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DELTA LITHIUM LIMITED

ACN 107 244 039

Interim Financial Report
for the Half-Year Ended
31 December 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
Registered Office and Principal Place of Business	Level 2, 18 Richardson Street West Perth WA 6005 Tel: +61 8 6109 0104
Auditors	KPMG 235 St George's Terrace Perth WA 6000 Australia
Solicitors	Thomson Geer Level 29, Central Park 152-158 St Georges Tce Perth WA 6000
Share Registry	Computershare Investor Services Pty Ltd Level 17, 221 St Georges Terrace Perth WA 6000 Australian Telephone: 1300 850 505 International Telephone: +61 3 9415 4000 www.computershare.com.au
Securities Exchange Listing	Delta Lithium Limited shares are listed on the Australian Securities Exchange (ASX) ASX Code: DLI
Website	www.deltalithium.com.au
Email	Info@deltalithium.com.au

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Director's Report

The Directors hereby present their Interim Financial Report on Delta Lithium Limited (ASX: DLI) (the '**Company**' or '**Delta**') and its subsidiaries for the half-year ended 31 December 2025.

Directors

Except as otherwise stated below, the following persons were Directors of Delta Lithium Limited during the whole of the half-year and up to the date of this Report as follows:

Director	Title	Appointment Date	Resignation Date
Nader El Sayed[1]	Non-Executive Chairman	1 March 2021	-
James Croser[2]	Managing Director	4 December 2020	-
Tim Manners	Non-Executive Director	1 March 2022	14 July 2025
Steve Kovac	Non-Executive Director	2 August 2023	-
Joshua Thurlow	Non-Executive Director	12 September 2023	-

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

Company Secretary

Mr Peter Gilford has acted as the Company Secretary during the entire period.

Review of Operations

During the half year ended 31 December 2025, Delta focussed on its two key projects in Western Australia. At Mt Ida, Delta successfully completed the demerger of its Mt Ida Gold Project into a new, standalone entity, named Ballard Mining Limited (Ballard). Ballard commenced trading on the ASX following Delta's successful completion of the demerger and Initial Public Offering (IPO) of its Mt Ida Gold Project into this new, standalone entity. This strategic separation allows Delta to focus on its core lithium business while providing investors with direct exposure to a promising gold exploration company. At Yinnetharra, target generation was completed prior to the commencement of a drill campaign in late October 2025.

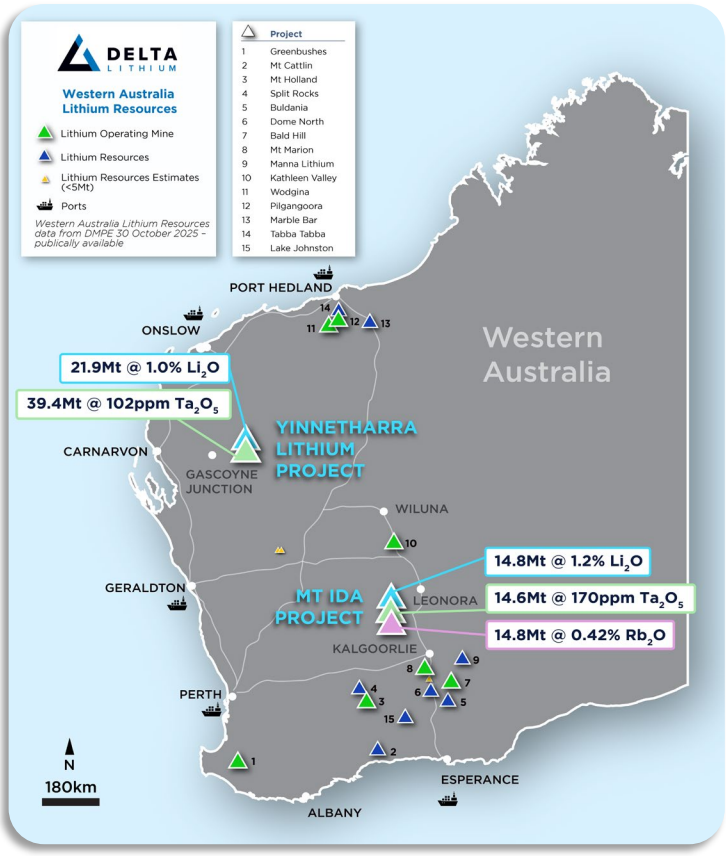


Figure 1: Location of Delta Lithium's Projects

Mt Ida Project

The Mt Ida Gold Asset is located approximately 100km northwest of Menzies, and approximately 225km by road from Kalgoorlie in Western Australia's prolific Eastern Goldfields mining region.

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Delta released an updated gold Mineral Resource Estimate (MRE) at the Mt Ida Project with a total Inferred and Indicated Mineral Resources of 10.3Mt @ 3.33 g/t Au for 1.1 Moz. 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, 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 Asset into Ballard to drive superior value for Delta Shareholders and new Ballard Shareholders. The demerger and IPO have been an outstanding success with the Ballard share price appreciating more than 150% since listing.

The demerger, which received very strong institutional and retail support, provided Delta shareholders with one Ballard share for every 11.25 Delta shares held, allowing shareholders to retain exposure to the value and upside of the Gold Asset. Ballard is driven by a high-calibre and experienced team with extensive experience in mineral exploration, project development, mining and financing in the resources industry. Tim Manners and Paul Brennan lead the executive team and carry their current knowledge of the asset over to Ballard to ensure a smooth transition of the Mt Ida Gold asset into the new standalone entity. Todd Hibberd subsequently joined as Exploration Manager. Simon Lill has been appointed Chairman and Stuart Mathews and James Croser are acting as Non-Executive Directors.

The demerger was subsequently followed by a successful IPO and ASX listing on 14 July 2025, with an oversubscribed capital raising of $30 million. The capital has allowed Ballard to immediately commence a significant exploration, extensional and infill drilling program, including the 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 a gold mine at Mt Ida.

Ongoing Exploration at Mt Ida

Delta remains the tenement holder at Mt Ida and retains ownership of all minerals except for gold.

Ballard Mining's gold infill drill program has continued to return broad, high-grade mineralised lithium intervals. These intercepts demonstrate the excellent quality of the Mt Ida Lithium resource while also significantly increasing confidence in the model at minimal cost to Delta. These additional infill holes have been used to refine the existing MRE model and were incorporated into the MRE update which was completed in November 2025. Although the drillholes are oriented slightly obliquely due to the NW trending gold mineralisation, importantly the lithium grade in these holes is consistently higher than existing models.

Delta is also able to benefit from the Ballard regional and infill drilling programs. Where pegmatites are intercepted during the gold drilling programs, Delta has been assaying the pegmatites for lithium. Best results intercepted during the quarter (which were drilled obliquely) are outlined below:

Hole ID	From	To	Length	Li_2O %	Ta_2O_5 ppm	Rb_2O %
DFS399	217	254	37	2.05	254	0.71
IDRD381	144	161	17	1.47	209	0.67
DFS066B	212	235	23	1.04	68	0.51
DFS406	251	285	34	1.86	171	0.65

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Hole ID	From	To	Length	Li_2O %	Ta_2O_5 ppm	Rb_2O %
DFS392	189	210	21	2.07	188	0.73
DFS395	196	227	31	1.84	150	0.56
DFS396	206	236	30	1.88	145	0.54
DFS398	209	240	31	1.37	190	0.46
DFS402	232	259	27	1.56	206	0.52
DFS406	251	285	34	1.86	171	0.65
DFS680	221	247	26	1.31	250	0.47
DFS695	249	265.17	16.17	2.12	224	0.69
and	268.49	283.07	14.58	1.77	247	0.62
DFS702	309	333	24	2.00	113	0.58

Table 1: List of significant intercepts from infill drilling of the current Mt Ida Lithium MRE

These new lithium results and a new pegmatite discovery are very encouraging for the Mt Ida Lithium Project and confirm the high potential of discovering further resources at depth and along strike of the existing Lithium MRE with future drilling.

Furthermore, a thorough review of the Mt Ida database during the quarter has confirmed that the Mt Ida LCT pegmatite system also hosts high-grade rubidium, coincident and seemingly correlated with the existing high-grade lithium and tantalum mineralised zones. Very high-grade rubidium intercepts have been assayed, including intercepts of up to 5m @ 1.79% Rb2O in hole GCS0013. Table 2 below includes a selection of the many significant rubidium intercepts contained within the existing Mt Ida LCT pegmatites.

The rubidium is completely contained within the existing MRE, potentially adding significant value as a co-product to the lithia production at the Mt Ida Project by reporting to the mica pre-float concentration part of the existing Mt Ida WOF flowsheet design. As a result, this new data was incorporated into a MRE update for Mt Ida (inclusive of rubidium), which Delta released in the December Quarter.

Hole ID	From	To	Length	Li_2O %	Ta_2O_5 ppm	Rb_2O %
IDRD162	275.96	318	42.04	1.77	382	0.71
IDRD077W2	385.1	443.03	57.93	1.37	187	0.55
IDRD077	398.31	436.58	38.27	1.20	146	0.56
IDRD178	353	390.93	37.93	1.26	204	0.54
DFS399	217	254	37	2.05	254	0.71
IDRD229W1	676	740.96	64.96	1.1	122	0.46
SSRD058	574.85	603.58	28.73	1.6	112	0.51
IDRD041	142.92	169	26.08	1	65	0.51
GCS0077	63	89	21	1	203	0.35
GCS0013	55	60	5	0.84	44	1.79

Table 2: Significant rubidium intercepts within the Mt Ida pegmatites

Delta has conducted initial metallurgical testwork on the existing lepidolite concentrate which was completed in February. This is discussed in detail below.

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MRE Update

Delta updated the independent Lithium Mineral Resource Estimate (MRE) which was prepared by Snowden Optiro on the Sister Sam, Timoni and Sparrow pegmatites at the Company's wholly owned Mt Ida Lithium Project – see Table 3. The MRE update has been reported under the Reasonable Prospectus for Eventual Economic Extraction (RPEEE) criteria. This only includes material that falls within Open Pit shells & Mineable Shape Optimizer's (MSO's) – refer to ASX announcement dated 13 November 2025 'Mt Ida Lithium and Rubidium MRE' for full details of the economic parameters used. The MRE update was as a result of previous drilling conducted by Delta and current gold infill drilling by Ballard Mining, which has resulted in the refining of wireframes, reducing volumes in certain areas and extending mineralisation in others but ultimately leading to an increase in overall confidence and tonnes.

Mt Ida Lithium, Tantalum & Rubidium Resource November 2025									
				Li_2O			Ta_2O_5	Rb_2O
Area	Resource category		Cut-off grade (Li_2O%)	Tonnes (t)	Grade (Li_2O%)	Tonnes (Li_2O)	Grade (Ta_2O_5 ppm)	Grade (Rb_2O%)
Sparrow	OP	Measured	0.3	-	-	-	-	-
		Indicated		170,000	0.95	1,600	287	0.42
		Inferred		-	-	-	-	-
		Total Resource		**170,000**	**0.95**	**1,600**	**287**	**0.42**
	UG	Measured	0.5	-	-	-	-	-
		Indicated		1,100,000	1.05	11,000	176	0.43
		Inferred		1,100,000	0.93	10,000	141	0.40
		Total Resource		**2,200,000**	**0.99**	**21,000**	**159**	**0.42**
	All	Measured		-	-	-	-	-
		Indicated		1,300,000	1.03	13,000	191	0.43
		Inferred		1,100,000	0.93	10,000	141	0.40
		Total Resource		**2,400,000**	**0.99**	**31,000**	**168**	**0.42**
Sister Sam	OP	Measured	0.3	270,000	1.30	3,500	268	0.44
		Indicated		3,200,000	1.45	46,000	257	0.48
		Inferred		82,000	1.07	880	176	0.39
		Total Resource		**3,500,000**	**1.43**	**51,000**	**256**	**0.47**
	UG	Measured	0.5	-	-	-	-	-
		Indicated		2,000,000	1.38	27,000	166	0.45
		Inferred		4,900,000	1.12	55,000	119	0.38
		Total Resource		**6,900,000**	**1.19**	**82,000**	**133**	**0.40**
	All	Measured		270,000	1.30	3,500	268	0.44
		Indicated		5,200,000	1.42	73,000	222	0.47
		Inferred		5,000,000	1.12	55,000	120	0.38
		Total Resource		**10,400,000**	**1.27**	**130,000**	**175**	**0.42**
Timoni	OP	Measured	0.3	220,000	1.09	2,400	240	0.33
		Indicated		290,000	1.18	3,400	216	0.41
		Inferred		27,000	0.75	210	185	0.25
		Total Resource		**540,000**	**1.12**	**6,000**	**224**	**0.37**
	UG	Measured	0.5	-	-	-	-	-
		Indicated		470,000	1.35	6,400	191	0.33
		Inferred		1,000,000	0.99	10,000	137	0.38
		Total Resource		**1,500,000**	**1.11**	**16,000**	**154**	**0.37**
	All	Measured		220,000	1.09	2,400	240	0.33
		Indicated		760,000	1.29	9,900	200	0.36
		Inferred		1,000,000	0.98	10,000	138	0.38
		Total Resource		**2,000,000**	**1.11**	**22,000**	**173**	**0.37**
	Total Measured			490,000	1.20	5,900	256	0.39
	Total Indicated			7,200,000	1.34	96,000	215	0.45
	Total Inferred			7,100,000	1.07	76,000	126	0.38
	Total			**14,800,000**	**1.21**	**177,000**	**170**	**0.42**

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

Table 3: Mt Ida lithium, tantalum and rubidium JORC mineral resource estimate.

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The incorporation of this additional drilling when combined with advanced metallurgy, environmental and geotechnical works has allowed for the delineation of a portion of measured resources – see figure 2. This is a great benefit to the Project and speaks to the confidence of the shallow material which would be the initial focus in a mining scenario.

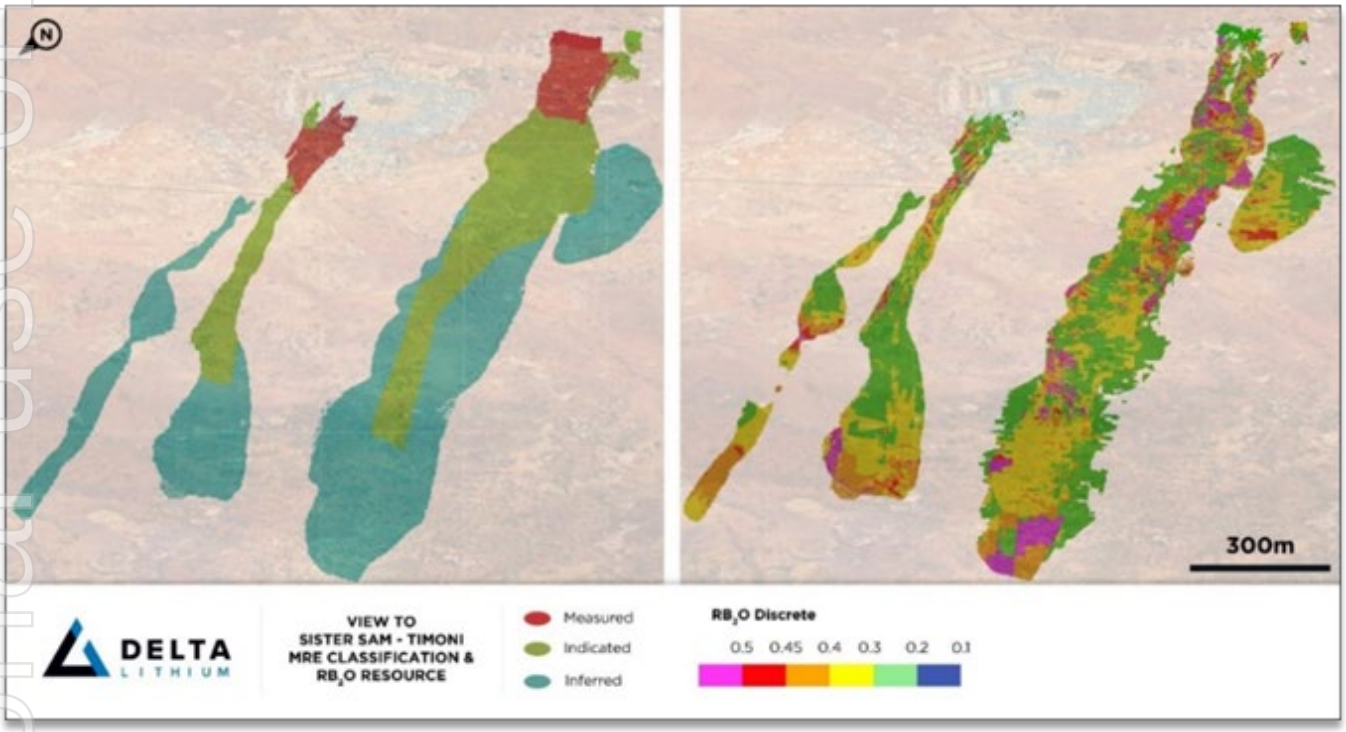


Figure 2: View facing Southeast showing Mt Ida Lithium Resource Classification & unconstrained rubidium oxide block model

The primary aim of the update to the MRE was to determine the spatial distribution of contained rubidium, which occurs entirely within the existing lithium wireframes, while updating the classification based upon the metallurgical and geotechnical feasibility work that has been completed to date. This resulting MRE highlights Mt Ida as a globally significant potential source of rubidium material as well as the world's current highest-grade resource according to public data – see Figure 3.

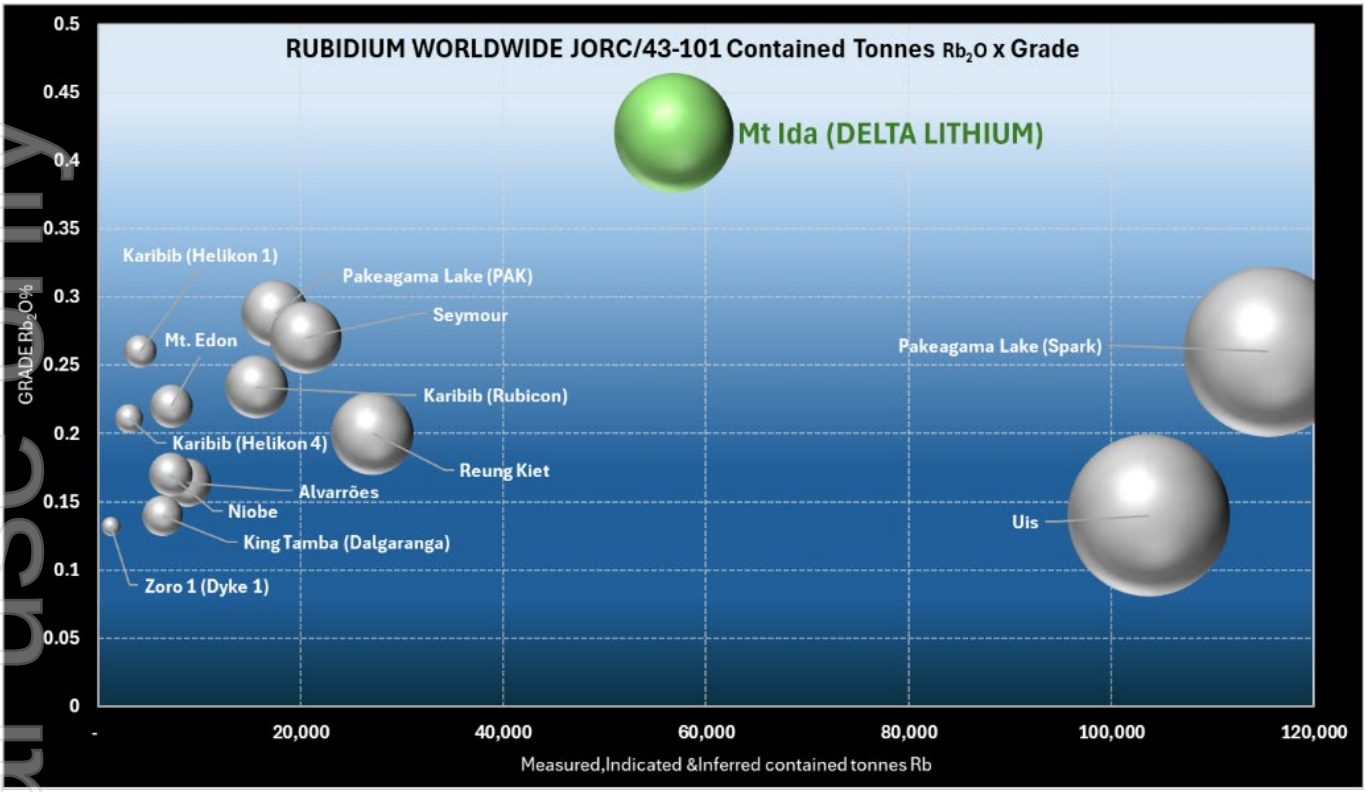


Figure 3: Bubble chart illustrating Mt Ida's Rb Mineral Resource compared with publicly released global Rb Mineral Resources (Inferred, Indicated and Measured reported according to JORC (2012) and NI-43 101).

Metallurgical Studies

Extensive metallurgical testwork has been completed on the Mt Ida Lithium Project to date. Feasibility testwork has confirmed that the Mt Ida deposit can produce tantalite, mica & spodumene concentrates via a process flowsheet including spirals and whole 'ore' flotation (WOF). Figure 4 illustrates the Mt Ida flowsheet and staged separation of spodumene, mica and tantalite concentrates.

Existing WOF flowsheet testwork confirmed that rubidium is readily extracted as a byproduct within the mica pre-float stage and reports to the mica concentrate. The amenability of the existing flowsheet to recover >90% of rubidium in the ore feed and up to 50-55% of the total contained Li_2O during this mica pre-float process, resulting in production of a high-grade lithium/rubidium concentrate with an overall average grade of 3.01% Li_2O and 1.8% Rb_2O based on flotation work to date.

These results are extremely encouraging and present with significant concentrations of high value critical minerals. As a result, the Company commissioned Strategic Metallurgy to conduct Phase 1 downstream processing optimisation and economic studies to outline a pathway to potential commercial production of lithium, rubidium and potassium products from this mica concentrate. These works are underway and have already returned high recoveries from leaching stages and alum separation, thus confirming the amenability of the concentrate to produce high purity lithium carbonate (Li_2CO_3) and rubidium carbonate (Rb_2CO_3) as well as potassium sulphate as a byproduct.

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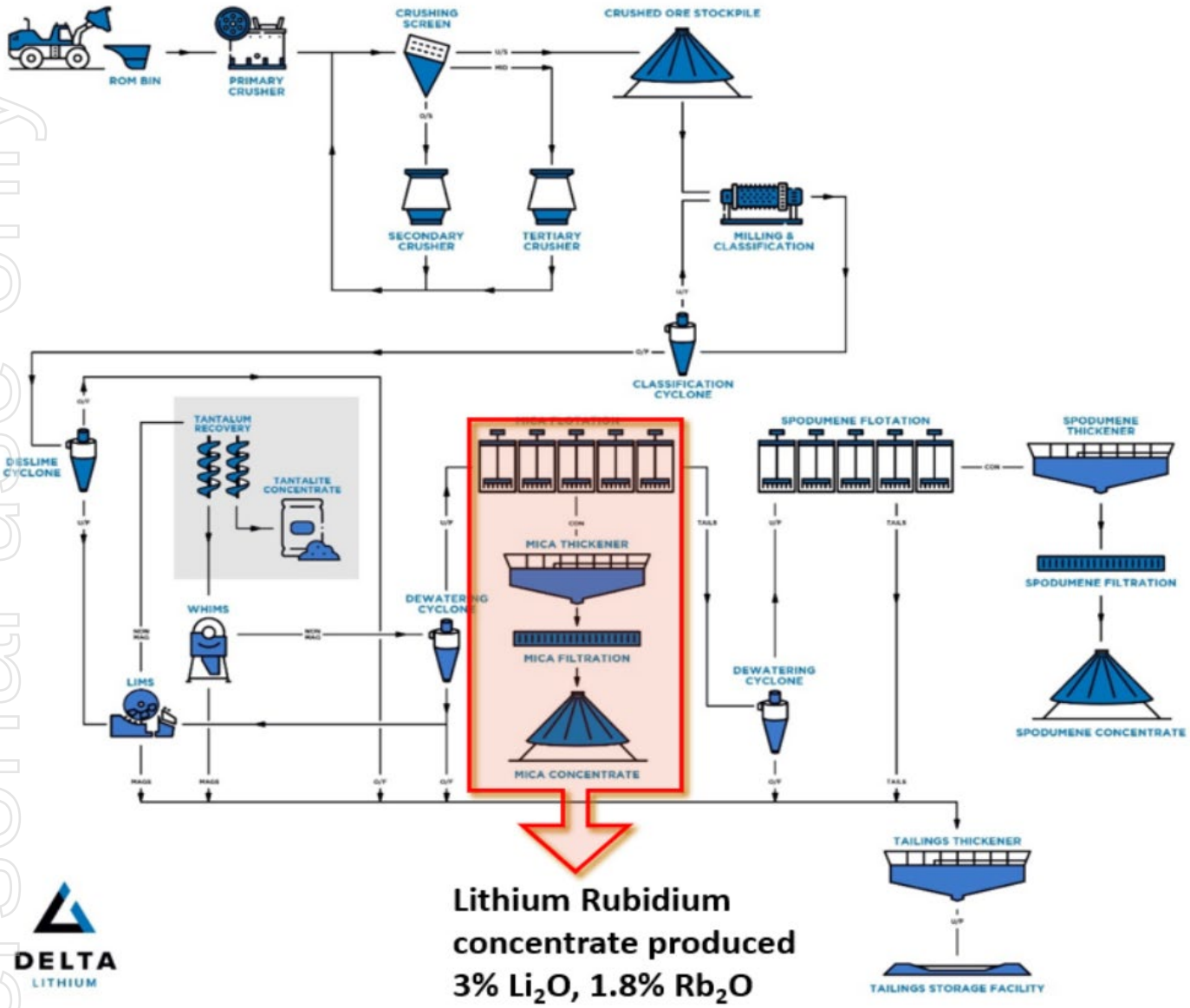


Figure 4: Block Flow diagram showing Mt Ida Lithium process flowsheet with average Li & Rb concentrate grades based on testwork to date

Downstream processing work is progressing with Strategic Metallurgy. Work to date have been successful with the generation of a saleable **lithium carbonate (Li_2CO_3) product with purity of >99%.**

This workstream may add significant value to the Mt Ida project as it confirms the potential for Delta to vertically integrate treatment of the mica concentrate produced from the current Mt Ida Lithium flowsheet.

Development of the specific hydromet flowsheet is advancing in line with this testwork, seeking also to produce a rubidium product and potassium sulphate biproduct all from the same mica concentrate.

These important workflows demonstrate that Delta's Mt Ida project has the potential to be a near term producer of critical minerals.



Figure 5: Mt Ida lithium carbonate produced from mica concentrate

Rubidium Market

The global rubidium market is relatively small but strategically significant segment within the specialty metals sector, underpinned by its unique properties and expanding high-technology applications. Traditionally used in specialty glass, electronics and chemical research, rubidium demand is increasingly driven by the following industries;

- Military and Defence Systems
- Quantum Technologies
- Biomedical Applications
- Oil & Gas Drilling Applications
- Next-generation Sensors (Atomic Clocks)

Emerging uses in quantum navigation, medical imaging, and specialty formate fluids are broadening the market's commercial footprint beyond its historical niche. Rubidium is a heavier alkali metal with a free outer valance electron, making it particularly valuable in quantum mechanics research where this hydrogen-like characteristic proves ideal for precision modelling in quantum mechanics and atomic physics, particularly where solutions to Schrödinger's calculation are necessary.

The scarcity of high-purity supply and rising demand from defence, aerospace and energy technology sectors point to a tightening geostrategic market and sustained upward demand trajectory through the decade which is expected to reach USD $8 billion by 2033. Its recent designation as a critical mineral in key markets such as the United States and Japan, coupled with the global push to secure non-Chinese supply chains, positions Delta favourably in Western markets.

At today's price of approximately USD$1,067 per kilogram for high-purity rubidium carbonate, the potential value contribution from rubidium represents a significant strategic upside for the Mt Ida Project.

Yinnetharra Lithium Project

The Yinnetharra Project, in the Gascoyne region of Western Australia, targets Lithium mineralisation, with Delta now owning more than 2,300 km² of tenure outright and as Farm-in Joint Ventures. A MRE update for Yinnetharra was released in March 2025 of 21.9 Mt @ 1% Li_2O and 75ppm Ta_2O_5 and an additional 17.5Mt @ 136ppm Ta_2O_5.

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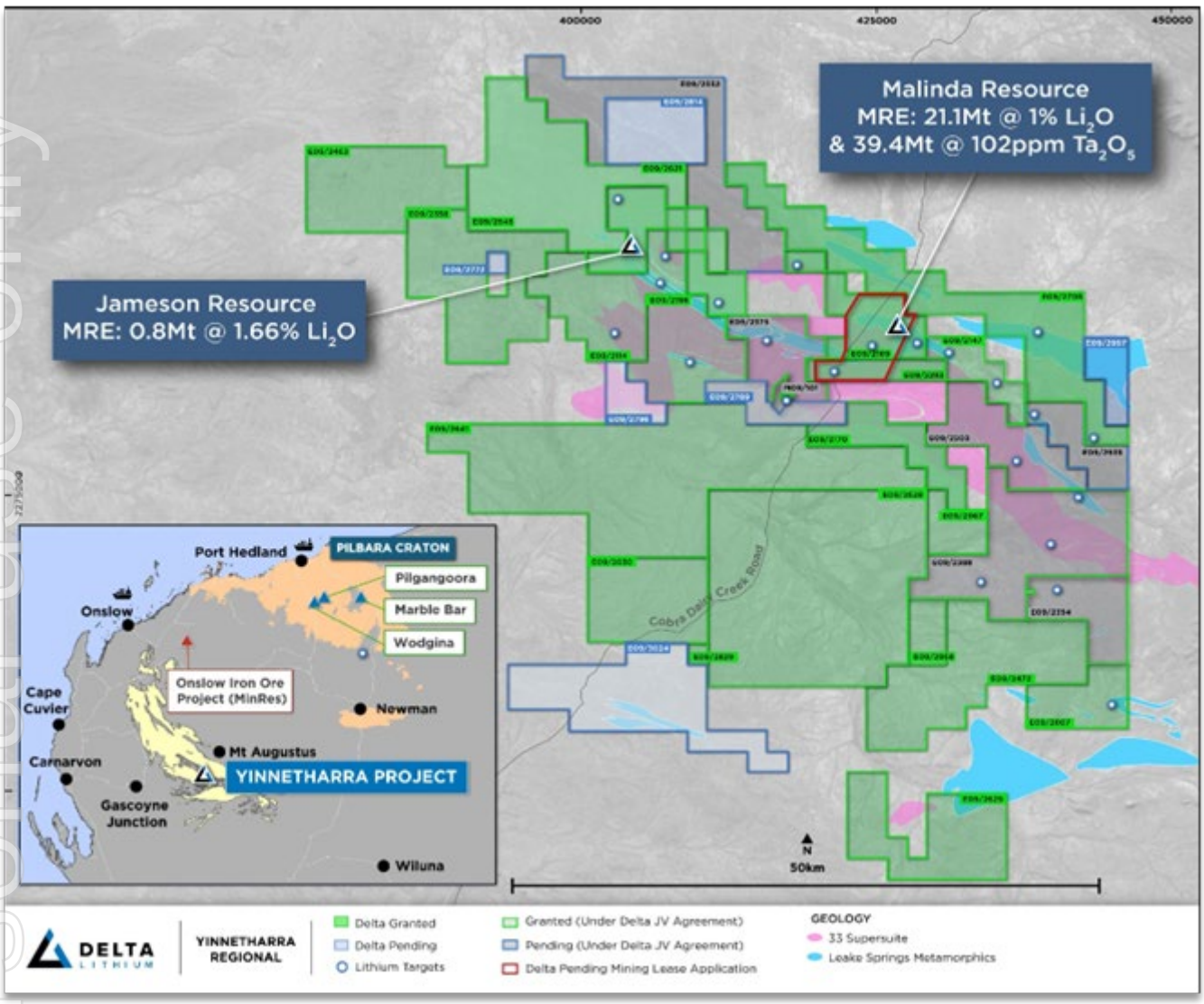


Figure 6: Yinnetharra tenure showing geology and regional targets

Lithium resources at Malinda are present in three main pegmatites: the M1, M36 and M47, with smaller resources at M42, M20, M67 and M69. Mineralisation extends from surface to a depth of greater than 300m. The recent MRE update has now classified 74% of the Resource as indicated underpinning future studies and project development pathways.

The Malinda Project is well advanced with DFS-level metallurgy and geotechnical studies completed over the M1 pegmatite in particular, and the mining lease application has been submitted. The investigation of various mining scenarios are well advanced, while the regional tenure presents upside for additional resource tonnes.

During the half year ended 31 December 2025, the Company mobilised a reverse circulation (RC) rig up to the Yinnetharra Project to test up to six (6) high priority regional targets adjacent to Jameson (MRE 0.8Mt @ 1.66% Li_2O) and extending south then east toward Malinda along the 20km of prospective Leake Springs metasediment unit. Drilling was paused for a two-week period over Christmas before recommencing in early January to continue the program. The RC program is systematically testing the high priority prospects which have been developed throughout 2025 via extensive “boots on the ground” exploration across existing and newly acquired tenure.

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The LCT rights agreement with Dalaroo Metals at the Lyons River Project was terminated during the quarter for no consideration. Multiple phases of exploration programs were completed over the tenure with no meaningful LCT anomalies being delineated.

Jameson

Jameson represents a high priority target in relation to exploration and resource growth. The current Jameson MRE of 0.8Mt @ 1.66% Li_2O is mineralised from surface with an open plunge component. The area is structurally complex with several deformational and folding events. Structural analysis undertaken has improved understanding of the paragenesis and subsequent mineralisation which is hosted in these structural traps.

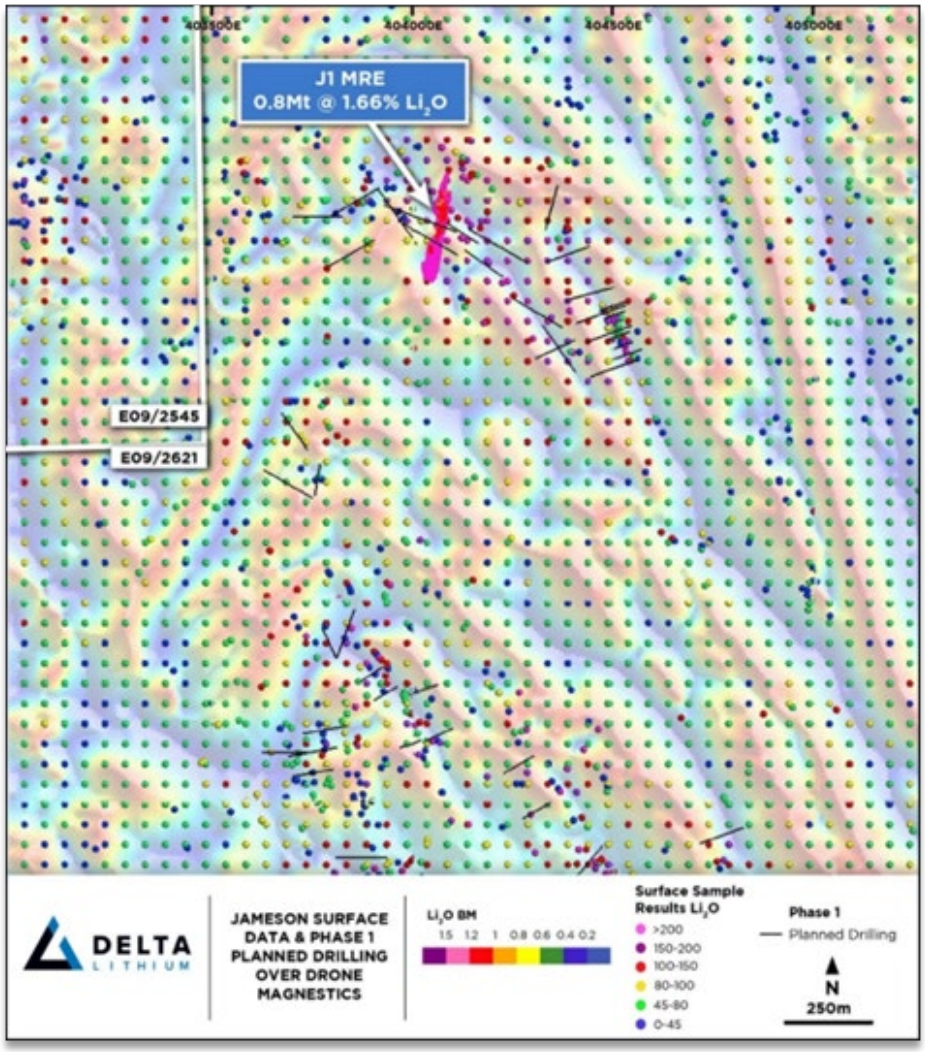


Figure 7: Plan view of Jameson with planned drilling

The detailed structural review identified the F2 fold hinges and later stage faults as priority targets for future exploration. The current surface data correlates with this thesis, suggesting lithium-enriched fluids have mobilised through these potential structural trap zones – see Figure 7. The majority of this Phase 1 drilling program is targeting these fold hinges, limbs and faults which possess elevated discrete surface anomalies.

Jameson drilling of 6,072m targeted both Jameson South for the first time and follow-up drilling at Jameson North, proximal to the J1 resource. Drilling has been completed across Jameson South, intercepting the target structures in the fold limbs and hinges. Significant pegmatite intercepts were encountered in excess of 60m thick in a zone with anomalous surface geochemistry, however these pegmatites did not host any economic lithium within the pegmatites.

The Jameson North program enjoyed some success, increasing confidence in the J1 resource. Best intercepts are summarised below in table 4.

Hole ID	From	To	Length	Li_2O %	Ta_2O_5 ppm	Fe_2O_3 %
JREX065	101	114	13	1.96	46	1.03
JREX067	90	92	2	1.87	64	1.1

Table 4: *Significant intercepts at Yinnetharra.*

Step out drilling at Jameson intersected substantial pegmatites but did not host significant lithium. A number of targets could not be tested as a result of difficult drilling conditions and substantial deviation caused by strong regional fabric. As a result, some holes were abandoned and will serve as precollars for diamond tails to be drilled later this year, when Delta undertakes diamond drilling under an approved Exploration Incentive Scheme (EIS) drill program.

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

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Yinnetharra Lithium & Tantalum Resource March 2025							
	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**
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 5: Yinnetharra lithium & tantalum JORC Resource

Caribou prospect drilling comprised of 1,387m. This drilling targeted notable lithium anomalies at depth intercepted in the previous program. A sequence of pegmatites were intercepted within the prospective host stratigraphy, however they were not the correct composition to host lithium bearing minerals, being predominantly comprised of albite, quartz and feldspars.

Drilling has continued with Mason's North Talisker, and Yamazaki having been completed before moving on to East Calypso, Perseverance as well as targeting Malinda extensions.

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Yinnetharra Regional Exploration

As part of the regional campaign, exploration work has continued across the >2,300km^2 Project and Fam-In tenure. The team have been conducting systematic surface exploration across prospective areas and generated over 25 prospects (see Figure 6, above) with many areas not yet explored. This greenfields geological work comprised of detailed mapping, rock chip and auger sampling as well as a high-resolution drone magnetic survey.

The drone magnetics survey was completed in September and flown at 25m spacings and 20m vertical height to produce a high-resolution map which will aid with structural interpretations and target generation. The culmination of these greenfields geological workstreams has resulted in six priority drill targets that is be the focus of the Phase 1 drill program, all of which are hosted in the Leake Springs Metamorphics unit, the preferential host of Jameson and Malinda deposits – see Figure 8.

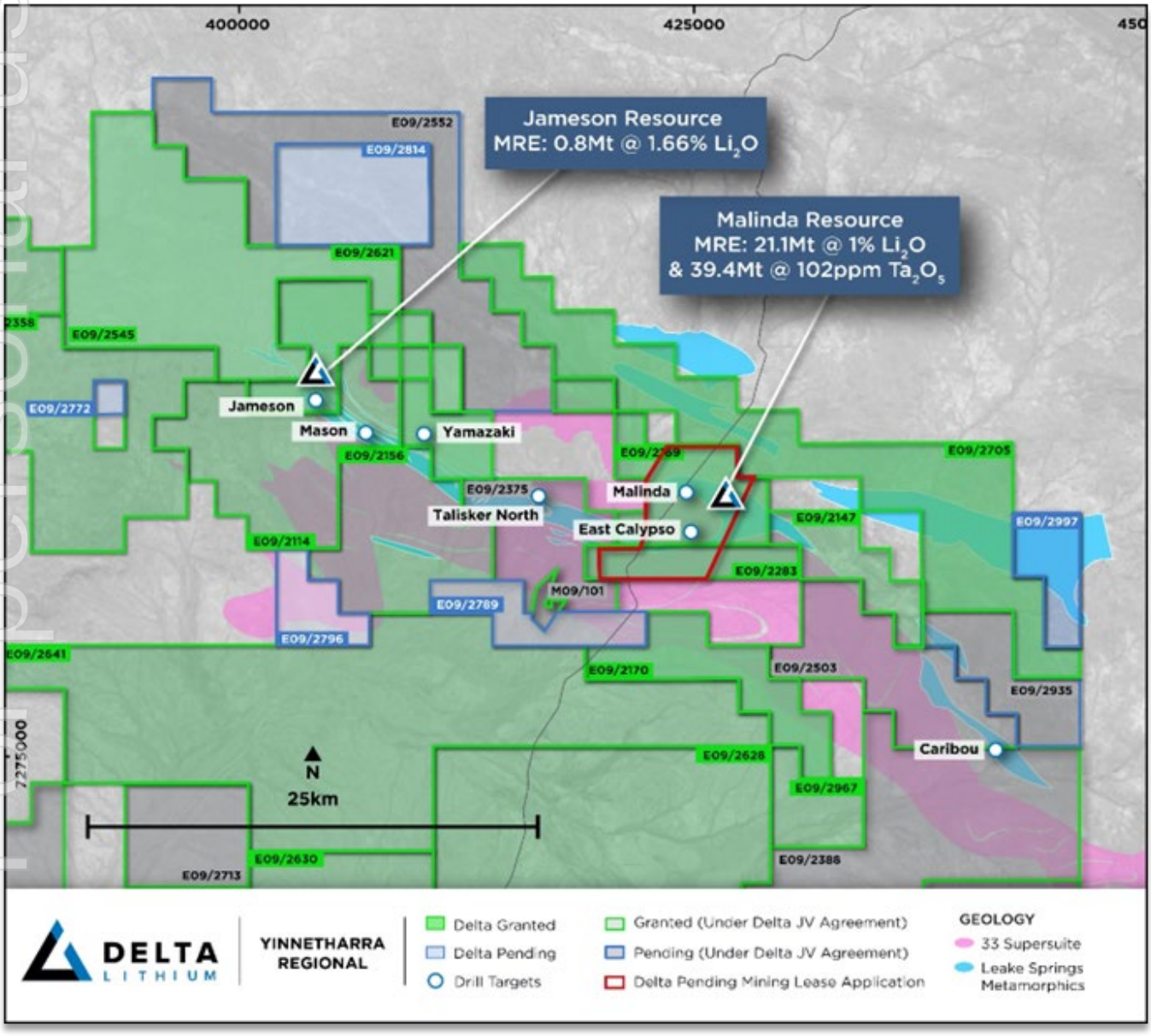


Figure 8: Plan View to Yinnetharra MRE's and drill targets for current exploration programs

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Mason's Prospect is a 500m long target characterised by enriched lithium, caesium, tantalum (LCT) pegmatites located 3km along strike from Jamesons within the same host rocks. The first phase of drilling will target these northwest trending pegmatites at depth and along the defined strike.

Yamazaki Prospect represents a compelling exploration target sitting just 8km from Jameson and 12km from Malinda along the margin of the continuous Leake Springs unit. It hosts a 4km long lithium surface geochemical anomaly that has never been drilled – see Figure 9.

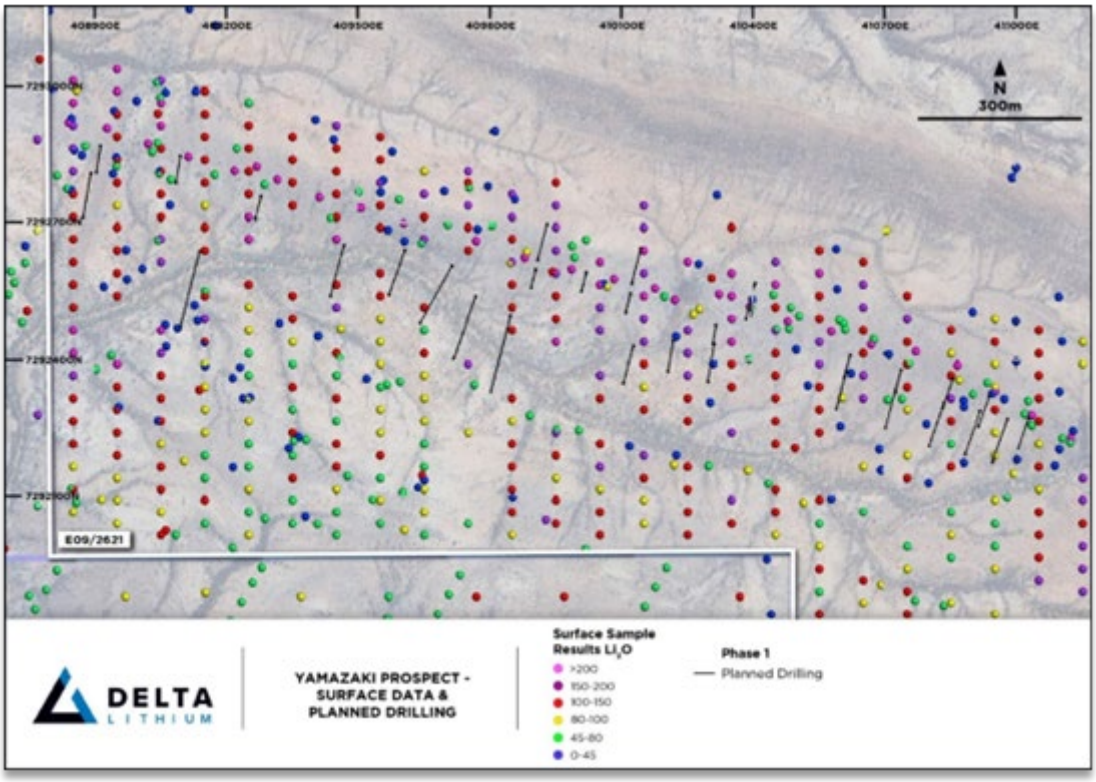


Figure 9: Plan view of Yamazaki prospect showing surface anomalism

East Calypso Prospect is a highly ranked target beyond Jameson. This prospect sits immediately adjacent to the Thirty-Three Suites Granite within the Leake Springs which is a mirror image of the geological setting at the Malinda deposit. Contrary to the general LCT models, the 21.1Mt @ 1% Li2O at Malinda is located only a few hundred metres away from the apparent source granite which is identical to East Calypso to the south.

East Calypso is also strengthened by the same host rocks and consistently high lithium / caesium levels in the surface dataset, while caesium is generally very immobile and does not travel far from the source – see Figures 10 and 11. These E-W trending pegmatites will be tested thoroughly during this current program.

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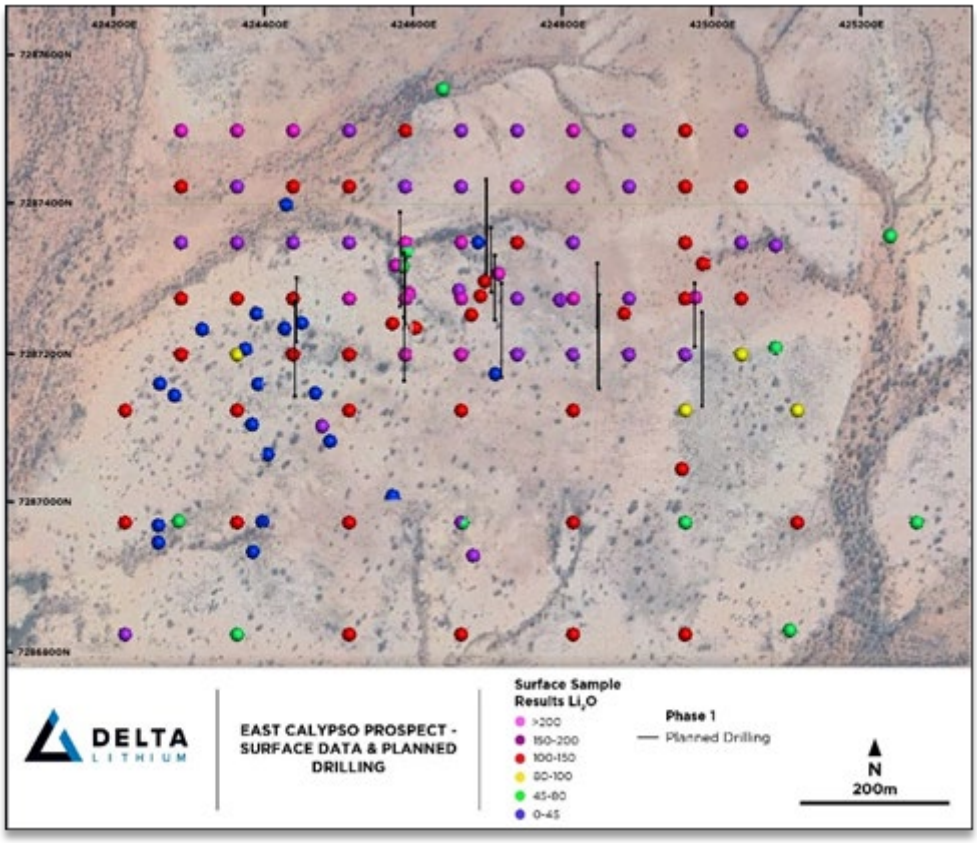


Figure 10: Plan view of East Calypso with surface data showing lithium anomalism

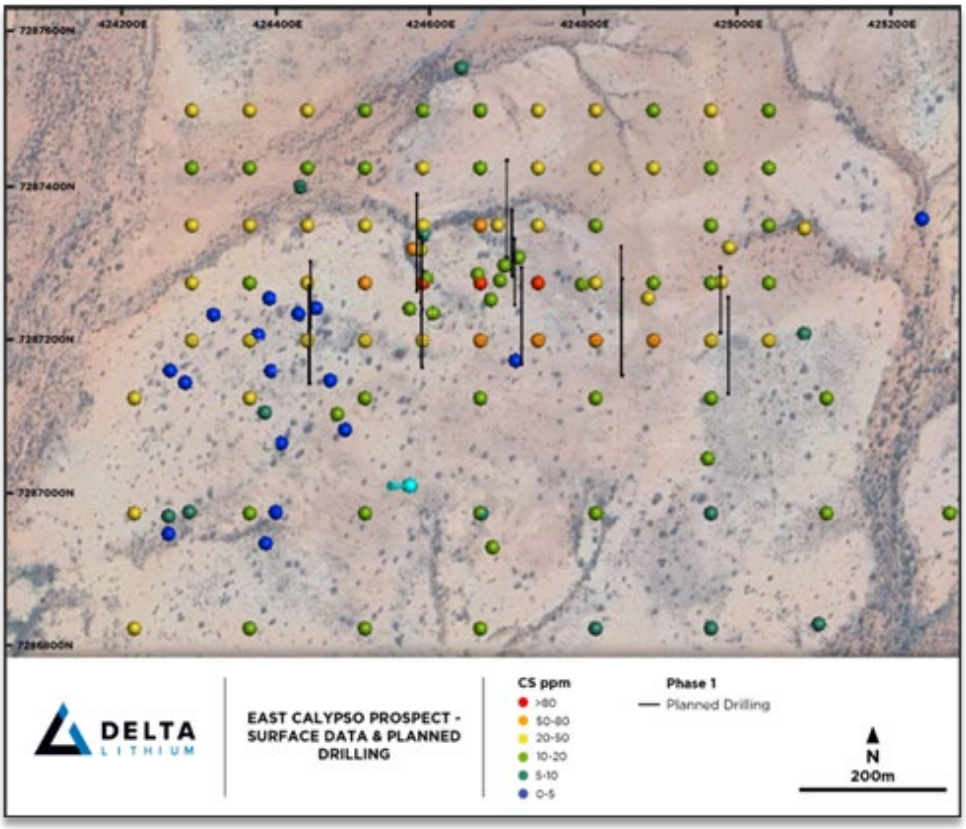


Figure 11: Plan view of East Calypso with surface data showing caesium anomalism

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Approvals and Project Development

A Mining Lease application M09/185 has been submitted for the Malinda Mining Area (Figure 12) and Native Title negotiations are ongoing.

Environmental permitting has advanced with all flora and fauna field surveys now completed, and technical reports being finalised.

The approvals and permitting strategy remain on track, with the submissions to regulators planned for completion in quarter 2 of-CY2026.

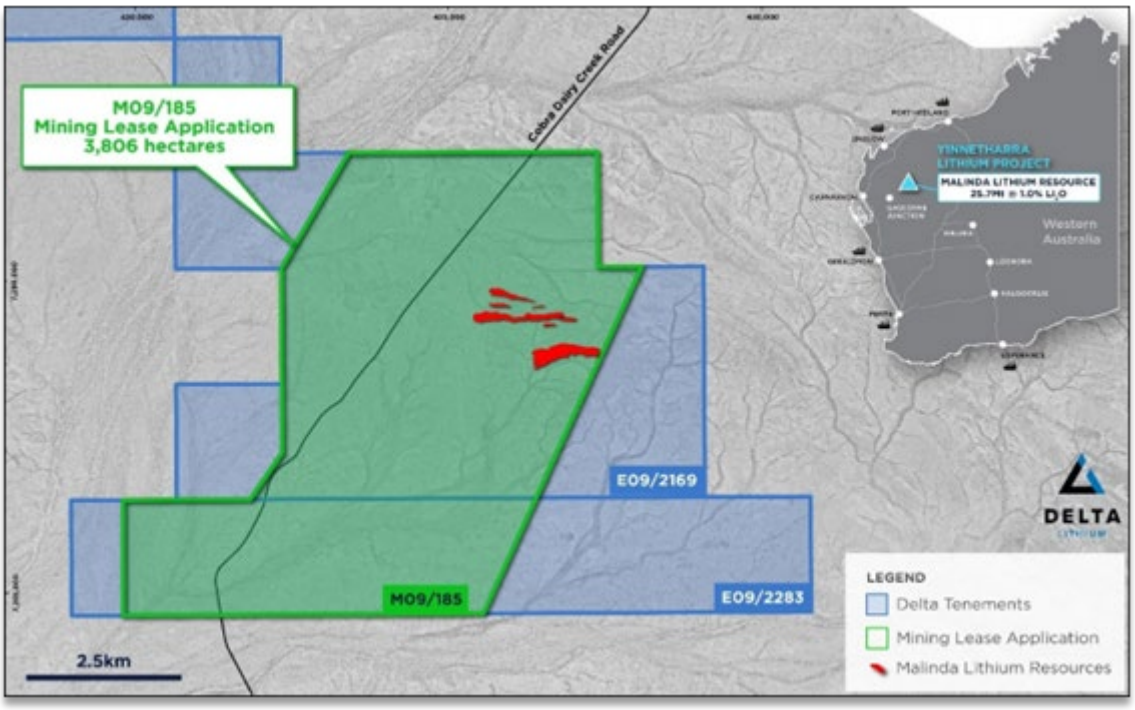


Figure 12: Plan View to submitted Mining Lease application.

Delta is advancing the water exploration program at Yinnetharra via passive seismic surveying, which has been completed across the target terrain and successfully mapped out the paleochannel bedrock in these locations – see Figure 13. Vertical probe holes will be completed during the upcoming drill program to confirm the location of the modelled thalweg, that being the deepest and most productive part of a paleochannel system. This confirmatory drilling will allow for the precise planning of water production bore drilling and construction to follow. The Water Development workstream serves to identify a reliable subsurface water source supporting the Projects' mining and processing requirements for feasibility, planning and approvals purposes. Water is a crucial aspect of mine feasibility and water investigations are ongoing and in parallel with current exploration activities.

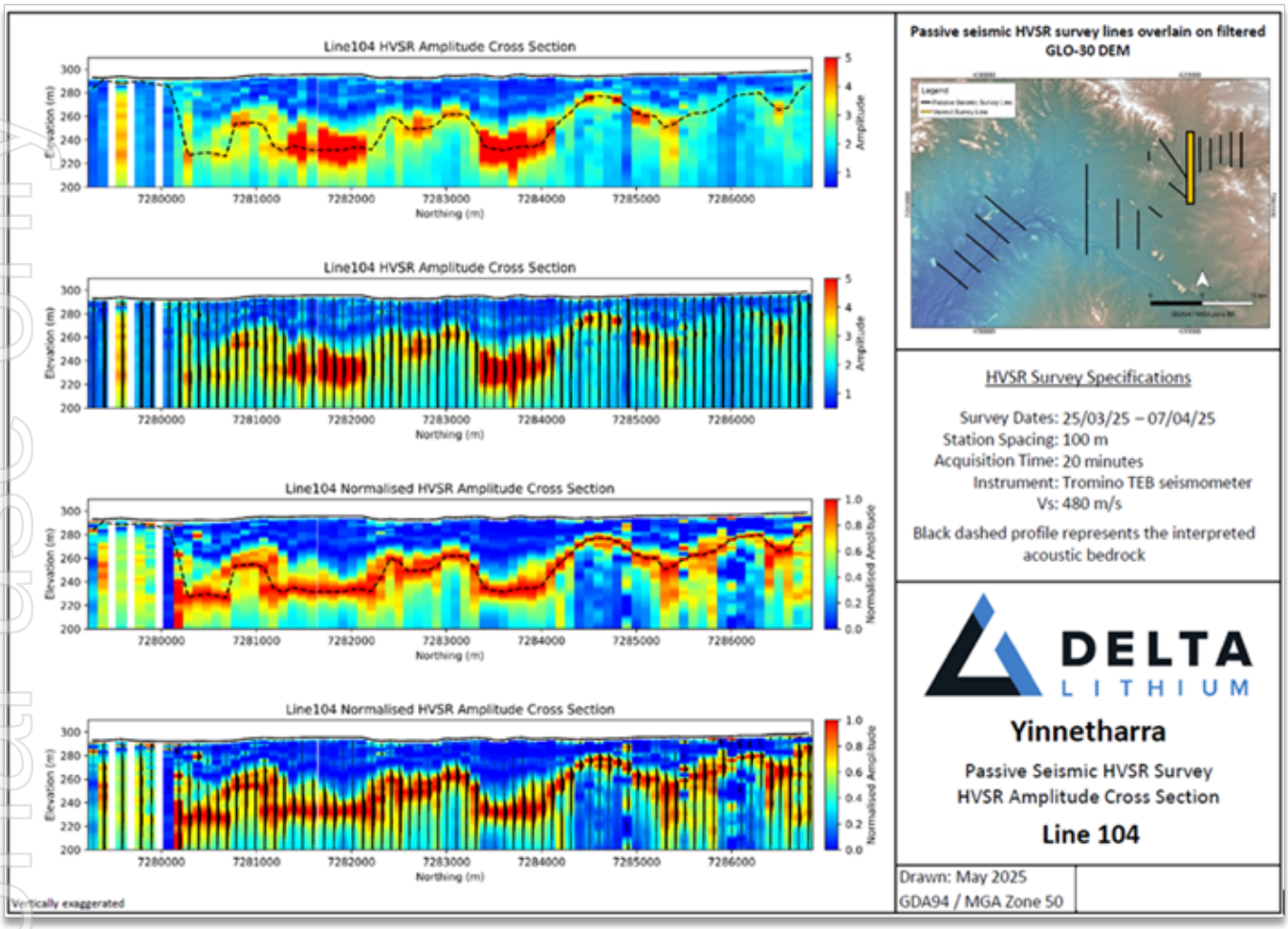


Figure 13: Passive seismic survey results mapping paleochannel

Corporate

Fundraising

During the half year ended 31 December 2025, 690,000 performance rights were converted in ordinary share capital, 2,683,330 performance rights issued and 3,672,500 performance rights forfeited.

2025 Annual General Meeting

The 2025 AGM was held on 27 November 2025. All resolutions in the Notice of AGM were passed on a poll.

Board and Management

In July 2025 Mr Tim Manners resigned from the Board to take on a full time Executive Director role with Ballard Mining Limited.

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Corporate Strategy

Delta's strategy is focused on growing confidence and reducing risk at both the Mt Ida and Yinnetharra Projects, while maintaining prudent capital management. The Company continued to build on its existing knowledge at Yinnetharra with the primary focus of increasing the total lithium resource confidence and size at Malinda and surrounding prospective tenure.

Looking forward, the Company is focused on three main objectives:

- Continue greenfields exploration to target resource growth at the Yinnetharra Project while undertaking negotiations and approvals regarding Mining Lease applications at Malinda.
- Advance feasibility studies at Mt Ida, including further metallurgical studies into the viability of additional bi-product credits from tantalum and rubidium
- Growth via exploration and a disciplined approach to potential acquisition opportunities
- Longer term goal of building and operating a mine

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.

Past Exploration results and Mineral Resource Estimates reported in this announcement have been previously prepared and disclosed by Delta in accordance with JORC 2012. The Company confirms that it is not aware of any new information or data that materially affects the information included in these market announcements. The Company confirms that the form and content in which the Competent Person's findings are presented here have not been materially modified from the original market announcement, and all material assumptions and technical parameters underpinning Mineral Resource Estimates in the relevant market announcement continue to apply and have not materially changed. Refer to www.deltalithium.com.au for details on past exploration results and Mineral Resource Estimates.

Forward looking statements

This document may contain "forward-looking statements" and other forward-looking information based on the Group's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Group's business strategy, plan, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, Mineral Resources and results of exploration. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'likely',' believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could',' should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this document are cautioned that such statements are only predictions, and that the Group's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Group's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Forward-looking information is developed based on assumptions about such risks, uncertainties and other factors, including but not limited to general business, economic, competitive, political and social uncertainties; the actual results of current exploration activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future commodity prices; possible variations of ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accident, labour disputes and other risks of the mining industry; and delays in obtaining governmental approvals or financing or in the completion of development or construction activities. This list is not exhaustive of the factors that may affect our forward-looking information. These and other factors should be considered carefully and readers should not place reliance on such forward-looking information. Recipients of this document must make their own investigations and inquiries regarding all assumptions, risks, uncertainties

and contingencies which may affect the future operations of the Group and the Group's securities. The Group disclaims any intent or obligations to or revise any forward-looking statements whether as a result of new information, estimates, or options, future events or results or otherwise, unless required to do so by law.

Convertible Securities

Options

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

Number of Securities	Exercise Price	Number Vested	Expiry Date
2,000,000	$0.40	2,000,000	26 Nov 2027
2,000,000		**2,000,000**	

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	Number Vested	Expiry Date
500,000	27-Apr-23	-	8-May-28
4,200,000	15-Jul-24	-	16-Jul-29
2,600,000	27-Nov-24	-	26-Nov-29
916,663	17-Sep-25	-	17-Sep-30
1,766,667	27-Nov-25	-	27-Nov-30
9,983,330		**-**	

Financial Review

	31-Dec-25 $	31-Dec-24 $
Profit/(loss) after income tax	1,474,012	(165,740)
Basic Cents per share for profit/(losses) attributable to the ordinary equity holders of the company	0.21	(0.02)

The Company had cash and cash equivalents of $53,997,631 on hand as at 31 December 2025 (30 June 2025: $55,869,890).

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Subsequent Events

There were no subsequent events that required adjustment to or disclosure in the interim financial report.

Auditors' Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 24.

This report is signed in accordance with a resolution of the Board of Directors.



James Croser

Managing Director

Dated 9th March 2026

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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 review of the interim financial report of Delta Lithium Limited for the half-year ended 31 December 2025 there have been:

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

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

KPMG

Glenn Brooks
Partner
Perth
9 March 2026

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Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2025

	Notes	31-Dec-25 $	31-Dec-24 $
Income			
Other income	6	1,290,089	1,298,842
Net recoveries from Associates/Related Party		26,189	-
Total income		**1,316,278**	**1,298,842**
Expenditure			
Employee benefits expense		(961,398)	(1,592,857)
Corporate & administrative expenses		(1,146,959)	(616,668)
Public relations & marketing expenses		(182,268)	(116,237)
Share-based payments	17	24,292	(494,536)
Net gain/(loss) on disposal of assets		(28,136)	(64,881)
Exploration expenditure expenses		(18,178)	(106,417)
Depreciation		(150,408)	(156,447)
Total expenditure		**(2,463,055)**	**(3,148,043)**
Operating loss		**(1,146,777)**	**(1,849,201)**
Finance income		1,138,978	1,843,636
Finance costs		(37,254)	(46,922)
Net fair value gain/(loss) on financial assets	8	524,194	146,260
Net finance income		**1,625,918**	**1,942,974**
Share of profit/(loss) of equity accounted investments	10	**(670,804)**	**-**
Gain on disposal of subsidiary	18	**1,665,675**	**-**
Profit/(loss) before income tax from continuing operations		**1,474,012**	**93,773**
Income tax expense		-	-
Profit/(loss) after income tax from continuing operations		**1,474,012**	**93,773**
Profit/(loss) after income tax from discontinued operations		**-**	**(259,513)**
Profit/(loss) for the period		**1,474,012**	**(165,740)**
Other comprehensive income			
Other comprehensive income net of tax for the year		**-**	-
Total comprehensive profit/(loss) for the year attributable to owners of the		**1,474,012**	**(165,740)**
Profit/(loss) per share			
Basic and diluted profit/(loss) for the year attributable to ordinary equity holders of the parent (cents per share)		0.21	(0.02)
Profit/(loss) per share for continuing operations			
Basic and diluted loss for the year attributable to ordinary equity holders of the parent (cents per share)		0.21	(0.02)

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

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Condensed Consolidated Statement of Financial Position

As at 31 December 2025

	Notes	31-Dec-25 $	30-Jun-25 $
Current assets			
Cash and cash equivalents	7	53,997,631	55,869,890
Trade and other receivables		3,500,314	1,525,799
Financial assets at fair value through profit or loss	8	2,274,194	1,750,000
Disposal group assets classified as held for sale	10	-	60,038,871
Total current assets		**59,772,139**	**119,184,560**
Non-current assets			
Exploration and evaluation expenditure	9	128,412,686	123,670,207
Property, plant and equipment		1,117,444	1,913,784
Right-of-use asset	11	444,529	525,352
Equity accounted investment in Associates	10	38,411,868	-
Total non-current assets		**168,386,527**	**126,109,343**
Total assets		**228,158,666**	**245,293,903**
Current liabilities			
Trade and other payables	12	2,148,564	2,609,219
Lease liability	11	164,873	155,113
Provision - rehabilitation	13	-	105,260
Liabilities directly associated with assets of disposal groups classified held for sale	10	-	2,157,465
Total current liabilities		**2,313,437**	**5,027,057**
Non-current liabilities			
Provision - rehabilitation	13	1,045,528	912,755
Lease liability	11	339,105	424,035
Total non-current liabilities		**1,384,633**	**1,336,790**
Total liabilities		**3,698,070**	**6,363,847**
Net assets		**224,460,596**	**238,930,056**
Equity			
Share capital	14	272,382,295	272,221,897
Share-based payment reserve	15	1,583,668	1,770,110
Accumulated losses	16	(33,587,939)	(35,061,951)
Distributions to Owners of equity		(15,917,428)	-
Total equity		**224,460,596**	**238,930,056**

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

Condensed Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2025

Consolidated	Notes	Share capital $	Share-based payment reserve $	Accumulated losses $	Distributions to owners of equity	Total $
Balance as at 1 July 2024		**271,444,337**	**6,998,257**	**(37,002,750)**	**-**	**241,439,844**
Loss after income tax expense for the period		-	-	(165,740)	-	(165,740)
Total comprehensive loss for the period		**-**	**-**	**(165,740)**	**-**	**(165,740)**
Transactions with owners in their capacity as owners						
Exercise of Options		783,662	-	-	-	**783,662**
Transfer on forfeiture of options		-	(5,877,989)	5,877,989	-	**-**
Share-based payments		-	494,536	-	-	**494,536**
Costs of shares issued		(6,100)	-	-	-	**(6,100)**
Balance as at 31 December 2024		**272,221,899**	**1,614,804**	**(31,290,501)**	**-**	**242,546,202**
Balance as at 1 July 2025		**272,221,897**	**1,770,110**	**(35,061,951)**	**-**	**238,930,056**
Profit after income tax expense for the period		**-**	**-**	1,474,012	-	**1,474,012**
Total comprehensive profit for the period		-	-	**1,474,012**	**-**	**1,474,012**
Transactions with owners in their capacity as owners						
Transfer from conversion of performance rights	14,15	162,150	(162,150)	-	-	**-**
Share-based payments	15	-	(24,292)	-	-	**(24,292)**
Costs of shares issued	14	(1,752)	-	-	-	**(1,752)**
Distributions to Owners of equity		-	-	-	(15,917,428)	**(15,917,428)**
Balance as at 31 December 2025		**272,382,295**	**1,583,668**	**(33,587,939)**	**(15,917,428)**	**224,460,596**

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

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Condensed Consolidated Statement of Cash Flows

For the half-year ended 31 December 2025

	Notes	31-Dec-25 $	31-Dec-24 $
Cash flows from operating activities			
Payments to suppliers and employees		(2,264,330)	(2,130,437)
Interest received		1,138,232	1,951,788
Interest paid		(20,761)	(26,430)
Payments for exploration and evaluation		(18,597)	(98,607)
Government grants and tax incentives		73,848	1,224,758
Net cash inflow/(outflow) from operating activities		**(1,091,608)**	**921,072**
Cash flows from investing activities			
Proceeds from disposal of subsidiary	18	-	1,500,000
Payments for exploration and evaluation		(6,421,345)	(18,934,039)
Purchase of property, plant and equipment		(7,660)	(182,210)
Proceeds from sales of assets		56,840	10,700
Cash derecognised on disposal of subsidiary	18	(1,377,243)	-
Net cash (outflow) from investing activities		**(7,749,408)**	**(17,605,549)**
Cash flows from financing activities			
Proceeds from the exercise of convertible securities		-	783,662
Receipts from repayment of borrowings		4,443,649	-
Principal payments of lease liability		(75,170)	(65,895)
Share issue costs		(1,752)	(6,100)
Net cash inflow from financial activities		**4,366,727**	**711,667**
Net (decrease)/increase in cash and cash equivalents		**(4,474,289)**	**(15,972,810)**
Cash and cash equivalents at the beginning of the financial period		58,471,920	86,686,146
Cash and cash equivalents at the end of the financial period		**53,997,631**	**70,713,336**

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

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1. CORPORATE INFORMATION

The interim financial report of Delta Lithium Limited (the "Company" or "Delta") and its controlled entities (the "Group") for the half-year ended 31 December 2025 was authorised for release in accordance with a resolution of the Directors dated 9 March 2026.

Delta is a company incorporated and domiciled in Australia whose shares are publicly listed on the ASX (ASX Code: DLI).

2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

Statement of Compliance

These general-purpose financial statements for the half-year reporting period ended 31 December 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The interim report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the annual financial report for the year ended 30 June 2025 and any public announcements made by the Group during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Basis of Preparation

The condensed consolidated interim financial statements have been prepared on the basis of historical cost, except for the revaluation of certain financial assets and liabilities. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the interim financial report for the half-year ended 31 December 2025 are consistent with those adopted and disclosed in the Group's 2025 annual financial report for the financial year ended 30 June 2025.

New and 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. The Directors have determined there is no material impact from the adoption of these new or amended standards.

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

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these interim condensed consolidated financial statements, significant estimates and judgements made by management in applying the Company's accounting policies and key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 30 June 2025. Management applied judgement in determining the significant influence over Ballard Mining Ltd ("Ballard") in determining if Ballard is an Associate under AASB 128 'Investments in Associates and Joint Ventures' on the basis of voting rights and a common director in Ballard.

4. GOING CONCERN

The interim financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and realisation of assets and settlement of liabilities in the normal course of business.

The Group incurred a profit/(loss) from continuing operations of $1,474,012 (31 December 2024: profit of $93,773) for the half-year period ended 31 December 2025 with net cash inflows/(outflows) from operations of ($1,091,608) (31 December 2024: $921,072). At 31 December 2025, the Group had a working capital surplus of $57,623,575 (30 June 2025: $114,312,616), including cash and cash equivalents of $53,997,631 (30 June 2025: $55,869,890).

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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5. OPERATING SEGMENTS

Identification of reportable operating segments

The company currently reports in two operating segments), being exploration and evaluation operations related to the Mt Ida and Yinnetharra projects. 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.

Consolidated - 31 December 2025	Mt Ida $	Yinnetharra $	Total $
Income	-	70,721	**70,721**
Expenditure	(38,699)	(15,367)	**(54,066)**
Impairment	-	-	**-**
Profit/(loss) before income tax expense	**(38,699)**	**55,354**	**16,655**
Unallocated income	**-**	**-**	**2,880,665**
Unallocated expenditure	**-**	**-**	**(1,423,308)**
Income tax expense	-	-	**-**
Profit after income tax expense from continuing operations	-	-	**1,474,012**
Assets			
Exploration assets	34,383,639	94,029,047	**128,412,686**
Other segment assets	181,405	169,524	**350,929**
Total segment assets	**34,565,044**	**94,198,570**	**128,763,615**
Unallocated assets:			
Cash and cash equivalents	-	-	**53,646,702**
Trade and other receivables	-	-	**3,500,314**
Financial assets	-	-	**2,274,194**
Right-of-use assets	-	-	**444,529**
Property, plant and equipment	-	-	**1,117,444**
Equity accounted investments in Associates			**38,411,868**
Total assets	**-**	**-**	**228,158,666**
Liabilities			
Segment liabilities	1,118,066	1,402,440	**2,520,506**
Total segment liabilities	**1,118,066**	**1,402,440**	**2,520,506**
Unallocated liabilities:			
Trade and other payables	-	-	**673,586**
Lease liabilities	**-**	-	**503,978**
Total liabilities	**-**	**-**	**3,698,070**

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Consolidated - 31 December 2024	Mt Ida $	Yinnetharra $	Total $
Income	139,500	49,196	**188,696**
Expenditure	(51,551)	(69,206)	**(120,757)**
Impairment	-	-	**-**
Profit/(Loss) before income tax expense	**87,949**	**(20,010)**	**67,939**
Unallocated income	-	-	**785,753**
Unallocated expenditure	-	-	**(759,919)**
Income tax expense	-	-	**-**
Loss after income tax expense from continuing operations	**-**	**-**	**93,773**
Assets - 30 June 2025			
Exploration assets	91,185,325	89,590,620	180,775,945
Other segment assets	1,213,644	1,112,994	2,326,638
Total segment assets	**92,398,969**	**90,703,614**	**183,102,584**
Unallocated assets:			
Cash and cash equivalents	-	-	**58,430,708**
Trade and other receivables	-	-	**1,081,731**
Financial assets	-	-	**1,750,000**
Right-of-use assets	-	-	**525,352**
Property, plant and equipment	-	-	**403,528**
Total assets	**-**	**-**	**245,293,903**
Liabilities - 30 June 2025			
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	-	-	**(579,148)**
Total liabilities	**-**	**-**	**(6,363,847)**

6. OTHER INCOME

	31-Dec-25 $	31-Dec-24 $
R&D tax credits	1,219,368	1,046,646
Fuel tax credits	70,721	252,196
	1,290,089	**1,298,842**

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7. 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.

	31-Dec-25 $	30-Jun-25 $
Cash at bank	13,997,631	10,849,890
Cash on deposit	40,000,000	45,020,000
Total cash and cash equivalents	**53,997,631**	**55,869,890**

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31-Dec-25 $	30-Jun-25 $
Listed ordinary shares - designated at fair value through profit or loss	2,274,194	1,750,000
Total financial assets	**2,274,194**	**1,750,000**
Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:		
Opening fair value	1,750,000	1,019,671
Additions	-	1,500,000
Disposals	-	(1,230,185)
Revaluation gain/(loss)	524,194	460,514
Closing fair value	**2,274,194**	**1,750,000**
Classification		
Current	2,274,194	1,750,000
Non-current	-	-
Total financial assets	**2,274,194**	**1,750,000**

9. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation costs carried forward in respect of mining areas of interest	31-Dec-25 $	30-Jun-25 $
Opening net book amount	123,670,207	156,871,726
Capitalised exploration and evaluation costs	4,730,176	28,842,552
Asset acquisition – Minerals 260 Limited – Yinnetharra	-	465,390
Asset acquisition – Zeus Resources Limited - Yinnetharra	-	150,000
Disposal – Eureka	-	(4,048,070)
Changes in rehabilitation provision	12,303	(1,184)
Impairment expense	-	(1,504,467)
Reclassification to disposal group held for sale	-	(57,105,739)
Total exploration and evaluation assets	**128,412,686**	**123,670,207**

Reconciliation	30-Jun-25 $	Acquisition costs $	Additions $	Disposals/ Other $	31-Dec-25 $
Mt Ida	34,079,587	-	291,749	12,303	34,383,639
Yinnetharra	89,590,620	-	4,438,427	-	94,029,047
Total exploration and evaluation assets	**123,670,207**	**-**	**4,730,176**	**12,303**	**128,412,686**

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10. EQUITY ACCOUNTED INVESTMENTS IN ASSOCIATES

On 30 June 2025 the assets of Ballard Mining Ltd ("Ballard") and Mt Ida AU Pty Ltd subsidiaries were disclosed as available for sale in accordance with AASB 5 'Non-current Assets Held for Sale and Discontinued Operations'. On 9 July 2025 due to the in-specie distribution of 63,669,413 shares to Delta Shareholders in conjunction to the capital raising as part of the IPO, Delta lost control of the Subsidiaries, retaining 45.97% voting rights in Ballard.

Delta applied judgement to determine Ballard is defined as an Associate due to holding significant influence in accordance with AASB 128 'Investments in Associates and Joint Ventures'. Delta has applied equity accounting, recognising any retained investments in a former subsidiary that represents an Associate is remeasured to is fair value at the date on which control is lost. The remaining investment is accounted for in accordance with AASB 128 from the date on which control is lost. The fair value at the date on which control is lost, is the deemed cost of the investee in applying the equity method. Subsequent adjustments are applied for the share of profit/(loss) and other comprehensive income of Ballard.

	31-Dec-25 $	30-Jun-25 $
Opening - 1 July 2025	-	-
Recognition of Associate Ballard Mining Ltd	39,082,672	-
Share of profit/(loss) of Associate for the period ending 31 December 2025	(670,804)	-
Carrying value of equity accounted investments	**38,411,868**[1]	**-**

[1] *As at 31 December 2025, Delta holds 41.3% of voting rights in Ballard.*

11. RIGHT-OF-USE ASSET AND LEASE LIABILITIES

	31-Dec-25 $	30-Jun-25 $
Right-of-use asset		
Opening balance	525,352	681,890
Additions - Buildings - right-of-use	-	6,010
Less: Depreciation	(80,823)	(162,548)
Total right-of-use assets	**444,529**	**525,352**
Lease liabilities		
Opening balance	579,148	709,636
Additions - Buildings - right-of-use	-	6,011
Less: Lease repayments	(95,931)	(186,417)
Add: Interest	20,761	49,918
Total lease liabilities	**503,978**	**579,148**
Classification		
Lease liability - Current liability	164,873	155,113
Lease liability - Non-current liability	339,105	424,035
	503,978	**579,148**

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12. TRADE AND OTHER PAYABLES

	31-Dec-25 $	30-Jun-25 $
Trade payables	853,533	1,750,796
Other payables and accruals	1,295,031	3,015,888
Reclassification of trade payables to assets held for sale	-	(2,157,465)
Total trade and other payables	**2,148,564**	**2,609,219**

13. PROVISIONS

	31-Dec-25 $	30-Jun-25 $
Rehabilitation provision	1,045,528	1,018,015
Total provisions	**1,045,528**	**1,018,015**
Classification		
Provisions – Current liability	-	105,260
Provisions – Non-current liability	1,045,528	912,755
	1,045,528	**1,018,015**

	30-Jun-25 $	Accretion expense $	Disposal $	Changes in provisions $	31-Dec-25 $
Rehabilitation provision movements					
Mt Ida	1,018,015	15,210	-	12,303	1,045,528
Total	**1,018,015**	**15,210**	**-**	**12,303**	**1,045,528**

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14. SHARE CAPITAL

	31-Dec-25		30-Jun-25	
	No. Shares	$	No. Shares	$
Ordinary shares fully paid	717,231,792	272,382,295	716,541,792	272,221,897

Movements in ordinary share capital

	Date	No. Shares	Issue price	Total
			$	$
Opening balance	**1-Jul-24**	**713,407,142**		**271,444,337**
Conversion of $0.25 Options	Various	3,134,651	0.250	**783,662**
Less: share issue costs				**(6,102)**
Closing balance	**30-Jun-25**	**716,541,792**		**272,221,897**
Transfer on conversion of performance rights		690,000	0.235	**162,150**
Less: costs of issue				**(1,752)**
Closing balance	**31-Dec-25**	**717,231,792**		**272,382,295**

15. SHARE-BASED PAYMENT RESERVE

	31-Dec-25	30-Jun-25
	$	$
Share-based Payment Reserve		
Opening balance	1,770,110	6,998,257
Movement during the year	(186,442)	(5,228,147)
Closing balance	**1,583,668**	**1,770,110**

16. ACCUMULATED LOSSES

	31-Dec-25	30-Jun-25
	$	$
Opening balance	35,061,951	37,002,750
Net (profit)/loss for the period	(1,474,012)	3,937,190
Transfer following forfeiture of options	-	(5,877,989)
Closing accumulated losses	**33,587,939**	**35,061,951**

17. SHARE-BASED PAYMENTS

The terms, conditions and key assumptions used in valuing share-based payment arrangements granted in this period 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 issued to employees

On 17 September 2025, 916,663 unlisted performance rights were granted to other employees.

The performance rights were issued 6 October 2025 and include the following milestones (vesting conditions):

- Vesting upon 12 months continued service with the Company, being 14 July 2026.

The valuation of performance rights was performed using a 'per security' valuation 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
Grant Date	17-Sep-25
Vesting date	14-Jul-26
Expiry date	17-Sep-30
Opening No. Securities	916,663
Forfeitures	-
Closing No. Securities	**916,663**
Security entitlement	One Share
Listed/unlisted	Unlisted
Exercise price	$Nil
Value of each security	0.175
Probability[1]	100%
Fair value at grant date ($)	**160,410**
Expense recognised during HY26 ($)	**56,490**

[1] *Management assessed probability on basis of employees' ability to achieve the vesting condition on remaining employed with Delta.*

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17. SHARE-BASED PAYMENTS cont.

Performance rights issued to KMPs

On 27 November 2025, the company held a general meeting and received shareholder approval to issue 1,766,667 unlisted performance rights to Managing Director James Croser and Chief Financial Officer Peter Gilford under the Employee Share Option Plan (ESOP).

The Performance Rights were allocated based on the following milestones (vesting conditions):

- **Tranche 1** – Performance rights vesting upon determining a 50Mt JORC resource at a minimum grade of 0.8% Li2O at a minimum cut-off grade of 0.5% at a single project by 31 December 2028.
- **Tranche 2** - Performance rights vesting upon realising a 100Mt JORC resource at a minimum grade of 0.8% Li2O at a minimum cut-off grade of 0.5% across the Company's projects by 31 December 2028.

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting conditions (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 1	Tranche 2	Total
Grant Date	27-Nov-25	27-Nov-25	
Vesting date	31-Dec-28	31-Dec-28	
Expiry date	27-Nov-30	27-Nov-30	
Opening No. Securities	883,333	883,334	1,766,667
Forfeitures	-	-	-
Closing No. Securities	**883,333**	**883,334**	**1,766,667**
Security entitlement	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	
Value of each security	0.22	0.22	
Probability[1]	75%	40%	
Fair value at grant date ($)	**145,750**	**77,733**	**223,483**
Expense recognised during HY26 ($)	**4,510**	**2,406**	**6,916**

[1]*The probabilities were based on expectation to meet conditions by vesting date.*

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17. SHARE-BASED PAYMENTS cont.

Convertible Securities

The Share-based payments reserve is made up of convertible securities, namely options and performance rights, granted at the discretion of the Board to align the interests of executives, employees, and consultants with those of shareholders. A summary of convertible securities as at 31 December 2025 are as follows:

Options

At 31 December 2025, unissued shares of the Group under option are:

Number of Securities	Exercise Price	Number Vested	Expiry Date
2,000,000	$0.40	2,000,000	26-Nov-27
2,000,000		**2,000,000**	

Performance Rights

At 31 December 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	Number Vested	Expiry Date
500,000	27-Apr-23	-	8-May-28
4,331,250	15-Jul-24	131,250	16-Jul-29
2,600,000	27-Nov-24	-	26-Nov-29
916,663	17-Sep-25	-	17-Sep-30
1,766,667	27-Nov-25	-	27-Nov-30
10,114,580		**131,250**	

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18. DISPOSAL OF BALLARD MINING LIMITED

Pursuant to in-specie distribution in conjunction with the issue of 120,000,000 ordinary shares as part of the initial public offering ("IPO") announced 30 May 2025, Delta lost control of the 100% owned subsidiaries of Ballard Mining Ltd ("Ballard") and Mt Ida AU Pty Ltd on 9 July 2025. Mt Ida AU Pty Ltd was a 100% owned subsidiary of Ballard at the date control was lost and the following disclosures provided for Ballard on a consolidated basis.

Delta retained a 45.97% voting right in Ballard, recognising a $39,082,672 investment in Associate (see Note 10) at fair value of $0.25 per share, being the subscription price of the IPO. The carry value factors in the in-specie distribution of Ballard shares to Delta shareholders.

No consideration was received by Delta on loss of control, with a gain on deconsolidation of $1,665,675 recorded on surplus of fair value of investment retained over the net assets deconsolidated.

The details of the assets and liabilities disposed of, and the calculation of the profit/(loss) are as follows:

	31-Dec-25 $
Fair value of investment is comprised of:	
Fair value of equity accounted investment in Associate	39,082,672
Fair value of in-specie distribution	15,917,428
Fair value of previously eliminated receivable recognised	4,437,989
Total fair value of investment retained	**59,438,089**
Net assets disposed comprises of:	
Cash and cash equivalents	1,377,243
Trade and other receivables	455,598
Capitalised exploration & evaluation expenditure	57,144,015
Property, plant and equipment	18,505
Trade and other payables	(1,062,526)
Provisions	(160,421)
Net assets of Subsidiary disposed of	**57,772,414**
Gain/(loss) on disposal of Subsidiary	**1,665,675**
Net cash inflow/(outflow) arising from disposal:	
Consideration received in cash and cash equivalents	-
Less: cash and cash equivalents disposed of	(1,377,243)
Net cash inflow/(outflow)	**(1,377,243)**

19. COMMITMENTS & CONTINGENCIES

The Company has certain commitments to meet minimum expenditure requirements on the mineral exploration assets it has an interest in. Capital commitments at the reporting date but not recognised as liabilities are as follows:

	31-Dec-25 $	30-Jun-25 $
Exploration commitments - Within one year	2,996,674	3,796,941
Exploration commitments - Later than one year but not later than five years	14,010,416	8,090,663
Total commitments	**17,007,090**	**11,887,604**

With exception to the above, there have been no significant changes to commitments and contingent liabilities since 30 June 2025.

20. RELATED PARTY TRANSACTIONS

Delta's investment in the associate Ballard constitutes a related party under AASB 124 'Related Party Disclosures'. The transactions with entities of the Ballard Group are presented as follows:

During the 6 months ended 31 December 2025, Delta received $4,000,000 from Ballard Mining Ltd for repayment of an interest free loan. Delta received $548,327 from Mt Ida AU Pty Ltd and paid $103,918 to Ballard Mining Ltd to settle interest free intercompany balances arising from when the entities were within the Delta Group.

As at 30 June 2025, the Associates were 100% owned subsidiaries, and hence amounts owing were eliminated on consolidation.

Delta and Ballard entered into a Mineral rights agreement, allowing cost recoveries to be charged between the two entities, with amounts owing settled in cash on 4-week payment terms. Balances outstanding are to be settled in cash within 6 months of the reporting date.

	31-Dec-25 $	31-Dec-24 $
Cost recoveries from Associates		
Ballard Mining Ltd	244,568	-
Mt Ida AU Pty Ltd	443,920	-
Total	**688,488**	**-**
Purchases from Associates		
Ballard Mining Ltd	(43,489)	-
Mt Ida AU Pty Ltd	(6,017)	-
Total	**(49,506)**	**-**
Sale of Property, plant and equipment to Associates		
Ballard Mining Ltd	-	-
Mt Ida AU Pty Ltd	525,000	-
Total	**525,000**	**-**
Reimbursements to KMPs and their related parties		
Croser Family Trust[1]	(2,479)	-
Total	**(2,479)**	**-**

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	31-Dec-25	31-Dec-24
	$	$
Amounts owed by Associates		
Ballard Mining Ltd	46,209	-
Mt Ida AU Pty Ltd	805,754	-
Total	**851,963**	**-**
Amounts owing to Associates		
Ballard Mining Ltd	-	-
Mt Ida AU Pty Ltd	(6,897)	-
Total	**(6,897)**	**-**
Amounts owing to KMPs and their related parties		
Croser Family Trust[1]	(2,727)	-
Total	**(2,727)**	**-**

[1] *Croser Family Trust is a related party of James Croser (Managing Director). The nature of transactions are reimbursements of travel & freight costs.*

21. SUBSEQUENT EVENTS

There were no subsequent events that required adjustment to or disclosure in the interim financial report.

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Directors' Declaration

The Directors of the Company declare that:

1. the interim financial statements and notes, are in accordance with the *Corporations Act 2001* and:

   a) comply with Australian Accounting Standard AASB134 Interim financial reporting and the Corporations Regulations 2001; and

   b) give a true and fair view of the Consolidated entity's financial position as at 31 December 2025 and its performance for the half-year ended on that date; and

in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors, pursuant to s 303(5) of the Corporations Act.



James Croser
Managing Director
Dated 9th March 2026

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Independent Auditor's Review Report

To the shareholders of Delta Lithium Limited

Conclusion

We have reviewed the accompanying ***Interim Financial Report*** of Delta Lithium Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Delta Lithium Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The ***Interim Financial Report*** comprises:

- Condensed Consolidated statement of financial position as at 31 December 2025.
- Condensed Consolidated statement of profit or loss and other comprehensive income, Condensed Consolidated statement of changes in equity and Condensed Consolidated statement of cash flows for the half-year ended on that date.
- Notes 1 to 21 comprising material accounting policies and other explanatory information.
- The Directors' Declaration.

The ***Group*** comprises Delta Lithium Limited (the Company) and the entities it controlled at the Half year's end or from time to time during the Half-year.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Interim Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Accounting Professional & Ethical Standards Board Limited (the Code) that are relevant to audits of annual financial reports of public interest entities in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

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Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*.
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the Half-Year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

KPMG

Glenn Brooks
Partner
Perth
9 March 2026