ordinary equity holders of the parent (cents per share)	33	(0.55)	(1.97)
Loss per share for continuing operations			
Basic and diluted loss for the year attributable to ordinary equity holders of the parent (cents per share)	33	(0.51)	(1.97)

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

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	Note	2025 $	2024 $
Assets			
Current assets			
Cash and cash equivalents	9	55,869,890	86,686,146
Trade and other receivables	10	1,525,799	2,143,362
Financial assets at fair value through profit or loss	11	1,750,000	1,019,671
Disposal group assets classified as held for sale	12	60,038,871	-
Total current assets		**119,184,560**	**89,849,179**
Non-current assets			
Capitalised exploration and evaluation assets	15	123,670,207	156,871,726
Plant and equipment	16	1,913,784	2,189,662
Right of use Asset	17	525,352	681,890
Total non-current assets		**126,109,343**	**159,743,278**
Total assets		**245,293,903**	**249,592,457**
Liabilities			
Current liabilities			
Trade and other payables	18	2,609,219	5,652,162
Lease liability	17	155,113	136,765
Provision - rehabilitation	19	105,260	-
Liabilities of disposal group classified as held for sale	12	2,157,465	-
Total current liabilities		**5,027,057**	**5,788,927**
Non-current liabilities			
Provision - rehabilitation	19	912,755	1,790,815
Lease liability	17	424,035	572,871
Total non-current liabilities		**1,336,790**	**2,363,686**
Total liabilities		**6,363,847**	**8,152,613**
Net assets		**238,930,056**	**241,439,844**
Equity			
Share capital	20	272,221,897	271,444,337
Share based payment reserve	21	1,770,110	6,998,257
Accumulated losses	22	(35,061,951)	(37,002,750)
Total equity		**238,930,056**	**241,439,844**

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2025

	Note	Issued share capital $	Share based payment reserve $	Foreign currency translation reserve $	Accumulated losses $	Total Equity $
Balance as at 1 July 2023		**188,810,114**	**10,034,315**	**-**	**(24,509,281)**	**174,335,148**
Loss for the year		-	-	-	(12,493,469)	**(12,493,469)**
Total comprehensive loss for the period		**-**	**-**	**-**	**(12,493,469)**	**(12,493,469)**
Transactions with owners in their capacity as owners						
Shares issued during the period		69,676,942	-	-	-	**69,676,942**
Dalaroo consideration shares		500,000	-	-	-	**500,000**
Shares issued for asset acquisition		10,000,000	-	-	-	**10,000,000**
Transfer from conversion of performance rights		1,875,037	(1,875,037)	-	-	**-**
Exercise of options		3,530,720	-	-	-	**3,530,720**
Share-based payments	34	-	(1,161,021)	-	-	**(1,161,021)**
Costs of shares issued		(2,948,476)	-	-	-	**(2,948,476)**
Balance as at 30 June 2024		**271,444,337**	**6,998,257**	**-**	**(37,002,750)**	**241,439,844**
Balance as at 1 July 2024		**271,444,337**	**6,998,257**	**-**	**(37,002,750)**	**241,439,844**
Loss for the year		**-**	**-**	**-**	(3,937,190)	**(3,937,190)**
Total comprehensive loss for the period		**-**	**-**	**-**	**(3,937,190)**	**(3,937,190)**
Transactions with owners in their capacity as owners						
Shares issued during the period	20	-	-	-	-	**-**
Transfer on forfeiture of options and performance rights		-	(5,877,989)	-	5,877,989	**-**
Exercise of options	20	783,662	-	-	-	**783,662**
Share-based payments	34	-	649,842	-	-	**649,842**
Costs of shares issued		(6,102)	-	-	-	**(6,102)**
Balance as at 30 June 2025		**272,221,897**	**1,770,110**	**-**	**(35,061,951)**	**238,930,056**

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

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CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2025

	Note	2025 $	2024 $
Cash flows from operating activities			
Receipts from customers		-	-
Payments to suppliers and employees		(5,543,356)	(10,280,534)
Interest received		3,475,275	3,797,699
Interest paid		(49,918)	(45,231)
Payments for exploration and evaluation		(184,874)	(177,099)
Government grants and tax incentives		1,517,352	1,878,919
Net cash outflow from operating activities	32	**(785,521)**	**(4,826,246)**
Cash flows from investing activities			
Proceeds from disposal of subsidiary	13	1,500,000	-
Proceeds from disposal of financial assets		1,209,466	-
Payments for tenement acquisitions	14	(600,000)	(4,950,000)
Payments for exploration and evaluation		(29,934,480)	(56,092,545)
Payments for property, plant and equipment		(255,451)	(1,718,818)
Proceeds from sales of assets		10,700	5,094
Net cash outflow from investing activities		**(28,069,765)**	**(62,756,269)**
Cash flows from financing activities			
Proceeds from issue of ordinary shares		-	69,592,358
Proceeds from the exercise of options	20	783,662	3,530,720
Repayment of lease liability principal	17	(136,499)	(137,653)
Share issue costs		(6,103)	(3,028,476)
Net cash inflow from financing activities		**641,060**	**69,956,949**
Net increase in cash and cash equivalents		**(28,214,226)**	**2,374,434**
Cash and cash equivalents at the beginning of the financial period		86,686,146	84,311,712
Effects of exchange rate changes on cash and cash equivalents		-	-
Cash and cash equivalents at the end of the financial period	9	**58,471,920**	**86,686,146**

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

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

1. CORPORATE INFORMATION

Delta Lithium Limited (the "Company" or "Delta Lithium") is a for-profit Company incorporated and domiciled in Australia whose shares are publicly listed on the ASX (ASX Code: DLI). The consolidated financial statements are presented in the Australian currency. The consolidated financial statements of the Company as at and for the year ended 30 June 2025 comprise the Company and its subsidiaries (together referred to as the "Group" or "Consolidated Entity"). The Group's principal activity is that of mineral exploration and evaluation of new and existing projects in Australia.

2. MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Consolidated Entity 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 with no material impact. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB'). The consolidated financial statements of the Group for the year ended 30 June 2025 were authorised for issue in accordance with a resolution of the Directors on 22nd September 2025.

Going Concern

The financial statements have been prepared on a going concern basis which contemplates continuity of normal business activities and realization of assets and settlement of liabilities in the normal course of business.

The Group incurred a loss from continuing operations of $3,677,677 (2024: $12,493,469) and a loss from discontinued operations of $259,513 (2024: nil) for the year ended 30 June 2025, with net cash outflows from operations of $785,521 (2024: $4,826,246). At 30 June 2025, the Group had a working capital surplus of $114,312,616 (2024: $84,197,017), including cash and cash equivalents of $55,869,890 (2024: $86,686,146). The Group's cashflow forecasts for the 12 months indicate that the Group has sufficient cash reserves to meet its expenditure requirements and carry out its planned activities. If required, the Group has the ability to curtail expenditure commitments and adjust the development of operational plans over the next 12 months.

Based on the matters detailed above, the Directors are satisfied that the going concern basis of preparation is appropriate and that the Group will be able to realise its assets and settle its obligations in the ordinary course of business over the next 12 months.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Consolidated Entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the Consolidated Entity only. Supplementary information about the parent entity is disclosed in Note 29.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Delta Lithium Limited ('Company' or 'Group') as at 30 June 2025 and the results of all subsidiaries for the year then ended.

Subsidiaries are all those entities over which the Consolidated Entity has control. The Consolidated Entity controls an entity when the Consolidated Entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Entity. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the Consolidated Entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Consolidated Entity.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the Consolidated Entity. Losses incurred by the Consolidated Entity are attributed to the non-controlling interest in full, even if that results in a deficit balance.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Where the Consolidated Entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Consolidated Entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

Operating segments

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM is responsible for the allocation of resources to operating segments and assessing their performance.

Foreign currency translation

The financial statements are presented in Australian dollars, which is the Group's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Joint arrangements

A joint arrangement is an arrangement of which two or more parties have joint control. Joint arrangements are either classified as a joint operation or a joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which only exists when decisions about the relevant activities require the unanimous consent of the parties sharing control. Classification of a joint arrangement as a joint operation or a joint venture depends upon the rights and obligations of the parties to the arrangement. A joint operation is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement. A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to net assets of the arrangement.

The Company applies judgement when assessing whether a joint arrangement is a joint operation or a joint venture. These judgements take into consideration the rights and obligations provided for by the structure and legal form of the arrangement, the terms agreed to by the parties in the contractual agreement, and, when relevant, other facts and circumstances. These judgements are reassessed and re-evaluated as facts and circumstances change regarding the joint arrangement.

For joint arrangements classified as joint operations, the Company recognises in its financial statements, its proportionate interest in:

- its assets, including its share of any assets held jointly;
- its liabilities, including its share of any liabilities incurred jointly;
- its revenue from the sale of its share of the output arising from the joint operation;

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

- its share of the revenue from the sale of the output by the joint operation; and
- its expenses, including its share of any expenses incurred jointly.

For joint arrangements classified as joint ventures, the Company recognises its interest in the joint venture as an investment and accounts for that investment using equity method accounting as prescribed in AASB 11 Joint Arrangements unless the Company is exempted by a specific exemption according to that Standard.

Revenue and other income

The Consolidated Entity recognised revenue and other income as follows:

Finance income

Interest revenue which is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue / Tax incentives

Other revenue is recognised when it is received or when the right to receive payment is established, measured at the fair value of the consideration received or receivable.

Income tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Company's subsidiaries and associated entities operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in controlled entities where the parent entity is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Assets held for sale

Non-current assets, or disposal groups comprising assets and liabilities, are classified as held-for sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use.

Such assets, or disposal groups, are generally measured at the lower of their carrying amount and fair value less costs to sell. Any impairment loss on a disposal group is allocated first to goodwill, and then to the remaining assets and liabilities on a pro rata basis, except that no loss is allocated to inventories, financial assets, deferred tax assets, employee benefit assets, investment property or biological assets, which continue to be measured in accordance with the Group's other accounting policies. Impairment losses on initial classification as held-for-sale or held-for-distribution and subsequent gains and losses on remeasurement are recognised in profit or loss.

Once classified as held-for-sale, intangible assets and property, plant and equipment are no longer amortised or depreciated, and any equity-accounted investee is no longer equity accounted.

Discontinued operations

A discontinued operation is a component of the Consolidated Entity that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately on the face of the statement of profit or loss and other comprehensive income.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Consolidated Entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

A liability is classified as current when: it is either expected to be settled in the Consolidated Entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or it does not have the right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The Consolidated Entity has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Consolidated Entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Exploration and evaluation assets

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the consolidated statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves. Where a project or an area of interest has been abandoned, the expenditure incurred thereon is written off in the year in which the decision is made. Expenditure incurred on activities that precede exploration and evaluation of mineral resources, including all expenditure incurred prior to securing legal rights to explore an area, is expensed as incurred.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Property, plant and equipment

Plant and equipment are stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Motor Vehicles	3 – 10 years
Office/Computer Equipment	3 – 10 years
Exploration plant and equipment	3 – 20 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date. An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Consolidated Entity. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Consolidated Entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

The Consolidated Entity has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Impairment and reversal of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Any impairment loss recognised in prior periods is reversed if, and only if, there has been a favourable change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised taking into account both external and internal sources of information. Impairment of goodwill is never reversed.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Consolidated Entity prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Provisions

Provisions are recognised when the Consolidated Entity has a present (legal or constructive) obligation as a result of a past event, it is probable the Consolidated Entity will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in the provision resulting from the passage of time is recognised as a finance cost.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Other long-term employee benefits
The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using a simplified discounting method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense
Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Share-based payments
Equity-settled and cash-settled share-based compensation benefits are provided to employees.

Equity-settled transactions are awards of shares, or options over shares, that are provided to employees in exchange for the rendering of services. Cash-settled transactions are awards of cash for the exchange of services, where the amount of cash is determined by reference to the share price.

The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either Binomial, Parisian Barrier1, Hoadley or Black-Scholes option pricing models that takes into account the exercise price, the term of the option/performance right, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option/performance right, together with vesting & non-vesting conditions that do not determine whether the Consolidated Entity receives the services that entitle the employees to receive payment.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous period.

The cost of cash-settled transactions is initially, and at each reporting date until vested, determined by applying either the Binomial, Parisian Barrier1, Hoadley or Black-Scholes option pricing models, taking into consideration the terms and conditions on which the award was granted. The cumulative charge to profit or loss until settlement of the liability is calculated as follows:

- during the vesting period, the liability at each reporting date is the fair value of the award at that date multiplied by the expired portion of the vesting period.
- from the end of the vesting period until settlement of the award, the liability is the full fair value of the liability at the reporting date.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

All changes in the liability are recognised in profit or loss. The ultimate cost of cash-settled transactions is the cash paid to settle the liability.

Vesting conditions, other than market conditions, are not taken into account when estimating the fair value of the shares or share options at the measurement date. Instead, vesting conditions are taken into account by adjusting the number of equity instruments included in the measurement of the transaction amount so that, ultimately, the amount recognised for goods and services received as consideration for the equity.

Market conditions, such as a target share price upon which vesting is conditioned, are taken into account when estimating the fair value of the equity instruments granted.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the Consolidated Entity or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the Consolidated Entity or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

If equity-settled awards are cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately. If a new replacement award is substituted for the cancelled award, the cancelled and new award is treated as if they were a modification.

Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Consolidated Entity's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be significant. External valuers are selected based on market knowledge and reputation. Where there is a significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

Issued capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of the Group, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

2. MATERIAL ACCOUNTING POLICIES (CONT'D)

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Consolidated Entity for the annual reporting period ended 30 June 2025. The Consolidated Entity has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Share-based payment transactions

The Consolidated Entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Binomial, Parisian Barrier1, Hoadley or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity. Refer to Note 34 for further information.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

Exploration and evaluation costs

Exploration and evaluation costs have been capitalised on the basis that the Consolidated Entity will commence commercial production in the future, from which time the costs will be amortised in proportion to the depletion of the mineral resources. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production at the mine include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made. Refer to Notes 14 and 15 for further information.

Deferred tax

Judgement is required in assessing whether deferred tax assets and certain deferred tax liabilities are recognised on the Consolidated Statement of Financial Position. Deferred tax assets are recognised only where it is considered more likely than not that they will be recovered, which is dependent on the generation of sufficient future taxable profits and the ability to comply with conditions under tax legislation to utilise carry forward tax losses. Deferred tax liabilities arising from temporary differences in investments can be controlled and are not expected to occur in the foreseeable future except as disclosed in relation to the Investment in Ballard Mining. Refer to Note 8 for further information.

Non-current assets and liabilities held for sale

Judgement is required in assessing whether the planned in-specie distribution and IPO of Ballard Mining has resulted in a disposal group with assets and liabilities held for sale as at balance date, whether Delta Lithium retains control of the disposal group at balance date and whether other recognition, measurement and disclosure requirements of other standards have been triggered. Refer to Note 12 for further information.

Rehabilitation provision

A provision has been made for the present value of anticipated costs for future rehabilitation of land explored or mined. The Consolidated Entity's exploration activities are subject to various laws and regulations governing the protection of the environment. The Consolidated Entity recognises management's best estimate for assets retirement obligations and site rehabilitations in the period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision. Refer to Note 19 for further information.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The Consolidated Entity assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the Consolidated Entity and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions. Refer to Note 15 for further information.



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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

4. OPERATING SEGMENTS

Identification of reportable operating segments

The Company currently reports in two operating segments (2024: three), being exploration and evaluation operations related to Mt Ida and Yinnetharra. Eureka the third operating segment was disposed of during the year. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM') in assessing performance and in determining the allocation of resources.

The Board reviews financial information on the same basis as presented in the financial statements and has therefore determined the operating segments on this basis.



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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

4. OPERATING SEGMENTS (CONT'D)

Identification of reportable operating segments (cont'd)

Consolidated – 30 June 2025	Notes	Mt Ida $	Yinnetharra $	Eureka $	Total $
Other income/(expense)		304,413	70,748	-	375,160
Expenditure		(129,065)	(76,499)	-	(205,563)
Impairment	6,15	1,494	(1,505,962)	-	(1,504,468)
Net finance expense	7	(29,989)	52	-	(29,937)
Segment profit or (loss)		**146,853**	**(1,511,662)**	**-**	**(1,364,808)**
Other exploration profit or (loss)					
Unallocated	6				(4,186)
Other income	5				1,035,478
Employee benefits expense					(3,478,587)
Corporate & administrative expenses					(2,262,610)
Public relations & marketing expenses					(344,157)
Share-based payments	6, 34				(649,842)
Net fair value (loss) on financial assets	11				460,514
Depreciation					(292,979)
Net finance income					3,223,500
Loss before income tax expense from continuing operations					**(3,677,677)**
Income tax expense	8				-
Loss after income tax expense from continuing operations					**(3,677,677)**
Assets					
Exploration assets	15	91,185,325	89,590,620	-	180,775,946
Other segment assets		1,213,644	1,112,994	-	2,326,638
Total segment assets		**92,398,969**	**90,703,614**	**-**	**183,102,584**
Other exploration assets					
Unallocated assets:					
Cash and cash equivalents	9				58,430,708
Trade and other receivables	10				1,081,731
Financial assets	11				1,750,000
Right of use assets	17				525,352
Property, plant and equipment	16				403,528
Total Assets					**245,293,903**
Liabilities					
Segment liabilities		(2,756,501)	(998,352)	-	(3,754,853)
Total segment liabilities		**(2,756,501)**	**(998,352)**	**-**	**(3,754,853)**
Unallocated liabilities:					
Trade and other payables					(1,575,528)
Provisions					(454,319)
Lease liabilities	17				(579,148)
Total Liabilities					**(6,363,847)**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

4. OPERATING SEGMENTS (CONT'D)

Identification of reportable operating segments (cont'd)

Consolidated – 30 June 2024	Notes	Mt Ida $	Yinnetharra $	Eureka $	Total $
Other income/(expense)		375,674	776,432	-	**1,152,106**
Expenditure		(102,459)	(152,237)	(1,905)	**(256,601)**
Impairment	6	(377,052)	(5,660)	(9,830,415)	**(10,213,127)**
Net finance expense		(51,844)	-	(34,200)	**(86,044)**
Segment profit or (loss)		**(155,681)**	**618,535**	**(9,866,520)**	**(9,403,666)**
Other exploration profit or (loss)	6				**(113,389)**
Unallocated					
Other income					**586,722**
Employee benefits expense					**(5,099,889)**
Corporate & administrative expenses					**(2,289,628)**
Public relations & marketing expenses					**(680,745)**
Share-based payments	6, 34				**1,161,021**
Net fair value (loss) on financial assets	11				**(511,907)**
Depreciation					**(274,372)**
Net finance income					**4,132,384**
Loss before income tax expense from continuing operations					**(12,493,469)**
Income tax expense	8				-
Loss after income tax expense from continuing operations					**(12,493,469)**
Assets					
Exploration assets	15	76,812,399	76,059,327	4,000,000	**156,871,726**
Other segment assets		1,519,264	1,312,919	214,337	**3,046,520**
Total segment assets		**78,331,663**	**77,372,246**	**4,214,337**	**159,918,246**
Other exploration assets					-
Unallocated assets:					
Cash and cash equivalents					**86,481,915**
Trade and other receivables					**956,529**
Financial assets	11				**1,019,671**
Right of use assets	17				**681,890**
Property, plant and equipment					**534,206**
Total Assets					**249,592,457**
Liabilities					
Segment liabilities		1,241,781	4,036,163	810,447	**6,088,391**
Total segment liabilities		**1,241,781**	**4,036,163**	**810,447**	**6,088,391**
Unallocated liabilities:					
Deferred consideration					-
Trade and other payables					**1,354,586**
Lease liabilities	17				**709,636**
Total Liabilities					**8,152,613**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

5. OTHER INCOME

	Note	2025 $	2024 $
Fuel tax credits		438,660	1,004,199
R&D tax credits		1,046,646	668,944
Total other income		**1,485,306**	**1,673,143**

6. EXPENSES

	Note	2025 $	2024 $
Employee benefits expense			
Corporate salary, wages & bonuses		(3,004,952)	(4,094,818)
Superannuation expense		(229,802)	(322,076)
Payroll taxes		(178,055)	(560,311)
Other employee costs		(66,186)	(139,230)
Total employee benefits expense		**(3,478,996)**	**(5,116,435)**
Share-based payments			
Performance rights & options - Directors & Key Management personnel	26	(379,607)	1,303,988
Performance rights - other employees		(270,235)	(142,967)
Total share-based payments		**(649,842)**	**1,161,021**
Exploration expenditure expense			
Exploration costs		(168,056)	(178,296)
Impairment	15	(1,504,468)	(10,326,516)
Total exploration expense		**(1,672,524)**	**(10,504,812)**

7. NET FINANCE INCOME

	Note	2025 $	2024 $
Finance income			
Interest income		3,282,363	4,196,008
Finance costs			
Interest expense on lease liabilities	17	(49,918)	(45,036)
Accretion expense on rehabilitation provision	19	(38,521)	(89,015)
Net foreign exchange gain/(loss)		(361)	(15,401)
Other interest expense		-	(216)
Net finance income		**3,193,563**	**4,046,340**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

8. INCOME TAX

	Note	2025 $	2024 $
Current tax		-	-
Deferred tax		-	-
		-	-
Numerical reconciliation of income tax expense to prima facie tax payable			
Loss from continuing operations		(3,677,677)	(12,493,469)
Loss from discontinued operations	13	(259,513)	-
Total comprehensive loss for the year attributable to owners		**(3,937,190)**	**(12,493,469)**
Prima facie tax benefit at the Australian tax rate of 25% (2024: 25%)		(984,298)	(3,123,367)
Tax effect of amounts which are not deductible/(taxable) in calculating taxable income			
Other permanent differences		20,920	(388,108)
Movement in temporary differences and tax losses not recognised		963,378	3,511,475
Income tax benefit		**-**	**-**
Deferred Tax			
Deferred tax assets at 25% (2024: 25%)			
Provisions and accruals		123,355	148,207
Capital raising costs		1,119,665	1,652,998
Carry forward tax and capital losses		38,526,237	25,010,696
Financial assets at fair value		212,097	327,225
Total deferred tax assets		**39,981,354**	**27,139,127**
Deferred tax liabilities at 25% (2024: 25%)			
Prepayments and other		245,292	200,114
Exploration and evaluation assets		23,729,952	26,939,013
Assets held for sale	12	12,532,159	-
Investment in Ballard Mining Ltd		3,473,951	-
Total deferred tax liabilities		**39,981,354**	**27,139,127**

Carry forward tax losses not recognised for 2025 are $15,029,814 (2024: $34,600,643)
The tax benefits of the above deferred tax assets will only be obtained if:
(i) The Company derives future assessable income of a nature and an amount sufficient to enable the benefits to be utilised;
(ii) The Company continues to comply with the conditions for deductibility imposed by law; and
(iii) No changes in income tax legislation adversely affects the Company in utilising the benefits.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

8. INCOME TAX (CONT'D)

Income Tax Consolidation

Delta Lithium and its wholly owned Australian subsidiaries are part on an income tax consolidated group and have entered into tax sharing and tax funding agreements. Under the terms of these agreements, the subsidiaries will reimburse Delta Lithium for any current income tax payable by Delta Lithium arising in respect of their activities. The reimbursements are payable at the same time as the associated income tax liability falls due and will therefore be recognised as a current tax-related receivable by Delta Lithium when they arise. In the opinion of the Directors, the tax sharing agreement is also a valid agreement under the tax consolidation legislation and limits the joint and several liability of the subsidiaries in the case of a default by Delta Lithium.

9. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, deposits on call with financial institutions, and other short-term, highly liquid investments.

	Note	2025 $	2024 $
Cash at bank		10,849,890	11,686,146
Cash on deposit		45,020,000	75,000,000
Cash and cash equivalents as per statement of financial position		**55,869,890**	**86,686,146**
Reclassification of cash and cash equivalents in assets held for sale	12	2,602,030	-
Cash and cash equivalents as per statement of cash flows	32	**58,471,920**	**86,686,146**

10. TRADE AND OTHER RECEIVABLES

	Note	2025 $	2024 $
Government taxes receivable		488,755	495,535
Other receivables		1,352,268	1,647,827
Reclassification of trade receivables in assets held for sale	12	(315,224)	-
Total trade and other receivables	24,32	**1,525,799**	**2,143,362**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Note	2025 $	2024 $
Listed ordinary shares – designated at fair value through profit or loss	27	1,750,000	1,019,671
Total financial assets		**1,750,000**	**1,019,671**
Reconciliation of the fair values at the beginning and end of the current previous financial year are set out below:			
Opening fair value		1,019,671	1,538,757
Additions	13	1,500,000	-
Disposals		(1,230,185)	(7,179)
Gain/(loss) on revaluation	32	460,514	(511,907)
Total financial assets		**1,750,000**	**1,019,671**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

12. NON-CURRENT ASSETS HELD FOR SALE

On 30 June 2025, the Shareholders of Delta Lithium Ltd approved the in-specie distribution of 63,669,413 shares in the Ballard Mining Ltd subsidiary, with the intention to list Ballard Mining Ltd on the ASX on 14 July 2025. Details of the demerger post 30 June 25 has been provided at note 35. The assets and liabilities of Ballard Mining Ltd and its subsidiary, Mt Ida AU Pty Ltd, have been disclosed as available for sale in accordance with AASB 5 Non-current Assets Held for Sale and Discontinued Operations.

As at 30 June 2025, the disposal group was stated at the lower of cost and comprised the following assets and liabilities:

	Note	2025 $	2024 $
Cash and cash equivalents	9	2,602,030	-
Trade and other receivables	10	315,224	-
Property, plant and equipment	16	15,878	-
Capitalised exploration and evaluation expenditure	15	57,105,739	-
Assets held for sale		**60,038,871**	**-**
Trade and other payables	18	2,157,465[1]	-
Liabilities held for sale		**2,157,465**	**-**

Deferred tax liabilities associated with the investment in Ballard Mining Ltd relate to the planned in-specie distribution post 30 June 2025.

[1] *Deferred tax liabilities of $12,532,159 (refer Note 8) are also associated with the disposal group, however are fully offset by the Group's carried forward losses.*

13. DISCONTINUED OPERATIONS

Delta Lithium and Javelin Minerals Ltd ("Javelin") entered into a share sale agreement to dispose 100% of Warriedar Mining Pty Ltd ("Warriedar") subsidiary on 22 October 2024. Warriedar held 100% ownership of the Eureka exploration & evaluation asset recorded at $4,048,070 carrying value. The sale of the non-core Eureka project was to free up resources for the Group for the Mt Ida and Yinnetharra core projects.

Delta received consideration of $3,000,000, with the breakdown provided below. A nil value has been applied to the contingent consideration component as at 30 June 2025.

Consideration received by Delta comprised of:

- $1,500,000 cash consideration
- $1,500,000 equity consideration of Javelin ordinary shares
- $1,000,000 contingent equity consideration of Javelin ordinary shares upon the achievement of the earlier of:

  1. Recommencement of mining operations on one or more of the Tenements; and
  2. Javelin increasing the JORC compliant Inferred Mineral Resource across the Tenements to greater than 200,000 oz at a 0.5 g/t cut-off grade.

A loss of $259,513 arose on the disposal of Warriedar Mining Pty Ltd, being the difference between the proceeds of disposal and the carrying amount of the subsidiary's net assets.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

13. DISCONTINUED OPERATIONS (CONT'D)

The results of the discontinued operations, which have been included in the loss for the year, were as follows:

Total consideration for the sale is comprised of:	Note	2025 $
Cash and cash equivalents		1,500,000
Financial assets held at fair value through profit or loss		1,500,000
Total consideration transferred		**3,000,000**

	Note	2025 $	2024[1] $
Revenue		-	-
Expenses		-	(36,105)
Profit before income tax and interest		**-**	**(36,105)**
Net finance income		-	-
Loss on disposal of discontinued operations		**(259,513)**	**-**
Attributable tax expense		-	-
Net loss attributable to discontinued operations		**(259,513)**	**(36,105)**

Cash flows from/(used in) discontinued operations	Note	2025 $	2024[1] $
Net cash from operating activities		(26,079)	976
Net cash inflow/(outflow) from investing activities		(39,371)	(116,865)
Net cash inflow/(outflow) from financing activities		**-**	**-**
Net cash flows to date of disposal		**(65,450)**	**(115,889)**
Basic earnings/(loss) per share - Discontinued operations		**(0.04)**	**(0.01)**
Diluted earnings/(loss) per share - Discontinued operations		**(0.04)**	**(0.01)**

Effect on disposal on the financial position of the Group	Note	2025 $
Trade and other receivables		(18,484)
Property, plant and equipment		(3,095)
Capitalised exploration and evaluation expenditure		(4,048,070)
Provision for rehabilitation - Eureka		810,137
Net assets and liabilities		**(3,259,513)**
Consideration received, satisfied in cash		1,500,000
Cash and cash equivalents disposed of		-
Net cash inflows		**1,500,000**

[1] *Prior year comparatives have been restated for the discontinued operations.*

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

14. ASSET ACQUISITION

Minerals 260 Limited

On 20 May 2025, the Company entered into a binding agreement with Minerals 260 Limited to acquire 100% control of the 15 granted tenements comprising the Aston Project in the Gascoyne region of Western Australia.

The agreement includes a Minerals Royalty Deed ("Royalty") calculated at 1.5% of net smelter return ("NSR) on any future production of Lithium, Caesium, Beryllium, Rubidium or Tantalum.

	Note	2025 $
Total consideration for the purchase is as follows:		
Cash – acquisition settlement		450,000
Acquisition costs – stamp duty		15,390
Total purchase consideration reflected as capitalised exploration and evaluation assets	15	**465,390**

Zeus Resources Limited

On 24 April 2025, the Company entered into a binding agreement with Zeus Resources Limited to acquire 100% of the E09/2147 Mortimer Hills project in the Gascoyne region of Western Australia.

The agreement includes a Resource Royalty ("Royalty") payable upfront and in advance when a Competent Person provides a written report confirming the existence of a Mineral Resource Estimate on the E09/2147 tenement at a minimum grade of 0.8% (at a 0.5% Li_2O cut-off grade) within 4 years of the execution date.

	Note	2025 $
Total consideration for the purchase is as follows:		
Cash – acquisition settlement		150,000
Total purchase consideration reflected as capitalised exploration and evaluation assets	15	**150,000**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

15. EXPLORATION AND EVALUATION ASSETS

	Note	2025 $	2024 $
Exploration and evaluation costs carried forward in respect of mining areas of interest			
Opening net book amount		156,871,726	105,016,898
Capitalised exploration and evaluation expenditure		28,842,552	57,349,927
Asset acquisition – Minerals 260 Limited - Yinnetharra	14	465,390	-
Asset acquisition – Zeus Resources Limited - Yinnetharra	14	150,000	-
Asset acquisition – Dalaroo Metals Limited		-	1,069,396
Asset acquisition – Voltaic Strategic Resources Limited		-	1,250,000
Asset acquisition – Reach Resources Limited		-	3,200,000
Asset Disposal - Eureka	13	(4,048,070)	-
Impairment expense	6	(1,504,467)	(10,326,516)
Rehabilitation provision adjustments capitalised	19	(1,184)	(687,979)
Reclassification to disposal group held for sale	12	(57,105,739)	-
Total exploration and evaluation assets		**123,670,207**	**156,871,726**

Reconciliation	2024 $	Acquisition costs $	Additions $	Disposals/ Other $	Impairment $	Reclassification to disposal group held for sale $	2025 $
Mt Ida	76,812,399	-	14,372,617	(1,184)	1,494	(57,105,739)	34,079,587
Yinnetharra	70,218,898	615,390	12,172,414	-	-	-	83,006,702
- Lyons River	1,091,648	-	414,314	-	(1,505,962)[1]	-	-
- Voltaic Strategic Resources	1,329,462	-	353,356	-	-	-	1,682,818
- Reach Resources	3,419,319	-	1,481,781	-	-	-	4,901,100
Eureka	4,000,000	-	48,070	(4,048,070)	-	-	-
Total exploration and evaluation assets	**156,871,726**	**615,390**	**28,842,552**	**(4,049,254)**	**(1,504,468)**	**(57,105,739)**	**123,670,207**

[1] *An impairment indicator assessment was performed during the period. The asset was not seen as prospective for LCT pegmatites, hence the company determined the asset to be impaired as the carrying amount is not considered recoverable through development or sale.*

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

16. PROPERTY, PLANT AND EQUIPMENT

Consolidated	Office Equipment $	Computer Equipment $	Exploration plant & equipment $	Under Construction	Buildings $	Total $
Balance at 1 July 2023	10,890	73,846	1,123,880	2,870	-	1,211,486
Additions	-	75,542	203,002	850,380	929,949	2,058,873
Disposals	-	-	(2,694)	(778,646)	-	(781,340)
Depreciation[1]	(3,812)	(41,431)	(180,262)	-	(73,852)	(299,357)
Balance at 30 June 2024	**7,078**	**107,957**	**1,143,926**	**74,604**	**856,097**	**2,189,662**
Cost	13,968	161,210	1,581,768	74,604	929,949	2,761,499
Accumulated Depreciation	(6,890)	(53,253)	(437,842)	-	(73,852)	(571,837)
Net	**7,078**	**107,957**	**1,143,926**	**74,604**	**856,097**	**2,189,662**
Balance at 1 July 2024	7,078	107,957	1,143,926	74,604	856,097	2,189,662
Additions	16,965	13,008	324,578	-	16,916	371,468
Disposals	(762)	(388)	(169,301)	-	(63,500)	(233,951)
Transfers	-	8,889	-	(74,604)	65,715	-
Depreciation[1]	(3,341)	(58,523)	(199,347)	-	(136,306)	(397,517)
Reclassification of property, plant and equipment to disposal group held for sale	(13,439)	-	(2,439)	-	-	(15,878)
Balance at 30 June 2025	**6,501**	**70,943**	**1,097,417**	**-**	**738,923**	**1,913,784**
Cost	25,744	182,719	1,495,527	-	949,080	2,653,070
Accumulated Depreciation	(5,804)	(111,776)	(395,671)	-	(210,157)	(723,408)
Reclassification of property, plant and equipment to disposal group held for sale	(13,439)	-	(2,439)	-	-	(15,878)
Net	**6,501**	**70,943**	**1,097,417**	**-**	**738,923**	**1,913,784**

[1] *Depreciation of $246,757 (2024: $186,831) related to exploration plant & equipment has been capitalised to exploration and evaluations assets*

17. RIGHT OF USE ASSETS AND LEASE LIABILITIES

The Group leases office and warehouse facilities. The leases typically run for a period of 1-5 years with an option to renew the lease after that date. The Group assesses at the lease commencement date whether it is reasonably certain to exercise and extension option and this is factored into the lease liability recognised. The Group also leases various exploration equipment. These leases are short-term typically run on weekly/ monthly hire periods. The Group does not to recognise right of use assets and lease liabilities for these short-term leases. The total value of these leases recognised during the period was $352,790 (2024: $2,125,389) which have been capitalised to exploration and evaluation assets. No new leases were entered into or existing leases terminated during the period.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

17. RIGHT OF USE ASSETS AND LEASE LIABILITIES (CONT'D)

	Note	2025 $	2024 $
Right of use assets			
Opening balance		681,890	111,389
Additions – Buildings – Right of use		6,010	802,224
Disposals – Buildings – Right of use		-	(67,366)
Less: Depreciation		(162,548)	(164,357)
Total right of use assets		**525,352**	**681,890**
Lease Liabilities			
Opening balance		709,636	117,560
Additions – Buildings – Right-of-use		6,011	802,224
Disposals – Buildings – Right of use		-	(72,495)
Less: Lease repayments		(186,417)	(182,689)
Add: Interest	7	49,918	45,036
Total lease liabilities		**579,148**	**709,636**
Classification			
Lease liability – Current liability		155,113	136,765
Lease liability – Non-current liability		424,035	572,871
Total lease liabilities		**579,148**	**709,636**

18. TRADE AND OTHER PAYABLES

	Note	2025 $	2024 $
Trade payables		1,750,796	4,111,921
Other payables and accruals		3,015,888	1,540,241
Reclassification of trade payables to assets held for sale	12	(2,157,465)	-
Total trade and other payables		**2,609,219**	**5,652,162**

19. REHABILITATION PROVISION

	Note	2025 $	2024 $
Opening net book amount		1,790,815	2,389,779
Accretion expense	7	38,521	89,015
Rehabilitation revisions during the year		(1,184)	(687,979)
Provision disposed in Discontinued operations	13	(810,137)	-
Total rehabilitation provision		**1,018,015**	**1,790,815**
Classification			
Rehabilitation provision – current		105,260	-
Rehabilitation provision – non-current		912,755	1,790,815
		1,018,015	**1,790,815**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

19. REHABILITATION PROVISION (CONT'D)

Reconciliation	2024 $	Accretion Expense $	Changes in provisions $	2025 $
Mt Ida	980,678	38,521	(1,184)	1,018,015
Eureka	810,137	-	(810,137)	-
Total rehabilitation provision	**1,790,815**	**38,521**	**(811,321)**	**1,018,015**

20. SHARE CAPITAL

	2025 No. Shares	2025 $	2024 No. Shares	2024 $
Ordinary shares fully paid	716,541,792	272,221,897	713,407,142	271,444,337

Movements in ordinary share capital	Date	No. Shares	Issue price $	Total $
Opening Balance	**1 Jul 23**	**520,573,492**		**188,810,114**
Shares issued for the 100% acquisition of Electrostate Limited	2-Jan-24	21,720,247	0.460	10,000,000
Shares issued for the LCT Mineral rights to Dalaroo Metals Limited	12-Dec-23	1,017,916	0.491	500,000
Accelerated non-renounceable entitlement offer – Tranche 1	21-Nov-23	90,786,694	0.460	41,761,879
Accelerated non-renounceable entitlement offer – Tranche 2	11-Dec-23	59,073,214	0.460	27,173,678
Accelerated non-renounceable entitlement offer – Tranche 3	29-Feb-24	2,647,000	0.280	741,161
Accelerated non-renounceable entitlement offer – Tranche 4	29-Feb-24	700	0.320	224
Conversion of $0.25 options	Various	14,122,879	0.250	3,530,720
Conversion of performance rights to employees	Various	3,465,000	Various	1,875,037
Less: share issue costs				(2,948,476)
Closing Balance	**30-Jun-24**	**713,407,142**		**271,444,337**
Conversion of $0.25 Options	Various	3,134,651	0.25	783,662
Less: share issue costs				(6,102)
Closing Balance		**716,541,792**		**272,221,897**

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

21. RESERVES

The share-based payment reserve is used to recognise the fair value of options and performance rights issued by the Group. The foreign currency translation reserve contains the cumulative translation of the Group's foreign subsidiaries into its reporting currency.

	2025 $	2024 $
Share-based payment reserve		
Opening balance	6,998,257	10,034,315
Movement for the period	(5,228,147)	(3,036,058)
Total share-based payment reserve	**1,770,110**	**6,998,257**

22. ACCUMULATED LOSSES

	2025 $	2024 $
Opening balance	37,002,750	24,509,281
Net loss for the period	3,937,190	12,493,469
Transfer following forfeiture of options	(5,877,989)	-
Closing accumulated losses	**35,061,951**	**37,002,750**

23. DIVIDENDS

No dividends were paid during the financial year (2024: $0). No recommendation for payment of dividends has been made.

24. FINANCIAL INSTRUMENTS

Financial Risk Management Policies

The Group activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Group overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Delta Lithium Limited.

Risk management is carried out by the full Board of Directors as the Company believes that it is crucial for all Board members to be involved in this process. The Chairman, with the assistance of Executive Leadership Team as required, has responsibility for identifying, assessing, treating and monitoring risks and reporting to the Board on financial risk management.

Market Risk

The Company is exposed to a variety of financial risks through its financial instruments for example, interest rate risk, liquidity risk and credit risk, as well as foreign currency risk.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

24. FINANCIAL INSTRUMENTS (CONT'D)

Foreign currency risk

During the period the group was exposed to foreign exchange risk arising from various currency exposures, primarily with respect to USD.

Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the entity's functional currency. The risk is measured using cash flow forecasting.

The Consolidated Entity has not entered into any derivative financial instruments to hedge such transactions and anticipated future receipts or payments that are denominated in a foreign currency. The board manages the purchase of foreign currency to meet operational requirements.

The year-end exchange rate used to recalculate the US dollar dominated balances on 30 June 2025 was $0.6551 (2024: $0.6669). A 10% increase/decrease in the value of Australian dollar against the before mentioned currencies at 30 June 2025 would have an immaterial effect.

Interest Rate Risk

Interest rate risk is the probability of a decline in the value of a financial instrument resulting from unexpected fluctuations in interest rates. At reporting date, the Company does not have long term borrowings and its exposure to interest rate risk is assessed as low. The Group monitors its interest rate risk through sensitivity analysis with the result of changes in market interest rates and the effective weighted average interest rates on classes of financial instruments of the Company summarised in the following tables:

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

24. FINANCIAL INSTRUMENTS (CONT'D)

Consolidated	Weighted average interest rate %	1 Year or less $	Over 1 to 5 years $	Non-interest bearing $	Remaining contractual maturities $
2024					
Financial Assets					
Cash and cash equivalents	5.05%	86,686,146	-	-	**86,686,146**
Trade and other receivables		-	-	2,143,362	**2,143,362**
Financial assets		-	-	1,019,671	**1,019,671**
Total Financial Assets		**86,686,146**	**-**	**3,163,033**	**89,849,179**
Financial Liabilities					
Other payables and sundry accruals		-	-	5,652,162	**5,652,162**
Lease liabilities	7.57%	136,765	572,871	-	**709,636**
Total financial liabilities		**136,765**	**572,871**	**5,652,162**	**6,361,798**
2025					
Financial Assets					
Cash and cash equivalents	4.16%	55,869,890	-	-	55,869,890
Trade and other receivables		-	-	1,468,063	1,468,063
Financial assets		**-**	**-**	1,750,000	1,750,000
Total Financial Assets		**55,869,890**	**-**	**3,218,063**	**59,087,953**
Financial Liabilities					
Other payables and sundry accruals		**-**	**-**	2,609,219	**2,609,219**
Lease liabilities	7.57%	155,113	424,035	**-**	**579,148**
Total financial liabilities		**155,113**	**424,035**	**2,609,219**	**3,188,367**

An official increase/decrease in interest rates of 25 (2023: 25) basis points would have a favourable/adverse effect on the profit before tax of $136,850. The percentage change is based on the expected volatility of interest rates using market data and analysts forecasts.

The cash flows in the maturity analysis above are not expected to occur significantly earlier than contractually disclosed above.

Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Consolidated Entity. The Group does not have any significant concentration of credit risk. Credit risk related to balances with banks and other financial institutions is managed by investing surplus funds in financial institutions that maintain a high credit rating. As the Group does not presently have any trade debtors, lending, significant stock levels or any other credit risk, a formal credit risk management policy is not maintained.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

24. FINANCIAL INSTRUMENTS (CONT'D)

Liquidity risk

The Group manages liquidity risk by continuously monitoring forecast and actual cash flows and ensuring sufficient cash and marketable securities are available to meet the current and future commitments of the Group. Due to the nature of the Company activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. The Board of Directors constantly monitors the state of equity markets in conjunction with the Group current and future funding requirements, with a view to initiating appropriate capital raisings as required. The financial liabilities of the Group are confined to trade and other payables and lease liabilities as disclosed in the statement of financial position. All trade and other payables are non-interest bearing and due within 12 months of the reporting date. Refer to Note 17 for lease liability gross payments and interest expense.

Capital risk management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they may continue to provide returns for shareholders and benefits for other stakeholders. The working capital position of the Group is as follows:

	Note	2025 $	2024 $
Cash and cash equivalents	9	55,869,890	86,686,146
Trade and other receivables	10	1,525,799	2,143,362
Financial Assets	11, 25	1,750,000	1,019,671
Assets held for sale	12	60,038,871	-
Trade and other payables	18	(2,609,219)	(5,652,162)
Provision – rehabilitation	19	(105,260)	-
Liabilities held for sale	12	(2,157,465)	-
Working capital		**114,312,616**	**84,197,017**

25. FAIR VALUE MEASUREMENT

Fair value hierarchy

The following table details the Group's assets and liabilities, measured or disclosed at fair value, using a three-level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

- **Level 1**: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
- **Level 2**: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- **Level 3:** Unobservable inputs for the asset or liability

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

25. FAIR VALUE MEASUREMENT (CONT'D)

	Note	Level 1 $	Level 2 $	Level 3 $	Total $
2024					
Financial assets	11	1,019,671	-	-	1,019,671
		1,019,671	-	-	**1,019,671**
2025					
Financial assets	11	1,750,000	-	-	1,750,000
		1,750,000	-	-	**1,750,000**

26. KEY MANAGEMENT PERSONNEL DISCLOSURES

Compensation

	Note	2025 $	2024 $
Short-term benefits		1,808,220	2,132,119
Post-employment benefits		118,242	145,970
Termination benefits		-	738,902
Subtotal		**1,926,462**	**3,016,992**
Share-based payments		379,607	(1,303,988)
Total Key Management Personnel compensation		**2,306,069**	**1,713,004**

Shareholdings

The number of shares in the Company held during the financial year by Directors and Key Management Personnel of the Company, including their personally related parties, was 10,415,021 (2024: 10,915,021).

Option holdings

The numbers of options over ordinary shares in the Company held during the financial year by Directors and Key Management Personnel of the Company, including their personally related parties, was 6,000,000 (2024: 7,566,908).

Performance rights

The number of performance rights in the Company held during the financial year by Directors and Key Management Personnel of the Company, including their personally related parties, was 6,800,000 (2024: 3,000,000).

Loans to Key Management Personnel

There were no loans to Key Management Personnel during the year.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

27. AUDITOR'S REMUNERATION

During the year the following fees were paid or payable for services provided by the auditor of the parent entity, its related practices and non-related audit firms:

	2025 $	2024 $
Remuneration of the auditor of the parent entity		
Audit Services – Audit or review of the financial statements	88,184	86,195
Audit Services – Audit or review related to Ballard IPO	10,550	-
Non-assurance services – Tax compliance	47,025	47,025
Non-assurance services – Other services	-	-
Total	**145,759**	**133,220**

28. COMMITMENTS AND CONTINGENCIES

The Company has certain commitments to meet minimum expenditure requirements on the mineral exploration assets it has an interest in as well as commitments for a new office lease signed post year end. Capital commitments at the reporting date but not recognised as liabilities:

	2025 $	2024 $
Exploration commitments - Within one year	3,796,941	4,396,570
Exploration commitments - Later than one year but not later than five years	8,090,663	7,909,280
Total commitments	**11,887,604**[1]	**12,305,850**

[1] *The total value includes $2.1 million in relation to the Reach Resources and Voltaic Strategic Resources farm-in arrangement commitments*

Contingent Liabilities

Voltaic Strategic Resources Limited

The Company has the option to earn into the Ti Tree projects subject to:

- $600,000 within 1 year (included as a commitment above),

Reach Resources Limited

The Company has the option to earn into the Morrissey Hill and Camel Hill projects subject to:

- $1.5 million within 1 year (included as a commitment above),

There are no other contingent liabilities to disclose relating to the current or prior financial years.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

29. PARENT ENTITY INFORMATION

Set out below is the supplementary information about the parent entity.

	2025 $	2024 $
Current assets	117,915,678	88,458,115
Non-current assets	118,949,570	153,218,282
Total assets	**236,865,248**	**241,676,397**
Current liabilities	1,631,477	1,491,348
Non-current liabilities	424,035	572,871
Total liabilities	**2,055,512**	**2,064,219**
Net assets	**234,809,736**	**239,612,178**
Contributed equity	272,221,897	271,444,337
Reserve	1,770,110	6,998,257
Accumulated losses	(39,182,271)	(38,830,416)
Total equity	**234,809,736**	**239,612,178**
	-	
Loss for the year	(16,557,358)	(13,299,819)
Total comprehensive loss for the year	**(16,557,358)**	**(13,299,819)**

Commitment and contingent liabilities of the parent

The parent entity did not have any contingent liabilities or commitments, as at 30 June 2025 (2024: nil) other than as disclosed at Note 28.

Guarantees entered into the parent entity

There were no guarantees entered into by the parent entity as at 30 June 2025 (30 June 2024: nil).

Material accounting policies

The accounting policies of the parent entity are consistent with those of the Consolidated Entity, as disclosed in Note 2, except for the following:

- Investments in subsidiaries are accounted for at cost, less impairment, in the parent entity.
- Investments in joint ventures are accounted for at cost, less any impairment, in the parent entity.
- Dividends received from subsidiaries are recognised as other income by the parent entity's statement of profit or loss when its right to receive the dividend is established, noting its receipt may be an indicator of an impairment of the investment

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

30. RELATED PARTY TRANSACTIONS

Parent Entity

Delta Lithium Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in Note 31. Through the Demerger Deed entered into with Ballard Mining, Delta has agreed to provide various transitional support services to Ballard for a period of up to 12 months from the time of the in-specie distribution which occurred 9 July 2025. There were no services provided under this agreement for the year ended 30 June 2025

Key Management Personnel

Disclosures relating to Key Management Personnel are set out in Note 26 and the Remuneration Report included in the Directors' report.

Other Transactions with Key Management Personnel and their Related entities

Directors and officers, or their personally related entities, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Details of the transactions including amounts accrued but unpaid at the end of the year as follows:

		Net transactions		Balances owing (to) /from	
		2025	2024	2025	2024
Related Party	**Nature of transaction**	**$**	**$**	**$**	**$**
Croser Family Trust [1]	Charges for rental of warehouse	-	16,925	-	-
		-	**16,925**	**-**	**-**

[1] Croser Family Trust is a trust associated with Director, Mr James Croser. The rental agreement was terminated during the previous financial year.

31. CONSOLIDATED ENTITIES

		Ownership Interest	
		2025	2024
		%	%
Parent Entity:			
Delta Lithium Limited	Australia		
Subsidiaries			
Mt Ida Lithium Pty Ltd (formerly Mt Ida Gold Pty Ltd)	Australia	100	100
Electrostate Malinda Pty Ltd	Australia	100	100
Electrostate Pty Ltd	Australia	100	100
Mt Ida Au Pty Ltd	Australia	100	100
Ballard Mining Limited	Australia	100	-
Warriedar Mining Pty Ltd[1]	Australia	-	100
Mt Lockeridge Holdings Pty Ltd[2]	Australia	-	100

In the financial statements of the parent entity, investment in controlled entities are measured at cost.

[1] Warriedar Mining Pty Ltd was sold to Javelin Minerals Ltd during the period. Refer to Note 13 for details.
[2] Mt Lockeridge Holdings Pty Ltd was deregistered during the period.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

32. CASH FLOW INFORMATION

	Note	2025 $	2024 $
Reconciliation of loss after income tax to net cash outflow from operating activities			
(Loss) after income tax		(3,937,190)	(12,493,469)
Adjustments for:			
Depreciation and amortisation		302,034	276,605
Impairment (reversal)/expense	6	1,504,468	10,326,516
Revaluation of financial assets	11	(460,514)	511,907
Share-based payments	34	649,842	(1,161,021)
Net (gain)/loss on disposal & deconsolidation of subsidiary	13	259,513	(65,685)
Net (gain)/Loss on disposal of non-current assets	5	74,668	-
Foreign exchange differences		-	-
Changes in operating assets and liabilities			
(Increase)/decrease in trade and other receivables		505,734	934,581
Increase/(decrease) in trade and other payables		315,924	(3,155,680)
Net cash outflow from operating activities		**(785,521)**	**(4,826,246)**

33. LOSS PER SHARE

	Note	2025	2024
Basic loss per share (cents)		(0.51)	(1.97)
Diluted loss per share (cents)		(0.51)	(1.97)
Reconciliation of earnings to profit or loss			
Loss attributable to the owners of the Company used in calculating basic and diluted loss per share – Continuing Operations		(3,677,677)	(12,493,469)
		No. Shares	No. Shares
Weighted average number of shares			
Weighted average number of ordinary shares used as the denominator in calculating basic and diluted loss per share	20	715,342,748	634,144,208

The basic and diluted loss for the year attributable to ordinary equity holders of the parent (cents per share) is 0.55 and reflects the 0.51 disclosed above and 0.04 as calculated in Note 13.

At 30 June 2025, the Company had on issue 13,773,750 performance rights (2024: 4,562,500), nil performance shares (2024: nil) and 12,000,000 options (2024: 22,235,110). Given the Group made a loss during the current financial year, these potential shares are considered non-dilutive and are therefore not included in the diluted EPS calculation.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

34. SHARE BASED PAYMENTS

The terms, conditions and key assumptions used in valuing share-based payment arrangements granted over ordinary shares affecting remuneration of directors, other key management personnel and employees in this financial year or future reporting years are as follows:

Performance rights to other employees

On 15 July 2024, 6,833,750 unlisted performance rights were granted to employees. The performance rights were issued on 26 July 2024 and include the following milestones (vesting conditions):

- **Tranche 1** – Performance rights vesting upon delineation of 50Mt JORC resource at minimum grade of 0.8% Li_2O at a minimum cut off grade of 0.5 at a single Project by 30 June 2027.
- **Tranche 2** – Performance rights vesting at grant of Mining Approval at the Yinnetharra project by 31 December 2027.
- **Tranche 3** – Performance rights vesting on Gold MRE in excess of 1.25Moz at OP cutoff 0.5g/t & UG cutoff 1.5g/t or Completion of a transaction with a 100% project valuation of $200M or more by 30 June 2027.
- **Tranche 4** – Performance rights vesting upon 12 months continued service with the Company, being 8 July 2025.

The valuation of performance rights was performed using a 'per security' valuation for all tranches using the share price as grant date, with the value calculated based on the number of instruments expected to vest factoring in the appropriate probability. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Total
Grant date	15-Jul-24	15-Jul-24	15-Jul-24	15-Jul-24	
Vesting date	30-Jun-27	31-Dec-27	30-Jun-27	8-Jul-25	
Expiry date	14-Jul-29	14-Jul-29	14-Jul-29	14-Jul-29	
Opening No. Securities	2,016,665	2,016,665	2,016,670	783,750	6,833,750
Forfeitures	(929,997)	(929,997)	(930,006)	(212,500)	(3,002,500)
Closing No. Securities	**1,086,668**	**1,086,668**	**1,086,664**	**571,250**	**3,831,250**
Security entitlement	One Share	One Share	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	$Nil	$Nil	
Value of each security	0.235	0.235	0.235	0.235	
Probability	50%	50%	75%	100%	
Remaining grant date fair value awarded ($)	**255,367**	**255,367**	**255,366**	**134,244**	**900,344**
Expense recognised during FY25 ($)	**41,457**	**35,374**	**62,154**	**131,251**	**270,236**

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

34. SHARE BASED PAYMENTS (CONT'D)

Performance rights to other employees (cont'd)

On 16 August 2023, 1,050,000 unlisted performance rights were granted to other employees. The performance rights were issued 16 August 2023 and include the following milestones (vesting conditions):

- **Tranche 2** – Performance rights vesting upon delineation of 100Mt JORC resource at minimum grade of 0.8% Li_2O at any of the Company's projects 3 November 2025.
- **Tranche 4** – Performance rights vesting upon the first commercial shipment of DSO lithium ore or Spodumene concentrate by 3 November 2025.

The valuation of performance rights was performed using a 'per security' valuation for all tranches using the share price as at the grant date, with the value calculated based on the number of instruments expected to vest factoring in the appropriate probability. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 2[1]	Tranche 4[1]	Total
Grant Date	16-Aug-23	16-Aug-23	
Vesting date	3-Nov-25	3-Nov-25	
Expiry date	16-Aug-27	16-Aug-27	
Opening No. Securities	218,750	218,750	437,500
Forfeitures	(87,500)	(87,500)	(175,000)
Closing No. Securities	**131,250**	**131,250**	**262,500**
Security entitlement	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	
Value of each security	$0.895	$0.895	
Probability	0%	0%	
Remaining grant date fair value awarded	**117,469**	**117,469**	**234,938**
Expense recognised during FY25 ($)	**-**	**-**	**-**

[1] *The probability of the milestone to Tranches 2 & 4 was assessed to be 0% in the prior period and hence no expense recognised within the financial period.*

On 18 January 2023, 2,700,000 unlisted performance rights were granted to other employees. The performance rights were issued 23 January 2023 and include the following milestones (vesting conditions):

- **Tranche 2 -** Performance rights vesting upon delineation of 100Mt JORC resource at minimum grade of 0.8% Li_2O at any of the Company's projects 3 November 2025.
- **Tranche 4 -** Performance rights vesting upon the first commercial shipment of DSO lithium ore or Spodumene concentrate by 3 November 2025.

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

34. SHARE BASED PAYMENTS (CONT'D)

Performance rights to other employees (cont'd)

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting condition (as applicable)

The valuation of performance rights was performed using a 'per security' valuation for all tranches using the share price as at the grant date, with the value calculated based on the number of instruments expected to vest factoring in the appropriate probability. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 2[1]	Tranche 4[1]	Total
Grant Date	18-Jan-23	18-Jan-23	
Vesting date	3-Nov-25	3-Nov-25	
Expiry date	23-Jan-28	23-Jan-28	
Opening No. Securities	400,000	525,000	925,000
Forfeitures	(100,000)	(125,000)	(225,000)
Exercised	-	-	-
Closing No. Securities	**300,000**	**400,000**	**700,000**
Security entitlement	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	
Value of each security	0.47	0.47	
Probability	0%	0%	
Grant date fair value for remaining employees ($)	**141,000**	**188,000**	**329,000**
Expense recognised during FY25 ($)	**-**	**-**	**-**

[1] *The probability of the milestone to Tranches 2 & 4 was assessed to be 0% in the prior period and hence no expense recognised within the financial period*

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

34. SHARE BASED PAYMENTS (CONT'D)

Performance rights to other employees (cont'd)

Reconciliation of share-based payments expensed in 30 June 2025:

	Grant date	2025 $	2024 $
Vesting of performance rights to Directors	7-Jul-22	-	28,035
Vesting of performance rights to employees	25-May-22	-	23,933
Reversal of performance rights to (former) Executive Chairman	29-Aug-22	-	(536,138)
Vesting of performance rights to employees	15-Nov-22	-	7,098
Reversal of performance rights to Executive Leadership Team	22-Dec-22	-	(285,456)
Reversal of performance rights to (former) Executive Chairman	16-Jan-23	-	(864,434)
Reversal of performance rights to employees	18-Jan-23	-	(50,101)
Reversal of performance rights to employees	24-Mar-23	-	(72,896)
Vesting of performance rights to Directors	27-Apr-23	87,486	63,140
Vesting of performance rights to CFO	12-Jun-23	-	290,864
Vesting of performance rights to employees	16-Aug-23	-	234,934
Vesting of performance rights to CFO	15-Jul-24	119,299	-
Vesting of performance rights to CDO	15-Jul-24	-	-
Vesting of performance rights to employees	15-Jul-24	270,235	-
Vesting of performance rights to Directors	27-Nov-24	64,171	-
Vesting of options to Directors	27-Nov-24	108,651	-
Expense recognised during FY25 ($)		**649,842**	**(1,161,021)**

Convertible Securities

Options

At 30 June 2025, unissued shares of the Group under option are:

Number of Securities	Grant Date	Fair Value at Grant Date	Exercise Price	Number vested	Expiry Date
3,000,000	16 Sep 21	$0.179	$0.25	3,000,000	21 Sep 25
1,000,000	7 Jul 22	$0.240	$0.77	1,000,000	26 Jul 25
5,000,000	28 Sep 22	$0.048	$0.85	5,000,000	30 Sep 25
3,000,000	27 Nov 24	$0.061	$0.40	-	26 Nov 27
12,000,000				**9,000,000**	

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

34. SHARE BASED PAYMENTS (CONT'D)

Convertible Securities (cont'd)

Reconciliation of outstanding share options

	2025		2024	
	No. Options	Weighted average exercise price	No. Options	Weighted average exercise price
Opening balance 1 July	22,235,110	$0.41	39,024,655	$0.25
Granted during the year	3,000,000	$0.40	-	-
Expired during the year	(10,100,460)	$0.25	(2,666,666)	$0.75
Exercised during year	(3,134,650)	$0.25	(14,122,879)	$0.25
Outstanding at 30 June	**12,000,000**	**$0.58**	**22,235,110**	**$0.41**
Exercisable at 30 June	**9,000,000**	**$0.58**	**22,235,110**	**$0.41**

The options outstanding at 30 June 2025 had an exercise price in the range of $0.25 to $0.85 (2024: $0.25 to $0.85) and a weighted average remaining contractual life of 0.24 years (2024: 0.5 years).

Performance Rights

At 30 June 2025, unissued shares of the Group pursuant to performance rights issued to incentivise its Directors, employees and other vendors are:

Number of Securities	Grant Date	Fair Value at Grant Date	Number vested	Expiry Date
262,500	16-Aug-23	$0.895	-	16-Aug-27
700,000	18-Jan-23	$0.470	-	3-Nov-25
1,500,000	27-Apr-23	$0.354-$0.465	-	8-May-28
1,000,000	12-Jun-23	$0.655	-	13-Jun-28
200,000	28-Aug-23	$0.775	-	3-Nov-25
7,511,250	15-Jul-24	$0.235	-	16-Jul-29
1,300,000	27-Nov-24	$0.185	-	28-Nov-29
1,300,000	27-Nov-24	$0.185	-	28-Nov-29
13,773,750			**-**	

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FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

34. SHARE BASED PAYMENTS (CONT'D)

Convertible Securities

The performance rights on issue as at 30 June 2025 are as follows:

Grant Date	Vesting date	Number of performance rights
18-Jan-23[1]	3-Nov-25	300,000
18-Jan-23[2]	3-Nov-25	400,000
27-Apr-23[2]	3-Nov-25	750,000
27-Apr-23[3]	8-May-26	750,000
12-Jun-23[1]	3-Nov-25	500,000
12-Jun-23[2]	3-Nov-25	500,000
16-Aug-23[1]	3-Nov-25	131,250
16-Aug-23[2]	3-Nov-25	131,250
28-Aug-23[1]	3-Nov-25	100,000
28-Aug-23[2]	3-Nov-25	100,000
15-Jul-24[4]	30-Jun-27	2,230,001
15-Jul-24[5]	31-Dec-27	2,230,001
15-Jul-24[6]	30-Jun-27	2,229,998
15-Jul-24[7]	8-Jul-25	821,250
27-Nov-24[6]	30-Jun-27	1,300,000
27-Nov-24[5]	31-Dec-27	1,300,000

[1] *The performance vesting conditions are:*
- *Vesting upon delineation of 100Mt JORC resource at minimum grade of 0.8% Li_2O at any of the Company's projects 3 November 2025, subject to continued employment at the time the milestone is satisfied.*

[2] *The performance vesting conditions are:*
- *Vesting upon the first commercial shipment of DSO lithium ore or Spodumene concentrate by 3 November 2025, subject to continued employment at the time the milestone is satisfied.*

[3] *The performance vesting conditions are:*
- *Vest upon achievement of a 20-day VWAP of $1.00 by the date which is three years from the date of issue of the performance rights, subject to continued employment at the time the milestone is satisfied.*

[4] *The performance vesting conditions are:*
- *Vesting upon delineation of 50Mt JORC resource at minimum grade of 0.8% Li_2O at a minimum cut off grade of 0.5 at a single Project by 30 June 2027, subject to continued employment at the time the milestone is satisfied.*

[5] *The performance vesting conditions are:*
- *Vesting at grant of Mining Approval at the Yinnetharra project by 31 December 2027, subject to continued employment at the time the milestone is satisfied.*

[6] *The performance vesting conditions are:*
- *Vesting on Gold MRE in excess of 1.25Moz at OP cutoff 0.5g/t & UG cutoff 1.5g/t or completion of a transaction with a 100% project valuation of $200M or more by 30 June 2027, subject to continued employment at the time the milestone is satisfied.*

[7] *The performance vesting conditions are:*
- *Vesting upon 12 months continued service with the Company, being 8 July 2025, subject to continued employment at the time the milestone is satisfied.*

Performance Shares

At 30 June 2025, there are no unissued shares of the Company under Performance Shares (2024: nil).

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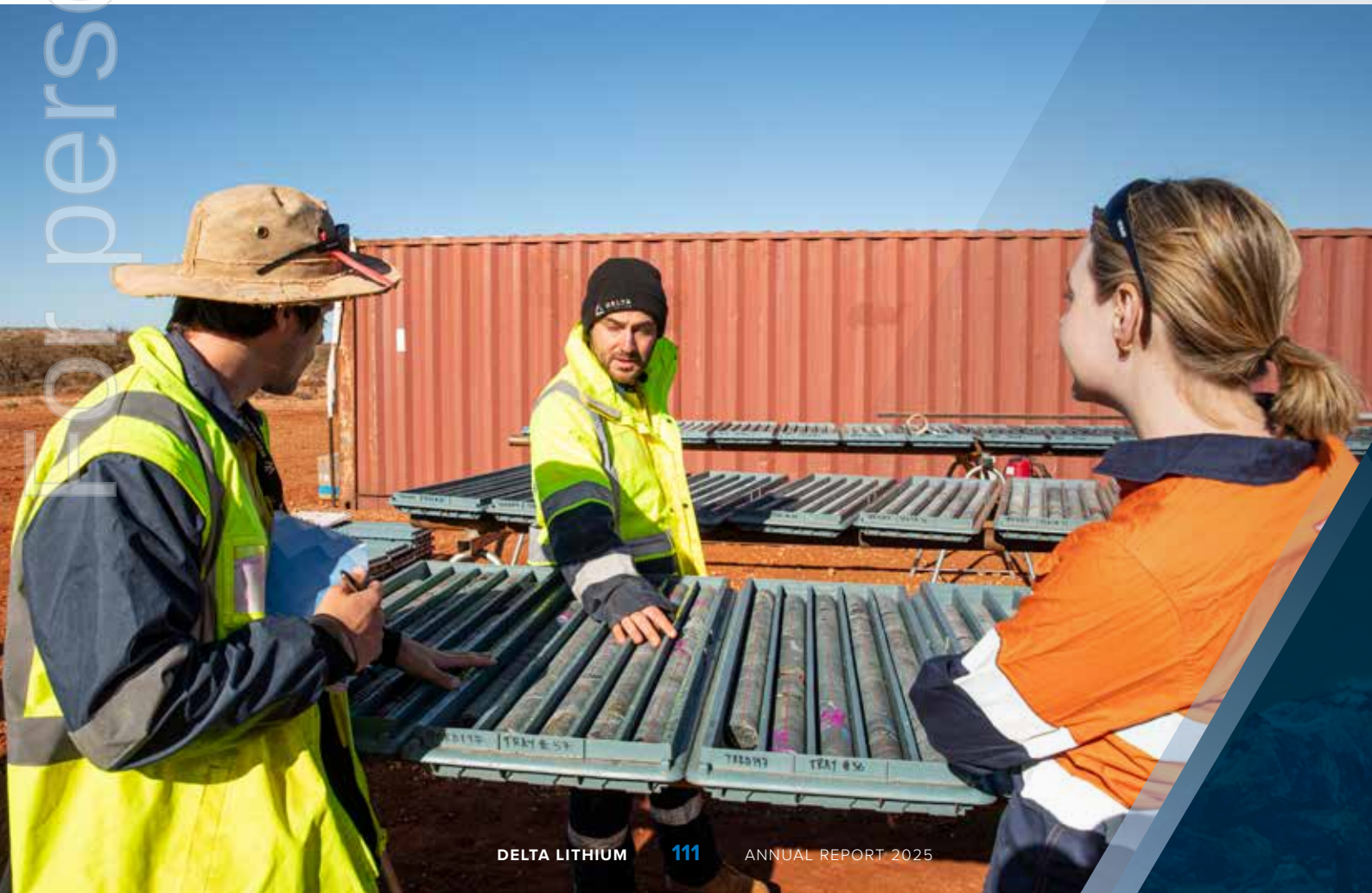
FINANCIAL STATEMENTS NOTES (CONT'D)

Notes to the Consolidated Financial Statements (cont'd)

35. SUBSEQUENT EVENTS

On 15 May 2025 Delta confirmed it would spin-out its gold assets via a demerger, Initial Public Offering (IPO) and in specie distribution. On 30 June 2025 the Shareholders of Delta resolved to return 63,669,412 shares ($15,917,353) of the subsidiary Ballard Mining Limited ("Ballard"), subject to Director discretion up to the in-specie record date being 4 July 2025. The in-specie distribution became unconditional on 4 July 2025 and the shares of Ballard issued to holders on 9 July 2025.

In accordance with the prospectus dated 30th May 2025, Ballard raised $30,000,000 through the IPO on the Australian Stock Exchange. Delta's voting rights decreased from 100% to 46% as a result of the IPO and in-specie distribution. Ballard and it's wholly owned subsidiary Mt Ida AU Pty Ltd ceased to be a subsidiary subsequent to the end of financial year on 9 July 2025. Accordingly Delta's interest in Ballard has been disclosed as Assets held for sale at 30 June 2025.



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CONSOLIDATED ENTITY DISCLOSURE STATEMENT

The following table provides a list of all entities included in the Group's consolidated financial statements, prepared in accordance with the requirements of Section 295(3A) of the Corporations Act. The ownership interest is only disclosed for those entities which are a body corporate, representing the direct and indirect percentage share capital owned by the Company.

Company Name	Type of Entity	% of share capital as at 30 June 2025	Country of incorporation	Country of tax residency[1]
Delta Lithium Limited (Holding company)	Body corporate	-	Australia	Australia
Mt Ida Gold Pty Ltd	Body corporate	100%	Australia	Australia
Electrostate Malinda Pty Ltd	Body corporate	100%	Australia	Australia
Electrostate Pty Ltd	Body corporate	100%	Australia	Australia
Mt Ida AU Pty Ltd	Body corporate	100%	Australia	Australia
Ballard Mining Limited	Body Corporate	100%	Australia	Australia

[1] *Tax residency is determined with reference to the Income Tax Assessment Act 1997.*



DIRECTORS' DECLARATION

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In the opinion of the Directors of Delta Lithium Limited ("the Company"):

(a) the consolidated financial statements and notes set out on pages 64 to 111 and the Remuneration report in pages 43 to 61 of the Directors' Report, are in accordance with the *Corporations Act 2001 (Cth)*, including:

  (i) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the financial year ended on that date; and

  (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001 (Cth)*;

(b) the consolidated financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 2; and

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

(d) the Consolidated entity disclosure statement required by section 295(3A) of the Corporations Act 2001, included on Page 112, is true and correct.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with section 295A of the *Corporations Act 2001 (Cth)* for the financial year ended 30 June 2025.

Signed in accordance with a resolution of the Directors.



James Croser

Managing Director

Perth, Western Australia

Signed at Perth on this 22nd day of September 2025

INDEPENDENT AUDITOR'S REPORT TO MEMBERS

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Independent Auditor's Report

To the shareholders of Delta Lithium Limited

Report on the audit of the Financial Report

Opinion

We have audited the ***Financial Report*** of Delta Lithium Limited (the Company).

In our opinion, the accompanying Financial Report of the Company gives a true and fair view, including of the ***Group***'s financial position as at 30 June 2025 and of its financial performance for the year then ended, in accordance with the *Corporations Act 2001,* in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The ***Financial Report*** comprises:

- Consolidated statement of financial position as at 30 June 2025;
- Consolidated statement of profit or loss and other comprehensive income, Consolidated statement of changes in equity, and Consolidated statement of cash flows for the year then ended;
- Consolidated entity disclosure statement and accompanying basis of preparation as at 30 June 2025;
- Notes, including material accounting policies; and
- Directors' Declaration.

The ***Group*** consists of the Company and the entities it controlled at the year end or from time to time during the financial year.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Group in accordance with 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 our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

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INDEPENDENT AUDITOR'S REPORT TO MEMBERS (CONT'D)

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KPMG

Key Audit Matters

The ***Key Audit Matters*** we identified were:

- Valuation of exploration and evaluation assets.
- Non-current assets and liabilities held for sale.

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the Financial Report of the current period.

These matters were addressed in the context of our audit of the Financial Report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

Valuation of exploration and evaluation assets ($180.8 million)	
Refer to Note 15 ($123.7 million) and Note 12 ($57.1 million) to the Financial Report	
The key audit matter	**How the matter was addressed in our audit**
Valuation of exploration and evaluation assets (E&E) is a key audit matter due to: • the significance of the balance (being 74% of total assets). • the greater level of audit effort to evaluate the Group's application of the requirements of the industry specific accounting standard AASB 6 *Exploration for and Evaluation of Mineral Resources*. This includes the analysis of the conditions allowing capitalisation of relevant expenditure and in particular the assessment of the presence of impairment indicators. The presence of impairment indicators would necessitate a detailed analysis by the Group of the value of E&E. Given the criticality of this to the scope and depth of our work, we involved senior team members to challenge the Group's determination that no such indicators existed. In assessing the conditions allowing capitalisation of relevant expenditure, we focused on the determination of areas of interest, documentation available regarding rights to tenure, via licensing, and compliance with relevant conditions, to maintain current rights to areas of interest and the Group's intention and capacity to continue the relevant E&E activities.	Our procedures included: • evaluating the Group's accounting policy for E&E assets, using the criteria in the accounting standard. • assessing the Group's determination of its areas of interest for consistency with the definition in the accounting standard. • assessing the Group's current rights to tenure by corroborating the ownership of the relevant license to government registries and evaluating agreements in place with other parties. We also tested for compliance with relevant conditions, such as minimum expenditure requirements, on a sample of licenses. • testing the Group's additions to E&E assets by evaluating a statistical sample of recorded expenditure for consistency with underlying records, as well as assessing capitalisation requirements outlined in the Group's accounting policy and the requirements of the accounting standard. • assessing indicators of impairment, the continuation of E&E activities, and the current stage of exploration not yet reaching economic recoverable levels.

INDEPENDENT AUDITOR'S REPORT TO MEMBERS (CONT'D)

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In assessing the presence of impairment indicators, we focused on those that may draw into question the commercial continuation of E&E activities for areas of interest where significant capitalised E&E exists. We paid particular attention to: • the Group's determination of the expectation of E&E to be recouped through successful development of areas of interest, or alternatively, by their sale. • the ability of the Group to fund the continuation of activities.	• evaluating documents, such as minutes of board meetings and ASX announcements for consistency with the Group's stated intentions for continuing E&E activities. We corroborated this through interviews with key management personnel. • analysing the Group's determination of recoupment through successful development and exploitation of the area of interest by evaluating the Group's documentation of planned future/continuing activities including work programs and corporate budgets and the ability of the Group to fund those activities.

Non-current assets and liabilities held for sale	
Refer to Note 12 to the Financial Report	
The key audit matter	**How the matter was addressed in our audit**

In July 2025, the Group distributed shares in Ballard Mining Limited to its shareholders upon the Ballard Mining Limited Initial Public Offering (IPO) completing.
The disposal group's assets and liabilities were presented separately as held for sale on the Statement of Financial Position as at 30 June 2025 in accordance with AASB 5 *Non-current Assets Held for Sale and Discontinued Operations*.
The presentation of the non-current assets and liabilities held for sale was a key audit matter due to:
• the significance of the balances.
• the greater level of audit effort to evaluate the Group's application of AASB 5. This includes.
  • the judgment in assessing whether the held for sale criteria was met at 30 June 2025.
  • the judgment in assessing whether the criteria was also met for the disposal group being a discontinued operation (which it was not).
	Our procedures included:
	• examining the relevant transaction documents to understand the terms and conditions of the share distribution and Ballard Mining Limited IPO.
	• involving our technical specialists, evaluating management's classification of the disposal group as held for sale in line with AASB 5 criteria as well as whether the transaction represented a discontinued operation.
	• assessing the reasonableness of measurement of the disposal group at the lower of carrying amount and fair value less costs to sell. This included reconciling balances to underlying records.
	• assessing the presentation of assets and liabilities within the disposal group for compliance with AASB 5 requirements and our understanding obtained from our procedures.
	• involving our tax specialists, evaluating the tax implications of the pending loss of control of Ballard Mining Limited with respect to the non-current assets and liabilities held for sale.

INDEPENDENT AUDITOR'S REPORT TO MEMBERS (CONT'D)

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• the identification and valuation of the assets and liabilities associated with the disposal group. • the judgment involved in assessing the deferred tax associated with the non-current assets and liabilities held for sale given the expectation that the Group would lose control of those assets and liabilities post 30 June 2025.	

Other Information

Other Information is financial and non-financial information in Delta Lithium Limited's annual report which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon, with the exception of the Remuneration Report and our related assurance opinion.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- preparing the Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Group, and in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.
- Implementing necessary internal control to enable the preparation of a Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Group, and that is free from material misstatement, whether due to fraud or error.
- Assessing the Group and Company's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Group and Company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO MEMBERS (CONT'D)

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Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- To obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- To issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: https://auasb.gov.au/media/bwvjcgre/ar1_2024.pdf. This description forms part of our Auditor's Report.

Report on the Remuneration Report

Opinion

In our opinion, the Remuneration Report of Delta Lithium Limited for the year ended 30 June 2025, complies with *Section 300A* of the *Corporations Act 2001*.

Directors' responsibilities

The Directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with *Section 300A* of the *Corporations Act 2001*.

Our responsibilities

We have audited the Remuneration Report included in pages 43 to 61 of the Directors' Report for the year ended 30 June 2025.

Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with *Australian Auditing Standards*.

KPMG

Glenn Brooks
Partner
Perth
22 September 2025

SHAREHOLDER INFORMATION

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Delta Lithium Limited Ordinary Shares fully paid are listed on the Australian Securities Exchange.

The Company's ASX code is DLI for Ordinary Shares.

SUBSTANTIAL SHAREHOLDERS

As at 27 August 2025, the Company had the following substantial shareholders;

Beneficial Holder	Holding Name	Number Held	Voting %
Waratah Capital Advisors*	Electrification and Decarbonization AIE LP	72,652,898	10.57%
ACN 657 042 218 Pty Ltd**	ACN 657 042 218 Pty Ltd	163,949,547	22.86%
Idemitsu Mt Ida Pty Ltd***	Idemitsu Mt Ida Pty Ltd	78,086,041	11.93%
HPPL Group****	Hancock Prospecting Pty Ltd	75,436,171	12.07%

* *Based on Form 604 provided to the Company and released to the ASX on 18 December 2023*
** *Based on Form 604 provided to the Company and released to the ASX on 4 January 2024*
*** *Based on Form 604 provided to the Company and released to the ASX on 13 December 2023*
**** *Based on Form 604's provided to the Company and released to the ASX on 21 November 2023*

CLASS OF SHARES AND VOTING RIGHTS

At 27 August 2025 there were 6,832 holders of 717,231,792 ordinary fully paid shares of the Company. The voting rights attaching to the ordinary shares are in accordance with the Company's Constitution being that:

a. each Shareholder entitled to vote may vote in person or by proxy, attorney or Representative;

b. on a show of hands, every person present who is a Shareholder or a proxy, attorney or Representative of a shareholder has one vote; and

c. on a poll, every person present who is a shareholder or a proxy, attorney or Representative of a shareholder shall, in respect of each fully paid Share held by him, or in respect of which he is appointed a proxy, attorney or Representative, have one vote for the Share, but in respect of partly paid Shares, shall, have such number of votes as bears the proportion which the paid amount (not credited) is of the total amounts paid and payable (excluding amounts credited).

At 27 August 2025 the number of shareholders holding less than a marketable parcel is 2,054.

CASH USAGE

Since the time of listing on ASX, the entity has used its cash and assets in a form readily converted to cash that it had at the time of admission to the official list of ASX in a manner which is consistent with its business objectives.

BUY-BACK

There is no current on-market buy-back.

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SHAREHOLDER INFORMATION (CONT'D)

UNLISTED OPTIONS AND PERFORMANCE RIGHTS AS AT 27 AUGUST 2025

Securities	Number of Securities on issue	Number of Holders	Name of Holders holding more than 20%	Number Held
Options exercisable at $0.85 on or before 30 September 2025	5,000,000	3	Budworth Capital Pty Ltd	1,666,667
			Seascape Capital Pty Ltd	1,666,667
			Westking Investments Pty Ltd	1,666,666
Options exercisable at $0.25 on or before 21 September 2025	3,000,000	3	Lithium Resources Investments Pty Ltd	1,000,000
			Nameo Pty Ltd	1,000,000
			Mrs Amanda Jane Croser <Croser Family A/C>	1,000,000
Options exercisable at $0.40 on or before 27 November 2027	2,000,000	3	Nameo Pty Ltd	1,000,000
			Kovac Family Trust	1,000,000
Performance Rights with various vesting conditions and expiry dates *	9,881,250	21	n/a	n/a

TOP 20 SHAREHOLDERS AS AT 27 AUGUST 2025

Rank	Name	Shares	% of Units
1.	A C N 657 042 218 PTY LTD	163,949,547	22.86
2.	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	100,089,502	13.95
3.	IDEMITSU MT IDA PTY LTD	85,576,816	11.93
4.	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED - A/C 2	76,308,905	10.64
5.	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	18,856,087	2.63
6.	CITICORP NOMINEES PTY LIMITED	18,265,826	2.55
7.	TREASURY SERVICES GROUP PTY LTD <NERO RESOURCE FUND A/C>	14,594,438	2.03
8.	MRS AMANDA JANE CROSER <CROSER FAMILY A/C>	6,632,551	0.92
9.	PICKARD CAPITAL PTY LTD	4,800,000	0.67
10.	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED <GSCO CUSTOMERS A/C>	3,664,290	0.51
11.	CARTER HOUSE INVESTMENTS PTY LTD <RUDD FAMILY A/C>	3,500,000	0.49
12.	BILIONIS NOMINEES PTY LTD <CON BILIONIS FAMILY A/C>	3,338,707	0.47
13.	CAITESS PTY LTD <SIAN KELLY FAMILY A/C>	2,671,239	0.37
14.	NAMEO PTY LTD	2,533,893	0.35
15.	G & M FLEAY SUPER FUND PTY LTD <G & M FLEAY SUPER FUND A/C>	2,500,000	0.35
16.	GREENHILL ROAD INVESTMENTS PTY LTD	2,250,000	0.31
17.	MR CRAIG ANTHONY SLATTERY + MRS NICOLE LESLEY SLATTERY	2,000,000	0.28
18.	IOOF INVESTMENT SERVICES LIMITED <IPS SUPERFUND A/C>	1,988,453	0.28
19.	WARBONT NOMINEES PTY LTD <UNPAID ENTREPOT A/C>	1,941,623	0.27
20.	BNP PARIBAS NOMS PTY LTD	1,843,816	0.26
TOTAL TOP 20		**517,305,693**	**72.13**
BALANCE OTHER HOLDERS		**199,926,099**	**27.87**
TOTAL		**717,231,792**	**100.00**

SHAREHOLDER INFORMATION (CONT'D)

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RANGE OF ORDINARY SHARES AS AT 27 August 25

Range	Total Holders	Units	%
1 - 1,000	810	380,133	0.05
1,001 - 5,000	2,206	6,155,036	0.86
5,001 - 10,000	1,102	8,647,370	1.21
10,001 - 100,000	2,315	75,615,701	10.54
100,001 Over	399	626,433,552	87.34
Total	**6,832**	**717,231,792**	**100.00**



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