Lithium Plus Minerals Limited

ACN 653 574 219

Financial Report
for the half-year ended 31 December 2022

Lithium Plus Minerals Limited
Half-Year Report
31 December 2022

Contents Page

Corporate Directory

Board of Directors

Bin Guo	Executive Chairman
Jason Berton	Independent Non-Executive Director
Simon Kidston	Independent Non-Executive Director
George Su	Independent Non-Executive Director

Company Secretary

Robert Lees

Registered Office

Level 6, 18-22 Pitt Street
Sydney NSW 2000
Email: info@lithiumplus.com.au Website:
www.lithiumplus.com.au

Share Registry

Automic Group
Level 5, 126 Phillip St
Sydney NSW 2000
GPO Box 5193
Sydney NSW 2001
Website: www.automicgroup.com.au

Auditors

RSM Australia Partners
Level 13, 60 Castlereagh Street
Sydney, NSW 2000
Website: www.rsm.com.au

Directors' Report

Your Directors present their report on Lithium Plus Minerals Limited (**the Company**) for the half-year ended 31 December 2022.

Directors

The names of the directors of the Company during or since the end of the half-year are:

- Dr Bin Guo, Executive Chairman.
- Dr Jason Berton, Non-Executive Director.
- Mr Simon Kidston, Non-Executive Director. Chairman of the Remuneration Committee.
- Mr George Su, Non-Executive Director. Chairman of the Audit Committee.

Company Secretary

Mr Robert Lees.

Principal Activities

The Company was incorporated on 10 September 2021 to acquire and develop lithium projects.

The Company has nineteen confirmed Tenements located in the Northern Territory, Australia, which cover a portfolio of two Projects across 1,575 km^2.

(a) in the Bynoe Project, the Bynoe and Wingate sub-Projects; and
(b) in the Arunta Project, the Barrow Creek, Spotted Wonder and Moonlight sub-Projects.

Three further Tenements in connection with the Bynoe sub-Project are currently under application.

The Tenements were acquired from Lithium Plus Pty Ltd, a company related to Dr Bin Guo, in December 2021. Lithium Plus Pty Ltd acquired the Tenements from subsidiaries of Kingston Resources Limited (ASX: KSN) (Kingston) for $1,800,000 on 31 August 2018.

During the half-year ended 31 December 2022, the Company has conducted a drilling program on its Bynoe Project drilling.

Review of Operations

Loss after income tax for the Half-year ended 31 December 2022 is $935,215 (2021: $123,969).

The Company's primary objective at the Bynoe Project and Arunta Project is to explore for, discover and plan development pathways for lithium resources. These areas have only recently been the focus of lithium exploration and is therefore underexplored with an obvious lack of drilling in zones of known lithium mineralisation.

Diamond and reverse circulation drilling program was commenced at the Lei Prospect (Bynoe sub-Project) mid-July and concluded 17 December results have been announced to market.

The phase one reverse circulation (RC) drilling program for the Perseverance sub-Project comprising 8 RC holes (for 1,137m) has been completed and results were release on 1st February 2023. Further geological modelling and targeting is ongoing to define a future RC drilling program.

Soil sampling at Bynoe area and magnetic survey at Wingate have been carried out, with the results to be analysed to define further drilling targets.

The wet season has now impacted all site access and all drilling has ceased.

Events Subsequent to the End of the Reporting Period

No other matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Auditor's independence declaration

The auditor's independence declaration is set out on the following page and forms part of the directors' report for the Half-year ended 31 December 2022.

Dr Bin Guo
Executive Chairman

Sydney, NSW
14 March 2023

RSM Australia Partners

Level 13, 60 Castlereagh Street Sydney NSW 2000
GPO Box 5138 Sydney NSW 2001

T +61 (0) 2 8226 4500
F +61 (0) 2 8226 4501

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Lithium Plus Minerals Limited for the half year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

(ii) any applicable code of professional conduct in relation to the review.

RSM AUSTRALIA PARTNERS

CAMERON HUME
Partner

Sydney, NSW
Dated: 14 March 2023

	Notes	2022 $	2021[1] $
Other Income		26,347	6
Administration expenses	4	(402,012)	(88,604)
Employee benefit expenditure	4	(203,650)	-
Finance cost		(2,553)	-
Share-based payments expenses	4	(214,190)	(22,404)
Other expenses		(139,157)	(12,967)
Loss before income tax		**(935,215)**	**(123,969)**
Income tax expense		-	-
Loss for the half-year		**(935,215)**	**(123,969)**
Items that may be reclassified to profit or loss:			
Other comprehensive income		-	-
Other comprehensive loss for the half-year attributable to owners of the Company		**(935,215)**	**(123,969)**
Loss per share attributable to ordinary equity holders:		Cents	Cents
Basic loss per share		(0.96)	(0.2)
Diluted loss per share		(1.68)	(0.2)

The above statement should be read in conjunction with the accompanying notes.
[1] Information is for the period 10 September 2021 to 31 December 2021.

	Notes	31 Dec 2022	30 June 2022
		$	$
Current assets			
Cash and cash equivalents		6,336,516	9,117,786
Other receivables	5	231,284	60,988
Other current assets	6	54,182	46,262
Total current assets		**6,621,982**	**9,225,036**
Non-current assets			
Exploration and evaluation	7	7,142,842	4,171,835
Plant and equipment	8	138,195	96,485
Right of use assets	9	111,072	147,415
Total non-current assets		**7,392,109**	**4,415,735**
Total assets		**14,014,091**	**13,640,771**
Current liabilities			
Trade and other payables	10	1,210,190	125,153
Employee benefits		27,378	18,860
Lease liabilities		71,810	71,810
Total current liabilities		**1,309,378**	**215,823**
Non-Current liabilities			
Lease liabilities		41,425	76,972
Total Non-Current liabilities		**41,425**	**76,972**
Total liabilities		**1,350,803**	**292,795**
Net assets		**12,663,288**	**13,347,976**
Equity			
Contributed equity	11	13,245,324	13,208,987
Reserves	13	842,983	628,793
Accumulated losses		(1,425,019)	(489,804)
Total equity		**12,663,288**	**13,347,976**

The above statement should be read in conjunction with the accompanying notes.

Note	Contributed equity $	Reserves $	Accumulated losses $	Total equity $
Balance at 10 September 2021	-	-	-	-
Loss for the period	-	-	(123,969)	(123,969)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of costs and tax	1,154,550	-	-	1,154,550
Share-based payment expense (Note 9)	-	23,004	-	23,004
Share-based payment - Tenements acquired (Note 6)	3,600,000	-	-	3,600,000
Balance as at 31 December 2021	**4,754,550**	**23,004**	**(123,969)**	**4,653,585**
Balance at 1 July 2022	13,208,987	628,793	(489,804)	13,347,976
Loss for the period			(935,215)	(935,215)
Total comprehensive loss for the period	-	-	(935,215)	(935,215)
Transactions with owners in their capacity as owners:				
Reversal of issue cost	36,337			36,337
Share-based payment expense (Note 12)	-	214,190	-	214,190
Balance as at 31 December 2022	**13,245,324**	**842,983**	**(1,425,019)**	**12,663,288**

The above statement should be read in conjunction with the accompanying notes.

	2022	2021 [1]
	$	$
Cash flows from operating activities		
Payments to suppliers and employees	(249,331)	(400,687)
Net Interest received	13,391	6
Net cash outflow from operating activities	**(235,940)**	**(400,681)**
Cash flows from investing activities		
Payment for plant and equipment	(56,535)	-
Payment for exploration and evaluation assets	(2,453,249)	(227,700)
Net cash outflow from investing activities	**(2,509,784)**	**(227,700)**
Cash flows from financing activities		
Proceeds from issues of securities net of costs and tax	-	1,154,550
Leases paid	(35,546)	-
Net cash inflow from financing activities	**(35,546)**	**1,154,550**
Net increase in cash and cash equivalents	2,781,270	526,169
Cash and cash equivalents at 30 June	**9,117,786**	**-**
Cash and cash equivalents at 31 December	**6,336,516**	**526,169**

The above statement should be read in conjunction with the accompanying notes.
[1] Comparative information for the period 10 September 2021 to 31 December 2021.

1 Corporate information

The financial report of Lithium Plus Minerals Limited for the period ended 31 December 2022 was authorised for issue in accordance with a resolution of the Directors on 10 March 2023. The Board of Directors has the power to amend the financial statements after issue.

Lithium Plus Minerals Limited (the 'Company' or 'LPM') is a for-profit company limited by shares. The Company was incorporated on 10 September 2021 and is domiciled in Australia. The registered office and principal place of business of the Company is Level 6, 18–22 Pitt Street, Sydney, NSW 2000.

A description of the nature of the Company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

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

2 Summary of significant accounting policies

a) Basis of preparation

These interim financial statements are a general-purpose financial report which has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001, as appropriate for for-profit entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general-purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.
The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

b) Comparatives

As the Company was incorporation on 10 September 2021 and the 2021 period comparative figures are for the period 10 September 2021 to 31 December 2021.

c) New or amended accounting standards and interpretations adopted

The adoption of these amendments did not have any material impact on the current period, and is not likely to affect future periods.
There are no other standards that are not yet effective and that would be expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

d) Going concern

The Directors have prepared the financial report on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

2. Summary of significant accounting policies (continued)

Critical Accounting Estimates and Judgements
The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

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 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.

Key Judgement and Estimation Uncertainty - Share-based payment transactions

Options over ordinary shares have been granted to the non-executive directors and Executive Chairman as part of their remunerations and to consultants for the rendering of services. The cost of these share-based payments is measured at fair value on grant date. Fair value is independently determined using the Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share as well as the expected risk-free interest rate for the term of the option. Those key inputs in the valuation model requires significant judgements from management. Refer to Note 12 for the key inputs for the valuation of share-based payment. In addition, as stated in Note 12, there is a performance milestone whereby the Company must have produced a JORC compliant Li^2O bearing, minimum Inferred Mineral Resource of 10Mt in order for the option to be exercisable. Management have used their judgement in estimating that there is a probability of 90% of this milestone being achieved with a vesting period of 5 years.

Key Judgement and Estimation Uncertainty – Fair value of Tenements Acquired

As stated in Note 7, on 15 November 2021 the Company entered into a sale of Tenements Agreement with Lithium Plus Pty Ltd which was completed in December 2021. The Company acquired 19 granted Tenements and 3 under application from Lithium Plus Pty Ltd pursuant to the Sale of Tenements Agreement. Pursuant to the agreement, the Company agreed to issue 36,000,000 shares at $0.10 per share to Lithium Plus Pty Ltd in consideration for the transfer of the Tenements. The transaction is not considered to be a business combination, but rather an asset acquisition that has been settled by a share-based payment as contemplated in AASB 2, Share-based Payments. AASB 2 requires the shares issued by Lithium Plus Minerals Limited be recorded at the fair value of the assets acquired, or the fair value of the equity issued. There is significant judgement and estimation uncertainty with regards to the determination of the fair value of the assets acquired and the equity issued. The directors have engaged independent experts to assist them in determining the range of the fair value of the assets acquired. The Directors have then exercised their judgement in determining that fair valued of the assets acquired is at the upper end of the independent experts preferred range.

3 Segment information

The Company is organised into one operating segment, being exploration in Australia. This is based on the internal reports that are being 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. As a result, the operating segment information is as disclosed in the statements and notes to the financial statements throughout the report.

The Company operates in one reportable segment, being exploration in Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result, no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

4 Income and expenses

	31 Dec 2022 $	31 Dec 2021(1) $
Other income		
Interest	26,347	6
	26,347	**6**
Administrative expenses		
Compliance	255,199	6,795
Consultants	58,331	26,820
Depreciation	51,167	-
Legal fees	5,513	45,989
Occupancy costs	31,802	9,000
	402,012	**88,604**
Employee benefit expenses		
Director's fee	90,000	-
Employment expense	100,000	-
Superannuation expense	13,650	-
	203,650	**-**
Share based payments		
Director's options vesting expensed	58,569	22,404
Performance rights vesting expensed	47,235	-
Aetas options issued expense	108,386	-
	214,190	**22,404**

(1) information for the period 10 September 2021 to 31 December 2021.

5 Other receivables

	31 Dec 2022 $	30 June 2022 $
Other receivable –GST refund	231,284	60,988
	231,284	**60,988**

6 Other current assets

	31 Dec 2022 $	30 June 2022 $
Deposits to suppliers & security deposits	25,210	12,925
Prepaid accommodation	16,016	16,441
Prepaid insurance	-	16,318
Withholding credits	12,956	578
	54,182	**46,262**

Other current assets represent the prepaid portion of geological services.

7 Exploration and evaluation

On 15 November 2021 the Company entered into a sale of Tenements Agreement with Lithium Plus Pty Ltd which was completed in December 2021.

The asset acquisition details are as follows:

	31 Dec 2022 $	30 June 2022 $
Opening balance	4,171,835	-
Tenements acquired per Tenement acquisition agreement	-	3,600,000
Stamp duty on Tenement transfers	-	227,705
Assets acquired - tenements	-	3,827,705
Exploration expenditure capitalised	2,971,007	344,130
Closing balance	**7,142,842**	**4,171,835**

The Company acquired 19 granted Tenements and 3 under application from Lithium Plus Pty Ltd pursuant to the Sale of Tenements Agreement. Lithium Plus Pty Ltd is wholly owned by Dr Bin Guo, who is also the sole director. Pursuant to the agreement, the Company agreed to issue 36,000,000 shares at $0.10 per share to Lithium Plus Pty Ltd in consideration for the transfer of the Tenements. Lithium Plus Pty Ltd acquired the Tenements from subsidiaries of Kingston Resources Limited (ASX: KSN) (Kingston) for $1,800,000 on 31 August 2018. The acquisition was conditional upon the receipt of approval from the Minister for the Department of Industry, Tourism and Trade under the Minerals Titles Act 2010 (NT).
The transfer of the Tenements was registered by the Department of Industry, Tourism and Trade on 17 December 2021, and the shares were issued to Lithium Plus Pty Ltd on 22 December 2021. Cash of $227,700 was paid for the associated transfer stamp duty.

8 Plant and equipment

	31 Dec 2022 $	30 June 2022 $
Office equipment		
Office equipment - at cost	1,545	-
Less: Accumulated depreciation	(17)	-
	1,528	-
Motor Vehicles		
Motor vehicles - at cost	100,165	100,165
Less: Accumulated depreciation	(16,303)	(3,680)
	83,862	96,485
Geological tools		
Geological tools - at cost	54,990	-
Less: Accumulated depreciation	(2,185)	-
	52,805	-
	138,195	**96,485**

Reconciliations of written down value at the beginning and end of the current financial period is set out below:

Office equipment		
Balance at 1 July	-	-
Acquisitions	1,545	-
Depreciation	(17)	-
Balance at 31 December	1,528	-
Motor vehicles		
Balance at 1 July	96,485	-
Acquisitions	-	100,165
Depreciation	(16,303)	(3,680)
Balance at 31 December	83,862	96,485

	31 Dec 2022 $	30 June 2022 $
8 Plant and equipment (continued)		
Geological tools		
Balance at 1 July	-	-
Acquisitions	54,990	-
Depreciation	(2,185)	-
Balance at 31 December	52,805	-
	138,195	**96,485**

9 Right of use assets

	31 Dec 2022 $	30 June 2022 $
Land & buildings – right of use	179,353	179,353
Less: accumulated depreciation	(68,281)	(31,938)
	111,072	**147,415**

The company leases its Sydney office and Darwin warehouse under agreements of between two to three years with, options to extend. The leases have various escalation clauses. On renewal, the terms of the leases are renegotiated.

10 Trade and other payables

	31 Dec 2022 $	30 June 2022 $
Trade creditors	974,794	125,153
Accrued liabilities	235,396	-
	1,210,190	**125,153**

These amounts represent liabilities for goods and services provided to the Company prior to the end of half-year which are unpaid. The amounts are unsecured, non-interest bearing and are usually paid within 30 days of recognition.

Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

11 Contributed equity

Issued share capital is recognised at the fair value of the consideration received by the Company. Any transaction costs arising on the issue of ordinary shares are recognised, net of tax, directly in equity as a reduction of the share proceeds received.

	Date of issue	Issue Price per share	Number of shares	$
Fully paid ordinary shares:				
Shares issued on Incorporation	10 Sept 2021	$0.001	9,550,000	9,550
Share issue – fund raising	4 Nov 2021	$0.10	1,500,000	150,000
Share issue – fund raising	6 Dec 2021	$0.10	4,750,000	475,000
Share issue – tenement acquisition	29 Dec 2021	$0.10	36,000,000	3,600,000
Share issue – fund raising	31 Dec 2021	$0.10	5,200,000	520,000
Closing balance at 31 December 2021			**57,000,000**	**4,754,550**
Shares issued on IPO fund raising	26 April 2022	$0.25	40,000,000	10,000,000
Costs of fund raising				(1,545,563)
Closing balance at 30 June 2022			**97,000,000**	**13,208,987**
Write back of fund-raising cost				36,337
Closing balance at 31 December 2022			**97,000,000**	**13,245,324**

12 Share based payment

Options outstanding

	Date of issue	Issue Price per Option	Number of Options	Exercise price	Expiry date
Director options	22 October 2021	$0.0001	6,000,000	$0.25	22 October 2026
Broker options	26 April 2022	-	4,000,000	$0.3125	26 April 2025
Performance rights	10 March 2022	-	2,600,000	nil	10 March 2027
Aetas options	1 July 2022	-	500,000	$0.48	30 June 2025
			13,100,000		

The Company issued 6,000,000 options to Directors on 22 October 2021. Each option entitles the holder, on exercise, to one ordinary fully paid share in the Company. Options were issued at $0.0001 per Option and expire on the fifth anniversary of their issue. The option exercise price is $0.25 and an option may only be exercised after that option has vested. In order to vest and be capable of exercise an achievement of the following performance hurdles:

(1) a period of six (6) months must have elapsed from the date of grant; and

(2) the Company must have produced a JORC compliant Li_2O bearing, minimum Inferred Mineral Resource of 10Mt.

The costs of the initial public offer include the fair value of 4,000,000 broker options issued on the 26 April 2022 as payment of broker fees payable. The broker options vest immediately and a charge of $519,109 was made against the capital raising costs during the year ended 30 June 2022. No charge was made in this period.

On 21 July, the Company issued 500,000 unlisted options to Aetas Global Capital Pte Ltd as payment of investor services from 1 July to 31 December 2022. The unlisted options are exercisable on payment of $0.48, expiring 30 June 2025 and escrowed until 30 June 2024.

12. Share based payment (continued)
Options outstanding

The table below summarises the variables used in determining the values of options granted as cost of services:

Assumptions	
Share price	$0.41
Exercise price	$0.48
Vesting date	Immediate
Expiry date	30 June 2025
Expected future volatility	86.0%
Risk free rate	3.086%
Dividend yield	nil
Option value	$0.2168

A charge of $108,386 was made against share-based expenses based on the calculated cost of the options issued, based on the options pricing model. Vesting conditions other than market conditions are not taken into account when estimating the fair value and any service requirements to be rendered is presumed to be satisfied.

No voting or dividend rights are attached to the options.

The number and weighted average exercise prices of share options outstanding as at 31 December 2022 are:

	2022		2021	
	Number of Options	**Weighted average exercise prices**	**Number of Options**	**Weighted average exercise prices**
Outstanding at the beginning of the period	10,000,000	$0.2750	-	-
Granted during the period	500,000	$0.48	6,000,000	$0.25
Lapsed during the period	-		-	
Outstanding at the end of the period	10,500,000	$0.2848	6,000,000	$0.25
Exercisable at the end of the period	5,929,354		230,137	

Performance rights refer to the performance right to convert one right to one ordinary share in the Company, under the terms of the performance rights. 2,600,000 performance rights convertible to ordinary shares in the Company that were granted as remuneration during the year ended 30 June 2022.

The fair value of rights issued as remuneration is allocated to the relevant vesting period of the rights. An expense of $47,235 has been recognised in the statement of profit or loss and other comprehensive income in respect of rights granted as remuneration to key management personnel during the period.

13 Reserves

	31 Dec 2022	**30 June 2022**
	$	**$**
Opening balance	628,793	-
Options issued & vesting		
• Directors Options	58,569	80,933
• Broker Options	-	519,109
• Aetas Options	108,386	-
Performance rights issued	47,235	28,751
	842,983	**628,793**

Refer to Note 4 for further details relating to the above movements during the current reporting period.

14 Commitments

Exploration and evaluation expenditure commitments

Exploration Commitments – the Company has an obligation to pay annual rent and perform a minimum amount of exploration work and spend a minimum amount of money on its tenements. The minimum amounts of expenditure required is set by the Department of Industry, Tourism and Trade, Northern Territory Government.

	31 Dec 2022 $	30 June 2022 $
Expenditure required on Exploration Licences		
Within one year	122,738	41,253
More than one year but less than five years	2,970,817	2,828
Greater than five years	-	-
Total commitments	3,093,555	44,081

15 Contingent assets and liabilities

There were no changes in contingent assets and contingent liabilities since 31 December 2022.

16 Related party transactions

There were no transactions between related parties during the period.

17 Events occurring after the reporting period

No other matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

In the Directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors

Dr Bin Guo
Executive Chairman

Sydney, NSW Australia
14 March 2023

RSM Australia Partners

Level 13, 60 Castlereagh Street Sydney NSW 2000
GPO Box 5138 Sydney NSW 2001

T +61 (0) 2 8226 4500
F +61 (0) 2 8226 4501

www.rsm.com.au

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF

LITHIUM PLUS MINERALS LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Lithium Plus Minerals Limited which comprises the statement of financial position as at 31 December 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Lithium Plus Minerals Limited is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

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

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

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2022 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Lithium Plus Minerals Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

RSM AUSTRALIA PARTNERS

Cameron Hume
Partner

Sydney, NSW
Dated: 14 March 2023